



# Masayume Fund

Société d'investissement à Capital Variable

Annual report, including audited financial statements

as at 31/12/2019

R.C.S. Luxembourg B 217.103

# Masayume Fund

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No subscription can be received on the basis of these financial statements alone. Subscription can only be received on the basis of the latest prospectus accompanied by the latest annual report including audited financial statements.

# Masayume Fund

## Organisation

<b>Registered Office</b>	5, Allée Scheffer L-2520 Luxembourg Grand Duchy of Luxembourg
<b>Board of Directors of the Company</b>	<b>Director and Chairman:</b> Riccardo Barilla (until 30 September 2019) David Blair (since 30 September 2019)  <b>Directors:</b> Fernando Perez Sala Evgeni Leibovich
<b>Management Company</b>	<b>Fuchs Asset Management S.A.</b> 49, Boulevard Prince Henri L-1724 Luxembourg Grand-Duchy of Luxembourg
<b>Board of Directors of the Management Company</b>	<b>Chairman:</b> Jean FUCHS Fuchs Asset Management S.A. 49, Boulevard Prince Henri L-1724 Luxembourg  <b>Directors:</b> Timothé FUCHS Fuchs Asset Management S.A. 49, Boulevard Prince Henri L-1724 Luxembourg  Christophe PESSAULT Independent Director. 16, rue Jean-Pierre Brasseur L-1258 Luxembourg
<b>Domiciliation, Depositary and Administrative Agent</b>	<b>CACEIS Bank, Luxembourg Branch</b> 5, Allée Scheffer L-2520 Luxembourg Grand Duchy of Luxembourg
<b><i>Cabinet de révision agréé</i></b>	<b>Deloitte Audit</b> <i>Société à responsabilité limitée</i> 20, boulevard de Kockelscheuer L-1821 Luxembourg Grand Duchy of Luxembourg
<b>Legal Advisor</b>	<b>Baker &amp; McKenzie Luxembourg</b> 10-12, Boulevard F. Roosevelt L-2450 Luxembourg Grand Duchy of Luxembourg

# Masayume Fund

## Organisation (continued)

### Investment Manager

#### Capital Advisory Partners Ltd

with registered office at Sandhurst House  
297 Yorktown Road, GU47 0QA Berkshire  
United Kingdom  
and postal address at 4 Montpelier Street  
number 120 London SW7 1EE  
United Kingdom

# Masayume Fund

## Report of the Board of Directors of the Company

### Masayume Fund - Marathon

**Masayume Marathon Class I EUR 2019 +11.21%**

**Masayume Marathon Class I USD 2019 +13.67%**

### Market commentary

2018 had been a very difficult year, finishing with negative returns in nearly all asset classes and more than double digit losses in equities. 2019 was quite different. The month of January 2019 witnessed a complete turnaround in financial markets. A shift in policy from the US Federal Reserve and optimism for a compromise on US-China trade war triggered a change in trends. Equities, bonds and crude oil rebounded; the USD sold off a bit. The topics of central banks easing and trade war concerns continued to influence markets in the following months. Inflation and growth were low, especially in Europe. Investors were worried about recession risks, with an inverted yield curve in US, possibility of hard Brexit. Trade issues became quite high in May and August, as US decided increases in tariffs. Central banks reacted to these concerns, providing extremely easy monetary policies. The Fed reduced interest rates 3 times, the ECB cut rates. These 2 central banks re started quantitative easing. Since September, the US Fed has injected massive amounts of liquidity, also in response to tensions in repo markets and low levels of bank reserves.

As a result, both equity and bonds markets performed well in 2019, with equities finishing the year at peak levels. European short term interest rates were negative during the whole 12 months. Credit spreads decreased. The USD vs. EUR was strong most of the year, but weakened in last 4 months.

<b>Portfolio breakdown – end Dec</b>	<b>2018</b>	<b>2019</b>
Fixed income and cash	61%	89%
Equities	36%	9%
Balanced and alternatives	3%	2%

### Portfolio commentary

The fund started the year well positioned to benefit from rising equity markets. At end 2018, we had taken advantage of lower stock prices, to gradually move from low risk assets into riskier assets (up to 36% in stocks at beginning January). We added positions in January, generating positive returns in the first 2 months. We maintained ‘risk on’ equity allocations until May, when US increased tariffs on China, and stock markets dropped. We were long USD. Our performance was strong until April, but was negative in May. We reduced our exposure to equities to 20% in June. We thought it was important to decrease risk. During the month, we could navigate the ups & downs and finished positive, with gains for the first half of + 6.9% USD class (and + 5.7% Eur class). We were cautious as we entered the second part of the year. We wanted to be very opportunistic, with tight risk management. We had a very prudent approach again in July, as we reduced equity exposure substantially, also with option hedging to protect the downside. Our month end allocation reflected our view that stock markets were due for a correction in August. September was another strong month at + 3.7%, due to equities and USD long position. At end September, we closed or hedged all our equity exposure, and we closed entirely our USD exposure. These moves protected our performance in October (+0.9%). In November- December, we reduced positions and decided to protect annual gains. We gave up additional profits, as markets performed well. Equities and USD exposure were the main contributors to the year’s performance.

# Masayume Fund

## Report of the Board of Directors of the Company (continued)

We entered 2020 with a defensive portfolio, with no exposure to equities and currencies. We thought markets were overvalued. We preferred to stay on the sidelines until we saw real opportunities.

### Masayume Fund – Reflex

#### Masayume Reflex Class I USD 2019 +4.11%

#### Market commentary

2018 had been a very difficult year, finishing with negative returns in nearly all asset classes and more than double digit losses in equities. 2019 was quite different. The month of January 2019 witnessed a complete turnaround in financial markets. A shift in policy from the US Federal Reserve and optimism for a compromise on US-China trade war triggered a change in trends. Equities, bonds and crude oil rebounded; the USD sold off a bit. The topics of central banks easing and trade war concerns continued to influence markets in the following months. Inflation and growth were low, especially in Europe. Investors were worried about recession risks, with an inverted yield curve in US, possibility of hard Brexit. Trade issues became quite high in May and August, as US decided increases in tariffs. Central banks reacted to these concerns, providing extremely easy monetary policies. The Fed reduced interest rates 3 times, the ECB cut rates. These 2 central banks re started quantitative easing. Since September, the US Fed has injected massive amounts of liquidity, also in response to tensions in repo markets and low levels of bank reserves.

As a result, both equity and bonds markets performed well in 2019, with equities finishing the year at peak levels. European short term interest rates were negative during the whole 12 months. Credit spreads decreased. The USD vs. EUR was strong most of the year, but weakened in last 4 months.

<b>Portfolio breakdown – end Dec</b>	<b>2018</b>	<b>2019</b>
Money Market Funds	22%	2%
US TBills	22%	15%
FRN's and short term deposits	53%	83%
USD		
Deposits	3%	0%

<b>Risk exposure – end Dec</b>	<b>2018</b>	<b>2019</b>
Long exposure	0%	0%
Short exposure	-28%	-26%
Gross exposure	28%	26%
Net exposure	-28%	-26%

# Masayume Fund

## Report of the Board of Directors of the Company (continued)

### Portfolio commentary

The majority of our trading activity took place in two markets: the US Nasdaq 100 and Japanese Nikkei. Based on our investment process, we estimated that these 2 sectors were overvalued. This conclusion led us to a predominantly short bias in these 2 markets, throughout the year. This positioning was in place especially during the 4th quarter. There were obviously exceptions, periods when we went long Nasdaq & Nikkei, for example in the second half of May. But these periods were less frequent. We run and update our process on a daily basis and we draw conclusions (long or short or no position) accordingly. In 2019, we tended to stick to our process, although investors' over optimism tended to push equity valuations higher and higher, especially in November- December, and in Nasdaq companies. Activity in US treasury bonds was less important.

During the year, we maintained a prudent risk exposure, both in terms of gross and net exposures, as compared to historical averages and internal guidelines. Gross exposure was well below 100% most of the time, in view of market volatility and sudden reversals to the upside. Gross exposure was frequently below 50% (it was especially the case in October-December). These factors explain our performance for the year. Although on average, we were short in rising stock markets, only 2 months were negative (December was about flat). Losses in January (-0.77%) and April ( - 1.8%) were basically recovered the following month. And after April, we had 7 consecutive profitable months. May was our best month, as we went long Nasdaq in second part, while staying short Nikkei and US bonds (with gross exposure below 65%). We managed in 2019 with an absolute return philosophy. If we consider 2018 and 2019, our performance has not been correlated with equity or bond markets, offering diversification benefits.

