

# Unaudited semi-annual report as at 31st March 2018

## **AGCM Fund**

Investment Fund (F.C.P.), Luxembourg

R.C.S. Luxembourg K1



Management Company: SEB Fund Services S.A.  
R.C.S. Luxembourg B 44 726

#### Notice

The sole legally binding basis for the purchase of units of the Fund described in this report is the latest valid sales prospectus with its terms of contract.

**AGCM Fund**

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# AGCM Fund

## Organisation

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### Management Company

SEB Fund Services S.A.  
4, rue Peternelchen  
L-2370 Howald

### Board of Directors of the Management Company

**Chairman**  
Göran FORS  
Deputy Head of Investor Services  
Large Corporates and Financial Institutions  
Skandinaviska Enskilda Banken AB (publ), Sweden

**Directors**  
Claes-Johan GEIJER  
Independent Director and Advisor  
G Advisors S.à.r.l., Luxembourg

Marie JUHLIN  
Managing Director  
SEB Fund Services S.A., Luxembourg

Jonas LINDGREN  
Client Executive, Hedge Fund Coverage  
Large Corporates and Financial Institutions  
Skandinaviska Enskilda Banken AB (publ), Sweden

### Conducting Officers

Marie JUHLIN, Managing Director  
Jan HEDMAN, Deputy Managing Director  
Shaneera BOOLELL GUNESH (spouse RASQUÉ),  
Deputy Managing Director (until 31st December 2017)

### Depositary

Skandinaviska Enskilda Banken S.A.  
4, rue Peternelchen  
L-2370 Howald

### Central Administration Agent

SEB Fund Services S.A.  
4, rue Peternelchen  
L-2370 Howald

### Sub-Administrator, Registrar and Transfer Agent

European Fund Administration S.A.  
2, rue d'Alsace  
L-1122 Luxembourg

### Investment Manager

Asia Growth Capital Management AB  
Strandvägen 5A  
SE-114 51 Stockholm

## **AGCM Fund**

### **Organisation (continued)**

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**Auditor**

PricewaterhouseCoopers, Société coopérative  
2, rue Gerhard Mercator  
L-2182 Luxembourg

**Paying Agent**

**In Sweden**  
Skandinaviska Enskilda Banken AB (publ)  
Kungsträdgårdsgatan 8  
SE-106 40 Stockholm

**In Luxembourg**  
Skandinaviska Enskilda Banken S.A.  
4, rue Peternelchen  
L-2370 Howald

**Global Distributor**

SEB Fund Services S.A.  
4, rue Peternelchen  
L-2370 Howald

## AGCM Fund

### General information

AGCM Fund (the "Fund") is a mutual investment fund organised as an umbrella FCP ("*Fonds Commun de Placement*") and governed by Part I of the amended Law of 17th December 2010 relating to Undertakings for Collective Investment. The Fund is set up in accordance with General Management Regulations signed in Luxembourg on 17th September 2014.

The Directive 2014/ 91/ EU of the European Parliament and of the Council of 23rd July 2014 amending the Directive 2009/ 65/ EC had been transposed by the law of 10th May 2016 coming into force on 1st June 2016 and amending the amended law of 17th December 2010.

A notice of the deposit of the General Management Regulations was published on 20th September 2014 in the "*Mémorial, Recueil des Sociétés et Associations*" (the "*Mémorial*"). The Management Regulations are deposited with the *Registre de Commerce et des Sociétés*.

On 1st June 2016, the Luxembourg Memorial C has been replaced by RESA (*Recueil Electronique des Sociétés et Associations*), the new official electronic platform of central publication regarding companies and associations. Publications made after 1st June 2016 are available on this new platform accessible through the website of the RCS.

AGCM Fund is managed on behalf of the unitholders by SEB Fund Services S.A. (the "Management Company"). SEB Fund Services S.A. was incorporated for an unlimited period on 2nd August 1993 in the form of a "*société anonyme*" in Luxembourg under the name of "SEB Lux Advisory Company S.A.". It has been transformed into a Management Company and changed the name with effect on 22nd October 2004. The Management Company is governed by Chapter 15 of the amended Law 2010.

The Management Company has its registered office in Luxembourg at 4, rue Peternelchen, L-2370 Howald. The articles of association of the Management Company were published in the "*Mémorial*" as of 16th November 2004. The last amendment of the articles was published on 28th August 2014.

