

ICG UCITS FUNDS (IRELAND) PLC

(an open-ended variable capital investment company incorporated under the laws of Ireland pursuant to the European Communities (Undertakings for Collective Investment in Transferable Securities) Regulations, 2011) as amended.

Semi-Annual Report and Unaudited Financial Statements

For the period from 1 April 2015 to 30 September 2015

Registration Number: 523039

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COMPANY INFORMATION

| | |
|--|--|
| DIRECTORS | John Skelly* (Irish) Roddy Stafford* (Irish) Jason Vickers** (UK) *(independent non-executive director) **(non-executive director) |
| REGISTERED OFFICE | 2nd Floor, Block E Iveagh Court Harcourt Road Dublin 2 Ireland |
| ADMINISTRATOR | Citibank Europe plc 1 North Wall Quay Dublin 1 Ireland |
| LEGAL ADVISOR (as to Irish Law) | Maples & Calder 75 St. Stephen's Green Dublin 2 Ireland |
| INDEPENDENT AUDITOR | Ernst & Young Harcourt Centre Harcourt Street Dublin 2 Ireland |
| INVESTMENT MANAGER, PROMOTER, DISTRIBUTOR AND UK FACILITIES AGENT | Intermediate Capital Managers Limited Juxon House 100 St. Paul's Churchyard London EC4M 8BU United Kingdom |
| CUSTODIAN | Citibank International Ltd, Ireland Branch 1 North Wall Quay Dublin 1 Ireland |
| COMPANY SECRETARY | Carne Global Financial Services Limited 2nd Floor, Block E Iveagh Court Harcourt Road Dublin 2 Ireland |

COMPANY INFORMATION (continued)

| | |
|---------------------------------------|---|
| IRISH SPONSORING BROKER | Maples and Calder 75 St. Stephen's Green Dublin 2 Ireland |
| SWEDISH PAYING AGENT | Skandinaviska Enskilda Banken AB (publ) Kungsträdgårdsgatan 8 SE-106 40 Stockholm Sweden |
| GERMAN INFORMATION AND PAYING AGENT* | Marcard, Stein & Co AG Ballindamm 36 20095 Hamburg Germany |
| AUSTRIAN INFORMATION AND PAYING AGENT | Erste Bank der oesterreichischen Sparkassen AG Graben 21, 1010 Wien Austria |

* The prospectus, the key investor information documents, the memorandum and articles of association, the annual and semi-annual reports, a list of changes in the composition of the portfolios as well as the issue and redemption prices are available from the office of the German information and paying agent as specified above.

INVESTMENT MANAGER'S REPORT (continued)
For the period ended 1 April 2015 to 30 September 2015

Market Commentary

The High Yield Bond Fund returned -3.02% over the first two quarters of the 2015 financial year.

The European high yield market delivered steady returns in April and May, as positive economic data continued to emerge from Europe. Issuance was very strong in April, primarily by BB rated issuers, this led to some widening of BB spreads versus B spreads. The Fund benefitted from this dynamic given higher weighting in B rated bonds, returning 54 bps more than the HEAG benchmark which we measure the fund against.

Primary issuance was more limited in May, when the dominant use of proceeds was refinancing, and it remained relatively subdued in June. Uncertainty around Greece continued through the quarter and contributed to significant volatility in June, with the index losing 1.66% during the month as risk-off sentiment prevailed in a number of European markets. The Fund performed in line with the benchmark during June.

The significant volatility in broader European high yield markets over Q3 initially stemmed from increasing emerging market weakness and rising volatility in Chinese stock markets, after European high yield had initially recovered from Greece-related concerns. US high yield, with its higher weighting to commodities and energy fell more than Europe in both July and August as the concerns around emerging market and commodity weaknesses worsened. In September, single name stories (including VW and Glencore) also drove investor concern, alongside uncertainty over the Fed's deliberations. With the wider volatility in high yield markets, new issuance remained limited during the quarter.

ICG UCITS FUNDS (IRELAND) PLC

STATEMENT OF FINANCIAL POSITION
As at 30 September 2015

| | | ICG High | | ICG High | |
|---|-------------|-------------------|-------------------|--------------------|-------------------|
| | | Yield Fund | Total | Yield Fund | Total |
| | | 30-Sep- | 30-Sep- | 31-Mar-2015 | 31-Mar- |
| | | 2015 | 2015 | 2015 | 2015 |
| | Note | EUR | EUR | EUR | EUR |
| Assets | | | | | |
| Cash and cash equivalents | 6 | 1,683,605 | 1,683,605 | 27,836,177 | 27,836,177 |
| <i>Financial assets at fair value through profit or loss:</i> | | | | | |
| Investments in transferable securities and financial derivative instruments | 4 | 11,392,395 | 11,392,395 | 10,150,649 | 10,150,649 |
| Due from broker | | - | - | 24,327,333 | 24,327,333 |
| Other receivables | 5 | 252,874 | 252,874 | 494,646 | 494,646 |
| Total assets | | 13,328,874 | 13,328,874 | 62,808,805 | 62,808,805 |
| Liabilities | | | | | |
| <i>Financial liabilities at fair value through profit or loss:</i> | | | | | |
| Investments in financial derivative instruments | 4 | (5,259) | (5,259) | (48,258) | (48,258) |
| Due to broker | | (465,906) | (465,906) | - | - |
| Other payables and accrued expenses | 7 | (84,648) | (84,648) | (72,873) | (72,873) |
| Total liabilities | | (555,813) | (555,813) | (121,131) | (121,131) |
| Net assets attributable to holders of redeemable shares | | 12,773,061 | 12,773,061 | 62,687,674 | 62,687,674 |

Net Asset Value per Redeemable Shares

| | 30-Sep-2015 | 31-Mar-2015 | 31-Mar-2014 |
|----------------------------|--------------------|--------------------|--------------------|
| Class A Euro Acc | | | |
| Number of shares per class | 8,544.75 | 8,544.75 | 8,544.75 |
| Net Asset Value per share | EUR148.98 | EUR154.21 | EUR150.67 |
| Net Asset Value | EUR1,273,023 | EUR1,317,678 | EUR1,287,431 |
| Class A Euro Dist | | | |
| Number of shares per class | 10,000.03 | 10,000.03 | 10,000.03 |
| Net Asset Value per share | EUR105.03 | EUR111.61 | EUR114.72 |
| Net Asset Value | EUR1,050,333 | EUR1,116,063 | EUR1,147,203 |
| Class A USD Acc | | | |
| Number of shares per class | 12,374.27 | 12,374.27 | - |
| Net Asset Value per share | USD149.35 | USD154.18 | - |
| Net Asset Value | USD1,848,072 | USD1,907,877 | - |
| Class D EUR Acc | | | |
| Number of shares per class | 56,325.12 | 363,221.12 | 363,221.12 |
| Net Asset Value per share | EUR156.13 | EUR161.00 | EUR156.13 |
| Net Asset Value | EUR8,794,097 | EUR58,477,511 | EUR56,710,076 |

The accompanying notes form an integral part of financial instruments.

ICG UCITS FUNDS (IRELAND) PLC

STATEMENT OF CHANGES IN NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE SHARES

For the period from 1 April 2015 to 30 September 2015

| | Note | ICG High Yield Fund 30-Sep- 2015 EUR | Total 30-Sep- 2015 EUR | ICG High Yield Fund 30-Sep- 2014 EUR | Total 30-Sep- 2014 EUR |
|---|------|--|---------------------------------|--|---------------------------------|
| Investment (loss)/income | | | | | |
| Interest income - net | | 306,794 | 306,794 | 1,960,747 | 1,960,747 |
| Net losses on financial assets and liabilities at fair value through profit or loss | 11 | (555,983) | (555,983) | (1,751,104) | (1,751,104) |
| Net (losses)/gains on foreign exchange | | (34,556) | (34,556) | 139,225 | 139,225 |
| Fee Reimbursement | 3 | 36,553 | 36,553 | - | - |
| Other income | | 173 | 173 | - | - |
| Net investment (loss)/income | | (247,019) | (247,019) | 348,868 | 348,868 |
| Expenses | | | | | |
| Administration fee | 3 | (57,603) | (57,603) | (47,261) | (47,261) |
| Investment management fee | 3 | (15,559) | (15,559) | (11,767) | (11,767) |
| Directors' fee | 3 | (13,778) | (13,778) | (9,712) | (9,712) |
| Custodian fee | 3 | (9,038) | (9,038) | (9,005) | (9,005) |
| Other expenses | 3 | (133,294) | (133,294) | (92,089) | (92,089) |
| Total operating expenses | | (229,272) | (229,272) | (169,834) | (169,834) |
| Total operating (loss)/profit | | (476,291) | (476,291) | 179,034 | 179,034 |
| Finance costs | | | | | |
| Distributions | 18 | (28,986) | (28,986) | (23,375) | (23,375) |
| (Decrease)/increase in net assets attributable to holders of redeemable shares | | (505,277) | (505,277) | 155,659 | 155,659 |

The accompanying notes form an integral part of financial instruments.

ICG UCITS FUNDS (IRELAND) PLC

STATEMENT OF CHANGES IN NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE SHARES

For the period from 1 April 2015 to 30 September 2015

| | ICG High Yield Fund 30-Sep-2015 EUR | Total 30-Sep-2015 EUR | ICG High Yield Fund 30-Sep-2014 EUR | Total 30-Sep-2014 EUR |
|---|--|--------------------------------------|--|--------------------------------------|
| Balance at the beginning of the period | 62,687,674 | 62,687,674 | 59,144,710 | 59,144,710 |
| Change in net assets attributable to holders of redeemable shares during the period | (505,277) | (505,277) | 155,659 | 155,659 |
| Issue of redeemable shares during the period | - | - | 1,364,436 | 1,364,436 |
| Redemption of redeemable shares during the period | (49,409,336) | (49,409,336) | - | - |
| Balance at the end of the period | 12,773,061 | 12,773,061 | 60,664,805 | 60,664,805 |

The accompanying notes form an integral part of financial instruments.

ICG UCITS FUNDS (IRELAND) PLC

STATEMENT OF CASH FLOWS
For the period from 1 April 2015 to 30 September 2015

| | ICG High Yield Fund 30-Sep-2015 EUR | Total 30-Sep-2015 EUR | ICG High Yield Fund 30-Sep-2014 EUR | Total 30-Sep-2014 EUR |
|--|--|-----------------------------|--|-----------------------------|
| Operating activities: | | | | |
| Adjustments for: | | | | |
| Proceeds from sale of investments – principal | 5,165,540 | 5,165,540 | 29,534,992 | 29,534,992 |
| Proceeds from sale of investments – losses/(gains) | 297,305 | 297,305 | (837,324) | (837,324) |
| Purchase of investment securities | (7,303,572) | (7,303,572) | (32,090,240) | (32,090,240) |
| Due from broker | 24,327,333 | 24,327,333 | - | - |
| Due to broker | 465,906 | 465,906 | 810,845 | 810,845 |
| Interest received - net | 584,221 | 584,221 | 1,931,656 | 1,931,656 |
| Expenses paid | (216,426) | (216,426) | (277,526) | (277,526) |
| Net cash flows provided by/(used in) operating activities | 23,320,307 | 23,320,307 | (927,597) | (927,597) |
| Financing activities | | | | |
| Proceeds from subscriptions of redeemable shares | - | - | 1,364,436 | 1,364,436 |
| Redemption of redeemable shares | (49,409,336) | (49,409,336) | - | - |
| Distributions paid | (28,986) | (28,986) | (23,375) | (23,375) |
| Net cash flows (used in)/provided by financing activities | (49,438,322) | (49,438,322) | 1,341,061 | 1,341,061 |
| Net (decrease)/increase in cash and cash equivalents during the period | (26,118,015) | (26,118,015) | 413,464 | 413,464 |
| Effect of exchange rate fluctuations on cash and cash equivalents | (34,556) | (34,556) | 139,225 | 139,225 |
| Cash and cash equivalents at start of the period | 27,836,177 | 27,836,177 | 4,448,039 | 4,448,039 |
| Cash and cash equivalents at end of the period | 1,683,605 | 1,683,605 | 5,000,728 | 5,000,728 |

The accompanying notes form an integral part of financial instruments.