### Outbreak coronavirus

The COVID situation has impacted financial markets with a negative impact on equity and bond markets as well as increased volatility. The management team has strongly adapted to these new environments by actively trading markets and the performance of both compartments of the SICAV have suffered a much smaller loss than the underlying markets as well as a reduced volatility. This exemplifies the managers continued investment process since inception. The management company has implemented the Business Continuity Plan which has proven its resilience.

The Assets under Management of Masayume SICAV have been unchanged since the beginning of the year.

At the date of the report, the performance of Masayume SICAV on the Reflex compartment is positive YTD and on Marathon is down about 3%.

The future outlook of the SICAV is unaffected by the Coronavirus epidemic as the investment management mandates are not subject to liquidity nor undue volatility on the portfolios.

The Board has held a meeting on 5th February before the outbreak and has been appraised of the performance/VaR/Portfolio composition/underlying liquidity throughout the period, as is the normal case. As there has been no negative impact on these factors, the Board continues to monitor.

# Masayume Fund

## **Report of the Board of Directors of the Company (continued)**

The Board of Directors

Luxembourg, 09 April 2020

Note: The information in this report is historical and is not indicative of future performance.

To the Shareholders of Masayume Fund  
5, Allée Scheffer  
L-2520 Luxembourg

## REPORT OF THE *REVISEUR D'ENTREPRISES AGREE*

### Opinion

We have audited the financial statements of Masayume Fund(the “Fund”) and of each of its sub-funds, which comprise the statement of net assets and the securities portfolio as at December 31, 2019, the statement of operations and changes in net assets for the year then ended, and notes to the financial statements, including a summary of significant accounting policies.

In our opinion, the accompanying financial statements give a true and fair view of the financial position of the Fund and of each of its sub-funds as at December 31, 2019, and of the results of their operations and changes in their net assets for the year then ended in accordance with Luxembourg legal and regulatory requirements relating to the preparation and presentation of the financial statements.

### Basis for Opinion

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

## **Other information**

The Board of Directors of the Fund is responsible for the other information. The other information comprises the information stated in the annual report but does not include the financial statements and our report of the *Réviseur d'Entreprises Agréé* thereon.

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

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

## **Responsibilities of the Board of Directors of the Fund for the Financial Statements**

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

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

## Responsibilities of the *Réviseur d'Entreprises Agréé* for the Audit of the Financial Statements

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

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

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

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

For Deloitte Audit, *Cabinet de Révision Agréé*

Virginie Ng Wing Lit - Boulot, *Réviser d'Entreprises Agréé*  
Partner

Luxembourg, April 27, 2020

*Masayume Fund*

**Combined**

Masayume Fund  
Combined  
**Financial Statements as at 31/12/2019**

Statement of net assets as at 31/12/2019

*Expressed in EUR*

<b>Assets</b>		<b>59,274,879.82</b>
Securities portfolio at market value	Note 2b	51,297,116.02
<i>Cost price</i>		51,302,442.62
<i>Unrealised loss on the securities portfolio</i>		-5,326.60
Options purchased at market value	Note 2j	70,022.27
<i>Options purchased at cost</i>		108,633.52
Cash at banks and liquidities	Note 2k	7,442,188.02
Interest receivable		176,191.38
Formation expenses	Note 2e	29,802.29
Unrealised net profit on forward foreign exchange contracts	Note 2i	215,857.53
Unrealised net profit on financial futures contracts	Note 2h	24,846.05
Other assets		18,856.26
<b>Liabilities</b>		<b>543,297.18</b>
Options sold at market value	Note 2j	10,022.27
<i>Options sold at cost</i>		7,836.11
Bank overdrafts		150,280.77
Brokers payable		200,000.01
Subscription duty "Taxe d'abonnement" payable	Note 4	4,039.76
Management & advisory fees payable	Note 3	51,533.39
Depositary and administration fees payable	Note 5	10,105.79
Audit fees payable		16,558.73
Other liabilities		100,756.46
<b>Net asset value</b>		<b>58,731,582.64</b>

# Masayume Fund Combined

## Statement of Operations and Changes in Net Assets from 01/01/2019 to 31/12/2019

*Expressed in EUR*

Income		<b>1,052,312.00</b>
Net dividends	Note 2g	80,825.76
Net interest on bonds	Note 2g	961,020.22
Bank interest on cash account		10,453.85
Other financial income		12.17
Expenses		<b>1,180,118.01</b>
Amortisation of formation expenses	Note 2e	27,919.91
Management & advisory fees	Note 3	500,537.31
Depositary fees	Note 5	36,622.31
Subscription duty "Taxe d'abonnement"	Note 4	14,490.48
Administration fees	Note 5	77,388.71
Incentive and performance fees	Note 6	65,313.93
Domiciliation fees		8,990.23
Professional fees		24,676.42
Bank interest on overdrafts		24,559.19
Legal fees		11,985.33
Transaction fees	Note 7	326,548.67
Other expenses		61,085.52
Net loss from investments		<b>-127,806.01</b>
Net realised profit / loss on:		
- sales of investment securities	Note 2c	600,545.89
- options	Note 2j	891,306.74
- forward foreign exchange contracts	Note 2i	129,128.49
- financial futures contracts	Note 2h	1,231,186.13
- foreign exchange	Note 2f	102,089.95
Net realised profit		<b>2,826,451.19</b>
Movement in net unrealised appreciation / depreciation on:		
- investments		1,061,965.92
- options	Note 2j	81,857.23
- forward foreign exchange contracts	Note 2i	226,293.60
- financial futures contracts	Note 2h	77,877.51
Increase in net assets as a result of operations		<b>4,274,445.45</b>
Subscription capitalisation shares		7,973,001.50
Redemption capitalisation shares		-2,454,509.61
Increase in net assets		<b>9,792,937.34</b>
Reevaluation of opening combined NAV		<b>420,839.05</b>
Net assets at the beginning of the year		<b>48,517,806.25</b>
Net assets at the end of the year		<b>58,731,582.64</b>

*Masayume Fund*  
**- Marathon**

# Masayume Fund - Marathon

## Financial Statements as at 31/12/2019

Statement of net assets as at 31/12/2019

*Expressed in EUR*

<b>Assets</b>		<b>35,345,048.69</b>
Securities portfolio at market value	Note 2b	28,009,100.78
<i>Cost price</i>		27,957,963.71
<i>Unrealised profit on the securities portfolio</i>		51,137.07
Options purchased at market value	Note 2j	70,022.27
<i>Options purchased at cost</i>		108,633.52
Cash at banks and liquidities	Note 2k	6,966,518.90
Interest receivable		75,727.20
Formation expenses	Note 2e	12,363.69
Unrealised net profit on forward foreign exchange contracts	Note 2i	203,898.34
Other assets		7,417.51
<b>Liabilities</b>		<b>470,252.96</b>
Options sold at market value	Note 2j	10,022.27
<i>Options sold at cost</i>		7,836.11
Bank overdrafts		122,319.75
Brokers payable		200,000.01
Subscription duty "Taxe d'abonnement" payable	Note 4	1,320.33
Management & advisory fees payable	Note 3	33,182.74
Depositary and administration fees payable	Note 5	7,106.48
Audit fees payable		9,773.04
Other liabilities		86,528.34
<b>Net asset value</b>		<b>34,874,795.73</b>

