

Annual report including audited financial statements as at 31st December 2023

# **SMART VALUE INVESTORS**

Investment Company with variable capital ("SICAV") with multiple Sub-Funds, Luxembourg

R.C.S. Luxembourg B128967

Subscription may be made on the basis of the prospectus ("Prospectus"), including the Articles of Incorporation and the fact sheets of each of the sub-funds and the key information document ("KID"). The Prospectus may only be distributed if accompanied by the most recent annual report and the most recent semi-annual report, if the semi-annual report is more recent than the annual report.

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## Organisation

Registered Office	16, Boulevard Royal L-2449 LUXEMBOURG
Board of Directors	
Chairman	Georges WOLFF Independent Director 50, am Duerf L-8289 KEHLEN
Directors	Jean MEDERNACH Independent Director 10, Rue de Pettingen L-7554 MERSCH
	André SINE Independent Director 167, Rue du Buisson, Post, B-6717 ATTERT
	Arnaud LECOEUVRE Senior Portfolio Manager SMART PRIVATE MANAGERS (Luxembourg) S.A. 2, Rue de l'Eau L-1449 LUXEMBOURG
Management Company and Domiciliary Agent	BLI - BANQUE DE LUXEMBOURG INVESTMENTS Société Anonyme acting under the commercial name CONVENTUM THIRD PARTY SOLUTIONS 16, Boulevard Royal L-2449 LUXEMBOURG
Board of Directors of the Management Company	
Chairman	Nicolas BUCK Chief Executive Officer AVANTERRA Société Anonyme 33-39, Rue du Puits Romain L-8070 BERTRANGE
Directors	Ruth BÜLTMANN Independent Director 40, Rue d'Ernster L-6977 OBERANVEN (until 31st December 2022)

## Organisation (continued)

	Gary JANAWAY Chief Executive Officer UI efa S.A. (formerly EUROPEAN FUND ADMINISTRATION S.A.) Société Anonyme 2, Rue d'Alsace L-1122 LUXEMBOURG
	Fanny NOSETTI-PERROT Chief Executive Officer BLI - BANQUE DE LUXEMBOURG INVESTMENTS Société Anonyme 16, Boulevard Royal L-2449 LUXEMBOURG
	Guy WAGNER Chief Investment Officer BLI - BANQUE DE LUXEMBOURG INVESTMENTS Société Anonyme 16, Boulevard Royal L-2449 LUXEMBOURG
Conducting Officers of the Management Company	Fanny NOSETTI-PERROT Chief Executive Officer
	Nico THILL Deputy Chief Executive Officer
	Cédric LENOBLE Chief Operating and Chief Financial Officer
	Guy WAGNER Chief Investment Officer
Investment Manager	SMART PRIVATE MANAGERS (Luxembourg) S.A. 2, Rue de l'Eau L-1449 LUXEMBOURG
Investment Advisor for the Sub-Fund SMART VALUE INVESTORS - Equity Flexible	MY FAMILY OFFICE S.A. 2, Rue de l'Eau L-1449 LUXEMBOURG
Depositary and Primary Paying Agent	BANQUE DE LUXEMBOURG Société Anonyme 14, Boulevard Royal L-2449 LUXEMBOURG
Central Administration	BANQUE DE LUXEMBOURG Société Anonyme 14, Boulevard Royal L-2449 LUXEMBOURG (until 30th September 2023)

## Organisation (continued)

	UI efa S.A (formerly EUROPEAN FUND ADMINISTRATION S.A.) Société Anonyme 2, Rue d'Alsace L-1122 LUXEMBOURG (since 1st October 2023)
Central Administration's Subcontractor	UI efa S.A (formerly EUROPEAN FUND ADMINISTRATION S.A.) Société Anonyme 2, Rue d'Alsace L-1122 LUXEMBOURG (until 30th September 2023)
Auditor	PRICEWATERHOUSECOOPERS, Société coopérative 2, Rue Gerhard Mercator L-2182 LUXEMBOURG
Global Distributor	SMART PRIVATE MANAGERS (Luxembourg) S.A. 2, Rue de l'Eau L-1449 LUXEMBOURG

#### Report on activities of the Board of Directors

Following the renewal of the different mandates by the last General Meeting held in June 2023, the Board remains composed of four directors and chaired by Georges Wolff. Three of the four directors are independent non-executive directors. Collectively the Board ensures that the interests of shareholders are at the heart of its decisions. The Board of Directors met formally four times in 2023 to discuss the different aspects of the Company's business such as ensuring compliance with the regulatory framework, taking strategic decisions regarding business development or the monitoring of third-party providers.

During the year, the Board supervised and coordinated two major projects:

- A new sub-fund "Focus Equity" has been launched in June 2023. This new investment option completes the offering of the Company. Focus Equity invests at least 90% of its net assets in equities. The stock picking methodology shares the same philosophy as the one applied in the other sub-funds with the quality of companies and their valuation being the focal points. With a high and less flexible exposure to equities, we expect, on a long-term basis, the return of Focus Equity to be higher than the other sub-funds of the Company. This comes at the expense of a higher risk level and less focus on the management of temporary downside corrections. Focus Equity should meet the need of existing or prospective shareholders looking for a more aggressive investment option and who are willing to invest at least for a ten-year period.
- Following the entry into force at the beginning of the year of the new regulation related to Sustainable Finance Disclosures, a section has been added to the prospectus detailing the Environmental and/or Social characteristics each sub fund adheres to. The Board supports the added transparency given by those formalized disclosures and the resulting level playing field allowing any investor to compare different investment options. Should shareholders request additional details, they can do so either by consulting the Environmental, Societal and Governance (ESG) policy of the Company or by contacting the Global Distributor. As new ESG data from companies are becoming available, the Board will remain focused on encouraging the inclusion of ESG challenges in the management of the assets, supporting increased transparency for our existing or prospective investors and on ensuring alignment with the evolving regulation.

The Company has no employees and relies on third party service providers. As such, as in previous years, the Board performed on-site visits with each one of those providers. This has been the case of BLI/ConventumTPS (acting as Management Company), Banque de Luxembourg (acting as custodian), UI efa (acting as Central Administration Agent) and Smart Private Managers (Luxembourg) S.A. (acting as Investment Manager and Global Distributor). Those visits allowed the Board to meet the people in charge of providing services to the Company and to assess the procedures and controls in place. As usual, the Anti-Money Laundering and Counter Terrorism Financing were a key topic in those discussions. We are pleased to report that the outcome of those visits was satisfactory.

Luxembourg, 9th February 2024

The Board of Directors

Note: The information in this report represents historical data and is not an indication of future results.

#### **Report of the Investment Manager**

Most of large equity indices' performance was dominated by the behavior of growth stock, particularly a few US technology companies exposed (or supposed to be exposed) to secular trends in technologies like Artificial Intelligence. This small sub-set of the market dubbed the "Magnificent Seven", comprising Alphabet, Amazon, Apple, Meta, Microsoft, Nvidia and Tesla, returned, in US dollar terms, between 49% and 239%. They made up about 19% of the MSCI World at year-end and therefore had an outsizing effect on the performance of equity indices. Besides the rally of those stocks, more broadly speaking, equity markets benefited from investors' hopefulness that the tightening cycle of Central Banks came to an end in 2023<sup>1</sup> as inflation seems to decelerate. Strong gains in 2023 allowed most of equity indices to recoup a large part of their 2022 losses.

US Treasury 10 year finished 2023 nearly unchanged at 3.87% after reaching a multi-year high of 5% during the year while its German counterpart decreased by more than 0.5% over the year, finishing at 2.03% (after having peaked at 2.96%). This allowed European bond indices to post positive performance, but most of them remain well below their end-2021 levels.

We were able to achieve satisfactory results this year. As always, we encourage you to appreciate results of the different sub-funds in relation with their respective recommended periods and the long term nature of financial investment. You should also note those performances were achieved with a low level of exposure to large technology companies as we consider a major part of the sector as being priced to (more than) perfection, leaving no room to deception. Furthermore, a large part of equity portfolio is exposed to Europe, a geographical zone which seems forgotten by investors.

	1 <sup>st</sup> Jan 2023 to	1 <sup>st</sup> Jan 2022 to	an 2022 to 31 <sup>st</sup> Dec 2015 to 31 <sup>st</sup> Dec 2023 (*)		
Sub Fund and Class	31 <sup>st</sup> Dec 2023	31 <sup>st</sup> Dec 2023	Cumulative	Annualized	Max Drawdown
SMART VALUE INVESTORS - Patrimoine Flexible A	+7.21%	-0.03%	+24.98%	+2.82%	-12.94%
SMART VALUE INVESTORS - Patrimoine Flexible C	+7.69%	+0.88%	+29.62%	+3.29%	-12.90%
SMART VALUE INVESTORS - Patrimoine Flexible I	+7.90%	+1.25%			
SMART VALUE INVESTORS - Equity Flexible A	+9.67%	-0.03%	+47.66%	+4.99%	-22.03%
SMART VALUE INVESTORS - Equity Flexible C	+10.21%	+0.98%	+53.35%	+5.49%	-21.99%
SMART VALUE INVESTORS - Equity Flexible I	+10.43%	+1.37%			

	30 <sup>th</sup> June to
Sub Fund and Class	31 <sup>st</sup> Dec 2023 (**)
SMART VALUE INVESTORS - Focus Equity A	+1.96%
SMART VALUE INVESTORS - Focus Equity A	+2.09%
SMART VALUE INVESTORS - Focus Equity A	+2.18%

(\*) With effect on 1<sup>st</sup> January 2016, the SICAV changed its scope from the "SIF Law" to the "2010 Law / Part I". Please refer to Annual Report of the SICAV covering the financial year 2015 for further details. I Shares of the different sub-funds were launched on 30<sup>th</sup> August 2019. (\*\*) The different shares of the sub-fund Focus Equity were launched on 30<sup>th</sup> June 2023.

We consider that we entered 2024 with (very) optimistic financial markets pricing "Goldilocks" scenario including subdued inflation, continuing economic growth and low unemployment. This makes us wonder if hope has not taken the better of substance. On a macroeconomic scale, we see many risks, any escalation of which could rock financial markets: we don't know for sure that the economy will "soft-land" and we can only be a witness to the fiscal profligacy of most of industrialized countries at a time when public opinions have more and more difficulty to achieve consensus or to the geopolitical rivalries that already led to re-onshoring and declining globalization.

We obviously don't know if any of those risks will materialize, but, as stewards of your capital, it is our role to keep a long-term vision and navigate those waters as best as possible. To do so, we stick to our proven stock picking philosophy based on "value investing": we try to buy companies for less than they are worth. Our style has nothing to do with low metrics valuation. A stock at a price to earnings of 10x can be richly priced while another with a 25x ratio can be a bargain. Indeed, we place great emphasis on the quality of the company and its growth prospects. We assess the quality of a company based on its business model (e.g. existence of a persistent competitive advantage), its financial fundamentals (e.g. quality of balance sheet) and its management team (e.g. high integrity, prudent capital allocation). Once we are convinced of the quality of the company, we compute an estimate of what any outside investor

<sup>&</sup>lt;sup>1</sup> The Federal Reserve increased its rates by 100bps in 2023 after 425bps in 2022 while the European Central Bank increased its rates by 200bps after 250bps in 2022.

#### **Report of the Investment Manager (continued)**

would be willing to pay to obtain the free cash flow produced by the company and discounted at an appropriate rate. We would only invest if this estimate of intrinsic value is lower than the stock price, leaving us a sufficient margin of safety. We usually need to show a great deal of patience to wait until these quality companies can be purchased at an attractive price.

The equity portfolio based on this philosophy has different characteristics that differentiate us from other investment managers: The allocation to equity can vary, sometimes widely<sup>2</sup>, depending on the attractivity of the companies we wish to invest in. Furthermore, our philosophy is completely benchmark agnostic and can lead to a portfolio that differs greatly from indexes, whether in terms of currencies, sectors or market capitalizations.

Sub-funds Patrimoine Flexible and Equity Flexible have a multi-asset investment policy adapted to their respective risk profile. The equity portion of Equity Flexible is completed by a fixed income portfolio usually made up of high-quality government or quasi-government bonds used to remunerate cash with low risk (short-term bonds) or hedge part of the equity portfolio (medium to longer term bonds). The fixed income part of Patrimoine Flexible is made up of a mix of government bonds (used in the same way as in Equity Flexible) and corporate bonds either used with a buy and hold optic or, seldom, in the case of an issuer momentarily under pressure (e.g. in a period of market dislocation). In any case, we only invest if we have sufficient confidence that the issuer can face its obligations and that the risk/return characteristic of the investment is sufficiently attractive. We do not engage in "greater fool theory", buying overvalued assets with the simple hope that it can be resold at an even higher price to someone fooler than us. Both sub-funds are also exposed to Precious Metals<sup>3</sup>. We consider that exposure as a hedge against systematic risk and its weight depends on the perceived macro-economic risks and the level of risk of the other elements of the portfolio.

		Patrimoine Flexible		Equity Flexible		Focus Equity	
_		Weight		Weight	Rebased	Weight	Rebased
	Consumer Staples	11.84%	28.55%	19.09%	27.57%	34.37%	35.24%
	Health Care	7.71%	18.59%	12.67%	18.30%	12.65%	12.97%
	Financials	6.85%	16.51%	11.67%	16.85%	15.20%	15.59%
_	Industrials	5.77%	13.91%	10.09%	14.58%	17.60%	18.05%
Sector	Information Technology	4.46%	10.76%	7.56%	10.92%	14.30%	14.66%
Sec	Communication Services	2.02%	4.88%	3.36%	4.85%	3.40%	3.49%
	Real Estate	0.86%	2.07%	1.49%	2.15%		
	Energy	0.85%	2.04%	1.37%	1.98%		
	Consumer Discretionary	0.56%	1.36%	0.92%	1.33%		
	Materials	0.55%	1.33%	1.02%	1.48%		
	Equity Exposure	41.46%		69.24%		97.52%	
đ	Europe	25.02%	60.35%	41.52%	59.97%	55.79%	57.21%
Zone	North America	12.45%	30.04%	21.18%	30.59%	37.92%	38.88%
Ν	Others	3.98%	9.61%	6.54%	9.45%	3.81%	3.90%
	Equity Exposure	41.46%		69.24%		97.52%	

The below tables show the portfolio positioning at year-end:

		Patrimoin	Patrimoine Flexible		Equity Flexible		Focus Equity	
		Weight	Avg Duration	Weight	Avg Duration	Weight	Avg Duration	
Governm	nent (*)	14.97%	0.82	22.00%	0.48			
o/w	AAA	14.97%		22.00%				
Corporat	te	34.47%	2.77					
o/w	AAA	1.38%						
	AA	6.68%						
	Α	12.95%						
	BBB	7.42%						
	Non Rated	6.04%						
Fixed In	come Exposure	49.44%		22.00%		0.00%		
	· · · · · · · · · · · · · · · · · · ·							
Precious	s Metals Exposure	5.97%		5.65%		0.00%		

(\*) This category includes government issued bonds, as well as corporate bonds explicitly guaranteed by a government (e.g. KFW).

<sup>&</sup>lt;sup>2</sup> The prospectus defines, for each sub-fund, the flexibility available to us in terms of cap and/or floor of exposure to equity markets depending on their respective risk profile. In particular, the flexibility for the sub-fund Focus Equity is extremely limited as this exposure should always be higher than 90%. In that case, we manage the portfolio based on the relative attractivity of the different companies.

<sup>&</sup>lt;sup>3</sup> Indirect exposition through Exchange Traded Commodities

#### **Report of the Investment Manager (continued)**

Equity allocation is dominated by sectors usually considered as defensive such as Consumer Staples and Health Care. Those were the sectors where we found some of the most compelling opportunities during the year as the market preferred to focus on high-growth companies. Some of our largest investments (e.g. Unilever, Reckitt, Nestlé, Roche) belong to those two sectors. The large part of "Financials" is explained by the classification of holdings (e.g. Berkshire Hathaway, Investor AB) in this category. The exposure to bank is indeed extremely low<sup>4</sup>. Contrary to usual benchmarks, a large part of the equity portfolio is invested in companies incorporated in Europe as we found those companies compelling, particularly compared to their competitors established in North America, which are usually more richly priced. Most of those companies are multinational, deriving a large part of their revenues from outside of Europe. As an example, only 19% of the UK based Unilever comes from Europe while 59% comes from emerging markets.

