

Michel & Cortesi
ASSET MANAGEMENT



M&C Funds

Annual Report and Audited Financial Statements
31 December 2014

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General Information

Directors of the Manager	Mr. William Blackwell Ms. Yvonne Connolly Mr. Teddy Otto Mr. John Skelly Mr. Michael Bishop Mr. Gerard Grimes Mr. Albert Prendiville All Directors are independent of the Investment Manager.
Manager	Carne Global Fund Managers (Ireland) Limited 2 nd Floor, Block E, Iveagh Court Harcourt Road, Dublin 2 Ireland
Investment Manager & Promoter	Michel & Cortesi Asset Management AG Breitingerstrasse 35 8002 Zurich Switzerland
Administrator and Registrar	BNY Mellon Fund Services (Ireland) Limited Riverside Two Sir John Rogerson's Quay Dublin 2 Ireland
Trustee	BNY Mellon Trust Company (Ireland) Limited Guild House Guild Street IFSC Dublin 1 Ireland
Independent Auditors	PricewaterhouseCoopers Chartered Accountants and Registered Auditors One Spencer Dock North Wall Quay Dublin 1 Ireland
Sponsoring Broker	Davy Stockbrokers Davy House 49 Dawson Street Dublin 2 Ireland
Legal Advisers (in Ireland)	McCann FitzGerald Solicitors Riverside One Sir John Rogerson's Quay Dublin 2 Ireland
Legal Advisers (in Austria)	Freshfields Bruckhaus Deringer LLP Sielergasse 16 Vienna 1010 Austria
Legal Advisers (in Germany)	Simmons & Simmons MesseTurm Friedrich-Ebert-Anlage 49 60308 Frankfurt am Main Germany
Legal Advisers (in Switzerland)	Niederer Kraft & Frey Limited Bahnhofstrasse 13 8001 Zurich Switzerland

General Information (continued)

Paying Agents & Representatives	<i>Austria</i> UniCredit Bank Austria AG Schottengasse 6-8 1010 Vienna Austria
	<i>Germany</i> Marcard, Stein & Co AG Ballindamm 36 20095 Hamburg Germany
	<i>Switzerland – Swiss Paying Agent</i> Notenstein Privatbank AG Bohl 17 Postfach 9004 St. Gallen Switzerland
	<i>Switzerland – Swiss Representative</i> 1741 Asset Management AG Bahnhofstrasse 8 Postfach 9001 St. Gallen Switzerland
Tax Representatives	Austria PricewaterhouseCoopers Wirtschaftsprüfung und Steuerberatung GmbH Erdbergstrasse 200 1030 Vienna, Austria
Distributors	Conning Asset Management Limited 55 King William Street London EC4R 9AD United Kingdom
	Michel & Cortesi Asset Management AG Breitingerstrasse 35 8002 Zurich Switzerland

Trust Background

M&C Funds (the "Fund") is an open-ended umbrella unit trust constituted on the 13 June 2000 under the laws of Ireland by the Trust Deed for the sole purpose of the collective investment of its assets in transferable securities with the aim of spreading investment risk and giving Unit Holders the benefit of the results of the management of its assets. The Fund is authorised by the Central Bank of Ireland (the "Central Bank") as an Undertaking for Collective Investment in Transferable Securities ("UCITS") pursuant to the European Communities (Undertaking for Collective Investment in Transferable Securities) Regulations, 2011 (as amended), (the "UCITS Regulations"). The Fund has been structured as an umbrella fund and is made up of Sub-Funds, each Sub-Fund being a single pool of assets (the "portfolio"). The Manager may, whether on the establishment of a Sub-Fund or from time to time, with the prior approval of the Central Bank, create different Classes of Units in a Sub-Fund. The Fund is not a separate legal entity and as such it is not liable as a whole to third parties for the liabilities of each Sub-Fund. The assets of each Sub-Fund will be invested separately in accordance with the investment objective and policies of that Sub-Fund. The Fund is managed by Carne Global Fund Managers (Ireland) Limited. Carne Global Fund Managers (Ireland) Limited is a limited liability company incorporated in Ireland.

All Unit Holders are entitled to the benefit of, are bound by, and are deemed to have notice of, the provisions of the Trust Deed which are binding on the Trustee, the Manager and the Unit Holders and all persons claiming through them respectively as if all such Unit Holders and persons had been party to the Trust Deed. Unit Holders shall not have any recourse to or claim against or right of action in respect of any of the assets of the Fund or any Sub-Fund or any part thereof other than the assets of the Sub-Fund in which they hold units and in respect of which the claim arises.

Under the Trust Deed, the assets and liabilities attributable to each Sub-Fund established by the Manager shall belong exclusively to that Sub-Fund and shall be segregated by the Trustee and there will be no cross-liabilities between other Sub-Funds.

The assets of each Sub-Fund are invested separately in accordance with the investment objectives and policies of that Sub-Fund. The investment policy of M&C Funds is set out in more detail in the prospectus relating to the Fund. At 31 December 2014, there was one active Sub-Fund in the Fund namely the Swiss Equity Fund.

Units are available in three Classes for each Sub-Fund; namely Income Class Units that may pay a dividend; Capital Class Units that are accumulating units and do not pay dividends; and "B" Class Units that are accumulating units and do not pay dividends. The Income Units, Capital Units, and "B" Units shall rank pari passu with each other except that:

- (i) a different distribution policy applies to each Class as detailed in the prospectus and
- (ii) the annual management fee payable to the Manager in relation to each Class shall be as set out in Note 10 to the financial statements.

The Manager may, whether on the establishment of a Sub-Fund, or from time to time, create different Classes of Units in a Sub-Fund.

All Classes currently in issue of the Sub-Fund are listed on the Irish Stock Exchange.

Statement of Responsibilities of the Manager

The Manager of the Fund is required by the UCITS Regulations, to prepare financial statements for each financial year that give a true and fair view of the financial position of the Fund at the end of that year, and of the results of its operations and changes in its net assets for the year then ended. In preparing these financial statements the Manager is required to:

- select suitable accounting policies and then apply them consistently;
- make judgements and estimates that are reasonable and prudent; and
- prepare the financial statements on the going concern basis, unless it is inappropriate to presume that the Fund will continue in business.

The Manager is responsible for keeping proper books of account which disclose with reasonable accuracy at any time the financial position of the Fund and to enable it to ensure that the financial statements are prepared in accordance with accounting standards generally accepted in Ireland and comply with the provisions of the Trust Deed and the UCITS Regulations. The Manager is also responsible with respect to its duties under the UCITS Regulations, to take reasonable steps for the prevention and detection of fraud and other irregularities.

Under the UCITS Regulations, the assets of the Fund shall be entrusted to the Trustee for safekeeping. In carrying out this duty, the Trustee retains custody of the Fund's assets within BNY Mellon Trust Company (Ireland) Limited.

The books of account are kept at BNY Mellon Funds Services (Ireland) limited, Riverside Two, Sir John Rogerson's Quay, Dublin 2, Ireland.

Statement of Corporate Governance

The Manager is subject to corporate governance practices imposed by:

The Irish Companies Acts 1963 to 2013 which are available for inspection at the registered office of the Manager and may also be obtained at <http://www.irishstatutebook.ie/>.

The Articles of Association of the Manager which are available for inspection at the registered office of the Manager at 2nd Floor, Block E, Iveagh Court, Harcourt Road, Dublin 2, Ireland and at the Companies Registration Office in Ireland.

The Central Bank of Ireland in their UCITS Notices and Guidance Notes which can be obtained from the Central Bank of Ireland's website at: www.centralbank.ie and are available for inspection at the registered office of the Manager.

