



NEF

Fonds Commun de Placement

Audited annual report

as at 31/12/17

R.C.S. Luxembourg K1098

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Management and Administration

REGISTERED OFFICE

Nord Est Asset Management
5, Allée Scheffer
L-2520 Luxembourg

MANAGEMENT COMPANY

Nord Est Asset Management S.A.
5, Allée Scheffer
L-2520 Luxembourg

INVESTMENT MANAGERS

Vontobel Asset Management AG (until August 2017)
Gotthardstrasse 43,
CH-8022 Zürich, Switzerland

Amundi (until August 2017)
90, Boulevard Pasteur
F-75015 Paris, France

Amundi - London Branch
41 Lothbury
EC2R London, United Kingdom

Raiffeisen Kapitalanlage-Gesellschaft m.b.H
Mooslackengasse 12,
A-1190 Wien, Austria

Union Investment Luxembourg S.A.
308, Route d'Esch,
L-1471 Luxembourg

Franklin Advisers, Inc (until August 2017)
One Franklin Parkway
San Mateo, California 94403, United States

BlackRock Investment Management (UK) Limited
33 King William Street,
London EC4R 9AS, United Kingdom

Vontobel Asset Management Inc.
1540 Broadway, 38th Floor
New York, NY 10036, United States

BNP Paribas Asset Management France.
14, Rue Bergère,
F-75009 Paris, France

Schroder Investment Management Limited
31 Gresham Street,
London EC2V 7QA, United Kingdom

Deutsche Asset Management Investment GmbH.
Mainzer Landstraße 178-190,
60327 Frankfurt am Main, Germany

FIL Pensions Management
Oakhill House 130 Tonbridge Road
Hildenborough
Tonbridge, Kent TN11 9DZ, United Kingdom

BNP Paribas Asset Management UK Limited
5 Aldermanbury Square
London EC2V 7BP, United Kingdom

Amundi SGR S.p.A
Piazza Cavour Conte Camillo Benso, 2
IT-20121 Milano, Italy

Eurizon Capital SGR S.p.A.(since August 2017)
Piazzetta Giordano Dell'amore, 3
20121 Milan, Italy

MFS International (U.K.) Limited (since August 2017)
One Carter Lane,
London, EC4V 5ER, United Kingdom

AUDITOR

KPMG Luxembourg, Société cooperative
39, Avenue John F. Kennedy
L-1855 Luxembourg

DISTRIBUTORS

Cassa Centrale Banca - Credito Cooperativo del Nord
Est S.p.A.
Via Segantini, 5
IT-38100 Trento, Italy

ALLFUNDS BANK S.A.
Calle Estafeta 6, 28109, Alcobendas, Madrid, Spain

ALLFUNDS INTERNATIONAL S.A.
30, Boulevard Royal
L-2449 Luxembourg

Attrax S.A.
308, route d'Esch
L-1417 Luxembourg

SUB-INVESTMENT MANAGERS

FIL Investment Management (Hong Kong) Ltd
17th Floor, One International Finance Centre
1 Harbour View Street, Central Hong Kong

FIL Investments International
Oakhill House 130 Tonbridge Road
Hildenborough
Tonbridge, Kent TN11 9DZ, United Kingdom

Management and Administration

SUB-INVESTMENT MANAGER

MFS Institutional Advisors Inc.(since August 2017)
111 Huntington Avenue
Boston, MA 02199-7632, United States

DEPOSITARY AND CENTRAL ADMINISTRATION AGENT

CACEIS Bank, Luxembourg Branch
5, Allée Scheffér
L-2520 Luxembourg

Board of Directors of the Management Company

CHAIRMAN OF THE BOARD

Mr Paolo Crozzoli,
Independent Director

VICE - CHAIRMAN OF THE BOARD

Mr Mario Sartori, General Manager
Cassa Centrale Banca - Credito Cooperativo del Nord Est
Via Segantini, 5
IT-38100 Trento, Italy

DIRECTORS

Mr Vincent Linari-Pierron
Independent Director
252 avenue Gaston Diderich,
L-1420 Luxembourg

Mr Fabio Colombero, General Manager (until April 4, 2017)
Federazione Veneta Banche Di Credito Cooperativo
Via Longhin, 1
IT-35129 Padova, Italy

Mr Antoine Gilson De Rouvreux (until May 10, 2017)
Independent Director

Mrs Josée Lynda Denis (starting from May 10, 2017)
Independent Director

Mr Tiziano Cenedese (starting from November 21, 2017)
Federazione Veneta Banche Di Credito Cooperativo
Via Longhin, 1
IT-35129 Padova, Italy

Report of the Directors of Nord Est Asset Management S.A.

The Board of Directors of Nord Est Asset Management S.A. (NEAM) is pleased to present the Annual Report of NEF fund for the year ended 31 December 2017.

Financial Market Trend

In 2017, the financial and macroeconomic events which mainly influenced the financial market trend were the gradual, accelerated and synchronized global growth; the improvement of the global trade as a result of the emerging economies recovery; the better trend of raw material prices, especially the oil's; the Central Banks' expansive monetary policies.

On the other hand, 2017 was destabilized because of some political events: the U.S. presidential elections, under justice investigations, and with the threat of the Russian interference; the difficult management of the Brexit; the Syrian war which caused the worsening of the U.S.A.-Russia relations; the verbal exchanges between the U.S.A. and North Korea; Mr. Macron's victory in France and the "non-victory" of Mrs. Merkel in Germany; the anti-European movements, culminating in the referendum vote in Catalonia and finally the several terroristic attacks.

Monetary Policy

After having increased interest rates in December 2015 and then again in December 2016, the Federal Reserve increased them of 25 basis points for three times (in March, June and December) in 2017. As from 13 December, federal funds rate has amounted to between 1,25% and 1,50%, showing trend acceleration compared to the past two years. It reflects the FED certainty that economy is well on the way to achieve the full employment and inflation control goals. In December, Mrs. Yellen recognized that inflation was lower than expected and more time could be necessary to reach 2% inflation objective. Nevertheless, the FED has reaffirmed its intention to continue to increase its key rates, considering three increases for 2018.

The European Central Bank has not modified its monetary policy approach, characterized by 0% interest rate for the most important refinancing operations, the marginal lending facility at 0,25% and deposits at - 0,40%. The ECB means to keep these levels very low for a long period, well beyond the threshold set by the Quantitative Easing (QE) program for net acquisitions. In the period April 2016 – March 2017, those acquisitions amounted to EUR 80 billion per month. They were reduced to EUR 60 billion in April and October 2017, and the ECB has announced a new reduction to EUR 30 billion per month, starting from January 2018. The current QE, into force as from March 2015, will last until September 2018 at least, and it won't be stopped suddenly; if at all, it will be changed depending on the eventual pro tempore needs.

The Bank of Japan has been adopting a monetary expansion policy as well, despite of the problems at operational level, due to the quantity and quality of securities which could be purchased.

Compared to the FED, ECB and BOJ decisions, the Bank of England has been facing the opposite situation, because of the pound weakness influencing inflation rate, increased up to 3,1%, thus above the threshold of 3%. For this reason, during the meeting of 2 November, it was decided to increase interest rates of one-quarter percentage point.

Equity markets

An upward trend, as a result of Mr. Trump election, continued in the first part of 2017. In three months, global equities increased by 5,85% (MSCI World USD) and emerging market equities by 11,15% (MSCI EM USD). Then, this positive trend slowed down until the victory of Mr. Macron, seen as a pro-European candidate, in France. During the summer, the geopolitical situation affected equity securities: investors were concerned by the verbal escalation between Pyongyang and Washington, after North Korea new nuclear and missile tests. Nevertheless, market hesitations did not last long and volatility, although present, did not increase much, making a final rush possible at the end of the year, when it was clear that tax cuts, promised by Mr. Trump's administration, would have been implemented.

In twelve months, in the emerging markets, international equity securities increased by 21,6% and 34,4%, after several year of underperformance. In particular, Asian markets outperformed significantly. The main developed market variations were: + 19,4% for the S & P 500, which established new historical records; + 19,1% for the Nikkei 225, with the highest level from the beginning of December 1992 and + 6,5% (only) for the EuroStoxx 50, being affected by the EUR appreciation (+ 13,7% compared to the US dollar).

Bond Markets

In 2017, certain volatility affected bond markets, due to both negative and positive occurrences, even though no particular upheavals closed the year. The U.S.A. ten-year interest rate remained fairly stable, fluctuating from minimum 2,30% to maximum 2,65% until the end of March. A rather calm period followed, and then, from September, interest rate gradually decreased up to 2,41% in the end of the year, when Mr. Trump's tax reform was implemented.

On the contrary, volatility in European bond markets was caused by Eurosceptic movements and the expectation of an inflation closer to the level fixed during the summer. The ECB was able to calm the market, limiting possible damages, by handling communications just fine. Thanks to it, at the end of 2017, Germany ten-year interest rate was about 10 cents higher than the previous year.

The other country ten-year rates acted in the same way, also being characterized by the different spreads connected to the underlying risk.

Currency

At the beginning of January, as consequence of the strong US dollar appreciation following Mr. Trump election, EUR/USD exchange rate was lower than 1,04 (such a threshold was not seen since the beginning of 2013). Subsequently, it improved until the summer months, when exchange rate increased up to nearly 1,20, due to the mounting of geopolitical tensions between the U.S.A./Korea-Russia. Also the claims about its own monetary policy by ECB have contributed to this raise. Rather irregular changes of EUR/USD exchange rate characterized the last quarter of 2017, as consequence of conflicting monetary policies adopted by the FED and ECB (and the related reactions to them). At the end of the year, it exceed 1,20 USD. In twelve months, compared to the US dollar, the euro increased by 13,7%: it was the strongest increase among the G10 currencies.

NEF Assets

NEF assets increased by 6.44 % to € 2,758,164,417, while shares reached 195,098,132, increasing by 0.67%.

AUM increased by € 166,789,201, as a result of the net collection amounting to € 55,087,069 with a contribution by the market of € 111,702,132.

On behalf of the Board of Directors of
Nord Est Asset Management S.A.



KPMG Luxembourg, Société coopérative
39, Avenue John F. Kennedy
L-1855 Luxembourg

Tel.: +352 22 51 51 1
Fax: +352 22 51 71
E-mail: info@kpmg.lu
Internet: www.kpmg.lu

To the Unitholders of NEF
5, Allée Scheffer
L-2520 Luxembourg

REPORT OF THE REVISEUR D'ENTREPRISES AGREE

Report on the audit of the financial statements

Opinion

We have audited the accompanying financial statements of NEF ("the Fund") and each of its sub-funds, which comprise the statement of net assets and the securities portfolio as at December 31, 2017 and the statement of operations and changes in net assets for the year then ended, and notes to the financial statements, including a summary of significant accounting policies.

In our opinion, the accompanying financial statements give a true and fair view of the financial position of NEF and each of its sub-funds as at December 31, 2017, and of the results of their operations and changes in their net assets for the year then ended in accordance with Luxembourg legal and regulatory requirements relating to the preparation of the financial statements.

Basis for opinion

We conducted our audit in accordance with the Law of 23 July 2016 on the audit profession ("Law of 23 July 2016") and with International Standards on Auditing ("ISAs") as adopted for Luxembourg by the "Commission de Surveillance du Secteur Financier" ("CSSF"). Our responsibilities under the law of 23 July 2016 and ISAs and standards are further described in the « Responsibilities of "Réviseur d'Entreprises agréé" for the Audit of the Financial Statements » section of our report. We are also independent of the Fund in accordance with the International Ethics Standards Board for Accountants' Code of Ethics for Professional Accountants ("IESBA Code") as adopted for Luxembourg by the CSSF together with the ethical requirements that are relevant to our audit of the financial statements, and have fulfilled our other ethical responsibilities under those ethical requirements. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion.

Other information

The Board of Directors of the Management Company is responsible for the other information. The other information comprises the information included in the annual report but does not include the financial statements and our report of Réviseur d'Entreprises agréé thereon.

Our opinion on the financial statements does not cover the other information and we do not express any form of assurance conclusion thereon.

In connection with our audit of the financial statements, our responsibility is to read the other information and, in doing so, consider whether the other information is materially inconsistent with the financial statements or our knowledge obtained in the audit or otherwise appears to be materially misstated. If, based on the work we have performed, we conclude that there is a material misstatement of this other information, we are required to report this fact. We have nothing to report in this regard.

Responsibilities of Board of Directors of the Management Company for the financial statements

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



In preparing the financial statements, the Board of Directors of the Management Company is responsible for assessing the Fund's ability to continue as a going concern, disclosing, as applicable, matters related to going concern and using the going concern basis of accounting unless the Board of Directors of the Management Company either intends to liquidate the Fund or to cease operations, or has no realistic alternative but to do so.

Responsibilities of the Réviseur d'Entreprises agréé for the audit of the financial statements

The objectives of our audit are to obtain reasonable assurance about whether the financial statements as a whole are free from material misstatement, whether due to fraud or error, and to issue a report of "Réviseur d'Entreprises agréé" that includes our opinion. Reasonable assurance is a high level of assurance, but is not a guarantee that an audit conducted in accordance with the Law of 23 July 2016 and with ISAs as adopted for Luxembourg by the CSSF will always detect a material misstatement when it exists. Misstatements can arise from fraud or error and are considered material if, individually or in the aggregate, they could reasonably be expected to influence the economic decisions of users taken on the basis of these financial statements.

As part of an audit in accordance with the Law of 23 July 2016 and with ISAs as adopted for Luxembourg by the CSSF, we exercise professional judgment and maintain professional skepticism throughout the audit. We also:

- Identify and assess the risks of material misstatement of the financial statements, whether due to fraud or error, design and perform audit procedures responsive to those risks, and obtain audit evidence that is sufficient and appropriate to provide a basis for our opinion. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control.
- Obtain an understanding of internal control relevant to the audit in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the Fund's internal control.
- Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by the Board of Directors of the Management Company.
- Conclude on the appropriateness of Board of Directors of the Management Company's use of the going concern basis of accounting and, based on the audit evidence obtained, whether a material uncertainty exists related to events or conditions that may cast significant doubt on the Fund's ability to continue as a going concern. If we conclude that a material uncertainty exists, we are required to draw attention in our report of "Réviseur d'Entreprises agréé" to the related disclosures in the financial statements or, if such disclosures are inadequate, to modify our opinion. Our conclusions are based on the audit evidence obtained up to the date of our report of "Réviseur d'Entreprises agréé". However, future events or conditions may cause the Fund to cease to continue as a going concern.
- Evaluate the overall presentation, structure and content of the financial statements, including the disclosures, and whether the financial statements represent the underlying transactions and events in a manner that achieves fair presentation.

We communicate with those charged with governance regarding, among other matters, the planned scope and timing of the audit and significant audit findings, including any significant deficiencies in internal control that we identify during our audit.

Luxembourg, April 19, 2018

KPMG Luxembourg
Société coopérative
Cabinet de révision agréé

Patrice Verichon

NEF

Consolidated

NEF
Consolidated
Financial Statements as at 31/12/17

Statement of Net Assets as at 31/12/17

Expressed in EUR

Assets		2,792,068,414.58
Securities portfolio at market value	Note 2	2,662,114,028.99
<i>Cost price</i>		2,538,875,151.93
<i>Unrealised profit on the securities portfolio</i>		123,238,877.06
Options purchased at market value	Note 2	47,128.01
<i>Options purchased at cost</i>		170,844.30
Cash at banks and liquidities		90,107,606.17
Interest receivable		13,806,304.53
Brokers receivable		2,751,842.99
Subscribers receivable		3,405,347.44
Dividends receivable		898,764.07
Unrealised net appreciation on forward foreign exchange contracts	Note 2	5,323,098.48
Unrealised net appreciation on financial futures	Note 2	763,923.82
Receivable on spot exchange		12,674,897.95
Other assets		175,472.13
Liabilities		33,903,997.64
Options sold at market value	Note 2	26,582.28
<i>Options sold at cost</i>		92,647.48
Bank overdrafts		7,122,590.44
Brokers payable		3,599,020.71
Taxe d'abonnement payable	Note 4	322,456.41
Redemption payable		4,883,364.63
Unrealised net depreciation on forward foreign exchange contracts	Note 2	1,282,642.43
Unrealised net depreciation on financial futures	Note 2	187,930.17
Unrealised net depreciation on swaps	Note 2,6	181,213.23
Accrued management & advisory fees	Note 5	2,925,889.64
Accrued depositary & sub-depositary fees	Note 7	89,990.30
Accrued administrative expenses		71,355.12
Accrued professional fees		6,243.89
Payable on spot exchange		12,664,558.05
Other liabilities		540,160.34
Net asset value		2,758,164,416.94

NEF Consolidated

Statement of Operations and Changes in Net Assets from 01/01/17 to 31/12/17

Expressed in EUR

Income		69,011,585.63
Net dividends	Note 2	19,005,286.18
Net interest on bonds	Note 2	48,265,132.00
Bank interest on cash account	Note 2	89,723.74
Bank interest on time deposits	Note 2	35.85
Securities lending income	Note 2,8	1,131,967.98
Income on repurchase agreements	Note 2	13,158.81
Interest on swaps		318,435.81
Other financial income		28,695.90
Antidilution levy fees	Note 11	159,149.36
Expenses		46,627,814.04
Management & advisory fees	Note 5	33,212,847.88
Depositary & sub-depositary fees	Note 7	1,010,111.53
Taxe d'abonnement	Note 4	1,252,921.08
Administrative expenses		837,510.58
Professional fees		29,508.64
Bank interest on overdrafts		404,930.84
Legal fees		138,210.47
Transaction fees	Note 2	2,470,828.80
Publication & printing fees		23,453.16
Bank charges		60,878.88
Correspondent bank fees	Note 2	5,295,870.79
Interest on swaps		661,193.61
Other expenses		1,229,547.78
Net income from investments		22,383,771.59
Net realised profit / loss on:		
- sales of investment securities	Note 2	96,580,347.50
- options	Note 2	-385,046.16
- forward foreign exchange contracts	Note 2	12,266,585.77
- financial futures	Note 2	-6,433,920.94
- swaps	Note 2	1,088,381.07
- foreign exchange	Note 2	-18,464,109.68
Net realised profit		107,036,009.15
Movement in net unrealised appreciation /(depreciation) on:		
- investments	Note 2	-18,063,162.56
- options	Note 2	47,893.44
- forward foreign exchange contracts	Note 2	24,352,260.17
- financial futures	Note 2	2,821,510.89
- swaps		-774,625.87
Increase in net assets as a result of operations		115,419,885.22
Dividends paid	Note 9	-3,717,753.44
Subscription capitalisation units		1,175,089,150.71
Subscription distribution units		362,408,074.12
Redemption capitalisation units		-976,205,089.70
Redemption distribution units		-506,205,065.71
Increase in net assets		166,789,201.20

NEF
Consolidated

Statement of Operations and Changes in Net Assets from 01/01/17 to 31/12/17

Expressed in EUR

Net assets at the beginning of the year	<u>2,591,375,215.74</u>
Net assets at the end of the year	<u>2,758,164,416.94</u>

NEF
- Global Equity

Manager's Report

Equity Markets

In 2017, global equity markets continued their upward trend and delivered returns of slightly above 7% for the EUR based investor. While the year experienced some volatility due to political events, overall the environment remained constructive for global equities with reasonable economic expansion and improving corporate earnings.

From a macroeconomic perspective, global GDP growth was supportive with about 3.7% expansion. The US contributed positively with an acceleration to about 2.2%, while the Eurozone also improved towards 2.3% growth. The UK slowed down to roughly 1.5% as uncertainty around the framework to leave the European Union created a drag on economic activity. Japan experienced slightly improving growth of about 1.5%. Global growth was driven by Emerging Markets, which expanded more than 5% with above average growth in China of rather steady 6.7% and a decent expansion in India of about 6.8%.

The new administration in the US created some uncertainty with the early failure of a major health care reform, that increased doubts about the ability to deliver on other policy initiatives. In addition, threats to global trade agreements and conflicts e.g. with North Korea led to short-term volatility. Towards the end of the year, there was a positive surprise with the significant tax reform resulting in a reduction of the US federal corporate tax rate from 35% to 21%.

While global central banks continued their supportive policies to increase economic growth and inflation, the Federal Reserve in the US continued a policy of gradual rate hikes and a reduction of its balance sheet size. In contrast, both the ECB in Europe and the BoJ in Japan continued aggressive quantitative easing programs and extremely low interest rate policies. The ECB additionally provided long-term financing operations to European banks at extremely favourable conditions with the goal to boost lending. Despite the change of US monetary policy, long-term bond yields in the US barely moved, leading to a flattening of the curve. Also in Japan and Europe, bond yields were remarkably stable at historically low rates. Despite a relatively high interest rate differential between the EUR and the USD, the American currency depreciated significantly after gains in previous years. The Euro strength was partly driven by improving economic momentum as well as lower concerns regarding the overall stability of the Eurozone. For European exporters, the strength of the EUR created some headwinds compared to the favourable environment of the past that was characterized by currency tailwinds. In terms of volatility, the CBOE VIX Index, which is a measure for expected market movements, remained at a low level with a slight downward trend despite some temporary spikes, which were mainly caused by political events. For example, tensions between the US and North Korea, which included testing of ballistic missiles by the North Korean regime, led to short-term increases of volatility.

U.S. equities, measured by the S&P500 Index, had a local currency total return of +21.8% in 2017, which translated into +6.9% in EUR as the USD depreciated about 14% vs. the EUR. The MSCI Europe index outpaced global benchmarks with a return of 10.2% in EUR as the strong local currency performance of other regions was offset by the strengthening of the EUR.

U.K. equities showed a decent performance in local currency (+11.7%), but this reduced to +7.4% in EUR terms. Japanese stocks achieved strong returns with the Nikkei Index rising about +21.3% in local currency and still +10.3% translated into EUR. Emerging Markets outperformed global equities driven by strong local returns and mostly stronger currencies compared to the USD.

On a global sector basis, there was a strong divergence of performance. The information technology sector was by far the best performer as the sector continued to deliver strong earnings growth and innovations that increased investors' confidence in the future outlook of the industry. The cyclical materials and industrials sectors also outperformed the global averages as improving economic momentum supported the environment for companies in these areas. In contrast, defensive and interest rate sensitive sectors such as telecoms, utilities, consumer staples and real estate underperformed in this context. The energy sector was the worst performer in 2017 as the recovery of oil prices remained below expectations even though crude oil prices in USD improved by 14% for WTI and 25% for Brent. After targeting market share gains in the past, OPEC agreed to cut oil production until 2018 to balance supply and demand and to achieve better pricing.

Performance review

In 2017, NEF Global Equity was up +6.50%, which was broadly in-line with the performance of the MSCI World (Total Return, in EUR). Overall, the contribution from the sector and regional allocation was positive, while stock selection was also beneficial for the portfolio performance.

Manager's Report (continued)

In particular, the underweights in energy, real estate and telecoms contributed positively. Furthermore, the overweight in technology had a positive impact. In contrast, the overweight in consumer staples was a negative factor for active returns.

On a regional basis, the contribution from the allocation effect was slightly positive. While the modest underweight in the US contributed negatively, an overweight in Emerging Markets and an underweight in the UK had a positive impact on the portfolio performance.

Outlook

Global equity markets have experienced an unusually long upward trend over the last years, which has resulted in higher valuation levels compared to long-term averages. While higher valuations typically indicate lower equity market returns, the current upswing is likely to remain supported by a robust macroeconomic environment.

Global GDP growth is expected to slightly accelerate to a level of about 3.8% with reasonable expansion in the developed world and strong growth in Emerging Markets, resulting in a synchronized global recovery. U.S. GDP is forecasted to grow by roughly 2.4% as the significant corporate tax reform supports economic expansion. The Eurozone appears to remain on a recovery path with expected growth of about 2.0%, while the UK might slow down towards 1.3% due to uncertainty caused by the exit from the European Union. In addition, national elections in Europe could emerge as a risk factor. Growth in Japan is forecasted to remain stable at around 1.5%, while Emerging Markets should drive global expansion with more than 5% growth, particularly driven by India and China.

The monetary policy is likely to tighten from highly supportive levels. The Fed has initiated its policy normalization with several rate hikes and a gradual reduction of its balance sheet size. In 2018, the new Fed Chairman is expected to continue this path at a measured pace. The ECB is likely to reduce or phase out its quantitative easing program, which would result in a slightly less accommodative monetary in the Eurozone. Finally, Japan might eventually follow this global trend of reducing monetary stimulus even as the Bank of Japan has not yet indicated any major changes to its policy.

The geopolitical situation needs to be monitored closely, i.e. conflicts in Syria, North Korea, and the rising threat of terrorism. Key risk factors for equities include an unexpected weakening of macroeconomic conditions, protectionism and potential trade wars, and the impact of rising interest rates on economic expansion as well as equity market valuations.

Against this backdrop, investors should expect modest global equity market returns as favourable earnings growth is somewhat offset by high valuation levels. Compared to still low risk free rates as measured by developed market government bond yields, equities are expected to generate attractive returns.

NEF - Global Equity
Financial Statements as at 31/12/17

Statement of Net Assets as at 31/12/17

Expressed in EUR

Assets		113,735,147.76
Securities portfolio at market value	Note 2	111,827,189.86
<i>Cost price</i>		92,357,923.93
<i>Unrealised profit on the securities portfolio</i>		19,469,265.93
Cash at banks and liquidities		1,661,151.76
Subscribers receivable		86,589.79
Dividends receivable		82,214.54
Receivable on spot exchange		73,320.00
Other assets		4,681.81
Liabilities		464,816.81
Taxe d'abonnement payable	Note 4	12,502.93
Redemption payable		167,937.31
Accrued management & advisory fees	Note 5	165,006.60
Accrued depositary & sub-depositary fees	Note 7	6,249.99
Accrued administrative expenses		2,853.88
Payable on spot exchange		72,964.82
Other liabilities		37,301.28
Net asset value		113,270,330.95

Changes in number of units outstanding from 01/01/17 to 31/12/17

	Units outstanding as at 01/01/17	Units issued	Units redeemed	Units outstanding as at 31/12/17
Global Equity - Category R Capitalisation units	9,127,750.418	3,588,683.162	2,362,909.899	10,353,523.681
Global Equity - Category I Capitalisation units	161,862.052	1,436,453.616	136,406.149	1,461,909.519

NEF - Global Equity

Key figures relating to the last 3 years

	<i>Year ended on :</i>	31/12/17	31/12/16	31/12/15
Total Net Assets	EUR	113,270,330.95	81,747,919.97	72,446,666.89
Global Equity - Category R				
	EUR	EUR	EUR	EUR
Capitalisation units				
Number of units		10,353,523.681	9,127,750.418	8,379,937.852
Net asset value per unit		9.34	8.77	8.47
Global Equity - Category I				
	EUR	EUR	EUR	EUR
Capitalisation units				
Number of units		1,461,909.519	161,862.052	149,984.017
Net asset value per unit		11.33	10.51	10.03

NEF - Global Equity
Securities portfolio as at 31/12/17
Expressed in EUR

Quantity / Nominal	Denomination	Quotation currency	Market value	% of net assets
Transferable securities admitted to an official stock exchange listing and/or dealt in on another regulated market			111,827,189.86	98.73%
Shares			111,827,189.86	98.73%
<i>Australia</i>			<i>452,122.84</i>	<i>0.40%</i>
14,000	ANZ BANKING GROUP LTD	AUD	261,149.37	0.23%
70,000	SCENTRE GRP - STAPLED SECURITY	AUD	190,973.47	0.17%
<i>Canada</i>			<i>5,303,689.08</i>	<i>4.68%</i>
14,000	ALIMENTATION COUCHE - TARD INC SUB VTG B	CAD	610,585.81	0.54%
16,000	BANK OF NOVA SCOTIA	CAD	863,036.11	0.76%
17,000	CANADIAN IMPERIAL BANK OF COMMERCE	CAD	1,385,185.19	1.23%
5,000	CANADIAN NATIONAL RAILWAY	CAD	344,604.03	0.30%
17,800	GILDAN ACTIVEWEAR	CAD	480,655.63	0.42%
5,000	INTACT FINANCIAL CORP	CAD	349,059.11	0.31%
9,000	METRO -A- SUB VTG	CAD	240,873.73	0.21%
16,000	SUNCOR ENERGY INC	CAD	490,990.09	0.43%
11,000	TORONTO DOMINION BANK	CAD	538,699.38	0.48%
<i>Cayman Islands</i>			<i>675,745.02</i>	<i>0.60%</i>
4,700	ALIBABA GR ADR	USD	675,745.02	0.60%
<i>Curaçao</i>			<i>449,528.89</i>	<i>0.40%</i>
8,000	SCHLUMBERGER LTD	USD	449,528.89	0.40%
<i>Denmark</i>			<i>1,330,346.96</i>	<i>1.17%</i>
6,000	ISS A/S	DKK	193,662.78	0.17%
20,000	NOVO NORDISK	DKK	898,601.73	0.79%
5,000	NOVOZYMES -B-	DKK	238,082.45	0.21%
<i>Finland</i>			<i>535,860.00</i>	<i>0.47%</i>
11,700	SAMPO OYJ -A-	EUR	535,860.00	0.47%
<i>France</i>			<i>1,051,016.00</i>	<i>0.93%</i>
2,800	BIC(SOCIETE) - ACT PORTEUR/NOM	EUR	256,648.00	0.23%
3,200	LEGRAND SA	EUR	205,408.00	0.18%
2,400	LVMH	EUR	588,960.00	0.52%
<i>Germany</i>			<i>5,621,645.00</i>	<i>4.96%</i>
8,600	ALLIANZ SE REG SHS	EUR	1,646,900.00	1.44%
7,000	BASF - NAMEN AKT	EUR	642,180.00	0.57%
3,600	BEIERSDORF AG	EUR	352,440.00	0.31%
1,900	CONTINENTAL AG	EUR	427,595.00	0.38%
3,000	DEUTSCHE BOERSE AG REG SHS	EUR	290,400.00	0.26%
18,000	DEUTSCHE POST AG REG SHS	EUR	715,500.00	0.63%
5,500	FRESENIUS MEDICAL CARE AG & CO KGAA	EUR	482,790.00	0.43%
3,700	MTU AERO ENGINES HOLDING AG	EUR	552,780.00	0.49%
4,400	SIEMENS AG REG	EUR	511,060.00	0.45%
<i>Guernsey</i>			<i>589,663.97</i>	<i>0.52%</i>
10,800	AMDOCS LTD	USD	589,663.97	0.52%
<i>Hong Kong</i>			<i>1,042,066.73</i>	<i>0.92%</i>
82,000	AIA GROUP LTD	HKD	593,783.12	0.52%
80,000	TECHTRONIC INDUSTRIES CO LTD	HKD	448,283.61	0.40%
<i>Ireland</i>			<i>1,850,340.10</i>	<i>1.63%</i>
7,000	ALLEGION PLC WI	USD	464,370.88	0.41%
6,000	JOHNSON CONTROLS INTERNATIONAL PLC	USD	190,661.22	0.17%
10,600	MEDTRONIC HLD	USD	713,708.00	0.62%
32,000	RYANAIR HLDGS	EUR	481,600.00	0.43%
<i>Israel</i>			<i>432,002.00</i>	<i>0.38%</i>
5,000	CHECK POINT SOFTWARE TECHNOLOGIES	USD	432,002.00	0.38%
<i>Japan</i>			<i>9,874,111.53</i>	<i>8.73%</i>
26,000	ASICS CORP KOBE	JPY	346,743.89	0.31%
7,000	BANDAI NAMCO HOLDINGS INC	JPY	191,542.29	0.17%
15,000	BRIDGESTONE CORP	JPY	583,426.15	0.52%
1,300	DAITO TRUST CONSTRUCTION CO LTD	JPY	221,782.88	0.20%
1,150	FANUC CORP SHS	JPY	231,075.96	0.20%
8,000	FUJI HEAVY INDUSTRIES LTD	JPY	212,846.22	0.19%
11,000	HOYA CORP	JPY	459,701.49	0.41%
32,200	JAPAN TOBACCO	JPY	868,182.97	0.77%
5,000	KAO CORP	JPY	282,876.66	0.25%
23,000	KDDI CORP	JPY	478,974.53	0.42%
2,100	KOSE CORP	JPY	274,292.72	0.24%

NEF - Global Equity
Securities portfolio as at 31/12/17
Expressed in EUR

Quantity / Nominal	Denomination	Quotation currency	Market value	% of net assets
15,000	MAKITA CORP	JPY	527,400.31	0.47%
15,000	MISUMI GROUP	JPY	365,337.49	0.32%
5,200	MURATA MANUFACTURING CO LTD	JPY	583,827.13	0.52%
2,400	NIDEC CORP	JPY	281,755.40	0.25%
25,000	NIPPON TELEGRAPH AND TELEPHONE CORP	JPY	984,072.18	0.86%
1,600	NITORI	JPY	190,866.56	0.17%
11,000	PARK24 CO	JPY	220,294.05	0.19%
8,800	SEVEN & I HOLDINGS CO LTD	JPY	306,010.25	0.27%
2,000	SMC CORP	JPY	688,794.83	0.61%
23,000	TOKIO MARINE HOLDINGS INC	JPY	878,020.35	0.78%
13,000	TOYOTA MOTOR CORP	JPY	696,287.22	0.61%
	<i>Luxembourg</i>		<i>318,122.95</i>	<i>0.28%</i>
80,000	SAMSONITE INTERNATIONAL SA	HKD	318,122.95	0.28%
	<i>Norway</i>		<i>386,421.15</i>	<i>0.34%</i>
25,000	DNB	NOK	386,421.15	0.34%
	<i>Singapore</i>		<i>315,690.57</i>	<i>0.28%</i>
20,000	DBS GROUP HOLDINGS	SGD	315,690.57	0.28%
	<i>South Korea</i>		<i>2,008,472.58</i>	<i>1.77%</i>
1,005	SAMSUNG ELECTRONICS CO LTD	KRW	2,008,472.58	1.77%
	<i>Sweden</i>		<i>1,052,248.11</i>	<i>0.93%</i>
26,000	ASSA ABLOY -B- NEW I	SEK	450,070.09	0.40%
6,100	ATLAS COPCO AB -A-	SEK	219,490.44	0.19%
20,000	NORDEA BANK	SEK	201,751.36	0.18%
9,000	SWEDBANK -A-	SEK	180,936.22	0.16%
	<i>Switzerland</i>		<i>6,731,800.43</i>	<i>5.94%</i>
4,000	CHUBB - NAMEN AKT	USD	487,384.31	0.43%
300	GIVAUDAN SA REG.SHS	CHF	577,337.21	0.51%
4,000	JULIUS BAER GROUP NAMEN AKT	CHF	203,725.86	0.18%
33,600	NESTLE SA REG SHS	CHF	2,406,152.79	2.12%
9,000	NOVARTIS AG REG SHS	CHF	633,737.82	0.56%
10,000	ROCHE HOLDING AG GENUSSSCHEIN	CHF	2,106,477.53	1.86%
4,000	TE CONNECTIVITY LTD REG SHS	USD	316,984.91	0.28%
	<i>Taiwan</i>		<i>1,180,036.66</i>	<i>1.04%</i>
180,000	TAIWAN SEMICONDUCTOR MANUFACTURING CO LTD	TWD	1,180,036.66	1.04%
	<i>The Netherlands</i>		<i>5,856,672.41</i>	<i>5.17%</i>
7,100	HEINEKEN NV	EUR	617,203.00	0.54%
75,000	ING GROEP	EUR	1,149,375.00	1.02%
54,000	KONINKLIJKE AHOLD NV	EUR	990,090.00	0.88%
8,500	LYONDELLBASELL -A-	USD	781,889.44	0.69%
38,000	RELX NV	EUR	728,270.00	0.64%
30,000	ROYAL DUTCH SHELL PLC	GBP	838,564.97	0.74%
16,000	UNILEVER NV	EUR	751,280.00	0.66%
	<i>United Kingdom</i>		<i>4,798,756.37</i>	<i>4.24%</i>
6,300	AON	USD	703,910.61	0.62%
39,000	COMPASS GROUP	GBP	703,312.56	0.62%
5,500	CRODA INTERNATIONAL PLC	GBP	274,246.81	0.24%
31,000	IMPERIAL BRANDS - REGISTERED	GBP	1,106,206.96	0.98%
170,000	OLD MUTUAL PLC	GBP	443,954.78	0.39%
16,000	RECKITT BENCKISER GROUP PLC	GBP	1,247,748.61	1.11%
22,000	SMITH AND NEPHEW PLC	GBP	319,376.04	0.28%
	<i>United States of America</i>		<i>59,970,830.51</i>	<i>52.95%</i>
7,700	ABBOTT LABORATORIES LTD	USD	366,412.91	0.32%
12,800	AETNA INC	USD	1,925,283.08	1.70%
3,700	AFFILIATED MANAGERS GROUP	USD	633,223.55	0.56%
5,100	ALPHABET INC	USD	4,479,563.08	3.95%
4,300	AMERIPRISE FINANCIAL INC	USD	607,621.95	0.54%
7,500	AMGEN INC	USD	1,087,509.38	0.96%
18,200	APPLE INC	USD	2,568,153.09	2.27%
12,600	APPLIED MATERIALS INC	USD	537,073.29	0.47%
2,200	AUTOZONE INC	USD	1,304,939.55	1.15%
30,000	BANK OF AMERICA CORP	USD	738,430.75	0.65%
6,000	BANK OF NEW YORK MELLON CORP	USD	269,457.18	0.24%
3,200	BERKSHIRE HATHAWAY -B-	USD	528,895.19	0.47%
3,700	BIOGEN IDEC INC	USD	982,830.82	0.87%
6,300	BROADRIDGE FINANCIAL SOL -W/I	USD	475,822.56	0.42%

NEF - Global Equity
Securities portfolio as at 31/12/17
Expressed in EUR

Quantity / Nominal	Denomination	Quotation currency	Market value	% of net assets
9,200	CADENCE DESIGN SYSTEMS INC	USD	320,807.14	0.28%
6,000	CARDINAL HEALTH INC	USD	306,528.81	0.27%
16,000	CELGENE CORP	USD	1,392,278.83	1.23%
7,800	CENTENE	USD	656,102.73	0.58%
28,000	CISCO SYSTEMS INC	USD	894,188.28	0.79%
10,000	COGNIZANT TECHNOLOGY SOLUTIONS -A-	USD	592,178.77	0.52%
16,000	COLGATE-PALMOLIVE CO	USD	1,006,587.18	0.89%
7,000	COPART INC	USD	252,088.72	0.22%
1,500	COSTCO WHOLESALE CORP	USD	232,785.79	0.21%
10,000	DISCOVER FINANCIAL SERVICES - SHS WI	USD	641,374.13	0.57%
6,200	DOLLAR GENERAL	USD	480,832.15	0.42%
20,500	EBAY	USD	645,101.31	0.57%
2,200	ESTEE LAUDER COMPANIES INC -A-	USD	233,409.49	0.21%
4,000	EXPEDITORS INTERNATIONAL OF WASHINGTON	USD	215,759.19	0.19%
4,000	EXPRESS SCRIPTS	USD	248,945.22	0.22%
8,000	FACEBOOK -A-	USD	1,177,086.63	1.04%
2,500	FAIR ISAAC CORP	USD	319,352.96	0.28%
9,000	FIRST AMERICAN FINANCIAL CORP ISSUE	USD	420,545.32	0.37%
4,500	FISERV INC	USD	492,024.51	0.43%
16,000	GILEAD SCIENCES INC	USD	955,757.53	0.84%
16,000	HARTFORD FINANCIAL SERVICES GROUP INC	USD	750,837.99	0.66%
8,000	HENRY SCHEIN INC	USD	466,138.58	0.41%
10,000	HOME DEPOT INC	USD	1,580,338.53	1.40%
10,000	HONEYWELL INTERNATIONAL INC	USD	1,278,745.94	1.13%
26,000	HP WHEN ISSUED	USD	455,482.36	0.40%
1,700	HUMANA INC	USD	351,637.62	0.31%
2,600	ILLINOIS TOOL WORKS	USD	361,719.34	0.32%
16,000	INTERPUBLIC GROUP OF COMPANIES INC	USD	268,956.89	0.24%
1,400	IPG PHOTONICS CORP	USD	249,964.15	0.22%
9,400	JOHNSON & JOHNSON	USD	1,095,112.15	0.97%
13,000	JPMORGAN CHASE CO	USD	1,159,192.86	1.02%
4,200	KIMBERLY CLARK	USD	422,556.49	0.37%
8,000	LKQ CORP	USD	271,291.59	0.24%
9,000	MARSH MC-LENNAN COS. INC.	USD	610,781.29	0.54%
4,600	MCKESSON CORP	USD	598,157.26	0.53%
14,800	MICROSOFT CORP	USD	1,055,609.11	0.93%
4,700	MOLINA HEALTHCARE	USD	300,505.29	0.27%
10,000	MOODY S CORP	USD	1,230,801.30	1.09%
6,000	NASDAQ	USD	384,374.22	0.34%
2,000	NEXTERA ENERGY	USD	260,468.61	0.23%
9,100	NIKE INC	USD	474,614.36	0.42%
1,600	NVIDIA CORP	USD	258,150.59	0.23%
6,300	ORACLE CORP	USD	248,364.88	0.22%
6,900	PEPSICO INC	USD	689,942.47	0.61%
6,000	PHILLIPS 66	USD	506,045.19	0.45%
2,300	PNC FINANCIAL SERVICES GROUP INC	USD	276,717.25	0.24%
3,600	PPG INDUSTRIES INC	USD	350,664.55	0.31%
1,250	PRICELINE GROUP	USD	1,811,202.37	1.60%
6,200	PROGRESSIVE CORP	USD	291,156.51	0.26%
7,000	PRUDENTIAL FINANCIAL INC	USD	671,108.15	0.59%
1,800	PUBLIC STORAGE INC	USD	313,682.98	0.28%
2,000	ROCKWELL AUTOMATION	USD	327,441.01	0.29%
4,000	SKYWORKS SOLUTIONS INC	USD	316,684.73	0.28%
5,000	S&P GLOBAL	USD	706,245.31	0.62%
6,000	STARBUCKS CORP	USD	287,317.60	0.25%
21,000	SYNCHRONY FINANCIAL	USD	676,069.37	0.60%
5,700	TEXAS INSTRUMENTS INC	USD	496,379.55	0.44%
11,000	TIME WARNER	USD	838,964.40	0.74%
23,000	TJX COS INC	USD	1,466,338.70	1.29%
4,000	TRACTOR SUPPLY CO	USD	249,312.10	0.22%
10,500	UNION PACIFIC CORP	USD	1,174,059.87	1.04%
8,500	UNITED TECHNOLOGIES CORP	USD	904,148.25	0.80%
3,000	VERISK ANALYTICS INC	USD	240,140.08	0.21%
18,500	VISA INC -A-	USD	1,758,834.32	1.55%
14,000	WALT DISNEY CO	USD	1,255,015.43	1.11%
2,000	WATERS	USD	322,171.27	0.28%
29,000	WELLS FARGO AND CO	USD	1,467,047.44	1.30%

The accompanying notes form an integral part of these financial statements

NEF - Global Equity
Securities portfolio as at 31/12/17
Expressed in EUR

Quantity / Nominal	Denomination	Quotation currency	Market value	% of net assets
	2,300 3M CO	USD	451,389.14	0.40%
Total securities portfolio			111,827,189.86	98.73%

NEF - Global Equity

Statement of Operations and Changes in Net Assets from 01/01/17 to 31/12/17

Expressed in EUR

Income		1,443,495.12
Net dividends	Note 2	1,409,120.36
Bank interest on cash account	Note 2	5,231.82
Securities lending income	Note 2,8	29,142.94
Expenses		2,187,520.67
Management & advisory fees	Note 5	1,744,637.22
Depositary & sub-depositary fees	Note 7	63,246.07
Taxe d'abonnement	Note 4	45,952.56
Administrative expenses		30,879.53
Professional fees		1,029.02
Bank interest on overdrafts		1,373.51
Legal fees		4,071.28
Transaction fees	Note 2	66,968.85
Publication & printing fees		1,190.58
Correspondent bank fees	Note 2	181,115.17
Other expenses		47,056.88
Net loss from investments		-744,025.55
Net realised profit / loss on:		
- sales of investment securities	Note 2	2,710,445.18
- foreign exchange	Note 2	89,559.86
Net realised profit		2,055,979.49
Movement in net unrealised appreciation /(depreciation) on:		
- investments	Note 2	3,986,086.71
Increase in net assets as a result of operations		6,042,066.20
Subscription capitalisation units		48,549,632.13
Redemption capitalisation units		-23,069,287.35
Increase in net assets		31,522,410.98
Net assets at the beginning of the year		81,747,919.97
Net assets at the end of the year		113,270,330.95

NEF
- Euro Equity

Manager's Report

2017 Annual Commentary

Market review:

Multiple political events including the Dutch and French elections as well as the German and Austrian elections dominated the headlines over the past year. However, despite a degree of uncertainty around a number of these events, Eurozone equity markets gained during this period, mainly due to strong European earnings seasons in 2017 where we saw many companies beat their earnings estimates and European EPS (earnings per share) growth expectations were revised upwards.

Economic growth across the region strengthened over the period with European Purchasing Manager Indices, a reliable gauge of economic activity, rising to their highest rate in six years. Job creation in the euro area also improved as firms looked to expand capacity in response to rising demand. Outside of Europe, economic momentum also improved, in particular in the emerging markets. As a result, the global economy is now growing in a coordinated way and thus providing a boost to both business confidence and earnings delivery within Europe.

This fundamental improvement has helped sentiment towards Europe as a region, as has a material reduction in perceived political risk, most notably following the election of Emmanuel Macron as the President of France.

Performance Attribution

During 2017, the portfolio again delivered alpha via several means, although we would highlight the positive contribution of stock specifics during the year. This was especially rewarding given the work we had done in the latter half of 2016, re-emphasising stock specifics within the portfolio. In the aftermath of the Brexit referendum, the sharp moves in the market had squeezed stock specific risk down to 30% of portfolio risk at the end of June 2016. We took steps to address this and we entered 2017 with c. 66% of portfolio risk in stock specifics, a positioning that worked well during the year.

In addition, we would highlight the positive contribution from our dynamic management of style exposures within the fund, both in 2017 and over the longer term. This is not a static factor fund, and we manage these exposures dynamically. In 2017, style accounted for 34% of total portfolio alpha and we continue to monitor the fund style exposures with a keen eye.

In more detail, during the year, country and sector allocation and stock specifics were all positive for alpha generation. In country terms the underweight to Spain benefited the portfolio, as did the overweight to the Netherlands and to Italy. Overweight Ireland and underweight Austria detracted.

Sector

In sector terms, the overweight to Industrials was the strongest contributor to relative returns over 2017, and also demonstrated a strong contribution from stock specifics (notably within the Machinery sub-sector). The overweight to Consumer Discretionary also benefited the portfolio, although this was offset by negative stock specifics.

The strongest stock selection came within Financials. While the underweight to the sector was positive in aggregate, the underweight to Insurance detracted and also saw a negative stock specific impact. However, Banks saw very strong stock selection (notably Finecobank), as did Capital Markets.

Detractors at the sector level included the overweight to Telecoms, although this was offset by positive stock selection. The positive contribution from Telefonica in particular underlined the importance of a disciplined approach with regard to target prices and valuation. Underweight Materials and Information Technology also detracted, although the latter was more than offset by positive stock selection (notably from ST Microelectronics).

Manager's Report (continued)

Stocks

Top 3: Finecobank, Kering, Eiffage

Bottom 3: Steinhoff, Tenaris, CRH

In terms of stock specifics, our 5 top contributing positions in 2017 serve as strong examples of the criteria we seek to identify in our investments.

Finecobank: we invested in off-benchmark Finecobank during October 2016. Our original investment thesis was grounded on Fineco's market leading and differentiated online presence and prospects for raising assets as the Eurozone recovery gathered pace. During 2017, Fineco grew its total AUM 17%, with a positive shift in its asset margin mix as it moved clients to higher fee arrangements. Fineco appreciated over 66% during 2017 and was the top contributor to fund performance. We continue to hold Fineco in the portfolio. We believe it to be a strong example of an innovative disruptor with a differentiated client proposition.

Kering: we added Kering to the portfolio in March 2017. This was based on early signs that after 3 years of underperformance the turnaround orchestrated by the new management at the Gucci brand was starting to bear fruit and was validated by various signals on social media and by our channel checks with various industry players. During the first 9 months of 2017 Gucci grew its revenues by 46%, and Kering Group by +27%. We continue to hold Kering in the portfolio. We see further scope for the Gucci brand to improve its sales densities and believe it is one of the best placed across the luxury space to increase prices over 2018.

Eiffage: off-benchmark Eiffage has been a long-term holding in the portfolio, being held for over 3 years Eiffage's shares continued to outperform the market in 2017, as an improving French economy led to further growth in traffic on its APRR toll road and an improvement in its contracting order book. Profitability on the toll-road has reached record levels, as the company has maintained a tight control on expenses whilst revenues have been growing, latterly helped by particularly strong recovery in heavy vehicle traffic. In the contracting division, after several years of flat revenue, the recent increase in orders bodes well for both sales and profitability. We continue to hold Eiffage, where we feel there remain attractive prospects for earnings and cash flow growth.

ST Microelectronics: we invested in February 2017. STM had been a poor performer for years, disappointing on revenue growth, ebit margin development, poor capital allocation and ineffective management actions. However, we felt they could turn around earnings momentum based on customers in fast-growing segments such as autos, microcontrollers and smartphone, including the iPhone 10. After we invested, management raised revenue guidance at their capital markets day in May 2017, with confident communications on profitability also driving the stock. We believe earnings growth could continue this year as a result of its previous R&D investment, and we continue to hold ST Microelectronics in the portfolio.

Total: not owning Total was a strong contributor to the performance of BGF Euro-Markets during 2017. We believed the emergence of the vast and low cost US shale oil plays was likely to squeeze out higher cost reserves such as deepwater projects which looked relatively uneconomic. After years of unsuccessful exploration, we believe Total (and many of its European peers) will have to address its portfolio via acquisitions which will put pressure on its balance sheet and ability to grow shareholder distributions.

Detractors at the stock level included Steinhoff (which we sold before its sharp price drop but which still detracted), Tenaris (Energy) and CRH.

Changes

Over the course of the year, we focused on stock specific risk. We added to pro-cyclical businesses as the world continued to recover, but maintained a disciplined approach to valuation.

At the start of the year, we saw a world where global growth was improving, some Emerging Markets were rebounding, and yet other sectors remained at the extremes of valuation. We continued to work on maintaining a high level of stock specific risk within the portfolio (especially after the buffeting by style factors during 2016). At the end of the quarter, stock specific risk stood at 65% or portfolio risk contribution.

Manager's Report (continued)

Over the quarter, we sharply reduced the exposure to **Health Care**, moving from a small overweight to a significant underweight. We reduced Merck and also exited our position in Bayer. While both firms do more than just pure Health Care, the ongoing uncertainty in the key US market was not welcome.

We also reduced our exposure to **Materials**, where we sold nutrition business DSM following good performance. We also reduced our holding in Acerinox following news on Chinese authority concerns about steel and iron ore prices and subsequently invested in ArcelorMittal on weakness which offered an attractive valuation.

As the global economy improved, we added to **Industrials**, increasing exposure to both Capital Goods and Transportation (although we sold RELX, technically categorised with Commercial and Business Services). Within Capital Goods, we made new investments in elevator business Kone and French-listed electrical company Schneider Electric. We also took advantage of weakness during the quarter to top up existing holdings in Vinci and Eiffage. We sold Safran. Within Transportation, we sold our remaining position in Eurotunnel, but increased exposure to Deutsche Post, where we see good momentum in the parcels business, increased focus on free cash flow generation and potential for dividend growth.

We also increased exposure to **Financials**, but maintained our caution on valuation, given how strongly some stocks within the space have run recently. We sold BBVA following strong performance, but made new investments in Banco Santander and Caixabank, and increased Finecobank. Within Insurance, we trimmed Axa but made a new investment in Munich Re.

Within **Real Estate**, we made a new investment in REIT Unibail-Rodamco, which had underperformed.

As we moved in Q2, we maintained a balanced portfolio in Q2, with an emphasis on stock specific risk. As stock pair correlations fell, we felt positive about the ability of our fundamental investment process to deliver alpha and kept stock specific risk high.

Over the quarter, a major move was from underweight to a significant overweight in **Consumer Discretionary**, driven by additions in Media and in Consumer Durables and Apparel. Within the former, we trimmed luxury clothing company Moncler on valuation and made a new investment in Adidas where we see good operational progress from the (relatively) new management. We also increased our existing holding in Kering. Within Media, we made a new investment in Vivendi.

We also increased **Health Care**, sharply reducing the underweight. We remained cautious on big pharma given the pricing pressures within the key US end market; however, the choice of health care companies in the Eurozone is more constrained than in a pan-European world and our holdings reflect this. During Q2, we made a new investment in dialysis company Fresenius Medical Care.

We added to **Consumer Staples** during the quarter. We continued to build our position in Heineken (but trimmed Pernod Ricard) and also added to Unilever. We stayed underweight the sector, with some company valuations in the space looking rather full.

We significantly reduced **Telecoms** during Q2. We maintained target price discipline and sold Telefonica on valuation midway through the period. The stock subsequently fell on concerns around political stability in Brazil, where it operates a market-leading fiber network. We also trimmed Dutch telecom KPN but added to Iliad.

We refined our positioning within **Financials**, increasing our underweight. Within Banks, we sold ABN AMRO, Banco BPM, Banco Santander and Caixabank over the quarter. However later in the period we made new investments in KBC, Unicredit and also in Erste Bank. Within Insurance, we sold both Axa and NN Group on valuation but added to our existing positions in Munich Re and ASR Nederland.

During Q3, we continued to build our exposure to companies within Consumer Discretionary, increasing our overweight. We exited clothing manufacturer Moncler but increased our position in Adidas, a company with strong operational momentum, and one which actually benefits from the stronger Euro. We also made a new investment in Spanish-listed global retailer Inditex. Within Media, we added to Vivendi and in the Autos space we trimmed Renault following strong performance but added to Continental.

Manager's Report (continued)

As macro data improved further, we added to companies within capital goods in Industrials. We sold Kone following strong performance, but made new investments in Kingspan, Volker Wessels and Safran. We also increased Wartsila, which has performed strongly this year.

We continued investing in Health Care, moving from an underweight to an overweight position, via a new position in French-listed Sanofi.

We also increased exposure to Information Technology, adding to ST Microelectronics.

We sharply reduced exposure to Consumer Staples moving to a significant underweight position. We sold positions in Remy Cointreau and Pernod Ricard and also trimmed Heineken. Within HPC, we also reduced Unilever.

Within Telecoms, we sold KPN on valuation but we added to Iliad, our one remaining holding in the portfolio.

We again sharply refined the positioning within Financials. We exited both our remaining Insurance holdings on valuation, ASR Nederland and Munich Re. We added to Banks, making new investments in ABN AMRO and Banco Santander and also adding to our existing stake in BNP Paribas. This now brings us from an underweight to overweight stance in Banks. We also trimmed Deutsche Boerse within Capital Markets.

During Q4, we maintained our focus on stock specifics within the portfolio. At the end of the quarter, stock specific risk stood at 62% of overall portfolio risk. Given the limited scope for further re-rating by the market, we therefore look for outperformance to be based on business model and management execution at the company level.

During the quarter, we increased our exposure to companies within **Consumer Staples**, reducing the underweight to the sector. We added to our existing positions in Unilever, Remy Cointreau and Heineken.

We also increased exposure to **Telecoms**. We had previously sold Spanish-listed Telefonica during Q3 on valuation, following strong performance. The shares subsequently fell after political uncertainty in Brazil, an important end market. We reinvested in Q4 at the attractive valuation which took our positioning from a small underweight to overweight the sector.

We refined our positioning within **Financials**. While positive on the European economic trajectory, we reduced our overall exposure to Banks during the quarter, where we sold our holding in Unicredit, and trimmed BNP Paribas. The bank sector is one where we remain acutely aware of valuation following strong performance. Within Insurance, we made a new investment in Allianz.

We reduced our exposure to **Information Technology** where we took partial profits in semiconductor company ASML. While the company is of undoubted quality, the shares have performed strongly and we feel we have better opportunities to find upside elsewhere.

We made a significant reduction in our exposure to **Consumer Discretionary** over the quarter, reducing the overweight. The largest shift came within the Consumer Durables & Apparel sub-sector: we sold our remaining small position in Steinhoff prior to the sharp share price fall, and also trimmed Kering and Adidas, two companies which had performed strongly for us recently. Within Autos, we reduced Renault following strong performance but continued to add to Michelin.

At the end of December, the portfolio was overweight Industrials, Telecoms, Consumer Discretionary and Health Care, and underweight Information Technology, Materials, Financials, Consumer Staples, Real Estate, Utilities and Energy.

Outlook

As we enter 2018, we remain positive on prospects for Eurozone equities, although we are conscious of market valuation. Given the limited scope for further re-rating by the market, we therefore look for outperformance to be based on business model and management execution at the company level.

Manager's Report (continued)

From the perspective of political risk, we note the quieter calendar in the Eurozone which could bode well for interest in the region. From a governmental perspective, we also continue to see positive focus from European leaders on reducing unemployment and encouraging investment.

We continue to see positive macro-economic momentum, not just in the Eurozone but more broadly. As always it is worth mentioning that many Eurozone-listed companies are well placed to benefit from recovering Emerging Markets and we are confident in the prospects for positive earnings growth from here.

Within this positive outlook, we have several areas of conviction within our portfolio. Our investment themes include R&D-led growth where we have identified companies employing capital in areas of high and sustainable growth. We have also identified companies who are likely to benefit from French reform and regulatory change. Capital investment opportunities are also well-represented within the portfolio. Finally, our bottom-up analysis has identified several companies with strong innovation, including those positioning for an ever more digitalised marketplace.

NEF - Euro Equity
Financial Statements as at 31/12/17

Statement of Net Assets as at 31/12/17

Expressed in EUR

Assets		320,859,857.13
Securities portfolio at market value	Note 2	314,167,592.30
<i>Cost price</i>		294,725,255.90
<i>Unrealised profit on the securities portfolio</i>		19,442,336.40
Cash at banks and liquidities		6,398,711.52
Subscribers receivable		214,567.81
Other assets		78,985.50
Liabilities		1,929,365.28
Bank overdrafts		15,717.47
Brokers payable		712,139.02
Taxe d'abonnement payable	Note 4	37,628.21
Redemption payable		658,263.74
Accrued management & advisory fees	Note 5	438,521.68
Accrued depositary & sub-depositary fees	Note 7	9,644.69
Accrued administrative expenses		8,104.78
Other liabilities		49,345.69
Net asset value		318,930,491.85

Changes in number of units outstanding from 01/01/17 to 31/12/17

	Units outstanding as at 01/01/17	Units issued	Units redeemed	Units outstanding as at 31/12/17
Euro Equity - Category R Capitalisation units	17,016,574.279	5,467,761.053	4,953,635.930	17,530,699.402
Euro Equity - Category I Capitalisation units	2,425,096.701	1,500,155.436	2,816,971.446	1,108,280.691

NEF - Euro Equity

Key figures relating to the last 3 years

	<i>Year ended on :</i>	31/12/17	31/12/16	31/12/15
Total Net Assets	EUR	318,930,491.85	298,058,558.23	259,584,387.37
Euro Equity - Category R				
	EUR	EUR	EUR	EUR
Capitalisation units				
Number of units		17,530,699.402	17,016,574.279	15,462,789.042
Net asset value per unit		16.91	14.99	15.27
Euro Equity - Category I				
	EUR	EUR	EUR	EUR
Capitalisation units				
Number of units		1,108,280.691	2,425,096.701	1,317,748.912
Net asset value per unit		20.21	17.72	17.85

NEF - Euro Equity
Securities portfolio as at 31/12/17
Expressed in EUR

Quantity / Nominal	Denomination	Quotation currency	Market value	% of net assets
Transferable securities admitted to an official stock exchange listing and/or dealt in on another regulated market			314,167,592.30	98.51%
Shares			314,167,592.30	98.51%
<i>Austria</i>				
98,281	ERSTE GROUP BANK AG	EUR	3,548,435.51	1.11%
<i>Belgium</i>				
140,868	KBC GROUPE SA	EUR	22,385,546.04	7.02%
70,066	SOLVAY	EUR	10,017,123.48	3.14%
73,124	TELENET GROUP HOLDING NV	EUR	8,120,649.40	2.55%
<i>Finland</i>				
155,766	KONECRANES OYJ	EUR	4,247,773.16	1.33%
119,488	WARTSILA CORPORATION -B-	EUR	12,232,214.68	3.84%
<i>France</i>				
59,861	ARKEMA SA	EUR	5,947,145.88	1.86%
87,485	BNP PARIBAS SA	EUR	6,285,068.80	1.98%
94,137	EIFFAGE	EUR	80,814,349.98	25.35%
61,491	ILIAD SA	EUR	6,078,884.55	1.91%
14,106	KERING	EUR	5,445,941.25	1.71%
52,785	MICHELIN SA REG SHS	EUR	8,598,473.58	2.70%
23,686	REMY COINTREAU	EUR	12,282,827.25	3.85%
53,716	RENAULT SA	EUR	5,543,658.00	1.74%
99,492	SAFRAN	EUR	6,310,446.75	1.98%
153,973	SANOFI	EUR	2,735,733.00	0.86%
152,451	SMCP SAS	EUR	4,507,309.56	1.41%
75,279	THALES	EUR	8,547,357.72	2.68%
<i>Germany</i>				
48,295	ADIDAS NAMEN AKT	EUR	11,062,960.05	3.47%
58,439	ALLIANZ SE REG SHS	EUR	2,934,681.75	0.92%
44,123	CONTINENTAL AG	EUR	6,766,076.52	2.12%
62,253	DEUTSCHE BOERSE AG REG SHS	EUR	72,474,997.69	22.72%
340,089	DEUTSCHE POST AG REG SHS	EUR	8,072,509.25	2.53%
89,695	FRESENIUS AG	EUR	11,191,068.50	3.51%
131,123	FRESENIUS MEDICAL CARE AG & CO KGAA	EUR	9,929,881.15	3.11%
27,745	OSRAM LICHT	EUR	6,026,090.40	1.89%
126,624	SCOUT24	EUR	13,518,537.75	4.24%
<i>Ireland</i>				
54,405	KERRY GROUP -A-	EUR	5,836,453.65	1.83%
74,954	KINGSPAN GROUP	EUR	11,509,976.94	3.61%
<i>Italy</i>				
229,431	ATLANTIA SPA	EUR	2,078,932.85	0.65%
253,841	BUZZI UNICEM SPA	EUR	4,311,547.20	1.35%
2,553,355	ENEL SPA	EUR	7,815,567.87	2.45%
989,098	FINECOBANK	EUR	5,086,867.50	1.59%
149,429	PRYSMIAN SPA	EUR	2,728,700.37	0.86%
<i>Luxembourg</i>				
777,182	TENARIS SA - REG.SHS	EUR	37,353,683.51	11.71%
<i>Portugal</i>				
235,474	GALP ENERGIA SA REG SHS -B-	EUR	6,038,623.92	1.89%
<i>Spain</i>				
1,220,018	BANCO SANTANDER SA REG SHS	EUR	5,711,422.50	1.79%
298,950	INDITEX SHARE FROM SPLIT	EUR	13,098,711.15	4.11%
887,767	TELEFONICA S A	EUR	8,441,951.43	2.65%
<i>The Netherlands</i>				
222,317	ABN AMRO GROUP DEP RECEIPT	EUR	4,062,974.51	1.27%
20,618	ASML HLDG	EUR	10,227,715.12	3.21%
81,401	HEINEKEN NV	EUR	3,608,639.05	1.13%
61,028	IMCD	EUR	22,580,588.25	7.08%
369,275	STMICROELECTRONICS NV	EUR	6,684,478.62	2.10%
223,721	UNILEVER NV	EUR	8,683,002.75	2.72%
195,886	VOLKERWESS - REGISTERED	EUR	7,213,106.88	2.26%
Total securities portfolio			314,167,592.30	98.51%

NEF - Euro Equity

Statement of Operations and Changes in Net Assets from 01/01/17 to 31/12/17

Expressed in EUR

Income		6,447,317.92
Net dividends	Note 2	6,096,527.45
Securities lending income	Note 2,8	350,790.47
Expenses		7,084,324.36
Management & advisory fees	Note 5	4,916,272.62
Depositary & sub-depositary fees	Note 7	109,158.23
Taxe d'abonnement	Note 4	142,787.08
Administrative expenses		93,729.66
Professional fees		3,690.74
Bank interest on overdrafts		14,460.42
Legal fees		12,919.51
Transaction fees	Note 2	984,638.49
Publication & printing fees		1,839.28
Correspondent bank fees	Note 2	694,079.32
Other expenses		110,749.01
Net loss from investments		-637,006.44
Net realised profit / loss on:		
- sales of investment securities	Note 2	37,003,389.40
- foreign exchange	Note 2	-663.84
Net realised profit		36,365,719.12
Movement in net unrealised appreciation /(depreciation) on:		
- investments	Note 2	-372,433.52
Increase in net assets as a result of operations		35,993,285.60
Subscription capitalisation units		118,977,061.93
Redemption capitalisation units		-134,098,413.91
Increase in net assets		20,871,933.62
Net assets at the beginning of the year		298,058,558.23
Net assets at the end of the year		318,930,491.85

NEF

- Emerging Market Equity

NEF - Emerging Market Equity

Manager's Report

Stocks that Helped Absolute Performance

Alibaba reported strong results for FYQ1 that exceeded both top line and bottom line expectations. The key drivers continue to be better data-driven personalization providing more relevant and engaging ads, and improving conversion rates for merchants on their core e-commerce business. Alibaba is the leading e-commerce platform operator in China with a dominant market share in terms of overall gross merchandise volume (GMV). It is multiples larger in GMV than the second biggest player in China, JD.com. Alibaba's key advantage versus competitors is that it has the largest number of vendors, which in turn attracts a massive pool of buyers. Other markets like Japan and the U.S. have shown that it is difficult to displace a player who has a significant supplier/merchant advantage. This allows buyers to have access to the widest base of vendors and available inventory at the most competitive prices in almost any category. Further, by segmenting the market to lower-priced merchants (Taobao) and more established/trustworthy merchants in Tmall, it can cater to a wider base of consumers. There is also the tailwind from e-commerce penetration in China still being in relatively early stages. Given the fast take-up of smartphone penetration, there is the potential for this to increase significantly, and Alibaba is in prime position to benefit from this trend.