At the date of the present financial statements, the following Sub-Funds are offered to investors:

- AGCM Fund - Asia Growth Sub-Fund
- AGCM Fund - China Stars Sub-Fund

AGCM Fund - Asia Growth Sub-Fund has been launched on 6th October 2014.

The investment objective of AGCM Fund - Asia Growth Sub-Fund is to achieve long-term capital appreciation by investing in companies in Asia.

AGCM Fund - Asia Growth Sub-Fund may invest in equity or equity-related securities of companies domiciled in Asia (including but not limited to China, Hong Kong, Taiwan, South Korea, Singapore, India, Indonesia, Malaysia, Thailand, the Philippines, Vietnam, Laos, Cambodia and Myanmar). AGCM Fund - Asia Growth Sub-Fund invests in particular in companies that in the opinion of the Investment Manager are expected to have sustainable growth in revenues and earnings. AGCM Fund - Asia Growth Sub-Fund does normally not invest in companies domiciled in Japan.

The following unit classes are currently available for subscription:

- Class I Units are available for subscription and are reserved to Institutional Investors;
- Class R, Class P and Class F Units are available for subscription to all investors.

All Classes of Units are available as Capitalisation Units (C and W) or Distributing Units (D).

## AGCM Fund

### General information (continued)

At the date of the present financial statements, the following Classes of Units are issued:

<b>Name of the Class of Units</b>	<b>Currency</b>	<b>Launch date</b>
FC SEK	SEK	3rd February 2017
ID SEK	SEK	3rd March 2015
PC SEK	SEK	12th November 2015
RC EUR	EUR	3rd October 2014
RC SEK	SEK	23rd March 2015
RC USD	USD	25th February 2016
WP EUR	EUR	19th January 2015

The Net Asset Value of each Class of Units of the Sub-Fund is calculated as of each business day in Luxembourg (the "Valuation Day"), except for 24th December in each year.

AGCM Fund - China Stars Sub-Fund has been launched on 25th August 2017.

The investment objective of AGCM Fund - China Stars Sub-Fund is to achieve long-term capital appreciation by investing primarily in shares of companies, which are incorporated, or have their area of primary activity, in the People's Republic of China.

AGCM Fund - China Stars Sub-Fund may invest in equity or equity-related securities of companies based in China, with shares listed on the mainland exchanges of Shanghai and Shenzhen (China A Shares, China B shares), Hong Kong (H-shares, Red Chips, P-Chips,) and in the US (ADRs), or on any regulated market in any OECD country outside China as long as a significant portion of the company's assets are based in China or a significant portion of the revenues are derived from China. All securities acquired by AGCM Fund - China Stars Sub-Fund are traded on stock exchanges or on other regulated markets, which are recognized, open to the public and operate regularly.

The following unit classes are currently available for subscription:

- Class I Units are available for subscription and are reserved to Institutional Investors;
- Class R Units are available for subscription to all investors.

All Classes of Units are available as Capitalisation Units (C and W) or Distributing Units (D).

At the date of the present financial statements, the following Classes of Units are issued:

<b>Name of the Class of Units</b>	<b>Currency</b>	<b>Launch date</b>
RC1 SEK	SEK	25th August 2017
RC10 SEK	SEK	13th November 2017
RC2 SEK	SEK	11th September 2017
RC8 SEK	SEK	25th August 2017
RC9 SEK	SEK	25th August 2017
IC4 SEK	SEK	13th November 2017

The Net Asset Value of each Class of Units of the Sub-Fund is calculated as of each business day in Luxembourg (the "Valuation Day"), except for 24th December in each year and for the Business Day falling within (i) the Spring Festival Golden Week during January or February and (ii) the National Day Golden Week from 1st to 7th October each year, during which markets are closed for trading.

## **AGCM Fund**

### **General information (continued)**

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The Fund's currency is the Swedish Krona (SEK).

The Fund's reporting period begins on 1st October and ends on 30th September of each year. The Fund publishes an annual report drawn up as per 30th September and a semi-annual report as per 31st March.

These reports, as well as the Net Asset Value per unit, the sales prospectus, the Management Regulations and all information concerning the Fund are available for the unitholders at the registered office of the Management Company and the Global Distributor.

