

Altruid Hybrid Fund SICAV p.l.c.

Annual Report and Financial Statements

For the financial period ended 31 December 2020

Company Registration Number: SV 489

Contents

Directors, Officer and Other Information	2
Salient Statistics and Information About the Fund	3
Directors' Report	4 - 6
Independent Auditor's Report	7 - 14
Statement of Financial Position	15
Statement of Comprehensive Income	16
Statement of Changes in Net Assets Attributable to Holders of Redeemable Shares	17
Statement of Cash Flows	18
Notes to the Financial Statements	19 – 39

Directors, Officer and Other Information

<i>Directors:</i>	David Robin Thomas Goldvinger Robert Nebauer Tillman Sachs
<i>Company secretary:</i>	David Griscti
<i>Registered office:</i>	26, St. Thomas Street Southern Harbour Floriana FRN 1124 Malta
<i>Country of incorporation:</i>	Malta
<i>Company registration number:</i>	SV 489
<i>Auditors:</i>	Pricewaterhouse Coopers 78 Mill Street, Zone 5 Central Business District, Qormi CBD 5090 Malta
<i>Administrator:</i>	Fexserv Fund Services Limited (Formerly known SGGG Fexserv Fund Services (Malta) Limited) Nu Bis Centre Mosta Road Lija LJA 9012 Malta <i>Licensed by the Malta Financial Services Authority</i>
<i>Prime brokers:</i>	Baader Bank Aktiengesellschaft Weihenstephaner Strasse 4 85716 Unterschleissheim Germany Britannia Global Markets (from September 2020) Level 29, 52 Lime Street, London, EC3M 7AF, United Kingdom Interactive Brokers (UK) Ltd (until August 2020) Heron Tower Level 20 110 Bishopsgate London EC2N 4AY United Kingdom
<i>Investment manager:</i>	Altruid Systems Limited 26, St. Thomas Street Southern Harbour Floriana FRN 1124 Malta <i>Licensed by the Malta Financial Services Authority</i>
<i>Sponsor:</i>	Van Sterling Capital Limited 168, St. Christopher Street Valletta VLT 1467 Malta
<i>Legal advisors:</i>	David Griscti & Associates 168, St. Christopher Street Valletta VLT 1467 Malta

Salient Statistics and Information About the Fund

Altruid Hybrid Fund SICAV p.l.c. (the “Fund”) is a collective investment scheme registered as a multi-class investment company with variable share capital as public limited liability company under the laws of Malta on 22 August 2018 and licensed by the Malta Financial Services Authority (MFSA) under the Investment Services Act, Cap. 370 of the laws of Malta as a Professional Investor Fund targeting Qualifying Investors on 24 August 2018.

As at 31 December 2020, the Fund had two classes of shares being:

- Class A Non-Voting Euro Accumulator Shares
- Class B Non-Voting Euro Accumulator Shares

On 11 September 2018, the Fund and the above shares have been granted a primary listing and have been admitted to the official list of the Malta Stock Exchange.

Investment objective

The investment objective of the Fund is to seek to maximise the return for investor by achieving high capital appreciation over a medium-term with a low correlation to traditional asset classes. The Fund shall seek to achieve its investment objective by investing in exchange-traded assets, with a focus on exchange-traded futures, contracts and at all times in accordance with the principle of risk spreading.

Net asset value per redeemable share

The net asset value per share is determined by dividing the net asset value of redeemable shares by the shares in issue at the end of the reporting period.

	<i>Altruid Hybrid Fund SICAV p.l.c. Class A Non-Voting Euro Accumulator Shares EUR</i>	<i>Altruid Hybrid Fund SICAV p.l.c. Class B Non-Voting Euro Accumulator Shares EUR</i>
31 December 2020		
Redeemable shares in issue	30,000	917.3008
Net asset value of investor shares at official Valuation date	3,572,065.81	106,659.20
Net asset value per redeemable share as at Valuation date	119.0688	116.2750
Latest official valuation date	31/12/2020	31/12/2020

Directors' Report

The directors present their annual report together with the audited financial statements of Altruid Hybrid Fund SICAV p.l.c. (the "Fund") for the period ended 31 December 2020. The Fund was incorporated on 22 August 2018.

Principal Activities

The Fund is organised under the laws of Malta as a multi-class investment company with variable share capital as public limited liability pursuant to the Companies Act (Cap. 386) and licensed by the Malta Financial Services Authority under the Investment Services Act, Cap 370 as a Professional Investor Fund targeting Qualifying Investors on 24 August 2018.

The principal activity of the Fund is to achieve its investment objectives as defined in the Offering Memorandum of the Fund.

Review of Business

The Fund's trading strategy consists of several quantitative systematic trading approaches that apply to different time cycles. The strategy is implemented primarily by way of exchange-traded and liquid futures contracts on bonds, indices, currencies and interest rates. The strategy is largely based on different assets, time cycles, continents and currencies consistently applied to a broad diversification within the system portfolios enable.

Financial key performance indicators

The results for the period ended 31 December 2020 are shown in the statements of comprehensive income on page 16. The Fund reported an increase in total net assets attributable to holders of redeemable shares from operations amounting to EUR 256,323.

As at 31 December 2020, the net assets attributable to holders of redeemable shares at trading value of the Company amounted to EUR 3,678,725. The table below includes further details regarding the performance of the Fund during the reporting period, including overall net asset value (NAV) per unit, NAV/unit, level of assets under management, net subscriptions and redemptions, and the total expense ratio as key performance indicators.