Tencent Holding's results in the fourth quarter were strong with revenue growth over 60%. Tencent is a major Internet platform in China with a strong presence in online gaming, instant messaging, and is one of the country's largest web portals. The company has been successful in providing popular services to attract new users and creating a network effect to maintain existing users. There is growing expectation that the company will be able to successfully monetize its OTT application, WeChat, through advertising revenue. Online gaming is the largest contributor to revenue, but Tencent also generates sales through fee-based social networks, advertising and e-commerce. The gaming revenues benefit from operating the dominant social networking platform by directing traffic to the gaming platform. This has translated into strong sales, as well as earnings growth.

Stocks that Hurt Absolute Performance

While the main reason for the recent weakness in **PT Matahari's** numbers was macro related, we felt that the competitive dynamics in Indonesia were changing faster than expected with global fashion brands taking market share. From a longer-term perspective, we exited our position in Matahari since we didn't feel that the company was well positioned in e-commerce and, hence, the thesis has materially changed.

Korea Aerospace Industries, Ltd. (KAI) detracted from portfolio performance. We exited our position in KAI as it is under investigation for accounting fraud, which we believe could lower the firm's earnings visibility, create a risk of provisioning, potentially cause production delays or temporary supply stoppages. Additionally, the risk of reputational damage to its overseas business and an unconfirmed management team could create a share overhang on KAI at least in the near to midterm.

Market Review

Emerging market equities consistently performed well throughout 2017 with the MSCI EM Index outperforming the broader MSCI ACWI in all four quarters. Emerging market equities posted double-digit returns for the first quarter. There were a number of areas of strength: Technology, Chinese e-commerce and a recovery in sentiment in India, as the demonetization impact on corporate earnings has been less severe than feared and recovering. On the back of investment funds returning, EM currencies rallied alongside the markets, lifting returns in U.S. dollar terms. In the second quarter, emerging market equities continued to perform well. Asian equities continued their bull run, with China and Korea as top contributors for the benchmark. Third quarter performance was driven by high performing Chinese e-commerce companies and Brazilian banks. Emerging markets benefited from a weaker U.S. dollar, positive sentiment and continued inflows. Rising corporate earnings and growth across major economies also helped sustain emerging market equities. Fourth quarter returns were driven by ongoing growth and stable outlooks for major emerging market economies, such as China and India. Asian Information Technology companies in particular were major contributors to emerging markets performance.

NEF - Emerging Market Equity

Manager's Report (continued)

Outlook

With the backdrop of central banks pulling back from an ultra-loose monetary stance, global capital markets will continue to go through significant changes. From the bond markets to the currency markets, financial conditions are expected to tighten. Many markets could get a jolt as the macro market conditions transition, and the heavy usage of ETFs by investors could cause a broader equity market shake out over the tightening period. However, we are comfortable with the large emerging markets we are invested in because they have solid fundamentals and should remain destinations of capital inflows over the long term. For instance, India has seen significant improvement in its current account since the “Taper Tantrum” in 2013. Brazil has seen a change of government and endured some difficult reforms, particularly the cap on government spending that required a constitutional change. More reforms are needed, but it is our belief that the country is headed in the right direction.

China still has many imbalances in its economy, including high corporate leverage, but we think the country has the wherewithal to deal with the challenges.

Importantly, we don't see any emerging market becoming a domino that sets off implosions and contagions akin to what we have seen in past decades. Nonetheless, we stay selectively away from countries where weak fundamentals could lead to debt issues down the road, or will weigh on their currency performance over time.

NEF - Emerging Market Equity

Financial Statements as at 31/12/17

Statement of Net Assets as at 31/12/17

Expressed in EUR

Assets		251,500,473.46
Securities portfolio at market value	Note 2	240,427,264.47
<i>Cost price</i>		183,951,078.24
<i>Unrealised profit on the securities portfolio</i>		56,476,186.23
Cash at banks and liquidities		7,599,802.49
Brokers receivable		2,691,498.44
Subscribers receivable		172,676.78
Dividends receivable		299,399.97
Receivable on spot exchange		305,821.66
Other assets		4,009.65
Liabilities		3,149,538.68
Brokers payable		1,943,068.93
Taxe d'abonnement payable	Note 4	30,879.46
Redemption payable		381,189.84
Accrued management & advisory fees	Note 5	432,686.90
Accrued depositary & sub-depositary fees	Note 7	15,689.75
Accrued administrative expenses		6,217.87
Payable on spot exchange		305,386.71
Other liabilities		34,419.22
Net asset value		248,350,934.78

Changes in number of units outstanding from 01/01/17 to 31/12/17

	Units outstanding as at 01/01/17	Units issued	Units redeemed	Units outstanding as at 31/12/17
Emerging Market Equity - Category R Capitalisation units	4,506,474.172	1,502,278.474	1,261,515.777	4,747,236.869
Emerging Market Equity - Category I Capitalisation units	197,446.984	95,859.603	267,276.054	26,030.533

NEF - Emerging Market Equity

Key figures relating to the last 3 years

	<i>Year ended on :</i>	31/12/17	31/12/16	31/12/15
Total Net Assets	EUR	248,350,934.78	210,769,437.85	202,630,195.29
Emerging Market Equity - Category R				
	EUR	EUR	EUR	EUR
Capitalisation units				
Number of units		4,747,236.869	4,506,474.172	4,431,072.895
Net asset value per unit		51.96	44.41	42.79
Emerging Market Equity - Category I				
	EUR	EUR	EUR	EUR
Capitalisation units				
Number of units		26,030.533	197,446.984	253,634.515
Net asset value per unit		63.93	53.93	51.30

NEF - Emerging Market Equity

Securities portfolio as at 31/12/17

Expressed in EUR

Quantity / Nominal	Denomination	Quotation currency	Market value	% of net assets
Transferable securities admitted to an official stock exchange listing and/or dealt in on another regulated market			240,427,264.44	96.81%
Shares			240,427,264.44	96.81%
	<i>Belgium</i>		<i>4,964,574.04</i>	<i>2.00%</i>
53,308	AB INBEV	EUR	4,964,574.04	2.00%
	<i>Bermuda</i>		<i>3,144,571.69</i>	<i>1.27%</i>
18,181	CREDICORP	USD	3,144,571.69	1.27%
	<i>Brazil</i>		<i>29,880,340.91</i>	<i>12.03%</i>
2,068,995	AMBEV ADR REPR 1 SHS	USD	11,144,590.76	4.49%
558,815	BB SEGURIDADE	BRL	4,007,309.36	1.61%
899,017	CIELO	BRL	5,322,278.40	2.14%
580,254	COMPANHIA CONCESSOES RODOVIARIAS	BRL	2,358,756.10	0.95%
77,493	EQUATORIAL ENERGIA SA	BRL	1,280,529.45	0.52%
305,483	ULTRAPAR	BRL	5,766,876.84	2.32%
	<i>Cayman Islands</i>		<i>28,957,711.69</i>	<i>11.66%</i>
94,692	ALIBABA GR ADR	USD	13,614,393.03	5.48%
59,030	AUTOHOME -A- SPONS ADR REPR 1 SH-A-	USD	3,183,081.88	1.28%
17,317	NETEASE SPONS ADR REPR 25 SHS	USD	4,982,554.15	2.01%
160,498	TENCENT HLDG	HKD	7,177,682.63	2.89%
	<i>Hong Kong</i>		<i>8,119,889.47</i>	<i>3.27%</i>
152,463	HONG KONG EXCHANGES AND CLEARING LTD	HKD	4,083,174.66	1.64%
515,194	THE LINK REIT UNITS	HKD	4,036,714.81	1.63%
	<i>India</i>		<i>46,922,511.58</i>	<i>18.90%</i>
718,656	BHARTI INFRATEL LTD	INR	3,562,876.10	1.43%
114,305	HCL TECHNOLOGIES DEMATERIALISED	INR	1,335,639.04	0.54%
529,353	HDFC BANK LTD	INR	12,971,855.66	5.23%
474,810	HOUSING DEVELOPMENT FINANCE CORP	INR	10,584,441.54	4.27%
1,791,818	ITC DEMATERIALISED	INR	6,114,879.54	2.46%
1,434,625	POWER GRID INDIA	INR	3,769,325.50	1.52%
133,054	TATA CONSULT.SERVICES SVS DEMATERIALISED	INR	4,581,962.07	1.84%
528,830	ZEE ENTERTAINMENT - DEMATERIALISED	INR	4,001,532.13	1.61%
	<i>Indonesia</i>		<i>18,271,971.19</i>	<i>7.36%</i>
3,472,414	BANK CENTRAL ASIA DEP	IDR	4,696,668.09	1.89%
11,872,383	BANK RAKYAT INDONESIA	IDR	2,661,698.01	1.07%
10,636,196	HANJAYA MANDALA SAMPOERNA	IDR	3,120,284.53	1.26%
28,613,415	TELKOM INDONESIA -B-	IDR	7,793,320.56	3.14%
	<i>Malaysia</i>		<i>3,952,125.41</i>	<i>1.59%</i>
70,477	BRITISH AMERICAN TOBACCO (M) BHD	MYR	551,739.96	0.22%
793,800	PUBLIC BANK BHD	MYR	3,400,385.45	1.37%
	<i>Mexico</i>		<i>21,167,700.36</i>	<i>8.52%</i>
98,192	FOMENTO ECONOMICO MEX-SP-ADR	USD	7,688,008.67	3.09%
322,536	GRUPO AEROPORTUARIO DEL PACIFICO SAB-B-	MXN	2,754,775.76	1.11%
354,053	GRUPO FINANCIERO -B- ADR REPR 5 SHS -B-	USD	2,158,031.71	0.87%
766,324	IENOVA	MXN	3,123,761.68	1.26%
2,672,563	WAL MART	MXN	5,443,122.54	2.19%
	<i>Poland</i>		<i>3,126,353.84</i>	<i>1.26%</i>
100,840	GRUPA PEKAO SA	PLN	3,126,353.84	1.26%
	<i>Singapore</i>		<i>4,824,942.33</i>	<i>1.94%</i>
289,261	UNITED OVERSEAS BANK	SGD	4,824,942.33	1.94%
	<i>South Africa</i>		<i>8,653,278.26</i>	<i>3.48%</i>
23,382	NASPERS -N-	ZAR	5,450,125.09	2.19%
200,949	REMGRO LTD	ZAR	3,203,153.17	1.29%
	<i>South Korea</i>		<i>13,610,148.31</i>	<i>5.48%</i>
15,148	AMOREPACIFIC CORP	KRW	3,708,469.45	1.49%
93,850	KANGWON LAND	KRW	2,356,414.57	0.95%
4,000	LG HOUSEHOLD AND HEALTHCARE	KRW	3,760,370.40	1.51%
18,197	SAMSUNG FIRE AND MARINE INSURANCE	KRW	3,784,893.89	1.53%
	<i>Taiwan</i>		<i>11,734,071.19</i>	<i>4.72%</i>
36,149	PRESIDENT CHAIN STORE CORP	TWD	293,044.90	0.12%
115,826	TAIWAN SEMICON ADR (REPR 5 SHS)	USD	3,829,317.85	1.54%
1,161,072	TAIWAN SEMICONDUCTOR MANUFACTURING CO LTD	TWD	7,611,708.44	3.06%
	<i>Thailand</i>		<i>11,064,517.56</i>	<i>4.46%</i>
2,036,500	AIRPORT OF THAILAND PUB CO -F-	THB	3,554,046.49	1.43%
2,610,619	CP SEVEN ELEVEN ALL FOREIGN REGISTERED	THB	5,158,981.82	2.08%

NEF - Emerging Market Equity

Securities portfolio as at 31/12/17

Expressed in EUR

Quantity / Nominal	Denomination	Quotation currency	Market value	% of net assets
4,102,899	THAI BEVERAGE PUBLIC CO LTD	SGD	2,351,489.25	0.95%
	<i>The Netherlands</i>		<i>14,910,170.01</i>	<i>6.00%</i>
87,703	HEINEKEN NV	EUR	7,624,021.79	3.07%
155,173	UNILEVER NV	EUR	7,286,148.22	2.93%
	<i>United Kingdom</i>		<i>2,538,352.70</i>	<i>1.02%</i>
45,306	BRITISH AMERICAN TOBACCO PLC	ZAR	2,538,352.70	1.02%
	<i>United States of America</i>		<i>4,584,033.90</i>	<i>1.85%</i>
79,114	LAS VEGAS SANDS CORP	USD	4,584,033.90	1.85%
Other transferable securities			0.03	0.00%
Convertible bonds			0.03	0.00%
	<i>Bermuda</i>		<i>0.03</i>	<i>0.00%</i>
311,100	PEACE MARK (HOLDING)	HKD	0.03	0.00%
Total securities portfolio			240,427,264.47	96.81%

NEF - Emerging Market Equity

Statement of Operations and Changes in Net Assets from 01/01/17 to 31/12/17

Expressed in EUR

Income		4,619,382.04
Net dividends	Note 2	4,561,883.45
Securities lending income	Note 2,8	53,988.12
Other financial income		3,510.47
Expenses		6,368,408.12
Management & advisory fees	Note 5	4,901,408.33
Depositary & sub-depositary fees	Note 7	180,998.57
Taxe d'abonnement	Note 4	117,173.67
Administrative expenses		73,724.50
Professional fees		1,882.54
Bank interest on overdrafts		31,117.67
Legal fees		10,392.19
Transaction fees	Note 2	365,993.71
Publication & printing fees		1,613.33
Correspondent bank fees	Note 2	557,366.80
Other expenses		126,736.81
Net loss from investments		-1,749,026.08
Net realised profit / loss on:		
- sales of investment securities	Note 2	28,188,934.78
- forward foreign exchange contracts	Note 2	686.54
- foreign exchange	Note 2	-2,464,907.83
Net realised profit		23,975,687.41
Movement in net unrealised appreciation /(depreciation) on:		
- investments	Note 2	13,025,684.79
Increase in net assets as a result of operations		37,001,372.20
Subscription capitalisation units		79,846,057.78
Redemption capitalisation units		-79,265,933.05
Increase in net assets		37,581,496.93
Net assets at the beginning of the year		210,769,437.85
Net assets at the end of the year		248,350,934.78

NEF
- Global Bond

Manager's Report

Annual Comment - 2017

Market review

The year started with the inauguration of Donald Trump as the president of the United States. Global economic data continued to hold up well which in turn helped to support a positive backdrop for most risk assets. In the UK, Article 50 was triggered in March and in May Emmanuel Macron won the French elections. The ensuing relief saw European risk assets enjoy a strong run that lasted all the way into the year end. In the US, the May FOMC meeting concluded that slightly weak US growth in the first quarter would be short lived and that the rate hiking cycle was likely to continue, and indeed in June the Fed did hike rates by another 25 bps, taking US rates to between 1% and 1.25%. The second half of the year saw the theme of central bank tightening become more pronounced with the Bank of Canada going first with a rate rise. In September S&P ratings agency upgraded Portugal's debt to BBB- from below investment grade, helping the sovereign bonds perform strongly into the year end. The ECB outlined plans to halve the value of bonds bought from €60 bn to €30 bn per month, starting from January 2018 and bond buying would continue to at least the end of 2018, which markets took to be dovish. In response, German bunds outperformed other developed markets bonds, especially US treasuries, although some of this performance was given up by the end of the year. The Bank of England (BoE) raised rates for the first time since the financial crisis with a base rate increase from 25 bps to 50 bps. A new head of the Federal Reserve was appointed and as widely expected, it was Jerome Powell, who is already on the board of governors for the bank, so the news had little market impact, as policy continuity is widely expected. Towards the end of the year, the price of crude oil edged up to around the \$60 per barrel mark, as supply tightened following a producer agreement to limit oil output into 2018. In December, the US Federal Reserve raised the Fed funds rate by another 25 bps, to 1.25% to 1.5%, citing continuing improvements in the labour market and a general recovery to economic activities following the disruption caused by hurricanes. In late December, president Trump signed the "Tax Cuts and Jobs Act" into law. The new tax bill cuts corporate taxes and provides individuals with temporary tax relief, although questions have been raised around the bill's impact on the government's deficits and reduced tax revenue.

Performance commentary

Through 2017, the fund considerably outperformed the benchmark, with the fund returning -2.58% net of fees compared to a benchmark return of -6.16%. This marked an outperformance of 3.58% net of fees.

G10 Sovereign bond positions were negative contributors in 2017:

-Duration: despite the hawkish tone emanating from some central banks, long dated yields across many developed markets yield curves fell, causing our underweight duration positioning to detract from relative returns

-Country allocation: this was a positive contributor as a relatively larger underweight allocation to US treasuries compared to other developed markets bonds helped, after treasury yields rose considerably through the year

-Yield curve: flattening positions on the German and US treasury yield curves added positively as the long end of developed markets yield market curves outperformed short dated yields on an improved inflation outlook

-Bond selection: overweight allocations to peripheral European government bonds especially off-benchmark allocations to Portuguese government bonds helped strongly and added 1.27% through the year

Manager's Report (continued)

Credit positions made a strongly positive contribution to relative performance in 2017:

Credit: Overweight positioning within corporate bonds, particularly high quality European financial issuers, added was the strongest contributor to relative returns

Emerging markets: Overweight exposure to emerging markets bonds were positive contributors. Emerging markets bonds, especially hard currency bonds, saw positive risk adjusted returns as yield spreads fell.

FX positions were positive contributors to relative performance in 2017:

USD exposure: overweight exposure to the USD was a negative contributor as the currency weakened against a basket of developed markets currencies in 2017

Inter-bloc (EUR, CAD, JPY) allocation: was a significant contributor as the EUR and CAD both appreciated significantly against the JPY

Intra bloc currency allocations: these were positive contributors to annual returns. We gained on our EUR-bloc allocation through a short position in the CHF versus overweight allocations to the EUR although there was some detract from a relative preference for the JPY vs. KRW.

Emerging markets currencies: long emerging markets currency exposures were modestly positive as they generally benefitted from a weaker against the USD and stronger growth in emerging markets

Outlook

Growth across the US, Europe and Emerging Markets is currently the strongest since the financial crisis, which we believe will be a catalyst for more rate rises to come from the US Fed in 2018. Additionally, the Fed will be reducing their balance sheet through less re-investment of maturing bonds and coupon proceeds, potentially leading to higher treasury yields. The ECB has taken similar actions and will from January, halve the rate of bond buying. The Bank of England may also join this band of tightening central banks as already demonstrated by their November rate hike, with more expected if inflation, as expected, rises to around 3%. Global central bank policies nonetheless remain varied and the flexibility to diversify risk into as many economic cycles as possible will remain important. We believe that lower duration positioning will remain key to protecting against central bank tightening actions. To this end, allocations to corporate bonds, emerging markets assets and currencies not only provide hedges against rising rates, they can enhance portfolio yield, and increase the overall potential to generate alpha. High levels of liquidity and a higher yield pick-up remains very important, and we continue to seek out opportunities to add high quality corporate bonds and higher yielding currencies to the portfolio to achieve this. With growth at current levels we expect support for corporate and emerging market bonds, but also currencies, thanks to the prospect of rate hikes.

NEF - Global Bond
Financial Statements as at 31/12/17

Statement of Net Assets as at 31/12/17

Expressed in EUR

Assets		210,211,382.31
Securities portfolio at market value	Note 2	187,192,699.64
<i>Cost price</i>		188,532,088.76
<i>Unrealised loss on the securities portfolio</i>		-1,339,389.12
Options purchased at market value	Note 2	44,818.01
<i>Options purchased at cost</i>		170,844.30
Cash at banks and liquidities		7,891,843.48
Interest receivable		1,600,314.27
Subscribers receivable		1,050,670.38
Unrealised net appreciation on financial futures	Note 2	418,354.57
Receivable on spot exchange		12,006,280.62
Other assets		6,401.34
Liabilities		17,346,289.26
Options sold at market value	Note 2	26,582.28
<i>Options sold at cost</i>		92,647.48
Bank overdrafts		3,300,053.28
Taxe d'abonnement payable	Note 4	19,489.45
Redemption payable		362,522.42
Unrealised net depreciation on forward foreign exchange contracts	Note 2	1,282,585.78
Unrealised net depreciation on swaps	Note 2,6	136,679.96
Accrued management & advisory fees	Note 5	173,911.65
Accrued depositary & sub-depositary fees	Note 7	4,193.12
Accrued administrative expenses		4,894.70
Payable on spot exchange		11,996,858.93
Other liabilities		38,517.69
Net asset value		192,865,093.05

Changes in number of units outstanding from 01/01/17 to 31/12/17

	Units outstanding as at 01/01/17	Units issued	Units redeemed	Units outstanding as at 31/12/17
Global Bond - Category R Capitalisation units	10,038,487.353	3,117,240.235	2,733,436.204	10,422,291.384
Global Bond - Category I Capitalisation units	3,307,172.176	616,362.427	1,954,961.506	1,968,573.097

NEF - Global Bond

Key figures relating to the last 3 years

	<i>Year ended on :</i>	31/12/17	31/12/16	31/12/15
Total Net Assets	EUR	192,865,093.05	217,600,292.36	229,368,037.57
Global Bond - Category R				
	EUR	EUR	EUR	EUR
Capitalisation units				
Number of units		10,422,291.384	10,038,487.353	8,687,840.049
Net asset value per unit		15.16	15.69	15.42
Global Bond - Category I				
	EUR	EUR	EUR	EUR
Capitalisation units				
Number of units		1,968,573.097	3,307,172.176	5,374,928.023
Net asset value per unit		17.72	18.19	17.74

NEF - Global Bond
Securities portfolio as at 31/12/17
Expressed in EUR

Quantity / Nominal	Denomination	Quotation currency	Market value	% of net assets
Transferable securities admitted to an official stock exchange listing and/or dealt in on another regulated market			168,565,967.96	87.40%
Bonds			140,390,655.99	72.79%
<i>Australia</i>			<i>3,487,151.93</i>	<i>1.81%</i>
2,500,000	AUSTRALIA -137- 2.75 12-24 21/04S	AUD	1,655,951.80	0.86%
2,500,000	AUSTRALIAN GOVT 4.25 13-26 21/04S	AUD	1,831,200.13	0.95%
<i>Brazil</i>			<i>6,067,705.04</i>	<i>3.15%</i>
15,000	BRAZIL -DY- 10.00 10-21 01/01S	BRL	4,058,940.05	2.11%
2,500,000	BRAZIL REPUBLIC 2.625 12-23 05/01S	USD	2,008,764.99	1.04%
<i>Cayman Islands</i>			<i>860,168.23</i>	<i>0.45%</i>
1,000,000	ALIBABA GROUP 4.0 17-37 06/12S	USD	860,168.23	0.45%
<i>Chile</i>			<i>2,086,900.00</i>	<i>1.08%</i>
2,000,000	REPUBLIC OF CHILE 1.875 15-30 27/05A	EUR	2,086,900.00	1.08%
<i>France</i>			<i>10,206,063.00</i>	<i>5.29%</i>
700,000	BNP PARIBAS CARDIF 1.00 17-24 29/11A	EUR	688,828.00	0.36%
3,000,000	FRANCE 1.00 16-27 25/05A	EUR	3,100,650.00	1.61%
4,750,000	FRANCE OAT 3.25 12-45 25/05A	EUR	6,416,585.00	3.32%
<i>Germany</i>			<i>2,102,768.00</i>	<i>1.09%</i>
1,600,000	GERMANY 2.50 14-46 15/08A	EUR	2,102,768.00	1.09%
<i>Hungary</i>			<i>674,024.00</i>	<i>0.35%</i>
650,000	HUNGARY 1.75 17-27 10/10A	EUR	674,024.00	0.35%
<i>Italy</i>			<i>26,778,411.52</i>	<i>13.88%</i>
900,000	INTESA SANPAOLO SUB 2.855 15-25 23/04A	EUR	929,025.00	0.48%
1,000,000	ITALIA LONG TERM TB 2.80 16-67 01/03S	EUR	863,190.00	0.45%
7,000,000	ITALIE 1.50 15-25 01/06S	EUR	6,971,090.00	3.60%
4,500,000	ITALY 1.85 17-24 15/05S	EUR	4,655,700.00	2.41%
2,500,000	ITALY BTP 1.60 16-26 01/06S	EUR	2,465,425.00	1.28%
1,000,000	ITALY BTP 3.25 14-46 01/09S	EUR	1,017,660.00	0.53%
750,000	ITALY BTP 4.75 13-44 01/09S	EUR	960,255.00	0.50%
3,000,000	ITALY BTP 5.50 12-22 01/09S	EUR	3,659,220.00	1.90%
1,000,000	ITALY INFL. INDEX 2.35 14-24 15/09S	EUR	1,172,286.52	0.61%
4,000,000	ITALY TREASURY BONDS 2.20 17-27 01/06S	EUR	4,084,560.00	2.12%
<i>Japan</i>			<i>6,000,683.08</i>	<i>3.11%</i>
700,000,000	JAPAN 49 1.40 15-45 20/12S	JPY	6,000,683.08	3.11%
<i>Mexico</i>			<i>15,096,597.65</i>	<i>7.83%</i>
2,000,000	MEXICAN BONOS 6.50 11-21 10/06S	MXN	8,236,653.65	4.28%
2,000,000	MEXIQUE 1.375 16-25 15/01A	EUR	2,032,560.00	1.05%
3,600,000	PEMEX 2.75 15-27 21/04A	EUR	3,461,292.00	1.79%
1,300,000	PETROLEOS MEXICANO 2.50 17-21 21/08A	EUR	1,366,092.00	0.71%
<i>Poland</i>			<i>5,450,372.68</i>	<i>2.83%</i>
24,000,000	POLAND DS0726 2.50 15-26 25/07A	PLN	5,450,372.68	2.83%
<i>Portugal</i>			<i>10,178,237.00</i>	<i>5.28%</i>
3,000,000	PORTUGAL 2.875 16-26 21/07A	EUR	3,273,930.00	1.70%
2,200,000	PORTUGAL 4.10 15-45 15/02A	EUR	2,576,882.00	1.34%
3,000,000	PORTUGAL 5.65 13-24 15/02A	EUR	3,817,800.00	1.98%
450,000	REDE FERROVIARIA 4.25 06-21 13/12A	EUR	509,625.00	0.26%
<i>Spain</i>			<i>4,582,910.00</i>	<i>2.38%</i>
1,000,000	SPAIN 2.90 16-46 31/10A	EUR	1,012,100.00	0.52%
3,000,000	SPAIN 3.80 14-24 30/04A	EUR	3,570,810.00	1.86%
<i>The Netherlands</i>			<i>2,220,712.65</i>	<i>1.15%</i>
1,600,000	PETROBRAS GLB REG 5.999 17-28 27/01S	USD	1,338,960.69	0.69%
996,000	PETROBRAS GLOBAL F 6.125 17-22 17/01S	USD	881,751.96	0.46%
<i>United Kingdom</i>			<i>10,686,247.40</i>	<i>5.54%</i>
350,000	UK TREASURY 2.75 14-24 07/09S	GBP	440,964.91	0.23%
5,500,000	UK TSY 3.25 12-44 22/01S	GBP	8,072,263.84	4.18%
1,500,000	UNITED KINGDOM 4.25 06-27 07/12S	GBP	2,173,018.65	1.13%
<i>United States of America</i>			<i>33,911,703.81</i>	<i>17.57%</i>
1,250,000	AT AND T INC 5.150 17-50 14/02S	USD	1,054,775.98	0.55%
2,000,000	GOLDMAN SACHS GROUP 1.375 17-24 15/05A	EUR	2,044,140.00	1.06%
8,000,000	US TREASURY INDEXEE FL.R 15-20 15/04S	USD	7,004,986.67	3.63%
2,600,000	US TREASURY INDEXEE 1.375 10-20 15/01S	USD	2,535,483.57	1.31%
2,400,000	US TREASURY N/B 2.00 17-24 30/06S	USD	1,960,411.82	1.02%
5,000,000	US TREASURY NB 2.00 17-22 31/10S	USD	4,128,595.27	2.14%
1,000,000	US TREASURY NOTE 2.25 17-27 15/11S	USD	821,392.52	0.43%

The accompanying notes form an integral part of these financial statements

NEF - Global Bond
Securities portfolio as at 31/12/17
Expressed in EUR

Quantity / Nominal	Denomination	Quotation currency	Market value	% of net assets
1,500,000	USA T NOTES 2.25 16-46 15/08S	USD	1,127,178.24	0.58%
12,000,000	USA TREASURY NTS INDX 1.75 08-28 15/01S	USD	13,234,739.74	6.85%
Floating rate bonds			28,175,311.97	14.61%
<i>Austria</i>			<i>1,162,270.00</i>	<i>0.60%</i>
1,000,000	ERSTE GROUP BK SUB FL.R 17-XX 15/04S	EUR	1,162,270.00	0.60%
<i>Colombia</i>			<i>991,179.22</i>	<i>0.51%</i>
1,200,000	BANCOLOMBIA SA FL.R 17-27 18/10S	USD	991,179.22	0.51%
<i>France</i>			<i>6,100,232.25</i>	<i>3.17%</i>
500,000	CREDIT AGRICOLE ASSU FL.R 16-48 27/09A	EUR	595,510.00	0.31%
1,000,000	CREDIT AGRICOLE REGS FL.R 14-XX 23/01Q	USD	944,453.70	0.49%
1,000,000	ORANGE SA FL.R 14-XX 07/02A	GBP	1,263,538.55	0.66%
3,000,000	TOTAL SA FL.R 16-XX 06/10A	EUR	3,296,730.00	1.71%
<i>Italy</i>			<i>2,988,032.36</i>	<i>1.55%</i>
500,000	ASSICURAZIONI GENERAL FL.R 16-48 08/06A	EUR	578,590.00	0.30%
1,000,000	ENEL SUB FL.R 14-76 15/09A	GBP	1,298,552.36	0.67%
1,000,000	INTESA SAN PAOLO FL.R 14-XX 17/12A	EUR	1,110,890.00	0.58%
<i>Spain</i>			<i>3,157,449.00</i>	<i>1.64%</i>
1,400,000	BANCO SANT REGS SUB FL.R 14-XX 11/09Q	EUR	1,537,494.00	0.80%
1,000,000	BANKIA SUB FL.R 17-XX 18/07Q	EUR	1,050,010.00	0.54%
500,000	MAPFRE SUB FL.R 17-47 31/03A	EUR	569,945.00	0.30%
<i>Switzerland</i>			<i>2,336,987.84</i>	<i>1.21%</i>
1,500,000	CS GROUP REGS FL.R 13-XX 11/12S	USD	1,429,109.76	0.74%
1,000,000	UBS GROUP AG SUB FL.R 16-XX 10/08A	USD	907,878.08	0.47%
<i>The Netherlands</i>			<i>4,248,320.00</i>	<i>2.20%</i>
700,000	ABN AMRO FL.R 15-XX 22/03S	EUR	765,443.00	0.40%
1,000,000	RABOBANK NEDERLAND FL.R 15-XX 31/12S	EUR	1,086,080.00	0.56%
1,000,000	TELEFONICA EUROPA SUB FL.R 16-XX 15/09A	EUR	1,055,080.00	0.55%
1,300,000	VW INTL FINANCE REGS FL.R 17-XX 14/12A	EUR	1,341,717.00	0.69%
<i>United Kingdom</i>			<i>3,726,141.30</i>	<i>1.93%</i>
2,000,000	BARCLAYS FL.R 17-28 07/02A	EUR	1,993,080.00	1.03%
1,000,000	HSBC HLDGS FL.R 15-XX 30/03S	USD	897,684.88	0.47%
1,000,000	ROYAL BK OF SCOTLAND FL.R 17-23 15/05S	USD	835,376.42	0.43%
<i>United States of America</i>			<i>3,464,700.00</i>	<i>1.80%</i>
1,400,000	BANK OF AMERICA CO FL.R 17-27 04/05A	EUR	1,462,720.00	0.76%
2,000,000	MORGAN STANLEY FL.R 17-26 23/10A	EUR	2,001,980.00	1.04%
Other transferable securities			8,038,756.99	4.17%
Bonds			2,205,721.99	1.14%
<i>Mexico</i>			<i>519,178.88</i>	<i>0.27%</i>
600,000	UNITED MEXICAN STATES 4.15 17-27 28/03S	USD	519,178.88	0.27%
<i>United States of America</i>			<i>1,686,543.11</i>	<i>0.87%</i>
1,500,000	GENERAL MOTORS 2.25 17-24 06/09A	GBP	1,686,543.11	0.87%
Floating rate bonds			5,833,035.00	3.03%
<i>Italy</i>			<i>3,265,710.00</i>	<i>1.70%</i>
1,500,000	INTESA SAN PAOLO FL.R 17-XX 16/05S	EUR	1,633,485.00	0.85%
1,500,000	UNICREDIT SPA FL.R 17-49 03/12S	EUR	1,632,225.00	0.85%
<i>Spain</i>			<i>1,590,945.00</i>	<i>0.82%</i>
1,500,000	CAIXABANK SA FL.R 17-27 15/02A	EUR	1,590,945.00	0.82%
<i>The Netherlands</i>			<i>976,380.00</i>	<i>0.51%</i>
1,000,000	FERROVIAL NL BV 2.124 17-XX 14/11A	EUR	976,380.00	0.51%
Shares/Units of UCITS/UCIS			10,587,974.69	5.49%
Shares/Units in investment funds			10,587,974.69	5.49%
<i>Luxembourg</i>			<i>10,587,974.69</i>	<i>5.49%</i>
7,422	AMUNDI FD BD GLO CORP OHE CAP	EUR	7,933,774.69	4.11%
2,500	AMUNDI FD BD GLO EMG COR OHE CAP	EUR	2,654,200.00	1.38%
Total securities portfolio			187,192,699.64	97.06%

NEF - Global Bond

Statement of Operations and Changes in Net Assets from 01/01/17 to 31/12/17

Expressed in EUR

Income		5,863,485.35
Net interest on bonds	Note 2	5,780,601.48
Bank interest on cash account	Note 2	4,631.36
Bank interest on time deposits	Note 2	35.85
Securities lending income	Note 2,8	25,369.66
Income on repurchase agreements	Note 2	13,158.81
Interest on swaps		38,652.78
Other financial income		1,035.41
Expenses		3,420,084.71
Management & advisory fees	Note 5	2,141,297.52
Depositary & sub-depositary fees	Note 7	53,247.90
Taxe d'abonnement	Note 4	77,763.54
Administrative expenses		64,157.23
Professional fees		2,597.76
Bank interest on overdrafts		32,307.08
Legal fees		9,100.50
Transaction fees	Note 2	131,982.06
Publication & printing fees		1,417.49
Bank charges		19,980.00
Correspondent bank fees	Note 2	530,274.96
Interest on swaps		254,972.21
Other expenses		100,986.46
Net income from investments		2,443,400.64
Net realised profit / loss on:		
- sales of investment securities	Note 2	4,875,761.90
- options	Note 2	-205,724.41
- forward foreign exchange contracts	Note 2	-3,561,949.64
- financial futures	Note 2	-2,536,328.93
- swaps	Note 2	66,258.56
- foreign exchange	Note 2	-4,719,345.58
Net realised loss		-3,637,927.46
Movement in net unrealised appreciation /(depreciation) on:		
- investments	Note 2	-3,446,505.29
- options	Note 2	-20,476.93
- forward foreign exchange contracts	Note 2	-1,464,919.25
- financial futures	Note 2	1,820,843.96
- swaps		26,655.02
Decrease in net assets as a result of operations		-6,722,329.95
Subscription capitalisation units		59,322,953.47
Redemption capitalisation units		-77,335,822.83
Decrease in net assets		-24,735,199.31
Net assets at the beginning of the year		217,600,292.36
Net assets at the end of the year		192,865,093.05

NEF
- Euro Bond

Manager's Report

MONETARY POLICY

After raising key rates in December 2015 and then in December 2016, the US Federal Reserve (Fed) undertook three 25bp hikes in 2017, in March, June and December. Since 13 December, the fed funds target rate has ranged between 1.25% and 1.50%. This faster pace compared to the two previous years reflects the Fed's conviction that the economy is in the process of meeting its dual objectives of full employment and price stability. The steady decline in the unemployment rate (from 4.8% in January to 4.1% in November, a low since end-2000) and GDP growth, which came in at 3% on an annualised pace after a disappointing first quarter, fully endorse an optimistic scenario on economic activity. Things are less clear on inflation, given modest wage growth and fluctuating consumer prices. In December, Fed chair Janet Yellen acknowledged that "inflation has run lower than we expected" and that a longer period of job market solidity may be required until the inflation target is met. However, the Fed reiterated its intention to stick with its key rate hikes, including three in 2018, even though inflation (1.5% in November for the PCE deflator, ex-food and ex-energy) remains moderate and is not expected to meet the 2% target until 2020. The Fed announced in September that in October it would begin shrinking its balance sheet. The Fed had begun to flag this new phase of normalisation in monetary policy during the spring, and operations consisting of no longer reinvesting all proceeds from maturing securities (T-notes and MBS) are proceeding normally. When her term expires in February, Janet Yellen will be replaced as Fed chairman by Jay Powell, who appears to be the choice of continuity. During the vetting process, Donald Trump sent out mixed signals, even hinting that he could reappoint Yellen while mentioning candidates more likely to worry observers.

Since March 2016, the European Central Bank (ECB) has kept its key rates on hold (0% for the main refinancing rate, 0.25% for the marginal lending facility, and -0.40% for the deposit facility). The ECB intends to keep rates very low for an extended period of time and well beyond the deadline for ending quantitative easing (QE). From April 2016 to March 2017, QE amounted to EUR 80 billion per month. It was lowered to EUR 60 billion in April and, in October 2017, the ECB announced a new reduction to EUR 30 billion a month beginning in January 2018. QE, which has been in place since March 2015, will continue until at least September 2018 and will not stop suddenly. The ECB's 26 October monetary policy meeting was highly awaited by investors who feared a more hawkish tone, similar to the late June speech in Sintra, Portugal, given that the Eurozone economy, which was already doing well in June, had improved considerably since then. The 'recalibration' (the expression used during the press conference) was quite modest and came with highly accommodative language. For example, the ECB reserved the option of "increasing the size of the programme in terms of size and/or duration". In the following weeks, several governors more or less explicitly expressed their disagreement, with some even calling for a clear end date for QE. The debate within the ECB is between those who believe that growth is very solid and reasonably shock-resistant and those who argue that inflation is still modest (0.9% for core inflation in October and November). Despite 0.6% GDP expansion in the third quarter, surveys pointing to growth at least as strong in the fourth quarter, and with upgraded forecasts for 2018 and 2019, Mario Draghi is clearly in the latter camp. He acknowledges that the risks of deflation have vanished and that there is less probability of inflation returning to 0.5% to 0.6% but concluded that it is difficult "to go much beyond that".

BOND MARKETS

The 10-year T-note yield, which came to 2.44% at the end of 2016, ended 2017 at 2.41%. This slight difference in 12 months, after a steep rise in yields in late 2016, reflects the lack of strong convictions or a wilful ignorance of certain signals. The 10-year yield ranged between 2.30% and 2.65% until the end of March and then moved a little lower but still directionless, until September, and once again around 2.40% until year-end. The yield peaked on the day before the 14-15 FOMC meeting. The key rate hike had already been priced in, but observers feared a hawkish tone from the Fed, which ultimately did not happen. Until the summer, dips (to about 2.10%) came mainly in response to political concerns in the broadest sense (US airstrikes in Syria, tensions with North Korea, a presidential election in France, and talk of impeaching the US president). A low for the year was hit in September, at less than 2.05% in the midst of a flight to safety after North Korea's announcement of a new nuclear test. Some reassurance was provided by the prompt international reaction, with the UN Security Council voting unanimously in favour of sanctions. The 10-year T-note yield then turned up, a trend amplified by hopes that the Trump administration's tax reform would be passed. It moved above 2.45% in October when it seemed that Congress could approve tax cuts by year-end. It then traded directionless as trading thinned in the run-up to year-end, returning to 2.50% in December before pulling back before Christmas. The 2-year T-note yield reacted to the key rate hike, causing a significant flattening in the curve, with a 52bp spread vs. the 10-year yield, a low since October 2007.

Manager's Report (continued)

After a rough ride, tracking economic news, shifts in US long bond yields, questions on the ECB's intentions, and political considerations, the 10-year Bund ended the year at 0.43%, 22bp higher than at the end of 2016. Political considerations played a major role until the first round of the French presidential elections, based on polls that had non-resident investors worried. The 10-year Bund yield hit a low on the year, at 0.16% on 18 April in a flight to safety as pre-election polls suggested that Eurosceptic parties were picking up votes, while French yields exceeded 1.10%. Investors cheered the outcome of the first round and Emmanuel Macron's 7 May victory. The most decisive moment came at the very end of the first half, with a shift in the ECB's tone. On 27 June, Mario Draghi reiterated his confidence in the European economy and said that the return of inflation to the target was more likely than a few years previously. His words triggered steep declines on the German market from clearly overvalued levels, given that the 10-year Bund had fallen below 0.25% in mid-June. It hit 0.60% on 13 July, a high on the year. Mario Draghi then managed to provide reassurance. In October, the recalibration of quantitative easing left the ECB's monetary policy highly accommodative, which pushed long bond yields down further. Until year-end, yields were erratic, tracking long US yields. Note, however, that the pre-Christmas US pullback did not spill over into the Eurozone, which may be the sign that investors believe the ECB has spent its last QE ammunition.

FOREX MARKETS

In early January, following the spike in the US dollar after the surprise election of Donald Trump in November, the EUR/USD fell below 1.04, a level not seen since early 2003. It then consolidated, ranging between 1.05 and 1.09 until April, as it tracked expectations of Fed and ECB monetary policy, before beginning an upward phase that continued until September. After stalling at about 1.18, it crossed the 1.20 threshold against a backdrop of geopolitical risks. At first, the dollar had been weakened by the vicissitudes within the Trump administration and its difficult relations with Congress during the first months of the new president's term. The euro began to strengthen in late June, tracking a change in the ECB's tone. During a colloquium in Sintra, Portugal, Mario Draghi said that deflationary pressures had vanished, which was interpreted as flagging an imminent shift in monetary policy. During the rest of the year, the ECB chairman returned to a more accommodative tone but other Governing Council members sounded more hawkish. Against this backdrop, the EUR/USD was rather erratic in the fourth quarter, as fickle market participants put a different spin on events from week to week. For example, there were divergent reactions to Fed and ECB monetary policy decisions. In late October, Draghi's accommodative tone triggered a drop in the euro to USD 1.16, while the dollar did not derive much support from greater expectations of Fed key rate hikes and the actual announcement on 13 December. The EUR/USD returned to above USD 1.20 at the very end of the year. In 12 months the euro gained 13.7% vs. the dollar, the biggest gain among G10 currencies.

As was the case for the EUR/USD, the USD/JPY in early 2017 reflected a pause for breath after the wide swings following Donald Trump's election in November 2016. From 117 at the start of the year, the USD/JPY turned back down, while managing to hold at thresholds that are less unfavourable for Japanese exporters at between 108 and 115 beginning in March and for almost the rest of the year. In September, the yen temporarily recovered its normal role as a safe haven, as geopolitical tensions ramped-up with North Korean nuclear tests, sending the exchange rate briefly below 108, a low on the year. In late October and early November, Shinzo Abe's victory in 22 October legislative elections weakened the yen, with the prime minister still in favour of the Bank of Japan's highly accommodative monetary policy, which Governor Kuroda intends to stick to. The USD/JPY ended the year at 112.65, meaning the yen rose by 3.6%, with the reference point being a low in the Japanese currency.

CREDIT MARKET

The credit market, in terms of absolute performance, was the best asset class in the Investment Grade universe.

The credit market as a whole posted a performance of 2.41%.

What is surprising is that it was not the asset sub-class purchased by the ECB that performed the best.

According to Bloomberg indices, Industrials posted 1.78%, Utilities 2.22% and Financial 3.23% (driven by both insurance and banks subordinated securities).

The ECB's asset purchase programme gave a positive sign on the more risky assets. This was clear on the primary market. This year has been a very good year in terms of new issues, in particular those of industrial issuers.

Over 2017, the latter issued €398 billion (vs €352 billion in 2016, i.e. an increase of 13%); whereas financial institution issuers (in the broadest sense) "only" issued €314 billion (vs €320 billion in 2016, i.e. a 2% yoy decrease).

Over the year, the ECB purchased around €80 billion, the equivalent of almost one fifth of the primary market.

Manager's Report (continued)

INVESTMENT POLICY:

At the beginning of 2017, the portfolio was underexposed to interest rates compared to its benchmark index. This under exposure was increased up until May, reaching -1.20 compared with the benchmark index. The underweight position was then reduced to reach -0.40 at the end of July. Over the final part of the year, this underweight position was increased again to end 2017 at -1.20.

This was achieved through limited exposure to Austria, the Netherlands and Belgium.

Italy and Spain were favoured throughout the year. At the beginning of the year, the fund was overexposed the most to Spain, whereas as the end of the year this was shifted to Italy (political issues in Spain was one of the reasons for this trend reversal in addition to the fact that Spanish yields are much lower than those offered by Italy).

In terms of maturities, we favoured the three- to 10-year range until December, when we shifted to a neutral exposure by selling the seven- to 10-year range due to low rates and possible changes by the central banks. We stayed away from maturities of longer than 15 years throughout the year.

In terms of credit, despite the fact the ECB is not purchasing Financials, this sub-sector was again favoured; subordinated loans remained the most attractive and therefore the most overweighted. Senior debt exposure was steadily increased throughout the year.

The underexposure to the Industrial sub-sector at the beginning of 2017 was increased, firstly in order to avoid investing in long bonds where the lack of visibility appeared too great compared with the low yields achieved and, secondly, as securities with the shortest maturities were sold as they offered very weak or even negative yields.

OUTLOOK

As 2018 begins, the environment still looks promising for equities. In reaction to the solid prospects for the global economy and proactive economic policies, analysts have revised their earnings forecasts upwards, while government bond yields are likely to remain low. This combination should push equities up further despite valuations that are stretched in absolute terms, particularly in the US. Even so, investors may be troubled by doubts on both the economic scenario and monetary policies. Any sudden pick-up in inflation would likely make them wonder why central banks are being so cautious about phasing out non-conventional policies. This, in turn, would hit both the bond and equity markets, which have been driven in recent years by inflows of liquidity. While everything suggests that the new Fed chairman should stick to the current line, he could emerge as a source of uncertainty, at least in the initial months of his term. And while everything looks quiet for the moment on the political front, nervousness could re-emerge in reaction to geopolitical events (e.g. the US's attitude vis-à-vis North Korea and the Middle East) or if issues currently hanging in the balance in Europe (Brexit negotiations, the formation of a governing coalition in Germany, developments in Catalonia, and legislative elections in Italy) appear to be dragging on for too long. This could re-stoke volatility, but, even so, the outlook is bright, given solid macroeconomic fundamentals and a pro-business environment in the US in the wake of the corporate tax cut.

Annual net performance stood at -0.31%.

NEF - Euro Bond
Financial Statements as at 31/12/17

Statement of Net Assets as at 31/12/17

Expressed in EUR

Assets		160,133,757.69
Securities portfolio at market value	Note 2	154,489,517.11
<i>Cost price</i>		153,118,674.55
<i>Unrealised profit on the securities portfolio</i>		1,370,842.56
Options purchased at market value	Note 2	2,310.00
Cash at banks and liquidities		4,388,790.15
Interest receivable		1,202,488.08
Subscribers receivable		34,581.18
Unrealised net appreciation on financial futures	Note 2	8,722.54
Other assets		7,348.63
Liabilities		564,213.72
Bank overdrafts		10,805.18
Taxe d'abonnement payable	Note 4	19,896.59
Redemption payable		367,941.10
Accrued management & advisory fees	Note 5	127,461.47
Accrued depositary & sub-depositary fees	Note 7	3,455.00
Accrued administrative expenses		4,033.08
Other liabilities		30,621.30
Net asset value		159,569,543.97

Changes in number of units outstanding from 01/01/17 to 31/12/17

	Units outstanding as at 01/01/17	Units issued	Units redeemed	Units outstanding as at 31/12/17
Euro Bond - Category R Capitalisation units	9,209,830.973	2,018,405.489	2,697,462.990	8,530,773.472
Euro Bond - Category I Capitalisation units	84,947.854	64,705.439	123,673.672	25,979.621

NEF - Euro Bond

Key figures relating to the last 3 years

	<i>Year ended on :</i>	31/12/17	31/12/16	31/12/15
Total Net Assets	EUR	159,569,543.97	173,932,424.46	145,591,130.59
Euro Bond - Category R				
	EUR	EUR	EUR	EUR
Capitalisation units				
Number of units		8,530,773.472	9,209,830.973	7,880,749.185
Net asset value per unit		18.65	18.71	18.38
Euro Bond - Category I				
	EUR	EUR	EUR	EUR
Capitalisation units				
Number of units		25,979.621	84,947.854	38,228.576
Net asset value per unit		19.33	19.27	18.81

NEF - Euro Bond
Securities portfolio as at 31/12/17
Expressed in EUR

Quantity / Nominal	Denomination	Quotation currency	Market value	% of net assets
Transferable securities admitted to an official stock exchange listing and/or dealt in on another regulated market			144,896,320.96	90.81%
Bonds			139,827,810.56	87.63%
<i>Austria</i>			<i>2,319,404.00</i>	<i>1.45%</i>
600,000	AUSTRIA 3.50 05-21 15/09A	EUR	686,178.00	0.43%
1,400,000	AUSTRIA REP OF 3.65 11-22 20/04A	EUR	1,633,226.00	1.02%
<i>Belgium</i>			<i>6,123,233.50</i>	<i>3.84%</i>
950,000	ANHEUSER-BUSCH INB 1.50 16-25 17/03A	EUR	998,725.50	0.63%
400,000	BELFIUS BANQUE 1 0.625 14-21 14/10A	EUR	409,988.00	0.26%
1,400,000	BELGIQUE REGS 72 2.60 14-24 22/06A	EUR	1,623,160.00	1.02%
650,000	BELGIUM KINGDOM 4.25 12-22 28/09A	EUR	786,253.00	0.49%
1,400,000	BELGIUM KINGDOM REGS 3.00 14-34 22/06A	EUR	1,786,582.00	1.12%
500,000	KBC BANK 1.25 13-20 28/05A	EUR	518,525.00	0.32%
<i>Canada</i>			<i>311,466.00</i>	<i>0.20%</i>
300,000	TOTAL CAPITAL 1.125 14-22 18/03A	EUR	311,466.00	0.20%
<i>Finland</i>			<i>1,687,917.00</i>	<i>1.06%</i>
900,000	FINLAND 1.50 13-23 15/04A	EUR	973,287.00	0.61%
700,000	POHJOLA BANK 0.75 15-22 03/03A	EUR	714,630.00	0.45%
<i>France</i>			<i>36,353,608.71</i>	<i>22.77%</i>
300,000	AIR LIQUIDE FIN 0.75 16-24 13/06A	EUR	303,861.00	0.19%
600,000	ARRFP 1.125 14-21 15/01A	EUR	617,028.00	0.39%
500,000	AXA BANK EUROPE SCF 0.125 17-22 14/03A	EUR	502,160.00	0.31%
900,000	BANQUE FED CRED MU 2.375 16-26 24/03A	EUR	962,514.00	0.60%
175,000	BNP PARIBAS 2.75 15-26 27/01A	EUR	191,861.25	0.12%
720,000	BNP PARIBAS REGS 0.75 16-22 11/11A	EUR	733,413.60	0.46%
800,000	BPCE 0.375 16-23 05/10A	EUR	793,208.00	0.50%
200,000	BPCE 2.375 13-23 29/11A	EUR	224,946.00	0.14%
400,000	BPCE 2.875 16-26 22/04A	EUR	443,480.00	0.28%
200,000	BPCE SA 2.125 14-21 17/03A	EUR	213,030.00	0.13%
600,000	BPCE SFH 0.375 16-23 10/02A	EUR	607,296.00	0.38%
500,000	CADES 0.05 16-20 25/11A	EUR	504,520.00	0.32%
500,000	CAISSE FRANCAISE FIN 0.375 14-19 16/09A	EUR	506,695.00	0.32%
600,000	CIE DE FIN.FONCIER 0.375 15-20 29/10A	EUR	610,716.00	0.38%
600,000	CIE DE FIN.FONCIER 4.00 10-25 24/10A	EUR	759,306.00	0.48%
700,000	CIE FIN ET IND AUTO0.375 16-25 07/02A	EUR	679,819.00	0.43%
800,000	CM CIC CB EMTN 1.125 14-19 06/02A	EUR	813,856.00	0.51%
900,000	CREDIT MUTUEL ARKEA 3.25 16-26 01/06A	EUR	1,003,428.00	0.63%
300,000	FIN FONCIER 0.375 14-19 17/09A	EUR	304,026.00	0.19%
500,000	FRANCE GOVT 2.75 12-27 25/10A	EUR	599,140.00	0.38%
3,150,000	FRANCE (GOVT OF) 1.25 16-36 25/05A	EUR	3,097,804.50	1.93%
500,000	FRANCE (GOVT OF) 1.75 17-39 25/06A	EUR	527,540.00	0.33%
3,500,000	FRANCE OAT 0.25 14-20 25/11A	EUR	3,564,890.00	2.22%
2,000,000	FRANCE OAT 0.50 15-25 25/05A	EUR	2,032,680.00	1.27%
5,550,000	FRANCE OAT 0.50 15-26 25/05A	EUR	5,578,471.50	3.49%
600,000	FRANCE OAT 1.75 13-24 25/11A	EUR	663,870.00	0.42%
2,000,000	FRANCE OAT 2.50 13-30 25/05A	EUR	2,364,400.00	1.48%
1,400,000	FRANCE OAT 3.25 10-21 25/10A	EUR	1,589,798.00	1.00%
680,184	FRANCE OAT 4.25 06-23 25/10A	EUR	848,060.21	0.53%
1,200,000	FRANCE OAT 3.50 10-26 25/04A	EUR	1,507,896.00	0.94%
850,000	FRANCE OAT INDEX 2.10 08-23 25/07A	EUR	1,132,458.41	0.71%
700,000	FRANCE OAT INDEXE 1.10 10-22 25/07A	EUR	870,578.72	0.55%
400,000	LA BQUE POSTALE 1.875 13-20 11/09A	EUR	423,252.00	0.27%
786,000	RENAULT 1.00 17-25 28/11A	EUR	777,605.52	0.49%
<i>Germany</i>			<i>20,454,375.50</i>	<i>12.82%</i>
750,000	ALLEMAGNE 0.25 17-27 15/02A	EUR	743,100.00	0.47%
1,500,000	ALLEMAGNE 3.25 11-21 04/07A	EUR	1,695,540.00	1.06%
2,800,000	BRD 0.00 16-26 15/08U	EUR	2,733,416.00	1.71%
200,000	BRD 0.50 15-25 15/02A	EUR	205,768.00	0.13%
2,500,000	BRD 0.50 16-26 15/02A	EUR	2,559,600.00	1.60%
800,000	BRD 2.00 11-22 04/01A	EUR	876,000.00	0.55%
500,000	BRD 3.25 10-42 04/07A	EUR	729,505.00	0.46%
4,000,000	BUNDESREPUB DEUTS. 1.50 13-23 15/02A	EUR	4,343,120.00	2.73%
1,000,000	DAIMLER EMTN 0.25 16-20 11/05A	EUR	1,006,030.00	0.63%
550,000	GERMANY -301- 4.75 03-34 04/07A	EUR	881,094.50	0.55%
700,000	KFW 0.375 15-30 23/04A	EUR	661,122.00	0.41%

The accompanying notes form an integral part of these financial statements

NEF - Euro Bond
Securities portfolio as at 31/12/17
Expressed in EUR

Quantity / Nominal	Denomination	Quotation currency	Market value	% of net assets
1,500,000	KFW 0.125 15-20 01/06A	EUR	1,520,955.00	0.95%
2,500,000	KFW 0.125 17-24 15/01A	EUR	2,499,125.00	1.57%
<i>Ireland</i>			<i>4,936,360.00</i>	<i>3.09%</i>
1,600,000	IRELAND 3.90 13-23 20/03A	EUR	1,919,040.00	1.20%
400,000	IRISH TSY 3.40 14-24 18/03A	EUR	478,068.00	0.30%
2,000,000	IRISH TSY REGS 0.80 15-22 15/03A	EUR	2,078,060.00	1.30%
400,000	IRLANDE 2.40 14-30 15/05A	EUR	461,192.00	0.29%
<i>Italy</i>			<i>32,434,086.94</i>	<i>20.32%</i>
750,000	ATLANTIA 3.625 12-18 30/11A	EUR	775,905.00	0.49%
600,000	ENI SPA 2.625 13-21 22/11A	EUR	656,640.00	0.41%
400,000	INTESA SAN PAOLO 2.00 14-21 18/06A	EUR	422,892.00	0.27%
500,000	INTESA SAN PAOLO 3.625 12-22 05/12A	EUR	583,595.00	0.37%
350,000	INTESA SANPAOLO EMTN 5.00 09-19 23/09A	EUR	377,205.50	0.24%
700,000	ITALIE 0.45 16-21 01/06S	EUR	703,787.00	0.44%
1,100,000	ITALIE 1.50 15-25 01/06S	EUR	1,095,457.00	0.69%
2,000,000	ITALY 0.35 16-21 01/11S	EUR	1,995,120.00	1.25%
1,300,000	ITALY BOT 1.05 14-19 01/12S	EUR	1,328,418.00	0.83%
2,700,000	ITALY BOT 1.65 15-32 01/03S	EUR	2,441,853.00	1.52%
2,000,000	ITALY BTP 1.35 15-22 15/04S	EUR	2,060,640.00	1.29%
6,600,000	ITALY BTP 1.45 15-22 15/09S	EUR	6,812,784.00	4.26%
2,000,000	ITALY BTP 1.50 14-19 01/08S	EUR	2,054,200.00	1.29%
400,000	ITALY BTP 1.60 16-26 01/06S	EUR	394,468.00	0.25%
1,600,000	ITALY BTP 4.00 05-37 01/02S	EUR	1,876,608.00	1.18%
1,400,000	ITALY BTP 4.50 04-20 01/02S	EUR	1,532,706.00	0.96%
680,000	ITALY BTP 4.50 13-24 01/03S	EUR	811,294.40	0.51%
700,000	ITALY BTP 5.00 09-40 01/09S	EUR	914,158.00	0.57%
250,000	ITALY BTP 6.50 97-27 01/11S	EUR	350,727.50	0.22%
2,200,000	ITALY BTPS 3.75 10-21 01/03S	EUR	2,441,626.00	1.53%
400,000	ITALY BTPS 4.50 10-26 01/03S	EUR	485,416.00	0.30%
800,000	ITALY INFL. INDEX 1.65 14-20 23/04S	EUR	844,647.54	0.53%
600,000	ITALY TREASURY BONDS 2.20 17-27 01/06S	EUR	612,684.00	0.38%
900,000	UNION DI BANCHE ITAL 0.375 16-26 14/09A	EUR	861,255.00	0.54%
<i>Luxembourg</i>			<i>7,811,329.36</i>	<i>4.90%</i>
1,000,000	EIB 1.50 13-20 15/07A	EUR	1,049,770.00	0.66%
534,584	EURO STABILITY MEC 0.10 15-20 03/11A	EUR	542,383.43	0.34%
600,000	EUROP INVEST BK 2.00 13-23 14/04A	EUR	667,134.00	0.42%
300,000	EUROPEAN FIN STABI 0.50 15-23 20/01A	EUR	307,995.00	0.19%
758,000	EUROPEAN UNION 0.625 15-23 04/11S	EUR	781,755.72	0.49%
1,500,000	EUROPEAN UNION 2.75 12-22 04/04A	EUR	1,688,355.00	1.06%
823,000	EUROP.INVEST.BK 0.375 16-26 14/04A	EUR	819,107.21	0.51%
1,100,000	EUROP.INVEST.BK 2.75 11-21 15/09A	EUR	1,225,268.00	0.77%
700,000	MICHELIN LUX 2.75 12-19 20/06A	EUR	729,561.00	0.46%
<i>Portugal</i>			<i>3,457,130.00</i>	<i>2.17%</i>
500,000	PORTUGAL 2.875 15-25 15/10A	EUR	551,305.00	0.35%
2,500,000	PORTUGAL 3.875 14-30 15/02A	EUR	2,905,825.00	1.82%
<i>Spain</i>			<i>11,245,320.20</i>	<i>7.05%</i>
300,000	BBVA - SER A- 4.00 05-25 25/02A	EUR	373,239.00	0.23%
1,800,000	SPAIN 1.15 15-20 30/07A	EUR	1,860,588.00	1.17%
2,100,000	SPAIN 1.40 14-20 31/01A	EUR	2,172,702.00	1.36%
350,000	SPAIN 1.60 15-25 30/04A	EUR	366,079.00	0.23%
1,090,000	SPAIN 4.40 13-23 31/10A	EUR	1,326,944.20	0.83%
1,300,000	SPAIN 4.70 09-41 30/07A	EUR	1,780,376.00	1.12%
1,800,000	SPAIN 4.85 10-20 31/10A	EUR	2,051,892.00	1.29%
750,000	SPAIN GOVT 1.95 15-30 30/07A	EUR	752,220.00	0.47%
500,000	TELEFONICA EMISIONES 3.961 13-21 26/03A	EUR	561,280.00	0.35%
<i>Sweden</i>			<i>2,292,702.00</i>	<i>1.44%</i>
1,500,000	SEB REGS 1.625 13-20 04/11A	EUR	1,576,875.00	0.99%
700,000	SKANDINAVISKA ENSK 0.75 16-21 24/08A	EUR	715,827.00	0.45%
<i>The Netherlands</i>			<i>4,679,531.55</i>	<i>2.93%</i>
500,000	ING BANK NV 0.75 16-21 22/02A	EUR	510,540.00	0.32%
1,600,000	NEDERLAND 2.25 12-22 15/07A	EUR	1,780,768.00	1.12%
800,000	NETHERLANDS 1.75 13-23 15/07A	EUR	879,864.00	0.55%
250,000	SHELL INT FIN 0.375 16-25 15/02A	EUR	246,055.00	0.15%
635,000	UNILEVER NV 00 16-20 29/04A	EUR	636,606.55	0.40%
600,000	VONOVIA FINANCE BV 1.625 15-20 15/12A	EUR	625,698.00	0.39%

NEF - Euro Bond
Securities portfolio as at 31/12/17
Expressed in EUR

Quantity / Nominal	Denomination	Quotation currency	Market value	% of net assets
<i>United Kingdom</i>			<i>2,997,895.80</i>	<i>1.88%</i>
500,000	CREDIT AGRICOLE 0.875 15-22 19/01A	EUR	512,510.00	0.32%
500,000	CREDIT AGRICOLE LDN 2.375 14-24 20/05A	EUR	553,240.00	0.35%
1,470,000	CREDIT SUISSE AG 0.375 16-19 11/04A	EUR	1,480,201.80	0.93%
450,000	HSBC HLDGS 0.875 16-24 06/09A	EUR	451,944.00	0.28%
<i>United States of America</i>			<i>2,723,450.00</i>	<i>1.71%</i>
200,000	APPLE INC 1.00 14-22 10/11A	EUR	207,562.00	0.13%
1,000,000	BANK OF AMERICA CORP 1.375 15-25 26/03A	EUR	1,027,580.00	0.65%
300,000	JPMORGAN CHASE 1.50 15-22 26/10A	EUR	315,456.00	0.20%
400,000	MC DONALD S 0.50 16-21 15/01A	EUR	403,776.00	0.25%
700,000	PROLOGIS 3.00 13-22 18/01A	EUR	769,076.00	0.48%
Floating rate bonds			5,068,510.40	3.18%
<i>France</i>			<i>1,878,303.80</i>	<i>1.19%</i>
300,000	AXA FL.R 10-40 16/04A	EUR	332,871.00	0.21%
480,000	BNP PAR FL.R 15-20 15/01Q	EUR	483,748.80	0.30%
200,000	CREDIT MUTUEL ARKEA FL.R 17-29 25/10A	EUR	201,164.00	0.13%
800,000	LA BANQUE POSTALE FL.R 15-27 19/11A	EUR	860,520.00	0.55%
<i>Germany</i>			<i>709,038.00</i>	<i>0.44%</i>
600,000	MUNICH RE EMTN FL.R 11-41 26/05A	EUR	709,038.00	0.44%
<i>Spain</i>			<i>341,967.00</i>	<i>0.21%</i>
300,000	MAPFRE SUB FL.R 17-47 31/03A	EUR	341,967.00	0.21%
<i>Sweden</i>			<i>471,024.60</i>	<i>0.30%</i>
470,000	SCANIA CV AB FL.R 17-18 24/10Q	EUR	471,024.60	0.30%
<i>The Netherlands</i>			<i>352,101.00</i>	<i>0.22%</i>
300,000	ALLIANZ FINANCE FL.R 11-41 08/07A	EUR	352,101.00	0.22%
<i>United Kingdom</i>			<i>1,316,076.00</i>	<i>0.82%</i>
100,000	HSBC HLDGS FL.R 13-24 10/01A	EUR	103,332.00	0.06%
1,200,000	VODAFONE GROUP FL.R 16-19 25/02Q	EUR	1,212,744.00	0.76%
Other transferable securities			9,593,196.15	6.01%
Bonds			8,552,161.15	5.36%
<i>Denmark</i>			<i>518,125.96</i>	<i>0.32%</i>
524,000	CARLSBERG BREW 0.50 17-23 06/09A	EUR	518,125.96	0.32%
<i>Finland</i>			<i>1,235,602.19</i>	<i>0.77%</i>
1,237,000	FINLAND 0.00 16-23 15/09U	EUR	1,235,602.19	0.77%
<i>France</i>			<i>2,232,970.00</i>	<i>1.40%</i>
600,000	ARKEA 0.625 15-22 30/09A	EUR	614,898.00	0.39%
400,000	BPCE SA 1.125 17-23 18/01A	EUR	410,332.00	0.26%
1,200,000	CIE FINANCEMENT FO 0.20 17-22 16/09A	EUR	1,207,740.00	0.75%
<i>Luxembourg</i>			<i>1,696,821.00</i>	<i>1.06%</i>
1,700,000	BON Y OBL DEL ESTADO 1.30 16-26 31/10A	EUR	1,696,821.00	1.06%
<i>Portugal</i>			<i>202,540.00</i>	<i>0.13%</i>
200,000	BANCO SANTANDER TOTTA 1.25 17-27 26/09A	EUR	202,540.00	0.13%
<i>Spain</i>			<i>2,666,102.00</i>	<i>1.68%</i>
1,100,000	SPAIN 1.95 16-26 30/04A	EUR	1,160,357.00	0.73%
1,500,000	SPAIN STRIP 0.45 17-22 31/10A	EUR	1,505,745.00	0.95%
Floating rate bonds			1,041,035.00	0.65%
<i>France</i>			<i>1,041,035.00</i>	<i>0.65%</i>
500,000	BPCE SA SUB FL.R 15-27 30/11A	EUR	540,825.00	0.34%
500,000	CREDIT LOGEMENT FL.R 17-29 28/11A	EUR	500,210.00	0.31%
Total securities portfolio			154,489,517.11	96.82%

NEF - Euro Bond

Statement of Operations and Changes in Net Assets from 01/01/17 to 31/12/17

Expressed in EUR

Income		2,875,755.12
Net interest on bonds	Note 2	2,824,774.28
Bank interest on cash account	Note 2	139.67
Securities lending income	Note 2,8	50,841.17
Expenses		2,234,654.69
Management & advisory fees	Note 5	1,565,022.91
Depositary & sub-depositary fees	Note 7	42,499.38
Taxe d'abonnement	Note 4	80,841.28
Administrative expenses		51,610.20
Professional fees		2,265.65
Bank interest on overdrafts		14,803.83
Legal fees		7,349.46
Transaction fees	Note 2	5,267.09
Publication & printing fees		1,336.93
Bank charges		30.00
Correspondent bank fees	Note 2	398,237.89
Other expenses		65,390.07
Net income from investments		641,100.43
Net realised profit / loss on:		
- sales of investment securities	Note 2	-16,198.82
- options	Note 2	-28,903.79
- financial futures	Note 2	-17,737.46
- foreign exchange	Note 2	-17,169.49
Net realised profit		561,090.87
Movement in net unrealised appreciation /(depreciation) on:		
- investments	Note 2	-1,235,501.57
- options	Note 2	2,700.00
- financial futures	Note 2	8,722.54
Decrease in net assets as a result of operations		-662,988.16
Subscription capitalisation units		38,808,294.44
Redemption capitalisation units		-52,508,186.77
Decrease in net assets		-14,362,880.49
Net assets at the beginning of the year		173,932,424.46
Net assets at the end of the year		159,569,543.97

NEF

- Emerging Market Bond

NEF - Emerging Market Bond

Manager's Report

2017 OVERVIEW

Overall, 2017 provided the right environment for Emerging Markets Hard Currency fixed income to generate strong returns; the representative index (the JP Morgan EMBI Global Diversified) gained an impressive 10.26% over the year, the strongest return since 2012. Sovereign bonds outperformed quasi-sovereign issues and amongst the credit rating sectors, high yield outperformed their investment grade counterparts. At country level, it was frontier markets that finished the year at the top of the performance table with Belize, Angola and Mongolia generating the strongest returns. At the other end of the scale, Belarus, Venezuela and Tajikistan were the weakest performers in the index.