## AGCM Fund

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

as at 31st March 2018

#### Assets

Securities portfolio at market value	1,495,173,118.70
Cash at banks	44,069,642.67
Formation expenses, net	541,890.38
Receivable on issues of units	1,111,379.92
Income receivable on portfolio	1,161,715.26
Prepaid expenses	79,332.25
Total assets	1,542,137,079.18

#### Liabilities

Bank overdrafts	9,814.75
Payable on redemptions of units	503,894.13
Expenses payable	6,036,009.27
Total liabilities	6,549,718.15

Net assets at the end of the period	1,535,587,361.03
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The accompanying notes are an integral part of these financial statements.

## AGCM Fund - Asia Growth Sub-Fund

### Statement of net assets (in SEK)

as at 31st March 2018

#### Assets

Securities portfolio at market value	1,106,680,242.00
Cash at banks	31,323,859.40
Formation expenses, net	190,656.56
Receivable on issues of units	1,107,791.08
Income receivable on portfolio	1,161,715.26
Prepaid expenses	58,623.99
Total assets	1,140,522,888.29

#### Liabilities

Payable on redemptions of units	479,140.92
Expenses payable	4,215,592.42
Total liabilities	4,694,733.34

Net assets at the end of the period 1,135,828,154.95

#### Breakdown of net assets per unit class

Unit class	Number of units	Currency of unit class	NAV per unit in currency of unit class	Net assets per unit class (in SEK)
FC SEK	1,019,879.477	SEK	124.24	126,713,682.60
ID SEK	468,302.074	SEK	121.63	56,961,352.12
PC SEK	897,700.714	SEK	135.92	122,011,735.92
RC EUR	3,798.429	EUR	113.90	4,445,668.36
RC SEK	3,595,163.367	SEK	150.08	539,553,237.96
RC USD	9,736.396	USD	162.09	13,160,764.77
WP EUR	211,976.963	EUR	125.32	272,981,713.22
				1,135,828,154.95

The accompanying notes are an integral part of these financial statements.