We generally reduced our exposure to equities<sup>5</sup> in the first months of 2023 as stock prices increased on the back of inflation normalization. We reduced and then sold some companies that we still consider of high quality but for which the market seems to price strong growth over an extended period and leave no room for any disappointment (e.g. Microsoft, Otis, S&P Global). We also revisited the risk level of some companies and decided to sell them (e.g. SAP, Zalando). The equity exposure was strengthened later in the year as we were able to find some attractively priced high-quality companies in different sectors. This was the case of, inter alia, Ashtead (Rental Equipment for corporations), Automatic Data Processing (Human Resource Outsourcing) or Wendel (Multi-sector holding). Part of the EUR/USD risk is hedged at sub funds Patrimoine Flexible and Equity Flexible.

The duration of the government portfolio has been reduced over the year and focused on euro issued bonds backed by strong issuers (e.g. Germany, Netherlands). These investments allow us to have a pool of low risk, higkly liquid assets attractively remunerated that we will be able to use should opportunities arise in equities.

Patrimoine Flexible is the only sub-fund invested in corporate bonds. We seized the opportunity of higher yields and attractive spreads in the first months of the year to materially allocate more risk. We therefore increased our allocation and lengthened its duration. As an example, our longest bond in portfolio matures now in 2031 vs 2027 at the end of 2022. We still prefer strong issuers as we consider the spread on lower rated issues insufficient to remunerate risk. As such, major issuers comprise Berkshire Hathaway, Mölnlycke or PepsiCo.

Luxembourg, 20th February 2024

The Investment Manager Smart Private Managers (Luxembourg) S.A.

Note: The Information in this report represents historical data and is not indicative of future results.

<sup>&</sup>lt;sup>4</sup> e.g. 0.46% for the sub-fund Equity Flexible.

<sup>&</sup>lt;sup>5</sup> Due to the different investment policies and flexibility allowed by the prospectus, the different movements described in this section are for illustration only and may not have been applied to all sub-funds or have been applied at differing degrees. We particularly draw your attention on the fact that Focus Equity was launched in June 2023 and the equity exposure flexibility allowed by the prospectus is much narrower than for other sub-funds. Please refer to the "Statements of investments and other net assets" of the different sub-funds for a complete description of the different portfolios.



#### Audit report

#### To the Shareholders of SMART VALUE INVESTORS

#### Our opinion

In our opinion, the accompanying financial statements give a true and fair view of the financial position of SMART VALUE INVESTORS (the "Fund") and of each of its sub-funds as at 31 December 2023, and of the results of their operations and changes in their net assets for the year then ended in accordance with Luxembourg legal and regulatory requirements relating to the preparation and presentation of the financial statements.

#### What we have audited

The Fund's financial statements comprise:

- the combined statement of net assets for the Fund and the statement of net assets for each of the sub-funds as at 31 December 2023;
- the statement of investments and other net assets as at 31 December 2023;
- the combined statement of operations and other changes in net assets for the Fund and the statement of operations and other changes in net assets for each of the sub-funds for the year then ended; and
- the notes to the financial statements, which include a summary of significant accounting policies.

#### Basis for opinion

We conducted our audit in accordance with the Law of 23 July 2016 on the audit profession (Law of 23 July 2016) and with International Standards on Auditing (ISAs) as adopted for Luxembourg by the "Commission de Surveillance du Secteur Financier" (CSSF). Our responsibilities under the Law of 23 July 2016 and ISAs as adopted for Luxembourg by the CSSF are further described in the "Responsibilities of the "Réviseur d'entreprises agréé" for the audit of the financial statements" section of our report.

We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion.

We are independent of the Fund in accordance with the International Code of Ethics for Professional Accountants, including International Independence Standards, issued by the International Ethics Standards Board for Accountants (IESBA Code) as adopted for Luxembourg by the CSSF together with the ethical requirements that are relevant to our audit of the financial statements. We have fulfilled our other ethical responsibilities under those ethical requirements.

#### Other information

The Board of Directors of the Fund is responsible for the other information. The other information comprises the information stated in the annual report but does not include the financial statements and our audit report thereon.

 $<sup>\</sup>label{eq:pricewaterhouseCoopers, Société coopérative, 2 rue Gerhard Mercator, B.P. 1443, L-1014 Luxembourg T: +352 494848 1, F: +352 494848 2900, www.pwc.lu$ 

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

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

#### Responsibilities of the Board of Directors of the Fund for the financial statements

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

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

#### Responsibilities of the "Réviseur d'entreprises agréé" for the audit of the financial statements

The objectives of our audit are to obtain reasonable assurance about whether the financial statements as a whole are free from material misstatement, whether due to fraud or error, and to issue an audit 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 the Law of 23 July 2016 and with ISAs as adopted for Luxembourg by the CSSF will always detect a material misstatement when it exists. Misstatements can arise from fraud or error and are considered material if, individually or in the aggregate, they could reasonably be expected to influence the economic decisions of users taken on the basis of these financial statements.

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

- identify and assess the risks of material misstatement of the financial statements, whether due to
  fraud or error, design and perform audit procedures responsive to those risks, and obtain audit
  evidence that is sufficient and appropriate to provide a basis for our opinion. The risk of not detecting
  a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may
  involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal
  control;
- obtain an understanding of internal control relevant to the audit in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the Fund's internal control;



- evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by the Board of Directors of the Fund;
- conclude on the appropriateness of the Board of Directors of the Fund's use of the going concern basis of accounting and, based on the audit evidence obtained, whether a material uncertainty exists related to events or conditions that may cast significant doubt on the Fund's or any of its sub-funds' ability to continue as a going concern. If we conclude that a material uncertainty exists, we are required to draw attention in our audit report to the related disclosures in the financial statements or, if such disclosures are inadequate, to modify our opinion. Our conclusions are based on the audit evidence obtained up to the date of our audit report. However, future events or conditions may cause the Fund or any of its sub-funds to cease to continue as a going concern;
- evaluate the overall presentation, structure and content of the financial statements, including the disclosures, and whether the financial statements represent the underlying transactions and events in a manner that achieves fair presentation.

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

PricewaterhouseCoopers, Société coopérative Represented by

Luxembourg, 28 March 2024

Antoine Geoffroy

#### Combined statement of net assets (in EUR)

as at 31st December 2023

Assets Securities portfolio at market value Cash at banks Formation expenses, net Income receivable on portfolio Bank interest receivable Receivable on issues of shares Unrealised gain on forward foreign exchange contracts Prepaid expenses	309,383,002.02 8,457,220.37 15,833.45 716,045.96 1,694.92 454,401.68 654,150.22 5,719.47
Total assets	319,688,068.09
<u>Liabilities</u> Payable on redemptions of shares Expenses payable	70,772.02 364,957.68
Total liabilities	435,729.70
Net assets at the end of the year	319,252,338.39

## Combined statement of operations and other changes in net assets (in EUR) from 1st January 2023 to 31st December 2023

Income	
Income Dividends, net	2,794,254.01
Interest on bonds and other debt securities, net	845,927.64
Bank interest Other income	440,686.34 38,540.46
Total income	4,119,408.45
_	4,119,408.45
Expenses Advisory fees	190,238.38
Management fees	2,465,064.90
Performance fees	31,399.69
Depositary fees	182,116.17
Banking charges and other fees	67,111.32
Transaction fees	304,209.50
Central administration costs	175,472.67
Professional fees	33,109.68
Other administration costs	41,805.66
Subscription duty ("taxe d'abonnement")	126,523.78
Bank interest paid	19,192.60
Other expenses	81,807.58
Total expenses	3,718,051.93
Net investment income	401,356.52
Net realised gain/(loss)	
- on securities portfolio	4,429,530.18
- on forward foreign exchange contracts	895,558.32
- on foreign exchange	-228,320.67
Realised result	5,498,124.35
Net variation of the unrealised gain/(loss)	
- on securities portfolio	19,016,552.63
- on forward foreign exchange contracts	-337,766.31
Result of operations	24,176,910.67
Subscriptions	77,163,797.70
Redemptions	-52,387,671.26
Total changes in net assets	48,953,037.11
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Total net assets at the beginning of the year	270,299,301.28
Total net assets at the end of the year	319,252,338.39

#### Statement of net assets (in EUR)

as at 31st December 2023

Assets Securities portfolio at market value Cash at banks Income receivable on portfolio Bank interest receivable Receivable on issues of shares Unrealised gain on forward foreign exchange contracts Total assets	172,650,040.44 4,954,026.02 567,076.76 978.20 5,362.19 289,875.80 178,467,359.41
<u>Liabilities</u> Payable on redemptions of shares Expenses payable Total liabilities	57,973.58 
Net assets at the end of the year	178,224,370.24

### Breakdown of net assets per share class

Share class	Number of shares	Currency of share class	NAV per share in currency of share class	Net assets per share class (in EUR)
A	313,480.027	EUR	169.76	53,217,325.98
С	335,725.784	EUR	182.93	61,414,456.67
1	570,338.273	EUR	111.50	63,592,587.59
				178,224,370.24

# Statement of operations and other changes in net assets (in EUR) from 1st January 2023 to 31st December 2023

Income	
Dividends, net	1,346,870.94
Interest on bonds and other debt securities, net	778,605.83
Bank interest	218,984.46
Other income	19,705.50
Total income	2,364,166.73
Expenses	
Management fees	1,603,085.82
Depositary fees	107,975.87
Banking charges and other fees	42,415.26
Transaction fees	131,895.22
Central administration costs	84,547.10
Professional fees	15,952.33
Other administration costs	23,624.13
Subscription duty ("taxe d'abonnement")	66,088.76
Bank interest paid	8,756.24
Other expenses	45,568.27
Total expenses	2,129,909.00
Net investment income	234,257.73
Net realised gain/(loss)	
- on securities portfolio	1,789,669.00
- on forward foreign exchange contracts	410,768.99
- on foreign exchange	-127,992.99
Realised result	2,306,702.73
Net variation of the unrealised gain/(loss)	
- on securities portfolio	10,637,360.29
- on forward foreign exchange contracts	-165,523.52
Result of operations	12,778,539.50
Subscriptions	24 570 000 07
Subscriptions	31,570,060.67
Redemptions	-33,963,672.74
Total changes in net assets	10,384,927.43
Total net assets at the beginning of the year	167,839,442.81
Total net assets at the end of the year	178,224,370.24

## Statistical information (in EUR) as at 31st December 2023

Total net assets	Currency	31.12.2021	31.12.2022	31.12.2023
	EUR	181,015,263.93	167,839,442.81	178,224,370.24
Net asset value per share class	Currency	31.12.2021	31.12.2022	31.12.2023
A	EUR	169.81	158.34	169.76
C	EUR EUR	181.34 110.12	169.86 103.34	182.93 111.50

Number of shares	outstanding at the beginning of the year	issued	redeemed	outstanding at the end of the year
A	348,917.460	29,723.177	-65,160.610	313,480.027
С	388,185.270	53,905.215	-106,364.701	335,725.784
1	451,474.234	160,143.548	-41,279.509	570,338.273

## Statement of investments and other net assets (in EUR) as at 31st December 2023

Currency	Number / nominal value	Description		Cost	Market value	% of total net assets *

## **Investments in securities**

#### Transferable securities admitted to an official stock exchange listing

#### Shares

CHF	34,000	Nestlé SA Reg	3,444,414.58	3,566,244.91	2.00
CHF	15,375	Roche Holding Ltd Pref	4,282,473.31	4,043,682.78	2.00
0111	10,010		7,726,887.89	7,609,927.69	4.27
DKK	14,500	Novozymes AS B	664,456.78	721,850.09	0.41
DIXK	14,500	Novozymes AS B	664,456.78	721,850.09	0.41
	4 500				
EUR	1,500	Air Liquide SA	179,235.90	264,180.00	0.15
EUR	12,583	Gaztransport et technigaz SA	984,220.23	1,508,701.70	0.85
EUR	37,250	Heineken Holding NV	2,768,646.99	2,853,350.00	1.60
EUR	14,500	Industria de Diseno Textil SA	370,275.11	571,735.00	0.32
EUR	4,250	Pernod-Ricard SA	777,107.00	678,937.50	0.38
EUR	72,350	Unilever Plc Reg	3,281,696.20	3,172,909.25	1.78
EUR	29,500	Universal Music Group NV	549,120.61	761,395.00	0.43
EUR	28,000	Wendel SE	2,174,022.80	2,258,200.00	1.27
			11,084,324.84	12,069,408.45	6.78
GBP	37,500	Ashtead Group Plc	2,095,568.18	2,364,328.23	1.33
GBP	11,500	DCC Plc	701,238.76	767,008.51	0.43
GBP	81,500	Diageo Plc	2,901,328.32	2,686,832.65	1.51
GBP	132,500	GSK Plc	2,187,931.57	2,218,035.96	1.24
GBP	600,000	Haleon Plc	1,968,961.86	2,227,714.91	1.25
GBP	42,000	Halma Plc	949,035.80	1,107,312.48	0.62
GBP	52,750	Intertek Group Plc	2,646,903.84	2,585,397.11	1.45
GBP	62,500	Reckitt Benckiser Group Plc	4,272,983.85	3,910,246.25	2.19
GBP	22,000	Unilever Plc	998,048.87	965,008.37	0.54
			18,722,001.05	18,831,884.47	10.56
JPY	30,600	Murata Manufacturing Co Ltd	543,190.76	587,875.12	0.33
JPY	23,700	Nintendo Co Ltd	980,485.70	1,119,499.96	0.63
JPY	3,100	Shimano Inc	510,204.97	434,482.04	0.24
			2,033,881.43	2,141,857.12	1.20
SEK	35,856	AddLife AB B Reg	290,835.45	352,491.56	0.20
SEK	94,500	Assa Abloy AB B	2,093,141.46	2,465,178.71	1.38
SEK	121,500	Investor AB B	2,014,608.75	2,549,369.16	1.43
			4,398,585.66	5,367,039.43	3.01
SGD	439,700	Haw Par Corp Ltd	3,048,414.86	2,942,709.35	1.65
SGD	25,000	United Overseas Bank Ltd Local	500,153.60	488,212.13	0.27
	,		3,548,568.46	3,430,921.48	1.92
USD	13,500	Alphabet Inc C	1,468,396.43	1,722,470.69	0.97
USD	1,725	Ametek Inc	240,611.10	257,512.34	0.14
USD	14,000	Analog Devices Inc	2,119,928.38	2,516,717.22	1.41
USD	4,750	Automatic Data Processing Inc	971,697.50	1,001,862.75	0.56
USD	6,000	Berkshire Hathaway Inc	1,572,332.21	1,937,404.37	1.09
USD	2	Berkshire Hathaway Inc A	534,636.89	982,526.88	0.55
USD	10,375	Broadridge Fin Solutions Inc	1,473,257.00	1,932,602.64	1.08
000	10,575		1,473,237.00	1,002,002.04	1.00

\* Minor differences may arise due to rounding in the calculation of percentages.