### Key figures

	<i>Year ending as at:</i>	<b>31/12/2019</b>	<b>31/12/2018</b>	<b>31/12/2017</b>
<b>Total Net Assets</b>	EUR	34,874,795.73	25,641,748.80	19,714,381.48
<b>Class R - EUR - Capitalisation</b>				
Number of shares		32,654.559	36,633.670	21,511.193
Net asset value per share	EUR	102.40	92.74	98.95
<b>Class R - CHF - Hedged - Capitalisation</b>				
Number of shares		8,051.198	8,483.559	6,000.000
Net asset value per share	CHF	101.75	92.65	99.38
<b>Class R - USD - Hedged - Capitalisation</b>				
Number of shares		6,000.000	6,000.000	0.000
Net asset value per share	USD	105.40	93.21	0.00
<b>Class I - EUR - Capitalisation</b>				
Number of shares		245,514.211	193,163.557	160,216.791
Net asset value per share	EUR	104.16	93.67	99.16
<b>Class I - CHF - Hedged - Capitalisation</b>				
Number of shares		30,514.191	25,520.184	14,000.000
Net asset value per share	CHF	103.40	93.35	99.45
<b>Class I - USD - Hedged - Capitalisation</b>				
Number of shares		17,652.577	10,000.000	0.000
Net asset value per share	USD	110.47	97.17	0.00

# Masayume Fund - Marathon

## Securities portfolio as at 31/12/2019

Expressed in EUR

Quantity	Denomination	Quotation currency	Market value	% of net assets
Transferable securities admitted to an official stock exchange listing and / or dealt in on another regulated market			17,676,231.95	50.69
<b>Shares</b>			<b>441,581.85</b>	<b>1.27</b>
	<i>France</i>		42,250.00	0.12
50,000.00	SENSORION SA	EUR	42,250.00	0.12
	<i>United States of America</i>		399,331.85	1.15
25,000.00	B&G FOODS SHS -A-	USD	399,331.85	1.15
<b>Bonds</b>			<b>3,616,966.98</b>	<b>10.37</b>
	<i>Australia</i>		351,666.00	1.01
350,000.00	NATIONAL AUSTRALIA BK 4.625 10-20 10/02A	EUR	351,666.00	1.01
	<i>Egypt</i>		180,401.78	0.52
200,000.00	EGYPT REG-S 5.75 10-20 29/04S	USD	180,401.78	0.52
	<i>France</i>		1,029,487.50	2.94
500,000.00	EXANE FINANCE 19-22 24/10U	EUR	521,390.00	1.49
500,000.00	FRANCE GOVERNMENT BOND 0.00 19-25 25/03A	EUR	508,097.50	1.45
	<i>Germany</i>		509,130.00	1.46
500,000.00	BUNDESREPUB. DE 0.0000 19-29 15/08A	EUR	509,130.00	1.46
	<i>Italy</i>		315,978.00	0.91
300,000.00	ITALY 1.75 19-24 01/07S	EUR	315,978.00	0.91
	<i>The Netherlands</i>		276,288.64	0.79
300,000.00	LUKOIL INT REG S 6.125 10-20 09/11S	USD	276,288.64	0.79
	<i>United Kingdom</i>		954,015.06	2.74
500,000.00	BP CAPITAL MARKETS 2.315 15-20 13/02S	USD	445,677.06	1.29
200,000.00	HELLENIC TELECOM 3.50 14-20 09/07A	EUR	204,003.00	0.58
300,000.00	LLOYDS TSB 6.50 10-20 24/03A	EUR	304,335.00	0.87
<b>Convertible bonds</b>			<b>787,165.59</b>	<b>2.26</b>
	<i>Mexico</i>		299,665.59	0.86
300,000.00	AMERICA MOVIL CV 0.00 15-20 28/05U	EUR	299,665.59	0.86
	<i>United Kingdom</i>		487,500.00	1.40
500,000.00	BARCLAYS BANK RCV 2.7 19-20 18/11Q	EUR	487,500.00	1.40
<b>Floating rate bonds</b>			<b>12,291,720.20</b>	<b>35.25</b>
	<i>Canada</i>		713,820.93	2.05
600,000.00	ROYAL BANK OF CANADA FL.R 17-20 26/10Q	USD	535,451.22	1.54
200,000.00	TORONTO-DOMINION BANK FL.R 19-21 17/03Q	USD	178,369.71	0.51
	<i>Denmark</i>		483,832.26	1.39
200,000.00	DANSKE BANK A/S FL.R 17-20 02/03Q	USD	178,252.11	0.51
343,000.00	DANSKE BANK A/S FL.R 17-20 02/03Q	USD	305,580.15	0.88
	<i>France</i>		955,998.50	2.74
200,000.00	CARREFOUR BANQUE FL.R 16-21 20/04Q	EUR	200,676.00	0.58
250,000.00	RCI BANQUE FL.R 17-20 08/07Q	EUR	250,187.50	0.72
500,000.00	SOCIETE GENERALE FL.R 17-22 01/04Q	EUR	505,135.00	1.44
	<i>Germany</i>		998,876.00	2.86
600,000.00	DEUTSCHE BANK FL.R 17-20 07/02Q	EUR	598,716.00	1.71
400,000.00	VOLKSWAGEN BANK GMBH FL.R 17-21 15/06Q	EUR	400,160.00	1.15
	<i>Ireland</i>		199,986.00	0.57
200,000.00	FCA BANK SPA FL.R 18-21 17/06Q	EUR	199,986.00	0.57
	<i>Japan</i>		360,489.98	1.03
400,000.00	MIZUHO FINANCIAL G FL.R 16-21 13/09Q	USD	360,489.98	1.03
	<i>Mexico</i>		278,450.77	0.80
300,000.00	PETROLEOS MEXICANOS FL.R 18-22 11/03Q	USD	278,450.77	0.80
	<i>Switzerland</i>		361,325.62	1.04
400,000.00	UBS GROUP FUNDING FL.R 17-23 23/05Q	USD	361,325.62	1.04
	<i>The Netherlands</i>		568,496.86	1.63
300,000.00	DEUTSCHE TEL INT FIN FL.R 16-20 03/04Q	EUR	300,210.00	0.86
300,000.00	PETROBRAS GLOBAL FL.R 14-20 17/03Q	USD	268,286.86	0.77
	<i>United Kingdom</i>		2,433,088.02	6.98
326,000.00	BARCLAYS BK FL.R 17-20 07/08Q	USD	290,786.19	0.83
600,000.00	FCE BANK FL.R 17-20 26/08Q	EUR	599,334.00	1.72
300,000.00	HSBC HOLDING FL.R 16-21 25/05Q	USD	271,908.24	0.78
400,000.00	NATWEST MARKETS FL.R 18-21 27/09Q	EUR	403,212.00	1.16
350,000.00	RBS FL.R 17-20 08/06Q	EUR	350,269.50	1.00
250,000.00	ROYAL BK OF SCOTLAND FL.R 18-20 02/03Q	EUR	250,085.00	0.72