The global macroeconomic environment has been supportive for EM bonds. Global growth has been revised up during the year (although the most recent revisions were downward) and leading indicators point to continued strong momentum. Meanwhile, inflation has been surprising on the downside. Trade volumes and prices have also risen this year, which historically have a multiplier effect on EM growth and a positive impact on their currencies through the terms of trade channel. Furthermore, rich valuations in other asset classes have attracted flows into EM fixed income. According to JP Morgan, cumulative inflows to Emerging Market fixed income were \$113 billion over the year; and the inflow momentum has continued into the start of 2018. The 2017 flows surpassed the record of \$103bn in 2012. Flows are driven by both traditional Emerging Market debt investors as well as cross-over investors.

FUND PERFORMANCE

The management team continued its active management style focused on concentrated alpha and limited drawdowns. The fund finished 2017 on a strong note, generating 5.82% in returns over the year (net of fees). Allocation across sovereign, quasi sovereign and corporate bonds all contributed positively on aggregate to the portfolio's outperformance over the year. Relative positioning in Venezuela, Egypt and Costa Rica were the countries that generated the strongest positive contributions to performance over the period.

OUTLOOK FOR 2018

As we enter the start of 2018, our view for the year continues to be that the environment should remain supportive for Emerging Markets Fixed Income and we expect to see another year of strong investor returns. We maintain our core view from 2017 that local currency markets will continue to outperform their hard currency counterparts. Many EM central banks can continue cutting rates and some new ones will join the lower rate theme, generating double digit returns in local bonds. In contrast, with spread compression exhausted and rising US rates, we expect negative returns to duration in hard currency bonds, restraining overall returns relative to 2017.

For 2018 even more than in 2017, we expect that alpha generation and country-level dispersion will likely prove dominant and will present more alpha opportunities in local currency debt. Most of the countries cutting interest rates are at the tail end of their cycles but further cuts are still expected in Brazil and Russia (possibly even following its recent action). South Africa has only just begun cutting rates. Mexico and Turkey are the only countries which will have sharply declining inflation next year but the extent of easing will depend on geopolitics and inflation. In addition, some countries could be hiking next year, like the Czech Republic and Romania, but these are small in the index and monetary policy tightening is already expected. The bottom line from this approach is that the strong tailwinds which drove EM yields markedly lower in 2017 are less pronounced going forward, although yields could continue to grind lower. Therefore EM yields will likely become more sensitive to idiosyncratic factors.

NEF - Emerging Market Bond

Financial Statements as at 31/12/17

Statement of Net Assets as at 31/12/17

Expressed in EUR

Assets			206,275,465.45
Securities portfolio at market value	Note 2		190,964,139.20
<i>Cost price</i>			195,657,337.06
<i>Unrealised loss on the securities portfolio</i>			-4,693,197.86
Cash at banks and liquidities			10,179,338.01
Interest receivable			2,615,589.42
Subscribers receivable			202,424.01
Unrealised net appreciation on forward foreign exchange contracts	Note 2		2,244,639.88
Unrealised net appreciation on financial futures	Note 2		56,000.00
Other assets			13,334.93
Liabilities			2,870,224.58
Bank overdrafts			2,416,747.53
Taxe d'abonnement payable	Note 4		21,937.22
Redemption payable			147,660.47
Accrued management & advisory fees	Note 5		234,125.65
Accrued depositary & sub-depositary fees	Note 7		7,774.35
Accrued administrative expenses			5,103.51
Other liabilities			36,875.85
Net asset value			203,405,240.87

Changes in number of units outstanding from 01/01/17 to 31/12/17

	Units outstanding as at 01/01/17	Units issued	Units redeemed	Units outstanding as at 31/12/17
Emerging Market Bond - Category R Capitalisation units	5,105,754.905	2,154,115.859	1,042,746.025	6,217,124.739
Emerging Market Bond - Category I Capitalisation units	421,593.674	1,094,933.405	444,553.958	1,071,973.121

NEF - Emerging Market Bond

Key figures relating to the last 3 years

	<i>Year ended on :</i>	31/12/17	31/12/16	31/12/15
Total Net Assets	EUR	203,405,240.87	143,568,913.52	133,038,353.91
Emerging Market Bond - Category R				
	EUR	EUR	EUR	EUR
Capitalisation units				
Number of units		6,217,124.739	5,105,754.905	5,126,153.683
Net asset value per unit		27.10	25.61	23.72
Emerging Market Bond - Category I				
	EUR	EUR	EUR	EUR
Capitalisation units				
Number of units		1,071,973.121	421,593.674	411,211.613
Net asset value per unit		32.55	30.44	27.90

NEF - Emerging Market Bond

Securities portfolio as at 31/12/17

Expressed in EUR

Quantity / Nominal	Denomination	Quotation currency	Market value	% of net assets
Transferable securities admitted to an official stock exchange listing and/or dealt in on another regulated market			171,177,106.60	84.16%
Bonds			171,177,106.60	84.16%
<i>Argentina</i>			<i>11,539,072.56</i>	<i>5.66%</i>
3,640,000	ARGENTINA REP 7.50 17-26 22/04S	USD	3,439,227.88	1.68%
658,600	ARGENTINA TRE BILL ZCP 130418	USD	533,360.84	0.26%
2,900,000	ARGENTINE 5.25 17-28 15/01A	EUR	3,020,901.00	1.49%
1,800,000	PAMPA ENERGIA REGS 7.50 17-27 24/01S	USD	1,648,366.55	0.81%
750,000	PROVINCE DE JUJUY 8.625 17-22 20/09S	USD	666,845.24	0.33%
700,000	PROVINCE OF NEUQUEN 8.625 16-28 12/05Q	USD	657,123.32	0.32%
1,700,000	PROVINCIA BUENOS AIRES 7.875 16-27 15/06S	USD	1,573,247.73	0.77%
<i>Armenia</i>			<i>334,267.07</i>	<i>0.16%</i>
350,000	ARMENIA 7.15 15-25 26/03S	USD	334,267.07	0.16%
<i>Bahrain</i>			<i>2,419,497.87</i>	<i>1.19%</i>
1,330,000	BAHREIN KINGDOM 6.75 17-29 20/09S	USD	1,096,182.61	0.53%
900,000	BAHREIN REGS 7.00 16-28 12/10S	USD	763,945.63	0.38%
700,000	KINGDOM OF BAHRAIN 7.50 17-47 20/09S	USD	559,369.63	0.28%
<i>Bolivia</i>			<i>1,101,111.48</i>	<i>0.54%</i>
450,000	BOLIVIA GOVT REGS 4.50 17-28 20/03S	USD	364,735.26	0.18%
800,000	BOLIVIA REGS 5.95 13-23 22/08S	USD	736,376.22	0.36%
<i>Brazil</i>			<i>712,714.52</i>	<i>0.35%</i>
847,000	BNDES REGS 4.75 17-24 09/05S	USD	712,714.52	0.35%
<i>British Virgin Islands</i>			<i>2,029,413.32</i>	<i>1.00%</i>
900,000	EASY TACTIC 5.875 17-23 13/02S	USD	745,785.04	0.37%
1,530,000	STATE GRID INV REGS 3.50 17-27 04/05S	USD	1,283,628.28	0.63%
<i>Cayman Islands</i>			<i>4,524,878.67</i>	<i>2.22%</i>
3,350,000	AVI FUNDING REGS 3.80 15-25 16/09S	USD	2,863,184.35	1.40%
1,500,000	VALE OVERSEAS 8.25 04-34 17/01S	USD	1,661,694.32	0.82%
<i>Chile</i>			<i>4,624,846.47</i>	<i>2.27%</i>
1,200,000	CHILE (REPUBLIC OF) 3.125 14-25 27/03S	USD	1,021,145.67	0.50%
264,000	CHILE (REPUBLIC OF) 3.625 12-42 30/10S	USD	222,175.60	0.11%
1,610,000	CODELCO INC REGS 4.50 13-23 13/08S	USD	1,431,937.47	0.71%
900,000	ENAP 4.50 17-47 14/09S	USD	719,939.97	0.35%
1,432,000	REPUBLIC OF CHILE 3.86 17-47 21/06S	USD	1,229,647.76	0.60%
<i>Colombia</i>			<i>4,920,908.06</i>	<i>2.42%</i>
2,104,000	COLOMBIA 7.375 06-37 18/09S	USD	2,375,890.21	1.17%
2,830,000	ECOPETROL SA 5.375 15-26 26/06S	USD	2,545,017.85	1.25%
<i>Costa Rica</i>			<i>3,696,619.38</i>	<i>1.82%</i>
2,209,000	COSTA RICA REGS 4.25 12-23 26/01S	USD	1,793,944.50	0.89%
1,000,000	COSTA RICA REGS 7.00 14-44 04/04S	USD	863,378.63	0.42%
200,000	COSTA RICA REGS 7.158 15-45 12/03S	USD	175,017.09	0.09%
900,000	COSTA RICA REGS 9.995 00-20 01/08S	USD	864,279.16	0.42%
<i>Croatia</i>			<i>2,825,090.72</i>	<i>1.39%</i>
710,000	CROATIA REGS 6.00 13-24 26/01S	USD	676,438.84	0.33%
2,340,000	CROATIA REGS 6.375 11-21 24/03S	USD	2,148,651.88	1.06%
<i>Dominican Republic</i>			<i>4,376,999.08</i>	<i>2.15%</i>
800,000	DOMINICAN REP REGS 6.85 15-45 27/01S	USD	752,759.11	0.37%
1,990,000	DOMINICAN REP REGS 7.45 14-44 30/04S	USD	1,989,336.28	0.98%
1,800,000	DOMINICAN REPUBLIC 7.50 10-21 06/05S	USD	1,634,903.69	0.80%
<i>Ecuador</i>			<i>1,844,548.91</i>	<i>0.91%</i>
1,150,000	ECUADOR (REP OF) 9.65 16-26 13/12S	USD	1,104,116.99	0.55%
800,000	REPUBLIC OF ECUADOR 10.50 15-20 24/03S	USD	740,431.92	0.36%
<i>Egypt</i>			<i>8,299,615.19</i>	<i>4.07%</i>
1,100,000	ARAB REPUBLIC EGYPT 5.875 15-25 11/06S	USD	929,308.76	0.46%
1,000,000	EGYPT 6.125 17-22 31/01S	USD	874,326.69	0.43%
4,520,000	EGYPT REG-S 5.75 10-20 29/04S	USD	3,952,785.79	1.93%
2,750,000	EGYPT REG-S 7.50 17-27 31/01S	USD	2,543,193.95	1.25%
<i>El Salvador</i>			<i>1,911,674.48</i>	<i>0.94%</i>
270,000	EL SALVADOR REGS 6.375 14-27 18/01S	USD	230,786.62	0.11%
860,000	EL SALVADOR REGS 8.625 17-29 28/02S	USD	843,241.73	0.42%
870,000	EL SALVADOR REP REG-S 8.25 02-32 10/04S	USD	837,646.13	0.41%
<i>Georgia</i>			<i>1,876,216.96</i>	<i>0.92%</i>
2,150,000	BGEO GROUP REGS 6.00 16-23 26/07S	USD	1,876,216.96	0.92%

The accompanying notes form an integral part of these financial statements

NEF - Emerging Market Bond

Securities portfolio as at 31/12/17

Expressed in EUR

Quantity / Nominal	Denomination	Quotation currency	Market value	% of net assets
	<i>Ghana</i>		<i>690,032.52</i>	<i>0.34%</i>
600,000	REPUBLIC OF GHANA 10.75 15-30 14/10S	USD	690,032.52	0.34%
	<i>Guatemala</i>		<i>994,825.32</i>	<i>0.49%</i>
1,190,000	GUATEMALA (REP) REGS 4.375 17-27 05/06S	USD	994,825.32	0.49%
	<i>Honduras</i>		<i>866,948.89</i>	<i>0.43%</i>
923,000	HONDURAS GOVT REGS 8.75 13-20 15/12S	USD	866,948.89	0.43%
	<i>Hungary</i>		<i>5,057,300.09</i>	<i>2.49%</i>
2,700,000	HUNGARY 5.375 14-24 25/03S	USD	2,551,728.51	1.26%
2,800,000	HUNGARY 6.25 10-20 29/01S	USD	2,505,571.58	1.23%
	<i>Indonesia</i>		<i>6,261,456.69</i>	<i>3.08%</i>
1,300,000	INDONESIA EXIMBANK 3.875 17-24 06/04S	USD	1,105,677.48	0.54%
2,600,000	INDONESIA REGS 8.50 05-35 12/10S	USD	3,247,452.68	1.60%
1,600,000	INDONESIE REG S 7.75 08-38 17/01S	USD	1,908,326.53	0.94%
	<i>Ivory Coast</i>		<i>892,723.25</i>	<i>0.44%</i>
1,050,000	COTE D'IVOIRE 6.125 17-33 15/06S	USD	892,723.25	0.44%
	<i>Jamaica</i>		<i>1,533,977.32</i>	<i>0.75%</i>
300,000	JAMAICA (GOV.OF) 7.875 15-45 28/07S	USD	306,241.14	0.15%
1,200,000	JAMAICA (GOV.OF) 8.00 07-39 15/03S	USD	1,227,736.18	0.60%
	<i>Kazakhstan</i>		<i>1,618,387.32</i>	<i>0.80%</i>
1,110,000	KASAK TEMIR REGS 6.95 12-42 10/07S	USD	1,087,222.47	0.54%
300,000	KAZAKHSTAN DEV BANK 4.875 14-44 14/10S	USD	269,857.42	0.13%
300,000	KAZAKHSTAN TEMIR ZHOLY 4.85 17-27 17/11S	USD	261,307.43	0.13%
	<i>Kenya</i>		<i>3,303,259.96</i>	<i>1.62%</i>
3,089,000	KENYA 5.875 14-19 24/06S	USD	2,662,572.22	1.31%
720,000	KENYA REGS 6.875 14-24 24/06S	USD	640,687.74	0.31%
	<i>Lebanon</i>		<i>3,522,558.70</i>	<i>1.73%</i>
1,345,000	LEBANESE REPUBLIC 7.25 17-37 23/03S	USD	1,047,211.41	0.51%
3,100,000	LEBANESE REPUBLIC 61 6.60 11-26 27/11S	USD	2,475,347.29	1.22%
	<i>Luxembourg</i>		<i>1,414,305.30</i>	<i>0.70%</i>
350,000	CAMEROON (REP OF) REGS 9.50 15-25 19/11S	USD	350,828.81	0.17%
1,185,000	PROV DE ENTRE RIOS 8.75 17-25 08/02S	USD	1,063,476.49	0.53%
	<i>Macedonia</i>		<i>1,618,820.00</i>	<i>0.80%</i>
1,400,000	MACEDONIA REGS 5.625 16-23 26/07A	EUR	1,618,820.00	0.80%
	<i>Malaysia</i>		<i>5,850,056.73</i>	<i>2.88%</i>
2,308,000	PETROLIAM NASIO.REG S 7.625 96-26 15/10S	USD	2,556,274.06	1.26%
3,276,000	PETRONAS CAPITAL REGS 7.875 02-22 22/05S	USD	3,293,782.67	1.62%
	<i>Mexico</i>		<i>8,527,722.20</i>	<i>4.18%</i>
3,400,000	MEXICAN STATES 7.50 03-33 08/04S	USD	3,886,710.58	1.90%
500,000	MEXIQUE 4.60 17-48 10/02S	USD	414,012.34	0.20%
42,000	MEXIQUE MTN 26 4.75 12-44 08/03S	USD	35,493.20	0.02%
200,000	MEXIQUE REGS -A- 5.625 14-14 19/03A	GBP	247,570.53	0.12%
550,000	PEMEX 6.375 14-45 23/01S	USD	462,930.05	0.23%
2,320,000	PEMEX 6.75 16-47 21/09S	USD	2,019,868.25	0.99%
1,120,000	PEMEX 6.75 17-47 21/09S	USD	973,493.21	0.48%
550,000	PEMEX MTN REGS 5.375 16-22 13/03S	USD	487,644.04	0.24%
	<i>Micronesia Islands</i>		<i>4,756,214.45</i>	<i>2.34%</i>
5,400,000	KAZMUNAYGAS NATION 4.75 17-27 19/04S	USD	4,756,214.45	2.34%
	<i>Morocco</i>		<i>1,145,578.26</i>	<i>0.56%</i>
1,300,000	MAROC REGS 4.25 12-22 11/12S	USD	1,145,578.26	0.56%
	<i>Namibia</i>		<i>970,382.73</i>	<i>0.48%</i>
200,000	NAMIBIA (REP OF) REGS 5.25 15-25 29/10S	USD	170,491.12	0.08%
900,000	REBUBLIC NAMIBIA 5.50 11-21 03/11S	USD	799,891.61	0.40%
	<i>Nigeria</i>		<i>1,452,219.38</i>	<i>0.71%</i>
450,000	NIGERIA REGS 7.625 17-47 28/11S	USD	403,656.72	0.20%
1,110,000	NIGERIA REGS 7.875 17-32 16/02S	USD	1,048,562.66	0.51%
	<i>Oman</i>		<i>1,975,905.95</i>	<i>0.97%</i>
1,300,000	OMAN 4.75 16-26 15/06S	USD	1,055,457.35	0.52%
1,100,000	OMAN REGS 6.50 17-27 08/03S	USD	920,448.60	0.45%
	<i>Pakistan</i>		<i>1,739,518.80</i>	<i>0.86%</i>
1,885,000	PAKISTAN 8.25 14-24 15/04S	USD	1,739,518.80	0.86%
	<i>Panama</i>		<i>6,223,093.27</i>	<i>3.06%</i>
4,775,000	PANAMA (REP.) 9.375 99-29 01/04S	USD	6,048,399.70	2.97%
200,000	PANAMA (REP.OF) 3.875 16-28 17/03S	USD	174,693.57	0.09%

NEF - Emerging Market Bond

Securities portfolio as at 31/12/17

Expressed in EUR

Quantity / Nominal	Denomination	Quotation currency	Market value	% of net assets
	<i>Paraguay</i>		897,381.81	0.44%
1,000,000	PARAGUAY 5.00 16-26 15/04S	USD	897,381.81	0.44%
	<i>Peru</i>		5,148,370.71	2.53%
3,600,000	PERU 8.75 03-33 21/11S	USD	4,753,873.09	2.34%
450,000	PETROEOS DEL PERU 5.625 17-47 19/06S	USD	394,497.62	0.19%
	<i>Philippines</i>		2,836,124.82	1.39%
2,150,000	PHILIPPINES 9.50 05-30 02/02S	USD	2,836,124.82	1.39%
	<i>Poland</i>		4,241,348.33	2.09%
1,380,000	POLAND 3.25 16-26 06/04S	USD	1,177,976.66	0.58%
5,000	POLAND 6.375 09-19 15/07S	USD	4,421.67	0.00%
3,000,000	POLOGNE 0.50 16-21 20/12A	EUR	3,058,950.00	1.51%
	<i>Qatar</i>		2,715,920.12	1.34%
2,100,000	QATAR DIAR FIN REG S 5.00 10-20 21/07S	USD	1,838,625.03	0.91%
1,000,000	QATAR STATE OF 5.25 09-20 20/01S	USD	877,295.09	0.43%
	<i>Romania</i>		3,124,281.73	1.54%
1,100,000	ROMANIA 3.875 15-35 29/10A	EUR	1,212,750.00	0.60%
2,000,000	ROMANIA 6.75 12-22 07/02S	USD	1,911,531.73	0.94%
	<i>Russia</i>		2,095,682.48	1.03%
2,400,000	RUSSIAN FEDERAT REGS 5.25 17-47 23/06S	USD	2,095,682.48	1.03%
	<i>Senegal</i>		1,637,927.75	0.81%
425,000	SENEGAL REGS 6.25 14-24 30/07S	USD	384,137.21	0.19%
1,300,000	SENEGAL (REP OF) 8.75 11-21 13/06S	USD	1,253,790.54	0.62%
	<i>Singapore</i>		1,440,523.30	0.71%
1,720,000	INDIKA ENERGY III 5.875 17-24 09/11S	USD	1,440,523.30	0.71%
	<i>South Africa</i>		9,652,860.00	4.74%
5,000,000	AFRIQUE DU SUD 5.875 07-31 30/05A	USD	4,563,703.83	2.24%
1,200,000	SOUTH AFRICA 4.30 16-28 12/10S	USD	968,074.71	0.48%
3,650,000	SOUTH AFRICA 4.665 12-24 17/01A	USD	3,119,588.93	1.53%
1,100,000	SOUTH AFRICA (REP OF) 5.875 13-25 16/09S	USD	1,001,492.53	0.49%
	<i>The Netherlands</i>		4,017,803.08	1.98%
800,000	PETROBRAS GLB FIN 6.85 15-15 05/06S	USD	644,302.51	0.32%
3,387,000	PETROBRAS GLOBAL FIN 8.75 16-26 23/05S	USD	3,373,500.57	1.66%
	<i>Trinidad & Tobago</i>		600,903.86	0.30%
700,000	TRINIDAD TOBAGO REGS 4.375 13-24 16/01S	USD	600,903.86	0.30%
	<i>Tunesia</i>		384,525.44	0.19%
461,000	BANQUE CENT TUNISIE 5.75 15-25 30/01S	USD	384,525.44	0.19%
	<i>Turkey</i>		5,910,858.56	2.91%
2,061,000	TURKEY 6.625 14-45 17/02S	USD	1,861,825.57	0.91%
550,000	TURKEY 11.875 00-30 15/01S	USD	722,663.22	0.36%
520,000	TURKEY (REP OF) 4.25 15-26 14/04S	USD	414,296.00	0.20%
1,350,000	TURKEY (REP OF) 8.00 04-34 14/02S	USD	1,393,731.77	0.69%
1,400,000	TURQUIE (REPU OF) 4.125 14-23 11/04A	EUR	1,518,342.00	0.75%
	<i>United Kingdom</i>		3,666,096.89	1.80%
4,300,000	VEDENTA RESOURCES 6.125 17-24 09/08S	USD	3,666,096.89	1.80%
	<i>Uruguay</i>		4,202,415.16	2.07%
1,050,000	URUGUAY 5.10 14-50 18/06S	USD	979,547.65	0.48%
2,700,000	URUGUAY (REP.ORIEN.OF) 7.625 06-36 21/03S	USD	3,222,867.51	1.59%
	<i>Zambia</i>		1,151,320.69	0.57%
395,000	REPUBLIC OF ZAMBIA 8.97 15-27 30/07S	USD	370,930.46	0.18%
845,000	ZAMBIA 8.50 14-24 14/04S	USD	780,390.23	0.39%
Other transferable securities			19,787,032.60	9.73%
Bonds			19,787,032.60	9.73%
	<i>Argentina</i>		1,392,662.39	0.68%
1,500,000	CD BUENOS AIRES REGS 7.50 16-27 01/06S	USD	1,392,662.39	0.68%
	<i>Cayman Islands</i>		2,792,644.38	1.38%
3,340,000	EMIRATES REIT SUKUK 5.125 17-22 12/12S	USD	2,792,644.38	1.38%
	<i>Ecuador</i>		3,328,121.57	1.65%
470,000	ECUADOR 9.625 17-27 02/06S	USD	449,370.63	0.22%
1,480,000	ECUADOR REGS 10.75 16-22 28/03S	USD	1,449,568.25	0.72%
1,560,000	EQUATEUR 8.875 17-27 23/10S	USD	1,429,182.69	0.71%
	<i>Indonesia</i>		1,269,560.58	0.62%
1,400,000	INDONESIA REP 4.75 15-26 08/01S	USD	1,269,560.58	0.62%

NEF - Emerging Market Bond

Securities portfolio as at 31/12/17

Expressed in EUR

Quantity / Nominal	Denomination	Quotation currency	Market value	% of net assets
	<i>Jordan</i>		<i>760,316.01</i>	<i>0.37%</i>
870,000	KINGDOM OF JORDAN 7.375 17-47 10/10S	USD	760,316.01	0.37%
	<i>Luxembourg</i>		<i>2,746,159.42</i>	<i>1.36%</i>
2,900,000	SURINAME, REPUBLIC 9.25 16-26 26/10S	USD	2,585,770.86	1.28%
200,000	TAJIKISTAN INT BOND 7.125 17-27 14/09S	USD	160,388.56	0.08%
	<i>Mexico</i>		<i>1,386,208.62</i>	<i>0.68%</i>
1,600,000	UNITED MEXICAN STATES 4.15 17-27 28/03S	USD	1,386,208.62	0.68%
	<i>Philippines</i>		<i>1,328,214.79</i>	<i>0.65%</i>
1,600,000	PHILIPPINES 3.70 17-42 02/02S	USD	1,328,214.79	0.65%
	<i>Saudi Arabia</i>		<i>739,353.79</i>	<i>0.36%</i>
900,000	SAUDI INTERNATIONAL 2.875 17-23 04/03S	USD	739,353.79	0.36%
	<i>Senegal</i>		<i>1,127,559.08</i>	<i>0.55%</i>
1,280,000	SENEGAL REGS 6.25 17-33 23/05S	USD	1,127,559.08	0.55%
	<i>Sri Lanka</i>		<i>2,056,322.02</i>	<i>1.01%</i>
300,000	SRI LANKA 6.20 17-27 11/05S	USD	264,689.40	0.13%
1,950,000	SRI LANKA REGS 6.825 16-26 18/07S	USD	1,791,632.62	0.88%
	<i>United Arab Emirates</i>		<i>859,909.95</i>	<i>0.42%</i>
1,000,000	ABU DHABI OIL 4.60 17-47 02/11S	USD	859,909.95	0.42%
Total securities portfolio			190,964,139.20	93.88%

NEF - Emerging Market Bond

Statement of Operations and Changes in Net Assets from 01/01/17 to 31/12/17

Expressed in EUR

Income		9,142,892.83
Net interest on bonds	Note 2	8,915,215.07
Bank interest on cash account	Note 2	39,744.60
Securities lending income	Note 2,8	24,072.80
Interest on swaps		143,317.35
Other financial income		20,543.01
Expenses		3,540,513.78
Management & advisory fees	Note 5	2,478,650.82
Depositary & sub-depositary fees	Note 7	79,818.98
Taxe d'abonnement	Note 4	80,300.36
Administrative expenses		54,392.15
Professional fees		1,375.96
Bank interest on overdrafts		8,139.31
Legal fees		7,285.71
Transaction fees	Note 2	10,857.76
Publication & printing fees		1,473.02
Bank charges		10,362.00
Correspondent bank fees	Note 2	393,133.99
Interest on swaps		338,808.36
Other expenses		75,915.36
Net income from investments		5,602,379.05
Net realised profit / loss on:		
- sales of investment securities	Note 2	2,501,149.69
- forward foreign exchange contracts	Note 2	7,135,490.54
- financial futures	Note 2	79,898.12
- swaps	Note 2	366,771.62
- foreign exchange	Note 2	-3,901,584.25
Net realised profit		11,784,104.77
Movement in net unrealised appreciation /(depreciation) on:		
- investments	Note 2	-11,384,255.36
- forward foreign exchange contracts	Note 2	9,356,120.34
- financial futures	Note 2	56,000.00
- swaps		-139,403.95
Increase in net assets as a result of operations		9,672,565.80
Subscription capitalisation units		92,140,245.45
Redemption capitalisation units		-41,976,483.90
Increase in net assets		59,836,327.35
Net assets at the beginning of the year		143,568,913.52
Net assets at the end of the year		203,405,240.87

NEF

- Euro Short Term Bond

NEF - Euro Short Term Bond

Manager's Report

Annual report 01/01/17 – 12/31/17

In 2017, European bond markets were predominantly influenced by economic data and inflation, the latter being still way below the European Central Bank's (ECB) target of around two percent. The ECB, in contrast to the US Federal Reserve (Fed) maintained its expansionary monetary policy and will continue the monthly bond purchases - albeit cut by half since January 2018 - until at least September 2018. Interest rate hikes are unlikely until 2019 at the earliest. Uncertainty from the various elections in the euro area lasted only for a short period of time. Most recently, the economic situation throughout the euro area has improved significantly, benefiting especially peripheral markets. Significant declines in yields were observed in Portugal and Greece. In Germany, by contrast, the entire yield curve moved upwards by up to 30 basis points over the course of the year. Bunds with a maturity of two years traded volatile in the first half of 2017 and marked a new all-time-low at minus 0.95 percent. 10 year Bunds jumped to around plus 0.60 percent after the Sintra speech of ECB's chairman Draghi, but fell back to around plus 0.45 percent at the end of the year. At index level (iBoxx Euro Sovereign Index), the European government bond market as a whole ended the year almost unchanged at plus 0.1 percent. However, this was significantly better than the forecasts by most market participants twelve months ago..

Covered bonds from the euro area traded fairly stable. After slight losses in the first half of the year, they gained momentum from July onwards. In total, European covered bonds generated a total return of 0.6 percent (iBoxx Euro Covered). There was a high demand for European corporates and emerging market bonds. Risk premia (spreads) narrowed considerably.

US bond markets gained 2.5 percent on index level (JP Morgan Global Bond US-Index). A tightening of the monetary policy of the Federal Reserve, the uncertainties regarding the conflict of the US with North Korea and the long-lasting discussions around the republican tax reform were the key drivers for the development. US Inflation remained comparatively weak and noted mostly below the two percent threshold of the Fed.

The fund management of the NEF - Euro Short Term Bond was well positioned for the spread tightening in government bonds from the euro periphery, e.g. Spain, Portugal and to some extent Italy. Forward-looking, we intend to maintain our overweight until mid-February with Italian election risk rising (final election day: March 4, 2018). Out trades in corporate bonds showed similar patterns: The spreads marked new record-low levels (e.g. short-dated investment grade corporate bond spreads went down from 45 to approximately 15 basis points) which matched our overweight positioning.

Emerging Market bonds benefited from sound global macro-economic environment, a weak US dollar as well as large inflows into the asset class. Spreads for government bonds in US dollar and euro tightened by almost 50 basis points. We remained overweight for emerging markets bonds e.g. through increasing our share in bonds from Mexican telecommunication company América Móvil.

Even though we are long higher yielding bonds, we limited the duration to the one to five year range to keep up the defensive characteristic of the fund.

For 2018, we expect a stable economic environment, supported by still low yields. Nevertheless, the Fed will continue its hiking path and a potential and lasting de-coupling of the euro area is hard to imagine. Therefore, we expect a gradual increase in yields in the euro area, too. Main risks are political events like US' conflict with North Korea or the Italian election

NEF - Euro Short Term Bond

Financial Statements as at 31/12/17

Statement of Net Assets as at 31/12/17

Expressed in EUR

Assets		301,982,543.63
Securities portfolio at market value	Note 2	298,162,749.50
<i>Cost price</i>		298,251,321.89
<i>Unrealised loss on the securities portfolio</i>		-88,572.39
Cash at banks and liquidities		1,362,987.18
Interest receivable		1,945,161.83
Subscribers receivable		508,448.60
Other assets		3,196.52
Liabilities		1,058,086.58
Taxe d'abonnement payable	Note 4	34,957.25
Redemption payable		812,044.41
Accrued management & advisory fees	Note 5	141,102.65
Accrued depositary & sub-depositary fees	Note 7	6,492.42
Accrued administrative expenses		7,578.68
Other liabilities		55,911.17
Net asset value		300,924,457.05

Changes in number of units outstanding from 01/01/17 to 31/12/17

	Units outstanding as at 01/01/17	Units issued	Units redeemed	Units outstanding as at 31/12/17
Euro Short Term Bond - Category R Capitalisation units	19,115,797.095	7,512,988.618	7,751,595.412	18,877,190.301
Euro Short Term Bond - Category I Capitalisation units	1,249,037.753	10,351,121.486	9,794,611.466	1,805,547.773
Euro Short Term Bond - Category D Distribution units	295,248.165	929,298.835	209,709.064	1,014,837.936
Euro Short Term Bond - Category C Capitalisation units	0.000	72,579.510	0.000	72,579.510

NEF - Euro Short Term Bond

Key figures relating to the last 3 years

	<i>Year ended on :</i>	31/12/17	31/12/16	31/12/15
Total Net Assets	EUR	300,924,457.05	286,489,979.43	206,841,567.08
Euro Short Term Bond - Category R	EUR		EUR	EUR
Capitalisation units				
Number of units		18,877,190.301	19,115,797.095	14,971,887.561
Net asset value per unit		13.74	13.81	13.80
Euro Short Term Bond - Category I	EUR		EUR	EUR
Capitalisation units				
Number of units		1,805,547.773	1,249,037.753	11,358.279
Net asset value per unit		14.73	14.74	14.68
Euro Short Term Bond - Category D	EUR		EUR	EUR
Distribution units				
Number of units		1,014,837.936	295,248.165	0.000
Net asset value per unit		13.74	13.81	0.00
Dividend per unit		0.03	0.00	0.00
Euro Short Term Bond - Category C	EUR		EUR	EUR
Capitalisation units				
Number of units		72,579.510	0.000	0.000
Net asset value per unit		13.75	0.00	0.00

NEF - Euro Short Term Bond

Securities portfolio as at 31/12/17

Expressed in EUR

Quantity / Nominal	Denomination	Quotation currency	Market value	% of net assets
Transferable securities admitted to an official stock exchange listing and/or dealt in on another regulated market			278,927,071.50	92.69%
Bonds			248,338,733.50	82.53%
<i>Australia</i>			<i>5,256,479.00</i>	<i>1.75%</i>
2,000,000	CNOOC CURTIS 2.75 13-20 03/10A	EUR	2,130,300.00	0.71%
500,000	TRANSURBAN FINANCE 2.50 13-20 08/10A	EUR	529,845.00	0.18%
2,600,000	WESTPAC BANKING 0.25 16-22 17/01A	EUR	2,596,334.00	0.86%
<i>Belgium</i>			<i>2,555,397.00</i>	<i>0.85%</i>
2,200,000	ANHEUSER-BUSCH INB 0.625 16-20 17/03A	EUR	2,231,988.00	0.74%
300,000	BRUSSELS AIR REGS 3.25 13-20 01/07A	EUR	323,409.00	0.11%
<i>British Virgin Islands</i>			<i>3,208,801.00</i>	<i>1.07%</i>
1,000,000	EASTERN CREATION II 1.50 15-19 29/07A	EUR	1,019,230.00	0.34%
1,100,000	SINOPEC GR OVER REGS 2.625 13-20 17/10A	EUR	1,169,861.00	0.39%
1,000,000	TALENT YIELD REGS 1.435 15-20 07/05A	EUR	1,019,710.00	0.34%
<i>Canada</i>			<i>5,359,810.00</i>	<i>1.78%</i>
1,800,000	CIBC 0.10 15-18 14/02A	EUR	1,809,000.00	0.60%
1,500,000	CIBC 0.25 15-20 28/01A	EUR	1,515,930.00	0.50%
2,000,000	TORONTO DOMINION BK 0.50 15-20 15/06A	EUR	2,034,880.00	0.68%
<i>China</i>			<i>598,086.00</i>	<i>0.20%</i>
600,000	CHINA DEV BANK 0.125 17-20 24/01A	EUR	598,086.00	0.20%
<i>Croatia</i>			<i>3,404,709.00</i>	<i>1.13%</i>
3,300,000	CROATIA 5.875 11-18 09/07A	EUR	3,404,709.00	1.13%
<i>Finland</i>			<i>2,501,000.00</i>	<i>0.83%</i>
2,500,000	NORDEA MORTGAGE BANK 0.025 17-22 24/01A	EUR	2,501,000.00	0.83%
<i>France</i>			<i>6,568,897.00</i>	<i>2.18%</i>
1,000,000	BFCM EMTN 0.25 16-19 14/06A	EUR	1,005,910.00	0.33%
1,000,000	DANONE SA 0.167 16-20 03/11A	EUR	1,004,820.00	0.33%
1,500,000	EUTELSAT 1.125 16-21 23/06A	EUR	1,542,450.00	0.52%
1,400,000	RCI BANQUE SA 0.625 16-22 01/12	EUR	1,410,556.00	0.47%
700,000	SANOFI 0.00 16-19 05/04U	EUR	702,317.00	0.23%
900,000	SANOFI AVENTIS EMTN 0.00 16-20 13/01A	EUR	902,844.00	0.30%
<i>Germany</i>			<i>14,236,809.00</i>	<i>4.73%</i>
1,000,000	AAREAL BANK 4.25 14-26 18/03A	EUR	1,103,520.00	0.37%
800,000	COMMERZBANK AG 7.75 11-21 16/03A	EUR	975,560.00	0.32%
1,100,000	CRH FINANCE GERMANY 1.75 14-21 16/07A	EUR	1,153,768.00	0.38%
900,000	DAIMLER 0.625 15-20 05/03A	EUR	912,789.00	0.30%
1,400,000	DAIMLER EMTN 0.25 16-20 11/05A	EUR	1,408,442.00	0.47%
1,500,000	DEUT PFANDBRIEFBANK 0.05 17-21 09/08A	EUR	1,506,765.00	0.50%
1,000,000	DEUTSCHE BANK 5.00 10-20 24/06A	EUR	1,103,400.00	0.37%
2,400,000	DEUTSCHE BANK AG 1.00 16-19 18/03A	EUR	2,428,824.00	0.80%
1,100,000	DEUTSCHE GEN HYPBK 0.025 15-18 10/09A	EUR	1,103,366.00	0.37%
1,500,000	DEUTSCHE PFANDBRIEF 0.875 17-21 29/01A	EUR	1,527,015.00	0.51%
1,000,000	MERCK FIN SERVICES 0.75 15-19 02/09A	EUR	1,013,360.00	0.34%
<i>Indonesia</i>			<i>2,939,139.00</i>	<i>0.98%</i>
2,700,000	INDENOSIA (REP OF) 2.875 14-21 08/07A	EUR	2,939,139.00	0.98%
<i>Ireland</i>			<i>8,546,853.00</i>	<i>2.84%</i>
4,000,000	BANK OF IRELAND MTGE 0.50 15-20 20/01A	EUR	4,065,840.00	1.35%
1,100,000	FCA CAPITAL 1.25 16-21 21/01A	EUR	1,132,263.00	0.38%
3,000,000	IRISH GOVT TREASURY 4.50 04-20 18/04A	EUR	3,348,750.00	1.11%
<i>Italy</i>			<i>71,070,328.00</i>	<i>23.63%</i>
17,800,000	ITALIE 0.45 16-21 01/06S	EUR	17,896,298.00	5.96%
7,700,000	ITALIE BTP 0.65 15-20 01/11S	EUR	7,811,419.00	2.60%
7,700,000	ITALY 3.50 13-18 01/12S	EUR	7,971,656.00	2.65%
5,500,000	ITALY BOT 1.05 14-19 01/12S	EUR	5,620,230.00	1.87%
7,500,000	ITALY BTP 1.20 17-22 01/04S	EUR	7,681,275.00	2.55%
7,700,000	ITALY BTP 1.50 14-19 01/08S	EUR	7,908,670.00	2.63%
7,700,000	ITALY BTP 2.15 14-21 15/12S	EUR	8,198,036.00	2.72%
7,700,000	ITALY BTP 2.50 14-19 01/05S	EUR	7,982,744.00	2.65%
<i>Kazakhstan</i>			<i>510,790.00</i>	<i>0.17%</i>
500,000	KAZAKHGOLD NATL MGMT 3.255 14-19 22/05A	EUR	510,790.00	0.17%
<i>Luxembourg</i>			<i>2,916,651.00</i>	<i>0.97%</i>
1,500,000	GAZPROM REGS 3.70 13-18 25/07A	EUR	1,526,565.00	0.51%
1,000,000	HEIDELBERGCEMENT FIN 3.25 13-20 21/10S	EUR	1,087,290.00	0.36%
300,000	JOHN DEERE BANK 1.50 13-18 16/07A	EUR	302,796.00	0.10%

NEF - Euro Short Term Bond

Securities portfolio as at 31/12/17

Expressed in EUR

Quantity / Nominal	Denomination	Quotation currency	Market value	% of net assets
<i>Mexico</i>			<i>4,290,225.00</i>	<i>1.43%</i>
500,000	AMERICA MOVIL 1.00 14-18 04/06A	EUR	502,565.00	0.17%
1,500,000	AMERICA MOVIL SAB 3.00 12-21 12/07A	EUR	1,641,240.00	0.55%
2,000,000	PEMEX REGS 3.125 13-20 27/11A	EUR	2,146,420.00	0.71%
<i>Norway</i>			<i>2,009,540.00</i>	<i>0.67%</i>
2,000,000	SPAREBANK 1 BOLIGKRED 0.125 15-18 12/11A	EUR	2,009,540.00	0.67%
<i>Panama</i>			<i>1,149,390.00</i>	<i>0.38%</i>
1,100,000	CARNIVAL CORP 1.625 16-21 22/02A	EUR	1,149,390.00	0.38%
<i>Poland</i>			<i>2,294,212.50</i>	<i>0.76%</i>
2,250,000	POLOGNE 0.50 16-21 20/12A	EUR	2,294,212.50	0.76%
<i>Portugal</i>			<i>6,118,284.00</i>	<i>2.03%</i>
2,500,000	CAIXA GERAL DEPOS. 3.00 14-19 15/01A	EUR	2,583,225.00	0.86%
3,300,000	PORTUGUESE OT'S 4.75 09-19 14/06A	EUR	3,535,059.00	1.17%
<i>Singapore</i>			<i>808,256.00</i>	<i>0.27%</i>
800,000	BRIGHT FOOD 1.125 17-20 18/07A	EUR	808,256.00	0.27%
<i>Spain</i>			<i>61,550,633.00</i>	<i>20.45%</i>
800,000	AMADEUS CAPITAL MKT 0.125 16-20 06/10A	EUR	800,576.00	0.27%
1,900,000	BANCO DE SABADELL 0.625 15-20 03/11A	EUR	1,935,739.00	0.64%
6,500,000	BANCO POPULAR ESPANOL 0.75 15-20 29/09A	EUR	6,643,585.00	2.21%
4,000,000	BANKIA 0.875 16-21 01/21A	EUR	4,101,720.00	1.36%
2,500,000	BCO POPULAR ESPANOL 1.00 16-22 03/10A	EUR	2,578,525.00	0.86%
800,000	SANTANDER CONSUMER 0.50 17-21 04/10A	EUR	804,384.00	0.27%
10,000,000	SPAIN 0.40 17-22 30/04A	EUR	10,073,000.00	3.34%
11,000,000	SPAIN 0.75 16-21 30/07A	EUR	11,270,490.00	3.74%
6,600,000	SPAIN 1.15 15-20 30/07A	EUR	6,822,156.00	2.27%
6,600,000	SPAIN 1.40 14-20 31/01A	EUR	6,828,492.00	2.27%
6,600,000	SPAIN STRIPPABLE 2.75 14-19 30/04A	EUR	6,874,494.00	2.28%
2,800,000	TELEFONICA EMIS 0.318 16-20 17/10A	EUR	2,817,472.00	0.94%
<i>Sweden</i>			<i>1,019,360.00</i>	<i>0.34%</i>
1,000,000	PZU FINANCE 1.375 14-19 03/07A	EUR	1,019,360.00	0.34%
<i>The Netherlands</i>			<i>12,344,857.00</i>	<i>4.10%</i>
3,700,000	BASF FINANCE EUROP 0.00 16-20 10/11A	EUR	3,706,068.00	1.24%
1,000,000	BMW FINANCE NV 0.125 17-21 12/01A	EUR	1,002,790.00	0.33%
2,700,000	DEUTSCHE TEL INTL FIN 0.375 17-21 30/10A	EUR	2,717,874.00	0.91%
600,000	EDP FINANCE EMTN 4.125 13-21 20/01A	EUR	673,080.00	0.22%
1,300,000	GENERAL MOTORS FIN 1.168 16-20 18/05A	EUR	1,332,201.00	0.44%
700,000	PACCAR FINANCIAL EURO 0.125 16-19 24/05A	EUR	702,548.00	0.23%
2,200,000	RELX FINANCE BV 0.375 17-21 22/03A	EUR	2,210,296.00	0.73%
<i>United Arab Emirates</i>			<i>1,575,885.00</i>	<i>0.52%</i>
1,500,000	EMIRATE TEL CORP GMTN 1.75 14-21 18/06A	EUR	1,575,885.00	0.52%
<i>United Kingdom</i>			<i>16,896,816.00</i>	<i>5.61%</i>
1,100,000	ABBIE NAT TREAS 2.00 14-19 14/01A	EUR	1,124,585.00	0.37%
600,000	AVIVA PLC 0.10 16-18 13/12A	EUR	602,106.00	0.20%
1,400,000	BAT INTL FIN 0.375 15-19 13/03A	EUR	1,406,496.00	0.47%
1,500,000	BRITISH TELECOM 0.625 16-21 10/03A	EUR	1,517,685.00	0.50%
1,100,000	CREDIT SUISSE AG 0.375 16-19 11/04A	EUR	1,107,634.00	0.37%
2,000,000	CS AG LONDON 0.625 14-18 20/11A	EUR	2,015,980.00	0.67%
1,500,000	DIAGEO FINANCE REGS 1.125 14-19 20/05A	EUR	1,524,585.00	0.51%
900,000	FCE BANK PLC 0.869 17-21 13/09A	EUR	915,732.00	0.30%
2,500,000	IMPERIAL BRANDS FI 0.50 17-21 27/07A	EUR	2,516,675.00	0.84%
1,500,000	NATIONWIDE BUILDING 4.125 13-23 20/03A	EUR	1,513,995.00	0.50%
1,500,000	VODAFONE GROUP PLC 1.00 14-20 11/09A	EUR	1,533,600.00	0.51%
1,100,000	YORKSHIRE BUILDING 0.50 15-20 19/06A	EUR	1,117,743.00	0.37%
<i>United States of America</i>			<i>8,607,526.00</i>	<i>2.86%</i>
1,100,000	ABBVIE 0.375 16-19 18/11A	EUR	1,107,744.00	0.37%
2,000,000	BERKSHIRE HATHAWAY 0.50 16-20 13/03A	EUR	2,021,960.00	0.67%
500,000	CON'L RUBBER CRP A 0.50 15-19 19/02A	EUR	503,880.00	0.17%
2,500,000	GOLDMAN SACHS GROUP 2.625 13-20 19/08A	EUR	2,665,550.00	0.89%
1,000,000	JOHNSON & JOHNSON 0.25 16-22 20/01A	EUR	1,006,130.00	0.33%
1,300,000	PFIZER INC 0.00 17-20 06/03U	EUR	1,302,262.00	0.43%
Floating rate bonds			30,588,338.00	10.16%
<i>Australia</i>			<i>827,568.00</i>	<i>0.28%</i>
800,000	COMMONW.BK AUSTRALIA FL.R 15-27 22/04A	EUR	827,568.00	0.28%

NEF - Euro Short Term Bond

Securities portfolio as at 31/12/17

Expressed in EUR

Quantity / Nominal	Denomination	Quotation currency	Market value	% of net assets
<i>Belgium</i>				
700,000	KBC GROEP EMTN FL.R 15-27 11/03A	EUR	724,465.00	0.24%
			724,465.00	0.24%
<i>Denmark</i>				
1,500,000	DANSKE BANK FL.R 13-23 04/10A	EUR	2,077,060.00	0.69%
500,000	DANSKE BANK EMTN FL.R 14-26 19/05A	EUR	1,542,555.00	0.51%
			534,505.00	0.18%
<i>France</i>				
1,100,000	BNP PARIBAS FL.R 14-26 20/03A	EUR	7,901,876.00	2.62%
700,000	BPCE FL.R 14-26 08/07A	EUR	1,176,285.00	0.39%
1,000,000	ELECT.DE FRANCE FL.R 13-XX 29/01A	EUR	747,481.00	0.25%
1,000,000	ENGIE SUB FL.R 14-XX 02/06A	EUR	1,062,010.00	0.35%
900,000	LA BQUE POSTALE FL.R 14-26 23/04A	EUR	1,037,330.00	0.34%
300,000	SANOFI FL.R 14-18 10/09Q	EUR	954,990.00	0.32%
500,000	SOCIETE GEN SUB FL.R 14-26 16/09A	EUR	300,675.00	0.10%
2,000,000	TOTAL SA FL.R 15-XX 26/02A	EUR	530,865.00	0.18%
			2,092,240.00	0.69%
<i>Germany</i>				
800,000	SAP SE FL.R 14-18 20/11Q	EUR	802,216.00	0.27%
			802,216.00	0.27%
<i>Norway</i>				
1,500,000	DNB BANK ASA FL.R 13-23 26/09A	EUR	1,532,415.00	0.51%
			1,532,415.00	0.51%
<i>Spain</i>				
1,500,000	BBVA FL.R 14-24 11/04A	EUR	1,562,670.00	0.52%
			1,562,670.00	0.52%
<i>Sweden</i>				
1,100,000	NORDEA BANK AB 1.875 15-25 10/11	EUR	4,858,671.00	1.61%
600,000	SEB FL.R 14-26 28/05A	EUR	1,143,582.00	0.38%
1,500,000	SVENSKA HANDELSB SUB FL.R 14-24 15/01A	EUR	636,684.00	0.21%
1,500,000	SWEDBANK SUB FL.R 14-24 26/02A	EUR	1,539,255.00	0.51%
			1,539,150.00	0.51%
<i>The Netherlands</i>				
1,400,000	ABN AMRO BANK NV FL.R 15-25 30/06A	EUR	5,852,439.00	1.94%
1,000,000	ALLIANDER SUB FL.R 13-XX 27/11A	EUR	1,483,846.00	0.49%
400,000	ALLIANZ FIN II FL.R 16-20 21/04A	EUR	1,027,670.00	0.34%
1,400,000	EVONIK FINANCE BV FL.R 16-21 08/03A	EUR	401,540.00	0.13%
1,500,000	ING BANK EMTN FL.R 13-23 21/11A	EUR	1,393,588.00	0.46%
			1,545,795.00	0.52%
<i>United States of America</i>				
2,600,000	BANK OF AMERICA FL.R 17-22 07/02A	EUR	4,448,958.00	1.48%
1,800,000	BMW US CAPITAL FL.R 15-19 18/03Q	EUR	2,642,406.00	0.88%
			1,806,552.00	0.60%
Other transferable securities			19,235,678.00	6.39%
Bonds			19,235,678.00	6.39%
<i>Belgium</i>				
500,000	KBC BANK 0.375 16-22 01/09A	EUR	507,325.00	0.17%
			507,325.00	0.17%
<i>France</i>				
800,000	AIR LIQUIDE SA 0.125 16-20 13/06A	EUR	803,344.00	0.27%
			803,344.00	0.27%
<i>Germany</i>				
2,000,000	BERTELSMANN SE & C 0.25 17-21 26/05A	EUR	2,009,820.00	0.67%
			2,009,820.00	0.67%
<i>Italy</i>				
1,100,000	CASSA DEPOSITI PRESTI 0.75 17-22 21/11A	EUR	1,094,060.00	0.36%
			1,094,060.00	0.36%
<i>Mexico</i>				
1,500,000	MEXICAN UNITED 5.50 04-20 17/02A	EUR	1,677,195.00	0.56%
			1,677,195.00	0.56%
<i>Spain</i>				
6,600,000	SPAIN 0.25 16-19 31/01A	EUR	6,645,474.00	2.20%
			6,645,474.00	2.20%
<i>The Netherlands</i>				
800,000	DIAGEO FINANCE 0.00 17-20 17/11A	EUR	798,664.00	0.27%
			798,664.00	0.27%
<i>United Kingdom</i>				
3,200,000	VODAFONE GROUP PLC 0.375 17-21 22/11A	EUR	3,205,536.00	1.06%
			3,205,536.00	1.06%
<i>United States of America</i>				
1,500,000	COCA-COLA CO/THE 0 17-21 09/03A	EUR	2,494,260.00	0.83%
1,000,000	TOYOTA MOTOR 0.00 17-21 21/07A	EUR	1,498,320.00	0.50%
			995,940.00	0.33%
Total securities portfolio			298,162,749.50	99.08%

NEF - Euro Short Term Bond

Statement of Operations and Changes in Net Assets from 01/01/17 to 31/12/17

Expressed in EUR

Income		4,959,556.42
Net interest on bonds	Note 2	4,894,503.82
Securities lending income	Note 2,8	65,052.60
Expenses		2,935,697.87
Management & advisory fees	Note 5	1,741,391.87
Depositary & sub-depositary fees	Note 7	82,083.73
Taxe d'abonnement	Note 4	141,664.24
Administrative expenses		99,785.96
Professional fees		4,608.57
Bank interest on overdrafts		38,045.27
Legal fees		14,180.22
Transaction fees	Note 2	14,657.15
Publication & printing fees		1,904.04
Correspondent bank fees	Note 2	686,956.21
Other expenses		110,420.61
Net income from investments		2,023,858.55
Net realised profit / loss on:		
- sales of investment securities	Note 2	-2,088,329.02
- options	Note 2	-23,955.00
- financial futures	Note 2	-1,088,485.00
- foreign exchange	Note 2	-28.37
Net realised loss		-1,176,938.84
Movement in net unrealised appreciation /(depreciation) on:		
- investments	Note 2	-353,092.83
- financial futures	Note 2	242,880.00
Decrease in net assets as a result of operations		-1,287,151.67
Dividends paid	Note 9	-9,090.98
Subscription capitalisation units		256,740,093.55
Subscription distribution units		12,783,152.07
Redemption capitalisation units		-250,908,288.85
Redemption distribution units		-2,884,236.50
Increase in net assets		14,434,477.62
Net assets at the beginning of the year		286,489,979.43
Net assets at the end of the year		300,924,457.05

NEF

- Risparmio Italia (previously Convertible Bond)

Manager's Report

In September, US equity indices reached new record highs, while Europe and Japan also achieved positive returns as well, thanks to JPY weakness. Government bonds yield slightly higher in USA, while unchanged in Europe. Emerging Markets assets (both equity and fixed income) had negative performance, as investors rebalanced their portfolios in favor of Europe and Japan. The equity allocation of the portfolio has been slightly underweight vs benchmark, especially in the US region. Allocation to Italian equities has been kept neutral, while we had an overweight on Europe. The fixed income portfolio had been slightly overweight duration on the 3-5 years bucket, overweight financials (mainly large cap Italian banks), while keeping and underweight in industrials. Government bonds duration has been underweight benchmark, with a focus on the long-end of the curve and an overweight in the belly of the curve. During October and November, data flow confirmed a global economy in global and non-inflationary recovery scenario, while global central banks kept an accommodative monetary stance. The equity allocation to Italy has been slightly overweight vs benchmark, increasing the allocation to more cyclical sectors. Across broader regions, Europe has been overweight vis-à-vis USA. In December, the FED increased the Fed Fund Rate, as widely expected, by 25 bps to 1.25%-1.50% range. Short term Treasury yield increased significantly, causing a flattening of the yield curve. Equities in the US reached new highs and Europe and Japan have followed accordingly. Portfolio allocation to Italian equities has been kept at benchmark weight, while government bonds duration has been underweight relative to benchmark

NEF - Risparmio Italia (previously Convertible Bond)

Financial Statements as at 31/12/17

Statement of Net Assets as at 31/12/17

Expressed in EUR

Assets		84,990,313.72
Securities portfolio at market value	Note 2	77,883,191.11
<i>Cost price</i>		78,004,984.76
<i>Unrealised loss on the securities portfolio</i>		-121,793.65
Cash at banks and liquidities		6,030,343.95
Interest receivable		922,347.21
Brokers receivable		2,784.36
Subscribers receivable		133,044.24
Unrealised net appreciation on forward foreign exchange contracts	Note 2	2,597.87
Other assets		16,004.98
Liabilities		243,583.60
Brokers payable		29,800.12
Taxe d'abonnement payable	Note 4	9,915.67
Redemption payable		22,453.62
Unrealised net depreciation on financial futures	Note 2	77,760.02
Accrued management & advisory fees	Note 5	85,741.52
Accrued depositary & sub-depositary fees	Note 7	1,785.17
Accrued administrative expenses		2,083.84
Other liabilities		14,043.64
Net asset value		84,746,730.12

Changes in number of units outstanding from 01/01/17 to 31/12/17

	Units outstanding as at 01/01/17	Units issued	Units redeemed	Units outstanding as at 31/12/17
Risparmio Italia (previously Convertible Bond) - Category R Capitalisation units	3,052,476.344	2,158,682.826	834,644.914	4,376,514.256
Risparmio Italia (previously Convertible Bond) - Category I Capitalisation units	272,783.492	490,736.894	326,737.674	436,782.712
Risparmio Italia (previously Convertible Bond) - Category PIR Capitalisation units	0.000	1,628,922.578	6,173.521	1,622,749.057

NEF - Risparmio Italia (previously Convertible Bond)

Key figures relating to the last 3 years

	<i>Year ended on :</i>	31/12/17	31/12/16	31/12/15
Total Net Assets	EUR	84,746,730.12	42,322,345.70	57,904,085.61
Risparmio Italia (previously Convertible Bond) - Category R	EUR		EUR	EUR
Capitalisation units				
Number of units		4,376,514.256	3,052,476.344	3,089,243.334
Net asset value per unit		13.00	12.54	12.84
Risparmio Italia (previously Convertible Bond) - Category I	EUR		EUR	EUR
Capitalisation units				
Number of units		436,782.712	272,783.492	1,212,576.992
Net asset value per unit		15.52	14.84	15.04
Risparmio Italia (previously Convertible Bond) - Category PIR	EUR		EUR	EUR
Capitalisation units				
Number of units		1,622,749.057	0.000	0.000
Net asset value per unit		12.99	0.00	0.00

NEF - Risparmio Italia (previously Convertible Bond)

