SECURIS CATASTROPHE BOND FUND

a Sub-Fund of Northill Global Funds ICAV

(An Irish Collective Asset-Management Vehicle established as an umbrella fund with segregated liability between sub-funds)

AUDITED FINANCIAL STATEMENTS

FOR THE YEAR ENDED

31 DECEMBER 2018

Registration number: C145073

TABLE OF CONTENTS

FUND INFORMATION

DIRECTORS OF THE ICAV	Jeremy Bassil Gerald Brady* Mads Jensen* Tom Murray* **Non-executive directors*
REGISTERED OFFICE	32 Molesworth Street Dublin 2 Ireland
MANAGER OF THE ICAV	Northill Global Fund Managers Limited 32 Molesworth Street Dublin 2 Ireland
INVESTMENT MANAGER TO THE FUND	Securis Investment Partners LLP 12th Floor 110 Bishopsgate London, EC2N 4AY England
ADMINISTRATOR TO THE ICAV	Citco Fund Services (Ireland) Limited Block 6 Custom House Plaza, IFSC Dublin 1 Ireland
SECRETARY TO THE ICAV	MFD Secretaries Limited 32 Molesworth Street Dublin 2 Ireland
LEGAL ADVISOR TO THE ICAV *(as to Irish law)*	Maples & Calder 75 St. Stephen's Green Dublin 2 Ireland
TAX ADVISOR TO THE ICAV *(as to Irish law)*	PricewaterhouseCoopers One Spencer Dock North Wall Quay Dublin 1 Ireland
AUDITORS TO THE ICAV	Ernst & Young Harcourt Centre Harcourt Street Dublin 2 Ireland

FUND INFORMATION (continued)

DEPOSITARY TO THE ICAV	Citi Depositary Services Ireland Limited 1 North Wall Quay Dublin 1 Ireland
SUB-CUSTODIAN	Citibank N.A., London Branch Citigroup Centre Canada Square Canary Wharf London, E14 5LB United Kingdom
SWISS PAYING AGENT*	Banque Cantonale de Genève 17 Quai de l'Ile 1204 Geneva Switzerland
SWISS REPRESENTATIVE*	ARM Swiss Representatives SA Route de Cité-Ouest 2 1196 Gland Switzerland
GERMAN INFORMATION AGENT**	GerFIS - German Fund Information Service UG (Haftungsbeschränkt) Zum Eichhagen 4 21382 Brietlingen Germany
LUXEMBOURG PAYING AGENT	CACEIS Bank Luxembourg 5, Allée Scheffer L-2520 Luxembourg Luxembourg
UK FACILITIES AGENT	Northill Capital LLP 1 Curzon Street London, W1J 5HD United Kingdom

* For Swiss Qualified Investors, any relevant supplements, the key investor information documents, the Instrument of Incorporation of the ICAV, the annual financial statements and interim financial statements can be obtained free of charge from the representative in Switzerland.

** The prospectus, the KIIDs, the Instrument of Incorporation of the ICAV, the most recent annual and semi-annual reports, a list of changes in the composition of the portfolios as well as the issue and redemption prices are available free of charge pursuant to Sec. 297(1) of the German Capital Investment Code at the office of the German Information Agent at Zum Eichhagen 4, 21382 Breitlingen, Germany.

DIRECTORS' REPORT
For the year ended 31 December 2018

The Directors present their report and audited financial statements for the year ended 31 December 2018.

Principal activities and business review

Northill Global Funds ICAV (the "ICAV") is an open-ended umbrella Irish collective asset-management vehicle with variable capital and segregated liability between sub-funds formed in Ireland on 22 October 2015 under The Irish Collective Asset-management Vehicles Act 2015 (the "ICAV Act 2015") and authorised by the Central Bank as an Undertaking for Collective Investment in Transferable Securities ("UCITS") pursuant to the European Communities (UCITS) Regulations 2011. Securis Catastrophe Bond Fund (the "Fund") is the only active sub-fund of the ICAV. The Fund commenced operations on 1 March 2016.

The investment objective of the Fund is to achieve positive returns from a portfolio of investments, primarily in Non-Life Public bonds, a particular category of debt security.

Review of investment activity and future outlook

A review of the investment activity and outlook is included in the Investment Manager's Report on pages 9 and 10.

Results and dividends

The financial position and results for the year are set out in these financial statements on pages 14-15 and 16 respectively.

No dividend was paid or proposed during the year ended 31 December 2018 (2017: Nil).

Risk management objectives and policies

Investment in the Fund carries with it a degree of risk including, but not limited to the risks referred to in Note 6 of these financial statements and as outlined in the risk section of the prospectus of the ICAV and supplement of the Fund. The Directors believe these disclosures are accurate, complete and not misleading.

Risk assessment

The Directors are responsible for assessing the risk of irregularities whether caused by fraud or error in financial reporting and ensuring the processes are in place for the timely identification of internal and external matters with a potential effect on financial reporting. The Directors have also put in place processes to identify changes in accounting rules and recommendations and to ensure that these changes are accurately reflected in the ICAV's financial statements.

Transactions with connected persons

The Central Bank UCITS Regulations, Part 7 Chapter 10 – 'Transactions involving Connected Persons' states that any transaction carried out with a UCITS by a management company or depositary to a UCITS; and the delegates or sub-delegates of such a management company or depositary (excluding any non-group company sub-custodians appointed by a depositary); and any associated or group company of such a management company, depositary, delegate or sub delegate ("connected persons") must be carried out as if negotiated at arm's length. Transactions must be in the best interests of the shareholders.

The Directors are satisfied that there are arrangements (evidenced by written procedures) in place to ensure that the obligations set out in Chapter 10 are applied to all transactions with connected persons; and the transactions with connected persons entered into during the year complied with the requirement.

DIRECTORS' REPORT (continued)
For the year ended 31 December 2018

Future developments

A review of the investment activity and outlook is included in the Investment Manager's Report.

Subsequent events

Please refer to Note 14 in the financial statements for a description of subsequent events.

Directors

The Directors of the Company during the year and to the date of this report are:

Jeremy Bassil
Gerald Brady*
Mads Jensen*
Tom Murray*

*Non-executive Directors.

Directors' and secretary's interests

Contracts or arrangements of any significance in relation to the business of the ICAV in which the Directors or the ICAV Secretary had any interest as defined in the ICAV Act 2015, at any time during the year ended 31 December 2018, are disclosed in Note 9 of these financial statements.

Books and records

The Directors ensure compliance with the ICAV's obligation to maintain adequate accounting records by appointing competent persons to be responsible for them. The accounting records are kept by Citco Fund Services (Ireland) Limited, at Block 6, Custom House Plaza, IFSC, Dublin 1, Ireland.

Significant events

Please refer to Note 12 in the financial statements for a description of significant events during the year.

Corporate governance statement

The ICAV is subject to compliance with the requirements of the ICAV Act 2015 and the Central Bank of Ireland (the "Central Bank") UCITS Regulations. During the period under review, the ICAV was subject to corporate governance practices imposed by:

- The ICAV Act.

- The Instrument of Incorporation of the ICAV, which is available for inspection at the registered office of the ICAV.

- The Central Bank UCITS Regulations. From 1 March 2016 the Directors have adopted the voluntary Irish Funds ("IF") Corporate Governance Code for Irish domiciled Collective Investment Schemes and Management Companies (the "Code"). The Directors have reviewed and assessed the measures included in the Code and consider its corporate governance practices and procedures since the adopted of the Code as consistent therewith.

DIRECTORS' REPORT (continued)
For the year ended 31 December 2018

Independent auditors

The auditors, Ernst & Young, were appointed during the year in accordance with Section 125(2) of the ICAV Act 2015 and have expressed their willingness to continue in office in accordance with the ICAV Act 2015.

Statement of Directors' Responsibilities in respect of the Financial Statements

The Directors are responsible for preparing a Directors' Report and financial statements that comply with the requirements of the ICAV Act 2015.

Irish law requires the Directors to prepare a Directors' Report and financial statements for each financial year, which give a true and fair view of the state of affairs of the ICAV and of the profit or loss of the ICAV for that financial year.

In preparing those financial statements, the Directors are required to:

- select suitable accounting policies and then apply them consistently;
- make judgements and estimates that are reasonable and prudent;
- prepare the financial statements in accordance with International Financial Reporting Standards ("IFRS") as adopted by the European Union; and
- prepare the financial statements on the going concern basis unless it is inappropriate to presume that the ICAV will continue in business;

The Directors are responsible for keeping adequate accounting records which disclose with reasonable accuracy at any time the financial position of the ICAV and which enable them to ensure that the financial statements are prepared in accordance with IFRS and comply with Irish Statute comprising the ICAV Act 2015 and the European Communities (Undertaking for Collective Investment in Transferable Securities) Regulations 2011. They are also responsible for safeguarding the assets of the ICAV and hence for taking reasonable steps for the prevention and detection of fraud and other irregularities.

On behalf of the Board

Director:
Date: 16 April 2019

Director:
Date: 16 April 2019

1 North Wall Quay,
Dublin 1,
Ireland

T +353 1 637 6300
F +353 1 637 6400

Northill Global Funds ICAV

Report of the Depositary to the Shareholders

We have enquired into the conduct of Northill Global Funds ICAV ('the ICAV') for the year ended 31 December 2018, in our capacity as Depositary to the ICAV.

This report including the opinion has been prepared for and solely for the shareholders of the ICAV as a body, in accordance with the UCITS Regulations, as amended, 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 Depositary

Our duties and responsibilities are outlined in the UCITS Regulations, as amended. One of those duties is to enquire into the conduct of the ICAV in each annual accounting period and report thereon to the shareholders.

Our report shall state whether, in our opinion, the Company has been managed in that period in accordance with the provisions of the ICAV's Instruments of Incorporation and the UCITS Regulations, as amended. It is the overall responsibility of the ICAV to comply with these provisions. If the ICAV has not so complied, we as Depositary must state why this is the case and outline the steps which we have taken to rectify the situation.

Basis of Depositary Opinion

The Depositary conducts such reviews as it, in its reasonable opinion, considers necessary in order to comply with its duties as outlined in the UCITS Regulations, as amended, and to ensure that, in all material respects, the ICAV 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 ICAV's constitutional documentation and the appropriate regulations.

Opinion

In our opinion, the ICAV 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 ICAV by the Instruments of Incorporation and by the UCITS Regulations, as amended, and

(ii) otherwise in accordance with the provisions of the Instruments of Incorporation and the UCITS Regulations, as amended.

Citi Depositary Services Ireland Designated Activity Company
1 North Wall Quay
Dublin

Date: 29th April 2019

INVESTMENT MANAGER'S REPORT (UNAUDITED)
For the year ended 31 December 2018

We are pleased to present the Investment Manager's report for the Securis Catastrophe Bond Fund (the "Fund") for the year ending 31 December 2018 (the "Reporting Period"). The Investment Manager is responsible for sourcing and analysing potential investment opportunities and for determining the amount of Fund assets to allocate to each investment.

The objective of the Fund is to achieve positive returns from a portfolio of investments, primarily in catastrophe bonds ("Cat Bonds"). Cat Bonds are a type of insurance-linked security sponsored by an insurance or reinsurance company or other insurance risk aggregator and issued by special purpose vehicles and purchased by capital market investors, such as the Fund. During the Reporting Period the fund was invested in Cat Bonds only.

Over the Reporting Period the Fund generated a cumulative return, net of fees and expenses in the Class B USD Shares of 2.90%. This performance is short of the Fund's annual return objective range of 4.0% - 5.0% net of fees, however, we are satisfied with the performance in the context of the succession of natural catastrophe events which occurred during the year.

Fund Performance Review
The Fund commenced operations in March 2016. The Fund entered 2018 holding an established, broad and diversified portfolio. Subscriptions in the first half of the year drove an almost doubling of NAV. Funds were deployed into purchases in both the primary and secondary markets, at all times maintaining the Fund's typical balanced distribution of assets. Performance over the first three quarters of the year was in excess of expectations, helped by price recoveries in January on securities marked down in relation to 2017 natural catastrophe events. However, the aggregated effect of a succession of US and Japan natural catastrophe events between September and November, combined with widespread price falls in the last two months of the year, led to negative performance in the last quarter, dragging return for the year below target.

US natural catastrophe events included two US land-falling hurricanes, Florence and Michael, unprecedented wildfires in California in November, as well as an above average severe convective storm season earlier in the year. While SCBF was not noticeably impacted by any of these events in isolation, it experienced mark-downs to a few positions exposed to losses from an aggregation of events. However, the main contributor to negative performance was the across the board falls in pricing driven by a wave of selling in the market prior to year end. Over this period SCBF was not a selling Fund and has expectations that much of the price mark-downs will subsequently be recovered.