#### Statement of investments and other net assets (in EUR) (continued)

as at 31st December 2023

Currency	Number / nominal value	Description	Cost	Market value	% of total net assets *
USD	9,750	Danaher Corp	2,227,568.56	2,042,066.91	1.15
USD	15,000	Fiserv Inc	1,436,283.59	1,803,992.58	1.01
USD	485,000	Hong Kong Land Hg Ltd	1,464,771.38	1,528,043.09	0.86
USD	3,100	Markel Corp Inc	3,665,767.58	3,985,052.74	2.24
USD	6,750	Pepsico Inc	1,036,046.99	1,037,906.84	0.58
USD	4,450	Thermo Fisher Scientific Inc	2,339,265.69	2,138,441.45	1.20
USD	11,250	Veralto Corp	825,055.61	837,829.89	0.47
			21,375,618.91	23,724,430.39	13.31
Total S	Shares	—	69,554,325.02	73,897,319.12	41.46
Bonds					
CHF	700,000	Chocolade Lindt & Spruengli AG 1% Sen Partizsch 14/08.10.24	687,706.16	749,538.66	0.42
CHF	375,000	Roche Kapitalmarkt AG 0.25% Partizsch 18/24.09.25	363,243.96	396,282.53	0.22
		-	1,050,950.12	1,145,821.19	0.64
EUR	1,000,000	ABB Finance BV 0% EMTN Ser 120 21/19.01.30	792,970.00	843,535.00	0.47
EUR	800,000	ABB Finance BV 3.25% EMTN 23/16.01.27	786,320.00	810,060.00	0.45
EUR	400,000	Abbot Ireland Financing DAC 0.1% Sen Reg S 19/19.11.24	402,690.50	387,726.00	0.22
EUR	600,000	Adidas AG 0% ADS 20/09.09.24	599,738.50	585,138.00	0.33
EUR	800,000	Air Liquide Finance 1% EMTN Ser 34 17/08.03.27	752,012.00	763,200.00	0.43
EUR	400,000	Air Liquide SA 1% Sen 20/02.04.25	404,224.00	389,150.00	0.22
EUR	1,300,000	Alimentation Couche-Tard Inc 1.875% Reg S Sen 16/06.05.26	1,288,542.00	1,255,910.50	0.70
EUR	350,000	Anheuser-Busch InBev SA 2.7% EMTN Ser 19 14/31.03.26	360,290.00	348,785.50	0.20
EUR	750,000	Apple Inc 0.5% Sen 19/15.11.31	605,205.00	641,302.50	0.36
EUR	300,000	Apple Inc 1.375% Sen 17/24.05.29	262,392.00	282,450.00	0.16
EUR	600,000	Atlas Copco AB 0.625% EMTN Reg S Sen 16/30.08.26	546,387.00	566,634.00	0.32
EUR	1,100,000	Bank of America Corp 2.375% EMTN Reg S Ser 798 14/19.06.24	1,089,838.00	1,092,118.50	0.61
EUR	900,000	Baxter Intl Inc 0.4% EMTN Sen 19/15.05.24	912,330.00	888,169.50	0.50
EUR	400,000	Becton Dickinson & Co 0.034% 21/13.08.25	398,796.00	378,946.00	0.21
EUR	400,000	Becton Dickinson & Co 1.9% Sen 16/15.12.26	375,248.00	386,866.00	0.22
EUR	600,000	Berkshire Hathaway Fin Corp 1.5% 22/18.03.30	519,624.00	544,734.00	0.31
EUR	800,000	Berkshire Hathaway Inc 1.125% 15/16.03.27	750,990.00	754,696.00	0.42
EUR	500,000	Berkshire Hathaway Inc 1.3% Sen 16/15.03.24	518,992.00	497,380.00	0.28
EUR	1,300,000	Berkshire Hathaway Inc 2.15% Sen 16/15.03.28	1,196,910.00	1,265,465.50	0.71
EUR	400,000	Bristol Myers Squibb Co 1% Sen 15/15.05.25	417,408.00	388,434.00	0.22
EUR	600,000	Brown-Forman Corp 1.2% 16/07.07.26	555,330.00	573,405.00	0.32
EUR	1,000,000	Bureau Veritas SA 1.125% Sen 19/18.01.27	902,100.00	935,235.00	0.52
EUR	800,000	Bureau Veritas SA 1.875% 18/06.01.25	803,922.00	782,972.00	0.44
EUR	700,000	Coca-Cola Co 0.75% 19/22.09.26	691,290.00	664,013.00	0.37
EUR	300,000	Coca-Cola Co 1.125% 15/09.03.27	295,194.00	283,383.00	0.16
EUR	1,000,000	Colgate-Palmolive Co 0.5% Ser H 19/06.03.26	921,040.00	952,160.00	0.53
EUR	600,000	Danaher Corp 1.7% Sen 20/30.03.24	621,405.50	596,577.00	0.33
EUR	300,000	Danaher Corp 2.1% Sen 20/30.09.26	286,404.00	293,659.50	0.16
EUR	400,000	Danone 0% EMTN 21/01.12.25	377,952.00	377,882.00	0.21
EUR	700,000	Dassault Systemes SA 0% Sen 19/16.09.24	693,026.00	682,160.50	0.38
EUR	600,000	Davide Campari-Milano NV 1.25% 20/06.10.27	522,364.20	549,285.00	0.31
EUR	500,000	Davide Campari-Milano NV 4.71% 23/18.05.30	519,850.00	528,752.50	0.30
EUR	5,000,000	Deutschland 0.2% 22/14.06.24	4,920,750.00	4,926,200.00	2.76
EUR	1,800,000	Deutschland 0.5% 18/15.02.28	1,676,898.00	1,700,361.00	0.95
EUR	1,750,000	Deutschland 0% 22/15.03.24	1,726,287.50	1,737,592.50	0.97

\* Minor differences may arise due to rounding in the calculation of percentages.

#### Statement of investments and other net assets (in EUR) (continued) as at 31st December 2023

Currency	Number / nominal value	Description	Cost	Market value	% of total net assets *
EUR	3,000,000	Deutschland 0% 22/16.04.27	2,746,530.00	2,809,710.00	1.58
EUR	5,000,000	Deutschland 0% Ser 179 Sen 19/05.04.24	4,945,175.00	4,953,750.00	2.78
EUR	100,000	Deutschland 0% Ser 181 20/11.04.25	99,350.00	96,584.00	0.05
EUR	4,000,000	Deutschland 1.5% 14/15.05.24	3,967,080.00	3,970,260.00	2.23
EUR	500,000	Diageo Capital BV 0.125% EMTN Sen 20/28.09.28	424,350.00	440,942.50	0.25
EUR	700,000	Diageo Finance Plc 1.875% Sen Reg S 20/27.03.27	684,702.00	678,261.50	0.38
EUR	300,000	Edenred SA 1.875% 17/30.03.27	279,450.00	289,749.00	0.16
EUR	1,500,000	Eli Lilly & Co 1.625% Sen 15/02.06.26	1,461,503.00	1,457,790.00	0.82
EUR	500,000	EQT AB 0.875% 21/14.05.31	370,390.00	398,747.50	0.22
EUR	700,000	EssilorLuxottica SA 0.25% EMTN Sen 20/05.01.24	690,416.46	699,867.00	0.39
EUR	300,000	EssilorLuxottica SA 0.375% EMTN Sen Reg S 19/27.11.27	267,444.00	274,917.00	0.15
EUR	700,000	EssilorLuxottica SA 0.5% EMTN Sen 20/05.06.28	604,835.00	639,401.00	0.36
EUR	400,000	Essity AB 1.125% EMTN 15/05.03.25	417,524.00	388,922.00	0.22
EUR	400,000	Essity AB 1.125% EMTN Ser 28 Sen Reg S 17/27.03.24	414,295.00	397,496.00	0.22
EUR	400,000	Essity AB 1.625% EMTN Ser 29 17/30.03.27	373,156.00	384,126.00	0.22
EUR	350,000	EXOR NV 2.5% Sen 14/08.10.24	378,732.00	346,430.00	0.19
EUR	1,050,000	Ferrari NV 1.5% Sen Reg S 20/27.05.25	1,087,767.00	1,021,114.50	0.57
EUR	800,000	Fiserv Inc 1.125% Sen 19/01.07.27	721,489.00	751,212.00	0.42
EUR	300,000	Fresenius SE & Co KGaA 0% Conv 17/31.01.24	297,615.50	298,882.50	0.17
EUR	500,000	GlaxoSmithKline Capital Plc 1.25% EMTN Ser 22 18/21.05.26	471,565.00	481,760.00	0.27
EUR	450,000	GlaxoSmithKline Capital Plc 1.75% EMTN Ser 23 18/21.05.30	401,215.50	422,471.25	0.24
EUR	600,000	Groupe Bruxelles Lambert SA 1.375% Sen 17/23.05.24	608,987.50	594,168.00	0.33
EUR	900,000	Groupe Bruxelles Lambert SA 3.125% 22/06.09.29	859,758.00	904,297.50	0.51
EUR	600,000	GSK Capital BV 3% EMTN 22/28.11.27	594,630.00	605,253.00	0.34
EUR	250,000	Haleon NL Cap BV 1.25% EMTN 22/29.03.26	235,937.50	240,068.75	0.13
EUR	500,000	Heineken NV 1.25% EMTN Ser 29 18/17.03.27	456,070.00	473,510.00	0.27
EUR	500,000	Highland Holdings Sàrl 0.318% 21/15.12.26	436,700.00	461,675.00	0.26
EUR	800,000	Honeywell Intl Inc 0% 20/10.03.24	804,085.00	794,312.00	0.45
EUR	200,000	InterContinental Hotels Gr Plc 2.125% EMTN SER05 18/15.05.27	177,496.00	193,116.00	0.11
EUR	900,000	Investor AB 1.5% EMTN Ser 44 18/12.09.30	776,793.00	820,197.00	0.46
EUR	400,000	JDE Peet's BV 0% EMTN 21/16.01.26	353,704.00	374,270.00	0.21
EUR	300,000	Kering 1.25% EMTN Reg S Sen 16/10.05.26	296,943.00	288,663.00	0.16
EUR	300,000	Kering 2.75% EMTN Ser 17 14/08.04.24	313,890.00	299,245.50	0.17
EUR	500,000	Kering 3.25% EMTN 23/27.02.29	495,595.00	508,965.00	0.29
EUR	5,000,000	KFW 0.125% 17/15.01.24	4,962,659.65	4,993,425.00	2.80
EUR	600,000	Legrand SA 0.75% Sen 17/06.07.24	594,384.00	590,811.00	0.33
EUR	400,000	Lloyds Bank Plc 0.25% EMTN Ser 2019-2 19/25.03.24	389,072.00	396,690.00	0.22
EUR	300,000	Lonza Fin Intl NV 1.625% Sen Reg S 20/21.04.27	281,097.00	287,925.00	0.16
EUR	800,000	LVMH Moet Hennessy Lou Vuit SE 0.375% Sen Reg S 20/11.02.31	656,192.00	684,204.00	0.38
EUR	800,000	Medtronic GI Hgs SCA 0.25% 19/02.07.25	809,105.00	763,596.00	0.43
EUR	600,000	Medtronic GI Hgs SCA 1.125% Sen 19/07.03.27 Reg	548,778.00	567,567.00	0.32
EUR	1,200,000	Microsoft Corp 3.125% Sen 13/06.12.28	1,188,984.00	1,236,900.00	0.69
EUR	1,300,000	Molnlycke Holding AB 0.875% EMTN Sen Reg S 19/05.09.29	1,080,749.00	1,121,438.50	0.63
EUR	800,000	Molnlycke Holding AB 1.75% Reg S Sen 15/28.02.24	842,614.50	797,100.00	0.45
EUR	900,000	Molnlycke Holding AB 1.875% Reg S Sen 17/28.02.25	880,322.50	879,574.50	0.49
EUR	600,000	MTU Aero Engines AG 3% Sen Reg S 20/01.07.25	630,060.00	595,368.00	0.33
EUR	700,000	Nestle Finance Intl Ltd 0% Ser 104 20/03.12.25	703,313.00	664,849.50	0.37
EUR	1,000,000	Nestle Finance Intl Ltd 1.125% Sen Reg S 20/01.04.26	942,200.00	967,250.00	0.54
EUR	1,500,000	Netherlands 2% 14/15.07.24	1,488,007.50	1,489,237.50	0.84

\* Minor differences may arise due to rounding in the calculation of percentages.

## Statement of investments and other net assets (in EUR) (continued)

as at 31st December 2023

Currency	Number / nominal value	Description	Cost	Market value	% of total net assets *
EUR	500,000	Novartis Finance SA 0% 20/23.09.28	422,995.00	443,032.50	0.25
EUR	250,000	Novartis Finance SA 1.625% Reg S Sen 14/09.11.26	274,232.50	244,312.50	0.14
EUR	850,000	Novo Nordisk Fin (NL) BV 1.375% EMTN 22/31.03.30	752,139.50	791,613.50	0.44
EUR	600,000	PepsiCo Inc 0.25% Sen 20/06.05.24	605,352.00	592,605.00	0.33
EUR	1,000,000	PepsiCo Inc 0.5% EMTN Sen 20/06.05.28	880,126.00	911,330.00	0.51
EUR	550,000	PepsiCo Inc 2.625% EMTN 14/28.04.26	574,963.50	546,414.00	0.31
EUR	500,000	Pernod-Ricard SA 0.5% 19/24.10.27	442,495.00	460,507.50	0.26
EUR	500,000	Pernod-Ricard SA 1.5% Sen 16/18.05.26	495,525.00	485,752.50	0.27
EUR	1,300,000	Procter & Gamble Co 1.25% 17/25.10.29	1,121,783.00	1,201,668.00	0.67
EUR	600,000	RELX Finance BV 0% Sen 20/18.03.24	601,776.00	595,008.00	0.33
EUR	350,000	Richemont International Hg SA 1.5% Sen Reg S 18/26.03.30	311,626.00	324,460.50	0.18
EUR	400,000	Sanofi SA 0.875% EMTN Ser 36 19/21.03.29	353,344.00	366,486.00	0.21
EUR	1,000,000	SGS SA Nederland Holding BV 0.125% EMTN 21/21.04.27	867,350.00	909,025.00	0.51
EUR	500,000	Thermo Fisher Scientific Inc 1.75% 20/15.04.27	465,635.00	482,840.00	0.27
EUR	500,000	UCB 1% EMTN 21/30.03.28	428,650.00	446,057.50	0.25
EUR	500,000	Unilever Fin Netherlands BV 1.125% EMTN Sen 18/12.02.27	458,250.00	476,242.50	0.27
EUR	400,000	Unilever Fin Netherlands BV 1.25% EMTN Sen Reg S 20/25.03.25	407,768.00	390,322.00	0.22
EUR	500,000	Unilever Fin Netherlands BV 1.75% EMTN Ser 64 22/16.11.28	468,465.00	478,280.00	0.27
EUR	300,000	Unilever NV 1.125% EMTN Reg S Sen 16/29.04.28	265,488.00	280,909.50	0.16
EUR	500,000	United Overseas Bank Ltd 0.01% EMTN Ser 8 20/01.12.27	432,000.00	447,520.00	0.25
EUR	800,000	United Overseas Bank Ltd 0.5% EMTN Ser 4 18/16.01.25	762,860.00	775,776.00	0.44
EUR	500,000	Universal Music Group NV 3% EMTN Ser 1 22/30.06.27	482,790.00	500,855.00	0.28
EUR	500,000	Visa Inc 1.5% 22/15.06.26	467,860.00	483,582.50	0.27
EUR	500,000	Wendel SE 1.375% Sen 19/26.04.26	471,591.00	479,515.00	0.27
EUR	400,000	Wolters Kluwer NV 0.25% 21/30.03.28	345,600.00	359,472.00	0.20
EUR	300,000	Zalando SE 0.05% Conv Tr A Sen Reg S 20/06.08.25	284,220.00	278,580.00	0.16
			85,452,316.31	86,202,576.50	48.33
Total B			86,503,266.43	87,348,397.69	48.97
Investr	nent certificat	es			
USD	35,000	Gold Bullion Sec Ltd Certif Gold Perpetual	4,597,867.86	6,043,841.38	3.39
USD	25,500	Invesco Physical Gold PLC Certif Gold 31.12.Perpetual	4,136,282.36	4,601,566.25	2.58
			8,734,150.22	10,645,407.63	5.97
Total In	ivestment cer	tificates	8,734,150.22	10,645,407.63	5.97
Transfe	erable securiti	es dealt in on another regulated market			
Bonds					
EUR	800,000	Novo Nordisk Fin (NL) BV 1.125% EMTN 22/30.09.27	733,600.00	758,916.00	0.43
			733,600.00	758,916.00	0.43
Total B	onds		733,600.00	758,916.00	0.43
Total In	vestments in s	ecurities	165,525,341.67	172,650,040.44	96.83
Portfolic	o of investment	t	165,525,341.67	172,650,040.44	96.83

\* Minor differences may arise due to rounding in the calculation of percentages.

## Statement of investments and other net assets (in EUR) (continued)

as at 31st December 2023

Currency Number / Description nominal value	Cost	Market value	% of total net assets *
Cash at banks		4,954,026.02	2.78
Other net assets/(liabilities)		620,303.78	0.39
Total		178,224,370.24	100.00

\* Minor differences may arise due to rounding in the calculation of percentages. The accompanying notes are an integral part of these financial statements.

