

MEDIOLANUM  
**Portfolio**



# Mediolanum Portfolio

Interim Report - 30th June 2014

**MEDIOLANUM PORTFOLIO FUND**

**UNAUDITED**

**SEMI-ANNUAL REPORT**

**FOR THE PERIOD ENDED**

**JUNE 30, 2014**

# TABLE OF CONTENTS

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General Information	3
Statement of Assets and Liabilities	4 – 9
Changes in the Number of Units	10 – 14
Notes to the Financial Statements	15 – 33
Schedule of Investments	34 – 56
Active 100 Fund	34 – 35
Active 80 Fund	36 – 37
Active 40 Fund	38 – 39
Active 10 Fund	40 – 41
Aggressive Fund	42 – 43
Aggressive Plus Fund	44 – 45
Dynamic Fund	46 – 47
Balanced Fund	48 – 49
Moderate Fund	50 – 51
Liquidity Fund	52 – 56
Schedule of Portfolio Changes	57 – 66

# GENERAL INFORMATION

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<b>MANAGER AND GLOBAL DISTRIBUTOR</b>	<b>Mediolanum International Funds Limited,</b> 2 Shelbourne Buildings, Shelbourne Road, Ballsbridge, Dublin 4, Ireland.
<b>INVESTMENT MANAGER</b>	<b>Mediolanum Asset Management Limited,</b> 2 Shelbourne Buildings, Shelbourne Road, Ballsbridge, Dublin 4, Ireland.
<b>DELEGATE INVESTMENT MANAGER</b>	<b>Legal &amp; General Investment Management Limited,</b> 1 Coleman Street, London EC2R 5AA, United Kingdom. (Liquidity Fund <sup>1</sup> )
<b>TRUSTEE</b>	<b>RBC Investor Services Bank S.A., Dublin Branch,</b> George's Quay House, 43 Townsend Street, Dublin 2, Ireland.
<b>ADMINISTRATOR, REGISTRAR AND TRANSFER AGENT</b>	<b>RBC Investor Services Ireland Limited,</b> George's Quay House, 43 Townsend Street, Dublin 2, Ireland.
<b>CORRESPONDENT BANK/ PAYING AGENT IN ITALY</b>	<b>State Street Bank S.p.A.,</b> Via Ferrante, Aporti 10, 20125 Milan, Italy.
<b>PAYING AGENT IN SPAIN</b>	<b>Banco Mediolanum S.A.,</b> Av Diagonal 670, 08034 Barcelona, Spain.
<b>PAYING AGENT IN GERMANY</b>	<b>Bankhaus August Lenz &amp; Co. AG,</b> Holbeinstraße 11, 80769 Munich, Germany.
<b>INDEPENDENT AUDITORS</b>	<b>Deloitte &amp; Touche,</b> Deloitte & Touche House, Chartered Accountants and Statutory Audit Firm, 29 Earlsfort Terrace, Dublin 2, Ireland.
<b>LEGAL ADVISERS</b>	<b>Dillon Eustace,</b> 33 Sir John Rogerson's Quay, Dublin 2, Ireland.
<b>PROMOTER</b>	<b>Mediolanum S.p.A.,</b> Palazzo Meucci, Milano 3, Via Francesco, Sforza, 15, 20080 Basiglio, Milano, Italy.
<b>DIRECTORS OF THE MANAGER</b>	<b>Andrew Bates (Chairperson)**</b> <b>Furio Pietribiasi (Managing Director)*</b> <b>Corrado Bocca**</b> <b>John L Mahon (Resigned May 31, 2014)***</b> <b>Vittorio Gaudio**</b> <b>Wyndham Williams (Resigned May 31, 2014)***</b> <b>Bronwyn Wright***</b> <b>Des Quigley (Appointed July 21, 2014)***</b> <b>Paul O'Faherty (Appointed July 21, 2014)***</b>

<sup>1</sup> Terminated Effective April 30, 2014

\*Executive Director

\*\*Non Executive Directors

\*\*\*Independent Directors

# STATEMENT OF ASSETS AND LIABILITIES

## AS AT JUNE 30, 2014

(expressed in EUR)	ACTIVE 100 FUND		ACTIVE 80 FUND	
	Jun 2014	Dec 2013	Jun 2014	Dec 2013
<b>ASSETS</b>				
Investments in transferable securities	-	-	-	-
Investments in collective investment scheme	123,272,105	134,172,273	85,716,134	93,837,711
Cash at bank (note 11)	1,282,004	2,412,794	39,694	1,260,254
Amounts receivable on sale of investments	-	-	-	-
Amounts receivable on subscriptions	201,273	-	-	-
Interest and dividends receivable, net	24	-	-	1
Unrealised profit on futures contracts (note 15)	-	235,414	-	164,987
Unrealised profit on forward foreign exchange contracts (note 13)	-	-	-	-
Other assets	-	-	-	-
<b>TOTAL ASSETS</b>	<b>124,755,406</b>	<b>136,820,481</b>	<b>85,755,828</b>	<b>95,262,953</b>
<b>LIABILITIES</b>				
Bank overdraft (note 11)	-	235,414	-	164,987
Amounts payable on purchase of investments	-	-	-	-
Amounts payable on redemptions	90,578	363,930	20,280	139,910
Unrealised loss on forward foreign exchange contracts (note 13)	-	-	-	-
Management and advisory fees payable (note 8)	135,449	151,395	86,906	97,903
Other expenses payable	64,931	55,510	46,011	39,726
<b>TOTAL LIABILITIES (Excluding Net Assets Attributable to Holders of Redeemable Participating Units)</b>	<b>290,958</b>	<b>806,249</b>	<b>153,197</b>	<b>442,526</b>
<b>NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE PARTICIPATING UNITS</b>				
	<b>124,464,448</b>	<b>136,014,232</b>	<b>85,602,631</b>	<b>94,820,427</b>
<b>S Class</b>				
Number of units 'A' outstanding	12,385,429.722	14,139,323.537	9,190,715.369	10,546,437.411
Net asset value per unit	10.049	9.620	9.314	8.991
Number of units 'B' outstanding	-	-	-	-
Net asset value per unit	-	-	-	-
<b>S Hedged Class</b>				
Number of units 'A' outstanding	-	-	-	-
Net asset value per unit	-	-	-	-
Number of units 'B' outstanding	-	-	-	-
Net asset value per unit	-	-	-	-
<b>SA Class</b>				
Number of units 'A' outstanding	-	-	-	-
Net asset value per unit	-	-	-	-

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

# STATEMENT OF ASSETS AND LIABILITIES

## AS AT JUNE 30, 2014 (continued)

(expressed in EUR)	ACTIVE 40 FUND		ACTIVE 10 FUND	
	Jun 2014	Dec 2013	Jun 2014	Dec 2013
<b>ASSETS</b>				
Investments in transferable securities	1,146,572	1,237,934	158,526	199,667
Investments in collective investment scheme	22,205,352	23,331,163	6,696,342	5,643,517
Cash at bank (note 11)	42,787	373,205	81,674	71,397
Amounts receivable on sale of investments	-	-	-	-
Amounts receivable on subscriptions	-	-	-	-
Interest and dividends receivable, net	1	4	4	2
Unrealised profit on futures contracts (note 15)	-	44,397	-	5,932
Unrealised profit on forward foreign exchange contracts (note 13)	-	-	-	-
Other assets	-	-	-	-
<b>TOTAL ASSETS</b>	<b>23,394,712</b>	<b>24,986,703</b>	<b>6,936,546</b>	<b>5,920,515</b>
<b>LIABILITIES</b>				
Bank overdraft (note 11)	-	44,397	-	5,932
Amounts payable on purchase of investments	-	-	-	-
Amounts payable on redemptions	15,321	170,375	-	-
Unrealised loss on forward foreign exchange contracts (note 13)	-	-	-	-
Management and advisory fees payable (note 8)	15,999	17,215	3,185	2,831
Other expenses payable	13,488	12,050	4,172	3,726
<b>TOTAL LIABILITIES (Excluding Net Assets Attributable to Holders of Redeemable Participating Units)</b>	<b>44,808</b>	<b>244,037</b>	<b>7,357</b>	<b>12,489</b>
<b>NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE PARTICIPATING UNITS</b>				
	<b>23,349,904</b>	<b>24,742,666</b>	<b>6,929,189</b>	<b>5,908,026</b>
<b>S Class</b>				
Number of units 'A' outstanding	2,299,745.816	2,508,065.054	692,220.104	605,324.448
Net asset value per unit	10.153	9.865	10.010	9.760
Number of units 'B' outstanding	-	-	-	-
Net asset value per unit	-	-	-	-
<b>S Hedged Class</b>				
Number of units 'A' outstanding	-	-	-	-
Net asset value per unit	-	-	-	-
Number of units 'B' outstanding	-	-	-	-
Net asset value per unit	-	-	-	-
<b>SA Class</b>				
Number of units 'A' outstanding	-	-	-	-
Net asset value per unit	-	-	-	-

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

# STATEMENT OF ASSETS AND LIABILITIES

## AS AT JUNE 30, 2014 (continued)

(expressed in EUR)	AGGRESSIVE FUND		AGGRESSIVE PLUS FUND	
	Jun 2014	Dec 2013	Jun 2014	Dec 2013
<b>ASSETS</b>				
Investments in transferable securities	-	-	-	-
Investments in collective investment scheme	16,798,617	16,794,485	46,019,775	48,114,310
Cash at bank (note 11)	119,899	325,218	109,110	934,919
Amounts receivable on sale of investments	-	-	-	-
Amounts receivable on subscriptions	-	46,473	169,207	-
Interest and dividends receivable, net	-	2	8	-
Unrealised profit on futures contracts (note 15)	-	28,664	-	35,593
Unrealised profit on forward foreign exchange contracts (note 13)	17,859	47,168	39,305	107,862
Other assets	-	-	-	-
<b>TOTAL ASSETS</b>	<b>16,936,375</b>	<b>17,242,010</b>	<b>46,337,405</b>	<b>49,192,684</b>
<b>LIABILITIES</b>				
Bank overdraft (note 11)	-	28,664	-	35,593
Amounts payable on purchase of investments	-	-	-	-
Amounts payable on redemptions	64,553	3,000	18,401	280,800
Unrealised loss on forward foreign exchange contracts (note 13)	31,768	-	69,016	-
Management and advisory fees payable (note 8)	14,053	14,553	38,764	41,724
Other expenses payable	9,431	8,081	24,454	20,761
<b>TOTAL LIABILITIES (Excluding Net Assets Attributable to Holders of Redeemable Participating Units)</b>	<b>119,805</b>	<b>54,298</b>	<b>150,635</b>	<b>378,878</b>
<b>NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE PARTICIPATING UNITS</b>				
	<b>16,816,570</b>	<b>17,187,712</b>	<b>46,186,770</b>	<b>48,813,806</b>
<b>S Class</b>				
Number of units 'A' outstanding	882,871.738	934,637.425	2,645,410.635	2,906,703.423
Net asset value per unit	10.586	10.094	10.795	10.296
Number of units 'B' outstanding	-	-	-	-
Net asset value per unit	-	-	-	-
<b>S Hedged Class</b>				
Number of units 'A' outstanding	704,781.285	757,020.652	1,624,885.161	1,803,363.941
Net asset value per unit	10.599	10.243	10.849	10.473
Number of units 'B' outstanding	-	-	-	-
Net asset value per unit	-	-	-	-
<b>SA Class</b>				
Number of units 'A' outstanding	-	-	-	-
Net asset value per unit	-	-	-	-

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

# STATEMENT OF ASSETS AND LIABILITIES

## AS AT JUNE 30, 2014 (continued)

(expressed in EUR)	DYNAMIC FUND		BALANCED FUND	
	Jun 2014	Dec 2013	Jun 2014	Dec 2013
<b>ASSETS</b>				
Investments in transferable securities	-	-	-	-
Investments in collective investment scheme	18,032,011	18,826,857	16,113,622	18,021,682
Cash at bank (note 11)	157,524	355,298	227,601	377,401
Amounts receivable on sale of investments	-	-	-	-
Amounts receivable on subscriptions	-	-	-	-
Interest and dividends receivable, net	3	5	5	-
Unrealised profit on futures contracts (note 15)	-	33,031	-	30,064
Unrealised profit on forward foreign exchange contracts (note 13)	20,830	35,626	17,213	28,981
Other assets	52	-	-	-
<b>TOTAL ASSETS</b>	<b>18,210,420</b>	<b>19,250,817</b>	<b>16,358,441</b>	<b>18,458,128</b>
<b>LIABILITIES</b>				
Bank overdraft (note 11)	-	33,031	-	30,064
Amounts payable on purchase of investments	-	-	-	-
Amounts payable on redemptions	10,243	86,596	2,815	5,000
Unrealised loss on forward foreign exchange contracts (note 13)	30,973	-	18,278	-
Management and advisory fees payable (note 8)	13,648	14,761	10,291	11,872
Other expenses payable	10,372	9,008	10,030	9,090
<b>TOTAL LIABILITIES (Excluding Net Assets Attributable to Holders of Redeemable Participating Units)</b>	<b>65,236</b>	<b>143,396</b>	<b>41,414</b>	<b>56,026</b>
<b>NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE PARTICIPATING UNITS</b>				
	<b>18,145,184</b>	<b>19,107,421</b>	<b>16,317,027</b>	<b>18,402,102</b>
<b>S Class</b>				
Number of units 'A' outstanding	982,222.575	1,075,930.226	778,212.907	909,117.146
Net asset value per unit	10.678	10.266	10.922	10.572
Number of units 'B' outstanding	-	-	-	-
Net asset value per unit	-	-	-	-
<b>S Hedged Class</b>				
Number of units 'A' outstanding	708,902.625	768,516.589	702,576.909	812,076.239
Net asset value per unit	10.802	10.490	11.127	10.825
Number of units 'B' outstanding	-	-	-	-
Net asset value per unit	-	-	-	-
<b>SA Class</b>				
Number of units 'A' outstanding	-	-	-	-
Net asset value per unit	-	-	-	-

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

# STATEMENT OF ASSETS AND LIABILITIES

## AS AT JUNE 30, 2014 (continued)

(expressed in EUR)	MODERATE FUND		LIQUIDITY FUND	
	Jun 2014	Dec 2013	Jun 2014	Dec 2013
<b>ASSETS</b>				
Investments in transferable securities	-	-	158,945,060	156,608,074
Investments in collective investment scheme	4,621,303	4,983,299	-	-
Cash at bank (note 11)	40,385	93,176	6,036,360	5,629,520
Amounts receivable on sale of investments	-	-	-	5,324,688
Amounts receivable on subscriptions	-	-	-	-
Interest and dividends receivable, net	-	-	2,345,778	854,287
Unrealised profit on futures contracts (note 15)	-	5,932	-	-
Unrealised profit on forward foreign exchange contracts (note 13)	3,498	3,437	-	-
Other assets	-	-	-	-
<b>TOTAL ASSETS</b>	<b>4,665,186</b>	<b>5,085,844</b>	<b>167,327,198</b>	<b>168,416,569</b>
<b>LIABILITIES</b>				
Bank overdraft (note 11)	-	5,932	-	-
Amounts payable on purchase of investments	-	-	2,807,841	5,185,392
Amounts payable on redemptions	-	-	14,177	193,814
Unrealised loss on forward foreign exchange contracts (note 13)	3,406	-	-	-
Management and advisory fees payable (note 8)	2,525	2,849	70,174	72,174
Other expenses payable	3,736	3,524	84,665	69,240
<b>TOTAL LIABILITIES (Excluding Net Assets Attributable to Holders of Redeemable Participating Units)</b>	<b>9,667</b>	<b>12,305</b>	<b>2,976,857</b>	<b>5,520,620</b>
<b>NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE PARTICIPATING UNITS</b>				
	<b>4,655,519</b>	<b>5,073,539</b>	<b>164,350,341</b>	<b>162,895,949</b>
<b>S Class</b>				
Number of units 'A' outstanding	238,581.398	263,682.816	612,737.147	718,513.163
Net asset value per unit	10.917	10.649	11.054	11.050
Number of units 'B' outstanding	-	-	-	-
Net asset value per unit	-	-	-	-
<b>S Hedged Class</b>				
Number of units 'A' outstanding	185,521.857	209,744.651	-	-
Net asset value per unit	11.056	10.802	-	-
Number of units 'B' outstanding	-	-	-	-
Net asset value per unit	-	-	-	-
<b>SA Class</b>				
Number of units 'A' outstanding	-	-	14,096,402.612	13,875,200.459
Net asset value per unit	-	-	11.179	11.168

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

# STATEMENT OF ASSETS AND LIABILITIES

## AS AT JUNE 30, 2014 (continued)

(expressed in EUR)	TOTAL Jun 2014	TOTAL Dec 2013
<b>ASSETS</b>		
Investments in transferable securities	160,250,158	158,045,675
Investments in collective investment scheme	339,475,261	363,725,297
Cash at bank (note 11)	8,137,038	11,833,182
Amounts receivable on sale of investments	-	5,324,688
Amounts receivable on subscriptions	370,480	46,473
Interest and dividends receivable, net	2,345,823	854,301
Unrealised profit on futures contracts (note 15)	-	584,014
Unrealised profit on forward foreign exchange contracts (note 13)	98,705	223,074
Other assets	52	-
<b>TOTAL ASSETS</b>	<b>510,677,517</b>	<b>540,636,704</b>
<b>LIABILITIES</b>		
Bank overdraft (note 11)	-	584,014
Amounts payable on purchase of investments	2,807,841	5,185,392
Amounts payable on redemptions	236,368	1,243,425
Unrealised loss on forward foreign exchange contracts (note 13)	153,441	-
Management and advisory fees payable (note 8)	390,994	427,277
Other expenses payable	271,290	230,716
<b>TOTAL LIABILITIES (Excluding Net Assets Attributable to Holders of Redeemable Participating Units)</b>	<b>3,859,934</b>	<b>7,670,824</b>
<b>NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE PARTICIPATING UNITS</b>	<b>506,817,583</b>	<b>532,965,880</b>

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

## CHANGES IN THE NUMBER OF UNITS FOR THE PERIOD ENDED JUNE 30, 2014

	ACTIVE 100 FUND		ACTIVE 80 FUND	
	Jun 2014	Dec 2013	Jun 2014	Dec 2013
<b>S Class</b>				
<b>Number of units 'A' in issue at the beginning of the period</b>	<b>14,139,323.537</b>	<b>16,833,306.922</b>	<b>10,546,437.411</b>	<b>12,665,211.001</b>
<b>Number of units 'B' in issue at the beginning of the period</b>	-	-	-	-
Number of 'A' units issued	120,555.790	136,462.675	39,339.186	96,181.253
Number of 'B' units issued	-	-	-	-
Number of 'A' units redeemed	(1,874,449.605)	(2,830,446.060)	(1,395,061.228)	(2,214,954.843)
Number of 'B' units redeemed	-	-	-	-
<b>Number of units 'A' in issue at the end of the period</b>	<b>12,385,429.722</b>	<b>14,139,323.537</b>	<b>9,190,715.369</b>	<b>10,546,437.411</b>
<b>Number of units 'B' in issue at the end of the period</b>	-	-	-	-
<b>S Hedge Class</b>				
<b>Number of units 'A' in issue at the beginning of the period</b>	-	-	-	-
<b>Number of units 'B' in issue at the beginning of the period</b>	-	-	-	-
Number of 'A' units issued	-	-	-	-
Number of 'B' units issued	-	-	-	-
Number of 'A' units redeemed	-	-	-	-
Number of 'B' units redeemed	-	-	-	-
<b>Number of units 'A' in issue at the end of the period</b>	-	-	-	-
<b>Number of units 'B' in issue at the end of the period</b>	-	-	-	-
<b>SA Class</b>				
<b>Number of units 'A' in issue at the beginning of the period</b>	-	-	-	-
Number of 'A' units issued	-	-	-	-
Number of 'A' units redeemed	-	-	-	-
<b>Number of units 'A' in issue at the end of the period</b>	-	-	-	-

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

## CHANGES IN THE NUMBER OF UNITS FOR THE PERIOD ENDED JUNE 30, 2014 (continued)

	ACTIVE 40 FUND		ACTIVE 10 FUND	
	Jun 2014	Dec 2013	Jun 2014	Dec 2013
<b>S Class</b>				
Number of units 'A' in issue at the beginning of the period	2,508,065.054	3,489,787.902	605,324.448	940,320.241
Number of units 'B' in issue at the beginning of the period	-	-	-	-
Number of 'A' units issued	20,912.888	51,551.243	156,721.867	40,828.713
Number of 'B' units issued	-	-	-	-
Number of 'A' units redeemed	(229,232.126)	(1,033,274.091)	(69,826.211)	(375,824.506)
Number of 'B' units redeemed	-	-	-	-
<b>Number of units 'A' in issue at the end of the period</b>	<b>2,299,745.816</b>	<b>2,508,065.054</b>	<b>692,220.104</b>	<b>605,324.448</b>
<b>Number of units 'B' in issue at the end of the period</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>
<b>S Hedge Class</b>				
Number of units 'A' in issue at the beginning of the period	-	-	-	-
Number of units 'B' in issue at the beginning of the period	-	-	-	-
Number of 'A' units issued	-	-	-	-
Number of 'B' units issued	-	-	-	-
Number of 'A' units redeemed	-	-	-	-
Number of 'B' units redeemed	-	-	-	-
<b>Number of units 'A' in issue at the end of the period</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>
<b>Number of units 'B' in issue at the end of the period</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>
<b>SA Class</b>				
Number of units 'A' in issue at the beginning of the period	-	-	-	-
Number of 'A' units issued	-	-	-	-
Number of 'A' units redeemed	-	-	-	-
<b>Number of units 'A' in issue at the end of the period</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>

