

**THE FOUR ELEMENTS PCC**  
**FINANCIAL STATEMENTS – YEAR ENDED**  
**DECEMBER 31, 2013**

THE FOUR ELEMENTS PCC

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CORPORATE INFORMATION - YEAR ENDED DECEMBER 31, 2013

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**Directors** David Dawson Cosgrove (Appointed on May 16, 2008)  
Kenneth Jean Georgy Maillard (Appointed on December 1, 2008)

**Registered Office** Belvedere Management Limited  
7A, 7th Floor, Ebene Mews  
57, Ebene Cybercity  
Ebene, Mauritius

**Custodian and Banker** The Mauritius Commercial Bank  
Sir William Newton Street  
Port Louis  
Mauritius

**Administrator, Secretary and Registrar** Belvedere Management Limited  
7A, 7th Floor, Ebene Mews  
57, Ebene Cybercity  
Ebene, Mauritius

**Auditors** BDO & Co  
10, Frère Félix de Valois Street  
Port Louis  
Mauritius

**Investment Manager** RDL Management Limited  
4A, 4th Floor, Ebene Mews  
57, Ebene Cybercity  
Ebene, Mauritius

**DIRECTORS' REPORT- YEAR ENDED DECEMBER 31, 2013**

1. The directors are pleased to present their report together with the audited separate financial statements of The Four Elements PCC (the 'Company') for the year ended December 31, 2013.

2. The Company

The Company was incorporated under the Companies Act 2001 as a public company limited by shares on May 16, 2008. The Company is a Protected Cell Company and was granted a Category 1 Global Business Licence on May 21, 2008. Its registered office is located at 7A, 7th Floor, Ebene Mews, 57, Ebene Cybercity, Ebene, Mauritius.

3. Principal activity

The principal activity of the Company is to act as a Collective Investment Scheme.

4. Results and dividends

The results of the Company are set out in the statement of profit or loss and other comprehensive income.

The directors do not recommend the payment of dividend dividend for the year under review (2012: USD 17,719,240 (EUR 13,782,856)).

5. Statement of directors' responsibilities in respect of the financial statements

Company law requires the directors to prepare financial statements for each financial year which give a true and fair view of the state of affairs and of the results of the Company. In preparing those financial statements, the directors are required to:

- select suitable accounting policies and then apply them consistently;
- make judgements and estimates that are reasonable and prudent;
- state whether International Financial Reporting Standards have been followed, subject to any material departures disclosed and explained in the financial statements; and
- prepare the financial statements on the going concern basis unless it is inappropriate to presume that the Company will continue in business.

The directors confirm that they have complied with the above requirements in preparing the financial statements.

The directors are responsible for keeping proper accounting records which disclose with reasonable accuracy at any time the financial position of the Company and to enable them to ensure that the financial statements comply with the Companies Act 2001. They are also responsible for safeguarding the assets of the Company and hence for taking reasonable steps for the prevention and detection of fraud and other irregularities.

**BY ORDER OF THE BOARD**



Corporate Secretary  
Belvedere Management Limited

Date: 08 SEP 2014



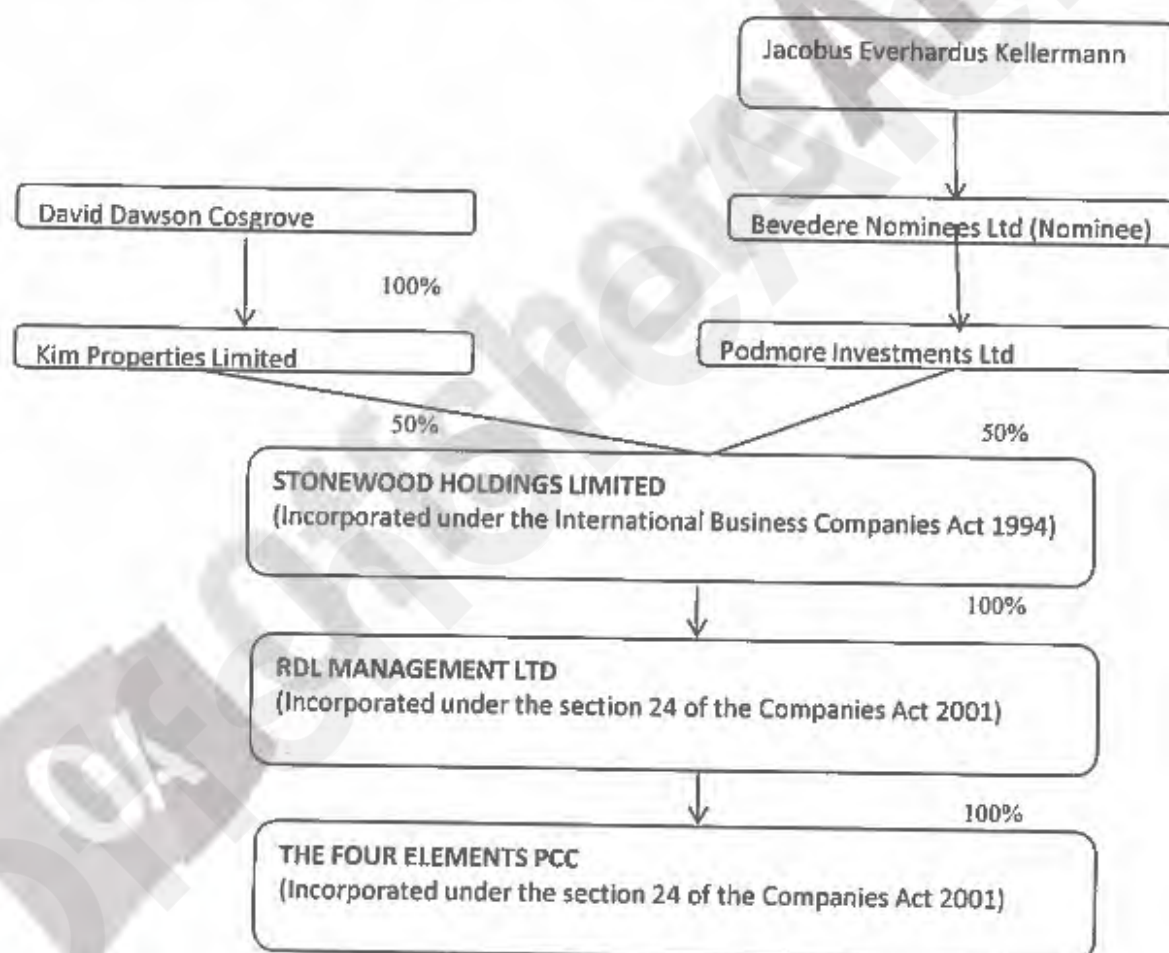
## (i) COMPLIANCE STATEMENT

The Company is committed to the highest standard of business integrity, transparency and professionalism in all its activities to ensure that the activities within the Company are managed ethically and responsibly to enhance business value for all stakeholders. As an essential part of this commitment, the board subscribes to and is fully committed to complying with the Code of Corporate Governance for Mauritius.

The directors continuously consider the implications of best practice corporate governance and are of opinion that the Company complies with the requirements of the Code of Corporate Governance in all material aspects.

## (ii) HOLDING STRUCTURE &amp; COMMON DIRECTOR

(a) The holding structure up to and including the ultimate holding Company is as illustrated below:



## (ii) HOLDING STRUCTURE &amp; COMMON DIRECTOR (CONT'D)

(b) The names of common directors at each level of the structure are:

COMMON DIRECTORS						
Directors	Bevedere Nominees Ltd	Podmore Investments Ltd	Kim Properties Ltd	Stonewood Holdings Ltd	RDL Management Ltd	The Four Elements PCC
David Cosgrove	♦	♦	♦	♦	♦	♦
Laval Law How Hung				♦		
Hans Peter Bopp	♦					
Magdala Mullegadoo	♦					
Rani Jeebun		♦				
Frances Henriette					♦	
Rajindersingh Borthosow					♦	
Kenneth Maillard				♦		♦

## (iii) SHAREHOLDERS HOLDING MORE THAN 5% OF THE COMPANY

## Major shareholders

At 31 December 2013, the following shareholder holds directly or indirectly 5% or more of the ordinary

Name of shareholder	Interest	Number of
	%	Shares
RDL Management Limited	100	1

Except for the above, no person has reported any material interest of 5% or more of the equity share capital of the Company.

## (iv) DIVIDEND POLICY

Whilst the Management Board has not determined a formal dividend policy, other than that contained in Clause 51 of the Constitution of the Company, it endeavours to pay dividends that reflect the Company's financial performance after taking into account the funding requirement of the Company's current and forthcoming projects. Management will ensure that the Company satisfies the solvency test at each dividend declaration in compliance with the Companies Act 2001 (as amended).

No dividend was paid nor declared for the year ended December 31, 2013 and 2012.

## (v) THE BOARD OF DIRECTORS

## (a) Composition

## Director's Profile

Kenneth Maillard

Kenneth Maillard is a fellow of the Association of Chartered Certified Accountants and also an Associate Member of the Society of Trusts and Estate Planners. Kenneth has extensive experience in the offshore sector both in Mauritius and Internationally. His experience covers Protected Cell Companies, Investment Funds, and Collective Investments Schemes etc.

**(v) THE BOARD OF DIRECTORS (CONT'D)****(a) Composition (cont'd)****Director's Profile (cont'd)****David Cosgrove**

David Dawson Cosgrove acts as an independent consultant for a number of investment manager worldwide. He specialises in assisting investment companies develop and manage their respective businesses. He has been a director of a number of international investment management companies. He also runs his own private equity fund which invests into a number of international financial services companies. He is a director of a number of Guernsey investment companies including four Protected Cell Companies. He is also a director of 6 Mauritian Protected Cell Companies.

The Company's Constitution provides that the board of the Company shall consist of a maximum of seven directors.

Of the two members serving at year-end, both were executive directors.

All directors receive timely information so that they are equipped to play as full a part as possible in board meetings. All board members have access to the Company Secretary for any further information they require. The Secretary

All directors are required to submit themselves for re-election every year. New directors are appointed to the board by

**(b) Other directorships (in listed companies) held by the directors are:**

Directors	Lancelot Global PCC - KDC Fund	Lancelot Global PCC - Commodities
Kenneth Maillard	♦	♦
David Dawson Cosgrove	♦	♦

**c) Shares purchased and sold during the year are as follows:**

No shares have been purchased or sold in the Company during the year.

**(vi) RELATED PARTY TRANSACTIONS**

Please refer to page 47 of the Notes to the Financial Statements.

**(vii) DIRECTORS' DEALING IN SHARES OF THE COMPANY**

The directors have had no dealings in the shares of the Company.

**(viii) SENIOR MANAGEMENT PROFILE**

No member of the senior management has been appointed to the Company other than the Directors.



**(ix) CONSTITUTION**

The new constitution of the Company adopted on 25 May 2010 does not provide for any ownership restrictions or pre-emption rights. It is in agreement with the Companies Act 2001 (as amended).

**(x) SHAREHOLDERS AGREEMENT AFFECTING THE GOVERNANCE OF THE COMPANY BY THE BOARD**

There was no such agreement during the year under review.

**(xi) THIRD PARTY MANAGEMENT AGREEMENT**

There was no agreement between third parties and the Company or its Subsidiaries during the year under review. The Company had, however, entered into an Investment Management Agreement with RDL Management Limited on 01 December 2008. RDL Management Limited is a company indirectly owned by one of the directors and resolution of any potential conflict of interest arising as a result of the role of the Investment Manager is governed by the Conflict of Interest section of the Prospectus of the Company.

**(xii) DIRECTORS' REMUNERATION**

Directors	Remuneration from the Company	Remuneration from Subsidiary Companies	Remuneration from company on which director serves as representative of the Company	Total
	USD	USD	USD	USD
David Cosgrove	10,000.00	N/A	N/A	10,000.00
Kenneth Maillard	10,000.00	N/A	N/A	10,000.00

**(xiii) REMUNERATION PHILOSOPHY**

The Board is responsible for the remuneration strategy of the Company:

The following principles are used to determine the proper remunerations levels:

- Remuneration practices are structured to provide clear differentiation between individuals with regard to performance;
- Strong incentives are created for superior performance;
- Top contributors are awarded significantly higher bonuses; and
- Underperformers are not rewarded and steps are taken to encourage individuals to improve performance or leave the Company in line with accepted practices.

Remuneration is reviewed annually after taking cognisance of market norms and practices as well as additional responsibilities placed on directors and employees.

Non-Executive directors receive an annual fee for their knowledge, experience and insight given to the board.



**(xiv) BOARD COMMITTEES****a) The Corporate Governance Committee**

The Corporate Governance Committee acts as a useful mechanism for making recommendations to the board on all corporate governance provisions to be adopted so that the board remains effective and complies with prevailing corporate governance principles. The Committee is made up solely of independent executive directors and meets at least once a year.

The Committee has the following responsibilities:

- Determine, agree and develop the Company's general policy on corporate governance in accordance with the Mauritius Code of Corporate Governance;
- Ensure that disclosures are made in the annual report in compliance with the disclosure provisions of the Code;
- Determine, agree and develop the Company's general policy on executive and senior management remuneration;
- Determine specific remuneration packages for executive directors of the Company;
- Determine the level of non-executive and independent non-executive fees to be recommended to the board (or; shareholders at the annual meeting of shareholders);
- Review at least annually, the terms and conditions of executive directors' service agreements;
- Determine any grants to executive directors and any senior employees made pursuant to the Company's executive share scheme (if any);
- Co-ordinate its activities with the chairperson of the board and the chief executive (if any) and consult them in formulating the committee's remuneration policy and specific remuneration packages;
- Recommend to the board broad framework and cost of executive remuneration;
- Consult other non-executive directors (if any) in its evaluation of the chairperson of the board and the chief executive (if any).
- Make recommendations to the board on appointment of new executive and non-executive directors, including composition and balance of the board;
- Regular review of the board structure, size and composition and make recommendations with regards to any adjustments that are deemed necessary;
- Identify and nominate candidates for approval of the board to fill vacancies, put in place plan of succession, in particular for the chairperson and the chief executive (if any);
- Make recommendations for the continuation (or not) in services of any director who has reached the age of 70;
- Recommend directors retiring by rotation for re-election;
- Have due regard for principles of governance and code of best practice; and
- Liaise with the board in relation to the preparation of the committee's report to shareholders.

**b) The Audit Committee**

The Committee meets at once a year under the chairmanship of an executive director of the Company. The Committee consists solely of independent executive directors and accountants working on the Company's accounts. All members of the audit committee are financially literate.

The role, objective and responsibilities of the Committee include:

- to monitor the integrity of the financial statements and financial information included in the Annual Report of the Company;

**(xiv) BOARD COMMITTEES (CONT'D)****b) The Audit Committee (cont'd)**

- to review financial statements with both management and external auditors prior to their approval;
- to review the Company's internal financial control, public disclosure of financial information policy and (unless addressed by a separate risk committee or by the board itself) the risk management
- to receive reports from and monitor and review the effectiveness of the Company's internal audit function
- to make recommendations to the board in relation to the appointment of the external auditors and to approve the remuneration and terms of engagement of the external auditors;
- to monitor and review the external auditors' independence, objectivity and effectiveness; and
- to develop and implement policy on the engagement of the external auditors to supply non-audit services.

The terms of reference of the Audit Committee have been approved by the board and are reviewed as necessary. The Committee has satisfied its responsibilities for the year, in compliance with its terms

**c) The Board Risk Committee (if separately constituted)**

The Board Risk Committee meets on a regular basis and has delegated authority from the board for the quality, integrity and reliability of the Company's risk management. The objectives of the

- Assist the board in the discharge of its duties relating to corporate accountability and the risk in terms of management, assurance and reporting;
- Review and assess the integrity of the risk control systems and ensure that risk policies and strategies are effectively managed;
- Set out the nature, role, responsibility and authority of risk management work;
- Outline the scope of risk management work and help the Board define the risk appetite of the organisation;
- Monitor external developments relating to the practice of corporate accountability and the reporting of specifically associated risk, including emerging and prospective impacts; and

**(xiv) BOARD COMMITTEES****c) The Board Risk Committee (if separately constituted)**

- Provide an independent and objective oversight and review of the information presented by management on corporate accountability and the reporting of specifically associated risk, also taking into account of reports by management and the Audit Committee to the board on financial, business

The Risk Committee's terms of reference include:

- Review together with Company's legal advisor, of any legal matters that could have a significant impact on the Company's business;
- Review of executive management reports detailing the adequacy and overall effectiveness of the Company's risk management function and its implementation by management, and reports on internal
- Review of risk philosophy, strategy and policies recommended by executive management and consider reports therefrom;
- Ensure compliance with policies, and overall risk profile of the Company;
- Review of the adequacy of insurance coverage;
- Review of risk identification and measurement methodologies;
- Monitor procedures to deal with and review the disclosure of information to clients;
- Have due regard for principles of governance and codes of best practice; and
- Liaise with the board in relation to the preparation of the Committee's report to shareholders.