## Industrial and geographical classification of investments as at 31st December 2023

#### Industrial classification (in percentage of net assets)

Financials	21.83 %
Non-cyclical consumer goods	21.23 %
Healthcare	13.93 %
Industrials	13.02 %
Countries and governments	12.16 %
Cyclical consumer goods	5.51 %
Technologies	5.06 %
Energy	1.55 %
Raw materials	1.21 %
Real estate	0.86 %
Utilities	0.47 %
Total	96.83 %

## **Geographical classification** (by domicile of the issuer)

(in percentage of net assets)	
United States of America	23.06 %
Germany	15.11 %
United Kingdom	13.60 %
The Netherlands	8.39 %
France	8.25 %
Sweden	6.24 %
Switzerland	4.91 %
Jersey	3.39 %
Ireland	3.23 %
Singapore	2.61 %
Luxembourg	2.49 %
Belgium	1.45 %
Japan	1.20 %
Hong Kong	0.86 %
Canada	0.70 %
Italy	0.61 %
Denmark	0.41 %
Spain	0.32 %
Total	96.83 %

## Statement of net assets (in EUR) as at 31st December 2023

Assets Securities portfolio at market value Cash at banks Income receivable on portfolio Bank interest receivable Receivable on issues of shares Unrealised gain on forward foreign exchange contracts Total assets	123,016,638.00 3,130,341.52 145,740.41 642.89 449,039.49 364,274.42
Total assets	127,106,676.73
Liabilities	
Payable on redemptions of shares	12,798.44
Expenses payable	131,172.78
Total liabilities	143,971.22
Net assets at the end of the year	126,962,705.51

#### Breakdown of net assets per share class

Share class	Number of shares	Currency of share class	NAV per share in currency of share class	Net assets per share class (in EUR)
A	80,370.762	EUR	194.75	15,652,468.15
С	510,099.767	EUR	191.41	97,639,551.91
1	113,225.211	EUR	120.74	13,670,685.45
				126,962,705.51

# Statement of operations and other changes in net assets (in EUR) from 1st January 2023 to 31st December 2023

Income	
Dividends, net	1,393,700.58
Interest on bonds and other debt securities, net	67,321.81
Bank interest	211,230.68
Other income	18,834.96
Total income	1,691,088.03
Expenses	100.000.00
Advisory fees	190,238.38
Management fees Depositary fees	841,373.32 73,785.63
Banking charges and other fees	24,491.54
Transaction fees	138,600.89
Central administration costs	70,405.76
Professional Gees	10,429.35
Other administration costs	15,649.73
Subscription duty ("taxe d'abonnement")	56,834.77
Bank interest paid	10,247.52
Other expenses	30,260.61
Total expenses	1,462,317.50
Net investment income	228,770.53
Net realised gain/(loss)	
- on securities portfolio	2,594,244.54
- on forward foreign exchange contracts	485,118.45
- on foreign exchange	-87,341.48
Realised result	3,220,792.04
Net variation of the unrealised gain/(loss)	
- on securities portfolio	8,040,415.15
- on forward foreign exchange contracts	-172,242.79
Result of operations	11,088,964.40
Subscriptions	31,571,405.61
Redemptions	-18,157,522.97
Total changes in net assets	24,502,847.04
Total net assets at the beginning of the year	102,459,858.47
Total net assets at the end of the year	126,962,705.51

## Statistical information (in EUR) as at 31st December 2023

Total net assets	Currency	31.12.2021	31.12.2022	31.12.2023
	EUR	87,065,156.32	102,459,858.47	126,962,705.51
Net asset value per share class	Currency	31.12.2021	31.12.2022	31.12.2023
A C	EUR	194.80	177.58 173.67	194.75 191.41
l I	EUR EUR	189.55 119.11	109.34	120.74

Number of shares	outstanding at the beginning of the year	issued	redeemed	outstanding at the end of the year
A	85,768.238	13,285.690	-18,683.166	80,370.762
С	470,386.218	109,165.105	-69,451.556	510,099.767
1	50,651.276	78,192.851	-15,618.916	113,225.211

#### Statement of investments and other net assets (in EUR) as at 31st December 2023

Currency	Number / nominal value	Description		Cost	Market value	% of total net assets *

## **Investments in securities**

#### Transferable securities admitted to an official stock exchange listing

Shares

CHF	36,650	Nestlé SA Reg	3,770,209.00	3,844,202.23	3.03
CHF	16,825	Roche Holding Ltd Pref	4,796,939.90	4,425,038.23	3.49
		Ū.	8,567,148.90	8,269,240.46	6.52
DKK	18,500	Novozymes AS B	836,834.17	920,981.16	0.73
	,	,	836,834.17	920,981.16	0.73
EUR	2,150	Air Liquide SA	256,863.00	378,658.00	0.30
EUR	14,521	Gaztransport et technigaz SA	1,106,184.94	1,741,067.90	1.37
EUR	46,400	Heineken Holding NV	3,425,930.68	3,554,240.00	2.80
EUR	17,500	Industria de Diseno Textil SA	414,262.77	690,025.00	0.54
EUR	4,800	Pernod-Ricard SA	877,652.27	766,800.00	0.60
EUR	95,000	Unilever Plc Reg	4,357,374.32	4,166,225.00	3.28
EUR	37,000	Universal Music Group NV	676,923.12	954,970.00	0.75
EUR	34,750	Wendel SE	2,698,678.88	2,802,587.50	2.21
			13,813,869.98	15,054,573.40	11.85
GBP	47,000	Ashtead Group Plc	2,610,573.29	2,963,291.39	2.33
GBP	14,000	DCC Plc	841,558.73	933,749.49	0.74
GBP	93,750	Diageo Plc	3,352,822.80	3,090,681.73	2.43
GBP	161,500	GSK Plc	2,663,139.57	2,703,492.89	2.13
GBP	745,000	Haleon Plc	2,502,561.13	2,766,079.34	2.18
GBP	51,500	Halma Plc	1,164,790.74	1,357,776.02	1.07
GBP	66,000	Intertek Group Plc	3,351,984.23	3,234,809.65	2.55
GBP	69,000	Reckitt Benckiser Group Plc	4,778,296.72	4,316,911.86	3.40
GBP	10,500	Unilever Plc	483,713.92	460,572.18	0.36
			21,749,441.13	21,827,364.55	17.19
JPY	37,500	Murata Manufacturing Co Ltd	667,538.24	720,435.19	0.57
JPY	25,500	Nintendo Co Ltd	1,054,924.10	1,204,525.28	0.95
JPY	3,400	Shimano Inc	569,610.92	476,528.68	0.38
			2,292,073.26	2,401,489.15	1.90
SEK	38,613	AddLife AB B Reg	313,197.70	379,594.96	0.30
SEK	117,250	Assa Abloy AB B	2,562,231.28	3,058,647.66	2.41
SEK	153,000	Investor AB B	2,548,310.52	3,210,316.72	2.53
			5,423,739.50	6,648,559.34	5.24
SGD	512,000	Haw Par Corp Ltd	3,549,501.52	3,426,579.92	2.70
SGD	30,000	United Overseas Bank Ltd Local	597,506.17	585,854.56	0.46
			4,147,007.69	4,012,434.48	3.16
USD	16,500	Alphabet Inc C	1,806,606.04	2,105,241.95	1.66
USD	2,125	Ametek Inc	296,595.89	317,225.34	0.25
USD	16,350	Analog Devices Inc	2,488,325.08	2,939,166.18	2.31
USD	6,000	Automatic Data Processing Inc	1,225,428.50	1,265,510.84	1.00
USD	11,500	Berkshire Hathaway Inc	2,887,282.45	3,713,358.38	2.92
USD	12,650	Broadridge Fin Solutions Inc	1,802,666.07	2,356,378.16	1.86
USD	12,000	Danaher Corp	2,716,969.01	2,513,313.11	1.98

\* Minor differences may arise due to rounding in the calculation of percentages.

### Statement of investments and other net assets (in EUR) (continued)

as at 31st December 2023

EUR 4	18,500 600,000 3,500 8,250 5,500 14,000	Fiserv Inc Hong Kong Land Hg Ltd Markel Corp Inc Pepsico Inc Thermo Fisher Scientific Inc Veralto Corp Deutschland 0.5% 18/15.02.28	1,773,100.32 1,810,779.56 4,131,401.98 1,265,924.07 2,824,298.79 1,022,754.84 26,052,132.60 82,882,247.23	2,224,924.18 1,890,362.59 4,499,253.09 1,268,552.80 2,643,017.52 1,042,632.75 28,778,936.89 87,913,579.43	1.75 1.49 3.54 1.00 2.08 0.82 22.66 69.25
USD USD USD USD Total Shares Bonds EUR 2 EUR 2	3,500 8,250 5,500 14,000	Markel Corp Inc Pepsico Inc Thermo Fisher Scientific Inc Veralto Corp	4,131,401.98 1,265,924.07 2,824,298.79 1,022,754.84 26,052,132.60	4,499,253.09 1,268,552.80 2,643,017.52 1,042,632.75 28,778,936.89	3.54 1.00 2.08 0.82 22.66
USD USD USD Total Shares Bonds EUR 2 EUR 2	8,250 5,500 14,000	Pepsico Inc Thermo Fisher Scientific Inc Veralto Corp	1,265,924.07 2,824,298.79 1,022,754.84 26,052,132.60	1,268,552.80 2,643,017.52 1,042,632.75 28,778,936.89	1.00 2.08 0.82 22.66
USD USD Total Shares Bonds EUR 2 EUR 2	5,500 14,000	Thermo Fisher Scientific Inc Veralto Corp	2,824,298.79 1,022,754.84 26,052,132.60	2,643,017.52 1,042,632.75 28,778,936.89	2.08 0.82 22.66
USD Total Shares Bonds EUR 2 EUR 4	14,000 <b>5</b> 2,200,000	Veralto Corp	1,022,754.84 26,052,132.60	1,042,632.75 28,778,936.89	0.82
Total Shares Bonds EUR 2 EUR 4	<b>S</b> 2,200,000		26,052,132.60	28,778,936.89	22.66
Bonds EUR 2 EUR 4	2,200,000	Deutschland 0.5% 18/15.02.28			
Bonds EUR 2 EUR 4	2,200,000	Deutschland 0.5% 18/15.02.28	82,882,247.23	87,913,579.43	69.25
EUR 2 EUR 4	, ,	Deutschland 0.5% 18/15.02.28			
EUR	, ,	Deutschland 0.5% 18/15.02.28			
-	1 000 000		2,049,542.00	2,078,219.00	1.64
	, ,	Deutschland 0% 22/15.03.24	3,937,839.00	3,971,640.00	3.13
	4,500,000	Deutschland 0% Ser 179 Sen 19/05.04.24	4,444,987.50	4,458,375.00	3.51
	4,000,000	Deutschland 1.75% 14/15.02.24	3,973,860.00	3,991,060.00	3.14
	4,000,000	KFW 0% EMTN 19/02.04.24	3,930,459.00	3,964,100.00	3.12
	1,500,000	KFW 1.5% 14/11.06.24	1,482,450.00	1,485,877.50	1.17
	6,000,000	Netherlands 0% Unitary 144A Reg S 17/15.01.24	5,923,440.00	5,992,320.00	4.72
EUR 2	2,000,000	Netherlands 2% 14/15.07.24	1,984,010.00	1,985,650.00	1.56
			27,726,587.50	27,927,241.50	21.99
Total Bonds	i		27,726,587.50	27,927,241.50	21.99
Investment	certificate	es			
USD	11,250	Gold Bullion Sec Ltd Certif Gold Perpetual	1,660,933.09	1,942,663.30	1.53
USD	29,000	Invesco Physical Gold PLC Certif Gold 31.12.Perpetual	4,759,939.57	5,233,153.77	4.12
			6,420,872.66	7,175,817.07	5.65
Total Invest	ment cert	ificates	6,420,872.66	7,175,817.07	5.65
Total Investm	nents in se	ecurities	117,029,707.39	123,016,638.00	96.89
Portfolio of in	vestment		117,029,707.39	123,016,638.00	96.89
Cash at bank	(S			3,130,341.52	2.47
Other net as	sets/(liabil	ities)		815,725.99	0.64
Total				126,962,705.51	100.00

\* Minor differences may arise due to rounding in the calculation of percentages.

## Industrial and geographical classification of investments as at 31st December 2023

#### Industrial classification (in percentage of net assets)

Non-cyclical consumer goods	20.56 %
Countries and governments	17.70 %
Financials	17.15 %
Healthcare	14.86 %
Industrials	13.25 %
Technologies	6.04 %
Cyclical consumer goods	2.62 %
Real estate	1.49 %
Energy	1.37 %
Raw materials	1.03 %
Utilities	0.82 %
Total	96.89 %

## **Geographical classification** (by domicile of the issuer)

(by dominine of the issuer)	
(in percentage of net assets)	

United States of America	21.17 %
United Kingdom	19.73 %
Germany	15.71 %
The Netherlands	9.83 %
Switzerland	6.52 %
Sweden	5.24 %
Ireland	4.86 %
France	4.48 %
Singapore	3.16 %
Japan	1.90 %
Jersey	1.53 %
Hong Kong	1.49 %
Denmark	0.73 %
Spain	0.54 %
Total	96.89 %

## Statement of net assets (in EUR) as at 31st December 2023

Assets Securities portfolio at market value Cash at banks Formation expenses, net Income receivable on portfolio Bank interest receivable Prepaid expenses	13,716,323.58 372,852.83 15,833.45 3,228.79 73.83 5,719.47
Total assets	14,114,031.95
Liabilities	
Expenses payable	48,769.31
Total liabilities	48,769.31
Net assets at the end of the year	14,065,262.64

#### Breakdown of net assets per share class

Share class	Number of shares	Currency of share class	NAV per share in currency of share class	Net assets per share class (in EUR)
A	10,158.350	EUR	101.96	1,035,713.11
С	108,506.631	EUR	102.09	11,077,647.82
I	19,103.501	EUR	102.18	1,951,901.71
				14,065,262.64

# Statement of operations and other changes in net assets (in EUR) from 5th July 2023 to 31st December 2023

Income	
Dividends, net	53,682.49
Bank interest	10,471.20
Total income	64,153.69
Expenses	
Management fees	20,605.76
Performance fees	31,399.69
Depositary fees	354.67
Banking charges and other fees	204.52
Transaction fees	33,713.39
Central administration costs	20,519.81
Professional fees Other administration costs	6,728.00 2,531.80
Subscription duty ("taxe d'abonnement")	3,600.25
Bank interest paid	188.84
Other expenses	5,978.70
Total expenses	125,825.43
Net investment loss	-61,671.74
Net realised gain/(loss)	
- on securities portfolio	45,616.64
- on forward foreign exchange contracts	-329.12
- on foreign exchange	-12,986.20
Realised result	-29,370.42
Net variation of the unrealised gain/(loss)	
- on securities portfolio	338,777.19
Result of operations	309,406.77
Subscriptions	14,022,331.42
Redemptions	-266,475.55
Total changes in net assets	14,065,262.64
Total net assets at the beginning of the period	-
Total net assets at the end of the period	14,065,262.64

## Statistical information (in EUR) as at 31st December 2023

Total net assets Currency		31.12.2023		
EUR		14,065,262.64		
Net asset value per share class	Currency	31.12.2023		
A C	EUR EUR	101.96 102.09		
I	EUR	102.18		
Number of shares	outstanding at the	issued redeemed outstanding	a at ti	

Number of shares	beginning of the period	155060	redeemed	end of the period
A	-	10,768.350	-610.000	10,158.350
С	-	109,071.631	-565.000	108,506.631
I	-	20,617.501	-1,514.000	19,103.501

## Statement of investments and other net assets (in EUR)

as at 31st December 2023

Currency	Number / nominal value	Description		Cost	Market value	% of total net assets *

## **Investments in securities**

#### Transferable securities admitted to an official stock exchange listing

#### Shares

CHF	8,650	Nestlé SA Reg	947,558.63	907,294.66	6.45
			947,558.63	907,294.66	6.45
EUR	7,550	Heineken Holding NV	577,436.64	578,330.00	4.11
EUR	25,000	Unilever Plc Reg	1,162,838.11	1,096,375.00	7.79
			1,740,274.75	1,674,705.00	11.90
GBP	8,700	Ashtead Group Plc	480,539.61	548,524.15	3.90
GBP	1,375	DCC Plc	70,103.43	91,707.54	0.65
GBP	17,750	Diageo Plc	660,963.18	585,169.07	4.16
GBP	149,000	Haleon Plc	555,608.52	553,215.87	3.93
GBP	13,500	Halma Plc	287,131.14	355,921.87	2.53
GBP	12,000	Intertek Group Plc	574,404.42	588,147.21	4.18
GBP	17,800	Reckitt Benckiser Group Plc	1,187,627.83	1,113,638.13	7.92
			3,816,378.13	3,836,323.84	27.27
SEK	7,999	AddLife AB B Reg	68,287.22	78,636.21	0.56
SEK	27,000	Assa Abloy AB B	572,773.46	704,336.78	5.01
SEK	30,800	Investor AB B	551,956.33	646,259.84	4.59
			1,193,017.01	1,429,232.83	10.16
SGD	80,000	Haw Par Corp Ltd	521,607.99	535,403.11	3.81
			521,607.99	535,403.11	3.81
USD	3,750	Alphabet Inc C	449,776.07	478,464.08	3.40
USD	3,300	Ametek Inc	481,435.30	492,632.29	3.50
USD	3,450	Analog Devices Inc	588,050.81	620,191.03	4.41
USD	1,435	Berkshire Hathaway Inc	464,676.83	463,362.55	3.29
USD	2,327	Broadridge Fin Solutions Inc	366,920.98	433,461.82	3.08
USD	2,925	Danaher Corp	574,354.45	612,620.07	4.36
USD	5,000	Fiserv Inc	571,121.16	601,330.86	4.28
USD	800	Markel Corp Inc	1,048,866.57	1,028,400.71	7.31
USD	1,150	Thermo Fisher Scientific Inc	559,550.54	552,630.94	3.93
USD	675	Veralto Corp	53,957.17	50,269.79	0.36
			5,158,709.88	5,333,364.14	37.92
Total Sh	ares		13,377,546.39	13,716,323.58	97.51
Total Inv	estments in s	ecurities	13,377,546.39	13,716,323.58	97.51
i otai iiiv		countros	, ,	-,,	
Portfolio	of investment	t	13,377,546.39	13,716,323.58	97.51
Cash at	banks			372,852.83	2.65
Other ne	t assets/(liabi	lities)		-23,913.77	-0.16
Total	-		-	14,065,262.64	100.00
			=		

\* Minor differences may arise due to rounding in the calculation of percentages.