NOTES TO THE FINANCIAL STATEMENTS
For the period from 1 April 2015 to 30 September 2015

1. GENERAL INFORMATION

ICG UCITS Funds (Ireland) PLC (the “Company”) was incorporated in Ireland on 29 January 2013 as an investment company with variable capital structured as an umbrella fund with segregated liability between sub-funds and incorporated pursuant to the Companies Act 2014, with limited liability and authorised by the Central Bank as an Undertaking for Collective Investment in Transferable Securities (UCITS) pursuant to the Regulations.

The Company is constituted as an umbrella fund insofar as the share capital of the Company is divided into different series of shares with each series of shares representing a portfolio of assets which comprises a separate fund (each a “Sub-Fund”).

The Company commenced its operations on 5 September 2013 with the launch of the ICG High Yield Fund (the “Fund”). The investment objective of the Fund is to generate a high level of return with the majority of the fund being invested in non-government sub-investment grade fixed income and debt securities issued by issuers and listed or traded on a Recognised Market.

As at 30 September 2015, the Fund is the only Sub-Fund of the Company. These financial statements relates solely to the Fund.

Intermediate Capital Managers Limited (the “Investment Manager”) acts as Investment Manager of the Fund.

The Fund currently has Class A Acc (EUR), Class A Dist (EUR), Class A Acc (USD) and Class D Acc (EUR) Shares available for investment.

2. SIGNIFICANT ACCOUNTING POLICIES

(a) *Statement of compliance*

The interim financial statements as at and for the period ended 30 September 2015 have been prepared in accordance with IAS 34: Interim Financial Reporting, International Financial Reporting Standards (IFRS) as adopted by the European Union as issued by the International Accounting Standards Board (IASB) and UCITS Regulations.

(b) *Basis of measurement*

The financial statements have been prepared on a historical cost basis except for the financial assets and financial liabilities that have been measured at fair value.

(c) *Going concern*

Management has made an assessment of the Company’s ability to continue as a going concern and is satisfied that it has resources to continue in business for the foreseeable future. Furthermore management is not aware of any material uncertainties that may cast significant doubt upon the Company’s ability to continue as a going concern, therefore, the financial statements continue to be prepared on a going concern basis.

NOTES TO THE FINANCIAL STATEMENTS (continued)
For the period from 1 April 2015 to 30 September 2015

2. SIGNIFICANT ACCOUNTING POLICIES (continued)

(d) *Changes in accounting policies*

IAS 24 Related Party Disclosures (effective for periods beginning on or after 1 July 2014) – The amendment is applied retrospectively and clarifies that a management entity (an entity that provides key management personnel services) is a related party subject to the related party disclosures. In addition, an entity that uses a management entity is required to disclose the expenses incurred for management services. While this amendment will result in the Investment Manager being considered a related party under IFRS, this amendment has no material impact on the Company as the relevant disclosures were already made in the Company's financial statements.

(e) *New accounting standards not yet adopted*

The following new standards and amendments to standards are relevant but not yet effective for the Company's operations:

IFRS 9 Financial Instruments ("IFRS 9") as issued reflects the first phase of the IASB's work on the replacement of IAS 39 and applies to recognition, derecognition, classification and measurement of financial assets and financial liabilities. Its requirements represent a significant change from the existing requirements in IAS 39 in respect of financial assets. IFRS 9 contains two primary measurement categories for financial assets: amortised cost and fair value. A financial asset would be measured at amortised cost if it is held within a business model whose objective is to hold assets in order to collect collateral cash flows, and the asset's contractual terms give rise on specified dates to cash flow that are solely payments of principal and interest on the principal outstanding. All other financial assets would be measured at fair value.

IFRS 9 eliminates the existing IAS 39 categories of held to maturity, available for sale and loans and receivables. The requirements of IFRS 9 relating to derecognition are unchanged from IAS 39. The IASB has tentatively decided to require an entity to apply IFRS 9 for annual periods beginning on or after 1 January 2018. In subsequent phases, the IASB will address hedge accounting and impairment of financial asset.

The standard is not expected to have a material impact on the measurement basis of the financial assets held by the Fund since the majority of the Fund's financial assets are measured at fair value through profit or loss. No impact on the net asset value and the results of the Fund is expected from the adoption of IFRS 9.

IFRS 15 Revenue from Contracts with Customers was issued in May 2014 and establishes a new five-step model that will apply to revenue arising from contracts with customers. Under IFRS 15 revenue is recognised at an amount that reflects the consideration to which an entity expects to be entitled in exchange for transferring goods or services to a customer. The principles in IFRS 15 provide a more structured approach to measuring and recognising revenue.

The new revenue standard is applicable to all entities and will supersede all current revenue recognition requirements under IFRS. Either a full or modified retrospective application is required for annual periods beginning on or after 1 January 2018 with early adoption permitted. The Company is currently assessing the impact of IFRS 15 and plans to adopt the new standard on the required effective date.

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

NOTES TO THE FINANCIAL STATEMENTS (continued)
For the period from 1 April 2015 to 30 September 2015

2. SIGNIFICANT ACCOUNTING POLICIES (continued)

(f) *Foreign currency translation*

Transactions in foreign currencies are translated into Euro (EUR) for the Fund at the spot exchange rate at the date of the transaction. Monetary assets and liabilities denominated in foreign currencies at the reporting date are retranslated into EUR for the Fund at the spot exchange rate at that date. Non-monetary assets and liabilities denominated in foreign currencies that are measured at fair value through profit or loss are retranslated into EUR for the Fund at the spot exchange rate at the date that the fair value was determined. Non-monetary assets and liabilities that are measured in terms of historical cost in a foreign currency are translated using the exchange rate at the date of the transaction.

Foreign currency differences arising on retranslation and on financial instruments at fair value through profit or loss are recognised in the Statement of Comprehensive Income.

(g) *Functional and presentation currency*

The functional and presentation currency of the Company is Euro. The functional and presentation currency of the Fund is Euro which reflects the Fund's primary trading activity, including the subscriptions into and redemptions from the Fund.

(h) *Use of estimates and judgements*

The preparation of the financial statements in conformity with IFRS requires management to make judgements, estimates and assumptions that affect the application of accounting policies and the reported amounts of assets and liabilities, income and expenses. Actual results may differ from these estimates.

Estimates and underlying assumptions are reviewed on an ongoing basis. Revisions to accounting estimates are recognised in the period in which the estimates are revised and in any future periods affected.

(i) *Interest income and expense recognition*

Interest income and expense are recognised in the Statement of Comprehensive Income on an accruals basis.

(j) *Expenses*

Expenses are accounted for on an accruals basis and are charged to the Statement of Comprehensive Income.

NOTES TO THE FINANCIAL STATEMENTS (continued)
For the period from 1 April 2015 to 30 September 2015

2. SIGNIFICANT ACCOUNTING POLICIES (continued)

(k) *Investments*

Classification

In accordance with IFRS 13 Fair Value Measurement ("IFRS13"), the Company classifies its investments as financial assets and liabilities at fair value through profit or loss. These financial assets and liabilities are classified as held for trading. Financial assets or financial liabilities held for trading are those acquired or incurred principally for the purposes of selling or repurchasing in the short term. All investments held by the Company have been classified as held for trading.

Recognition/derecognition

The Company recognises financial assets and financial liabilities at fair value through profit or loss on the trade date; that is the date it commits to purchase the instruments. From this date any gains and losses arising from changes in fair value of the assets or liabilities are recognised. Financial assets are derecognised when the rights to receive cash flows from the investments have expired or the Company has transferred substantially all risks and rewards of ownership of the financial assets or in which the Company neither transfers nor retains substantially all the risks and rewards of ownership and does not retain control of the financial assets.

Initial Measurement

The investments are categorised at fair value through profit or loss and are recognised initially at fair value with transaction costs for such instruments being recognised directly in the Statement of Comprehensive Income.

Subsequent Measurement

Subsequent to initial recognition, all investments classified at fair value through profit or losses are measured at fair value with changes in their fair value recognised in the Statement of Comprehensive Income. Fair value is the amount for which an asset could be exchanged, or a liability settled, between knowledgeable, willing parties in an arm's length transaction.

The fair value of financial instruments is based on their quoted market prices on a recognised exchange or sourced from a reputable broker/counterparty, at the Statement of Financial Position date without any deduction for estimated future selling costs. Financial assets and financial liabilities are priced at their last traded prices. If a quoted market price is not available on a recognised stock exchange or from a broker/counterparty, the fair value of the financials instruments may be estimated by the Directors using valuation techniques, including use of arm's length market transactions or any other valuation technique that provides a reliable estimate of prices obtained in actual market transactions.

Forward currency contracts

Forward currency contracts will be valued by reference to the forward price at which a new forward contract of the same size and maturity could be undertaken at the valuation date. The unrealised gain or loss on open forward currency contracts is calculated as the difference between the contract rate and this forward price and is recognised in the Statement of Comprehensive Income.

NOTES TO THE FINANCIAL STATEMENTS (continued)
For the period from 1 April 2015 to 30 September 2015

2. SIGNIFICANT ACCOUNTING POLICIES (continued)

(l) *Offsetting financial instruments*

Financial assets and liabilities are offset and the net amount reported in the Statement of Financial Position when there is a legally enforceable right to offset the recognised amounts, and there is an intention to settle on a net basis, or realise the asset and settle the liability simultaneously.

(m) *Realised and unrealised gains and losses*

All realised and unrealised gains and losses on securities are recognised as net gains/losses on financial assets and liabilities at fair value through profit or loss in the Statement of Comprehensive Income. Foreign currency gains/losses on cash in hand and cash equivalents are included in net gains/losses on foreign exchange in the Statement of Comprehensive Income. Realised gains and losses on disposals of financial instruments are calculated using the first-in-first-out (FIFO) method.

The unrealised gains or losses on open forward currency contracts are calculated as the difference between the contracted rate and the rate to close out the contract. Realised gains or losses include net gains/losses on contracts, which have been settled or offset by other contracts.

(n) *Taxation*

Under current law and practice, the Company qualifies as an investment undertaking as defined in Section 739B of the Taxes Consolidation Act, 1997, as amended. On this basis, it is not chargeable to Irish tax on its income or gains. However, Irish tax may arise on the occurrence of a "chargeable event". A chargeable event includes any distribution payments to shareholders or any encashment, redemption or transfer of Shares on the ending of a "relevant period". A relevant period is an eight year period beginning with the acquisition of shares by the shareholders. Each subsequent period of eight years immediately after the preceding relevant period will also constitute a relevant period.

A gain on a chargeable event does not arise in respect of:

- (i) any transactions in relation to units held in a recognised clearing system as designated by order of the Revenue Commissioners of Ireland; or
- (ii) an exchange of shares arising on a qualifying amalgamation or reconstruction of the Company with another Company; or
- (iii) certain exchanges of shares between spouses and former spouses; or
- (iv) an exchange by a shareholder, effected by way of an arm's length bargain where no payment is made to the shareholder of shares in the Company for other shares in the Company.

No Irish tax will arise on the Company in respect of chargeable events in respect of:

- (i) a shareholder who is not Irish resident and not ordinarily resident in Ireland at the time of the chargeable event, provided appropriate valid statutory declarations in accordance with the provisions of the Taxes Consolidation Act, 1997, as amended are held by the Company; and
- (ii) certain exempted Irish tax resident shareholders who have provided the Company with the necessary signed statutory declarations.

NOTES TO THE FINANCIAL STATEMENTS (continued)
For the period from 1 April 2015 to 30 September 2015

2. SIGNIFICANT ACCOUNTING POLICIES (continued)

(n) *Taxation (continued)*

In the absence of an appropriate declaration, the Company will be liable to Irish tax on the occurrence of a chargeable event.

There were no chargeable events during the period under review.

Dividends, interest and capital gains (if any) received on investments made by the Company may be subject to withholding taxes imposed by the country from which the investment income/gains are received and such taxes may not be recoverable by the Company or its shareholders.