Securities portfolio as at 31/12/17

Expressed in EUR

Quantity / Nominal	Denomination	Quotation currency	Market value	% of net assets
Transferable securities admitted to an official stock exchange listing and/or dealt in on another regulated market			77,681,338.61	91.66%
Shares			17,064,363.48	20.14%
<i>Italy</i>			<i>17,032,122.48</i>	<i>20.10%</i>
15,798	ACEA SPA	EUR	243,289.20	0.29%
2,360	AEROPORTO GUGLIELMO MARCONI DI BOLOGNA	EUR	37,854.40	0.04%
41,594	AMPLIFON SPA	EUR	534,066.96	0.63%
76,904	ANIMA HOLDING	EUR	458,347.84	0.54%
31,668	ANSALDO STS SPA	EUR	380,016.00	0.45%
43,190	ARNOLDO MONDADORI EDITORE SPA	EUR	89,921.58	0.11%
24,984	ASCOPIAVE	EUR	88,593.26	0.10%
11,960	ASTM	EUR	289,790.80	0.34%
45,459	AUTOGRILL SPA	EUR	522,778.50	0.62%
7,313	BANCA IFIS SPA	EUR	298,151.01	0.35%
88,015	BANCA MEDIOLANUM	EUR	635,028.23	0.75%
151,484	BANCA POPOLARE DI SONDRIO	EUR	461,117.30	0.54%
355,515	BENI STABILI SPA	EUR	274,102.07	0.32%
4,633	BIESSE	EUR	195,975.90	0.23%
9,981	BRUNELLO CUCINELLI	EUR	269,586.81	0.32%
19,339	CAIRO COMMUNICATION-AZ.POST FRAZIONAMENT	EUR	71,747.69	0.08%
16,803	CEMENTIR HOLDING	EUR	126,862.65	0.15%
66,532	CERVED INFORMATION SOLUTIONS S.P.A	EUR	705,239.20	0.83%
92,899	CIR (ORDINARY SHARES)	EUR	108,227.34	0.13%
26,310	CREDITO EMILIANO SPA	EUR	186,143.25	0.22%
2,544	DANIELI (ORD)	EUR	50,396.64	0.06%
7,161	DATALOGIC- AZ. POST FRAZIONAMENTO	EUR	220,702.02	0.26%
19,760	DE LONGHI SPA	EUR	498,544.80	0.59%
8,126	DIASORIN	EUR	601,324.00	0.71%
13,045	DOBANK S.P.A.	EUR	176,759.75	0.21%
5,551	EI TOWERS	EUR	296,978.50	0.35%
3,868	EL.EN.SPA	EUR	100,684.04	0.12%
90,412	ENAV SPA	EUR	407,758.12	0.48%
3,700	EPS EQUITA PEP SPAC SPA	EUR	37,888.00	0.04%
16,838	ERG SPA	EUR	259,305.20	0.31%
29,677	FAMAFactoring	EUR	189,932.80	0.22%
6,640	FILA SPA	EUR	130,675.20	0.15%
170,516	FINCANTIERI	EUR	213,486.03	0.25%
28,090	GEOX SPA	EUR	81,236.28	0.10%
11,530	GIMA TT	EUR	191,513.30	0.23%
6,982	GRUPPO MUTUIONLINE -AZ.	EUR	92,581.32	0.11%
280,685	HERA SPA	EUR	816,793.35	0.96%
136,604	IGD-IMMOBILIARE GRANDE DISTRIBUZIONE SPA	EUR	131,686.26	0.16%
6,092	IMA (INDUSTRIA MACCHINE AUTOMATICHE)	EUR	413,037.60	0.49%
84,312	INFRASTRUTTURE WIRELESS ITALIANE SPA	EUR	522,734.40	0.62%
29,617	INTERPUMP GROUP	EUR	776,557.74	0.92%
176,627	IREN S.P.A.	EUR	441,567.50	0.52%
3,500	ISI 3	EUR	34,300.00	0.04%
3,875	ITALMOBILIARE - REGISTERED	EUR	92,418.75	0.11%
96,310	JUVENTUS FOOTBALL CLUB SPA	EUR	73,629.00	0.09%
46,310	MAIRE TECNIMONT	EUR	199,966.58	0.24%
11,167	MARR SPA	EUR	240,313.84	0.28%
2,147	OPENJOBMETIS AZ	EUR	27,653.36	0.03%
46,776	OVS	EUR	259,840.68	0.31%
3,200	PANARIAGROUP INDUSTRIE CERAMICHE SPA	EUR	18,560.00	0.02%
54,201	PARMALAT SPA	EUR	168,023.10	0.20%
58,201	PIAGGIO AND C SPA	EUR	133,862.30	0.16%
33,310	RAI WAY SPA	EUR	169,048.25	0.20%
26,598	RCS MEDIAGROUP	EUR	32,502.76	0.04%
7,102	REPLY SPA	EUR	327,899.34	0.39%
684	SAES GETTERS	EUR	16,313.40	0.02%
1,741	SAFILO - AZ. POST RAGGRUPPAMENTO	EUR	8,297.61	0.01%
56,051	SALINI IMPREGILO POST RAGGRUPPAMENTO	EUR	180,372.12	0.21%
157,220	SARAS RAFFINERIE SARDE SPA	EUR	315,068.88	0.37%
23,892	SIAS SPA	EUR	370,803.84	0.44%
52,630	SOCIETA CATTOLICA DI ASSICURAZIONI SCARL	EUR	476,301.50	0.56%
2,164	SOL	EUR	23,003.32	0.03%

NEF - Risparmio Italia (previously Convertible Bond)

Securities portfolio as at 31/12/17

Expressed in EUR

Quantity / Nominal	Denomination	Quotation currency	Market value	% of net assets
25,000	SPACE4 - REGISTERED SHS	EUR	247,000.00	0.29%
2,800	SPACTIV SPA	EUR	27,860.00	0.03%
39,600	TAMBURI INVESTMENT PARTNERS SPA	EUR	219,978.00	0.26%
35,156	TECHNOGYM SPA (ITA)	EUR	283,884.70	0.33%
2,327	TECNOINVESTIMENTI SPA	EUR	13,938.73	0.02%
4,444	TOD'S SPA	EUR	270,639.60	0.32%
8,380	VITTORIA ASSICURAZIONI SPA	EUR	99,889.60	0.12%
8,817	ZIGNAGO VETRO SPA	EUR	71,770.38	0.08%
<i>Luxembourg</i>			32,241.00	0.04%
3,300	CAPITAL FOR PROGRESS 2 S.P.A.	EUR	32,241.00	0.04%
Bonds			52,720,966.83	62.20%
<i>Australia</i>			682,099.34	0.80%
950,000	AUSTRALIA 5.50 10-18 21/01S	AUD	621,104.00	0.73%
100,000	AUSTRALIAN GOVERNMENT 3.00 16-47 21/03S	AUD	60,995.34	0.07%
<i>Canada</i>			41,563.61	0.05%
50,000	CANADA 3.50 11-45 01/12S	CAD	41,563.61	0.05%
<i>France</i>			573,881.00	0.68%
450,000	FRANCE GOVT 0.25 15-26 25/11A	EUR	438,795.00	0.52%
100,000	FRANCE OAT 3.25 12-45 25/05A	EUR	135,086.00	0.16%
<i>Germany</i>			145,901.00	0.17%
100,000	BRD 3.25 10-42 04/07A	EUR	145,901.00	0.17%
<i>Italy</i>			42,083,996.11	49.65%
800,000	AEROPORTI DI ROMA SPA 3.25 13-21 20/02A	EUR	877,632.00	1.04%
950,000	ASSICURAZIONI GENERAL 2.875 14-20 14/01A	EUR	1,006,050.00	1.19%
650,000	AUTOSTRADA BRESCIA VE 2.375 15-20 20/03A	EUR	682,207.50	0.80%
1,700,000	AUTOSTRADE PER L'I 1.125 15-21 04/11A	EUR	1,759,789.00	2.08%
100,000	AZIMUT HOLDING 2.00 17-22 28/03A	EUR	104,029.00	0.12%
550,000	A2A EMTN REGS 4 3.625 13-22 13/01A	EUR	622,176.50	0.73%
200,000	A2A SPA 1.25 17-24 16/03A	EUR	201,852.00	0.24%
700,000	A2A SPA 4.375 13-21 10/01A	EUR	791,357.00	0.93%
100,000	BANCO POPOLARE 2.625 15-18 21/09A	EUR	101,572.00	0.12%
800,000	BANCO POPOLARE 3.50 14-19 14/03A	EUR	826,408.00	0.98%
1,400,000	BANCO POPOLARE REGS 2.75 15-20 27/07A	EUR	1,460,606.00	1.72%
700,000	BANCO POPOLARE SC 6.00 10-20 05/11A	EUR	752,794.00	0.89%
450,000	BUZZI UNICEM 2.125 16-23 28/04A	EUR	475,042.50	0.56%
500,000	CDP RETI SRL 1.875 15-22 29/05A	EUR	520,980.00	0.61%
1,000,000	ENI SPA 0.75 16-22 17/05A	EUR	1,021,270.00	1.21%
1,450,000	ENI SPA 2.625 13-21 22/11A	EUR	1,586,880.00	1.87%
700,000	ENI SPA 4.00 10-20 29/06A	EUR	769,181.00	0.91%
650,000	FERROVIE STATO 3.50 13-21 13/12A	EUR	729,514.50	0.86%
250,000	FERROVIE STATO EMTN 4.00 13-20 22/07A	EUR	274,730.00	0.32%
1,050,000	FINMEC FINANCE 4.50 13-21 19/01A	EUR	1,176,798.00	1.39%
200,000	HERA SPA 2.375 14-24 04/07A	EUR	220,452.00	0.26%
350,000	HERA SPA 3.25 13-21 04/10A	EUR	390,474.00	0.46%
100,000	ICCREA BANCA 1.50 17-22 11/10A	EUR	100,201.00	0.12%
450,000	ICCREA BCA SPA EMTN 1.875 14-19 25/11A	EUR	459,963.00	0.54%
1,100,000	INTESA SAN PAOLO 2.00 14-21 18/06A	EUR	1,162,953.00	1.37%
1,200,000	INTESA SAN PAOLO 3.50 14-22 17/01A	EUR	1,343,304.00	1.59%
1,100,000	INTESA SAN PAOLO 5.15 10-20 16/07A	EUR	1,221,946.00	1.44%
100,000	IREN 2.75 15-22 02/11A	EUR	111,187.00	0.13%
2,600,000	ITAL BUON ORDINI DEL ZCP 31-01-18	EUR	2,603,618.87	3.07%
900,000	ITALGAS SPA 0.50 17-22 19/01A	EUR	907,407.00	1.07%
110,000	ITALY BTP 3.25 14-46 01/09S	EUR	111,942.60	0.13%
550,000	ITALY BTP 3.75 14-24 01/09S	EUR	633,825.50	0.75%
70,000	ITALY BTP 3.45 17-48 01/03S	EUR	72,559.90	0.09%
400,000	ITALY INFL. INDEX 1.65 14-20 23/04S	EUR	422,323.77	0.50%
100,000	ITALY INFL. INDEX 2.35 08-19 15/09S	EUR	120,081.17	0.14%
230,000	ITALY TREASURY BONDS 0.90 17-22 01/08S	EUR	231,766.40	0.27%
550,000	MEDIOBANCA 0.625 17-22 27/09A	EUR	545,924.50	0.64%
1,200,000	MEDIOBANCA 1.625 16-21 19/01A	EUR	1,249,992.00	1.47%
400,000	MEDIOBANCA 2.25 14-19 18/03A	EUR	410,836.00	0.48%
750,000	MEDIOBANCA 5.00 10-20 15/11A	EUR	840,345.00	0.99%
270,000	MONTI PASCHI SIENA 3.625 14-19 01/04A	EUR	278,267.40	0.33%
550,000	POSTE VITA SUB 2.875 14-19 30/05A	EUR	571,802.00	0.67%
350,000	RADIOTELEVISIONE ITA 1.50 15-20 28/05A	EUR	361,553.50	0.43%
950,000	SALINI 3.75 16-21 24/06A	EUR	1,012,234.50	1.19%

The accompanying notes form an integral part of these financial statements

NEF - Risparmio Italia (previously Convertible Bond)

Securities portfolio as at 31/12/17

Expressed in EUR

Quantity / Nominal	Denomination	Quotation currency	Market value	% of net assets
150,000	SIAS EMTN 4.50 10-20 26/10A	EUR	168,742.50	0.20%
500,000	SNAI SPA REGS 6.375 16-21 07/11S	EUR	538,195.00	0.64%
550,000	SNAM 0.00 16-20 25/10A	EUR	549,620.50	0.65%
200,000	SNAM 3.375 13-21 29/01A	EUR	220,380.00	0.26%
800,000	SNAM SPA 1.50 14-23 21/04A	EUR	843,640.00	1.00%
200,000	SOCIETA INIZ AUTO 3.375 14-24 13/02A	EUR	229,496.00	0.27%
1,600,000	TELECOM ITALIA CAP 4.50 14-21 25/01A	EUR	1,796,768.00	2.12%
800,000	TELECOM ITALIA EMTN 5.25 10-22 10/02A	EUR	942,760.00	1.11%
850,000	TELECOM ITALIA SPA 4.875 13-20 25/09A	EUR	953,827.50	1.13%
700,000	TERNA SPA 0.875 15-22 02/02A	EUR	717,507.00	0.85%
700,000	TERNA SPA 4.75 11-21 15/03A	EUR	803,621.00	0.95%
200,000	UBI BANCA 2.875 14-19 18/02A	EUR	206,548.00	0.24%
1,350,000	UNICREDIT 3.25 14-21 14/01A	EUR	1,473,066.00	1.74%
100,000	UNICREDIT SPA REGS 6.95 12-22 31/10A	EUR	123,179.00	0.15%
500,000	UNIONE DI BANCHE ITA 0.750 17-22 17/10A	EUR	498,765.00	0.59%
400,000	UNIPOL GRUPPO FI 4.375 14-21 05/03A	EUR	440,116.00	0.52%
200,000	WIND TRE SPA 2.625 17-23 20/01S	EUR	196,048.00	0.23%
250,000	2I RETE GAS SPA 1.125 14-20 02/01A	EUR	255,887.50	0.30%
<i>Japan</i>			<i>1,515,765.61</i>	<i>1.79%</i>
42,550,000	JAPAN 045 JGB 2.40 00-20 20/03S	JPY	333,556.36	0.39%
18,700,000	JAPAN 061 JGB 1.00 03-23 20/03S	JPY	146,845.06	0.17%
17,650,000	JAPAN 074 JGB 2.10 04-24 20/12S	JPY	150,793.68	0.18%
89,550,000	JAPAN 157 0.20 16-36 20/06S	JPY	631,252.03	0.75%
29,650,000	JAPAN -8- 1.40 15-55 20/03S	JPY	253,318.48	0.30%
<i>Spain</i>			<i>484,344.00</i>	<i>0.57%</i>
450,000	SPAIN 2.15 15-25 31/10A	EUR	484,344.00	0.57%
<i>United Kingdom</i>			<i>810,305.79</i>	<i>0.96%</i>
250,000	UK TREASURY 2.75 14-24 07/09S	GBP	315,124.04	0.38%
150,000	UK TSY 3.25 12-44 22/01S	GBP	220,256.87	0.26%
180,000	UNITED KINGDOM 4.25 00-32 07/06S	GBP	274,924.88	0.32%
<i>United States of America</i>			<i>6,383,110.37</i>	<i>7.53%</i>
600,000	US TREASURY N/B 2.00 15-25 15/02S	USD	489,191.61	0.58%
1,500,000	US TREASURY NOTES 2.125 11-21 15/08S	USD	1,252,830.42	1.48%
1,250,000	USA T NOTES 1.625 16-23 31/05S	USD	1,009,825.72	1.19%
500,000	USA T NOTES B 2.25 17-27 15/02S	USD	411,665.92	0.49%
860,000	USA TREASURY INDEXED 0.125 13-18 15/04S	USD	764,372.82	0.90%
2,240,000	USA TREASURY NOTES 1.00 15-18 15/02S	USD	1,867,172.52	2.20%
700,000	USA TREASURY NOTES 2.75 12-42 15/08S	USD	588,051.36	0.69%
Floating rate bonds			7,886,797.50	9.31%
<i>Italy</i>			<i>7,886,797.50</i>	<i>9.31%</i>
500,000	ASSICURAZ GENERALI FL.R 12-42 10/07A	EUR	691,515.00	0.82%
450,000	BANCO BPM FL.R 17-27 21/09A	EUR	453,406.50	0.54%
350,000	BPER BANCA FL.R 17-27 31/05A	EUR	360,517.50	0.43%
1,150,000	ENEL FL.R 14-75 15/01A	EUR	1,250,395.00	1.48%
1,050,000	ENEL SPA FL.R 13-74 10/01A	EUR	1,117,158.00	1.32%
700,000	MEDIOBANCA FL.R 17-22 18/05Q	EUR	713,244.00	0.84%
100,000	MERCEDES BENZ FIN FL.R 17-20 22/06Q	EUR	100,189.00	0.12%
650,000	UBI BANCA FL.R 16-26 05/05A	EUR	671,560.50	0.79%
450,000	UBI BANCA SUB FL.R 17-27 15/09A	EUR	469,669.50	0.55%
1,850,000	UNICREDIT SPA EMTN FL.R 13-25 28/10A	EUR	2,059,142.50	2.42%
Warrants, Rights			9,210.80	0.01%
<i>Italy</i>			<i>9,210.80</i>	<i>0.01%</i>
1,600	ISI 3 (SHS) 24.10.22 WAR	EUR	2,300.80	0.00%
5,000	SPACE4 S.P.A.(SPACE4) 31.12.19 WAR	EUR	6,250.00	0.01%
500	SPACTIV SPA 30.12.18 WAR	EUR	660.00	0.00%
Other transferable securities			201,852.50	0.24%
Bonds			201,852.50	0.24%
<i>Italy</i>			<i>201,852.50</i>	<i>0.24%</i>
100,000	ESSELUNGA SPA 0.875 17-23 25/10A	EUR	100,338.00	0.12%
100,000	INVITALIA 1.375 17-22 20/07A	EUR	101,514.50	0.12%
Total securities portfolio			77,883,191.11	91.90%

NEF - Risparmio Italia (previously Convertible Bond)
Statement of Operations and Changes in Net Assets from 01/01/17 to 31/12/17
Expressed in EUR

Income		782,033.56
Net dividends	Note 2	24,321.99
Net interest on bonds	Note 2	723,066.33
Bank interest on cash account	Note 2	1,093.42
Securities lending income	Note 2,8	33,040.80
Other financial income		511.02
Expenses		1,059,546.40
Management & advisory fees	Note 5	667,746.22
Depositary & sub-depositary fees	Note 7	13,335.49
Taxe d'abonnement	Note 4	26,157.85
Administrative expenses		19,532.44
Professional fees		429.12
Bank interest on overdrafts		12,442.34
Legal fees		2,337.80
Transaction fees	Note 2	109,835.50
Publication & printing fees		893.73
Bank charges		4,410.78
Correspondent bank fees	Note 2	128,399.42
Other expenses		74,025.71
Net loss from investments		-277,512.84
Net realised profit / loss on:		
- sales of investment securities	Note 2	2,899,531.24
- options	Note 2	79,336.60
- forward foreign exchange contracts	Note 2	1,708,123.82
- financial futures	Note 2	277,727.33
- swaps	Note 2	233.93
- foreign exchange	Note 2	-1,039,912.70
Net realised profit		3,647,527.38
Movement in net unrealised appreciation /(depreciation) on:		
- investments	Note 2	-2,785,235.74
- options	Note 2	33,243.94
- forward foreign exchange contracts	Note 2	695,957.16
- financial futures	Note 2	-45,380.02
Increase in net assets as a result of operations		1,546,112.72
Subscription capitalisation units		56,807,274.02
Redemption capitalisation units		-15,929,002.32
Increase in net assets		42,424,384.42
Net assets at the beginning of the year		42,322,345.70
Net assets at the end of the year		84,746,730.12

NEF
- EE.ME.A. Equity

Manager's Report

Annual report 01/01/2017 – 12/31/2017

After being among the world's best performing markets in 2016, the Eastern European stock markets rose moderately in 2017. Measured by the MSCI EM Eastern European Index, the region's major stock exchanges gained 2.9 percent in local currency over the year 2017. In US dollar, the increase was in fact 12.9 percent. In comparison: The MSCI World Index grew 20.1 percent in US dollar in 2017. After the strong increase in the two previous years, Russian MICEX Index lost 5.5 percent in local currency on a yearly basis. The gain in US dollar, measured by RTS Index, was 0.2 percent. This difference is caused by the appreciation of the Russian rouble (+4.4 percent against US dollar). Among others, a high demand for commodities led to the strengthening of the Russian currency. This appreciation burdened Russian export companies. Equity markets were supported by the recovery of the Russian economy. After two years of recession, the country is back on a growth path. The International Monetary Fund (IMF) forecasts that Russia's gross domestic product (GDP) will grow by 1.8 percent in 2017, mainly due to the 20.9 percent recovery of oil price. This is a result of OPEC's production cuts, which Russia is also participating in. The brightening economic situation combined with low inflation, enabled the Russian central bank to cut interest rates six times in 2017, recently in December to a level of 7.75 percent. November's inflation rate of 2.5 percent year over year was as low as in 1992. The fact that the United States (US) imposed new sanctions on Russia in the middle of the year weighed on the equity markets. In Turkey, BIST National 100 Index topped 100,000 points mark in June for the first time. The Turkish stock markets gained 47.6 percent on a yearly basis. Among other things, this rally was caused by the ongoing depreciation of the currency: The Turkish Lira lost 7.8 percent against the US dollar in 2017, reaching record lows in November. The trigger was a statement by President Recep Tayyip Erdoğan on future interest rate development in Turkey. He had spoken out against higher interest rates, suggesting a hesitant central bank approach. The combination of robust growth and high inflation would, from an economic point of view, rather speak for a raise in interest rates. The Turkish central bank finally raised in December for the first time in eight months its key interest rate on short-term central bank loans by 50 basis points to 12.75 percent. But experts had expected an increase of one percentage point. Nevertheless, the currency could stabilize a bit thereafter. Overall, Turkey's growth figures surprised in 2017: The International Monetary Fund (IMF) more than doubled its forecast for Turkish economic growth in 2017 from 2.5 percent to 5.1 percent. Another investors' focus in the last year was the constitutional referendum on April 16, giving Erdoğan more power. The election result supported both the stock market and the currency, as uncertainty waned from the market. But politically, there was more and more tension: especially the conflict with the EU escalated with the consequence that German Foreign Minister Sigmar Gabriel had called for restraint in travel and investments. This sharpened the situation in the tourism sector, which was already under pressure - even though the number of vacationers had increased in comparison to the previous year. Moreover visa dispute between Turkey and the US caused uncertainty, but could be settled towards the end of the year. The stock markets in Poland (Warsaw General Index: +23.2 percent), Hungary (BUX Index: +23.0 percent) and the Czech Republic (Czech PX 50 Index: +17.0 percent) registered strong profits in 2017. In particular the strong economic environment drove the markets. Especially the recovered oil price supported the equity markets in Saudi Arabia. While OPEC's prolonged tapering activity weighed on the short-term income situation of the kingdom, it will lead to more stable oil prices in the longer term. This should support the country and its reform plan. The new Crown prince wants to modernize Saudi Arabia and to make the country more independent from oil export. He also pursues a different strategy in foreign policy. At the beginning of June, the pending conflict in the Middle East escalated. This burdened the stock markets. The Tadawul All Share Index in local currency closed the year with a slight loss (-0.2 percent).

In the first quarter of 2017, the South African stock markets were burdened by the resignation of the Finance Minister Pravin Gordan. He was considered as a guarantor of economic stability by international investors. As a result, South Africa was downgraded to "junk-level" by a rating agency, followed by another downgrade in November. In general, the strongly challenged mining sector, in particular platinum producers, burdened economic environment. Besides, the country is politically unstable. Another motion of no confidence introduced by the opposition against Jacob Zuma failed mid-year. It showed that the ruling party ANC is deeply divided. The dominant topic at the end of the year was the election of the new chairman of the ANC. Deputy president Cyril Ramaphosa won the election and therefore could replace the current president in 2019. The result led to a recovery rally at the South African Rand. In 2017, it gained 9.5 percent against the US dollar. Also South African equity markets increased strongly last year (JSE All Share Index, in local currency: + 17.5 percent).

Manager's Report (continued)

In 2017, the fund management of NEF - EE.ME.A. Equity actively managed its portfolio over various countries and sectors.

Fund management participated in several initial public offerings (IPO): In February, we participated in the IPO of the Russian retailer Detski Mir. In addition, we participated in the IPO of Polyus Gold, the largest Russian gold producer, in June, and one month later in the IPO of Play Communications. Play is one of four cellphone providers in Poland. The company has captured a large market share within a few years. Due to high network quality and reasonable prices, the provider should acquire more customers. Because of weak figures, we gradually reduced our holdings in the Russian food retailer Magnit. In the middle of the year, stocks of the Russian oil company Lukoil were reduced and the position in the Russian natural gas producer Gazprom was completely divested – due to the temporarily weaker oil outlook. In addition, capital expenditures and dividends were not convincing. Moreover, shares of the Polish copper producer KGHM Polska Miedź were sold in May due to the expectation of a price correction. In order to take profits, we have completely divested our holdings in the Hungarian telecom company Magyar Telekom, in the Turkish steel producer Ereğli Demir Ve Celik Fabrik and in the Russian gold mine Polymetal International. After the rating downgrade in South Africa in April, some quotations came under pressure. Due to this price decline fund management increased its positions in the textile company Foschini Group and in the consumer goods manufacturer AVI. We have also increased the following positions: Due to a favorable valuation, we bought stocks of the Turkish Garanti Bank at the beginning of the year. The South African bank Capitec was added to the portfolio in March. The financial institution showed good growth and gained market shares. Especially due to its modern IT infrastructure, the bank operates very profitably. In the mid of 2017, we bought further shares of the South African media group Naspers, as it is well positioned with its stake in the Chinese gaming and social media giant Tencent and the Russian Internet group Mail.Ru. We also increased our holdings in the leading Nigerian cement producer Dangote Cement due to the expectation of a good reporting season. The following shares have been added to the portfolio, among others: In Poland, we bought stocks of the shoe manufacturer CCC in April. In September, we also participated in the capital increase, which was intended to finance the company's growth plans. In November, we added the Russian fertilizer manufacturer Phosagro to the portfolio after the US manufacturer Mosaic closed production capacities in the US. We also bought shares of the packaging paper producer Mondi with its headquarters in London and Johannesburg.

NEF - EE.ME.A. Equity
Financial Statements as at 31/12/17

Statement of Net Assets as at 31/12/17

Expressed in EUR

Assets		65,732,617.80
Securities portfolio at market value	Note 2	64,393,721.82
<i>Cost price</i>		54,941,744.06
<i>Unrealised profit on the securities portfolio</i>		9,451,977.76
Cash at banks and liquidities		971,329.26
Subscribers receivable		16,546.48
Dividends receivable		132,058.30
Receivable on spot exchange		210,930.95
Other assets		8,030.99
Liabilities		808,166.74
Brokers payable		349,928.29
Taxe d'abonnement payable	Note 4	7,049.38
Redemption payable		122,696.30
Accrued management & advisory fees	Note 5	99,743.97
Accrued depositary & sub-depositary fees	Note 7	4,073.22
Accrued administrative expenses		1,614.23
Payable on spot exchange		211,124.60
Other liabilities		11,936.75
Net asset value		64,924,451.06

Changes in number of units outstanding from 01/01/17 to 31/12/17

	Units outstanding as at 01/01/17	Units issued	Units redeemed	Units outstanding as at 31/12/17
EE.ME.A. Equity - Category R Capitalisation units	2,396,657.398	576,812.304	646,327.066	2,327,142.636
EE.ME.A. Equity - Category I Capitalisation units	322,015.466	593,713.974	551,960.346	363,769.094

NEF - EE.ME.A. Equity

Key figures relating to the last 3 years

	<i>Year ended on :</i>	31/12/17	31/12/16	31/12/15
Total Net Assets	EUR	64,924,451.06	61,579,531.30	50,698,190.73
EE.ME.A. Equity - Category R				
		EUR	EUR	EUR
Capitalisation units				
Number of units		2,327,142.636	2,396,657.398	2,270,174.999
Net asset value per unit		23.32	22.03	18.36
EE.ME.A. Equity - Category I				
		EUR	EUR	EUR
Capitalisation units				
Number of units		363,769.094	322,015.466	402,773.266
Net asset value per unit		29.32	27.29	22.41

NEF - EE.ME.A. Equity
Securities portfolio as at 31/12/17
Expressed in EUR

Quantity / Nominal	Denomination	Quotation currency	Market value	% of net assets
Transferable securities admitted to an official stock exchange listing and/or dealt in on another regulated market			60,893,004.92	93.79%
Shares			59,557,875.05	91.73%
<i>Czech Republic</i>			<i>1,649,970.63</i>	<i>2.54%</i>
48,000	CEZ AS	CZK	933,307.23	1.44%
20,000	KOMERCNI BANKA AS	CZK	716,663.40	1.10%
<i>Egypt</i>			<i>6,674,780.38</i>	<i>10.28%</i>
1,200,000	COMMERCIAL INTERNATIONAL BANK	EGP	4,358,594.29	6.72%
58,000	EASTERN COMPANY	EGP	1,194,133.12	1.84%
35,000	EGYPTIAN INTL PHARMACEUTICAL IND	EGP	229,718.89	0.35%
2,000,000	GLOBAL TELECOM	EGP	695,769.75	1.07%
250,000	ORIENTAL WEAVERS CARPET	EGP	196,564.33	0.30%
<i>Hungary</i>			<i>873,908.42</i>	<i>1.35%</i>
40,000	RICHTER GEDEON	HUF	873,908.42	1.35%
<i>Luxembourg</i>			<i>582,791.48</i>	<i>0.90%</i>
72,000	PLAY COMMUNICATIONS	PLN	582,791.48	0.90%
<i>Malta</i>			<i>396.75</i>	<i>0.00%</i>
141	BRAIT	ZAR	396.75	0.00%
<i>Nigeria</i>			<i>2,913,706.99</i>	<i>4.49%</i>
15,000,000	ACCESS BANK NIGERIA	NGN	363,069.52	0.56%
600,000	DANGOTE CEMENT	NGN	319,640.15	0.49%
5,500,000	FBN HOLDINGS PLC	NGN	112,105.68	0.17%
9,000,000	GUARANTY TRUST BANK PLC	NGN	849,478.44	1.32%
145,455	GUINNESS (NIGERIA) PLC	NGN	31,669.32	0.05%
150,000	NESTLE FOOD NIGERIA	NGN	540,605.30	0.83%
444,770	NIGERIAN BREWERIES	NGN	138,972.76	0.21%
1,500,000	UNILEVER NIGERIA PLC	NGN	142,448.33	0.22%
7,000,000	ZENITH BANK PLC	NGN	415,717.49	0.64%
<i>Poland</i>			<i>8,200,131.67</i>	<i>12.62%</i>
14,000	ALIOR BANK	PLN	266,459.18	0.41%
7,000	BANK ZACHODNI WBK	PLN	664,053.15	1.02%
9,000	CCC SA	PLN	614,077.09	0.95%
50,000	CYFROWY POLSAT SA	PLN	297,582.00	0.46%
48,000	GRUPA PEKAO SA	PLN	1,488,149.39	2.29%
24,000	KGHM POLSKA MIEDZ SA (PLN)	PLN	638,927.46	0.98%
150	LPP	PLN	319,966.48	0.49%
2,000	MBANK S.A.	PLN	222,647.83	0.34%
140,000	PKO BANK POLSKI SA	PLN	1,485,132.87	2.29%
20,000	POLSKI KONCERN NAFTOWY ORLEN SA	PLN	507,541.30	0.78%
100,000	POWSZECHNY ZAKLAD UBEZPIECZEN	PLN	1,009,336.84	1.55%
7,000	ZML KETY	PLN	686,258.08	1.06%
<i>Russia</i>			<i>25,771,917.20</i>	<i>39.69%</i>
150,000	AK SBEREGATELNY BK SBERBANK	RUB	408,548.54	0.63%
1,200,000	ALROSA CJSC	RUB	1,298,017.06	2.00%
130,000	AO TATNEFT	RUB	896,991.01	1.38%
70,000	AO TATNEFT	USD	485,421.14	0.75%
477,000	DETSKY MIR PJSC	RUB	659,559.46	1.02%
150,000	GROUP LSR OJSC -GDR- REPR SHS REG -S	USD	343,325.27	0.53%
38,000	LUKOIL ADR REP 1 SH	USD	1,813,024.26	2.79%
52,000	LUKOIL HOLDING	RUB	2,498,760.66	3.85%
12,932	MAGNIT JSC	RUB	1,181,532.17	1.82%
80,000	MAGNITOGORSK IRON SPONSORED GDR REPR13	USD	649,712.33	1.00%
8,200	MMC NORILSK NIC	RUB	1,282,136.27	1.97%
50,000	MMC NORILSK NICADR REPR SHS	USD	781,289.09	1.20%
170,000	MOBILE TELESYSTEMS	RUB	676,158.64	1.04%
55,000	MOBILE TELESYSTEMS ADR REPR.2 SHS	USD	467,314.27	0.72%
700,000	MOSCOW EXCHANGE	RUB	1,099,247.75	1.69%
12,000	NOVATEK GDR REPR 1/100 SHS REG-S	USD	1,202,701.58	1.85%
80,000	NOVOLIPETSK STEEL	RUB	169,725.62	0.26%
40,000	PHOSAGRO GDR REPR SHS REG S	USD	511,965.31	0.79%
9,200	POLYUS GOLD CO ZAO	RUB	609,205.67	0.94%
1,570,000	SBERBANK	USD	5,120,761.90	7.89%
3,500,000	SURGUTNEFTEGAZ	RUB	1,419,580.07	2.19%
10,000	SYNERGY OJSC	RUB	92,950.20	0.14%
400,000	TATNEFT PREF.SHS	RUB	2,103,988.93	3.24%

NEF - EE.ME.A. Equity
Securities portfolio as at 31/12/17
Expressed in EUR

Quantity / Nominal	Denomination	Quotation currency	Market value	% of net assets
<i>South Africa</i>			<i>7,411,655.42</i>	<i>11.42%</i>
50,000	ANGLOVAAL INDUSTRIES LTD	ZAR	373,377.28	0.58%
10,000	CAPITEC BANK HOLDINGS LTD	ZAR	741,594.28	1.14%
60,000	CORONATION FUND MANAGERS LTD	ZAR	299,485.32	0.46%
17,000	MONDI LTD	ZAR	366,595.30	0.56%
18,000	NASPERS -N-	ZAR	4,195,631.32	6.47%
6,226	NOVUS HOLDINGS LIMITED	ZAR	2,481.08	0.00%
70,000	SANLAM LTD	ZAR	411,336.40	0.63%
77,000	TELKOM	ZAR	250,262.74	0.39%
32,000	THE FOSCHINI GROUP LTD	ZAR	426,503.84	0.66%
35,000	VODACOM GROUP	ZAR	344,387.86	0.53%
<i>Turkey</i>			<i>5,478,616.11</i>	<i>8.44%</i>
219,500	AKBANK	TRY	475,557.58	0.73%
150,000	ARCELIK	TRY	710,012.32	1.09%
40,000	COCA COLA ICECEK SANAYI A.S	TRY	301,073.38	0.46%
260,000	KOC HOLDING AS -B-	TRY	1,056,836.18	1.64%
35,000	TUPRAS TURKIYE PETROL RAFINELERI	TRY	935,355.45	1.44%
439,023	TURK SISE CAM	TRY	453,855.38	0.70%
13,000	TURK TRAKTOR VE ZIR	TRY	217,314.80	0.33%
94,000	TURKCELL ILETISIM HIZMET	TRY	320,059.83	0.49%
230,000	TURKIYE GARANTI BANKASI AS (NAMEN-AKT)	TRY	542,319.20	0.84%
1,471,998	TURKIYE SINAI KALK	TRY	466,231.99	0.72%
Warrants, Rights			1,335,129.87	2.06%
<i>Curaçao</i>			<i>1,335,129.87</i>	<i>2.06%</i>
200,000	MERRILL LYNCH INT	USD	1,035,604.10	1.60%
24,998	MERRILL LYNCH INT	USD	299,525.77	0.46%
Other transferable securities			3,500,716.90	5.39%
Warrants, Rights			3,500,716.90	5.39%
<i>Curaçao</i>			<i>1,243,472.67</i>	<i>1.92%</i>
30,000	MERRILL LYNCH (ADV PETRO) 14.03.19 WAR	USD	305,678.31	0.47%
21,442	MERRILL LYNCH (HALWANI) 14.03.19 WAR	USD	242,972.38	0.37%
20,000	MERRILL LYNCH (SAUDI INTL) 10.10.19 WAR	USD	77,878.76	0.12%
15,000	ML INTL 21.03.18 WAR	USD	311,931.96	0.49%
20,000	ML (SAUDI TEL UNI) 12.02.20 WAR	USD	305,011.26	0.47%
<i>United Kingdom</i>			<i>2,257,244.23</i>	<i>3.47%</i>
55,000	DEUTSCHE BANK AG LDN 06.08.20 WAR	USD	1,247,293.42	1.92%
50,000	DEUTSCHE BANK AG LDN 06.08.20 WAR	USD	436,329.53	0.67%
40,000	DEUTSCHE BANK AG LDN 07.08.20 WAR	USD	573,621.28	0.88%
Total securities portfolio			64,393,721.82	99.18%

NEF - EE.ME.A. Equity

Statement of Operations and Changes in Net Assets from 01/01/17 to 31/12/17

Expressed in EUR

Income		2,231,005.13
Net dividends	Note 2	2,215,198.62
Bank interest on cash account	Note 2	13.99
Securities lending income	Note 2,8	15,792.52
Expenses		1,563,336.26
Management & advisory fees	Note 5	1,185,926.25
Depositary & sub-depositary fees	Note 7	48,868.43
Taxe d'abonnement	Note 4	27,488.02
Administrative expenses		21,366.66
Professional fees		236.47
Bank interest on overdrafts		7,920.69
Legal fees		2,595.81
Transaction fees	Note 2	94,189.62
Publication & printing fees		1,059.16
Correspondent bank fees	Note 2	143,640.45
Other expenses		30,044.70
Net income from investments		667,668.87
Net realised profit / loss on:		
- sales of investment securities	Note 2	-2,681,807.50
- foreign exchange	Note 2	361,398.01
Net realised loss		-1,652,740.62
Movement in net unrealised appreciation /(depreciation) on:		
- investments	Note 2	5,579,105.13
Increase in net assets as a result of operations		3,926,364.51
Subscription capitalisation units		29,173,885.24
Redemption capitalisation units		-29,755,329.99
Increase in net assets		3,344,919.76
Net assets at the beginning of the year		61,579,531.30
Net assets at the end of the year		64,924,451.06

NEF
- U.S. Equity

NEF – U.S. Equity

Manager's Report

SINCE INCEPTION THROUGH DECEMBER 31, 2017 PERFORMANCE REVIEW

The U.S. Equity portfolio underperformed the S&P 500 during the period.

Detractors

- Security selection in technology and financial services
- Additional factors: an overweight position in Newell Brands and avoiding AbbVie

Contributors

- Security selection in health care and capital goods
- Additional factors: Urban Outfitters and Dollar Tree

SIGNIFICANT IMPACTS ON PERFORMANCE — DETRACTORS

- An overweight position in commercial products manufacturer **Newell Brands** held back relative performance. Disappointing third-quarter earnings results appeared to have weighed on investor sentiment as sales growth faltered across all divisions, missing internal and external expectations, and margins declined. Management lowered its outlook for the remainder of the year but is moving forward with a \$1 billion share repurchase program over the next three years.
- Not owning shares of software giant **Microsoft** hurt relative performance during the quarter. Shares beat the benchmark on the back of strong performance across all divisions, with growth in the cloud services division particularly notable.
- An overweight position in insurance brokerage firm **Aon Plc** detracted from relative performance. The company reported weaker-than-expected third-quarter organic revenue growth as its commercial segment fell short of projections. Management cited transitory timing issues, tougher comparable sales and weakness in its US Retail and Latin American business as headwinds during the quarter.
- Not holding shares of semiconductor company **Intel** dampened relative performance. Shares rose as strong third-quarter earnings results appeared to have buoyed investor sentiment. Revenues across all business divisions grew at a healthy pace and effective cost controls helped expand margins. Management revised its full-year guidance upwards based on the robust results.
- Not holding shares of research based biopharmaceutical company **AbbVie** detracted from relative performance. The stock traded higher throughout the period as the company announced quarterly earnings that beat consensus estimates, driven by strong revenue results in the company's Humira and Imbruvica products.

SIGNIFICANT IMPACTS ON PERFORMANCE — CONTRIBUTORS

- Not holding shares of diversified industrial conglomerate **General Electric** benefited relative returns. Shares declined after its new management team significantly reduced its expectations for earnings and cash flow and cut its dividend in half. Weakness in the Power and Oil & Gas divisions, along with other impairment charges, weighed on the firm's operating results.
- The portfolio's position in apparel retailer **Urban Outfitters** contributed to relative performance. The company posted better-than-expected earnings results during the quarter, owing to growth in same-store sales across all divisions.
- Overweighting discount store operator **Dollar Tree** bolstered relative performance. The company results beat market estimates owing primarily to strong sales trends and better-than-expected margins.
- Not holding shares of US biopharmaceutical firm **Celgene** buoyed relative returns as the stock price declined during the period. Sales of the company's psoriasis product Otezla were lower than consensus estimates, due to reimbursement challenges. Management adjusted 2017 total revenue guidance to the lower end of prior guidance, and adjusted 2020 guidance downward due to weakness in the company's Inflammation and Immunology segment.

Manager's Report(continued)

- Not holding shares of pharmaceutical company Merck benefited relative returns. The company's disappointing third-quarter earnings, driven by weaker-than-expected sales of Gardasil, Zepatier and Keytruda, appeared to have weighed on investor sentiment. Additionally, Merck announced a delay in the development of KN-189, its non-small cell lung cancer treatment, until February 2019.

PORTFOLIO POSITIONING – DECEMBER 2017

We employ a sector-neutral approach relative to the S&P 500 Index and use our bottom-up fundamental investment approach to identify solid companies, with a bias toward companies generating above-average, sustainable growth and whose stocks trade at reasonable valuations. Our eight sector teams are focused on constructing portfolios that outperform their respective S&P 500 sectors with the flexibility to invest across industries and add value through stock selection.

2017 saw a reversal from leadership trends compare to 2016. In 2016, investor appetite for cyclicals and value led to strong performance in the energy and financial services sectors. In 2017, investor appetite for stability and growth led to strong performance in the technology sector. While 2017 ended up a strong year from both an absolute and relative performance perspective, we did give some relative performance back in the fourth quarter. Weaker stock selection within financial services and technology were largely responsible for the underperformance. Over the long term, our ability to outperform will largely be a function of our ability to identify compelling individual stock opportunities rather than broad sector, factor, market, commodity or economic calls.

As US equities have continued their march higher, valuation has become a bigger hurdle from an investment thesis perspective. In fact, we have found the opportunity set more challenging, largely because of valuation, and the number of positions we hold is near recent historical lows. And looking at the S&P 500's valuation, it certainly is at the high end of its historical range. However, the S&P 500's constitution has dramatically changed over the last several decades, and as a result, today's higher-than-average market multiple may be more reasonable than it appears. According to data from Cornerstone Macro, nearly 70% of the S&P 500 is now in sectors (technology, health care, consumer staples, discretionary, utilities) that provide growth, stability and income, compared to closer to 50% 10 years ago. And in general, these sectors tend to trade at higher multiples when compared to more cyclical-oriented sectors such as financials, industrials, materials and energy. For example, the weight of the energy sector, which tends to trade at a below-average multiple, has been cut by more than half relative to 10 years ago. So while it would be hard to argue that the market is cheap, the current valuation may be partly reflecting the changed composition of the market.

Another factor that may be influencing valuations is tax reform. There has been a lot of focus on taxes as tax reform became a reality. As a result, investors have been bombarded with articles and research pieces that rank stocks by their tax rates in an attempt to drive trading. We view this analysis as overly simplistic; it does not address the more important questions of how likely it is that these tax cuts will flow to the bottom line and what multiple should be applied to tax savings. For many companies, banks and retailers for example, the benefit of lower taxes will likely be competed away. And while the corporate tax rate is being lowered today, the political process allows for the possibility that a different administration could alter this in the future, which needs to be considered when determining what valuation to pay for earnings derived from tax savings. So while we are aware of the impact of lower taxes, we have tried to make realistic assumptions about the impact on earnings and valuations for the companies we invest in.

Looking forward, we believe it is extremely difficult to make equity investment decisions based on predictions around economic growth, interest rates, commodity prices or currency movements. As always, we will remain disciplined and build the portfolio stock by stock, and we will continue to seek out investment opportunities that can drive strong performance over the long term. With broad market valuations at the high end of their historical range, investors may shift their focus toward companies with more durable and stable earnings and cash flow growth and reward higher-quality companies with sufficient operating cushion, strong balance sheets and pricing power — all of which aligns with how we invest.

NEF - U.S. Equity
Financial Statements as at 31/12/17

Statement of Net Assets as at 31/12/17

Expressed in EUR

Assets		102,299,472.44
Securities portfolio at market value	Note 2	100,947,020.56
<i>Cost price</i>		<i>94,962,642.14</i>
<i>Unrealised profit on the securities portfolio</i>		<i>5,984,378.42</i>
Cash at banks and liquidities		1,162,343.61
Subscribers receivable		99,476.96
Dividends receivable		74,075.16
Receivable on spot exchange		12,534.31
Other assets		4,021.84
Liabilities		391,325.02
Bank overdrafts		25.32
Taxe d'abonnement payable	Note 4	9,764.72
Redemption payable		197,134.12
Unrealised net depreciation on forward foreign exchange contracts	Note 2	56.65
Accrued management & advisory fees	Note 5	144,708.79
Accrued depositary & sub-depositary fees	Note 7	5,689.26
Accrued administrative expenses		2,597.84
Payable on spot exchange		12,493.44
Other liabilities		18,854.88
Net asset value		101,908,147.42

Changes in number of units outstanding from 01/01/17 to 31/12/17

	Units outstanding as at 01/01/17	Units issued	Units redeemed	Units outstanding as at 31/12/17
U.S. Equity - Category R Capitalisation units	7,213,572.328	2,634,681.520	2,434,149.959	7,414,103.889
U.S. Equity - Category I Capitalisation units	853,165.133	2,371,877.021	809,173.892	2,415,868.262

NEF - U.S. Equity

Key figures relating to the last 3 years

	<i>Year ended on :</i>	31/12/17	31/12/16	31/12/15
Total Net Assets	EUR	101,908,147.42	81,184,657.04	83,206,916.72
U.S. Equity - Category R				
	EUR	EUR	EUR	EUR
Capitalisation units				
Number of units		7,414,103.889	7,213,572.328	6,995,726.209
Net asset value per unit		9.73	9.81	9.20
U.S. Equity - Category I				
	EUR	EUR	EUR	EUR
Capitalisation units				
Number of units		2,415,868.262	853,165.133	1,671,675.868
Net asset value per unit		12.31	12.22	11.29

NEF - U.S. Equity
Securities portfolio as at 31/12/17
Expressed in EUR

Quantity / Nominal	Denomination	Quotation currency	Market value	% of net assets
Transferable securities admitted to an official stock exchange listing and/or dealt in on another regulated market			100,947,020.56	99.06%
Shares			100,947,020.56	99.06%
<i>Aerospace industry</i>			<i>3,524,911.64</i>	<i>3.46%</i>
12,276	HONEYWELL INTERNATIONAL INC	USD	1,569,788.51	1.54%
3,771	NORTHROP GRUMMAN CORP	USD	965,027.61	0.95%
9,308	UNITED TECHNOLOGIES CORP	USD	990,095.52	0.97%
<i>Agriculture and fishery</i>			<i>1,250,343.62</i>	<i>1.23%</i>
21,055	DOWDUPONT	USD	1,250,343.62	1.23%
<i>Banks and credit institutions</i>			<i>8,183,415.67</i>	<i>8.03%</i>
64,988	BANK OF AMERICA CORP	USD	1,599,637.92	1.57%
34,466	CITIGROUP	USD	2,138,426.63	2.10%
5,051	DISCOVER FINANCIAL SERVICES - SHS WI	USD	323,958.08	0.32%
7,210	NORTHERN TRUST CORP	USD	600,522.72	0.59%
13,623	PNC FINANCIAL SERVICES GROUP INC	USD	1,639,008.31	1.61%
33,149	US BANCORP	USD	1,480,966.75	1.45%
5,837	WINTRUST FINANCIAL CORP	USD	400,895.26	0.39%
<i>Biotechnology</i>			<i>1,475,531.30</i>	<i>1.45%</i>
3,634	BIOGEN IDEC INC	USD	965,299.24	0.95%
6,461	INCYTE CORP	USD	510,232.06	0.50%
<i>Building materials and trade</i>			<i>898,169.83</i>	<i>0.88%</i>
2,627	SHERWIN WILLIAMS CO	USD	898,169.83	0.88%
<i>Chemicals</i>			<i>1,678,262.17</i>	<i>1.65%</i>
5,968	CELANESE CORP-A-	USD	532,855.37	0.52%
11,759	PPG INDUSTRIES INC	USD	1,145,406.80	1.13%
<i>Communications</i>			<i>1,209,526.55</i>	<i>1.19%</i>
22,019	ALTICE USA -A-	USD	389,780.18	0.38%
18,574	VERIZON COMMUNICATIONS INC	USD	819,746.37	0.81%
<i>Electronics and semiconductors</i>			<i>2,142,336.48</i>	<i>2.10%</i>
12,005	ANALOG DEVICES INC	USD	891,190.82	0.87%
13,578	PERKINELMER	USD	827,835.70	0.81%
9,933	SENSATA TECHNOLOGIES	USD	423,309.96	0.42%
<i>Foods and non alcoholic drinks</i>			<i>3,113,019.53</i>	<i>3.05%</i>
17,733	BLUE BUFFALO PET PRODUCTS INC	USD	484,837.05	0.48%
13,457	CAL-MAINE FOODS	USD	498,760.65	0.49%
22,810	MONDELEZ INTERNATIONAL INC	USD	814,031.52	0.80%
13,155	PEPSICO INC	USD	1,315,390.31	1.28%
<i>Graphic art and publishing</i>			<i>2,447,439.66</i>	<i>2.40%</i>
41,721	COMCAST CORP	USD	1,393,251.10	1.36%
7,706	TIME WARNER	USD	587,732.69	0.58%
16,201	21ST CENTURY -A- WHEN ISSUED	USD	466,455.87	0.46%
<i>Healthcare and social services</i>			<i>1,455,685.03</i>	<i>1.43%</i>
5,446	CIGNA CORP	USD	922,228.08	0.91%
2,902	UNITEDHEALTH GROUP INC	USD	533,456.95	0.52%
<i>Holding and finance companies</i>			<i>9,433,893.29</i>	<i>9.26%</i>
15,983	ARAMARK HOLDING CORP	USD	569,593.45	0.56%
12,703	BERRY GLOBAL GRP RG REGISTERED SHS	USD	621,433.34	0.61%
32,399	BLACKSTONE GROUP PARTNERSHIP UNITS	USD	865,017.91	0.85%
17,163	CF INDUSTRIES HOLDINGS INC	USD	608,783.47	0.60%
7,996	CHUBB - NAMEN AKT	USD	974,281.23	0.96%
6,731	DUKE ENERGY CORP	USD	472,062.38	0.46%
25,970	ENTREPRISE PRODUCTS PARTNERSHIP	USD	574,055.45	0.56%
4,469	EQUIFAX INC	USD	439,410.06	0.43%
10,287	LEIDOS HOLDINGS WI	USD	553,849.40	0.54%
34,311	MORGAN STANLEY	USD	1,501,124.13	1.47%
10,838	NASDAQ	USD	694,307.96	0.68%
15,554	SS C TECHNOLOGIERS HOLDINGS	USD	524,994.51	0.52%
8,816	TE CONNECTIVITY LTD REG SHS	USD	698,634.74	0.69%
7,181	TMX GR LTD	CAD	336,345.26	0.33%
<i>Hotels and restaurants</i>			<i>1,796,057.55</i>	<i>1.76%</i>
7,796	SIX FLAGS	USD	432,735.53	0.42%
28,470	STARBUCKS CORP	USD	1,363,322.02	1.34%
<i>Insurance</i>			<i>1,221,452.51</i>	<i>1.20%</i>
10,932	AON	USD	1,221,452.51	1.20%

NEF - U.S. Equity
Securities portfolio as at 31/12/17
Expressed in EUR

Quantity / Nominal	Denomination	Quotation currency	Market value	% of net assets
<i>Internet and Internet services</i>			<i>16,123,881.12</i>	<i>15.81%</i>
8,640	ADOBE SYSTEMS INC	USD	1,262,464.44	1.24%
1,062	ALPHABET -C-	USD	926,604.52	0.91%
2,910	ALPHABET INC	USD	2,555,985.99	2.51%
14,171	COGNIZANT TECHNOLOGY SOLUTIONS -A-	USD	839,176.54	0.82%
1,155	CONSTELLATION SOFTWARE	CAD	585,233.79	0.57%
13,423	DXC TECHNOLOGY WI	USD	1,062,155.17	1.04%
9,371	ELECTRONIC ARTS - REGISTERED	USD	820,909.91	0.81%
18,557	FACEBOOK -A-	USD	2,730,399.58	2.67%
11,430	FIDELITY NATIONAL	USD	896,730.34	0.88%
5,803	FISERV INC	USD	634,492.95	0.62%
10,381	GLOBAL PAYMENTS WHEN ISSUED	USD	867,665.67	0.85%
6,380	LOGMELN INC	USD	609,113.65	0.60%
764	PRICELINE GROUP	USD	1,107,006.89	1.09%
14,382	SALESFORCE COM.INC	USD	1,225,941.68	1.20%
<i>Machine and apparatus construction</i>			<i>2,675,179.74</i>	<i>2.63%</i>
14,776	DANAHER CORP	USD	1,143,590.69	1.13%
5,112	ROPER TECHNOLOGIES	USD	1,103,983.99	1.08%
10,785	SPX FLOW WHEN ISSUED	USD	427,605.06	0.42%
<i>Miscellaneous consumer goods</i>			<i>1,401,912.19</i>	<i>1.38%</i>
27,649	JOHNSON CONTROLS INTERNATIONAL PLC	USD	878,598.67	0.87%
20,311	NEWELL BRANDS	USD	523,313.52	0.51%
<i>Miscellaneous services</i>			<i>4,216,534.38</i>	<i>4.14%</i>
7,716	ACCENTURE - SHS CLASS A	USD	984,943.25	0.97%
3,986	ALIBABA GR ADR	USD	573,089.29	0.56%
27,963	VISA INC -A-	USD	2,658,501.84	2.61%
<i>Office supplies and computing</i>			<i>4,201,902.36</i>	<i>4.12%</i>
13,530	APPLE INC	USD	1,909,181.94	1.87%
4,197	BROADCOM LTD	USD	899,032.19	0.88%
43,641	CISCO SYSTEMS INC	USD	1,393,688.23	1.37%
<i>Petroleum</i>			<i>4,440,428.04</i>	<i>4.36%</i>
30,665	BP P.L.C.ADR REPR.6SHS	USD	1,074,668.51	1.05%
14,802	CHENIERE ENERGY INC	USD	664,504.03	0.65%
14,196	EOG RESOURCES INC	USD	1,277,320.40	1.26%
14,702	HALLIBURTON	USD	599,088.42	0.59%
14,117	NOBLE ENERGY INC	USD	343,007.90	0.34%
8,575	SCHLUMBERGER LTD	USD	481,838.78	0.47%
<i>Pharmaceuticals and cosmetics</i>			<i>10,058,343.44</i>	<i>9.86%</i>
17,362	BRISTOL-MYERS SQUIBB CO	USD	887,136.96	0.87%
30,889	COTY INC -A-	USD	512,284.01	0.50%
8,199	HENRY SCHEIN INC	USD	477,733.78	0.47%
5,160	ICON PLC	USD	482,526.47	0.47%
23,001	JOHNSON & JOHNSON	USD	2,679,646.23	2.62%
4,688	MCKESSON CORP	USD	609,600.27	0.60%
21,326	MEDTRONIC HLD	USD	1,435,899.69	1.41%
52,278	PFIZER INC	USD	1,578,845.29	1.55%
6,658	STERIS PLC	USD	485,595.98	0.48%
15,134	ZOETIS INC -A-	USD	909,074.76	0.89%
<i>Real estate companies</i>			<i>3,186,238.29</i>	<i>3.13%</i>
8,322	AMERICAN TOWER CORP	USD	989,993.95	0.97%
3,743	PUBLIC STORAGE INC	USD	652,286.33	0.64%
3,122	SBA COMMUNICATIONS -A	USD	425,256.33	0.42%
51,523	STORE CAPITAL CORP	USD	1,118,701.68	1.10%
<i>Retail trade, department stores</i>			<i>5,607,964.75</i>	<i>5.50%</i>
2,583	AMAZON.COM INC	USD	2,518,753.45	2.47%
6,981	COSTCO WHOLESALE CORP	USD	1,083,385.07	1.06%
14,189	TJX COS INC	USD	904,603.47	0.89%
10,250	TRACTOR SUPPLY CO	USD	638,862.25	0.63%
15,816	URBAN OUTFITTERS INC	USD	462,360.51	0.45%
<i>Textiles and garments</i>			<i>1,861,372.85</i>	<i>1.83%</i>
20,461	HANESBRANDS	USD	356,741.02	0.35%
28,849	NIKE INC	USD	1,504,631.83	1.48%
<i>Tobacco and alcoholic drinks</i>			<i>2,477,503.23</i>	<i>2.43%</i>
3,929	CONSTELLATION BRANDS INC -A-	USD	748,813.08	0.73%
5,845	MOLSON COORS BREWING CO -B- NON VOTING	USD	399,982.61	0.39%

NEF - U.S. Equity
Securities portfolio as at 31/12/17
Expressed in EUR

Quantity / Nominal	Denomination	Quotation currency	Market value	% of net assets
15,083	PHILIP MORRIS INTERNATIONAL INC	USD	1,328,707.54	1.31%
	<i>Transportation</i>		<i>1,434,558.88</i>	<i>1.41%</i>
4,167	CANADIAN PACIFIC RAILWAY	USD	635,004.52	0.62%
4,617	KANSAS CITY SOUTHERN INDUSTRIES INC	USD	405,070.24	0.40%
3,528	UNION PACIFIC CORP	USD	394,484.12	0.39%
	<i>Utilities</i>		<i>3,431,156.46</i>	<i>3.37%</i>
8,868	AMERICAN ELECTRIC POWER CO INC	USD	543,999.63	0.53%
18,650	CMS ENERGY CORP	USD	735,549.90	0.73%
10,825	EQT	USD	513,765.53	0.50%
5,317	NEXTERA ENERGY	USD	692,455.79	0.68%
6,384	SEMPRA ENERGY	USD	569,146.40	0.56%
9,379	XCEL ENERGY INC	USD	376,239.21	0.37%
Total securities portfolio			100,947,020.56	99.06%

NEF - U.S. Equity

Statement of Operations and Changes in Net Assets from 01/01/17 to 31/12/17

Expressed in EUR

Income		885,157.10
Net dividends	Note 2	856,768.06
Bank interest on cash account	Note 2	5,451.32
Securities lending income	Note 2,8	22,456.35
Other financial income		481.37
Expenses		2,060,649.22
Management & advisory fees	Note 5	1,598,986.64
Depositary & sub-depositary fees	Note 7	58,385.86
Taxe d'abonnement	Note 4	37,033.29
Administrative expenses		28,654.81
Professional fees		886.27
Bank interest on overdrafts		798.53
Legal fees		3,939.78
Transaction fees	Note 2	67,264.43
Publication & printing fees		924.48
Correspondent bank fees	Note 2	212,451.46
Other expenses		51,323.67
Net loss from investments		-1,175,492.12
Net realised profit / loss on:		
- sales of investment securities	Note 2	13,836,622.46
- foreign exchange	Note 2	-809,102.91
Net realised profit		11,852,027.43
Movement in net unrealised appreciation /(depreciation) on:		
- investments	Note 2	-11,116,023.27
- forward foreign exchange contracts	Note 2	-56.65
Increase in net assets as a result of operations		735,947.51
Subscription capitalisation units		53,674,276.47
Redemption capitalisation units		-33,686,733.60
Increase in net assets		20,723,490.38
Net assets at the beginning of the year		81,184,657.04
Net assets at the end of the year		101,908,147.42

NEF
- Pacific Equity

NEF - Pacific Equity

Manager's Report

NORD EST ASSET MANAGEMENT - NEF PACIFIC EQUITY

Dale Nicholls

Review Period: 2017

The portfolio generated robust absolute returns over 2017 and outperformed its index.

The key contributors to performance during this period included a diverse range of companies across information technology (IT), health care and consumption-led stocks in the region. For instance, a conviction position in Hutchison China Meditech bolstered returns. It reported positive trial results for its oncology drug, which endorsed the competitiveness of its product development platform, and raised equity capital to fund its robust oncology drug pipeline. The company also has a strong traditional Chinese medicine business generating strong cash flows for the company to support its R&D efforts.

Selected IT names that underpinned returns included WiseTech Global, Koh Young Technology, 58.com and E-Ink Holdings. Healthy earnings and growth visibility was a common factor across these contributors. WiseTech, which is an Australian logistics' software expert, continued to gain market share in a fragmented industry. Its earnings' guidance also reflected a strong growth momentum. South Korean optical inspection specialist Koh Young Technology's results exceeded estimates, while contribution from its new products improved its future earnings' visibility. Taiwanese electronic display manufacturer E Ink Holdings reported healthy earnings and issued a positive outlook for revenue and margins, driven by strong demand. Chinese online classifieds provider 58.com results highlighted operational efficiencies and resilience in property segment ads.

Among consumption-driven holdings, A2 Milk advanced due to better-than-expected earnings growth and it registered its infant formula for sale in the domestic Chinese market. Yihai, which produces condiments for hot pot, a popular style of cuisine in China, added value given a strong market position in the mid to high end segment. It is the main supplier to the Haidilao hot pot restaurant chain, one of China's fastest growing restaurant chains, so it also benefits from the expansion of this business. Yihai is using its brand recognition at Haidilao to develop a retail business that enables customers to enjoy the same experience at home. A position in the hotel chain operator Shangri-La also aided returns in light of good Chinese demand combined with tightening supply.

However, stock specific issues held back some small cap positions during the year. ResApp Health declined as data quality issues impacted clinical trial results for respiratory diseases' diagnosis. Slower than expected contract wins impacted patient care technology provider OneView Healthcare's half-year results.

The portfolio has exposure to companies that are well-positioned to benefit from a strong outlook for consumption; an increase in their e-commerce footprint, particularly in China; and rising demand for financial services. I also prefer companies with a strong competitive edge that are focused on large growth markets. As an aggregate of bottom-up security selection, China and India were the key overweights at a country level, while consumer discretionary was the largest sector exposure.

Outlook

Asia offers attractive growth opportunities, supported by structural changes in consumption, technological clearly pro-reform and technology penetration continues to drive structural growth opportunities. The gradual opening up of Chinese financial markets to international investors is one example of such reforms. The transition to a domestic consumption led economy in China and the rise of the middle class is creating opportunities for increasing penetration and premiumisation of products and services.

Meanwhile, there are signs of improvement in domestic demand in Japan. Businesses are adopting a shareholder friendly approach and there is a clear emphasis on improving corporate governance. Japan has a number of companies at the forefront of technological leadership spanning a number sectors such as semiconductor materials and industrial automation.

Favourable demographics and an emphasis on structural reforms supports smaller regional markets such as Indonesia and India.