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

## CHANGES IN THE NUMBER OF UNITS FOR THE PERIOD ENDED JUNE 30, 2014 (continued)

	AGGRESSIVE FUND		AGGRESSIVE PLUS FUND	
	Jun 2014	Dec 2013	Jun 2014	Dec 2013
<b>S Class</b>				
<b>Number of units 'A' in issue at the beginning of the period</b>	<b>934,637.425</b>	<b>1,127,062.566</b>	<b>2,906,703.423</b>	<b>3,514,925.500</b>
<b>Number of units 'B' in issue at the beginning of the period</b>	-	-	-	-
Number of 'A' units issued	899.538	34,442.384	37,907.058	36,697.392
Number of 'B' units issued	-	-	-	-
Number of 'A' units redeemed	(52,665.225)	(226,867.525)	(299,199.846)	(644,919.469)
Number of 'B' units redeemed	-	-	-	-
<b>Number of units 'A' in issue at the end of the period</b>	<b>882,871.738</b>	<b>934,637.425</b>	<b>2,645,410.635</b>	<b>2,906,703.423</b>
<b>Number of units 'B' in issue at the end of the period</b>	-	-	-	-
<b>S Hedge Class</b>				
<b>Number of units 'A' in issue at the beginning of the period</b>	<b>757,020.652</b>	<b>925,553.597</b>	<b>1,803,363.941</b>	<b>2,129,326.517</b>
<b>Number of units 'B' in issue at the beginning of the period</b>	-	-	-	-
Number of 'A' units issued	10,012.645	11,806.443	17,440.653	33,842.864
Number of 'B' units issued	-	-	-	-
Number of 'A' units redeemed	(62,252.012)	(180,339.388)	(195,919.433)	(359,805.440)
Number of 'B' units redeemed	-	-	-	-
<b>Number of units 'A' in issue at the end of the period</b>	<b>704,781.285</b>	<b>757,020.652</b>	<b>1,624,885.161</b>	<b>1,803,363.941</b>
<b>Number of units 'B' in issue at the end of the period</b>	-	-	-	-
<b>SA Class</b>				
<b>Number of units 'A' in issue at the beginning of the period</b>	-	-	-	-
Number of 'A' units issued	-	-	-	-
Number of 'A' units redeemed	-	-	-	-
<b>Number of units 'A' in issue at the end of the period</b>	-	-	-	-

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

## CHANGES IN THE NUMBER OF UNITS FOR THE PERIOD ENDED JUNE 30, 2014 (continued)

	DYNAMIC FUND		BALANCED FUND	
	Jun 2014	Dec 2013	Jun 2014	Dec 2013
<b>S Class</b>				
<b>Number of units 'A' in issue at the beginning of the period</b>	<b>1,075,930.226</b>	<b>1,324,410.783</b>	<b>909,117.146</b>	<b>1,192,165.127</b>
<b>Number of units 'B' in issue at the beginning of the period</b>	-	-	-	-
Number of 'A' units issued	6,448.135	13,801.391	2,464.701	40,641.913
Number of 'B' units issued	-	-	-	-
Number of 'A' units redeemed	(100,155.786)	(262,281.948)	(133,368.940)	(323,689.894)
Number of 'B' units redeemed	-	-	-	-
<b>Number of units 'A' in issue at the end of the period</b>	<b>982,222.575</b>	<b>1,075,930.226</b>	<b>778,212.907</b>	<b>909,117.146</b>
<b>Number of units 'B' in issue at the end of the period</b>	-	-	-	-
<b>S Hedge Class</b>				
<b>Number of units 'A' in issue at the beginning of the period</b>	<b>768,516.589</b>	<b>926,037.867</b>	<b>812,076.239</b>	<b>1,068,085.322</b>
<b>Number of units 'B' in issue at the beginning of the period</b>	-	-	-	-
Number of 'A' units issued	3,180.339	7,145.094	-	18,487.112
Number of 'B' units issued	-	-	-	-
Number of 'A' units redeemed	(62,794.303)	(164,666.372)	(109,499.330)	(274,496.195)
Number of 'B' units redeemed	-	-	-	-
<b>Number of units 'A' in issue at the end of the period</b>	<b>708,902.625</b>	<b>768,516.589</b>	<b>702,576.909</b>	<b>812,076.239</b>
<b>Number of units 'B' in issue at the end of the period</b>	-	-	-	-
<b>SA Class</b>				
<b>Number of units 'A' in issue at the beginning of the period</b>	-	-	-	-
Number of 'A' units issued	-	-	-	-
Number of 'A' units redeemed	-	-	-	-
<b>Number of units 'A' in issue at the end of the period</b>	-	-	-	-

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

## CHANGES IN THE NUMBER OF UNITS FOR THE PERIOD ENDED JUNE 30, 2014 (continued)

	MODERATE FUND		LIQUIDITY FUND	
	Jun 2014	Dec 2013	Jun 2014	Dec 2013
<b>S Class</b>				
<b>Number of units 'A' in issue at the beginning of the period</b>	<b>263,682.816</b>	<b>362,623.929</b>	<b>718,513.163</b>	<b>1,032,977.974</b>
<b>Number of units 'B' in issue at the beginning of the period</b>	-	-	-	-
Number of 'A' units issued	2,229.533	42,445.305	107,597.409	206,602.672
Number of 'B' units issued	-	-	-	-
Number of 'A' units redeemed	(27,330.951)	(141,386.418)	(213,373.425)	(521,067.483)
Number of 'B' units redeemed	-	-	-	-
<b>Number of units 'A' in issue at the end of the period</b>	<b>238,581.398</b>	<b>263,682.816</b>	<b>612,737.147</b>	<b>718,513.163</b>
<b>Number of units 'B' in issue at the end of the period</b>	-	-	-	-
<b>S Hedge Class</b>				
<b>Number of units 'A' in issue at the beginning of the period</b>	<b>209,744.651</b>	<b>269,330.254</b>	-	-
<b>Number of units 'B' in issue at the beginning of the period</b>	-	-	-	-
Number of 'A' units issued	925.426	11,139.695	-	-
Number of 'B' units issued	-	-	-	-
Number of 'A' units redeemed	(25,148.220)	(70,725.298)	-	-
Number of 'B' units redeemed	-	-	-	-
<b>Number of units 'A' in issue at the end of the period</b>	<b>185,521.857</b>	<b>209,744.651</b>	-	-
<b>Number of units 'B' in issue at the end of the period</b>	-	-	-	-
<b>SA Class</b>				
<b>Number of units 'A' in issue at the beginning of the period</b>	-	-	<b>13,875,200.459</b>	<b>13,704,775.571</b>
Number of 'A' units issued	-	-	512,142.202	1,188,536.838
Number of 'A' units redeemed	-	-	(290,940.049)	(1,018,111.950)
<b>Number of units 'A' in issue at the end of the period</b>	-	-	<b>14,096,402.612</b>	<b>13,875,200.459</b>

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

# NOTES TO THE FINANCIAL STATEMENTS

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## Note 1 – Establishment and Organisation

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The Fund is an open-ended umbrella unit trust established as a UCITS pursuant to the European Communities (Undertakings for Collective Investment in Transferable Securities) Regulations, 2011. The Fund was constituted on February 7, 2005 and commenced trading on September 22, 2005. These financial statements cover the period December 31, 2013 to June 27, 2014, the last trading date being June 27, 2014, in line with the Fund's Prospectus.

As at June 30, 2014, the Fund has ten Sub-Funds denominated in Euro – Active 100 Fund, Active 80 Fund, Active 40 Fund, Active 10 Fund, Aggressive Fund, Aggressive Plus Fund, Dynamic Fund, Balanced Fund, Moderate Fund and Liquidity Fund.

The assets of each Sub-Fund are invested separately in accordance with the investment policies of that Sub-Fund which are set out in the supplement of the Prospectus.

## Note 2 – Significant Accounting Policies

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### (a) Basis of Accounting

The abridged financial statements are prepared in accordance with accounting standards generally accepted in Ireland and the provisions of the European Communities (Undertakings for Collective Investment in Transferable Securities) Regulations, 2011 and the Trust Deed. The financial statements are prepared under the historical cost convention, adjusted to take account of the revaluation of investments.

### (b) Financial instruments

#### (i) Classification

The Fund classifies its investments into the financial assets at fair value through profit or loss category.

The category of financial assets and liabilities at fair value through profit or loss comprises financial instruments held-for-trading.

Financial instruments held-for-trading are those that the Fund principally holds for the purpose of short-term profit taking. All derivatives in a net receivable position (positive fair value), are reported as financial assets held-for-trading. All derivatives in a net payable position (negative fair value) are reported as financial liabilities held-for-trading.

#### (ii) Recognition

The Fund recognises financial assets held-for-trading on the trade date, being the date it commits to purchase or sell short the instruments. From this date any gains and losses arising from changes in fair value of the assets or liabilities are recognised in the relevant Sub-Fund and Statement of Operations, where relevant. Other financial assets and liabilities are recognised on the date they are originated.

#### (iii) Initial measurement

Financial instruments categorised at fair value through profit or loss are measured initially at fair value, with transaction costs for such instruments being expensed immediately in the Statement of Operations, where relevant.

Financial assets and liabilities not at fair value through profit or loss are recognised initially at fair value plus transaction costs that are directly attributable to their acquisition or issue.

#### (iv) Subsequent measurement

After initial measurement, the Fund measures financial instruments which are classified as at fair value through profit or loss, at their fair values. Fair value is the price that would be received to sell an asset or paid to transfer a liability in an orderly transaction between market participants at the measurement date.

#### (v) Derecognition

The Fund derecognises a financial asset when the contractual rights to the cash flows from the financial asset expire or the Fund transfers the financial asset and the transfer qualifies for derecognition in accordance with Irish GAAP. The Fund derecognises a financial liability when the obligation specified in the contract is discharged, cancelled or expires.

# NOTES TO THE FINANCIAL STATEMENTS

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## Note 2 – Significant Accounting Policies (continued)

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(c) **Equalisation**

Equalisation only applies to units purchased during the distribution period. It is the average amount of income included in the purchase price of all units and is refunded to holders of these units as a return of capital. Being capital, it is not liable to income tax but must be deducted from the cost of units for capital gains tax purposes.

(d) **Operating Expenses**

The Fund is responsible for all normal operating expenses including administration fees, fees and expenses of the Manager and the Trustee, audit fees, stamp and other duties and charges incurred on the acquisition and realisation of investments. Such costs are expensed in the period to which they relate.

(e) **Valuation of Investments**

The assets of a Sub-Fund are valued on each Dealing Day as follows:

- i) Any asset listed and regularly traded on a Recognised Exchange and for which market quotations are readily available shall be valued at the closing price at the relevant Valuation Point and any asset listed but not regularly traded on a Recognised Exchange and for which market quotations are readily available shall be valued at the latest available price at the relevant Valuation Point, provided that the value of any investment listed on a Recognised Exchange but acquired or traded at a premium or at a discount outside or off the relevant Recognised Exchange or on an over-the-counter market, shall be valued taking into account the level of premium or discount as of the date of valuation of the investment and subject to approval of the Trustee. The Valuation Point for these semi-annual financial statements was June 27, 2014.
- ii) If an asset is listed on several Recognised Exchanges, the stock exchange or market, which in the opinion of the Administrator constitutes the main market for such assets, will be used.
- iii) The assets of a Sub-Fund which are not listed or which are listed but in respect of which prices are not available or in respect of which the closing price does not represent fair market value shall be valued at their probable realisation value estimated with care in good faith by (i) the Administrator, based upon the advice of the relevant Investment Manager and such value will be approved by the Trustee or (ii) a competent person, firm or corporation selected by the Manager and approved for such purpose by the Trustee.
- iv) Derivative contracts traded on a regulated market including without limitation futures and options contracts and index futures shall be valued at the settlement price as determined by the market. If the settlement price is not available, the value shall be the probable realisation value estimated with care and in good faith by (i) the Manager or (ii) a competent person, firm or corporation selected by the Manager and approved for the purpose by the Trustee or (iii) any other means provided that the value is approved by the Trustee. Over-the-counter derivative contracts will be valued daily either (i) on the basis of a quotation provided by the relevant counterparty and such valuation shall be approved or verified at least weekly by a party who is approved for the purpose by the Trustee and who is independent of the counterparty (the “Counterparty Valuation”); or (ii) using an alternative valuation provided by a competent person appointed by the Manager and approved for the purpose by the Trustee or a valuation by any other means provided that the value is approved by the Trustee (the “Alternative Valuation”). Where the Alternative Valuation method is used the Manager will follow international best practice and adhere to the principles on valuation of over-the-counter instruments established by bodies such as IOSCO (the International Organisation of Securities Commissions) and AIMA (the Alternative Investment Management Association) and will be reconciled to the Counterparty Valuation on a monthly basis. Where significant differences arise these will be promptly investigated and explained.
- v) Forward foreign exchange and interest rate swap contracts shall be valued in the same manner as over-the-counter derivatives contracts or by reference to freely available market quotations.
- vi) Units in other collective investment schemes not valued pursuant to paragraph i) above are valued by reference to the latest available net asset value of the units of the relevant collective investment scheme.

# NOTES TO THE FINANCIAL STATEMENTS

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## Note 2 – Significant Accounting Policies (continued)

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### (e) Valuation of Investments (continued)

- vii) The Manager, with the approval of the Trustee may adjust the value of any investment if, having regard to its currency, marketability, applicable interest rates, anticipated rates of dividend, maturity, liquidity or any other relevant consideration, they consider that such adjustment is required to reflect the fair value thereof.
- viii) Assets denominated in a currency other than in the base currency of the relevant Sub-Fund are converted into a base currency at the rate (whether official or otherwise) which the Administrator after consulting or in accordance with a method approved by the Trustee deems appropriate in the circumstances.
- ix) Cash and other liquid assets are valued at their nominal value plus accrued interest.
- x) In the case of a Sub-Fund which is a money market Sub-Fund, the Manager may use the amortised cost method of valuation provided such Sub-Fund complies with the Central Bank of Ireland's requirements for money market Sub-Funds and where a review of the amortised cost valuation vis-à-vis market valuation will be carried out in accordance with the Central Bank of Ireland's guidelines.
- xi) In the case of non-money market Sub-Funds, the Manager may value money market instruments on an amortised cost basis, in accordance with the Central Bank of Ireland's requirements.

### (f) Cash and Cash Equivalents

Cash comprises current deposits with banks. Cash equivalents are short-term highly liquid investments that are readily convertible to known amounts of cash, are subject to an insignificant risk of changes in value, and are held for the purpose of meeting short-term cash commitments rather than for investment or other purposes.

### (g) Foreign Currencies

The reporting currency of the Fund and of each Sub-Fund is Euro. Foreign currency assets and liabilities are translated into Euro at the exchange rate ruling at the period end. The cost of investment securities expressed in currencies other than the Euro are translated into Euro at the exchange rate prevailing at the purchase date. Transactions in foreign currencies are translated into Euro at the exchange rate at the date of the transaction. The portion of realised gains and losses on sale of investments that result from changes in the foreign exchange rates between the date of purchases and sales are included in net realised appreciation on sale of investments.

### (h) Net Asset Value

The net asset value per unit of each class of units is calculated by dividing the net assets of the Sub-Fund attributable to that class by the total number of units outstanding in that class.

### (i) Cash Flow Statement

The Fund is exempt from the requirement of Financial Reporting Standard No.1 to include a cash flow statement as part of its financial statements because it is an open-ended investment fund which invests in liquid investments and because details of changes in net assets are reported as part of its Statement of Changes in Net Assets Attributable to Holders of Redeemable Participating Units.

### (j) Transaction fees

Transaction fees include fees and commissions paid to agents, advisers, brokers and dealers, levies by regulatory agencies and security exchanges, and transfer taxes and duties. Transaction fees do not include debt premiums or discounts, financing costs or internal administrative or holding costs. Transaction fees relate to the purchase and sale of investments.

### (k) Classification of Redeemable Participating Units

The Fund provides its Unitholders with the right to redeem their interest in the Fund at any dealing date for cash equal to their proportionate share of the Net Asset Value of the Fund. Under FRS 25, this right represents in substance a liability of the Fund to Unitholders and accordingly redeemable participating units are classified as financial liabilities in these financial statements. The liability to Unitholders is prescribed as "Net assets attributable to holders of redeemable participating units" in the Statement of Asset and Liabilities. Distributions to Unitholders are shown as a financial cost in the Statement of Operations, where relevant.

# NOTES TO THE FINANCIAL STATEMENTS

## Note 3 – Movements in Capital for the Period Ended June 30, 2014

(expressed in EUR)	ACTIVE 100 FUND		ACTIVE 80 FUND	
	Jun 2014	Dec 2013	Jun 2014	Dec 2013
Issue of units	1,176,752	1,256,887	353,577	860,998
Redemption of units	(18,129,607)	(26,147,671)	(12,659,447)	(19,587,303)
<b>Total</b>	<b>(16,952,855)</b>	<b>(24,890,784)</b>	<b>(12,305,870)</b>	<b>(18,726,305)</b>

(expressed in EUR)	ACTIVE 40 FUND		ACTIVE 10 FUND	
	Jun 2014	Dec 2013	Jun 2014	Dec 2013
Issue of units	208,862	506,980	1,545,319	412,176
Redemption of units	(2,281,390)	(10,218,136)	(688,735)	(3,791,287)
<b>Total</b>	<b>(2,072,528)</b>	<b>(9,711,156)</b>	<b>856,584</b>	<b>(3,379,111)</b>

(expressed in EUR)	AGGRESSIVE FUND		AGGRESSIVE PLUS FUND	
	Jun 2014	Dec 2013	Jun 2014	Dec 2013
Issue of units	112,764	450,038	582,314	697,172
Redemption of units	(1,172,476)	(3,885,282)	(5,169,777)	(9,934,624)
<b>Total</b>	<b>(1,059,712)</b>	<b>(3,435,244)</b>	<b>(4,587,463)</b>	<b>(9,237,452)</b>

(expressed in EUR)	DYNAMIC FUND		BALANCED FUND	
	Jun 2014	Dec 2013	Jun 2014	Dec 2013
Issue of units	100,602	207,765	26,123	612,390
Redemption of units	(1,696,721)	(4,250,538)	(2,608,596)	(6,235,958)
<b>Total</b>	<b>(1,596,119)</b>	<b>(4,042,773)</b>	<b>(2,582,473)</b>	<b>(5,623,568)</b>

(expressed in EUR)	MODERATE FUND		LIQUIDITY FUND	
	Jun 2014	Dec 2013	Jun 2014	Dec 2013
Issue of units	33,796	562,558	6,911,279	15,563,302
Redemption of units	(566,081)	(2,241,834)	(5,607,849)	(17,135,676)
<b>Total</b>	<b>(532,285)</b>	<b>(1,679,276)</b>	<b>1,303,430</b>	<b>(1,572,374)</b>

(expressed in EUR)	TOTAL	
	Jun 2014	Dec 2013
Issue of units	11,051,388	21,130,266
Redemption of units	(50,580,679)	(103,428,309)
<b>Total</b>	<b>(39,529,291)</b>	<b>(82,298,043)</b>

# NOTES TO THE FINANCIAL STATEMENTS

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## Note 4 – Units

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Units of each Sub-Fund are all freely transferable, designated as ‘A’ or ‘B’ units and, subject to such designation, are all entitled to participate equally in the profits and distributions (if any) of that Sub-Fund and in its assets in the event of termination. The Units, which are of no par value and which must be fully paid for upon issue, carry no preferential or pre-emptive rights. Fractions of Units may be issued up to three decimal places.

A Unit in a Sub-Fund represents the beneficial ownership of one undivided share in the assets of the relevant Sub-Fund attributable to the relevant Class.

The Fund is made up of the Sub-Funds, each Sub-Fund being a single pool of assets. The Manager may, whether on the establishment of a Sub-Fund or from time to time, create more than one Class of Units in a Sub-Fund to which different levels of subscription fees and expenses (including the management fee), minimum subscription, minimum holding, designated currency, hedging strategy (if any) applied to the designated currency of the Class, distribution policy and such other features as the Manager may determine may be applicable. Units shall be issued to investors as Units in a Class.

The net assets attributable to holders of redeemable participating units are at all times equal to the Net Asset Value of the Fund. The participating units are in substance a liability of the Fund to Unitholders under FRS 25 as they can be redeemed at the option of the Unitholder.