Share class	Overall NAV/unit 31 December 2020 EUR	Net Subscriptions & Redemptions EUR	Period-to-date performance	Assets under management EUR	Total Expenses Ratio
Class A Non-Voting Euro Accumulator Shares	119.0688	(304,151)	7.41%	3,572,066	4.76%
Class B Non-Voting Euro Accumulator Shares	116.2750	(112,354)	6.48%	106,659	

The Fund is benchmarked to the SG CTA Index which calculates the net daily rate of return for a pool of CTAs selected from the largest managers open to new investment. It is equal-weighted and reconstituted annually. The Beta measure of the Fund versus the Index is 0.778 (Class A shares) and 0.786 (Class B shares). The volatility of the Index is 7.37% compared with 10.26% (Class A shares) and 10.31% (Class B shares) of the Fund. The performance of the Index is +3.16% compared with +7.41% (Class A shares) and +6.48% (Class B shares) of the Fund.

The Investment Manager on the ongoing basis performs monitoring of asset quality and liquidity according to internal scoring system.

Directors' Report (continued)

Review of Business (continued)

Financial risk management and exposures

For principal risks and uncertainties, refer to Note 14 'Financial Risk Management' in the notes to the financial statements on pages 30 to 38 that details the key risk factors including market risk, credit risk and liquidity risk and the Fund's approach of managing these risks.

Risk posed by the COVID-19

COVID-19 has caused significant interruption to businesses and economic activity that have been reflected in recent significant fluctuations in global stock markets. Although at this stage one cannot really predict or quantify in any meaningful detail the full impact of the current crisis on future-exchanges, we do expect that due to the systematic and self-adapting trading approach use any impact that will be registered will not be outside the fluctuations we expect. All contingency plans are in place and have been so during the recent market turmoil and these have been tested and checked accordingly.

Compliance with the Standard Licence Conditions

There were no breaches to the Fund's Standard Licence Conditions and no regulatory sanctions were imposed on the Fund by the MFSA for the period under review.

Directors

The directors of the Fund who held office during the year were:

David Robin Thomas Goldvinger
Robert Nebauer
Tillman Sachs

Statement of directors' responsibilities for the financial statements

The directors are required by the Companies Act (Cap. 386) to prepare financial statements which give a true and fair view of the state of affairs of the Fund as at the end of each reporting period and of the profit or loss for that period.

In preparing the financial statements, the directors are responsible for:

- ensuring that the financial statements have been drawn up in accordance with International Financial Reporting Standards as adopted by the EU;
- selecting and applying appropriate accounting policies;
- making accounting estimates that are reasonable in the circumstances;
- ensuring that the financial statements are prepared on a going concern basis unless it is inappropriate to presume that the Fund will continue in business as a going concern.

The directors are also responsible for designing, implementing and maintaining internal control as the directors determine is necessary to enable relevant the preparation of the financial statements that are free from material misstatement, whether due to fraud or error, and that comply with the Companies Act (Cap. 386). They are also responsible for safeguarding the assets of the Fund and hence for taking reasonable steps for the prevention and detection of fraud and other irregularities.

The financial statements of the Fund for the period ended 31 December 2020 are included in the Annual Report 2020, which is published in hard-copy printed form and may be made available on the Fund's website (www.altruid.com).

Directors' Report (continued)

The directors are responsible for the maintenance and integrity of the Annual Report on the website in view of their responsibility for the controls over, and the security of, the website. Access to information published on the Fund's website is available in other countries and jurisdictions, where legislation governing the preparation and dissemination of financial statements may differ from requirements or practice in Malta.

Auditors

PricewaterhouseCoopers have indicated their willingness to continue in office and a resolution for their appointment will be proposed at the Annual General Meeting.

On behalf of the Board:



David Robin Thomas Goldvinger

Director



Robert Nebauer

Director

Registered Office:
26, St. Thomas Street
Southern Harbour
Floriana FRN 1124
Malta

30 April 2021



Independent auditor's report

To the Shareholders of Altruid Hybrid Fund SICAV p.l.c.

Report on the audit of the financial statements

Our opinion

In our opinion:

- The financial statements give a true and fair view of the financial position of Altruid Hybrid Fund SICAV p.l.c. (the Fund) as at 31 December 2020, and of the Funds's financial performance and cash flows for the year then ended in accordance with International Financial Reporting Standards ('IFRSs') as adopted by the EU; and
- The financial statements have been prepared in accordance with the requirements of the Maltese Companies Act (Cap. 386).

Our opinion is consistent with our additional report to the Board of Directors.

What we have audited

Altruid Hybrid Fund SICAV p.l.c.'s financial statements, set out on pages 15 to 39, comprise:

- the statement of financial position as at 31 December 2020;
- the statement of comprehensive income for the year then ended;
- the statement of changes in net assets attributable to holders of redeemable shares for the year then ended;
- the statement of cash flows for the year then ended; and
- the notes to the financial statements, which include significant accounting policies and other explanatory information.

Basis for opinion

We conducted our audit in accordance with International Standards on Auditing (ISAs). Our responsibilities under those standards are further described in the *Auditor's Responsibilities for the Audit of the Financial Statements* section of our report.

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

Independent auditor's report - continued

To the Shareholders of Altruid Hybrid Fund SICAV p.l.c.