## Industrial and geographical classification of investments as at 31st December 2023

## Industrial classification

(in percentage of net assets)
-------------------------------

34.37 %
23.95 %
16.59 %
11.90 %
10.34 %
0.36 %
97.51 %

#### Geographical classification

(by domicile of the issuer) (in percentage of net assets)

37.92 %
34.41 %
10.16 %
6.45 %
4.11 %
3.81 %
0.65 %
97.51 %

Notes to the financial statements as at 31st December 2023

#### Note 1 - General information

SMART VALUE INVESTORS (the "Company") is an open-ended Investment Company with Variable Capital ("Société d'Investissement à Capital Variable" - SICAV) with multiple Sub-Funds organized under Luxembourg law. The SICAV is governed under the Council Directive 2009/65/EC as amended and the provisions of Part I of the law of 17th December 2010 as amended.

The financial year starts on the 1st January of each year and ends on the 31st December of the same year.

For each financial year, the Company publishes, on 31st December an annual financial report that is audited by the Auditor and an unaudited semi-annual report on 30th June.

These financial reports includes, inter alia, separate financial statements drawn up for each Sub-Fund.

The Net Asset Value, the issue price, the redemption and conversion price of each class of shares are available on each Luxembourg bank business day at the registered office of the Company.

The following documents are made available to the public on www.conventumtps.lu at the registered office of the Company and at the registered office of the Management Company:

- The Prospectus of the SICAV, including the Articles of Incorporation and the fact sheets,

- The key information documents ("KID") of the SICAV,

- The financial reports of the SICAV.

A copy of the agreements contracted with the Management Company, Investment Managers and Advisors of the Company are available free of charge at the Company's registered office.

The complaints handling procedure setup in accordance with the CSSF Regulation relating to the outof-court resolution of complaints is also available free of charge upon request at the registered office of the Company.

#### Note 2 - Significant accounting policies

a) Presentation of the financial statements

The financial statements of the Company are prepared in accordance with the Luxembourg legal and regulatory requirements concerning Undertakings for Collective Investment and with generally accepted accounting principles in Luxembourg.

The financial statements of the Company have been prepared on a going concern basis.

b) Valuation of assets

1) The value of cash on hand or on deposit, bills and notes due on demand, accounts receivable, prepaid expenses, dividends, and interest declared or due but not yet received consists of the nominal value of these assets, unless it is unlikely that this value is received, in which event, the value is determined by deducting an amount which the Company deems adequate to reflect the real value of the assets.

2) The value of all transferable securities, money-market instruments and financial derivative instruments that are listed on a stock exchange or traded on another regulated market that operates regularly, and is recognised and open to the public, is determined based on the most recent available price.

### Notes to the financial statements (continued) as at 31st December 2023

3) In the case of Company Investments that are listed on a stock exchange or traded on another regulated market that operates regularly, is recognised and open to the public and trades by market markers outside the stock exchange on which the investments are listed or of the market on which they are traded, the Board of Directors may determine the main market for the investments in question that is then evaluated at the last available price on that market.

4) The financial derivative instruments that are not listed on an official stock exchange or traded on any another regulated operating market that is recognised and open to the public, are valued in accordance with market practices as may be described in greater detail in the Prospectus.

5) Liquid assets and money instruments may be valued at nominal value plus any interest or on an amortised cost basis. All other assets, where practice allows, may be valued in the same manner.

6) The value of securities representative of an open-ended Undertaking for Collective Investment is determined according to the last official Net Asset Value per unit or according to the last estimated Net Asset Value if it is more recent than the official Net Asset Value, and provided that the Company is assured that the valuation method used for this estimate is consistent with that used for the calculation of the official Net Asset Value.

#### 7) To the extent that

- any transferable securities, money market instruments and/or financial derivative instruments held in the portfolio on the Valuation Day are not listed or traded on a stock exchange or other regulated market that operates regularly and is recognised and open to the public or,

for transferable securities, money market instruments and/or financial derivative instruments listed and traded on a stock exchange or on other market but for which the price determined pursuant to sub-paragraph 2) is not, in the opinion of the Board of Directors, representative of the real value of these transferable securities, money market instruments and/or financial derivative instruments or,
 for financial derivative instruments traded over-the-counter and/or securities representing Undertakings for Collective Investment, the price determined in accordance with sub-paragraph 4) or 6) is not, in the opinion of the Board of Directors, representative of the real value of these financial derivative instruments or securities representative of the real value of these financial derivative instruments or 6) is not, in the opinion of the Board of Directors, representative of the real value of these financial derivative instruments or 6) is not, in the opinion of the Board of Directors, representative of the real value of these financial derivative instruments or securities representing Undertakings for Collective Investment,

the Board of Directors estimates the probable realisation value prudently and in good faith.

c) Acquisition cost of securities in the portfolio

The acquisition cost of the securities held by each Sub-Fund that are denominated in currencies other than the reference currency of the Sub-Fund is converted into this currency at the exchange rate prevailing on the date of purchase.

#### d) Net realised gain/(loss) on securities portfolio

The realised gains and losses on securities portfolio are calculated on the basis of the average acquisition cost and are disclosed net in the statement of operations and other changes in net assets.

#### e) Investment portfolio income

Dividend income is recorded at the ex-date, net of any withholding tax.

Interest income is accrued on a pro rata temporis basis, net of any withholding tax

Notes to the financial statements (continued) as at 31st December 2023

f) Valuation of forward foreign exchange contracts

Open forward foreign exchange contracts are valued at forward market rates for the remaining period from valuation date to the maturity of the contracts. Realised gains and losses on forward foreign exchange contracts correspond to the difference between the value of the contract at the time its opening and its closing value. Net unrealised gains or losses of open contracts are disclosed in the statement of net assets. Net variation of unrealised gains or losses and net realised gains or losses are disclosed in the statement of operations and other changes in net assets.

#### g) Formation expenses

The formation expenses are amortised on a straight line basis over a period of five years.

If the launch of a Sub-Fund occurs after the launch date of the Company, the formation expenses related to the launch of the new Sub-Fund is charged to such Sub-Fund alone and may be amortised over a maximum of five years with effect as from the Sub-Fund's launch date.

#### h) Conversion of foreign currencies

Cash at banks, other net assets, liabilities and the market value of the securities in portfolio expressed in currencies other than the reference currency of the Sub-Fund are converted into this currency at the exchange rate prevailing on the date of the financial statements. Income and expenses expressed in currencies other than the reference currency of the Sub-Fund are converted into this currency at the exchange rate prevailing on the date of the transaction. Net realised gains or losses on foreign exchange are disclosed in the statement of operations and other changes in net assets.

At the date of the financial statements, the exchange rate(s) is (are) the following:

1	EUR	=	1.4571224	CAD	Canadian Dollar
			0.9296445	CHF	Swiss Franc
			7.4543871	DKK	Danish Krona
			0.8663137	GBP	Pound Sterling
			8.6249339	HKD	Hong Kong Dollar
			155.7912512	JPY	Japanese Yen
			11.2168157	NOK	Norwegian Krona
			11.1283413	SEK	Swedish Krona
			1.4568462	SGD	Singapore Dollar
			1.1045500	USD	US Dollar

#### i) Combined financial statements

The combined financial statements of the Company are expressed in EUR and are equal to the sum of the corresponding items in the financial statements of each Sub-Fund.

#### j) Transaction fees

Transaction costs disclosed under the item "Transaction fees" in the expenses of the statement of operations and other changes in net assets are mainly composed of broker fees incurred by the Company and of fees relating to transactions paid to the depositary as well as of transaction fees on financial instruments.

### Notes to the financial statements (continued) as at 31st December 2023

#### Note 3 - Management fees

The Company has appointed BLI - BANQUE DE LUXEMBOURG INVESTMENTS acting under the commercial name CONVENTUM THIRD PARTY SOLUTIONS, a company incorporated as a "société anonyme" under the laws of Luxembourg, as the Management Company in charge of the portfolio management, the central administration and the distribution of the Company. The Management Company is authorised to act as a Management Company in accordance with the provisions of chapter 15 of the amended Law of 2010.

As this portfolio management function has been delegated to the Investment Manager SMART PRIVATE MANAGERS (Luxembourg) S.A., BLI - BANQUE DE LUXEMBOURG INVESTMENTS acting under the commercial name CONVENTUM THIRD PARTY SOLUTIONS agrees that this fee is paid by the Company's Sub-Funds directly to SMART PRIVATE MANAGERS (Luxembourg) S.A..

The Investment Manager receives the following annual management fee:

SMART VALUE INVESTORS - Patrimoine Flexible	A shares	Up to 1.20%
	C shares	Up to 0.75%
	I shares	Up to 0.60%
SMART VALUE INVESTORS - Equity Flexible	A shares	Up to 1.25%
	C shares	Up to 0.75%
	I shares	Up to 0.60%
SMART VALUE INVESTORS - Focus Equity *	A shares	Up to 1.10%
	C shares	Up to 0.65%
	I shares	Up to 0.55%

This fee is calculated on the basis of the average net assets of the Sub-Fund and payable monthly in arrears.

The Company pays fees related to other management company functions to the Management Company in accordance with normal practice in Luxembourg.

\* The Board of Directors accepted on 3rd November 2023 the Investment Manager' proposal to decrease the management fee as follows:

	A shares	1.10% p.a. from 6th July 2023 to 10th September 2023
	A shares	0.60% p.a. from 11th September 2023 to 31st December 2023
SMART VALUE INVESTORS - Focus Equity	C shares	0.65% p.a. from 6th July 2023 to 10th September 2023
	C shares	0.35% p.a. from 11th September 2023 to 31st December 2023
	l shares	0.55% p.a. from 6th July 2023 to 10th September 2023
	l shares	0.25% p.a. from 11th September 2023 to 31st December 2023

For the other sub-funds, the maximum rates have been applied during the financial year.

BLI - BANQUE DE LUXEMBOURG INVESTMENTS acting under the commercial name CONVENTUM THIRD PARTY SOLUTIONS, in its duties of Management Company, receives for each Sub-Fund a Management Company fee up to 0.06% annually with a minimum of EUR 60,000 since 11th September 2023 (EUR 40,000 until 10th September 2023), based on the average net assets of the Sub-Fund calculated on a prorate basis of the net assets of each Sub-Fund.

### Notes to the financial statements (continued) as at 31st December 2023

SMART PRIVATE MANAGERS (Luxembourg) S.A. has appointed MY FAMILY OFFICE S.A., incorporated as a "société anonyme" under the laws of Luxembourg on 22nd August 2007, as the Investment Advisor for the Sub-Fund SMART VALUE INVESTORS - Equity Flexible. The Investment Advisor is entitled to an annual investment advisory fee payable monthly in arrears by the Sub-Fund in deduction from the investment management fee.

The Investment Manager acknowledges that for the Sub-Fund SMART VALUE INVESTORS - Equity Flexible, the management fee is paid out of the assets of this Sub-Fund after deduction of the Investment Advisory fee.

BLI - BANQUE DE LUXEMBOURG INVESTMENTS acting under the commercial name CONVENTUM THIRD PARTY SOLUTIONS acknowledges that for the Sub-Fund SMART VALUE INVESTORS - Equity Flexible, the investment advisory fee is paid out of the assets of this Sub-Fund to the Investment Advisor in deduction from the management fee.

#### Note 4 - Performance fees

For the Sub-Fund SMART VALUE INVESTORS - Focus Equity, in addition to the management fee and for A, B, C and I class shares, the Investment Manager is entitled to receive a performance fee based on the positive annual performance with a 5-year rolling reset of the high watermark as described below:

1. 10% annually, based on the performance of each share class of the Sub-Fund. A provision is set aside for this performance fee on each Valuation Date. The performance fee is crystallized at the end of each financial year and payable within 30 days of crystallization.

If the NAV per share decreases during the calculation period, the provisions set aside for the performance fee is reduced accordingly. If these provisions are reduced to zero, no performance fee is charged. The annual performance fee, if applicable, is calculated based on the number of shares issued at year-end.

2. The performance of the Sub-Fund for each share class in question equates to the difference between the NAV per share at the end of the current year ("Final NAV") and that at the end of the previous year ("Initial NAV). For the first year that the performance fee is applied, the Initial NAV is the price per share of the share class at launch.

3. The performance fee is subject to the high-water mark principle; the performance fee is only payable when the Final NAV per share is greater than the high-water mark. The high-water mark is defined as the highest Final NAV per share of the previous five years. For the first five years, the high-water mark is the highest Final NAV per share since the launch of the share class or the Initial NAV of the share class at launch, whichever is the highest.

The performance fee is applied to the positive difference between the Final NAV per share and that of the high-water mark.

If the Final NAV per share is lower than the highest historical Final NAV per share in the previous five years, no performance fee is applicable.

At the date of the financial statements, a performance fee was recorded for the following Sub-Fund and amounted to :

Sub-Fund	Share class	Performance fee amount in Sub-Fund currency	Performance fee ratio in % of average total net assets
SMART VALUE INVESTORS - Focus Equity	А	2,187.42	0.27%
	С	24,605.53	0.29%
	I	4,606.74	0.37%
		31,399.69 EUR	

### Notes to the financial statements (continued) as at 31st December 2023

#### Note 5 - Depositary fees

BANQUE DE LUXEMBOURG, in its duties of Depositary, receives a custody and depositary fee of up to 0.06% per annum calculated on the average net asset of the Sub-Fund with a minimum of EUR 6,700 per month for the whole SICAV. The minimum fee is calculated on a prorate basis of the net assets of each Sub-Fund. The cash flow monitoring fee is max EUR 800 per month for each of the Sub-Fund.

#### Note 6 - Central administration costs

The item "Central administration costs" disclosed in the statement of operations and other changes in net assets is composed of administrative agent and domiciliation fees.

#### Note 7 - Subscription, redemption and conversion fees

For all Sub-Funds, no subscription, redemption and conversion fee is charged.

#### Note 8 - Subscription duty ("taxe d'abonnement")

The Company is governed by Luxembourg law.

Pursuant to the legislation and regulations in force, the Company is subject to an annual subscription duty "*taxe d'abonnement*" of 0.05% which is payable quarterly and calculated on the basis of the net assets of each Sub-Fund on the last day of each quarter. Pursuant to Article 174 (2) of the amended law of 17th December 2010, the rate of this tax is reduced to 0.01% for the share classes reserved to institutional investors.

Pursuant to Article 175 (a) of the amended law of 17th December 2010, the net assets invested in Undertakings for Collective Investment already subject to the "*taxe d'abonnement*" are exempt from this tax.

#### Note 9 - Forward foreign exchange contracts

The forward foreign exchange contracts opened as at 31st December 2023 are described in the tables below:

Currency	Purchases	Currency	Sales	Maturity	Unrealised result (in EUR)
Banque de Luxemb	ourg SA				
Forward foreign ex	change contracts				
EUR EUR	8,398,583.87 5,050,324.18	USD USD	9,100,000.00 5,500,000.00	15.03.2024 17.06.2024	184,269.40 105,606.40 289,875.80
					289,875.80

#### Notes to the financial statements (continued)

as at 31st December 2023

Currency	Purchases	Currency	Sales	Maturity	Unrealised result (in EUR)
Banque de Luxem	bourg SA				
Forward foreign e	xchange contracts				
EUR EUR	11,351,932.04 5,509,444.57	USD USD	12,300,000.00 6,000,000.00	15.03.2024 17.06.2024	249,067.42 115,207.00 364,274.42
					364,274.42

#### SMART VALUE INVESTORS - Equity Flexible

#### Note 10 - Changes in investments

The statement of changes in investments for the reporting period is available free of charge at the registered office of the Company.

#### Note 11 - Sustainability-related disclosures

Information on environmental and/or social characteristics and/or sustainable investments is available in the relevant annexes under the (unaudited) Sustainable Finance Disclosure Regulation section.

#### Note 12 - Events

On 19th June 2023, the Board has decided to launch a new Sub-Fund SMART VALUE INVESTORS - FOCUS EQUITY.

The initial subscriptions have been accepted from 19th June 2023 to 30th June 2023 and have been fully paid up by 5th July 2023 at the latest.

The first net asset value at par (NAV = 100) was published as of 30th June 2023 and the first NAV different from the initial subscription price will be dated 6th July 2023.

#### Note 13 - Subsequent events

There are no subsequent events.