## i) Board attendance

	Board	Corporate Governance Committee	Audit Committee	Risk Committee
No. of meetings held during the year		1	1	4
Directors	No. of meeting attended			
David Cosgrove		1	0	4
Kenneth Maillard		1	1	4

## (xv) RISK MANAGEMENT

## (a) Responsibility and application

The Board is responsible for risk management and the procedures in place within the organisation for risk management. The board is responsible for the definition of the overall strategy for risk tolerance. Management and the assurance process on risk management are delegated to the Board Risk Committee. The Committee is responsible for the design and implementation of the risk management processes and day-to-day management of risk is performed by management.

The Company's policy on risk management encompasses all significant business risks including physical, operational, human resources, technology, business continuity, financial, compliance and reputational which could influence the achievement of the Company's objectives.

The risk management mechanisms in place include:

- A system for the ongoing identification and assessment of risk;
- Development of strategies in respect of risk and definition of acceptable and non-acceptable levels of risk;
- The communication of risk management policies to all levels of the organisation as appropriate,

and methods to ensure commitment, both by managers and by other employees, to the process;

- The implementation of a documented system of internal control that closely aligns the control effort to the nature and importance of the risk; and
- Processes to reduce or mitigate identified risks and contain them within the levels of tolerance defined by the board and management.

## (b) Structures and processes for identification of risks and risk management:

There is clear accountability for risk management, which is a key performance area of line managers throughout the Company. Each manager is required to document how these risks will be managed and what mitigating activities have been put in place in respect of each significant risk.

**(xv) RISK MANAGEMENT (CONTINUED)****(c) Integration of internal control and risk management**

The system of internal control, which is embedded in all key operations, provides reasonable rather than absolute assurance that the Company's business objectives will be achieved within the risk tolerance levels defined by the board. The effectiveness of the internal control systems are reviewed quarterly by the Committee and the review covers all internal control systems including financial, operational, compliance and risk management.

**(d) Assurance on the effectiveness of the risk management process**

Regular management reporting, which provides a balanced assessment of key risks and controls, is an important component of board assurance. The finance department provides confirmation that financial and accounting control frameworks have operated satisfactorily. The board also receives assurance from the Audit Committee, which derives its information, in part, from regular internal and external audit reports on risk and internal control throughout the Company.

**(e) Management of key risks identified**

Within the Company, the risk elements are viewed under the following headings:

- *Operational risks:* Operations risk is defined as risk of loss resulting from inadequate or failed internal processes, people and systems or from external events. Operational loss events have significant negative impact on the market value of insurers.
- *Human resource risks:* Losses arising from acts inconsistent with employment, health and safety laws, personal injury claims, etc.
- *Compliance risks:* Dishonest or fraudulent acts intended to defraud or misappropriate property or circumvent regulations, law and policies and involves at least one internal party and a third party.
- *Physical risks:* Losses due to fire, cyclones, riots, etc.
- *Technology risks:* Includes hardware and software failures, system development and infrastructure.
- *Business continuity risks:* Losses from failed transaction processing, and process management.
- *Reputational risks:* Losses due to unintentional or negligent failure to meet a professional obligation to specific clients or from the nature or design of a product.
- *Financial risks:* The identification and management of these risks as discussed in the financial statements.

In conducting its annual review of the effectiveness of risk management, the board considers the key findings from the ongoing monitoring and reporting processes, management assertions and independent assurance reports. The board also takes account of material changes and trends in the risk profile and considers whether the control system, including reporting, adequately supports the board in achieving its risk management objectives.



**(xv) RISK MANAGEMENT (CONTINUED)**

During the course of the year the board considered the Company's responsiveness to changes within its business environment. The board is satisfied that there is an ongoing process, which has been operational during the year.

**(xvi) TIMETABLE-IMPORTANT EVENTS**

Some of the key milestones are as follows:

- Final Results -
- Annual General Meeting -

**(xvii) STAKEHOLDERS' RELATIONS AND COMMUNICATION**

The Board aims to properly understand the information needs of all shareholders and places great importance on an open and meaningful dialogue with all those involved with the Company. It ensures that shareholders are kept informed on matters affecting the Company. The Company's website is used to provide relevant information. Open lines of communication are maintained to ensure transparency and optimal disclosure. All Board members are requested to attend annual general meeting, to which all shareholders are invited.

**STATEMENT OF DIRECTORS' RESPONSIBILITIES**

Directors acknowledge their responsibilities for:

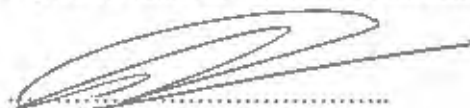
- (i) adequate accounting records and maintenance of effective internal control systems;
- (ii) the preparation of financial statements which fairly present the state of affairs of the Company as at the end of the financial year and the results of its operations and cash flows for that period and which comply with International Financial Reporting Standards (IFRS); and
- (iii) the selection of appropriate accounting policies supported by reasonable and prudent judgements.

The external auditors are responsible for reporting on whether the financial statements are fairly presented.

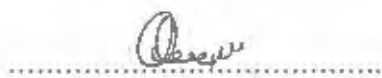
The directors report that:

- (i) adequate accounting records and an effective system of internal controls and risk management have been maintained;
- (ii) appropriate accounting policies supported by reasonable and prudent judgements and estimates have been used consistently;
- (iii) International Financial Reporting Standards have been adhered to. Any departure in the interest of fair presentation has been disclosed, explained and quantified.
- (iv) the Code of Corporate Governance has been adhered to. Reasons have been provided where there has not been compliance.

Signed on behalf of the Board of Directors:



Director



Director

## REPORT OF THE MANAGER - YEAR ENDED DECEMBER 31, 2013

RDL Management Ltd (the "Manager") has pleasure in submitting its report for The Four Elements PCC (the "Company") for the year ended December 31, 2013.

*Statement of Manager's Responsibilities*

The Manager is responsible for preparing financial statements for each financial period which give a true and fair view of the state of affairs of the Company for that period. In preparing these financial statements, the Manager is required to:-

- Select suitable accounting policies and then apply them consistently;
- Make judgements and estimates that are reasonable and prudent;
- Prepare the financial statements on the going concern basis unless it is inappropriate to presume that the Company will continue in business.

The Manager is responsible for keeping proper accounting records which disclose with reasonable accuracy at any time the financial position of the Company, and to enable it to ensure that the financial statements comply with the terms of the Companies Act 2001. The Manager is also responsible for safeguarding the assets of the Company, and hence for taking reasonable steps for the prevention of fraud, error and non-compliance with law and regulation.

*Activities and Status*

The Four Elements PCC was incorporated under the Companies Act 2001 as a public company limited by shares on May 16, 2008. The Company is a Protected Cell Company and a Collective Investment Scheme.

*Directors of the Manager*

Rajindersingh Borthosow

David Dawson Cosgrove

Marie Michele Francesc Henriette

*Distribution Policy*

There will be no distribution of income to shareholders. All income accruing to the Company will be added to the capital of the Class Fund from which it is derived and reflected in the Net Asset Value.

*Scheme Particulars*

Full details of the Company can be found in its Scheme Particulars, copies of which can be obtained free of charge from the Manager.

The information contained on the Corporate Information page forms part of this report.

Approved by the Board of Directors of the Manager and signed on its behalf by:



David Dawson Cosgrove

Date: 08 SEP 2014



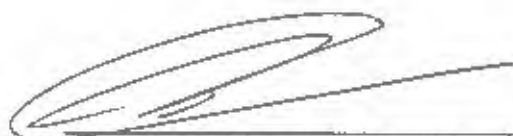
Marie Michele Francesc Henriette

Date: 08 SEP 2014

SECRETARY'S CERTIFICATE - YEAR ENDED DECEMBER 31, 2013

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We certify that, to the best of our knowledge and belief, the Company has filed with the Registrar of Companies all such returns as are required of the Company under section 166(d) of the Companies Act 2001 for the year ended December 31, 2013.



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for Belvedere Management Limited  
Corporate Secretary

Date: 08 SEP 2014



## REPORT OF THE INVESTMENT MANAGER- YEAR ENDED DECEMBER 31, 2013

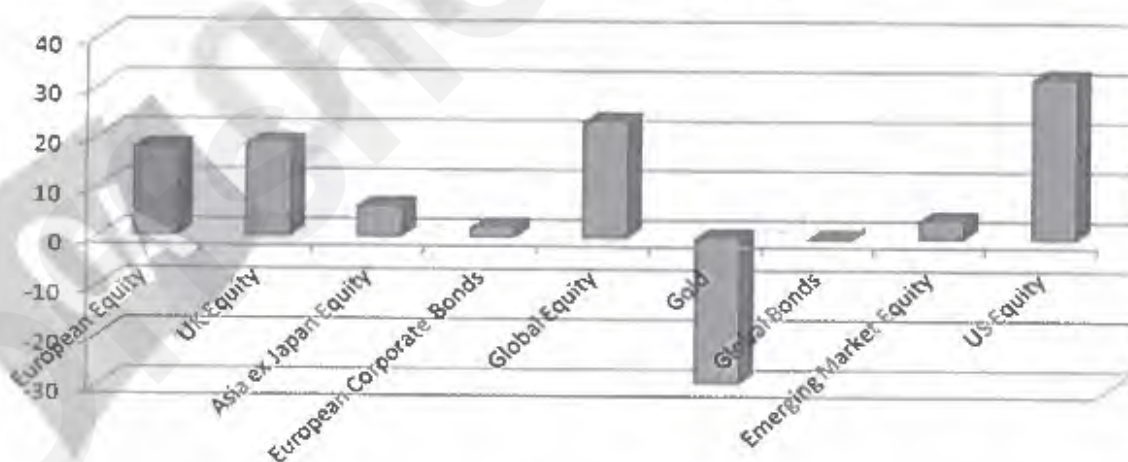
2013 Economic Review

Most global stock markets finished the year just as they started, posting double-digit gains in the fourth quarter, resulting in another good year in 2013. Despite the many negative headlines and worries by investors during 2013, the story line for the 2013 investment markets turned out to be quite simple. Slow and steady global economic growth, engineered by the various central banks' low interest rate policies, continued to produce a perfect backdrop for risk-based investments. This resulted in another year of good gains in equity markets, worldwide. While bonds and real assets did not fare well over the year (and generally produced negative returns), investors who had well-diversified portfolios experienced another exceptional year.

In the U.S., the S&P 500 Index returned 10.51% in the fourth quarter, bringing 2013 returns to 32.4%, the highest calendar year return in more than 15 years. To put this into context, U.S. equity more than doubled the return for stocks in foreign markets (which consist of both developed and emerging countries). Within the U.S., small-cap stocks performed the best in 2013, returning 38.8% as measured by the Russell 2000 Index.

Bond investors, who are already yield starved, continue to find the going tough, as the improving economy and the Fed's tapering of quantitative-easing activities are proving to be hampering the asset class. For the quarter, the U.S. bond market lost -0.1%, as measured by the Barclays U.S. Aggregate Bond Index. For the year, bonds returned -2.0%, the lowest calendar year performance for bonds since 1994. Negative returns in bonds occurred in 2013 as the income received from bonds was more than offset by a decline in value that resulted from a rise in interest rates.

Real assets are typically inflation-sensitive investments that play an important role in portfolios by providing investors a defence from unexpected spikes in inflation. Like bonds, these assets also had a difficult year in 2013 as excess capacity and high unemployment continue to curb inflation expectations in the market. Treasury Inflation Protected Securities fell 2.0% for investors in the fourth quarter and posted a return of -8.6% for the year. Other real assets, such as commodities and real estate securities, also had a very disappointing year.

**Asset Class Returns - 2013**

Source: Lipper for Investment Management / Bloomberg

Basis: Total return, in local currency



REPORT OF THE INVESTMENT MANAGER- YEAR ENDED DECEMBER 31, 2013

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In regards to the various market indicators, the FTSE All Share gained 18.7% over the year, which was well behind the S&P 500, which had an impressive period, returning 32.4%, with the Euro Stoxx 50 returning 17.9%. Global equities, as measured by the MSCI World Index was up over 23.4% in US dollar terms, over the same period.

Sterling improved against the US dollar (2.0%), but lost ground against the euro (-2.3%) over 2013. Commodities had a negative year, the main culprits being precious metals, with gold losing -29.2%, and platinum down around -14.5% for the period. A more diversified measure of the general commodity index, is the S&P Goldman Sachs Commodity Index (an index comprising of a diversified basket of approximately 25 commodities, across all sectors), was dragged down by its precious metal exposure, losing -1.2% over the year.

The global business cycle appears generally supportive of equities, though the outlook seems range-bound amid slow growth, high policy uncertainty, and mixed outlooks for emerging economies. The outlook for global interest rates and bonds is more balanced. Many developed countries continue to face fiscal and structural challenges. In the U.S., mid-cycle expansion remains resilient, though maturing with only moderate growth. The Fed's near-term intentions are less than clear, but monetary policy is likely to remain easy.

## THE FOUR ELEMENTS PCC

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### INDEPENDENT AUDITORS' REPORT TO THE MEMBERS

This report is made solely to the members of THE FOUR ELEMENTS PCC, as a body, in accordance with Section 205 of the Companies Act 2001. Our audit work has been undertaken so that we might state to the Company's members those matters we are required to state to them in an auditors' report and for no other purpose. To the fullest extent permitted by law, we do not accept or assume responsibility to anyone other than the Company and the Company's members as a body, for our audit work, for this report, or for the opinions we have formed.

#### Report on the Financial Statements

We have audited the separate financial statements of THE FOUR ELEMENTS PCC on pages 9 to 48 which comprise the statement of financial position at December 31, 2013, the statement of profit or loss and other comprehensive income, the statement of changes in equity and the statement of cash flows for the year then ended, and a summary of significant accounting policies and other explanatory notes.

#### *Directors' Responsibility for the Financial Statements*

The directors are responsible for the preparation and fair presentation of these financial statements in accordance with International Financial Reporting Standards and in compliance with the requirements of the Companies Act 2001, and for such internal control as the directors determine is necessary to enable the preparation of the financial statements that are free from material misstatement, whether due to fraud or error.

#### *Auditors' Responsibility*

Our responsibility is to express an opinion on these financial statements based on our audit. We conducted our audit in accordance with International Standards on Auditing. Those Standards require that we comply with ethical requirements and plan and perform the audit to obtain reasonable assurance whether the financial statements are free from material misstatement.

An audit involves performing procedures to obtain audit evidence about the amounts and disclosures in the financial statements. The procedures selected depend on the auditors' judgement, including the assessment of the risks of material misstatement of the financial statements, whether due to fraud or error. In making those risk assessments, the auditors consider internal control relevant to the Company's preparation and fair presentation of the financial statements 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 Company's internal control. An audit also includes evaluating the appropriateness of accounting policies used and the reasonableness of accounting estimates made by the directors, as well as evaluating the overall presentation of the financial statements.



**INDEPENDENT AUDITORS' REPORT TO THE MEMBERS****Report on the Financial Statements (continued)**

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

***Basis for Qualified Opinion******Existence***

The separate financial statements include an amount of Euro 33,763,323 representing investments, cash and cash equivalents, loans and interest receivable. We were unable to obtain sufficient appropriate audit evidence as to its existence as at reporting date. Consequently, we were unable to determine whether any adjustment to this amount was necessary.

***Recoverability***

The separate financial statements include an amount of Euro 32,892,696 representing investments, loans and interest receivable. We were unable to obtain sufficient appropriate audit evidence as to its recoverability as at reporting date. Consequently, we were unable to determine whether any adjustment to this amount was necessary.

***Qualified Opinion - The Company***

In our opinion, except for the possible effects of the matter described in the Basis for Qualified Opinion paragraph, the separate financial statements on pages 9 to 48 give a true and fair view of the financial position and of the Company at December 31, 2013 and of its financial performance and its cash flows for the year then ended in accordance with International Financial Reporting Standards and comply with the Companies Act 2001.

***Opinion - The Group***

The Company which has investment in subsidiaries has not presented consolidated financial statements as required by IFRS 10 'Consolidated Financial Statements'. The fact that no consolidated financial statements have been prepared, is a departure from the requirements of IFRS 10.

**Report on Other Legal and Regulatory Requirements*****Companies Act 2001***

We have no relationship with, or interests in, the Company, other than in our capacity as auditors and dealings in the ordinary course of business.

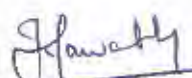
We have obtained all information and explanations we have required except as described above under the "Basis for Qualified Opinion" paragraph.

In our opinion, proper accounting records have been kept by the Company as far as it appears from our examination of those records.