Independence

We are independent of the Fund in accordance with the International Code of Ethics for Professional Accountants (including International Independence Standards) issued by the International Ethics Standards Board for Accountants (IESBA Code) together with the ethical requirements of the Accountancy Profession (Code of Ethics for Warrant Holders) Directive issued in terms of the Accountancy Profession Act (Cap. 281) that are relevant to our audit of the financial statements in Malta. We have fulfilled our other ethical responsibilities in accordance with these Codes.

To the best of our knowledge and belief, we declare that we have not provided non-audit services that are prohibited under Article 18A of the Accountancy Profession Act (Cap. 281).

We have not provided any non-audit services to the Fund in the period from 1 January 2020 to 31 December 2020.

Our audit approach

Overview



- Overall materiality: 1% of net asset value (“NAV”) of the Fund
- The Fund’s accounting is delegated to the Administrator, Fexserv Fund Services Limited, which maintains its own accounting records and controls and reports to the Portfolio Manager and the Directors.
- We tailored the scope of our audit taking into account the types of investments held by the Fund, the involvement of third parties referred to above, the accounting processes and controls and the industry in which the Fund operates.
- Valuation and existence of financial assets at fair value through profit or loss

As part of designing our audit, we determined materiality and assessed the risks of material misstatement in the financial statements. In particular, we considered where the directors made subjective judgements; for example, in respect of significant accounting estimates that involved making assumptions and considering future events that are inherently uncertain. As in all of our audits, we also addressed the risk of management override of internal controls, including among other matters consideration of whether there was evidence of bias that represented a risk of material misstatement due to fraud.

We tailored the scope of our audit in order to perform sufficient work to enable us to provide an opinion on the financial statements as a whole, taking into account the structure of the Fund, the accounting processes and controls, and the industry in which the Fund operates.



Independent auditor's report - continued

To the Shareholders of Altruid Hybrid Fund SICAV p.l.c.

Materiality

The scope of our audit was influenced by our application of materiality. An audit is designed to obtain reasonable assurance whether the financial statements are free from material misstatement. Misstatements may arise due to fraud or error. They are considered material if individually or in aggregate, they could reasonably be expected to influence the economic decisions of users taken on the basis of the financial statements.

Based on our professional judgement, we determined certain quantitative thresholds for materiality, including the overall materiality for the financial statements as a whole as set out in the table below. These, together with qualitative considerations, helped us to determine the scope of our audit and the nature, timing and extent of our audit procedures and to evaluate the effect of misstatements, both individually and in aggregate on the financial statements as a whole.

<i>Overall materiality and how we determined it</i>	1% of NAV of the Fund.
--	------------------------

<i>Rationale for the materiality benchmark applied</i>	We have applied this benchmark as we consider it to be one of the principal considerations for principal users in assessing the financial performance of the Fund. We chose 1% based on our professional judgement, noting that it is also within the range of commonly accepted asset-related thresholds that we consider acceptable.
---	--

We agreed with the directors that we would report to them misstatements identified during our audit above 0.1% of NAV of the Fund as well as misstatements below that amount that, in our view, warranted reporting for qualitative reasons.



Independent auditor's report - continued

To the Shareholders of Altruid Hybrid Fund SICAV p.l.c.

Key audit matters

Key audit matters are those matters that, in our professional judgement, were of most significance in our audit of the financial statements of the current period. These matters were addressed in the context of our audit of the financial statements as a whole, and in forming our opinion thereon, and we do not provide a separate opinion on these matters.

Key audit matter	How our audit addressed the Key audit matter
<p><i>Valuation and existence of financial assets at fair value through profit or loss</i></p> <p>As described in Notes 7 and 9 to the financial statements, the investment portfolio as at year end comprised of:</p> <ul style="list-style-type: none">• listed debt securities; and• listed futures. <p>We focused on the valuation and existence of the investments because they represent the principal element of the net asset value, which is the most significant key performance indicator of the Fund and has a direct effect on the recognition of gains and losses of the investments.</p>	<ul style="list-style-type: none">• We tested the valuation of the investments by agreeing the prices used in the valuation to an independent party source.• We tested the existence of the investment portfolio by agreeing the holdings for investments to independent broker confirmations from Baader Bank and Britannia Global Markets.• We also considered the Fund's disclosure for compliance with the International Financial Reporting Standards as adopted by the EU. <p>Our testing did not identify any material differences.</p>



Independent auditor's report - continued

To the Shareholders of Altruid Hybrid Fund SICAV p.l.c.

Other information

The directors are responsible for the other information. The other information comprises the Directors, Officer and Other Information, the Salient Statistics and Information About the Fund and the Directors' Report (but does not include the financial statements and our auditor's report thereon).

Our opinion on the financial statements does not cover the other information and we do not express any form of assurance conclusion thereon except as explicitly stated within the *Report on other legal and regulatory requirements*.

In connection with our audit of the financial statements, our responsibility is to read the other information identified above and, in doing so, consider whether the other information is materially inconsistent with the financial statements or our knowledge obtained in the audit, or otherwise appears to be materially misstated.

If, based on the work we have performed, we conclude that there is a material misstatement of this other information, we are required to report that fact. We have nothing to report in this regard.