(o) *Distributions*

For those accumulation Share Classes in issue, it is the present intention of the Directors not to declare or pay dividends, and any income or gains earned by the Fund and these Share Classes, will be reinvested and reflected in the value of the Shares.

For those income distribution Share Classes in issue, subject to net income being available for distribution, the Directors intend to declare dividends in respect of each six month period ending on 31 March and 30 September on the first Business Day after the relevant period end. Any such dividends will be paid within four Months after declaration.

The Directors reserve the right to increase or decrease the frequency of dividend payments, if any, at their discretion for income distribution Shares. In the event of a change of policy full details will be disclosed in an updated Supplement and Shareholders will be notified in advance.

(p) *Cash and cash equivalents*

Cash and cash equivalents include cash in hand. Cash and cash equivalents is held with Citibank N.A. in the name of Citibank International Ltd, Ireland Branch (the "Custodian").

q) *Due from/to broker*

Due from and due to broker represents amounts receivable for securities sold and payable for securities purchased that have been contracted for but not yet settled or delivered on the Statement of Financial Position date.

These amounts are recognised initially at fair value and subsequently measured at amortised cost, less provision for impairment, if any. A provision for impairment of amounts due from broker is established when there is objective evidence that the Company will not be able to collect the amounts due from the broker.

NOTES TO THE FINANCIAL STATEMENTS (continued)
For the period from 1 April 2015 to 30 September 2015

2. SIGNIFICANT ACCOUNTING POLICIES (continued)

(r) *Transaction costs*

Transaction costs are defined as the incremental costs that are directly attributable to the acquisition, issue or disposal of a financial asset or financial liability. An incremental cost is one that would not have been incurred if the entity had not acquired, issued or disposed of the financial instrument. When a financial asset or financial liability is recognised initially, an entity shall measure it at its fair value through profit or loss plus transaction costs that are directly attributable to the acquisition or issue of the financial asset or financial liability.

These costs consist solely of the spread between bid and ask price on the purchase or sale of the financial asset or financial liability and are included within the net gains/(losses) on financial assets and liabilities at fair value through profit or loss on the Statement of Comprehensive Income.

(s) *Comparative figures*

Comparative figures have been reclassified where necessary in the Statement of Comprehensive Income and the Statement of Cash flows to be consistent with current year's presentation.

3. FEES AND EXPENSES

(a) *Administration Fee*

The Administrator is entitled to receive a fee out of the net assets of the Fund, in an amount which is subject to a minimum fee of EUR7,500 per month for the first year from the date of approval of the Fund by the Central Bank and a minimum fee of EUR8,875 per month thereafter (EUR10,000 previous to date 31 July 2015). The Administration fee is as follows:

| Net Asset Value of the Fund (EUR) | % Fee |
|--|--------------|
| 0-100 million | 0.12% |
| 100 million – 250 million | 0.10% |
| 250 million and over | 0.07% |

The Company also reimburses the Administrator out of the assets of the Fund, for its reasonable costs and out of pocket expenses.

During the period administration fees of EUR57,603 (30 September 2014: EUR47,261) were charged to the Fund out of which EUR8,729 (31 March 2015: EUR10,193) remained unpaid as at 30 September 2015.

(b) *Audit Fee*

Audit fee for the period amounted to EUR8,273 (30 September 2014: EUR8,273) of which EUR24,774 remained outstanding as at 30 September 2015 (31 March 2015: EUR16,501). In accordance with SI 220 (the European Communities Statutory Audits directive 2006/43/EC) the Fund is obliged to disclose fees paid to the Auditor. There were no other assurance, tax advisory, or other non-audit fees incurred during the period.

NOTES TO THE FINANCIAL STATEMENTS (continued)
For the period from 1 April 2015 to 30 September 2015

3. FEES AND EXPENSES (continued)

(c) *Custodian Fee*

Citibank International Ltd, Ireland Branch is the “Custodian” of the Company. The Custodian is entitled to receive a fee in its capacity as trustee out of the net assets of the Fund of a percentage of the Net Asset Value of the Fund as detailed below, subject to a minimum fee of €1,000 per month. This fee will be accrued and calculated on each Dealing Day and payable quarterly in arrears.

| Net Asset Value of the Fund (€) | % Fee |
|--|--------------|
| 0-99 million (inclusive) | 0.0125% |
| 100 million and over (inclusive) | 0.0075% |

The Custodian is also entitled to be reimbursed, out of the assets of the Fund, for its reasonable costs and out-of-pocket expenses.

During the period, custody fees of EUR9,038 (30 September 2014: EUR9,005) were charged to the Fund out of which EUR3,706 (31 March 2015: EUR3,709) was prepaid as at 30 September 2015.

(d) *Directors’ Fees and Expenses*

The Directors held office as at 30 September 2015 are listed on page 3. The Directors are entitled to a fee in remuneration for their services at a rate to be determined from time to time by the Directors, but so that the amount of Directors’ remuneration in any one year shall not exceed EUR20,000 plus VAT for each Director, if any unless otherwise notified to Shareholders in advance. Jason Vickers did not receive any fees for the period ended 30 September 2015 as he is an employee of the Investment Manager. Directors’ fees of EUR13,778 (30 September 2014: EUR9,712) were incurred for the period ended 30 September 2015, of which EUR nil (31 March 2015: EUR6,875) was payable as at 30 September 2015. Directors’ expense of EUR1,500 (30 September 2014: EUR1,500) were incurred for the period ended 30 September 2015, of which EUR3,000 (31 March 2015: EUR1,500) was payable at 30 September 2015.

(e) *Operating Expenses*

The Fund bears its own costs and expenses including, but not limited to, taxes, organisational and offering expenses, administration expenses and other expenses associated with its activities.

(f) *Investment Management Fee*

The Company is subject to an investment management fee in respect of each share class of the Fund in an amount which will not exceed those detailed as follows:

- (i) 0.75% per annum of the NAV of the Fund in the case of Class A Shares;
- (ii) 1.25% per annum of the NAV of the Fund in the case of Class B Shares;
- (iii) 1% per annum of the NAV of the Fund in the case of Class C Shares; and
- (iv) Nil per annum of the NAV of the Fund in the case of Class D Shares.

NOTES TO THE FINANCIAL STATEMENTS (continued)
For the period from 1 April 2015 to 30 September 2015

3. FEES AND EXPENSES (continued)

(f) *Investment Management Fee (continued)*

Class D Shares do not bear any investment management fees and are available only to certain categories of investors as determined by the Directors in their absolute discretion. The primary purpose of the Class D Shares is to facilitate investors who are investing in the Fund indirectly through vehicles managed by the Investment Manager thereby avoiding double-charging of fees or to facilitate investors who are shareholders, directors, members, officers or employees of the Investment Manager. Shares of any Class cannot be switched for Shares of Class D.

This investment management fee is paid by the Company to the Investment Manager out of the assets of the Fund. The Company also reimburses the Investment Manager out of the assets of the Fund for reasonable out-of-pocket expenses incurred by the Investment Manager.

During the period an investment management fee of EUR15,559 (30 September 2014: EUR11,767) was charged to the Fund out of which EUR7,774 (31 March 2015: EUR7,504) remained unpaid as at 30 September 2015.

(g) *Other Expenses*

| | 30-Sep-15 | 30-Sep-14 |
|---------------------------|------------------|------------------|
| | EUR | EUR |
| Regulatory Expense | 75,494 | 53,125 |
| Miscellaneous expenses | 20,584 | 10,185 |
| Professional fee | 17,802 | 9,585 |
| Audit fee | 8,273 | 8,273 |
| Corporate secretarial fee | 4,934 | 4,947 |
| Legal fee | 2,507 | 3,145 |
| VAT Services fee | 2,200 | 1,329 |
| Directors' expenses | 1,500 | 1,500 |
| Total | 133,294 | 92,089 |

(h) *Fee Reimbursement*

On 1 August 2015, the Investment Manager agreed that a Total Expense Ratio ("TER") cap of 1% per annum will be applied to each share class of the Fund. The TER cap will include all fees outlined in the fees and expenses section of the Supplement and any other general expenses charged to the Fund. Any fees and expenses in excess of the TER will be discharged by the Investment Manager.

NOTES TO THE FINANCIAL STATEMENTS (continued)
For the period from 1 April 2015 to 30 September 2015

4. FINANCIAL ASSETS AND LIABILITIES AT FAIR VALUE THROUGH PROFIT OR LOSS

| | 30-Sep-15 | 31-Mar-15 |
|---|-------------------|-------------------|
| | EUR | EUR |
| Financial assets at fair value through profit or loss | | |
| <i>Held for Trading</i> | | |
| Asset Backed Securities | 222,768 | 257,868 |
| Corporate Bonds | 11,116,934 | 9,770,928 |
| Forward Currency Contracts | 52,693 | 121,853 |
| Total | 11,392,395 | 10,150,649 |
| Financial liabilities at fair value through profit or loss | | |
| <i>Held for Trading</i> | | |
| Forward Currency Contracts | (5,259) | (48,258) |
| Total | (5,259) | (48,258) |

5. OTHER RECEIVABLES

| | 30-Sep-15 | 31-Mar-15 |
|-------------------------------|------------------|------------------|
| | EUR | EUR |
| Interest receivable on bonds | 201,687 | 479,113 |
| Fee reimbursement receivables | 36,553 | - |
| Other receivables | 14,634 | 15,533 |
| Total | 252,874 | 494,646 |

6. CASH AND CASH EQUIVALENTS

| | 30-Sep-15 | 31-Mar-15 |
|----------------------------|------------------|-------------------|
| | EUR | EUR |
| Cash and cash equivalents: | | |
| CHF | 197 | - |
| EUR | 767,889 | 22,948,388 |
| GBP | 874,242 | 4,039,457 |
| SEK | 519 | 6,715 |
| USD | 40,758 | 841,617 |
| Total | 1,683,605 | 27,836,177 |

Cash and cash equivalents are held with Citibank N.A. in the name of Citibank International Ltd, Ireland Branch.

NOTES TO THE FINANCIAL STATEMENTS (continued)
For the period from 1 April 2015 to 30 September 2015

7. OTHER PAYABLES AND ACCRUED EXPENSES

| | 30-Sep-15 | 31-Mar-15 |
|-------------------------------------|------------------|------------------|
| | EUR | EUR |
| Audit fee payable | (24,774) | (16,501) |
| Administration fee payable | (8,729) | (10,193) |
| Investment management fee payable | (7,774) | (7,504) |
| Legal fees payable | (7,507) | (5,000) |
| Directors' expense payable | (3,000) | (1,500) |
| VAT services fee payable | (2,431) | (231) |
| Directors' fees payable | - | (6,875) |
| Other payables and accrued expenses | (30,433) | (25,069) |
| Total | (84,648) | (72,873) |

8. SHARE CAPITAL

The authorised share capital of the Company is 300,000 Redeemable Non-Participating Shares of EUR1 each and 500,000,000,000 Redeemable Participating Shares of no par value.

Subscriber Shares or Redeemable Non Participating Shares entitle the holders to attend and vote at general meetings of the Company but do not entitle the holders to participate in the profits or assets of the Company except for a return of capital on a winding-up. Of the total Redeemable Non-Participating Shares, 299,999 shares have been issued to the Investment Manager and 1 share has been issued to Intermediate Capital Investments Limited, an affiliate of the Investment Manager.

Redeemable Participating Shares entitle the holders to attend and vote at general meetings of the Company and to participate equally (subject to any differences between fees, charges and expenses applicable to different Classes of Shares) in the profits and assets of the Company on the terms and conditions set out in the Prospectus.

The Redeemable Shares are redeemable at the option of the shareholders and recognised as a liability by the Company.

The shareholders may redeem their Shares on a dealing day at the repurchase price which shall be the Net Asset Value per share, less repurchase charge and/or anti-dilution levy, if any, as detailed in the Prospectus.

The Company is a self managed UCITS company and by taking into consideration both subscriber shares and redeemable shares, has met the minimum capital requirements whereby the Company must, at all times, maintain a minimum capital requirement equivalent to EUR300,000. The Company endeavours to manage the investment of redeemable shares in investments that meet the Company's investment objectives while maintaining sufficient liquidity to meet shareholders redemptions.