In the circumstances, the Managers are pleased that the Fund has generated an overall positive return for the year and that it has outperformed most (if not all) other cat bond funds, as well as the market indices, over this time. The Managers believe this is a reflection of careful portfolio selection. In this regard, the Fund has continued to be selective in its approach and participates in less than half of the universe of outstanding non-life catastrophe bonds. The Fund is not intended to be a beta play. As such it does not seek to track a benchmark. Instead we seek to achieve an appropriate balance of risk to potential return. We believe that 2017's and 2018's natural catastrophe events have presented a thorough test of the Fund's strategy.

During the year the NAV of the Fund has grown from approximately $64 million to $106 million. Capital has been deployed mostly in the primary market, along with some secondary market purchases. Portfolio balance has remained much in line with the preceding year, consisting of 72 investments of average size USD 1,360,000 as at 31 December 2018).

INVESTMENT MANAGER'S REPORT (UNAUDITED) (continued)
For the year ended 31 December 2018

Market Commentary
The two main features to the Catastrophe Bond market in 2018 were, for the second year in succession, near record levels of primary issuance, and the impact of natural catastrophe events.

At just over $9.3 billion of face value brought to market, new issuance levels surpassed all but 2017. The overall size of the market at close to $28.7bn, reached an all-time record. Execution efficiency and speed has continued to improve, demand has held up, encouraging new, renewing and returning sponsors to the market and encouraging increased transaction sizes.

The last three months of 2018 were testing for the market. Insurance industry losses for the year are estimated at $80bn, a little above the ten year average. To some extent the impact on the Cat Bond market, and hence SCBF, has been somewhat external: the effect of continued 2017 loss deterioration and 2018 events resulted in many multi-strat ILS Funds selling Cat Bond positions to raise cash to deploy in their other activities, thus driving down prices. Despite this, our prognosis for the market as a whole is positive: sponsor demand remains good and there is an expectation of improved risk adjusted returns in the primary market.

Ernst & Young
Chartered Accountants
Harcourt Centre
Harcourt Street
Dublin 2
D02 YA40
Ireland

Tel: + 353 1 475 0555
Fax: + 353 1 475 0599
ey.com

INDEPENDENT AUDITOR'S REPORT TO THE MEMBERS OF SECURIS CATASTROPHE BOND FUND

Opinion

We have audited the financial statements of Securis Catastrophe Bond Fund ('the Sub Fund'), a sub fund of Northill Global Funds ICAV ('the ICAV') for the year ended 31 December 2018.

The financial statements of the Sub-Fund comprise of Statement of Financial Position, Statement of Comprehensive Income, Statement of Changes in Net Assets attributable to holders of redeemable participating shares, Statement of Cash Flows, Schedule of investments and notes to the financial statements, including the summary of significant accounting policies set out in note 2. The financial reporting framework that has been applied in their preparation is Irish Law and International Financial Reporting Standards ('IFRS') as adopted by the European Union.

In our opinion the financial statements:

- give a true and fair view of the assets, liabilities and financial position of the Sub Fund as at 31 December 2018 and of its loss for the year then ended;
- have been properly prepared in accordance with IFRS as adopted by the European Union; and
- have been properly prepared in accordance with the requirements of the Irish Collective Asset-management Vehicles Act 2015, the European Communities (Undertakings for Collective Investment in Transferable Securities) Regulations, 2011, and the Central Bank (Supervision and Enforcement) Act 2013 (Section 48(1)) (Undertakings for Collective Investment in Transferable Securities) Regulations 2015.

Basis for opinion

We conducted our audit in accordance with International Standards on Auditing (Ireland) (ISAs (Ireland)) and applicable law. Our responsibilities under those standards are further described in the Auditor's Responsibilities for the Audit of the Financial Statements section of our report. We are independent of the Sub Fund in accordance with ethical requirements that are relevant to our audit of financial statements in Ireland, including the Ethical Standard issued by the Irish Auditing and Accounting Supervisory Authority (IAASA), and we have fulfilled our other ethical responsibilities in accordance with these requirements.
We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion.

Conclusions relating to going concern

We have nothing to report in respect of the following matters, in relation to which ISAs (Ireland) require us to report to you where:

- the directors' use of the going concern basis of accounting in the preparation of the financial statements is not appropriate: or

Building a better working world

INDEPENDENT AUDITOR'S REPORT TO THE MEMBERS OF SECURIS CATASTROPHE BOND FUND (Continued)

- the directors have not disclosed in the financial statements any identified material uncertainties that may cast significant doubt about the Sub Fund's ability to continue to adopt the going concern basis of accounting for a period of at least twelve months from the date when the financial statements are authorised for issue.

Other information

The directors are responsible for the other information. The other information comprises the information included in the annual report other than the financial statements and our auditor's report thereon. Our opinion on the financial statements does not cover the other information and, except to the extent otherwise explicitly stated in our report, 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 we identify such material inconsistencies or apparent material misstatements, we are required to determine whether there is a material misstatement in the financial statements or a material misstatement of the other information. 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 that fact.

We have nothing to report in this regard.

Opinions on other matters prescribed by the Irish Collective Asset-management Vehicles Act 2015

In our opinion the information given in the directors' report is consistent with the financial statements.

Respective responsibilities

Responsibilities of directors for the financial statements

As explained more fully in the Statement of Directors' Responsibilities in respect of the Financial Statements set out on page 7, the directors are responsible for the preparation of the financial statements and for being satisfied that they give a true and fair view, and for such internal control as they determine is necessary to enable the preparation of financial statements that are free from material misstatement, whether due to fraud or error.

Building a better working world

INDEPENDENT AUDITOR'S REPORT TO THE MEMBERS OF SECURIS CATASTROPHE BOND FUND (Continued)

In preparing the financial statements, the directors are responsible for assessing the Sub 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 management either intends to liquidate the Sub Fund or to cease operations, or has no realistic alternative but to do so.

Auditor's responsibilities for the audit of the financial statements

Our objectives 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 an auditor's report that includes our opinion. Reasonable assurance is a high level of assurance, but is not a guarantee that an audit conducted in accordance with ISAs (Ireland) 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.

A further description of our responsibilities for the audit of the financial statements is located on the IAASA's website at: http://www.iaasa.ie/getmedia/b2389013-1cf6-458b-9b8f-a98202dc9c3a/Description_of_auditors_responsiblities_for_audit.pdf.

This description forms part of our auditor's report.

The purpose of our audit work and to whom we owe our responsibilities

Our report is made solely to the Sub Fund's members, as a body, in accordance with section 120 of the Irish Collective Asset management Vehicles Act 2015. Our audit work has been undertaken so that we might state to the Sub Fund's members those matters we are required to state to them in an auditor's report and for no other purpose. To the fullest extent permitted by law, we do not accept or assume responsibility to anyone other than the Sub Fund and the Sub Fund's members, as a body, for our audit work, for this report, or for the opinions we have formed.

Lisa Kealy
Lisa Kealy
For and on behalf of Ernst & Young
Chartered Accountants and Statutory Audit Firm

Dublin

Date: 30th April 2019

STATEMENT OF FINANCIAL POSITION
As at 31 December 2018

	Note	2018 USD	2017 USD
Assets			
Cash and cash equivalents		2,863,382	3,165,917
Amounts due from broker	3	3,040,102	750,000
Financial assets at fair value through profit or loss	4,5	99,904,357	60,497,586
Interest receivable		896,180	532,963
Other receivables		49,622	62,752
Operating expense rebate receivable	7	819,875	742,284
Total assets		**107,573,518**	**65,751,502**
Liabilities			
Financial liabilities at fair value through profit or loss	4,5	791,132	28,192
Management Fees payable	7	130,945	38,143
Professional fees payable		106,652	126,467
Directors' fees and expenses payable	9	212	63,053
Audit and tax advisory fees payable		19,150	27,438
Other payables and accrued expenses		15,105	71,150
Depositary fees payable	7	10,054	15,000
Administration fees payable	7	4,227	2,535
Redemptions payable		–	1,500,000
Total liabilities (excluding net assets attributable to holders of redeemable participating shares)		**1,077,477**	**1,871,978**
Net assets attributable to holders of redeemable participating shares		**106,496,041**	**63,879,524**

The accompanying notes on pages 23 to 48 form an integral part of these financial statements

STATEMENT OF FINANCIAL POSITION (continued)
As at 31 December 2018

	2018	**2017**
Net Asset Value per share		
Class A USD Shares		
(based on 130,452.52 (2017: Nil) shares outstanding)	USD101.3603	USD–
Class A CHF Hedged Shares		
(based on 12,203.08 (2017: Nil) shares outstanding)	CHF98.2723	CHF–
Class A EUR Hedged Shares		
(based on 2,519.03 (2017: Nil) shares outstanding)	EUR98.5412	EUR–
Class A JPY Hedged Shares		
(based on 519,778.03 (2017: Nil) shares outstanding)	JPY9,885.2244	JPY–
Class B USD Shares		
(based on 184,039.72 (2017: 350,413.20) shares outstanding)	USD109.3973	USD106.3104
Class B AUD Hedged Shares		
(based on 199,077.83 (2017: 199,077.83) shares outstanding)	AUD105.5883	AUD103.0469
Class B EUR Hedged Shares		
(based on 2,500.26 (2017: 4,998.63) shares outstanding)	EUR99.2283	EUR99.2991
Class B NOK Hedged Shares		
(based on 553,115.47 (2017: 553,115.47) shares outstanding)	NOK103.3753	NOK102.1158
Class B EUR Unhedged Shares		
(based on 22,000.00 (2017: 22,000.00) shares outstanding)	EUR104.7822	EUR96.9413
Management USD Shares		
(based on 2,500.00 (2017: 2,500.00) shares outstanding)	USD110.1620	USD106.7862
Management GBP Hedged Shares		
(based on 1,750.00 (2017: 1,750.00) shares outstanding)	GBP106.4804	GBP105.1149

STATEMENT OF COMPREHENSIVE INCOME
For the year ended 31 December 2018

	Note	2018 USD	2017 USD
Investment income/(loss)			
Interest income		5,572,427	2,634,907
Operating expense rebate	7	77,591	457,745
Other income		3,294	18,929
Net realised and change in unrealised (loss)/gain on financial assets and financial liabilities at fair value through profit or loss and foreign exchange	4	(6,403,747)	130,265
Total investment (loss)/income		**(750,435)**	**3,241,846**
Expenses			
Management Fees	7	455,824	134,882
Professional fees		98,407	281,682
Other expenses		92,470	72,505
Depositary fees	7	60,000	60,000
Administration fees	7	50,935	29,634
Audit and tax advisory fees		37,780	39,285
Custody fees		19,999	20,000
Bank and broker expenses		9,528	10,090
Interest expense		2,216	713
Directors' fees and expenses	9	(16,088)	90,742
Total expenses		**811,071**	**739,533**
Net (decrease)/increase in net assets attributable to holders of redeemable participating shares		**(1,561,506)**	**2,502,313**

The accompanying notes on pages 23 to 48 form an integral part of these financial statements

STATEMENT OF CHANGES IN NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE PARTICIPATING SHARES
For the year ended 31 December 2018

	2018 USD	2017 USD
Net assets attributable to holders of redeemable participating shares at beginning of year	63,879,524	49,784,600
Net (decrease)/increase in net assets attributable to holders of redeemable participating shares	(1,561,506)	2,502,313
Issue of redeemable participating shares	63,303,774	22,951,688
Redemption of redeemable participating shares	(19,125,751)	(11,359,077)
Net assets attributable to holders of redeemable participating shares at end of year	**106,496,041**	**63,879,524**

The accompanying notes on pages 23 to 48 form an integral part of these financial statements