# Masayume Fund - Marathon

## Securities portfolio as at 31/12/2019

Expressed in EUR

Quantity	Denomination	Quotation currency	Market value	% of net assets
300,000.00	STATE BANK OF INDIA FL.R 17-20 06/04Q	USD	267,493.09	0.77
	<i>United States of America</i>		4,937,355.26	14.16
300,000.00	AMERICAN EXPRESS C FL.R 15-20 14/09Q	USD	268,698.44	0.77
400,000.00	BANK OF AMERICA CORP FL.R 17-21 21/09Q	EUR	400,608.00	1.15
500,000.00	CITIBANK NA FL.R 17-20 20/10Q	USD	446,151.44	1.28
450,000.00	CITIGROUP INC FL.R 16-21 02/08Q	USD	406,338.97	1.17
300,000.00	DAIMLER FIN NTH AMER FL.R 17-20 06/01Q	USD	267,276.62	0.77
300,000.00	DEUTSCHE BANK NY FL.R 17-22 16/11Q	USD	266,194.21	0.76
350,000.00	FORD MOTOR CREDIT CO FL.R 18-20 24/09Q	USD	312,595.99	0.90
400,000.00	GENERAL MOTORS CO A FL.R 17-20 07/08Q	USD	357,049.45	1.02
300,000.00	GOLDMAN SACH GRP FL.R 16-21 15/11Q	USD	269,232.96	0.77
300,000.00	GOLDMAN SACHS GROUP FL.R 17-23 24/07Q	USD	269,975.95	0.77
200,000.00	HYUNDAI CAP REGS FL.R 17-20 03/04Q	USD	178,330.51	0.51
500,000.00	JPMORGAN CHASE FL.R 17-21 01/06Q	USD	446,204.90	1.28
500,000.00	MORGAN STANLEY FL.R 16-21 24/04Q	USD	452,162.36	1.30
269,000.00	TOYOTA MOTOR CREDI FL.R 17-20 17/04Q	USD	239,820.99	0.69
400,000.00	WELLS FARGO CO FL.R 15-20 30/01Q	USD	356,714.47	1.02
	<b>Warrants, Rights</b>		<b>538,797.33</b>	<b>1.54</b>
	<i>United Kingdom</i>		538,797.33	1.54
40,000.00	BARCLAYS BANK PLC 23.01.48 WAR	USD	538,797.33	1.54
Other transferable securities			266,004.45	0.76
	<b>Floating rate bonds</b>		<b>266,004.45</b>	<b>0.76</b>
	<i>Guernsey</i>		266,004.45	0.76
300,000.00	EFG INT. RCV FL.R 18-20 27/07Q	USD	266,004.45	0.76
Shares/Units of UCITS/UCIS			6,721,620.15	19.27
	<b>Shares/Units in investment funds</b>		<b>6,721,620.15</b>	<b>19.27</b>
	<i>France</i>		1,194,372.21	3.42
3,717.82	BDL REMPART EUROPE FCP -I-	EUR	430,597.63	1.23
6,244.58	H2O MULTI EMER DEBT FD I EUR (H)	EUR	763,774.58	2.19
	<i>Luxembourg</i>		4,406,228.67	12.64
9,000.00	AMUNDI IS FR USD C UEHC	EUR	451,440.00	1.29
1,497.97	AMUNDI MONEY MKT FD SH TERM EUR -PV- CAP	EUR	1,496,144.18	4.30
3,914.66	BDLCM FUNDS-DURANDAL - CLASSE E	EUR	407,202.97	1.17
5,501.40	MASAYUME FUND REFLEX I EUR CAP HDG	EUR	555,806.64	1.59
11,078.34	PICTET SICAV EUR LQTY -P- CAP	EUR	1,495,634.88	4.29
	<i>United Kingdom</i>		1,121,019.27	3.21
14.51	H2O ADAGIO FCP -I- 4 DEC	EUR	1,121,019.27	3.21
Money market instruments			3,345,244.23	9.59
	<b>Bonds</b>		<b>3,166,233.99</b>	<b>9.08</b>
	<i>France</i>		500,130.05	1.43
500,000.00	SYNDI TR ILE DE FR ZCP 240120	EUR	500,130.05	1.43
	<i>United States of America</i>		2,666,103.94	7.65
3,000,000.00	UNIT STAT TREA BIL ZCP 27-02-20	USD	2,666,103.94	7.65
	<b>Floating rate bonds</b>		<b>179,010.24</b>	<b>0.51</b>
	<i>United States of America</i>		179,010.24	0.51
200,000.00	LLOY B L3RUSD+0.5% 24-09-20	USD	179,010.24	0.51
<b>Total securities portfolio</b>			<b>28,009,100.78</b>	<b>80.31</b>

# Masayume Fund - Marathon

## Statement of Operations and Changes in Net Assets from 01/01/2019 to 31/12/2019

*Expressed in EUR*

Income		<b>484,756.83</b>
Net dividends	Note 2g	80,825.76
Net interest on bonds	Note 2g	401,525.01
Bank interest on cash account		2,393.89
Other financial income		12.17
Expenses		<b>800,245.87</b>
Amortisation of formation expenses	Note 2e	15,779.01
Management & advisory fees	Note 3	323,864.70
Depositary fees	Note 5	19,707.79
Subscription duty "Taxe d'abonnement"	Note 4	4,782.35
Administration fees	Note 5	46,102.01
Incentive and performance fees	Note 6	63,515.51
Domiciliation fees		4,003.00
Professional fees		12,981.56
Bank interest on overdrafts		22,436.10
Legal fees		8,000.00
Transaction fees	Note 7	252,236.09
Other expenses		26,837.75
Net loss from investments		<b>-315,489.04</b>
Net realised profit / loss on:		
- sales of investment securities	Note 2c	442,464.08
- options	Note 2j	891,306.74
- forward foreign exchange contracts	Note 2i	158,134.54
- financial futures contracts	Note 2h	375,553.22
- foreign exchange	Note 2f	102,611.66
Net realised profit		<b>1,654,581.20</b>
Movement in net unrealised appreciation / depreciation on:		
- investments		1,194,769.37
- options	Note 2j	81,857.23
- forward foreign exchange contracts	Note 2i	214,074.97
- financial futures contracts	Note 2h	24,857.74
Increase in net assets as a result of operations		<b>3,170,140.51</b>
Subscription capitalisation shares		7,347,618.57
Redemption capitalisation shares		-1,284,712.15
Increase in net assets		<b>9,233,046.93</b>
Net assets at the beginning of the year		<b>25,641,748.80</b>
Net assets at the end of the year		<b>34,874,795.73</b>

*Masayume Fund*  
**- Reflex**

Masayume Fund - Reflex  
**Financial Statements as at 31/12/2019**

Statement of net assets as at 31/12/2019

*Expressed in USD*

<b>Assets</b>		<b>26,861,235.35</b>
Securities portfolio at market value	Note 2b	26,140,797.02
<i>Cost price</i>		26,204,177.49
<i>Unrealised loss on the securities portfolio</i>		-63,380.47
Cash at banks and liquidities	Note 2k	533,938.58
Interest receivable		112,771.04
Formation expenses	Note 2e	19,574.83
Unrealised net profit on forward foreign exchange contracts	Note 2i	13,424.19
Unrealised net profit on financial futures contracts	Note 2h	27,889.69
Other assets		12,840.00
<b>Liabilities</b>		<b>81,992.14</b>
Bank overdrafts		31,386.24
Subscription duty "Taxe d'abonnement" payable	Note 4	3,052.56
Management & advisory fees payable	Note 3	20,598.61
Depositary and administration fees payable	Note 5	3,366.73
Audit fees payable		7,616.94
Other liabilities		15,971.06
<b>Net asset value</b>		<b>26,779,243.21</b>

**Key figures**

	<i>Year ending as at:</i>	<b>31/12/2019</b>	<b>31/12/2018</b>	<b>31/12/2017</b>
Total Net Assets	USD	26,779,243.21	26,150,766.23	27,201,868.42
<b>Class R - EUR - Hedged - Capitalisation</b>				
Number of shares		1,059.547	1,559.547	500.000
Net asset value per share	EUR	95.11	95.12	99.84
<b>Class R - CHF - Hedged - Capitalisation</b>				
Number of shares		500.000	0.000	0.000
Net asset value per share	CHF	100.78	0.00	0.00
<b>Class R - USD - Capitalisation</b>				
Number of shares		9,559.955	14,380.654	3,000.000
Net asset value per share	USD	93.29	90.07	92.21
<b>Class I - EUR - Hedged - Capitalisation</b>				
Number of shares		5,501.402	0.000	0.000
Net asset value per share	EUR	101.03	0.00	0.00
<b>Class I - USD - Capitalisation</b>				
Number of shares		24,627.071	29,831.821	36,637.291
Net asset value per share	USD	94.41	90.68	92.33
<b>Class S - USD - Capitalisation</b>				
Number of shares		235,881.014	239,340.824	253,538.647
Net asset value per share	USD	96.55	91.84	92.62