**BDO & Co**

Chartered Accountants

08 SEP 2014

Port Louis.  
Mauritius.  
Kaneyra Hawabhay, FCCA  
Licensed by FRC

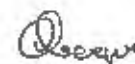
## STATEMENTS OF FINANCIAL POSITION - DECEMBER 31, 2013

	Notes	2013 EUR	2012 EUR
<b>ASSETS</b>			
Investment property	5	2,026,837	1,733,326
Investments in subsidiaries	6	7,519,016	31,420
Investments at fair value through profit or loss	7	92,418,128	268,202,997
Deposit on investments	8	-	469,276
Cash and cash equivalents	9	5,180,116	8,105,138
Margin accounts	10	1,538,254	1,240,546
Receivables	11	87,777,053	73,118,640
Derivative financial instruments	12	756,129	39,113
<b>Total assets</b>		<b>197,215,533</b>	<b>352,940,456</b>
<b>Liabilities</b>			
Payables	13	11,224,205	3,728,074
Share application monies	14	98,753	26,282
Current tax liabilities	15	132,217	5,464
Bank overdraft	9	802,223	660
Derivative financial instruments	12	51,714	114,951
<b>Liabilities excluding net assets attributable to holders of participating shares</b>		<b>12,309,112</b>	<b>3,875,431</b>
<b>Net assets attributable to holders of participating shares</b>	16	<b>184,906,420</b>	<b>349,065,024</b>
<b>EQUITY</b>			
Management share		1	1
<b>Total equity and liabilities</b>		<b>197,215,533</b>	<b>352,940,456</b>

The financial statements have been approved for issue by the Board of Directors on: 08 SEP 2014  
and signed on its behalf by:

David Dawson Cosgrove

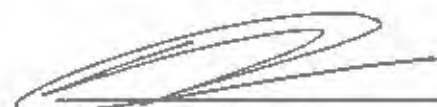
Name



Signature

Kenneth Jean Georgy Mallard

Name



Signature

The notes on pages 13 to 48 form an integral part of the financial statements.  
Auditors' report on pages 8 and 8 (a).



STATEMENT OF PROFIT OR LOSS AND OTHER COMPREHENSIVE INCOME - YEAR ENDED  
DECEMBER 31, 2013

	Notes	2013 EUR	2012 EUR
<b>INCOME</b>			
Interest income		11,778,258	10,811,870
Dividend income		117,604	210,340
Gain on hedge contract, margin and option		332,451	265,826
Loan written back		-	7,614,323
Fair value gain on investments in subsidiaries		6,915,903	-
Fair value gain on investments at fair value through profit or loss		10,381,435	-
Other income		561,340	512,477
		<u>30,086,991</u>	<u>19,414,836</u>
<b>EXPENSES</b>			
Management and administration fees		2,831,973	4,611,027
Marketing expenses		2,113,295	2,963,284
Formation expenses		6,310	16,062
Sundry expenses		345,460	361,145
Bank charges		127,098	140,826
Net loss on disposal of investments		10,907,370	14,470,939
Fair value loss on investments		-	9,534,847
Loans receivable written off		10,696,490	-
Impairment of loans receivable		-	11,640,419
Purchase of ceded claims	22	1,417,894	-
Transactions costs		580,371	275,231
Professional fees		2,821,498	1,538,034
Interest expense		4,096	650
		<u>31,851,855</u>	<u>45,552,464</u>
Loss before foreign exchange loss		(1,764,864)	(26,137,628)
Foreign exchange loss		<u>(4,613,691)</u>	<u>(885,194)</u>
Loss before taxation		(6,378,555)	(27,022,822)
Taxation	15	<u>(156,661)</u>	<u>(32,857)</u>
Loss for the year		<u>(6,535,216)</u>	<u>(27,055,679)</u>
<b>Other comprehensive income</b>			
- Currency translation difference		<u>(6,142,313)</u>	<u>(798,316)</u>
Total comprehensive income for the year		<u>(12,677,529)</u>	<u>(27,853,995)</u>

The notes on pages 13 to 48 form an integral part of the financial statements.

Auditors' report on pages 8 and 8 (a).

STATEMENTS OF NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE PARTICIPATING  
SHARES - YEAR ENDED DECEMBER 31, 2013

	Note	2013 EUR	2012 EUR
Net assets attributable to shareholders at January 1,		349,065,024	278,691,044
Issue of redeemable shares		66,958,495	235,210,625
Payments on redeemable shares redeemed		(218,439,570)	(123,199,794)
Total comprehensive income for the year		(12,677,529)	(27,853,995)
Dividends	18	-	(13,782,856)
Net assets attributable to shareholders at December 31,		<u>184,906,420</u>	<u>349,065,024</u>

The notes on pages 13 to 48 form an integral part of the financial statements.  
Auditors' report on pages 8 and 8 (a).

## STATEMENTS OF CASH FLOWS - YEAR ENDED DECEMBER 31, 2013

	Note	2013 EUR	2012 EUR
<b>Cash flows from operating activities</b>			
Loss before taxation		(6,378,555)	(27,022,822)
Adjustments for:			
Interest income		(11,778,258)	(10,811,870)
Dividend income		(117,604)	(210,340)
Interest expense		4,096	650
Fair value gain on investments at fair value through profit or loss		(10,427,442)	10,330,317
Fair value gain on investments in subsidiaries		(6,915,903)	-
Impairment of loans receivable		10,696,490	11,640,419
Net loss on disposal of investments		10,907,370	13,675,469
		<u>(14,009,806)</u>	<u>(2,398,177)</u>
Changes in working capital:			
Receivables		(8,996,222)	88,156,073
Payables		7,496,131	(4,780,327)
Margin accounts		(297,708)	1,498,390
Derivative financial instruments		(780,253)	(1,599,449)
<b>Cash (used in)/generated from operations</b>		<u>(16,587,858)</u>	<u>80,876,510</u>
Interest received		11,778,258	10,811,870
Tax paid		(29,908)	(36,520)
Interest paid		<u>(4,096)</u>	<u>(650)</u>
<b>Net cash (used in)/generated from operating activities</b>		<u>(4,843,604)</u>	<u>91,651,210</u>
<b>Cash flows from investing activities</b>			
Movement on investments		172,593,447	(200,691,373)
Acquisition of inventory property		(322,564)	(1,748,731)
Dividend received		117,604	210,340
Loans granted		<u>(18,815,482)</u>	<u>-</u>
<b>Net cash generated from/(used in) investing activities</b>		<u>153,573,005</u>	<u>(202,229,764)</u>
<b>Cash flows from financing activities</b>			
Proceeds from issue of redeemable shares		66,958,495	235,210,625
Payments on redemption of redeemable shares		(218,439,570)	(123,199,794)
Share application monies		72,471	(359,460)
Movement on borrowings-net		-	(632,617)
<b>Net cash (used in)/generated from financing activities</b>		<u>(151,408,604)</u>	<u>111,018,754</u>
<b>(Decrease)/increase in cash and cash equivalents</b>		<u>(2,679,203)</u>	<u>440,200</u>
Cash and cash equivalents at January 1,		8,104,478	8,447,189
(Decrease)/increase		(2,679,203)	440,200
Effects of exchange loss		<u>(1,047,383)</u>	<u>(782,911)</u>
<b>Cash and cash equivalents at December 31,</b>	9	<u>4,377,893</u>	<u>8,104,478</u>

The notes on pages 13 to 48 form an integral part of the financial statements.  
Auditors' report on pages 8 and 8 (a).



## NOTES TO THE FINANCIAL STATEMENTS - YEAR ENDED DECEMBER 31, 2013

**1. COMPANY PROFILE**

The Four Elements PCC which holds a Category 1 Global Business Licence was incorporated under the Companies Act 2001 as a public company limited by shares on May 16, 2008. The Company is a Protected Cell Company whose principal activity is to act as a Collective Investment Scheme. Its registered office is located at 7A, 7th Floor, Ebene Mews, 57, Ebene Cybercity, Ebene, Mauritius.

**2. SIGNIFICANT ACCOUNTING POLICIES**

The principal accounting policies adopted in the preparation of these financial statements are set out below:

**(a) Basis of preparation**

The separate financial statements of THE FOUR ELEMENTS PCC comply with the Companies Act 2001 and have been prepared in accordance with International Financial Reporting Standards (IFRS). The financial statements are prepared under the historical cost convention as modified by the revaluation of financial assets held at fair value through profit or loss.

The preparation of financial statements in conformity with IFRS requires the use of certain critical accounting estimates. It also requires management to exercise its judgement in the process of applying the Company's accounting policies. These areas involving a higher degree of judgement or complexity, or areas where assumptions and estimates are significant to the financial statements are disclosed in Note 4.

***Standards, Amendments to published Standards and Interpretations effective in the reporting period***

IFRS 13, 'Fair value measurement', aims to improve consistency and reduce complexity by providing a precise definition of fair value and a single source of fair value measurement and disclosure requirements for use across IFRSs. The requirements do not extend the use of fair value accounting but provide guidance on how it should be applied where its use is already required or permitted by other standards within IFRSs.

***Standards, Amendments to published Standards and Interpretations effective in the reporting period but not relevant to the Company***

Amendment to IAS 1, 'Financial statement presentation' regarding other comprehensive income.  
 IFRS 10, 'Consolidated financial statements'  
 IAS 27, 'Separate Financial Statements'  
 IFRS 11, 'Joint arrangements'  
 IAS 28, 'Investments in Associates and Joint Ventures'  
 IFRS 12, 'Disclosures of interests in other entities'  
 IAS 19, 'Employee benefits'  
 IFRIC 20, 'Stripping costs in the production phase of a surface mine'  
 Amendment to IFRS 7, 'Financial instruments: Disclosures',  
 Amendment to IFRS 1 (Government Loans)

***Annual Improvements to IFRSs 2009-2011 Cycle***

IFRS 1 (Amendment), 'First time adoption of IFRS'  
 IAS 1 (Amendment), 'Presentation of financial statements'  
 IAS 16 (Amendment), 'Property, plant and equipment'  
 IAS 32 (Amendment), 'Financial instruments: Presentation'  
 IAS 34 (Amendment), 'Interim financial reporting'



## NOTES TO THE FINANCIAL STATEMENTS - YEAR ENDED DECEMBER 31, 2013

## 2. SIGNIFICANT ACCOUNTING POLICIES (CONT'D)

## (a) Basis of preparation (cont'd)

*Standards, Amendments to published Standards and Interpretations issued but not yet effective in the reporting period*

Certain standards, amendments to published standards and interpretations have been issued that are mandatory for accounting periods beginning on or after January 1, 2014 or later periods, but which the Company has not early adopted.

At the reporting date of these financial statements, the following were in issue but not yet effective:

IFRS 9 Financial Instruments

IAS 32 Offsetting Financial Assets and Financial Liabilities (Amendments to IAS 32)

Investment Entities (Amendments to IFRS 10, IFRS 12 and IAS 27)

IFRIC 21: Levies

Recoverable Amount Disclosures for Non-financial Assets (Amendments to IAS 36)

Novation of Derivatives and Continuation of Hedge Accounting (Amendments to IAS 39)

IFRS 9 Financial Instruments (Hedge Accounting and amendments to IFRS 9, IFRS 7 and IAS 39)

Defined Benefit Plans: Employee Contributions (Amendments to IAS 19)

Annual Improvements to IFRSs 2010-2012 cycle

Annual Improvements to IFRSs 2011-2013 cycle

Where relevant, the Company is still evaluating the effect of these Standards, amendments to published Standards and Interpretations issued but not yet effective, on the presentation of its financial statements.

## (b) Foreign currencies

## (i) Functional and presentation currency

IAS 21 (revised 2003) requires that the Company determines its functional currency which then becomes the currency in which the transactions are recorded.

The Company may adopt a presentation currency, (that is, the currency in which its financial statements are presented) that differs from the functional currency and the entity does not operate in a hyperinflationary environment. Then the results and financial position of that entity are translated according to the provisions of IAS 21 (revised).

The results and financial position of an entity whose functional currency is not the currency of a hyperinflationary economy are translated into a different presentation currency using the following procedures:-

- assets and liabilities for each statement of financial position presented are translated at the closing rate at the reporting date;
- income and expenses in the statements of profit or loss and other comprehensive income are translated at exchange rates at the dates of the transactions; and
- all resulting exchange differences are recognised in the statement of profit or loss and other comprehensive income.

**2. SIGNIFICANT ACCOUNTING POLICIES (CONT'D)****(b) Foreign currencies (cont'd)****(ii) Transactions and balances**

Foreign currency transactions are translated into the functional currency using the exchange rates prevailing on the dates of the transactions. Foreign exchange gains and losses resulting from the settlement of such transactions and from the translation at year-end exchange rates of monetary assets liabilities denominated in foreign currencies are recognised in the statement of profit or loss and other comprehensive income.

**(c) Revenue recognition**

Revenue is recognised to the extent that it is probable that the economic benefits will flow to the Company and the revenue can be reliably measured.

- Dividend income - when the shareholder's right to receive payment is established.
- Interest income - on a time-proportion basis using the effective interest method.

**(d) Investments in subsidiaries***Separate financial statements of the investor*

In the separate financial statements of the investor, investments in subsidiary companies are carried at cost. The carrying amount is reduced to recognise any impairment in the value of individual investments.

**(e) Investment properties**

Investment properties are measured initially at cost, including transaction costs. The carrying amount includes the cost of replacing part of an existing investment property at the time that cost is incurred if the recognition criteria are met; and excludes the costs of day to day servicing of an investment property. Subsequent to initial recognition, investment properties are stated at fair value, which reflects market conditions at the reporting date.

Gains or losses arising from changes in fair value of investment properties are included in the statement of profit or loss and other comprehensive income in the year in which they arise.

Transfers are made to or from investment property only when there is a change in use. For a transfer from investment property to owner occupied property, the deemed cost for subsequent accounting is the fair value at the date of change in use. If owner occupied property becomes an investment property, the Group accounts for such property in accordance with the policy stated under property, plant and equipment up to the date of change in use.

No assets held under operating lease have been classified as investment property.



**2. SIGNIFICANT ACCOUNTING POLICIES (CONT'D)****(I) Financial instruments**

Financial assets and financial liabilities are recognised on the Company's statement of financial position when the Company has become a party to the contractual provisions of the instrument.

The Company's accounting policies in respect of the main financial instruments are set out below:

**(i) Financial assets****(A) Categories of financial assets**

The Company classifies its financial assets in the following category: financial assets through profit or loss.

The classification depends on the purpose for which the investments were acquired. Management determines the classification of its investments at initial recognition and re-evaluates this designation at every reporting date.

**Financial assets at fair value through profit or loss**

This category has two sub-categories: financial assets held-for-trading, and those designated at fair value through profit or loss at inception.

A financial asset is classified in this category if acquired principally for the purpose of selling in the short term or if so designated by management. Derivatives are also categorised as held-for-trading unless they are designated as hedges.

**(B) Recognition and measurement**

Purchases and sales of financial assets are recognised on trade date, the date on which the Company commits to purchase or sell the asset. Investments are initially measured at fair value plus transaction costs for all financial assets except those that are carried at fair value through profit or loss.

Financial assets carried at fair value through profit or loss are initially recognised at fair value, and transaction costs are expensed in the statement of profit or loss and other comprehensive income.

Financial assets are derecognised when the rights to receive cash flows from the investments have expired or have been transferred and the Company has transferred substantially all risks and rewards of ownership.

Available-for-sale financial assets and financial assets at fair value through profit or loss are subsequently carried at their fair values. Loans and receivables and held-to-maturity investments are carried at amortised cost using the effective interest method.

Investments in equity instruments that do not have a quoted market price in an active market and whose fair value cannot be reliably measured are measured at cost.

Realised and unrealised gains and losses arising from changes in the fair value of the financial assets at fair value through profit or loss category are included in the statement of profit or loss and other comprehensive income in the period in which they arise.

Unrealised gains and losses arising from changes in the fair value of financial assets classified as available-for-sale are recognised in other comprehensive income.

When financial assets classified as available-for-sale are sold or impaired, the accumulated fair value adjustments are included in the statement of profit or loss and other comprehensive income as gains and losses on financial assets.



## 2. SIGNIFICANT ACCOUNTING POLICIES (CONT'D)

### (f) Financial instruments (cont'd)

#### (i) Financial assets (cont'd)

##### (C) *Impairment of financial assets*

The Company assess at the end of each reporting period whether there is objective evidence that a financial asset or a group of financial assets is impaired. In the case of financial assets classified as available-for-sale, a significant or prolonged decline in the fair value of the security below its cost is considered in determining whether the securities are impaired. If any such evidence exists for available-for-sale financial assets, the cumulative loss - measured as the difference between acquisition cost and the current fair value, less any impairment loss on that financial asset previously recognised in equity - is removed from equity and recognised in the statement of profit or loss and other comprehensive income. If the fair value of a previously impaired debt security increases and the increase can be objectively related to an event occurring after the impairment loss was recognised, the impairment loss is reversed and the reversal recognised in the statement of profit or loss and other comprehensive income. Impairment losses for an investment in an equity instrument are not reversed through the statement of profit or loss and other comprehensive income.