Responsibilities of the directors for the financial statements

The directors are responsible for the preparation of financial statements that give a true and fair view in accordance with IFRSs as adopted by the EU and the requirements of the Maltese Companies Act (Cap. 386), and for such internal control as the directors determine is necessary to enable the preparation of financial statements that are free from material misstatement, whether due to fraud or error.

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

Auditor's responsibilities for the audit of the financial statements

Our objectives are to obtain reasonable assurance about whether the financial statements as a whole are free from material misstatement, whether due to fraud or error, and to issue an auditor's report that includes our opinion. Reasonable assurance is a high level of assurance, but is not a guarantee that an audit conducted in accordance with ISAs will always detect a material misstatement when it exists. Misstatements can arise from fraud or error and are considered material if, individually or in the aggregate, they could reasonably be expected to influence the economic decisions of users taken on the basis of these financial statements.

As part of an audit in accordance with ISAs, we exercise professional judgement and maintain professional scepticism throughout the audit. We also:

- Identify and assess the risks of material misstatement of the financial statements, whether due to fraud or error, design and perform audit procedures responsive to those risks, and obtain audit evidence that is sufficient and appropriate to provide a basis for our opinion. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control.



Independent auditor's report - continued

To the Shareholders of Altruid Hybrid Fund SICAV p.l.c.

- Obtain an understanding of internal control relevant to the audit in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the Fund's internal control.
- Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by the directors.
- Conclude on the appropriateness of the directors' use of the going concern basis of accounting and, based on the audit evidence obtained, whether a material uncertainty exists related to events or conditions that may cast significant doubt on the Fund's ability to continue as a going concern. If we conclude that a material uncertainty exists, we are required to draw attention in our auditor's report to the related disclosures in the financial statements or, if such disclosures are inadequate, to modify our opinion. Our conclusions are based on the audit evidence obtained up to the date of our auditor's report. However, because not all future events or conditions can be predicted, this statement is not a guarantee as to the Fund's ability to continue as a going concern. In particular, it is difficult to evaluate all of the potential implications that COVID-19 will have on the Fund's trade, customers and suppliers, and the disruption to its business and the overall economy.
- Evaluate the overall presentation, structure and content of the financial statements, including the disclosures, and whether the financial statements represent the underlying transactions and events in a manner that achieves fair presentation.

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

We also provide the directors with a statement that we have complied with relevant ethical requirements regarding independence, and to communicate with them all relationships and other matters that may reasonably be thought to bear on our independence, and where applicable, actions taken to eliminate threats or safeguards applied.

From the matters communicated with the directors, we determine those matters that were of most significance in the audit of the financial statements of the current period and are therefore the key audit matters. We describe these matters in our auditor's report unless law or regulation precludes public disclosure about the matter or when, in extremely rare circumstances, we determine that a matter should not be communicated in our report because the adverse consequences of doing so would reasonably be expected to outweigh the public interest benefits of such communication.



Independent auditor's report - continued

To the Shareholders of Altruid Hybrid Fund SICAV p.l.c.

Report on other legal and regulatory requirements

The *Annual Report and Financial Statements 2020* contains other areas required by legislation or regulation on which we are required to report. The directors are responsible for these other areas.

The table below sets out these areas presented within the Annual Report, our related responsibilities and reporting, in addition to our responsibilities and reporting reflected in the *Other information* section of our report. Except as outlined in the table, we have not provided an audit opinion or any form of assurance.

Area of the <i>Annual Report and Financial Statements 2020</i> and the related Directors' responsibilities	Our responsibilities	Our reporting
<p>Directors' report (on pages 4 to 6) The Maltese Companies Act (Cap. 386) requires the directors to prepare a Directors' report, which includes the contents required by Article 177 of the Act and the Sixth Schedule to the Act.</p>	<p>We are required to consider whether the information given in the Directors' report for the financial year for which the financial statements are prepared is consistent with the financial statements.</p> <p>We are also required to express an opinion as to whether the Directors' report has been prepared in accordance with the applicable legal requirements.</p> <p>In addition, we are required to state whether, in the light of the knowledge and understanding of the Company and its environment obtained in the course of our audit, we have identified any material misstatements in the Directors' report, and if so to give an indication of the nature of any such misstatements.</p>	<p>In our opinion:</p> <ul style="list-style-type: none"> the information given in the Directors' report for the financial year for which the financial statements are prepared is consistent with the financial statements; and the Directors' report has been prepared in accordance with the Maltese Companies Act (Cap. 386). <p>We have nothing to report to you in respect of the other responsibilities, as explicitly stated within the <i>Other information</i> section.</p>
	<p>Other matters on which we are required to report by exception We also have responsibilities under the Maltese Companies Act (Cap. 386) to report to you if, in our opinion:</p> <ul style="list-style-type: none"> adequate accounting records have not been kept, or returns adequate for our audit have not been received from branches not visited by us. 	<p>We have nothing to report to you in respect of these responsibilities.</p>



Independent auditor's report - continued

To the Shareholders of Altruid Hybrid Fund SICAV p.l.c.

Area of the Annual Report and Financial Statements 2020 and the related Directors' responsibilities

Our responsibilities

Our reporting

- the financial statements are not in agreement with the accounting records and returns.
- we have not received all the information and explanations which, to the best of our knowledge and belief, we require for our audit.