## Note 5 – Taxation

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The Fund qualifies as an investment undertaking as defined in Section 739B (1) of the Taxes Act. Under current Irish law and practice, it is not chargeable to Irish tax on its income and capital gains. Tax may arise on the happening of a chargeable event. A chargeable event includes any distribution payments to Unitholders or any encashment, redemption or transfer of units. No tax will arise on the Fund in respect of chargeable events in respect of:-

- (i) a Unitholder who is not Irish resident and not ordinarily resident in Ireland at the time of the chargeable event; or
- (ii) certain exempted Irish resident investors who have provided the Fund with the necessary signed statutory declarations; or
- (iii) units held in a recognised clearing system as designated by the order of the Irish Revenue Commissioners.

Distributions and interest on securities issued in countries other than Ireland may be subject to taxes including withholding taxes imposed by such countries. The Fund may not be able to benefit from a reduction in the rate of withholding tax by virtue of the double taxation agreement in operation between Ireland and other countries. The Fund may not, therefore, be able to reclaim withholding tax suffered by it in particular countries.

To the extent that a chargeable event arises in respect of an Irish Unitholder, the Fund may be required to deduct tax in connection with that chargeable event and pay the tax to the Irish Revenue Commissioners. A chargeable event can include dividend payments to Unitholders, appropriation, cancellation, redemption, repurchase or transfer of units, or a deemed disposal of units every 8 years beginning from the date of acquisition of those units. Certain exemptions can apply to tax exempt Irish investors to the extent that these Unitholders have appropriate tax declarations in place with the Fund, in which case there may be no requirement to deduct tax.

## Note 6 – Contingent Liabilities

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There were no significant contingent liabilities at the period end (there were no significant contingent liabilities as at December 31, 2013).

## Note 7 – Soft Commission Arrangements

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For the financial period under review and for the year ended December 31, 2013, the Manager received soft commissions from brokers/dealers in consideration for directing dealings in the investments of the Fund. These soft commissions were in the form of goods and services such as subscriptions to Research Services which are of demonstrable benefits to the Unitholders.

# NOTES TO THE FINANCIAL STATEMENTS

## Note 8 – Fee Schedule

Mediolanum International Funds Limited, the Manager, receives an annual management fee, accrued daily and payable monthly in arrears, based on the percentage of the Net Asset Value attributable to each Class of each Fund as follows:

	S Class	SH Class	SA Class
Active 100 Fund	1.00%	-	-
Active 80 Fund	0.90%	-	-
Active 40 Fund	0.50%	-	-
Active 10 Fund	0.25%	-	-
Aggressive Fund	0.70%	0.70%	-
Aggressive Plus Fund	0.70%	0.70%	-
Dynamic Fund	0.60%	0.60%	-
Balanced Fund	0.45%	0.45%	-
Moderate Fund	0.35%	0.35%	-
Liquidity Fund	0.30%	-	0.20%

Mediolanum Asset Management Limited, the Investment Manager, shall be entitled to receive out of the assets of each relevant Sub-Fund an annual fee, accrued at each Valuation Point and payable monthly in arrears of 0.30% of the Net Asset Value of the relevant Sub-Fund (plus VAT, if any), subject to a minimum annual fee of Euro 75,000 per Sub-Fund. The Investment Manager has waived its right to the minimum fee of Euro 75,000 with effect from October 6, 2009 for the Active 10 Fund, the Aggressive Fund and the Moderate Fund. The Investment Manager has waived its right to the minimum fee of Euro 75,000 with effect from December 1, 2012 for the Dynamic Fund and the Balanced Fund. An Investment Manager shall not be entitled to be repaid for any out-of-pocket expenses out of the assets of a Sub-Fund.

Below is a breakdown per Sub-Fund of what the Manager and Investment Manager received for the period ended June 30, 2014.

(expressed in EUR) Sub-Fund Name	Manager Fees		Investment Manager Fees	
	Jun 14	Jun 13	Jun 14	Jun 13
Active 100 Fund	640,373	719,647	192,430	216,089
Active 80 Fund	403,207	464,254	134,573	154,885
Active 40 Fund	59,687	77,120	37,500	46,336
Active 10 Fund	7,818	9,832	9,366	11,828
Aggressive Fund	58,360	61,866	25,025	26,543
Aggressive Plus Fund	163,709	180,371	70,213	77,380
Dynamic Fund	55,287	61,464	27,661	30,765
Balanced Fund	38,499	48,126	25,695	32,126
Moderate Fund	8,421	10,621	7,226	9,116
Liquidity Fund	167,308	164,982	245,538	239,745
	<b>1,602,669</b>	<b>1,798,283</b>	<b>775,227</b>	<b>844,813</b>

RBC Investor Services Bank S.A., Dublin Branch, the Trustee, receives a fee equal to 0.005% per annum of the Net Asset Value of each Sub-Fund (plus VAT, if any). On the 1/4/2013 the safekeeping fee was reduced to 0.0125%, prior to this date the fee was charged at a rate of 0.015%. Each Sub-Fund will also be responsible for transaction charges and sub-custody transaction charges (which will be charged at normal commercial rates).

The Trustee received fees of Euro 5,693, as Trustee Fees, for the period ended June 30, 2014 (June 30, 2013: Euro 4,916).

The Trustee received fees of Euro 14,232, as Custodian Fees, for the period ended June 30, 2014 (June 30, 2013: Euro 14,808).

The Trustee shall also be entitled to be repaid all of its disbursements out of the assets of each Sub-Fund. The Trustee shall pay out of its own fee, the fees of any sub-custodian appointed by it.

# NOTES TO THE FINANCIAL STATEMENTS

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## Note 8 – Fee Schedule (continued)

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RBC Investor Services Ireland Limited, the Administrator, will be entitled to receive out of the assets of the Fund, an administration fee, accrued daily and payable monthly in arrears, of Euro 15,000 (plus VAT, if any) per Sub-Fund per annum. The annual administration fee will be allocated between all Sub-Funds so that each Sub-Fund will be charged a proportionate share of the administration fee based on the Net Asset Value of each Sub-Fund. Each Sub-Fund will also be responsible for transaction charges (which will be charged at normal commercial rates).

The Administrator received fees of Euro 88,204 for the period ended June 30, 2014 (June 30, 2013: Euro 89,642).

RBC Investor Services Ireland Limited, the Transfer Agent, receives out of the assets of the Fund an annual fee, accrued daily and payable monthly in arrears at a rate of Euro 3,000 for the Fund, Euro 2,000 per Sub-Fund and Euro 1,600 per Class of Units (plus VAT, if any).

The Transfer Agent received fees of Euro 24,840 for the period ended June 30, 2014 (June 30, 2013: Euro 24,516).

The Manager shall also be entitled to be repaid all of its Administration Expenses out of the assets of the Fund, which include an annual fee, payable monthly in arrears of up to 0.045% of the Net Asset Value of each relevant Sub-Fund for which services are provided (plus VAT, if any) in relation to the provision of performance attribution, performance measurement, risk analyses and research services to each relevant Sub-Fund. Administration Expenses of Euro 115,950 incurred for period ended June 30, 2014 (June 30, 2013: Euro 126,691).

## Note 9 – Performance Fee

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The Investment Manager is not entitled to receive a performance fee from the assets of the Sub-Funds.

## Note 10 – Foreign Exchange Translation

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The exchange rates as at June 30, 2014, which were used to convert assets and liabilities denominated in foreign currencies were as follows:

AUD	1.448420	HKD	10.574031	USD	1.364050
CHF	1.215164	JPY	138.280639	ZAR	14.497598
GBP	0.801628	SEK	9.187192		

The exchange rates as at December 31, 2013, which were used to convert assets and liabilities denominated in foreign currencies were as follows:

AUD	1.550362	GBP	0.835925	MXN	18.058406	SKK	30.126000
CAD	1.472833	HKD	10.712901	NOK	8.396443	THB	45.394650
CHF	1.224517	HUF	296.295264	NZD	1.685003	USD	1.381450
CZK	27.403198	IDR	16,867.521368	PLN	4.146768	ZAR	14.444421
DKK	7.459958	JPY	145.100539	SEK	8.877358		

## Note 11 – Cash at Bank

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Cash balances are held by RBC Investor Services Bank S.A. and Banca Mediolanum. Third Party Deposits are held with Banca Mediolanum. As at June 30, 2014, no Sub-Funds had a cash balance greater than 10% of Net Assets.

As at December 31, 2013, no Sub-Fund had a cash balance greater than 10% of Net Assets.

# NOTES TO THE FINANCIAL STATEMENTS

## Note 11 – Cash at Bank (continued)

As at June 30, 2014, the following are the cash held at bank and cash held as collateral:

	Active 100 Fund	Active 80 Fund	Active 40 Fund	Active 10 Fund	Aggressive Fund	Aggressive Plus Fund
(expressed in EUR)	Jun 2014	Jun 2014	Jun 2014	Jun 2014	Jun 2014	Jun 2014
Cash	1,282,004	39,694	42,787	81,674	119,899	109,110
<b>Cash held as collateral</b>						
Goldman Sachs	-	-	-	-	-	-
<b>Total Cash at Bank</b>	<b>1,282,004</b>	<b>39,694</b>	<b>42,787</b>	<b>81,674</b>	<b>119,899</b>	<b>109,110</b>

Bank Overdraft	-	-	-	-	-	-
<b>Bank Overdraft</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>

	Dynamic Fund	Balanced Fund	Moderate Fund	Liquidity Fund
(expressed in EUR)	Jun 2014	Jun 2014	Jun 2014	Jun 2014
Cash	157,524	227,601	40,385	6,036,360
<b>Cash held as collateral</b>				
Goldman Sachs	-	-	-	-
<b>Total Cash at Bank</b>	<b>157,524</b>	<b>227,601</b>	<b>40,385</b>	<b>6,036,360</b>

Bank Overdraft	-	-	-	-
<b>Bank Overdraft</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>

As at December 31, 2013, the following are the cash held at bank and cash held as collateral:

	Active 100 Fund	Active 80 Fund	Active 40 Fund	Active 10 Fund	Aggressive Fund	Aggressive Plus Fund
(expressed in EUR)	Dec 2013	Dec 2013	Dec 2013	Dec 2013	Dec 2013	Dec 2013
Cash	1,534,027	770,867	238,690	42,842	211,694	702,020
<b>Cash held as collateral</b>						
Goldman Sachs	878,767	489,387	134,515	28,555	113,524	232,899
<b>Total Cash at Bank</b>	<b>2,412,794</b>	<b>1,260,254</b>	<b>373,205</b>	<b>71,397</b>	<b>325,218</b>	<b>934,919</b>

Bank Overdraft	235,414	164,987	44,397	5,932	28,664	35,593
<b>Bank Overdraft</b>	<b>235,414</b>	<b>164,987</b>	<b>44,397</b>	<b>5,932</b>	<b>28,664</b>	<b>35,593</b>

	Dynamic Fund	Balanced Fund	Moderate Fund	Liquidity Fund
(expressed in EUR)	Dec 2013	Dec 2013	Dec 2013	Dec 2013
Cash	249,036	274,080	59,301	5,629,520
<b>Cash held as collateral</b>				
Goldman Sachs	106,262	103,321	33,875	-
<b>Total Cash at Bank</b>	<b>355,298</b>	<b>377,401</b>	<b>93,176</b>	<b>5,629,520</b>

Bank Overdraft	33,031	30,064	5,932	-
<b>Bank Overdraft</b>	<b>33,031</b>	<b>30,064</b>	<b>5,932</b>	<b>-</b>

# NOTES TO THE FINANCIAL STATEMENTS

## Note 12 – Derivative Contracts

UCITS Regulations permits Funds to invest in financial derivative instruments both for investment purposes and for efficient portfolio management/hedging purposes, in each case subject to the conditions and within the limits laid down by the Central Bank of Ireland and the Fund's investment policies. The Sub-Fund Information Card outlines the permitted techniques and instruments for each Sub-Fund. During the period the instruments used by the Sub-Funds were for investment purposes and related efficient portfolio management. These instruments consisted of options and futures. The Sub-Funds also entered into forward currency contracts to purchase or sell a specific currency at a future date at a price set at the time of the contract. The Sub-Funds entered into these contracts to hedge against changes in currency exchange rates. The Sub-Funds can use one currency (or a basket of currencies) to hedge against adverse changes in the value of another currency (or a basket of currencies) when exchange rates between the two currencies are positively correlated.

## Note 13 – Forward Foreign Exchange Contracts

As at June 30, 2014, the Fund has entered into the following outstanding contracts with RBC Investor Services Bank S.A.:

Sub-Fund Name	Currency Purchased		Currency Sold		Unrealised Appreciation/ (Depreciation) EUR
<b>AGGRESSIVE FUND</b>					
<b>Maturity</b>					
30-Jun-14	EUR	571,995	GBP	(463,469)	(6,165)
30-Jun-14	EUR	534,525	JPY	(74,205,997)	(2,108)
30-Jun-14	EUR	3,436,307	USD	(4,693,237)	(4,356)
30-Jun-14	JPY	74,205,997	EUR	(535,329)	1,305
30-Jun-14	USD	4,693,237	EUR	(3,458,029)	(17,366)
30-Jun-14	GBP	463,469	EUR	(578,396)	(236)
31-Jul-14	EUR	535,274	JPY	(74,205,997)	(1,361)
31-Jul-14	EUR	3,457,017	USD	(4,693,237)	16,461
31-Jul-14	EUR	578,091	GBP	(463,469)	93
31-Jul-14	EUR	38,430	JPY	(5,323,424)	(67)
31-Jul-14	GBP	25,984	EUR	(32,514)	(109)
<b>Total as at June 30, 2014</b>					<b>(13,909)</b>
<b>Total as at December 31, 2013</b>					<b>47,168</b>
<b>AGGRESSIVE PLUS FUND</b>					
<b>Maturity</b>					
30-Jun-14	EUR	1,208,106	GBP	(978,888)	(13,020)
30-Jun-14	EUR	1,164,587	JPY	(161,675,022)	(4,594)
30-Jun-14	EUR	7,545,993	USD	(10,306,159)	(9,565)
30-Jun-14	JPY	161,675,022	EUR	(1,166,338)	2,843
30-Jun-14	GBP	978,888	EUR	(1,221,625)	(499)
30-Jun-14	USD	10,306,159	EUR	(7,593,692)	(38,134)
31-Jul-14	EUR	1,166,219	JPY	(161,675,022)	(2,966)
31-Jul-14	EUR	7,591,471	USD	(10,306,159)	36,147
31-Jul-14	EUR	1,220,980	GBP	(978,888)	197
31-Jul-14	GBP	56,547	EUR	(70,758)	(238)
31-Jul-14	EUR	65,789	JPY	(9,081,008)	118
<b>Total as at June 30, 2014</b>					<b>(29,711)</b>
<b>Total as at December 31, 2013</b>					<b>107,862</b>

# NOTES TO THE FINANCIAL STATEMENTS

## Note 13 – Forward Foreign Exchange Contracts (continued)

Sub-Fund Name	Currency Purchased		Currency Sold	Unrealised Appreciation/ (Depreciation)	EUR
<b>DYNAMIC FUND</b>					
<b>Maturity</b>					
30-Jun-14	EUR	393,539	GBP	(318,872)	(4,241)
30-Jun-14	EUR	416,619	JPY	(57,837,551)	(1,644)
30-Jun-14	EUR	2,403,865	USD	(3,283,148)	(3,047)
30-Jun-14	EUR	25,179	JPY	(3,513,567)	(230)
30-Jun-14	USD	1,269,750	EUR	(935,721)	(4,853)
30-Jun-14	GBP	318,872	EUR	(399,179)	(1,398)
30-Jun-14	JPY	61,351,118	EUR	(443,842)	(171)
30-Jun-14	EUR	965,502	USD	(1,308,053)	6,554
30-Jun-14	EUR	431,339	JPY	(59,705,528)	(431)
30-Jun-14	EUR	390,502	GBP	(311,824)	1,514
30-Jun-14	USD	3,321,451	EUR	(2,447,282)	(12,290)
30-Jun-14	GBP	311,824	EUR	(389,148)	(159)
30-Jun-14	JPY	59,705,528	EUR	(430,721)	1,050
31-Jul-14	EUR	430,677	JPY	(59,705,528)	(1,095)
31-Jul-14	EUR	2,446,566	USD	(3,321,451)	11,649
31-Jul-14	EUR	388,942	GBP	(311,824)	63
31-Jul-14	GBP	311,824	EUR	(390,190)	(1,310)
31-Jul-14	EUR	374,416	GBP	(300,310)	(104)
<b>Total as at June 30, 2014</b>					<b>(10,143)</b>
<b>Total as at December 31, 2013</b>					<b>35,626</b>
<b>BALANCED FUND</b>					
<b>Maturity</b>					
30-Jun-14	EUR	1,877,624	USD	(2,564,419)	(2,380)
30-Jun-14	USD	1,725,056	EUR	(1,271,251)	(6,594)
30-Jun-14	EUR	1,236,436	USD	(1,675,111)	8,394
30-Jun-14	USD	2,514,474	EUR	(1,852,692)	(9,304)
31-Jul-14	EUR	1,852,151	USD	(2,514,474)	8,819
<b>Total as at June 30, 2014</b>					<b>(1,065)</b>
<b>Total as at December 31, 2013</b>					<b>28,981</b>
<b>MODERATE FUND</b>					
<b>Maturity</b>					
30-Jun-14	EUR	290,781	USD	(397,142)	(369)
30-Jun-14	USD	397,142	EUR	(292,668)	(1,518)
30-Jun-14	EUR	303,112	USD	(410,653)	2,058
30-Jun-14	USD	410,653	EUR	(302,574)	(1,519)
31-Jul-14	EUR	302,485	USD	(410,653)	1,440
<b>Total as at June 30, 2014</b>					<b>92</b>
<b>Total as at December 31, 2013</b>					<b>3,437</b>

# NOTES TO THE FINANCIAL STATEMENTS

## Note 14 – Options

As at June 30, 2014, the Fund had not entered into any option transactions (as at December 31, 2013, the Fund had not entered into any option transactions).

## Note 15 – Futures Contracts

As at June 30, 2014, the Fund had no open futures contracts. As at December 31, 2013, the Fund had entered into the following future contracts:

Numbers of contracts purchased/(sold)	Description	Currency	Commitments	Unrealised Gain/(Loss) in EUR
<b>ACTIVE 100 FUND</b>				
Total as at December 31, 2013				235,414
<b>ACTIVE 80 FUND</b>				
Total as at December 31, 2013				164,987
<b>ACTIVE 40 FUND</b>				
Total as at December 31, 2013				44,397
<b>ACTIVE 10 FUND</b>				
Total as at December 31, 2013				5,932
<b>AGGRESSIVE FUND</b>				
Total as at December 31, 2013				28,664
<b>AGGRESSIVE PLUS FUND</b>				
Total as at December 31, 2013				35,593
<b>DYNAMIC FUND</b>				
Total as at December 31, 2013				33,031
<b>BALANCE FUND</b>				
Total as at December 31, 2013				30,064
<b>MODERATE FUND</b>				
Total as at December 31, 2013				5,932

## Note 16 – Financial Instruments

The investment objective of each Sub-Fund is as follows:

### Active 100 Fund

The objective of the Sub-Fund is to provide long-term capital appreciation through a global exposure (including emerging markets) to a diversified portfolio of equity securities.

### Active 80 Fund

The objective of the Sub-Fund is to provide long-term capital appreciation through a global exposure (including emerging markets) to a diversified portfolio of equity securities.

### Active 40 Fund

The objective of the Sub-Fund is to provide long-term capital appreciation through a global exposure (including emerging markets) to a diversified portfolio of bonds and equity securities.

# NOTES TO THE FINANCIAL STATEMENTS

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## Note 16 – Financial Instruments (continued)

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### **Active 10 Fund**

The objective of the Sub-Fund is to provide medium-term capital appreciation through a global exposure (including emerging markets) to a diversified portfolio of bonds.

### **Aggressive Fund**

The objective of the Sub-Fund is to provide long-term capital appreciation through a global exposure to a diversified portfolio of equity securities.

### **Aggressive Plus Fund**

The objective of the Sub-Fund is to provide long-term capital appreciation through a global exposure (including emerging markets) to a diversified portfolio of equity securities.

### **Dynamic Fund**

The objective of the Sub-Fund is to provide long-term capital appreciation through a global exposure to a diversified portfolio of mainly equity securities.

### **Balanced Fund**

The objective of the Sub-Fund is to provide long-term capital appreciation through a global exposure to a diversified portfolio of bonds and equity securities.

### **Moderate Fund**

The objective of the Sub-Fund is to provide long-term capital appreciation through a global exposure to a diversified portfolio of bonds and equity securities.

### **Liquidity Fund**

The investment objective of the Sub-Fund is to provide capital appreciation through a global exposure (including emerging markets) to a diversified portfolio of money market instruments (including but not limited to commercial paper, mortgage and asset backed securities with maturities of up to 10 years) and/or fixed income securities denominated in Euro (or hedged into Euro) listed or traded on Recognised Exchanges in both developed and emerging markets.

The Schedules of Investments on pages 34 to 56 are representative of the type of investments held during the period.