#### (ii) Receivables

Receivables are stated at their fair value.

#### (iii) Cash and cash equivalents

Cash comprises cash at bank and bank overdraft. Cash equivalents are short term, highly liquid investments that are readily convertible to known amounts of cash and which are subject to an insignificant risk of change in value.

#### (iv) Payables

Payables are stated at fair value and subsequently measured as amortised cost using the effective interest method.

#### (v) Derivative financial instruments

Derivatives are initially recognised at fair value on the date a derivative contract is entered into and are subsequently remeasured at their fair value. The method of recognising the resulting gain or loss depends on whether the derivative is designated as a hedging instrument, and if so, the nature of the item being hedged. The Company designate certain derivatives as either:

- hedges of the fair value of recognised liabilities (fair value hedge);
- hedges of a particular risk associated with a recognised liability or a highly probable forecast transaction (cash flow hedge); or
- hedges of a net investment in a foreign operation (net investment hedge).

The Company document, at the inception of the transaction, the relationship between hedging instruments and hedged items, as well as its risk management objectives and strategy for undertaking various hedging transactions. The Company also documents its assessment, both at hedge inception and on an ongoing basis, of whether the derivatives that are used in hedging transactions are highly effective in offsetting changes in fair values or cashflows of hedged items.

The fair values of various derivative instruments used for hedging purposes are disclosed in note 12.

#### (a) Fair value hedges

Changes in the fair value of derivatives that are designated and qualify as fair value hedges are recorded in the statement of profit or loss and other comprehensive income, together with any changes in the fair value of the hedged asset or liability that are attributable to the hedged risk.

**2. SIGNIFICANT ACCOUNTING POLICIES (CONT'D)****(f) Financial instruments (cont'd)****(v) Derivative financial instruments (cont'd)****(a) Fair value hedges (cont'd)**

The Company apply only fair value hedge accounting for hedging fixed interest risk on borrowings. The gain or loss relating to the effective portion of interest rate swaps hedging fixed rate borrowings is recognised in the statement of profit or loss and other comprehensive income within finance costs. The gain or loss relating to the ineffective portion is recognised in the statement of profit or loss and other comprehensive income within other gains/(losses) – net. Changes in the fair value of the hedge fixed rate borrowings attributable to interest rate risk are recognised in the statement of profit or loss and other comprehensive income within finance costs.

If the hedge no longer meets the criteria for hedge accounting, the adjustment to the carrying amount of a hedged item for which the effective interest method is used is amortised to profit or loss over the period to maturity.

**(b) Cash flow hedge**

The effective portion of changes in the fair value of derivatives that are designated and qualify as cash flow hedges is recognised in other comprehensive income. The gain or loss relating to the ineffective portion is recognised immediately in the statement of profit or loss and other comprehensive income within 'other gains/(losses) - net'.

Amounts accumulated in equity are reclassified to profit or loss in the periods when the hedged item affects profit or loss. The gain or loss relating to the effective portion of interest rate swaps hedging variable rate borrowings is recognised in the statement of profit or loss and other comprehensive income within finance costs. The gain or loss relating to the effective portion of forward foreign exchange contracts hedging export sales is recognised in the statement of profit or loss and other comprehensive income within sales. However, when the forecast transaction that is hedged results in the recognition of a non-financial asset, the gains and losses previously deferred in equity are transferred from equity and included in the initial measurement of the cost of the asset.

When a hedging instrument expires or is sold, or when a hedge no longer meets the criteria for hedge accounting, any cumulative gain or loss existing in equity at that time remains in equity and is recognised when the forecast transaction is ultimately recognised in the statement of profit or loss and other comprehensive income. When a forecast transaction is no longer expected to occur, the cumulative gain or loss that was reported in equity is immediately transferred to the statement of profit or loss and other comprehensive income within 'other gains/(losses) – net'.

**(c) Net investment hedge**

Hedges of net investments in foreign operations are accounted for similarly to cash flow hedges. Any gain or loss on the hedging instrument relating to the effective portion of the hedge is recognised in other comprehensive income. The gain or loss relating to the ineffective portion is recognised immediately in the statement of profit or loss and other comprehensive income within 'other gains/(losses) – net'. Gains and losses accumulated in equity are included in the statement of profit or loss and other comprehensive income when the foreign operation is partially disposed of or sold.

**2. SIGNIFICANT ACCOUNTING POLICIES (CONT'D)****(f) Financial instruments (cont'd)****(v) Derivative financial instruments (cont'd)****(d) Derivatives at fair value through profit or loss**

Certain derivative instruments do not qualify for hedge accounting and are accounted for at fair value through profit or loss. Changes in the fair value of these derivative instruments of comprehensive income within 'other gains/(losses) - net'.

**(vi) Margin accounts**

Margin accounts represent margin deposits held in respect of open exchange-traded futures contracts.

**(vii) Management share**

The management shares are classified as equity and held by RDL Management Ltd. The management shares carry one vote per share management voting right.

**(viii) Loans and receivables**

Loans and receivables are non-derivative financial assets with fixed or determinable payments that are not quoted in the active market. They arise when the company provides money, goods or services directly to a debtor with no intention of trading the receivable.

**(g) Impairment of assets**

Assets that have an indefinite useful life are not subject to amortisation and are tested annually for impairment. Assets that are subject to amortisation are reviewed for impairment whenever events or changes in circumstances indicate that the carrying amount may not be recoverable. An impairment loss is recognised for the amount by which the carrying amount of the asset exceeds its recoverable amount. The recoverable amount is the higher of an asset's fair value less costs to sell and value in use. For the purposes of assessing impairment, assets are grouped at the lowest levels for which there are separately identifiable cash flows (cash-generating units).

**(h) Provisions**

Provisions are recognised when the Company has a present legal or constructive obligation as a result of past events and it is probable that an outflow of resources that can be reliably estimated will be required to settle the obligation.

**(i) Related parties**

Related parties are individuals and companies where the individuals or companies have the ability directly or indirectly, to control the other party or exercise significant influence over the party in making financial and operating decisions.

**(j) Redeemable participating shares**

The Company issue redeemable participating shares which are redeemable at the holder's option. Such shares are classified as financial liabilities.

Redeemable shares are issued and redeemed at the holder's option at prices based on the Company's net asset value per share at the time of issue or redemption. The Company's net asset value per share is calculated by dividing the net assets attributable to the holders of redeemable shares with the total number of outstanding redeemable shares.



## 2. SIGNIFICANT ACCOUNTING POLICIES (CONT'D)

### (1) Deferred income taxes

Deferred income tax is provided in full, using the liability method, on temporary differences arising between the tax bases of assets and liabilities and their carrying amounts in the financial statements. However, if the deferred income tax arises from initial recognition of an asset or liability in a transaction, other than a business combination, that at the time of the transaction affects neither accounting nor taxable profit or loss, it is not accounted for.

Deferred income tax is determined using tax rates that have been enacted by the end of the reporting period and are expected to apply in the period when the related deferred income tax asset is realised or the deferred income tax liability is settled.

Deferred tax assets are recognised to the extent that it is probable that future taxable profit will be available against which deductible temporary differences can be utilised.

## 3. FINANCIAL RISK MANAGEMENT

### 3.1 Financial risk factors

The Company is exposed to a number of financial risks including currency risk, liquidity risk, credit risk and interest rate risk from the financial instruments they hold. Risk management procedures are in place to minimise the Company's exposure to these financial risks.

#### Market

The Company's exposure to market risk comprises of interest rate and currency risk exposures. The Company monitor those risks through a process known as 'sensitivity analysis'. This involves estimating the effect on profit after taxation over various periods of a range of possible changes in interest rates and exchange rates.

The model used for this purpose makes no assumptions about the interrelationships between movements in interest rates and exchange rates or about the way in which such movements may impact on the economies involved. As a result, figures derived from the Company's sensitivity analysis model should be used in conjunction with other information about the Company's risk profile.

#### Currency risk

The primary activity of the Company is to invest in securities and derivatives quoted on the South African stock exchange and the performance of the Company is measured and reported to the investors in USD. Furthermore, the Company's issues and redemption of shares are denominated in USD which then represent the economic effects of the underlying transactions, events and conditions. However, the directors have determined that the presentation currency to be the Euro based on the fact that the proceeds from investment and redemption of redeemable shares will be converted into Euro. The financial statements are presented in a currency that differs from the functional currency. Therefore, all resulting gains and losses for the purpose of consolidating the various cell's assets and liabilities are accounted for in the consolidated statement of comprehensive income.

The substantial portion of the net assets of each sub-company is denominated in the currency of the sub-company. The following table sets out the exposure of each sub-company to foreign currency risk as at the year end. Interest receivable or expenses payable in currencies other than the base currency are converted to or from the base currency on or near the date of the transaction.

## NOTES TO THE FINANCIAL STATEMENTS - YEAR ENDED DECEMBER 31, 2013

## 3. FINANCIAL RISK MANAGEMENT

## 3.1 Financial risk factors (cont'd)

Currency exposure

At December 31, 2013 a proportion of the net financial assets of the Company is mainly denominated in currencies other than the presentation currency as follows:

	2013	2012
	EUR	EUR
British Pound Sterling (GBP)	40,056,646	48,678,086
United States Dollar (USD)	118,083,568	102,844,969
South African Rand (ZAR)	23,864,909	26,032,690

At December 31, 2013, if EURO had moved by 5% to ZAR/GBP/USD with all other variables held constant, the change in net assets attributable to holders of redeemable shares for the year would be as follows:

	2013	2012
	EUR	EUR
British Pound Sterling (GBP)	2,002,832	2,433,904
United States Dollar (USD)	5,904,178	5,142,248
South African Rand (ZAR)	1,193,245	1,301,634

Credit risk

Credit risk is the risk that an issuer or counterparty will be unable or unwilling to meet a commitment that it has entered into with the Company. The investments of the Company are determined by the Investment Manager in accordance with the criteria set out in the Company's scheme particulars. Impairment provisions are provided for losses that have been incurred by the reporting date, if any. The Company's maximum credit exposure is limited to the carrying amount of financial assets recognised at the reporting date are as follows:

	2013	2012
	EUR	EUR
Maximum credit risk	87,777,053	73,118,640

Liquidity risk

Liquidity risk is the risk that the Company will encounter difficulty in meeting obligations associated with financial liabilities. The Cells' assets comprise mainly realisable securities which can be readily sold and their main liability is the redemption of any shares that investors wish to sell. Assets from a Cell may need to be sold if insufficient cash is available to finance such redemptions.



## NOTES TO THE FINANCIAL STATEMENTS – YEAR ENDED DECEMBER 31, 2013

## 3. FINANCIAL RISK MANAGEMENT (CONT'D)

## 3.1 Financial risk factors (cont'd)

Interest rate risk

The Company is exposed to risks associated with the effects of fluctuations in the prevailing levels of market interest rates on its financial instruments and cash flow. Loans receivable, Cash and cash equivalents are the only interest bearing financial instruments.

	Assets					Liabilities					Sensitivity analysis - 5%
	Variable interest bearing		Non interest bearing			Variable interest bearing	Non interest bearing			Variable interest bearing	
	Cash and cash equivalents	Loans receivable	Investments	Receivables	Total	Bank overdraft	Derivative financial instruments	Payables	Total	Total interest sensitivity gap	
	EUR	EUR	EUR	EUR	EUR	EUR	EUR	EUR	EUR	EUR	
Generation Life Moderate Portfolio	6,515	-	1,114,116	73,495	1,194,126	-	(69,934)	24,021	(45,913)	6,515	326
Kijani Commodity Fund (EUR)	123,808	-	2,589,115	-	2,712,923	-	(93,027)	321,446	228,419	123,808	6,190
Meteor Clean Energy Distribution	-	-	-	-	-	730	-	-	730	(730)	(37)
The Apollo Fund (EUR)	45,674	-	1,037,928	-	1,083,602	-	-	5,385	5,385	45,674	2,284
The Diversified Emerging Market Plus (EUR)	883	-	92,406	-	93,289	-	-	9,684	9,684	883	44
The Exigo Fund (EUR)	3,385	259,258	-	2,112	264,755	-	(5,699)	265	(5,434)	262,643	13,132
The Gold and Precious Metals Plus Fund (EUR)	226	-	28,822	-	29,048	-	-	-	-	226	11
The International EUR Money Market Fund	40,932	-	-	-	40,932	-	-	1,531	1,531	40,932	2,047
The Magma Fund (EUR)	13,426	-	142,458	128,760	284,644	-	(6,903)	95,053	88,150	13,426	671
The Optimizer Balanced Fund (EUR)	4,410	-	202,977	5,947	213,334	-	(8,742)	221,851	213,109	4,410	221
The Optimizer Cautious Fund (EUR)	-	-	-	-	-	132	-	-	132	(132)	(7)
The Optimizer Growth Fund (EUR)	69,529	-	576,492	116,142	762,163	-	(11,950)	12,817	867	69,529	3,476
The Strategic Growth Plus (EUR)	17,877	-	434,559	-	452,436	-	-	5,873	5,873	17,877	894
	326,665	259,258	6,218,873	326,456	7,131,252	862	(196,255)	697,926	502,533	585,061	29,253
	ZAR	ZAR	ZAR	ZAR	ZAR	ZAR	ZAR	ZAR	ZAR	ZAR	ZAR
The Rand Yield	-	-	-	-	-	31	-	-	31	(31)	(2)



## NOTES TO THE FINANCIAL STATEMENTS - YEAR ENDED DECEMBER 31, 2013

## 3. FINANCIAL RISK MANAGEMENT (CONT'D)

## 3.1 Financial risk factors (cont'd)

	Assets					Liabilities					Total interest sensitivity gap	Sensitivity analysis - 5%
	Variable interest bearing		Non interest bearing			Variable interest bearing	Non interest bearing					
	Cash and cash equivalents	Loans receivable	Investments	Receivables	Total	Bank overdraft	Derivative financial instruments	Payables	Total			
	GBP	GBP	GBP	GBP	GBP	GBP	GBP	GBP	GBP			
Fortunatus Global Fund	686	-	-	384,074	384,760	279	-	27,215	27,494	407	20	
Kijani Commodity Fund (GBP)	67,940	-	10,496,392	1,000	10,565,332	-	(394,792)	70,484	(324,308)	67,940	3,397	
Mauritius Investment Management Fund I	6,904	-	3,765,800	214,046	3,986,750	-	-	11,375	11,375	6,904	345	
The Apollo Fund (GBP)	147,233	-	9,543,740	-	9,690,973	-	-	55,965	55,965	147,233	7,362	
The Diversified Emerging Market Plus (GBP)	6,358	-	177,727	-	184,085	-	-	4,297	4,297	6,358	318	
The Exigo Fund(GBP)	155,865	-	3,129,155	-	3,285,020	-	-	13,274	13,274	155,865	7,793	
The Gold and Precious Metals Plus Fund (GBP)	17,389	-	529,461	-	546,850	-	-	47	47	17,389	869	
The International GBP Money Market Fund	198,082	-	-	324	198,406	-	-	88	88	198,082	9,904	
The Magma Fund (GBP)	76,446	-	2,230,337	243,055	2,549,838	-	(63,775)	171,284	107,509	76,446	3,822	
The Meteor Property Fund	623	14,186,153	-	2,773,378	16,960,154	-	-	529,744	529,744	14,186,776	709,339	
The Optimizer Balanced Fund (GBP)	1,015	-	76,564	81,501	159,080	-	(843)	76,871	76,028	1,015	51	
The Optimizer Growth Fund (GBP)	2,676	-	240,543	38,836	282,055	-	(5,678)	19,932	14,254	2,676	134	
The Strategic Growth Plus (GBP)	1,116	-	11,172,149	65,804	11,239,069	-	-	77,851	77,851	1,116	56	
	682,333	14,186,153	41,361,868	3,802,018	60,032,372	279	(465,088)	1,058,427	593,618	14,868,207	743,410	
	SGD	SGD	SGD	SGD	SGD	SGD	SGD	SGD	SGD	SGD	SGD	
The Apollo Fund (SGD)	44,271	-	602,206	39,923	686,400	-	-	846	846	44,271	2,214	
	AUD	AUD	AUD	AUD	AUD	AUD	AUD	AUD	AUD	AUD	AUD	
The Apollo Fund (AUD)	3,696	-	53,368	-	57,064	-	1,125	3,242	4,367	3,696	185	
	CHF	CHF	CHF	CHF	CHF	CHF	CHF	CHF	CHF	CHF	CHF	
The Apollo Fund (CHF)	2,474	-	136,084	1,000	139,558	-	(3,519)	280	(3,239)	2,474	124	