## AGCM Fund - Asia Growth Sub-Fund

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

as at 31st March 2018

Currency	Number / nominal value	Description	Cost	Market value	% of total net assets
<b><u>Investments in securities</u></b>					
<b><u>Transferable securities admitted to an official stock exchange listing</u></b>					
<b>Shares</b>					
CNY	700,000	Hangzhou Hikvision Dig Tec Co Ltd A	25,926,142.64	38,419,668.23	3.38
CNY	199,818	Jiangsu Hengru Medicine Co Ltd A	15,587,833.17	23,105,176.74	2.03
CNY	299,928	Midea Gr Co Ltd A	15,038,803.67	21,734,919.09	1.91
CNY	799,957	Zhengzhou Yutong Bus Co Ltd A	21,737,602.35	23,770,808.91	2.09
			78,290,381.83	107,030,572.97	9.41
HKD	120,000	AAC Technologies Hgs Inc	15,679,481.40	18,054,554.77	1.59
HKD	800,000	AIA Group Ltd	45,918,161.91	56,441,734.31	4.97
HKD	1,600,000	China Intl Capital Co Ltd Reg S H Ser 144A	20,398,467.99	26,758,822.23	2.36
HKD	1,200,000	China Overseas Land & Inv Ltd	33,184,731.26	34,744,817.62	3.06
HKD	1,200,000	China Resources Land Ltd	32,126,172.31	36,402,368.55	3.20
HKD	1,500,000	Chong Qi Changan Automobile Co Ltd B	17,333,212.19	12,957,585.65	1.14
HKD	1,500,000	Citic Securities Co Ltd H	29,606,335.48	28,624,629.56	2.52
HKD	2,000,000	Great Wall Motor Co Ltd H	17,990,125.45	16,724,263.89	1.47
HKD	6,000,000	Industr & Cial Bk of China Ltd H	32,398,104.41	42,905,068.36	3.78
HKD	7,500,000	Lenovo Group Ltd	52,137,839.07	31,955,669.42	2.81
HKD	1,800,000	Shanghai Pharmaceuti Hg Co Ltd H	39,015,449.22	40,163,734.13	3.54
HKD	600,000	Sinopharm Group Co Ltd H	23,795,892.05	25,054,519.86	2.21
HKD	200,000	Tencent Holdings Ltd	57,318,952.89	87,042,674.60	7.66
HKD	100,000	WuXi Biologics Inc Reg Ser 144A	7,438,643.99	8,016,808.84	0.71
HKD	100,000	ZTE Corp H	1,338,094.61	2,714,770.92	0.24
			425,679,664.23	468,562,022.71	41.26
IDR	4,500,000	Bank Mandiri (PT) Tbk	21,923,344.98	20,918,427.78	1.84
IDR	10,000,000	Bank Rakyat Indonesia (PT) Tbk	14,387,259.31	21,804,224.40	1.92
			36,310,604.29	42,722,652.18	3.76
KRW	6,000	Amorepacific Corp (New)	15,209,876.95	14,935,229.42	1.32
KRW	18,000	Hyundai Motor Co Ltd	20,675,800.00	20,282,701.16	1.79
KRW	3,500	NAVER Corp	17,479,416.59	21,766,801.24	1.92
KRW	2,500	Samsung Electronics Co Ltd	35,034,770.14	48,311,776.56	4.25
KRW	8,000	Samsung SDI Co Ltd	12,541,063.56	12,092,667.36	1.06
			100,940,927.24	117,389,175.74	10.34
SGD	200,000	DBS Group Holdings Ltd	21,148,646.65	35,003,815.66	3.08
TWD	20,000	Largan Precision Co Ltd	20,869,457.26	19,198,931.43	1.69
USD	65,000	Alibaba Group Holding Ltd ADR repr 1 Share	68,721,197.59	99,491,068.71	8.76
USD	20,000	Baidu Inc ADR repr 0.1 Share A	33,925,729.78	37,225,860.01	3.28
USD	30,000	Ctrip.Com Intl Ltd ADR Repr 1/ 8 Shares	10,757,727.15	11,663,624.67	1.03
USD	210,000	JD.com Inc spons ADR repr 2 Shares A	67,734,642.68	70,909,934.38	6.24
USD	14,000	Netease Inc ADR Repr 1 Share	31,581,702.57	32,736,373.59	2.88
USD	130,000	Taiwan Semiconduct Mfg Co Ltd ADR repr 5 Shares	27,939,883.42	47,441,747.49	4.18
USD	50,000	Yum China Holdings Inc	14,295,329.03	17,304,462.46	1.52
			254,956,212.22	316,773,071.31	27.89
Total investments in securities			938,195,893.72	1,106,680,242.00	97.43
Cash at banks				31,323,859.40	2.76
Other net assets/ (liabilities)				-2,175,946.45	-0.19
Total				1,135,828,154.95	100.00

The accompanying notes are an integral part of these financial statements.

## AGCM Fund - Asia Growth Sub-Fund

### Industrial and geographical classification of investments as at 31st March 2018

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#### Industrial classification

(in percentage of net assets)

Technologies	37.76 %
Financials	26.73 %
Cyclical consumer goods	23.13 %
Healthcare	8.49 %
Non-cyclical consumer goods	1.32 %
Total	<u>97.43 %</u>

#### Geographical classification

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

Cayman Islands	32.47 %
China	29.55 %
Hong Kong	10.84 %
South Korea	10.34 %
Taiwan	5.87 %
Indonesia	3.76 %
Singapore	3.08 %
United States of America	1.52 %
Total	<u>97.43 %</u>

## AGCM Fund - China Stars Sub-Fund

### Statement of net assets (in SEK)

as at 31st March 2018

#### Assets

Securities portfolio at market value	388,492,876.70
Cash at banks	12,745,783.27
Formation expenses, net	351,233.82
Receivable on issues of units	3,588.84
Prepaid expenses	20,708.26
Total assets	401,614,190.89

#### Liabilities

Bank overdrafts	9,814.75
Payable on redemptions of units	24,753.21
Expenses payable	1,820,416.85
Total liabilities	1,854,984.81

Net assets at the end of the period	399,759,206.08
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#### Breakdown of net assets per unit class

Unit class	Number of units	Currency of unit class	NAV per unit in currency of unit class	Net assets per unit class (in SEK)
RC1 SEK	456,776.620	SEK	114.22	52,173,574.42
RC10 SEK	917,825.538	SEK	104.18	95,618,939.28
RC2 SEK	18,530.239	SEK	115.25	2,135,583.05
RC8 SEK	372,168.997	SEK	115.25	42,890,896.91
RC9 SEK	264,726.349	SEK	116.77	30,910,916.06
IC4 SEK	1,721,994.882	SEK	102.22	176,029,296.36
				399,759,206.08

The accompanying notes are an integral part of these financial statements.