The main risks arising from the Sub-Funds financial instruments are market price, foreign currency, interest rate and credit and liquidity risks.

#### **(a) Market Price Risk**

Market risk arises mainly from uncertainty about future prices of financial instruments held. It represents the potential loss the Sub-Funds might suffer through holding market positions in the face of price movements. Certain Sub-Funds may invest in emerging markets. Such securities may involve a high degree of risk and may be considered speculative. Risks include (i) greater risk of expropriation, confiscatory taxation, nationalisation, and social, political and economic instability; (ii) the small current size of the markets for securities of emerging markets issuers and the currently low or non-existent volume of trading, resulting in lack of liquidity and in price volatility, (iii) certain national policies which may restrict a Sub-Fund's investment opportunities including restrictions on investing in issuers or industries deemed sensitive to relevant national interests; and (iv) the absence of developed legal structures governing private or foreign investment and private property.

The Manager considers the asset allocation of the portfolios of the Sub-Funds to minimise the risk associated with particular market sectors whilst continuing to follow the investment objectives.

Market Risk for the Sub-Funds is measured using Value at Risk (VaR). The Investment Manager uses VaR as a quantitative risk tool in order to measure the level of market risk of each Sub-Fund. By using VaR figures the Investment Manager manages market risk by choosing the maximum risk levels each Sub-Fund may be exposed to.

# NOTES TO THE FINANCIAL STATEMENTS

## Note 16 – Financial Instruments (continued)

### (a) Market Price Risk (continued)

#### Value at Risk

Value at Risk (VaR) is expressed as a percentage of the Net Asset Value of a Sub-Fund and represents the maximum loss that the fund would expect to experience in a given trading period at a given confidence level (probability) under normal market conditions. It takes into account the material market risk factors inherent in the funds investments, which include interest rates, equity prices and foreign exchange rate fluctuations.

The parameters of the VaR calculation are a holding period of 20 trading days and a confidence level of 99%. 3 years of historical data is used in the calculation.

Back testing is performed on the VaR model on a monthly basis to reconcile VaR predications with actual experience in order to assess the suitability and reliability of the model. Stress testing of the VaR model is also performed to assess the performance of the model outside of historical experience.

The minimum, maximum and average VaR levels for each Sub-Fund are detailed below.

Sub-Fund	Min	Max	Average	Model
Active 100	3.10%	6.35%	5.29%	Relative VaR
Active 80	4.52%	4.02%	4.33%	Relative VaR
Active 40	0.78%	2.69%	2.36%	Relative VaR
Active 10	0.84%	2.04%	1.32%	Relative VaR

The Portfolio Funds use a relative VaR limit. The VaR of the Sub-Fund must not exceed twice the VaR of the relevant derivative free benchmark. The composition of the benchmark portfolios are detailed below, they are chosen to match the investment objective and risk profile of the Sub-Fund.

#### Portfolio Active 100 Benchmark

85% MSCI World Net Total Return in USD converted in Euro + 6% JP Morgan EMU 1-3 Years + 7% JP Morgan Government Bond Index Global in Euro + 2% Bank of America/Merrill Lynch Euro Government Bill Index.

#### Portfolio Active 80 Benchmark

60% MSCI World Net Total Return in USD converted in Euro + 16% JP Morgan EMU 1-3 Years + 20% JP Morgan Government Bond Index Global in Euro + 4% Bank of America/Merrill Lynch Euro Government Bill Index.

#### Portfolio Active 40 Benchmark

30% MSCI World Net Total Return in USD converted in Euro + 30% JP Morgan EMU 1-3 Years + 35% JP Morgan Government Bond Index Global in Euro + 5% Bank of America/Merrill Lynch Euro Government Bill Index .

#### Portfolio Active 10 Benchmark

5% MSCI World Net Total Return in USD converted in Euro + 40% JP Morgan EMU 1-3 Years + 50% JP Morgan Government Bond Index Global in Euro + 5% Bank of America/Merrill Lynch Euro Government Bill Index.

All other Sub-Funds within the Portfolio Umbrella not listed above use the Commitment Approach in measuring Global Exposure. The global exposure for those Sub-Funds as at June 30, 2014 is as follows:

Sub-Fund Name	Leverage			Global Exposure		
	Min	Max	Average	Min	Max	Average
Aggressive Fund	0%	3%	0%	0%	3%	0%
Aggressive Plus Fund	0%	1%	0%	0%	1%	0%
Dynamic Fund	0%	4%	1%	0%	4%	1%
Balanced Fund	0%	3%	0%	0%	3%	0%
Moderate Fund	0%	2%	0%	0%	2%	0%
Liquidity Fund	0%	0%	0%	0%	0%	0%

# NOTES TO THE FINANCIAL STATEMENTS

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## Note 16 – Financial Instruments (continued)

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### (b) Currency Risk

The value of the assets of the Sub-Fund will be affected by fluctuations in the value of the currencies in which the Sub-Fund's portfolio securities are quoted or denominated relative to the base currency. Currency exchange rates may fluctuate significantly over short periods of time, causing together with other factors, the Sub-Fund's Net Asset Value to fluctuate.

Currency exchange rates may be affected by market perception of the relative merits of investment in different countries, actual and anticipated changes in interest rates, intervention by governments and certain banks or political developments. The Sub-Funds may incur costs in connection with conversions between various currencies. It may not be possible or practicable to hedge against the consequent foreign exchange/currency risk exposure. A Sub-Fund may employ techniques and instruments intended to provide protection against exchange rate risks in the context of the management of its assets and liabilities in order to manage its exposure to currency exchange rates for the purpose of efficient portfolio management and in a manner permitted under the UCITS regulations.

In this regard a Sub-Fund may:

- i) enter into forward currency exchange contracts;
- ii) utilise OTC contracts (subject to requirements outlined in the Prospectus);
- iii) utilise currency options; and
- iv) hedge exposure to one currency by entering into forward currency transactions in a related currency because of the institutional and expected future correlation between the two currencies.

To the extent that derivative instruments are utilised for hedging purposes, the risk of loss to the Sub-Fund may be increased where the value of the derivative instrument and the value of the security or position which it is hedging are insufficiently correlated.

### (c) Liquidity Risk

Liquidity risk is the risk that an entity will encounter difficulty in realising assets or otherwise raising funds to meet commitments associated with financial instruments.

Generally the Sub-Funds' assets are composed of actively traded and highly liquid securities. The liquidity risks associated with the need to satisfy Unitholders' requests for redemptions are mitigated by maintaining a constant pool of cash to satisfy usual levels of demand.

The Sub-Funds avoid entering into derivative contractual arrangements that produce an exposure not covered by sufficient liquid assets or a total investment exposure in excess of total Unitholders' funds. The risk management guidelines adopted by the Manager require coverage to be composed of cash reserves or physical securities.

### (d) Credit Risk

Credit risk arises where there exists a possibility that a loss may occur from the failure of another party to perform according to the terms of a contract. Each Sub-Fund will have credit exposure to counterparties by virtue of investment positions in bonds, swaps, options, repurchase transactions and forward exchange rate and other contracts held by the Sub-Fund.

To the extent that a counterparty defaults on its obligation and the Sub-Fund is delayed or prevented from exercising its rights with respect to the investments in its portfolio, it may experience a decline in the value of its position, lose income and incur costs associated with asserting its rights. A Sub-Fund's exposure to any one counterparty in respect of any of the techniques or instruments employed by the Sub-Fund for the purpose of efficient portfolio management or for protection against exchange risks may not exceed 5% of the Net Asset Value of the Sub-Fund. This limit is raised to 10% of the Net Asset Value of the Sub-Fund where the counterparty is a credit institution that falls into certain categories as outlined in UCITS Notice 9. Please see categories below:

- i) a credit institution authorised in the European Economic Area (EEA) (European Union Member States, Norway, Iceland, Liechtenstein);
- ii) a credit institution authorised within a signatory state, other than a Member State of the EEA, to the Basel Capital Convergence Agreement of July 1988 (Switzerland, Canada, Japan, United States);
- iii) a credit institution authorised in Jersey, Guernsey, the Isle of Man, Australia or New Zealand.

# NOTES TO THE FINANCIAL STATEMENTS

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## Note 16 – Financial Instruments (continued)

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**(d) Credit Risk (continued)**

Credit risk also arises when the Sub-Fund holds cash or deposits with a credit institution or the Trustee; credit risk crystallises when the counterparty fails to repay the amount as required. According to the UCITS Notice 9, a Sub-Fund may not invest more than 20% of its net assets in deposits made with the same credit institution. Deposits made with any one credit institution that is not included in the above mentioned categories must not exceed 10% of net assets.

RBC Investor Services Bank S.A., Dublin Branch does not have a credit rating. As at June 30, 2014 the parent company, RBC Investor Services Limited, has a credit rating of A2 with Moody's Investor Services and AA- with Standard & Poor's (and at December 31, 2013: A2 for Moody's and AA- for Standard & Poor's).

The Trustee is under a duty to take into custody and to hold the property of each Sub-Fund of the Fund on behalf of its shareholders. The Central Bank of Ireland requires the Trustee to hold legally separately the non-cash assets of each Sub-Fund and to maintain sufficient records to clearly identify the nature and amount of all assets that it holds, the ownership of each asset and where the documents of title to such assets are physically located. When the Trustee employs a sub-custodian the Trustee retains responsibility for the assets of the Sub-Fund.

However, it should be noted that not all jurisdictions have the same rules and regulations as Ireland regarding the custody of assets and the recognition of the interests of a beneficial owner such as a Sub-Fund. Therefore, in such jurisdictions, there is a risk that if a sub-custodian becomes bankrupt or insolvent, the Sub-Fund's beneficial ownership of the assets held by such sub-custodian may not be recognised and consequently the creditors of the sub-custodian may seek to have recourse to the assets of the Sub-Fund. In those jurisdictions where the Sub-Fund's beneficial ownership of its assets is ultimately recognised, the Sub-Fund may suffer delay and cost in recovering those assets. The Funds may invest in markets where custodial and/or settlement systems are not fully developed, such as Russia and Argentina, the assets of a Fund which are traded in such markets and which have been entrusted to sub-custodians, in circumstances where the use of such sub-custodians is necessary, may be exposed to risk in circumstances whereby the Trustee will have no liability.

**(e) Interest Rate Risk**

The benchmark rates for interest on floating rate financial assets are the interbank overnight rates in each of the relevant markets.

**(f) Interest Rate Risk Profile of Financial Assets**

Certain Sub-Funds invest in fixed rate securities. Changes to prevailing rates or changes in expectations of future rates may result in an increase or decrease in the value of the securities held.

**(g) Fair Value of Financial Assets and Financial Liabilities**

All of the financial assets of the Fund are stated at fair value in the Financial Statements as defined in Note 2(e).

**(h) Emerging Markets Risk**

Certain Sub-Funds may invest in equity securities of companies in emerging markets. Such securities may involve a high degree of risk and may be considered speculative. Risks include (i) greater risk of expropriation, confiscatory taxation, nationalisation, and social, political and economic instability; (ii) the small current size of the markets for securities of emerging markets issuers and the currently low or non-existent volume of trading, resulting in lack of liquidity and in price volatility; (iii) certain national policies which may restrict a Sub-Fund's investment opportunities including restrictions on investing in issuers or industries deemed sensitive to relevant national interests; and (iv) the absence of developed legal structures governing private or foreign investment and private property.

**(i) Default Risk**

Certain Sub-Funds may invest in securities which have low credit status (be they rated or unrated) and may therefore be exposed to a higher credit risk than Sub-Funds which do not invest in such securities. The lower ratings of certain securities held by a Sub-Fund and the unrated nature of others reflect a greater possibility that adverse changes in the financial condition of the issuer, or in general economic conditions, or both, or an unanticipated rise in interest rates, may impair the ability of the issuer to make payments of interest and principal. Such securities carry a higher degree of default risk which may affect the capital value of an investment.

# NOTES TO THE FINANCIAL STATEMENTS

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## Note 16 – Financial Instruments (continued)

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### (j) Futures and Options Risk

The Investment Manager may engage in various portfolio strategies on behalf of the Sub-Funds through the use of futures and options. Due to the nature of futures, cash to meet margin monies will be held by a broker with whom each Sub-Fund has an open position. In the event of the insolvency or bankruptcy of the broker, there can be no guarantee that such monies will be returned to each Sub-Fund. On execution of an option the Sub-Funds may pay a premium to a counterparty. In the event of the insolvency or bankruptcy of the counterparty, the option premium may be lost in addition to any unrealised gains where the contract is in the money.

### (k) Counterparty Risk

Each Sub-Fund will have credit exposure to counterparties by virtue of investment positions in swaps, options, repurchase transactions and forward exchange rate and other contracts held by the Sub-Fund. To the extent that a counterparty defaults on its obligation and the Sub-Fund is delayed or prevented from exercising its rights with respect to the investments in its portfolio, it may experience a decline in the value of its position, lose income and incur costs associated with asserting its rights.

It is important to note that the Sub-Funds are susceptible to a variety of additional risks in addition to those described above. For further information and a non-exhaustive description of risk factors refer to the Prospectus of the Fund in the section entitled 'Risk Factors'.

## Note 17 – Schedule of Investments

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The country breakdown in the Schedule of Investments is made in accordance with the location of the company registration.

## Note 18 – Commission Recapture Agreements

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No Sub-Fund had Commission Recapture Agreements in place for the period (none existed for year ended December 31, 2013).

## Note 19 – Securities Lending

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As at June 30, 2014, the Fund had not entered into any securities lending transactions (none existed as at December 31, 2013).

## Note 20 – Management Fees Incurred on Investments into Other Funds

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Please note where the Manager has negotiated a rebate on the management fee charged on its investment into other Funds, this rebate is paid directly to the relevant Portfolio Sub-Fund.

<b>Active 100 Fund</b>	<b>Management Fee</b>
CHALLENGE Counter Cyclical Equity Fund - Mediolanum L Class*	1.65%
CHALLENGE Cyclical Equity Fund - Mediolanum L Class*	1.65%
CHALLENGE Emerging Market Equity Fund - Mediolanum L Class*	1.85%
CHALLENGE Energy Equity Fund - Mediolanum L Class*	1.65%
CHALLENGE European Equity Fund - Mediolanum L Class*	1.60%
CHALLENGE Financial Equity Fund - Mediolanum L Class*	1.65%
CHALLENGE International Equity Fund - Mediolanum L Class*	1.95%
CHALLENGE International Income Fund - Mediolanum L Class*	1.05%
CHALLENGE North American Equity Fund - Mediolanum L Class*	1.60%
CHALLENGE Pacific Equity Fund - Mediolanum L Class*	1.65%
CHALLENGE Technology Equity Fund - Mediolanum L Class*	1.65%
Mediolanum Specialities SICAV - SIF Equity Income Fund*	1.60%

\* This is a related party per Note 22.

# NOTES TO THE FINANCIAL STATEMENTS

## Note 20 – Management Fees Incurred on Investments into Other Funds (continued)

<b>Active 80 Fund</b>	<b>Management Fee</b>
CHALLENGE Counter Cyclical Equity Fund - Mediolanum L Class*	1.65%
CHALLENGE Cyclical Equity Fund - Mediolanum L Class*	1.65%
CHALLENGE Emerging Market Equity Fund - Mediolanum L Class*	1.85%
CHALLENGE Energy Equity Fund - Mediolanum L Class*	1.65%
CHALLENGE Euro Bond Fund - Mediolanum L Class*	1.25%
CHALLENGE Euro Income Fund - Mediolanum L Class*	1.05%
CHALLENGE European Equity Fund - Mediolanum L Class*	1.60%
CHALLENGE Financial Equity Fund - Mediolanum L Class*	1.65%
CHALLENGE International Bond Fund - Mediolanum L Class*	1.25%
CHALLENGE International Equity Fund - Mediolanum L Class*	1.95%
CHALLENGE International Income Fund - Mediolanum L Class*	1.05%
CHALLENGE North American Equity Fund - Mediolanum L Class*	1.60%
CHALLENGE Pacific Equity Fund - Mediolanum L Class*	1.65%
CHALLENGE Technology Equity Fund - Mediolanum L Class*	1.65%
Mediolanum Specialities SICAV - SIF Equity Income Fund*	1.60%
<b>Active 40 Fund</b>	<b>Management Fee</b>
CHALLENGE Emerging Market Equity Fund - Mediolanum L Class*	1.85%
CHALLENGE Euro Bond Fund - Mediolanum L Class*	1.25%
CHALLENGE Euro Income Fund - Mediolanum L Class*	1.05%
CHALLENGE European Equity Fund - Mediolanum L Class*	1.60%
CHALLENGE International Bond Fund - Mediolanum L Class*	1.25%
CHALLENGE International Equity Fund - Mediolanum L Class*	1.95%
CHALLENGE International Income Fund - Mediolanum L Class*	1.05%
CHALLENGE North American Equity Fund - Mediolanum L Class*	1.60%
CHALLENGE Pacific Equity Fund - Mediolanum L Class*	1.65%
Mediolanum Best Brands Euro Fixed Income - L Class*	1.05%
Mediolanum Specialities SICAV - SIF Equity Income Fund*	1.60%
<b>Active 10 Fund</b>	<b>Management Fee</b>
CHALLENGE Emerging Market Equity Fund - Mediolanum L Class*	1.85%
CHALLENGE Euro Bond Fund - Mediolanum L Class*	1.25%
CHALLENGE Euro Income Fund - Mediolanum L Class*	1.05%
CHALLENGE International Bond Fund - Mediolanum L Class*	1.25%
CHALLENGE International Equity Fund - Mediolanum L Class*	1.95%
CHALLENGE International Income Fund - Mediolanum L Class*	1.05%
Mediolanum Best Brands Euro Fixed Income - L Class*	1.05%
Mediolanum Specialities SICAV - SIF Equity Income Fund*	1.60%
<b>Aggressive Fund</b>	<b>Management Fee</b>
CHALLENGE Counter Cyclical Equity Fund - Mediolanum L Class*	1.65%
CHALLENGE Cyclical Equity Fund - Mediolanum L Class*	1.65%
CHALLENGE Energy Equity Fund - Mediolanum L Class*	1.65%
CHALLENGE European Equity Fund - Mediolanum L Class*	1.60%
CHALLENGE Financial Equity Fund - Mediolanum L Class*	1.65%
CHALLENGE International Equity Fund - Mediolanum L Class*	1.95%
CHALLENGE North American Equity Fund - Mediolanum L Class*	1.60%
CHALLENGE Pacific Equity Fund - Mediolanum L Class*	1.65%
CHALLENGE Technology Equity Fund - Mediolanum L Class*	1.65%

\* This is a related party per Note 22.

# NOTES TO THE FINANCIAL STATEMENTS

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## Note 20 – Management Fees Incurred on Investments into Other Funds (continued)

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	<b>Management Fee</b>
<b>Aggressive Plus Fund</b>	
CHALLENGE Counter Cyclical Equity Fund - Mediolanum L Class*	1.65%
CHALLENGE Cyclical Equity Fund - Mediolanum L Class*	1.65%
CHALLENGE Emerging Market Equity Fund - Mediolanum L Class*	1.85%
CHALLENGE Energy Equity Fund - Mediolanum L Class*	1.65%
CHALLENGE European Equity Fund - Mediolanum L Class*	1.60%
CHALLENGE Financial Equity Fund - Mediolanum L Class*	1.65%
CHALLENGE International Equity Fund - Mediolanum L Class*	1.95%
CHALLENGE North American Equity Fund - Mediolanum L Class*	1.60%
CHALLENGE Pacific Equity Fund - Mediolanum L Class*	1.65%
CHALLENGE Technology Equity Fund - Mediolanum L Class*	1.65%
<b>Dynamic Fund</b>	<b>Management Fee</b>
CHALLENGE Counter Cyclical Equity Fund - Mediolanum L Class*	1.65%
CHALLENGE Cyclical Equity Fund - Mediolanum L Class*	1.65%
CHALLENGE Energy Equity Fund - Mediolanum L Class*	1.65%
CHALLENGE Euro Bond Fund - Mediolanum L Class*	1.25%
CHALLENGE Euro Income Fund - Mediolanum L Class*	1.05%
CHALLENGE European Equity Fund - Mediolanum L Class*	1.60%
CHALLENGE Financial Equity Fund - Mediolanum L Class*	1.65%
CHALLENGE International Bond Fund - Mediolanum L Class*	1.25%
CHALLENGE International Equity Fund - Mediolanum L Class*	1.95%
CHALLENGE International Income Fund - Mediolanum L Class*	1.05%
CHALLENGE North American Equity Fund - Mediolanum L Class*	1.60%
CHALLENGE Pacific Equity Fund - Mediolanum L Class*	1.65%
CHALLENGE Technology Equity Fund - Mediolanum L Class*	1.65%
<b>Balanced Fund</b>	<b>Management Fee</b>
CHALLENGE Euro Bond Fund - Mediolanum L Class*	1.25%
CHALLENGE Euro Income Fund - Mediolanum L Class*	1.05%
CHALLENGE European Equity Fund - Mediolanum L Class*	1.60%
CHALLENGE International Bond Fund - Mediolanum L Class*	1.25%
CHALLENGE International Equity Fund - Mediolanum L Class*	1.95%
CHALLENGE International Income Fund - Mediolanum L Class*	1.05%
CHALLENGE North American Equity Fund - Mediolanum L Class*	1.60%
CHALLENGE Pacific Equity Fund - Mediolanum L Class*	1.65%
<b>Moderate Fund</b>	<b>Management Fee</b>
CHALLENGE Euro Bond Fund - Mediolanum L Class*	1.25%
CHALLENGE Euro Income Fund - Mediolanum L Class*	1.05%
CHALLENGE European Equity Fund - Mediolanum L Class*	1.60%
CHALLENGE International Bond Fund - Mediolanum L Class*	1.25%
CHALLENGE International Income Fund - Mediolanum L Class*	1.05%
CHALLENGE Liquidity Euro Fund - Mediolanum L Class*	0.60%
CHALLENGE North American Equity Fund - Mediolanum L Class*	1.60%
CHALLENGE Pacific Equity Fund - Mediolanum L Class*	1.65%
Mediolanum Best Brands Euro Fixed Income - L Class*	1.05%

\* This is a related party per Note 22.