STATEMENT OF CASH FLOWS
For the year ended 31 December 2018

	2018 USD	2017 USD
Cash flows from operating activities		
Net (decrease)/increase in net assets attributable to holders of redeemable participating shares	(1,561,506)	2,502,313
Adjustments to reconcile net (decrease)/increase in net assets attributable to holders of redeemable participating shares to net cash used in operating activities		
Amounts due from broker	(2,290,102)	150,000
Financial assets at fair value through profit or loss	(39,406,771)	(13,159,646)
Interest receivable	(363,217)	(198,066)
Other receivables	13,130	43,327
Operating expense rebate receivable	(77,591)	(457,745)
Amounts due to broker	–	(3,000,000)
Financial liabilities at fair value through profit or loss	762,940	(274,548)
Management Fees payable	92,802	(37,856)
Professional fees payable	(19,815)	56,453
Audit and tax advisory fees payable	(8,288)	4,738
Other payables and accrued expenses	(56,045)	47,150
Depositary fees payable	(4,946)	(10,000)
Administration fee payable	1,692	603
Directors’ fees and expenses payable	(62,841)	34,968
Net cash used in operating activities	**(42,980,558)**	**(14,298,309)**
Cash flows from financing activities		
Proceeds from issue of shares	63,303,774	22,951,688
Payments for redemptions of shares	(20,625,751)	(11,359,077)
Redemptions payable	–	1,500,000
Net cash provided by financing activities	**42,678,023**	**13,092,611**
Net decrease in cash and cash equivalents	(302,535)	(1,205,698)
Cash and cash equivalents at beginning of year	3,165,917	4,371,615
Cash and cash equivalents at end of year	**2,863,382**	**3,165,917**
Supplementary cash flow information		
Interest received	5,585,557	2,436,841
Interest paid	2,216	713

The accompanying notes on pages 23 to 48 form an integral part of these financial statements

SCHEDULE OF INVESTMENTS
As at 31 December 2018

	Fair Value USD	% of Net Assets
Financial Assets at Fair Value Through Profit or Loss		
Transferable Securities Dealt on a Regulated Market		
Non-Life Public		
Bermuda		
Acorn Re Ltd 2018 - 1A MMY + 275 10/11/2021	740,100	0.69 %
Akibare 2016-1A LIB + 250 07/04/2020	493,400	0.46 %
Akibare 2018-1A MMY + 190 07/04/2022	2,447,500	2.30 %
Akibare 2018-1B MMY + 190 07/04/2022	3,904,400	3.66 %
Alamo Re 2015-1B MMY + 460 07/06/2019	752,100	0.71 %
Alamo Re 2017-1A MMY + 375 08/06/2020	1,245,250	1.17 %
Alamo Re 2018 1-A MMY + 3.25% 06/07/2021	1,977,800	1.86 %
Aozora Re 2016-1 MMY + 220 07/04/2020	1,986,200	1.87 %
Aozora Re 2017-1A MMY + 200 07/04/2021	2,224,800	2.09 %
Bonanza Re Ltd 2016-1A MMY + 375 31/12/2019	1,468,950	1.38 %
Bonanza Re Ltd 2016-1B MMY + 500 31/12/2019	488,800	0.46 %
Bowline Re 2018 1- A MMY + 4.5% 05/23/2022	485,500	0.46 %
Buffalo 2017-1A MMY + 325 07/04/2020	499,600	0.47 %
Citrus Re Ltd 2016-1 D-50 MMY + 750 25/02/2019	460,604	0.43 %
Citrus Re Ltd 2017-1 CL A MMY + 600 18/03/2020	103,560	0.10 %
Cranberry 2017-1 MMY + 200 13/7/2020	987,300	0.93 %
Everglades Re II 2017 MMY + 500 08/05/2020	1,489,650	1.40 %
Everglades Re II 2018 MMY + 4.75% 04/05/2021	492,900	0.46 %
First coast Re Ltd 2016-1 T BILL + 400 07/06/2019	1,754,025	1.65 %
Floodsmart Re Ltd 2018 - 1a MMY + 1125 06/08/2021	495,600	0.47 %
Galilei Re 2016-1 C MMF + 625 08/01/2020	247,775	0.23 %
Galilei Re 2016-1 D M MMF mf + 525 08/01/2020	743,775	0.70 %
Galilei Re 2016-1 E MM MMF f + 450 08/01/2020	1,996,200	1.87 %
Galileo Re 2016-1 C MM MMF f + 700 08/01/2019	750,225	0.70 %
Integrity Ltd 2018-1A MMY + 375 10/06/2022	734,625	0.69 %
Kendall 2018-1A MMY + 525 06/05/2021	986,000	0.93 %
Kilimanjaro II Re 2017-1C MMY + 600 20/04/2021	1,789,746	1.68 %
Kilimanjaro II Re 2017-2C MMY + 600 21/04/2022	492,200	0.46 %
Kilimanjaro Re 2014-2 class C MMY + 375 25/11/2019	491,800	0.46 %
Kilimanjaro Re 2015-1 class D MMY + 9.25% 06/12/2019	1,741,775	1.64 %
Kilimanjaro Re 2018-1B MMY + 465 06/05/2022	968,000	0.91 %
Kilimanjaro Re 2018-2B MMY + 465 05/05/2023	964,200	0.91 %
Manatee Ltd 2018-1A MMY + 425 07/06/2021	1,973,400	1.85 %
Merna 2016-1 MMY + 225 08/04/2019	999,700	0.94 %
Merna 2017-1 MMY + 200 08/04/2020	498,300	0.47 %
Merna 2018-1A MMY + 200 08/04/2021	2,980,950	2.80 %
Nakama Re Ltd 2014-2 C11 MMY + 212.5 16/01/2019	499,750	0.47 %
Nakama Re Ltd 2016-1 C1 MMY + 220 13/10/2021	491,850	0.46 %

SCHEDULE OF INVESTMENTS (continued)
As at 31 December 2018

	Fair Value USD	% of Net Assets
Financial Assets at Fair Value Through Profit or Loss (continued)		
Transferable Securities Dealt on a Regulated Market (continued)		
Non-Life Public (continued)		
Bermuda (continued)		
Nakama Re Ltd 2018-1 C1 MMY + 200 13/04/2023	4,430,250	4.15 %
Nakama Re Ltd 2018-1 C2 MMY + 300 13/04/2023	1,472,250	1.38 %
Northshore Re II 2017-1A MMY + 725 06/07/2020	2,245,725	2.11 %
Panthera Re 2018-1	2,028,600	1.90 %
Pelican IV Re 2017-1A MMY + 225 05/05/2020	246,875	0.23 %
Pelican IV Re 2018-1A MMY + 225 07/05/2021	1,234,000	1.16 %
Sanders Re 2014-1 D MMY + 390 28/05/2019	1,001,200	0.94 %
Sanders Re 2017-1 MMY +300 06/12/2021	986,100	0.93 %
Sanders Re 2018-1 MMY +550 07/04/2022	4,927,000	4.62 %
Tailwind Re Ltd 2017-1A MMY + 725 08/01/2022	996,500	0.94 %
Tramline Re II 2014-1A MMY T-Bill + 975 04/01/2019	1,749,650	1.64 %
Ursa Re Ltd 2016-1A MMF + 400 12/10/2019	1,959,000	1.84 %
Ursa Re Ltd 2017-1B MMF + 350 27/05/2020	493,850	0.46 %
Ursa Re Ltd 2017-2C MMF + 400 10/12/2020	983,700	0.92 %
Ursa Re Ltd 2017-2D MMF + 525 10/12/2020	741,150	0.70 %
Total Bermuda (2017: USD40,345,360)	**69,344,160**	**65.11 %**
Cayman Islands		
Caelus Re IV Ltd MMY + 550 06/03/2020	2,925,000	2.75 %
Caelus Re V 2017-1A MMY + 325 05/06/2020	1,087,625	1.02 %
Caelus Re V 2017-1B MMY + 450 05/06/2020	331,875	0.30 %
Caelus Re V 2018-1A MMY + 350 07/06/2021	945,000	0.89 %
Caelus Re V 2018-1B MMY + 450 07/06/2021	1,870,000	1.76 %
East Lane Re VI 2015-IA MMY + 375 13/03/2020	749,175	0.70 %
Longpoint Re III 2018-1 A MMY + 275 01/06/2022	2,983,800	2.80 %
Residential Re 2015-2 Cl 3 MMY + 725 06/12/2019	1,480,050	1.39 %
Residential Re 2016-11 MMY + 475 06/06/2020	1,140,600	1.07 %
Residential Re 2016-13 MMY + 325 06/06/2020	988,300	0.93 %
Residential Re 2016-2 3 MMY + 525 06/12/2020	581,040	0.55 %
Residential Re 2016-2 4 MMY + 350 06/12/2020	996,800	0.94 %
Residential Re 2017-13 MMY + 300 - 06/06/2021	489,900	0.46 %
Residential Re 2018-13 MMY +325 Resid 06/06/2022	2,928,300	2.75 %
Total Cayman Islands (2017: USD13,040,390)	**19,497,465**	**18.31 %**

SCHEDULE OF INVESTMENTS (continued)
As at 31 December 2018

	Fair Value USD	% of Net Assets
Financial Assets at Fair Value Through Profit or Loss (continued)		
Transferable Securities Dealt on a Regulated Market (continued)		
Non-Life Public (continued)		
Ireland		
Atlas IX Capital 2016-1A MMY + 750 08/01/2020	1,967,000	1.85 %
Azzurro Re I Ltd MMY + 215 16/01/2019	571,929	0.54 %
Lion II Re Euribor +300 07/15/2021	1,139,055	1.07 %
Queen Street XII MMY Us6m + 525 08/04/2020	1,492,500	1.40 %
Total Ireland (2017: USD5,533,465)	**5,170,484**	**4.86 %**
United Kingdom		
Atlas Capital UK 2018-1 MMF + 600 07/06/2022	997,700	0.94 %
Total United Kingdom (2017: USDNil)	**997,700**	**0.94 %**
United States		
IBRD Car 116-Chile Libor 3M + 250 15/02/2021	1,244,875	1.16 %
IBRD Car 117-Colombia Libor 3M + 300 15/02/2021	992,200	0.93 %
IBRD Car 118a-Mexico Libor 3M + 250 14/02/2020	745,125	0.70 %
IBRD Car 120-Peru Libor 3M + 600 15/02/2021	496,850	0.47 %
Total United States (2017: USD1,001,300)	**3,479,050**	**3.26 %**
Total Non-Life Public	**98,488,859**	**92.48 %**
Total Transferable Securities Dealt on a Regulated Market	**98,488,859**	**92.48 %**

SCHEDULE OF INVESTMENTS (continued)
As at 31 December 2018

		Fair Value USD	% of Net Assets
Financial Assets at Fair Value Through Profit or Loss (continued)			
Forward Currency Contracts			
	Counterparty		
CHF-USD	Citibank N.A.	10,813	0.01 %
EUR-USD	Citibank N.A.	1,983	0.00 %
JPY-USD	Citibank N.A.	1,402,702	1.32 %
Total Forward Currency Contracts		**1,415,498**	**1.33 %**
Total Financial Assets at Fair Value Through Profit or Loss		**99,904,357**	**93.81 %**
Financial Liabilities at Fair Value Through Profit or Loss			
Forward Currency Contracts			
	Counterparty		
AUD-USD	Citibank N.A.	(680,768)	(0.63) %
EUR-USD	Citibank N.A.	(5,425)	(0.01) %
GBP-USD	Citibank N.A.	(705)	0.00 %
NOK-USD	Citibank N.A.	(104,234)	(0.10) %
Total Forward Currency Contracts		**(791,132)**	**(0.74) %**
Total Financial Liabilities at Fair Value Through Profit or Loss		**(791,132)**	**(0.74) %**

Analysis of Total Gross Assets	Fair Value USD	% of Total Assets
Transferable securities dealt on a regulated market	98,488,859	91.55 %
Forward Currency Contracts	1,415,498	1.32 %
Other assets	7,669,161	7.13 %
Total assets	**107,573,518**	**100.00 %**

NOTES TO THE FINANCIAL STATEMENTS
For the year ended 31 December 2018

1. GENERAL INFORMATION

Northill Global Funds ICAV (the "ICAV") is an open-ended umbrella Irish collective asset-management vehicle with variable capital and segregated liability between sub-funds formed in Ireland on 22 October 2015 under the Irish Collective Asset-management Vehicles Act 2015 and authorised by the Central Bank of Ireland as an Undertaking for Collective Investment in Transferable Securities ("UCITS 2015") pursuant to the European Communities (UCITS) Regulations 2011 ("the Regulations"). Securis Catastrophe Bond Fund (the "Fund") is a sub-fund of the ICAV. The Fund commenced operations on 1 March 2016. The Fund's registration number with the Central Bank is C152111.

The Fund was registered for marketing in Germany on 23 June 2016, in Luxembourg on 23 of August 2016, and in the Netherlands, Norway, and the UK on 25 May 2016. The Fund was registered for distribution in Switzerland, towards qualified investors only, in June 2016.

The ICAV has appointed Northill Global Fund Managers Limited as manager of the ICAV (the "Manager"). The Manager was incorporated on 27 February 2012 as a limited liability company in Ireland under number 510149. The Manager is the primary entity promoting the ICAV. The Manager is authorised as a management company by the Central Bank under the Regulations.