## AGCM Fund - China Stars Sub-Fund

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

as at 31st March 2018

Currency	Number / nominal value	Description	Cost	Market value	% of total net assets
<b><u>Investments in securities</u></b>					
<b><u>Transferable securities admitted to an official stock exchange listing</u></b>					
<b>Shares</b>					
CNY	120,000	Gree Electric Appliances Inc A	5,563,807.88	7,479,276.82	1.87
CNY	449,859	Hangzhou Hikvision Dig Tec Co Ltd A	18,042,632.45	24,690,619.33	6.18
CNY	219,902	Inner Mongolia Y Ind Gr Co Ltd A	6,361,978.06	8,325,822.49	2.08
CNY	159,897	Jiangsu Hengru Medicine Co Ltd A	11,938,044.22	18,489,067.28	4.62
CNY	300,000	Midea Gr Co Ltd A	14,865,653.90	21,740,136.72	5.44
CNY	320,000	Qingdao Haier Co Ltd A	5,632,011.29	7,493,097.80	1.87
CNY	159,962	SAIC Motor Corp Ltd A	6,790,641.08	7,229,844.82	1.81
CNY	320,000	Zhengzhou Yutong Bus Co Ltd A	8,368,743.15	9,508,834.66	2.38
			77,563,512.03	104,956,699.92	26.25
HKD	350,000	3SBio Inc	4,512,653.75	6,574,952.03	1.64
HKD	60,000	AAC Technologies Hgs Inc	8,340,686.41	9,027,277.39	2.26
HKD	900,000	China Intl Capital Co Ltd Reg S H Ser 144A	14,442,826.33	15,051,837.50	3.77
HKD	100,000	China Mobile Ltd	8,433,722.22	7,644,922.41	1.91
HKD	350,000	China Overseas Land & Inv Ltd	9,682,928.25	10,133,905.14	2.53
HKD	350,000	China Resources Land Ltd	9,667,851.39	10,617,357.49	2.66
HKD	1,000,000	Chong Qi Changan Automobile Co Ltd B	10,215,262.36	8,638,390.44	2.16
HKD	500,000	Citic Securities Co Ltd H	8,852,553.59	9,541,543.19	2.39
HKD	200,000	CSPC Pharmaceutical Gr Ltd	2,648,779.91	4,430,761.15	1.11
HKD	900,000	Great Wall Motor Co Ltd H	8,095,556.45	7,525,918.75	1.88
HKD	800,000	Huatai Securities Co Ltd	13,851,590.22	12,835,394.40	3.21
HKD	1,000,000	Industr & Cial Bk of China Ltd H	7,256,404.15	7,150,844.73	1.79
HKD	2,400,000	Lenovo Group Ltd	11,088,611.21	10,225,814.21	2.56
HKD	780,000	Shanghai Pharmaceuti Hg Co Ltd H	16,218,972.24	17,404,284.79	4.35
HKD	300,000	Sinopharm Group Co Ltd H	10,539,415.95	12,527,259.93	3.13
HKD	65,000	Tencent Holdings Ltd	24,435,390.01	28,288,869.24	7.08
HKD	50,000	WuXi Biologics Inc Reg Ser 144A	3,719,321.99	4,008,404.42	1.00
			172,002,526.43	181,627,737.21	45.43
USD	24,000	Alibaba Group Holding Ltd ADR repr 1 Share	34,993,086.05	36,735,163.83	9.19
USD	9,000	Baidu Inc ADR repr 0.1 Share A	17,329,010.96	16,751,637.00	4.19
USD	20,000	Ctrip.Com Intl Ltd ADR Repr 1/ 8 Shares	8,160,015.17	7,775,749.78	1.95
USD	55,000	JD.com Inc spons ADR repr 2 Shares A	18,479,092.07	18,571,649.48	4.65
USD	5,000	Netease Inc ADR Repr 1 Share	11,328,559.49	11,691,562.00	2.92
USD	30,000	Yum China Holdings Inc	10,075,872.68	10,382,677.48	2.60
			100,365,636.42	101,908,439.57	25.50
Total investments in securities			349,931,674.88	388,492,876.70	97.18
Cash at banks				12,745,783.27	3.19
Bank overdrafts				-9,814.75	0.00
Other net assets/ (liabilities)				-1,469,639.14	-0.37
Total				399,759,206.08	100.00

The accompanying notes are an integral part of these financial statements.