NOTES TO THE FINANCIAL STATEMENTS (continued)
For the period from 1 April 2015 to 30 September 2015

8. SHARE CAPITAL (continued)

The movement in the number of Redeemable Participating Shares during the period is as follows:

| | At 31 March 2015 | Shares Issued | Shares Redeemed | At 30 September 2015 |
|-------------------|-----------------------------|--------------------------|----------------------------|---------------------------------|
| Class A Euro Acc | 8,544.75 | - | - | 8,544.75 |
| Class A Euro Dist | 10,000.03 | - | - | 10,000.03 |
| Class A USD Acc | 12,374.27 | - | - | 12,374.27 |
| Class D Euro Acc | 363,221.12 | - | (306,896) | 56,325.12 |

The following table discloses the shares redeemed and the proceeds for subscriptions of each share class in issue as at 30 September 2015:

| | Numbers of Shares Redeemed | Proceeds EUR |
|------------------|---------------------------------------|-------------------------|
| Class D Euro Acc | (306,896) | (49,409,336) |

The following table discloses the shares subscribed and the proceeds for subscriptions of each share class in issue as at 31 March 2015:

| | Number of Shares Subscribed | Proceeds USD |
|-----------------|--|-------------------------|
| Class A USD Acc | 12,374.27 | 1,880,000 |

Share class hedging

The Company may enter into certain currency-related transactions in order to hedge the currency exposure of the assets of the Fund attributable to a particular Class into the currency of denomination of the relevant Class for the purposes of efficient portfolio management.

Any financial instruments used to implement such strategies with respect to one or more Classes shall be assets/liabilities of the Fund as a whole but will be attributable to the relevant Class(es) and the gains/losses on, and the costs of, the relevant financial instruments will accrue solely to the relevant Class.

As at 30 September 2015 the Fund held EUR and USD share classes.

Capital management

As a result of the ability to issue and redeem shares, the capital of the Company can vary depending on the demand for redemptions and subscriptions to the Fund. The Company is not subject to externally imposed capital requirements and has no legal restrictions on the issue or redemption of redeemable shares beyond those included in the Company's constitution.

NOTES TO THE FINANCIAL STATEMENTS (continued)
For the period from 1 April 2015 to 30 September 2015

8. SHARE CAPITAL (continued)

The Company's objectives for managing capital are:

- To invest the capital in investments meeting the description, risk exposure and expected return indicated in its prospectus;
- To achieve consistent returns while safeguarding capital by investing in diversified portfolio, by participating in derivative and other capital markets and by using various investment strategies and hedging techniques;
- To maintain sufficient liquidity to meet the expenses of the Company, and to meet redemption requests as they arise; and
- To maintain sufficient size to make the operation of the Company cost-efficient.

There has been no change in the Company's capital management policies since the prior year.

9. RISKS ASSOCIATED WITH FINANCIAL INSTRUMENTS

The Fund's investment objective is to generate a high level of return with the majority of the funds being invested in non-government sub-investment grade fixed income and debt securities issued by issuers and listed or traded on a Recognised Market.

The Fund's investment objective will aim to be achieved through investment in sub-investment grade fixed income and debt securities, as described below. The Fund may also use financial derivative instruments, securities with embedded derivatives (i.e. credit linked notes) and/or derivatives that provide exposure to indices which meet the Central Bank's requirements, and/or investment in other collective investment schemes.

There have been no changes in the risk exposure and the objectives, policies and processes in place for measuring and managing risks associated with financial instruments since the prior year.

Risk disclosures

Investment in the Fund carries with it a degree of risk including, but not limited to, the risks referred to below. The investment risks described below are not purported to be exhaustive and potential investors should consult with their professional advisers before purchasing Shares. The levels and bases of, and reliefs from, taxation to which both the Company and Shareholders may be subject, may change. There can be no assurance that the Fund will achieve its investment objective. The NAV of the Fund and the income therefrom, may go down as well as up and investors may not get back the amount invested or any return on their investment.

Sensitivity analysis

The sensitivity analysis of the risk factors in the notes below represents sensitivity analysis of the effect of movements in various risk variables on the Fund's performance.

NOTES TO THE FINANCIAL STATEMENTS (continued)
For the period from 1 April 2015 to 30 September 2015

9. RISKS ASSOCIATED WITH FINANCIAL INSTRUMENTS (continued)

Global Exposure

The Investment Manager monitors the global exposure of the Fund on a daily basis. The global exposure is calculated using the below:

- Value at Risk ("VaR"). The VaR measure estimates the potential loss of the portfolio over a predefined period of time given a specified confidence level. The VaR methodology is a statistical measurement that produces a single aggregated result for the overall portfolio, taking into consideration the market volatilities of all the markets and assets as well as their correlations allowing for offsetting across different assets and markets.

Market risk

The Fund is exposed to market risk (which includes interest rate risk, currency risk, price risk) arising from the financial instruments it holds. The Fund uses derivatives and other instruments for trading purposes and in connection with its risk management activities. The Fund has investment guidelines that set out its overall business strategies, its tolerance for risk and its general risk management philosophy and has established processes to monitor and control economic hedging transactions in a timely and accurate manner.

The Fund's assets and liabilities comprise financial instruments which include:

- Corporate bonds, asset backed securities and forward currency contracts. These are held in accordance with the Fund's investment objectives and policies; and
- Cash, and cash equivalents and short-term debtors and creditors that arise directly from its investment activities.

As an investment company, the Fund buys, sells or holds financial assets and liabilities in order to take advantage of changes in market prices.

The Fund trades in financial instruments and may take positions in over the counter instruments including derivatives, to take advantage of the market movements in the global capital markets.

The Investment Manager actively monitors market prices throughout the period and reports to the Board of Directors in order to consider investment performance. The risk management function of the Investment Manager monitors the market, credit and liquidity risk of the portfolio on a daily basis and reports periodically to the Board of Directors. Stress-testing is performed on a daily basis and is part of the daily risk management reports available to the Investment Manager and the risk management team.

The Investment Manager operates a risk management process on behalf of the Fund in relation to its use of derivatives which allows it to accurately measure, monitor and manage the various risks associated with derivatives and which is intended to ensure that the Fund's derivatives exposure remains within the limits described below. This risk management process will also take into account any exposure created through derivatives embedded in transferable securities which the Investment Manager may acquire for the Fund in accordance with its investment objective and policies. Global exposure is measured using the "Value-at-Risk" on a daily basis.

NOTES TO THE FINANCIAL STATEMENTS (continued)
For the period from 1 April 2015 to 30 September 2015

9. RISKS ASSOCIATED WITH FINANCIAL INSTRUMENTS (continued)

Market risk (continued)

The Investment Manager may also use forward currency contracts, options and swaps (including CDS) for the purpose of seeking to hedge the exchange rate risk between the base currency and such underlying currencies.

The table below analyses the Fund's concentration of mark-to-market risk by geographical distribution for 30 September 2015 (excluding cash).

| Financial Assets | Fair Value | % of Net |
|---|-------------------|-----------------|
| Asset backed securities: | EUR | Assets |
| Country | | |
| European Union (excluding United Kingdom) | 222,768 | 1.74% |
| Total asset backed securities | 222,768 | 1.74% |
| | Fair Value | % of Net |
| | EUR | Assets |
| Corporate Bonds: | | |
| Country | | |
| European Union (excluding United Kingdom) | 7,842,258 | 61.39% |
| Sweden | 223,776 | 1.75% |
| Switzerland | 197,655 | 1.55% |
| United Kingdom | 2,175,530 | 17.03% |
| United States | 677,715 | 5.31% |
| Total corporate bonds | 11,116,934 | 87.03% |
| | Fair Value | % of Net |
| | EUR | Assets |
| Forward currency contracts: | | |
| Country | | |
| European Union (excluding United Kingdom) | 52,693 | 0.41% |
| Total forward currency contracts | 52,693 | 0.41% |
| | Fair Value | % of Net |
| | EUR | Assets |
| Financial Liabilities | | |
| Forward currency contracts: | | |
| Country | | |
| European Union (excluding United Kingdom) | (1,108) | (0.01%) |
| United States | (4,151) | (0.03%) |
| Total forward currency contracts | (5,259) | (0.04%) |

NOTES TO THE FINANCIAL STATEMENTS (continued)
For the period from 1 April 2015 to 30 September 2015

9. RISKS ASSOCIATED WITH FINANCIAL INSTRUMENTS (continued)

Market risk (continued)

The table below analyses the Fund's concentration of mark-to-market risk by geographical distribution for 31 March 2015 (excluding cash).

| Financial Assets | Fair Value | % of Net |
|---|-------------------|-----------------|
| Asset backed securities: | EUR | Assets |
| Country | | |
| European Union (excluding United Kingdom) | 257,868 | 0.41% |
| Total asset backed securities | 257,868 | 0.41% |
| | Fair Value | % of Net |
| Corporate Bonds: | EUR | Assets |
| Country | | |
| European Union (excluding United Kingdom) | 6,465,262 | 10.33% |
| Sweden | 226,187 | 0.36% |
| Switzerland | 211,374 | 0.34% |
| United Kingdom | 2,238,217 | 3.56% |
| United States | 629,888 | 1.00% |
| Total corporate bonds | 9,770,928 | 15.59% |
| | Fair Value | % of Net |
| Forward currency contracts: | EUR | Assets |
| Country | | |
| European Union (excluding United Kingdom) | 103,720 | 0.16% |
| United States | 18,133 | 0.03% |
| Total forward currency contracts | 121,853 | 0.19% |
| | Fair Value | % of Net |
| Financial Liabilities | EUR | Assets |
| Forward currency contracts: | | |
| Country | | |
| European Union (excluding United Kingdom) | (48,258) | (0.07%) |
| Total forward currency contracts | (48,258) | (0.07%) |

The Fund may invest in the securities of small-to-medium-sized (by market capitalisation) companies, or Financial Derivative Instruments (FDI) related to such securities. Such securities may have a more limited market than the securities of larger companies. Accordingly, it may be more difficult to effect sales of such securities at an advantageous time or without a substantial drop in price than securities of a company with a large market capitalisation and broad trading market. In addition, securities of small-to-medium-sized companies may have greater price volatility as they are generally more vulnerable to adverse market factors such as unfavourable economic reports. Additional risk factors associated with companies whose market capitalisation is small or mid-cap may include but are not limited to the following: limited or unproven operating history; weak or leveraged balance sheets, limited borrowing capacity; low or negative profit margins; high concentration of sales from limited number of customers; competition from more established companies; and key-man management risk.

NOTES TO THE FINANCIAL STATEMENTS (continued)
For the period from 1 April 2015 to 30 September 2015

9. RISKS ASSOCIATED WITH FINANCIAL INSTRUMENTS (continued)

Market risk (continued)

The Fund uses the absolute VaR approach to calculate global exposure.

The Value-at-Risk (VaR) of the Fund's portfolios are the estimated loss that may arise on the portfolios over a specified period of time (holding period) from an adverse market movement within a specified probability (confidence level). The VaR model used by the Fund is based on a 99% confidence level and assumes a 20-day holding period. The VaR model used is based mainly on historical simulation. Taking account of market data from the previous year and observed relationships between different markets and prices, the model generates a wide range of plausible future scenarios for market price movements. VaR is measured daily and is capped at 20% of net assets in accordance with UCITS Regulations.

The calculation of the absolute VaR is carried out in accordance with the following parameters:

1. one-tailed confidence interval of 99%;
2. holding period equivalent to 1 month (20 business days);
3. effective observation period (history) of risk factors of at least 1 year (250 business days);
4. daily calculation.

| 30 September 2015 | Absolute VaR | Lowest VaR | Highest VaR | Average VaR |
|--------------------------|---------------------|-------------------|--------------------|--------------------|
| ICG High Yield Fund | 4.26% | 1.60% | 4.85% | 1.85% |
| 31 March 2015 | Absolute VaR | Lowest VaR | Highest VaR | Average VaR |
| ICG High Yield Fund | 2.34% | 1.53% | 4.38% | 2.64% |

Absolute VaR figures are as at 30 September 2015 and 31 March 2015. Highest VaR, Lowest VaR and Average VaR figures relate to the period ended 30 September 2015 and 31 March 2015.