The Manager has appointed Securis Investment Partners LLP (the "Investment Manager") to manage the investment and re-investment of the assets of the Fund. The Investment Manager is registered as investment adviser with the Securities Exchange Commission on 16 November 2012. The Investment Manager is also authorised and regulated by the Financial Conduct Authority.

The investment objective of the Fund is to achieve positive returns from a portfolio of investments, primarily in Non-Life Public bonds, a particular category of debt security. Non-Life Public bonds are a type of Insurance Linked Securities ("ILS") sponsored by an insurance or reinsurance company or other insurance risk aggregator and issued by special purpose vehicles and purchased by capital market investors, such as the Fund. As a result, these catastrophe insurance risks can be transferred from the sponsor to the owner of the security. The general process of issuing such securities is commonly referred to as insurance securitisation.

Driven in particular by regulatory changes, a change in risk tolerance and shareholder focus on return on equity, it is in the view of the Directors that the market for investing in insurance-related risk will continue to grow strongly as insurance carriers seek increasingly to outsource and transfer such risk to the capital markets in order to optimise their own balance sheet structure and returns.

The Non-Life Public bonds in which the Fund may invest will generally be listed on recognised exchanges globally. The Fund may also invest up to 10% of its Net Asset Value ("NAV") in Non-Life Public bonds that are unlisted. The Fund will not be confined to any geographical region when making its investments and may invest up to 30% in emerging markets. There are no credit quality or maturity restrictions with respect to the Non-Life Public bonds in which the Fund may invest, and the Fund may at any one time be substantially invested in Non-Life Public bonds which constitute below investment grade securities. Such Non-Life Public bonds may have fixed, variable or floating rates of interest. Most Non-Life Public bonds in which the Fund invests have a maturity of 1 - 4 years.

NOTES TO THE FINANCIAL STATEMENTS (continued)
For the year ended 31 December 2018

1. GENERAL INFORMATION (continued)

The investment strategy is predominately to own Non-Life Public bonds, diversified by type of risk and by geography, that the Investment Manager believes have reasonably attractive risk return profiles, with reasonable liquidity and diversification benefits. The Investment Manager will seek to analyse the risks involved in each issue, both individually and as part of a portfolio, generally including an analysis of the prospectus published with the issue. The Investment Manager will monitor the secondary market of these issues on an on-going basis and seek to buy and sell these issues actively to take advantage of pricing anomalies that may occur.

2. SIGNIFICANT ACCOUNTING POLICIES

(a) *Basis of preparation*

The financial statements are prepared in accordance with International Financial Reporting Standards ("IFRS") as adopted by the European Union and the Central Bank UCITS Regulations.

The financial statements have been prepared on a historical cost basis, except for financial instruments classified at fair value through profit or loss that have been measured at fair value.

The Directors have made an assessment of the Fund's ability to continue as a going concern and are satisfied that the Fund has the resources to continue in business for the foreseeable future. Furthermore, the Directors are not aware of any material uncertainties that may cast significant doubt upon the Fund's ability to continue as a going concern. Therefore, the financial statements are prepared on the going concern basis.

(b) *Use of estimates and judgements*

The preparation of financial statements in conformity with IFRS requires the use of accounting estimates and assumptions that affect the reported amounts of assets, liabilities, income and expenses within the year. It also requires management to exercise its judgement in the process of applying the Fund's accounting policies. Estimates are continually evaluated and based on historical experience and other factors, including expectations of future events that are believed to be reasonable under the circumstances. Actual results may differ from these estimates.

The estimates and underlying assumptions are reviewed on an ongoing basis. Revisions to accounting estimates are recognised in the period in which the estimate is revised if the revision affects only that period, or in the period of the revision and future periods if the revision affects both current and future periods.

Information about the methods and assumptions used in determining fair value is provided in Note 4 and information about the loss allowance is provided in Note 2(c) and Note 6.

NOTES TO THE FINANCIAL STATEMENTS (continued)
For the year ended 31 December 2018

2. SIGNIFICANT ACCOUNTING POLICIES (continued)

(c) Financial assets and financial liabilities

(i) Classification

The Fund classifies its financial assets and financial liabilities into the categories below in accordance with IFRS 9 *Financial Instruments*.

Financial assets at fair value through profit or loss

The Fund classifies its investments based on both the Fund's business model for managing those financial assets and the contractual cash flow characteristics of the financial assets. The portfolio of financial assets is managed and performance is evaluated on a fair value basis. The Fund is primarily focused on fair value information and uses that information to assess the assets' performance and to make decisions. The Fund has not taken the option to irrevocably designate any equity securities as fair value through other comprehensive income. The collection of contractual cash flows is only incidental to achieving the Fund's business model's objective. Consequently, all investments are measured at fair value through profit or loss.

Financial liabilities at fair value through profit or loss

The Fund may make short sales in which a borrowed security is sold in anticipation of a decline in the market value of that security, or it may use short sales for various arbitrage transactions. Short sales are held for trading and are consequently classified as financial liabilities at fair value through profit or loss. Derivative contracts that have a negative fair value are presented as financial liabilities at fair value through profit or loss.

As such, the Fund classifies all of its investment portfolio as financial assets or liabilities as fair value through profit or loss.

(ii) Recognition

All regular way purchases and sales of financial instruments are recognised on the trade date, which is the date that the Fund commits to purchase or sell an asset. Regular way purchases or sales are purchases or sales of financial instruments that require delivery of assets within the year generally established by regulation or convention in the market place.

(iii) Initial measurement

Financial assets and financial liabilities at fair value through profit or loss are measured initially at fair value, with transaction costs recognised in the Statement of Comprehensive Income for the year in which they have been incurred.

(iv) Subsequent measurement

After initial measurement, the Fund measures its financial assets and financial liabilities at fair value through profit or loss at fair value. 'Fair value' is the price that would be received to sell an asset or paid to transfer a liability in an orderly transaction between market participants at the measurement date in the principal market or, in its absence, the most advantageous market to which the Fund has access at that date. The fair value of a liability reflects its non-performance risk. When available, the Fund measures the fair value of an instrument using the quoted price in an active market for that instrument. A market is regarded as 'active' if transactions for the asset or liability take place with sufficient frequency and volume to provide pricing information on an ongoing basis. The Fund measures instruments quoted in an active market at last traded price.

NOTES TO THE FINANCIAL STATEMENTS (continued)
For the year ended 31 December 2018

2. SIGNIFICANT ACCOUNTING POLICIES (continued)

(c) Financial assets and financial liabilities (continued)

(iv) Subsequent measurement (continued)
If there is no quoted price in an active market, then the Fund uses valuation techniques that maximise the use of relevant observable inputs and minimise the use of unobservable inputs. The chosen valuation technique incorporates all of the factors that market participants would take into account in pricing a transaction. Unlisted securities or listed securities not regularly traded, or in respect of which no prices as described above are available, will be valued using information provided by brokers. Derivatives are recognised at fair value at the date on which the derivative is entered into and are subsequently re-measured at their fair value on an ongoing basis. Fair values are obtained from quoted prices in active markets, including recent market transactions. All derivatives are carried as assets when fair value is positive and as liabilities when fair value is negative. The best evidence of fair value of a derivative at initial recognition is the transaction price (i.e. the fair value of the consideration given or received).

The Fund recognises transfers between levels of the fair value hierarchy at the end of the reporting period during which the change has occurred.

Subsequent changes in the fair value of financial assets and financial liabilities at fair value through profit or loss are recognised in the Statement of Comprehensive Income, within net realised and change in unrealised gain/(loss) from financial assets and financial liabilities at fair value through profit or loss. Interests earned or paid on these instruments are recorded separately in interest income or expense in the Statement of Comprehensive Income.

(v) Derecognition
The Fund derecognises a financial asset when the contractual rights to receive the cash flows from the financial asset expire or it transfers substantially all of the risks and rewards of ownership of the financial asset and does not retain control of the financial asset and qualifies for derecognition in accordance with IFRS 9.

The Fund derecognises a financial liability when the contractual obligation specified is discharged, cancelled or expires.

(vi) Offsetting financial assets and financial liabilities
Financial assets and financial liabilities are offset and the net amount reported in the Statement of Financial Position 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. Income and expenses are presented on a net basis for gains and losses from financial assets and financial liabilities at fair value through profit or loss, and foreign exchange gains and losses. Refer to Note 5 for further details on the offsetting of financial assets and financial liabilities applicable to the Fund.

(d) Insurance linked securities
The Fund invests in a number of insurance linked securities, namely Non-Life Public bonds. The value of these securities may be particularly sensitive to event-driven changes and prevailing interest rates. The value of these securities may also fluctuate in response to the market's perception of the creditworthiness of the issuers. See Note 4 fair value measurement for details on how the fair value of these securities held at year end are valued. Credit risk and quality of the investments are disclosed in Note 6.

NOTES TO THE FINANCIAL STATEMENTS (continued)
For the year ended 31 December 2018

2. SIGNIFICANT ACCOUNTING POLICIES (continued)

(e) *Cash and cash equivalents*

Cash and cash equivalents consist of cash at bank. Cash equivalents are short-term, highly liquid investments of original materiality of less than 3 months and which are readily convertible to known amounts of cash and subject to an insignificant risk of changes in value. As at 31 December 2018, cash is held with Blackrock, Citibank N.A. (the "Sub-custodian") and Citco Bank Nederland N.V. (the "Payment Bank").

(f) *Foreign currency translation*

(i) *Functional and presentation currency*

The Fund has adopted the United States Dollars ("USD") as its functional and presentation currency in which is the currency of the primary economic environment in which it operates.

The following exchange rates as at 31 December 2018 and 31 December 2017, have been used to translate assets and liabilities into the functional currency of the Fund:

Currency	**2018 Rate**	**2017 Rate**
AUD	1.4205	1.2784
CHF	0.9853	0.9744
EUR	0.8746	0.8326
GBP	0.7851	0.7390
JPY	109.7750	112.6350
NOK	8.6601	8.1784

(ii) *Transactions and balances*

Transactions in foreign currencies are translated into USD at the exchange rate prevailing on the date of the transactions. Monetary assets and liabilities denominated in foreign currencies at the reporting date are translated into USD at the exchange rate prevailing at the Statement of Financial Position date. Non-monetary assets and liabilities denominated in foreign currencies that are measured at fair value are translated into USD at the exchange rate prevailing at the date of which the fair value was determined.

Foreign currency differences arising on translation and those arising on financial assets and financial liabilities at fair value through profit or loss are recognised in the Statement of Comprehensive Income as a component of net realised and unrealised gain/(loss) from financial assets and financial liabilities at fair value through profit or loss and foreign exchange.

(g) *Interest income and expense*

Interest income and expense from Non-Life Public bonds and forward currency contracts, including interest income from cash and cash equivalents, are recognised in the Statement of Comprehensive Income within interest income and interest expense respectively.

Interest income and expense are recognised on an accruals basis.

(h) *Expenses*

All expenses, including Management Fees, are recognised in the Statement of Comprehensive Income on an accruals basis. Expenses arising on the disposal of investments are deducted from the disposal proceeds.

NOTES TO THE FINANCIAL STATEMENTS (continued)
For the year ended 31 December 2018

2. SIGNIFICANT ACCOUNTING POLICIES (continued)

(i) Net gain or loss on financial assets and financial liabilities at fair value through profit or loss

Net gain or loss on financial assets and liabilities at fair value through profit or loss includes all realised and unrealised fair value changes but excludes interest income and expense. Unrealised gains and losses comprise changes in the fair value of financial assets and liabilities for the year. Realised gains and losses on disposals of financial instruments are calculated using the first-in, first-out (“FIFO”) method.

(j) Taxation

The Fund intends generally to conduct its affairs such that its profits will be subject to taxes only in Ireland. Under current Irish law and practice, the Fund qualifies as an investment undertaking as defined in Section 739B of the Taxes Consolidated Act 1997. On that basis, Irish tax is not chargeable to the Fund on its income or capital gains. However, some dividend and interest income received by the Fund may be subject to withholding tax imposed in certain countries of origin. Income that is subject to such tax is recognised gross of the taxes and the corresponding withholding tax will be recognised as withholding tax expense in the Statement of Comprehensive Income. During the year ended 31 December 2018, the Fund did not incur any withholding taxes.

(k) Redeemable participating shares

Redeemable participating shares are redeemable at the shareholder’s option and are classified as financial liabilities. The participating shares can be put back to the Fund on any dealing day for cash equal to a proportionate share of the Fund’s NAV.

The liabilities arising from the redeemable shares are carried at the redemption amount being the NAV calculated in accordance with IFRS. Accordingly, all classes of redeemable shares are financial liability instruments by virtue of not having identical features and are measured at the present value of the redemption amounts.