# Masayume Fund - Reflex

## Securities portfolio as at 31/12/2019

*Expressed in USD*

Quantity	Denomination	Quotation currency	Market value	% of net assets
Transferable securities admitted to an official stock exchange listing and / or dealt in on another regulated market			21,846,161.03	81.58
<b>Bonds</b>			<b>4,652,987.85</b>	<b>17.38</b>
<i>Australia</i>			<i>250,218.75</i>	<i>0.93</i>
250,000.00	AUST & NZ BANKING 5.1 10-20 13/01S	USD	250,218.75	0.93
<i>France</i>			<i>1,144,943.35</i>	<i>4.29</i>
550,000.00	EDF REGS 2.35 15-20 13/10S	USD	551,424.50	2.07
350,000.00	ELECT.DE FRANCE REGS 4.60 10-20 27/01S	USD	350,593.25	1.31
240,000.00	TOTAL CAPITAL 4.45 10-20 24/06S	USD	242,925.60	0.91
<i>Guernsey</i>			<i>300,532.50</i>	<i>1.12</i>
300,000.00	CS GR FUNDING 2.75 15-20 26/03S	USD	300,532.50	1.12
<i>Mexico</i>			<i>191,336.65</i>	<i>0.71</i>
190,000.00	AMERICA MOVIL 5.00 10-20 30/03S	USD	191,336.65	0.71
<i>Spain</i>			<i>251,773.75</i>	<i>0.94</i>
250,000.00	BBVA 3.00 15-20 20/10S	USD	251,773.75	0.94
<i>The Netherlands</i>			<i>651,602.50</i>	<i>2.43</i>
400,000.00	DEUTSCHE TELEKOM I 2.225 17-20 17/01S	USD	400,050.00	1.49
250,000.00	FIAT CHRYSLER AUTO 4.50 15-20 15/04S	USD	251,552.50	0.94
<i>United Kingdom</i>			<i>300,163.50</i>	<i>1.12</i>
300,000.00	BP CAPITAL MARKETS 2.315 15-20 13/02S	USD	300,163.50	1.12
<i>United States of America</i>			<i>1,562,416.85</i>	<i>5.84</i>
300,000.00	BANK OF AMERICA 2.25 15-20 21/04S	USD	300,379.50	1.12
250,000.00	BMW US CAPITAL EMTN 2.25 14-20 27/01A	USD	250,008.75	0.93
50,000.00	EMC CORP 2.65 13-20 01/06S	USD	50,049.50	0.19
210,000.00	MICROSOFT 1.85 17-20 06/02S	USD	209,991.60	0.78
250,000.00	MORGAN STANLEY 2.80 15-20 16/06S	USD	250,955.00	0.94
300,000.00	MORGAN STANLEY 5.50 10-20 26/01S	USD	300,691.50	1.13
200,000.00	VOLKSWAGEN GR REGS 2.40 15-20 22/05S	USD	200,341.00	0.75
<b>Floating rate bonds</b>			<b>17,193,173.18</b>	<b>64.20</b>
<i>Australia</i>			<i>1,311,582.70</i>	<i>4.90</i>
300,000.00	ANZ BANK NEW ZEALA FL.R 17-20 09/11Q	USD	300,486.00	1.12
360,000.00	COMMONWEALTH BANK FL.R 17-20 10/03Q	USD	360,259.20	1.35
350,000.00	NAT.AUST.BK REGS FL.R 17-20 22/05S	USD	350,612.50	1.31
300,000.00	WESTPAC FL.R 18-20 15/05Q	USD	300,225.00	1.12
<i>Canada</i>			<i>1,202,383.50</i>	<i>4.49</i>
250,000.00	BANK OF MONTREAL FL.R 18-21 13/04Q	USD	250,922.50	0.94
650,000.00	ROYAL BANK OF CANADA FL.R 17-20 26/10Q	USD	651,131.00	2.43
300,000.00	TORONTO-DOMINION BANK FL.R 19-21 17/03Q	USD	300,330.00	1.12
<i>Denmark</i>			<i>330,013.20</i>	<i>1.23</i>
330,000.00	DANSKE BANK A/S FL.R 17-20 02/03Q	USD	330,013.20	1.23
<i>Finland</i>			<i>300,504.00</i>	<i>1.12</i>
300,000.00	NORDEA BANK AB FL.R 17-20 29/05Q	USD	300,504.00	1.12
<i>France</i>			<i>300,639.00</i>	<i>1.12</i>
300,000.00	BANQUE FED CRED FL.R 17-20 20/07Q	USD	300,639.00	1.12
<i>Hong Kong</i>			<i>250,072.50</i>	<i>0.93</i>
250,000.00	BANK OF CHINA/HK FL.R 17-20 14/02Q	USD	250,072.50	0.93
<i>Italy</i>			<i>249,738.75</i>	<i>0.93</i>
250,000.00	BANCA IMI FL.R 13-20 18/10Q	USD	249,738.75	0.93
<i>Japan</i>			<i>1,362,139.08</i>	<i>5.09</i>
596,000.00	MITSUBISHI UFJ FIN FL.R 16-21 01/03Q	USD	606,571.26	2.26
400,000.00	MIZUHO FINANCIAL G FL.R 16-21 13/09Q	USD	404,650.00	1.51
100,000.00	SUMITOMO MITSUI FL.R 18-23 19/07Q	USD	100,526.45	0.38
250,000.00	SUMITOMO MITSUI BANK FL.R 18-20 16/10Q	USD	250,391.37	0.94
<i>Sweden</i>			<i>250,760.00</i>	<i>0.94</i>
250,000.00	SKANDINAVISKA ENSKILDA FL.R 18-21 17/05Q	USD	250,760.00	0.94
<i>Switzerland</i>			<i>203,718.00</i>	<i>0.76</i>
200,000.00	UBS GRP FDG REGS FL.R 16-21 14/04Q	USD	203,718.00	0.76
<i>The Netherlands</i>			<i>551,677.00</i>	<i>2.06</i>
300,000.00	ABN AMRO BANK NV FL.R 18-21 19/01Q	USD	300,717.00	1.12
250,000.00	PETROBRAS GLOBAL FL.R 14-20 17/03Q	USD	250,960.00	0.94
<i>United Kingdom</i>			<i>1,755,023.20</i>	<i>6.55</i>
200,000.00	BARCLAYS BANK FL.R 18-21 11/01Q	USD	200,120.00	0.75
290,000.00	BARCLAYS PLC FL.R 16-21 10/08Q	USD	296,388.70	1.11

**Masayume Fund - Reflex**  
**Securities portfolio as at 31/12/2019**  
*Expressed in USD*

Quantity	Denomination	Quotation currency	Market value	% of net assets
300,000.00	GLAXOSMITHKLINE CAP FL.R 18-21 14/05Q	USD	300,741.00	1.12
400,000.00	HSBC HOLDING FL.R 16-21 25/05Q	USD	406,956.00	1.52
250,000.00	STATE BANK OF INDIA FL.R 17-20 06/04Q	USD	250,217.50	0.93
300,000.00	UBS LONDON 144A FL.R 17-20 08/06Q	USD	300,600.00	1.12
<i>United States of America</i>			<i>9,124,922.25</i>	<i>34.08</i>
250,000.00	AIG GLOBAL FDG FL.R 18-21 25/06Q	USD	251,030.63	0.94
148,000.00	AMERICAN EXPRESS CO FL.R 18-21 17/05Q	USD	148,454.36	0.55
250,000.00	AMERICAN EXPRESS CRED FL.R 17-20 03/02Q	USD	250,090.00	0.93
300,000.00	APPLE INC FL.R 15-22 06/05Q	USD	300,288.00	1.12
425,000.00	AT T FL.R 17-20 15/01Q	USD	425,114.75	1.59
200,000.00	AT T INC FL.R 15-20 30/06Q	USD	200,710.00	0.75
250,000.00	AT&T INC FL.R 18-21 01/06Q	USD	251,607.50	0.94
300,000.00	BANK OF AMERICA FL.R 17-21 21/07Q	USD	300,882.00	1.12
250,000.00	BANK OF AMERICA FL.R 18-22 23/01Q	USD	250,122.50	0.93
250,000.00	BAYER FL.R 18-21 25/06Q	USD	250,812.50	0.94
300,000.00	BMW US CAPITAL LLC FL.R 17-20 06/04Q	USD	300,159.00	1.12
300,000.00	CATERPILLAR FIN SERV FL.R 17-20 10/01Q	USD	300,006.00	1.12
250,000.00	CITIBANK FL.R 18-20 01/05Q	USD	250,075.00	0.93
250,000.00	CITIGROUP INC FL.R 17-22 25/04S	USD	253,395.00	0.95
300,000.00	DAIMLER FIN NTH AMER FL.R 17-20 06/01Q	USD	300,018.00	1.12
200,000.00	DAIMLER FIN REGS FL.R 17-21 12/02Q	USD	200,052.00	0.75
500,000.00	DEUTSCHE BANK NY FL.R 17-20 13/07Q	USD	500,390.00	1.88
200,000.00	FORD MOTOR CREDIT CO FL.R 18-20 24/09Q	USD	200,508.00	0.75
250,000.00	GENERAL MOTORS FIN CO FL.R 15-20 15/01Q	USD	250,125.00	0.93
300,000.00	GOLDMAN SACH GRP FL.R 16-21 15/11Q	USD	302,214.00	1.13
250,000.00	GOLDMAN SACHS GROUP FL.R 15-20 15/09Q	USD	251,600.00	0.94
131,000.00	JPMORGAN CHASE & C FL.R 16-21 01/03Q	USD	132,776.36	0.50
250,000.00	JPMORGAN CHASE & C FL.R 17-21 09/03Q	USD	250,230.00	0.93
300,000.00	MORGAN STANLEY FL.R 15-20 27/01Q	USD	300,150.00	1.12
400,000.00	RABOBANK FL.R 18-21 26/04Q	USD	401,252.00	1.50
300,000.00	TOYOTA MOTOR CREDI FL.R 17-20 17/04Q	USD	300,222.00	1.12
300,000.00	UBS AG STAMFORD FL.R 15-20 01/06Q	USD	300,801.00	1.12
300,000.00	VERIZON COMMUNICATION FL.R 17-20 22/05Q	USD	300,555.00	1.12
341,000.00	VOLKSWAGEN GROUP FL.R 18-20 13/11Q	USD	342,415.15	1.28
550,000.00	WELLS FARGO FL.R 16-21 04/03Q	USD	557,056.50	2.09
250,000.00	WELLS FARGO CO FL.R 18-20 25/03Q	USD	250,077.50	0.93
250,000.00	WELLS FARGO & COMP 1.94854 17-22 11/0	USD	251,732.50	0.94
Money market instruments			4,294,635.99	16.04
<b>Bonds</b>			<b>3,993,227.50</b>	<b>14.91</b>
<i>United States of America</i>			<i>3,993,227.50</i>	<i>14.91</i>
2,000,000.00	UNIT STAT TREA BIL ZCP 27-02-20	USD	1,995,411.12	7.45
2,000,000.00	UNIT STAT TREA BIL ZCP 30-01-20	USD	1,997,816.38	7.46
<b>Floating rate bonds</b>			<b>301,408.49</b>	<b>1.13</b>
<i>United States of America</i>			<i>301,408.49</i>	<i>1.13</i>
300,000.00	LLOY B L3RUSD+0.5% 24-09-20	USD	301,408.49	1.13
<b>Total securities portfolio</b>			<b>26,140,797.02</b>	<b>97.62</b>