### Additional information (unaudited) as at 31st December 2023

#### 1 - Risk management

As required by Circular CSSF 11/512, the Management Company of the Company needs to determine the global risk exposure of the Company by applying either the commitment approach or the VaR ("Value at Risk") approach.

In terms of risk management, the Management Company of the Company decided to adopt the commitment approach as a method of determining the global exposure.

#### 2 - Remuneration disclosure

#### **BLI - Banque de Luxembourg Investments**

The remuneration policy of BLI - Banque de Luxembourg Investments is aligned with that in force within its parent company, Banque de Luxembourg. This policy complies with the regulatory provisions and the values with which BLI - Banque de Luxembourg Investments is identified in the long term.

BLI - Banque de Luxembourg Investments respects an appropriate balance between the fixed and variable components of its employees' total remuneration. The fixed component represents a sufficiently major proportion of the total remuneration so that the policy can be exercised with complete freedom regarding the variable components, especially the option not to pay any variable component. BLI - Banque de Luxembourg Investments reserves the right to revoke any variable remuneration award if it is found to have been granted under conditions of misconduct. In such cases, BLI - Banque de Luxembourg Investments may demand the reimbursement of all or part of the amount allocated, up to three years after its payment.

The development of employees' remuneration is based on their accumulated experience and the assumption of new responsibilities, but also to an annual assessment of each employee by the management. It is based on qualitative rather than quantitative criteria. Where quantitative criteria are taken into account, they are expressed and assessed more in relation to the achievement of collective targets. In no case is the amount of the bonus correlated with the financial performance of an employee.

In accordance with Article 5 of the Regulation (EU) 2019/2088 of the European Parliament and the Council of 27 November 2019 on sustainability-related disclosures in the financial services sector, the remuneration policy of BLI - Banque de Luxembourg Investments includes consideration of sustainability risks.

In concrete terms, BLI - Banque de Luxembourg Investments considers that the transition to a balanced and sustainable economy is an integral part of its objectives and that each employee has an active role to play. As sustainability factors are integrated in the qualitative assessment criteria of the remuneration in the same way as the other relevant criteria, each employee actively participates in the achievement of BLI - Banque de Luxembourg Investments' sustainability objectives.

The remuneration policy of BLI - Banque de Luxembourg Investments is reviewed each year and its implementation is assessed annually by an independent body.

BLI - Banque de Luxembourg Investments has delegated the investment management to the following external portfolio manager: SMART PRIVATE MANAGERS (Luxembourg) S.A. (the "Investment Manager").

BLI - Banque de Luxembourg Investments ensures that its delegate Investment Manager is subject to regulatory requirements on remuneration disclosure for its staff that are equally as effective as those applicable to the management company and/or that appropriate arrangements are in place.

### Additional information (unaudited) (continued) as at 31st December 2023

BLI - Banque de Luxembourg Investments further informs that it did not pay any remuneration to the staff of its delegate Investment Manager.

During the financial year 2023, a total remuneration of EUR 10.474 mio has been paid to an average of 66 employees with a variable component weighted 25 %. Total remuneration paid to 20 identified risk takers was EUR 5.570 mio, with a variable component weighted 38 %.

Details of the updated remuneration policy, including in particular a description of how remuneration and benefits are calculated, the identity of the persons responsible for awarding remuneration and benefits, the composition of the remuneration committee and the integration of sustainability factors, are available free of charge upon request by investors on www.conventumtps.lu.

#### SMART PRIVATE MANAGERS (Luxembourg) S.A.

The Board of Directors of SMART PRIVATE MANAGERS (Luxembourg) S.A. is responsible for defining the remuneration policy. As of 21st July 2015, the Board of Directors has decided to create a Remuneration Committee. The remuneration policy has been last updated in March 2021 and has been approved by the Board of Directors.

The Remuneration Committee is made up of independent members of the Board of Directors and ensures that the remuneration policy takes into account the long-term interests of shareholders, investors and other stakeholders and does not encourage an excessive risk-taking culture.

The guiding principles of the remuneration policy are as follows:

- Remuneration package must be competitive, must take into account market practices, must encourage long-term results and grow skills;

- The remuneration policy reflects sound risk management, taking into account the cost of capital employed and liquidity needs;

- The remuneration policy is in line with the business strategy, objectives, values and long-term interests of SMART PRIVATE MANAGERS (Luxembourg) S.A. and includes measures to avoid conflicts of interest;

- Where remuneration is performance related, the assessment of the performance is set in a multi-year framework in order to ensure that the assessment process is based on longer term performance and that the actual payment of performance-based components of remuneration is spread over a period which takes into account the underlying business cycle of SMART PRIVATE MANAGERS (Luxembourg) S.A. and its business risks;

- In order to minimize incentives to take excessive risks, the discretionary bonus represents a balanced share of the total compensation and is in line with market practices in comparison with companies of the same size;

- Guaranteed variable compensation is exceptional, only applies to recruitment of new employees and is limited to the first year of engagement;

- Payments linked to early termination of an employment contract correspond to effective performance over time and are designed so as not reward failure;

- Employee performance is followed-up on a yearly basis. Attention is paid to a set of quantitative (i.e. specific and adapted to the functions) and qualitative criteria (i.e. professionalism at the workplace; problem-solving and creativity; involvement within the team) which are equally weighted during the performance assessment process;

- The remuneration policy is gender neutral and respect the principle of equal pay for male and female workers for equal work or work of equal value;

### Additional information (unaudited) (continued) as at 31st December 2023

- If the employee leaves SMART PRIVATE MANAGERS (Luxembourg) S.A., discretionary pension benefits shall be deferred for a period of five years;

- SMART PRIVATE MANAGERS (Luxembourg) S.A. reserves the right to withhold part or all of variable compensation if the performance criteria are no longer met, if the financial situation of the SMART PRIVATE MANAGERS (Luxembourg) S.A. deteriorates or if the compensation has been granted based on proven fraudulent data and ask the employee for reimbursement;

- SMART PRIVATE MANAGERS (Luxembourg) S.A.'s Environmental, Social and Governance Policy is taken into consideration when assessing employees in the portfolio management function;

- The discretionary bonus does not generally represent more than 100% of the fixed remuneration and in any case cannot represent more than 200% of the fixed remuneration;

- If the variable compensation exceeds the fixed annual salary by 30%, a substantial part, i.e. at least 40% of the discretionary bonus, will be postponed. The length of the deferral period is established according to the economic cycle, the nature of the business, its risks and the activities of the employee concerned;

- In any case, the amount of variable compensation paid should not limit the ability of the SMART PRIVATE MANAGERS (Luxembourg) S.A. to maintain a solvency ratio greater than 100%.

The members of the Authorized Management of SMART PRIVATE MANAGERS (Luxembourg) S.A. are assessed by the Remuneration Committee on the basis of objectives set beforehand and approved by the Board of Directors.

The total amount of variable compensation is decided by the Board of Directors and the Remuneration Committee of SMART PRIVATE MANAGERS (Luxembourg) S.A..

As of 31st December 2023, staff compensation accounting item, which includes the fixed and variable part of the compensation of employees, stands at 1.34 million euros. The variable compensation of the employees of SMART PRIVATE MANAGERS (Luxembourg) S.A. amounts to 12.61% of the total compensation. No employee received variable compensation higher than his fixed compensation during the 2023 financial year.

### 3 - Information concerning the transparency of securities financing transactions and of reuse of cash collateral (regulation EU 2015/2365, hereafter "SFTR")

During the reporting period, the Company did not engage in transactions which are subject to the publication requirements of SFTR. Accordingly, no information concerning the transparency of securities financing transactions and of reuse of cash collateral should be reported.

#### 4 - Sustainability-related disclosures

In accordance with the requirements of the Regulation (EU) 2019/2088 of the European Parliament and of the Council of 27 November 2019 on sustainability-related disclosures in the financial services sector (the "SFDR") as amended and as complemented by regulatory technical standards (RTS), it is noted that for the all the Sub-Funds, categorised under Article 8, the required (unaudited) RTS annexes to the periodic report are presented in the following pages.

#### ANNEX III

#### `ANNEX IV

# Template periodic disclosure for the financial products referred to in Article 8, paragraphs 1, 2 and 2a, of Regulation (EU) 2019/2088 and Article 6, first paragraph, of Regulation (EU) 2020/852

**Product name:** Smart Value Investors – Patrimoine Flexible 549300UKIM7K9G7CDR38

Legal entity identifier:

### **Environmental and/or social characteristics**

#### Did this financial product have a sustainable investment objective? Yes No × It made **sustainable** It promoted Environmental/Social (E/S) investments with an characteristics and while it did not have as its objective a environmental objective: % sustainable investment, it had a proportion of in economic activities that % of sustainable investments qualify as environmentally with an environmental objective in economic sustainable under the EU activities that qualify as environmentally Taxonomy sustainable under the EU Taxonomy in economic activities that do with an environmental objective in not qualify as environmentally economic activities that do not qualify as sustainable under the EU environmentally sustainable under the EU Taxonomy Taxonomy with a social objective It made sustainable investments It promoted E/S characteristics, but **did not** × with a social objective: \_\_\_% make any sustainable investments

To what extent were the environmental and/or social characteristics promoted by this financial product met?

The sub-fund does not promote any specific environmental and/or social characteristics. However, general Environmental and/or social characteristics are promoted by the sub-fund through Environmental, Social and Governance ("ESG") constrained investments in :

Direct investments in equity securities ("Equity Securities"),

#### Sustainable

investment means an investment in an economic activity that contributes to an environmental or social objective, provided that the investment does not significantly harm any environmental or social objective and that the investee companies follow good governance practices.

The EU Taxonomy is a classification system laid down in Regulation (EU) 2020/852, establishing a list of environmentally sustainable economic activities. **That Regulation** does not include a list of socially sustainable economic activities. Sustainable investments with an environmental objective might be aligned with the Taxonomy or not.

Sustainability indicators measure

how the environmental or social characteristics promoted by the financial product are attained.

- Direct investments in bonds issued by corporate ("Corporate Bond Securities") or governmental entities(Government Bond Securities") (together "Bond Securities"),
- UCITS and/or other UCIs. The sub-fund may invest up to 10% of its net assets into UCITS and/or other UCIs.

The environmental and/or social characteristics promoted by the sub-fund depends on the type of assets.

- For Equity Securities and Corporate Bond Securities, environmental and/or social characteristics are based on material ESG Issues : Coporate Governance, Resource Use, Human Capital, Product Governance, Carbon-own Operations, Humans Rights Supply Chain, Land Use and Biodiversity Supply Chain, Business Ethics, E/S Impact of Products and Services, Occupational Health and Safety, Ressource Use Supply Chain as well as the robustness of the Company's ESG programs, practices and policies,
- For Government Bond Securities, environmental and/or social characteristics are based on Natural (agriculture, forestry, etc...), Produced (machine, buildings etc), Human (skills, experience of population) and Institutional (quality of institutions) Capitals as well as the management of those risks (risk factors potentially impacting those risks, material negative impact, trend on country's performance),
- For UCITS and/or other UCIs, environmental and/or social characteristics are based on the specific ESG policy of the UCITS and/or other UCIs.

#### • How did the sustainability indicators perform?

The indicators used by the sub-fund to measure the attainment of the environmental or social characteristics are based on two pillars:

- 1) An exclusion approach
  - For Equity and Bond Securities, indicators comprise of the legality of the activity of the issuer as well as the fact that the issuer is not subject to European Union or United Nations sanctions.
  - For Equity or Bond Securities issued by corporate entities, indicators comprise of the activity of the issuer.
  - For Bonds Securities issued by government entities, indicators comprise of the minimal politic rights and civil liberties to its citizens

- 2) An Integration approach
  - For Equity Securities and Bond Securities, the Investment Manager relies on ratings provided by a recognized independent agency (the "Independent Agency") specialized in assessing ESG risks. For rated issuers ("Rated Issuer"), the Independent Agency provides an evaluation of ESG characteristics through a Rating ("ESG Risk Rating") summarizing the different environmental and/or social characteristics mentioned above. In case the ESG Risk Rating is not available for a government issuer, the ESG Risk Rating of the country associated with the governmental issuer is used. The Independent Agency defines an issuer faced with severe and high ESG risk as having an ESG Risk Rating higher than 30. The weighted average ESG Risk Rating of the rated issuers will be lower than 30. The Independent Agency publishes the ESG Industry Percentile of rated issuers based on the ranking of the issuer within its industry. The weighted average ESG Industry Percentile of the rated issuers will be lower than 40%.
  - For UCITS and/or other UCIs, the Investment Manager assesses if the UCITS and/or UCIs promote or not ESG characteristics, among other characteristics environmental and/or social characteristics or a combination of those characteristics or have a sustainable investment as its objective. In its analysis, the Investment Manager relies on definitions provided by the Regulation (EU) 2019/2088 of the European Parliament and of the Council of 27 November 2019 on sustainability-related disclosures in the financial sector. The sub-fund may invest up to 10% of its net assets into UCITS and/or other UCIs.
  - Equity and Bond Securities issued by issuers that are not rated by the Independent Agency and UCITS and/or UCIs that do not promote ESG characteristics should not, on aggregate represent more than 10% of the net assets of the sub-fund.

As of December 31<sup>st</sup> 2023, the indicators were as follow:

- The Exclusion Approach was fully respected
- For Equity Securities and Bond securities,
  - The weighted average ESG Risk Rating as defined above was 18.06
  - The weighted average ESG Industry Percentile as defined above was 16.82%
- No assets of the sub-fund were invested in a UCITS fund that does not promote ESG charecteristics as defined above
- 0.83% of the assets of the sub-fund were invested in Equity and Bond Securities issued by issuers that are not rated by the Independent Agency and UCITS and/or UCIs that do not promote ESG characteristics

#### ...and compared to previous periods?

You will find in the table below the evolution of the indicators

2022	2023
2022	2023

Respect of Exclusion Approach	Yes	Yes
Equity and Bond Securities : weighted average ESG Rating as defined above	17.60	18.06
Equity and Bond Securities : weighted average ESG Industry Percentile as defined above	15.07%	16.82%
Assets of the sub-fund were invested in a UCITS fund that does not promote ESG charecteristics as defined above	4.61%	0.00%
Assets of the sub-fund were invested in Equity and Bond Securities issued by issuers that are not rated by the Independent Agency and UCITS and/or UCIs that do not promote ESG characteristics	6.15%	0.83%

Principal adverse

impacts are the most significant negative impacts of investment decisions on sustainability factors relating to environmental, social and employee matters, respect for human rights, anticorruption and antibribery matters. The EU Taxonomy sets out a "do not significant harm" principle by which Taxonomy-aligned investments should not significantly harm EU Taxonomy objectives and is accompanied by specific Union criteria.

The "do no significant harm" principle applies only to those investments underlying the financial product that take into account the EU criteria for environmentally sustainable economic activities. The investments underlying the remaining portion of this financial product do not take into account the EU criteria for environmentally sustainable economic activities.

Any other sustainable investments must also not significantly harm any environmental or social objectives.

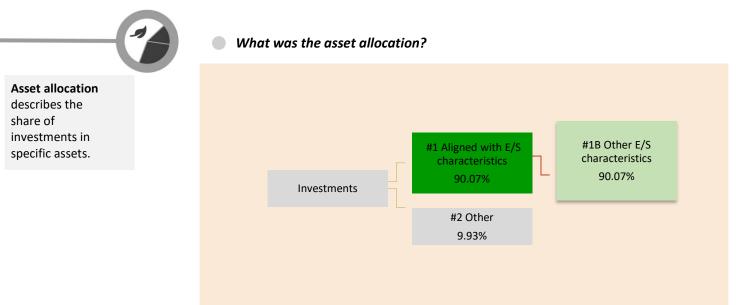


#### What were the top investments of this financial product?

The list includes the investments constituting <b>the</b>	Largest investments	Sector	% Assets	Country
greatest proportion	Gold Bullion Sec Ltd Certif Gold Perpetual	Commodities (ETC)	3.39%	Jersey
of investments of	KFW 0:125% 17/15.01.24	Financials	2.80%	Germany
the financial product during the reference	Deutschland 0% Ser 179 19/05.04.24	Government Bond	2.78%	Germany
period which is:	Deutschland 0.2% 22/14.06.24	Government Bond	2.76%	Germany
fiscal year 2023	Invesco Physical Gold PLC Certif Gold	Commodities (ETC)	2.58%	Ireland
ending on December	31.12.Perpetual			
31 <sup>st</sup> 2023	Unilever Plc	Consumer Staples	2.32%	United Kingdom

Roche Holding Ltd Pref Health Care Switzerland 2.27% Markel Corp Inc Financials 2.24% United States Deutschland 1.5% 14/15.05.24 Government Bond 2.23% Germany Reckitt Benckiser Group Plc United Kingdom **Consumer Staples** 2.19% Nestlé SA Reg **Consumer Staples** 2.00% Switzerland Haw Par Corp Ltd Health Care Singapore 1.65% Heineken Holding NV Netherlands **Consumer Staples** 1.60% Deutschland 0% 22/16.04.27 Government Bond 1.58% Germany Diageo Plc **Consumer Staples** 1.51% United Kingdom This table excludes cash at sight.