Some limitations of VaR are as follows:

- the models are based on historical data and cannot take account of the fact that future market price movements, correlations between markets and levels of market liquidity in conditions of market stress may bear no relation to historical patterns;
- the market price risk information is a relative estimate of risk rather than a precise and accurate number;
- the market price information represents a hypothetical outcome and is not intended to be predictive (in the case of probability-based methods, such as VaR, profits and losses are almost certain to exceed the reported amount with a frequency depending on the confidence interval chosen); and
- future market conditions could vary significantly from those experienced in the past.

NOTES TO THE FINANCIAL STATEMENTS (continued)
For the period from 1 April 2015 to 30 September 2015

9. RISKS ASSOCIATED WITH FINANCIAL INSTRUMENTS (continued)

Market risk (continued)

The Fund's derivative activities based on market values and notional amounts are as follows:

As at 30 September 2015

| Derivatives | Market value in EUR | Notional exposure in EUR | Notional exposure in local currency |
|---|---------------------|--------------------------|-------------------------------------|
| Financial assets at fair value through profit or loss | | | |
| Forward currency contracts: | | | |
| EUR/CHF | 116 | 201,403 | CHF219,490 |
| EUR/GBP | 51,140 | 3,017,511 | GBP2,186,558 |
| EUR/USD | 1,437 | 588,254 | USD655,167 |
| Total | 52,693 | 3,807,168 | |

| Derivatives | Market value in EUR | Notional exposure in EUR | Notional exposure in local currency |
|--|---------------------|--------------------------|-------------------------------------|
| Financial liabilities at fair value through profit or loss | | | |
| Forward currency contracts: | | | |
| EUR/SEK | (604) | (224,781) | SEK2,109,867 |
| EUR/USD | (504) | (178,631) | USD200,000 |
| USD/EUR | (4,151) | (1,893,115) | EUR1,699,768 |
| Total | (5,259) | (2,103,180) | |

As at 31 March 2015

| Derivatives | Market value in EUR | Notional exposure in EUR | Notional exposure in local currency |
|---|---------------------|--------------------------|-------------------------------------|
| Financial assets at fair value through profit or loss | | | |
| Forward currency contracts: | | | |
| EUR/USD | 18,133 | 1,763,879 | USD1,914,225 |
| EUR/GBP | 97,677 | 14,582,337 | GBP10,482,149 |
| EUR/SEK | 6,043 | 1,141,018 | SEK10,512,200 |
| Total | 121,853 | 17,487,234 | |

NOTES TO THE FINANCIAL STATEMENTS (continued)
For the period from 1 April 2015 to 30 September 2015

9. RISKS ASSOCIATED WITH FINANCIAL INSTRUMENTS (continued)

Market risk (continued)

As at 31 March 2015 (continued)

| Derivatives | Market value in EUR | Notional exposure in EUR | Notional exposure in local currency |
|--|---------------------------|--------------------------------|---|
| Financial liabilities at fair value through profit or loss | | | |
| Forward currency contracts: | | | |
| EUR/CHF | (21,912) | (780,959) | CHF837,225 |
| EUR/USD | (26,346) | (2,562,704) | USD2,781,139 |
| Total | (48,258) | (3,343,663) | |

Currency risk

Currency risk is the risk that the fair value or future cash flows of a financial instrument will fluctuate because of changes in foreign currency exchange rates.

To help mitigate this risk/exposure the Fund engages in currency economic hedging activities to protect against the volatility associated with investments denominated in foreign currencies and other assets and liabilities created in the normal course of business. The Fund primarily utilises forward exchange contracts with maturities of less than twelve months to hedge foreign-currency-denominated financial assets and financial liabilities.

Increases or decreases in the Fund's foreign-currency-denominated financial assets and financial liabilities are partially offset by gains and losses on the economic hedging instruments.

The Fund's total net exposure to foreign currencies is monitored and the risk is managed in accordance with predefined risk limits, which are based on historical performance of exchange rates and their impact on the NAV.

Currency exchange rates may fluctuate significantly over short periods of time causing, along with other factors, the Fund's NAV to fluctuate as well. Currency exchange rates generally are determined by the forces of supply and demand in the currency exchange markets and the relative merits of investments in different countries, actual or anticipated changes in interest rates and other complex factors, as seen from an international perspective. Currency exchange rates also can be affected unpredictably by intervention or failure to intervene by governments or central banks or by currency controls or political developments throughout the world. To the extent that a substantial portion of the Fund's total assets, adjusted to reflect the Fund's net position after giving effect to currency transactions, is denominated in the currencies of particular countries, the Fund will be more susceptible to the risk of adverse economic and political developments within those countries.

NOTES TO THE FINANCIAL STATEMENTS (continued)
For the period from 1 April 2015 to 30 September 2015

9. RISKS ASSOCIATED WITH FINANCIAL INSTRUMENTS (continued)

Currency risk (continued)

The following table details the foreign currency exposure of the Fund as at 30 September 2015:

| Currency | Cash and cash equivalents | Due to brokers | Corporate Bonds | Forward currency contracts | Net exposure |
|-----------------|----------------------------------|-----------------------|------------------------|-----------------------------------|---------------------|
| | EUR | EUR | EUR | EUR | EUR |
| CHF | 197 | - | 197,655 | (201,288) | (3,436) |
| GBP | 874,242 | (128,406) | 2,175,530 | (2,966,371) | (45,005) |
| SEK | 519 | - | 223,776 | (225,384) | (1,089) |
| USD | 40,758 | - | 677,716 | 929,665 | 1,648,139 |

The following table details the foreign currency exposure of the Fund as at 31 March 2015:

| Currency | Cash and cash equivalents | Due from brokers | Corporate Bonds | Forward currency contracts | Net exposure |
|-----------------|----------------------------------|-------------------------|------------------------|-----------------------------------|---------------------|
| | EUR | EUR | EUR | EUR | EUR |
| CHF | - | 585,917 | 211,374 | (802,871) | (5,580) |
| GBP | 4,039,457 | 8,119,067 | 2,238,318 | (14,484,660) | (87,918) |
| SEK | 6,715 | 922,312 | 226,187 | (1,134,976) | 20,238 |
| USD | 841,617 | 1,148,656 | 629,888 | (807,037) | 1,813,214 |

Assets of the Fund may be denominated in a currency other than the base currency of the Fund and changes in the exchange rate between the base currency and the currency of the asset may lead to a depreciation of the value of the Fund's assets as expressed in the base currency. The Investment Manager may seek to mitigate this exchange rate risk by using Financial Derivative Instruments (FDI). No assurance, however, can be given that such mitigation will be successful.

Classes of Shares in the Fund may be denominated in currencies other than the base currency of the Fund and changes in the exchange rate between the base currency and the denominated currency of the Class may lead to a depreciation of the value of the investor's holding as expressed in the base currency even in cases where the Class is hedged. No assurance, however, can be given that such mitigation will be successful.

The Fund may enter into currency or interest rate exchange transactions and/or use derivatives to seek to protect against fluctuation in the relative value of its portfolio positions as a result of changes in currency exchange rates or interest rates of specific securities transactions or anticipated securities transactions.

An increase in 50 basis points in Euro rates as at the reporting date would have increased the net assets attributable to the holders of redeemable shares and changes in net assets attributable to the holders of redeemable shares by EUR7,993 (31 March 2015: EUR8,699).

Liquidity risk

Liquidity risk is the risk that the Fund will encounter difficulty in meeting obligations associated with financial liabilities.

NOTES TO THE FINANCIAL STATEMENTS (continued)
For the period from 1 April 2015 to 30 September 2015

9. RISKS ASSOCIATED WITH FINANCIAL INSTRUMENTS (continued)

Liquidity risk (continued)

The Fund's supplement provides for the regular creation and cancellation of interests and is therefore exposed to the liquidity risk of meeting Fund's redemptions at any time. The Fund seeks to invest in liquid securities that can be liquidated with little notice and maintains an adequate level of cash in order to meet particular redemptions at any time.

Not all securities or instruments invested in by the Fund will be listed or rated and consequently liquidity may be low. Moreover, the accumulation and disposal of holdings in some investments may be time consuming and may need to be conducted at unfavourable prices. The Fund may also encounter difficulties in disposing of assets at their fair price due to adverse market conditions leading to limited liquidity.

The tables below show the Fund's financial liabilities by maturity.

| 30 September 2015 | <1 month | 1-3 months | > 3 months | On demand | Total |
|---|--------------------|-------------------|----------------------|---------------------|---------------------|
| | EUR | EUR | EUR | EUR | EUR |
| Forward currency contracts | (5,259) | - | - | - | (5,259) |
| Due to brokers | (465,906) | - | - | - | (465,906) |
| Other payables and accrued expenses | (84,648) | - | - | - | (84,648) |
| Net assets attributable to holders of redeemable shares | - | - | - | (12,773,061) | (12,773,061) |
| Total liabilities (including net assets attributable to redeemable shares) | (555,813) | - | - | (12,773,061) | (13,328,874) |

| 31 March 2015 | <1 month | 1-3 months | > 3 months | On demand | Total |
|---|--------------------|-------------------|----------------------|---------------------|---------------------|
| | EUR | EUR | EUR | EUR | EUR |
| Forward currency contracts | (48,258) | - | - | - | (48,258) |
| Other payables and accrued expenses | (72,873) | - | - | - | (72,873) |
| Net assets attributable to holders of redeemable shares | - | - | - | (62,687,674) | (62,687,674) |
| Total liabilities (including net assets attributable to redeemable shares) | (121,131) | - | - | (62,687,674) | (62,808,805) |

NOTES TO THE FINANCIAL STATEMENTS (continued)
For the period from 1 April 2015 to 30 September 2015

9. RISKS ASSOCIATED WITH FINANCIAL INSTRUMENTS (continued)

Credit risk

Credit risk is the risk that a counterparty to a financial instrument will fail to discharge an obligation or commitment that it has entered into with the Company, resulting in a financial loss to the Company. It arises principally from debt securities held and also from derivative financial assets, cash and cash equivalents and balances due from brokers.

The Company has appointed Citibank International Ltd, Ireland Branch as Custodian of all assets pursuant to the Custodian Agreement. In accordance with and subject to the Custodian Agreement, the Custodian provides safe custody for all assets of the Company which will be under the control of its custodial network.

There can be no assurance that issuers of the securities or other instruments in which the Fund invests will not be subject to credit difficulties leading to the loss of some or all of the sums invested in such securities or instruments or payments due on such securities or instruments (as well as any appreciation of sums invested in such securities).

The credit rating of the Custodian, Citibank International Ltd was A- with S&P as at 30 September 2015 (31 March 2015: A).

During the period, cash and cash equivalents were held with Citibank N.A. in the name of Citibank International Ltd, Ireland Branch, as Custodian.

Bankruptcy or insolvency of any counterparty used by the Fund may cause their rights with respect to cash and cash equivalents not to be enforceable.

It is the Investment Manager's policy that any trading is permitted only with brokers that meet regulatory requirements. The requirements and the counterparties themselves are approved by the Investment Manager, as a Financial Conduct Authority regulated entity, according to its compliance and risk policies. The Investment Manager will receive the recommendation for appointing each broker and review the selection on the basis of the findings of the due diligence conducted on that broker. On a semi-annual basis, the Investment Manager will review the broker selection procedures as part of the due diligence review process.