## NOTES TO THE FINANCIAL STATEMENTS - YEAR ENDED DECEMBER 31, 2013

## 3. FINANCIAL RISK MANAGEMENT (CONT'D)

## 3.1 Financial risk factors (cont'd)

	Assets					Liabilities					Total interest sensitivity gap	Sensitivity analysis - 5%
	Variable interest bearing		Non interest bearing			Variable interest bearing		Non interest bearing				
	Cash and cash equivalents	Loans receivable	Investments	Receivables	Total	Bank overdraft	Derivative financial instruments	Payables	Total			
	USD	USD	USD	USD	USD	USD	USD	USD	USD			
Apex Active Fund	300	-	9,918	-	10,218	-	-	33	33	300	15	
Apex Balanced Fund	300	-	9,828	-	10,128	-	-	33	33	300	15	
Apex Cautious Fund	5,000	-	5,084	-	10,084	-	-	33	33	5,000	250	
Birds Eye View Commodity Fund	912	-	172,421	-	173,333	-	-	14,125	14,125	912	46	
Dualstar Capital Private Equity Partners - Fund	173,579	-	2,674,164	-	2,847,743	-	15	2,210,070	2,210,085	173,579	8,679	
Dualstar Capital Private Equity Partners - Fund	4,985	370,000	-	8,325	383,310	-	-	-	-	374,985	18,749	
Generation Life Moderate Portfolio	2,414	-	1,240,220	8,676	1,251,310	-	-	15	15	2,414	121	
Global Markets Investment Fund	30,678	-	1,602,596	184,885	1,818,159	-	-	15,776	15,776	30,678	1,534	
Kijani Commodity Fund (USD)	1,537,635	52,817,396	-	18,466,978	72,822,009	-	-	2,719,852	2,719,852	54,355,031	2,717,752	
Kwanda African Growth Fund (USD)	15,763	15,623,128	13,804,305	2,185,927	31,629,123	-	-	2,582,372	2,582,372	15,638,891	781,945	
Peak XV Venture Fund	272,513	350,000	2,724,255	39,339	3,386,107	-	-	2,317,046	2,317,046	622,513	31,126	
Questuosus Absolute Return Fund	5,486	1,365,358	-	253,101	1,623,945	-	-	670	670	1,370,844	68,542	
Richmond Asian Alternative Optimizer (USD)	2,237,016	-	711,777	1,287	2,950,080	1,101,908	1,046	1,891	1,104,845	1,135,108	56,755	
Soundview Opportunity Fund	3,875	-	345,664	518	350,057	-	-	6,275	6,275	3,875	194	
The Apollo Fund (USD)	76,906	-	9,920,296	100,000	10,097,202	-	-	164,853	164,853	76,906	3,845	
The Exigo Fund(USD)	425,482	-	5,874,192	-	6,299,674	-	-	506,304	506,304	425,482	21,274	
The Galaxy Alpha Fund	184	-	3,350,055	349,636	3,699,875	-	-	54,373	54,373	184	9	
The Gold and Precious Metals Plus Fund (USD)	427	-	1,011,455	20,078	1,031,960	-	-	20,736	20,736	427	21	
					434,031				59	432,665	21,633	
The International USD Money Market Fund	392,665	40,000	-	1,366	-	-	-	59	-	-	-	
The Magma Fund (USD)	137,812	-	1,947,327	4,004	2,089,143	-	47,645	43,364	91,009	137,812	6,891	
The Optimizer Balanced Fund (USD)	341	-	827,555	420	828,316	-	-	332,504	332,504	341	17	
The Optimizer Cautious Fund (USD)	378	-	-	-	378	-	-	2,000	2,000	378	19	
The Optimizer Growth Fund (USD)	20,519	-	1,413,301	23,497	1,457,317	-	-	288,625	288,625	20,519	1,026	
The RGTO Equity Optimizer Fund	-	-	-	-	-	793	-	-	793	(793)	(40)	
The Strategic Growth Plus (USD)	49,945	-	2,019,107	3,757	2,072,809	-	-	1,309,533	1,309,533	49,945	2,497	
Zeus Global Fund	121,007	220,594	138,779	30,374	510,754	138	21,495	10,706	32,339	341,463	17,073	
	5,516,122	70,786,476	49,802,299	21,682,168	147,787,065	1,102,839	70,201	12,601,248	13,774,288	75,199,759	3,759,988	



## NOTES TO THE FINANCIAL STATEMENTS - YEAR ENDED DECEMBER 31, 2013

## 3. FINANCIAL RISK MANAGEMENT (CONT'D)

## 3.2 Fair value estimation

The fair value of financial instruments traded in active markets is based on quoted market prices at the end of the reporting period. A market is regarded as active if quoted prices are readily and regularly available from an exchange, dealer, broker, industry group, pricing service, or regulatory agency, and those prices represent actual and regularly occurring market transactions on an arm's length basis. The quoted market price used for financial assets held by the Company is the current bid price. These instruments are included in level 1.

The fair value of financial instruments that are not traded in an active market is determined by using valuation techniques. These valuation techniques maximise the use of observable market data where it is available and rely as little as possible on specific estimates. If all significant inputs required to fair value an instrument are observable, the instrument is included in level 2.

If one or more of the significant inputs is not based on observable market data, the instrument is included in level 3.

Specific valuation techniques used to value financial instruments include:

- Quoted market prices or dealer quotes for similar instruments.
- The fair value of interest rate swaps is calculated as the present value of the estimated future cash flows based on observable yield curves.
- The fair value of forward foreign exchange contracts is determined using forward exchange rates at the end of the reporting period, with the resulting value discounted back to present value.
- Other techniques, such as discounted cash flow analysis, are used to determine fair value for the remaining financial instruments.

At December 31, 2013, the investments held by the Company is classified within level 1 and level 2.

## Assets measured at fair value

	Level 1	Level 2	Level 3	Total
	EUR	EUR	EUR	EUR
Investments	8,031,532	84,386,596	-	92,418,128
Loans receivable	-	36,384,151	38,789,530	75,173,681
Margin accounts	-	1,538,254	-	1,538,254
Derivative financial assets	-	756,129	-	756,129
	<u>8,031,532</u>	<u>123,065,130</u>	<u>38,789,530</u>	<u>169,886,192</u>

## Liabilities measured at fair value

Derivative financial liabilities	-	51,714	-	51,714
Payables	-	-	11,224,205	11,224,205
	<u>-</u>	<u>51,714</u>	<u>11,224,205</u>	<u>11,275,919</u>



### 3. FINANCIAL RISK MANAGEMENT (CONT'D)

#### 3.3 Capital risk management

The Company's objectives when managing capital is:

- to safeguard the entity's ability to continue as a going concern, so that it can continue to provide returns for shareholders and benefits for other stakeholders, and
- to provide an adequate return to shareholders.

### 4. CRITICAL ACCOUNTING ESTIMATES AND JUDGEMENTS

Estimates and judgements are continuously evaluated and are based on historical experience and other factors, including expectations of future events that are believed to be reasonable under the circumstances.

#### Critical accounting estimates and assumptions

The Company make estimates and assumptions concerning the future. The resulting accounting estimates will, by definition, seldom equal the related actual results. The estimates and assumptions that have a significant risk of causing a material adjustment to the carrying amounts of assets and liabilities within the next financial year are discussed below.

#### Going Concern

The Company's management has made an assessment of the Company's ability to continue as a going concern and are satisfied that the Company has the resources to continue in business for the foreseeable future. Furthermore, the 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 the going concern basis.

#### Determination of functional currency

The determination of the functional currency of the Company is critical since recording of transactions and exchange differences arising there from are dependent on the functional currency selected. As described in 2(b), the directors have considered those factors described therein and have determined that the presentation currency of the Company is the Euro.

## NOTES TO THE FINANCIAL STATEMENTS - YEAR ENDED DECEMBER 31, 2013

## 5. INVESTMENT PROPERTY

	2013		2012	
	GBP	EUR	GBP	EUR
At January 1,	1,418,480	1,733,326	-	-
Additions	273,893	322,564	1,418,480	1,748,731
Exchange difference	-	(29,053)	-	(15,405)
At December 31,	1,692,373	2,026,837	1,418,480	1,733,326

The investment properties are still under development.

## 6. INVESTMENTS IN SUBSIDIARIES

	2013	2012
	EUR	EUR
At January 1,	31,420	12,144,810
Loan receivable converted into equity	819,037	-
Disposals	-	(12,512,148)
Exchange difference	(247,344)	398,758
Fair value change	6,915,903	-
At December 31,	7,519,016	31,420

Analysed as follows:

	2013	2012
	EUR	EUR
The Fortunatus Global Fund	30,795	31,419
The Meteor Property Fund	1	1
Avalloy Proprietary Limited	7,488,220	-
	7,519,016	31,420

Details of subsidiary companies are as follows:

	Class of shares held	% Holding		Country of incorporation and operation	Main business
		Direct	Indirect		
		2013	2013		
Maranatha Properties Limited	Ordinary shares	-	100.00	Guernsey	Property
Taymouth Estate Limited	Preference shares	-	100.00	Guernsey	Property
Avalloy Proprietary Limited	Ordinary shares	56.40	-	South Africa	Producer of superalloys

## 7. INVESTMENTS AT FAIR VALUE THROUGH PROFIT OR LOSS

(a) Movement for the year is as follows:

	2013	2012
	EUR	EUR
At January 1,	268,202,997	93,656,152
Additions	217,691,166	278,806,087
Disposals	(401,081,627)	(94,560,293)
Transfer to loan	-	(222,573)
Exchange difference	(2,821,850)	(287,516)
Fair value change	10,427,442	(9,188,860)
At December 31,	92,418,128	268,202,997

## NOTES TO THE FINANCIAL STATEMENTS - YEAR ENDED DECEMBER 31, 2013

## 7. INVESTMENTS AT FAIR VALUE THROUGH PROFIT OR LOSS

(b) Analysed as follows:

	2013	2013	2013	2013	2013	2013	Total	Total
	CHF	AUD	SGD	USD	GBP	EUR	2013	2012
							EUR	EUR
Apex Active Fund (USD)	-	-	-	9,918	-	-	7,204	-
Apex Balanced Fund (USD)	-	-	-	9,828	-	-	7,138	-
Apex Cautious Fund (USD)	-	-	-	5,084	-	-	3,693	-
Athena Fund	-	-	-	-	-	-	-	88,387,604
Athena Special Situations Fund	-	-	-	-	-	-	-	73,284,663
Birds Eye View Commodity Fund	-	-	-	172,421	-	-	125,235	103,290
Dualstar Capital Private Equity Partners - Fund 2	-	-	-	2,674,164	-	-	1,942,326	-
Generation Life Moderate Portfolio (EUR)	-	-	-	-	-	1,114,116	1,114,116	925,004
Generation Life Moderate Portfolio (USD)	-	-	-	1,240,220	-	-	900,809	636,035
Global Markets Investment Fund	-	-	-	1,602,596	-	-	1,164,014	1,280,607
Kijani Commodity Fund (CHF)	136,084	-	-	-	-	-	111,004	-
Kijani Commodity Fund (EUR)	-	-	-	-	-	2,589,115	2,589,115	575,375
Kijani Commodity Fund (GBP)	-	-	-	-	10,496,392	-	12,570,794	7,209,744
Kijani Commodity Fund (USD)	-	-	-	-	-	-	-	-
Kwanda African Growth Fund (USD)	-	-	-	13,804,305	-	-	10,026,481	11,311,744
Mauritius Investment Management Fund I	-	-	-	-	3,765,800	-	4,510,035	4,692,463
Peak XV Venture Fund	-	-	-	2,724,255	-	-	1,978,708	2,041,176
Richmond Asian Alternative Optimizer (USD)	-	-	-	711,777	-	-	516,985	134,888
Soundview Opportunity Fund	-	-	-	345,664	-	-	251,066	448,828
The Apollo Fund (AUD)	-	53,368	-	-	-	-	34,395	147,156
The Apollo Fund (EUR)	-	-	-	-	-	1,037,928	1,037,928	670,073
The Apollo Fund (GBP)	-	-	-	-	9,543,740	-	11,429,869	10,059,881
The Apollo Fund (SGD)	-	-	602,206	-	-	-	344,739	693,028
The Apollo Fund (USD)	-	-	-	9,920,296	-	-	7,205,409	6,972,410
The Diversified Emerging Market Plus (EUR)	-	-	-	-	-	92,406	92,406	127,253
The Diversified Emerging Market Plus (GBP)	-	-	-	-	177,727	-	212,851	1,357,952
Sub total carried forward	136,084	53,368	602,206	33,220,528	23,983,659	4,833,565	58,176,318	211,059,173



## NOTES TO THE FINANCIAL STATEMENTS - YEAR ENDED DECEMBER 31, 2013

## 7. INVESTMENTS AT FAIR VALUE THROUGH PROFIT OR LOSS (CONT'D)

	2013 CHF	2013 AUD	2013 SGD	2013 USD	2013 GBP	2013 EUR	Total 2013 EUR	Total 2012 EUR
Sub total carried forward	136,084	53,368	602,206	33,220,528	23,983,659	4,833,565	58,176,318	211,059,173
The Diversified Emerging Market Plus (USD)	-	-	-	-	-	-	-	45,535
The Exigo Fund (GBP)	-	-	-	-	3,129,155	-	3,747,570	2,529,440
The Exigo Fund (USD)	-	-	-	5,874,192	-	-	4,266,602	5,449,839
The Galaxy Alpha Fund (USD)	-	-	-	3,350,055	-	-	2,433,245	831,810
The Gold and Precious Metals Plus Fund (EUR)	-	-	-	-	-	28,822	28,822	289,163
The Gold and Precious Metals Plus Fund (GBP)	-	-	-	-	529,461	-	634,098	2,365,707
The Gold and Precious Metals Plus Fund (USD)	-	-	-	1,011,455	-	-	734,650	3,437,056
The International Money Market Fund (GBP)	-	-	-	-	-	-	-	4,014,139
The International Money Market Fund (USD)	-	-	-	-	-	-	-	240,655
The Magma Fund (EUR)	-	-	-	-	-	142,458	142,458	296,367
The Magma Fund (GBP)	-	-	-	-	2,230,337	-	2,671,119	4,098,680
The Magma Fund (USD)	-	-	-	1,947,327	-	-	1,414,402	1,891,821
The Optimizer Balanced Fund (EUR)	-	-	-	-	-	202,977	202,977	324,377
The Optimizer Balanced Fund (GBP)	-	-	-	-	76,564	-	91,695	508,465
The Optimizer Balanced Fund (USD)	-	-	-	827,555	-	-	601,078	3,067,558
The Optimizer Cautious Fund (EUR)	-	-	-	-	-	-	-	7,412
The Optimizer Cautious Fund (USD)	-	-	-	-	-	-	-	2,423
The Optimizer Growth Fund (EUR)	-	-	-	-	-	576,492	576,492	522,268
The Optimizer Growth Fund (GBP)	-	-	-	-	240,543	-	288,082	275,457
The Optimizer Growth Fund (USD)	-	-	-	1,413,301	-	-	1,026,523	4,113,687
The Strategic Growth Plus (Euro)	-	-	-	-	-	434,559	434,559	565,946
The Strategic Growth Plus (GBP)	-	-	-	-	11,172,149	-	13,380,101	19,451,366
The Strategic Growth Plus (USD)	-	-	-	2,019,107	-	-	1,466,538	2,684,220
Zeus Global Fund	-	-	-	138,779	-	-	100,799	130,433
<b>TOTAL</b>	<b>136,084</b>	<b>53,368</b>	<b>602,206</b>	<b>49,802,299</b>	<b>41,361,868</b>	<b>6,218,873</b>	<b>92,418,128</b>	<b>268,202,997</b>

## NOTES TO THE FINANCIAL STATEMENTS - YEAR ENDED DECEMBER 31, 2013

## 8. DEPOSIT ON INVESTMENTS

	2013 USD	Total 2013 EUR	Total 2012 EUR
Kwanda African Growth Fund (USD)	-	-	447,368
Quesuusus Absolute Return Fund	-	-	21,908
	-	-	469,276