A corporate governance code (the IFIA code) was issued by the Irish Funds Industry Association in December 2011 that may be adopted on a voluntary basis by Irish authorised collective investment schemes and management companies authorised by the Central Bank of Ireland to act as managers of Irish authorised collective investment schemes effective 1 January 2012 with a twelve month transitional period. The IFIA Code may be inspected on/obtained from [www.irishfunds.ie]. Effective 1 January 2013, the Board of the Manager adopted the IFIA Code having regard for certain other key pillars of governance within the collective investment fund governance structure, including

- the role of the Promoter unique within the collective investment fund structure, as recognised by the Central Bank of Ireland, in supporting the corporate governance culture of the Trust and of the investment fund which it manages (the "Fund"); and
- the uniqueness of the independent segregation of duties as between the Investment Manager, the Administrator (with responsibility for the calculation of the net asset value, amongst other duties) and the independent Trustee (with responsibility for safeguarding the assets of the Trust and overseeing how the Trust is managed) to the Fund, such segregation of duties/functions being achieved through delegation of respective responsibilities to and appointment of suitably qualified and also regulated third party entities who are subject to regulatory supervision.

The Board of the Manager has reviewed and assessed the measures included in the IFIA Code and considers its corporate governance practices and procedures since the adoption of the Code as consistent therewith.

The Manager has no employees and all Directors are non-executive Directors. Consistent with the regulatory framework applicable to management companies of investment fund companies such as the Trust (and in contrast to normal operating companies with a full time executive management and employees), the Trust, consequently, operates under the delegated model whereby it has delegated investment management, administration and distribution functions to third parties without abrogating the Board's overall responsibility. The Board of the Manager has in place mechanisms for monitoring the exercise of such delegated functions, which are always subject to the supervision and direction of the Board of the Manager. These delegations of functions and the appointment of regulated third party entities are summarised as follows:

1. The Manager has delegated the performance of the investment management function in respect of the Trust to the Investment Manager as detailed in the Prospectus for the Trust. The Investment Manager has direct responsibility for the decisions relating to the day-to-day running of the Fund which they manage and they are accountable to the Board of the Manager for the investment performance of the Fund which they manage. The Investment Manager has internal controls and risk management processes in place to ensure that all applicable risks pertaining to their management of the Fund are identified, monitored and managed at all times and appropriate reporting is made to the Board of the Manager on a regular basis. The Investment Manager is regulated by and under the supervision of the regulator of their operating jurisdiction;

Statement of Corporate Governance (continued)

2. The Manager has delegated its responsibility as Administrator, Registrar and Transfer Agent in respect of the Trust to BNY Mellon Fund Services (Ireland) Limited (the "Administrator"), which has responsibility for the day-to-day administration of the Fund including the calculation of the net asset value. The Administrator is regulated by and under the supervision of the Central Bank of Ireland;
3. The Manager has delegated the distribution of the Trust to the entities described in the Prospectus for the Fund, which entities are regulated by and subject to the supervision of the regulators of their respective operating jurisdictions; and

BNY Mellon Trust Company (Ireland) Limited (the "Trustee") acts as Trustee of their assets which has responsibility for the safekeeping of such assets in accordance with the UCITS Regulations and for exercising independent oversight over how the Fund is managed. The Trustee is regulated by and under the supervision of the Central Bank of Ireland. The Board of the Manager receives reports on a regular (and at least quarterly) basis from each of its delegate service providers and the Trustee which enable it to assess the performance of the delegate service providers and the Trustee (as the case may be).

Financial Reporting Process - description of main features

The Board of the Manager is ultimately responsible for overseeing the establishment and maintenance of adequate internal control and risk management systems for the Trust in relation to the financial reporting process. As the Manager has no employees and all directors are non-executive, all functions relating to the Trusts financial reporting process including the preparation of the Trusts financial statements have been outsourced to the Administrator, which is required to maintain the books and records of the Trust. Through this appointment the Board of the Manager has procedures in place to ensure that all relevant books of account are properly maintained and are readily available, including production of annual and half yearly financial statements. Subject to the supervision of the Board of the Manager, the appointment of the Administrator is intended to manage rather than eliminate the risk of failure to achieve the Trusts financial reporting objectives and can only provide reasonable and not absolute assurance against material misstatement or loss.

The Board of the Manager is responsible for assessing the risk of irregularities whether caused by fraud or error in financial reporting and for ensuring that processes are in place for the timely identification of internal and external matters with a potential effect on financial reporting. The Board of the Manager's appointment of an independent third party administrator, (which is regulated by the Central Bank of Ireland) is intended to mitigate though not eliminate the risk of fraud or irregularities which may impact the financial statements of the Trust.

During the year of these financial statements, the Board of the Manager was responsible for the review and approval of the annual financial statements as set out in the Statement of Directors' Responsibilities. The statutory financial statements are required to be audited by independent auditors who report annually to the Board of the Manager on their findings. The Board of the Manager monitors and evaluates the independent auditor's performance, qualifications and independence. As part of its review procedures, the Board of the Manager receives presentations from relevant parties including consideration of Irish accounting standards and their impact on the annual financial statements, and presentations and reports on the audit process. The Board of the Manager evaluates and discusses significant accounting and reporting issues as the need arises.

The audited annual financial statements of the Trust are required to be approved by the Board of the Manager and filed with the Central Bank of Ireland.

Statement of Corporate Governance (continued)

Composition of the board of directors of the manager

For the appointment and replacement of directors, the Manager is governed by its Articles of Association and Irish statute comprising the Companies Acts 1963 to 2013. The Articles of Association may be amended by special resolution of the unitholders. The Articles of Association do not provide for retirement of Directors by rotation. However, the Directors may be removed by the unitholders by ordinary resolution in accordance with the procedures established under the Irish Companies Acts 1963 to 2013. A Director may also be removed upon notice from the Manager in accordance with the Letter of Appointment between him and the Manager.

The Board of the Manager is responsible for managing the business affairs of the Manager in accordance with the Articles of Association. There are currently 7 directors of the Manager (refer to page 3 for details). Michael Bishop is regarded as an independent director of the Manager having regard to the terms of the IFIA Code on Independence and Independent Directors. All directors are independent of the Investment Manager. Any related party transactions during the year are detailed in the notes to the financial statements. The Board of the Manager meets at least quarterly.

Investment Manager's Report

Swiss Equity Fund

2014 was a rather positive year for equity markets again and many bourses ended the year at or near their all-time high levels. Developments on international financial markets were mostly influenced by the diverging economic developments in the different regions and corresponding monetary policy actions by the major central banks. Markets in the western countries in general developed more favorably than the emerging markets. The Swiss bourse advanced by 13.0% over the year.

Equity market started the year on a positive note but receded again during the first quarter when it became visible that the harsh weather conditions in the US took its toll on economic growth. Still, good company annual results and generous dividend distributions brought confidence back to the stock markets. Economic data in the second quarter was very positive in the US but also in Europe and brought back hope for a synchronized economic upswing during the rest of the year. The US central bank continued its moderate rhetoric with regards to increasing policy rates despite a continuous improvement of the labor market. Over the summer months, stock markets trended more or less sideways with a small correction in August but a quick recovery thereafter. Investors slowly started to worry about economic developments in Europe as growth in the peripheral countries faded again and also the so far strong German economy showed first signs of weakness. In contrast, the US economy strengthened further. Company half-year results were more or less in line with analysts' expectations and proved the current strength of the corporate sector in general. The last three months were characterized by sharply increased volatility on the bourses and more nervousness among investors. The slowing European economy lead to profit taking, and a hefty short term correction during October. As economic data in the US continued to surprise on the upside and the ECB announced additional monetary stimulus in Europe, the markets subsequently recovered again very quickly and somewhat surprisingly marked new all-time highs soon thereafter. The heating up of the financial crisis in Russia and the collapse of the crude oil price prevented a year-end rally and lead to some more volatility towards the end of the year.