Other matter – use of this report

Our report, including the opinions, has been prepared for and only for the Fund's shareholders as a body in accordance with Article 179 of the Maltese Companies Act (Cap. 386) and for no other purpose. We do not, in giving these opinions, accept or assume responsibility for any other purpose or to any other person to whom this report is shown or into whose hands it may come save where expressly agreed by our prior written consent.

Appointment

We were first appointed as auditors of the Fund on 29 March 2018 for the period ended 31 December 2019. Our appointment has been renewed annually by shareholder resolution representing a total period of uninterrupted engagement appointment of 2 years. The Fund became listed on a regulated market on 11 September 2018.

PricewaterhouseCoopers

78, Mill Street
Zone 5, Central Business District
Qormi
Malta

Lucienne Pace Ross
Partner

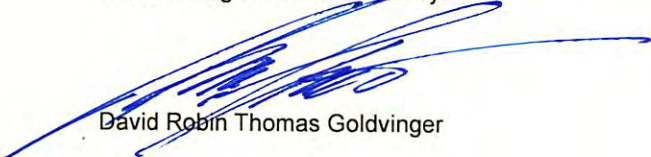
30 April 2021


Statement of Financial Position

	Notes	As at 31 December 2020 EUR	As at 31 December 2019 EUR
Assets			
Financial assets at fair value through profit or loss	7	2,645,442	2,217,938
Other receivables and prepayments	5	6,793	7,658
Margin Account		875,144	1,172,241
Cash and cash equivalents	10	191,388	451,493
Total assets		3,718,767	3,849,330
Liabilities			
Accrued expenses and other payables	6	40,042	17,352
Liabilities (excluding net assets attributable to holders of investor shares)		40,042	17,352
Net assets attributable to holders of redeemable shares		3,678,725	3,831,978
Represented by:			
Net assets attributable to holders of redeemable shares (at trading value)		3,678,735	3,838,907
Adjustment for formation expenses	12	-	(6,929)

The notes on pages 19 to 39 form an integral part of these financial statements.

These financial statements on pages 15 to 39 were authorised for issue by the Board of Directors on 30 April 2021 and were signed on its behalf by:


David Robin Thomas Goldvinger
Director


Robert Neubauer
Director

Statement of Comprehensive Income

	Notes	From 1 January 2020 to 31 December 2020 EUR	Period from 22 August 2018 to 31 December 2019 EUR
Investment income			
Net changes in fair value on financial assets at fair value through profit or loss		424,508	583,778
Interest from financial assets at fair value through profit or loss		24,196	18,925
Net foreign currency gains		(15,618)	5,622
Net investment income		433,086	608,325
Operating expenses			
Management Fees	4	(19,427)	(22,690)
Performance Fees	4	(21,688)	(89,300)
Fund Admin Fees	4	(17,667)	(20,000)
Directors' Fees	4	(12,000)	(15,544)
Legal and professional fees		(33,036)	(17,165)
Tax Compliance Fees		(708)	(708)
Licences and Fees	4	(7,785)	(9,895)
Formation expenses	12	-	(11,878)
Trailer Fees		(899)	(1,107)
Interest Expense		(17,582)	(16,340)
Commissions and Fees		(34,596)	(35,938)
Other operating expenses		(4,446)	(1,224)
Net investment income		(169,834)	608,325
Profit for the period		263,252	366,536
Adjustment for formation expenses	12	(6,929)	6,929
Increase in net assets attributable to holders if redeemable shares from operations		256,323	373,465

The notes on pages 19 to 39 form an integral part of these financial statements.

Statement of Changes in Net Assets Attributable to Holders of Redeemable Shares

	Notes	From 1 January 2020 to 31 December 2020 EUR	Period from 22 August 2018 to 31 December 2019 EUR
Net assets attributable to holders of redeemable shares at the beginning of the year		3,838,907	-
Proceeds from investor redeemable shares issued		455,000	3,903,000
Redemption of redeemable shares		(871,505)	(437,558)
Net increase from share transactions		(416,505)	3,465,442
Profit for the period		263,252	366,536
Adjustment for formation expenses	12	(6,929)	6,929
Increase in net assets attributable to holders of redeemable shares from operations		256,323	373,465
Net assets attributable to holders of redeemable shares as at 31 December 2020 (at trading value)		3,678,725	3,838,907

The notes on pages 19 to 39 form an integral part of these financial statements.

Statement of Cash Flows

	Notes	From 1 January 2020 to 31 December 2020 EUR	Period from 22 August 2018 to 31 December 2019 EUR
Cash flows from operating activities			
Net purchases of financial assets at fair value through profit or loss		294,098	(2,806,400)
Interest received		23,432	16,151
Interest paid		(18,322)	(15,600)
Operating expenses paid		(127,190)	(213,722)
Net cash flow from operating activities		172,018	(3,019,571)
Cash flow from financing activities			
Proceeds from issuance of redeemable shares		455,000	3,903,000
Redemptions of redeemable shares		(871,505)	(437,558)
Net cash flow from financing activities		(416,505)	3,465,442
Net increase in cash and cash equivalents		(244,487)	445,871
Net foreign currency gains		(15,618)	5,622
Cash and cash equivalents at the beginning of the year		451,493	-
Cash and cash equivalents at end of period	10	191,388	451,493

The notes on pages 19 to 39 form an integral part of these financial statements.