## 9. CASH AND CASH EQUIVALENTS

	2013 CHF	2013 AUD	2013 SGD	2013 USD	2013 GBP	2013 EUR	Total 2013 EUR	Total 2012 EUR
Apex Active Fund (USD)	-	-	-	300	-	-	218	-
Apex Balanced Fund (USD)	-	-	-	300	-	-	218	-
Apex Cautious Fund (USD)	-	-	-	5,000	-	-	3,632	-
Athena Fund	-	-	-	-	-	-	-	35,523
Athena Special Situations Fund	-	-	-	-	-	-	-	112,725
Birds Eye View Commodity Fund	-	-	-	912	-	-	662	29,011
Dualstar Capital Private Equity Partners - Fund 2	-	-	-	173,579	-	-	126,076	-
Dualstar Capital Private Equity Partners - Fund 4	-	-	-	4,985	-	-	3,621	-
Fortunatus Global Fund	-	-	-	-	686	-	822	342,414
Generation Life Moderate Portfolio (EUR)	-	-	-	-	-	6,515	6,515	-
Generation Life Moderate Portfolio (USD)	-	-	-	2,414	-	-	1,753	58,150
Global Markets Investment Fund	-	-	-	30,678	-	-	22,282	44,906
Kijani Commodity Fund (CHF)	2,474	-	-	-	-	-	2,018	-
Kijani Commodity Fund (EUR)	-	-	-	-	-	123,808	123,808	-
Kijani Commodity Fund (GBP)	-	-	-	-	67,940	-	81,367	18,190
Kijani Commodity Fund (USD)	-	-	-	1,537,635	-	-	1,116,830	485,706
Kwanda African Growth Fund (USD)	-	-	-	15,763	-	-	11,449	338,430
Mauritius Investment Management Fund I	-	-	-	-	6,904	-	8,268	20,651
Peak XV Venture Fund	-	-	-	272,513	-	-	197,934	203,341
Quesuusus Absolute Return Fund	-	-	-	5,486	-	-	3,985	386,375
Richmond Asian Alternative Optimizer (USD)	-	-	-	2,237,016	-	-	1,624,812	3,131,533
Soundview Opportunity Fund	-	-	-	3,875	-	-	2,815	24,690
Strategic Growth Overlay Fund	-	-	-	-	-	-	-	3,667
The Apollo Fund (AUD)	-	3,696	-	-	-	-	2,382	842
The Apollo Fund (EUR)	-	-	-	-	-	45,674	45,674	7,360
Sub total carried forward	2,474	3,696	-	4,290,456	75,530	175,997	3,387,141	5,243,514

## NOTES TO THE FINANCIAL STATEMENTS - YEAR ENDED DECEMBER 31, 2013

## 9. CASH AND CASH EQUIVALENTS (CONT'D)

	2013 CHF	2013 AUD	2013 SGD	2013 USD	2013 GBP	2013 EUR	Total 2013 EUR	Total 2012 EUR
Sub total carried forward	2,474	3,696	-	4,290,456	75,530	175,997	3,387,141	5,243,514
The Apollo Fund (GBP)	-	-	-	-	147,233	-	176,331	103,797
The Apollo Fund (SGD)	-	-	44,271	-	-	-	25,343	3,885
The Apollo Fund (USD)	-	-	-	76,906	-	-	55,859	49,286
The Diversified Emerging Market Plus (EUR)	-	-	-	-	-	883	883	8,321
The Diversified Emerging Market Plus (GBP)	-	-	-	-	6,358	-	7,615	25,730
The Diversified Emerging Market Plus (USD)	-	-	-	-	-	-	-	1,622
The Exigo Fund(EUR)	-	-	-	-	-	3,385	3,385	-
The Exigo Fund(GBP)	-	-	-	-	155,865	-	186,669	157,340
The Exigo Fund(USD)	-	-	-	425,482	-	-	309,040	399,065
The Galaxy Alpha Fund	-	-	-	184	-	-	134	6,359
The Gold and Precious Metals Plus Fund (EUR)	-	-	-	-	-	226	226	10,349
The Gold and Precious Metals Plus Fund (GBP)	-	-	-	-	17,389	-	20,826	88,348
The Gold and Precious Metals Plus Fund (USD)	-	-	-	427	-	-	310	22,341
The International EUR Money Market Fund	-	-	-	-	-	40,932	40,932	111,441
The International GBP Money Market Fund	-	-	-	-	198,082	-	237,229	1,474,491
The International USD Money Market Fund	-	-	-	392,665	-	-	285,204	117,730
The Magma Fund (EUR)	-	-	-	-	-	13,426	13,426	25,176
The Magma Fund (GBP)	-	-	-	-	76,446	-	91,554	8,989
The Magma Fund (USD)	-	-	-	137,812	-	-	100,097	12,139
The Meteor Property Fund	-	-	-	-	623	-	746	798
The Optimizer Balanced Fund (EUR)	-	-	-	-	-	4,410	4,410	1,402
The Optimizer Balanced Fund (GBP)	-	-	-	-	1,015	-	1,216	6,135
The Optimizer Balanced Fund (USD)	-	-	-	341	-	-	248	5,868
The Optimizer Cautious Fund (EUR)	-	-	-	-	-	-	-	13,266
The Optimizer Cautious Fund (USD)	-	-	-	378	-	-	275	2,396
The Optimizer Growth Fund (EUR)	-	-	-	-	-	69,529	69,529	999
The Optimizer Growth Fund (GBP)	-	-	-	-	2,676	-	3,205	9,452
The Optimizer Growth Fund (USD)	-	-	-	20,519	-	-	14,904	16,586
The Rand Yield Fund	-	-	-	-	-	-	-	-
The Strategic Growth Plus (EUR)	-	-	-	-	-	17,877	17,877	10,769
The Strategic Growth Plus (GBP)	-	-	-	-	1,116	-	1,337	47,163
The Strategic Growth Plus (USD)	-	-	-	49,945	-	-	36,277	16,371
Zeus Global Fund	-	-	-	121,007	-	-	87,891	104,011
<b>TOTAL</b>	<b>2,474</b>	<b>3,696</b>	<b>44,271</b>	<b>5,516,122</b>	<b>682,333</b>	<b>326,665</b>	<b>5,180,116</b>	<b>8,105,138</b>



## NOTES TO THE FINANCIAL STATEMENTS - YEAR ENDED DECEMBER 31, 2013

## 9. CASH AND CASH EQUIVALENTS (CONT'D)

	2013 CHF	2013 ZAR	2013 USD	2013 GBP	2013 EUR	Total 2013 EUR	Total 2012 EUR
<b>Bank overdraft:</b>							
Fortunatus Global Fund	-	-	-	279	-	334	220
Generation Life Moderate Portfolio	-	-	-	-	-	-	15
Liquidité Private Equity Partners	-	-	-	-	-	-	78
Meteor Clean Energy Distribution Fund	-	-	-	-	730	730	55
Richmond Asian Alternate optimiser	-	-	1,101,908	-	-	800,349	-
The Magma Fund (GBP)	-	-	-	-	-	-	2
The Optimizer Cautious Fund (EUR)	-	-	-	-	132	132	-
The Optimizer Cautious Fund (GBP)	-	-	-	-	-	-	95
The Rand High Yield Fund	-	31	-	-	-	2	129
The RGTO Equity Optimizer Fund	-	-	793	-	-	576	65
Zeus Global Fund	-	-	138	-	-	100	-
	-	31	1,102,839	279	862	802,223	660
<b>Net cash and cash equivalents</b>						<b>2013 EUR</b>	<b>2012 EUR</b>
Bank balances						5,180,116	8,105,138
Bank overdraft						(802,223)	(660)
						<b>4,377,892</b>	<b>8,104,478</b>

## NOTES TO THE FINANCIAL STATEMENTS - YEAR ENDED DECEMBER 31, 2013

## 10. MARGIN ACCOUNTS

	2013 SGD	2013 USD	2013 GBP	2013 EUR	Total 2013 EUR	Total 2012 EUR
Generation Life Moderate Portfolio	-	-	-	51,235	51,235	-
Kijani Commodity Fund (EUR)	-	-	-	-	-	3,846
Kijani Commodity Fund (USD)	-	1,195,254	-	-	868,149	256,151
Soundview Opportunity Fund (USD)	-	517	-	-	376	391,519
The Apollo Fund (SGD)	-	-	-	-	-	65,419
The Magma Fund (EUR)	-	-	-	117,528	117,528	-
The Magma Fund (GBP)	-	-	242,981	-	291,001	132,460
The Optimizer Balanced Fund (EUR)	-	-	-	297	297	28,118
The Optimizer Balanced Fund (GBP)	-	-	77,839	-	93,222	125,897
The Optimizer Growth Fund (EURO)	-	-	-	61,819	61,819	79,024
The Optimizer Growth Fund (GBP)	-	-	36,094	-	43,227	158,112
Zeus Global Fund	-	15,695	-	-	11,400	-
<b>TOTAL</b>	<b>-</b>	<b>1,211,466</b>	<b>356,914</b>	<b>230,879</b>	<b>1,538,254</b>	<b>1,240,546</b>

Margin accounts represent the exchange of traded foreign exchange contracts and futures contracts margin deposit amounts held with the clearing members and are a form of collaterals for the clearing members.

## NOTES TO THE FINANCIAL STATEMENTS - YEAR ENDED DECEMBER 31, 2013

## 11. RECEIVABLES

	2013 CHF	2013 SGD	2013 USD	2013 GBP	2013 EUR	Total 2013 EUR	Total 2012 EUR
<b>Loans receivable</b>							
Dualstar Capital Private Equity partners - Fund 4	-	-	370,000	-	-	268,742	-
Kijani Commodity Fund (USD)	-	-	52,817,396	-	-	38,362,859	19,333,926
Kwanda African Growth Fund (USD)	-	-	15,623,128	-	-	11,347,547	21,559,313
Peak XV Venture Fund	-	-	350,000	-	-	254,215	-
Questuosus Absolute Return Fund	-	-	1,365,358	-	-	991,700	-
The Exigo Fund (EUR)	-	-	-	-	259,258	259,258	-
The International Money Market Fund (USD)	-	-	40,000	-	-	29,053	30,269
The Meteor Property Fund	-	-	-	14,186,153	-	16,989,762	17,334,912
Zeus Global Fund (USD)	-	-	220,594	-	-	160,224	190,724
	-	-	70,786,476	14,186,153	259,258	68,663,361	58,449,143
<b>Other receivables</b>							
Athena Special Situations Fund	-	-	-	-	-	-	8,301
DualStar Capital Private Equity partners - Fund 4	-	-	8,325	-	-	6,047	-
Fortunatus Global Fund (GBP)	-	-	-	384,074	-	459,979	447,643
Generation Life Moderate Portfolio (EUR)	-	-	-	-	22,260	22,260	95,974
Generation Life Moderate Portfolio (USD)	-	-	8,676	-	-	6,302	-
Global Markets Investment Fund (USD)	-	-	184,885	-	-	134,288	19,743
Kijani Commodity Fund (CHF)	1,000	-	-	-	-	816	-
Kijani Commodity Fund (EUR)	-	-	-	-	-	-	19,674
Kijani Commodity Fund (GBP)	-	-	-	1,000	-	1,198	126,597
Kijani Commodity Fund (USD)	-	-	17,271,724	-	-	12,544,971	2,230,638
Kwanda African Growth Fund (USD)	-	-	2,185,927	-	-	1,587,704	5,688,212
Mauritius Investment Management Fund 1	-	-	-	214,046	-	256,348	67,967
Peak XV Venture Fund	-	-	39,339	-	-	28,573	577,505
Questuosus Absolute Return Fund	-	-	253,101	-	-	183,835	1,040,795
Richmond Asia Alternate Optimiser	-	-	1,287	-	-	935	-
Soundview Opportunity Fund (USD)	-	-	1	-	-	1	-
<b>Sub total carried forward</b>	<b>1,000</b>	<b>-</b>	<b>19,953,265</b>	<b>599,120</b>	<b>22,260</b>	<b>15,233,255</b>	<b>10,323,049</b>



## NOTES TO THE FINANCIAL STATEMENTS - YEAR ENDED DECEMBER 31, 2013

## (1). RECEIVABLES (CONT'D)

	2013	2013	2013	2013	2013	Total	Total
	CHF	SGD	USD	GBP	EUR	2013	2012
						EUR	EUR
Sub total carried forward	1,000	-	19,953,265	599,120	22,260	15,233,255	10,323,049
The Apollo Fund (SGD)	-	39,923	-	-	-	22,854	23,399
The Apollo Fund (USD)	-	-	100,000	-	-	72,633	-
The Diversified Emerging Market Plus (GBP)	-	-	-	-	-	-	15,036
The Diversified Emerging Market Plus (USD)	-	-	-	-	-	-	2,373
The Exigo Fund (EUR)	-	-	-	-	2,112	2,112	-
The Galaxy Alpha Fund (USD)	-	-	349,636	-	-	253,951	232,831
The Gold and Precious Metals Plus Fund (USD)	-	-	20,078	-	-	14,583	76,768
The International Money Market Fund (EUR)	-	-	-	-	-	-	270
The International Money Market Fund (GBP)	-	-	-	324	-	388	4,365
The International Money Market Fund (USD)	-	-	1,366	-	-	992	953
The Magma Fund (EUR)	-	-	-	-	11,232	11,232	133,085
The Magma Fund (GBP)	-	-	-	74	-	89	127,268
The Magma Fund (USD)	-	-	4,004	-	-	2,908	36,421
The Meteor Property Fund	-	-	-	2,773,378	-	3,321,481	3,409,398
The Optimizer Balanced Fund (EUR)	-	-	-	-	5,650	5,650	75,146
The Optimizer Balanced Fund (GBP)	-	-	-	3,662	-	4,386	12,561
The Optimizer Balanced Fund (USD)	-	-	420	-	-	305	55,719
The Optimizer Cautious Fund (EUR)	-	-	-	-	-	-	7,785
The Optimizer Cautious Fund (USD)	-	-	-	-	-	-	617
The Optimizer Growth Fund (EUR)	-	-	-	-	54,323	54,323	86,963
The Optimizer Growth Fund (GBP)	-	-	-	2,742	-	3,284	1,161
The Optimizer Growth Fund (USD)	-	-	23,497	-	-	17,067	21,938
The Strategic Growth Plus (GBP)	-	-	-	65,804	-	78,809	-
The Strategic Growth Plus (USD)	-	-	3,757	-	-	2,729	2,843
Zeus Global Fund	-	-	14,679	-	-	10,662	19,547
	1,000	39,923	20,470,702	3,445,104	95,577	19,113,692	14,669,497
<b>TOTAL</b>	<b>1,000</b>	<b>39,923</b>	<b>91,257,178</b>	<b>17,631,257</b>	<b>354,835</b>	<b>87,777,053</b>	<b>73,118,640</b>

## 12. DERIVATIVE FINANCIAL INSTRUMENTS

The Company traded in Contracts for difference ("CFDs") and futures during the year. The gains and losses on these CFDs are included in the statement of profit or loss and other comprehensive income.

Futures represent contractual obligations to buy or sell financial instruments on a future date at a specified price established in an organised market. The Company enters into single stock and equity indexed linked futures contracts that are collateralised by cash or marketable securities; changes in the futures contracts' values are marked to market and settled daily with the exchange.