(l) Standards, interpretations and amendments to published standards effective 1 January 2018

Amendments to IAS 7, *‘Statement of Cash Flows’* became effective for annual periods beginning on or after 1 January 2018. These amendments require an entity to provide disclosures that enable users of financial statements to evaluate changes in liabilities arising from financing activities, including both changes arising from cash flows and non-cash changes. Adoption of these amendments did not have a material impact on the Fund’s financial statements.

(m) New standards, interpretations and amendments effective 1 January 2018

IFRS 9, ‘Financial instruments’ specifies how an entity should classify and measure financial assets and liabilities, including some hybrid contracts. IFRS 9 now divides all financial assets that are under the scope of IAS 39 into two classifications — those measured at amortised cost and those measured at fair value. The adoption of these amendments did not have a significant impact on the Fund’s financial statements. In line with the characteristics of the Fund’s financial instruments as well as its approach to their management, the Fund neither revoked nor made any new designations on the date of initial application. IFRS 9 has not resulted in changes in the carrying amount of the Fund’s financial instruments due to changes in measurement categories. All financial assets that were classified as fair value through profit of loss under IAS 39 are still classified as fair value through profit or loss under IFRS 9. All financial assets that were classified as loans and receivables and measured at amortised cost continue to be.

The classification and measurement requirements of IFRS 9 have been adopted retrospectively as of the date of initial application on 1 January 2018. However, the Fund has chosen to take advantage of the option not to restate comparatives. Therefore, the 2017 figures are presented and measured under IAS 39.

NOTES TO THE FINANCIAL STATEMENTS (continued)
For the year ended 31 December 2018

2. SIGNIFICANT ACCOUNTING POLICIES (continued)

(n) Standards that are not yet effective and which have not been early adopted

IFRIC 23, 'Uncertainty over Income Tax Treatments' was published in June 2017 and addresses the accounting for income taxes when tax treatments involve uncertainty. It specifically addresses the following:

- Whether an entity considers uncertain tax treatments separately.
- The assumptions an entity makes about the examination of tax treatments by taxation authorities.
- How an entity determines taxable profit (tax loss), tax bases, unused tax losses, unused tax credits and tax rates.
- How an entity considers changes in facts and circumstances.

The interpretation is effective for annual reporting periods beginning on or after January 1, 2019. Based on the initial assessment, this new interpretation is not expected to have a material impact on the Fund.

There are no other standards, interpretations and amendments to existing standards that are not yet effective that would be expected to have a significant impact on the Fund.

3. AMOUNTS DUE TO/FROM BROKER

Amounts due from broker comprise cash and cash collateral balances held with the Fund's clearing brokers as at 31 December 2018 and 31 December 2017. The Fund has also purchased securities on margin and the related margin debt balances are secured on certain Fund financial assets.

	2018 USD	**2017 USD**
Balances due from broker		
Margin cash account	3,040,102	750,000
Total	**3,040,102**	**750,000**

Margin accounts represent cash deposits with the brokers, transferred as collateral for trading in derivative financial instruments.

2018

Amount USD	**Broker**	**Short Term Ratings Moody's**	**S&P**
3,040,000	Citibank N.A.	P-1	A-1

NOTES TO THE FINANCIAL STATEMENTS (continued)
For the year ended 31 December 2018

3. AMOUNTS DUE TO/FROM BROKER (continued)

2017

Amount USD	Broker	Short Term Ratings Moody's	S&P
750,000	Citibank N.A.	P-1	A-1

4. FINANCIAL INSTRUMENTS AT FAIR VALUE THROUGH PROFIT OR LOSS

IFRS 13 'Fair value measurement' establishes a hierarchical disclosure framework which prioritises and ranks the level of market price observability used in measuring investments at fair value. Market price observability is impacted by a number of factors, including the type of investment and the characteristics specific to the investment. Investments with readily available active quoted prices or for which fair value can be measured from actively quoted prices generally will have a higher degree of market price observability and a lesser degree of judgement used in measuring fair value.

The fair value hierarchy of inputs is summarised in the three broad levels listed below.

- Level 1 – Quoted prices (unadjusted) in active markets for identical assets or liabilities.

- Level 2 – 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 3 – Inputs for the asset or liability that are not based on observable market data (that is, unobservable inputs).

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.

Level 2 investments include Non-Life Public positions amounting to USD96,460,259 (2017: USD59,920,515) (90.58% (2017: 93.80%) of NAV) have been priced by referencing indicated non-binding pricing sheets issued by Swiss Re Capital Markets. The prices used, in certain cases, are compared and checked for reasonableness by the Investment Manager to various other pricing sheets distributed on a regular basis by AON Benfield Securities Inc, BNP Paribas, Willis Towers Watson, AK Capital, Jardine Lloyd Thompson, Guy Carpenter & Company, LLC and Royal Bank of Canada.

NOTES TO THE FINANCIAL STATEMENTS (continued)
For the year ended 31 December 2018

4. FINANCIAL INSTRUMENTS AT FAIR VALUE THROUGH PROFIT OR LOSS (continued)

Level 3 investments are fair valued by the Directors with the assistance of the Investment Manager's portfolio management team and in accordance with the Fund's valuation policy using a variety of techniques including Discounted Cash Flows ("DCF"), broker quotes, earned NAV, internal models and public/private company comparables. The Directors have reviewed the reasonableness of these Level 3 valuations and are satisfied that they fairly represent the value of the assets held by the Master Fund as at 31 December 2018.

Derivatives are comprised of forward currency contracts which are recorded at fair value. Fair values of forward currency contracts are determined by using readily available market data. To the extent, the inputs are observable and timely, the fair values would be categorised in Level 2 of the fair value hierarchy; otherwise they would be categorised as Level 3.

Once the Fund decides to terminate a derivative contract, whether it be an election or mandated because of a credit event outlined in the contract, the contract's fair value no longer changes with the movement in its underlying investment. The contract is not measured at fair value but evaluated as a receivable or payable at "termination value" (that is, the amount expected to be received or paid). There were no derivative contracts held at the year end that this applied to (2017: none).

The fair values of investments valued under Levels 1 to 3 as at 31 December 2018 are as follows:

2018 **Assets**	**Total** **USD**	**Quoted Prices in Active Markets for Identical Assets (Level 1)** **USD**	**Significant Other Observable Inputs (Level 2)** **USD**	**Significant Unobservable Inputs (Level 3)** **USD**
Financial assets at fair value through profit or loss				
Non-Life Public	98,488,859	–	96,460,259	2,028,600
Forward Currency Contracts	1,415,498	–	1,415,498	–
Total	**99,904,357**	**–**	**97,875,757**	**2,028,600**

NOTES TO THE FINANCIAL STATEMENTS (continued)
For the year ended 31 December 2018

4. FINANCIAL INSTRUMENTS AT FAIR VALUE THROUGH PROFIT OR LOSS (continued)

2018 **Liabilities**	**Total USD**	**Quoted Prices in Active Markets for Identical Assets (Level 1) USD**	**Significant Other Observable Inputs (Level 2) USD**	**Significant Unobservable Inputs (Level 3) USD**
Financial liabilities at fair value through profit or loss				
Forward Currency Contracts	(791,132)	–	(791,132)	–
Total	**(791,132)**	**–**	**(791,132)**	**–**

There were no transfers between levels during the year ended 31 December 2018.

The fair values of investments valued under Levels 1 to 3 as at 31 December 2017 are as follows:

2017 **Assets**	**Total USD**	**Quoted Prices in Active Markets for Identical Assets (Level 1) USD**	**Significant Other Observable Inputs (Level 2) USD**	**Significant Unobservable Inputs (Level 3) USD**
Financial assets at fair value through profit or loss				
Non-Life Public	59,920,515	–	59,920,515	–
Forward Currency Contracts	577,071	–	577,071	–
Total	**60,497,586**	–	**60,497,586**	–

NOTES TO THE FINANCIAL STATEMENTS (continued)
For the year ended 31 December 2018

4. FINANCIAL INSTRUMENTS AT FAIR VALUE THROUGH PROFIT OR LOSS (continued)

2017 **Liabilities**	**Total** **USD**	**Quoted Prices in Active Markets for Identical Assets (Level 1)** **USD**	**Significant Other Observable Inputs (Level 2)** **USD**	**Significant Unobservable Inputs (Level 3)** **USD**
Financial liabilities at fair value through profit or loss				
Forward Currency Contracts	(28,192)	–	(28,192)	–
Total	**(28,192)**	**–**	**(28,192)**	**–**

There were no transfers between levels during the year ended 31 December 2017.

Level 3 investment consists of a Non-Life Public position amounting to USD2,028,600 (2017: Nil) (1.90% (2017: Nil) of NAV). This investment has been valued using an external unadjusted indicative broker quote. It is classified as a Level 3 investment as there are fewer than 4 indicative broker quotes available for this position.

The following table shows a reconciliation of movements in the fair value of financial instruments categorised within Level 3 for the year ended 31 December 2018:

	2018 **USD**
Balance at the beginning of the year	–
Purchases	2,000,000
Total gain in statement of comprehensive income	28,600
Balance at the end of the year	**2,028,600**
Change in unrealised gain on financial assets held at the end of the year	**28,600**

The fair value of financial assets at fair value through profit or loss classified within Level 3 is based on unobservable inputs that may be subject to significant variability. Because of the inherent uncertainty of valuation with respect to such financial assets at fair value through profit or loss, the Fund's estimates of fair value may differ from fair values that would have been used had observable inputs been available for the valuation of such financial assets at fair value through profit or loss, and the differences could be material.

Level 3 inputs are sensitive to assumptions made when ascertaining fair value. A reasonable assumption would be to apply a standard marketability discount of 5% for all assets rather than the specific approach adopted. This would have a negative impact on the value of the investment portfolio of USD101,430 (2017: USDNil).

NOTES TO THE FINANCIAL STATEMENTS (continued)
For the year ended 31 December 2018

4. FINANCIAL INSTRUMENTS AT FAIR VALUE THROUGH PROFIT OR LOSS (continued)

Gains and losses on financial instruments at fair value through profit or loss and foreign exchange gains and losses on other assets and liabilities are shown in the table below:

	2018 USD	2017 USD
Net realised and change in unrealised (loss)/gain on financial assets and financial liabilities designated at fair value and held for trading		
Net realised (loss)/gain on financial assets and financial liabilities designated at fair value	(4,143,292)	449,718
Net change in unrealised loss on financial assets and financial liabilities designated at fair value	(2,168,507)	(264,810)
Foreign currency loss on other assets and liabilities	(91,948)	(54,643)
Net realised and change in unrealised (loss)/gain on financial assets and financial liabilities at fair value through profit or loss and foreign exchange	**(6,403,747)**	**130,265**

5. DERIVATIVE CONTRACTS

Derivative contracts serve as components of the Fund's investment strategy and are utilised primarily to structure and hedge investments to enhance performance and reduce risk to the Fund. The derivative contracts that the Fund holds or issues are forward currency contracts.

The Fund records its derivative activities on a fair value basis. For "over-the-counter" ("OTC") contracts, the Fund enters into master netting agreements with its counterparties. Therefore, assets represent the Fund's unrealised gains, less unrealised losses. Similarly, liabilities represent net amounts owed to counterparties on OTC contracts. At year end, assets and liabilities are presented gross and there is no netting on the face of the Statement of Financial Position. An explanation of these derivatives is noted in the following paragraphs.

Forward currency contracts are OTC contracts entered into by the Fund and represent a firm commitment to buy or sell an underlying asset, or currency, at a specified value and point in time based upon an agreed or contracted quantity. The realised/unrealised gain or loss is equal to the difference between the value of the contract at the onset and the value of the contract at settlement date/year end date and is included in the Statement of Comprehensive Income under net realised and change in unrealised (loss)/gain on financial assets and financial liabilities at fair value through profit or loss and foreign exchange. The quarterly average notional value of forward currency contracts as at 31 December 2018 is shown further in this note.

The primary difference in the risk associated with OTC contracts and exchange-traded contracts is credit risk. The Fund has credit risk from OTC contracts when in particular two conditions are present: (i) the OTC contracts have unrealised gains, net of any collateral; and (ii) the counterparty to the contracts defaults. The credit risk related to exchange-traded contracts is minimal because the exchange ensures that such contracts are always honoured from collateral posted.

The Fund will use forward currency contracts for removing foreign exchange exposure both at the portfolio level and also to hedge non-base currency classes in the Fund. Forward currency contracts will not be used for investment purposes.