The M&C Funds Swiss Equity Fund underperformed its SPI benchmark index by 349 basis points during the reporting period. This underperformance can be explained on the one hand by the weak development of some holdings in the small and mid-cap space where companies have a higher exposure to European economic developments as well as the exposure to the construction sector and on the other hand by the underweight positions in the large defensive blue chips in the pharmaceutical and food segments, which clearly outperformed the general market. On the positive side, the Fund profited from its exposure to stock in the biotechnology segments and selected holdings in more cyclical industrial segment.

Small and mid-cap stocks were overweight in the portfolio during the period under review.

The sector breakdown shows underweight positions in the segments food, healthcare and banks and main overweight positions in industrials, construction and insurance.

The outlook for the stock markets at the beginning of the year is somewhat ambiguous. Positive factors such as solid company results, high dividend yields, increased risk appetite by investors looking for return as bonds yields trade at record low levels and cash holdings are threatened to be punished by negative interest rates as well as central banks still stimulating the economies with several measures stand in contrast to negative forces like the unsolved political situation in the Ukraine with possible involvement by Russia, which itself confronted by a sharp recession and financial market turmoil, the collapse in the crude oil price and last but not least a possible renewal of the Euro-crisis on the back of the weak economy, deflationary pressures and elections in several countries. Therefore, we anticipate the stock market volatility from the last quarter to prevail for the time being. The main risks for the year 2015 could be a fall back into a recession in Europe and an earlier than currently expected increase of the policy rates by the US-Fed.

Investment Manager's Report (continued)

The focus of the Fund continues to lie with companies which have good management, a clear corporate strategy and especially on those with strong balance sheets and cash flows which can be distributed to unitholders through dividends or share repurchases.

Michel & Cortesi Asset Management AG
February 2015

Statement of Trustee's Responsibilities

The Trustee is required under the European Communities (Undertakings for Collective Investment in Transferable Securities) Regulations 2011, (the "UCITS Regulations") to:-

1. ensure that the sale, issue, repurchase, redemption and cancellation of units effected by or on behalf of the Fund are carried out in accordance with the UCITS Regulations and in accordance with the Trust Deed.
2. ensure that the value of units is calculated in accordance with the UCITS Regulations and the Trust Deed.
3. carry out the instructions of the Manager unless they conflict with the UCITS Regulations or the Trust Deed.
4. ensure that in transactions involving the Fund's assets, any consideration is remitted to it within time limits which are acceptable market practice in the context of a particular transaction.
5. ensure that the Fund's income is applied in accordance with the UCITS Regulations and the Trust Deed.
6. enquire into the conduct of the Manager in each annual accounting period and report thereon to the Unit Holders. The Trustee's report shall be delivered to the Manager in good time to enable the Manager to include a copy of the report in its Annual Report. The Trustee's Report shall state whether in the Trustee's opinion the Fund has been managed in that year:
 - (i) in accordance with the limitations imposed on the investment and borrowing powers of the Manager and Trustee by the Trust Deed and the UCITS Regulations; and
 - (ii) otherwise in accordance with the provisions of the Trust Deed and the UCITS Regulations.

If the Manager does not comply with (i) or (ii) above, the Trustee must state why this is the case and outline the steps which the Trustee has taken to rectify the situation.

7. notify the Central Bank of Ireland promptly of any material breach of the UCITS Regulations, conditions imposed by the Central Bank of Ireland or provisions of the prospectus with regard to the Fund.

The duties provided for above may not be delegated by the Trustee to a third party. These duties must be carried out in Ireland.

The Trustee also takes into its custody or under its control all the assets of the Fund and holds them in safekeeping for the Unit Holders.



Report of the Trustee to the Unitholders

We have enquired into the conduct of the manager in respect of M&C Funds (the "Trust") for the year 1 January 2014 to 31 December 2014, in our capacity as trustee to the Trust.

This report including the opinion has been prepared for and solely for the unitholders in the Trust, in accordance with the Central Bank of Ireland's UCITS Notice 4, and for no other purpose. We do not, in giving this opinion, accept or assume responsibility for any other purpose or to any other person to whom this report is shown.

Responsibilities of the Trustee

Our duties and responsibilities are outlined in the Central Bank of Ireland's UCITS Notice 4. One of those duties is to enquire into the conduct of the Trust in each annual accounting period and report thereon to the unitholders.

Our report shall state whether, in our opinion, the Trust has been managed in that period in accordance with the provisions of the Trust's trust deed and the European Communities (Undertakings for Collective Investment in Transferable Securities) Regulations 2011, (the "Regulations"). It is the overall responsibility of the manager to comply with these provisions. If the manager has not so complied, we as trustee must state why this is the case and outline the steps which we have taken to rectify the situation.

Basis of Trustee Opinion

The trustee conducts such reviews as it, in its reasonable opinion, considers necessary in order to comply with its duties as outlined in UCITS Notice 4 and to ensure that, in all material respects, the Trust has been managed (i) in accordance with the limitations imposed on its investment and borrowing powers by the provisions of its constitutional documentation and the appropriate regulations and (ii) otherwise in accordance with the Trust's constitutional documentation and the appropriate regulations.

Opinion

In our opinion, the Trust has been managed during the year, in all material respects:

- (i) in accordance with the limitations imposed on the investment and borrowing powers of the manager and the trustee by the trust deed and by the Regulations; and
- (ii) otherwise in accordance with the provisions of the trust deed and the Regulations.

BNY Mellon Trust Company (Ireland) Limited

Date: 27 April 2015



INDEPENDENT AUDITORS' REPORT TO THE UNIT HOLDERS OF THE SWISS EQUITY FUND (A SUB- FUND OF M&C FUNDS)

We have audited the financial statements of the Swiss Equity Fund (the "Fund"), a sub-fund of M&C Funds (the "Trust") for the year ended 31 December 2014 which comprise the Statement of Assets and Liabilities Attributable to Redeemable Participating Unit Holders, the Statement of Operations, the Statement of Changes in Net Assets Attributable to Redeemable Participating Unit Holders, the Schedule of Investments and the related notes for the Fund. The financial reporting framework that has been applied in their preparation is Irish law and accounting standards issued by the Financial Reporting Council and promulgated by the Institute of Chartered Accountants in Ireland (Generally Accepted Accounting Practice in Ireland).

Respective responsibilities of the manager and auditors

As explained more fully in the Statement of Manager's Responsibilities set out on page 6, the Manager is responsible for the preparation of the financial statements giving a true and fair view. Our responsibility is to audit and express an opinion on the financial statements in accordance with Irish law and International Standards on Auditing (UK and Ireland). Those standards require us to comply with the Auditing Practices Board's Ethical Standards for Auditors.

This report, including the opinion, has been prepared for and only for the unit holders of the Fund and for no other purpose. We do not, in giving this opinion, accept or assume responsibility for any other purpose or to any other person to whom this report is shown or into whose hands it may come save where expressly agreed by our prior consent in writing.

Scope of the audit of the financial statements

An audit involves obtaining evidence about the amounts and disclosures in the financial statements sufficient to give reasonable assurance that the financial statements are free from material misstatement, whether caused by fraud or error. This includes an assessment of: whether the accounting policies are appropriate to the Fund's circumstances and have been consistently applied and adequately disclosed; the reasonableness of significant accounting estimates made by the Manager; and the overall presentation of the financial statements. In addition, we read all the financial and non-financial information in the annual report to identify material inconsistencies with the audited financial statements and to identify any information that is apparently materially incorrect based on, or materially inconsistent with, the knowledge acquired by us in the course of performing the audit. If we become aware of any apparent material misstatements or inconsistencies we consider the implications for our report.

Opinion on financial statements

In our opinion the financial statements:

- give a true and fair view in accordance with Generally Accepted Accounting Practice in Ireland of the state of the Fund's affairs as at 31 December 2014 and of its results for the year then ended; and
- have been properly prepared in accordance with the requirements of the Unit Trust Act 1990 and the European Communities (Undertakings for Collective Investment in Transferable Securities) Regulations 2011 (as amended).