## Note 21– Distributions

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As there were no B Units in issue during the period (B Units are those which would ordinarily be entitled to receive a distribution) no distributions were paid during the period ended June 30, 2014 (no distribution paid during the year ended December 31, 2013).

## Note 22 – Related Party Transactions

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Financial Reporting Standard 8 ‘Related Party Transactions’ requires the disclosure of information relating to material transactions with parties who are deemed to be related to the reporting entity.

# NOTES TO THE FINANCIAL STATEMENTS

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## **Note 22 – Related Party Transactions (continued)**

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The Investment Manager and Manager are considered to be related parties. Details of fees paid by the Fund to these entities are detailed separately under Note 8.

Details of investments in related parties are referenced in the Schedule of Investments. Significant transactions with related parties are referenced in the Schedule of Portfolio Changes.

Management fees charged by Funds which the Fund invests into that are related parties are referenced in Note 20.

The following Mediolanum Group entities are invested in the Fund: Mediolanum International Funds Limited (MIFL), Challenge Fund and Mediolanum Vita S.p.A. Together these entities held 30% of the Funds' assets as at June 30, 2014 (December 31, 2013: 28%). Key management officers and their close family members held 0.14% of the Funds' assets as at June 30, 2014 (December 31, 2013: 0.15%).

The following Distributors appointed by MIFL are related parties; Banca Mediolanum S.p.A. and Banco Mediolanum S.A.. As Distributors they are appointed to distribute the Fund to clients in Italy and Spain respectively. Together these entities held 70% of the Funds' assets as at June 30, 2014 (December 31, 2013: 72%).

Certain transactions were carried out by the Investment Manager's on behalf of the Fund where the broker or the issuer was a related party. These transactions were conducted at arm's length.

The following parties also fall within the definition of related parties:

- i. Directors of Mediolanum International Funds Limited, Mediolanum Asset Management Limited and Mediolanum S.p.A.;
- ii. Banca Mediolanum, as detailed in Note 11, cash may be held with Banca Mediolanum; and
- iii. Mediolanum International Funds Limited, Mediolanum Asset Management Limited and Mediolanum S.p.A. key management officers.

Although not deemed to be related parties under Irish GAAP as they do not exercise significant influence over the activities of the Fund, UCITS Notice 14 also deems a "Custodian" and its "associated or group companies" to be related parties to the Fund. As such, RBC Investor Services Bank S.A., Dublin Branch, the Custodian, and RBC Investor Services Ireland Limited, the Administrator, are related parties to the Fund. During the period, RBC Investor Services Bank S.A., Dublin Branch and RBC Investor Services Ireland Limited earned fees for provision of custody and administration services to the Fund as disclosed in Note 8. RBC Investor Services Bank S.A. and RBC Investor Services Ireland Limited were selected by the Fund to execute foreign exchange transactions, purchase and sell securities and to accept deposits on behalf of the Sub-Funds, the terms of such transactions were negotiated by the Fund with such companies and were at normal commercial terms.

Andrew Bates is a Director of the Fund and is also a partner in Dillon Eustace, legal advisors to the Fund. Dillon Eustace is considered to be a related party by virtue of the employment of Andrew Bates. Legal fees for the period amounted to Euro 2,248 (June 30, 2013: Euro nil).

## **Note 23 – Connected Parties**

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In accordance with the requirements of the UCITS Notices 14.5 (Dealings by Promoter, Trustee, Investment Adviser and Group Companies) all transactions carried out with the Fund by the Promoter, Manager, Trustee, Investment Adviser and Associates/Group Companies ("Connected Parties") must be carried out as if negotiated at arm's length and be in the best interests of Unitholders. The Directors of the Manager are satisfied that there are arrangements in place to ensure that the obligations set out in the UCITS Notices are applied to all transactions with Connected Parties and such transactions with Connected Parties entered into during the period complied with the obligations set out in the UCITS Notices.

Management, Investment Management, Fund Administration (including Transfer Agency), Custody and similar services provided to the Fund are not transactions for the purposes of this connected party transactions policy.

## **Note 24 – Material Changes to the Prospectus/Trust Deed**

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There were no material changes to the Prospectus or the Trust Deed.

## **Note 25 – Subsequent Events**

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On July 21, 2014 Paul O'Faherty was appointed as a Director to the Manager and noted by the Central Bank of Ireland on August 1, 2014. On July 21, 2014 Des Quigley was appointed as a Director to the Manager and noted by the Central Bank of Ireland on July 21, 2014.

# ACTIVE 100 FUND

## SCHEDULE OF INVESTMENTS AS AT JUNE 30, 2014

(expressed in EUR)	Quantity/		Acquisition		% Net
Description	Face value	Currency	cost	Valuation	Assets
<b>1) INVESTMENTS</b>					
<b>A) TRANSFERABLE SECURITIES ADMITTED TO AN OFFICIAL STOCK EXCHANGE LISTING OR TRADED ON A REGULATED MARKET, AND INVESTMENT FUNDS</b>					
<b>1) INVESTMENT FUNDS</b>					
IRELAND					
CHALLENGE Counter Cyclical Equity Fund - Mediolanum L Class* <sup>1</sup>	3,485,222	EUR	8,590,176	15,024,790	12.07
CHALLENGE Cyclical Equity Fund - Mediolanum L Class* <sup>1</sup>	1,890,915	EUR	6,100,709	10,163,666	8.17
CHALLENGE Emerging Market Equity Fund - Mediolanum L Class* <sup>1</sup>	807,908	EUR	6,289,642	6,354,194	5.11
CHALLENGE Energy Equity Fund - Mediolanum L Class* <sup>1</sup>	950,459	EUR	5,718,117	7,261,504	5.83
CHALLENGE European Equity Fund - Mediolanum L Class* <sup>1</sup>	1,392,135	EUR	5,064,787	7,411,728	5.96
CHALLENGE Financial Equity Fund - Mediolanum L Class* <sup>1</sup>	3,317,656	EUR	14,033,583	10,616,500	8.53
CHALLENGE International Equity Fund - Mediolanum L Class* <sup>1</sup>	3,162,292	EUR	13,340,092	21,614,264	17.37
CHALLENGE International Income Fund - Mediolanum L Class* <sup>1</sup>	1,325,911	EUR	7,180,006	6,413,431	5.15
CHALLENGE North American Equity Fund - Mediolanum L Class* <sup>1</sup>	3,285,733	EUR	16,868,844	21,725,267	17.45
CHALLENGE Pacific Equity Fund - Mediolanum L Class* <sup>1</sup>	1,229,518	EUR	6,124,679	7,147,189	5.74
CHALLENGE Technology Equity Fund - Mediolanum L Class* <sup>1</sup>	2,219,243	EUR	4,551,016	6,100,700	4.90
<b>Total Ireland</b>			<b>93,861,651</b>	<b>119,833,233</b>	<b>96.28</b>
LUXEMBOURG					
Mediolanum Specialities SICAV - SIF Equity Income Fund* <sup>1</sup>	1,375,549	EUR	3,216,793	3,438,872	2.76
<b>Total Luxembourg</b>			<b>3,216,793</b>	<b>3,438,872</b>	<b>2.76</b>
<b>TOTAL INVESTMENT FUNDS</b>			<b>97,078,444</b>	<b>123,272,105</b>	<b>99.04</b>
<b>TOTAL TRANSFERABLE SECURITIES ADMITTED TO AN OFFICIAL STOCK EXCHANGE LISTING OR TRADED ON A REGULATED MARKET, AND INVESTMENT FUNDS</b>			<b>97,078,444</b>	<b>123,272,105</b>	<b>99.04</b>
<b>TOTAL INVESTMENTS</b>			<b>97,078,444</b>	<b>123,272,105</b>	<b>99.04</b>
<b>CASH AND OTHER NET ASSETS</b>				<b>1,192,343</b>	<b>0.96</b>
<b>TOTAL NET ASSETS</b>				<b>124,464,448</b>	<b>100.00</b>

\*This is a related party per Note 22.

<sup>1</sup>UCITS.

# ECONOMIC BREAKDOWN OF INVESTMENTS

(expressed as a percentage of net assets)

	% Net Assets
Investment Funds	99.04
<b>TOTAL INVESTMENTS</b>	<b>99.04</b>
<b>CASH AND OTHER NET ASSETS</b>	<b>0.96</b>
<b>TOTAL NET ASSETS</b>	<b>100.00</b>

# ACTIVE 80 FUND

## SCHEDULE OF INVESTMENTS AS AT JUNE 30, 2014

(expressed in EUR)	Quantity/		Acquisition		% Net
Description	Face value	Currency	cost	Valuation	Assets
<b>1) INVESTMENTS</b>					
<b>A) TRANSFERABLE SECURITIES ADMITTED TO AN OFFICIAL STOCK EXCHANGE LISTING OR TRADED ON A REGULATED MARKET, AND INVESTMENT FUNDS</b>					
<b>1) INVESTMENT FUNDS</b>					
IRELAND					
CHALLENGE Counter Cyclical Equity Fund - Mediolanum L Class* <sup>1</sup>	939,535	EUR	2,244,045	4,050,334	4.73
CHALLENGE Cyclical Equity Fund - Mediolanum L Class* <sup>1</sup>	515,653	EUR	1,614,281	2,771,635	3.24
CHALLENGE Emerging Market Equity Fund - Mediolanum L Class* <sup>1</sup>	360,054	EUR	2,771,950	2,831,823	3.31
CHALLENGE Energy Equity Fund - Mediolanum L Class* <sup>1</sup>	257,318	EUR	1,572,565	1,965,906	2.30
CHALLENGE Euro Bond Fund - Mediolanum L Class* <sup>1</sup>	42,120	EUR	338,623	403,765	0.47
CHALLENGE Euro Income Fund - Mediolanum L Class* <sup>1</sup>	1,541,430	EUR	11,042,810	11,517,563	13.45
CHALLENGE European Equity Fund - Mediolanum L Class* <sup>1</sup>	975,883	EUR	3,590,378	5,195,601	6.07
CHALLENGE Financial Equity Fund - Mediolanum L Class* <sup>1</sup>	883,631	EUR	3,571,450	2,827,620	3.30
CHALLENGE International Bond Fund - Mediolanum L Class* <sup>1</sup>	1,381,177	EUR	7,720,832	7,519,126	8.78
CHALLENGE International Equity Fund - Mediolanum L Class* <sup>1</sup>	2,192,427	EUR	8,910,801	14,985,242	17.51
CHALLENGE International Income Fund - Mediolanum L Class* <sup>1</sup>	1,706,284	EUR	9,376,063	8,253,294	9.64
CHALLENGE North American Equity Fund - Mediolanum L Class* <sup>1</sup>	2,269,147	EUR	10,572,933	15,003,599	17.53
CHALLENGE Pacific Equity Fund - Mediolanum L Class* <sup>1</sup>	991,507	EUR	4,767,138	5,763,631	6.73
CHALLENGE Technology Equity Fund - Mediolanum L Class* <sup>1</sup>	597,945	EUR	1,240,672	1,643,752	1.92
<b>Total Ireland</b>			<b>69,334,541</b>	<b>84,732,891</b>	<b>98.98</b>
LUXEMBOURG					
Mediolanum Specialities SICAV - SIF Equity Income Fund* <sup>1</sup>	393,297	EUR	917,586	983,243	1.15
<b>Total Luxembourg</b>			<b>917,586</b>	<b>983,243</b>	<b>1.15</b>
<b>TOTAL INVESTMENT FUNDS</b>			<b>70,252,127</b>	<b>85,716,134</b>	<b>100.13</b>
<b>TOTAL TRANSFERABLE SECURITIES ADMITTED TO AN OFFICIAL STOCK EXCHANGE LISTING OR TRADED ON A REGULATED MARKET, AND INVESTMENT FUNDS</b>					
			<b>70,252,127</b>	<b>85,716,134</b>	<b>100.13</b>
<b>TOTAL INVESTMENTS</b>			<b>70,252,127</b>	<b>85,716,134</b>	<b>100.13</b>
<b>CASH AND OTHER NET ASSETS</b>				<b>(113,503)</b>	<b>(0.13)</b>
<b>TOTAL NET ASSETS</b>				<b>85,602,631</b>	<b>100.00</b>

\*This is a related party per Note 22.

<sup>1</sup>UCITS.

# ECONOMIC BREAKDOWN OF INVESTMENTS

(expressed as a percentage of net assets)

	% Net Assets
Investment Funds	100.13
<b>TOTAL INVESTMENTS</b>	<b>100.13</b>
<b>CASH AND OTHER NET ASSETS</b>	<b>(0.13)</b>
<b>TOTAL NET ASSETS</b>	<b>100.00</b>

# ACTIVE 40 FUND

## SCHEDULE OF INVESTMENTS AS AT JUNE 30, 2014

(expressed in EUR)	Quantity/		Acquisition		% Net
Description	Face value	Currency	cost	Valuation	Assets
<b>1) INVESTMENTS</b>					
<b>A) TRANSFERABLE SECURITIES ADMITTED TO AN OFFICIAL STOCK EXCHANGE LISTING OR TRADED ON A REGULATED MARKET, AND INVESTMENT FUNDS</b>					
<b>1) BONDS</b>					
ITALY					
Italy Buoni Ordinari del Tesoro BOT 0% 14/04/2015	1,150,000	EUR	1,143,087	1,146,572	4.91
<b>Total Italy</b>			<b>1,143,087</b>	<b>1,146,572</b>	<b>4.91</b>
<b>TOTAL BONDS</b>			<b>1,143,087</b>	<b>1,146,572</b>	<b>4.91</b>
<b>2) INVESTMENT FUNDS</b>					
IRELAND					
CHALLENGE Emerging Market Equity Fund - Mediolanum L Class* <sup>1</sup>	30,284	EUR	228,007	238,181	1.02
CHALLENGE Euro Bond Fund - Mediolanum L Class* <sup>1</sup>	182,907	EUR	1,363,149	1,753,344	7.51
CHALLENGE Euro Income Fund - Mediolanum L Class* <sup>1</sup>	518,610	EUR	3,477,897	3,875,053	16.60
CHALLENGE European Equity Fund - Mediolanum L Class* <sup>1</sup>	154,569	EUR	569,510	822,924	3.52
CHALLENGE International Bond Fund - Mediolanum L Class* <sup>1</sup>	740,959	EUR	4,139,874	4,033,780	17.28
CHALLENGE International Equity Fund - Mediolanum L Class* <sup>1</sup>	493,778	EUR	1,989,501	3,374,975	14.45
CHALLENGE International Income Fund - Mediolanum L Class* <sup>1</sup>	246,245	EUR	1,376,163	1,191,087	5.10
CHALLENGE North American Equity Fund - Mediolanum L Class* <sup>1</sup>	360,769	EUR	1,646,789	2,385,405	10.22
CHALLENGE Pacific Equity Fund - Mediolanum L Class* <sup>1</sup>	138,034	EUR	597,789	802,391	3.44
Mediolanum Best Brands Euro Fixed Income - L Class* <sup>1</sup>	577,675	EUR	3,355,565	3,479,916	14.90
<b>Total Ireland</b>			<b>18,744,244</b>	<b>21,957,056</b>	<b>94.04</b>
LUXEMBOURG					
Mediolanum Specialities SICAV - SIF Equity Income Fund* <sup>1</sup>	99,318	EUR	229,608	248,296	1.06
<b>Total Luxembourg</b>			<b>229,608</b>	<b>248,296</b>	<b>1.06</b>
<b>TOTAL INVESTMENT FUNDS</b>			<b>18,973,852</b>	<b>22,205,352</b>	<b>95.10</b>
<b>TOTAL TRANSFERABLE SECURITIES ADMITTED TO AN OFFICIAL STOCK EXCHANGE LISTING OR TRADED ON A REGULATED MARKET, AND INVESTMENT FUNDS</b>					
			<b>20,116,939</b>	<b>23,351,924</b>	<b>100.01</b>
<b>TOTAL INVESTMENTS</b>			<b>20,116,939</b>	<b>23,351,924</b>	<b>100.01</b>
<b>CASH AND OTHER NET ASSETS</b>				<b>(2,020)</b>	<b>(0.01)</b>
<b>TOTAL NET ASSETS</b>				<b>23,349,904</b>	<b>100.00</b>

\*This is a related party per Note 22.

<sup>1</sup>UCITS.

# ECONOMIC BREAKDOWN OF INVESTMENTS

(expressed as a percentage of net assets)

	<b>% Net Assets</b>
Investment Funds	95.10
States, Provinces and Municipalities	4.91
<b>TOTAL INVESTMENTS</b>	<b>100.01</b>
<b>CASH AND OTHER NET ASSETS</b>	<b>(0.01)</b>
<b>TOTAL NET ASSETS</b>	<b>100.00</b>

# ACTIVE 10 FUND

## SCHEDULE OF INVESTMENTS AS AT JUNE 30, 2014

(expressed in EUR)	Quantity/		Acquisition		% Net
Description	Face value	Currency	cost	Valuation	Assets
<b>1) INVESTMENTS</b>					
<b>A) TRANSFERABLE SECURITIES ADMITTED TO AN OFFICIAL STOCK EXCHANGE LISTING OR TRADED ON A REGULATED MARKET, AND INVESTMENT FUNDS</b>					
<b>1) BONDS</b>					
ITALY					
Italy Buoni Ordinari del Tesoro BOT 0% 14/04/2015	159,000	EUR	158,075	158,526	2.29
<b>Total Italy</b>			<b>158,075</b>	<b>158,526</b>	<b>2.29</b>
<b>TOTAL BONDS</b>			<b>158,075</b>	<b>158,526</b>	<b>2.29</b>
<b>2) INVESTMENT FUNDS</b>					
IRELAND					
CHALLENGE Emerging Market Equity Fund - Mediolanum L Class* <sup>1</sup>	18,364	EUR	135,657	144,431	2.08
CHALLENGE Euro Bond Fund - Mediolanum L Class* <sup>1</sup>	120,231	EUR	946,008	1,152,537	16.63
CHALLENGE Euro Income Fund - Mediolanum L Class* <sup>1</sup>	165,683	EUR	1,150,224	1,237,987	17.87
CHALLENGE International Bond Fund - Mediolanum L Class* <sup>1</sup>	228,953	EUR	1,285,751	1,246,419	17.99
CHALLENGE International Equity Fund - Mediolanum L Class* <sup>1</sup>	52,558	EUR	257,496	359,233	5.18
CHALLENGE International Income Fund - Mediolanum L Class* <sup>1</sup>	255,821	EUR	1,384,165	1,237,406	17.86
Mediolanum Best Brands Euro Fixed Income - L Class* <sup>1</sup>	208,594	EUR	1,220,510	1,256,571	18.14
<b>Total Ireland</b>			<b>6,379,811</b>	<b>6,634,584</b>	<b>95.75</b>
LUXEMBOURG					
Mediolanum Specialities SICAV - SIF Equity Income Fund* <sup>1</sup>	24,703	EUR	55,148	61,758	0.89
<b>Total Luxembourg</b>			<b>55,148</b>	<b>61,758</b>	<b>0.89</b>
<b>TOTAL INVESTMENT FUNDS</b>			<b>6,434,959</b>	<b>6,696,342</b>	<b>96.64</b>
<b>TOTAL TRANSFERABLE SECURITIES ADMITTED TO AN OFFICIAL STOCK EXCHANGE LISTING OR TRADED ON A REGULATED MARKET, AND INVESTMENT FUNDS</b>			<b>6,593,034</b>	<b>6,854,868</b>	<b>98.93</b>
<b>TOTAL INVESTMENTS</b>			<b>6,593,034</b>	<b>6,854,868</b>	<b>98.93</b>
<b>CASH AND OTHER NET ASSETS</b>				<b>74,321</b>	<b>1.07</b>
<b>TOTAL NET ASSETS</b>				<b>6,929,189</b>	<b>100.00</b>

\*This is a related party per Note 22.

<sup>1</sup>UCITS.