NOTES TO THE FINANCIAL STATEMENTS (continued)
For the year ended 31 December 2018

5. DERIVATIVE CONTRACTS (continued)

As at 31 December 2018, the location of derivative instruments in the Statement of Financial Position is within "Financial assets at fair value through profit or loss" for derivative assets and "Financial liabilities at fair value through profit or loss" for derivative liabilities. As at 31 December 2018, the following derivative contracts were included in the Fund's Statement of Financial Position at fair value through profit or loss:

As at 31 December 2018 and 31 December 2017, the following forward currency contracts were included in the Fund's Statement of Financial Position as financial assets at fair value through profit or loss:

Settlement Date	Purchase Currency	Notional Amount	Sale Currency	Notional Amount	Fair Value 31 December 2018 USD
4 January 2019	CHF	1,228,600	USD	(1,210,540)	10,813
4 January 2019	EUR	572,794	USD	(500,922)	1,983
7 January 2019	JPY	47,237,961	USD	(5,185,547,155)	1,402,702
Total					**1,415,498**

Settlement Date	Purchase Currency	Notional Amount	Sale Currency	Notional Amount	Fair Value 31 December 2017 USD
4 January 2018	AUD	15,948,818	USD	(20,388,390)	479,292
4 January 2018	EUR	593,736	USD	(494,340)	6,368
4 January 2018	GBP	247,666	USD	(183,028)	683
4 January 2018	NOK	6,872,444	USD	(56,202,973)	90,728
Total					**577,071**

As at 31 December 2018 and 31 December 2017, the following forward currency contracts were included in the Fund's Statement of Financial Position as financial liabilities at fair value through profit or loss:

Settlement Date	Purchase Currency	Notional Amount	Sale Currency	Notional Amount	Fair Value 31 December 2018 USD
4 January 2019	USD	21,152,542	AUD	(14,891,565)	(680,768)
4 January 2019	USD	1,500,000	EUR	(1,715,220)	(5,425)
4 January 2019	USD	187,709	GBP	(239,106)	(705)
4 January 2019	USD	57,571,037	NOK	(6,648,235)	(104,234)
Total					**(791,132)**

NOTES TO THE FINANCIAL STATEMENTS (continued)
For the year ended 31 December 2018

5. DERIVATIVE CONTRACTS (continued)

Settlement Date	Purchase Currency	Notional Amount	Sale Currency	Notional Amount	Fair Value 31 December 2017 USD
4 January 2018	USD	2,250,000	EUR	(2,702,405)	(28,192)
Total					**(28,192)**

Offsetting financial instruments
The Fund is required to disclose the impact of offsetting assets and liabilities represented in the Statement of Assets Liabilities, according to the criteria description in Note 2(c) to enable users of the financial statements to evaluate the effect or potential effect of netting arrangements on its financial position for recognised assets and liabilities.

As at 31 December 2018 and 31 December 2017, no financial assets and financial liabilities met the eligibility criteria and none were presented net on the Statement of Financial Position.

The following table provides disclosure regarding the potential effect of offsetting of recognised assets presented in the Statement of Financial Position.

2018	Gross Amount of Recognised Assets	Gross Assets Offset in the Statement of Financial Position	Net Amount of Recognised Assets Presented in the Statement of Financial Position	Gross Amounts Not Offset in the Statement of Financial Position		Net Amount
				Financial Instruments	Cash Collateral Received	
	USD	USD	USD	USD	USD	USD
Description						
Forward Currency Contracts	1,415,498	–	1,415,498	(791,132)	–	624,366
Total	**1,415,498**	**–**	**1,415,498**	**(791,132)**	**–**	**624,366**

NOTES TO THE FINANCIAL STATEMENTS (continued)
For the year ended 31 December 2018

5. DERIVATIVE CONTRACTS (continued)

Offsetting financial instruments (continued)
The following table provides disclosure regarding the potential effect of offsetting of recognised liabilities presented in the Statement of Financial Position:

2018	**Gross Amount of Recognised Liabilities**	**Gross Liabilities Offset in the Statement of Financial Position**	**Net Amount of Recognised Liabilities Presented in the Statement of Financial Position**	**Gross Amounts Not Offset in the Statement of Financial Position**		**Net Amount**
				Financial Instruments	**Cash Collateral Pledged**	
	USD	**USD**	**USD**	**USD**	**USD**	**USD**
Description						
Forward Currency Contracts	(791,132)	–	(791,132)	791,132	–	–
Total	**(791,132)**	**–**	**(791,132)**	**791,132**	**–**	**–**

The following table provides disclosure regarding the potential effect of offsetting of recognised assets presented in the Statement of Financial Position.

2017	**Gross Amount of Recognised Assets**	**Gross Assets Offset in the Statement of Financial Position**	**Net Amount of Recognised Assets Presented in the Statement of Financial Position**	**Gross Amounts Not Offset in the Statement of Financial Position**		**Net Amount**
				Financial Instruments	**Cash Collateral Received**	
	USD	**USD**	**USD**	**USD**	**USD**	**USD**
Description						
Forward Currency Contracts	577,071	–	577,071	(28,192)	–	548,879
Total	**577,071**	**–**	**577,071**	**(28,192)**	**–**	**548,879**

The following table provides disclosure regarding the potential effect of offsetting of recognised liabilities presented in the Statement of Financial Position:

2017	**Gross Amount of Recognised Liabilities**	**Gross Liabilities Offset in the Statement of Financial Position**	**Net Amount of Recognised Liabilities Presented in the Statement of Financial Position**	**Gross Amounts Not Offset in the Statement of Financial Position**		**Net Amount**
				Financial Instruments	**Cash Collateral Pledged**	
	USD	**USD**	**USD**	**USD**	**USD**	**USD**
Description						
Forward Currency Contracts	(28,192)	–	(28,192)	28,192	–	–
Total	**(28,192)**	**–**	**(28,192)**	**28,192**	**–**	**–**

NOTES TO THE FINANCIAL STATEMENTS (continued)
For the year ended 31 December 2018

6. FINANCIAL INSTRUMENT DISCLOSURES AND ASSOCIATED RISKS

The Fund's activities expose it to a variety of financial risks: operational risk, market risk (including price risk, currency risk and interest rate risk), credit risk and liquidity risk.

Market risk
Market risk is the risk that changes in market prices such as interest rates, credit spreads, security prices and foreign exchange rates will affect the Fund's income or the fair value of its holdings in financial instruments. The objective of market risk management is to manage and control market risk exposures within acceptable parameters, while optimising the return. The main market risks are discussed below.

Price risk
Price risk is the risk that the fair value or future cash flows of a financial instrument will fluctuate because of changes in market prices (other than those arising from interest rate risk or currency risk) whether those changes are caused by factors specific to the individual financial instruments or its issuer or factors affecting similar financial instruments traded in the market. The Fund is exposed to price risk on insurance linked securities and forward currency contracts.

Market price risk arises primarily from uncertainty about the future prices of financial instruments that the Fund holds. Market price risk represents the potential loss the Fund may suffer through holding market positions in the face of price movements. The Fund's investment portfolio is exposed to price fluctuations on Non-Life Public bonds, which are monitored by the Investment Manager in pursuance of the investment objectives and policies.

The table below provides a sector analysis of financial assets and financial liabilities exposed to price risk as a percentage of net assets as at 31 December 2018 and 31 December 2017:

	2018 % of Net Assets	**2017 % of Net Assets**
Sector		
Insurance	92.48 %	93.80 %
Total	**92.48 %**	**93.80 %**

The Fund has reviewed the movement in the financial assets exposed to price risk during the year, and has determined that a rise or fall of 5% (2017: 5%) in such financial assets, with all other variables held constant, would result in the portfolio increasing or decreasing by approximately USD4,924,443 (2017: USD2,996,026).

Currency risk
Currency risk is the risk that the fair value or future cash flows of financial assets and financial liabilities will fluctuate because of changes in foreign exchange rates. As part of the investment process, the Investment Manager considers the risk/reward of currency exposure to the Fund. Where appropriate, the Investment Manager uses forward foreign currency contracts as the main tool to reduce the residual currency exposure of the Fund.

The Fund's assets may be invested in securities denominated in currencies other than the USD, the Fund's functional currency, and any income or capital received by the Fund will be denominated in the local currency of the investment.

NOTES TO THE FINANCIAL STATEMENTS (continued)
For the year ended 31 December 2018

6. FINANCIAL INSTRUMENT DISCLOSURES AND ASSOCIATED RISKS (continued)

Currency risk (continued)
Accordingly, changes in currency exchange rates (to the extent unhedged) will affect the value of the Fund's portfolio and the unrealised gains or losses of investments. Among the factors that may affect currency values are trade balances, the level of short-term interest rates, differences in relative values of similar assets in different currencies, long term opportunities for investment, capital appreciation and external political developments.

The table below summarises:

- the Fund's net material exposures to foreign exchange as at 31 December 2018 and 31 December 2017. Any gains and losses arising from currency contracts used for share class hedging purposes are allocated directly to the relevant share class and are being excluded from this analysis.

- the increase or decrease in net assets arising from a 5% increase or decrease in the 31 December 2018 and 31 December 2017 exchange rates, with all other variables held constant. A 5% movement is considered to be a reasonably possible change in foreign exchange rates.

- the USD exchange rates used by the Fund as at 31 December 2018 and 31 December 2017.

2018	**Net exposure USD**	**Change in net assets USD**	**Foreign exchange rate versus USD**
Euro	1,655,475	82,774	0.8746

2017	**Net exposure USD**	**Change in net assets USD**	**Foreign exchange rate versus USD**
Euro	2,530,013	126,501	0.8326

A weakening of the USD would have resulted in an equal but opposite effect to the amounts shown above.

The sensitivity analysis prepared as at 31 December 2018 and 31 December 2017 is not necessarily indicative of the effect on the Fund's investments or future movements in foreign exchange rates.

Interest rate risk
Interest rate risk is the risk that the fair value or future cash flows of interest bearing financial assets and financial liabilities will fluctuate because of changes in interest rates. The Fund is exposed to risks associated with the effects of fluctuations in the prevailing levels of market interest rates on its financial position and cash flows. Financial assets and financial liabilities with a fixed interest rate are exposed to fair value interest rate risk. Financial assets and financial liabilities with a floating interest rate that resets as market rates change are exposed to cash flow interest rate risk.

NOTES TO THE FINANCIAL STATEMENTS (continued)
For the year ended 31 December 2018

6. FINANCIAL INSTRUMENT DISCLOSURES AND ASSOCIATED RISKS (continued)

Interest rate risk (continued)
The majority of the Fund's exposure to interest rate risk at year end arises on cash and cash equivalents, amounts due from broker and the Non-Life Public bonds. The Fund had 98.02% (2017: 99.93%) of total net assets subject to interest rate risk at year end.

Financial assets and financial liabilities which neither pay interest nor have a maturity date are not directly exposed to interest rate risk.

The tables below summarise the Fund's exposure to interest rate risk and includes the Fund's financial assets and financial liabilities, categorised by the earlier of contractual repricing or maturity dates as at 31 December 2018 and 31 December 2017:

2018	**0-3 months**	**>3-6 months**	**>6 months -1 year**	**>1-5 years**	**> 5 years**	**Non-interest bearing**	**Total**
	USD	**USD**	**USD**	**USD**	**USD**	**USD**	**USD**
Assets							
Cash and cash equivalents	2,863,382	–	–	–	–	–	2,863,382
Amounts due from broker	3,040,102	–	–	–	–	–	3,040,102
Financial assets at fair value through profit or loss	4,032,158	4,507,025	7,630,375	82,319,301	–	1,415,498	99,904,357
Interest receivable	–	–	–	–	–	896,180	896,180
Other receivables	–	–	–	–	–	49,622	49,622
Operating expense rebate receivable	–	–	–	–	–	819,875	819,875
Total assets	**9,935,642**	**4,507,025**	**7,630,375**	**82,319,301**	**–**	**3,181,175**	**107,573,518**
Liabilities							
Financial liabilities at fair value through profit or loss	–	–	–	–	–	(791,132)	(791,132)
Management fees payable	–	–	–	–	–	(130,945)	(130,945)
Professional fees payable	–	–	–	–	–	(106,652)	(106,652)
Directors' fees and expenses payable	–	–	–	–	–	(212)	(212)
Audit and tax advisory fees payable	–	–	–	–	–	(19,150)	(19,150)
Other payables and accrued expenses	–	–	–	–	–	(15,105)	(15,105)
Depositary fees payable	–	–	–	–	–	(10,054)	(10,054)
Administration fee payable	–	–	–	–	–	(4,227)	(4,227)
Total liabilities	**–**	**–**	**–**	**–**	**–**	**(1,077,477)**	**(1,077,477)**
Total interest sensitivity	**99,356**	**45,070**	**76,304**	**823,193**	**–**	**–**	**1,043,923**