As at 30 September 2015 and 31 March 2015, the Fund invested in corporate bonds with the following credit quality (Source: S&P or Moody's):

| Rating | 30-Sep-15 Amount | 30-Sep-15 % | 31-Mar-15 Amount | 31-Mar-15 % |
|---------------|-----------------------------|------------------------|-----------------------------|------------------------|
| CCC+ | 1,260,964 | 11.34% | 1,114,200 | 11.40% |
| B+ | 2,896,847 | 26.06% | 3,701,733 | 37.89% |
| B | 3,597,573 | 32.36% | 2,757,766 | 28.22% |
| BB | 135,750 | 1.22% | 290,956 | 2.98% |
| B- | 1,490,181 | 13.40% | 1,346,544 | 13.78% |
| BB- | 1,261,494 | 11.35% | 559,729 | 5.73% |
| B1 | 247,875 | 2.23% | - | - |
| Ba3 | 226,250 | 2.04% | - | - |
| Total | 11,116,934 | 100.00% | 9,770,928 | 100.00% |

NOTES TO THE FINANCIAL STATEMENTS (continued)
For the period from 1 April 2015 to 30 September 2015

9. RISKS ASSOCIATED WITH FINANCIAL INSTRUMENTS (continued)

Credit risk (continued)

As at 30 September 2015 and 31 March 2015, the Fund's corporate bond exposures were concentrated in the following industries:

| Industry | 30-Sep-15 % | 31-Mar-15 % |
|----------------------------------|----------------|----------------|
| Commercial services | 14.40% | 13.72% |
| Telecommunications | 13.52% | 7.89% |
| Food | 7.45% | - |
| Healthcare-services | 6.30% | 10.28% |
| Oil and gas | 6.10% | 6.45% |
| Electronics | 4.76% | 5.61% |
| Auto parts and equipment | 4.62% | 2.67% |
| Electrical company and equipment | 4.34% | - |
| Media | 4.25% | 5.22% |
| Distribution and wholesale | 4.04% | 2.03% |
| Chemicals | 3.60% | 2.71% |
| Holding companies - divers | 3.28% | 5.74% |
| Software | 2.60% | - |
| Food service | 2.53% | 6.34% |
| Leisure time | 2.35% | 5.70% |
| Internet | 2.30% | 2.78% |
| Building materials | 2.12% | 2.73% |
| Transportation | 2.09% | 2.46% |
| Environmental control | 2.07% | 2.25% |
| Retail | 1.92% | - |
| Engineering and construction | 1.74% | 2.54% |
| Mining | 1.59% | 2.09% |
| Packaging and containers | 1.22% | - |
| Pharmaceuticals | 0.81% | 7.73% |
| Auto manufacturers | - | 3.06% |
| Total | 100.00% | 100.00% |

There were no significant concentrations of credit risk to any individual issuer or group of issuers in the corporate bonds portfolio as at 30 September 2015 and 31 March 2015. No individual investment exceeded 5% of the net assets attributable to the holders of the redeemable shares as shown in the Schedule of Investments.

The Fund's maximum credit risk exposure at the reporting date is represented by the respective carrying amounts of the relevant financial assets in the Statement of Financial Position. The notional amounts of derivative assets and liabilities are included in the Schedule of Investments.

NOTES TO THE FINANCIAL STATEMENTS (continued)
For the period from 1 April 2015 to 30 September 2015

9. RISKS ASSOCIATED WITH FINANCIAL INSTRUMENTS (continued)

Interest rate risk

Interest rate risk is the risk that the fair value or future cash flows of a financial instrument will fluctuate because of changes in market interest rates.

The Fund can be exposed to both fair value and cash flow interest rate risk through its investments. Cash flow interest rate risk also arises on the balances held with the Custodian.

An increase in 50 basis points in interest rates as at the reporting date would have increased the net assets attributable to the holders of redeemable shares and changes in net assets attributable to holders of redeemable shares by EUR62,787 (31 March 2015: EUR310,962). A decrease of 50 basis points would have had an equal but opposite effect.

The following table details the Fund's exposure to interest rate risks. It includes the Fund's assets and trading liabilities at fair values, categorised by maturity date measured by the carrying value of the assets and liabilities.

30 September 2015

| | < 1 year EUR | 1 to 2 years EUR | 2 to 5 years EUR | > 5 years EUR | Non- interest bearing EUR | Total EUR |
|-------------------------------------|------------------|------------------------|------------------------|------------------|------------------------------------|-------------------|
| Assets | | | | | | |
| <i>Held for trading:</i> | | | | | | |
| Asset backed securities | - | - | - | 222,768 | - | 222,768 |
| Corporate bonds | - | - | 3,753,777 | 7,363,157 | - | 11,116,934 |
| Forward currency contracts | - | - | - | - | 52,693 | 52,693 |
| <i>Other assets:</i> | | | | | | |
| Cash and cash equivalents | 1,683,605 | - | - | - | - | 1,683,605 |
| Other receivables | - | - | - | - | 252,874 | 252,874 |
| Total assets | 1,683,605 | - | 3,753,777 | 7,585,925 | 305,567 | 13,328,874 |
| Liabilities | | | | | | |
| <i>Held for trading:</i> | | | | | | |
| Forward currency contracts | - | - | - | - | (5,259) | (5,259) |
| <i>Other liabilities:</i> | | | | | | |
| Due to broker | (465,906) | - | - | - | - | (465,906) |
| Other payables and accrued expenses | - | - | - | - | (84,648) | (84,648) |
| Total liabilities | (465,906) | - | - | - | (89,907) | (555,813) |

NOTES TO THE FINANCIAL STATEMENTS (continued)
For the period from 1 April 2015 to 30 September 2015

9. RISKS ASSOCIATED WITH FINANCIAL INSTRUMENTS (continued)

Interest rate risk (continued)

31 March 2015

| Assets | < 1 year EUR | 1 to 2 years EUR | 2 to 5 years EUR | > 5 years EUR | Non- interest bearing EUR | Total EUR |
|----------------------------|----------------------------|---------------------------------|---------------------------------|-----------------------------|--|----------------------|
| <i>Held for trading:</i> | | | | | | |
| Asset backed securities | - | - | - | 257,868 | - | 257,868 |
| Corporate bonds | - | - | 3,607,675 | 6,163,253 | - | 9,770,928 |
| Forward currency contracts | - | - | - | - | 121,853 | 121,853 |
| <i>Other assets:</i> | | | | | | |
| Cash and cash equivalents | 27,836,177 | - | - | - | - | 27,836,177 |
| Due from broker | 24,327,333 | - | - | - | - | 24,327,333 |
| Other receivables | - | - | - | - | 494,646 | 494,646 |
| Total assets | 52,163,510 | - | 3,607,675 | 6,421,121 | 616,499 | 62,808,805 |

Liabilities

Held for trading:

| | | | | | | |
|----------------------------|---|---|---|---|----------|----------|
| Forward currency contracts | - | - | - | - | (48,258) | (48,258) |
|----------------------------|---|---|---|---|----------|----------|

Other liabilities:

| | | | | | | |
|-------------------------------------|----------|----------|----------|----------|------------------|------------------|
| Other payables and accrued expenses | - | - | - | - | (72,873) | (72,873) |
| Total liabilities | - | - | - | - | (121,131) | (121,131) |

10. FAIR VALUE ESTIMATION

The Company has adopted IFRS 13. This requires the Company to classify fair value measurements using a fair value hierarchy that reflects the significance of the inputs used in making the measurements.

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

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

NOTES TO THE FINANCIAL STATEMENTS (continued)
For the period from 1 April 2015 to 30 September 2015

10. FAIR VALUE ESTIMATION (continued)

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

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

Investments measured and reported at fair value are classified and disclosed in one of the following fair value hierarchy levels based on the significance of the inputs used in measuring their fair value:

Level 1 inputs are unadjusted quoted prices in active markets for identical assets or liabilities that the reporting entity has the ability to access at the valuation date. An active market for the asset or liability is a market in which transactions for the asset or liability occur with sufficient frequency and volume to provide pricing information on an ongoing basis.

Level 2 inputs are inputs other than quoted prices in active markets included within Level 1 that are observable for the asset or liability, either directly or indirectly. Fair value is determined through the use of models or other valuation methodologies utilising such inputs. Level 2 inputs include the following:

- Quoted prices for similar assets or liabilities in active markets.
- Quoted prices for identical or similar assets or liabilities in markets that are not active, that is, markets in which there are few transactions for the asset or liability, the prices are not current, or price quotations vary substantially either over time or among market makers, or in which little information is released publicly.
- Inputs other than quoted prices that are observable for the asset or liability (e.g. interest rate and yield curves observable at commonly quoted intervals, volatilities, prepayment speeds, loss severities, credit risks and default rates).
- Inputs that are derived principally from, or corroborated by, observable market data by correlation or other means.

Level 3 inputs are unobservable inputs for the asset or liability. Unobservable inputs reflect the Company’s own assumptions about how market participants would be expected to value the asset or liability. Unobservable inputs are developed based on the best information available in the circumstances, other than market data obtained from sources independent of the Company and might include the Company’s own data.

An investment is always categorised as level 1, 2 or 3 in its entirety. In certain cases, the fair value measurement for an investment may use a number of different inputs that fall into different levels of the fair value hierarchy. In such cases, an investment’s level within the fair value hierarchy is based on the lowest level of input that is significant to the fair value measurement. The assessment of the significance of a particular input to the fair value measurement requires judgement and is specific to the investment.

NOTES TO THE FINANCIAL STATEMENTS (continued)
For the period from 1 April 2015 to 30 September 2015

10 FAIR VALUE ESTIMATION (continued)

At 30 September 2015 all investments in debt securities, ABS and forward currency contracts were classified as level 2 securities.

There were no investments categorised as level 3 as at 30 September 2015 and 31 March 2015.

The following table analyses within the fair value hierarchy the Fund's financial assets and liabilities measured at fair value at 30 September 2015:

| Assets | Level 1 EUR | Level 2 EUR | Level 3 EUR | Total EUR |
|---|------------------------|------------------------|------------------------|----------------------|
| Financial assets held for trading: | | | | |
| Asset backed securities | - | 222,768 | - | 222,768 |
| Corporate bonds | - | 11,116,934 | - | 11,116,934 |
| Forward currency contracts | - | 52,693 | - | 52,693 |
| Total assets | - | 11,392,395 | - | 11,392,395 |
| Liabilities | | | | |
| Financial liabilities held for trading: | | | | |
| Forward currency contracts | - | (5,259) | - | (5,259) |
| Total liabilities | - | (5,259) | - | (5,259) |

The following table analyses within the fair value hierarchy the Fund's financial assets and liabilities measured at fair value at 31 March 2015:

| Assets | Level 1 EUR | Level 2 EUR | Level 3 EUR | Total EUR |
|---|------------------------|------------------------|------------------------|----------------------|
| Financial assets held for trading: | | | | |
| Asset backed securities | - | 257,868 | - | 257,868 |
| Corporate bonds | - | 9,770,928 | - | 9,770,928 |
| Forward currency contracts | - | 121,853 | - | 121,853 |
| Total assets | - | 10,150,649 | - | 10,150,649 |
| Liabilities | | | | |
| Financial liabilities held for trading: | | | | |
| Forward currency contracts | - | (48,258) | - | (48,258) |
| Total liabilities | - | (48,258) | - | (48,258) |

Derivatives have been valued using market observable inputs which may include foreign exchange rates.

There were no significant transfers between Level 1 and Level 2 during the period ended 30 September 2015.

NOTES TO THE FINANCIAL STATEMENTS (continued)
For the period from 1 April 2015 to 30 September 2015

11 NET GAIN/LOSSES ON FINANCIAL ASSETS AND LIABILITIES AT FAIR VALUE THROUGH PROFIT OR LOSS

The following table details the gains and losses from financial assets and liabilities at fair value through profit or loss for the period ended 30 September 2015:

| | EUR |
|--|-------------------------|
| Held for trading: | |
| Net realised gain on financial assets and liabilities at fair value through profit or loss | 297,305 |
| Net unrealised loss on financial assets and liabilities at fair value through profit or loss | <u>(853,288)</u> |
| Net losses from financial assets and liabilities at fair value through profit or loss | <u>(555,983)</u> |

The following table details the gains and losses from financial assets and liabilities at fair value through profit or loss for the period ended 30 September 2014:

| | EUR |
|--|---------------------------|
| Held for trading: | |
| Net realised loss on financial assets and liabilities at fair value through profit or loss | (353,875) |
| Net unrealised loss on financial assets and liabilities at fair value through profit or loss | <u>(1,397,229)</u> |
| Net losses from financial assets and liabilities at fair value through profit or loss | <u>(1,751,104)</u> |

12. EXCHANGE RATES

The foreign exchange rates used at period end are:

| Currency | 30-Sep-15 | 31-Mar-15 |
|----------|-----------|-----------|
| GBP | 1.3570 | 1.3822 |
| CHF | 0.9169 | 0.9586 |
| EUR | 1.0000 | 1.0000 |
| SEK | 0.1068 | 0.1080 |
| USD | 0.8959 | 0.9311 |

NOTES TO THE FINANCIAL STATEMENTS (continued)
For the period from 1 April 2015 to 30 September 2015

13. OFF-SETTING OF FINANCIAL ASSETS AND LIABILITIES

The disclosures set out in the tables below include financial assets and financial liabilities that are subject to an enforceable master netting arrangements or similar agreement, irrespective of whether they are offset in the Statement of Financial Position and net of the related collateral received/pledged by the Company as of 30 September 2015.