PricewaterhouseCoopers
Chartered Accountants and Statutory Auditors
Dublin

27 April 2015

Statement of Operations

For the year ended 31 December


	Notes	Swiss Equity Fund CHF 2014	Swiss Equity Fund CHF 2013
Income			
Dividend Income	1b	1 359 643	1 083 353
Net Gain on			
Financial Assets at Fair Value through profit or loss	1f, 16	6 433 053	15 716 720
Other Income		54 877	20 578
Total Net Gain		7 847 573	16 820 651
Expenses			
Management Fees	10	72 000	72 813
Investment Management Fees	10	305 075	313 436
Administration Fees	10	119 000	104 206
Sub-Custodian Fees	10	42 000	39 794
Trustee Fees	10	30 000	30 222
Audit Fees	10	12 038	12 238
Legal Fees	10	21 115	29 879
Miscellaneous Expenses	10	136 882	129 335
Restructuring Expenses	17	-	245 918
Transaction Costs	10	38 846	32 298
Transfer Agency Fees	10	52 400	28 834
Central Bank of Ireland Fees		1 577	2 254
Total Operating Expenses		830 933	1 041 227
Operating Gain before Tax		7 016 640	15 779 424
Non-recoverable Dividend Withholding Tax	1b	(458 740)	(367 651)
Distribution	8	(649)	
Profit After Tax		6 557 251	15 411 773
Adjustment			
From bid prices to mid market prices		4,855	(23 949)
Increase in Net Assets			
Attributable to Redeemable Participating Unit Holders		6 562 106	15 387 824

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

There are no other profits or losses in the financial statements other than the increase in net assets resulting from operations attributable to the Redeemable Participating Unit Holders of the Fund.

All recognised gains and losses for the year arose solely from continuing operations.

On behalf of the Board of the Manager


 Director
 27 April 2015


 Director

Statement of Assets and Liabilities

Attributable to Redeemable Participating Unit Holders

As at 31 December		Swiss Equity Fund CHF 2014	Swiss Equity Fund CHF 2013
	Notes		
Current Assets			
Cash at Bank	1g, 9	1 189 337	1 262 754
Financial assets at fair value through profit or loss	1f	75 887 050	65 122 871
Due from broker		65 341	-
Other Assets		2 698	16 049
		77 144 426	66 401 674
Current Liabilities (falling due within one year)			
Management Fees Payable	10	18 000	6 000
Investment Manager Fees Payable	10	77 422	71 316
Administration Fees Payable	10	43 658	27 718
Audit Fees Payable	10	12 037	12 051
Trustee Fees Payable	10	7 500	8 024
Sub-Custodian Fees Payable	10	7 486	5 157
Transfer Agency Fees Payable	10	22 173	4 373
Other Fees Payable	10	103 679	56 766
		291 955	191 405
Net Assets attributable to Redeemable Participating Unit Holders at bid prices		76 852 471	66 210 269
Adjustment			
From bid to mid market prices		67 812	62 957
Net Assets attributable to Redeemable Participating Unit Holders at mid market prices		76 920 283	66 273 226
Units in Issue	2	Units	Units
Income		10.00	10.00
Capital		46 448.04	43 366.30
"B"		1 059.97	1 618.94
Net Asset Value Per Unit	2	CHF	CHF
Income		1 415.661	1 353.030
Capital		1 629.005	1 487.560
"B"		1 171.763	1 080.800

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

On behalf of the Board of the Manager



Director



Director

27 April 2015

Statement of Changes in Net Assets Attributable to Redeemable Participating Unit Holders

For the year ended 31 December

	Swiss Equity Fund CHF 2014	Swiss Equity Fund CHF 2013
Net Assets		
Attributable to Redeemable Participating Unit Holders at beginning of year	66 273 226	60 932 806
Proceeds from Shares Issued	18 719 768	9 226 066
Shares Redeemed	(14 634 817)	(19 273 470)
Increase in Net Assets		
Attributable to Redeemable Participating Unit Holders	6 562 106	15 387 824
Net Assets		
Attributable to Redeemable Participating Unit Holders at end of year	76 920 283	66 273 226

	Units	Units
Unit Transactions		
Opening Units in issue		
Income	10.00	10.00
Capital	43 366.30	47 699.65
"B"	1 618.94	5 300.34
Units issued		
Income	-	-
Capital	11 859.97	6 341.32
"B"	296	230.00
Units redeemed		
Income	-	-
Capital	(8,778.23)	(10 674.67)
"B"	(854.97)	(3 911.40)
Closing Units in issue		
Income	10.00	10.00
Capital	46 448.04	43 366.30
"B"	1 059.97	1 618.94

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

Notes to Financial Statements

1. Significant Accounting Policies

The financial statements have been prepared in accordance with accounting standards generally accepted in Ireland and Irish Statute including the European Communities (Undertaking for Collective Investment in Transferable Securities) Regulations, 2011, (as amended) and Unit Trusts Act 1990.

The financial reporting framework that has been applied in the preparing financial statements giving a true and fair view are those accounting standards issued by the Financial Reporting Council and promulgated by the Institute of Chartered Accountants in Ireland (Generally Accepted Accounting Practice in Ireland).

a) Basis of Accounting and Presentation of Financial Statements

The financial statements are prepared under the historical cost convention as modified to include investments at valuation.

The format and certain wording of the financial statements have been adopted from those contained in FRS 3 "Reporting Financial Performance" so that, in the opinion of the Manager, they more appropriately reflect the nature of the Fund's business as an investment fund.

The Manager has availed of the exemption available to open-ended funds under FRS1 (revised) "Cash Flow Statements" not to prepare a cash flow statement.

Unrealised profits and losses are shown in the Statement of Operations.

All items dealt with in the Statement of Operations relate to continuing operations.

All of the Sub-Fund's assets and liabilities are held for the purposes of being traded or are expected to be realised within one year.

b) Income from Investments

Dividends are credited to the Statement of Operations on the dates on which the relevant securities are listed as "ex-dividend".

Dividend income is shown gross of any non-recoverable withholding taxes, which are disclosed separately in the Statement of Operations and net of any tax credits.

Deposit interest is recognised as income on an effective interest basis.

c) Securities Lending Income

The Sub-Fund may engage in securities lending whereby income is earned from lending securities owned by the Sub-Fund to a number of third-party borrowers. Securities lending income is accounted for on an accruals basis.

For further details on securities lending income, see note 15.

d) Treatment of Expenses

Expenses are recognised in the Statement of Operations on an accrual basis.

e) Distributions

Distributions payable to Redeemable Participating Unit Holders are classified as Finance Costs in the Statement of Operations.

f) Investments at fair value

Purchases and sales of investments are accounted for on the day the transaction takes place, that is, the trade date.

Realised gains and losses on investment transactions are calculated using the average cost method, net of transaction costs and are reflected in the Statement of Operations as part of net gains on financial assets at fair value through profit or loss.

Investments are initially recognised at fair value, and transaction costs for all financial assets/(liabilities) carried at fair value through profit or loss, are expensed as incurred.

Notes to Financial Statements (continued)

1. Significant Accounting Policies (continued)

f) Investments at fair value (continued)

Investments are derecognised when the rights to receive cash flows from the investments have expired or the Sub-Fund has transferred substantially all risks and rewards of ownership.

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

The fair value of financial instruments traded in active markets (such as publicly trading securities) is based on quoted market prices at the balance sheet date.

The quoted market price used for financial assets held by the Sub-Fund is the current bid price and in this regard securities listed on a recognised stock exchange or traded on any other organised market are valued at the latest available bid price. The pricing source of the fund is Bloomberg.

g) Cash and Other Liquid Assets

Cash and other liquid assets are valued at their face value with interest accrued, where applicable.

h) Foreign Exchange

Transactions denominated in currencies other than the functional currency of the portfolio have been translated at the rates of exchange prevailing at the time of the transaction.