## AGCM Fund - China Stars Sub-Fund

### Industrial and geographical classification of investments as at 31st March 2018

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#### Industrial classification

(in percentage of net assets)

Technologies	34.38 %
Cyclical consumer goods	26.61 %
Financials	16.35 %
Healthcare	15.85 %
Non-cyclical consumer goods	2.08 %
Telecommunications services	1.91 %
Total	<u>97.18 %</u>

#### Geographical classification

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

China	51.85 %
Cayman Islands	34.62 %
Hong Kong	8.11 %
United States of America	2.60 %
Total	<u>97.18 %</u>

## AGCM Fund

### Notes to the financial statements

as at 31st March 2018

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#### Note 1 - Significant accounting policies

##### a) Presentation of the financial statements

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

##### b) Valuation

- 1) Securities listed on Regulated Markets, which operate regularly and are recognised and open to the public, are valued at the last available price; in the event that there are several such markets, on the basis of the last available price of the main market for the relevant security. Should the last available price for a given security not truly reflect its fair market value, then that security is valued on the basis of the probable sales price which the Management Company deems it is prudent to assume.
- 2) Securities not listed on Regulated Markets, which operate regularly and are recognised and open to the public, are valued on the basis of their last available price. Should the last available price for a given security not truly reflect its fair market value, then that security is valued on the basis of the probable sales price which the Management Company deems it is prudent to assume.
- 3) The value of any cash on hand or on deposit, bills and demand notes and accounts receivable, prepaid expenses, cash dividends and interests declared or accrued as aforesaid, and not yet received is deemed to be the full amount thereof, unless, however, the same is unlikely to be paid or received in full, in which case the value thereof is determined after making such discount as the Management Company may consider appropriate in such case to reflect the true value thereof.
- 4) The liquidating value of futures, forward and options contracts (or any other derivative instruments) not traded on Regulated Markets or stock exchanges mean their net liquidating value determined, pursuant to the policies established in good faith by the Board of Directors of the Management Company, on a basis consistently applied for each different variety of contracts. The liquidating value of futures, forward and options contracts (or any other derivative instruments) traded on Regulated Markets or stock exchanges is based upon the last available settlement prices of these contracts on Regulated Markets or stock exchanges on which the particular futures, forward or options contracts (or any other derivative instruments) are traded by the Fund, provided that if a futures, forward or options contracts (or any other derivative instruments) could not be liquidated on the day with respect to which net assets are being determined, the basis for determining the liquidating value of such contract is such value as the Board of Directors of the Management Company may deem fair and reasonable.

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

The net realised gain/ (loss) on securities portfolio is determined on the basis of the average cost of securities sold.

## AGCM Fund

### Notes to the financial statements (continued)

as at 31st March 2018

#### d) Cost of securities

The acquisition cost of a security denominated in a currency other than that of the Sub-Fund is converted to the Sub-Fund's currency at the exchange rate prevailing on the date of purchase.

#### e) Exchange translation

Bank balances, other assets and liabilities and the value of securities held that are denominated in other currencies than the Sub-Fund's currency are converted at the prevailing exchange rate of the closing day. Income and expenses incurred in currencies other than the Sub-Fund's currency are converted at the prevailing exchange rate of the day of each transaction.

At the date of the financial statements, the prevailing exchange rates on the closing day were as follows:

1	SEK	=	0.7524792	CNY	Chinese Yuan Renminbi
			0.0973148	EUR	Euro
			0.9411476	HKD	Hong Kong Dollar
			1,651.0563007	IDR	Indonesian Rupiah
			127.3499010	KRW	South Korean Won
			0.1571257	SGD	Singapore Dollar
			3.4897776	TWD	New Taiwan Dollar
			0.1199113	USD	US Dollar

#### f) Combined financial statements

The combined financial statements of the Fund are expressed in SEK and are equal to the sum of the corresponding captions in the financial statements of each Sub-Fund.

#### g) Formation expenses

Expenses incurred in connection with the establishment of the Fund and the creation of the Sub-Funds are amortised over a period of five years. Each Class of units is charged with all costs and expenses directly attributable to it. Any costs, which are not attributable to a Class of units, are charged in proportion to their assets.