# Masayume Fund - Reflex

## Statement of Operations and Changes in Net Assets from 01/01/2019 to 31/12/2019

*Expressed in USD*

Income		<b>637,080.68</b>
Net interest on bonds	Note 2g	628,033.38
Bank interest on cash account		9,047.30
Expenses		<b>426,406.48</b>
Amortisation of formation expenses	Note 2e	13,628.16
Management & advisory fees	Note 3	198,315.00
Depositary fees	Note 5	18,986.55
Subscription duty "Taxe d'abonnement"	Note 4	10,897.38
Administration fees	Note 5	35,119.32
Incentive and performance fees	Note 6	2,018.73
Domiciliation fees		5,598.17
Professional fees		13,127.48
Bank interest on overdrafts		2,383.17
Legal fees		4,473.53
Transaction fees	Note 7	83,415.87
Other expenses		38,443.12
Net income from investments		<b>210,674.20</b>
Net realised profit / loss on:		
- sales of investment securities	Note 2c	177,446.83
- forward foreign exchange contracts	Note 2i	-32,559.29
- financial futures contracts	Note 2h	960,447.94
- foreign exchange	Note 2f	-585.62
Net realised profit		<b>1,315,424.06</b>
Movement in net unrealised appreciation / depreciation on:		
- investments		-149,071.87
- forward foreign exchange contracts	Note 2i	13,715.41
- financial futures contracts	Note 2h	59,514.69
Increase in net assets as a result of operations		<b>1,239,582.29</b>
Subscription capitalisation shares		701,992.33
Redemption capitalisation shares		-1,313,097.64
Increase in net assets		<b>628,476.98</b>
Net assets at the beginning of the year		<b>26,150,766.23</b>
Net assets at the end of the year		<b>26,779,243.21</b>

## *Masayume Fund*

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

# Masayume Fund

## OPTIONS CONTRACTS

As at 31/12/2019, the following option contracts were outstanding :

### Masayume Fund - Marathon

Quantity	Denomination	Currency	Commitment (in absolute value)	Market value (in EUR)	Unrealised (in EUR)
<b>Purchase of options contracts</b>					
<b>Listed options</b>					
<b>Options on equities</b>					
100.00	BARCLAYS BANK JAN 17.00 17.01.20 CALL	USD	40,409.80	4,008.91	-1,818.86
100.00	BG FOODS INC JAN 17.500 17.01.20 CALL	USD	102,788.02	6,770.60	457.18
500.00	HOLOGIC JAN 55.000 17.01.20 CALL	USD	356,748.95	5,790.65	-14,542.65
50.00	MGM RESORTS IN JAN 33.000 17.01.20 PUT	USD	55,869.89	2,049.00	-5,492.21
60.00	MICROSOFT JAN 150.00 17.01.20 PUT	USD	106,210.42	2,138.08	-10,899.50
<b>Options on futures</b>					
40.00	NASDAQ 100 E-MINI DEC 8500 17.01.20 PUT	USD	352,429.13	28,329.62	-3,457.22
40.00	S&P E-MINI JAN 3150.0 17.01.20 PUT	USD	246,966.41	20,935.41	-2,857.99
<b>Total Purchase of options contracts</b>				<b>70,022.27</b>	<b>-38,611.25</b>
<b>Sale of options contracts</b>					
<b>Listed options</b>					
<b>Options on equities</b>					
30.00	MICROSOFT JAN 155.00 17.01.20 CALL	USD	288,706.90	-10,022.27	-2,186.16
<b>Total Sale of options contracts</b>				<b>-10,022.27</b>	<b>-2,186.16</b>

The counterparty for the options contracts is Caceis Bank, Paris

## Masayume Fund

### FORWARD FOREIGN EXCHANGE CONTRACTS

As at 31/12/2019, the following forward foreign exchange contracts were outstanding :

The contracts marked with an asterisk are those specifically related to the hedging of a class of shares.

#### Masayume Fund - Marathon

Currency purchased	Quantity purchased	Currency sale	Quantity sale	Maturity date	Unrealised (in EUR)	Counterparty
CHF	1,025,000.00	EUR	933,302.98	31/01/2020	9,877.05 *	CACEIS Bank, Luxembourg Branch
USD	635,000.00	EUR	573,985.36	31/01/2020	-9,321.83 *	CACEIS Bank, Luxembourg Branch
CHF	3,170,000.00	EUR	2,886,410.20	31/01/2020	30,546.56 *	CACEIS Bank, Luxembourg Branch
USD	1,950,000.00	EUR	1,762,632.20	31/01/2020	-28,626.10 *	CACEIS Bank, Luxembourg Branch
EUR	136,593.36	CHF	150,000.00	31/01/2020	-1,432.99 *	CACEIS Bank, Luxembourg Branch
EUR	50,458.72	CHF	55,000.00	31/01/2020	-151.03 *	CACEIS Bank, Luxembourg Branch
EUR	12,500,000.00	USD	13,828,750.00	31/01/2020	203,006.68	CACEIS Bank, Luxembourg Branch
					<b>203,898.34</b>	

#### Masayume Fund - Reflex

Currency purchased	Quantity purchased	Currency sale	Quantity sale	Maturity date	Unrealised (in USD)	Counterparty
EUR	560,000.00	USD	619,528.00	31/01/2020	10,208.80 *	CACEIS Bank, Luxembourg Branch
EUR	101,000.00	USD	111,736.30	31/01/2020	1,841.23 *	CACEIS Bank, Luxembourg Branch
CHF	50,500.00	USD	50,881.61	31/01/2020	1,374.16 *	CACEIS Bank, Luxembourg Branch
					<b>13,424.19</b>	

# Masayume Fund

## FUTURES

As at 31/12/2019, the following future contracts were outstanding :

### Masayume Fund - Reflex

Quantity (purchase/(sale))	Denomination	Currency	Commitment (in USD) (in absolute value)	Unrealised (in USD)	Broker
<b>Futures on index</b>					
-40	NASDAQ 100 E-MINI 03/20	USD	6,986,458.40	29,500.00	CACEIS Bank, Paris
10	NIKKEI 225 (SGX) 03/20	JPY	1,088,411.21	-1,610.31	CACEIS Bank, Paris
				<b>27,889.69</b>	

# *Masayume Fund*

## **Other notes to the financial statements**

# Masayume Fund

## Other notes to the financial statements as at 31 December 2019

### 1. General

Masayume Fund (the “Company”) was incorporated on 10 August 2017 as a “Société d’Investissement à Capital Variable” (“SICAV”), for an unlimited period. The Company is organised in accordance with the Luxembourg law of 10 August 1915 on Commercial Companies, as amended and under Part I of the amended Law of 17 December 2010 relating to Undertaking for Collective Investment (the “Law of 2010”). The Company is registered with the *Registre de Commerce et des Sociétés* of Luxembourg under number B 217.103. The Articles of Incorporation of the Company were published in the *Recueil électronique des sociétés et des associations* on 16 August 2017.