	2013	2012
	EUR	EUR
Assets	756,129	39,113
Liabilities	(51,714)	(114,951)
	<u>704,415</u>	<u>(75,838)</u>

	2013	2013	2013	2013	2013	2013	Total	Total
	CHF	AUD	SGD	USD	GBP	EUR	2013	2012
							EUR	EUR
Dualstar Capital Private Equity Partners - Fund 2	-	-	-	(15)	-	-	(11)	-
Generation Life Moderate Portfolio (EUR)	-	-	-	-	-	69,934	69,934	-
Kijani Commodity Fund (CHF)	3,519	-	-	-	-	-	2,870	-
Kijani Commodity Fund (EUR)	-	-	-	-	-	93,027	93,027	-
Kijani Commodity Fund (GBP)	-	-	-	-	394,792	-	472,815	-
Richmond Asia Alternate Optimiser	-	-	-	(1,046)	-	-	(760)	-
The Apollo Fund (AUD)	-	(1,125)	-	-	-	-	(725)	8,786
The Apollo Fund (SGD)	-	-	-	-	-	-	-	13,826
The Exigo Fund (EUR)	-	-	-	-	-	5,699	5,699	-
The Magma Fund (EUR)	-	-	-	-	-	6,903	6,903	-
The Magma Fund (GBP)	-	-	-	-	63,775	-	76,379	(78,917)
The Magma Fund (USD)	-	-	-	(47,645)	-	-	(34,606)	-
The Optimizer Balanced Fund (EUR)	-	-	-	-	-	8,742	8,742	5,396
The Optimizer Balanced Fund (GBP)	-	-	-	-	843	-	1,010	6,909
The Optimizer Cautious Fund (GBP)	-	-	-	-	-	-	-	4,196
The Optimizer Growth Fund (EUR)	-	-	-	-	-	11,950	11,950	(24,682)
The Optimizer Growth Fund (GBP)	-	-	-	-	5,678	-	6,800	-
Zeus Global Fund (USD)	-	-	-	(21,495)	-	-	(15,612)	(11,352)
<b>TOTAL</b>	<u>3,519</u>	<u>(1,125)</u>	<u>-</u>	<u>(70,201)</u>	<u>465,088</u>	<u>196,255</u>	<u>704,415</u>	<u>(75,838)</u>

## 13. PAYABLES

	2013	2013	2013	2013	2013	2013	Total	Total
	CHF	AUD	SGD	USD	GBP	EUR	2013	2012
							EUR	EUR
Apex Active Fund (USD)	-	-	-	33	-	-	24	-
Apex Balanced Fund (USD)	-	-	-	33	-	-	24	-
Apex Cautious Fund (USD)	-	-	-	33	-	-	24	-
Athena Fund	-	-	-	-	-	-	-	13,107
Athena Special Situations Fund	-	-	-	-	-	-	-	11,324
Birds Eye View Commodity Fund	-	-	-	14,125	-	-	10,259	9,133
Dualstar Capital Private Equity Partners - Fund 2	-	-	-	2,210,070	-	-	1,605,240	-
Exigo Fund (EUR)	-	-	-	-	-	265	265	-
Exigo Fund (GBP)	-	-	-	-	13,274	-	15,897	4,993
Fortunatus Global Fund	-	-	-	-	27,215	-	32,594	22,392
Generation Life Moderate Portfolio (EUR)	-	-	-	-	-	24,021	24,021	2,640
Generation Life Moderate Portfolio (USD)	-	-	-	15	-	-	11	2,272
Global Markets Investment Fund	-	-	-	15,776	-	-	11,459	12,700
Kijani Commodity Fund (CHF)	280	-	-	-	-	-	228	-
Kijani Commodity Fund (EUR)	-	-	-	-	-	321,446	321,446	7,367
Kijani Commodity Fund (USD)	-	-	-	2,719,852	-	-	1,975,510	405,292
Kijani Commodity Fund (GBP)	-	-	-	-	70,484	-	84,414	24,547
Kwanda African Growth Fund (USD)	-	-	-	2,582,372	-	-	1,875,654	179,269
Mauritius Investment Management Fund 1	-	-	-	-	11,375	-	13,623	23,399
Peak XV Venture Fund	-	-	-	2,317,046	-	-	1,682,940	2,056,829
Questnosus Absolute Return Fund	-	-	-	670	-	-	487	1,085
Richmond Asian Alternative Optimizer	-	-	-	1,891	-	-	1,373	4,366
Soundview Opportunity Fund	-	-	-	6,275	-	-	4,558	13,483
Strategic Growth Overlay Fund	-	-	-	-	-	-	-	15,926
The Apollo Fund (AUD)	-	3,242	-	-	-	-	2,089	3,965
The Apollo Fund (EUR)	-	-	-	-	-	5,385	5,385	4,307
The Apollo Fund (GBP)	-	-	-	-	55,965	-	67,025	51,327
The Apollo Fund (SGD)	-	-	846	-	-	-	484	29,349
The Apollo Fund (USD)	-	-	-	164,853	-	-	119,738	21,039
The Diversified Emerging Market Plus (EUR)	-	-	-	-	-	9,684	9,684	4,173
Sub total carried forward	280	3,242	846	10,033,044	178,313	360,801	7,864,457	2,924,286



## 13. PAYABLES (CONT'D)

	2013	2013	2013	2013	2013	2013	Total	Total
	CHF	AUD	SGD	USD	GBP	EUR	2013	2012
							EUR	EUR
Sub total carried forward	280	3,242	846	10,033,044	178,313	360,801	7,864,457	2,924,286
The Diversified Emerging Market Plus (GBP)	-	-	-	-	4,297	-	5,146	34,860
The Diversified Emerging Market Plus (USD)	-	-	-	-	-	-	-	2,787
The Exigo Fund (USD)	-	-	-	506,304	-	-	367,744	21,256
The Galaxy Alpha Fund (USD)	-	-	-	54,373	-	-	39,493	6,324
The Gold and Precious Metals Plus Fund (GBP)	-	-	-	-	47	-	56	-
The Gold and Precious Metals Plus Fund (USD)	-	-	-	20,736	-	-	15,061	6,960
The International EUR Money Market Fund	-	-	-	-	-	1,531	1,531	3,670
The International Money Market Fund (GBP)	-	-	-	-	88	-	105	2,036
The International Money Market Fund (USD)	-	-	-	59	-	-	43	15,746
The Magma Fund (EUR)	-	-	-	-	-	95,053	95,053	95,946
The Magma Fund (GBP)	-	-	-	-	171,284	-	205,135	115,832
The Magma Fund (USD)	-	-	-	43,364	-	-	31,497	67,124
The Meteor Property Fund	-	-	-	-	529,744	-	634,437	293,004
The Optimizer Australian Special Situations Proper	-	-	-	-	-	-	-	1,367
The Optimizer Balanced Fund (EUR)	-	-	-	-	-	221,851	221,851	3,410
The Optimizer Balanced Fund (GBP)	-	-	-	-	76,871	-	92,063	2,400
The Optimizer Balanced Fund (USD)	-	-	-	332,504	-	-	241,508	6,410
The Optimizer Cautious Fund (EUR)	-	-	-	-	-	-	-	553
The Optimizer Cautious Fund (USD)	-	-	-	2,000	-	-	1,453	1,047
The Optimizer Growth Fund (EUR)	-	-	-	-	-	12,817	12,817	2,740
The Optimizer Growth Fund (GBP)	-	-	-	-	19,932	-	23,871	2,416
The Optimizer Growth Fund (USD)	-	-	-	288,625	-	-	209,637	7,955
The Strategic Growth Plus (EUR)	-	-	-	-	-	5,873	5,873	4,356
The Strategic Growth Plus (GBP)	-	-	-	-	77,851	-	93,237	24,020
The Strategic Growth Plus (USD)	-	-	-	1,309,533	-	-	951,153	4,643
Zeus Global Fund	-	-	-	10,706	-	-	7,776	5,324
Core Fund	-	-	-	-	-	103,209	103,209	71,601
<b>TOTAL</b>	<b>280</b>	<b>3,242</b>	<b>846</b>	<b>12,601,248</b>	<b>1,058,427</b>	<b>801,135</b>	<b>11,224,206</b>	<b>3,728,074</b>

## NOTES TO THE FINANCIAL STATEMENTS - YEAR ENDED DECEMBER 31, 2013

## 14. SHARE APPLICATION MONIES

	2013	Total 2013	Total 2012
THE GROUP AND THE COMPANY	USD	EUR	EUR
Kijani Commodity Fund (USD)	130,200	94,568	25,706
Dualstar Capital Private Equity - Fund 4	5,000	3,632	-
The International Money Market Fund (USD)	761	553	576
	<b>135,961</b>	<b>98,753</b>	<b>26,282</b>

Share application monies represents advances received from investors which has not yet been converted into share

## 15. TAXATION

The Company being the holder of a Category 1, Global Business Licence, is liable to income tax in Mauritius on its chargeable income at the rate 15%. It is, however, entitled to a tax credit equivalent to the higher of actual foreign tax suffered or 80% of the Mauritian tax chargeable on its foreign source income. Capital gains of the Company are exempt from tax in Mauritius.

## (a) Statement of financial position

	2013	2012
	EUR	EUR
At January 1,	5,464	9,127
Charge for the year	157,129	32,857
Paid during the year	(29,908)	(36,520)
Overprovision in respect of previous year	(468)	-
At December 31,	<b>132,217</b>	<b>5,464</b>

## (b) Statement of profit or loss and other comprehensive income

	2013	2012
	EUR	EUR
Current tax on the adjusted result for the year	157,129	32,857
Overprovision in respect of previous year	(468)	-
Tax charge	<b>156,661</b>	<b>32,857</b>
	<b>2013</b>	<b>2012</b>
	<b>EUR</b>	<b>EUR</b>
Loss before taxation	<b>(6,378,555)</b>	<b>(27,022,822)</b>
Tax calculated at the rate of 3% (2012: 3%)	(22,426)	(810,685)
Expenses not allowable for tax purposes	776,928	1,089,024
Income not subject to tax	(595,553)	(245,482)
Foreign tax credit	(1,820)	-
Overprovision in respect of previous year	(468)	-
Tax charge	<b>156,661</b>	<b>32,857</b>



## NOTES TO THE FINANCIAL STATEMENTS - YEAR ENDED DECEMBER 31, 2013

## 16. NET ASSET VALUE ATTRIBUTABLE TO REDEEMABLE PARTICIPATING PREFERENCE SHARES

The Shares of the Company are divided into Management shares that are Non Redeemable Ordinary shares with management voting rights and Cell shares that are Redeemable Preference Shares. The holders of the Non Redeemable Ordinary shares have no rights to participate in profits assets except in a return of capital in a winding up.

The net asset value per Participating Redeemable Preference Share Class ("NAV per Share") is calculated based on the net assets attributable to holders of each Participating Redeemable Preference Share Class ("NAV") at the end of reporting date divided by the period end numbers of shares in issue in that Participating Redeemable Preference Share Class.

For the purposes of calculating the NAV, preliminary expenses are being written off over a three year period, commencing on the launch of the Company. However, in compliance with IFRS, preliminary expenses have been expensed in profit or loss as incurred. Furthermore the forward foreign exchange contracts were valued for valuation purposes using the forward close out rate but under IFRS they have been valued using the period end rate.

The table below shows the NAV per Share and by Share Class per cell.

		NAV	Number of shares in issue	NAV per share
Apex Active Fund (USD)	USD	10,228	10,000	1.02
Apex Balanced Fund (USD)	USD	10,135	10,000	1.01
Apex Cautious Fund (USD)	USD	10,093	10,000	1.01
Birds Eye View Commodity Fund	USD	165,185	119,818	1.38
DualStar Capital Private Equity Partners-Fund 2	USD	415,222	437,294	0.95
DualStar Capital Private Equity Partners-Fund 4	USD	378,310	370,001	1.02
The Exigo Fund(GBP)	GBP	3,445,238	3,341,097	1.03
The Exigo Fund(USD)	USD	6,055,757	5,844,091	1.04
Fortunatus Global Fund	GBP	385,607	423,939	0.91
Generation Life Moderate(EUR)	EUR	1,242,592	1,191,480	1.04
Generation Life Moderate(USD)	USD	1,245,991	1,166,066	1.07
Global Markets Investment Fund	USD	1,818,549	1,618,102	1.12
Kijani Commodity Fund (CHF)	CHF	142,847	138	1,036.28
Kijani Commodity Fund (EUR)	EUR	2,485,688	2,031	1,224.00
Kijani Commodity Fund (GBP)	GBP	10,885,595	8,536	1,275.21
Kijani Commodity Fund (USD)	USD	72,087,895	51,967	1,387.19
Kwanda African Growth Fund	USD	46,752,883	69,994,360	0.67
Mauritius Investment Management Fund 1	GBP	5,640,075	6,689,697	0.84
Peak XV Venture Fund	USD	1,105,463	1,235,185	0.89
Questuosus Absolute Return Fund	USD	1,621,565	1,690,354	0.96
Richmond Asian Alternative Optimizer(USD)	USD	1,845,446	2,153,425	0.86
Soundview Opportunity Fund	USD	351,655	519,886	0.68
The Apollo Fund (AUD)	AUD	56,408	51,143	1.10
The Apollo Fund (EUR)	EUR	1,146,007	1,094,454	1.05
The Apollo Fund (GBP)	GBP	9,987,856	9,732,191	1.03
The Apollo Fund (SGD)	SGD	716,336	757,916	0.95
The Apollo Fund (USD)	USD	10,286,079	10,138,726	1.01
The Diversified Emerging Market Plus (EUR)	EUR	86,619	147,791	0.59
The Diversified Emerging Market Plus (GBP)	GBP	178,611	266,304	0.67
The Exigo Fund (EUR)	EUR	283,835	286,606	0.99
The Galaxy Alpha Fund	USD	3,646,397	8,462,548	0.43
The Gold and Precious Metals Plus Fund (EUR)	EUR	28,794	74,224	0.39



## NOTES TO THE FINANCIAL STATEMENTS - YEAR ENDED DECEMBER 31, 2013

## 16. NET ASSET VALUE ATTRIBUTABLE TO REDEEMABLE PARTICIPATING PREFERENCE SHARES (CONT'D)

		NAV	Number of shares in issue	NAV per share
The Gold and Precious Metals Plus Fund (GBP)	GBP	576,564	1,283,205	0.45
The Gold and Precious Metals Plus Fund (USD)	USD	1,020,213	2,104,234	0.48
The International EUR Money Market Fund	EUR	43,524	43,021	1.01
The International GBP Money Market Fund	GBP	200,388	199,117	1.01
The International USD Money Market Fund	USD	438,774	453,372	0.97
The Magma Fund (EUR)	EUR	224,115	358,630	0.62
The Magma Fund (GBP)	GBP	224,295	371,410	0.60
The Magma Fund (USD)	USD	2,115,395	2,893,524	0.73
The Meteor Property Fund	GBP	8,150,768	18,711,793	0.44
The Optimizer Balanced Fund (EUR)	EUR	5,554	6,013	0.92
The Optimizer Balanced Fund (GBP)	GBP	83,374	131,565	0.63
The Optimizer Balanced Fund (USD)	USD	508,306	730,350	0.70
The Optimizer Growth Fund (EUR)	EUR	694,633	1,399,495	0.50
The Optimizer Growth Fund (GBP)	GBP	224,295	371,410	0.60
The Optimizer Growth Fund (USD)	USD	1,149,546	1,853,811	0.62
The Strategic Growth Plus (EUR)	EUR	473,451	697,340	0.68
The Strategic Growth Plus (GBP)	GBP	11,813,829	16,293,130	0.73
The Strategic Growth Plus (USD)	USD	879,874	1,413,894	0.62
Zeus Global Fund	USD	484,902	8,236	58.88

## 17. DIVIDENDS

	2013	2012
	EUR	EUR
Dividends for the year	-	13,782,856

## 18. FUNCTIONAL AND PRESENTATION CURRENCY

The primary activity of the Company is to invest in securities and derivatives quoted on the South African stock exchange and the performance of the Company is measured and reported to the investors in USD. Furthermore, the Company's issues and redemption of shares are denominated in USD which then represent the economic effects of the underlying transactions, events and conditions. However, the directors have determined that the presentation currency to be the Euro based on the fact that the proceeds from investment and redemption of redeemable shares will be converted into Euro. The financial statements are presented in a currency that differs from the functional currency. Therefore, all resulting gains and losses for the purpose of consolidating the various cell's assets and liabilities are accounted for in the consolidated statement of profit or loss and other comprehensive income.

The following rates were applicable as at December 31, 2013 and 2012.

	2013		2012	
	Closing rate	Average rate	Closing rate	Average rate
	EUR	EUR	EUR	EUR
British Pound Sterling (GBP)	1.19763	1.17770	1.22196	1.23282
United States Dollar (USD)	0.72633	0.75320	0.75673	0.77785
Singapore dollar (SGD)	0.57246	0.60190	0.61806	0.62259
South African Rand (ZAR)	0.06919	0.07830	0.08917	0.08911
Australian dollar (AUD)	0.64449	0.72930	0.78463	0.80550
Swiss Franc (CHF)	0.81570	0.81250	0.82800	0.81250

## 19. FINANCIAL INSTRUMENTS BY CATEGORY

	Assets as per statement of financial position						Liabilities as per statement of financial position			
	Assets at fair value through profit or loss	Loans and receivables				Derivatives used for hedge	Other financial liabilities		Derivatives used for hedge	
		Investments	Cash and	Loans	Other		Other payables	Cash and		
EUR	EUR	EUR	EUR	Margin	Total	EUR	EUR	Margin	Total	
Generation Life Moderate(EUR)	1,114,116	6,515	-	22,260	121,169	1,264,060	24,021	-	-	24,021
Kijani Commodity Fund (EUR)	2,589,115	123,808	-	-	93,027	2,805,950	321,446	-	-	321,446
Meteor Clean Energy Distribution	-	-	-	-	-	-	-	730	-	730
The Apollo Fund (EUR)	1,037,928	45,674	-	-	-	1,083,602	5,385	-	-	5,385
The Diversified Emerging Market Plus (EUR)	92,406	883	-	-	-	93,289	9,684	-	-	9,684
The Exigo Fund (EUR)	-	3,385	259,258	2,112	5,699	270,454	265	-	-	265
The Gold and Precious Metals Plus Fund (EUR)	28,822	226	-	-	-	29,048	-	-	-	-
The International EUR Money Market Fund	-	40,932	-	-	-	40,932	1,531	-	-	1,531
The Magma Fund (EUR)	142,458	13,426	-	11,232	124,431	291,547	95,053	-	-	95,053
The Optimizer Balanced Fund (EUR)	202,977	4,410	-	5,650	9,039	222,076	221,851	-	-	221,851
The Optimizer Cautious Fund (EUR)	-	-	-	-	-	-	-	132	-	132
The Optimizer Growth Fund (EUR)	576,492	69,529	-	54,323	73,769	774,113	12,817	-	-	12,817
The Strategic Growth Plus (EUR)	434,559	17,877	-	-	-	452,436	5,873	-	-	5,873
	6,218,873	326,665	259,258	95,577	427,134	7,327,507	697,926	862	-	698,788
	GBP	GBP	GBP	GBP	GBP	GBP	GBP	GBP	GBP	GBP
Fortunatus Global Fund	-	686	-	384,074	-	384,760	27,215	279	-	27,494
Kijani Commodity Fund (GBP)	10,496,392	67,940	-	1,000	394,792	10,960,124	70,484	-	-	70,484
Mauritius Investment Management Fund 1	3,765,800	6,904	-	214,046	-	3,986,750	11,375	-	-	11,375
The Apollo Fund (GBP)	9,543,740	147,233	-	-	-	9,690,973	55,965	-	-	55,965
The Diversified Emerging Market Plus (GBP)	177,727	6,358	-	-	-	184,085	4,297	-	-	4,297
The Exigo Fund (GBP)	3,129,155	155,865	-	-	-	3,285,020	13,274	-	-	13,274
The Gold and Precious Metals Plus Fund (GBP)	529,461	17,389	-	-	-	546,850	47	-	-	47
The International GBP Money Market Fund	-	198,082	-	324	-	198,406	88	-	-	88
The Magma Fund (GBP)	2,230,337	76,446	-	74	306,756	2,613,613	171,284	-	-	171,284
The Meteor Property Fund	-	623	14,186,153	2,773,378	-	16,960,154	529,744	-	-	529,744
The Optimizer Balanced Fund (GBP)	76,564	1,015	-	3,662	78,682	159,923	76,871	-	-	76,871
The Optimizer Growth Fund (GBP)	240,543	2,676	-	2,742	41,772	287,733	19,932	-	-	19,932
The Strategic Growth Plus (GBP)	11,172,149	1,116	-	65,804	-	11,239,069	77,851	-	-	77,851
	41,361,868	682,333	14,186,153	3,445,104	822,002	60,497,460	1,058,427	279	-	1,058,706