The market value of the investments and other assets in currencies other than the base currency of the portfolio have been translated at the rates of exchange prevailing at 31 December 2014 and 31 December 2013, respectively.

Gains and losses on foreign exchange transactions are recognised in the Statement of Operations in determining the result for the year.

i) Functional Currency

The currency in which the performance of the Sub-Fund is reported to investors is still considered to be the appropriate functional currency, as it reflects the currency of the primary economic environment in which the Sub-Fund invests.

j) Redeemable Participating Units

Redeemable participating units are redeemable at the Unit Holders' option and are classified as a financial liability in the Statement of Assets and Liabilities Attributable to Redeemable Participating Unit Holders in accordance with FRS 25.

The participating units can be put back to the Sub-Fund at any time for cash equal to a proportionate share of the Sub-Fund's Net Asset Value.

The participating units are carried at the redemption amount that is payable at the Balance Sheet date if the Unit Holders exercised the right to put the units back to the Sub-Fund.

k) Offsetting financial instruments

Financial assets and financial liabilities are offset and the net amount reported in the Statement of Assets and Liabilities when there is a legally enforceable right to offset the recognised amounts and there is an intention to settle on a net basis, or realise the asset and settle the liability simultaneously. There are no offsetting financial instruments as at 31 December 2014 or 31 December 2013.

Notes to Financial Statements (continued)

2. Units in Issue

Issued Unit Capital

Units issued at 31 December 2014 were available in three Classes as Income Units or Capital Units or "B" Units to which a different distribution policy applies, as detailed under Note 8. Income Units may pay a dividend; Capital Units and "B" Units are accumulating Units and will not pay dividends.

Swiss Equity Fund

	31 December 2014	31 December 2013	31 December 2012
	CHF	CHF	CHF
Net Asset Value	76 920 283	66 273 226	60 932 806
Number of Units in Issue			
Income	10.00	10.00	10.00
Capital	46 448.04	43 366.30	47 699.65
"B"	1 059.97	1 618.94	5 300.34
Net Asset Value per Unit			
Income	1 415.661	1 353.030	1 090.901
Capital	1 629.005	1 487.560	1 180.889
"B"	1 171.763	1 080.800	866.715

3. Taxation

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

However, Irish tax can arise on the occurrence of a "Chargeable Event" in the Fund. A chargeable event includes any distribution payments to Unit Holders or any encashment, redemption, cancellation or transfer of units.

No tax will arise on the Fund in respect of Chargeable Events in respect of a Unit Holder who is an Exempt Irish Investor (as defined in the Taxes Act) or who is neither Irish Resident nor Ordinarily Resident in Ireland at the time of the Chargeable Event, provided that a Relevant Declaration is in place and the Fund is not in possession of any information which would reasonably suggest that the information contained therein is no longer materially correct.

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

4. Significant events during the year

There have been no significant events during the year other than as disclosed in the financial statements.

5. Significant events since year end

The following Sub-Funds are due to launch during 2015

Conning International Opportunities Bond Fund- Short Duration - EUR
Conning International Opportunities Bond Fund- Short Duration - GBP
Conning International Opportunities Bond Fund- Short Duration - USD

BNY Mellon Fund Services (Ireland) Limited has notified the Board of its termination notice of resignation as administrator to the Trust. The Board is currently seeking to engage with alternative administrators.

There have been no other significant events since the year end.

Notes to Financial Statements (continued)

6. Soft Commission Arrangements

There were no soft commission arrangements during the year.

7. Exchange Rates

Exchange rates used in the preparation of the financial statements as at 31 December 2014 and 31 December 2013 were as follows:

	December 2014	December 2013
Currency		
CHF/USD	0.9886	0.8864
CHF/EUR	1.2025	N/a

8. Distribution Policy

As at 31 December 2014 the Sub-Fund has three classes of units in issue, namely, Income Units, Capital Units and "B" Units.

Income Units may distribute out of net income earned, plus realised net capital gains, after the deduction of expenses in respect of each accounting period. The amount of the distribution in any accounting period will be reduced by accumulated realised net capital loss in respect of the current accounting period.

The Directors of the Manager will determine the amount of the distribution for any accounting period.

During the year, Dividends declared were: CHF 425,690, Rate 42.569 on 30 June 2014 and CHF 222,910, Rate 22.291 on 30 December 2014. There were no dividends declared or paid to Income Unit Holders during the years December 2013.

No distributions are payable on Capital Units or on "B" Units.

9. Cash at Bank

All of the cash shown in the Schedule of Investments at 31 December 2014 and 31 December 2013 was held with BNY Mellon Trust Company (Ireland) Limited.

10. Fees

Management Fee and Investment Management Fee

The Manager is entitled to the following annual fees from the Sub-Fund. These management fees accrue at each dealing day and are paid monthly in arrears as follows:

Sub-Fund	EUR	% of net asset value per annum
Swiss Equity Fund	EUR 0 – 300 million	0.020%
	> EUR 300 million	0.015%

These management fees accrue at each dealing day and are paid monthly in arrears. A minimum annual charge of CHF72,000 will apply.

The manager is also entitled to recover any out-of-pocket expenses incurred by it out of the Sub-Fund.

The Investment Manager fee rates are as follows:

Sub-Fund	Income and Capital Units	"B" Units
Swiss Equity Fund	0.40%	1.40%

These investment management fees accrue daily and are paid quarterly in arrears. The Investment Manager will pay the fees of the Distributor from its fee and will be entitled to recover any out of pocket expenses incurred by it from the Sub-Fund. The Investment Manager will also pay from its fees the fees of any investment adviser(s).

The Investment Manager is also entitled to recover any out-of-pocket expenses incurred by it out of the Sub-Fund.

Notes to Financial Statements (continued)

10. Fees (continued)

Trustee Fee

The Trustee is entitled to a trustee fee out of the assets of the Fund, charged as a percentage per annum of the Net Asset Value (NAV) of each Sub-Fund, accrued as at each dealing day and calculated as at the last dealing day of each month.

BNY Mellon Trust Company (Ireland) Limited fee is payable monthly in arrears and is subject to a minimum of CHF 30 000 per annum. A tiered fee rate per annum of the NAV is applied at the relevant rates as noted below:

Less than CHF100 million	0.020% of the NAV
Between CHF100 million to CHF200 million	0.015% of the NAV
Between CHF200 million to CHF300 million	0.010% of the NAV
Over CHF300 million	0.005% of the NAV

The Trustee is also entitled to receive out of the assets of the Sub-Fund sub-custodial fees and expenses at normal commercial rates.

Administrator and Transfer Agency Fee

The Administrator is entitled to an administration fee calculated as at the last dealing day of every month and payable monthly in arrears out of the Net Assets of each Sub-Fund.

BNY Mellon Fund Services (Ireland) Limited as Administrator applied the fees listed below.

Less than CHF100 million	0.12% of the NAV
Between CHF100 million to CHF200 million	0.10% of the NAV
Between CHF200 million to CHF300 million	0.08% of the NAV
Between CHF300 million to CHF500 million	0.06% of the NAV
Over CHF500 million	0.05% of the NAV

The above being subject to a minimum fee of CHF114 000 per annum.

The Administrator is entitled to an annual Transfer Agency Fee of CHF3 000 per class and CHF50 per investor subscription or redemption.

In addition to the above, the Administrator is entitled to an annual fee of CHF5 000 for the preparation of the financial statements.

Audit Fee

The fee is disclosed in the Statement of Operations. The audit fees relates entirely to the statutory audit. There are no separate fees for other assurance work, non-assurance work or taxation services.

Legal Fee

The fee disclosed in the Statement of Operations includes the fees for the preparation of an updated prospectus, as well as registration of the Fund with the Regulators in Austria, Germany and Switzerland.

Transaction Costs

The transaction costs are disclosed in the Statement of Operations.