The Company receives and gives collateral in the form of cash or marketable securities in respect of its financial instruments. Such collateral is subject to standard industry terms including, where appropriate, master netting agreements and ISDA. Each party to the master netting agreement will have the option to settle all open contracts on a net basis in the event of default of the other party. The agreements also give each party the right to terminate the related transactions on the counterparty's failure to post collateral.

There have been no collateral received/pledged by the Company or by the counterparty as at 30 September 2015 and 31 March 2015.

The financial assets and liabilities that are subject to off-setting are shown in the table below for 30 September 2015.

Offsetting of financial assets, derivative assets and collateral received by counterparty:

| | Gross amounts of assets recognised in the statement of financial position | Gross amounts in the offset in the statement of financial position | Net amount presented on the statement of financial position | Gross assets not offset in the statement of financial position | | |
|--|---|--|---|--|--------------------------|-------------------|
| | | | | Financial instruments | Cash collateral received | Net amount |
| | EUR | EUR | EUR | EUR | EUR | EUR |
| Financial assets at fair value through profit of loss | | | | | | |
| Asset Backed Securities | 222,768 | - | 222,768 | - | - | 222,768 |
| Corporate Bonds | 11,116,934 | - | 11,116,934 | - | - | 11,116,934 |
| Derivatives | 52,693 | - | 52,693 | (5,259) | - | 47,434 |
| Total financial assets at fair value through profit of loss | 11,392,395 | - | 11,392,395 | (5,259) | - | 11,387,136 |

NOTES TO THE FINANCIAL STATEMENTS (continued)
For the period from 1 April 2015 to 30 September 2015

13. OFF-SETTING OF FINANCIAL ASSETS AND LIABILITIES (continued)

The financial assets and liabilities that are subject to off-setting are shown in the table below for 30 September 2015 (continued).

Offsetting of financial liabilities, derivative liabilities and collateral pledged by counterparty:

| | Gross amounts of liabilities recognised in the statement of financial position EUR | Gross amounts offset in the statement of financial position EUR | Net amount presented on the statement of financial position EUR | Gross liabilities not offset in the statement of financial position | | Net amount EUR |
|---|---|--|--|---|--------------------------------|-------------------|
| | | | | Financial instruments EUR | Cash collateral pledged EUR | |
| Financial liabilities at fair value through profit of loss | | | | | | |
| Due to broker | 465,906 | - | 465,906 | - | - | 465,906 |
| Derivatives | 5,259 | - | 5,259 | (5,259) | - | - |
| Total financial liabilities at fair value through profit of loss | 471,165 | - | 471,165 | (5,259) | - | 465,906 |

NOTES TO THE FINANCIAL STATEMENTS (continued)
For the period from 1 April 2015 to 30 September 2015

13. OFF-SETTING OF FINANCIAL ASSETS AND LIABILITIES (continued)

The financial assets and liabilities that are subject to offsetting are shown in the table below for 31 March 2015.

Offsetting of financial assets, derivative assets and collateral received by counterparty:

| | Gross assets not offset in the statement of financial position | | | | | |
|--|--|--|--|------------------------------|--------------------------------|-------------------|
| | Gross amounts of recognised assets in the statement of financial position | Gross amounts offset in the statement of financial position | Net amount presented on the statement of financial position | | | Net amount |
| | EUR | EUR | EUR | Financial instruments | Cash collateral pledged | EUR |
| Financial assets at fair value through profit of loss | | | | | | |
| Due from broker | 24,327,333 | - | 24,327,333 | - | - | 24,327,333 |
| Corporate bonds | 9,770,928 | - | 9,770,928 | - | - | 9,770,928 |
| Asset backed securities | 257,868 | - | 257,868 | - | - | 257,868 |
| Derivatives | 121,853 | - | 121,853 | (48,258) | - | 73,595 |
| Total financial assets at fair value through profit of loss | 34,477,982 | - | 34,477,982 | (48,258) | - | 34,429,724 |

NOTES TO THE FINANCIAL STATEMENTS (continued)
For the period from 1 April 2015 to 30 September 2015

13. OFF-SETTING OF FINANCIAL ASSETS AND LIABILITIES (continued)

The financial assets and liabilities that are subject to offsetting are shown in the table below for 31 March 2015 (continued).

Offsetting of financial liabilities, derivative liabilities and collateral pledged by counterparty:

| | Gross amounts of liabilities recognised in statement of financial position EUR | Gross amounts offset in the statement of financial position EUR | Net amount presented on the statement of financial position EUR | Gross liabilities not offset in the statement of financial position | | |
|---|---|--|--|---|--------------------------------|-------------------|
| | | | | Financial instruments EUR | Cash collateral pledged EUR | Net amount EUR |
| Financial liabilities at fair value through profit of loss | | | | | | |
| Derivatives | 48,258 | - | 48,258 | (48,258) | - | - |
| Total financial liabilities at fair value through profit of loss | 48,258 | - | 48,258 | (48,258) | - | - |

14. DERIVATIVE CONTRACTS

Typically, derivative contracts serve as components of the Fund's investment strategy and are utilised primarily to structure and hedge investments, to enhance performance and reduce risk to the Fund (the Fund does not designate any derivative as a hedging instrument for hedge accounting purposes). The derivative contracts that the Fund may hold or issue include forward currency contracts.

The Fund uses derivative financial instruments to economically hedge its risks associated primarily with interest rate and foreign currency fluctuations. Derivative financial instruments may also be used for trading purposes where the Investment Manager believes this would be more effective than investing directly in the underlying financial instruments.

Derivatives often reflect, at their inception only a mutual exchange of promises with little or no transfer of tangible consideration. However, these instruments frequently involve a high degree of leverage and are very volatile. A relatively small movement in the underlying of a derivative contract may have a significant impact on the profit or loss of the Fund.

OTC derivatives may expose the Fund to the risks associated with the absence of an exchange market on which to close out an open position.

NOTES TO THE FINANCIAL STATEMENTS (continued)
For the period from 1 April 2015 to 30 September 2015

14. DERIVATIVE CONTRACTS (continued)

The Fund's constitution sets limits on investments in derivatives with high risk profile. The Investment Manager is instructed to closely monitor the Fund's exposure under derivative contracts as part of the overall management of the Fund's market risk.

At the reporting dates, the Fund only had forward currency contracts.

15. RELATED PARTY TRANSACTIONS

Parties are considered related if one party has the ability to control the other party or exercise significant influence over the other party in making financial or operational decisions.

Intermediate Capital Managers Limited acts as Investment Manager of the Fund and provided day-to-day management of the investment program. For details of fees paid/payable to the Investment Manager please see the Note 3.

As at 30 September 2015 Intermeidte Capital Group Plc which is a related party to the Company holds 87% (31 March 2015: 97%) of the share capital of the Company.

Mr Skelly, a Director, is an employee of Carne Global Financial Services Limited which provides company secretarial services, MLRO and other fund governance services to the Company.

Mr Vickers, a Director, is an employee of the Investment Manager.

For details of fees paid and payable to the Directors please see Note 3.

Transactions between related parties are made at arm's length. The Company has not provided or benefited from any guarantees for any related party.

16. CONTINGENT LIABILITIES

As at 30 September 2015, the Company did not have any significant commitments or contingent liabilities, other than those which are disclosed in the financial statements.

17. SOFT COMMISSIONS

During the period, the Investment Manager has not entered into any soft commission arrangements with brokers.

18. SIGNIFICANT EVENTS DURING THE PERIOD.

On 2 April 2015, the Fund paid distribution of EUR 28,985 to the shareholders of Class A Euro Dist shares at EUR 2.90 per share.

On 1 June 2015, the Company adopted the Companies Act 2014 which was enacted on 23 December 2014 and became effective for financial statements approved on or after 1 June 2015.

On 1 August 2015, the Investment Manager agreed that a Total Expense Ratio ("TER") cap of 1% per annum will be applied to each share class of the Fund. The TER cap will include all fees outlined in the fees and expenses section of the Supplement and any other general expenses charged to the Fund. Any fees and expenses in excess of the TER will be discharged by the Investment Manager.

NOTES TO THE FINANCIAL STATEMENTS (continued)
For the period from 1 April 2015 to 30 September 2015

18. SIGNIFICANT EVENTS DURING THE PERIOD (continued)

On 1 August 2015, the Fund changed the frequency of its NAV calculation from each business day to at least two dealing days in each month (with at least one dealing day per two week period).

There have been no other significant events during the period, which, in the opinion of the Directors of the Company, may have had an impact on the Financial Statements for the period ended 30 September 2015.

19. SUBSEQUENT EVENTS

On 16 October 2015, the Fund paid distribution of EUR 3,380 to the shareholders of Class A Euro Dist shares at EUR 0.338 per share.

On 9 November 2015, an updated Prospectus and Supplement was issued.

There have been no other events subsequent to the period end.

20. CONNECTED PARTIES

The Central Bank of Ireland UCITS Notices, UCITS 14.5 – ‘Dealings by promoter, manager, trustee, investment adviser and group companies’ states in paragraph one that any transaction carried out with a UCITS by a promoter, manager, trustee, investment adviser and/or associated or group companies of these (“connected parties”) must be carried out as if negotiated at arm’s length. Transaction must be in the best interest of the Shareholders.

The Board of Directors are satisfied that there are arrangements (evidenced by written procedures) in place, to ensure that the obligations set out in paragraph one of UCITS 14.5 are applied to transactions with connected parties; and the Board is satisfied that transactions with connected parties entered into during the period complied with the obligations set out in the paragraph.

21. APPROVAL OF FINANCIAL STATEMENTS

The accounts were approved by the board on 17 November 2015.