NEF - Pacific Equity
Financial Statements as at 31/12/17

Statement of Net Assets as at 31/12/17

Expressed in EUR

Assets		89,559,373.47
Securities portfolio at market value	Note 2	87,576,030.26
<i>Cost price</i>		77,063,116.83
<i>Unrealised profit on the securities portfolio</i>		10,512,913.43
Cash at banks and liquidities		1,639,859.96
Brokers receivable		57,560.19
Subscribers receivable		170,224.24
Dividends receivable		35,841.03
Unrealised net appreciation on forward foreign exchange contracts	Note 2	1,357.04
Receivable on spot exchange		66,010.41
Other assets		12,490.34
Liabilities		797,523.34
Bank overdrafts		2,306.68
Brokers payable		436,234.78
Taxe d'abonnement payable	Note 4	7,709.49
Redemption payable		148,835.97
Accrued management & advisory fees	Note 5	113,541.33
Accrued depositary & sub-depositary fees	Note 7	4,766.25
Accrued administrative expenses		4,156.58
Payable on spot exchange		65,729.55
Other liabilities		14,242.71
Net asset value		88,761,850.13

Changes in number of units outstanding from 01/01/17 to 31/12/17

	Units outstanding as at 01/01/17	Units issued	Units redeemed	Units outstanding as at 31/12/17
Pacific Equity - Category R Capitalisation units	4,030,884.820	2,293,689.298	1,278,471.075	5,046,103.043
Pacific Equity - Category I Capitalisation units	1,027,372.552	2,662,628.719	1,225,638.583	2,464,362.688

NEF - Pacific Equity

Key figures relating to the last 3 years

	<i>Year ended on :</i>	31/12/17	31/12/16	31/12/15
Total Net Assets	EUR	88,761,850.13	49,718,567.08	42,779,904.99
Pacific Equity - Category R				
	EUR	EUR	EUR	EUR
Capitalisation units				
Number of units		5,046,103.043	4,030,884.820	3,774,956.778
Net asset value per unit		10.88	9.36	8.81
Pacific Equity - Category I				
	EUR	EUR	EUR	EUR
Capitalisation units				
Number of units		2,464,362.688	1,027,372.552	882,275.170
Net asset value per unit		13.74	11.66	10.81

NEF - Pacific Equity
Securities portfolio as at 31/12/17
Expressed in EUR

Quantity / Nominal	Denomination	Quotation currency	Market value	% of net assets
Transferable securities admitted to an official stock exchange listing and/or dealt in on another regulated market			86,590,552.82	97.55%
Shares			86,582,862.74	97.54%
<i>Australia</i>			<i>11,239,820.02</i>	<i>12.66%</i>
371,950	ADHERIUM LTD	AUD	25,490.16	0.03%
284,853	AMAYSIM AUSTRAL LTD	AUD	371,834.35	0.42%
188,483	ARDENT LEISURE STAPLED SECURITY	AUD	243,576.90	0.27%
463,550	AUSTAL LIMITED	AUD	552,151.39	0.62%
663,988	BERKLEY RESOURCES LTD	AUD	455,038.61	0.51%
1,702,529	BOART LONGYEAR LTD	AUD	12,223.23	0.01%
373,202	BRAVURA SOLUT REGISTERED SHS	AUD	420,176.52	0.47%
120,052	CLINUVEL PHARMACEUTICALS	AUD	618,222.94	0.70%
391,347	COGSTATE LTD	AUD	223,495.50	0.25%
1,616,068	COOPER ENERGY LTD	AUD	348,074.56	0.39%
42,971	CORPORATE TRAVEL MANAGEMENT LTD	AUD	584,202.55	0.66%
2,034,612	COVATA LTD	AUD	50,461.94	0.06%
32,871	DOMAIN HOLDINGS AUSTRALIA PTY LTD	AUD	74,445.96	0.08%
1,952,053	DONACO INTERNATIONAL LTD	AUD	445,921.45	0.50%
2,711,782	FACTOR THERAPEUTICS - REGISTERED	AUD	90,265.89	0.10%
328,716	FAIRFAX MEDIA	AUD	167,345.55	0.19%
6,976,578	FAR	AUD	359,723.04	0.41%
3,008,438	FASTBRICK ROBOTICS LTD	AUD	402,525.73	0.45%
276,623	GETSWIFT LTD	AUD	660,797.04	0.74%
707,818	IMPEDIMED	AUD	478,146.15	0.54%
491,604	LIVEFHIRE - REGISTERED	AUD	412,303.72	0.46%
20,218	LOVISA HOLDINGS LTD	AUD	91,183.23	0.10%
649,520	MEDIBIO LTD	AUD	144,135.23	0.16%
26,488	NETWEALTH GROUP LTD	AUD	119,115.18	0.13%
58,302	ORIGIN ENERGY LTD	AUD	359,214.75	0.40%
1,861,488	RESAPP HEALTH LTD	AUD	99,626.03	0.11%
2,084,235	SINO GAS AND ENERGY HOLDINGS LTD	AUD	210,851.70	0.24%
110,458	SOMNOMED LTD	AUD	266,745.81	0.30%
890,706	STARPHARMA HOLDINGS LTD	AUD	796,441.09	0.91%
217,625	SYRAH RESSOURCES LTD	AUD	669,003.52	0.76%
707,924	TELIX PHARMA	AUD	300,329.99	0.34%
135,934	VOCUS GROUP LTD	AUD	273,260.92	0.31%
93,517	WISE TECH GLOBAL	AUD	865,496.89	0.99%
350,151	YOWIE GROUP	AUD	47,992.50	0.05%
<i>Bermuda</i>			<i>1,492,711.04</i>	<i>1.68%</i>
644,000	COSCO SHIP INTL REGISTERED	HKD	211,626.69	0.24%
95,300	DUKANG DISTILLERS HOLDINGS LTD	SGD	15,520.20	0.02%
956,000	LUKS GROUP (VIETNAM HOLDINGS) CO LTD	HKD	259,918.86	0.29%
1,076,000	PARADISE ENTERTAINMENT LTD	HKD	69,105.04	0.08%
448,000	SHANGRI - LA ASIA LTD	HKD	841,111.93	0.94%
674,000	SUMMIT ASCENT	HKD	63,487.58	0.07%
932,500	THE 13	HKD	31,940.74	0.04%
<i>Cayman Islands</i>			<i>19,667,919.16</i>	<i>22.16%</i>
14,950	ALIBABA GR ADR	USD	2,149,444.26	2.41%
918,000	AMVIG HOLDINGS -SHS-	HKD	206,351.75	0.23%
494,000	BEST PACIFIC INTERNATIONAL HOLDINGS LTD	HKD	258,043.52	0.29%
19,277	BITAUTO -ADR - REP 1SH	USD	511,138.66	0.58%
15,849	CHAILEASE GDR REPR 5 SHS	USD	192,875.98	0.22%
96,424	CHAILEASE HOLDING COMPANY LTD	TWD	238,171.22	0.27%
859,000	CHAOWEI POWER	HKD	417,441.10	0.47%
4,329	CHINA BIOLOGIC PRODUCTS HOLDING INC	USD	284,328.63	0.32%
30,705	CHINA DISTANCE EDUCATION HLDG LTD ADR	USD	237,334.57	0.27%
2,623	CHINA LODGING ADR REP.4SHS	USD	315,884.17	0.36%
8,663	CHINA ONLINE ADR REPR 15 SHS	USD	90,292.25	0.10%
1,584,000	CHINA SILVER GROUP	HKD	406,923.35	0.46%
180,000	CHINA STATE CONSTRUCTION INTL HLDG LTD	HKD	220,031.47	0.25%
1,766,000	CT ENVIRONMENTAL GROUP LTD	HKD	272,207.06	0.31%
16,814	CTRIIP.COM INTL ADR REPR 1/4TH SH	USD	618,275.16	0.70%
2,098,000	EVA PRECISION INDUSTRIAL HOLDINGS LTD	HKD	269,483.96	0.30%
28,523	FANHUA SPONS ADR REPR 20 SHS	USD	514,189.33	0.58%
535,000	FAR EAST CONSORTIUM INTERNATIONAL LTD	HKD	266,861.48	0.30%
892,000	GOODBABY INTL	HKD	419,155.88	0.47%

NEF - Pacific Equity
Securities portfolio as at 31/12/17
Expressed in EUR

Quantity / Nominal	Denomination	Quotation currency	Market value	% of net assets
110,400	GREEN SEAL HOLDING LTD	TWD	202,962.92	0.23%
20,613	HUTCHISON CHINA MEDITECH LTD	GBP	1,301,047.08	1.47%
124,129	JHL BIOTECH REGISTERED SHS	TWD	218,752.64	0.25%
904,000	KINGDEE INTL SOFTWARE GROUP CO	HKD	421,891.83	0.48%
215,000	KINGSOFT	HKD	589,148.28	0.66%
336,333	LI NING CO	HKD	232,567.05	0.26%
5,303	NEW ORIENTAL EDUCATION & TECH.GR ADR RE1	USD	415,644.13	0.47%
19,223	NOAH HOLDGS -ADR- RECP 0.5 SHS	USD	741,799.75	0.84%
916,000	SHENGUAN HOLDINGS (GROUP) LTD	HKD	37,258.49	0.04%
1,291,000	SINOSOFT TECHNOLOGY	HKD	312,306.39	0.35%
72,000	TENCENT HLDG	HKD	3,219,935.13	3.62%
540,000	TK GROUP HOLDINGS LTD	HKD	323,689.03	0.36%
41,011	VIPSHOP HOLDINGS ADR 1/5 REPR	USD	400,774.55	0.45%
828,000	VSTECs RG REGISTERED SHS	HKD	410,352.91	0.46%
428,000	WASION GROUP SHS	HKD	175,006.15	0.20%
671,000	YIHAI INTL UNITARY 144A/REGS	HKD	572,436.12	0.64%
165,000	ZHEN DING TEH	TWD	308,459.04	0.35%
47,532	2VIANET GROUP -A- ADR REPR 6SHS	USD	316,272.29	0.36%
11,908	51JOB SPONS ADR REPR 1 SH	USD	604,187.28	0.68%
16,338	58.COM -A- ADR	USD	974,994.30	1.10%
<i>China</i>			<i>4,112,256.62</i>	<i>4.63%</i>
248,000	CHINA LIFE INSURANCE CO LTD	HKD	668,957.32	0.75%
329,985	CHINA PACIFIC INSURANCE (GROUP) CO LTD	HKD	1,356,349.51	1.54%
790,000	CHINA PETROLEUM AND CHEMICAL -H-	HKD	499,759.16	0.56%
398,000	DONGFENG MOTOR GP -H-	HKD	411,534.63	0.46%
458,000	GUANGSHEN RAILWAY -H-	HKD	258,848.46	0.29%
1,160,000	HUANENG RENEWABLES -H-	HKD	331,524.36	0.37%
174,445	ROTAM GLB AGRO	TWD	133,299.30	0.15%
921,000	SINOTRANS -H-	HKD	389,406.25	0.44%
28,700	YT CHANGYU PIO WINE -B-	HKD	62,577.63	0.07%
<i>Hong Kong</i>			<i>3,242,378.20</i>	<i>3.65%</i>
150,800	AIA GROUP LTD	HKD	1,091,981.63	1.22%
146,000	BRILLIANCE CHINA AUTO HLDGS	HKD	326,621.92	0.37%
2,194,000	CITIC TELECOM	HKD	486,130.82	0.55%
649,000	FAR EAST HORIZON LTD	HKD	488,366.89	0.55%
89,000	GALAXY ENTERTAINMENT GROUP LTD	HKD	573,499.03	0.65%
114,000	SHANGHAI INDUSTRIAL HOLDINGS LTD -RC-	HKD	275,777.91	0.31%
<i>India</i>			<i>4,452,053.15</i>	<i>5.02%</i>
188,657	FORTIS HEALTHCARE -SHS-	INR	382,096.69	0.43%
27,351	HDFC BANK LTD	INR	670,239.38	0.76%
12,320	HOUSING DEVELOPMENT FINANCE CORP	INR	274,636.84	0.31%
21,426	INFOSYS TECHNOLOGIES DEMATERIALIZED	INR	288,749.68	0.33%
21,209	JUBILANT FOODWORKS LTD	INR	497,522.48	0.56%
36,987	KOTAK MAHINDRA BANK	INR	485,630.91	0.55%
87,589	MAHINDRA AND MAHINDRA FINANCIAL SERVICE	INR	530,533.26	0.60%
128,741	PUNJAB NATIONAL BANK	INR	280,375.39	0.32%
24,734	SHRIRAM CITY UNION FINANCE LTD (DEMAT)	INR	682,975.84	0.76%
62,491	TATA MOTORS	INR	359,292.68	0.40%
<i>Indonesia</i>			<i>3,084,293.74</i>	<i>3.47%</i>
308,700	BANK CENTRAL ASIA DEP	IDR	417,537.03	0.46%
1,355,000	BANK MANDIRI	IDR	656,936.22	0.73%
2,130,000	BANK RAKYAT INDONESIA	IDR	477,529.81	0.53%
643,300	BLUE BIRD	IDR	137,866.03	0.16%
7,991,900	CLIPAN FINANCE INDONESIA	IDR	138,204.55	0.16%
3,803,800	FAST FOOD INDONESIA	IDR	342,992.63	0.39%
3,018,500	INDO CORPINDO	IDR	235,828.32	0.27%
227,300	MATAHARI DEPT -A-	IDR	149,858.57	0.17%
890,600	MITRA ADIPERKASA	IDR	345,152.23	0.39%
6,178,100	TIGA PILAR SEJAHTER -A-	IDR	182,388.35	0.21%
<i>Ireland</i>			<i>267,980.29</i>	<i>0.30%</i>
205,293	ONEVIEW HEALTH CHESS DEP INTEREST	AUD	267,980.29	0.30%
<i>Japan</i>			<i>21,482,491.28</i>	<i>24.21%</i>
39,300	ARUZE CORP	JPY	1,211,071.51	1.36%
8,800	BENESSE HOLDINGS INC	JPY	259,746.05	0.29%
7,000	CENTURY TOKYO LEASING	JPY	284,324.65	0.32%
44,300	DAI-ICHI LIFE INSURANCE CO LT	JPY	764,485.04	0.86%

NEF - Pacific Equity
Securities portfolio as at 31/12/17
Expressed in EUR

Quantity / Nominal	Denomination	Quotation currency	Market value	% of net assets
21,500	DESCENTE	JPY	310,837.60	0.35%
9,300	DIGITAL ARTS INC	JPY	311,104.92	0.35%
15,500	DIGITAL GARAGE INC	JPY	342,756.37	0.39%
57,200	FINANCIAL PRODUCTS GROUP CO LTD	JPY	581,471.75	0.66%
16,900	FUJIBO	JPY	467,457.49	0.53%
25,900	FUJIMI INC	JPY	456,380.04	0.51%
48,500	GMO INTERNET INC	JPY	690,387.61	0.78%
2,200	HIRATA CORP	JPY	190,317.07	0.21%
19,100	HONEY'S HLDGS	JPY	167,499.07	0.19%
76,900	H.S SECURITIES CO LTD	JPY	649,255.96	0.73%
67,500	INVESTOR CLOUD	JPY	839,051.01	0.95%
10,300	JIN	JPY	454,310.54	0.51%
13,700	JUSTSYSTEM	JPY	218,312.91	0.25%
5,500	KURA CORP	JPY	269,547.78	0.30%
36,500	MAEDA CORP	JPY	421,185.12	0.47%
17,200	MANDOM CORP	JPY	471,923.96	0.53%
1,300	NINTENDO CO LTD	JPY	397,616.40	0.45%
13,100	NIPPON CERAMIC CO LTD	JPY	281,805.15	0.32%
24,300	NIPPON SEIKI CO LTD	JPY	436,486.97	0.49%
6,400	NIPPON SHINYKU CO LTD	JPY	399,673.28	0.45%
9,800	NITTA CORP	JPY	315,823.87	0.36%
4,600	OPEN DOOR INC	JPY	263,013.29	0.30%
8,500	OPEN HOUSE CO LTD	JPY	382,490.53	0.43%
107,600	ORIX CORP	JPY	1,521,676.69	1.72%
10,800	PEPTIDREAM INC	JPY	309,556.69	0.35%
19,700	PIOLAX INC	JPY	490,049.75	0.55%
12,400	SAIZERIYA CO LTD	JPY	347,130.02	0.39%
17,500	SBI HOLDING	JPY	306,155.79	0.34%
13,300	SMS	JPY	350,597.76	0.39%
30,300	SOFTBANK GROUP	JPY	2,006,950.32	2.27%
10,200	SQUARE ENIX HDLGS	JPY	405,970.15	0.46%
10,900	SUZUKI MOTOR CORP	JPY	528,852.75	0.60%
3,400	TOEI ANIMATION CO LTD	JPY	277,715.90	0.31%
26,800	TOKYO ENERGY & SYSTEMS INC	JPY	260,895.52	0.29%
8,200	TORIDOLL CORP	JPY	255,736.24	0.29%
167,000	TOSHIBA CORP	JPY	393,101.66	0.44%
8,100	TREND MICRO INC	JPY	384,339.50	0.43%
1,100	UNION TOOL CO	JPY	33,815.99	0.04%
50,500	WACOM CO LTD	JPY	228,744.34	0.26%
12,100	WEBDOJAPAN CO LTD	JPY	222,826.17	0.25%
60,900	YAHOO JAPAN CORP	JPY	233,795.95	0.26%
11,900	ZENKOKU HOSHO	JPY	428,124.30	0.48%
22,500	ZOJRUSHI CORP	JPY	191,802.18	0.22%
33,000	ZUKEN	JPY	466,317.67	0.53%
<i>Malaysia</i>			<i>1,029,519.84</i>	<i>1.16%</i>
338,574	CIMB GROUP HOLDINGS BHD	MYR	454,105.40	0.52%
107,600	LAFARGE MALAYAN BHD	MYR	136,767.43	0.15%
745,900	MUHIBBAH ENGINEERING BHD	MYR	438,647.01	0.49%
<i>Philippines</i>			<i>1,997,776.82</i>	<i>2.25%</i>
179,120	CEBU AIR	PHP	299,948.09	0.34%
153,880	INTERNATIONAL CONTAINER TERMINAL SERVICE	PHP	271,854.58	0.31%
2,256,000	LT GROUP INC	PHP	707,963.23	0.79%
247,170	METROBANK AND TRUST	PHP	419,696.87	0.47%
2,151,500	WILCON DEPOT INC	PHP	298,314.05	0.34%
<i>Singapore</i>			<i>1,237,060.28</i>	<i>1.39%</i>
44,200	BREADTALK GROUP	SGD	46,511.74	0.05%
617,200	CORDLIFE GROUP LTD	SGD	305,410.59	0.35%
123,500	DELFI LTD	SGD	109,846.54	0.12%
295,500	FIRST RESSOURCES	SGD	349,824.62	0.40%
198,900	HALCYON AGRI CORP	SGD	71,636.39	0.08%
893,981	SINO GRANDNESS FOOD INDUSTRY GRP LTD	SGD	110,872.68	0.12%
718,300	YOMA STRATEGIC HOLDINGS LTD	SGD	242,957.72	0.27%
<i>South Korea</i>			<i>7,011,828.59</i>	<i>7.90%</i>
3,699	ABLE C AND C	KRW	50,712.12	0.06%
8,427	CELL BIOTECH CO LTD	KRW	263,411.83	0.30%
2,091	CJ CORP	KRW	289,126.65	0.33%

NEF - Pacific Equity
Securities portfolio as at 31/12/17
Expressed in EUR

Quantity / Nominal	Denomination	Quotation currency	Market value	% of net assets
8,351	CJ E&M	KRW	628,711.29	0.71%
4,472	COSMAX INC	KRW	425,664.53	0.48%
36,925	DAOU TECHNOLOGY	KRW	565,531.31	0.64%
9,155	FILA KOREA CO LTD	KRW	597,437.86	0.67%
4,005	HANSOL CHEMICAL CO LTD	KRW	222,766.69	0.25%
15,029	HYUNDAI FIRE MARINE INSURANCE CO LTD	KRW	552,783.50	0.62%
6,197	HYUNDAI MOTOR CO LTD	KRW	487,906.88	0.55%
11,742	INBODY CO LTD	KRW	368,872.12	0.42%
697	KCC CORP	KRW	208,586.18	0.23%
15,040	KOH YOUNG TECHNOLOGY INC	KRW	961,451.50	1.08%
5,479	KOLON INDUSTRIES INC	KRW	373,430.63	0.42%
7,207	KOREA ELECTRIC POWER CORP	KRW	213,137.99	0.24%
25,054	NUTRIBIOTECH CO.LTD	KRW	445,545.76	0.50%
37,023	T.K. CORP	KRW	356,751.75	0.40%
	<i>Sri Lanka</i>		<i>764,820.15</i>	<i>0.86%</i>
34,359	CEYLON COLD - REGISTERED	LKR	178,012.80	0.20%
717,327	JOHN KEELLS	LKR	586,807.35	0.66%
	<i>Taiwan</i>		<i>3,866,551.10</i>	<i>4.36%</i>
626,993	ADVANCED SEMICONDUCTOR ENGINEERING INC	TWD	677,113.55	0.76%
233,001	CHC HEALTHCARE	TWD	234,873.42	0.26%
262,200	CHINA METAL PRODUCTS CO LTD	TWD	209,967.01	0.24%
35,000	CLEANAWAY CO	TWD	173,692.37	0.20%
48,000	EGIS TECHNOLOGY INC	TWD	313,999.72	0.35%
42,000	KING SLIDE WORKS CO LTD	TWD	476,075.00	0.54%
88,000	KMC (KUEI MENG) INTERNATIONAL INC	TWD	327,534.19	0.37%
95,000	LUNGYEN LIFE SERVICE CO LTD	TWD	185,365.85	0.21%
423,000	PRIME VIEW INTERNATIONAL CO LTD	TWD	543,286.34	0.61%
70,787	TAIDOC TECHNO	TWD	201,592.75	0.23%
140,000	TONG HSING ELECTRONICS INDUSTRIES LTD	TWD	523,050.90	0.59%
	<i>Thailand</i>		<i>1,166,892.51</i>	<i>1.31%</i>
105,000	KASIKORNBANK UNITS NVDR	THB	625,182.86	0.70%
36,000	PTT PUBLIC COMPANY LTD -F-	THB	406,522.84	0.46%
306,250	TTCL - UNITS NON-VOTING DEP RECEIPT	THB	135,186.81	0.15%
	<i>United States of America</i>		<i>466,509.95</i>	<i>0.53%</i>
21,541	SEVEN STARS CLOUD - REGISTERED	USD	82,801.64	0.09%
430,695	UPDATER CHESS DEP INT REPR 0.04	AUD	383,708.31	0.44%
	Warrants, Rights		7,690.08	0.01%
	<i>Australia</i>		<i>7,690.08</i>	<i>0.01%</i>
2,356,469	BOART LONGYEAR (SHS) 13.09.24 WAR	AUD	7,690.08	0.01%
Other transferable securities			985,477.44	1.11%
	Shares		328,029.10	0.37%
	<i>Australia</i>		<i>104,810.53</i>	<i>0.12%</i>
92,493	ENSOGO LTD	AUD	0.00	0.00%
2,702,223	PALADIN ENERGY	AUD	82,892.98	0.10%
493,838	SURFSTITCH GROUP LTD	AUD	21,917.55	0.02%
	<i>Bermuda</i>		<i>0.00</i>	<i>0.00%</i>
404,000	CHINA ANIMAL HEALTHCARE	HKD	0.00	0.00%
	<i>Cayman Islands</i>		<i>44,518.04</i>	<i>0.05%</i>
31,592	CHINACACHE ADR REPR 16 SHS	USD	44,518.04	0.05%
	<i>Singapore</i>		<i>178,700.53</i>	<i>0.20%</i>
1,448,200	EZION HOLDINGS LTD	SGD	178,700.53	0.20%
	Warrants, Rights		657,448.34	0.74%
	<i>Germany</i>		<i>244,559.08</i>	<i>0.28%</i>
142,020	CITIGROUP GM (VINCOM RET) 20.01.15 WAR	USD	244,559.08	0.28%
	<i>United Kingdom</i>		<i>45,200.98</i>	<i>0.05%</i>
21,549	HSBC BANK PLC (FPT CORP) 01.04.21 WAR	USD	45,200.98	0.05%
	<i>United States of America</i>		<i>367,688.28</i>	<i>0.41%</i>
64,487	CITIGROUP GLOBAL MARKETS (SHANGHAI INTERNATIONAL AIRPORT) 12.02.16 WAR	USD	367,688.28	0.41%
Total securities portfolio			87,576,030.26	98.66%

NEF - Pacific Equity

Statement of Operations and Changes in Net Assets from 01/01/17 to 31/12/17

Expressed in EUR

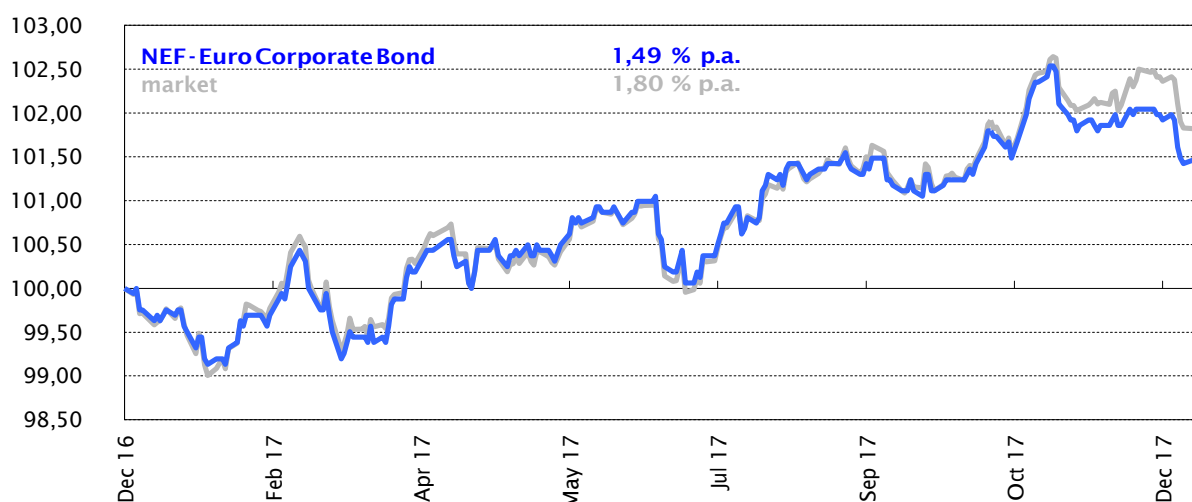
Income		1,139,920.60
Net dividends	Note 2	1,025,111.21
Bank interest on cash account	Note 2	3,766.71
Securities lending income	Note 2,8	110,426.56
Other financial income		616.12
Expenses		1,823,232.38
Management & advisory fees	Note 5	1,171,450.84
Depositary & sub-depositary fees	Note 7	49,314.54
Taxe d'abonnement	Note 4	27,181.61
Administrative expenses		24,324.90
Professional fees		606.75
Bank interest on overdrafts		925.26
Legal fees		3,136.10
Transaction fees	Note 2	324,416.34
Publication & printing fees		1,153.49
Bank charges		161.10
Correspondent bank fees	Note 2	167,200.84
Other expenses		53,360.61
Net loss from investments		-683,311.78
Net realised profit / loss on:		
- sales of investment securities	Note 2	5,057,247.07
- forward foreign exchange contracts	Note 2	-27,997.43
- financial futures	Note 2	2.39
- foreign exchange	Note 2	-576,021.87
Net realised profit		3,769,918.38
Movement in net unrealised appreciation /(depreciation) on:		
- investments	Note 2	7,444,547.77
- forward foreign exchange contracts	Note 2	1,357.04
Increase in net assets as a result of operations		11,215,823.19
Subscription capitalisation units		56,399,389.97
Redemption capitalisation units		-28,571,930.11
Increase in net assets		39,043,283.05
Net assets at the beginning of the year		49,718,567.08
Net assets at the end of the year		88,761,850.13

NEF
- Euro Corporate Bond

NEF - Euro Corporate Bond

Manager's Report

Performance 2017



Source: Raiffeisen KAG, own calculations, 30 December 2016 – 29 December 2017, indexed total return net. The performance is calculated by Raiffeisen KAG on the basis of published fund prices, using the method developed by OeKB (Österreichische Kontrollbank AG). Past results do not permit any reliable inferences as to the future performance of the fund.

Performance 2017

2017 was another very good year for the fund, especially dominated by the strong performance of corporate bonds. Underlying yields were slightly higher as markets reflected the good economic outlook and the start of ECB tapering. The environment for corporate bonds is still very positive as strong earnings and economic growth are coupled with further inflows into the asset class and ongoing monthly purchases by the ECB. Corporate leverage and M&A is slightly ticking up, but is still too low to worry credit markets. The fund enjoyed a decent absolute performance and an outperformance of more than 120 basis points against the market. The good relative performance was a result of a couple of positive strategies. Single issuer selection was very positive as well as adding about 15% of financials in the fund. Selective buying of BB-rated names also added to the good performance versus the market. A more defensive duration allocation was also positive in an environment of slightly rising yields.

Consumer, Non-cyclic	17,01%	24,30%	-7,29%
Financial	15,53%	0,60%	14,93%
Communications	13,66%	15,72%	-2,05%
Consumer, Cyclical	12,05%	13,08%	-1,03%
Utilities	11,99%	18,84%	-6,85%
Industrial	10,66%	9,41%	1,25%
Basic Materials	8,08%	5,54%	2,55%
Energy	7,70%	8,85%	-1,16%
Cash	4,09%	0,00%	4,09%
Technology	1,04%	3,21%	-2,17%
Diversified	0,45%	0,44%	0,01%
Government	-2,27%	0,00%	-2,27%
Total	100,00%	100,00%	0,00%

Bloomberg Sectors, data incl derivatives,

Source: Raiffeisen KAG, internal calculations, data as of 29 December 2017

NEF - Euro Corporate Bond

Manager's Report (continued)

Top 10 Holdings

name	country	sector	% in fund
BUNDESREPUB.DEUTSCHLAND DBR 0 1/2 08/15/27	Germany	Government	1,76%
DEUTSCHE TELEKOM INTFIN DT 0 5/8 12/13/24	Netherlands	Communications	1,15%
VODAFONE GROUP PLC VOD 1 7/8 11/20/29	United Kingdom	Communications	0,89%
GOLDMAN SACHS GROUP INC GS 1 3/8 05/15/24	United States	Financial	0,80%
DAIMLER AG DAIGR 0.85 02/28/25	Germany	Consumer, Cyclical	0,71%
ENGIE SA ENGIFP 0 7/8 03/27/24	France	Utilities	0,67%
PIRELLI INTERNATIONAL PCIM 1 3/4 11/18/19	United Kingdom	Consumer, Cyclical	0,66%
GENERAL ELECTRIC CO GE 0 7/8 05/17/25	United States	Industrial	0,66%
VOESTALPINE AG VOEAV 1 3/8 09/27/24	Austria	Basic Materials	0,65%
AT&T INCT 1.8 09/04/26	United States	Communications	0,63%

excl derivatives

Source: Raiffeisen KAG, internal calculations, data as of 29 December 2017

Economic situation: review & outlook

The first half of 2017 was characterized by high political risk in Europe. Spreads were wide in anticipation of French presidential elections. After the clear victory of President Macron especially peripheral government bonds profited from strong spread tightening which also extended to corporate issuers. Also as a result of lower political risk and an stable global environment growth in Europe got stronger and stronger and finally ended with an annual rate of 2,5%. Inflation on the other hand was still subdued, but deflation risk are definitely no topic and for this reason the ECB decided to decrease its monthly purchases from € 60 bn to 30 bn at the beginning of 2018.

With strong economic momentum and declining central bank stimulus we expect a rise in global yields. On the other hand monetary policy is still expansionary in Europe and in Japan, but it is quite clear that the ECB will reduce or end its purchasing program at the end of the year. Inflationary pressure is still low and we don't expect the inflation to come close to the 2% target of the ECB. Credits will continue from nearly unchanged ECB purchases and good technical but valuations look already a bit stretched.

NEF - Euro Corporate Bond

Financial Statements as at 31/12/17

Statement of Net Assets as at 31/12/17

Expressed in EUR

Assets			261,646,978.83
Securities portfolio at market value	Note 2		256,359,370.70
<i>Cost price</i>			255,402,101.54
<i>Unrealised profit on the securities portfolio</i>			957,269.16
Cash at banks and liquidities			2,697,921.64
Interest receivable			2,192,765.30
Subscribers receivable			306,253.78
Unrealised net appreciation on financial futures	Note 2		88,000.00
Other assets			2,667.41
Liabilities			886,501.70
Bank overdrafts			85,500.00
Taxe d'abonnement payable	Note 4		32,481.82
Redemption payable			457,470.76
Accrued management & advisory fees	Note 5		239,519.92
Accrued depositary & sub-depositary fees	Note 7		5,612.51
Accrued administrative expenses			6,551.54
Other liabilities			59,365.15
Net asset value			260,760,477.13

Changes in number of units outstanding from 01/01/17 to 31/12/17

	Units outstanding as at 01/01/17	Units issued	Units redeemed	Units outstanding as at 31/12/17
Euro Corporate Bond - Category R Capitalisation units	7,628,033.170	2,786,638.118	1,916,498.218	8,498,173.070
Euro Corporate Bond - Category I Capitalisation units	591,509.687	273,821.714	803,280.270	62,051.131
Euro Corporate Bond - Category D Distribution units	0.000	7,897,022.771	222,185.747	7,674,837.024

NEF - Euro Corporate Bond

Key figures relating to the last 3 years

	<i>Year ended on :</i>	31/12/17	31/12/16	31/12/15
Total Net Assets	EUR	260,760,477.13	131,294,541.40	108,324,285.23
Euro Corporate Bond - Category R				
	EUR	EUR	EUR	EUR
Capitalisation units				
Number of units		8,498,173.070	7,628,033.170	6,284,341.331
Net asset value per unit		16.05	15.81	15.08
Euro Corporate Bond - Category I				
	EUR	EUR	EUR	EUR
Capitalisation units				
Number of units		62,051.131	591,509.687	795,561.104
Net asset value per unit		18.44	18.03	17.06
Euro Corporate Bond - Category D				
	EUR	EUR	EUR	EUR
Distribution units				
Number of units		7,674,837.024	0.000	0.000
Net asset value per unit		16.05	0.00	0.00
Dividend per unit		0.00	0.00	0.00

NEF - Euro Corporate Bond

Securities portfolio as at 31/12/17

Expressed in EUR

Quantity / Nominal	Denomination	Quotation currency	Market value	% of net assets
Transferable securities admitted to an official stock exchange listing and/or dealt in on another regulated market			240,705,469.20	92.31%
Bonds			219,452,190.20	84.16%
<i>Australia</i>			<i>5,598,806.50</i>	<i>2.15%</i>
300,000	BHP BILLITON 0.75 15-22 28/10A	EUR	306,408.00	0.12%
1,400,000	BHP BILLITON 4.75 15-76 22/04A	EUR	1,568,126.00	0.61%
400,000	COMMONWEALTH BANK 0.50 17-22 11/07A	EUR	402,664.00	0.15%
120,000	OPTUS FINANCE EMTN 3.50 10-20 15/09A	EUR	130,974.00	0.05%
570,000	ORIGIN ENERGY REGS 2.50 13-20 23/10A	EUR	606,423.00	0.23%
290,000	ORIGIN ENERGY 114AREGS3.50 13-21 04/10A	EUR	322,726.50	0.12%
300,000	SYDNEY AIRPORT FIN 2.75 14-24 23/04A	EUR	333,387.00	0.13%
400,000	TELSTRA CORP EMTN 2.50 13-23 15/09A	EUR	442,048.00	0.17%
1,500,000	WESTPAC BANKING CORP 0.375 17-23 05/03A	EUR	1,486,050.00	0.57%
<i>Austria</i>			<i>14,598,847.90</i>	<i>5.60%</i>
1,054,000	ANDRITZ 3.875 12-19 09/07A	EUR	1,111,811.90	0.43%
1,050,000	CA IMM ANLAGEN 1.875 16-21 12/07A	EUR	1,095,538.50	0.42%
460,000	NOVOMATIC EMTN 3.00 14-21 23/06A	EUR	498,290.40	0.19%
570,000	NOVOMATIC EMTN 4.00 13-19 28/01A	EUR	593,204.70	0.23%
1,000,000	OMV 1.00 17-26 14/12A	EUR	987,220.00	0.38%
500,000	RAIFFEISEN BANK INTL 6.625 11-21 18/05A	EUR	599,115.00	0.23%
200,000	RAIFFEISEN BK INTL 1.875 13-18 08/11A	EUR	203,532.00	0.08%
900,000	RLB OBEROSTERREICH 0.75 17-23 22/05A	EUR	895,824.00	0.34%
400,000	STRABAG SE 1.625 15-22 04/02A	EUR	418,072.00	0.16%
1,070,000	STRABAG SE 3.00 13-20 21/05A	EUR	1,139,828.20	0.44%
450,000	STRABAG SE 4.25 12-19 10/05A	EUR	474,700.50	0.18%
1,100,000	TELEKOM FINANZMGT 1.50 16-26 07/12A	EUR	1,131,559.00	0.43%
400,000	UBM DEVELOPMENT AG 3.25 17-22 11/10A	EUR	418,540.00	0.16%
200,000	VERBUND INT FIN EMTN 4.75 09-19 16/07A	EUR	214,938.00	0.08%
300,000	VERBUND REGS 1.50 14-24 20/11A	EUR	314,721.00	0.12%
1,700,000	VOESTALPINE 1.375 17-24 27/09A	EUR	1,685,312.00	0.65%
200,000	VOESTALPINE 4.00 12-18 05/10A	EUR	205,818.00	0.08%
500,000	VOESTALPINE 1 EMTN 4.75 11-18 05/02A	EUR	502,060.00	0.19%
1,000,000	VORARLBERG LND-HYP 0.625 17-22 19/09A	EUR	995,240.00	0.38%
1,030,000	WIENERBERGER 4.00 13-20 17/04A	EUR	1,113,522.70	0.43%
<i>Belgium</i>			<i>3,704,092.00</i>	<i>1.42%</i>
200,000	ANHEUSER-BUSCH INB 1.50 16-25 17/03A	EUR	210,258.00	0.08%
1,400,000	ANHEUSER-BUSCH INB 2.75 16-36 17/03A	EUR	1,540,854.00	0.60%
500,000	ANHEUSER-BUSCH INB 0.625 16-20 17/03A	EUR	507,270.00	0.19%
200,000	BARRY CALLEBAUT SER 2.375 16-24 24/05A	EUR	213,078.00	0.08%
300,000	ELIA SYSTEM OPERATOR 1.375 17-27 07/04A	EUR	306,057.00	0.12%
400,000	FLUXYS BELGIUM SA 1.75 17-27 05/10A	EUR	400,680.00	0.15%
500,000	SOLVAY SA 1.625 15-22 02/12A	EUR	525,895.00	0.20%
<i>Brazil</i>			<i>1,708,687.60</i>	<i>0.66%</i>
800,000	BNDES 3.625 14-19 21/01A	EUR	826,696.00	0.32%
300,000	BRF SA REGS 2.75 15-22 03/06A	EUR	311,784.00	0.12%
540,000	VOTORANTIM CIMENTOS 3.25 14-21 25/04S	EUR	570,207.60	0.22%
<i>Bulgaria</i>			<i>1,779,263.60</i>	<i>0.68%</i>
730,000	BUL ENERGY HLDG REGS 4.875 16-21 02/08A	EUR	801,153.10	0.31%
950,000	BULGARIAN ENERGY REGS 4.25 13-18 07/11A	EUR	978,110.50	0.37%
<i>Canada</i>			<i>415,288.00</i>	<i>0.16%</i>
400,000	TOTAL CAPITAL 1.125 14-22 18/03A	EUR	415,288.00	0.16%
<i>Cayman Islands</i>			<i>1,839,457.00</i>	<i>0.71%</i>
500,000	BCO BRAZIL SP REGS 3.75 13-18 25/07A	EUR	510,240.00	0.20%
600,000	HUTCHISON WHAMPOA 1.375 14-21 31/10A	EUR	622,014.00	0.24%
700,000	IPIC GMTN REG 2.375 12-18 30/05A	EUR	707,203.00	0.27%
<i>China</i>			<i>150,340.50</i>	<i>0.06%</i>
150,000	CHINA EXIMBANK 0.625 16-21 02/12A	EUR	150,340.50	0.06%
<i>Curaçao</i>			<i>434,445.00</i>	<i>0.17%</i>
500,000	TEVA PHARM FIN II 1.125 16-24 15/10A	EUR	434,445.00	0.17%
<i>Czech Republic</i>			<i>2,074,982.00</i>	<i>0.80%</i>
600,000	CESKE DRAHY REGS 4.125 12-19 23/07A	EUR	637,602.00	0.24%
200,000	CEZ EMTN 3.00 13-28 05/06A	EUR	224,190.00	0.09%
1,100,000	EP ENERGY AS REGS 5.875 12-19 01/11S	EUR	1,213,190.00	0.47%
<i>Denmark</i>			<i>2,839,035.00</i>	<i>1.09%</i>
500,000	AP MOELLER-MAERSK 1.75 16-21 18/03A	EUR	522,945.00	0.20%

NEF - Euro Corporate Bond

Securities portfolio as at 31/12/17

Expressed in EUR

Quantity / Nominal	Denomination	Quotation currency	Market value	% of net assets
900,000	ISS GLOBAL 1.125 15-21 07/01A	EUR	921,258.00	0.35%
300,000	NYKREDIT REALKREDIT 0.75 16-21 14/07A	EUR	304,110.00	0.12%
400,000	TDC 3.75 12-22 02/03A	EUR	450,612.00	0.17%
600,000	VESTAS WIND SYSTEMS 2.75 15-22 11/03A	EUR	640,110.00	0.25%
<i>Estonia</i>			<i>596,076.20</i>	<i>0.23%</i>
100,000	EESTI ENERGIA AS 4.25 12-18 02/10A	EUR	103,241.00	0.04%
440,000	EESTI ENERGIA AS 4.50 05-20 18/11A	EUR	492,835.20	0.19%
<i>Finland</i>			<i>2,189,144.90</i>	<i>0.84%</i>
500,000	CARGOTEC 3.375 14-20 31/03A	EUR	533,930.00	0.20%
250,000	CRH FINLAND SERVICES 2.75 13-20 15/10A	EUR	266,722.50	0.10%
700,000	NESTE OYJ 1.50 17-24 07/06A	EUR	708,701.00	0.28%
260,000	NOKIA OYJ 1 17-21 15/03A	EUR	261,479.40	0.10%
400,000	TVO POWER CO 2.50 14-21 17/03A	EUR	418,312.00	0.16%
<i>France</i>			<i>27,278,721.20</i>	<i>10.45%</i>
300,000	ACCOR SA 2.625 14-21 05/02A	EUR	321,453.00	0.12%
400,000	ARKEMA SA 1.50 17-27 20/04A	EUR	409,860.00	0.16%
700,000	AUTOROUTES DU SUD FRA 1.125 17-26 20/04A	EUR	711,788.00	0.27%
250,000	AUTOROUTES DU SUD FRA 4.125 10-20 13/04A	EUR	273,610.00	0.10%
1,200,000	BFCM 1.625 17-27 15/11A	EUR	1,189,380.00	0.46%
1,000,000	BNP PARIBAS SA 1.00 17-24 27/06A	EUR	1,009,350.00	0.39%
450,000	BOUYGUES 3.641 10-19 29/10A	EUR	480,483.00	0.18%
200,000	CARREFOUR 1.75 13-19 22/05A	EUR	205,234.00	0.08%
500,000	CARREFOUR 1.75 14-22 15/07A	EUR	529,035.00	0.20%
600,000	CASINO GUICHARD 3.58 14-25 07/02A	EUR	632,400.00	0.24%
400,000	CIE DE SAINT GOBAIN 1.375 17-27 14/06A	EUR	404,372.00	0.16%
200,000	COMPAGNIE PLASTIC- 1.25 17-24 26/06A	EUR	198,828.00	0.08%
300,000	CROWN EURO HOLDINGS 2.625 16-24 30/09S	EUR	308,595.00	0.12%
500,000	CTE CO TRANSP ELEC 1.50 17-28 29/07A	EUR	504,985.00	0.19%
700,000	DANONE SA 0.167 16-20 03/11A	EUR	703,374.00	0.27%
1,000,000	DANONE SA 0.424 16-22 03/11A	EUR	1,003,460.00	0.38%
1,000,000	EDF 1.00 16-26 13/10A	EUR	982,170.00	0.38%
700,000	EDF 1.875 16-36 13/10A	EUR	646,219.00	0.25%
300,000	EDF 2.25 13-21 27/04A	EUR	320,967.00	0.12%
300,000	ELECT.DE FRANCE 1.625 14-24 08/10A	EUR	318,330.00	0.12%
800,000	ENGIE 1.375 17-29 28/02A	EUR	808,528.00	0.31%
1,700,000	ENGIE SA 0.875 17-24 27/03A	EUR	1,724,701.00	0.66%
200,000	EUROFINS SCIENTIFIC 2.125 17-24 25/07A	EUR	204,696.00	0.08%
200,000	EUTELSAT 1.125 16-21 23/06A	EUR	205,660.00	0.08%
300,000	FRANCE TELECOM 1.875 13-19 02/10A	EUR	310,710.00	0.12%
300,000	GDF SUEZ 0.50 15-22 13/03A	EUR	303,633.00	0.12%
300,000	IMERYS SA 1.50 17-27 15/01A	EUR	304,674.00	0.12%
1,060,000	ITALCEMENTI FINANCE 5.375 10-20 19/03A	EUR	1,182,663.20	0.45%
500,000	LAFARGE EMTN 5.50 09-19 16/12A	EUR	553,510.00	0.21%
200,000	LEGRAND SA 0.75 17-24 06/07A	EUR	201,460.00	0.08%
1,500,000	LVMH 0.375 17-22 26/05A	EUR	1,507,665.00	0.58%
1,000,000	LVMH 0.75 17-24 26/05A	EUR	1,012,850.00	0.39%
300,000	ORANGE 1.00 16-25 12/05A	EUR	304,083.00	0.12%
400,000	ORANGE 3.875 10-20 09/04A	EUR	435,424.00	0.17%
500,000	RCI BANQUE EMTN 0.625 15-20 04/03A	EUR	505,850.00	0.19%
800,000	RCI BANQUE SA 0.75 17-22 26/09A	EUR	806,528.00	0.31%
600,000	RTE RESEAU DE TRANSP 1.00 16-26 19/10A	EUR	601,254.00	0.23%
200,000	SANOFI 0.50 16-27 13/01A	EUR	194,206.00	0.07%
300,000	SANOFI AVENTIS 1.125 14-22 10/03A	EUR	311,091.00	0.12%
500,000	SCHNEIDER ELECTRIC 0.875 17-26 13/12A	EUR	492,460.00	0.19%
1,000,000	SOCIETE GENERALE 1.375 17-28 13/01A	EUR	995,410.00	0.38%
500,000	TELEPERFORMANCE SE 1.50 17-24 03/04A	EUR	506,465.00	0.19%
600,000	TEREOS FINANCE GROUP 4.25 13-20 04/03A	EUR	625,812.00	0.24%
400,000	TOTAL CAPITAL 1.375 17-29 04/10A	EUR	408,356.00	0.16%
500,000	TOTAL CAPITAL INTL 0.625 17-24 04/10A	EUR	500,420.00	0.19%
600,000	VALEO SA 0.375 17-22 12/09A	EUR	598,338.00	0.23%
300,000	VIVENDI 0.875 17-24 18/09A	EUR	298,833.00	0.11%
200,000	WENDEL 3.75 14-21 21/01A	EUR	219,548.00	0.08%
<i>Germany</i>			<i>23,451,338.00</i>	<i>8.98%</i>
620,000	ADLER REAL ESTATE 1.50 17-21 06/12A	EUR	616,199.40	0.24%
1,600,000	BASF 0.875 17-27 15/11A	EUR	1,580,112.00	0.61%
100,000	BASF SE 1.625 17-37 15/11A	EUR	98,122.00	0.04%

The accompanying notes form an integral part of these financial statements

NEF - Euro Corporate Bond

Securities portfolio as at 31/12/17

Expressed in EUR

Quantity / Nominal	Denomination	Quotation currency	Market value	% of net assets
1,050,000	BILFINGER BERGER SE 2.375 12-19 07/12A	EUR	1,086,235.50	0.42%
200,000	BSH BOSCH SIEMENS 1.875 13-20 13/11A	EUR	210,428.00	0.08%
500,000	COMMERZBANK AG 1.125 17-25 19/09A	EUR	501,590.00	0.19%
1,000,000	DAIMLER AG 1.00 17-27 15/11A	EUR	986,180.00	0.38%
1,800,000	DAIMLER AG 0.85 17-25 28/02A	EUR	1,808,640.00	0.68%
500,000	DEUTSCHE BAHN FIN 0.00 16-21 19/07U	EUR	499,530.00	0.19%
400,000	DEUTSCHE PFANDBRIEF 0.875 17-21 29/01A	EUR	407,204.00	0.16%
1,000,000	DEUTSCHE POST AG 1.00 17-27 13/12A	EUR	987,060.00	0.38%
200,000	E.ON SE 1.625 17-29 22/05A	EUR	203,978.00	0.08%
1,000,000	E.ON SE 0.375 17-21 23/08A	EUR	1,007,840.00	0.39%
100,000	FRAPORT AG 5.25 09-19 10/09A	EUR	108,890.00	0.04%
200,000	FRESENIUS FINANCE BV 2.875 13-20 15/07S	EUR	213,904.00	0.08%
250,000	FRESENIUS REGS 3.00 14-21 01/02S	EUR	270,907.50	0.10%
4,500,000	GERMANY 0.50 17-27 15/08A	EUR	4,532,400.00	1.73%
300,000	HENKEL KGAA 0.00 16-21 13/09A	EUR	299,928.00	0.12%
500,000	HOCHTIEF 3.875 13-20 20/03A	EUR	538,870.00	0.21%
820,000	HORNBACH BAUMARKT REGS3.875 13-20 15/02A	EUR	877,154.00	0.34%
360,000	K.S. REGS 3.125 13-18 06/12A	EUR	370,044.00	0.14%
900,000	LB BADEN-WUERTTEMBERG 0.50 17-22 07/06	EUR	903,276.00	0.35%
900,000	LBK BADEN-WUERTT 0.20 17-21 13/12A	EUR	895,905.00	0.34%
280,000	MAHLE GMBH 2.50 14-21 14/05A	EUR	296,685.20	0.11%
580,000	PROSIEBEN MEDIA AG 2.625 14-21 15/04A	EUR	611,830.40	0.23%
500,000	SIXT LEASING SE 1.125 17-21 03/02A	EUR	503,095.00	0.19%
500,000	THYSSENKRUPP 1.375 17-22 03/03A	EUR	508,140.00	0.19%
300,000	UNITYMEDIA HESSEN REGS4.00 14-25 15/01S	EUR	317,706.00	0.12%
700,000	VOLKSWAGEN BANK 1.25 17-25 15/12A	EUR	697,109.00	0.27%
1,500,000	VOLKSWAGEN LEASING 1.125 17-24 04/04A	EUR	1,512,375.00	0.58%
<i>Hong Kong</i>			817,544.00	0.31%
800,000	CNRC CAPITAL 1.871 16-21 07/12A	EUR	817,544.00	0.31%
<i>Hungary</i>			759,451.00	0.29%
700,000	MOL HUNGARIAN OIL 2.625 16-23 28/04A	EUR	759,451.00	0.29%
<i>Ireland</i>			5,468,466.60	2.10%
1,200,000	FCA CAPITAL IRELAND P 1.25 16-20 23/09A	EUR	1,235,892.00	0.47%
1,000,000	FRESENIUS FIN IRL 1.50 17-24 30/01A	EUR	1,034,910.00	0.40%
400,000	GE CAP EURO FDG 0.80 15-22 21/01A	EUR	407,652.00	0.16%
1,000,000	LUNAR FDG V LOAN PART 1.875 14-21 08/09A	EUR	1,061,300.00	0.41%
600,000	ROADSTER FINANCE 2.375 17-27 08/12A	EUR	596,286.00	0.23%
200,000	RYANAIR LTD 1.875 14-21 17 06A	EUR	210,698.00	0.08%
320,000	SMURFIT KAPPA ACQ 2.375 17-24 01/02S	EUR	336,924.80	0.13%
540,000	SMURFIT KAPPA ACQ 3.25 14-21 01/06S	EUR	584,803.80	0.22%
<i>Italy</i>			9,036,455.80	3.47%
760,000	AMPLIFON 4.875 13-18 16/07A	EUR	779,250.80	0.30%
400,000	ATLANTIA SPA 1.625 17-25 03/02A	EUR	410,332.00	0.16%
200,000	ATLANTIA SPA 1.875 17-27 13/07A	EUR	204,314.00	0.08%
200,000	AUTOSTRADA 1.875 17-29 26/09A	EUR	204,754.00	0.08%
650,000	BUZZI UNICEM 6.25 12-18 28/09A	EUR	680,056.00	0.26%
1,500,000	ENI SPA 1.125 16-28 19/09A	EUR	1,435,485.00	0.54%
350,000	ESSELUNGA SPA 1.875 17-27 25/10A	EUR	357,224.00	0.14%
200,000	ITALGAS SPA 1.625 17-29 18/01A	EUR	201,190.00	0.08%
800,000	MEDIOBANCA EMTN 0.75 17-20 17/02A	EUR	810,912.00	0.31%
1,210,000	PRADA 2.75 13-18 01/08A	EUR	1,224,278.00	0.47%
400,000	SALINI 6.125 13-18 01/08A	EUR	413,428.00	0.16%
800,000	SNAM SPA 1.25 17-25 25/01A	EUR	818,656.00	0.31%
300,000	TELECOM ITALIA SPA 2.375 17-27 12/10A	EUR	300,408.00	0.12%
800,000	TERNA SPA 1.375 17-27 26/07A	EUR	804,072.00	0.31%
400,000	WIND TRE SPA 2.625 17-23 20/01S	EUR	392,096.00	0.15%
<i>Japan</i>			1,590,528.00	0.61%
800,000	ASAHI GROUP HD 0.321 17-21 19/09A	EUR	799,504.00	0.31%
800,000	SOFTBANK GROUP CORP 3.125 17-25 19/09S	EUR	791,024.00	0.30%
<i>Jersey Island</i>			2,494,920.00	0.96%
950,000	GLENCORE FINANCE EURO 1.25 15-21 17/03A	EUR	973,845.00	0.37%
1,500,000	GLENCORE FINANCE EURO 1.75 15-25 17/03A	EUR	1,521,075.00	0.59%
<i>Lithuania</i>			414,202.00	0.16%
400,000	LIETUVOS ENERGIJA UAB 2.00 17-27 14/04A	EUR	414,202.00	0.16%
<i>Luxembourg</i>			9,067,683.60	3.48%
600,000	ALLERGAN FUNDING 0.50 17-21 01/06A	EUR	601,248.00	0.23%

The accompanying notes form an integral part of these financial statements

NEF - Euro Corporate Bond

Securities portfolio as at 31/12/17

Expressed in EUR

Quantity / Nominal	Denomination	Quotation currency	Market value	% of net assets
100,000	ALLERGAN FUNDING S 1.25 17-24 01/06A	EUR	99,721.00	0.04%
1,500,000	ARCELORMITTAL SA 0.95 17-23 17/01A	EUR	1,491,735.00	0.58%
1,000,000	FIAT FIN TRADE 6.75 13-19 14/10A	EUR	1,113,380.00	0.43%
790,000	FMC FIN VII REG S 5.25 11-21 15/02S	EUR	912,189.30	0.35%
890,000	GAZ CAPITAL 3.60 14-21 26/02A	EUR	960,541.40	0.37%
620,000	GAZPROM REGS 3.70 13-18 25/07A	EUR	630,980.20	0.24%
400,000	HARMAN FINANCE 2.00 15-22 27/05A	EUR	422,696.00	0.16%
190,000	HEIDELBERG CEMENT FIN 0.50 17-21 18/01A	EUR	192,019.70	0.07%
500,000	HEIDELBERGCEMENT FIN 3.25 13-20 21/10S	EUR	543,645.00	0.21%
600,000	HOLCIM FINANCE 1.750 17-29 29/08A	EUR	597,336.00	0.23%
300,000	NESTLE FINANCE 0.375 17-24 18/01A	EUR	299,676.00	0.11%
1,000,000	NOVARTIS FINANCE S 0 17-21 31/03A	EUR	998,090.00	0.38%
200,000	NOVARTIS FINANCE S 1.125 17-27 30/09A	EUR	204,426.00	0.08%
<i>Mexico</i>			<i>2,181,573.00</i>	<i>0.84%</i>
200,000	FOMENTO ECONOMICO 1.75 16-23 20/03A	EUR	209,540.00	0.08%
400,000	PEMEX 2.75 15-27 21/04A	EUR	384,588.00	0.15%
500,000	PEMEX REGS 3.125 13-20 27/11A	EUR	536,605.00	0.21%
1,000,000	PETROLEOS MEXICANO 2.50 17-21 21/08A	EUR	1,050,840.00	0.40%
<i>Norway</i>			<i>1,479,054.00</i>	<i>0.57%</i>
300,000	STATKRAFT 1.125 17-25 20/03A	EUR	304,704.00	0.12%
400,000	STATKRAFT AS 1.50 15-23 21/09A	EUR	419,492.00	0.16%
300,000	STATOIL 0.875 15-23 17/02A	EUR	307,266.00	0.12%
400,000	TELNOR ASA REGS 2.50 13-25 22/05A	EUR	447,592.00	0.17%
<i>Portugal</i>			<i>961,684.00</i>	<i>0.37%</i>
400,000	BRISA CONC RODOVIARIA 2.375 17-27 10/05A	EUR	425,204.00	0.16%
500,000	GALP ENERGIA EMTN 3.00 14-21 14/01U	EUR	536,480.00	0.21%
<i>Slovenia</i>			<i>955,308.90</i>	<i>0.37%</i>
910,000	PETROL D.D. LJUBLJANA 3.25 14-19 24/06A	EUR	955,308.90	0.37%
<i>Spain</i>			<i>8,811,215.50</i>	<i>3.38%</i>
1,000,000	ACS ACTIVIDADES CONS 2.875 15-20 01/04A	EUR	1,057,160.00	0.41%
400,000	BANCO SANTANDER 1.375 17-22 09/02A	EUR	412,720.00	0.16%
400,000	BBVA 1.00 16-21 20/01A	EUR	410,164.00	0.16%
400,000	CELLNEX TELECOM REGS 2.375 16-24 16/01A	EUR	405,320.00	0.16%
900,000	FCC AQUALIA 2.629 17-27 08/06A	EUR	931,023.00	0.36%
300,000	FERROVIAL REGS 1.375 17-25 31/03A	EUR	303,303.00	0.12%
400,000	GAS NATURAL CAPITA 1.125 17-24 11/201	EUR	406,080.00	0.16%
1,400,000	IBERDROLA FIN 1.00 17-25 07/03A	EUR	1,409,408.00	0.54%
150,000	NORTEGAS ENERGIA 2.065 17-27 28/09A	EUR	152,692.50	0.06%
700,000	PROSEGUR CASH SA 1.375 17-26 04/02A	EUR	687,960.00	0.26%
400,000	TELEFONICA EMIS 0.318 16-20 17/10A	EUR	402,496.00	0.15%
700,000	TELEFONICA EMIS 1.715 17-28 12/01A	EUR	711,004.00	0.27%
1,500,000	TELEFONICA EMIS SA 0.75 16-22 13/04A	EUR	1,521,885.00	0.57%
<i>Sweden</i>			<i>7,577,336.10</i>	<i>2.91%</i>
400,000	ATLAS COPCO AB 0.625 16-26 30/08A	EUR	388,792.00	0.15%
880,000	ORLEN CAPITAL AB 2.50 14-21 30/06S	EUR	945,049.60	0.36%
300,000	SANDVIK REGS 3.00 14-26 18/06A	EUR	340,530.00	0.13%
300,000	SCA 0.50 16-21 26/05A	EUR	303,090.00	0.12%
200,000	SCA HYGIENE AB 1.625 17-27 30/03A	EUR	206,094.00	0.08%
200,000	SCA REGS 0.50 15-20 05/03A	EUR	201,882.00	0.08%
400,000	SECURITAS 2.625 13-21 22/02A	EUR	428,840.00	0.16%
250,000	SKF REGS 1.625 15-22 02/12A	EUR	260,937.50	0.10%
1,000,000	SSAB EMTN 3.875 14-19 10/04A	EUR	1,047,030.00	0.40%
1,000,000	SWEDISH MATCH AB 1.20 17-25 10/11A	EUR	980,760.00	0.38%
500,000	TELEFON ERICSSON 0.875 17-21 01/03A	EUR	496,390.00	0.19%
200,000	TELEFON ERICSSON 1.875 17-24 01/03A	EUR	195,356.00	0.07%
300,000	TELIA SONERA REGS 1.625 15-35 23/02A	EUR	277,428.00	0.11%
800,000	TELIASONERA 3.625 12-24 14/02A	EUR	936,920.00	0.36%
300,000	VATTENFALL 6.25 09-21 17/03A	EUR	358,953.00	0.14%
200,000	VOLVO TREASURY 2.375 12-19 26/11A	EUR	209,284.00	0.08%
<i>The Netherlands</i>			<i>26,800,717.20</i>	<i>10.27%</i>
400,000	ABB FINANCE 0.75 17-24 16/05A	EUR	403,900.00	0.15%
200,000	ABB FINANCE 2.625 12-19 26/03A	EUR	206,724.00	0.08%
1,100,000	ALLIANZ FINANCE II 0.25 17-23 06/06A	EUR	1,093,686.00	0.42%
720,000	ASML HOLDING NV 0.625 16-22 07/07S	EUR	730,123.20	0.28%
270,000	BHARTI AIRTEL 3.375 14-21 20/05A	EUR	294,570.00	0.11%
650,000	BHARTI AIRTEL 4.00 13-18 10/12A	EUR	674,219.00	0.26%

The accompanying notes form an integral part of these financial statements

NEF - Euro Corporate Bond

Securities portfolio as at 31/12/17

Expressed in EUR

Quantity / Nominal	Denomination	Quotation currency	Market value	% of net assets
700,000	BMW FINANCE 0.875 15-20 17/11A	EUR	717,528.00	0.28%
200,000	COMPASS GROUP INTL 0.625 17-24 03/07A	EUR	198,784.00	0.08%
700,000	DEUTSCHE TELEKOM 0.25 16-21 19/04A	EUR	703,633.00	0.27%
3,000,000	DEUTSCHE TELEKOM 0.625 17-24 13/12A	EUR	2,971,500.00	1.13%
250,000	DUFY ONE BV 2.50 17-24 15/10S	EUR	255,235.00	0.10%
600,000	EDP FINANCE 1.50 17-27 22/11A	EUR	596,340.00	0.23%
1,000,000	EDP FINANCE 2.375 16-23 23/03A	EUR	1,088,800.00	0.42%
700,000	ENEL FIN INTL 1.00 17-24 16/09A	EUR	711,158.00	0.27%
300,000	EVONIK FINANCE BV 0.75 16-28 07/09A	EUR	281,229.00	0.11%
500,000	HEINEKEN 1.50 17-29 03/10A	EUR	502,220.00	0.19%
400,000	HEINEKEN NV 1.25 15-21 10/09A	EUR	415,180.00	0.16%
300,000	IBERDROLA INTL 2.875 13-20 11/11A	EUR	324,255.00	0.12%
600,000	ING GROEP 1.375 17-28 11/01A	EUR	597,492.00	0.23%
200,000	ING GROUP NV 0.75 17-22 09/03A	EUR	202,946.00	0.08%
700,000	INNOGY FINANCE 1.00 17-25 13/04A	EUR	707,378.00	0.27%
200,000	KPN 0.625 16-25 09/04A	EUR	195,270.00	0.07%
600,000	LYB INTL FIN 1.875 16-22 02/03A	EUR	630,252.00	0.24%
300,000	MYLAN 1.25 16-20 23/11A	EUR	307,395.00	0.12%
800,000	MYLAN NV 3.125 16-28 22/11	EUR	844,792.00	0.32%
1,200,000	PETROBRAS GLB FIN 3.75 14-21 14/01A	EUR	1,285,920.00	0.49%
500,000	PETROBRAS INTL FIN 3.25 12-19 01/04A	EUR	519,305.00	0.20%
550,000	PHOENIX PIB DUTCH 3.625 14-21 30/07A	EUR	606,683.00	0.23%
600,000	PHOENIX PIB DUTCH EMTN3.125 13-20 27/05A	EUR	638,010.00	0.24%
200,000	RELX FINANCE BV 1.00 17-24 22/03A	EUR	202,902.00	0.08%
450,000	ROCHE FINANCE REGS 0.50 16-23 27/02A	EUR	455,197.50	0.17%
600,000	SAIPEM FIN INTL BV 2.75 17-22 05/04A	EUR	617,244.00	0.24%
800,000	SCAHEFFLER FIN REGS 3.25 15-25 15/05S	EUR	862,232.00	0.33%
1,000,000	SHELL INT FIN 0.375 16-25 15/02A	EUR	984,220.00	0.38%
500,000	SHELL INT FIN 1.00 14-22 06/04A	EUR	518,595.00	0.20%
150,000	SPP INFRA INT FIN 2.625 15-25 12/02A	EUR	160,750.50	0.06%
300,000	STEDIN HOLDING NV 0.875 17-25 24/10A	EUR	301,056.00	0.12%
300,000	SYNGENTA FINANCE EMTN 1.875 14-21 02/11A	EUR	306,960.00	0.12%
400,000	TENNET HLD 2.125 13-20 01/11A	EUR	424,164.00	0.16%
200,000	TENNET HOLDING BV 1.375 17-29 26/06A	EUR	202,910.00	0.08%
700,000	UNILEVER NV 0.50 16-24 29/04A	EUR	697,613.00	0.27%
1,100,000	VOLKSWAGEN INTL FI 1.875 17-27 30/03A	EUR	1,137,818.00	0.44%
800,000	VONOVIA FINANCE 0.875 16-22 10/06A	EUR	813,168.00	0.31%
200,000	WOLTERS KLUWER 1.50 17-27 22/03A	EUR	204,376.00	0.08%
200,000	ZIGGO FIN REGS 3.75 15-25 15/01S	EUR	206,984.00	0.08%
<i>Turkey</i>			618,158.20	0.24%
580,000	ARCELIK 3.875 14-21 16/09A	EUR	618,158.20	0.24%
<i>United Kingdom</i>			22,276,467.50	8.53%
1,100,000	ANGLO AMERICAN CAP 1.625 17-25 18/09A	EUR	1,105,181.00	0.42%
200,000	ASTRAZENECA 0.875 14-21 24/11A	EUR	204,954.00	0.08%
400,000	ASTRAZENECA PLC 0.75 16-24 12/05A	EUR	399,780.00	0.15%
300,000	BARCLAYS PLC 1.875 16-21 23/03A	EUR	314,463.00	0.12%
1,000,000	BAT INTERNATIONAL FIN 1.25 15-27 13/03A	EUR	980,330.00	0.38%
700,000	BAT INTL FINANCE P 1.00 15-22 23/05A	EUR	716,128.00	0.27%
1,100,000	BP CAPITAL MARKETS 1.12 16-24 25/01A	EUR	1,132,670.00	0.43%
1,000,000	BRITISH SKY BROADCAST 1.50 14-21 15/09A	EUR	1,045,410.00	0.40%
900,000	BRITISH TELECOM 0.625 16-21 10/03A	EUR	910,611.00	0.35%
1,400,000	BRITISH TELECOM 1.00 17-24 21/11A	EUR	1,391,390.00	0.53%
400,000	COCA-COLA EUROP PTNR 0.750 16-22 24/02A	EUR	406,788.00	0.16%
700,000	DIAGEO FINANCE 0.50 17-24 19/06A	EUR	691,096.00	0.27%
300,000	DS SMITH 1.375 17-24 26/07A	EUR	301,644.00	0.12%
300,000	EVERYTHING EVERYWHERE 3.25 12-18 03/08A	EUR	305,952.00	0.12%
700,000	FCE BANK PLC 0.869 17-21 13/09A	EUR	712,236.00	0.27%
800,000	GLAXOSMITHKLINE CAP 1.000 17-26 12/09A	EUR	804,000.00	0.31%
600,000	IMPERIAL BRANDS FI 0.50 17-21 27/07A	EUR	604,002.00	0.23%
700,000	IMPERIAL BRANDS FIN 1.375 17-25 27/01A	EUR	709,891.00	0.27%
670,000	INTER GANE TECH REGS 4.125 15-20 15/02S	EUR	713,509.80	0.27%
300,000	LLOYDS BANK 1.50 17-27 12/09A	EUR	301,545.00	0.12%
540,000	MERLIN ENTERTAINMENTS 2.75 15-22 15/03S	EUR	565,984.80	0.22%
760,000	MONDI FINANCE EMTN 3.375 12-20 28/09A	EUR	825,527.20	0.32%
1,670,000	PIRELLI INTL REGS 1.75 14-19 18/11A	EUR	1,708,961.10	0.65%
320,000	RBS 5.50 09-19 20/04S	EUR	342,454.40	0.13%