Miscellaneous

The fee disclosed in the Statement of Operations includes the fees for translations and attribution analysis. The Sub-Fund pays out of its assets all fees, costs and expenses, including administration expenses, of or incurred by the Manager, the Administrator and the Trustee in connection with the ongoing management, administration and operation of the Sub-Fund.

Notes to Financial Statements (continued)

10. Fees (continued)

Other fees Payable

The fees disclosed in the Statement of Assets and Liabilities Attributable to Redeemable Participating Unit Holders comprise of the following:

Swiss Equity Fund	December 2014 CHF	December 2013 CHF
Legal fees	-	3 517
Translation fees	4 095	1 848
Tax reporting fees	75 120	37 994
Other fees	24 464	13 407
	103 679	56 766

11. Financial Risks

The Sub-Fund's objective is to achieve over the long term an above average total return.

The Fund may employ investment techniques and instruments for the efficient portfolio management of its assets including hedging against market movements, currency exchange or interest rate risks under the conditions and within the limits stipulated by the Central Bank under the UCITS Regulations, provided that such investment techniques and instruments are, in the opinion of the Investment Manager, consistent with the investment policies. The Sub-Fund shall not employ such techniques until a risk management process is approved by the Central Bank.

The Fund may not leverage or gear the Sub-Fund through the use of derivative instruments or forward currency transactions.

Market Price Risk

Market risk arises mainly from uncertainty about future prices of financial instruments held. It represents the potential loss the Sub-Fund may suffer through holding market positions in the face of price movements. Maximum risk resulting from financial instruments is determined by the fair value of the financial instruments.

The Investment Manager considers the Sub-Fund's investment policies and Regulatory limits as well as the asset allocation of the portfolio in order to minimise the risk associated with particular countries or industry sectors whilst continuing to follow the Sub-Fund's investment objective.

The Sub-Fund's overall market positions are monitored by the Investment Manager. The Investment Manager uses the commitment approach to calculate global exposure.

The following table sets out the Sub-Fund's overall market exposures as at 31 December 2014, together with comparative information as at 31 December 2013.

Swiss Equity Fund	Fair Value December 2014 CHF	% of Net Assets valued at bid price %	Fair Value December 2013 CHF	% of Net Assets valued at bid price %
Financial assets				
at fair value through profit or loss	75 887 050	98.74	65 122 871	98.36
	75 887 050	98.74	65 122 871	98.36

Notes to Financial Statements (continued)

11. Financial Risks (continued)

Market Price Risk (continued)

The following table evaluates the increase or decrease of Net Assets attributable to Redeemable Participating Unit Holders, in the face of market price movements, when benchmarked against an appropriate index, with all other variables held constant, as at 31 December 2014, together with comparative information as at 31 December 2013.

Swiss Equity Fund	December 2014 CHF	December 2013 CHF
5% market price increase		
effect on Net Asset Value ¹	3 846 014	3 313 661
5% market price decrease		
effect on Net Asset Value ¹	(3 846 014)	(3 313 661)

¹ benchmarked against the Swiss Performance Index

Currency Risk

A portion of the assets or liabilities of the Sub-Fund may be denominated in currencies other than the base currency with the effect that the Net Asset Value and the result of operations can be affected by currency movements.

The following table sets out the Sub-Fund's exposure to foreign currency risk as at 31 December 2014, together with comparative information as at 31 December 2013.

Swiss Equity Fund	December 2014 CHF	December 2013 CHF
Other Current Assets:		
EUR	50 748	-
USD	42 261	10 920

Currency rate exposure at 31 December 2014 and 31 December 2013 is considered immaterial and as result sensitivity analysis has not been disclosed.

Interest Rate Risk

The Sub-Fund's interest-bearing financial assets and liabilities expose it to risks associated with the effects of fluctuations in the prevailing levels of market interest rates on its financial position and cash flows.

Notes to Financial Statements (continued)

11. Financial Risks (continued) Interest Rate Risk (continued)

The following table sets out the Sub-Fund's interest rate profile of the assets and liabilities, including trading assets and liabilities, categorised by the earlier of contractual re-pricing or maturity dates, as at 31 December 2014, together with comparative information as at 31 December 2013.

Swiss Equity Fund – 31 December 2014

	Less than One Month CHF	One Month to One Year CHF	Over One Year CHF	Non-Interest Bearing CHF	Total CHF
Assets					
Cash at bank	1 189 337	-	-	-	1 189 337
Due from broker	65 341				65 341
Financial assets					
at fair value through profit or loss	-	-	-	75 887 050	75 887 050
From bid to mid market prices	-	-	-	67 812	67 812
Other current assets				2 698	2 698
	1 254 678	-	-	75 957 560	77 212 238
Liabilities					
Other current liabilities	-	-	-	291 955	291 955
Redeemable Participating Units	-	-	-	76 920 283	76 920 283
	-	-	-	77 212 238	77 212 238
Total interest sensitivity gap	1 254 678	-	-	(1 254 678)	-

Swiss Equity Fund – 31 December 2013

	Less than One Month CHF	One Month to One Year CHF	Over One Year CHF	Non-Interest Bearing CHF	Total CHF
Assets					
Cash at bank	1 262 754	-	-	-	1 262 754
Financial assets					
at fair value through profit or loss	-	-	-	65 122 871	65 122 871
From bid to mid market prices	-	-	-	62 957	62 957
Other current assets	-	-	-	16 049	16 049
	1 262 754	-	-	65 201 877	66 464 631
Liabilities					
Other current liabilities	-	-	-	191 405	191 405
Redeemable Participating Units	-	-	-	66 273 226	66 273 226
	-	-	-	66 464 631	66 464 631
Total interest sensitivity gap	1 262 754	-	-	(1 262 754)	-

Excess cash and cash equivalents are invested at short-term market interest rates.

With the exception of cash balances, the majority of assets and liabilities are non-interest bearing. Interest rate exposure at 31 December 2014 and 31 December 2013 is considered immaterial and as result sensitivity analysis has not been disclosed.

Notes to Financial Statements (continued)

11. Financial Risks (continued)

Liquidity Risk

The Sub-Fund's assets comprise mainly realisable securities, which can be readily sold. The main liability of the Sub-Fund is the redemption of any units that investors wish to sell. The Sub-Fund prospectus provides for daily subscription and redemption of shares.

The Investment Manager considers the asset allocation of the portfolio in order to minimise the risk associated with particular countries or industry sectors whilst continuing to follow the Fund's investment objective.

The Manager has the right to restrict the total redemptions to a maximum of ten per cent of the Sub-Fund on any one business day. No such restriction has arisen during the year.

The Manager also has the right to satisfy a redemption by the distribution of investments in specie in satisfaction of the repurchase price. No such transfers have arisen during the year.

The Sub-Fund has no financial liabilities other than short-term creditors and accruals at 31 December 2014 and at 31 December 2013.

The tables below analyse the Sub-Fund's financial liabilities into relevant maturity groupings based on the remaining period at the balance sheet date to the contractual maturity date. The amounts in the table are the contractual undiscounted cash flows.

Swiss Equity Fund – 31 December 2014

	Less than One Month	One to Three Months	No stated Maturity
	CHF	CHF	CHF
Other Current Liabilities	291 955	-	-
Redeemable Participating Units	76 920 283	-	-

Swiss Equity Fund – 31 December 2013

	Less than One Month	One to Three Months	No stated Maturity
	CHF	CHF	CHF
Other Current Liabilities	191 405	-	-
Redeemable Participating Units	66 273 226	-	-

Credit Risk

The Sub-Fund will be exposed to a credit risk with the parties with whom it trades and will also bare the risk of settlement default. All transactions in listed securities are traded using approved brokers and the risk of default is considered minimal.

The Sub-Fund minimises concentrations of credit risk by undertaking transactions with a number of counterparties.

The Investment Manager considers the asset concentration of the portfolio, the limits, stipulated by the Central Bank under the UCITS Regulations, and the Fund's investment policies whilst continuing to follow the Sub-Fund's investment objective.