ICG UCITS FUNDS (IRELAND) PLC

SCHEDULE OF INVESTMENTS AS AT 30 SEPTEMBER 2015

| Nominal | Description | Fair Value EUR | % of Net Assets |
|--|--|-------------------|--------------------|
| Financial assets at fair value through profit or loss | | | |
| Asset Backed Securities (31 March 2015: 0.41%) | | | |
| | EUR | | |
| 208,000 | KraussMaffei Group GmbH 8.750% 15/12/2020 | 222,768 | 1.74% |
| Total Asset Backed Securities | | 222,768 | 1.74% |
| Corporate Bonds (31 March 2015: 15.59%) | | | |
| | CHF | | |
| 200,000 | UPC Holding BV 6.750% 15/03/2023 | 197,655 | 1.55% |
| | | 197,655 | 1.55% |
| | EUR | | |
| 250,000 | Alba Group plc & Co KG 8.000% 15/05/2018 | 230,625 | 1.80% |
| 250,000 | Alliance Automotive Finance plc 6.250% 01/12/2021 | 258,795 | 2.03% |
| 100,000 | Boparan Finance plc 4.375% 15/07/2021 | 88,250 | 0.69% |
| 250,000 | Carlson Wagonlit BV 7.500% 15/06/2019 | 261,612 | 2.05% |
| 125,000 | Cerberus Nightingale 1 SARL 8.250% 01/02/2020 | 126,562 | 0.99% |
| 250,000 | Cerved Group SpA 8.000% 15/01/2021 | 267,992 | 2.10% |
| 250,000 | Chemours Co 6.125% 15/05/2023 | 166,375 | 1.30% |
| 200,000 | Constellium NV 7.000% 15/01/2023 | 177,025 | 1.39% |
| 150,000 | Crown European Holdings SA 3.375% 15/05/2025 | 135,750 | 1.06% |
| | Dry Mix Solutions Investissements SAS 4.212% 15/06/2021 | 236,000 | 1.85% |
| 250,000 | Ephios Bondco plc 6.250% 01/07/2022 | 105,131 | 0.82% |
| 105,000 | FTE Verwaltungs GmbH 9.000% 15/07/2020 | 342,550 | 2.68% |
| 340,000 | FTE Verwaltungs GmbH 9.000% 15/07/2020 | 342,550 | 2.68% |
| 250,000 | Geo Debt Finance SCA 7.500% 01/08/2018 | 231,870 | 1.81% |
| 175,000 | Grupo Antolin Dutch BV 5.125% 30/06/2022 | 170,625 | 1.34% |
| 100,000 | Holding Medi-Partenaires SAS 7.000% 15/05/2020 | 105,970 | 0.83% |
| 350,000 | HomeVi SAS 6.875% 15/08/2021 | 362,670 | 2.84% |
| 250,000 | Huntsman International LLC 5.125% 15/04/2021 | 233,406 | 1.83% |
| 300,000 | IMS Health Inc 4.125% 01/04/2023 | 288,507 | 2.26% |
| 250,000 | Interoute Finco plc 7.375% 15/10/2020 | 247,875 | 1.94% |
| 400,000 | Monitchem HoldCo 2 SA 6.875% 15/06/2022 | 365,080 | 2.86% |
| 250,000 | Novafives SAS 4.500% 30/06/2021 | 193,437 | 1.51% |
| 250,000 | Numericable-SFR SAS 5.625% 15/05/2024 | 248,550 | 1.95% |
| 500,000 | Picard Groupe SAS 4.250% 01/08/2019 | 501,440 | 3.93% |
| 250,000 | Play Finance 2 SA 5.250% 01/02/2019 | 255,000 | 2.00% |
| 500,000 | Rapid Holding GmbH 6.625% 15/11/2020 | 481,985 | 3.77% |
| | Techem Energy Metering Service GmbH & Co KG 7.875% 01/10/2020 | 269,625 | 2.11% |
| 250,000 | TMF Group Holding BV 9.875% 01/12/2019 | 267,500 | 2.09% |
| 250,000 | Trionista TopCo GmbH 6.875% 30/04/2021 | 260,044 | 2.04% |
| 500,000 | Virgin Media Finance plc 4.500% 15/01/2025 | 455,690 | 3.57% |
| 100,000 | VRX Escrow Corp 4.500% 15/05/2023 | 89,863 | 0.70% |
| 200,000 | VWR Funding Inc 4.6250% 15/04/2022 | 190,202 | 1.49% |
| 250,000 | Ziggo Secured Finance BV 3.750% 15/01/2025 | 226,250 | 1.77% |
| | | 7,842,256 | 61.40% |

ICG UCITS FUNDS (IRELAND) PLC

SCHEDULE OF INVESTMENTS AS AT 30 SEPTEMBER 2015 (continued)

| Nominal | Description | Fair Value EUR | % of Net Assets |
|--|--|--------------------------|----------------------|
| Financial assets at fair value through profit or loss (continued) | | | |
| Corporate Bonds (31 March 2015: 15.59%)(continued) | | | |
| GBP | | | |
| 300,000 | AA Bond Co Ltd 5.500% 31/07/2022 | 386,338 | 3.02% |
| 200,000 | Boparan Finance plc 5.500% 15/07/2021 | 238,968 | 1.87% |
| 200,000 | Brakes Capital 7.125% 15/12/2018 | 281,238 | 2.20% |
| 300,000 | Cognita Financing plc 7.750% 15/08/2021 | 406,520 | 3.18% |
| 200,000 | EDU UK BondCo plc 8.875% 15/09/2018 | 272,757 | 2.14% |
| 165,000 | New Look Secured Issuer plc 6.500% 01/07/2022 | 213,652 | 1.67% |
| 200,000 | TES Finance plc 6.750% 15/07/2020 | 255,116 | 2.00% |
| 100,000 | Virgin Media Secured Finance plc 4.880% 15/01/2027 | 120,943 | 0.95% |
| | | <u>2,175,532</u> | <u>17.03%</u> |
| SEK | | | |
| 2,000,000 | Norcell Sweden Holding 3 AB 5.250% 04/11/2019 | 223,776 | 1.75% |
| | | <u>223,776</u> | <u>1.75%</u> |
| USD | | | |
| 500,000 | EnQuest plc 7.000% 15/04/2022 | 279,955 | 2.19% |
| 600,000 | Ithaca Energy Inc 8.125% 01/07/2019 | 397,760 | 3.12% |
| | | <u>677,715</u> | <u>5.31%</u> |
| Total Corporate Bonds | | <u>11,116,934</u> | <u>87.04%</u> |

ICG UCITS FUNDS (IRELAND) PLC

SCHEDULE OF INVESTMENTS AS AT 30 SEPTEMBER 2015 (continued)

Financial assets at fair value through profit or loss (continued)

Forward currency contracts (30 March 2015: 0.19%)

| Maturity Date | Counterparty | Amount Bought | Amount Sold | Unrealised Gain EUR | % of Net Assets |
|---|--------------|---------------|----------------|------------------------|-----------------------|
| 13-Oct-15 | Citibank NA | EUR201,403 | (CHF219,490) | 116 | 0.00% |
| 13-Oct-15 | Citibank NA | EUR3,017,511 | (GBP2,186,558) | 51,140 | 0.40% |
| 13-Oct-15 | Citibank NA | EUR588,254 | (USD655,167) | 1,437 | 0.01% |
| Total Forward Currency Contracts | | | | 52,693 | 0.41% |

Financial liabilities at fair value through profit or loss

Forward currency contracts (30 March 2015: (0.07%))

| Maturity Date | Counterparty | Amount Bought | Amount Sold | Unrealised Loss EUR | % of Net Assets |
|---|--------------|---------------|----------------|------------------------|-----------------------|
| 13-Oct-15 | Citibank NA | USD1,893,115 | (EUR1,699,768) | (4,151) | (0.03%) |
| 13-Oct-15 | Citibank NA | EUR224,781 | (SEK2,109,867) | (604) | (0.01%) |
| 13-Oct-15 | Citibank NA | EUR178,631 | (USD200,000) | (504) | (0.00)% |
| Total Forward Currency Contracts | | | | (5,259) | (0.04%) |

| | | |
|--|-------------------|----------------|
| Total financial assets at fair value through profit or loss | 11,392,395 | 89.19% |
| Total financial liabilities at fair value through profit or loss | (5,259) | (0.04%) |
| Other net assets | 1,385,925 | 10.85% |
| Net assets attributable to holders of redeemable shares | 12,773,061 | 100.00% |

ICG UCITS FUNDS (IRELAND) PLC

SIGNIFICANT PORTFOLIO CHANGES FOR THE PERIOD ENDED 30 SEPTEMBER 2015

Purchases

| Nominal | Investments | EUR |
|----------------|---|------------|
| 500,000 | Virgin Media Finance plc 4.500% 15/01/2025 | 511,688 |
| 500,000 | Picard Groupe SAS 4.250% 01/08/2019 | 505,625 |
| 500,000 | Dry Mix Solutions Investissements SAS 4.212% 15/06/2021 | 503,125 |
| 500,000 | Rapid Holding GmbH 6.6250% 15/11/2020 | 495,000 |
| 300,000 | Cognita Financing plc 7.750% 15/08/2021 | 420,540 |
| 300,000 | AA Bond Co Limited 5.500% 31/07/2022 | 411,404 |
| 400,000 | Unitymedia GmbH 3.750% 15/01/2027 | 382,000 |
| 340,000 | FTE Verwaltungs GmbH 9.000% 15/07/2020 | 358,525 |
| 300,000 | IMS Health Inc 4.125% 01/04/2023 | 295,500 |
| 250,000 | Alliance Automotive Finance plc 6.250% 01/12/2021 | 258,750 |
| 250,000 | Numericable-SFR SAS 5.625% 15/05/2024 | 257,000 |
| 250,000 | Interoute Finco plc 7.375% 15/10/2020 | 250,000 |
| 165,000 | New Look Secured Issuer plc 6.500% 01/07/2022 | 227,970 |
| 250,000 | Chemours Co 6.125% 15/05/2023 | 221,750 |
| 205,000 | Ephios Bondco plc 6.250% 01/07/2022 | 205,000 |
| 200,000 | Darling Global Finance BV 4.750% 30/05/2022 | 200,000 |
| 200,000 | SoftBank Group Corp 4.750% 30/07/2025 | 200,000 |
| 200,000 | ZF North America Capital Inc 2.750% 27/04/2023 | 198,236 |
| 130,000 | New Look Senior Issuer plc 8.000% 01/07/2023 | 179,613 |
| 175,000 | Grupo Antolin Dutch BV 5.125% 30/06/2022 | 175,000 |
| 300,000 | Crown European Holdings SA 3.375% 15/05/2025 | 150,000 |
| 100,000 | Jaguar Land Rover Automotive plc 5.000% 15/02/2022 | 144,824 |
| 165,000 | Ithaca Energy Inc 8.125% 01/07/2019 | 137,310 |
| 100,000 | Virgin Media Secured Finance plc 4.875% 15/01/2027 | 129,462 |
| 300,000 | HomeVi SAS 6.875% 15/08/2021 | 105,250 |
| 250,000 | Dufry Finance SCA 4.500% 01/08/2023 | 100,000 |
| 150,000 | SPCM SA 2.875% 15/06/2023 | 100,000 |
| 500,000 | Monitchem HoldCo 2 SA 6.875% 15/06/2022 | 92,500 |
| 100,000 | Valeant Pharmaceuticals International Inc 4.500% 15/05/2023 | 87,500 |

ICG UCITS FUNDS (IRELAND) PLC

SIGNIFICANT PORTFOLIO CHANGES FOR THE PERIOD ENDED 30 SEPTEMBER 2015 (continued)

Sales

| Nominal | Investments | EUR |
|----------------|---|------------|
| 750,000 | Valeant Pharmaceuticals International Inc 4.500% 15/05/2023 | 745,313 |
| 300,000 | Jaguar Land Rover Automotive plc 5.000% 15/02/2022 | 434,206 |
| 400,000 | Unitymedia GmbH 3.750% 15/01/2027 | 388,000 |
| 200,000 | Odeon & UCI Finco plc 9.000% 01/08/2018 | 294,790 |
| 200,000 | Iron Mountain Europe plc 6.125% 15/09/2022 | 294,597 |
| 200,000 | Travelex Financing plc 8.000% 01/08/2018 | 291,592 |
| 250,000 | Kerneos Corporate SAS 5.750% 01/03/2021 | 267,500 |
| 250,000 | Alliance Automotive Finance plc 6.250% 01/12/2021 | 263,438 |
| 250,000 | Dry Mix Solutions Investissements SAS 4.212% 15/06/2021 | 247,500 |
| 250,000 | Stork Technical Services Holdco BV 11.000% 15/08/2017 | 245,375 |
| 200,000 | Labco SA 8.500% 15/01/2018 | 210,250 |
| 200,000 | SoftBank Group Corp 4.750% 30/07/2025 | 199,750 |
| 200,000 | ZF North America Capital Inc 2.750% 27/04/2023 | 198,550 |
| 200,000 | Darling Global Finance BV 4.750% 30/05/2022 | 189,875 |
| 130,000 | New Look Senior Issuer plc 8.000% 01/07/2023 | 178,407 |
| 150,000 | Holding Medi-Partenaires SAS 7.000% 15/05/2020 | 160,275 |
| 125,000 | Cerberus Nightingale 1 SARL 8.250% 01/02/2020 | 132,500 |
| 100,000 | Dufry Finance SCA 4.500% 01/08/2023 | 101,750 |
| 100,000 | SPCM SA 2.875% 15/06/2023 | 101,250 |
| 100,000 | Ephios Bondco plc 6.250% 01/07/2022 | 100,250 |