NOTES TO THE FINANCIAL STATEMENTS (continued)
For the year ended 31 December 2018

6. FINANCIAL INSTRUMENT DISCLOSURES AND ASSOCIATED RISKS (continued)

Interest rate risk (continued)

2017	**0-3 months**	**>3-6 months**	**>6 months -1 year**	**>1-5 years**	**> 5 years**	**Non-interest bearing**	**Total**
	USD	**USD**	**USD**	**USD**	**USD**	**USD**	**USD**
Assets							
Cash and cash equivalents	3,165,917	–	–	–	–	–	3,165,917
Amounts due from broker	750,000	–	–	–	–	–	750,000
Financial assets at fair value through profit or loss	2,964,963	3,256,613	2,255,788	51,443,151	–	577,071	60,497,586
Interest receivable	–	–	–	–	–	532,963	532,963
Other receivables	–	–	–	–	–	62,752	62,752
Operating expense rebate receivable	–	–	–	–	–	742,284	742,284
Total assets	**6,880,880**	**3,256,613**	**2,255,788**	**51,443,151**	**–**	**1,915,070**	**65,751,502**
Liabilities							
Financial liabilities at fair value through profit or loss	–	–	–	–	–	(28,192)	(28,192)
Management Fees payable	–	–	–	–	–	(38,143)	(38,143)
Professional fees payable	–	–	–	–	–	(126,467)	(126,467)
Directors' fees and expenses payable	–	–	–	–	–	(63,053)	(63,053)
Audit and tax advisory fees payable	–	–	–	–	–	(27,438)	(27,438)
Other payables and accrued expenses	–	–	–	–	–	(71,150)	(71,150)
Depositary fees payable	–	–	–	–	–	(15,000)	(15,000)
Administration fee payable	–	–	–	–	–	(2,535)	(2,535)
Redemptions payable	–	–	–	–	–	(1,500,000)	(1,500,000)
Total liabilities	**–**	**–**	**–**	**–**	**–**	**(1,871,978)**	**(1,871,978)**
Total interest sensitivity	**68,809**	**32,566**	**22,558**	**514,432**	**–**	**–**	**638,365**

As at 31 December 2018, if interest rates had increased or decreased by 100 basis points with all other variables held constant, the respective decrease or increase in shareholder capital would have been approximately USD1,043,923 (2017: USD638,365). 100 basis points is considered to be a reasonably possible change in interest rates.

NOTES TO THE FINANCIAL STATEMENTS (continued)
For the year ended 31 December 2018

6. FINANCIAL INSTRUMENT DISCLOSURES AND ASSOCIATED RISKS (continued)

Credit risk
Credit risk is the risk that the counterparty to a financial asset or financial liability will cause a financial loss for the Fund by failing to discharge an obligation or commitment that it has entered into with the Fund.

The main concentration of credit risk to which the Fund is exposed arises from the Fund’s cash and cash equivalents, amounts due from broker and Non-Life Public bonds. There is no certainty in the credit worthiness of issuers of debt securities which involve credit risk to the issuer as evidenced by their credit rating. The Fund is also exposed to counterparty credit risk on other receivable balances.

The main concentrations of credit risk at year end were as follows:

	2018	**2017**
	USD	**USD**
Cash and cash equivalents	2,863,382	3,165,917
Amounts due from broker	3,040,102	750,000
Non-Life Public	98,488,859	59,920,515
Total	**104,392,343**	**63,836,432**

In accordance with the Fund’s policy, the Investment Manager monitors the Fund’s credit position on a regular basis.

Debt securities involve credit risk to the issuer which may be evidenced by the issuer’s credit rating. Securities which are subordinated and/or have a lower credit rating are generally considered to have a higher credit risk and a greater possibility of default than more highly rated securities. However, there is no guarantee of the accuracy of credit ratings. A fund investing in debt securities will be subject to the credit risk of the issuers of the debt securities in which it invests. In the event that any issuer of bonds or other debt securities in which the assets of a fund are invested defaults, becomes insolvent or experiences financial or economic difficulties, this may adversely affect the value of the relevant securities (which may be zero) and any amounts paid on such securities (which may be zero), which may in turn adversely affect the NAV of the Fund.

Non-Life Public
The key risk for Non-Life Public investments is the risk of a trigger event.

Investments in insurance linked securities
For the years ended 31 December 2018 and 31 December 2017, the Fund invested in insurance linked securities with the following credit quality:

	2018	**2017**
	% of net assets	**% of net assets**
S&P Rating		
B-/B/BB-/BB	7.77 %	0.00 %
NR	84.71 %	93.80 %
Total	**92.48 %**	**93.80 %**

NOTES TO THE FINANCIAL STATEMENTS (continued)
For the year ended 31 December 2018

6. FINANCIAL INSTRUMENT DISCLOSURES AND ASSOCIATED RISKS (continued)

Investments in insurance linked securities (continued)
The majority of Non-Life Public bonds issued are unrated for the primary reason that when they are rated, the bond rating reflects third party modelling work conducted by an independent risk assessor. Rating agencies will typically stress the catastrophe modelling results provided by the independent risk assessors - such risk assessors providing these results within "Risk Analysis Results" as part of the bond offering. The Investment Manager applies stresses on catastrophe modelling output received from both an assigned risk assessor as part of a catastrophe bond offering, and an additional risk assessor not part of the offering process. Further, such stresses are applied on a comparable basis across all bonds. As such, the need for a rating becomes somewhat redundant in the majority of cases as long as independent risk assessors provide catastrophe modelling results as part of a bond offering. The Fund currently only invests in debt securities where this condition is met.

Cash and cash equivalents include amounts held with Citco Bank Nederland N.V., on demand and interest bearing deposits with original maturities of less than 3 months. Amounts due from broker include margin cash pledged as collateral.

The Fund is exposed to the credit risk of its counterparties, however the credit standing of the counterparties is continuously monitored and the Fund does not expect any material losses as a result.

The Fund's maximum exposure to credit risk (not taking into account the value of any collateral or other security held) in the event that counterparties fail to perform their obligations in relation to each class of recognised financial assets is the carrying amount of those assets as indicated in the Statement of Financial Position and shown in the below table.

The maximum exposure to credit risk is as follows:

2018	**Credit rating S&P**	**Cash and cash equivalents**	**Amounts due from broker**	**Financial assets**	**Total**
		USD	**USD**	**USD**	**USD**
Citibank	A-1	1,823,075	3,040,102	99,113,225	103,976,402
Citco Bank Nederland N.V.	NR	4,987	–	–	4,987
Blackrock	AAAm	1,035,320	–	–	1,035,320
Total		**2,863,382**	**3,040,102**	**99,113,225**	**105,016,709**

2017	**Credit rating S&P**	**Cash and cash equivalents**	**Amounts due from broker**	**Financial assets**	**Total**
		USD	**USD**	**USD**	**USD**
Citibank	A-1	1,661,240	750,000	60,469,394	62,880,634
Citco Bank Nederland N.V.	NR	1,504,677	–	–	1,504,677
Total		**3,165,917**	**750,000**	**60,469,394**	**64,385,311**

NOTES TO THE FINANCIAL STATEMENTS (continued)
For the year ended 31 December 2018

6. FINANCIAL INSTRUMENT DISCLOSURES AND ASSOCIATED RISKS (continued)

Investments in insurance linked securities (continued)
With respect to deliverable forward foreign currency contracts, the exposure to credit risk equates to the full amount of the foreign currency which the Fund will be required to pay or purchase when settling the forward foreign exchange contracts should the counterparties not pay the currency they are committed to deliver to the Fund. In practice the exposure is limited as the Fund undertakes all its forward foreign exchange currency contracts with its prime broker, and these are therefore subject to the offset arrangements contained within the prime brokerage agreements in the event of a default occurring.

Liquidity risk
Liquidity risk is the risk that the Fund will encounter difficulty in meeting obligations associated with financial liabilities that are settled by delivering cash or another financial asset. Exposure to liquidity risk arises because of the possibility that the Fund could be required to pay its liabilities earlier than expected.

As at 31 December 2018 and 31 December 2017, all of the Fund's financial liabilities are payable within 12 months (including net assets attributable to shareholders which have no lock up period and which can be redeemed on a bi-weekly basis and financial liabilities, such as Management Fees payable, which may be paid monthly or annually, and other financial liabilities presented within this note under the interest rate risk disclosure, which are payable within one month).

In the event that there are substantial redemptions of shares within a limited period of time, the Investment Manager may be required to liquidate investments. The limited liquidity of certain investments may in certain situations negatively impact the performance of the Fund. The Fund's investments consists of large number of securities sponsored by insurers, reinsurers, and other insurance risk aggregators. Management will determine the degree to which a redemption request can reasonably be met as at the requested redemption day and the Investment Manager will use reasonable best endeavours to liquidate assets to meet such redemption request, subject always to its fiduciary obligations to its clients and the available liquidity in the market.

In accordance with Fund's policy, the Investment Manager monitors the Fund's liquidity on a regular basis through ongoing capital activity of issues and redemptions of redeemable participating shares.

Operational risk
Operational risk is the risk of the Fund suffering significant losses arising from inadequate or failed internal processes, people and systems supporting the Fund's operations either internally within the Fund or externally at the Fund's service providers and from external factors other than credit, market and liquidity risks such as those arising from legal and regulatory requirements and generally accepted standards of investment management behaviour. Operational risks arise from all of the Fund's activities.

The Fund's key counterparties receive a formal due diligence review, consistent with that counterparty's risk ranking, to verify that each party is carrying out its obligations effectively and in compliance with its contractual obligations and applicable law and regulation. The Fund's objective is to manage operational risk so as to balance limiting of financial losses and damage to its reputation with achieving its investment objective.

NOTES TO THE FINANCIAL STATEMENTS (continued)
For the year ended 31 December 2018

7. FEES AND EXPENSES

Administration fees
Administration fees attributable to the Fund are calculated on the net assets of the Fund managed by the Investment Manager and administered by Citco Fund Services (Ireland) Limited (the "Administrator"). The administration fees are payable monthly in arrears.

Total administration fees, attributable to the Fund, for the year amounted to USD50,935 (2017: USD29,634) and the administration fees payable as at 31 December 2018 are USD4,227 (2017: USD2,535)

Depositary fees
Citi Depositary Services Ireland Limited (the "Depositary") shall be paid an annual fee out of the assets of the Fund subject to a minimum annual fee of USD60,000 in aggregate for the ICAV (or a minimum fee per Fund of USD24,000, whichever is higher), calculated and accrued daily, and payable monthly in arrears at a rate up to 0.03% of the NAV.

Total depositary fees for the year amounted to USD60,000 (2017: USD60,000), of which USD10,054 (2017: USD15,000) was payable as at 31 December 2018.

Management Fees
The Manager is entitled to receive a maximum annual fee of 0.65% and 0.25% of the NAV of Class A and Class B respectively (the "Management Fees"). Management Class Shares do not bear any Management Fees. Management Fees are accrued monthly in arrears and paid annually or monthly. The Manager will pay out of its Management Fees, the fees of the Investment Manager.

The Manager may from time to time, at its sole discretion and out of its own resources, decide to rebate to shareholders part or all of its Management Fees. Any such rebates may be applied by issuing additional shares to shareholders or in cash.

Total Management Fees for the year amounted to USD455,824 (2017: USD134,882), of which USD130,945 (2017: USD38,143) was payable as at 31 December 2018.

Fee Cap
The aggregate fees and expenses of the Fund (excluding Management Fees and trading related commissions and expenses) may be subject to a maximum of 0.25% of the NAV of the Fund (the "Fee Cap"). Any fees or expenses incurred by the Fund in excess of the Fee Cap will be paid by the Investment Manager from its own resources. The operating expense rebate was USD77,591 (2017: USD457,745) for the year, with USD819,875 (2017: USD742,284) receivable at year end.

8. SHARE CAPITAL

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

The Fund currently offers Class A Shares and Management Class Shares (collectively the "Shares"). The Shares can be denominated in currencies other than USD for the purposes of share class hedging.

NOTES TO THE FINANCIAL STATEMENTS (continued)
For the year ended 31 December 2018

8. SHARE CAPITAL (continued)

Class A Shares are available to any investor.

Class B Shares were previously available only to certain categories of initial investors in the Fund as determined by the Manager in its absolute discretion. Class B Shares are no longer available for new investors in the Fund.

Management Class Shares do not bear any Management Fees and are available only to certain categories of investors as determined by the Directors in their absolute discretion. The primary purpose of the Management Class Shares is to facilitate investors who are shareholders, directors, members, officers or employees of the Manager or the Investment Manager or any associated party.