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NEF - Euro Corporate Bond

Securities portfolio as at 31/12/17

Expressed in EUR

Quantity / Nominal	Denomination	Quotation currency	Market value	% of net assets
200,000	STATE GRID -A- 1.50 15-22 26/01A	EUR	206,278.00	0.08%
800,000	TESCO CORP 1.375 14-19 01/07A	EUR	815,240.00	0.31%
580,000	TESCO EMTN 2.125 13-20 12/11A	EUR	608,472.20	0.23%
1,100,000	TITAN GLB FINANCE 4.25 14-19 10/07S	EUR	1,165,010.00	0.45%
2,300,000	VODAFONE GROUP PLC 1.875 17-29 20/11A	EUR	2,286,959.00	0.87%
<i>United States of America</i>			<i>29,482,899.40</i>	<i>11.30%</i>
1,000,000	ABBVIE 1.375 16-24 17/05A	EUR	1,022,230.00	0.39%
600,000	AMGEN 1.25 16-22 25/02A	EUR	621,156.00	0.24%
600,000	APPLE 0.875 17-25 24/05U	EUR	610,476.00	0.23%
1,100,000	AT T 2.45 15-35 15/03S	EUR	1,054,251.00	0.40%
400,000	AT&T INC 1.45 14-22 01/06A	EUR	416,216.00	0.16%
1,600,000	AT&T INC 1.80 17-26 04/09A	EUR	1,619,936.00	0.62%
600,000	BANK OF AMERICA 0.75 16-23 26/07A	EUR	603,108.00	0.23%
400,000	BAXTER INTL 1.30 17-25 30/05A	EUR	405,768.00	0.16%
300,000	BERKSHIRE HATHAWAY 0.625 17-23 17/01A	EUR	302,346.00	0.12%
800,000	CELANESE CORP 3.25 14-19 15/10S	EUR	845,328.00	0.32%
600,000	CELANESE US 1.25 17-25 11/025	EUR	595,248.00	0.23%
500,000	CITIGROUP 0.75 16-23 26/10A	EUR	501,595.00	0.19%
500,000	COCA COLA 0.75 16-23 09/03A	EUR	508,360.00	0.19%
200,000	ENEXIS HOLDING NV 1.875 12-20 13/11A	EUR	210,958.00	0.08%
500,000	FEDEX CORP 1.00 16-23 11/01A	EUR	509,665.00	0.20%
1,700,000	GENERAL ELECTRIC 0.875 17-25 17/05A	EUR	1,697,212.00	0.65%
300,000	GENERAL ELECTRIC CO 2.125 17-37 17/05A	EUR	298,431.00	0.11%
600,000	GENERAL MOTORS 0.955 16-23 07/09A	EUR	599,892.00	0.23%
2,000,000	GOLDMAN SACHS GROUP 1.375 17-24 15/05A	EUR	2,044,140.00	0.78%
400,000	IBM 0.5 16-21 07/09A	EUR	405,244.00	0.16%
800,000	JOHNSON JOHNSON 0.65 16-24 20/05A	EUR	806,296.00	0.31%
300,000	JPMORGAN CHASE 1.50 15-22 26/10A	EUR	315,456.00	0.12%
300,000	MC DONALD S 0.50 16-21 15/01A	EUR	302,832.00	0.12%
100,000	MERCK & CO 1.125 14-21 15/10A	EUR	103,562.00	0.04%
100,000	MICROSOFT 2.125 13-21 06/12S	EUR	107,549.00	0.04%
400,000	MORGAN STANLEY 1.875 17-27 27/04A	EUR	414,860.00	0.16%
500,000	NATL GRID 0.75 15-22 11/02A	EUR	508,095.00	0.19%
1,000,000	NESTLE HOLDING 0.875 17-25 18/07A	EUR	1,013,240.00	0.39%
560,000	NEWELL BRANDS REGS 3.75 16-21 01/10S	EUR	624,590.40	0.24%
700,000	PFIZER 0.25 17-22 06/03A	EUR	700,959.00	0.27%
200,000	PHILIP MORRIS 1.75 13-20 19/03A	EUR	207,442.00	0.08%
1,000,000	PHILIP MORRIS INTL 0.625 17-24 08/11A	EUR	984,670.00	0.38%
400,000	PHILIP MORRIS INTL 1.875 17-37 06/11A	EUR	389,188.00	0.15%
100,000	PRAXAIR 1.50 14-20 11/03A	EUR	103,326.00	0.04%
300,000	PROCTER & GAMBLE C 1.125 15-23 02/11	EUR	311,535.00	0.12%
400,000	THE PRICELINE GROUP 0.80 17-22 10/03A	EUR	405,288.00	0.16%
1,000,000	UNITED PARCEL SERVICE 0.375 17-23 15/11A	EUR	988,740.00	0.38%
300,000	UNITED TECH 1.125 16-21 15/12A	EUR	309,984.00	0.12%
400,000	VERIZON COMMUNICATIO 1.875 17-29 26/10A	EUR	399,404.00	0.15%
500,000	VERIZON COMMUNICATION 0.875 16-25 02/04A	EUR	492,145.00	0.19%
1,500,000	VERIZON COMMUNICATION 1.375 17-26 27/10A	EUR	1,493,820.00	0.57%
1,200,000	VERIZON COMMUNICATION 2.875 17-38 15/01A	EUR	1,218,252.00	0.47%
300,000	WALGREENS BOOTS 2.125 14-26 20/11A	EUR	310,377.00	0.12%
400,000	WELLS FARGO CO 1.50 15-22 12/09A	EUR	419,520.00	0.16%
500,000	ZF NA CAPITAL 2.75 15-23 27/04A	EUR	546,890.00	0.21%
1,100,000	ZF NA CAPITAL 2.25 15-19 26/04A	EUR	1,133,319.00	0.43%
Floating rate bonds			21,253,279.00	8.15%
<i>Austria</i>			<i>1,446,738.00</i>	<i>0.55%</i>
600,000	RAIFFEISEN BANK SUB FL.R 17-XX 15/12S	EUR	650,562.00	0.25%
800,000	VOLKSBANK WIEN FL.R 17-27 06/10A	EUR	796,176.00	0.30%
<i>Cayman Islands</i>			<i>303,927.00</i>	<i>0.12%</i>
300,000	HUTCHISON WHAMPOA FL.R 13-XX 10/05A	EUR	303,927.00	0.12%
<i>France</i>			<i>6,820,924.00</i>	<i>2.63%</i>
900,000	DANONE SA EMTN FL.R 17-XX 23/06A	EUR	905,175.00	0.35%
500,000	EDF SA FL.R 14-XX 22/01A	EUR	535,105.00	0.21%
200,000	ELECT.DE FRANCE SUB FL.R 14-XX 22/01A	EUR	222,420.00	0.09%
1,000,000	ENGIE FL.R 13-18 10/07A	EUR	1,020,090.00	0.39%
1,000,000	ENGIE SUB FL.R 14-XX 02/06A	EUR	1,037,330.00	0.40%
600,000	ORANGE EMTN FL.R 14-XX 01/10A	EUR	664,752.00	0.25%
800,000	ORANGE EMTN SUB REGS FL.R 14-XX 01/10A	EUR	950,368.00	0.36%

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NEF - Euro Corporate Bond

Securities portfolio as at 31/12/17

Expressed in EUR

Quantity / Nominal	Denomination	Quotation currency	Market value	% of net assets
1,000,000	TOTAL SA FL.R 15-XX 26/02A	EUR	1,046,120.00	0.41%
400,000	TOTAL SA FL.R 16-XX 06/10A	EUR	439,564.00	0.17%
<i>Germany</i>			<i>4,181,969.00</i>	<i>1.60%</i>
1,400,000	ALLIANZ SE FL.R 15-45 07/07A	EUR	1,459,920.00	0.57%
700,000	BAYER SUB FL.R 14-74 01/07A	EUR	768,222.00	0.29%
300,000	ENBW ENERGIE FL.R 14-76 02/04A	EUR	323,388.00	0.12%
500,000	LB BADEN WUERTT FL.R 14-26 27/05A	EUR	524,730.00	0.20%
300,000	MERCK KGAA SUB FL.R 14-74 12/12A	EUR	318,141.00	0.12%
800,000	TALANX AG FL.R 17-47 05/12A	EUR	787,568.00	0.30%
<i>Sweden</i>			<i>603,360.00</i>	<i>0.23%</i>
600,000	NORDEA BANK SUB FL.R 17-XX 12/03A	EUR	603,360.00	0.23%
<i>Switzerland</i>			<i>606,354.00</i>	<i>0.23%</i>
600,000	CREDIT SUISSE GROU FL.R 17-25 17/07A	EUR	606,354.00	0.23%
<i>The Netherlands</i>			<i>3,425,655.00</i>	<i>1.31%</i>
800,000	EVONIK FINANCE BV FL.R 16-21 08/03A	EUR	796,336.00	0.31%
200,000	RABOBANK EMTN FL.R 14-26 26/05A	EUR	212,034.00	0.08%
500,000	REPSOL INTL FINANCE FL.R 15-49 29/12A	EUR	538,675.00	0.21%
800,000	VW INTL FINANCE FL.R 17-XX 14/06A	EUR	846,520.00	0.32%
1,000,000	VW INTL FINANCE REGS FL.R 17-XX 14/12A	EUR	1,032,090.00	0.39%
<i>United Kingdom</i>			<i>1,638,448.00</i>	<i>0.63%</i>
800,000	BARCLAYS FL.R 17-28 07/02A	EUR	797,232.00	0.31%
800,000	RBS SCOTLAND FL.R 17-23 08/03A	EUR	841,216.00	0.32%
<i>United States of America</i>			<i>2,225,904.00</i>	<i>0.85%</i>
1,000,000	BANK OF AMERICA FL.R 17-22 07/02A	EUR	1,016,310.00	0.38%
300,000	JPMORGAN CHASE FL.R 17-28 18/05A	EUR	308,703.00	0.12%
900,000	MORGAN STANLEY FL.R 17-26 23/10A	EUR	900,891.00	0.35%
Other transferable securities			15,653,901.50	6.00%
Bonds			15,186,610.00	5.82%
<i>Austria</i>			<i>206,746.00</i>	<i>0.08%</i>
200,000	NOVOMATIC AG 1.625 16-23 20/09	EUR	206,746.00	0.08%
<i>Belgium</i>			<i>202,028.00</i>	<i>0.08%</i>
200,000	PROXIMUS SA 0.50 17-22 22/03A	EUR	202,028.00	0.08%
<i>Cayman Islands</i>			<i>891,857.00</i>	<i>0.34%</i>
500,000	CHEUNG KONG FIN 1.00 17-24 12/12A	EUR	495,605.00	0.19%
400,000	CK HUTCHISON FINANCE 0.875 16-24 03/10A	EUR	396,252.00	0.15%
<i>Denmark</i>			<i>988,790.00</i>	<i>0.38%</i>
1,000,000	CARLSBERG BREW 0.50 17-23 06/09A	EUR	988,790.00	0.38%
<i>Finland</i>			<i>613,746.00</i>	<i>0.24%</i>
600,000	CARGOTEC 1.75 17-22 28/03A	EUR	613,746.00	0.24%
<i>France</i>			<i>2,802,527.00</i>	<i>1.06%</i>
700,000	AIR LIQUIDE SA 0.125 16-20 13/06A	EUR	702,926.00	0.26%
200,000	AUCHAN FRANCE 0.625 17-22 07/02A	EUR	202,052.00	0.08%
200,000	AUTOR.PARIS RHIN RHONE 1.50 17-33 17/01A	EUR	195,686.00	0.08%
600,000	COENTR DE TR D'ELEC 0.875 17-24 29/09A	EUR	603,846.00	0.22%
300,000	COFIROUTE 1.125 17-27 13/10A	EUR	301,296.00	0.11%
300,000	DANONE SA 0.709 16-24 03/11	EUR	300,495.00	0.12%
200,000	RTE EDF TRANSPORT SA 1.875 17-37 23/10A	EUR	201,350.00	0.08%
300,000	VEOLIA ENVIRONN. 0.314 16-23 04/10A	EUR	294,876.00	0.11%
<i>Hong Kong</i>			<i>401,844.00</i>	<i>0.15%</i>
400,000	CHINA CONSTRUCTION 0.625 17-20 17/02A	EUR	401,844.00	0.15%
<i>Ireland</i>			<i>1,001,160.00</i>	<i>0.38%</i>
1,000,000	FCA BANK SPA IRL 0.25 17-20 12/10A	EUR	1,001,160.00	0.38%
<i>Italy</i>			<i>1,507,636.00</i>	<i>0.58%</i>
400,000	ENI SPA 1.00 17-25 14/03A	EUR	401,808.00	0.15%
800,000	INTESA SANPAOLO SPA 0.875 17-22 27/06A	EUR	810,544.00	0.32%
300,000	IREN SPA 1.50 17-27 24/10A	EUR	295,284.00	0.11%
<i>Luxembourg</i>			<i>1,240,296.00</i>	<i>0.48%</i>
1,200,000	CETIN FINANCE BV 1.423 16-21 06/12A	EUR	1,240,296.00	0.48%
<i>Spain</i>			<i>901,367.00</i>	<i>0.35%</i>
700,000	IBERDROLA FINANZAS 1.621 17-29 29/11A	EUR	700,945.00	0.27%
200,000	SANTANDER CONSUMER 0.75 17-22 17/10A	EUR	200,422.00	0.08%
<i>The Netherlands</i>			<i>708,161.00</i>	<i>0.27%</i>
400,000	JAB HOLDINGS 1.25 17-24 22/05A	EUR	407,252.00	0.15%

The accompanying notes form an integral part of these financial statements

NEF - Euro Corporate Bond

Securities portfolio as at 31/12/17

Expressed in EUR

Quantity / Nominal	Denomination	Quotation currency	Market value	% of net assets
300,000	KONINKLIJKE PHILIPS 0.50 17-23 06/09A	EUR	300,909.00	0.12%
	<i>United Kingdom</i>		<i>1,812,526.00</i>	<i>0.70%</i>
300,000	CREDIT AGRICOLE LO 1.375 17-27 03/05A	EUR	309,096.00	0.12%
300,000	G4S INTL FINANCE PLC 1.50 17-24 02/06A	EUR	303,699.00	0.12%
500,000	UBS AG LONDON 0.125 17-21 05/11A	EUR	498,520.00	0.19%
700,000	VODAFONE GROUP PLC 0.375 17-21 22/11A	EUR	701,211.00	0.27%
	<i>United States of America</i>		<i>1,907,926.00</i>	<i>0.73%</i>
300,000	APPLE INC 1.375 17-29 24/05A	EUR	307,332.00	0.12%
200,000	THERMO FISHER SCIEN 1.95 17-29 24/07A	EUR	201,462.00	0.08%
1,000,000	TOYOTA MOTOR 0.00 17-21 21/07A	EUR	995,940.00	0.38%
400,000	3M 0.375 16-22 15/02A	EUR	403,192.00	0.15%
	Floating rate bonds		467,291.50	0.18%
	<i>Austria</i>		<i>213,704.00</i>	<i>0.08%</i>
200,000	VIENNA INSUR SUB FL.R 17-47 13/04A	EUR	213,704.00	0.08%
	<i>United Kingdom</i>		<i>253,587.50</i>	<i>0.10%</i>
250,000	NATIONWIDE BUILDING FL.R 17-29 25/07A	EUR	253,587.50	0.10%
Total securities portfolio			256,359,370.70	98.31%

NEF - Euro Corporate Bond

Statement of Operations and Changes in Net Assets from 01/01/17 to 31/12/17

Expressed in EUR

Income		2,442,523.92
Net dividends	Note 2	4,133.68
Net interest on bonds	Note 2	2,406,447.62
Bank interest on cash account	Note 2	42.65
Securities lending income	Note 2,8	30,649.97
Other financial income		1,250.00
Expenses		2,247,275.27
Management & advisory fees	Note 5	1,639,998.99
Depositary & sub-depositary fees	Note 7	42,458.15
Taxe d'abonnement	Note 4	74,039.83
Administrative expenses		48,698.32
Professional fees		666.65
Bank interest on overdrafts		25,867.87
Legal fees		6,739.96
Transaction fees	Note 2	42,199.31
Publication & printing fees		1,233.48
Correspondent bank fees	Note 2	302,842.16
Other expenses		62,530.55
Net income from investments		195,248.65
Net realised profit / loss on:		
- sales of investment securities	Note 2	1,677,205.98
- forward foreign exchange contracts	Note 2	40,795.47
- financial futures	Note 2	-163,950.00
- foreign exchange	Note 2	-43,416.19
Net realised profit		1,705,883.91
Movement in net unrealised appreciation /(depreciation) on:		
- investments	Note 2	-91,435.38
- financial futures	Note 2	187,850.00
Increase in net assets as a result of operations		1,802,298.53
Subscription capitalisation units		49,357,716.36
Subscription distribution units		127,221,002.95
Redemption capitalisation units		-45,332,834.80
Redemption distribution units		-3,582,247.31
Increase in net assets		129,465,935.73
Net assets at the beginning of the year		131,294,541.40
Net assets at the end of the year		260,760,477.13

NEF

**- Ethical Total Return Bond (previously Absolute
Return Bond)**

NEF – ETHICAL TOTAL RETURN BOND (previously Absolute Return Bond)

Manager's Report

Market developments

We witnessed a quite astonishing spectrum of political and economic events from the start of the year through to July 2017. The largest disruption came from Washington DC where President Trump was inaugurated in January. The “Trump trade” which had kicked off at the time of his election victory in November 2016 though soon started to fade. Infrastructure spending plans and tax reforms were shelved as the new President appeared unable to push legislation through the legislature. The sense of turmoil was increased with a whole series of resignations, firings and enquiry startups. Trade issues came to the fore with the start of the NAFTA renegotiation, exit from TPP and elevated geopolitical tension with a twitter intermediated slanging match with Pyongyang. On the other hand, European political risk faded with more consensus candidates prevailing in Austria, Netherlands and arguably more importantly in France where Emmanuel Macron flourished from political rookie to president in 18 short months. In the UK, the worst decision of the year belonged to Theresa May who called a general election in June in order to gain a stronger majority in Brexit negotiations but somehow managed to end up with a minority government propped up by right wing Ulster unionists. On the economic front, the US went through its seasonal weakness in Q1 before bouncing back strongly in Q2. Europe moved from strength to strength, emboldened by the positive political results. China continued to surprise on the upside and the long awaited hard landing failed to materialize. Japan showed signs of revival whilst the emerging complex continued to accelerate with even Russia and Brazil, which had been hard hit by the 2014-2016 commodity induced recession, rebounding. However, the inflation genie remained in the bottle which reassured markets. So despite rate hikes in the US and Canada and progressively more hawkish discourse from central banks, probably epitomized best by Mario Draghi at the ECB shindig in Sintra in June, markets stayed overall extremely calm and carried on. In terms of financial markets, volatility collapsed on the back of low inflation, strong and improving macro data, etc. The lack of inflation meant that the long end of the yield curves remained anchored and we observed significantly flatter curves over the period. This supported all forms of risky assets, as equities, credit, EMD rallied hard and financial conditions remained loose. On the FX side, the US dollar tanked across the board and disconnected from all traditional valuation measures. Euro was a big winner with reduced political risk, a more hawkish ECB and scintillating improvements in fundamentals. Commodity and emerging currencies also remained bid as global growth bounced and oil prices took off.

Portfolio review

After the transfer of the portfolio to the fixed income team in Autumn 2016, the portfolio continued to be aligned to the other portfolios in the absolute return suite of funds. Specifically, negative yielding and highly liquid sovereign paper was replaced by high quality, short maturity corporate paper but with a positive yield. Consequently, the yield to maturity of the portfolio increased significantly over the first quarter specifically. This credit book was added to when interesting opportunities appeared in the primary market. The CDS which had until this point generated the exposure to credit markets were little by little retired, preferring the aforementioned book of cash credit bonds. In the rates market, duration remained below one year on the back of the renewed tightening cycle by central banks. The portfolio was specifically net short in US treasuries, typically through put options in order to benefit from convexity in the event in the acceleration of a selloff in bond markets. The portfolio also went short French treasury futures in advance of the French election when the outcome appeared less clear. A small long in Australian treasury government bonds was retired in spring. On the currency side, the portfolio was positioned for a rising US dollar on the back the expected Trump fiscal relaunch. The long US dollar was financed by being short EUR which we expected to weaken on political noise and a widening rate differentials in favor of the US Dollar.

Performance analysis

For the period 30th December 2016 to 17th July 2017, date of liquidation, the portfolio delivered a positive net return of +0.20%, which compares to negative yielding money markets over the same period (for illustration purposes Eonia OIS delivered -0.20% over the same period). Credit was a positive contributor to excess return through both spread tightening and positive carry. Rates strategies were overall slightly negative as the US curve steepened and French futures outperformed after the more favorable election result. The corollary of the flattening US Treasury curve as well as the unorthodox management style of President Trump meant that US Dollar weakened and consequently the currency book in the portfolio lagged marginally too.

NEF - Ethical Total Return Bond (previously Absolute Return Bond)

Financial Statements as at 31/12/17

Statement of Net Assets as at 31/12/17

Expressed in EUR

Assets		265,789,734.77
Securities portfolio at market value	Note 2	254,995,275.27
<i>Cost price</i>		<i>256,238,459.06</i>
<i>Unrealised loss on the securities portfolio</i>		<i>-1,243,183.79</i>
Cash at banks and liquidities		7,250,781.32
Interest receivable		2,236,689.95
Subscribers receivable		23,452.35
Unrealised net appreciation on forward foreign exchange contracts	Note 2	1,277,062.87
Other assets		6,473.01
Liabilities		1,465,148.29
Bank overdrafts		351,434.98
Taxe d'abonnement payable	Note 4	31,114.39
Redemption payable		665,267.69
Unrealised net depreciation on financial futures	Note 2	110,170.15
Unrealised net depreciation on swaps	Note 2,6	44,533.27
Accrued management & advisory fees	Note 5	171,795.31
Accrued depositary & sub-depositary fees	Note 7	5,719.54
Accrued administrative expenses		6,676.51
Other liabilities		78,436.45
Net asset value		264,324,586.48

Changes in number of units outstanding from 01/01/17 to 31/12/17

	Units outstanding as at 01/01/17	Units issued	Units redeemed	Units outstanding as at 31/12/17
Ethical Total Return Bond (previously Absolute Return Bond) - Category R Capitalisation units	3,355,339.318	907,181.835	1,126,917.870	3,135,603.283
Ethical Total Return Bond (previously Absolute Return Bond) - Category I Capitalisation units	479,387.580	1,901,816.097	421,410.520	1,959,793.157
Ethical Total Return Bond (previously Absolute Return Bond) - Category D Distribution units	3,993,198.888	24,190,676.724	2,757,576.495	25,426,299.117
Ethical Total Return Bond (previously Absolute Return Bond) - Category C Capitalisation units	0.000	5,257.623	0.000	5,257.623

NEF - Ethical Total Return Bond (previously Absolute Return Bond)

Key figures relating to the last 3 years

	<i>Year ended on :</i>	31/12/17	31/12/16	31/12/15
Total Net Assets	EUR	264,324,586.48	70,601,440.71	72,055,359.85
Ethical Total Return Bond (previously Absolute Return Bond) - Category R	EUR			
Capitalisation units				
Number of units		3,135,603.283	3,355,339.318	3,482,983.860
Net asset value per unit		9.51	9.52	9.69
Ethical Total Return Bond (previously Absolute Return Bond) - Category I	EUR			
Capitalisation units				
Number of units		1,959,793.157	479,387.580	443,495.920
Net asset value per unit		9.83	9.80	9.93
Ethical Total Return Bond (previously Absolute Return Bond) - Category D	EUR			
Distribution units				
Number of units		25,426,299.117	3,993,198.888	3,864,941.498
Net asset value per unit		8.46	8.51	8.77
Dividend per unit		0.04	0.11	0.15
Ethical Total Return Bond (previously Absolute Return Bond) - Category C	EUR			
Capitalisation units				
Number of units		5,257.623	0.000	0.000
Net asset value per unit		9.52	0.00	0.00

NEF - Ethical Total Return Bond (previously Absolute Return Bond)

Securities portfolio as at 31/12/17

Expressed in EUR

Quantity / Nominal	Denomination	Quotation currency	Market value	% of net assets
Transferable securities admitted to an official stock exchange listing and/or dealt in on another regulated market			238,033,973.71	90.05%
Bonds			214,464,777.25	81.13%
<i>Argentina</i>			<i>273,677.15</i>	<i>0.10%</i>
300,000	ARGENTINA 6.875 17-27 26/01S	USD	273,677.15	0.10%
<i>Australia</i>			<i>4,175,855.19</i>	<i>1.58%</i>
3,000,000	NAT.AUST.BK 1.375 17-22 27/06A	GBP	3,378,503.88	1.28%
700,000	WESTFIELD REGS 2.625 17-29 30/03A	GBP	797,351.31	0.30%
<i>Bahrain</i>			<i>799,099.48</i>	<i>0.30%</i>
1,000,000	KINGDOM OF BAHRAIN 7.50 17-47 20/09S	USD	799,099.48	0.30%
<i>Belgium</i>			<i>303,615.00</i>	<i>0.11%</i>
300,000	KBC GROUP NV 0.75 17-22 01/03M	EUR	303,615.00	0.11%
<i>British Virgin Islands</i>			<i>184,651.05</i>	<i>0.07%</i>
200,000	SINO OCEAN 6.00 14-24 30/07S	USD	184,651.05	0.07%
<i>Canada</i>			<i>14,154,456.12</i>	<i>5.35%</i>
20,000,000	CANADA GOVT BONDS 3.75 08-19 01/06S	CAD	13,689,341.05	5.17%
525,000	STONEMAN CPTL REGS 10.00 17-27 01/03S	USD	465,115.07	0.18%
<i>Cayman Islands</i>			<i>2,599,378.93</i>	<i>0.98%</i>
750,000	INKIA ENERGY REGS 5.875 17-27 09/11S	USD	628,379.06	0.24%
1,000,000	PGH CAPITAL PLC 4.125 17-22 20/07A	GBP	1,204,377.67	0.45%
1,000,000	SPARC EM SPC PANAMA 0.00 17-22 05/12U	USD	766,622.20	0.29%
<i>Chile</i>			<i>719,939.97</i>	<i>0.27%</i>
900,000	ENAP 4.50 17-47 14/09S	USD	719,939.97	0.27%
<i>France</i>			<i>5,551,795.10</i>	<i>2.10%</i>
500,000	BPCE SUB 4.625 14-25 11/07S	USD	439,437.59	0.17%
200,000	BPCE 144A SUB 4.625 14-24 11/07S	USD	175,727.51	0.07%
800,000	EDF 1.00 16-26 13/10A	EUR	785,736.00	0.30%
1,300,000	FONCIERE DES REGIO 1.50 17-27 21/06A	EUR	1,295,645.00	0.49%
1,200,000	FRANCE OAT 2.25 11-22 25/10A	EUR	1,336,788.00	0.50%
1,300,000	ICADE 1.50 17-27 13/09A	EUR	1,309,503.00	0.49%
200,000	SFR GROUP SA REGS 5.625 14-24 15/05S	EUR	208,958.00	0.08%
<i>Germany</i>			<i>12,173,083.53</i>	<i>4.61%</i>
1,950,000	ADLER REAL ESTATE 2.125 17-24 06/02A	EUR	1,936,174.50	0.73%
5,200,000	ALLEMAGNE 176 0.00 17-22 07/10U	EUR	5,251,428.00	1.99%
700,000	DEUTSCHE BAHN FIN. 1.375 17-25 07/07A	GBP	784,207.03	0.30%
2,200,000	DEUTSCHLAND REP 1.75 14-24 15/02A	EUR	2,439,756.00	0.92%
800,000	NIDDA HEALTHCARE 3.50 17-24 30/09S	EUR	808,400.00	0.31%
900,000	UNITYMEDIA HESSEN REGS 4.00 14-25 15/01S	EUR	953,118.00	0.36%
<i>Hong Kong</i>			<i>1,505,520.00</i>	<i>0.57%</i>
1,500,000	CGNPC INTL 1.625 17-24 11/12A	EUR	1,505,520.00	0.57%
<i>India</i>			<i>848,211.46</i>	<i>0.32%</i>
1,000,000	BHARTI AIRTEL REG 4.375 15-25 10/06S	USD	848,211.46	0.32%
<i>Ireland</i>			<i>2,310,005.80</i>	<i>0.87%</i>
400,000	ROADSTER FINANCE 2.375 17-27 08/12A	EUR	397,524.00	0.15%
400,000	ROADSTER FINANCE DAC 1.625 17-24 09/12A	EUR	398,016.00	0.15%
750,000	SMURFIT KAP ACQ REGS 2.75 15-25 01/02S	EUR	796,665.00	0.30%
630,000	VIRGIN MEDIA RECEI 5.50 16-24 15/09S	GBP	717,800.80	0.27%
<i>Italy</i>			<i>16,512,522.00</i>	<i>6.26%</i>
800,000	ENI SPA 1.50 17-27 17/01A	EUR	811,904.00	0.31%
6,200,000	ITALY BTP 1.35 15-22 15/04S	EUR	6,387,984.00	2.42%
2,000,000	ITALY BTP 4.50 04-20 01/02S	EUR	2,189,580.00	0.83%
700,000	LEONARDO 1.50 17-24 07/06A	EUR	702,758.00	0.27%
1,500,000	TELECOM ITALIA SPA 2.375 17-27 12/10A	EUR	1,502,040.00	0.57%
1,000,000	UNICREDIT 4.375 16-27 03/01A	EUR	1,084,920.00	0.41%
200,000	UNICREDIT SPA REGS 6.95 12-22 31/10A	EUR	246,358.00	0.09%
1,500,000	UNIPOL GRUPPO FI 3.50 17-27 29/11A	EUR	1,511,790.00	0.57%
1,000,000	WIND TRE SPA 3.125 17-25 20/01S	EUR	974,330.00	0.37%
1,100,000	2I RETE DAG SPA 1.608 17-27 31/10A	EUR	1,100,858.00	0.42%
<i>Japan</i>			<i>1,804,025.52</i>	<i>0.68%</i>
800,000	MITSUBISHI UFJ 0.872 17-24 07/09A	EUR	796,848.00	0.30%
1,200,000	SUMITOMO MITSUI FINL 3.446 17-27 11/01S	USD	1,007,177.52	0.38%
<i>Jersey Island</i>			<i>1,042,290.00</i>	<i>0.39%</i>
1,000,000	MERCURY BONDCO 8.25 15-21 30/05S	EUR	1,042,290.00	0.39%

NEF - Ethical Total Return Bond (previously Absolute Return Bond)

Securities portfolio as at 31/12/17

Expressed in EUR

Quantity / Nominal	Denomination	Quotation currency	Market value	% of net assets
<i>Luxembourg</i>			<i>7,924,175.48</i>	<i>3.00%</i>
710,000	ARENA LUX FIN SARL 2.875 17-24 01/11S	EUR	731,001.80	0.28%
900,000	AROUNDTOWN SA 1.00 17-25 07/01A	EUR	877,392.00	0.33%
300,000	ATF NETHERLANDS BV 2.125 16-23 13/03A	EUR	317,028.00	0.12%
1,300,000	HEIDELBERGCEMENT F 1.5 17-27 14/06A	EUR	1,304,953.00	0.49%
1,200,000	HOLCIM FINANCE 1.750 17-29 29/08A	EUR	1,194,672.00	0.45%
1,200,000	MHP REGS 8.25 13-20 02/04S	USD	1,089,315.43	0.41%
800,000	MILLICOM INTL CEL 6.00 15-25 10/03S	USD	713,009.25	0.27%
1,700,000	TELENET INT FIN REGS 3.50 17-28 01/03S	EUR	1,696,804.00	0.65%
<i>Mexico</i>			<i>4,438,095.70</i>	<i>1.68%</i>
1,200,000	CEMEX SAB DE CV 2.75 17-24 05/12S	EUR	1,208,892.00	0.46%
1,000,000	GACM REGS 5.50 17-47 31/07S	USD	825,097.98	0.31%
1,300,000	GRUPO BIMBO REGS 4.70 17-47 10/11S	USD	1,097,493.53	0.42%
1,625,000	INFRA ENERGITICA REGS 4.875 17-48 14/01S	USD	1,306,612.19	0.49%
<i>New Zealand</i>			<i>3,970,884.63</i>	<i>1.50%</i>
650,000	NEW ZEALAND INDEXED 2.50 14-35 20/09Q	NZD	433,481.65	0.16%
5,200,000	NEW ZEALAND 427 4.50 14-27 15/04S	NZD	3,537,402.98	1.34%
<i>Poland</i>			<i>4,493,129.63</i>	<i>1.70%</i>
20,050,000	POLAND GOV BOND 2.50 16-27 25/07A	PLN	4,493,129.63	1.70%
<i>Rwanda</i>			<i>875,569.08</i>	<i>0.33%</i>
1,000,000	RWANDESE REP REGS 6.625 13-23 02/05S	USD	875,569.08	0.33%
<i>South Africa</i>			<i>2,846,740.71</i>	<i>1.08%</i>
46,500,000	SOUTH AFRICA (REP OF) 8.75 12-48 28/02S	ZAR	2,846,740.71	1.08%
<i>Spain</i>			<i>6,485,250.99</i>	<i>2.45%</i>
1,200,000	BANCO DE SABADELL SA 0.875 17-23 05/03A	EUR	1,189,692.00	0.45%
2,500,000	INMOB COLONIAL 2.50 17-29 28/11A	EUR	2,482,250.00	0.93%
1,200,000	SPAIN 0.40 17-22 30/04A	EUR	1,208,760.00	0.46%
1,300,000	TELEFONICA EMISIONES 5.597 12-20 12/03A	GBP	1,604,548.99	0.61%
<i>Sweden</i>			<i>1,978,751.20</i>	<i>0.75%</i>
1,000,000	INTRUM JUSTITIA AB 2.75 17-22 15/07S	EUR	1,007,980.00	0.38%
960,000	VOLVO CAR AB 2.00 17-25 24/01A	EUR	970,771.20	0.37%
<i>The Netherlands</i>			<i>8,790,353.50</i>	<i>3.33%</i>
1,500,000	ALLIANZ FINANCE 0.875 17-27 06/12A	EUR	1,478,565.00	0.57%
1,400,000	BRENTAG FINANCE 1.125 17-25 27/09A	EUR	1,391,782.00	0.53%
1,500,000	ENEL FINANCE INTL 3.50 17-28 06/04S	USD	1,224,977.07	0.46%
200,000	GREENKO DUTCH BV 5.25 17-24 24/07S	USD	169,420.50	0.06%
300,000	IBERDROLA SA 2.50 14-22 24/10A	EUR	330,354.00	0.12%
1,200,000	ING GROEP 1.375 17-28 11/01A	EUR	1,194,984.00	0.45%
1,200,000	MARFRIG HOLDINGS REGS 6.875 14-19 24/06S	USD	1,031,331.61	0.39%
800,000	PETROBRAS GLOBAL F 6.125 17-22 17/01S	USD	709,120.32	0.27%
1,000,000	RABOBANK EMTN 6.875 10-20 19/03A	EUR	1,152,040.00	0.44%
100,000	SCAHEFFLER FIN REGS 3.25 15-25 15/05S	EUR	107,779.00	0.04%
<i>Turkey</i>			<i>1,593,851.42</i>	<i>0.60%</i>
1,000,000	COCA COLA ICE 4.215 17-24 19/09S	USD	847,586.09	0.32%
900,000	TURKIYE SINAI KALK 4.875 16-21 18/05S	USD	746,265.33	0.28%
<i>Ukraine</i>			<i>690,133.41</i>	<i>0.26%</i>
500,000	MIN FIN UKRAINE REGS 7.75 15-23 01/09S	USD	444,029.85	0.17%
300,000	UKRAINE GOVT 7.375 17-32 25/09S	USD	246,103.56	0.09%
<i>United Kingdom</i>			<i>12,350,143.12</i>	<i>4.67%</i>
1,000,000	BARCLAYS BANK SUB 6.625 11-22 30/03A	EUR	1,228,630.00	0.46%
600,000	BP CAPITAL MARKETS 1.768 17-19 19/03S	USD	497,335.11	0.19%
1,000,000	CASA LO REGS S19 4.125 17-27 10/01S	USD	867,314.26	0.33%
300,000	CREDIT AGRICOLE LDN 4.125 17-27 10/01S	USD	260,126.74	0.10%
700,000	DS SMITH 1.375 17-24 26/07A	EUR	703,836.00	0.27%
700,000	DS SMITH 2.875 17-29 26/07A	GBP	787,749.51	0.30%
800,000	HSBC HLDGS 0.875 16-24 06/09A	EUR	803,456.00	0.30%
300,000	HSBC HLDGS 3.60 16-23 25/05S	USD	257,785.38	0.10%
1,320,000	INEOS FINANCE 2.125 17-25 15/11S	EUR	1,313,254.80	0.49%
450,000	LLOYDS BANKING GROUP 2.25 17-24 16/10A	GBP	512,877.16	0.19%
1,300,000	NAT GRID GAS FIN 0.625 16-24 22/09A	EUR	1,274,078.00	0.48%
200,000	NATIONWIDE BUILDING 4.125 13-23 20/03A	EUR	201,866.00	0.08%
1,000,000	NATL WESTMINSTER BANK 6.50 98-21 07/09A	GBP	1,312,511.98	0.50%
100,000	ROYAL BK OF SCOTL. 7.648 00-XX 31/12S	USD	109,036.11	0.04%
176,149	TESCO PROPERTY FIN 2 6.0517 09-39 13/10Q	GBP	240,457.57	0.09%
541,122	TESCO PTY REGS 7.622 09-39 13/07Q	GBP	838,704.39	0.32%

The accompanying notes form an integral part of these financial statements

NEF - Ethical Total Return Bond (previously Absolute Return Bond)

Securities portfolio as at 31/12/17

Expressed in EUR

Quantity / Nominal	Denomination	Quotation currency	Market value	% of net assets
670,000	TITAN GLOBAL FINANCE 2.375 17-24 16/11S	EUR	670,067.00	0.25%
400,000	VIRGIN MEDIA FIN 5.125 15-25 15/01S	GBP	471,057.11	0.18%
<i>United States of America</i>			93,069,572.08	35.22%
1,500,000	ABBOTT LABORATORIE 3.75 16-26 30/03M	USD	1,286,150.25	0.49%
800,000	AES CORP 5.125 17-27 01/09S	USD	703,176.85	0.27%
850,000	AMC ENTERT HLDG 6.125 17-27 15/05S	USD	704,742.35	0.27%
1,200,000	AMERICAN INTL GROUP 3 5.00 06-23 26/04A	GBP	1,561,583.80	0.59%
1,300,000	AMERICAN TOWER 3.50 13-23 31/03S	USD	1,108,929.38	0.42%
650,000	ANDEAVOR 3.8 17-28 01/04S	USD	543,223.97	0.21%
1,000,000	ANDEAVOR LOGIS LP 4.25 17-27 01/12S	USD	845,284.75	0.32%
2,000,000	APPLE 3.00 17-2713/11S	USD	1,662,903.36	0.63%
400,000	AT T 2.35 17-29 04/09A	EUR	404,852.00	0.15%
1,200,000	AT&T INC 3.8 17-24 01/03S	USD	1,025,788.38	0.39%
1,000,000	AT&T INC 3.90 17-27 14/08S	USD	840,306.85	0.32%
900,000	AVANGRID INC 3.15 17-24 01/12S	USD	748,268.99	0.28%
1,000,000	BAKER HUGHES 144A 3.337 17-27 15/12S	USD	834,261.66	0.32%
1,300,000	BANK OF AMERICA 3.30 13-23 11/01A	USD	1,110,696.24	0.42%
910,000	BEACON ROOFING SUPP 4.875 17-25 01/11S	USD	765,415.24	0.29%
1,600,000	BECTON DICKINSON CO 3.70 17-37 06/06S	USD	1,345,838.41	0.51%
1,200,000	BLUE CUBE SPINCO 9.75 16-23 15/10S	USD	1,189,984.15	0.45%
1,200,000	CELGENE 3.45 17-27 15/11S	USD	1,001,844.41	0.38%
1,000,000	CHARTER COM OPER 4.20 17-28 15/03S	USD	831,476.70	0.31%
300,000	CITIGROUP 4.50 11-22 14/01S	USD	266,460.43	0.10%
1,200,000	CITIGROUP EMTN 2.375 14-24 22/05A	EUR	1,316,364.00	0.50%
1,400,000	COMCAST 3.15 16-26 01/03S	USD	1,177,153.34	0.45%
200,000	CONCHO RESOURCES 4.375 16-25 15/01S	USD	173,799.71	0.07%
700,000	CONCHO RESOURCES INC 3.75 17-27 01/10S	USD	592,423.08	0.22%
300,000	CS NY MTN SUB TR.6 4.375 10-20 05/08S	USD	262,087.89	0.10%
850,000	CSVC ACQUISITION CORP 7.75 17-25 15/06S	USD	692,799.97	0.26%
500,000	DIAMONBACK ENG 5.375 17-25 31/05S	USD	430,592.84	0.16%
200,000	DIAMONDBACK ENERGY 4.75 17-24 01/11S	USD	168,605.02	0.06%
1,075,000	DISCOVERY COMM 3.95 17-28 20/03S	USD	891,291.80	0.34%
625,000	DISCOVERY COMM. 2.50 17-24 20/09A	GBP	698,860.50	0.26%
1,450,000	ENLINK MIDSTREAM PART 4.85 16-26 15/07S	USD	1,267,036.19	0.48%
250,000	EQUINIX 5.375 13-23 01/04S	USD	215,788.38	0.08%
750,000	EQUINIX INC 2.875 17-22 01/10S	EUR	758,625.00	0.29%
840,000	FXI HOLDINGS INC 7.875 17-24 01/11S	USD	698,657.55	0.26%
1,200,000	GOLDMAN SACHS GROUP 4.75 06-21 12/10A	EUR	1,380,456.00	0.52%
1,000,000	HESS 4.30 16-27 01/04S	USD	838,439.09	0.32%
900,000	IMS HEALTH REGS 3.25 17-25 15/03S	EUR	931,041.00	0.35%
1,400,000	JPMORGAN CHASE 4.35 11-21 15/08S	USD	1,239,349.62	0.47%
1,000,000	KRAFT HEINZ FOODS 3.00 16-26 01/06S	USD	803,427.00	0.30%
300,000	METLIFE INC 3.00 15-25 01/03S	USD	250,771.29	0.09%
300,000	METROPOLITAN LIFE 144A3.00 12 23 10/01S	USD	252,229.64	0.10%
1,200,000	MORGAN STANLEY 1.00 16-22 02/12A	EUR	1,225,872.00	0.46%
1,400,000	MOSAIC 4.05 17-27 15/11S	USD	1,173,277.75	0.44%
1,000,000	PROLOGIS 2.25 17-29 30/06A	GBP	1,105,677.22	0.42%
800,000	QEP RESOURCES 5.625 17-26 01/03S	USD	677,121.66	0.26%
1,300,000	ROCHE HOLDING 144A 3.35 14-24 30/09S	USD	1,120,787.96	0.42%
700,000	TERRAFORM GLOBAL 9.75 15-22 15/08S	USD	648,607.52	0.25%
870,000	THE BRINKS CO 4.625 17-27 15/10S	USD	715,448.60	0.27%
11,900,000	TSY INFL IX N/B 0.375 17-27 15/07S	USD	9,958,115.34	3.78%
1,225,000	TYSON FOODS 2.25 17-21 23/08S	USD	1,009,417.16	0.38%
300,000	UBS AG STAMFORD CT 2.375 14-19 14/08S	USD	250,491.12	0.09%
21,000,000	US T NOTE 1.50 16-23 28/02S	USD	16,900,092.77	6.40%
11,500,000	USA T NOTES 2.25 14-24 15/11S	USD	9,540,982.24	3.61%
11,000,000	USA TREASURY BONDS 1.75 16-21 30/11S	USD	9,046,618.39	3.42%
4,000,000	USA TREASURY NOTES 3.875 08-18 15/05S	USD	3,365,504.88	1.27%
450,000	VANTIV LLC/ISS CORP 4.375 17-25 15/11S	USD	379,909.11	0.14%
1,400,000	VERIZON COMMUNICATION 2.875 17-38 15/01A	EUR	1,421,294.00	0.54%
850,000	WESTERN GAS PARTNERS 3.95 15-25 01/06S	USD	709,367.28	0.27%
Floating rate bonds			23,569,196.46	8.92%
<i>Belgium</i>			1,247,496.00	0.47%
1,200,000	KBC GROUP SUB FL.R 14-24 25/11A	EUR	1,247,496.00	0.47%
<i>British Virgin Islands</i>			1,310,253.70	0.50%
875,000	HUANENG HONG KONG FL.R 17-XX 30.10S	USD	715,430.88	0.27%

The accompanying notes form an integral part of these financial statements

NEF - Ethical Total Return Bond (previously Absolute Return Bond)

Securities portfolio as at 31/12/17

Expressed in EUR

Quantity / Nominal	Denomination	Quotation currency	Market value	% of net assets
725,000	SINO-OCEAN LAND TR III FL.R 17-XX XX/XXS	USD	594,822.82	0.23%
	<i>Canada</i>		622,131.66	0.24%
750,000	BANK OF NOVA SCOTIA FL.R 17-XX 12/04S	USD	622,131.66	0.24%
	<i>Cayman Islands</i>		1,686,783.93	0.64%
930,000	SMFG PREF REGS SUB FL.R 08-XX 25/01A	GBP	1,686,783.93	0.64%
	<i>Denmark</i>		753,476.00	0.29%
200,000	ORSTED FL.R 13-XX 26/06A	EUR	244,406.00	0.09%
500,000	ORSTED FL.R 17-29 26/11A	EUR	509,070.00	0.20%
	<i>France</i>		5,700,997.39	2.16%
900,000	AXA SUB FL.R 14-XX 08/10A	EUR	1,022,166.00	0.39%
600,000	CREDIT AGRICOLE SUB. FL.R 15-XX 13/01A	EUR	672,576.00	0.25%
800,000	DANONE SA EMTN FL.R 17-XX 23/06A	EUR	804,600.00	0.30%
1,000,000	ELECT.DE FRANCE FL.R 13-XX 29/01S	GBP	1,207,691.35	0.46%
725,000	EUROFINS SCIENTIFIC FL.R 17-XX XX/XXA	EUR	730,314.25	0.28%
800,000	ORANGE EMTN SUB FL.R 14-XX 01/10A	GBP	1,010,822.45	0.38%
200,000	ORANGE SA FL.R 14-XX 07/02A	GBP	252,827.34	0.10%
	<i>Italy</i>		1,334,016.00	0.50%
700,000	ASSICURAZ GENERALI FL.R 15-47 27/10A	EUR	841,841.00	0.31%
500,000	WIND TRE SPA FL.R 17-24 20/01Q	EUR	492,175.00	0.19%
	<i>Jersey Island</i>		297,945.29	0.11%
200,000	HSBC BK REG S SUB FL.R 03-XX 05/11A	GBP	297,945.29	0.11%
	<i>Spain</i>		614,850.00	0.23%
600,000	BANCO DE SABADELL FL.R 17-XX XX.XXQ	EUR	614,850.00	0.23%
	<i>The Netherlands</i>		5,286,222.44	2.00%
1,400,000	ABN AMRO BANK FL.R 17-28 27/03S	USD	1,202,823.31	0.46%
500,000	AT SECURITIES BV FL.R 17-XX XX/XXA	USD	423,188.53	0.16%
200,000	ING BANK EMTN FL.R 08-23 29/05A	EUR	205,082.00	0.08%
900,000	KPN FL.R 13-73 14/03A	GBP	1,115,457.10	0.42%
1,300,000	RABOBANK EMTN FL.R 14-26 26/05A	EUR	1,378,221.00	0.52%
600,000	TELEFONICA EUROPA SUB FL.R 13-XX 26/11A	GBP	750,434.50	0.28%
200,000	TELEFONICA EUROPA SUB FL.R 16-XX 15/09A	EUR	211,016.00	0.08%
	<i>United Kingdom</i>		4,715,024.05	1.78%
200,000	AVIVA PLC SUB FL.R 03-XX 29/09A	GBP	259,646.31	0.10%
700,000	BARCLAYS FL.R 17-28 07/02A	EUR	697,578.00	0.26%
200,000	BARCLAYS PLC FL.R 15-25 11/11U	EUR	207,962.00	0.08%
700,000	CYBG PLC FL.R 16-26 08/02S	GBP	840,397.64	0.32%
300,000	LLOYDS TSB BANK EMTN FL.R 04-25 09/07A	GBP	371,108.95	0.14%
1,000,000	SANTANDER UK GRP HDG FL.R 17-28 03/11S	USD	836,704.74	0.32%
1,200,000	TSB BKG GROUP PLC FL.R 14-26 06/05S	GBP	1,501,626.41	0.56%
Other transferable securities			16,961,301.56	6.42%
Bonds			13,805,012.25	5.22%
	<i>France</i>		1,565,488.00	0.59%
1,600,000	AUTOR.PARIS RHIN RHONE 1.50 17-33 17/01A	EUR	1,565,488.00	0.59%
	<i>India</i>		1,427,104.14	0.54%
1,700,000	INDIAN RAILWAY FINAN 3.835 17-27 13/12S	USD	1,427,104.14	0.54%
	<i>Italy</i>		303,954.00	0.11%
300,000	INTESA SANPAOLO SPA 0.875 17-22 27/06A	EUR	303,954.00	0.11%
	<i>Spain</i>		997,710.00	0.38%
1,000,000	IBERDROLA FINANZAS 1.25 17-27 13/09A	EUR	997,710.00	0.38%
	<i>The Netherlands</i>		1,581,376.00	0.60%
1,600,000	GAS NAT FENOSA 0.875 17-25 15/05A	EUR	1,581,376.00	0.60%
	<i>United Arab Emirates</i>		1,139,380.68	0.43%
1,325,000	ABU DHABI OIL 4.60 17-47 02/11S	USD	1,139,380.68	0.43%
	<i>United Kingdom</i>		2,568,684.55	0.97%
1,000,000	HOUSING AND CARE TWY 3.288 17-49 08/11S	GBP	1,179,615.20	0.45%
1,200,000	LIBERTY LIVING FINAN 3.375 17-29 28/11A	GBP	1,389,069.35	0.52%
	<i>United States of America</i>		4,221,314.88	1.60%
750,000	EQUINIX 2.875 17-26 01/02S	EUR	750,210.00	0.28%
680,000	IRON MOUNTAIN 3.875 17-25 15/11S	GBP	751,814.53	0.28%
2,250,000	NESTLE HOLDINGS 1.00 17-21 11/06A	GBP	2,544,605.12	0.97%
200,000	TRONOX FINANCE LLC 7.5 15-22 15/03S	USD	174,685.23	0.07%

NEF - Ethical Total Return Bond (previously Absolute Return Bond)

Securities portfolio as at 31/12/17

Expressed in EUR

Quantity / Nominal	Denomination	Quotation currency	Market value	% of net assets
Floating rate bonds			2,368,506.77	0.90%
<i>The Netherlands</i>			<i>1,397,772.00</i>	<i>0.53%</i>
600,000	NN GROUP NV FL.R 17-48 13/01A	EUR	700,362.00	0.27%
700,000	TELEFONICA EUROPE BV FL.R 17-XX XX/XXM	EUR	697,410.00	0.26%
<i>United Kingdom</i>			<i>970,734.77</i>	<i>0.37%</i>
600,000	HSBC HLDGS FL.R 17-26 13/11A	GBP	679,711.02	0.26%
250,000	INVESTEC PLC FL.R 17-XX 05/12Q	GBP	291,023.75	0.11%
Mortgage and asset backed securities			787,782.54	0.30%
<i>United States of America</i>			<i>787,782.54</i>	<i>0.30%</i>
1,000,000	MOSAIC SOLAR LOANS 2.00 17-42 20/09M	USD	787,782.54	0.30%
Total securities portfolio			254,995,275.27	96.47%

NEF - Ethical Total Return Bond (previously Absolute Return Bond)

Statement of Operations and Changes in Net Assets from 01/01/17 to 31/12/17

Expressed in EUR

Income		2,521,661.74
Net interest on bonds	Note 2	2,397,480.38
Bank interest on cash account	Note 2	8,763.56
Securities lending income	Note 2,8	3,912.72
Interest on swaps		111,505.08
Expenses		1,216,247.54
Management & advisory fees	Note 5	702,510.22
Depositary & sub-depositary fees	Note 7	23,806.22
Taxe d'abonnement	Note 4	40,775.32
Administrative expenses		32,289.32
Professional fees		120.94
Bank interest on overdrafts		56,107.15
Legal fees		10,858.14
Transaction fees	Note 2	28,836.37
Publication & printing fees		1,147.74
Bank charges		10,101.00
Correspondent bank fees	Note 2	163,866.79
Interest on swaps		67,413.04
Other expenses		78,415.29
Net income from investments		1,305,414.20
Net realised profit / loss on:		
- sales of investment securities	Note 2	-66,327.34
- options	Note 2	-74,299.56
- forward foreign exchange contracts	Note 2	-417,969.99
- financial futures	Note 2	-836,151.65
- swaps	Note 2	628,369.41
- foreign exchange	Note 2	536,414.86
Net realised profit		1,075,449.93
Movement in net unrealised appreciation /(depreciation) on:		
- investments	Note 2	-2,753,900.45
- options	Note 2	32,426.43
- forward foreign exchange contracts	Note 2	2,069,319.69
- financial futures	Note 2	107,001.43
- swaps		-613,496.64
Decrease in net assets as a result of operations		-83,199.61
Dividends paid	Note 9	-142,476.47
Subscription capitalisation units		27,338,346.60
Subscription distribution units		204,822,021.32
Redemption capitalisation units		-14,847,435.13
Redemption distribution units		-23,364,110.94
Increase in net assets		193,723,145.77
Net assets at the beginning of the year		70,601,440.71
Net assets at the end of the year		264,324,586.48

NEF
- Global Property

Manager's Report

Market update

2017 ushered in the slowing or ending of Central Banks' quantitative easing programmes and the tightening of monetary policy. Equity markets broadly performed well with limited volatility as consecutive record highs were posted for the S&P 500, Dow Jones as well as the FTSE 100.

In 2017, the US raised interest rates three times as the Federal Reserve (Fed) increased interest rates to contain inflation and ensure a sustainable rate of economic growth. It is expected that there will be a further three interest rate rises in 2018 under the new Fed chairman Jerome Powell. The UK modestly raised interest rates in November 2017 although the Bank of England is not expected to raise rates in 2018. The Bank of Japan continued its asset purchasing programme including the purchase of J REITs. The Bank of Japan continues to fall short of its aim to increase inflation to its 2% target and is therefore still operating an accommodative monetary policy.

Over 2017, the FTSE/EPRA NAREIT Developed Index rose 11% in US dollar terms. Over the year, Singapore delivered the highest returns in US dollar terms, Japan the lowest in US dollar terms.

Over 2017, the US REIT market rose 4% in US dollar terms. Retail focused REITs were the worst performers over the year. The trend of increasing e-commerce led to many retailers lowering their physical store presence. Over the year industrial REITs were the strongest performers. Demand for US data centres increased and the sector has benefitted from structural changes such as 'last-mile delivery'. The UK REIT market rose 23% in US dollar terms.

UK office REITs were buoyed by the sale of trophy assets in central London and self-storage REITs rose owing to increased demand from millennials and other structural drivers.

Investment strategy

We remain wedded to investing in companies that own high quality real estate in 'Global Cities'. Our strategy does not turn on comments or policy decisions from central banks, nor on employment numbers, GDP or PMI releases.

The investment case for a company is not swayed by macroeconomic data.

We focus on investing for the long-term in a small universe of companies which we believe display three fundamental characteristics: skilled and aligned management teams; strong balance sheets with low gearing, and; located in areas with structural growth drivers – demographics, technology and quality real estate. We believe companies with these fundamentals can maintain pricing power and are able to generate capital growth.

There were a number of instances where market volatility provided a clear entry or exit point into a select few companies over the year. One investment case, Deutsche Wohnen, is set out below.

Deutsche Wohnen

We opened a position in Deutsche Wohnen (DW) in late December 2016. DW is a German residential property company with over 160,000 units across the most economically vibrant areas of Germany. The company mainly holds assets in Berlin, the Rhineland and Dresden providing a link to the underlying residential real estate markets.

We purchased DW on valuation grounds as it offered an attractive yield.

More people rent their home in Germany than any other European country, and the density of renters is especially high in cities. DW's exposure to Germany's major cities gives it pricing power through limited supply, strength of product, as well as benefitting from regular rental value increases.

DW's value-enhancing strategy is based on high levels of investment within its portfolio. DW aims to reduce obsolescence through actively managing its units as well as focusing on community aspects around its buildings.

Its management team is highly experienced and they employ specialist real estate operators to manage its assets.

Its portfolio contains highly sought after, early 20th century buildings, where tenant retention is high. These buildings are managed in accordance with tenant demands, commensurate with neighbourliness as well as a sense of community. This has created very high levels of tenant demand for these assets.

Annual Review – 2017

The overweight position on average of around 1.75% relative to the FTSE/EPRA NAREIT Developed index contributed positively to portfolio returns in 2017.

Performance Attribution

The main positive contributors to performance within the portfolio relative to the FTSE EPRA NAREIT Developed Index were stocks held in the US, Europe (ex-UK) and the UK. The biggest detractors from the portfolio's performance were stocks held in Japan.

Manager's Report (continued)

Top performers:

- In the US, the best performing sector was Industrial REITs. The portfolio's biggest contributor to performance in this sector was an overweight position to Rexford Industrial Realty. The portfolio held an average of 2.4% overweight position throughout the year.
- In the UK, the best performing sector was Self-Storage REITs. The portfolio's biggest contributor to performance in this sector was an overweight position to Big Yellow Group. The portfolio held an average of 1.5% overweight position throughout the year.
- The portfolio holds a handful of stocks in Spain, Sweden and Norway. Overweight positions to all these markets positively contributed to performance in US dollar terms.

Bottom performers:

- Japanese REITs were the worst performers over 2017, falling 2.0%.Overweight positions in Nomura and Mitsubishi detracted from the portfolio's performance

Outlook

The outlook for 2018 signals the possible return of political risk as well as deflation. We see the low inflation-strong growth environment being replaced by a more conventional deflation environment coupled with rising interest rates. Growth is expected to continue, but central banks are likely to be more watchful.

Quantitative easing is expected to be curtailed as central banks maintain or reduce the size of their balance sheets. The Bank of Japan however may still continue with their asset purchasing programme to stimulate economic growth.

We see reasons for optimism for the markets in which the portfolio invests. Global cities have all the ingredients to sustain growth: a broad economy; low supply; good infrastructure; and excellent higher education.