Notes to the Financial Statements

1. Reporting entity

Altruid Hybrid Fund SICAV p.l.c. (the "Fund") is a collective investment scheme registered as a multi-class investment company with variable share capital as public limited liability company under the laws of Malta. The Fund was registered on 22 August 2018 (date of incorporation) with registration number SV 489 and registered address is 26, St. Thomas Street, Southern Harbour, Floriana, Malta.

This Fund is structured as a collective investment scheme and is licensed by the Malta Financial Services Authority (MFSA) under the Investment Services Act, Cap. 370 as a Professional Investor Fund targeting Qualifying Investors. No shares shall be allotted or issued to or transferred to or be beneficially owned by a person who does not fall within the definition of a Qualified Investor, as the case may be, as defined by the Offering Memorandum.

The Fund has been licensed on 24 August 2018 under Investment Services Act on the basis of a notification submitted to the MFSA.

The Fund had no employee during the period.

The Fund was incorporated on 22 August 2018. Accordingly, these financial statements are being prepared from 1 January 2020 to 31 December 2020, presenting also the comparative information prepared from its incorporation date to 31 December 2019.

2. Summary of significant accounting policies

The principal accounting policies applied in the preparation of these financial statements are set out below.

(a) Basis of preparation

The financial statements of the Fund have been prepared in accordance with International Financial Reporting Standards (IFRSs) as adopted by the EU and adhere to the provisions of the Companies Act (Cap. 386, Laws of Malta). They have also been prepared in accordance with the requirements of the MFSA investment services rules for Collective Investment Schemes on the basis of going concern.

The financial statements have been prepared on the historical cost convention, as modified by the revaluation of financial assets (including derivative financial instruments) at fair value through profit or loss.

The preparation of financial statements in conformity with IFRSs as adopted by the EU requires the use of certain accounting estimates. It also requires directors to exercise their judgement in the process of applying the Fund's accounting policies (see Note 3 - Critical accounting estimates and judgements).

Standards and amendments to existing standards effective 1 January 2020

There are no standards, interpretations or amendments to existing standards that are effective for the first time for the financial year beginning 1 January 2020 that had a material impact on the Fund.

Notes to the Financial Statements (continued)

2. Summary of significant accounting policies (continued)

(a) Basis of preparation

New standards, amendments and interpretations effective after 1 January 2020 and have not been early adopted

A number of new standards, amendments to standards and interpretations are effective for annual periods beginning 1 January 2020 and have not been early adopted in preparing these financial statements. None of these are expected to have a material effect on the financial statements of the Fund.

(b) Functional and presentation currency

(i) Functional and presentation currency

The Fund's functional currency is the currency of denomination as stipulated in the Offering Memorandum of the Fund which is Euro ("EUR"). The performance of the Fund is measured and reported to the investors in Euro. The directors consider the Euro as the currency that most faithfully represents the economic effects of the underlying transactions, events and conditions. The financial statements are presented in Euro, which is the Fund's functional and presentation currency.

(ii) Transactions and balances

Foreign currency transactions are translated into the functional currency using the exchange rates prevailing at the dates of the transactions. Foreign currency asset and liabilities are translated using the exchange rate prevailing at the statement of financial position date.

Foreign exchange gains and losses arising from translation excluding those related to financial assets carried at fair value are included within 'net foreign currency gains' in the statement of comprehensive income.

Foreign exchange gains and losses relating to financial assets carried at fair value through profit or loss are presented in the statement of comprehensive income within 'net changes in fair value on financial assets at fair value through profit or loss'.

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

(i) Classification

The Fund classifies its investments in debt securities as financial assets at fair value through profit or loss. The Fund classifies its investments based on both the Fund's business model for managing those financial assets and the contractual cash flow characteristics of the financial assets. The portfolio of financial assets is managed and performance is evaluated on a fair value basis. The Fund is primarily focused on fair value information and uses that information to assess the assets' performance and to make decisions. The contractual cash flows of the Fund's debt securities are solely principal and interest, however, these securities are neither held for the purpose of collecting contractual cash flows nor held both for collecting contractual cash flows and for sale. The collection of contractual cash flows is only incidental to achieving the Fund's business model's objective. Consequently, all investments are measured at fair value through profit or loss. The Fund's policy requires the investment manager and the directors to evaluate the information about these financial assets on a fair value basis together with other related financial information.

Notes to the Financial Statements (continued)

2. Summary of significant accounting policies (continued)

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

(ii) Recognition, derecognition and measurement

Regular purchases and sales of investments are recognised on the trade date – the date on which the Fund commits to purchase or sell the investment. Financial assets at fair value through profit or loss are initially recognised at fair value. Transaction costs are expensed as incurred in the statement of comprehensive income.

The Fund derecognises a financial asset when the contractual rights to the cash flows from the financial asset expire, or when it transfers the financial asset in a transaction in which substantially all the risks and rewards of ownership of the financial asset are transferred or in which the Fund neither transfers nor retains substantially all the risks and rewards of ownership and does not retain control of the financial asset.

Subsequent to initial recognition, all financial assets at fair value through profit or loss are measured at fair value. Gains and losses arising from changes in the fair value of the 'financial assets at fair value through profit or loss' category are presented in the statement of comprehensive income within "net changes in fair value on financial assets at fair value through profit or loss" in the period in which they arise.

(iii) Fair value estimation

Fair value is the price that would be received to sell an asset or paid to transfer a liability in an orderly transaction between market participants at the measurement date. The fair value of financial assets traded in active markets are based on quoted market prices at the close of trading on the reporting date. The Fund utilizes the last traded market price. In circumstances where the last traded price is not within the bid-ask spread, management will determine the point within the bid-ask spread that is the most representative of fair value.