Fuchs Asset Management Luxembourg S.A. has been appointed as the management company of the Company. The Management Company is a Luxembourg law public limited company (société anonyme) incorporated on 10 June 2014, authorized by the CSSF as a management company pursuant to Chapter 15 of the law of 17 December 2010 relating to Undertakings for Collective Investment, as amended (the “Law”), with registered office at 49, boulevard Prince Henri, L-1724 Luxembourg, Grand Duchy of Luxembourg, and registered with the Luxembourg Trade and Company Register under number B 188.359.

As at 31 December 2019, the following sub-funds were active:

- Masayume Fund - Marathon
- Masayume Fund - Reflex

Within each sub-fund, shareholders may be offered various types of shares:

- "R" Classes of Shares are available for retail investors only
- "I" Classes of Shares are available for institutional investors only
- "S" Classes of Shares are reserved for selected investors which are expressly authorised by the Investment Manager.

The classes covered by currency risk will be distinguished by “Hedged”.

### 2. Summary of significant accounting policies

#### a) Presentation of the financial statements

The financial statements of the Company are prepared in accordance with the Luxembourg regulations relating to undertakings for collective investment and generally accepted accounting principles in Luxembourg.

#### b) Valuation of the securities portfolio

Investment funds are valued at their net asset value.

Fixed term deposits are valued at their nominal value plus accrued interest. Fixed term deposits with an original term of more than 30 calendar days can be valued at their yield adjusted price if an arrangement between the Company and the bank, with which the fixed term deposit is invested has been concluded including that the fixed term deposits are terminable at any time and the yield adjusted price corresponds to the realisation value. Other money market instruments with a residual maturity of no more than 12 months are valued as follows (linear valuation): the determining rate for these investments will be gradually adapted during repayment starting from the net acquisition price and keeping the resulting return constant. If there are notable changes in market conditions, the bias for valuation of money market instruments will be adapted to new market returns.

# Masayume Fund

## Other notes to the financial statements as at 31 December 2019 (continued)

<b>2. Summary of significant accounting policies (continued)</b>
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Securities or financial instruments admitted for official listing on a Regulated Market are valued on the basis of the last available closing price at the time when the valuation is carried out. If the same security is quoted on a Regulated Markets, the quotation on the principal market for this security will be used. If there is no relevant quotation or if the quotations are not representative of the fair value, the evaluation will be made in good faith by the Board of Directors of the Company or their delegate.

Unlisted securities or financial instruments are valued on the basis of their probable value realisation as determined by the Board of Directors of the Company or their delegate using valuation principles which can be examined by the *Réviser d'entreprises agréé* of the Company, in order to reach a proper and fair valuation of the total assets of each Sub-fund.

Any other assets are valued on the basis of their probable value realisation as determined by the Board of Directors of the Company or their delegate using valuation principles which can be examined by the *Réviser d'entreprises agréé* of the Company, in order to reach a proper and fair valuation of the total assets of each Sub-fund.

c) Net realised profit/loss on sales of investment securities

The net realised profit/loss on sales of investment securities are determined on the basis of the average cost of the securities sold.

d) Acquisition cost of portfolio securities

The cost of acquiring securities denominated in another currency than the currency of the sub-fund is converted into this currency at the exchange rate on the date of purchase.

e) Formation expenses

Such costs and expenses are borne by the sub-fund created at the launch of the Company. These expenses are amortized over a period not exceeding three years.

f) Conversion of foreign currencies

Bank balances, other net assets and liabilities and the valuation price of the securities portfolio expressed in currencies other than the currency of the sub-fund are converted into this currency at the exchange rate prevailing at the closing date. Income and charges expressed in currencies other than the currency of the sub-fund are converted into this currency at the exchange rate prevailing on the date of the transaction. Net realised profits and losses on foreign exchange are recorded in the statement of operations and other changes in net assets.

The various items appearing in the combined financial statements of the Company are equal to the sum of the corresponding items in the financial statements of each sub-fund and are drawn up in EUR.

# Masayume Fund

## Other notes to the financial statements as at 31 December 2019 (continued)

### 2. Summary of significant accounting policies (continued)

At closing date, the exchange rates prevailing are the following:

1 EUR =	1.08700	CHF
1 EUR =	7.47250	DKK
1 EUR =	0.84735	GBP
1 EUR =	8.74630	HKD
1 EUR =	121.98770	JPY
1 EUR =	10.50775	SEK
1 EUR =	6.68000	TRY
1 EUR =	1.12250	USD

#### g) Dividend and interest income

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

#### h) Financial futures contracts

Financial futures contracts are posted off-balance sheet and valued at their last known price on the stock exchanges or regulated markets for that purpose. The unrealised profit or loss is disclosed in the statement of net assets. Realised profits or losses and movement in net unrealised appreciations or depreciations are disclosed in the statement of operations and other changes in net assets.

For the details of outstanding financial futures contracts, please refer to section “Notes to the financial statements - Schedule of derivative instruments”.

#### i) Forward foreign exchange contracts

Forward foreign exchange contracts that have not matured on the valuation date are valued on the basis of the forward rates applicable on that date. Resulting unrealised profit or loss is disclosed in the statement of net assets. Net realised profits or losses and movement in net unrealised appreciations or depreciations are disclosed in the statement of operations and other changes in net assets.

For the details of outstanding forward foreign exchange contracts, please refer to section “Notes to the financial statements - Schedule of derivative instruments”.

#### j) Options

The liquidation value of options traded on a stock market is based on the closing prices published by the stock markets on which the company traded the contracts in question. The net liquidation value of the options not traded on stock markets is determined pursuant to the rules set by the Board of Directors of the Company, according to uniform criteria for each category of contracts.

The net realised profit or loss and the movement in net unrealised appreciations or depreciations are shown in the Statement of Operations and Changes in Net Assets.

For the details of outstanding option contracts, please refer to section “Notes to the financial statements - Schedule of derivative instruments”.

# Masayume Fund

## Other notes to the financial statements as at 31 December 2019 (continued)

### 2. Summary of significant accounting policies (continued)

#### k) Cash at bank and liquidities

All fixed-term deposits, money market instruments, cash in hand or cash expected to be received or cash contributions including interest accrued are part and parcel of the assets of the Company.  
Any liquid assets are valued at their nominal value plus accrued interest.

### 3. Management & advisory fees

The Directors of the Company have appointed Fuchs Asset Management S.A. effective as of the 10 August 2017 to serve as its designated management company.

The Management Company, with the consent of the Board of Directors of the Company has appointed Capital Advisory Partners Ltd as Investment Manager.

A quarterly management fee for the Management Company, is payable at the end of each quarter, based on the average Net Asset Value of the relevant Unit Class during that quarter.

In addition to the management fee, a monthly investment management fee for the relevant Investment Manager, is payable at the end of the relevant month and is based on the average of the Net Asset Value of the relevant Class during that month.

As at 31 December 2019, the effective management fee rates and effective investment management fee rates, expressed as a percentage of the Net Asset Value of the relevant sub-funds, are as follows:

Sub-fund	Management fee rate
Masayume Fund - Marathon	0.08% on the range of net assets of the sub-fund up to EUR 25 million 0.07% on the range of net assets of the sub-fund from EUR 25 million to EUR 75 million 0.06% on the range of net assets of the sub-fund from EUR 75 million to EUR 125 million 0.05% on the range of net assets of the sub-fund from EUR 125 million to EUR 250 million 0,04% on the range of net assets of the sub-fund above EUR 250 million Minimum annual fee of EUR 3,000 p.a.
Masayume Fund - Reflex	0.08% on the range of net assets of the sub-fund up to EUR 25 million 0.07% on the range of net assets of the sub-fund from EUR 25 million to EUR 75 million 0.06% on the range of net assets of the sub-fund from EUR 75 million to EUR 125 million 0.05% on the range of net assets of the sub-fund from EUR 125 million to EUR 250 million 0,04% on the range of net assets of the sub-fund above EUR 250 million Minimum annual fee of EUR 3,000 p.a.