The minimum initial investment for the Shares is USD100,000 or its currency equivalent. The subsequent additional investment or redemptions for the Shares is a minimum of USD100,000 or its currency equivalent.

As a result of the ability to issue, repurchase and resell shares, the capital of the Fund can vary depending on the demand for redemptions and subscriptions to the Fund. The ICAV's capital is invested in accordance with the respective investment objectives and policies of the Fund.

Capital management
The Fund is not subject to any externally imposed capital requirements. The redeemable equity shares issued by the Fund provide an investor with the right to require redemption for cash at a value proportionate to the investor's share in the Fund's net assets at each redemption date and are classified as equity.

Transactions in the shares for the years ended 31 December 2018 and 31 December 2017 were as follows in the Fund's functional currency (USD):

	Number of Shares Outstanding 31 December 2017	**Shares Subscribed/ Switched in**	**Values of Shares Subscribed/ Switched in**	**Shares Redeemed/ Switched out**	**Value of Shares Redeemed/ Switched out**	**Number of Shares Outstanding 31 December 2018**
			USD		**USD**	
Class A USD Shares	–	136,716.75	13,787,978	(6,264.23)	(634,882)	130,452.52
Class A CHF Hedged Shares	–	12,203.08	1,304,970	–	–	12,203.08
Class A EUR Hedged Shares	–	2,519.03	287,069	–	–	2,519.03
Class A JPY Hedged Shares	–	519,778.03	47,923,757	–	–	519,778.03
Class B USD Shares	350,413.20	–	–	(166,373.48)	(18,206,168)	184,039.72
Class B AUD Hedged Shares	199,077.83	–	–	–	–	199,077.83
Class B EUR Hedged Shares	4,998.63	–	–	(2,498.37)	(284,701)	2,500.26
Class B NOK Hedged Shares	553,115.47	–	–	–	–	553,115.47
Class B EUR Unhedged Shares	22,000.00	–	–	–	–	22,000.00
Management USD Shares	2,500.00	–	–	–	–	2,500.00
Management GBP Hedged Shares	1,750.00	–	–	–	–	1,750.00

NOTES TO THE FINANCIAL STATEMENTS (continued)
For the year ended 31 December 2018

8. SHARE CAPITAL (continued)

Capital management (continued)

	Number of Shares Outstanding 31 December 2016	**Shares Subscribed/ Switched in**	**Values of Shares Subscribed/ Switched in**	**Shares Redeemed/ Switched out**	**Value of Shares Redeemed/ Switched out**	**Number of Shares Outstanding 31 December 2017**
			USD		**USD**	
Class B USD Shares	326,541.58	84,687.49	8,938,821	(60,815.87)	(6,400,000)	350,413.20
Class B AUD Hedged Shares	199,077.83	–	–	–	–	199,077.83
Class B EUR Hedged Shares	5,600.00	43,243.74	4,583,693	(43,845.11)	(4,959,077)	4,998.63
Class B NOK Hedged Shares	–	553,115.47	6,844,394	–	–	553,115.47
Class B EUR Unhedged Shares	–	22,000.00	2,584,780	–	–	22,000.00
Management USD Shares	2,500.00	–	–	–	–	2,500.00
Management GBP Hedged Shares	1,750.00	–	–	–	–	1,750.00
Total			**63,303,774**		**(19,125,751)**	

9. RELATED PARTIES

Directors' fees of EUR15,000 per annum are payable to each Director. During the year, there was a negative expense of USD16,088 for Directors' fees and expenses due to the reversal of prior-period over-accruals. In 2017, USD90,742 was charged to the Fund, of which USD63,053 was payable as at 31 December 2017 (USD212 payable as at 31 December 2018).

Jeremy Bassil is a Director of the Manager and a member of Northill Capital LLP, a member of the Northill Group. Mr Bassil has waived his right to a Director's fee.

Mr Espen Nordhus and Mr Rob Proctor are both Managing Partners of the Fund's Investment Manager. As at 31 December 2018, Mr Nordhus held 1,750 (2017: 1,750) Management GBP Hedged Shares and Mr Proctor held 2,500 (2017: 2,500) Management USD Shares.

As per Note 7, the Fund pays Management Fees to the Manager. The Manager will pay out of its Management Fee, the fees of the Investment Manager.

NOTES TO THE FINANCIAL STATEMENTS (continued)
For the year ended 31 December 2018

9. RELATED PARTIES (continued)

During the years ended 31 December 2018 and 31 December 2017, the Fund purchased assets from other Securis entities, which share the same Investment Manager as the Fund. The Fund sought and obtained the approval of the Board of Directors before executing these trades, which are summarised in the table below.

	2018	**2017**
	USD	**USD**
Selling Entity		
Securis II Fund - SPC Segregated Portfolio Seven - Cat Bonds	–	2,720,350
Securis II Fund - SPC Segregated Portfolio Eleven IST - ILS	1,534,688	–
Securis II Fund - SPC Segregated Portfolio Twelve - Life And Non-Life	516,600	–
Securis MF1 Fund	1,016,150	–
Securis Non-Life Master Fund	1,498,725	–
Total	**4,566,163**	**2,720,350**

10. MATERIAL CHANGES TO THE PROSPECTUS

There were no material changes to the prospectus during the year.

11. SOFT COMMISSION ARRANGEMENTS

There were no soft commission arrangements affecting the Fund during the years ended 31 December 2018 and 31 December 2017.

12. SIGNIFICANT EVENTS DURING THE YEAR

There were no significant events during the year.

13. EFFICIENT PORTFOLIO MANAGEMENT

The ICAV does not currently engage in Efficient Portfolio Management techniques.

14. SUBSEQUENT EVENTS

Subsequent to 31 December 2018, shareholders in the Fund subscribed JPY2,710,000,000 and USD2,000,000 and redeemed USD10,774,376.

In connection with the preparation of these financial statements as at 31 December 2018, the Directors have evaluated the impact of all subsequent events on the Fund through 16 April 2019, being the date on which the financial statements were issued and have determined that there were no additional subsequent events requiring recognition or disclosure in the financial statements.

15. APPROVAL OF FINANCIAL STATEMENTS

The financial statements were approved by the Directors on 16 April 2019.

PORTFOLIO CHANGES (UNAUDITED)
For the year ended 31 December 2018

Material purchases at cost	**Cost USD**
Manatee Ltd 2018-1A Mmy + 425 07/06/2021	5,000,000
Sanders Re 2018-1 Mmy+550 07/04/2022	5,000,000
Nakama Re Ltd 2018-1 C1 Mmy + 200 13/04/2023	4,500,000
Akibare 2018-1B Mmy + 190 07/04/2022	4,000,000
Merna 2018-1A Mmy + 200 08/04/2021	3,000,000
Longpoint Re III 2018-1 A Mmy + 275 01/06/2022	3,000,000
Residential Re 2018-13 Mmy +325 Resid 06/06/2022	3,000,000
Akibare 2018-1A Mmy + 190 07/04/2022	2,500,000
Panthera Re 2018-1	2,000,000
Alamo Re 2018 1-A Mmy + 3.25% 06/07/2021	2,000,000
Caelus Re V 2018-1B Mmy + 450 07/06/2021	2,000,000
Nakama Re Ltd 2018-1 C2 Mmy + 300 13/04/2023	1,500,000
Caelus Re IV Ltd Mmy + 550 06/03/2020	1,291,500
Pelican IV Re 2018-1A Mmy + 225 07/05/2021	1,250,000
IBRD Car 116-Chile Libor 3M + 250 15/02/2021	1,250,000
Bowline Re 2018 1- A Mmy + 4.5% 05/23/2022	1,000,000
Caelus Re V 2018-1A Mmy + 350 07/06/2021	1,000,000
Atlas Capital Uk 2018-1 Mmf + 600 07/06/2022	1,000,000
Kilimanjaro Re 2018-1B Mmy + 465 06/05/2022	1,000,000
Kilimanjaro Re 2018-2B Mmy + 465 05/05/2023	1,000,000
IBRD Car 117-Colombia Libor 3M + 300 15/02/2021	1,000,000
Kendall 2018-1A Mmy + 525 06/05/2021	1,000,000
Residential Re 2015-2 Cl 3 Mmy + 725 06/12/2019	761,588
Northshore Re II 2017-1A Mmy + 725 06/07/2020	759,788
Integrity Ltd 2018-1A Mmy + 375 10/06/2022	750,000
IBRD Car 118A-Mexico Libor 3M + 250 14/02/2020	750,000
Acorn Re Ltd 2018 - 1A Mmy+275 10/11/2021	750,000
Kilimanjaro Re 2015-1 Class D Mmy + 9.25% 06/12/2019	737,138

PORTFOLIO CHANGES (UNAUDITED) (continued)
For the year ended 31 December 2018

Material sales at proceeds	Proceeds USD
Manatee Ltd 2018-1A Mmy + 425 07/06/2021	2,988,750
Residential 2014-II Cl 4 Mmy + 480 06/12/2018	1,000,000
Calypso Capital II Ltd 144A Class B Euribor + 290 08/01/2018	898,125
East Lane Re VI Mmy + 275 14/03/2018	800,000
Citrus Re Ltd 2017-1 Cl A Mmy + 600 18/03/2020	790,605
Ursa Re Ltd 2017-1B Mmf + 350 27/05/2020	750,375
Loma B +1200 08/01/2018	750,000
Loma A +975 08/01/2018	750,000
Kizuna II Re Ltd 2014-1A Mmy + 225 06/04/2018	750,000
Acorn Re Ltd 2015-1 A Mmy + 340 17/07/2018	750,000
Alamo Re Ltd 2015 1A Mmy + 590 07/06/2018	502,300
Longpoint Re III 2015-1 A Mmy + 375 23/05/2018	500,550
Kilimanjaro Re A T + 475 30/04/2018	500,450
Sanders Re Ltd 2014-1B Mmy +300 25/05/2018	500,400
Residential Re 2017-II-2 Mmy + 1250 - 06/12/2021	497,500
Bowline Re 2018 1- A Mmy + 4.5% 05/23/2022	485,750
Sanders Re 2014-1 C Mmy + 324 25/05/2018	250,250
Pelican III Re 2015-1A Mmy + 354 16/04/2018	250,000
Bosphorus Ltd 2015 1A Lib + 325 17/08/2018	250,000
Ursa Re Ltd 2015-1B Mmy + 500 21/09/2018	249,875
Caelus Re V 2017-1A Mmy + 325 05/06/2020	242,500

TOTAL EXPENSE RATIO (UNAUDITED)
For the year ended 31 December 2018

The average total expense ratio ("TER") table shows the actual expenses incurred by the Fund during the year expressed as a percentage of the average net assets of the Fund for the year.

	Expense Ratio 2018	Expense Ratio (incl Management Fees) 2018
Class A USD Shares	(0.25)%	(0.88)%
Class A CHF Hedged Shares	(0.25)%	(0.88)%
Class A EUR Hedged Shares	(0.25)%	(0.76)%
Class A JPY Hedged Shares	(0.25)%	(0.89)%
Class B USD Shares	(0.25)%	(0.50)%
Class B AUD Hedged Shares	(0.25)%	(0.49)%
Class B EUR Hedged Shares	(0.25)%	(0.49)%
Class B NOK Hedged Shares	(0.25)%	(0.49)%
Class B EUR Unhedged Shares	(0.25)%	(0.49)%
Management USD Shares	(0.25)%	(0.24)%
Management GBP Hedged Shares	(0.25)%	(0.24)%

All expenses included in the TER are allocated to each share class based on a percentage of the Net Assets with the exception of management and performance fees. These are class specific. All expense ratios above are annualised.

REPORT OF MANAGEMENT COMPANY REMUNERATION (UNAUDITED)
For the year ended 31 December 2018

Securis Investment Partners LLP (the "Investment Manager") has designed and implemented a remuneration policy ("the 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").

The remuneration committee of the Investment Manager has ultimate responsibility for the design and oversight of the remuneration arrangements.

The objective of the Policy is to set remuneration at a level that seeks to result in the Investment Manager's staff being fairly and responsibly rewarded, in a manner that is appropriately linked to their performance. The policy is also designed to attract, motivate and retain talent. The Policy includes all forms of 'variable' and 'fixed' remuneration and applies to all staff of the Investment Manager. The remuneration committee of the Investment Manager reviews the Policy annually or more frequently if required. The Policy is in line with the business strategy and objectives of the Investment Manager. The Investment Manager's income is dependent upon funds under management, and therefore the profit available for distribution under the variable component of the Policy is generally dependent upon the performance of the funds and the fixed component of the Policy is generally dependent upon Management Fees chargeable by the Investment Manager.