#### What was the proportion of sustainability-related investments?



**#1 Aligned with E/S characteristics** includes the investments of the financial product used to attain the environmental or social characteristics promoted by the financial product.

**#20ther** includes the remaining investments of the financial product which are neither aligned with the environmental or social characteristics, nor are qualified as sustainable investments.

#### In which economic sectors were the investments made?

As of Decembre 31st 2023, the assets of the sub-fund were invested in the following economic sectors:

Equity Investments		Fixed Income Investments	
Consumer Staples	11.84%	Government Bond	12.17%
Health Care	7.71%	Consumer Staples	9.60%
Financials	6.85%	Health Care	9.28%
Industrials	5.77%	Financials	8.89%
Information Technology	4.46%	Industrials	4.63%
Communication Services	2.02%	Consumer Discretionary	2.35%
Real Estate	0.86%	Information Technology	1.60%
Energy	0.85%	Materials	0.65%
Consumer Discretionary	0.56%	Communication Services	0.28%
Materials	0.55%		
		Treasury & Other net	
Commodities investments		Assets/(Liabilities)	3.13%
Commodities (ETC)	5.97%		

To comply with the EU Taxonomy, the criteria for **fossil gas** include limitations on emissions and switching to fully renewable power or low-carbon fuels by the end of 2035. For **nuclear energy**, the criteria include comprehensive safety and waste management rules.

#### **Enabling activities**

directly enable other activities to make a substantial contribution to an environmental objective.

### Transitional activities are

activities for which low-carbon alternatives are not yet available and among others have greenhouse gas emission levels corresponding to the best performance.



# To what extent were the sustainable investments with an environmental objective aligned with the EU Taxonomy?

Did the financial product invest in fossil gas and/or nuclear energy related activities complying with the EU Taxonomy<sup>1</sup>?



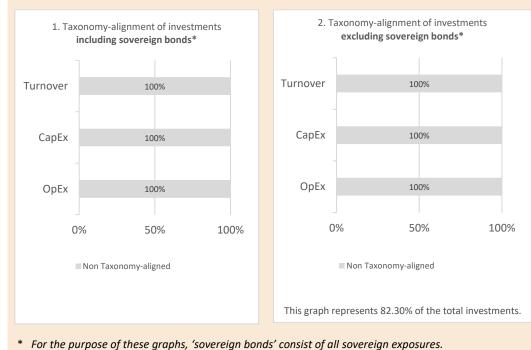
In fossil gas

In nuclear energy

🗙 No

<sup>&</sup>lt;sup>1</sup> Fossil gas and/or nuclear related activities will only comply with the EU Taxonomy where they contribute to limiting climate change ("climate change mitigation") and do not significantly harm any EU Taxonomy objective - see explanatory note in the left hand margin. The full criteria for fossil gas and nuclear energy economic activities that comply with the EU Taxonomy are laid down in Commission Delegated Regulation (EU) 2022/1214.

The graphs below show in green the percentage of investments that were aligned with the EU Taxonomy. As there is no appropriate methodology to determine the taxonomy-alignment of sovereign bonds<sup>\*</sup>, the first graph shows the Taxonomy alignment in relation to all the investments of the financial product including sovereign bonds, while the second graph shows the Taxonomy alignment only in relation to the investments of the financial product other than sovereign bonds.



#### What was the share of investments made in transitional and enabling activities?

The sub-fund has no objective to invest in transtional and enabling activities.

### How did the percentage of investments that were aligned with the EU Taxonomy compare with previous reference periods?

The sub-fund had no objective to invest in transtional and enabling activities in the previus reference periods.



# What investments were included under "other", what was their purpose and were there any minimum environmental or social safeguards?

"Other" includes all assets non covered by the ESG Policy applicable to the sub-fund among which are:

- Direct Equity and Bond securities issued by issuers that are not rated by the Independent Agency and UCITS and/or UCIs that do not promote ESG characteristics. Such assets allow, among others, to invest in non-rated equity or bond securities

Taxonomy-aligned activities are expressed as a share of:

#### - turnover

reflecting the share of revenue from green activities of investee companies.

capital expenditure (CapEx) showing the green investments made by investee companies, e.g. for a transition to a green economy.

operational expenditure (OpEx) reflecting green operational activities of investee companies. issuers with good ESG track record or UCITS and/or UCIs that do not promote ESG characteristics, but in the process of changing their process. As of December 31<sup>st</sup> 2023, those investments represent 0.83% of the net assets of the sub-fund,

- Bank deposit at sight. Such assets allows the management of liquidity as well as the flexibility of the asset allocation. As of December 31<sup>st</sup> 2023, those investments represent 3.13% of the net assets of the sub-fund,
- Exchange trading commodities involving precious metals in accordance with Article 41 (1) a)-d) of the Law of 17 December 2010 on undertakings for collective investment and Article 2 of the Grand-Ducal Regulation of 8 February 2008 as well as point 17 of the CESR/07-044b guidelines, provided that these products do not contain ambedded derivatives and do not involve physical delivery of the underlying metal. Such assets are used in order to diversify the asset allocation. As of December 31<sup>st</sup> 2023, those investments represent 5.97% of the net assets of the sub-fund.

For those assets, the Investment Manager does not consider any minimum environmental or social safeguards.



# What actions have been taken to meet the environmental and/or social characteristics during the reference period?

In order to meet the environmental and/or social characteristics during the reference period, The Investment Manager ensured that the binding elements of the ESG policy applicable to the sub-fund was constantly respected. Details of the ESG Policy is available on <a href="http://www.smart-pm.eu/wp-content/uploads/Smart\_Value\_Investors\_-">http://www.smart-pm.eu/wp-content/uploads/Smart\_Value\_Investors\_-</a> Current ESG Policy.pdf

#### ANNEX III

#### `ANNEX IV

# Template periodic disclosure for the financial products referred to in Article 8, paragraphs 1, 2 and 2a, of Regulation (EU) 2019/2088 and Article 6, first paragraph, of Regulation (EU) 2020/852

**Product name:** Smart Value Investors – Equity Flexible 549300N13ZMH8YWZX618

Legal entity identifier:

### **Environmental and/or social characteristics**

#### Did this financial product have a sustainable investment objective? Yes No × It made **sustainable** It promoted Environmental/Social (E/S) investments with an characteristics and while it did not have as its objective a environmental objective: % sustainable investment, it had a proportion of in economic activities that % of sustainable investments qualify as environmentally with an environmental objective in economic sustainable under the EU activities that qualify as environmentally Taxonomy sustainable under the EU Taxonomy in economic activities that do with an environmental objective in not qualify as environmentally economic activities that do not qualify as sustainable under the EU environmentally sustainable under the EU Taxonomy Taxonomy with a social objective It made sustainable investments It promoted E/S characteristics, but **did not** × with a social objective: \_\_\_% make any sustainable investments

To what extent were the environmental and/or social characteristics promoted by this financial product met?

The sub-fund does not promote any specific environmental and/or social characteristics. However, general Environmental and/or social characteristics are promoted by the sub-fund through Environmental, Social and Governance ("ESG") constrained investments in :

Direct investments in equity securities ("Equity Securities"),

practices.

Sustainable

The EU Taxonomy is a classification system laid down in Regulation (EU) 2020/852, establishing a list of environmentally sustainable economic activities. That Regulation does not include a list of socially sustainable economic activities. Sustainable investments with an environmental objective might be aligned with the Taxonomy or not.

Sustainability indicators measure how the

environmental or social characteristics promoted by the financial product are attained.

- Direct investments in bonds issued by corporate ("Corporate Bond Securities") or governmental entities(Government Bond Securities") (together "Bond Securities"),
- UCITS and/or other UCIs. The sub-fund may invest up to 10% of its net assets into UCITS and/or other UCIs.

The environmental and/or social characteristics promoted by the sub-fund depends on the type of assets.

- For Equity Securities and Corporate Bond Securities, environmental and/or social characteristics are based on material ESG Issues : Coporate Governance, Resource Use, Human Capital, Product Governance, Carbon-own Operations, Humans Rights Supply Chain, Land Use and Biodiversity Supply Chain, Business Ethics, E/S Impact of Products and Services, Occupational Health and Safety, Ressource Use Supply Chain as well as the robustness of the Company's ESG programs, practices and policies,
- For Government Bond Securities, environmental and/or social characteristics are based on Natural (agriculture, forestry, etc...), Produced (machine, buildings etc), Human (skills, experience of population) and Institutional (quality of institutions) Capitals as well as the management of those risks (risk factors potentially impacting those risks, material negative impact, trend on country's performance),
- For UCITS and/or other UCIs, environmental and/or social characteristics are based on the specific ESG policy of the UCITS and/or other UCIs.

#### • How did the sustainability indicators perform?

The indicators used by the sub-fund to measure the attainment of the environmental or social characteristics are based on two pillars:

- 1) An exclusion approach
  - For Equity and Bond Securities, indicators comprise of the legality of the activity of the issuer as well as the fact that the issuer is not subject to European Union or United Nations sanctions.
  - For Equity or Bond Securities issued by corporate entities, indicators comprise of the activity of the issuer.
  - For Bonds Securities issued by government entities, indicators comprise of the minimal politic rights and civil liberties to its citizens

- 2) An Integration approach
  - For Equity Securities and Bond Securities, the Investment Manager relies on ratings provided by a recognized independent agency (the "Independent Agency") specialized in assessing ESG risks. For rated issuers ("Rated Issuer"), the Independent Agency provides an evaluation of ESG characteristics through a Rating ("ESG Risk Rating") summarizing the different environmental and/or social characteristics mentioned above. In case the ESG Risk Rating is not available for a government issuer, the ESG Risk Rating of the country associated with the governmental issuer is used. The Independent Agency defines an issuer faced with severe and high ESG risk as having an ESG Risk Rating higher than 30. The weighted average ESG Risk Rating of the rated issuers will be lower than 30. The Independent Agency publishes the ESG Industry Percentile of rated issuers based on the ranking of the issuer within its industry. The weighted average ESG Industry Percentile of the rated issuers will be lower than 40%.
  - For UCITS and/or other UCIs, the Investment Manager assesses if the UCITS and/or UCIs promote or not ESG characteristics, among other characteristics environmental and/or social characteristics or a combination of those characteristics or have a sustainable investment as its objective. In its analysis, the Investment Manager relies on definitions provided by the Regulation (EU) 2019/2088 of the European Parliament and of the Council of 27 November 2019 on sustainability-related disclosures in the financial sector. The sub-fund may invest up to 10% of its net assets into UCITS and/or other UCIs.
  - Equity and Bond Securities issued by issuers that are not rated by the Independent Agency and UCITS and/or UCIs that do not promote ESG characteristics should not, on aggregate represent more than 10% of the net assets of the sub-fund.

As of December 31<sup>st</sup> 2023, the indicators were as follow:

- The Exclusion Approach was fully respected
- For Equity Securities and Bond securities,
  - The weighted average ESG Risk Rating as defined above was 17.37
  - $\circ$  The weighted average ESG Industry Percentile as defined above was 16.70%
- No assets of the sub-fund were invested in a UCITS fund that does not promote ESG charecteristics as defined above
- 0.82% of the assets of the sub-fund were invested in Equity and Bond Securities issued by issuers that are not rated by the Independent Agency and UCITS and/or UCIs that do not promote ESG characteristics

#### ...and compared to previous periods?

You will find in the table below the evolution of the indicators

2022	2023
2022	2023

Respect of Exclusion Approach	Yes	Yes
Equity and Bond Securities : weighted average ESG Rating as defined above	18.49	17.37
Equity and Bond Securities : weighted average ESG Industry Percentile as defined above	17.33%	16.70%
Assets of the sub-fund were invested in a UCITS fund that does not promote ESG charecteristics as defined above	2.98%	0.00%
Assets of the sub-fund were invested in Equity and Bond Securities issued by issuers that are not rated by the Independent Agency and UCITS and/or UCIs that do not promote ESG characteristics	5.08%	0.82%

#### Principal adverse

impacts are the most significant negative impacts of investment decisions on sustainability factors relating to environmental, social and employee matters, respect for human rights, anticorruption and antibribery matters. The EU Taxonomy sets out a "do not significant harm" principle by which Taxonomy-aligned investments should not significantly harm EU Taxonomy objectives and is accompanied by specific Union criteria.

The "do no significant harm" principle applies only to those investments underlying the financial product that take into account the EU criteria for environmentally sustainable economic activities. The investments underlying the remaining portion of this financial product do not take into account the EU criteria for environmentally sustainable economic activities.

Any other sustainable investments must also not significantly harm any environmental or social objectives.



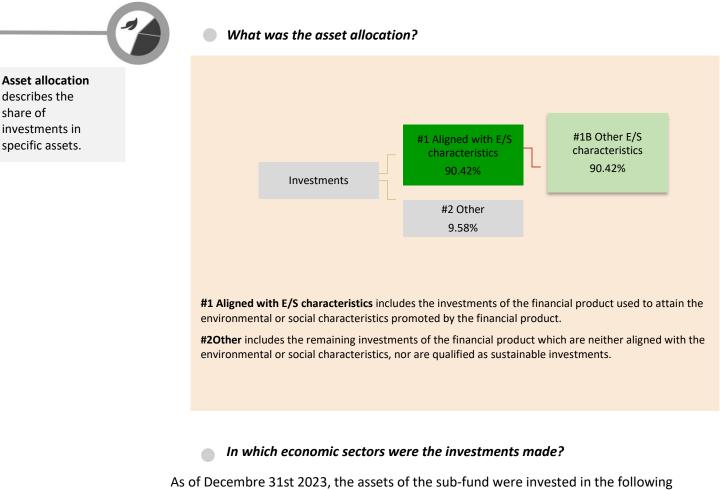
#### What were the top investments of this financial product?

The list includes the investments constituting <b>the</b>	Largest investments	Sector	% Assets	Country
greatest proportion	Netherlands 0% Unitary 144A Reg S 17/15.01.24	Government Bond	4.72%	Netherlands
of investments of the financial product during the reference	Invesco Physical Gold PLC Certif Gold 31.12.Perpetual	Commodities (ETC)	4.12%	Ireland
period which is:	Unilever Plc	Consumer Staples	3.64%	United Kingdom
fiscal year 2023	Markel Corp Inc	Financials	3.54%	United States
ending on December	Deutschland 0% Ser 179 Sen 19/05.04.24	Government Bond	3.51%	Germany
31 <sup>st</sup> 2023	Roche Holding Ltd Pref	Health Care	3.49%	Switzerland

Reckitt Benckiser Group Plc Deutschland 1.75% 14/15.02.24 Deutschland 0% 22/15.03.24 KFW 0% EMTN 19/02.04.24 Nestlé SA Reg Berkshire Hathaway Inc Heineken Holding NV Haw Par Corp Ltd Intertek Group Plc This table excludes cash at sight.

Consumer Staples	3.40%	United Kingdom
Government Bond	3.14%	Germany
Government Bond	3.13%	Germany
Financials	3.12%	Germany
Consumer Staples	3.03%	Switzerland
Financials	2.92%	United States
Consumer Staples	2.80%	Netherlands
Health Care	2.70%	Singapore
Industrials	2.55%	United Kingdom

#### What was the proportion of sustainability-related investments?



economic sectors:

Equity Investments	
Consumer Staples	19.09%
Health Care	12.67%

Financials	11.67%
Industrials	10.09%
Information Technology	7.56%
Communication Services	3.36%
Real Estate	1.49%
Energy	1.37%
Materials	1.02%
Consumer Discretionary	0.92%
Fixed Income Investments	
Government Bond	17.70%
Financials	4.29%
Commodities investments	
Commodities (ETC)	5.65%
Treasury & Other net assets/(liabilities)	3.11%

To comply with the EU Taxonomy, the criteria for **fossil gas** include limitations on emissions and switching to fully renewable power or low-carbon fuels by the end of 2035. For **nuclear energy**, the criteria include comprehensive safety and waste management rules.

#### **Enabling activities**

directly enable other activities to make a substantial contribution to an environmental objective.