# Masayume Fund

## Other notes to the financial statements as at 31 December 2019 (continued)

### 3. Management & advisory fees (continued)

Sub-fund	Investment management fee rate
Masayume Fund - Marathon Class R Class I	1.625% 0.875%
Masayume Fund - Reflex Class R Class I Class S	2.00% 1.50% 0.50%

### 4. "Taxe d'abonnement"

The Company is liable in Luxembourg to a "taxe d'abonnement" of 0.01% per annum for all classes of shares restricted to institutional investors and 0.05% per annum for all the other classes of shares. Such tax is payable quarterly and calculated on the net asset value of the Company at the end of the relevant calendar quarter.

No subscription tax is paid on the assets held by the Company in other undertakings for collective investment already subject to that tax in Luxembourg.

### 5. Depositary and Administration fees

A maximum fee of 0.25% p.a. is calculated and paid monthly on the monthly average of the sub-fund's Net Asset Value to the Depositary and Administrative Agent, determined by joint agreement with the Management Company.

### 6. Performance fees

The Investment Manager is entitled to receive a Performance Fee calculated for each Class of Shares as follows:

For Masayume Fund - Marathon, quarterly Performance Fee of up to 10% of the positive performance of the Class based on the historic high water mark principle (the "High Watermark"). The High Watermark involves that no Performance Fee is payable for a relevant quarter unless the net asset value of the Class as at the end of the quarter exceeds the net asset value based on which a Performance Fee was last paid. The amount of Performance Fee payable is calculated on the basis of the last Valuation Day of the relevant quarter.

For Masayume Fund - Reflex, quarterly Performance Fee of up to 20% of the positive performance of the Class based on the historic high water mark principle (the "High Watermark"). The High Watermark involves that no Performance Fee is payable for a relevant quarter unless the net asset value of the Class as at the end of the quarter exceeds the net asset value based on which a Performance Fee was last paid. The amount of Performance Fee payable is calculated on the basis of the last Valuation Day of the relevant quarter.

For Shareholders redeeming during the course of the relevant quarter, the accumulated provisional Performance Fee set aside pertaining to the Shares being redeemed is crystallised and to be distributed to the Investment Manager.

# Masayume Fund

## Other notes to the financial statements as at 31 December 2019 (continued)

### 6. Performance fees (continued)

For the financial year ending 31 December 2019, the performance fee for Masayume Fund - Marathon equals 63,515.51 EUR.

For the financial year ending 31 December 2019, the performance fee for Masayume Fund - Reflex equals 2,018.73 EUR.

### 7. Transaction fees

Transaction fees include mainly brokerage fees linked to transactions (buy or sell) on portfolio securities, and other derivative instruments.

### 8. Collateral

As at 31 December 2019, the statement of collateral received or paid, which consists of security deposits in respect of futures and options, or cash paid by or received from brokers and counterparties in connection with over-the-counter transactions, is as follows:

Sub-fund	Counterparty	Currency	Collateral received in Cash from the Counterparty in favour of the SICAV
Masayume Fund - Marathon	Caceis Bank, Luxembourg Branch	EUR	120,000.00

### 9. Changes of the securities portfolio

Details of changes in the securities portfolio for the year referring to this report are available on request free of charge at the Company registered office.

### 10. Cross-investments

As at 31 December 2019, the total amount of cross-investments amounts to EUR 555,806.64 and therefore the total combined net asset value at year-end without these cross-investments would amount to EUR 58,175,776.00.

### 11 Subsequent events

The COVID situation has impacted financial markets with a negative impact on equity and bond markets as well as increased volatility. The management team has strongly adapted to these new environments by actively trading markets and the performance of both compartments of the SICAV have suffered a much smaller loss than the underlying markets as well as a reduced volatility. This exemplifies the managers continued investment process since inception. The management company has implemented the Business Continuity Plan which has proven its resilience.

The instruments in which the Masayume SICAV invests are and remain liquid.

There has been no reduction in activity at the fund level nor at the Investment Manager level.

Regulatory and compliance obligations are maintained both at the Management company and Investment manager levels as per our compliance monitoring programs and regulatory monitoring.

# Masayume Fund

## Other notes to the financial statements as at 31 December 2019 (continued)

<b>11 Subsequent events (continued)</b>
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At the date of the report, the SICAV can still liquidate more than 95% of the positions within 1 open business day in Normal Markets conditions and in Stressed Market Conditions.

Since 31 December 2019, there have been no redemptions above 5% until the date of the report.

The SICAV has not had to resort to gating or suspension of redemptions as there has been no demand for redemptions nor would the liquidity preclude honouring such redemptions should they have been made.

As such the Business Continuity Plans allow for remote work of all the members of the team in a secure and efficient environment and no impact on the business of either the SICAV nor the Investment Manager.

The Fund is in full capacity to continue its usual operations in accordance with its investment policy and its prospectus. The published unaudited sub-funds' net assets values are available on <https://www.fundsquare.net/>.

# Masayume Fund

## Unaudited information

### Information concerning the remuneration policy

The Management Company, Fuchs Asset Management, has elaborated a remuneration policy as required by the Law of 17 December 2010 (UCITS Law) and by the Law of 12 July 2013 (AIFM Law). Such policy aims at preventing excessive risk taking and at ensuring a proper and effective management of risks. Currently, the remuneration of all the employees of the Management Company is fixed. The remuneration of the staff or management was not linked in any way to the performance of the Funds under management. Variable remuneration as defined in the remuneration policy is consistent with the risk management and governance processes. Fixed remuneration is mainly based on the experience, the level of responsibility and the complexity of the task performed. No significant change in the remuneration policy has been noted in 2019.

The article 22 of the AIFM directive (Directive 2011/ 61 / EC of 8 June 2011) and the article 69 (3) of the UCITS V directive (Directive 2014/91/EU of 23 July 2014) require to disclose in the annual report of the Fund the information on the total remuneration of the employees of the Management Company for the financial year. Such information is detailed in the below tables.

**Total amount of remuneration for the financial year 2019, split into fixed and variable remuneration, paid by Fuchs Asset Management to its staff, and number of beneficiaries, and, where relevant, carried interest paid by the Fund:**

<b>Fixed remuneration</b>	<b>Variable remuneration</b>	<b>Carried interest</b>	<b>Total remuneration</b>	<b>Average number of staff</b>
EUR 1,477,112	EUR 350,000	-	EUR 1,827,112	20

**Aggregate amount of remuneration broken down by senior management and members of staff of Fuchs Asset Management whose actions have a material impact on the risk profile of the Fund:**

<b>Category</b>	<b>Total remuneration</b>
Senior Management	EUR 716,522
Staff	EUR 1,110,590

### Securities Financing Transactions and of Reuse Regulation (“SFTR”)

The Company does not use any instruments falling into the scope of SFTR.

### Global exposure calculation method

#### Masayume Fund - Marathon:

To determine the global exposure of the Sub-fund linked to derivative instruments, the Management Company is using the commitment approach. The global exposure of the Sub-fund relating to derivative instruments may not exceed 100% of its net asset value.

# Masayume Fund

## Unaudited information (continued)

### Masayume Fund - Reflex:

To determine the global exposure of the Sub-Fund, the Management Company is using the absolute Value-at-Risk (VaR) method. The level of leverage may vary over time. The level of leverage of the Sub-Fund is expected to amount up to 400% of the net asset value.

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

- Model used : Bloomberg Monte Carlo (Global Asset Model)
- Confidence level : 99%
- Holding period : 1 month (22 Days)
- Length of data history : n.a.

Leverage levels :

- Min : 0%
- Max : 85%
- Average : 31%

VaR / Internal Var Limit

- Min : 0.06
- Max : 11.53
- Average : 2.819