The following table sets out the Sub-Fund's exposure at carrying amount of financial assets recorded in the financial statements, represents the maximum exposure to credit risk without taking account of the value of any collateral obtained as at 31 December 2014, together with comparative information as at 31 December 2013.

Swiss Equity Fund	December 2014	December 2013
	CHF	CHF
Cash at Bank	1,189,337	1,262,754
Other Assets	2,698	16,049

Notes to Financial Statements (continued)

11. Financial Risks (continued)

Fair value of financial assets and financial liabilities.

All of the financial assets of the Sub-Fund are held at fair value.

Custodial Risks

The custodial safe-keeping of assets, particularly abroad, may be associated with a risk of loss that can result from the Trustee, or a sub-custodian, becoming insolvent, breaching its duties of care and diligence, or acting in an unlawful manner.

The Sub-Fund is exposed to credit risk on cash and investment balances held with the Trustee. As at 31 December 2014 and 31 December 2013, all of the cash assets are held with BNY Mellon Trust Company (Ireland) Limited ("BNY Mellon"). Cash deposited with BNY Mellon is deposited as banker and is held on its Balance Sheet. Accordingly, in accordance with usual banking practice, BNY Mellon's liability to the Sub-Fund in respect of such cash deposits shall be that of debtor and the Fund will rank as a general creditor of BNY Mellon. The long term Standard & Poor's credit rating of the parent company of the Trustee is A+.

The non-cash financial assets are held with the BNY Mellon. These assets are held distinct and separately from the proprietary assets of the Trustee. Securities are clearly recorded to ensure they are held on behalf of the Sub-Fund.

12. Fair Value Measurement

The Fund is required to classify fair value measurements using a fair value hierarchy that reflects the significance of the inputs used in making the measurements.

The fair value hierarchy has the following levels:

- Quoted prices (unadjusted) in active markets for identical assets or liabilities (Level 1).
- Inputs other than quoted prices included within Level 1 that are observable for the asset or liability, either directly (that is, as prices) or indirectly (that is, derived from prices) (Level 2).
- Inputs for the asset or liability that are not based on observable market data (that is, unobservable inputs) (Level 3).

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

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

The following table analyses within the fair value hierarchy the Fund's financial assets and liabilities (by class) measured at fair value at 31 December 2014, together with comparative information as at 31 December 2013.

Swiss Equity Fund – 31 December 2014

Assets	Level 1 CHF	Level 2 CHF	Level 3 CHF	Total CHF
Financial assets at fair value				
through profit or loss	75 887 050	-	-	75 887 050
Total assets	75 887 050	-	-	75 887 050

Notes to Financial Statements (continued)

12. Fair Value Measurement (continued) Swiss Equity Fund – 31 December 2013

Assets	Level 1 CHF	Level 2 CHF	Level 3 CHF	Total CHF
Financial assets at fair value				
through profit or loss	65 122 871	-	-	65 122 871
Total assets	65 122 871	-	-	65 122 871

There were no transfers between any of the levels during the year.

13. Related Parties

The Manager: Carne Global Fund Managers (Ireland) Limited, the Investment Manager: Michel & Cortesi Asset Management AG and the Trustee: BNY Mellon Trust Company (Ireland) Limited are each a related party under FRS 8 "Related Party Transactions".

Fees payable to those parties and the amounts due at the year-end are shown in the Statement of Operations and the Statement of Net Assets Attributable to Redeemable Participating Unit Holders respectively. The fee rates applicable are disclosed in Note 10 to the financial statements.

14. Significant unit holdings

The Unit Holders who held 20% or more of the beneficial interests of the Sub-Fund at 31 December 2014 and 31 December 2013 are:

Swiss Equity Fund - 31 December 2014	%
Income Units	
Clearstream	100%
Capital Units	
Roy Nominees Ltd	47%
Credit Suisse	29%
Citco Global Custody NV	21%
"B" Units	
Citco Global Custody NV	47%
Credit Suisse	42%
Swiss Equity Fund - 31 December 2013	%
Income Units	
Citco Global Custody NV	100%
Capital Units	
Roy Nominees Ltd	51%
Citco Global Custody NV	31%
"B" Units	
Citco Global Custody NV	24%
Credit Suisse	69%

Notes to Financial Statements (continued)

15. Securities Lending

There were no securities on loan and security lending income earned by the Sub-Fund for the year ended 31 December 2014 and 31 December 2013.

16. Investments

The analysis of Net gains/(losses) on Financial Assets/(Liabilities) at fair value through profit or loss as stated in the Statement of Operations for the year ended 31 December 2014 is detailed in the following table, together with comparative information as at 31 December 2013.

	December 2014 CHF	December 2013 CHF
Swiss Equity Fund		
Net change in		
Unrealised gains on Financial Assets at fair value through profit or loss	3 228 630	14 827 489
Net Realised		
Gains on Financial Assets at fair value through profit or loss	3 204 101	892 251
Gains/(losses) on Foreign Exchange	322	(3 020)
Net Gains on		
Financial Assets/Liabilities		
at Fair Value through profit or loss	6 433 053	15 716 720

17. Restructuring Expenses

There were no additional restructuring expenses incurred by the Sub Fund for the year ended 2014. The Sub-Fund had incurred restructuring expenses for the year ended 31 December 2013 of CHF 245 918. These restructuring expenses incurred related to the changes in service providers, changes to fee agreements with service providers, change of name of the Fund and amendments to the prospectus and Trust deed that were effective 23 November 2012. The changes in service providers were as follows.

- Carne Global Fund Managers (Ireland) Limited replaced Conning Funds(Europe) Limited as Manager;
- BNY Mellon Fund Services (Ireland) Limited replaced J.P. Morgan Administration Services (Ireland) Limited as Administrator;
- BNY Mellon Trust Company (Ireland) replaced J.P. Morgan Bank (Ireland) plc as Trustee and
- Michel & Cortesi Asset Management AG replaced Conning Asset Management (Europe) Limited as Promoter

18. Contingent Liabilities

There were no contingent liabilities during the year.

19. Financial Statements

These financial statements were approved by the Board of Directors of the Manager on 27 April 2015.

Schedule of Investments

Swiss Equity Fund

As at 31 December 2014

	Holding Investment	Fair Value CHF	% of Net Assets
98.66%	Equities- CHF		
	Advertising Services		
14,300	DKSH Holding AG	1 086 085	1.41%
	Agricultural Chemicals		
10,000	Syngenta AG	3 197 000	4.16%
	Building Materials		
27,000	AFG Arbonia-Forster Holding AG	665 550	0.87%
460	Belimo Holding AG	1 062 140	1.38%
4,300	Geberit AG	1 455 120	1.89%
13,000	Holcim Limited	927 550	1.21%
300	Sika AG	880 800	1.15%
20,000	Walter Meier AG	810 000	1.05%
	Commercial Services		
850	SGS SA	1 737 400	2.26%
	Dental Supplies and Equipment		
17,000	Coltene Holding AG	1 066 750	1.39%
	Diversified Manufacturing		
7,500	Sulzer AG	794 250	1.03%
	Engineering and Construction		
135,000	ABB Limited	2 852 550	3.71%
	Finance-Investment Banker		
13,000	Cembra Money Bank AG	714 350	0.93%
80,000	Credit Suisse Group AG	2 005 600	2.61%
15,000	Julius Baer Group Limited	687 150	0.89%
210,000	UBS Group AG	3 586 800	4.66%
	Food-Misc/Diversified		
101,000	Nestle SA	7 362 900	9.57%
	Health and Biotechnology		
60,000	Clariant AG	1 003 200	1.30%
450	Givaudan SA	806 850	1.05%
15,000	HBM Healthcare Investments AG	1 464 750	1.90%
	Human Resources		
11,000	Adecco SA	757 350	0.98%
	Life/Health Insurance		
5,000	Swiss Life Holding AG	1 181 500	1.54%
	Machine Tools & Related Products		
4,000	Schweiter Technologies AG	3 114 000	4.05%
	Machinery-Electrical		
7,475	Schindler Holding AG	1 063 693	1.38%
	Machinery-General		
25,000	OC Oerlikon Corp AG	310 000	0.40%
	Machinery-Pumps		
3,500	Inficon Holding AG	1 078 875	1.40%
	Medical-Biomedical		
9,977	Basilea Pharmaceutica	918 882	1.19%
30,000	Molecular Partners AG	750 000	0.98%
38,000	Newron Pharmaceuticals SpA	995 600	1.29%