(iv) Transfers between levels of the fair value hierarchy

Transfers between levels of the fair value hierarchy are deemed to have occurred at the beginning of the reporting period.

(d) Offsetting financial instruments

Financial assets and liabilities are offset, and the net amount reported in the balance sheet when there is a legally enforceable right to offset the recognised amounts and there is an intention to settle on a net basis or realise the asset and settle the liability simultaneously. The legally enforceable right must not be contingent on future events and must be enforceable in the normal course of business and in the event of default, insolvency or bankruptcy of the Fund or the counterparty.

(e) Margin account

Margin account represents margin deposits held in respect of open exchange-traded futures contracts.

Notes to the Financial Statements (continued)

2. Summary of significant accounting policies (continued)

(f) Cash and cash equivalents

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

(g) Other receivables and prepayments

Other receivables and prepayments are recognised initially at fair value and subsequently measured at amortised cost using the effective interest method less provision for impairment.

(h) Accrued expenses and other payables

Accrued expenses and other payables are recognized initially at fair value and subsequently stated at amortized cost using effective interest method.

(i) Interest from financial assets at fair value through profit or loss

Interest is recognised on a time-proportionate basis using the effective interest method. Interest from financial assets at fair value through profit or loss includes interest from debt securities.

(j) Redeemable shares

The Fund issues two classes of redeemable shares, which are redeemable at the holder's option and do not have identical rights. Such shares are classified as financial liabilities. Redeemable shares can be put back to the Fund at any dealing date for cash equal to a proportionate share of the Fund's net asset value attributable to the share class. Shares are redeemable monthly.

The redeemable shares are carried at amortised cost which corresponds to the redemption amount that is payable at the statement of financial position date if the holder exercises the right to put the share back to the Fund.

Redeemable shares are issued and redeemed at the holder's option at prices based on the Fund's net asset value per share at the time of issue or redemption. The Fund's net asset value per share is calculated by dividing the net assets attributable to the holders of each class of redeemable shares with the total number of outstanding redeemable shares for each respective class. In accordance with the provisions of the Fund's regulations, investment positions are valued based on the last traded market price for the purpose of determining the net asset value per share for subscriptions and redemptions.

(k) Fees, commission and other expenses

Fees, commission and other expenses are recognised in profit or loss on an accrual basis.

(l) Taxation

The Fund is domiciled in Malta. Under the current laws of Malta, there is no income, estate, corporation, capital gains or other taxes payable by the Fund.

Notes to the Financial Statements (continued)

3. Critical accounting estimates and judgements

Estimates and judgements are continually evaluated and based on historical experience and other factors including expectations of future events that are believed to be reasonable under the circumstances. In the opinion of the directors, the accounting estimates and judgements made in the course of preparing these financial statements are not difficult, subjective or complex to a degree which would warrant their description as critical in terms of the requirements of IAS 1.

4. Fees

Management fees

The Fund appointed Altruid Systems Limited as investment manager to carry out the day to day management of Altruid Hybrid Fund SICAV p.l.c. which is entitled to receive management fees as follows:

Share Class	Investment Management Fee (% per annum)
Class A Non-Voting Euro Accumulator Shares	0.50%
Class B Non-Voting Euro Accumulator Shares	0.75%

The above management fees is calculated on the net asset value (NAV) of the respective share class on each valuation day and payable monthly in arrears. The fees due for the reporting period are disclosed in the statement of comprehensive income and the outstanding management fees due to the investment manager as at 31 December 2020 amounted to EUR 1,590 (2019: EUR 1,644) as disclosed in Note 6.

Performance fees

In addition to the management fees, the investment manager may also charge the following performance fees:

Share Class	Investment Management Fee (% per annum)
Class A Non-Voting Euro Accumulator Shares	15.00%
Class B Non-Voting Euro Accumulator Shares	17.50%

Performance fees is accrued where the NAV per share is higher than the greater of the NAV per share at launch of the share class, and the NAV per share at which the last performance fee was paid, which shall constitute the high-water mark. Any performance fee shall be payable monthly in arrears. The fees due for the reporting period are disclosed in the statement of comprehensive income and the outstanding performance fees due to the investment manager as at 31 December 2020 amounted to EUR 19,434 (2019: Nil) as disclosed in Note 6.

Directors fees

The directors shall receive for their services as directors such remuneration as may be determined by the Fund in general meeting from time to time which shall not exceed EUR 12,000 per annum. Directors fees shall be payable quarterly in arrears. The fees due for the reporting period are disclosed in the statement of comprehensive income and the outstanding directors fees due to the directors as at 31 December 2020 amounted to EUR 2,500 (2019: EUR 500) as disclosed in Note 6.

Notes to the Financial Statements (continued)

4. Fees (continued)

Trailer fees

The Fund will charge 0.75% on the NAV of the Class B Non-Voting Euro Accumulator Shares on each valuation day and payable monthly in arrears to cater for the payment of trailer fees to third parties in respect of the Class B Non-Voting Euro Accumulator Shares. No trailer fees shall be paid on the Class A Non-Voting Euro Accumulator Shares, accordingly no charge shall be accrued on the NAV of the Class A Non-Voting Euro Accumulator Shares to cater for such trailer fees. The fees due for the reporting period are disclosed in the statement of comprehensive income and the outstanding trailer fees due as at 31 December 2020 amounted to EUR 68 (2019: EUR 131) as disclosed in Note 6.