# ECONOMIC BREAKDOWN OF INVESTMENTS

(expressed as a percentage of net assets)

	<b>% Net Assets</b>
Investment Funds	96.64
States, Provinces and Municipalities	2.29
<b>TOTAL INVESTMENTS</b>	<b>98.93</b>
<b>CASH AND OTHER NET ASSETS</b>	<b>1.07</b>
<b>TOTAL NET ASSETS</b>	<b>100.00</b>

# AGGRESSIVE FUND

## SCHEDULE OF INVESTMENTS AS AT JUNE 30, 2014

(expressed in EUR)	Quantity/		Acquisition		% Net
Description	Face value	Currency	cost	Valuation	Assets
<b>1) INVESTMENTS</b>					
<b>A) TRANSFERABLE SECURITIES ADMITTED TO AN OFFICIAL STOCK EXCHANGE LISTING OR TRADED ON A REGULATED MARKET, AND INVESTMENT FUNDS</b>					
<b>1) INVESTMENT FUNDS</b>					
IRELAND					
CHALLENGE Counter Cyclical Equity Fund - Mediolanum L Class* <sup>1</sup>	536,425	EUR	1,302,029	2,312,527	13.75
CHALLENGE Cyclical Equity Fund - Mediolanum L Class* <sup>1</sup>	294,109	EUR	875,629	1,580,834	9.40
CHALLENGE Energy Equity Fund - Mediolanum L Class* <sup>1</sup>	203,853	EUR	1,294,071	1,557,437	9.26
CHALLENGE European Equity Fund - Mediolanum L Class* <sup>1</sup>	337,023	EUR	1,758,146	1,794,309	10.67
CHALLENGE Financial Equity Fund - Mediolanum L Class* <sup>1</sup>	482,947	EUR	1,312,595	1,545,432	9.19
CHALLENGE International Equity Fund - Mediolanum L Class* <sup>1</sup>	449,069	EUR	1,539,460	3,069,389	18.25
CHALLENGE North American Equity Fund - Mediolanum L Class* <sup>1</sup>	465,557	EUR	2,488,058	3,078,262	18.31
CHALLENGE Pacific Equity Fund - Mediolanum L Class* <sup>1</sup>	163,169	EUR	1,016,502	948,504	5.64
CHALLENGE Technology Equity Fund - Mediolanum L Class* <sup>1</sup>	331,729	EUR	599,880	911,923	5.42
<b>Total Ireland</b>			<b>12,186,370</b>	<b>16,798,617</b>	<b>99.89</b>
<b>TOTAL INVESTMENT FUNDS</b>			<b>12,186,370</b>	<b>16,798,617</b>	<b>99.89</b>
<b>TOTAL TRANSFERABLE SECURITIES ADMITTED TO AN OFFICIAL STOCK EXCHANGE LISTING OR TRADED ON A REGULATED MARKET, AND INVESTMENT FUNDS</b>					
			<b>12,186,370</b>	<b>16,798,617</b>	<b>99.89</b>
<b>TOTAL INVESTMENTS</b>			<b>12,186,370</b>	<b>16,798,617</b>	<b>99.89</b>
<b>CASH AND OTHER NET ASSETS</b>				<b>17,953</b>	<b>0.11</b>
<b>TOTAL NET ASSETS</b>				<b>16,816,570</b>	<b>100.00</b>

\*This is a related party per Note 22.

<sup>1</sup>UCITS.

# ECONOMIC BREAKDOWN OF INVESTMENTS

(expressed as a percentage of net assets)

	<b>% Net Assets</b>
Investment Funds	99.89
<b>TOTAL INVESTMENTS</b>	<b>99.89</b>
<b>CASH AND OTHER NET ASSETS</b>	<b>0.11</b>
<b>TOTAL NET ASSETS</b>	<b>100.00</b>

# AGGRESSIVE PLUS FUND

## SCHEDULE OF INVESTMENTS AS AT JUNE 30, 2014

(expressed in EUR)	Quantity/		Acquisition		% Net
Description	Face value	Currency	cost	Valuation	Assets
<b>1) INVESTMENTS</b>					
<b>A) TRANSFERABLE SECURITIES ADMITTED TO AN OFFICIAL STOCK EXCHANGE LISTING OR TRADED ON A REGULATED MARKET, AND INVESTMENT FUNDS</b>					
<b>1) INVESTMENT FUNDS</b>					
IRELAND					
CHALLENGE Counter Cyclical Equity Fund - Mediolanum L Class* <sup>1</sup>	1,143,624	EUR	2,809,443	4,930,165	10.67
CHALLENGE Cyclical Equity Fund - Mediolanum L Class* <sup>1</sup>	632,211	EUR	1,858,596	3,398,132	7.35
CHALLENGE Emerging Market Equity Fund - Mediolanum L Class* <sup>1</sup>	593,044	EUR	4,142,980	4,664,291	10.10
CHALLENGE Energy Equity Fund - Mediolanum L Class* <sup>1</sup>	435,220	EUR	2,808,509	3,325,083	7.20
CHALLENGE European Equity Fund - Mediolanum L Class* <sup>1</sup>	931,561	EUR	5,002,315	4,959,629	10.74
CHALLENGE Financial Equity Fund - Mediolanum L Class* <sup>1</sup>	1,042,929	EUR	2,694,880	3,337,373	7.23
CHALLENGE International Equity Fund - Mediolanum L Class* <sup>1</sup>	1,231,410	EUR	4,183,444	8,416,690	18.22
CHALLENGE North American Equity Fund - Mediolanum L Class* <sup>1</sup>	1,274,544	EUR	6,659,165	8,427,288	18.25
CHALLENGE Pacific Equity Fund - Mediolanum L Class* <sup>1</sup>	443,947	EUR	2,814,910	2,580,662	5.59
CHALLENGE Technology Equity Fund - Mediolanum L Class* <sup>1</sup>	720,430	EUR	1,268,204	1,980,462	4.29
<b>Total Ireland</b>			<b>34,242,446</b>	<b>46,019,775</b>	<b>99.64</b>
<b>TOTAL INVESTMENT FUNDS</b>			<b>34,242,446</b>	<b>46,019,775</b>	<b>99.64</b>
<b>TOTAL TRANSFERABLE SECURITIES ADMITTED TO AN OFFICIAL STOCK EXCHANGE LISTING OR TRADED ON A REGULATED MARKET, AND INVESTMENT FUNDS</b>					
			<b>34,242,446</b>	<b>46,019,775</b>	<b>99.64</b>
<b>TOTAL INVESTMENTS</b>			<b>34,242,446</b>	<b>46,019,775</b>	<b>99.64</b>
<b>CASH AND OTHER NET ASSETS</b>				<b>166,995</b>	<b>0.36</b>
<b>TOTAL NET ASSETS</b>				<b>46,186,770</b>	<b>100.00</b>

\*This is a related party per Note 22.

<sup>1</sup>UCITS.

# ECONOMIC BREAKDOWN OF INVESTMENTS

(expressed as a percentage of net assets)

	<b>% Net Assets</b>
Investment Funds	99.64
<b>TOTAL INVESTMENTS</b>	<b>99.64</b>
<b>CASH AND OTHER NET ASSETS</b>	<b>0.36</b>
<b>TOTAL NET ASSETS</b>	<b>100.00</b>

# DYNAMIC FUND

## SCHEDULE OF INVESTMENTS AS AT JUNE 30, 2014

(expressed in EUR) Description	Quantity/ Face value	Currency	Acquisition cost	Valuation	% Net Assets
<b>1) INVESTMENTS</b>					
<b>A) TRANSFERABLE SECURITIES ADMITTED TO AN OFFICIAL STOCK EXCHANGE LISTING OR TRADED ON A REGULATED MARKET, AND INVESTMENT FUNDS</b>					
<b>1) INVESTMENT FUNDS</b>					
<b>IRELAND</b>					
CHALLENGE Counter Cyclical Equity Fund - Mediolanum L Class* <sup>1</sup>	194,969	EUR	469,077	840,511	4.63
CHALLENGE Cyclical Equity Fund - Mediolanum L Class* <sup>1</sup>	97,929	EUR	305,724	526,369	2.90
CHALLENGE Energy Equity Fund - Mediolanum L Class* <sup>1</sup>	68,248	EUR	438,252	521,414	2.87
CHALLENGE Euro Bond Fund - Mediolanum L Class* <sup>1</sup>	136,794	EUR	1,043,545	1,311,309	7.23
CHALLENGE Euro Income Fund - Mediolanum L Class* <sup>1</sup>	140,257	EUR	977,867	1,048,000	5.78
CHALLENGE European Equity Fund - Mediolanum L Class* <sup>1</sup>	361,224	EUR	1,801,951	1,923,154	10.60
CHALLENGE Financial Equity Fund - Mediolanum L Class* <sup>1</sup>	166,180	EUR	455,690	531,777	2.93
CHALLENGE International Bond Fund - Mediolanum L Class* <sup>1</sup>	291,062	EUR	2,094,127	2,479,265	13.66
CHALLENGE International Equity Fund - Mediolanum L Class* <sup>1</sup>	481,825	EUR	1,668,700	3,293,276	18.15
CHALLENGE International Income Fund - Mediolanum L Class* <sup>1</sup>	131,819	EUR	881,666	917,459	5.06
CHALLENGE North American Equity Fund - Mediolanum L Class* <sup>1</sup>	498,427	EUR	2,552,159	3,295,601	18.16
CHALLENGE Pacific Equity Fund - Mediolanum L Class* <sup>1</sup>	175,126	EUR	1,104,802	1,018,009	5.61
CHALLENGE Technology Equity Fund - Mediolanum L Class* <sup>1</sup>	118,540	EUR	213,982	325,867	1.80
<b>Total Ireland</b>			<b>14,007,542</b>	<b>18,032,011</b>	<b>99.38</b>
<b>TOTAL INVESTMENT FUNDS</b>			<b>14,007,542</b>	<b>18,032,011</b>	<b>99.38</b>
<b>TOTAL TRANSFERABLE SECURITIES ADMITTED TO AN OFFICIAL STOCK EXCHANGE LISTING OR TRADED ON A REGULATED MARKET, AND INVESTMENT FUNDS</b>					
			<b>14,007,542</b>	<b>18,032,011</b>	<b>99.38</b>
<b>TOTAL INVESTMENTS</b>			<b>14,007,542</b>	<b>18,032,011</b>	<b>99.38</b>
<b>CASH AND OTHER NET ASSETS</b>				<b>113,173</b>	<b>0.62</b>
<b>TOTAL NET ASSETS</b>				<b>18,145,184</b>	<b>100.00</b>

\*This is a related party per Note 22.

<sup>1</sup>UCITS.

# ECONOMIC BREAKDOWN OF INVESTMENTS

(expressed as a percentage of net assets)

	<b>% Net Assets</b>
Investment Funds	99.38
<b>TOTAL INVESTMENTS</b>	<b>99.38</b>
<b>CASH AND OTHER NET ASSETS</b>	<b>0.62</b>
<b>TOTAL NET ASSETS</b>	<b>100.00</b>

# BALANCED FUND

## SCHEDULE OF INVESTMENTS AS AT JUNE 30, 2014

(expressed in EUR) Description	Quantity/ Face value	Currency	Acquisition cost	Valuation	% Net Assets
<b>1) INVESTMENTS</b>					
<b>A) TRANSFERABLE SECURITIES ADMITTED TO AN OFFICIAL STOCK EXCHANGE LISTING OR TRADED ON A REGULATED MARKET, AND INVESTMENT FUNDS</b>					
<b>1) INVESTMENT FUNDS</b>					
IRELAND					
CHALLENGE Euro Bond Fund - Mediolanum L Class* <sup>1</sup>	154,864	EUR	1,146,008	1,484,524	9.10
CHALLENGE Euro Income Fund - Mediolanum L Class* <sup>1</sup>	381,320	EUR	2,616,887	2,849,223	17.46
CHALLENGE European Equity Fund - Mediolanum L Class* <sup>1</sup>	323,329	EUR	1,525,380	1,721,403	10.55
CHALLENGE International Bond Fund - Mediolanum L Class* <sup>1</sup>	328,326	EUR	2,353,726	2,796,680	17.14
CHALLENGE International Equity Fund - Mediolanum L Class* <sup>1</sup>	352,493	EUR	1,246,683	2,409,290	14.77
CHALLENGE International Income Fund - Mediolanum L Class* <sup>1</sup>	145,455	EUR	967,126	1,012,369	6.20
CHALLENGE North American Equity Fund - Mediolanum L Class* <sup>1</sup>	445,443	EUR	2,104,438	2,945,271	18.05
CHALLENGE Pacific Equity Fund - Mediolanum L Class* <sup>1</sup>	153,942	EUR	921,878	894,862	5.48
<b>Total Ireland</b>			<b>12,882,126</b>	<b>16,113,622</b>	<b>98.75</b>
<b>TOTAL INVESTMENT FUNDS</b>			<b>12,882,126</b>	<b>16,113,622</b>	<b>98.75</b>
<b>TOTAL TRANSFERABLE SECURITIES ADMITTED TO AN OFFICIAL STOCK EXCHANGE LISTING OR TRADED ON A REGULATED MARKET, AND INVESTMENT FUNDS</b>					
			<b>12,882,126</b>	<b>16,113,622</b>	<b>98.75</b>
<b>TOTAL INVESTMENTS</b>			<b>12,882,126</b>	<b>16,113,622</b>	<b>98.75</b>
<b>CASH AND OTHER NET ASSETS</b>				<b>203,405</b>	<b>1.25</b>
<b>TOTAL NET ASSETS</b>				<b>16,317,027</b>	<b>100.00</b>

\*This is a related party per Note 22.

<sup>1</sup>UCITS.

# ECONOMIC BREAKDOWN OF INVESTMENTS

(expressed as a percentage of net assets)

	<u>% Net Assets</u>
Investment Funds	98.75
<b>TOTAL INVESTMENTS</b>	<b>98.75</b>
<b>CASH AND OTHER NET ASSETS</b>	<b>1.25</b>
<b>TOTAL NET ASSETS</b>	<b>100.00</b>

# MODERATE FUND

## SCHEDULE OF INVESTMENTS AS AT JUNE 30, 2014

(expressed in EUR) Description	Quantity/ Face value	Currency	Acquisition cost	Valuation	% Net Assets
<b>1) INVESTMENTS</b>					
<b>A) TRANSFERABLE SECURITIES ADMITTED TO AN OFFICIAL STOCK EXCHANGE LISTING OR TRADED ON A REGULATED MARKET, AND INVESTMENT FUNDS</b>					
<b>1) INVESTMENT FUNDS</b>					
IRELAND					
CHALLENGE Euro Bond Fund - Mediolanum L Class* <sup>1</sup>	57,633	EUR	427,212	552,466	11.87
CHALLENGE Euro Income Fund - Mediolanum L Class* <sup>1</sup>	109,519	EUR	736,672	818,327	17.58
CHALLENGE European Equity Fund - Mediolanum L Class* <sup>1</sup>	82,299	EUR	383,549	438,157	9.41
CHALLENGE International Bond Fund - Mediolanum L Class* <sup>1</sup>	98,430	EUR	703,014	838,426	18.01
CHALLENGE International Income Fund - Mediolanum L Class* <sup>1</sup>	54,723	EUR	363,987	380,872	8.18
CHALLENGE Liquidity Euro Fund - Mediolanum L Class* <sup>1</sup>	7,413	EUR	46,717	49,905	1.07
CHALLENGE North American Equity Fund - Mediolanum L Class* <sup>1</sup>	113,965	EUR	510,075	753,534	16.19
CHALLENGE Pacific Equity Fund - Mediolanum L Class* <sup>1</sup>	39,749	EUR	228,735	231,061	4.96
Mediolanum Best Brands Euro Fixed Income - L Class* <sup>1</sup>	92,722	EUR	512,510	558,555	12.00
<b>Total Ireland</b>			<b>3,912,471</b>	<b>4,621,303</b>	<b>99.27</b>
<b>TOTAL INVESTMENT FUNDS</b>			<b>3,912,471</b>	<b>4,621,303</b>	<b>99.27</b>
<b>TOTAL TRANSFERABLE SECURITIES ADMITTED TO AN OFFICIAL STOCK EXCHANGE LISTING OR TRADED ON A REGULATED MARKET, AND INVESTMENT FUNDS</b>			<b>3,912,471</b>	<b>4,621,303</b>	<b>99.27</b>
<b>TOTAL INVESTMENTS</b>			<b>3,912,471</b>	<b>4,621,303</b>	<b>99.27</b>
<b>CASH AND OTHER NET ASSETS</b>				<b>34,216</b>	<b>0.73</b>
<b>TOTAL NET ASSETS</b>				<b>4,655,519</b>	<b>100.00</b>

\*This is a related party per Note 22.

<sup>1</sup>UCITS.

# ECONOMIC BREAKDOWN OF INVESTMENTS

(expressed as a percentage of net assets)

	<u>% Net Assets</u>
Investment Funds	99.27
<b>TOTAL INVESTMENTS</b>	<b>99.27</b>
<b>CASH AND OTHER NET ASSETS</b>	<b>0.73</b>
<b>TOTAL NET ASSETS</b>	<b>100.00</b>

# LIQUIDITY FUND

## SCHEDULE OF INVESTMENTS AS AT JUNE 30, 2014

(expressed in EUR) Description	Quantity/ Face value	Currency	Acquisition cost	Valuation	% Net Assets
<b>1) INVESTMENTS</b>					
<b>A) TRANSFERABLE SECURITIES ADMITTED TO AN OFFICIAL STOCK EXCHANGE LISTING OR TRADED ON A REGULATED MARKET, AND INVESTMENT FUNDS</b>					
<b>1) BONDS</b>					
CANADA					
Glencore Canada Financial Corp 6.25% 27/05/2015 EMTN	1,000,000	EUR	1,054,600	1,049,600	0.64
<b>Total Canada</b>			<b>1,054,600</b>	<b>1,049,600</b>	<b>0.64</b>
FRANCE					
Alstom SA 2.875% 05/10/2015	500,000	EUR	515,115	513,900	0.31
Alstom SA 4% 23/09/2014	800,000	EUR	821,433	806,240	0.49
BNP Paribas SA 0.636% 13/11/2015	1,000,000	EUR	1,000,285	1,000,300	0.61
Bouygues SA 6.125% 03/07/2015	500,000	EUR	530,220	527,700	0.32
Carrefour Banque SA 2.875% 25/09/2015 EMTN	1,000,000	EUR	1,030,400	1,028,200	0.63
Casino Guichard Perrachon SA 5.5% 30/01/2015 EMTN	2,000,000	EUR	2,060,400	2,057,200	1.25
Orange SA 3.625% 14/10/2015 EMTN	500,000	EUR	521,535	519,950	0.32
Pernod Ricard SA 7% 15/01/2015 EMTN	300,000	EUR	317,133	310,410	0.19
RCI Banque SA 1.75% 06/07/2016 EMTN	2,200,000	EUR	2,239,730	2,237,180	1.36
RCI Banque SA 4% 25/01/2016 EMTN	400,000	EUR	420,120	419,200	0.26
RCI Banque SA 4% 16/03/2016 EMTN	1,692,000	EUR	1,784,092	1,780,661	1.08
RCI Banque SA 5.625% 13/03/2015 EMTN	300,000	EUR	314,385	310,140	0.19
Societe Generale SA 0.567% 27/05/2015 EMTN	2,500,000	EUR	2,501,020	2,501,250	1.52
Societe Generale SA 2.375% 13/07/2015 EMTN	3,500,000	EUR	3,573,645	3,567,550	2.17
Societe Generale SA 2.76% 13/05/2016 EMTN	1,800,000	EUR	1,869,660	1,863,900	1.13
<b>Total France</b>			<b>19,499,173</b>	<b>19,443,781</b>	<b>11.83</b>
GERMANY					
Daimler AG 1.75% 21/05/2015 EMTN	1,000,000	EUR	1,013,550	1,012,300	0.62
MAN SE 1% 21/09/2015 EMTN	300,000	EUR	301,785	301,860	0.18
Volkswagen Leasing GmbH 1.5% 15/09/2015 EMTN	1,800,000	EUR	1,821,490	1,821,420	1.11
Volkswagen Leasing GmbH 2.75% 13/07/2015 EMTN	650,000	EUR	666,315	664,885	0.40
<b>Total Germany</b>			<b>3,803,140</b>	<b>3,800,465</b>	<b>2.31</b>
IRELAND					
AIB Mortgage Bank 3.125% 04/12/2015 EMTN	1,000,000	EUR	1,034,675	1,033,500	0.63
Bank of Ireland Mortgage Bank 3.25% 22/06/2015 EMTN	1,000,000	EUR	1,027,450	1,025,300	0.62
Bank of Ireland Mortgage Bank 4.625% 16/09/2014 EMTN	1,500,000	EUR	1,549,685	1,512,450	0.92
EBS Ltd 4% 25/02/2015 EMTN	400,000	EUR	410,680	406,960	0.25
GE Capital European Funding 1.25% 15/10/2015 EMTN	1,000,000	EUR	1,009,610	1,010,100	0.61
<b>Total Ireland</b>			<b>5,032,100</b>	<b>4,988,310</b>	<b>3.03</b>
ITALY					
Assicurazioni Generali SpA 4.875% 11/11/2014 EMTN	1,000,000	EUR	1,035,648	1,015,300	0.62
Banca IMI SpA 0.765% 22/03/2015	2,900,000	EUR	2,895,078	2,891,300	1.76
Banca IMI SpA 4% 31/07/2014 EMTN	2,100,000	EUR	2,138,980	2,094,960	1.27
Banca IMI SpA 4% 18/11/2014 EMTN	1,150,000	EUR	1,175,245	1,163,340	0.71
Banca IMI SpA 4.4% 02/02/2015	2,000,000	EUR	2,055,130	2,039,000	1.24
Enel SpA 1.114% 26/02/2016	1,000,000	EUR	1,005,325	1,003,900	0.61
Enel SpA 5.25% 14/01/2015	300,000	EUR	312,180	307,440	0.19
Intesa Sanpaolo SpA 2.5% 30/12/2014	750,000	EUR	757,425	755,625	0.46