## NOTES TO THE FINANCIAL STATEMENTS - YEAR ENDED DECEMBER 31, 2013

## 19. FINANCIAL INSTRUMENTS BY CATEGORY (CONT'D)

	Assets as per statement of financial position						Liabilities as per statement of financial position			
	Assets at fair value through profit or loss	Derivatives used for hedge					Derivatives used for hedge			
		Loans and receivables					Other financial liabilities			
		Cash and cash equivalents	Loans receivable	Other receivables	Margin	Total	Other payables	Cash and cash equivalents	Margin	Total
		Investments USD	USD	USD	USD	USD	USD	USD	USD	USD
Apex Active Fund (USD)	9,918	300	-	-	-	10,218	33	-	-	33
Apex Balanced Fund (USD)	9,828	300	-	-	-	10,128	33	-	-	33
Apex Cautious Fund (USD)	5,084	5,000	-	-	-	10,084	33	-	-	33
Birds Eye View Commodity Fund	172,421	912	-	-	-	173,333	14,125	-	-	14,125
Dualstar Capital Private Equity Partners - Fund 2	2,674,164	173,579	-	-	-	2,847,743	2,210,070	-	15	2,210,085
Dualstar Capital Private Equity Partners - Fund 4	-	4,985	370,000	8,325	-	383,310	-	-	-	-
Generation Life Moderate(USD)	1,240,220	2,414	-	8,676	-	1,251,310	15	-	-	15
Global Markets Investment Fund	1,602,596	30,678	-	184,885	-	1,818,159	15,776	-	-	15,776
Kijani Commodity Fund (USD)	-	1,537,635	52,817,396	17,271,724	1,195,254	72,822,009	2,719,852	-	-	2,719,852
Kwanda African Growth Fund	13,804,305	15,763	15,623,128	2,185,927	-	31,629,123	2,582,372	-	-	2,582,372
Peak XV Venture Fund	2,724,255	272,513	350,000	39,339	-	3,386,107	2,317,046	-	-	2,317,046
Questnexus Absolute Return Fund	-	5,486	1,365,358	253,101	-	1,623,945	670	-	-	670
Richmond Asian Alternative Optimizer(USD)	711,777	2,237,016	-	1,287	-	2,950,080	1,891	1,101,908	1,046	1,104,845
Soundview Opportunity Fund	345,664	3,875	-	-	518	353,932	6,275	-	-	6,275
The Apollo Fund (USD)	9,920,296	76,906	-	100,000	-	10,097,202	164,853	-	-	164,853
The Exigo Fund (USD)	5,874,192	425,482	-	-	-	6,299,674	506,304	-	-	506,304
The Galaxy Alpha Fund	3,350,055	184	-	349,636	-	3,699,875	54,373	-	-	54,373
The Gold and Precious Metals Plus Fund (USD)	1,011,455	427	-	20,078	-	1,031,960	20,736	-	-	20,736
The International USD Money Market Fund	-	392,665	40,000	1,366	-	434,031	59	-	-	59
The Magma Fund (USD)	1,947,327	137,812	-	4,004	-	2,089,143	43,364	-	47,645	91,009
The Optimizer Balanced Fund (USD)	827,555	341	-	420	-	828,316	332,504	-	-	332,504
The Optimizer Cautious Fund (USD)	-	378	-	-	-	378	2,000	-	-	2,000
The Optimizer Growth Fund (USD)	1,413,301	20,519	-	23,497	-	1,457,317	288,625	-	-	288,625
The RGTO Equity Optimizer Fund	-	-	-	-	-	-	-	793	-	793
The Strategic Growth Plus (USD)	2,019,107	49,945	-	3,757	-	2,072,809	1,309,533	-	-	1,309,533
Zeus Global Fund	138,779	121,007	220,594	14,679	15,695	510,754	10,706	138	21,495	32,339
	49,802,299	5,516,122	70,786,476	20,470,701	1,211,467	147,787,065	12,601,248	1,102,839	70,201	13,774,288



## NOTES TO THE FINANCIAL STATEMENTS - YEAR ENDED DECEMBER 31, 2013

## 19. FINANCIAL INSTRUMENTS BY CATEGORY (CONT'D)

	Assets as per statement of financial position						Liabilities as per statement of financial position			
	Assets at fair value through profit or loss	Loans and receivables			Derivatives used for hedge		Other financial liabilities		Derivatives used for hedge	
	Investments	Cash and cash	Loans receivable	Other receivables	Margin	Total	Other payables	Cash and cash	Margin	Total
	SGD	SGD	SGD	SGD	SGD	SGD	SGD	SGD	SGD	SGD
The Apollo Fund (SGD)	602,206	44,271	-	39,923	-	686,400	846	-	-	846
	AUD	AUD	AUD	AUD	AUD	AUD	AUD	AUD	AUD	AUD
The Apollo Fund (AUD)	53,368	3,696	-	-	-	57,064	3,242	-	1,125	4,367
	ZAR	ZAR	ZAR	ZAR	ZAR	ZAR	ZAR	ZAR	ZAR	ZAR
The Rand Yield Fund	-	-	-	-	-	-	-	31	-	31
	CHF	CHF	CHF	CHF	CHF	CHF	CHF	CHF	CHF	CHF
Kijani Commodity Fund CHF	136,084	2,474	-	1,000	3,519	143,077	280	-	-	280

## NOTES TO THE FINANCIAL STATEMENTS - YEAR ENDED DECEMBER 31, 2013

## 20. FEES

	Management fee	Provision for expenses fee	Investment advisor fee	Custody fee	Administration fee
	- % of NAV	- % of NAV	- % of NAV	- % of NAV	Initial fee - % of NAV
Apex Balance Fund (USD)	None	0.07%	1.50%	0.10%	Up to 5.25%
Apex Cautious Fund (USD)	None	0.07%	1.50%	0.10%	Up to 5.25%
ApexActive Fund (USD)	None	0.07%	1.50%	0.10%	Up to 5.25%
Birds Eye View Commodity Fund	2.40%	0.07%	None	0.10%	None
Dualstar Capital Private Equity Partners - Fund 2	2%	0.07%	None	0.10%	Up to 5.25%
Dualstar Capital Private Equity Partners - Fund 4	2%	0.07%	None	0.10%	Up to 5.25%
Fortunatus Global Fund (GBP)	1.00%	0.07%	None	0.10%	Up to 5.25%
Generation Life Moderate portfolio EUR	None	0.07%	2.50%	0.10%	None
Generation Life Moderate portfolio USD	None	0.07%	2.50%	0.10%	None
Global Markets Investment Fund (USD)	1.00%	None	None	0.10%	Up to 5.25%
Kijani Commodity Fund (EUR)	None	None	None	None	None
Kijani Commodity Fund (USD)	2.00%	0.07%	None	0.10%	Up to 5%
Kijani Commodity Fund(GBP)	None	None	None	None	None
Kwanda African Growth Fund (USD)	2.00%	0.07%	None	0.10%	Up to 5.25%
Mauritius Investment Management Fund I	None	None	None	None	None
Peak XV Venture Fund	None	0.07%	0.50%	0.20%	Up to 5.25%
Questuosus Absolute Return Fund	None	0.07%	None	None	Up to 5%
Richmond Asian Alternative Optimizer USD	None	0.07%	2.00%	None	Up to 5%
Soundview Opportunity Fund (USD)	2.00%	0.07%	None	None	Up to 5.25%
The Apollo Fund (AUD)	None	0.07%	1.50%	0.10%	None
The Apollo Fund (EUR)	None	0.07%	1.50%	0.10%	None
The Apollo Fund (GBP)	None	0.07%	1.50%	0.10%	None
The Apollo Fund (SGD)	None	0.07%	1.50%	0.10%	None
The Apollo Fund (USD)	None	0.07%	1.50%	0.10%	None
The Diversified Emerging Market Plus (EUR)	0.25%	0.07%	0.75%	0.10%	None
The Diversified Emerging Market Plus (GBP)	0.25%	0.07%	0.75%	0.10%	None
The Diversified Emerging Market Plus (USD)	0.25%	0.07%	0.75%	0.10%	None
The Exigo Fund (EUR)	None	0.07%	1.50%	0.10%	None
The Exigo Fund (GBP)	None	0.07%	1.75%	0.10%	None

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## NOTES TO THE FINANCIAL STATEMENTS - YEAR ENDED DECEMBER 31, 2013

## 20. FEES (CONT'D)

	Management fee	Provision for expenses fee	Investment advisor fee	Custody fee	Administration fee
	- % of NAV	- % of NAV	- % of NAV	- % of NAV	- % of NAV
The Exigo Fund (USD)	None	0.07%	1.75%	0.10%	0.40%
The Galaxy Alpha Fund	None	0.07%	1.50%	None	0.30%
The Gold and Precious Metals Plus Fund (EUR)	None	None	None	None	None
The Gold and Precious Metals Plus Fund (GBP)	None	None	None	None	None
The Gold and Precious Metals Plus Fund (USD)	1.00%	0.07%	None	0.001	0.30%
The International EUR Money Market Fund	None	0.07%	0.50%	0.001	0.30%
The International GBP Money Market Fund	None	0.07%	0.50%	0.10%	0.30%
The International USD Money Market Fund	None	0.07%	0.50%	0.10%	0.30%
The Magma Fund (EUR)	None	0.07%	1.75%	0.10%	0.30%
The Magma Fund (GBP)	None	0.07%	1.75%	0.10%	0.30%
The Magma Fund (USD)	None	0.07%	1.75%	0.10%	0.30%
The Meteor Property Fund	2.00%	0.07%	None	0.10%	Up to 5%
The Optimizer Balanced Fund (EUR)	None	0.07%	1.50%	0.10%	Up to 5.25%
The Optimizer Balanced Fund (GBP)	None	0.07%	1.50%	0.10%	Up to 5.25%
The Optimizer Balanced Fund (USD)	None	0.07%	1.50%	0.10%	Up to 5.25%
The Optimizer Cautious Fund (EUR)	None	0.07%	1.50%	0.10%	Up to 5.25%
The Optimizer Cautious Fund (USD)	None	0.07%	1.50%	0.10%	Up to 5.25%
The Optimizer Growth Fund (EUR)	None	0.07%	1.50%	0.10%	Up to 5.25%
The Optimizer Growth Fund (GBP)	None	0.07%	1.50%	0.10%	Up to 5.25%
The Optimizer Growth Fund (USD)	None	0.07%	1.50%	0.10%	Up to 5.25%
The Rand Yield Fund	None	0.07%	0.50%	0.10%	None
The Strategic Growth Plus (EUR)	0.25%	0.07%	0.75%	0.10%	None
The Strategic Growth Plus (GBP)	0.25%	0.07%	0.75%	0.10%	None
The Strategic Growth Plus (USD)	0.25%	0.07%	0.75%	0.10%	None
Zeus Global Fund	1%	0.07%	None	0.10%	Up to 5.25%



## NOTES TO THE FINANCIAL STATEMENTS - YEAR ENDED DECEMBER 31, 2013

## 21. RELATED PARTY TRANSACTIONS

**Terms and conditions of transactions with related parties:**

Related parties are entities with common direct or indirect shareholders and/or directors. Parties are considered to be related if one party has the ability to control the other party or exercise significant influence over the party in making financial and operating decisions.

The services from related parties are in the ordinary course of business.

		<u>Administrator, Secretary and Registrar</u>		<u>Investment Manager/Advisors</u>	
		Administration fees	Directors fees	Management fees	Investment advisory fees
Athena Fund	EUR	41,750	-	-	-
Athena Special Situations Fund	EUR	34,423	-	-	-
Birds Eye View Commodity Fund	USD	429	-	1,946	-
Exigo Fund (GBP)	GBP	10,427	-	-	45,793
Exigo Fund (USD)	USD	-	-	-	111,412
Kijani Commodity Fund (USD)	USD	174,336	-	1,270,951	-
Kwanda African Growth Fund (USD)	USD	132,971	-	886,470	-
Fortunatus Global Fund	GBP	1,121	-	4,117	-
Global Markets Investment Fund	USD	3,946	-	13,755	-
Mauritius Investment Management Fund I	GBP	4,000	-	-	-
Peak XV Venture Fund	USD	3,255	-	16,273	-
Richmond Asian Alternative Optimizer USD	USD	10,220	-	67,992	-
Soundview Opportunity Fund	USD	2,639	-	15,128	-
The Apollo Fund (EUR)	EUR	5,916	-	-	23,191
The Apollo Fund (GBP)	GBP	36,091	-	-	146,263
The Apollo Fund (SGD)	SGD	3,859	-	-	15,154
The Apollo Fund (USD)	USD	39,343	-	-	159,064
The Diversified Emerging Market Plus (EUR)	EUR	901	-	268	-
The Diversified Emerging Market Plus (GBP)	GBP	1,415	-	1,195	-
The Diversified Emerging Market Plus (USD)	USD	21	-	17	-
The Galaxy Alpha Fund	USD	7,644	-	22,021	-
The Gold and Precious Metals Plus Fund (USD)	USD	7,985	-	18,763	-
The Magma Fund (EUR)	EUR	924	-	1,575	-
The Magma Fund (GBP)	GBP	10,583	-	-	59,577
The Magma Fund (USD)	USD	-	-	-	62,431

## NOTES TO THE FINANCIAL STATEMENTS - YEAR ENDED DECEMBER 31, 2013

## 21. RELATED PARTY TRANSACTIONS (CONT'D)

		<u>Administrator, Secretary and Registrar</u>		<u>Investment Manager/Advisors</u>	
		Administration fees	Directors fees	Management fees	Investment advisory fees
The Meteor Property Fund	GBP	24,668	-	245,639	-
The Optimizer Balanced Fund (EUR)	EUR	851	-	4,256	-
The Optimizer Balanced Fund (GBP)	GBP	929	-	4,668	-
The Optimizer Balanced Fund (USD)	USD	6,757	-	34,297	-
The Optimizer Cautious Fund (EUR)	EUR	-	-	37	-
The Optimizer Growth Fund (EUR)	EUR	2,051	-	10,255	-
The Optimizer Growth Fund (GBP)	GBP	848	-	4,238	-
The Optimizer Growth Fund (USD)	USD	9,717	-	48,587	-
The Strategic Growth Plus (EUR)	EUR	1,989	-	1,575	-
The Strategic Growth Plus (GBP)	GBP	38,807	-	39,068	-
The Strategic Growth Plus (USD)	USD	4,295	2	4,574	-
Zeus Global Fund	USD	1,597	-	5,266	-

## 22. BUSINESS RESCUE PLAN

Further to financial difficulties encountered by Avalloy (Proprietary) Limited ("Avalloy"), the latter went into a Business Rescue on September 4, 2013. As a consequence, all creditors categorised on list B as per the Business Rescue received 1.83 cents in the Rand on their claims and the remaining balance amounting to Euro 1,417,894 has been ceded to The Company - Cell Kwanda Africa Growth Fund ("KAGF").

Also, as part of the Business Rescue, the loans granted by KAGF to Avalloy have been impaired by Euro 10,696,490 and Euro 819,037 has been converted into equity which is equivalent to a fresh issue of 11,831,850 ordinary shares issued to KAGF by Avalloy. As at December 31, 2013, KAGF holds 56.40% in Avalloy and is accounted as a subsidiary.