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

Amortisation of formation expenses are included in the caption "Other expenses" in the statement of operations and other changes in net assets.

#### h) Investment income

Dividend income is recognised on an ex-dividend basis and is disclosed net of withholding tax.

#### i) Forward foreign exchange contracts

Forward foreign exchange contracts are valued at prevailing market rates for the remaining period from valuation day to the maturity of the contracts. Unrealised gain/ (loss) is disclosed in the statement of net assets.

## AGCM Fund

### Notes to the financial statements (continued)

as at 31st March 2018

#### **Note 2 - Subscription, redemption and conversion fee**

No subscription, no redemption and no conversion fees are applied to the Sub-Fund at the moment.

#### **Note 3 - Management fee**

The Management Company receives an infrastructure fee, accrued daily and payable monthly in arrears, of maximum 0.085% p.a. of the net assets of each Sub-Fund, subject to an annual minimum of EUR 25,000.

In addition, each Sub-Fund pays to the Management Company a fixed fee of maximum EUR 12,000 p.a. in connection with the risk management and compliance monitoring.

The Investment Manager receives the following investment management fees for AGCM FUND - Asia Growth Sub-Fund:

<b>Class of Units</b>	<b>Investment management fee</b>
FC SEK	1.45% p.a.
ID SEK	1.85% p.a.
PC SEK	1.50% p.a.
RC EUR	1.85% p.a.
RC SEK	1.85% p.a.
RC USD	1.85% p.a.
WP EUR	0.60% p.a.

The Investment Manager receives the following investment management fees for AGCM FUND - China Stars Sub-Fund:

<b>Class of Units</b>	<b>Investment management fee</b>
RC1 SEK	1.350% p.a.
RC10 SEK	1.450% p.a.
RC2 SEK	1.150% p.a.
RC8 SEK	0.850% p.a.
RC9 SEK	1.550% p.a.
IC3 SEK	0.700% p.a.
IC4 SEK	0.500% p.a.

The Investment Manager receives the investment management fees per annum of the net assets of the Sub-Funds, accrued daily and payable monthly in arrears.

These fees are disclosed under the caption "Management fees" in the statement of operations and other changes in net assets.

## AGCM Fund

### Notes to the financial statements (continued)

as at 31st March 2018

#### Note 4 - Performance fee

##### - For AGCM FUND - Asia Growth Sub-Fund

In addition to the investment management fee, a performance fee is calculated and charges as follows for the PC SEK Unit class, as specified in the table below and in accordance with the principles outlined below.

Performance Fee Mechanism	Relative Benchmark
Performance Fee Calculation Period	annually
Performance Fee Benchmark	MXASJ
Performance Fee Rate	20%

The performance fee is accrued daily based on the outstanding number of Units on the Valuation Day and payable annually based on the outperformance of the Net Asset Value per Unit versus the benchmark during the calculation period. Outperformance can also occur in periods where both the benchmark and the Net Asset Value per Unit decrease.

Further and in addition to the investment management fee, a performance fee is calculated and charged as follows for the WP EUR Unit class, as specified in the table below and in accordance with the principles outlined below.

Performance Fee Mechanism	High Water Mark
Performance Fee Calculation Period	yearly
Performance Fee Benchmark	EUR003M + 5% annual rate
Performance Fee Rate	20%

The performance fee is accrued daily based on the outstanding number of Units on the Valuation Day and payable yearly (as per the last business day of the calendar year) based on the performance of the Net Asset Value per Unit above the benchmark during the calculation period. Should no performance fee be payable at the end of the calculation period, the calculation period is extended to the end of the next calendar year. High Water Mark principle applies. The High Water Mark is the greater of the Net Asset Value per Unit at the time of issue and the highest Net Asset Value per Unit achieved as at the end of any previous Calculation Period where performance fee was paid.

In the event that an investor redeems Units prior to the end of the calculation period, any accrued but unpaid performance fee relating to those Unit classes is crystallised and paid to the Investment Manager at the last Valuation Day of the calculation period.

##### - For AGCM FUND - China Stars Sub-Fund

In addition to the investment management fee, a performance fee of 10% of the total net return will be calculated and charged for the share classes RC1 SEK, RC2 SEK, RC8 SEK, IC3 SEK and IC4 SEK.