(expressed in EUR)	Quantity/ Face value	Currency	Acquisition cost	Valuation	% Net Assets
Description					
Intesa Sanpaolo SpA 2.8% 03/02/2015	300,000	EUR	304,350	302,700	0.18
Intesa Sanpaolo SpA 3.375% 19/01/2015 EMTN	500,000	EUR	511,050	507,550	0.31
Intesa Sanpaolo SpA 4.5% 30/12/2014	930,000	EUR	954,795	946,275	0.58
Italy Buoni Ordinari del Tesoro BOT 0% 14/07/2014	500,000	EUR	494,938	499,985	0.30
Italy Buoni Ordinari del Tesoro BOT 0% 12/09/2014	4,250,000	EUR	4,193,346	4,248,294	2.58
Italy Buoni Ordinari del Tesoro BOT 0% 14/10/2014	5,000,000	EUR	4,949,616	4,996,954	3.04
Italy Buoni Ordinari del Tesoro BOT 0% 31/10/2014	5,000,000	EUR	4,984,950	4,996,055	3.04
Italy Buoni Ordinari del Tesoro BOT 0% 14/01/2015	500,000	EUR	496,275	499,099	0.30
Italy Buoni Ordinari del Tesoro BOT 0% 14/05/2015	1,500,000	EUR	1,490,025	1,494,775	0.91
Italy Buoni Poliennali del Tesoro Hybrid Strip 0% 01/11/2015	500,000	EUR	493,595	496,175	0.30
Italy Certificati di Credito del Tesoro Zero Coupon 0% 30/06/2015	1,000,000	EUR	993,650	995,410	0.61
Italy Certificati di Credito del Tesoro Zero Coupon 0% 31/12/2015	5,000,000	EUR	4,928,530	4,957,450	3.02
Italy Certificati di Credito del Tesoro/ CCTS-eu 1.133% 15/12/2015	2,500,000	EUR	2,514,775	2,520,500	1.53
Italy Government International Bond 5.75% 25/07/2016 EMTN	8,500,000	EUR	9,369,070	9,342,350	5.68
Mediobanca SpA 0.76% 20/11/2014	300,000	EUR	299,400	299,940	0.18
Mediobanca SpA 3.75% 12/10/2015 EMTN	2,000,000	EUR	2,074,540	2,072,000	1.26
Mediobanca SpA 3.75% 02/02/2016 EMTN	500,000	EUR	522,700	520,700	0.32
Mediobanca SpA 4% 30/09/2014	600,000	EUR	613,980	608,340	0.37
Snam SpA 2% 13/11/2015 EMTN	650,000	EUR	662,090	661,635	0.40
UniCredit SpA 1.879% 24/07/2015 EMTN	600,000	EUR	606,114	606,240	0.37
UniCredit SpA 2.25% 16/12/2016 EMTN	2,500,000	EUR	2,575,825	2,570,749	1.56
UniCredit SpA 3.5% 30/09/2014	1,400,000	EUR	1,423,600	1,409,240	0.86
UniCredit SpA 3.6% 26/06/2015	1,000,000	EUR	1,028,700	1,024,000	0.62
UniCredit SpA 3.75% 29/08/2014	800,000	EUR	813,250	803,600	0.49
UniCredit SpA 4% 30/01/2016	500,000	EUR	522,000	519,730	0.32
UniCredit SpA 6% 31/07/2014	1,000,000	EUR	1,043,300	1,004,100	0.61
Unione di Banche Italiane SCpA 0.504% 24/07/2014 EMTN	800,000	EUR	796,160	799,920	0.49
Unione di Banche Italiane SCpA 0.59% 07/07/2014	300,000	EUR	297,900	299,850	0.18
Unione di Banche Italiane SCpA 1.188% 30/06/2014	1,000,000	EUR	1,000,600	1,000,000	0.61
Unione di Banche Italiane SCpA 1.309% 04/12/2014 EMTN	2,000,000	EUR	2,003,600	2,002,800	1.22
Unione di Banche Italiane SCpA 2.1% 05/03/2016	333,000	EUR	336,863	335,498	0.20
Unione di Banche Italiane SCpA 3.15% 26/02/2016	300,000	EUR	307,200	306,000	0.19
Unione di Banche Italiane SCpA 3.75% 30/10/2015 EMTN	1,700,000	EUR	1,765,110	1,762,560	1.07
Unione di Banche Italiane SCpA 5.25% 16/09/2014	400,000	EUR	412,000	402,000	0.24
<b>Total Italy</b>			<b>67,158,908</b>	<b>67,083,339</b>	<b>40.80</b>
<b>LUXEMBOURG</b>					
Gazprom OAO Via Gaz Capital SA 8.125% 04/02/2015	500,000	EUR	531,520	518,750	0.32
<b>Total Luxembourg</b>			<b>531,520</b>	<b>518,750</b>	<b>0.32</b>
<b>NETHERLANDS</b>					
BASF Finance Europe NV 5.125% 09/06/2015 EMTN	300,000	EUR	315,120	313,410	0.19
BMW Finance NV 2.125% 13/01/2015 EMTN	750,000	EUR	758,623	757,200	0.46
BMW Finance NV 3.25% 28/01/2016 EMTN	1,000,000	EUR	1,044,690	1,042,700	0.63
Cooperatieve Centrale Raiffeisen-Boerenleenbank BA 0.518% 23/11/2015 EMTN	1,800,000	EUR	1,799,172	1,800,180	1.10
Deutsche Telekom International Finance BV 4% 19/01/2015 EMTN	500,000	EUR	512,275	510,000	0.31
E.ON International Finance BV 5.25% 08/09/2015 EMTN	500,000	EUR	530,825	528,800	0.32
Enel Finance International NV 4.625% 24/06/2015 EMTN	500,000	EUR	520,775	519,350	0.32
Fortis Bank Nederland NV 4% 03/02/2015 EMTN	750,000	EUR	769,200	765,975	0.47
ING Groep NV 0.767% 27/02/2015 EMTN	600,000	EUR	601,218	601,200	0.37
ING Groep NV 4.125% 11/04/2016 EMTN	500,000	EUR	531,650	530,000	0.32
KBC Internationale Financieringsmaatschappij NV 4.375% 26/10/2015 EMTN	2,000,000	EUR	2,104,200	2,101,000	1.28
Nomura Europe Finance NV 5.125% 09/12/2014 EMTN	500,000	EUR	517,710	509,850	0.31
PostNL NV 3.875% 01/06/2015	3,000,000	EUR	3,096,000	3,081,900	1.88
Royal Bank of Scotland Plc 1.54393% 30/09/2014	250,000	EUR	251,738	250,028	0.15
Volkswagen Financial Services NV 0.875% 04/12/2015 EMTN	1,200,000	EUR	1,204,224	1,204,200	0.73
Volkswagen International Finance NV 7% 09/02/2016 EMTN	1,000,000	EUR	1,109,540	1,102,300	0.67
<b>Total Netherlands</b>			<b>15,666,960</b>	<b>15,618,093</b>	<b>9.51</b>

(expressed in EUR) Description	Quantity/ Face value	Currency	Acquisition cost	Valuation	% Net Assets
<b>NORWAY</b>					
Santander Consumer Bank AS 1% 10/06/2016 EMTN	2,500,000	EUR	2,494,550	2,507,750	1.53
<b>Total Norway</b>			<b>2,494,550</b>	<b>2,507,750</b>	<b>1.53</b>
<b>SPAIN</b>					
Banco Bilbao Vizcaya Argentaria SA 4.25% 15/07/2014	500,000	EUR	514,700	500,650	0.30
BBVA Senior Finance SAU 0.877% 12/10/2015 EMTN	1,500,000	EUR	1,503,330	1,501,350	0.91
BBVA Senior Finance SAU 3.625% 03/10/2014 EMTN	1,900,000	EUR	1,949,480	1,915,200	1.17
BBVA Senior Finance SAU 3.875% 06/08/2015 EMTN	1,000,000	EUR	1,037,540	1,035,400	0.63
BBVA Senior Finance SAU 4.375% 21/09/2015 EMTN	2,000,000	EUR	2,092,000	2,090,800	1.27
Gas Natural Capital Markets SA 5.25% 09/07/2014 EMTN	1,500,000	EUR	1,537,500	1,501,350	0.91
Santander International Debt SAU 3.5% 12/08/2014 EMTN	1,500,000	EUR	1,520,550	1,505,400	0.92
Santander International Debt SAU 4.375% 04/09/2014	1,500,000	EUR	1,545,495	1,510,500	0.92
Santander Consumer Finance SA 1.15% 02/10/2015	3,600,000	EUR	3,598,416	3,615,120	2.20
Santander Consumer Finance SA 1.625% 23/04/2015	500,000	EUR	503,700	503,800	0.31
Telefonica Emisiones SAU 5.496% 01/04/2016 EMTN	1,500,000	EUR	1,625,655	1,622,850	0.99
<b>Total Spain</b>			<b>17,428,366</b>	<b>17,302,420</b>	<b>10.53</b>
<b>UNITED ARAB EMIRATES</b>					
Glencore Finance Dubai Ltd 1.75% 19/05/2016 EMTN	1,000,000	EUR	1,016,950	1,016,600	0.62
<b>Total United Arab Emirates</b>			<b>1,016,950</b>	<b>1,016,600</b>	<b>0.62</b>
<b>UNITED KINGDOM</b>					
Credit Agricole SA/London 3% 20/07/2015 EMTN	1,000,000	EUR	1,029,090	1,026,400	0.62
FCE Bank Plc 4.75% 19/01/2015 EMTN	1,000,000	EUR	1,026,800	1,022,900	0.62
Imperial Tobacco Finance Plc 8.375% 17/02/2016 EMTN	3,000,000	EUR	3,382,400	3,372,599	2.05
Royal Bank of Scotland Plc 3.1% 08/09/2014	400,000	EUR	407,680	402,920	0.25
Royal Bank of Scotland Plc 3.6% 30/09/2014	1,305,000	EUR	1,339,444	1,313,613	0.80
Royal Bank of Scotland Plc 4% 22/02/2016 EMTN	900,000	EUR	946,800	952,020	0.58
Royal Bank of Scotland Group Plc 1.5% 28/11/2016 EMTN	4,000,000	EUR	4,053,273	4,049,200	2.46
<b>Total United Kingdom</b>			<b>12,185,487</b>	<b>12,139,652</b>	<b>7.38</b>
<b>UNITED STATES OF AMERICA</b>					
Citigroup Inc 2% 24/06/2015 EMTN	250,000	EUR	253,563	252,859	0.15
Goldman Sachs Group Inc 0.635% 15/11/2014	500,000	EUR	499,725	500,250	0.30
Goldman Sachs Group Inc 5.125% 16/10/2014	500,000	EUR	517,505	506,750	0.31
Morgan Stanley 4.5% 23/02/2016 EMTN	2,000,000	EUR	2,123,640	2,121,000	1.29
NYSE Euronext 5.375% 30/06/2015 EMTN	500,000	EUR	526,940	523,650	0.32
<b>Total United States of America</b>			<b>3,921,373</b>	<b>3,904,509</b>	<b>2.37</b>
<b>TOTAL BONDS</b>			<b>149,793,127</b>	<b>149,373,269</b>	<b>90.87</b>
<b>TOTAL TRANSFERABLE SECURITIES ADMITTED TO AN OFFICIAL STOCK EXCHANGE LISTING OR TRADED ON A REGULATED MARKET, AND INVESTMENT FUNDS</b>					
			<b>149,793,127</b>	<b>149,373,269</b>	<b>90.87</b>
<b>B) FINANCIAL INSTRUMENTS</b>					
<b>1) FINANCIAL INSTRUMENTS</b>					
<b>BELGIUM</b>					
Belgium Treasury Bill 0% 14/08/2014	357,000	EUR	356,274	356,996	0.22
Belgium Treasury Bill 0% 16/10/2014	1,000,000	EUR	998,484	999,980	0.61
Belgium Treasury Bill 0% 15/01/2015	700,000	EUR	699,046	699,950	0.43
Belgium Treasury Bill 0% 12/02/2015	357,000	EUR	356,488	356,926	0.22
<b>Total Belgium</b>			<b>2,410,292</b>	<b>2,413,852</b>	<b>1.48</b>

(expressed in EUR) Description	Quantity/ Face value	Currency	Acquisition cost	Valuation	% Net Assets
FRANCE					
France Treasury Bill BTF 0% 16/10/2014	2,410,000	EUR	2,406,567	2,409,499	1.47
France Treasury Bill BTF 0% 05/02/2015	2,297,000	EUR	2,293,772	2,296,441	1.40
France Treasury Bill BTF 0% 05/03/2015	742,857	EUR	741,510	742,653	0.45
<b>Total France</b>			<b>5,441,849</b>	<b>5,448,593</b>	<b>3.32</b>
GERMANY					
German Treasury Bill 0% 28/01/2015	700,000	EUR	699,596	699,672	0.42
German Treasury Bill 0% 25/03/2015	590,000	EUR	589,112	589,663	0.36
<b>Total Germany</b>			<b>1,288,708</b>	<b>1,289,335</b>	<b>0.78</b>
NETHERLANDS					
Dutch Treasury Certificate 0% 31/07/2014	420,000	EUR	419,829	420,011	0.26
<b>Total Netherlands</b>			<b>419,829</b>	<b>420,011</b>	<b>0.26</b>
<b>TOTAL FINANCIAL INSTRUMENTS</b>			<b>9,560,678</b>	<b>9,571,791</b>	<b>5.84</b>
<b>TOTAL FINANCIAL INSTRUMENTS</b>			<b>9,560,678</b>	<b>9,571,791</b>	<b>5.84</b>
<b>TOTAL INVESTMENTS</b>			<b>159,353,805</b>	<b>158,945,060</b>	<b>96.71</b>
<b>CASH AND OTHER NET ASSETS</b>				<b>5,405,281</b>	<b>3.29</b>
<b>TOTAL NET ASSETS</b>				<b>164,350,341</b>	<b>100.00</b>

# ECONOMIC BREAKDOWN OF INVESTMENTS

(expressed as a percentage of net assets)

	% Net Assets
Banks and Financial Institutions	33.98
States, Provinces and Municipalities	27.15
Holding and Finance Companies	25.03
Transportation	1.88
Mortgage and Funding Institutions	1.54
News Transmission	1.31
Retail	1.25
Public Services	1.20
Electronics and Electrical Equipment	0.80
Miscellaneous	0.64
Automobile Industry	0.62
Insurance	0.62
Construction and Building Material	0.32
Tobacco and Spirits	0.19
Mechanics and Machinery	0.18
<b>TOTAL INVESTMENTS</b>	<b>96.71</b>
<b>CASH AND OTHER NET ASSETS</b>	<b>3.29</b>
<b>TOTAL NET ASSETS</b>	<b>100.00</b>

# SCHEDULE OF PORTFOLIO CHANGES

## TOP 20 PURCHASES AND SALES PER SUB-FUND

(expressed in EUR)

### ACTIVE 100 FUND

#### Purchases

<b>Date</b>	<b>Security</b>	<b>Cost</b>
24-Feb-14	CHALLENGE Emerging Market Equity Fund - Mediolanum L Class*	433,511

#### Sales

<b>Date</b>	<b>Security</b>	<b>Proceeds</b>
05-Mar-14	CHALLENGE North American Equity Fund - Mediolanum L Class*	763,194
05-Mar-14	CHALLENGE International Equity Fund - Mediolanum L Class*	721,072
05-Mar-14	CHALLENGE Counter Cyclical Equity Fund - Mediolanum L Class*	592,093
17-Jan-14	Mediolanum Specialities SICAV - SIF Equity Income Fund*	456,111
05-Mar-14	CHALLENGE Cyclical Equity Fund - Mediolanum L Class*	443,820
21-Feb-14	CHALLENGE North American Equity Fund - Mediolanum L Class*	443,238
10-Apr-14	CHALLENGE Emerging Market Equity Fund - Mediolanum L Class*	441,090
26-Mar-14	CHALLENGE North American Equity Fund - Mediolanum L Class*	421,397
21-Feb-14	CHALLENGE Counter Cyclical Equity Fund - Mediolanum L Class*	409,634
21-Feb-14	CHALLENGE International Equity Fund - Mediolanum L Class*	393,457
28-Apr-14	CHALLENGE International Equity Fund - Mediolanum L Class*	367,239
24-Jun-14	CHALLENGE International Equity Fund - Mediolanum L Class*	314,232
05-Mar-14	CHALLENGE Financial Equity Fund - Mediolanum L Class*	314,228
16-May-14	CHALLENGE International Equity Fund - Mediolanum L Class*	311,512
28-Apr-14	CHALLENGE North American Equity Fund - Mediolanum L Class*	307,970
16-May-14	CHALLENGE North American Equity Fund - Mediolanum L Class*	306,674
21-Feb-14	CHALLENGE European Equity Fund - Mediolanum L Class*	296,301
11-Mar-14	CHALLENGE North American Equity Fund - Mediolanum L Class*	291,631
24-Jun-14	CHALLENGE North American Equity Fund - Mediolanum L Class*	289,194
16-May-14	CHALLENGE Counter Cyclical Equity Fund - Mediolanum L Class*	289,135

\*This is a related party per Note 22.

# SCHEDULE OF PORTFOLIO CHANGES

## TOP 20 PURCHASES AND SALES PER SUB-FUND

(expressed in EUR)

### ACTIVE 80 FUND

#### Purchases

Date	Security	Cost
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#### Sales

Date	Security	Proceeds
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16-May-14	CHALLENGE International Equity Fund - Mediolanum L Class*	346,822
07-Apr-14	CHALLENGE International Equity Fund - Mediolanum L Class*	342,375
17-Jan-14	CHALLENGE International Equity Fund - Mediolanum L Class*	320,916
24-Mar-14	CHALLENGE Euro Income Fund - Mediolanum L Class*	300,773
12-Jun-14	CHALLENGE North American Equity Fund - Mediolanum L Class*	298,103
24-Feb-14	CHALLENGE International Equity Fund - Mediolanum L Class*	296,919
05-Mar-14	CHALLENGE North American Equity Fund - Mediolanum L Class*	285,981
16-May-14	CHALLENGE North American Equity Fund - Mediolanum L Class*	278,876
22-Apr-14	CHALLENGE Euro Income Fund - Mediolanum L Class*	265,271
22-Apr-14	CHALLENGE International Bond Fund - Mediolanum L Class*	264,273
16-Jun-14	CHALLENGE International Equity Fund - Mediolanum L Class*	258,177
12-Jun-14	CHALLENGE International Equity Fund - Mediolanum L Class*	252,548
16-Jun-14	CHALLENGE North American Equity Fund - Mediolanum L Class*	249,562
22-Apr-14	CHALLENGE International Income Fund - Mediolanum L Class*	248,574
07-Apr-14	CHALLENGE North American Equity Fund - Mediolanum L Class*	237,771
13-Feb-14	CHALLENGE North American Equity Fund - Mediolanum L Class*	229,600
30-May-14	CHALLENGE International Equity Fund - Mediolanum L Class*	224,064
30-May-14	CHALLENGE North American Equity Fund - Mediolanum L Class*	221,990
05-Mar-14	CHALLENGE International Equity Fund - Mediolanum L Class*	204,130
29-Jan-14	CHALLENGE Euro Income Fund - Mediolanum L Class*	204,062

\*This is a related party per Note 22.