NEF - Global Property
Financial Statements as at 31/12/17

Statement of Net Assets as at 31/12/17

Expressed in EUR

Assets		70,226,756.43
Securities portfolio at market value	Note 2	66,806,935.78
<i>Cost price</i>		<i>65,514,954.54</i>
<i>Unrealised profit on the securities portfolio</i>		<i>1,291,981.24</i>
Cash at banks and liquidities		2,541,789.32
Subscribers receivable		18,020.86
Dividends receivable		230,001.94
Unrealised net appreciation on forward foreign exchange contracts	Note 2	624,403.33
Other assets		5,605.20
Liabilities		1,208,047.65
Bank overdrafts		940,000.00
Brokers payable		127,849.57
Taxe d'abonnement payable	Note 4	5,949.72
Redemption payable		29,526.76
Accrued management & advisory fees	Note 5	88,073.61
Accrued depositary & sub-depositary fees	Note 7	2,059.70
Accrued administrative expenses		1,730.83
Other liabilities		12,857.46
Net asset value		69,018,708.78

Changes in number of units outstanding from 01/01/17 to 31/12/17

	Units outstanding as at 01/01/17	Units issued	Units redeemed	Units outstanding as at 31/12/17
Global Property - Category R Capitalisation units	5,232,602.864	1,295,110.902	1,289,283.680	5,238,430.086
Global Property - Category I Capitalisation units	3,283,171.581	1,678,506.665	1,901,021.915	3,060,656.331

NEF - Global Property

Key figures relating to the last 3 years

	<i>Year ended on :</i>	31/12/17	31/12/16	31/12/15
Total Net Assets	EUR	69,018,708.78	66,064,173.41	50,011,004.36
Global Property - Category R				
	EUR	EUR	EUR	EUR
Capitalisation units				
Number of units		5,238,430.086	5,232,602.864	5,209,013.195
Net asset value per unit		8.06	7.53	7.46
Global Property - Category I				
	EUR	EUR	EUR	EUR
Capitalisation units				
Number of units		3,060,656.331	3,283,171.581	1,401,073.531
Net asset value per unit		8.75	8.11	7.97

NEF - Global Property
Securities portfolio as at 31/12/17
Expressed in EUR

Quantity / Nominal	Denomination	Quotation currency	Market value	% of net assets
Transferable securities admitted to an official stock exchange listing and/or dealt in on another regulated market			66,806,935.78	96.80%
Shares			66,806,935.78	96.80%
<i>Australia</i>			<i>3,393,539.86</i>	<i>4.92%</i>
258,459	GOODMAN GROUP - STAPLED SECURITY	AUD	1,423,747.00	2.06%
1,052,305	MIRVAC GROUP STAPLED SECURITIES	AUD	1,614,017.39	2.34%
43,889	TRANSURBAN GROUP	AUD	355,775.47	0.52%
<i>Canada</i>			<i>2,141,115.62</i>	<i>3.10%</i>
28,695	ALLIED PROPERTIES REAL ESTATE	CAD	802,902.85	1.16%
56,442	IBI GROUP INC	CAD	305,872.93	0.44%
63,733	RIOCAN REIT (UNITS)	CAD	1,032,339.84	1.50%
<i>Cayman Islands</i>			<i>489,806.30</i>	<i>0.71%</i>
26,073	GDS HOLDINGS -A- ADR REP 8 SHS-A-	USD	489,806.30	0.71%
<i>France</i>			<i>2,831,970.00</i>	<i>4.10%</i>
10,700	GEICINA SA REG SHS	EUR	1,646,730.00	2.38%
5,644	UNIBAIL-RODAMCO SE	EUR	1,185,240.00	1.72%
<i>Germany</i>			<i>1,256,448.06</i>	<i>1.82%</i>
34,461	DEUTSCHE WOHNEN AG	EUR	1,256,448.06	1.82%
<i>Hong Kong</i>			<i>5,816,983.91</i>	<i>8.43%</i>
170,268	SUN HUNG KAI PROPERTIES LTD	HKD	2,398,474.55	3.47%
500,400	SWIRE PROPERTIES LTD	HKD	1,357,817.67	1.97%
263,000	THE LINK REIT UNITS	HKD	2,060,691.69	2.99%
<i>Japan</i>			<i>5,834,019.46</i>	<i>8.45%</i>
414	GLP J-REIT	JPY	374,742.70	0.54%
169	JP REAL ESTATE INVESTMENT	JPY	671,381.90	0.97%
94,000	MITSUBISHI ESTATE	JPY	1,368,084.95	1.99%
71,400	MITSUMI FUDOSAN CO LTD	JPY	1,338,716.86	1.94%
641	NOMURA REAL ESTATE MASTER FUND	JPY	665,893.67	0.96%
427	PROLOGIS REIT	JPY	755,581.05	1.09%
548	UNITED URBAN INVESTMENT CORP	JPY	659,618.33	0.96%
<i>Mexico</i>			<i>331,465.17</i>	<i>0.48%</i>
256,219	BANAMEX	MXN	331,465.17	0.48%
<i>Norway</i>			<i>816,296.45</i>	<i>1.18%</i>
65,841	ENTRA (UNITARY 144A REGS)	NOK	816,296.45	1.18%
<i>Spain</i>			<i>875,918.97</i>	<i>1.27%</i>
105,749	INMOBILIARIA COLONIAL SA	EUR	875,918.97	1.27%
<i>Sweden</i>			<i>1,029,458.54</i>	<i>1.49%</i>
58,040	FABEGE AB	SEK	1,029,458.54	1.49%
<i>The Netherlands</i>			<i>2,117,608.00</i>	<i>3.07%</i>
43,096	INTERXION	USD	2,117,608.00	3.07%
<i>United Kingdom</i>			<i>4,369,824.39</i>	<i>6.33%</i>
116,175	BIG YELLOW GROUP PLC	GBP	1,138,534.12	1.65%
223,332	GREAT PORT EST REIT REG	GBP	1,733,080.28	2.51%
75,611	UNITE GROUP PLC	GBP	686,032.43	0.99%
71,915	WORKSPACE GROUP PLC R.E.I.T.	GBP	812,177.56	1.18%
<i>United States of America</i>			<i>35,502,481.05</i>	<i>51.45%</i>
18,710	ALEXANDRIA REAL ESTATE	USD	2,037,304.18	2.94%
14,494	CAMDEN PROPERTY SBI	USD	1,112,580.37	1.61%
62,084	CUBESMART	USD	1,497,097.71	2.17%
72,937	DIAMONDROCK HOSPITALITY	USD	686,616.13	0.99%
76,220	DUKE REALTY	USD	1,729,297.26	2.51%
97,376	EMPIRE STATE REALTY TRUST INC	USD	1,666,913.43	2.42%
7,686	EQUITY LIFESTYLE	USD	570,505.90	0.83%
8,604	EXTRA SPACE STORAGE INC	USD	627,382.47	0.91%
15,768	FED RLTY INV TR / SHS.OF BENEF.INTEREST	USD	1,746,141.98	2.53%
74,782	HCP	USD	1,626,210.76	2.36%
80,069	HEALTHCARE REALTY TRUST	USD	2,144,431.15	3.10%
17,816	HOWARD HUGHES	USD	1,950,059.47	2.83%
50,660	HUDSON PACIFIC PROPERTIES INC	USD	1,446,764.78	2.10%
53,967	INVITATION HOMES REGISTERED	USD	1,060,620.52	1.54%
27,674	PEBBLEBROOK - SHS OF BENEFIT INTEREST	USD	857,702.48	1.24%
44,618	QTS REALTY -A-	USD	2,014,934.45	2.92%
94,588	RETAIL OPPORTUNITY INVESTMENT CORP	USD	1,573,443.34	2.28%
74,096	REXFORD INDUSTRIAL REALTY TRUST UNITS	USD	1,801,583.72	2.61%

NEF - Global Property
Securities portfolio as at 31/12/17
Expressed in EUR

Quantity / Nominal	Denomination	Quotation currency	Market value	% of net assets
1,914	SIMON PROPERTY GROUP - REGISTERED	USD	274,085.18	0.40%
18,615	SUN COMMUNITIES	USD	1,440,089.80	2.09%
73,877	SUNSTONE HOTEL INVESTORS INC	USD	1,018,249.65	1.48%
44,218	TERRENO REALTY	USD	1,292,656.62	1.87%
39,075	TIER REIT	USD	664,336.90	0.96%
39,991	UDR	USD	1,284,460.37	1.86%
72,024	URBAN EDGE PROP WI	USD	1,530,802.77	2.22%
17,045	VORNADO REALTY TRUST SHS OF BENEF.INT	USD	1,111,129.91	1.61%
13,862	WELLTOWER INC	USD	737,079.75	1.07%
Total securities portfolio			66,806,935.78	96.80%

NEF - Global Property

Statement of Operations and Changes in Net Assets from 01/01/17 to 31/12/17

Expressed in EUR

Income		1,729,296.75
Net dividends	Note 2	1,716,017.84
Bank interest on cash account	Note 2	1,208.80
Securities lending income	Note 2,8	12,070.11
Expenses		1,414,378.59
Management & advisory fees	Note 5	1,021,438.90
Depositary & sub-depositary fees	Note 7	23,969.20
Taxe d'abonnement	Note 4	22,811.21
Administrative expenses		22,136.72
Professional fees		650.50
Bank interest on overdrafts		6,600.08
Legal fees		2,947.51
Transaction fees	Note 2	120,370.21
Publication & printing fees		1,085.43
Bank charges		3,798.00
Correspondent bank fees	Note 2	147,935.97
Other expenses		40,634.86
Net income from investments		314,918.16
Net realised profit / loss on:		
- sales of investment securities	Note 2	2,147,804.56
- forward foreign exchange contracts	Note 2	4,157,571.75
- foreign exchange	Note 2	-537,361.98
Net realised profit		6,082,932.49
Movement in net unrealised appreciation /(depreciation) on:		
- investments	Note 2	-2,578,977.32
- forward foreign exchange contracts	Note 2	1,324,297.89
Increase in net assets as a result of operations		4,828,253.06
Subscription capitalisation units		24,028,830.15
Redemption capitalisation units		-25,902,547.84
Increase in net assets		2,954,535.37
Net assets at the beginning of the year		66,064,173.41
Net assets at the end of the year		69,018,708.78

NEF

**- Ethical Balanced Dynamic (previously Ethical
Balanced)**

NEF – Ethical Balanced Dynamic (previously Ethical Balanced)

Manager's Report

Annual Comment - 2017

Market Review

Politics and central bank policy greatly impacted asset performance in 2017 in a backdrop of robust global economic growth and low inflation. Geopolitical tensions between US and North Korea dominated the global scene, while Europe was stuck with Brexit negotiations, political elections in France and Germany and Catalonia independence aspirations. The U.S. Federal Reserve released 3 rate hikes during the year, as widely expected, and the \$1.5 trillion tax bill to cut corporate and personal taxes was eventually approved by the U.S. Senate in late December, providing a further boost to domestic equity markets.

The MSCI World euro hedged index rose +16.80% in 2017, with the S&P index climbing +19.42% and the EuroStoxx 50 index gaining +6.49%. The J.P. Morgan GBI Global Bond index unhedged in euro posted a negative annual performance (-6.16%).

Portfolio Activity

During the year the fund implemented a balanced strategy, consisting of an equity strategy (swinging between 28% and 35% exposure during the year), a fixed income strategy (with a duration risk between 2 and 3 years) and a forex overlay (with an overall exposure moving between 20% and 30%).

The fund started the year with a 35% equity weight, an overall duration around 3 years and a forex exposure of around 30%, mainly made by US dollar (21%), Japanese Yen (3%), Swiss Franc (2%) and British Pound (1.5%). The exposure to US dollar has been decreased in the first months of the year and brought to around 11%. Exposure to British Pound has been kept low and eventually decreased to 0.5%, while exposure to Japanese Yen has been slightly increased to 5.5% during the year, mainly for risk hedging purposes.

The management of the equity component was mainly driven by a bottom-up approach aiming at picking investment opportunities, above all in the Euro Area and US markets, benefiting at the same time of the rally of global equity markets.

As far as the bond component is concerned, the fund started the year with a short position on French Government bonds, in order to hedge the risks coming from political elections in France. The position was gradually closed in the first months of the year as risks vanished. On the contrary a short position on German Government bonds has been maintained for the whole year, to protect the portfolio from risk of rate increase. The exposure to peripheral bonds (Spain and above all Italy) was positive along the whole year, with a swinging exposure depending on the risks perceived by the market around Catalonia independence aims and Italy political uncertainty. Exposure to corporate and financial bonds was increased during the year, mainly through purchases in the primary market in order to benefit of the wider spread that new issues usually offer.

Outlook 2018

A backdrop of consolidating global growth, subdued inflation and gradually normalizing central bank monetary policies should, in our view, drive a smooth transition from a reflationary phase into a late phase of the market cycle. An anticipated revival in reflationary fiscal policies, global trade and capex activity can also provide further support to markets, particularly equities, in 2018. On the other hand, cross-asset valuations appear stretched and investor complacency remains high despite of persistent geopolitical risks. An unexpected pick-up in inflationary pressures prompting aggressive policy action from central banks can cause volatility to spike suddenly, especially in rates markets. The fund's equity strategy will continue to look for investment opportunities on a global perspective, with a particular focus on the Euro Area and US. The fixed income strategy will keep on searching for yield by investing mainly in international Investment Grade corporate and financial bonds and in peripheral euro countries, while implementing at the same time strategies to protect the portfolio from rate increase risk.

NEF - Ethical Balanced Dynamic (previously Ethical Balanced)

Financial Statements as at 31/12/17

Statement of Net Assets as at 31/12/17

Expressed in EUR

Assets		206,409,465.45
Securities portfolio at market value	Note 2	180,707,123.22
<i>Cost price</i>		174,458,841.13
<i>Unrealised profit on the securities portfolio</i>		6,248,282.09
Cash at banks and liquidities		23,245,158.85
Interest receivable		803,913.04
Subscribers receivable		243,850.51
Dividends receivable		43,535.63
Unrealised net appreciation on forward foreign exchange contracts	Note 2	1,173,037.49
Unrealised net appreciation on financial futures	Note 2	192,846.71
Liabilities		600,464.74
Taxe d'abonnement payable	Note 4	31,611.53
Redemption payable		283,045.72
Accrued management & advisory fees	Note 5	227,849.37
Accrued depositary & sub-depositary fees	Note 7	4,450.72
Accrued administrative expenses		5,195.39
Accrued professional fees		2,031.89
Other liabilities		46,280.12
Net asset value		205,809,000.71

Changes in number of units outstanding from 01/01/17 to 31/12/17

	Units outstanding as at 01/01/17	Units issued	Units redeemed	Units outstanding as at 31/12/17
Ethical Balanced Dynamic (previously Ethical Balanced) - Category R Capitalisation units	14,668,877.030	7,003,070.497	3,247,724.381	18,424,223.146
Ethical Balanced Dynamic (previously Ethical Balanced) - Category I Capitalisation units	5,804,503.221	1,017,370.043	6,075,754.793	746,118.471
Ethical Balanced Dynamic (previously Ethical Balanced) - Category D Distribution units	0.000	1,106,909.924	71,268.048	1,035,641.876
Ethical Balanced Dynamic (previously Ethical Balanced) - Category C Capitalisation units	0.000	24,423.793	9,737.098	14,686.695

NEF - Ethical Balanced Dynamic (previously Ethical Balanced)

Key figures relating to the last 3 years

	<i>Year ended on :</i>	31/12/17	31/12/16	31/12/15
Total Net Assets	EUR	205,809,000.71	206,758,713.70	69,037,136.05
Ethical Balanced Dynamic (previously Ethical Balanced) - Category R	EUR		EUR	EUR
Capitalisation units				
Number of units		18,424,223.146	14,668,877.030	4,143,350.159
Net asset value per unit		10.17	10.06	9.98
Ethical Balanced Dynamic (previously Ethical Balanced) - Category I	EUR		EUR	EUR
Capitalisation units				
Number of units		746,118.471	5,804,503.221	2,762,703.556
Net asset value per unit		10.40	10.20	10.02
Ethical Balanced Dynamic (previously Ethical Balanced) - Category D	EUR		EUR	EUR
Distribution units				
Number of units		1,035,641.876	0.000	0.000
Net asset value per unit		10.17	0.00	0.00
Dividend per unit		0.00	0.00	0.00
Ethical Balanced Dynamic (previously Ethical Balanced) - Category C	EUR		EUR	EUR
Capitalisation units				
Number of units		14,686.695	0.000	0.000
Net asset value per unit		10.21	0.00	0.00

NEF - Ethical Balanced Dynamic (previously Ethical Balanced)

Securities portfolio as at 31/12/17

Expressed in EUR

Quantity / Nominal	Denomination	Quotation currency	Market value	% of net assets
Transferable securities admitted to an official stock exchange listing and/or dealt in on another regulated market			155,462,560.69	75.54%
Shares			59,423,012.83	28.87%
	<i>Belgium</i>			
35,098	KBC GROUPE SA	EUR	2,495,818.78	1.21%
	<i>Curaçao</i>			
36,000	SCHLUMBERGER LTD	USD	2,020,353.10	0.98%
	<i>France</i>			
34,592	DANONE	EUR	2,419,710.40	1.18%
6,108	KERING	EUR	2,400,444.00	1.17%
394,293	NATIXIS SA	EUR	2,600,756.63	1.26%
	<i>Germany</i>			
14,346	ADIDAS NAMEN AKT	EUR	12,048,619.04	5.85%
13,291	ALLIANZ SE REG SHS	EUR	2,397,933.90	1.17%
23,946	BASF - NAMEN AKT	EUR	2,545,226.50	1.23%
25,936	BEIFERSDORF AG	EUR	2,196,806.04	1.07%
25,356	SAP AG	EUR	2,539,134.40	1.23%
	<i>Ireland</i>			
31,458	KERRY GROUP -A-	EUR	2,369,518.20	1.15%
	<i>Italy</i>			
688,857	INTESA SANPAOLO SPA	EUR	2,941,323.00	1.43%
	<i>Spain</i>			
65,287	INDITEX SHARE FROM SPLIT	EUR	1,908,133.89	0.93%
	<i>The Netherlands</i>			
155,275	ING GROEP	EUR	1,896,260.92	0.92%
	<i>United Kingdom</i>			
124,786	REED ELSEVIER PLC	GBP	2,379,589.38	1.16%
	<i>United States of America</i>			
2,700	ALPHABET -C-	USD	2,444,689.39	1.19%
29,300	AMERICAN WATER WORKS CO INC	USD	23,867,314.30	11.59%
25,700	BIOMARIN PHARMACEUTICAL INC	USD	2,352,831.45	1.14%
37,200	CARDINAL HEALTH INC	USD	2,232,392.57	1.08%
18,100	ECOLAB INC	USD	1,908,451.87	0.93%
14,500	MASTERCARD INC -A-	USD	1,898,104.60	0.92%
49,200	MONDELEZ INTERNATIONAL INC	USD	2,022,533.31	0.98%
39,900	OCCIDENTAL PETROLEUM CORP	USD	1,827,714.86	0.89%
1,600	PRICELINE GROUP	USD	1,753,630.91	0.85%
15,500	ROCKWELL AUTOMATION	USD	2,447,563.29	1.19%
16,000	WATERS	USD	2,315,443.04	1.13%
	Bonds		84,327,834.65	40.98%
	<i>Australia</i>			
1,300,000	ANZ BANKING GROUP 0.75 16-26 29/06A	EUR	1,284,244.00	0.62%
	<i>Belgium</i>			
1,700,000	KBC GROUP NV 0.75 17-22 01/03M	EUR	1,720,485.00	0.84%
	<i>Canada</i>			
500,000	MAGNA INTL 1.500 17-27 25/09A	EUR	513,650.00	0.25%
	<i>France</i>			
1,300,000	AIR LIQUIDE REGS 2.50 16-26 27/09S	USD	8,611,688.62	4.18%
200,000	CAPGEMINI SE 0.50 16-21 09/11A	EUR	1,035,945.62	0.50%
1,300,000	CIE DE SAINT GOBAIN 1.375 17-27 14/06A	EUR	201,794.00	0.10%
800,000	EDF 1.00 16-26 13/10A	EUR	1,314,209.00	0.64%
1,000,000	ORANGE EMTN 8.125 03-33 28/01A	EUR	785,736.00	0.38%
1,250,000	RCI BANQUE SA 0.75 17-22 12/01A	EUR	1,872,280.00	0.92%
500,000	RCI BANQUE SA 0.625 16-22 01/12	EUR	1,261,750.00	0.61%
600,000	SNCF 1.00 16-31 09/11A	EUR	503,770.00	0.24%
1,000,000	SNCF 2.25 17-47 20/12A	EUR	580,614.00	0.28%
	<i>Germany</i>			
500,000	CRH FINANCE GERMANY 1.75 14-21 16/07A	EUR	1,055,590.00	0.51%
	<i>Ireland</i>			
400,000	CRH FINANCE 1.375 16-28 18/10A	EUR	524,440.00	0.25%
300,000	EATON CAPITAL UNLI 0.75 16-24 20/09A	EUR	900,339.00	0.44%
200,000	IRLANDE REGS 2.00 15-45 18/02A	EUR	394,200.00	0.20%
	<i>Italy</i>			
300,000	CASSA DEPOSITI PRESTI 1.50 15-25 09/04A	EUR	295,881.00	0.14%
			210,258.00	0.10%
			35,292,732.21	17.16%
			294,906.00	0.14%

NEF - Ethical Balanced Dynamic (previously Ethical Balanced)

Securities portfolio as at 31/12/17

Expressed in EUR

Quantity / Nominal	Denomination	Quotation currency	Market value	% of net assets
3,000,000	FERROVIE DELLO STATO 0.875 17-23 07/12A	EUR	2,989,890.00	1.45%
3,600,000	INTESA SANPAOLO SP 1.375 17-24 18/01A	EUR	3,693,276.00	1.79%
7,000,000	ITALY BTP 3.75 14-24 01/09S	EUR	8,066,870.00	3.93%
900,000	ITALY BTP 4.75 13-44 01/09S	EUR	1,152,306.00	0.56%
1,000,000	ITALY BTP 5.00 09-25 01/03S	EUR	1,239,570.00	0.60%
150,000	ITALY BTP 5.50 12-22 01/11S	EUR	183,618.00	0.09%
1,000,000	ITALY BTP 5.75 02-33 01/02S	EUR	1,393,890.00	0.68%
1,500,000	ITALY BTPS 4.50 10-26 01/03S	EUR	1,820,310.00	0.88%
2,220,000	ITALY INFL INDEX 3.10 11-26 15/09S	EUR	2,915,825.87	1.42%
1,000,000	ITALY INFL. INDEX 1.25 15-32 15/09S	EUR	1,036,405.34	0.50%
5,000,000	ITALY TREASURY BONDS 2.20 17-27 01/06S	EUR	5,105,700.00	2.49%
2,000,000	ITALY TREASURY BONDS 2.45 16-33 01/09S	EUR	1,959,160.00	0.95%
1,300,000	SNAM SPA 1.25 17-25 25/01A	EUR	1,330,316.00	0.65%
2,100,000	TERNA SPA 1.375 17-27 26/07A	EUR	2,110,689.00	1.03%
<i>Jersey Island</i>			308,631.00	0.15%
300,000	DELPHI AUTOMOTIVE PLC 1.50 15-25 10/03A	EUR	308,631.00	0.15%
<i>Luxembourg</i>			2,191,429.50	1.06%
750,000	HEIDELBERGCEMENT F 1.5 17-27 14/06A	EUR	752,857.50	0.37%
1,000,000	HEIDELBERGCEMENT LUX 1.625 17-26 07/04A	EUR	1,031,260.00	0.49%
400,000	WHIRLPOOL FINANCE 1.25 06-16 15/06A	EUR	407,312.00	0.20%
<i>Philippines</i>			782,911.39	0.38%
1,000,000	ASIAN DEVELOPMENT 1.75 16-26 14/08S	USD	782,911.39	0.38%
<i>Spain</i>			9,343,678.00	4.54%
1,300,000	IBERDROLA FIN 1.00 17-25 07/03A	EUR	1,308,736.00	0.64%
600,000	IBERDROLA FINANZAS 1.00 16-24 07/03A	EUR	610,914.00	0.30%
5,400,000	SPANISH GOV'T 5.90 11-26 30/07A	EUR	7,424,028.00	3.60%
<i>The Netherlands</i>			5,944,997.20	2.89%
500,000	ASML HOLDING NV 1.625 16-27 28/05A	EUR	519,495.00	0.25%
300,000	ASML HOLDING NV 3.375 13-23 19/09A	EUR	348,186.00	0.17%
1,200,000	ENEL FIN INTL 1.00 17-24 16/09A	EUR	1,219,128.00	0.59%
900,000	IBERDROLA 0.375 16-25 15/09A	EUR	860,013.00	0.42%
950,000	INNOGY FINANCE 1.25 17-27 19/10A	EUR	952,736.00	0.46%
1,000,000	NEDER WATERSCHAPSB 2.375 16-26 24/03S	USD	813,699.20	0.40%
1,200,000	NN GROUP NV 1.625 17-27 01/06A	EUR	1,231,740.00	0.60%
<i>United Kingdom</i>			3,250,147.23	1.58%
1,720,000	BARCLAYS PLC 0.625 17-23 14/11A	EUR	1,705,397.20	0.83%
400,000	RECKITT REGS 3.00 17-27 26/06S	USD	325,401.40	0.16%
1,000,000	STANDARD CHARTERED 2.10 16-19 19/08S	USD	827,048.63	0.40%
400,000	VODAFONE GRP 0.50 16-24 30/01A	EUR	392,300.00	0.19%
<i>United States of America</i>			13,658,461.50	6.64%
1,000,000	AMGEN 2.25 16-23 19/08S	USD	808,702.53	0.39%
1,400,000	AVERY DENNISON CORP 1.25 17-25 03/03A	EUR	1,408,834.00	0.68%
500,000	CRH AMERICA 5.75 10-21 15/01S	USD	451,886.25	0.22%
2,000,000	KELLOGG 3.40 17-27 15/11S	USD	1,661,942.04	0.81%
1,000,000	ROCHE HOLDING INC 2.375 16-27 28/01	USD	791,913.72	0.38%
1,200,000	US BANCORP 2.375 16-26 22/07S	USD	945,329.78	0.46%
900,000	US BANCORP 0.85 17-24 07/06A	EUR	906,309.00	0.44%
300,000	USA INDEX 0.75 15-45 15/02S	USD	260,921.67	0.13%
1,000,000	USA T BOND 2.875 15-16 15/08S	USD	854,443.40	0.42%
1,500,000	USA T NOTES 2.50 16-46 15/05S	USD	1,188,855.87	0.58%
3,000,000	USA TREASURY NOTES 1.625 16-26 15/05S	USD	2,354,289.85	1.15%
2,000,000	USA TREASURY NOTES 2.00 15-25 15/08S	USD	1,623,917.39	0.79%
400,000	VF CORP 0.625 16-23 20/09A	EUR	401,116.00	0.19%
Floating rate bonds			11,711,713.21	5.69%
<i>France</i>			339,760.00	0.17%
200,000	AXA SUB FL.R 14-XX 08/10A	EUR	227,148.00	0.12%
100,000	CNP ASSURANCES FL.R 14-XX 18/11A	EUR	112,612.00	0.05%
<i>Italy</i>			7,447,527.50	3.61%
1,000,000	CCTS EU FL.R 14-22 15/06S	EUR	1,009,490.00	0.49%
2,000,000	CCTS EU FL.R 16-24 15/02S	EUR	2,013,860.00	0.98%
350,000	INTESA SANPAOLO FL.R 15-20 15/06Q	EUR	357,017.50	0.17%
1,000,000	ITALIE CCT FL.R 15-22 15/12S	EUR	1,013,830.00	0.49%
1,000,000	ITALY FL.R 16-23 15/07S	EUR	1,008,730.00	0.49%
2,000,000	ITALY BTP FL.R 17-24 15/10S	EUR	2,044,600.00	0.99%

NEF - Ethical Balanced Dynamic (previously Ethical Balanced)

Securities portfolio as at 31/12/17

Expressed in EUR

Quantity / Nominal	Denomination	Quotation currency	Market value	% of net assets
	<i>The Netherlands</i>		836,255.00	0.41%
1,000,000	MONDELEZ INTL REGS FL.R 16-19 28/10Q	USD	836,255.00	0.41%
	<i>United Kingdom</i>		820,805.40	0.40%
810,000	STANDARD CHARTERED FL.R 17-27 03/10A	EUR	820,805.40	0.40%
	<i>United States of America</i>		2,267,365.31	1.10%
1,200,000	FORD MOTOR CREDIT FL.R 17-20 09/01Q	USD	1,008,967.36	0.49%
1,500,000	KRAFT FOODS INC FL.R 17-22 10/08Q	USD	1,258,397.95	0.61%
Other transferable securities			13,263,559.77	6.44%
Bonds			13,263,559.77	6.44%
	<i>Canada</i>		333,091.27	0.16%
400,000	ALIMENTATION COUCHE 3.55 17-27 26/07S	USD	333,091.27	0.16%
	<i>France</i>		810,251.50	0.39%
1,000,000	DANONE 144A 2.589 16-23 02/11S	USD	810,251.50	0.39%
	<i>Italy</i>		4,207,052.00	2.04%
1,600,000	CASSA DEPOSITI PRESTI 0.75 17-22 21/11A	EUR	1,591,360.00	0.77%
800,000	INTESA SANPAOLO SPA 0.875 17-22 27/06A	EUR	810,544.00	0.39%
1,800,000	SNAM SPA 1.375 17-27 25/10A	EUR	1,805,148.00	0.88%
	<i>Luxembourg</i>		2,939,910.00	1.43%
3,000,000	WHIRLPOOL FINANCE 1.10 17-27 09/11A	EUR	2,939,910.00	1.43%
	<i>Spain</i>		488,405.00	0.24%
500,000	ENAGAS FINANCIACIO 0.75 16-26 27/10S	EUR	488,405.00	0.24%
	<i>The Netherlands</i>		1,976,720.00	0.96%
2,000,000	GAS NAT FENOSA 0.875 17-25 15/05A	EUR	1,976,720.00	0.96%
	<i>United Kingdom</i>		2,002,440.00	0.97%
2,000,000	VODAFONE GROUP 1.50 17-27 24/07A	EUR	2,002,440.00	0.97%
	<i>United States of America</i>		505,690.00	0.25%
500,000	KELLOGG CO 0.80 17-22 17/11A	EUR	505,690.00	0.25%
Shares/Units of UCITS/UCIS			11,981,002.76	5.82%
Shares/Units in investment funds			11,981,002.76	5.82%
	<i>France</i>		7,459,708.00	3.62%
33,200	A ETF WL CARB -EUR-	EUR	7,459,708.00	3.62%
	<i>Luxembourg</i>		4,521,294.76	2.20%
78	AMUNDI IND EQ GLO LOW CARBON-XE CAP	EUR	4,521,294.76	2.20%
Total securities portfolio			180,707,123.22	87.80%

NEF - Ethical Balanced Dynamic (previously Ethical Balanced)

Statement of Operations and Changes in Net Assets from 01/01/17 to 31/12/17

Expressed in EUR

Income		3,408,328.90
Net dividends	Note 2	932,804.83
Net interest on bonds	Note 2	2,396,025.48
Bank interest on cash account	Note 2	13,239.90
Securities lending income	Note 2,8	66,144.46
Other financial income		114.23
Expenses		3,505,528.48
Management & advisory fees	Note 5	2,542,202.88
Depositary & sub-depositary fees	Note 7	53,249.20
Taxe d'abonnement	Note 4	89,876.16
Administrative expenses		67,491.91
Professional fees		4,131.16
Bank interest on overdrafts		84,938.49
Legal fees		20,661.94
Transaction fees	Note 2	61,869.56
Publication & printing fees		1,481.15
Bank charges		1,026.00
Correspondent bank fees	Note 2	469,627.16
Other expenses		108,972.87
Net loss from investments		-97,199.58
Net realised profit / loss on:		
- sales of investment securities	Note 2	2,187,914.78
- options	Note 2	-131,500.00
- forward foreign exchange contracts	Note 2	364,481.43
- financial futures	Note 2	-2,148,895.74
- foreign exchange	Note 2	-3,056,816.47
Net realised loss		-2,882,015.58
Movement in net unrealised appreciation /(depreciation) on:		
- investments	Note 2	2,817,041.69
- forward foreign exchange contracts	Note 2	2,406,564.38
- financial futures	Note 2	443,592.98
Increase in net assets as a result of operations		2,785,183.47
Subscription capitalisation units		82,036,289.62
Subscription distribution units		11,224,962.34
Redemption capitalisation units		-96,268,836.25
Redemption distribution units		-727,312.17
Decrease in net assets		-949,712.99
Net assets at the beginning of the year		206,758,713.70
Net assets at the end of the year		205,809,000.71

NEF

- Ethical Balanced Conservative

Manager's Report

Anticipated growth in yields on bond markets failed to materialize

US government bonds were buoyant during 2017. The Trump administration, the North Korea conflict and the Fed's tightening of US monetary policy were key influential factors. The spotlight was primarily on the US government and its tax policy, which wasn't implemented until the end of the year. At index level (JP Morgan Global Bond US index), the market as a whole rose by 2.5%. In the eurozone, too, economic data and extremely low inflation dictated events. In contrast to the Fed, however, the ECB retained its expansive monetary policy and will continue with its monthly bond purchases (albeit reduced by half) until September 2018. Elections in the eurozone had an unsettling effect for a short period. The economic situation improved considerably towards the end of the year. At index level (iBoxx Euro Sovereign Index), European government bonds ended the year 0.1% up. European corporate stocks and bonds from emerging markets were very much in demand. Risk premiums (spreads) narrowed considerably.

Very good equity year

The global equity markets posted significant price gains throughout 2017. Bolstered by the robust economy in all key economic regions, the MSCI World Index gained 16.3% in local currency.

In the United States, the broad-based S&P 500 index rose 19.4%. The infrastructure measures and tax cuts announced by President Trump fired investors' imaginations. Despite growing doubts, the stock markets thrived, largely on the back of positive business performances.

The eurozone posted gains, but had to repeatedly accept setbacks. The strength of the euro, as well as turbulence in the European automotive sector and the North Korea conflict, temporarily weighed down on prices. Despite fluctuations, the EURO STOXX 50 index improved by 6.5% in total. In Japan, the NIKKEI 225 index increased by 19.1%, despite heavy price fluctuations in local currency.

Stock markets in emerging currencies delivered a rock-solid performance, and the MSCI Emerging Markets index climbed by 27.8% in local currency.

NEF - Ethical Balanced Conservative

Financial Statements as at 31/12/17

Statement of Net Assets as at 31/12/17

Expressed in EUR

Assets	80,715,074.24
Securities portfolio at market value	75,214,208.19
<i>Cost price</i>	75,694,627.54
<i>Unrealised loss on the securities portfolio</i>	-480,419.35
Cash at banks and liquidities	5,085,453.67
Interest receivable	287,035.43
Subscribers receivable	124,519.47
Dividends receivable	1,637.50
Other assets	2,219.98
Liabilities	120,701.65
Taxe d'abonnement payable	9,568.58
Redemption payable	59,374.40
Accrued management & advisory fees	42,099.22
Accrued depositary & sub-depositary fees	2,334.61
Accrued administrative expenses	1,961.86
Accrued professional fees	4,212.00
Other liabilities	1,150.98
Net asset value	80,594,372.59

Changes in number of units outstanding from 10/04/17 to 31/12/17

	Units outstanding as at 10/04/17	Units issued	Units redeemed	Units outstanding as at 31/12/17
Ethical Balanced Conservative R Capitalisation units	0.000	1,880,419.165	141,368.384	1,739,050.781
Ethical Balanced Conservative I Capitalisation units	0.000	8,015,217.177	2,507,914.534	5,507,302.643
Ethical Balanced Conservative D Distribution units	0.000	636,247.428	39,851.413	596,396.015
Ethical Balanced Conservative C Capitalisation units	0.000	282,788.500	11,124.270	271,664.230

NEF - Ethical Balanced Conservative

Key figures relating to the last 3 years

	<i>Period/year ending as at:</i>	31/12/17	31/12/16	31/12/15
Total Net Assets	EUR	80,594,372.59	0.00	0.00
Ethical Balanced Conservative R				
	EUR	EUR	EUR	EUR
Capitalisation units				
Number of units		1,739,050.781	0.000	0.000
Net asset value per unit		9.89	0.00	0.00
Ethical Balanced Conservative I				
	EUR	EUR	EUR	EUR
Capitalisation units				
Number of units		5,507,302.643	0.000	0.000
Net asset value per unit		9.95	0.00	0.00
Ethical Balanced Conservative D				
	EUR	EUR	EUR	EUR
Distribution units				
Number of units		596,396.015	0.000	0.000
Net asset value per unit		9.89	0.00	0.00
Dividend per unit		0.00	0.00	0.00
Ethical Balanced Conservative C				
	EUR	EUR	EUR	EUR
Capitalisation units				
Number of units		271,664.230	0.000	0.000
Net asset value per unit		9.93	0.00	0.00

The sub-fund started its operations on 10 April 2017.

NEF - Ethical Balanced Conservative

Securities portfolio as at 31/12/17

Expressed in EUR

Quantity / Nominal	Denomination	Quotation currency	Market value	% of net assets
Transferable securities admitted to an official stock exchange listing and/or dealt in on another regulated market			64,518,456.74	80.05%
Shares			16,030,948.59	19.89%
<i>Canada</i>			<i>173,777.60</i>	<i>0.22%</i>
3,000	OPEN TEXT	USD	89,115.59	0.11%
2,760	SUNCOR ENERGY INC	CAD	84,662.01	0.11%
<i>Denmark</i>			<i>271,708.44</i>	<i>0.34%</i>
800	COLOPLAST -B-	DKK	53,026.03	0.07%
3,060	NOVO NORDISK	DKK	137,476.83	0.17%
1,410	VESTAS WIND SYSTEMS AS	DKK	81,205.58	0.10%
<i>France</i>			<i>1,694,831.70</i>	<i>2.10%</i>
44,880	AXA SA	EUR	1,110,106.80	1.38%
6,000	CIE DE SAINT-GOBAIN	EUR	275,880.00	0.34%
21,060	SUEZ ACT.	EUR	308,844.90	0.38%
<i>Germany</i>			<i>4,281,089.40</i>	<i>5.31%</i>
2,610	ADIDAS NAMEN AKT	EUR	436,261.50	0.54%
4,310	ALLIANZ SE REG SHS	EUR	825,365.00	1.02%
3,720	HENKEL AG & CO KGAA	EUR	410,502.00	0.51%
8,610	MERCK KGAA	EUR	772,747.50	0.96%
8,330	OSRAM LICHT	EUR	624,166.90	0.77%
12,970	SAP AG	EUR	1,212,046.50	1.51%
<i>Italy</i>			<i>510,108.64</i>	<i>0.63%</i>
80,000	INTESA SANPAOLO SPA	EUR	221,600.00	0.27%
59,560	TERNA SPA	EUR	288,508.64	0.36%
<i>Japan</i>			<i>399,325.90</i>	<i>0.50%</i>
820	CENTRAL JAPAN RAILWAY CO	JPY	122,330.06	0.16%
1,320	EISAI	JPY	62,608.96	0.08%
4,530	KUBOTA CORP	JPY	73,992.96	0.09%
2,700	KURITA WATER INDUSTRIES LTD	JPY	73,053.84	0.09%
910	NITTO DENKO CORP	JPY	67,340.08	0.08%
<i>Jersey Island</i>			<i>120,095.77</i>	<i>0.15%</i>
1,700	APTIV - REGISTERED	USD	120,095.77	0.15%
<i>Norway</i>			<i>476,307.99</i>	<i>0.59%</i>
31,820	NORSK HYDRO ASA	NOK	201,998.32	0.25%
10,890	STATOIL ASA	NOK	194,255.40	0.24%
4,470	TELENOR AS	NOK	80,054.27	0.10%
<i>Spain</i>			<i>397,082.85</i>	<i>0.49%</i>
26,930	REPSOL SA	EUR	397,082.85	0.49%
<i>Sweden</i>			<i>308,510.50</i>	<i>0.38%</i>
4,230	ESSITY REGISTERED -B-	SEK	100,248.18	0.12%
56,020	TELIA COMPANY AB	SEK	208,262.32	0.26%
<i>Switzerland</i>			<i>259,587.66</i>	<i>0.32%</i>
1,670	LAFARGEHOLCIM N NAMEN-AKT.	CHF	78,422.85	0.10%
860	ROCHE HOLDING AG GENUSSSCHEIN	CHF	181,164.81	0.22%
<i>The Netherlands</i>			<i>2,317,666.00</i>	<i>2.88%</i>
4,150	ASML HLDG	EUR	602,372.50	0.75%
38,200	ING GROEP	EUR	585,415.00	0.73%
24,460	QIAGEN REGD EUR	EUR	640,607.40	0.79%
10,420	UNILEVER NV	EUR	489,271.10	0.61%
<i>United Kingdom</i>			<i>186,790.85</i>	<i>0.23%</i>
3,760	MONDI PLC	GBP	81,795.30	0.10%
1,260	PRUDENTIAL PLC	GBP	27,048.16	0.03%
1,000	RECKITT BENCKISER GROUP PLC	GBP	77,947.39	0.10%
<i>United States of America</i>			<i>4,634,065.29</i>	<i>5.75%</i>
680	ALPHABET -C-	USD	592,564.96	0.74%
11,400	APPLIED MATERIALS INC	USD	485,316.46	0.60%
1,700	BIOGEN IDEC INC	USD	451,006.83	0.56%
8,450	BORG WARNER	USD	359,519.07	0.45%
5,690	HESS CORP	USD	224,936.96	0.28%
1,580	HUMANA INC	USD	326,407.89	0.41%
4,000	INTEL CORP	USD	153,764.16	0.19%
2,500	INTERNATIONAL PAPER CO	USD	120,627.91	0.15%
2,700	LAM RESEARCH CORP	USD	413,881.58	0.51%
1,400	LOWE'S COMPANIES INC	USD	108,357.76	0.13%

NEF - Ethical Balanced Conservative

Securities portfolio as at 31/12/17

Expressed in EUR

Quantity / Nominal	Denomination	Quotation currency	Market value	% of net assets
8,760	MICROSOFT CORP	USD	624,025.98	0.78%
2,000	NATIONAL OILWELL VARCO INC	USD	59,993.34	0.07%
6,220	ORACLE CORP	USD	244,904.73	0.30%
1,000	ROCKWELL AUTOMATION	USD	163,515.99	0.20%
1,000	T ROWE PRICE GROUP INC	USD	87,383.41	0.11%
2,860	TIME WARNER	USD	217,858.26	0.27%
Bonds			44,446,036.41	55.15%
<i>Australia</i>			<i>2,297,199.00</i>	<i>2.85%</i>
1,000,000	NATIONAL AUSTRALIA BK 0.625 17-24 18/09A	EUR	989,170.00	1.23%
500,000	WESTPAC BANKING 0.50 17-24 17/05A	EUR	501,405.00	0.62%
800,000	WESTPAC BANKING 1.125 17-27 05/09A	EUR	806,624.00	1.00%
<i>Austria</i>			<i>493,610.00</i>	<i>0.61%</i>
500,000	OMV 1.00 17-26 14/12A	EUR	493,610.00	0.61%
<i>Canada</i>			<i>1,196,640.00</i>	<i>1.48%</i>
1,200,000	BANK OF MONTREAL 0.20 17-23 26/01A	EUR	1,196,640.00	1.48%
<i>Chile</i>			<i>313,035.00</i>	<i>0.39%</i>
300,000	REPUBLIC OF CHILE 1.875 15-30 27/05A	EUR	313,035.00	0.39%
<i>China</i>			<i>992,159.87</i>	<i>1.23%</i>
600,000	CHINA DEV BK 2.75 17-22 16/11S	USD	495,199.87	0.61%
500,000	CHINA DEVELOP.BK 0.375 17-21 16/11A	EUR	496,960.00	0.62%
<i>Denmark</i>			<i>500,675.00</i>	<i>0.62%</i>
500,000	KOMMUNEKREDIT 0.75 17-27 18/05A	EUR	500,675.00	0.62%
<i>France</i>			<i>1,023,840.00</i>	<i>1.27%</i>
500,000	REGIE AUTONOME TRANS 0.875 17-27 25/05A	EUR	502,190.00	0.62%
500,000	REGION ILE DE FRANCE 1.375 17-29 14/03A	EUR	521,650.00	0.65%
<i>Germany</i>			<i>12,130,076.00</i>	<i>15.06%</i>
7,000,000	ALLEMAGNE 3.50 09-19 04/07A	EUR	7,450,170.00	9.24%
300,000	BASF 0.875 17-27 15/11A	EUR	296,271.00	0.37%
500,000	BERLIN HYP 0.125 17-23 23/10A	EUR	497,690.00	0.62%
500,000	BERLIN HYP 1.125 17-27 25/10A	EUR	496,390.00	0.62%
900,000	COMMERZBANK REGS 0.625 17-27 24/08A	EUR	896,400.00	1.11%
500,000	DEUTSCHE KREDITBK 0.75 17-24 26/09A	EUR	498,235.00	0.62%
1,000,000	KFW 0.25 17-25 30/06A	EUR	999,470.00	1.24%
1,000,000	LBK BADEN-WUERTT 0.20 17-21 13/12A	EUR	995,450.00	1.24%
<i>Italy</i>			<i>4,524,345.00</i>	<i>5.61%</i>
4,500,000	ITALIE 0.45 16-21 01/06S	EUR	4,524,345.00	5.61%
<i>Japan</i>			<i>700,945.00</i>	<i>0.87%</i>
700,000	MIZUHO FINANCIAL G 0.956 17-24 16/10A	EUR	700,945.00	0.87%
<i>Spain</i>			<i>6,947,186.00</i>	<i>8.62%</i>
1,000,000	ADIF ALTA VELOCIDAD 0.80 17-23 05/07A	EUR	1,004,200.00	1.25%
400,000	BCO BILBAO VIZCAYA 0.75 17-22 11/09A	EUR	400,916.00	0.50%
500,000	CAJA RURAL NAVARRA 0.625 16-23 01/12A	EUR	500,625.00	0.62%
500,000	COMUNIDAD MADRID 0.747 17-22 30/04A	EUR	508,595.00	0.63%
4,500,000	SPAIN 0.40 17-22 30/04A	EUR	4,532,850.00	5.62%
<i>Sweden</i>			<i>2,043,284.77</i>	<i>2.54%</i>
900,000	KOMMUNINVEST I SVE 1.875 17-21 01/06S	USD	740,603.77	0.92%
600,000	NORDEA BANK AB 0.30 17-22 30/06A	EUR	601,092.00	0.75%
700,000	SWEDBANK MORTGAGE AB 0.40 17-24 08/05A	EUR	701,589.00	0.87%
<i>The Netherlands</i>			<i>2,324,801.12</i>	<i>2.88%</i>
400,000	INNOGY FINANCE 1.25 17-27 19/10A	EUR	401,152.00	0.50%
500,000	JAIN INTL TRADING BV 7.125 17-22 01/02S	USD	416,314.12	0.52%
500,000	NEDER FINANCIERINGS 0.125 17-23 01/06A	EUR	500,230.00	0.62%
500,000	REPSOL INTL FINANC 0.50 17-22 23/05A	EUR	502,825.00	0.62%
500,000	UNILEVER NV 0.875 17-25 31/07A	EUR	504,280.00	0.62%
<i>United States of America</i>			<i>8,958,239.65</i>	<i>11.12%</i>
250,000	ANZ BANKING GROUP 2.125 17-20 19/08S	USD	206,499.84	0.26%
1,000,000	ECOLAB 2.375 17-22 10/08S	USD	823,384.41	1.02%
600,000	PVR CORP 3.125 17-27 15/12S	EUR	607,188.00	0.75%
3,200,000	US TREAS N/B V-2018 0.75 13-18 28/02S	USD	2,662,599.94	3.31%
2,500,000	USA T NOTES 1.625 12-22 15/08S	USD	2,033,963.04	2.52%
3,200,000	WI TREASURY SEC. 1.375 15-20 30/09S	USD	2,624,604.42	3.26%
Floating rate bonds			4,031,265.27	5.00%
<i>France</i>			<i>555,145.00</i>	<i>0.69%</i>
500,000	AXA SA FL.R 16-47 06/07A	EUR	555,145.00	0.69%

NEF - Ethical Balanced Conservative

Securities portfolio as at 31/12/17

Expressed in EUR

Quantity / Nominal	Denomination	Quotation currency	Market value	% of net assets
	<i>Germany</i>		308,061.00	0.38%
300,000	EVONIK INDUSTRIES F.L.R 17-77 07/07A	EUR	308,061.00	0.38%
	<i>Italy</i>		601,315.00	0.75%
500,000	ASSICURAZ GENERALI FL.R 15-47 27/10A	EUR	601,315.00	0.75%
	<i>Luxembourg</i>		749,875.08	0.93%
900,000	IND & COMM BK CHINA/ FL.R 17-20 12/10Q	USD	749,875.08	0.93%
	<i>South Korea</i>		1,253,714.19	1.55%
1,500,000	EXPORT IMP BK KOREA FL.R 17-22 01/11Q	USD	1,253,714.19	1.55%
	<i>The Netherlands</i>		563,155.00	0.70%
500,000	AEGON FL.R 14-44 25/04A	EUR	563,155.00	0.70%
	Warrants, Rights		10,206.47	0.01%
	<i>Spain</i>		10,206.47	0.01%
26,930	REPSOL (SHS) 01.05.18 RIGHT	EUR	10,206.47	0.01%
Other transferable securities			6,648,151.45	8.25%
	Bonds		1,301,844.00	1.62%
	<i>Italy</i>		303,954.00	0.38%
300,000	INTESA SANPAOLO SPA 0.875 17-22 27/06A	EUR	303,954.00	0.38%
	<i>United States of America</i>		997,890.00	1.24%
1,000,000	NATIONAL AUSTRALIA 0.35 17-22 07/09A	EUR	997,890.00	1.24%
	Floating rate bonds		2,845,307.45	3.53%
	<i>Australia</i>		1,306,422.00	1.61%
1,300,000	COMMONWEALTH BANK AUST FL.R 17-29 03/10A	EUR	1,306,422.00	1.61%
	<i>Luxembourg</i>		601,734.00	0.75%
600,000	ICBC FL.R 17-20 12/10Q	EUR	601,734.00	0.75%
	<i>South Korea</i>		415,331.45	0.52%
500,000	KOREA DEV.BANK FL.R 17-22 06/07Q	USD	415,331.45	0.52%
	<i>The Netherlands</i>		521,820.00	0.65%
500,000	TENNET HOLDING BV FL.R 17-49 12/04A	EUR	521,820.00	0.65%
	Shares/Units in investment funds		2,501,000.00	3.10%
	<i>Germany</i>		2,501,000.00	3.10%
25,000	UNIINSTITUTIONAL GREEN BONDS	EUR	2,501,000.00	3.10%
Shares/Units of UCITS/UCIS			4,047,600.00	5.02%
	Shares/Units in investment funds		4,047,600.00	5.02%
	<i>Luxembourg</i>		4,047,600.00	5.02%
40,000	UNIINSTITUTIONAL GLO CORP BD SUS-S-DIS	EUR	4,047,600.00	5.02%
Total securities portfolio			75,214,208.19	93.32%

NEF - Ethical Balanced Conservative

Statement of Operations and Changes in Net Assets from 10/04/17 to 31/12/17

Expressed in EUR

Income		557,588.94
Net dividends		163,398.69
Net interest on bonds		383,689.58
Bank interest on cash account		227.79
Securities lending income	Note 2,8	9,638.61
Other financial income		634.27
Expenses		471,553.25
Management & advisory fees		263,283.10
Depositary & sub-depositary fees	Note 7	15,693.10
Taxe d'abonnement		25,774.31
Administrative expenses		18,670.83
Professional fees		4,212.00
Bank interest on overdrafts		18,012.18
Legal fees		5,111.48
Transaction fees		28,669.10
Publication & printing fees		351.83
Correspondent bank fees		50,731.79
Other expenses		41,043.53
Net income from investments		86,035.69
Net realised profit / loss on:		
- sales of investment securities		-115,960.39
- forward foreign exchange contracts		11,902.26
- foreign exchange		-10,294.37
Net realised loss		-28,316.81
Movement in net unrealised appreciation /(depreciation) on:		
- investments		-480,419.35
Decrease in net assets as a result of operations		-508,736.16
Subscription capitalisation units		101,888,803.53
Subscription distribution units		6,356,935.44
Redemption capitalisation units		-26,748,023.00
Redemption distribution units		-394,607.22
Increase in net assets		80,594,372.59
Net assets at the beginning of the period		0.00
Net assets at the end of the period		80,594,372.59

NEF
- Obiettivo 2018

Manager's Report

The latest performance calculated were as per end of October 2017, and were as follows:

Total Fund Performance (EUR)

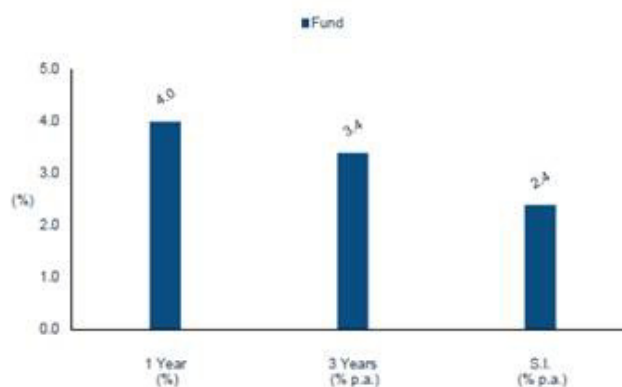
- During the month, the fund returned 0.2%.
- Annualized over 3 years, the fund gave returns of 3.4%.
- Since inception, the fund returned 2.4%.

Monthly Performance



	1 Month (%)	3 Months (%)	6 Months (%)	YTD (%)
Fund (G)	0.2	0.6	1.0	3.0

Longer Term Performance To 31.10.2017



	1 Year (%)	3 Years (% p.a.)	S.I. [†] (% p.a.)
Fund (G)	4.0	3.4	2.4

Source: Fidelity International
[†] Since Inception: 03.07.2014
 G - Gross of fees

All figures in this report are subject to rounding.

NEF - Obiettivo 2018

Changes in number of units outstanding from 01/01/17 to 17/11/17

	Units outstanding as at 01/01/17	Units issued	Units redeemed	Units outstanding as at 17/11/17
Obiettivo 2018 - Category D				
Distribution units	31,069,801.715	0.000	31,069,801.715	0.000

Key figures relating to the last 3 years

	<i>Period/year ending as at:</i>	17/11/17	31/12/16	31/12/15
Total Net Assets	EUR	0.00	303,818,561.04	285,225,258.49
Obiettivo 2018 - Category D	EUR		EUR	EUR
Distribution units				
Number of units		0.000	31,069,801.715	31,919,581.474
Net asset value per unit		0.00	9.78	8.94
Dividend per unit		0.05	0.10	0.23

NEF - Obiettivo 2018

Statement of Operations and Changes in Net Assets from 01/01/17 to 17/11/17

Expressed in EUR

Income		12,375,089.78
Net interest on bonds	Note 2	12,142,822.26
Bank interest on cash account	Note 2	3,587.56
Securities lending income	Note 2,8	108,568.87
Interest on swaps		24,960.60
Antidilution levy fees	Note 11	95,150.49
Expenses		1,927,866.25
Management & advisory fees	Note 5	1,627,755.04
Depositary & sub-depositary fees	Note 7	33,466.60
Taxe d'abonnement	Note 4	126,030.52
Administrative expenses		39,943.89
Bank interest on overdrafts		38,803.32
Legal fees		10,071.76
Transaction fees	Note 2	9,016.53
Publication & printing fees		1,709.21
Bank charges		8,982.00
Correspondent bank fees	Note 2	0.01
Other expenses		32,087.37
Net income from investments		10,447,223.53
Net realised profit / loss on:		
- sales of investment securities	Note 2	-2,241,142.06
- forward foreign exchange contracts	Note 2	4,257,537.85
- swaps	Note 2	26,747.55
- foreign exchange	Note 2	-3,877,533.24
Net realised profit		8,612,833.63
Movement in net unrealised appreciation /(depreciation) on:		
- investments	Note 2	-11,704,042.03
- forward foreign exchange contracts	Note 2	9,532,066.22
- swaps		-48,380.30
Increase in net assets as a result of operations		6,392,477.52
Dividends paid	Note 9	-1,526,298.08
Redemption distribution units		-308,684,740.48
Decrease in net assets		-303,818,561.04
Net assets at the beginning of the period		303,818,561.04
Net assets at the end of the period		0.00

NEF
- Obiettivo 2019

Manager's Report

The sub-fund Obiettivo 2019 was up +1,01% during the period until 17 November 2017

NEF - Obiettivo 2019

Changes in number of units outstanding from 01/01/17 to 17/11/17

	Units outstanding as at 01/01/17	Units issued	Units redeemed	Units outstanding as at 17/11/17
Obiettivo 2019 - Category D				
Distribution units	7,500,958.137	0.000	7,500,958.137	0.000

Key figures relating to the last 3 years

	<i>Period/year ending as at:</i>	17/11/17	31/12/16	31/12/15
Total Net Assets	EUR	0.00	75,086,796.48	75,044,078.61
Obiettivo 2019 - Category D	EUR		EUR	EUR
Distribution units				
Number of units		0.000	7,500,958.137	7,687,281.676
Net asset value per unit		0.00	10.01	9.76
Dividend per unit		0.10	0.20	0.10

NEF - Obiettivo 2019

Statement of Operations and Changes in Net Assets from 01/01/17 to 17/11/17

Expressed in EUR

Income		2,317,696.43
Net interest on bonds	Note 2	2,254,174.21
Bank interest on cash account	Note 2	2,028.28
Securities lending income	Note 2,8	35,701.90
Antidilution levy fees	Note 11	25,792.04
Expenses		756,423.47
Management & advisory fees	Note 5	637,170.53
Depositary & sub-depositary fees	Note 7	16,384.38
Taxe d'abonnement	Note 4	31,001.60
Administrative expenses		20,870.73
Bank interest on overdrafts		6,124.94
Legal fees		1,977.07
Transaction fees	Note 2	1,387.23
Publication & printing fees		818.65
Bank charges		1,110.00
Correspondent bank fees	Note 2	31,208.09
Other expenses		8,370.25
Net income from investments		1,561,272.96
Net realised profit / loss on:		
- sales of investment securities	Note 2	-1,073,518.09
- forward foreign exchange contracts	Note 2	-570,567.74
- foreign exchange	Note 2	956,962.67
Net realised profit		874,149.80
Movement in net unrealised appreciation /(depreciation) on:		
- investments	Note 2	-553,098.16
- forward foreign exchange contracts	Note 2	206,080.25
Increase in net assets as a result of operations		527,131.89
Dividends paid	Note 9	-738,553.08
Redemption distribution units		-74,875,375.29
Decrease in net assets		-75,086,796.48
Net assets at the beginning of the period		75,086,796.48
Net assets at the end of the period		0.00

NEF
- Obiettivo 2020

NEF – Obiettivo 2020

Manager's Report

The sub-fund Obiettivo 2020 was up +2,78% during the period until 17 November 2017

NEF - Obiettivo 2020

Changes in number of units outstanding from 01/01/17 to 17/11/17

	Units outstanding as at 01/01/17	Units issued	Units redeemed	Units outstanding as at 17/11/17
Obiettivo 2020 - Category D				
Distribution units	8,761,269.364	0.000	8,761,269.364	0.000

Key figures relating to the last 3 years

	<i>Period/year ending as at:</i>	17/11/17	31/12/16	31/12/15
Total Net Assets	EUR	0.00	90,778,362.06	87,934,120.16
Obiettivo 2020 - Category D	EUR		EUR	EUR
Distribution units				
Number of units		0.000	8,761,269.364	8,927,817.986
Net asset value per unit		0.00	10.36	9.85
Dividend per unit		0.15	0.21	0.00

NEF - Obiettivo 2020

Statement of Operations and Changes in Net Assets from 01/01/17 to 17/11/17

Expressed in EUR

Income		3,269,397.98
Net interest on bonds	Note 2	3,146,331.49
Bank interest on cash account	Note 2	552.31
Securities lending income	Note 2,8	84,307.35
Antidilution levy fees	Note 11	38,206.83
Expenses		810,572.73
Management & advisory fees	Note 5	665,696.98
Depositary & sub-depositary fees	Note 7	20,127.50
Taxe d'abonnement	Note 4	38,268.63
Administrative expenses		25,250.82
Professional fees		118.54
Bank interest on overdrafts		6,142.90
Legal fees		2,534.25
Transaction fees	Note 2	2,409.49
Publication & printing fees		820.14
Bank charges		918.00
Correspondent bank fees	Note 2	36,802.31
Other expenses		11,483.17
Net income from investments		2,458,825.25
Net realised profit / loss on:		
- sales of investment securities	Note 2	1,777,623.68
- forward foreign exchange contracts	Note 2	-831,519.09
- foreign exchange	Note 2	645,714.01
Net realised profit		4,050,643.85
Movement in net unrealised appreciation /(depreciation) on:		
- investments	Note 2	-2,060,708.38
- forward foreign exchange contracts	Note 2	225,473.10
Increase in net assets as a result of operations		2,215,408.57
Dividends paid	Note 9	-1,301,334.83
Redemption distribution units		-91,692,435.80
Decrease in net assets		-90,778,362.06
Net assets at the beginning of the period		90,778,362.06
Net assets at the end of the period		0.00

NEF

**Notes to the financial statements - Schedule of derivative
instruments**

NEF

OPTIONS

As at 31/12/17, the following option contracts were outstanding :

NEF - Global Bond

Quantity	Denomination	Currency	Commitment (in absolute value)	Market value (in EUR)	Unrealised (in EUR)
Purchase					
OTC options					
Options on currency					
15,000,000.00	AUD(P)/USD(C)OTC MAR 0.730 01.03.18 PUT	AUD	7,132,388.86	3,340.99	-36,740.84
10,000,000.00	USD(P)/MXN(C)OTC JAN 18.50 15.01.18 PUT	USD	154,063,957.36	2,440.54	-72,756.96
Total Purchase				5,781.53	-109,497.80
Sale					
OTC options					
Options on currency					
10,000,000.00	USD(C)/MXN(P)OTC JAN 20.50 15.01.18 CALL	USD	170,719,520.32	-10,967.69	60,512.18
Total Sale				-10,967.69	60,512.18
Purchase of options					
Listed options					
Options on futures					
200.00	US 10 YEAR NOTE FEB 123.50 26.01.18 PUT	USD	20,569,620.25	39,036.48	-16,528.49
Total Purchase of options				39,036.48	-16,528.49
Sale of options					
Listed options					
Options on futures					
400.00	US 10 YEAR NOTE FEB 122.00 26.01.18 PUT	USD	40,639,573.62	-15,614.59	5,553.02
Total Sale of options				-15,614.59	5,553.02

NEF - Euro Bond

Quantity	Denomination	Currency	Commitment (in absolute value)	Market value (in EUR)	Unrealised (in EUR)
Purchase of options					
Listed options					
Options on futures					
46.00	EURX EURO BUND FEB 160.50 29.01.18 PUT	EUR	7,383,000.00	-2,300.00	-2,300.00
47.00	EURX EURO BUND FEB 161.00 29.01.18 PUT	EUR	7,567,000.00	4,610.00	4,610.00
Total Purchase of options				2,310.00	2,310.00

NEF

FORWARD FOREIGN EXCHANGE CONTRACTS

As at 31/12/17, the following forward contracts were outstanding :

NEF - Global Bond

Currency purchased	Quantity purchased	Currency sale	Quantity sale	Maturity date	Unrealised (in EUR)	Counterparty
USD	952,539.20	EUR	800,000.00	05/01/18	-6,888.93	UBS Ltd London
USD	9,391,800.20	KRW	10,726,844,600.00	12/02/18	-535,995.48	BNP Paribas
JPY	1,070,900,000.00	EUR	8,006,657.14	18/01/18	-91,299.77	Natixis
USD	55,700,000.00	EUR	46,965,378.84	05/01/18	-588,017.09	Merryl Lynch International
EUR	86,040.85	CZK	2,200,000.00	05/01/18	-135.80	Citigroup Global Markets
BRL	9,736,000.00	USD	2,929,970.81	02/02/18	-5,071.66	Standard Chartered Bank
USD	3,800,000.00	EUR	3,253,988.53	05/01/18	-90,012.25	JP Morgan Securities
USD	500,000.00	EUR	427,886.20	05/01/18	-11,573.49	Merryl Lynch International
USD	1,751,629.35	EUR	1,500,000.00	05/01/18	-41,549.03	HSBC Bank International
USD	349,288.95	EUR	300,000.00	05/01/18	-9,173.34	HSBC Bank International
EUR	11,855,141.02	GBP	10,500,000.00	12/01/18	29,393.12	Citigroup Global Markets
EUR	601,311.55	USD	700,000.00	05/01/18	18,474.15	Merryl Lynch International
USD	100,000.00	EUR	85,904.00	05/01/18	-2,641.52	Goldman Sachs International Finance
USD	26,261.28	GBP	20,000.00	12/01/18	-668.63	Citigroup Global Markets
JPY	19,500,000.00	USD	172,521.35	18/01/18	591.78	Citigroup Global Markets
JPY	453,500,000.00	USD	4,012,823.34	18/01/18	13,266.67	CACIB London
EUR	15,890.31	JPY	2,100,000.00	18/01/18	368.58	Nomura Securities, London
USD	9,300,000.00	EUR	7,958,491.93	05/01/18	-215,075.36	JP Morgan Securities
EUR	14,255.14	JPY	1,900,000.00	18/01/18	211.65	Nomura Securities, London
EUR	113,593.08	NOK	1,092,908.01	07/02/18	2,445.59	Citigroup Global Markets
EUR	758,312.81	USD	900,000.00	05/01/18	8,947.80	Morgan Stanley And Co
EUR	2,494,947.26	JPY	333,500,000.00	18/01/18	29,944.55	Morgan Stanley And Co
USD	4,595,404.60	TWD	138,000,000.00	26/01/18	-61,897.28	UBS Ltd London
USD	1,000,000.00	EUR	841,570.91	05/01/18	-8,942.94	Goldman Sachs International Finance
EUR	4,209,337.42	USD	5,000,000.00	05/01/18	46,197.84	Citigroup Global Markets
GBP	4,000,000.00	EUR	4,465,337.26	12/01/18	39,723.47	HSBC Bank International
EUR	84,916.17	USD	100,000.00	05/01/18	1,653.51	Morgan Stanley And Co
GBP	620,576.25	EUR	700,000.00	05/01/18	-934.78	Nomura Securities, London
JPY	549,200,000.00	EUR	4,164,947.70	18/01/18	-105,648.71	UBS Ltd London
EUR	2,444,731.16	USD	2,900,000.00	05/01/18	30,110.80	HSBC Bank International
EUR	2,019,869.91	GBP	1,800,000.00	12/01/18	-7,404.56	Standard Chartered Bank
EUR	2,523,634.47	USD	3,000,000.00	05/01/18	25,750.38	Société Générale
USD	418,597.90	EUR	350,000.00	05/01/18	-1,463.28	BNP Paribas
EUR	2,123,326.85	GBP	1,900,000.00	12/01/18	-16,576.37	Standard Chartered Bank
EUR	7,631,551.01	NZD	13,300,000.00	27/02/18	-214,455.77	UBS Ltd London
EUR	226,232.69	AUD	356,200.00	27/02/18	-5,001.85	JP Morgan Securities
USD	6,534,275.63	MXN	122,600,000.00	27/02/18	281,932.93	Royal Bank, Scotland
EUR	8,874,971.74	USD	10,600,000.00	05/01/18	49,107.13	Royal Bank, Scotland
EUR	83,719.48	USD	100,000.00	05/01/18	456.61	Société Générale
EUR	9,052.73	JPY	1,200,000.00	18/01/18	183.17	Goldman Sachs International Finance
EUR	4,204,100.68	USD	5,000,000.00	05/01/18	40,960.18	Royal Bank, Scotland
EUR	1,092,846.47	USD	1,300,000.00	05/01/18	10,429.90	Royal Bank, Scotland
GBP	4,000,000.00	EUR	4,541,702.48	12/01/18	-36,662.61	Merryl Lynch International
SEK	6,600,000.00	EUR	665,517.99	07/02/18	5,832.87	JP Morgan Securities
EUR	8,317,872.46	JPY	1,104,100,000.00	18/01/18	157,134.47	Goldman Sachs International Finance
USD	474,363.68	EUR	400,000.00	05/01/18	-5,031.67	Nomura Securities, London
EUR	13,433.85	JPY	1,800,000.00	18/01/18	129.48	UBS Ltd London
USD	358,487.10	EUR	300,000.00	05/01/18	-1,513.32	Merryl Lynch International
EUR	63,315.94	AUD	100,000.00	27/02/18	-1,601.79	Merryl Lynch International
GBP	3,600,000.00	EUR	4,069,622.19	12/01/18	-15,081.41	BNP Paribas
USD	5,234,334.60	EUR	4,400,000.00	05/01/18	-41,745.72	JP Morgan Securities
EUR	112,014.72	GBP	100,000.00	12/12/18	547.41	HSBC Bank International
HUF	400,600,000.00	EUR	1,276,653.24	02/03/18	14,164.85	CACIB London
EUR	5,339,845.79	PLN	22,570,300.00	02/03/18	-51,498.00	Natixis
RUB	416,851,079.98	USD	7,015,569.02	02/02/18	161,615.81	Merryl Lynch International
GBP	1,700,000.00	EUR	1,921,016.61	12/01/18	-6,372.15	HSBC Bank International
EUR	757,230.86	USD	900,000.00	05/01/18	7,865.66	Royal Bank, Scotland
JPY	119,000,000.00	EUR	897,443.82	18/01/18	-17,878.89	Goldman Sachs International Finance
USD	7,000,000.00	EUR	5,909,177.13	05/01/18	-80,784.60	BNP Paribas
EUR	792,935.80	GBP	700,000.00	12/01/18	4,553.31	HSBC Bank International
TRY	25,300,000.00	EUR	5,401,953.37	22/02/18	55,239.99	BNP Paribas
EUR	4,844,479.46	USD	5,700,000.00	05/01/18	98,508.53	Goldman Sachs International Finance
EUR	5,139,914.40	CAD	7,800,000.00	09/02/18	-35,487.45	Barclays Bank PLC