### Transitional activities are

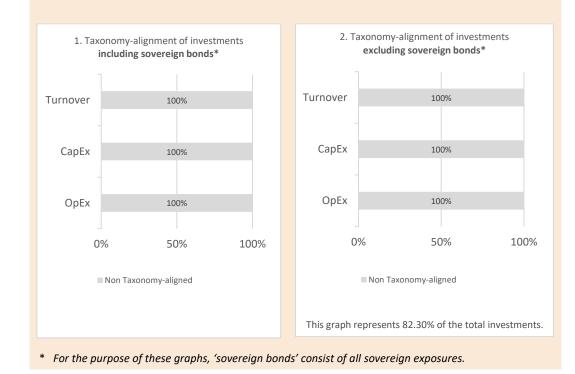
activities for which low-carbon alternatives are not yet available and among others have greenhouse gas emission levels corresponding to the best performance. To what extent were the sustainable investments with an environmental objective aligned with the EU Taxonomy?

Did the financial product invest in fossil gas and/or nuclear energy related activities complying with the EU Taxonomy<sup>1</sup>?

Yes:		
	In fossil gas	In nuclear energy
No		

<sup>&</sup>lt;sup>1</sup> Fossil gas and/or nuclear related activities will only comply with the EU Taxonomy where they contribute to limiting climate change ("climate change mitigation") and do not significantly harm any EU Taxonomy objective - see explanatory note in the left hand margin. The full criteria for fossil gas and nuclear energy economic activities that comply with the EU Taxonomy are laid down in Commission Delegated Regulation (EU) 2022/1214.

The graphs below show in green the percentage of investments that were aligned with the EU Taxonomy. As there is no appropriate methodology to determine the taxonomy-alignment of sovereign bonds<sup>\*</sup>, the first graph shows the Taxonomy alignment in relation to all the investments of the financial product including sovereign bonds, while the second graph shows the Taxonomy alignment only in relation to the investments of the financial product other than sovereign bonds.



#### What was the share of investments made in transitional and enabling activities?

The sub-fund has no objective to invest in transtional and enabling activities.

## How did the percentage of investments that were aligned with the EU Taxonomy compare with previous reference periods?

The sub-fund had no objective to invest in transtional and enabling activities in the previus reference periods.



# What investments were included under "other", what was their purpose and were there any minimum environmental or social safeguards?

"Other" includes all assets non covered by the ESG Policy applicable to the sub-fund among which are:

- Direct Equity and Bond securities issued by issuers that are not rated by the Independent Agency and UCITS and/or UCIs that do not promote ESG characteristics. Such assets allow, among others, to invest in non-rated equity or bond securities

Taxonomy-aligned activities are expressed as a share of:

#### - turnover

reflecting the share of revenue from green activities of investee companies.

capital expenditure (CapEx) showing the green investments made by investee companies, e.g. for a transition to a green economy.

operational expenditure (OpEx) reflecting green operational activities of investee companies. issuers with good ESG track record or UCITS and/or UCIs that do not promote ESG characteristics, but in the process of changing their process. As of December 31<sup>st</sup> 2023, those investments represent 0.82% of the net assets of the sub-fund,

- Bank deposit at sight. Such assets allows the management of liquidity as well as the flexibility of the asset allocation. As of December 31<sup>st</sup> 2023, those investments represent 3.11% of the net assets of the sub-fund,
- Exchange trading commodities involving precious metals in accordance with Article 41 (1) a)-d) of the Law of 17 December 2010 on undertakings for collective investment and Article 2 of the Grand-Ducal Regulation of 8 February 2008 as well as point 17 of the CESR/07-044b guidelines, provided that these products do not contain ambedded derivatives and do not involve physical delivery of the underlying metal. Such assets are used in order to diversify the asset allocation. As of December 31<sup>st</sup> 2023, those investments represent 5.65% of the net assets of the sub-fund,

For those assets, the Investment Manager does not consider any minimum environmental or social safeguards.



# What actions have been taken to meet the environmental and/or social characteristics during the reference period?

In order to meet the environmental and/or social characteristics during the reference period, The Investment Manager ensured that the binding elements of the ESG policy applicable to the sub-fund was constantly respected. Details of the ESG Policy is available on <a href="http://www.smart-pm.eu/wp-content/uploads/Smart\_Value\_Investors\_-">http://www.smart-pm.eu/wp-content/uploads/Smart\_Value\_Investors\_-</a> Current ESG Policy.pdf

#### ANNEX III

#### `ANNEX IV

Template periodic disclosure for the financial products referred to in Article 8, paragraphs 1, 2 and 2a, of Regulation (EU) 2019/2088 and Article 6, first paragraph, of Regulation (EU) 2020/852

**Product name:** Smart Value Investors – Focus Equity 5493000JMXQR7M0HDQ82

Legal entity identifier:

### Environmental and/or social characteristics

#### Did this financial product have a sustainable investment objective? Yes No × It made **sustainable** It promoted Environmental/Social (E/S) investments with an characteristics and while it did not have as its objective a environmental objective: % sustainable investment, it had a proportion of in economic activities that % of sustainable investments qualify as environmentally with an environmental objective in economic sustainable under the EU activities that qualify as environmentally Taxonomy sustainable under the EU Taxonomy in economic activities that do with an environmental objective in not qualify as environmentally economic activities that do not qualify as sustainable under the EU environmentally sustainable under the EU Taxonomy Taxonomy with a social objective It made sustainable investments It promoted E/S characteristics, but **did not** × with a social objective: \_\_\_% make any sustainable investments

To what extent were the environmental and/or social characteristics promoted by this financial product met?

The sub-fund does not promote any specific environmental and/or social characteristics. However, general Environmental and/or social characteristics are promoted by the sub-fund through Environmental, Social and Governance ("ESG") constrained investments in :

Direct investments in equity securities ("Equity Securities"),

### Sustainable

investment means an investment in an economic activity that contributes to an environmental or social objective, provided that the investment does not significantly harm any environmental or social objective and that the investee companies follow good governance practices.

The EU Taxonomy is a classification system laid down in Regulation (EU) 2020/852, establishing a list of environmentally sustainable economic activities. That Regulation does not include a list of socially sustainable economic activities. Sustainable investments with an environmental objective might be aligned with the Taxonomy or not.



how the environmental or social characteristics promoted by the financial product are attained.

- Direct investments in bonds issued by corporate ("Corporate Bond Securities") or governmental entities(Government Bond Securities") (together "Bond Securities"),
- UCITS and/or other UCIs. The sub-fund may invest up to 10% of its net assets into UCITS and/or other UCIs.

The environmental and/or social characteristics promoted by the sub-fund depends on the type of assets.

- For Equity Securities and Corporate Bond Securities, environmental and/or social characteristics are based on material ESG Issues : Coporate Governance, Resource Use, Human Capital, Product Governance, Carbon-own Operations, Humans Rights Supply Chain, Land Use and Biodiversity Supply Chain, Business Ethics, E/S Impact of Products and Services, Occupational Health and Safety, Ressource Use Supply Chain as well as the robustness of the Company's ESG programs, practices and policies,
- For Government Bond Securities, environmental and/or social characteristics are based on Natural (agriculture, forestry, etc...), Produced (machine, buildings etc), Human (skills, experience of population) and Institutional (quality of institutions) Capitals as well as the management of those risks (risk factors potentially impacting those risks, material negative impact, trend on country's performance),
- For UCITS and/or other UCIs, environmental and/or social characteristics are based on the specific ESG policy of the UCITS and/or other UCIs.

#### • How did the sustainability indicators perform?

The indicators used by the sub-fund to measure the attainment of the environmental or social characteristics are based on two pillars:

- 1) An exclusion approach
  - For Equity and Bond Securities, indicators comprise of the legality of the activity of the issuer as well as the fact that the issuer is not subject to European Union or United Nations sanctions.
  - For Equity or Bond Securities issued by corporate entities, indicators comprise of the activity of the issuer.
  - For Bonds Securities issued by government entities, indicators comprise of the minimal politic rights and civil liberties to its citizens

- 2) An Integration approach
  - For Equity Securities and Bond Securities, the Investment Manager relies on ratings provided by a recognized independent agency (the "Independent Agency") specialized in assessing ESG risks. For rated issuers ("Rated Issuer"), the Independent Agency provides an evaluation of ESG characteristics through a Rating ("ESG Risk Rating") summarizing the different environmental and/or social characteristics mentioned above. In case the ESG Risk Rating is not available for a government issuer, the ESG Risk Rating of the country associated with the governmental issuer is used. The Independent Agency defines an issuer faced with severe and high ESG risk as having an ESG Risk Rating higher than 30. The weighted average ESG Risk Rating of the rated issuers will be lower than 30. The Independent Agency publishes the ESG Industry Percentile of rated issuers based on the ranking of the issuer within its industry. The weighted average ESG Industry Percentile of the rated issuers will be lower than 40%.
  - For UCITS and/or other UCIs, the Investment Manager assesses if the UCITS and/or UCIs promote or not ESG characteristics, among other characteristics environmental and/or social characteristics or a combination of those characteristics or have a sustainable investment as its objective. In its analysis, the Investment Manager relies on definitions provided by the Regulation (EU) 2019/2088 of the European Parliament and of the Council of 27 November 2019 on sustainability-related disclosures in the financial sector. The sub-fund may invest up to 10% of its net assets into UCITS and/or other UCIs.
  - Equity and Bond Securities issued by issuers that are not rated by the Independent Agency and UCITS and/or UCIs that do not promote ESG characteristics should not, on aggregate represent more than 10% of the net assets of the sub-fund.

As of December 31<sup>st</sup> 2023, the indicators were as follow:

- The Exclusion Approach was fully respected
- For Equity Securities and Bond securities,
  - The weighted average ESG Risk Rating as defined above was 20.53
  - The weighted average ESG Industry Percentile as defined above was 22.40%
- No assets of the sub-fund were invested in a UCITS fund that does not promote ESG charecteristics as defined above
- No assets of the assets of the sub-fund were invested in Equity and Bond Securities issued by issuers that are not rated by the Independent Agency and UCITS and/or UCIs that do not promote ESG characteristics

Principal adverse impacts are the most significant negative impacts of investment decisions on sustainability factors relating to environmental, social and employee matters, respect for human rights, anticorruption and antibribery matters. The EU Taxonomy sets out a "do not significant harm" principle by which Taxonomy-aligned investments should not significantly harm EU Taxonomy objectives and is accompanied by specific Union criteria.

The "do no significant harm" principle applies only to those investments underlying the financial product that take into account the EU criteria for environmentally sustainable economic activities. The investments underlying the remaining portion of this financial product do not take into account the EU criteria for environmentally sustainable economic activities.

Any other sustainable investments must also not significantly harm any environmental or social objectives.

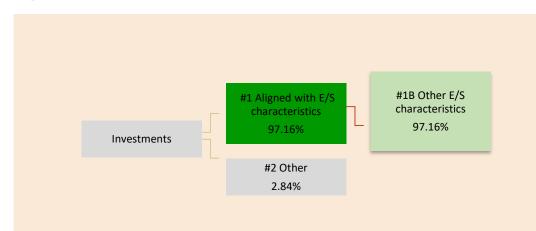


#### What were the top investments of this financial product?

	Largest investments	Sector	% Assets	Country
The list includes the investments constituting <b>the</b> <b>greatest proportion</b> <b>of investments</b> of the financial product during the reference period which is: fiscal year 2023 ending on December 31 <sup>st</sup> 2023	Reckitt Benckiser Group Plc Unilver Plc Reg Markel Corp Inc Nestlé SA Reg Assa Abloy AB B Investor AB B Analog Devices Inc Danaher Corp Fiserv Inc Intertek Group Plc Diageo Plc	Consumer Staples Consumer Staples Financials Consumer Staples Industrials Financials Information Technology Health Care Information Technology Industials Consumer Staples	Assets 7.92% 7.79% 7.31% 6.45% 5.01% 4.59% 4.41% 4.36% 4.28% 4.18% 4.16%	United Kingdom United Kingdom United States Switzerland Sweden Sweden United States United States United States United Kingdom United Kingdom
	Heineken Holding NV Haleon Plc Thermo Fisher Scientific Inc Ashtead Group Plc	Consumer Staples Consumer Staples Health Care Industrials	4.11% 3.93% 3.93% 3.90%	Netherlands Netherlands United States United Kingdom
	This table excludes cash at sight.			



#### What was the proportion of sustainability-related investments?



#### What was the asset allocation?

**#1** Aligned with E/S characteristics includes the investments of the financial product used to attain the environmental or social characteristics promoted by the financial product.

**#20ther** includes the remaining investments of the financial product which are neither aligned with the environmental or social characteristics, nor are qualified as sustainable investments.

#### In which economic sectors were the investments made?

As of Decembre 31st 2023, the assets of the sub-fund were invested in the following economic sectors:

Equity Investments	
Consumer Staples	34.37%
Industrials	17.60%
Financials	15.20%
Information Technology	14.30%
Health Care	12.65%
Communication Services	3.40%
Treasury & Other assets/(liabilities)	2.48%

# describes the share of

Asset allocation

investments in specific assets.



To what extent were the sustainable investments with an environmental objective aligned with the EU Taxonomy?

Taxonomy-aligned activities are expressed as a share of:

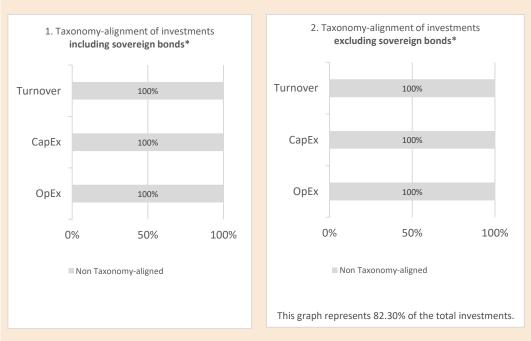
turnover
 reflecting the
 share of revenue
 from green
 activities of
 investee
 companies.

capital expenditure (CapEx) showing the green investments made by investee companies, e.g. for a transition to a green economy.

operational expenditure (OpEx) reflecting green operational activities of investee companies. Did the financial product invest in fossil gas and/or nuclear energy related activities complying with the EU Taxonomy<sup>1</sup>?

	Yes:		
		In fossil gas	In nuclear energy
×	No		

The graphs below show in green the percentage of investments that were aligned with the EU Taxonomy. As there is no appropriate methodology to determine the taxonomy-alignment of sovereign bonds\*, the first graph shows the Taxonomy alignment in relation to all the investments of the financial product including sovereign bonds, while the second graph shows the Taxonomy alignment only in relation to the investments of the financial product other than sovereign bonds.



\* For the purpose of these graphs, 'sovereign bonds' consist of all sovereign exposures.

What was the share of investments made in transitional and enabling activities?

<sup>&</sup>lt;sup>1</sup> Fossil gas and/or nuclear related activities will only comply with the EU Taxonomy where they contribute to limiting climate change ("climate change mitigation") and do not significantly harm any EU Taxonomy objective - see explanatory note in the left hand margin. The full criteria for fossil gas and nuclear energy economic activities that comply with the EU Taxonomy are laid down in Commission Delegated Regulation (EU) 2022/1214.

The sub-fund has no objective to invest in transtional and enabling activities.

# How did the percentage of investments that were aligned with the EU Taxonomy compare with previous reference periods?

The sub-fund had no objective to invest in transtional and enabling activities in the previus reference periods.

# What investments were included under "other", what was their purpose and were there any minimum environmental or social safeguards?

"Other" includes all assets non covered by the ESG Policy applicable to the sub-fund among which are:

- Direct Equity and Bond securities issued by issuers that are not rated by the Independent Agency and UCITS and/or UCIs that do not promote ESG characteristics. Such assets allow, among others, to invest in non-rated equity or bond securities issuers with good ESG track record or UCITS and/or UCIs that do not promote ESG characteristics, but in the process of changing their process. As of December 31<sup>st</sup> 2023, those investments represent 0.36% of the net assets of the sub-fund,
- Bank deposit at sight. Such assets allows the management of liquidity as well as the flexibility of the asset allocation. As of December 31<sup>st</sup> 2023, those investments represent 2.84% of the net assets of the sub-fund.

For those assets, the Investment Manager does not consider any minimum environmental or social safeguards.



# What actions have been taken to meet the environmental and/or social characteristics during the reference period?

In order to meet the environmental and/or social characteristics during the reference period, The Investment Manager ensured that the binding elements of the ESG policy applicable to the sub-fund was constantly respected. Details of the ESG Policy is available on <a href="http://www.smart-pm.eu/wp-content/uploads/Smart\_Value\_Investors\_-">http://www.smart-pm.eu/wp-content/uploads/Smart\_Value\_Investors\_-</a> <a href="http://www.smart-pm.eu/wp-content/uploads/Smart\_Value\_Investors\_-">http://www.smart-pm.eu/wp-content/uploads/Smart\_Value\_Investors\_-</a> <a href="http://www.smart-pm.eu/wp-content/uploads/Smart\_Value\_Investors\_-">http://www.smart-pm.eu/wp-content/uploads/Smart\_Value\_Investors\_-</a>