# SCHEDULE OF PORTFOLIO CHANGES

## TOP 20 PURCHASES AND SALES PER SUB-FUND

(expressed in EUR)

### ACTIVE 40 FUND

<b>Purchases Date</b>	<b>Security</b>	<b>Cost</b>
10-Apr-14	Italy Buoni Ordinari del Tesoro BOT 0% 14/04/2015	1,143,087

<b>Sales Date</b>	<b>Security</b>	<b>Proceeds</b>
14-Apr-14	Italy Buoni Ordinari del Tesoro BOT 0% 14/04/2014	1,189,000
05-Feb-14	CHALLENGE International Bond Fund - Mediolanum L Class*	184,472
03-Apr-14	CHALLENGE North American Equity Fund - Mediolanum L Class*	77,334
03-Apr-14	CHALLENGE International Equity Fund - Mediolanum L Class*	69,441
19-May-14	CHALLENGE International Bond Fund - Mediolanum L Class*	65,643
18-Feb-14	CHALLENGE North American Equity Fund - Mediolanum L Class*	58,396
30-May-14	CHALLENGE International Equity Fund - Mediolanum L Class*	58,160
19-May-14	CHALLENGE International Equity Fund - Mediolanum L Class*	57,026
18-Feb-14	CHALLENGE International Equity Fund - Mediolanum L Class*	55,085
05-Feb-14	CHALLENGE Euro Bond Fund - Mediolanum L Class*	51,627
18-Mar-14	Italy Buoni Ordinari del Tesoro BOT 0% 14/04/2014	50,990
30-May-14	CHALLENGE North American Equity Fund - Mediolanum L Class*	49,244
19-Mar-14	CHALLENGE Euro Income Fund - Mediolanum L Class*	48,672
30-Apr-14	CHALLENGE International Equity Fund - Mediolanum L Class*	46,211
30-Apr-14	CHALLENGE International Bond Fund - Mediolanum L Class*	45,263
19-Mar-14	Mediolanum Best Brands Euro Fixed Income - L Class *	44,723
05-Feb-14	CHALLENGE Euro Income Fund - Mediolanum L Class*	42,561
03-Apr-14	CHALLENGE International Bond Fund - Mediolanum L Class*	42,509
17-Jan-14	CHALLENGE European Equity Fund - Mediolanum L Class*	41,444
24-Feb-14	CHALLENGE Euro Income Fund - Mediolanum L Class*	39,374

\*This is a related party per Note 22.

# SCHEDULE OF PORTFOLIO CHANGES

## TOP 20 PURCHASES AND SALES PER SUB-FUND

(expressed in EUR)

### ACTIVE 10 FUND

#### Purchases

Date	Security	Cost
23-Apr-14	Italy Buoni Ordinari del Tesoro BOT 0% 14/04/2015	158,075
08-May-14	CHALLENGE International Income Fund - Mediolanum L Class*	91,474
08-May-14	Mediolanum Best Brands Euro Fixed Income - L Class*	89,506
08-May-14	CHALLENGE Euro Income Fund - Mediolanum L Class*	88,338
08-May-14	CHALLENGE International Bond Fund - Mediolanum L Class*	88,159
08-May-14	CHALLENGE Euro Bond Fund - Mediolanum L Class*	76,089
24-Apr-14	Mediolanum Best Brands Euro Fixed Income - L Class*	57,965
24-Apr-14	CHALLENGE Euro Income Fund - Mediolanum L Class*	57,873
24-Apr-14	CHALLENGE International Bond Fund - Mediolanum L Class*	57,048
24-Apr-14	CHALLENGE International Income Fund - Mediolanum L Class*	57,003
24-Apr-14	CHALLENGE Euro Bond Fund - Mediolanum L Class*	49,245
24-Mar-14	Mediolanum Best Brands Euro Fixed Income - L Class*	23,754
24-Mar-14	CHALLENGE Euro Income Fund - Mediolanum L Class*	23,519
24-Mar-14	CHALLENGE International Income Fund - Mediolanum L Class*	23,494
10-Apr-14	Mediolanum Best Brands Euro Fixed Income - L Class*	23,339
16-Apr-14	CHALLENGE International Income Fund - Mediolanum L Class*	23,045
10-Apr-14	CHALLENGE Euro Income Fund - Mediolanum L Class*	23,043
08-May-14	CHALLENGE International Equity Fund - Mediolanum L Class*	22,303
28-May-14	CHALLENGE Euro Income Fund - Mediolanum L Class*	20,917
28-May-14	Mediolanum Best Brands Euro Fixed Income - L Class*	20,900

#### Sales

Date	Security	Proceeds
14-Apr-14	Italy Buoni Ordinari del Tesoro BOT 0% 14/04/2014	145,000
12-Mar-14	Italy Buoni Ordinari del Tesoro BOT 0% 14/04/2014	54,988
11-Mar-14	CHALLENGE Euro Bond Fund - Mediolanum L Class*	35,730
11-Mar-14	Mediolanum Best Brands Euro Fixed Income - L Class*	32,108
11-Mar-14	CHALLENGE Euro Income Fund - Mediolanum L Class*	31,531
29-Jan-14	CHALLENGE Euro Bond Fund - Mediolanum L Class*	24,865
18-Feb-14	CHALLENGE Euro Bond Fund - Mediolanum L Class*	23,158
18-Feb-14	CHALLENGE International Bond Fund - Mediolanum L Class*	21,867
18-Feb-14	Mediolanum Best Brands Euro Fixed Income - L Class*	17,564
18-Feb-14	CHALLENGE International Income Fund - Mediolanum L Class*	17,258
18-Feb-14	CHALLENGE Euro Income Fund - Mediolanum L Class*	17,082
11-Mar-14	CHALLENGE International Income Fund - Mediolanum L Class*	13,356
11-Mar-14	CHALLENGE International Equity Fund - Mediolanum L Class*	11,286
18-Feb-14	CHALLENGE International Equity Fund - Mediolanum L Class*	10,510
11-Mar-14	CHALLENGE International Bond Fund - Mediolanum L Class*	9,876
29-Jan-14	Mediolanum Specialities SICAV - SIF Equity Income Fund*	9,294
29-Jan-14	Mediolanum Best Brands Euro Fixed Income - L Class*	6,864
29-Jan-14	CHALLENGE Euro Income Fund - Mediolanum L Class*	6,346
11-Mar-14	CHALLENGE Emerging Market Equity Fund - Mediolanum L Class*	4,753

\*This is a related party per Note 22.

# SCHEDULE OF PORTFOLIO CHANGES

## TOP 20 PURCHASES AND SALES PER SUB-FUND

(expressed in EUR)

### AGGRESSIVE FUND

#### Purchases

Date	Security	Cost
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Sales Date	Security	Proceeds
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12-May-14	CHALLENGE Energy Equity Fund - Mediolanum L Class*	94,631
28-May-14	CHALLENGE North American Equity Fund - Mediolanum L Class*	66,429
11-Mar-14	CHALLENGE North American Equity Fund - Mediolanum L Class*	59,088
05-Feb-14	CHALLENGE European Equity Fund - Mediolanum L Class*	51,525
11-Mar-14	CHALLENGE International Equity Fund - Mediolanum L Class*	49,968
12-May-14	CHALLENGE Counter Cyclical Equity Fund - Mediolanum L Class*	48,877
12-May-14	CHALLENGE European Equity Fund - Mediolanum L Class*	45,031
24-Feb-14	CHALLENGE European Equity Fund - Mediolanum L Class*	44,534
05-Feb-14	CHALLENGE Counter Cyclical Equity Fund - Mediolanum L Class*	43,337
28-May-14	CHALLENGE International Equity Fund - Mediolanum L Class*	41,795
24-Feb-14	CHALLENGE Energy Equity Fund - Mediolanum L Class*	41,648
28-May-14	CHALLENGE Financial Equity Fund - Mediolanum L Class*	40,872
05-Feb-14	CHALLENGE International Equity Fund - Mediolanum L Class*	38,233
28-May-14	CHALLENGE Cyclical Equity Fund - Mediolanum L Class*	36,916
11-Mar-14	CHALLENGE Counter Cyclical Equity Fund - Mediolanum L Class*	35,370
12-May-14	CHALLENGE International Equity Fund - Mediolanum L Class*	34,719
28-May-14	CHALLENGE Counter Cyclical Equity Fund - Mediolanum L Class*	32,995
05-Feb-14	CHALLENGE Technology Equity Fund - Mediolanum L Class*	32,776
24-Feb-14	CHALLENGE Financial Equity Fund - Mediolanum L Class*	27,832
28-May-14	CHALLENGE Technology Equity Fund - Mediolanum L Class*	24,335

\*This is a related party per Note 22.

# SCHEDULE OF PORTFOLIO CHANGES

## TOP 20 PURCHASES AND SALES PER SUB-FUND

(expressed in EUR)

### AGGRESSIVE PLUS FUND

<b>Purchases Date</b>	<b>Security</b>	<b>Cost</b>
17-Jan-14	CHALLENGE Emerging Market Equity Fund - Mediolanum L Class*	124,875

<b>Sales Date</b>	<b>Security</b>	<b>Proceeds</b>
15-Apr-14	CHALLENGE Emerging Market Equity Fund - Mediolanum L Class*	289,273
17-Jan-14	CHALLENGE European Equity Fund - Mediolanum L Class*	201,609
12-Jun-14	CHALLENGE North American Equity Fund - Mediolanum L Class*	189,913
19-Mar-14	CHALLENGE North American Equity Fund - Mediolanum L Class*	187,147
17-Jan-14	CHALLENGE International Equity Fund - Mediolanum L Class*	162,285
07-May-14	CHALLENGE North American Equity Fund - Mediolanum L Class*	154,049
19-May-14	CHALLENGE Emerging Market Equity Fund - Mediolanum L Class*	147,704
07-May-14	CHALLENGE International Equity Fund - Mediolanum L Class*	143,629
21-Feb-14	CHALLENGE International Equity Fund - Mediolanum L Class*	142,792
07-May-14	CHALLENGE Counter Cyclical Equity Fund - Mediolanum L Class*	142,482
12-Jun-14	CHALLENGE International Equity Fund - Mediolanum L Class*	134,939
21-Feb-14	CHALLENGE European Equity Fund - Mediolanum L Class*	129,134
21-Feb-14	CHALLENGE Energy Equity Fund - Mediolanum L Class*	128,658
15-Apr-14	CHALLENGE Energy Equity Fund - Mediolanum L Class*	127,566
21-Feb-14	CHALLENGE North American Equity Fund - Mediolanum L Class*	126,432
21-Feb-14	CHALLENGE Counter Cyclical Equity Fund - Mediolanum L Class*	125,920
19-Mar-14	CHALLENGE International Equity Fund - Mediolanum L Class*	116,082
07-May-14	CHALLENGE Energy Equity Fund - Mediolanum L Class*	113,782
17-Jan-14	CHALLENGE Counter Cyclical Equity Fund - Mediolanum L Class*	113,287
07-May-14	CHALLENGE European Equity Fund - Mediolanum L Class*	107,628

\*This is a related party per Note 22.

# SCHEDULE OF PORTFOLIO CHANGES

## TOP 20 PURCHASES AND SALES PER SUB-FUND

(expressed in EUR)

### DYNAMIC FUND

#### Purchases

Date	Security	Cost
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#### Sales

Date	Security	Proceeds
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03-Apr-14	CHALLENGE North American Equity Fund - Mediolanum L Class*	89,202
24-Feb-14	CHALLENGE International Equity Fund - Mediolanum L Class*	83,864
24-Feb-14	CHALLENGE European Equity Fund - Mediolanum L Class*	73,898
10-Feb-14	CHALLENGE International Bond Fund - Mediolanum L Class*	66,130
29-Jan-14	CHALLENGE European Equity Fund - Mediolanum L Class*	62,583
03-Apr-14	CHALLENGE International Equity Fund - Mediolanum L Class*	59,541
19-May-14	CHALLENGE International Equity Fund - Mediolanum L Class*	58,164
04-Jun-14	CHALLENGE North American Equity Fund - Mediolanum L Class*	57,337
19-May-14	CHALLENGE European Equity Fund - Mediolanum L Class*	49,489
24-Feb-14	CHALLENGE North American Equity Fund - Mediolanum L Class*	47,346
04-Jun-14	CHALLENGE International Equity Fund - Mediolanum L Class*	46,784
12-Jun-14	CHALLENGE North American Equity Fund - Mediolanum L Class*	45,405
19-May-14	CHALLENGE North American Equity Fund - Mediolanum L Class*	44,348
10-Feb-14	CHALLENGE Euro Income Fund - Mediolanum L Class*	42,175
24-Apr-14	CHALLENGE International Bond Fund - Mediolanum L Class*	41,339
10-Feb-14	CHALLENGE Euro Bond Fund - Mediolanum L Class*	40,840
24-Apr-14	CHALLENGE European Equity Fund - Mediolanum L Class*	40,834
24-Apr-14	CHALLENGE International Equity Fund - Mediolanum L Class*	40,245
29-Jan-14	CHALLENGE International Equity Fund - Mediolanum L Class*	38,229
24-Apr-14	CHALLENGE North American Equity Fund - Mediolanum L Class*	36,207

\*This is a related party per Note 22.

# SCHEDULE OF PORTFOLIO CHANGES

## TOP 20 PURCHASES AND SALES PER SUB-FUND

(expressed in EUR)

### BALANCED FUND

#### Purchases

<b>Date</b>	<b>Security</b>	<b>Cost</b>
12-Jun-14	CHALLENGE Euro Income Fund - Mediolanum L Class*	46,797
12-Jun-14	CHALLENGE International Bond Fund - Mediolanum L Class*	41,899

#### Sales

<b>Date</b>	<b>Security</b>	<b>Proceeds</b>
18-Feb-14	CHALLENGE North American Equity Fund - Mediolanum L Class*	131,250
11-Mar-14	CHALLENGE North American Equity Fund - Mediolanum L Class*	98,159
26-Mar-14	CHALLENGE International Bond Fund - Mediolanum L Class*	92,154
22-Apr-14	CHALLENGE International Bond Fund - Mediolanum L Class*	91,430
26-Mar-14	CHALLENGE Euro Income Fund - Mediolanum L Class*	87,997
26-Mar-14	CHALLENGE North American Equity Fund - Mediolanum L Class*	85,482
12-Jun-14	CHALLENGE North American Equity Fund - Mediolanum L Class*	84,975
22-Apr-14	CHALLENGE Euro Income Fund - Mediolanum L Class*	77,422
22-May-14	CHALLENGE European Equity Fund - Mediolanum L Class*	73,215
29-Jan-14	CHALLENGE European Equity Fund - Mediolanum L Class*	72,476
22-Apr-14	CHALLENGE Euro Bond Fund - Mediolanum L Class*	72,362
11-Mar-14	CHALLENGE International Equity Fund - Mediolanum L Class*	72,266
29-Jan-14	CHALLENGE International Equity Fund - Mediolanum L Class*	68,658
18-Feb-14	CHALLENGE International Equity Fund - Mediolanum L Class*	64,363
22-May-14	CHALLENGE North American Equity Fund - Mediolanum L Class*	62,399
22-May-14	CHALLENGE International Equity Fund - Mediolanum L Class*	61,353
11-Mar-14	CHALLENGE Euro Income Fund - Mediolanum L Class*	59,624
12-Jun-14	CHALLENGE International Equity Fund - Mediolanum L Class*	58,447
29-Jan-14	CHALLENGE International Bond Fund - Mediolanum L Class*	57,858
24-Jun-14	CHALLENGE International Equity Fund - Mediolanum L Class*	55,112

\*This is a related party per Note 22.

# SCHEDULE OF PORTFOLIO CHANGES

## TOP 20 PURCHASES AND SALES PER SUB-FUND

(expressed in EUR)

### MODERATE FUND

#### Purchases

Date	Security	Cost
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#### Sales

Date	Security	Proceeds
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26-Mar-14	CHALLENGE International Bond Fund - Mediolanum L Class*	39,123
26-Mar-14	CHALLENGE North American Equity Fund - Mediolanum L Class*	34,163
26-Mar-14	CHALLENGE Euro Income Fund - Mediolanum L Class*	32,596
26-Mar-14	CHALLENGE Euro Bond Fund - Mediolanum L Class*	31,239
28-May-14	CHALLENGE International Bond Fund - Mediolanum L Class*	26,905
26-Mar-14	Mediolanum Best Brands Euro Fixed Income - L Class*	22,342
28-May-14	CHALLENGE North American Equity Fund - Mediolanum L Class*	19,300
24-Feb-14	CHALLENGE North American Equity Fund - Mediolanum L Class*	19,167
28-May-14	CHALLENGE Euro Bond Fund - Mediolanum L Class*	17,749
07-Apr-14	CHALLENGE European Equity Fund - Mediolanum L Class*	17,727
29-Jan-14	CHALLENGE International Bond Fund - Mediolanum L Class*	17,329
28-May-14	CHALLENGE Euro Income Fund - Mediolanum L Class*	17,200
28-Feb-14	CHALLENGE North American Equity Fund - Mediolanum L Class*	15,605
28-May-14	CHALLENGE European Equity Fund - Mediolanum L Class*	15,341
24-Feb-14	CHALLENGE European Equity Fund - Mediolanum L Class*	14,752
26-Mar-14	CHALLENGE International Income Fund - Mediolanum L Class*	14,360
07-Apr-14	CHALLENGE North American Equity Fund - Mediolanum L Class*	13,287
29-Jan-14	CHALLENGE European Equity Fund - Mediolanum L Class*	12,926
28-Feb-14	CHALLENGE Euro Income Fund - Mediolanum L Class*	12,182
29-Jan-14	CHALLENGE Euro Bond Fund - Mediolanum L Class*	12,053

\*This is a related party per Note 22.

# SCHEDULE OF PORTFOLIO CHANGES

## TOP 20 PURCHASES AND SALES PER SUB-FUND

(expressed in EUR)

### LIQUIDITY FUND

#### Purchases

Date	Security	Cost
28-Apr-14	Italy Buoni Ordinari del Tesoro BOT 0% 31/10/2014	4,984,950
12-Feb-14	Italy Buoni Ordinari del Tesoro BOT 0% 13/02/2015	4,965,807
01-Apr-14	Italy Government International Bond 5.75% 25/07/2016 EMTN	4,005,667
20-Mar-14	Santander Consumer Finance SA 1.15% 02/10/2015	3,598,416
26-Mar-14	Italy Certificati di Credito del Tesoro Zero Coupon 0% 31/12/2015	3,449,530
19-May-14	Italy Government International Bond 5.75% 25/07/2016 EMTN	3,437,453
24-Jun-14	Royal Bank of Scotland Group PLC 1.5% 28/11/2016 EMTN	3,406,563
13-May-14	PostNL NV 3.875% 01/06/2015	3,207,154
07-May-14	Societe Generale SA 2.375% 13/07/2015 EMTN	3,122,147
13-May-14	Cooperatieve Centrale Raiffeisen-Boerenleenbank BA 0.518% 23/11/2015 EMTN	2,998,620
13-Jun-14	UniCredit SpA 2.25% 16/12/2016 EMTN	2,604,181
09-Apr-14	France Treasury Bill BTF 0% 19/06/2014	2,530,085
12-Feb-14	France Treasury Bill BTF 0% 10/04/2014	2,529,488
28-May-14	Santander Consumer Bank AS 1% 10/06/2016 EMTN	2,494,550
02-Apr-14	France Treasury Bill BTF 0% 05/06/2014	2,399,240
31-Mar-14	France Treasury Bill BTF 0% 05/03/2015	2,365,704
23-Jun-14	Imperial Tobacco Finance PLC 8.375% 17/02/2016 EMTN	2,310,999
18-Jun-14	KBC Internationale Financieringsmaatschappij NV 4.375% 26/10/2015 EMTN	2,161,734
27-Jun-14	BBVA Senior Finance SAU 4.375% 21/09/2015 EMTN	2,160,082
24-Jun-14	Morgan Stanley 4.5% 23/02/2016 EMTN	2,154,215

#### Sales

Date	Security	Proceeds
13-Jun-14	Italy Buoni Ordinari del Tesoro BOT 0% 13/06/2014	11,000,000
14-Feb-14	Italy Buoni Ordinari del Tesoro BOT 0% 14/02/2014	5,000,000
28-Apr-14	Italy Buoni Ordinari del Tesoro BOT 0% 13/02/2015	4,974,879
03-Apr-14	France Treasury Bill BTF 0% 03/04/2014	4,340,000
26-Mar-14	Italy Buoni Ordinari del Tesoro BOT 0% 14/04/2014	3,999,401
01-Apr-14	Italy Buoni Ordinari del Tesoro BOT 0% 14/05/2014	3,998,306
24-Jun-14	France Treasury Bill BTF 0% 24/07/2014	3,699,971
30-Apr-14	France Treasury Bill BTF 0% 30/04/2014	3,560,000
30-May-14	Italy Certificati di Credito del Tesoro Zero Coupon 0% 30/05/2014	3,500,000
25-Jun-14	Unione di Banche Italiane SCpA 4.939% 25/06/2014 EMTN	3,200,000
24-Jun-14	Italy Buoni Ordinari del Tesoro BOT 0% 14/08/2014	2,999,245
19-May-14	Italy Buoni Ordinari del Tesoro BOT 0% 14/08/2014	2,996,553
28-May-14	France Treasury Bill BTF 0% 28/05/2014	2,900,000
19-Jun-14	France Treasury Bill BTF 0% 19/06/2014	2,826,000
13-Feb-14	France Treasury Bill BTF 0% 13/02/2014	2,530,000
10-Apr-14	France Treasury Bill BTF 0% 10/04/2014	2,530,000
24-Jun-14	France Treasury Bill BTF 0% 10/07/2014	2,521,982
13-May-14	France Treasury Bill BTF 0% 13/11/2014	2,498,131
05-Jun-14	France Treasury Bill BTF 0% 05/06/2014	2,400,000
20-Mar-14	France Treasury Bill BTF 0% 20/03/2014	2,120,000

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