The performance fee is accrued daily based on the number of units on the Valuation Day and payable quarterly based on the performance of the Net Asset Value per unit. The performance fee is charged collectively to the unit holders. A High Water Mark principle shall apply which means that a performance fee is only charged if there has been a positive return to unit holders since such fee was previously charged to the Net Asset Value. The High Water Mark is the greater of the Net Asset Value per Unit at the time of issue and the highest Net Asset Value per Unit achieved at the end of the previous calculation period.

## AGCM Fund

### Notes to the financial statements (continued)

as at 31st March 2018

In the event that an investor redeems Units prior to the end of the calculation period, any accrued but unpaid performance fee relating to those Unit classes shall be crystallised and paid to the Investment Manager at the last Valuation Day of the calculation period.

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

AGCM FUND - Asia Growth Sub-Fund	SEK	1,636,509.64
AGCM FUND - China Stars Sub-Fund	SEK	3,363,282.51

#### **Note 5 - Central administration costs**

The Central Administration Agent is entitled to receive an administration fee consisting of a flat fee of EUR 25,000 p.a. plus a variable fee of maximum 0.04% p.a. which is payable monthly in arrears out of the Sub-Funds' assets.

The Central Administration Agent is further more entitled to receive out of the Sub-Funds' assets, in respect of the register and transfer agent function a further fee of max. EUR 8,000 and an additional fee of EUR 2,100 for each additional Class of Units in accordance with Luxembourg customary banking practice.

#### **Note 6 - Depositary Fees**

The Depositary is entitled to receive a supervisory fee of 0.0175%, calculated monthly on the net asset value and payable monthly in arrears out of the Sub-Funds' assets. Furthermore, the depositary fee is understood to be an annual percentage, calculated per market, monthly on the assets under Depositary and payable monthly in arrears out of the assets of the Sub-Funds.

#### **Note 7 - Subscription duty ("*taxe d'abonnement*")**

The Fund is governed by Luxembourg law.

Pursuant to the legislation and regulations which are prevailing, the Fund is subject to an annual subscription duty ("*taxe d'abonnement*") of 0.05% which is payable quarterly and calculated on the basis of the net assets of the Sub-Funds on the last day of each quarter.

The rate of this tax is reduced to 0.01% of the value of the net assets for Sub-Funds or Classes of Unit reserved for Institutional Investors.

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

## **AGCM Fund**

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

as at 31st March 2018

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#### **Note 8 - Forward foreign exchange contracts**

As at 31st March 2018, the Fund is not committed in any forward foreign exchange contracts.

#### **Note 9 - Swing pricing**

Under certain circumstances (for example, large volumes of deals) investment and/ or disinvestment costs may have an adverse effect on the Unitholders' interests in a Sub-Fund. In order to prevent this effect, called "dilution", the Management Company has the authority to allow for the Net Asset Value per Unit to be adjusted by effective dealing and other costs and fiscal charges which would be payable on the effective acquisition or disposal of assets in the relevant Sub-Fund if the net capital activity exceeds, as a consequence of the sum of all subscriptions, redemptions or conversions in such a Sub-Fund, such threshold percentage (the "Threshold") as may be determined from time to time by the Management Company, of the Sub-Fund's total net assets on a given Valuation Day.

Description of the swing pricing procedure:

If the net capital activity for a given Valuation Day leads to a net inflow of assets in excess of the Threshold in the relevant Sub-Fund, the Net Asset Value used to process all subscriptions, redemptions or conversions in such a Sub-Fund is adjusted upwards by the swing factor that shall be determined from time to time by the Management Company but will not exceed 2% of the relevant Net Asset Value.

If the net capital activity for a given Valuation Day leads to a net outflow of assets in excess of the Threshold in the relevant Sub-Fund, the Net Asset Value used to process all subscriptions, redemptions or conversions in such a Sub-Fund is adjusted downwards by the swing factor that shall be determined from time to time by the Management Company but will not exceed 2% of the relevant Net Asset Value.

There was no "Swing Pricing" applied for the Net Asset Value as at 31st March 2018 for the Sub-Funds.

#### **Note 10 - Changes in investments**

The statement of changes in investment portfolio for the period covered by the report is available free of charge upon request at the registered office of the Management Company of the Fund.

## **AGCM Fund**

### **Additional information**

as at 31st March 2018

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

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

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