NEF

FORWARD FOREIGN EXCHANGE CONTRACTS

NEF - Global Bond

Currency purchased	Quantity purchased	Currency sale	Quantity sale	Maturity date	Unrealised (in EUR)	Counterparty
USD	9,100,000.00	EUR	7,701,466.12	05/01/18	-124,559.31	BNP Paribas
JPY	1,201,700,000.00	EUR	8,987,337.85	18/01/18	-105,197.18	Morgan Stanley And Co
EUR	7,231,163.16	CHF	8,415,700.00	05/03/18	33,904.56	Crédit Suisse
MXN	6,600,000.00	USD	339,399.85	27/02/18	-4,770.26	Goldman Sachs International Finance
EUR	755.71	JPY	100,000.00	18/01/18	16.58	CACIB London
BRL	7,602,880.00	USD	2,300,000.00	02/02/18	-13,970.66	HSBC Bank International
RUB	134,884,017.50	USD	2,287,722.34	02/02/18	37,544.06	Standard Chartered Bank
NZD	3,400,000.00	CAD	3,058,691.00	27/02/18	-22,271.18	Nomura Securities, London
NOK	20,900,000.00	USD	2,500,786.13	18/01/18	46,269.83	Merryl Lynch International
SEK	21,200,000.00	USD	2,526,089.02	07/02/18	57,115.05	Goldman Sachs International Finance
USD	77,135.03	AUD	100,000.00	18/01/18	-898.28	Citigroup Global Markets
ZAR	2,965,303.94	USD	239,135.24	22/02/18	-1,289.43	JP Morgan Securities
EUR	4,498,915.31	GBP	4,000,000.00	12/01/18	-6,136.25	HSBC Bank International
					-1,282,585.78	

NEF - Emerging Market Bond

Currency purchased	Quantity purchased	Currency sale	Quantity sale	Maturity date	Unrealised (in EUR)	Counterparty
EUR	230,673.19	GBP	205,000.00	18/01/18	-282.17	Goldman Sachs International Finance
EUR	149,100,000.00	USD	176,265,736.71	18/01/18	2,264,304.72	Goldman Sachs International Finance
EUR	1,017,000.00	USD	1,197,915.45	18/01/18	19,096.80	Goldman Sachs International Finance
EUR	955,000.00	USD	1,128,909.22	18/01/18	14,578.10	Goldman Sachs International Finance
EUR	641,634.96	USD	749,000.00	18/01/18	17,698.50	Goldman Sachs International Finance
EUR	307,600.00	USD	365,370.05	18/01/18	3,232.26	UBS Ltd London
EUR	472,000.00	USD	552,546.47	18/01/18	11,713.20	Goldman Sachs International Finance
EUR	1,850,000.00	USD	2,165,043.90	18/01/18	46,457.85	UBS Ltd London
USD	3,616,888.80	EUR	3,115,000.00	18/01/18	-102,053.06	UBS Ltd London
USD	1,170,000.00	EUR	1,000,904.24	18/01/18	-26,262.58	Goldman Sachs International Finance
USD	2,636,000.00	EUR	2,249,755.27	18/01/18	-53,891.06	Citigroup Global Markets
USD	641,869.38	EUR	540,000.00	18/01/18	-5,297.00	UBS Ltd London
EUR	1,708,000.00	USD	2,017,643.49	18/01/18	27,231.65	Citigroup Global Markets
EUR	735,000.00	USD	870,095.28	18/01/18	10,178.43	Citigroup Global Markets
EUR	685,000.00	USD	807,514.58	18/01/18	12,313.12	Goldman Sachs International Finance
USD	784,316.28	EUR	660,000.00	18/01/18	-6,633.15	Goldman Sachs International Finance
EUR	976,314.71	USD	1,162,475.47	18/01/18	7,924.36	UBS Ltd London
USD	1,050,000.00	EUR	880,675.07	18/01/18	-5,980.38	Citigroup Global Markets
USD	736,537.99	EUR	620,000.00	18/01/18	-6,434.57	Citigroup Global Markets
EUR	1,445,000.00	USD	1,717,926.11	18/01/18	13,898.23	Goldman Sachs International Finance
EUR	1,445,000.00	USD	1,719,754.61	18/01/18	12,373.59	Goldman Sachs International Finance
USD	135,496.71	EUR	115,000.00	18/01/18	-2,126.72	Citigroup Global Markets
USD	442,891.50	EUR	375,000.00	18/01/18	-6,055.80	UBS Ltd London
USD	592,904.50	EUR	500,000.00	18/01/18	-6,087.82	UBS Ltd London
EUR	600,000.00	USD	710,541.54	18/01/18	8,092.40	Goldman Sachs International Finance
USD	898,308.97	EUR	755,000.00	18/01/18	-6,665.33	Goldman Sachs International Finance
EUR	345,000.00	USD	410,164.63	18/01/18	3,316.31	UBS Ltd London
					2,244,639.88	

NEF - Risparmio Italia (previously Convertible Bond)

Currency purchased	Quantity purchased	Currency sale	Quantity sale	Maturity date	Unrealised (in EUR)	Counterparty
EUR	482,371.97	AUD	750,000.00	19/03/18	-4,814.90	Goldman Sachs International Finance
USD	142,846.69	CHF	140,000.00	19/03/18	-1,179.52	Goldman Sachs International Finance
EUR	119,928.12	CHF	140,000.00	19/03/18	182.15	Goldman Sachs International Finance
NOK	2,500,000.00	EUR	255,672.16	19/03/18	-2,243.65	Goldman Sachs International Finance
EUR	1,259,400.37	USD	1,500,000.00	19/03/18	14,441.99	CACIB London
JPY	68,500,000.00	EUR	513,050.78	19/03/18	-4,767.20	Goldman Sachs International Finance
SEK	1,500,000.00	EUR	151,198.01	19/03/18	1,189.64	BNP Paribas
DKK	250,000.00	EUR	33,602.28	19/03/18	-13.80	BNP Paribas
JPY	5,000,000.00	EUR	37,545.13	19/03/18	-444.22	Goldman Sachs International Finance

NEF

FORWARD FOREIGN EXCHANGE CONTRACTS

NEF - Risparmio Italia (previously Convertible Bond)

Currency purchased	Quantity purchased	Currency sale	Quantity sale	Maturity date	Unrealised (in EUR)	Counterparty
JPY	36,500,000.00	EUR	270,591.85	19/03/18	247.38	Merryl Lynch International
					2,597.87	

NEF - U.S. Equity

Currency purchased	Quantity purchased	Currency sale	Quantity sale	Maturity date	Unrealised (in EUR)	Counterparty
EUR	23,683.83	USD	28,473.65	03/01/18	-56.65	STATE STREET BANK AND TRUST CO BOSTON
					-56.65	

NEF - Pacific Equity

Currency purchased	Quantity purchased	Currency sale	Quantity sale	Maturity date	Unrealised (in EUR)	Counterparty
JPY	21,558,354.00	USD	190,847.09	04/01/18	967.73	JP Morgan Securities
JPY	4,110,010.00	USD	36,443.69	05/01/18	136.50	NATIONAL AUSTRALIA BANK LIMITED
USD	39,236.00	EUR	32,843.64	02/01/18	-127.89	Citibank, London
SGD	7,176.46	USD	5,369.33	04/01/18	18.25	BROWN BROTHERS HARRIMAN
JPY	17,241,923.00	USD	153,164.87	09/01/18	366.54	JP Morgan Securities
EUR	1,714.24	USD	2,060.91	03/01/18	-4.09	JP Morgan Securities
					1,357.04	

NEF - Ethical Total Return Bond (previously Absolute Return Bond)

Currency purchased	Quantity purchased	Currency sale	Quantity sale	Maturity date	Unrealised (in EUR)	Counterparty
EUR	34,293,325.31	USD	40,114,000.00	14/02/18	930,161.15	State Street Bank
EUR	1,265,617.16	NZD	2,127,000.00	14/02/18	5,604.36	STATE STREET BANK TRUST COMPANY
EUR	1,077,988.95	PLN	4,586,000.00	14/02/18	-17,223.20	State Street Bank
EUR	616,527.15	ZAR	10,340,000.00	14/02/18	-76,016.33	State Street Bank
EUR	10,785,514.22	GBP	9,592,000.00	14/02/18	-12,950.03	State Street Bank
CLP	111,699,000.00	USD	176,677.42	14/02/18	4,071.78	Morgan Stanley And Co
BRL	559,000.00	USD	170,265.91	14/02/18	-1,987.91	Morgan Stanley And Co
COP	519,981,000.00	USD	171,192.80	14/02/18	1,882.33	Citibank, London
IDR	2,349,543,000.00	USD	172,052.07	14/02/18	1,034.04	HSBC Bank International
USD	2,069,000.00	EUR	1,772,973.68	14/02/18	-52,178.66	HSBC Bank International
EUR	1,204,426.72	USD	1,411,000.00	14/02/18	30,881.17	Morgan Stanley And Co
USD	2,555,000.00	EUR	2,176,388.86	14/02/18	-51,353.60	HSBC Bank International
USD	235,000.00	EUR	197,471.81	14/02/18	-2,011.79	Morgan Stanley And Co
EUR	970,846.10	GBP	868,000.00	14/02/18	-6,335.44	Morgan Stanley And Co
EUR	1,187,785.11	USD	1,408,000.00	14/02/18	16,699.92	Morgan Stanley And Co
EUR	1,197,017.75	GBP	1,074,000.00	14/02/18	-12,080.52	Morgan Stanley And Co
EUR	10,001,402.17	GBP	8,916,000.00	14/02/18	-36,064.31	Morgan Stanley And Co
EUR	3,057,397.40	PLN	13,005,000.00	14/02/18	-48,409.18	Morgan Stanley And Co
EUR	2,264,450.82	ZAR	38,206,000.00	14/02/18	-294,606.28	Citibank, London
EUR	40,383,619.48	USD	47,841,000.00	14/02/18	592,569.03	Morgan Stanley And Co
EUR	2,029,148.61	GBP	1,803,000.00	14/02/18	-627.31	State Street Bank
EUR	4,940,591.97	USD	5,822,000.00	14/02/18	98,293.30	Morgan Stanley And Co
EUR	6,691,512.60	GBP	5,943,000.00	14/02/18	1,023.57	Morgan Stanley And Co
EUR	2,806,735.49	USD	3,317,000.00	14/02/18	47,886.12	Morgan Stanley And Co
IDR	6,500,000,000.00	USD	478,821.36	14/02/18	494.98	NATIONAL AUSTRALIA BANK LIMITED
EUR	2,490,456.33	NZD	4,309,000.00	14/02/18	-62,384.58	CIBC TORONTO
EUR	337,807.54	GBP	301,000.00	14/02/18	-1,052.45	Morgan Stanley And Co
EUR	21,049,095.24	USD	25,062,000.00	14/02/18	203,881.69	Morgan Stanley And Co
COP	1,500,000,000.00	USD	500,575.66	14/02/18	-207.08	BNP Paribas
CLP	320,000,000.00	USD	504,723.90	14/02/18	12,856.96	BNP Paribas

NEF

FORWARD FOREIGN EXCHANGE CONTRACTS

NEF - Ethical Total Return Bond (previously Absolute Return Bond)

Currency purchased	Quantity purchased	Currency sale	Quantity sale	Maturity date	Unrealised (in EUR)	Counterparty
BRL	1,600,000.00	USD	489,536.16	14/02/18	-7,526.79	BNP Paribas
EUR	252,050.22	USD	300,000.00	14/02/18	2,526.69	HSBC Bank International
ZAR	4,000,000.00	EUR	239,195.27	14/02/18	28,706.65	HSBC Bank International
EUR	280,204.10	PLN	1,186,000.00	14/02/18	-3,028.62	HSBC Bank International
EUR	1,964,189.61	USD	2,358,000.00	14/02/18	2,892.86	Morgan Stanley And Co
EUR	529,338.57	USD	633,000.00	14/02/18	2,837.78	CIBC TORONTO
GBP	248,000.00	EUR	276,297.85	14/02/18	2,898.16	Morgan Stanley And Co
EUR	587,939.70	USD	702,000.00	14/02/18	4,050.05	BNP Paribas
EUR	2,878,435.00	GBP	2,544,000.00	14/02/18	14,476.42	Morgan Stanley And Co
GBP	268,000.00	EUR	303,554.28	14/02/18	-1,848.32	Morgan Stanley And Co
USD	1,266,000.00	EUR	1,061,865.76	14/02/18	-8,872.05	Morgan Stanley And Co
USD	1,343,000.00	EUR	1,122,116.90	14/02/18	-5,067.85	HSBC Bank International
GBP	868,000.00	EUR	980,826.43	14/02/18	-3,656.66	Morgan Stanley And Co
EUR	1,654,751.78	USD	1,961,000.00	14/02/18	23,717.37	Morgan Stanley And Co
EUR	1,375,917.56	USD	1,630,000.00	14/02/18	20,188.95	BNP Paribas
EUR	1,278,158.29	USD	1,511,000.00	14/02/18	21,412.83	Morgan Stanley And Co
EUR	496,669.87	ZAR	8,081,000.00	14/02/18	-44,431.50	Citibank, London
USD	600,000.00	EUR	508,183.88	14/02/18	-9,146.90	Citibank, London
USD	646,660.07	IDR	8,849,543,000.00	14/02/18	-5,061.71	BNP Paribas
GBP	344,000.00	EUR	390,574.48	14/02/18	-3,311.24	Morgan Stanley And Co
EUR	13,500,154.20	CAD	20,443,000.00	14/02/18	-66,213.88	Morgan Stanley And Co
EUR	2,070,051.53	USD	2,441,000.00	14/02/18	39,809.14	Morgan Stanley And Co
USD	649,518.65	BRL	2,159,000.00	14/02/18	896.70	Citibank, London
USD	665,397.68	COP	2,019,981,000.00	14/02/18	-7,009.64	Citibank, London
USD	664,510.12	CLP	431,699,000.00	14/02/18	-31,017.83	Citibank, London
USD	591,000.00	EUR	496,553.28	14/02/18	-4,991.96	Morgan Stanley And Co
EUR	645,028.88	USD	765,000.00	14/02/18	8,749.56	Morgan Stanley And Co
EUR	1,007,606.53	GBP	892,000.00	14/02/18	3,417.84	Morgan Stanley And Co
EUR	460,050.24	USD	546,000.00	14/02/18	5,920.67	Morgan Stanley And Co
EUR	177,131.08	NZD	300,000.00	14/02/18	-590.20	Royal Bank, Canada
EUR	229,264.50	ZAR	3,500,000.00	14/02/18	-4,960.19	HSBC Bank International
USD	434,000.00	EUR	364,882.99	14/02/18	-3,906.23	Morgan Stanley And Co
EUR	4,082,834.97	USD	4,865,000.00	14/02/18	36,383.72	Morgan Stanley And Co
GBP	409,000.00	EUR	460,836.19	14/02/18	-393.50	Morgan Stanley And Co
ZAR	14,707,000.00	EUR	986,914.51	14/02/18	-2,890.24	Citibank, London
EUR	309,667.34	USD	372,000.00	14/02/18	251.06	Morgan Stanley And Co
					1,277,062.87	

NEF - Global Property

Currency purchased	Quantity purchased	Currency sale	Quantity sale	Maturity date	Unrealised (in EUR)	Counterparty
EUR	6,130,190.71	JPY	812,360,000.00	10/01/18	98,332.56	BNP Paribas
EUR	1,039,560.69	SEK	9,963,000.00	10/01/18	27,443.15	BNP Paribas
EUR	5,832,022.80	HKD	54,032,000.00	10/01/18	50,179.30	BNP Paribas
EUR	4,076,698.00	GBP	3,635,000.00	10/01/18	-19,426.72	BNP Paribas
EUR	3,677,403.41	AUD	5,551,000.00	10/01/18	56,036.11	BNP Paribas
EUR	38,313,734.95	USD	45,573,000.00	10/01/18	332,211.58	BNP Paribas
EUR	774,767.39	NOK	7,251,000.00	10/01/18	38,064.88	BNP Paribas
EUR	335,725.52	MXN	7,654,000.00	10/01/18	12,913.04	BNP Paribas
EUR	1,840,617.74	CAD	2,731,000.00	10/01/18	25,286.52	BNP Paribas
AUD	711,000.00	EUR	460,484.74	10/01/18	3,362.91	BNP Paribas
					624,403.33	

NEF - Ethical Balanced Dynamic (previously Ethical Balanced)

Currency purchased	Quantity purchased	Currency sale	Quantity sale	Maturity date	Unrealised (in EUR)	Counterparty
EUR	36,084,954.29	USD	42,000,000.00	08/02/18	1,184,772.74	Nomura Securities, London
EUR	2,239,140.17	GBP	2,000,000.00	08/02/18	-11,735.25	Nomura Securities, London
					1,173,037.49	

NEF

FUTURES

As at 31/12/17, the following future contracts were outstanding :

NEF - Global Bond

Quantity (purchase/(sale))	Denomination	Currency	Commitment (in EUR) (in absolute value)	Unrealised (in EUR)	Broker
Futures on interest rates					
38	AUSTR 10YR BOND 03/18	AUD	3,146,029.86	-23,421.40	CACEIS Bank, Paris
19	CAN 10YR BOND (MSE) 03/18	CAD	1,702,107.01	-19,574.61	CACEIS Bank, Paris
-254	EURO BOBL FUTURE 03/18	EUR	33,428,940.00	218,220.00	CACEIS Bank, Paris
12	EURO BUXL FUTURE 03/18	EUR	1,966,320.00	-25,200.00	CACEIS Bank, Paris
-283	EURO SCHATZ FUTURE 03/18	EUR	31,688,925.00	41,035.00	CACEIS Bank, Paris
14	JPN 10 YEARS BOND 03/18	JPY	15,605,222.44	-15,524.50	CACEIS Bank, Paris
-106	LONG GILT FUTURE-LIF 03/18	GBP	14,946,161.21	-109,998.31	CACEIS Bank, Paris
43	US TREASURY BOND 03/18	USD	5,478,847.44	-11,854.08	CACEIS Bank, Paris
51	US ULTRA BD CBT 30YR 03/18	USD	7,120,643.53	32,849.19	CACEIS Bank, Paris
-58	US 10YR ULTRA (CBOT) 03/18	USD	6,451,220.02	18,867.63	CACEIS Bank, Paris
-95	US 2 YEARS NOTE- CBT 03/18	USD	16,939,032.84	32,153.05	CACEIS Bank, Paris
				137,551.97	

Futures on bonds

-309	EURO BUND FUTURE 03/18	EUR	49,959,120.00	159,770.00	CACEIS Bank, Paris
-603	US 10 YEARS NOTE 03/18	USD	62,292,026.67	294,009.73	CACEIS Bank, Paris
759	US 5 YEARS NOTE-CBT 03/18	USD	73,424,819.65	-172,977.13	CACEIS Bank, Paris
				280,802.60	

NEF - Euro Bond

Quantity (purchase/(sale))	Denomination	Currency	Commitment (in EUR) (in absolute value)	Unrealised (in EUR)	Broker
Futures on bonds					
-15	US 5 YEARS NOTE-CBT 03/18	USD	1,452,898.31	8,722.54	CACEIS Bank, Paris
				8,722.54	

NEF - Emerging Market Bond

Quantity (purchase/(sale))	Denomination	Currency	Commitment (in EUR) (in absolute value)	Unrealised (in EUR)	Broker
Futures on bonds					
-70	EURO BUND FUTURE 03/18	EUR	11,317,600.00	56,000.00	CACEIS Bank, Paris
				56,000.00	

NEF - Risparmio Italia (previously Convertible Bond)

Quantity (purchase/(sale))	Denomination	Currency	Commitment (in EUR) (in absolute value)	Unrealised (in EUR)	Broker
Futures on bonds					
-10	EURO BUND FUTURE 03/18	EUR	1,616,800.00	13,900.00	Banca IMI SPA Milano
				13,900.00	
Futures on index					
334	MSCI WORLD EUR 03/18	EUR	8,455,210.00	-91,660.02	Banca IMI SPA Milano
				-91,660.02	

NEF

FUTURES

NEF - Euro Corporate Bond

Quantity (purchase/(sale))	Denomination	Currency	Commitment (in EUR) (in absolute value)	Unrealised (in EUR)	Broker
Futures on interest rates					
-35	EURO BOBL FUTURE 03/18	EUR	4,606,350.00	27,300.00	CACEIS Bank, Paris
-40	EURO SCHATZ FUTURE 03/18	EUR	4,479,000.00	6,400.00	CACEIS Bank, Paris
				33,700.00	
Futures on bonds					
-30	EURO BUND FUTURE 03/18	EUR	4,850,400.00	54,300.00	CACEIS Bank, Paris
				54,300.00	

NEF - Ethical Total Return Bond (previously Absolute Return Bond)

Quantity (purchase/(sale))	Denomination	Currency	Commitment (in EUR) (in absolute value)	Unrealised (in EUR)	Broker
Futures on interest rates					
-7	CAN 10YR BOND (MSE) 03/18	CAD	627,342.24	8,983.31	UBS Limited
19	EURO BOBL FUTURE 03/18	EUR	2,500,590.00	-12,920.00	UBS Limited
20	EURO BUXL FUTURE 03/18	EUR	3,277,200.00	-13,974.14	UBS Limited
-140	LONG GILT FUTURE-LIF 03/18	GBP	19,741,324.92	-140,891.96	UBS Limited
-13	US TREASURY BOND 03/18	USD	1,658,467.44	1,439.64	UBS Limited
-38	US ULTRA BD CBT 30YR 03/18	USD	5,312,213.37	-90,570.96	UBS Limited
-147	US 10YR ULTRA (CBOT) 03/18	USD	16,350,505.91	-9,315.33	UBS Limited
				-257,249.44	
Futures on bonds					
-175	EURO BUND FUTURE 03/18	EUR	28,294,000.00	249,049.67	UBS Limited
-41	US 10 YEARS NOTE 03/18	USD	4,240,742.00	17,775.16	UBS Limited
466	US 5 YEARS NOTE-CBT 03/18	USD	45,080,324.05	-119,745.54	UBS Limited
				147,079.29	

NEF - Ethical Balanced Dynamic (previously Ethical Balanced)

Quantity (purchase/(sale))	Denomination	Currency	Commitment (in EUR) (in absolute value)	Unrealised (in EUR)	Broker
Futures on interest rates					
-7	EURO BUXL FUTURE 03/18	EUR	1,147,020.00	15,400.00	Newedge Group
				15,400.00	
Futures on bonds					
-69	EURO BTP FUTURE -EUX 03/18	EUR	9,393,660.00	169,740.00	Newedge Group
-134	EURO BUND FUTURE 03/18	EUR	21,665,120.00	154,100.00	Newedge Group
-5	US 10 YEARS NOTE 03/18	USD	516,517.64	3,220.51	Newedge Group
-4	US 5 YEARS NOTE-CBT 03/18	USD	386,955.57	2,055.92	Newedge Group
				329,116.43	
Futures on index					
-10	S&P 500 INDEX (CME) 03/18	USD	5,571,285.81	-151,669.72	Newedge Group
				-151,669.72	

Other notes to the financial statements as at December 31, 2017

1. ORGANISATION

NEF (the “Fund”) is a unit trust, qualifying as a “Fonds Commun de Placement” incorporated on October 8, 1999, under Part I of the Law of December 17, 2010 (the “Law”) relating to Undertaking for Collective Investment.

The Fund is, as a consequence of the repealing of the EEC Directive 85/611, qualified as an “Undertaking for Collective Investment in Transferable Securities” under the EC Directive 2009/65 of July 13, 2009 and is subject to the Luxembourg law of December 17, 2010 relating to Undertakings for Collective Investment.

The Fund is managed by the Management Company, NORD EST ASSET MANAGEMENT S.A., which is registered at the Luxembourg Register of Commerce under the number B 69705 and is established at 5 Allée Scheffer, Luxembourg L-2520.

NORD EST ASSET MANAGEMENT S.A. has appointed several international Investment Managers to manage the various sub-funds.

The Fund has an umbrella structure. As at December 31, 2017, sixteen sub-funds were available to the investors:

Sub-funds	Ccy	Launch date
NEF - Global Equity	EUR	October 8,1999
NEF - Euro Equity	EUR	October 8,1999
NEF - Emerging Market Equity	EUR	October 8,1999
NEF - Global Bond	EUR	October 8,1999
NEF - Euro Bond	EUR	October 8,1999
NEF - Emerging Market Bond	EUR	October 8,1999
NEF - Euro Short Term Bond	EUR	October 8,1999
NEF - Risparmio Italia (previously NEF - Convertible Bond)	EUR	January 19,2002
NEF - EE.ME.A. Equity	EUR	April 22,2002
NEF - U.S. Equity	EUR	April 22,2002
NEF - Pacific Equity	EUR	April 22,2002
NEF - Euro Corporate Bond	EUR	January 19,2002
NEF - Ethical Total Return Bond (previously NEF - Absolute Return Bond)	EUR	May 7,2007
NEF - Global Property	EUR	May 7,2007
NEF - Ethical Balanced Dynamic	EUR	July 1,2015
NEF - Ethical Balanced Conservative	EUR	April 10,2017

The Sub-Funds NEF – Obiettivo 2018 merged into NEF - Ethical Total Return bond as at November 17, 2017 with a last NAV/share of EUR 9.93, and NEF – Obiettivo 2019 and NEF – Obiettivo 2020 merged into the Sub-Fund NEF - Euro Corporate Bond as at November 17, 2017 respectively with a last NAV/share of EUR 9.98 and EUR 10.46.

Category R, Category D and Category PIR are available for any kind of investors.

Category I is available for institutional investors (the “Institutional Investors”).

Category C will be available for (i) all legal persons who do not satisfy the definition of Institutional Investors and (ii) all natural persons, subject to fulfilling the minimum initial subscription requirement. For the avoidance of doubt, the minimum initial subscription requirement for Category C units for persons under (i) and (ii) above is EUR 100,000:

The investment policy of the Fund is to invest in a diversified range of transferable securities, conforming to the investment policy of each particular sub-fund.

The Fund maintains the books and records of each individual sub-fund in its respective currency and prepares combined statements in EUR. The financial statements have been prepared using accounting principles generally accepted for such funds in Luxembourg including the following significant accounting policies:

Other notes to the financial statements as at December 31, 2017 (continued)

2. SUMMARY OF SIGNIFICANT ACCOUNTING PRINCIPLES

a) Foreign currency translation

Assets and liabilities stated in currencies other than the reporting currency of the respective sub-fund have been translated at the exchange rates prevailing in Luxembourg at the balance sheet date. Income and expenses denominated in currencies other than the reporting currency of the respective sub-fund have been translated at the rate prevailing at the date of the transaction.

As at December 31, 2017, the following exchange rates were used:

1 EUR =	1.5352	AUD	1 EUR =	135.2701	JPY	1 EUR =	1.6047	SGD
	3.9832	BRL		1285.5164	KRW		4.5529	TRY
	1.5045	CAD		23.4942	MXN		1.2008	USD
	1.1701	CHF		4.8596	MYR		14.8659	ZAR
	25.5290	CZK		9.8217	NOK		9,3423	HKD
	7.4454	DKK		1.6884	NZD		4,1635	ILS
	0.8876	GBP		4.1725	PLN		183,3635	LKR
	310.2050	HUF		69.1315	RUB		35,734	TWD
	16291.8542	IDR		9.8315	SEK		3580.50	COP
	76.6441	INR					737,58	CLP

b) Realised profit and loss on securities

The profit and loss realised on sale of investments are determined on the basis of the average cost of securities sold.

c) Forward foreign exchange contracts

Outstanding forward foreign exchange contracts are valued at the closing date by reference to the rate of exchange applicable to the outstanding life of the contract. The unrealised appreciation and depreciation is disclosed in the statement of net assets.

Realised profit/(loss) and change in unrealised appreciation/depreciation resulting there from are included in the statement of operations and changes in net assets respectively under “Net realised profit/(loss) on forward foreign exchange contracts” and “Movement in net unrealised appreciation/depreciation on forward foreign exchange contracts”.

For the details of outstanding Forward foreign exchange contracts please refer to section “Option and derivative instruments”.

d) Dividend and interest income

Dividend income is recorded as of the ex-dividend date and net of withholding tax. Interest income is recorded on an accrual basis and net of withholding tax.

e) Portfolio valuation

The value of any transferable securities which are listed on a Stock Exchange or dealt in on a regulated market is determined according to their last available price.

In the event that any transferable securities held by the Fund at the valuation day are neither quoted on a Stock Exchange nor dealt in on another regulated market, their valuation is based on the expected sales price, estimated prudently and in good faith by the Board of Directors of the Management Company.

Other notes to the financial statements as at December 31, 2017 (continued)

2. SUMMARY OF SIGNIFICANT ACCOUNTING PRINCIPLES (continued)

Money market instruments and fixed interest securities with a maturity of less than 60 days may be valued on the basis of their discounted cost. This method consists of taking into account a fixed daily discount to reach the redemption price at the maturity date.

f) Futures contracts

Open futures contracts are valued at their last known price on the valuation date or on the closing date. The unrealised appreciation or depreciation on futures contracts is recorded in the statement of net assets.

Realised profit/(loss) and change in unrealised appreciation/depreciation resulting there from are included in the statement of operations and changes in net assets respectively under "Net realised profit/(loss) on financial futures" and "Movement in net unrealised appreciation (depreciation) on financial futures".

For the details of outstanding future contracts, please refer to section "Option and derivative instruments".

g) Securities lending income

Securities lending income is recognised on a cash basis and recorded in the statement of operations and changes in net assets under the heading "securities lending income".

h) Options

Options are valued at their last known price on the valuation date or on the closing date.

The market value of options is included in the statement of net assets under the heading "Options purchased /sold at market value".

The realised profit/(loss) and changes in unrealized result on options are disclosed in the statement of operations and changes in net assets respectively under the headings "Net realised profit/(loss) on options" and "Movement in net unrealised appreciation (depreciation) on options".

For the details of outstanding option contracts, please refer to section "Option and derivative instruments".

i) Swaps

Interest Rate Swaps (IRS) are valued on the basis of the difference between the discounted value of all future cash flows paid by the Fund to the counterparty on the valuation date at the "zero coupon swap" rate corresponding to the maturity of those cash flows, and the discounted value of all future cash flows paid by the counterparty to the Fund on the valuation date at the "zero coupon swap" rate corresponding to the maturity of those cash flows. The unrealised appreciation and depreciation is disclosed in the statement of net assets.

A Credit Default Swap (CDS) is a bilateral agreement in which one counterparty (the protection buyer) pays a periodic fee in return for a contingent payment by the protection seller following a credit event on any reference issuers. When the difference between the loss due to a credit event and the periodic fee is positive, the protection buyer usually receives a cash settlement corresponding to such difference. When such difference is negative, the cash settlement is usually received by the protection seller. The unrealised appreciation and depreciation is disclosed in the statement of net assets.

j) Repurchase agreements

Repurchase agreements ("Repos") consist of the purchase and sale of securities with a clause reserving the seller the right to repurchase from the acquirer the securities sold at a price and term specified by the two parties in a contractual agreement.

Each Sub-Fund can act either as purchaser or seller in Repos transactions. The involvement in such transactions is, in particular, subject to the following regulations:

Other notes to the financial statements as at December 31, 2017 (continued)

2. SUMMARY OF SIGNIFICANT ACCOUNTING PRINCIPLES (continued)

(a) The Sub-Fund may enter into these transactions only if the counterparties to these transactions are subject to prudential supervision rules considered by the CSSF as equivalent to those prescribed by Community law;

(b) During the duration of a purchase with a repurchase option agreement, the Sub-Fund may not sell the securities which are the subject of the contract, before the counterparty has exercised its option or until the deadline for the repurchase has expired, unless the Sub-Fund has other means of coverage;

(c) The Sub-Fund must ensure to maintain the value of the purchase with repurchase option transactions at a level such that it is able, at all times, to meet its redemption obligations towards Unitholders.

The interest charged for the Repos transactions is included in the statement of operations and changes in net assets under "Other expenses". The income generated by the Repos transactions are included in the statement of operations and changes in net assets under "Income on repurchase transactions".

k) Securities portfolio's presentation

The securities portfolios are presented as follows:

- 1) by transferable securities admitted to an official stock exchange listing, dealt in on another regulated market and other transferable securities
- 2) by stock exchange place
- 3) by country or by sector

l) Abbreviations used

XX: Perpetual Bonds
 U: Zero Coupon Bond
 CV: Convertible
 A: Annual
 S: Semi-annual
 Q: Quarterly
 M: Monthly

m) Transaction fees

Transaction fees include Investment Management Service fees ("IMS" fees), broker fees, forex fees, stock exchange fees, handling charges, settlement fees and trading fees linked to transactions on portfolio securities, forward foreign exchange contracts and futures contracts.

n) Correspondent bank fees

Correspondent bank fees include fees and expenses charged by correspondent bank in Italy, as agreed with the Management Company.

3. DETERMINATION OF THE NET ASSET VALUE OF UNITS

The Net Asset Value per Unit of each Category of Unit in each sub-fund is determined by dividing the value of the total net assets of that sub-fund properly allocable to such category by the total number of Units of such category outstanding on such valuation day.

Other notes to the financial statements as at December 31, 2017 (continued)

4. TAXATION

The Fund is registered in Luxembourg and as a result, is exempt from tax except for the “taxe d'abonnement”. Under current legislation, Category of Units reserved to institutional investors are subject to a tax rate of 0.01%, those reserved to retail investors are subject to a tax rate of 0.05%. The tax is calculated and payable quarterly on the net assets of the Fund at the end of the relevant quarter.

5. MANAGEMENT FEES

Under the terms of the prospectus of the Fund, the Management Company has appointed investment managers for each sub-fund. The investment managers are entitled to an annual fee payable monthly or quarterly by the Management Company, based on the monthly average total net assets of each sub-fund and related to each category.

As at December 31, 2017, the maximal annual rates were as follows:

<u>Sub-funds</u>	<u>Management fees</u>				
	<u>Category R</u>	<u>Category I</u>	<u>Category D</u>	<u>Category C</u>	<u>Category PIR</u>
NEF - Global Equity	1.90%	0.75%	-	-	-
NEF - Euro Equity	1.70%	0.65%	-	-	-
NEF - Emerging Market Equity	2.10%	0.85%	-	-	-
NEF - Global Bond	1.40%	0.50%	-	-	-
NEF - Euro Bond	1.20%	0.40%	-	-	-
NEF - Emerging Market Bond	1.80%	0.65%	-	-	-
NEF - Euro Short Term Bond	0.70%	0.25%	0.40%	0.30%	-
NEF - Risparmio Italia (previously NEF - Convertible Bond)	1.30%	0.60%	-	-	1.30%
NEF - EE.ME.A. Equity	2.10%	0.65%	-	-	-
NEF - U.S. Equity	2.10%	0.65%	-	-	-
NEF - Pacific Equity	2.10%	0.70%	-	-	-
NEF - Euro Corporate Bond	1.10%	0.40%	1.10%	-	-
NEF - Ethical Total Return Bond (previously NEF - Absolute Return Bond)	0.80%	0.40%	0.80%	-	-
NEF - Global Property	1.80%	1.10%	-	-	-
NEF - Ethical Balanced Dynamic (previously Ethical Balanced)	1.35%	0.50%	1.35%	0.65%	-
NEF - Ethical Balanced Conservative	1.20%	0.45%	1.20%	0.60%	-
NEF - Obiettivo 2018 (until November 17,2017)	-	-	1.00%	-	-
NEF - Obiettivo 2019 (until November 17,2017)	-	-	1.00%	-	-
NEF - Obiettivo 2020 (until November 17,2017)	-	-	1.00%	-	-

6. SWAPS

As at December 31, 2017, CREDIT DEFAULT SWAPS were as follows:

NEF - Global Bond

Description	Protection Buyer/Seller	Counterparty	Notional	Maturity	Ccy	Unrealised appreciation/depreciation (EUR)
TOTAL CAPITAL	Buy	BNP PARIBAS LONDON BRANCH GB	4,500,000.00	20/06/2021	EUR	-136,679.96
TOTAL						-136,679.96

Other notes to the financial statements as at December 31, 2017 (continued)

6. SWAPS (continued)

As at December 31, 2017, INTEREST RATE SWAPS were as follows:

NEF - Ethical Total Return Bond (previously NEF- Absolute Return Bond)

Sub-Fund pays	Sub-Fund receives	Counterparty	Notional	Maturity	Ccy	Unrealised appreciation/depreciation (EUR)
CHF LIBOR 6 MONTHS	0.21%	CITIGROUP GLOBAL MARKETS LTD LDN	1,540,000.00	18/09/2027	CHF	-4,368.32
EUR EURIBOR 6 MONTHS	0.84%	MORGAN STANLEY AND CO INTERN PLC	2,950,000.00	18/09/2027	EUR	-5,591.23
2.37%	CAD CDOR 3 MONTHS	MORGAN STANLEY AND CO INTERN PLC	1,140,000.00	14/09/2027	CAD	788.58
1.23%	SEK STIBOR 3 MONTHS	CITIGROUP GLOBAL MARKETS LTD LDN	2,000,000.00	25/09/2027	SEK	-1,211.03
EUR EURIBOR 6 MONTHS	0.90%	CITIGROUP GLOBAL MARKETS LTD LDN	480,000.00	25/09/2027	EUR	1,758.62
1.27%	SEK STIBOR 3 MONTHS	CITIGROUP GLOBAL MARKETS LTD LDN	2,400,000.00	16/10/2027	SEK	-2,184.47
1.24%	SEK STIBOR 3 MONTHS	CITIGROUP GLOBAL MARKETS LTD LDN	2,400,000.00	30/10/2027	SEK	-1,450.38
EUR EURIBOR 6 MONTHS	0.92%	JP MORGAN SECURITIES LD	600,000.00	30/10/2027	EUR	2,973.77
NZD BBR 3 MONTHS	3.24%	MORGAN STANLEY AND CO INTERN PLC	900,000.00	30/10/2027	NZD	4,332.66
2.35%	CAD CDOR 3 MONTHS	MORGAN STANLEY AND CO INTERN PLC	300,000.00	26/10/2027	CAD	731.17
EUR EURIBOR 6 MONTHS	0.83%	CITIGROUP GLOBAL MARKETS LTD LDN	11,100,000.00	22/11/2027	EUR	-44,478.56
NZD BBR 3 MONTHS	3.13%	CITIGROUP GLOBAL MARKETS LTD LDN	2,500,000.00	22/11/2027	NZD	-1,767.29
2.26%	CAD CDOR 3 MONTHS	MORGAN STANLEY AND CO INTERN PLC	3,900,000.00	20/11/2027	CAD	29,606.68
1.23%	GBP LIBOR 6 MONTHS	CITIGROUP GLOBAL MARKETS LTD LDN	1,580,000.00	14/09/2027	GBP	5,517.86
CHF LIBOR 6 MONTHS	0.24%	CITIGROUP GLOBAL MARKETS LTD LDN	1,500,000.00	22/11/2027	CHF	-2,078.52
2.21%	CAD CDOR 3 MONTHS	MORGAN STANLEY AND CO INTERN PLC	800,000.00	30/11/2027	CAD	8,254.58
1.12%	SEK STIBOR 3 MONTHS	MORGAN STANLEY AND CO INTERN PLC	2,700,000.00	22/11/2027	SEK	1,668.66
0.27%	JPY LIBOR 6 MONTHS	CITIGROUP GLOBAL MARKETS LTD LDN	117,600,000.00	22/11/2027	JPY	4,334.86
NZD BBR 3 MONTHS	3.10%	CITIGROUP GLOBAL MARKETS LTD LDN	900,000.00	18/12/2027	NZD	-2,085.59
2.74%	AUD BANK BILL 6 MONTHS	CITIGROUP GLOBAL MARKETS LTD LDN	2,100,000.00	15/12/2027	AUD	8,233.20
1.36%	GBP LIBOR 6 MONTHS	MORGAN STANLEY AND CO INTERN PLC	5,200,000.00	20/11/2027	GBP	-49,771.56
0.25%	JPY LIBOR 6 MONTHS	MORGAN STANLEY AND CO INTERN PLC	116,300,000.00	19/09/2027	JPY	5,010.87
2.84%	AUD BANK BILL 6 MONTHS	MERRILL LYNCH INTERN LDN	1,460,000.00	22/12/2027	AUD	-2,757.83
TOTAL						-44,533.27

Other notes to the financial statements as at December 31, 2017 (continued)

7. DEPOSITARY FEES

The depositary fees are paid by the Fund on the basis of business practice in Luxembourg. These fees are calculated on the monthly average net assets of the sub-funds and are payable monthly.

8. SECURITIES LENDING

As at December 31, 2017, the Fund had entered into fully collateralised securities lending agreements with first-class financial institutions, as follows:

<u>Sub-funds</u>	<u>Ccy</u>	<u>Counterparty</u>	<u>Market Value (EUR)</u>	<u>% of Investments</u>	<u>Collateral Securities</u>	<u>Collateral Cash</u>
NEF - Global Equity	EUR	CACEIS, Luxembourg Branch	16 492 914.74	14.75%	14 164 462.61	3 541 115.00
NEF - Euro Equity	EUR	CACEIS, Luxembourg Branch	82 172 033.25	26.16%	69 626 947.43	17 406 737.00
NEF - Emerging Market Equity	EUR	CACEIS, Luxembourg Branch	23 358 296.59	9.72%	19 567 241.76	4 891 810.00
NEF - Global Bond	EUR	CACEIS, Luxembourg Branch	28 390 427.78	15.17%	24 212 123.58	6 053 031.00
NEF - Euro Bond	EUR	CACEIS, Luxembourg Branch	27 206 880.94	17.61%	23 011 884.20	5 752 971.00
NEF - Emerging Market Bond	EUR	CACEIS, Luxembourg Branch	10 988 270.27	5.77%	9 371 564.90	2 342 891.00
NEF - Euro Short Term Bond	EUR	CACEIS, Luxembourg Branch	11 566 496.22	3.88%	9 770 147.81	2 442 537.00
NEF - Risparmio Italia (previously NEF - Convertible Bond)	EUR	CACEIS, Luxembourg Branch	7 916 592.02	10.52%	6 760 583.08	1 690 146.00
NEF - EE.ME.A. Equity	EUR	CACEIS, Luxembourg Branch	4 725 751.44	7.34%	3 966 674.97	991 669.00
NEF - U.S. Equity	EUR	CACEIS, Luxembourg Branch	12 907 892.56	12.79%	10 926 553.67	2 731 638.00
NEF - Pacific Equity	EUR	CACEIS, Luxembourg Branch	11 596 664.13	13.24%	9 831 434.63	2 457 859.00
NEF - Euro Corporate Bond	EUR	CACEIS, Luxembourg Branch	14 404 795.19	5.62%	12 186 366.92	3 046 592.00
NEF - Ethical Total Return Bond (previously NEF - Absolute Return Bond)	EUR	CACEIS, Luxembourg Branch	35 735 109.68	14.01%	30 260 003.45	7 565 000.00
NEF - Global Property	EUR	CACEIS, Luxembourg Branch	10 477 681.02	15.68%	8 834 863.34	2 208 716.00
NEF - Ethical Balanced Dynamic (previously Ethical Balanced)	EUR	CACEIS, Luxembourg Branch	17 950 514.21	9.93%	15 203 672.51	3 800 918.00
NEF - Ethical Balanced Conservative	EUR	CACEIS, Luxembourg Branch	13 013 338.89	17.30%	11 053 626.10	2 763 407.00

Other notes to the financial statements as at December 31, 2017 (continued)

8.SECURITIES LENDING (continued)

Sub-funds	Ccy	Total gross amount on Securities Lending income	Direct-indirect cost on Securities Lending income	Total net amount on Securities Lending income
NEF - Global Equity	EUR	41 632.77	12 489.83	29 142.94
NEF - Euro Equity	EUR	501 129.24	150 338.77	350 790.47
NEF - Emerging Market Equity	EUR	77 125.89	23 137.77	53 988.12
NEF - Global Bond	EUR	36 242.37	10 872.71	25 369.66
NEF - Euro Bond	EUR	72 630.24	21 789.07	50 841.17
NEF - Emerging Market Bond	EUR	34 389.71	10 316.91	24 072.80
NEF - Euro Short Term Bond	EUR	92 932.29	27 879.69	65 052.60
NEF - Risparmio Italia (previously NEF - Convertible Bond)	EUR	47 201.14	14 160.34	33 040.80
NEF - EE.ME.A. Equity	EUR	22 560.74	6 768.22	15 792.52
NEF - U.S. Equity	EUR	32 080.50	9 624.15	22 456.35
NEF - Pacific Equity	EUR	157 752.23	47 325.67	110 426.56
NEF - Euro Corporate Bond	EUR	43 785.67	13 135.70	30 649.97
NEF - Ethical Total Return Bond (previously NEF - Absolute Return Bond)	EUR	5 589.60	1 676.88	3 912.72
NEF - Global Property	EUR	17 243.01	5 172.90	12 070.11
NEF - Ethical Balanced Dynamic (previously Ethical Balanced)	EUR	94 492.09	28 347.63	66 144.46
NEF - Ethical Balanced Conservative	EUR	13 769.44	4 130.83	9 638.61
NEF - Obiettivo 2018(until November 17, 2017)	EUR	155 098.39	46 529.52	108 568.87
NEF - Obiettivo 2019 (until November 17, 2017)	EUR	51 002.71	15 300.81	35 701.90
NEF - Obiettivo 2020 (until November17, 2017)	EUR	120 439.07	36 131.72	84 307.35
Total	EUR	1 617 097.10	485 129.12	1 131 967.98

Other notes to the financial statements as at December 31, 2017 (continued)

9. DIVIDENDS

The Fund has distributed the following dividends during the year under review:

Sub-fund	Ccy	Payment date	Unitary dividend in EUR
NEF - Ethical Total Return Bond (previously NEF - Absolute Return Bond)	EUR	19/01/17	0.006
		20/02/17	0.006
		20/03/17	0.006
		21/04/17	0.006
		18/05/17	0.006
		20/06/17	0.006
		20/07/17	0.006
NEF - Obiettivo 2018	EUR	06/06/17	0.050
NEF - Obiettivo 2019	EUR	06/03/17	0.050
		06/09/17	0.050
NEF - Obiettivo 2020	EUR	06/03/17	0.075
		06/09/17	0.075
NEF - Euro Short Term Bond	EUR	19/01/17	0.028

10. SOFT COMMISSIONS

The Investment Manager of NEF - U.S. Equity has entered into soft commission arrangements with brokers under which certain goods and services used to support the investment decision making and of demonstrable benefits to the sub-fund were received by the Investment Manager. The goods and services are paid for by the brokers out of commission they received and the Investment Manager does not make direct payment for these services. The goods and services utilised for the Fund include market analysis: data and quotation services, performance measurement and computer hardware and software incidental to the above goods and services; clearing and depositary services and investment related publications.

11. ANTIDILUTION LEVY FEES

Redemptions/switches during the life of the sub-fund will be subject to an “antidilution levy” of 2% the 2 first years and then of 1% for the remaining term.

During the year, these sub-funds were concerned:

- NEF - Obiettivo 2018 (until November 17, 2017)
- NEF - Obiettivo 2019 (until November 17, 2017)
- NEF - Obiettivo 2020 (until November 17, 2017)

12. CHANGES IN THE PORTFOLIO STATEMENT

The report on the changes in the portfolio statement is available upon simple request at the registered office of the Management Company of the Fund and free of charge.

Additional information (unaudited)

SFTR (SECURITIES FINANCING TRANSACTIONS AND OF REUSE REGULATION) :

SECURITIES LENDING TRANSACTIONS	NEF - Global Equity	NEF - Euro Equity	NEF - Emerging Market Equity	NEF - Euro Bond
Assets used	<i>In EUR</i>	<i>In EUR</i>	<i>In EUR</i>	<i>In EUR</i>
In absolute terms	16,492,914.74	82,172,033.25	23,358,296.59	27,206,880.94
As a % of lendable assets	14.75 %	26.16%	9.72 %	17.61%
As a % of total net asset value	14.56%	25.76%	9.41%	17.05%
Transactions classified according to residual maturities	<i>In EUR</i>	<i>In EUR</i>	<i>In EUR</i>	<i>In EUR</i>
Less than 1 day	-	-	-	-
From 1 day to 1 week	-	-	-	-
From 1 week to 1 month	-	-	-	3,667,090.00
From 1 month to 3 months	-	-	-	1,555,730.90
From 3 months to 1 year	-	-	-	1,213,015.32
Above 1 year	-	-	-	-
Open maturity	16,492,914.74	82,172,033.25	23,358,296.59	20,771,044.72
Collateral received	Type			
Cash	3,541,115.00	17,406,737.00	4,891,810.00	5,752,971.00
Bond	14,164,462.61	69,626,947.43	19,567,241.76	23,011,884.20
Total	17,705,577.61	87,033,684.43	24,459,051.76	28,764,855.20
Quality	-	Bond collateral issuers rating: AA	-	Bond collateral issuer rating: AA
Currency	EUR	EUR	EUR	EUR
Classification according to residual maturities:				
Less than 1 day	-	-	-	-
From 1 day to 1 week	-	-	-	-
From 1 week to 1 month	-	-	-	-
From 1 month to 3 months	-	-	-	-
From 3 months to 1 year	-	12,672,463.98	-	-
Above 1 year	14,164,462.61	56,954,483.45	19,567,241.76	23,011,884.20
Open maturity	3,541,115.00	17,406,737.00	4,891,810.00	5,752,971.00
The 10 largest issuers of collateral received	-		-	-
First name		German State		
Amount		EUR		
Second name		55,081,566.96		
Amount		Dutch State		-
		EUR		-
		14,545,380.47		
Revenue and expenditure components	<i>In EUR</i>	<i>In EUR</i>	<i>In EUR</i>	<i>In EUR</i>
Revenue component of the fund:				
In absolute amount	29,142.94	350,790.47	53,988.12	50,841.17
In % of gross revenue	70%	70%	70%	70%
Revenue component of the Management Company				
In absolute amount	832.66	10,022.58	1,542.52	1,452.60
In % of gross revenue	2%	2%	2%	2%
Revenue component of third parties				
In absolute amount	11,657.18	140,316.19	21,595.25	20,336.47
In % of gross revenue	28%	28%	28%	28%

NEF

Additional information (unaudited)

SECURITIES LENDING TRANSACTIONS	NEF - Emerging Market Bond	NEF - Euro Short Term Bond	NEF - NEF RISPARMIO ITALIA	NEF – EE.ME.A. Equity
Assets used	<i>In EUR</i>	<i>In EUR</i>	<i>In EUR</i>	<i>In EUR</i>
In absolute terms	10,988,270.27	11,566,496.22	7,916,592.02	4,725,751.44
As a % of lendable assets	5.77%	3.88%	10.52%	7.34%
As a % of total net asset value	13.38%	3.84%	9.34%	7.28%
Transactions classified according to residual maturities	<i>In EUR</i>	<i>In EUR</i>	<i>In EUR</i>	<i>In EUR</i>
Less than 1 day	-	-	-	-
From 1 day to 1 week	611,790.00	-	-	-
From 1 week to 1 month	5,467,906.62	5,680,106.44	-	-
From 1 month to 3 months	-	-	-	-
From 3 months to 1 year	-	508,740.00	-	-
Above 1 year	-	-	-	-
Open maturity	4,908,573.66	5,377,649.78	7,916,592.02	4,725,751.44
Collateral received	Type			
Cash	2,342,891.00	2,442,537.00	1,690,146.00	991,669.00
Bond	<u>9,371,564.90</u>	<u>9,770,147.81</u>	<u>6,760,583.08</u>	<u>3,966,674.97</u>
Total	11,714,455.90	12,212,684.81	8,450,729.08	4,958,343.97
Currency	EUR	EUR	EUR	EUR
Classification according to residual maturities:				
Less than 1 day	-	-	-	-
From 1 day to 1 week	-	-	-	-
From 1 week to 1 month	-	-	-	-
From 1 month to 3 months	-	-	-	-
From 3 months to 1 year	5,500,352.49	9,770,147.81	-	-
Above 1 year	3,871,212.41	-	6,760,583.08	3,966,674.97
Open maturity	2,342,891.00	2,442,537.00	1,690,146.00	991,669.00
Revenue and expenditure components	<i>In EUR</i>	<i>In EUR</i>	<i>In EUR</i>	<i>In EUR</i>
<i>Revenue component of the fund:</i>				
In absolute amount	24,072.80	65,052.60	33,040.80	15,792.52
In % of gross revenue	70%	70%	70%	70%
<i>Revenue component of the Management Company</i>				
In absolute amount	687.79	1,858.65	944.02	451.21
In % of gross revenue	2%	2%	2%	2%
<i>Revenue component of third parties</i>				
In absolute amount	9,629.12	26,021.04	13,216.32	6,317.01
In % of gross revenue	28%	28%	28%	28%

NEF

Additional information (unaudited)

SECURITIES LENDING TRANSACTIONS	NEF - U.S. Equity	NEF - Pacific Equity	NEF - Euro Corporate Bond	NEF - Global Property
Assets used	<i>In EUR</i>	<i>In EUR</i>	<i>In EUR</i>	<i>In EUR</i>
In absolute terms	12,907,892.56	11,596,664.13	14,404,795.19	10,477,681.02
As a % of lendable assets	12.79%	13.24%	5.62%	15.68%
As a % of total net asset value	12.67%	13.06%	5.52%	15.18%
Transactions classified according to residual maturities	<i>In EUR</i>	<i>In EUR</i>	<i>In EUR</i>	<i>In EUR</i>
Less than 1 day	-	-	-	-
From 1 day to 1 week	-	-	-	-
From 1 week to 1 month	-	-	5,072,769.64	-
From 1 month to 3 months	-	-	-	-
From 3 months to 1 year	-	789,122.52	-	-
Above 1 year	-	-	-	-
Open maturity	12,907,892.56	10,807,541.61	9,332,025.55	10,477,681.02
Collateral received				
Type				
Cash	2,731,638.00	2,457,859.00	3,046,592.00	2,208,716.00
Bond	<u>10,926,553.67</u>	<u>9,831,434.63</u>	<u>12,186,366.92</u>	<u>8,834,863.34</u>
Total	13,658,191.67	12,289,293.63	15,232,958.92	11,043,579.34
Quality	-	-	-	-
Currency	EUR	EUR	EUR	EUR
Classification according to residual maturities:				
Less than 1 day	-	-	-	-
From 1 day to 1 week	-	-	-	-
From 1 week to 1 month	-	-	-	-
From 1 month to 3 months	-	-	-	-
From 3 months to 1 year	-	-	-	-
Above 1 year	10,926,553.67	9,831,434.63	12,186,366.92	8,834,863.34
Open maturity	2,731,638.00	2,457,859.00	3,046,592.00	2,208,716.00
Revenue and expenditure components	<i>In EUR</i>	<i>In EUR</i>	<i>In EUR</i>	<i>In EUR</i>
<i>Revenue component of the fund:</i>				
In absolute amount	22,456.35	110,426.56	30,649.97	12,070.11
In % of gross revenue	70%	70%	70%	70%
<i>Revenue component of the Management Company</i>				
In absolute amount	641.61	3,155.04	875.71	344.86
In % of gross revenue	2%	2%	2%	2%
<i>Revenue component of third parties</i>				
In absolute amount	8,982.54	44,170.62	12,259.99	4,828.04
In % of gross revenue	28%	28%	28%	28%

NEF

Additional information (unaudited)

SECURITIES LENDING TRANSACTIONS	NEF – Global Bond	NEF – Ethical Balanced Conservative	NEF - Ethical Balanced Dynamic	NEF –Ethical Total Return Bond
Assets used	<i>In EUR</i>	<i>In EUR</i>	<i>In EUR</i>	<i>In EUR</i>
In absolute terms	28,390,427.78	13,013,338.89	17,950,514.21	35,735,109.68
As a % of lendable assets	15.17%	17.30%	9.93%	14.01%
As a % of total net asset value	14.72%	16.15%	8.72%	13.52%
Transactions classified according to residual maturities	<i>In EUR</i>	<i>In EUR</i>	<i>In EUR</i>	<i>In EUR</i>
Less than 1 day	-	-	-	-
From 1 day to 1 week	8,408,030.16	-	-	1,204,572.00
From 1 week to 1 month	1,621,332.28	8,720,591.62	5,055,902.20	18,096,543.85
From 1 month to 3 months	-	-	-	-
From 3 months to 1 year	-	-	477,785.00	494,180.00
Above 1 year	-	-	-	-
Open maturity	18,361,065.34	4,292,747.27	12,416,827.01	15,939,813.83
Collateral received				
Type				
Cash	6,053,031.00	2,763,407.00	3,800,918.00	7,565,000.00
Bond	<u>24,212,123.58</u>	<u>11,053,626.10</u>	<u>15,203,672.51</u>	<u>30,260,003.45</u>
Total	30,265,154.58	13,817,033.10	19,004,590.51	37,825,003.45
Quality	-	-	-	-
Currency	EUR	EUR	EUR	EUR
Classification according to residual maturities:				
Less than 1 day	-	-	-	-
From 1 day to 1 week	-	-	-	-
From 1 week to 1 month	-	-	-	-
From 1 month to 3 months	-	-	-	2,237,413.80
From 3 months to 1 year	-	-	-	-
Above 1 year	24,212,123.58	3,032,952.80-	15,203,672.51	28,022,589.65
Open maturity	6,053,031.00	10,784,080.30	3,800,918.00	7,565,000.00
Revenue and expenditure components	<i>In EUR</i>	<i>In EUR</i>	<i>In EUR</i>	<i>In EUR</i>
<i>Revenue component of the fund:</i>				
In absolute amount	25,369.66	9,638.61	66,144.46	3,912.72
In % of gross revenue	70%	70%	70%	70%
<i>Revenue component of the Management Company</i>				
In absolute amount	724.85	275.39	1,889.84	111.79
In % of gross revenue	2%	2%	2%	2%
<i>Revenue component of third parties</i>				
In absolute amount	10,147.86	3,855.44	26,457.78	1,565.09
In % of gross revenue	28%	28%	28%	28%

Each sub-fund has CACEIS Bank, Luxembourg Branch as sole counterparty for securities lending positions and as depositary for collateral received. All transactions are bilateral transactions.

Additional information (unaudited)

REMUNERATION POLICY (UCITS V)

Information concerning the remuneration policy:

Nord Est Asset Management S.A., the Management Company of the NEF Fund has designed and implemented a remuneration policy (the “Remuneration Policy”) in line with the provisions on remuneration as set out by the European Directive 2009/65/EC (“UCITS Directive”), as amended by Directive 2014/91/EU (“UCITS V Directive”) as implemented into Luxembourg in the Law of 10 May 2016 (the “2016 Law”).

The Remuneration Policy validated by the Board Of directors provides that neither fixed or variable remuneration is connected to quantitative indicators on products performance.

The fixed remuneration is composed by the remuneration defined in the employment contract, ticket restaurant and by an integrative pension plan.

The variable remuneration depends on the achievement of specific professional and technical objectives assigned to employees in a multi-year framework. The variable remuneration payable is capped and it may not exceed 50% of contractual remuneration.

The objectives evaluated for the assignment of the variable remuneration are purely qualitative and are set and evaluated annually.

EMPLOYEE REMUNERATION DISCLOSURE

The staff costs of the Management Company and the number of Identified Staff (as defined in ESMA’s Guidelines on Sound Remuneration Policies Under the UCITS Directive dated 14 October 2016) of the Management Company are the following:

Nord Est Asset Management S.A.

Headcount (directors, senior management and staff) : 9

The figures have been prepared taking into consideration point 162 of section 14.1 of the ESMA remuneration guidelines relating to the confidentiality and data protection in presenting the remuneration information.

Fixed remuneration: 342 000 EUR

Variable remuneration: 16 000 EUR

Total remuneration: 358 000 EUR

GLOBAL EXPOSURE CALCULATION METHOD

The commitment approach

The following sub-funds use the commitment approach in order to monitor and measure the global exposure:

Sub-funds

NEF - Global Equity

NEF - Euro Equity

NEF - Emerging Market Equity

NEF - Euro Bond

NEF - Emerging Market Bond

NEF - Euro Short Term Bond

NEF - Risparmio Italia (previously NEF - Convertible Bond)

NEF - EE.ME.A. Equity

NEF - U.S. Equity

NEF - Pacific Equity

NEF - Euro Corporate Bond

NEF - Global Property

NEF - Ethical Balanced Dynamic (previously Ethical Balanced)

NEF - Ethical Balanced Conservative

NEF

Additional information (unaudited)

GLOBAL EXPOSURE CALCULATION METHOD (continued)

The absolute VaR approach

The sub-fund NEF - Global Bond uses the absolute Value at Risk (VaR) approach in order to monitor and measure the global exposure. The limit is set at 20%.

The VaR and utilisation of the VaR limits (VaR/VaR limit) during the financial year were as follows, respectively :

- Lowest utilisation :	2.09%	10.46%
- Highest utilisation :	6.54%	32.72%
- Average utilisation :	3.75%	18.76%

The VaR figures have been calculated based on the following input data :

- Model used :	Monte Carlo Simulations
- Confidence level :	99%
- Holding period :	20 days
- Length of data history :	1 year

The average sum of notionals of financial derivative instruments used during the financial year was 391.92%.

	Leverage levels
Min	273.65%
Max	633.29%
Average	391.92%

The sub-fund NEF - Ethical Total Return Bond (previously NEF - Absolute Return Bond) uses the absolute Value at Risk (VaR) approach in order to monitor and measure the global exposure. The limit is set at 20%.

The VaR and utilisation of the VaR limits during the financial year were as follows, respectively :

- Lowest utilisation :	0.0064%	0.03%
- Highest utilisation :	2.61%	13.05%
- Average utilisation :	1.16%	5.78%

The VaR figures have been calculated based on the following input data :

- Model used :	Historical Simulations
- Confidence level :	99 %
- Holding period :	20 days
- Length of data history :	1 year

The average sum of notionals of financial derivative instruments used during the financial year was 134.87%.

	Leverage levels
Min	0.00%
Max	294.85%
Average	134.87%