Schedule of Investments (continued)

Swiss Equity Fund

As at 31 December 2014

	Holding Investment	Fair Value CHF	Net Assets
Equities- CHF (continued)			
	Medical-Drugs		
7,000	Actelion Limited	806 400	1.05%
80,500	Novartis AG	7 430 150	9.66%
27,000	Roche Holding AG	7 284 600	9.47%
	Metal Products-Fasteners		
10,000	SFS Group AG	790 000	1.03%
	Multi-line Insurance		
9,000	Zurich Insurance Group AG	2 805 300	3.65%
	Oil Refining & Marketing		
19,000	Transocean Limited	348 840	0.45%
	Reinsurance		
30,000	Swiss Re AG	2 509 500	3.26%
	Retail-Jewelry		
27,000	Cie Financiere Richemont SA	2 396 250	3.12%
26,000	Swatch Group AG	2 234 700	2.91%
	Steel-Producers		
800,000	Schmolz + Bickenbach AG	856 000	1.11%
	Telephone-Integrated		
2,500	Swisscom AG	1 306 250	1.70%
	Transport-Services		
13,000	Kuehne + Nagel International AG	1 757 600	2.28%
	Wire & Cable Products		
8,050	Daetwyler Holding AG	1 024 765	1.34%
Financial assets at fair value through profit or loss (Book cost CHF61 491 081)			
		75 887 050	98.66%
	Cash	1 189 337	1.55%
	Net current assets/(liabilities)	(156 104)	(0.21)%
Net assets attributable to Redeemable Participating Unit Holders at mid market prices			
		76 920 283	100.00%
Analysis of Total Assets			
	(a) Transferable securities admitted to an official stock exchange listing		98.37%
	(b) Other assets		1.63%
Total assets			
			100.00%

Unaudited Portfolio Changes

Swiss Equity Fund 1 January 2014 to 31 December 2014

	Cost CHF
Largest Purchases	
Roche Holding AG	2 109 196
Swisscom AG	1 324 872
Swiss Re AG	1 188 988
Novartis AG	1 178 005
Nestle SA	1 158 680
UBS AG	1 139 595
Walter Meier AG	1 113 682
Swiss Life Holding AG	1 063 642
Sulzer AG	1 054 808
Clariant AG	984 067
Zurich Insurance Group AG	962 054
AFG Arbonia-Forster Holding AG	870 239
Syngenta AG	841 786
Cembra Money Bank AG	777 667
Molecular Partners AG	675 230
Komax Holding AG	667 700
SFS Group AG	640 000
Schweiter Technologies AG	616 679
ABB Ltd	456 215
Swatch Group AG	412 691

	Proceeds CHF
Largest Sales	
Novartis AG	2 054 461
Roche Holding AG	1 874 988
Schweizerische National-Versicherungs-Gesellschaft AG	1 411 804
UBS AG	1 163 725
Nestle SA	1 036 955
Zurich Insurance Group AG	977 443
Givaudan SA	784 216
OC Oerlikon Corp AG	680 319
Komax Holding AG	672 923
Swisscom AG	642 815
Huber & Suhner AG	620 402
Swissquote Group Holding SA	595 544
Schmolz + Bickenbach AG	571 815
Credit Suisse Group AG	534 760
ABB Ltd	526 075
Forbo Holding AG	523 940
Weatherford International Ltd	477 079
Swatch Group AG	339 138
Swiss Re AG	250 178
WM Technologie AG	210 000

Unaudited Information for Unit Holders

All Unit Holders are entitled to the benefit of, are bound by, and are deemed to have notice of, the provisions of the Trust Deed which are binding on the Trustee, the Manager and the Unit Holders and all persons claiming through them respectively as if all such Unit Holders and persons had been party to the Trust Deed. Unit Holders shall not have any recourse to or claim against or right of action in respect of any of the assets of the Fund or any Sub-Fund or any part thereof other than the assets of the Sub-Fund in which they hold units and in respect of which the claim arises.

Extract from the Prospectus

The Fund and Sub-Fund are registered for sale in a number of jurisdictions. Information relevant to investors in these jurisdictions is set out in the Prospectus, Appendix III - Additional Information for Investors.

Prospective investors should inform themselves as to:

- (a) the legal requirements within their own jurisdictions for the purchase or holding of Units,
- (b) any foreign exchange restrictions which may affect them, and
- (c) the income and other tax consequences which may apply in their own jurisdictions relevant to the purchase, holding or disposal of Units.

Documents Available for Inspection

The following documents are available for inspection on any Business Day at the registered office of the Manager and at the offices of the appointed paying agents and representatives:

- (a) the Prospectus (and any Supplements or addenda attached thereto);
- (b) the Trust Deed and any instruments amending the aforesaid document;
- (c) the Key Investor Information Documentation;
- (d) the material contracts referred to in the Prospectus; and
- (e) annual reports, incorporating audited financial statements, and half-yearly reports, incorporating unaudited financial statements, when published.

Copies of each of the documents referred to above can, upon written request, be obtained by Unit Holders at the registered office of the Manager.

This document forms part of and should be read in conjunction with the general description of

- the Fund and its management and administration
- its general management and fund charges
- the taxation of the Fund and of its Unit Holders and
- its risk factors

which is contained in the Prospectus dated 21 October 2014 for the Fund and which is available from the Manager, Came Global Fund Managers (Ireland) Limited, 2nd Floor, Block E, Iveagh Court, Harcourt Road, Dublin 2, Ireland.

The Prospectus and the Key Investor Information Document (KIID) is available in both English and German and every effort has been made to keep the translations parallel. For Units distributed in Switzerland, the Prospectus and KIID in German are binding. For Units distributed in jurisdictions other than Switzerland, the Prospectus and KIID in English is binding. The Prospectus and KIID are also filed in German in the Federal Republic of Germany but these should be interpreted as best efforts translations of the English versions which remain the binding versions as prescribed under the UCITS Regulations. The Annual Report and Financial Statements are also available in German but these should be interpreted as best efforts translations of the English versions.

Swiss Equity Fund	Income Units	Capital Units	"B" Units
Total Expenditure Ratio (TER)	1.07%	1.10%	2.10%
Portfolio Turnover Rate (PTR) for Fund was			0.09

Please note a full list of purchases and sales during the reporting period might be obtained from the Swiss representative.

Unaudited Information for Unit Holders (continued)

Connected Parties

Although not deemed to be related parties under Irish GAAP as they do not exercise "significant influence" over the activities of the Fund, UCITS Notice 14 also deems a "Trustee" and its "associated or group companies" to be "connected parties" to the Fund. As such, BNY Mellon Trust Company (Ireland) Limited, the trustee, and BNY Mellon Fund Services (Ireland) Limited, the Administrator and registrar, are connected parties to the Fund.

The Manager is satisfied that there are arrangements (evidenced by written procedures) in place, to ensure that any transaction carried out with the Fund by a promoter, manager, trustee, investment manager and/or associated or group companies of these ("connected parties") are carried out as if negotiated at arm's length and that all such transactions are carried out in the best interests of the unit holders. The Manager is satisfied that transactions with connected parties entered into during the period complied with the obligations set out in Notice UCITS 14.

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