Fund administration fees

The Fund has appointed Fexserv Fund Services Limited as administrator to provide administrative services to the Fund. The Fund is liable to pay to the administrator an administration fee of 5.00 basis points per annum calculated on the NAV of the respective share class, and such fee shall be payable on a monthly basis in arrears and shall be subject to a minimum annual fee of EUR 18,000 and is subject to a twelve-month review. Out-of-pocket expenses are included in basis point fee. The fees due for the reporting period are disclosed in the statement of comprehensive income and no outstanding fund administration fees were due as at 31 December 2020 (2019: Nil).

Subscription fees

The Fund may also charge a subscription fee in respect to both classes of shares of up to five percent (5%) of the subscription amount. No subscription fees have been charged during the period.

Prime broker fees

The Fund shall pay the prime brokers such brokerage fees as may be applicable from time to time, which vary depending upon the value of the transaction and the relevant exchange or trading venue, provided that it is envisaged that total prime brokerage fees shall not exceed EUR 25,000 in any calendar year. Furthermore, Baader Bank shall charge an administration fee of 75 basis points per year on cash balances held in its cash account as well as on the margin account. In addition, the Fund shall pay Baader Bank a fee of EUR 100 per month for EMIR reporting.

Audit fees

Fees charged (inclusive of VAT) by the auditor for services rendered during the financial period ended 31 December 2020, which are included within 'legal and professional fees' relate to the annual statutory audit amounting to EUR 7,670 which are still outstanding as at period-end.

Notes to the Financial Statements (continued)**5. Other receivables and prepayments**

	2020	2019
	EUR	EUR
Prepayments	3,255	4,884
Accrued interest receivable	3,538	2,744
	6,793	7,658

6. Accrued expenses and other payables

	2020	2019
	EUR	EUR
Performance fees payable	19,434	-
Directors fees payable	2,500	500
Management fees payable	1,590	1,644
Trailer fees payable	68	131
Fund administration fees payable	-	4,000
Interest payable	-	740
Other payables	16,450	10,337
	40,042	17,352

7. Financial assets at fair value through profit or loss

	2020	% of	2019	% of
	EUR	NAV	EUR	NAV
Financial assets at fair value through profit or loss				
Debt securities	2,645,442	71.91	2,217,938	57.88

The Fund invests in listed futures settled on a daily basis and therefore included within the margin account.

Notes to the Financial Statements (continued)

8. Financial instrument by category

31 December 2020	Financial assets/ (liabilities) at fair value through profit or loss EUR	Financial assets/ (liabilities) at amortised cost EUR	Total EUR
Assets as per statement of financial position			
Financial assets at fair value through profit or loss	2,645,442	-	2,645,442
Other receivables	-	3,538	3,538
Margin account	-	875,144	875,144
Cash and cash equivalents	-	191,388	191,388
Total	2,645,442	1,070,070	3,715,512

Liabilities as per statement of financial position			
Accrued expenses and other payables	-	(40,042)	(40,042)
Net assets attributable to holders of redeemable shares	-	(3,678,725)	(3,678,725)
Total	-	(3,718,767)	(3,718,767)

31 December 2019	Financial assets/ (liabilities) at fair value through profit or loss EUR	Financial assets/ (liabilities) at amortised cost EUR	Total EUR
Assets as per statement of financial position			
Financial assets at fair value through profit or loss	2,217,938	-	2,217,938
Other receivables	-	2,774	2,774
Margin account	-	1,172,241	1,172,241
Cash and cash equivalents	-	451,493	451,493
Total	2,217,938	1,626,508	3,844,446

Liabilities as per statement of financial position			
Accrued expenses and other payables	-	(17,352)	(17,352)
Net assets attributable to holders of redeemable shares	-	(3,831,978)	(3,831,978)
Total	-	(3,849,330)	(3,849,330)

Notes to the Financial Statements (continued)

9. Derivative financial instruments

The Fund holds open futures contracts. Futures are contractual obligations to buy or sell financial instruments on a future date at a specified price established in an organised market. The futures contracts are collateralised by cash or marketable securities.

At December 31, 2020, the volume of the Fund's derivative activities, which are representative of the activity throughout the period, based on their notional amounts and number of contracts, categorized by primary underlying risk, is as follows:

At 31 December 2020

Primary underlying risk	Long exposure		Short exposure	
	Notional amount	Number of contracts	Notional amount	Number of contracts
	EUR		EUR	
Financials	19,514,013	179	-	-
Indices	282,607	9	-	-
Currencies	1,583,374	25	(220,735)	(3)
Commodities	1,216,600	46	(20,782)	(1)
Metals	-	-	-	-
	22,596,594	259	(241,517)	(4)

At 31 December 2019

Primary underlying risk	Long exposure		Short exposure	
	Notional amount	Number of contracts	Notional amount	Number of contracts
	EUR		EUR	
Financials	37,570,538	165	-	-
Indices	5,179,470	142	-	-
Currencies	1,520,058	38	(2,495,251)	(29)
Commodities	1,281,685	50	(701,651)	(56)
Metals	81,356	4	-	-
	45,633,107	399	(3,196,902)	(85)

Gains/losses on open futures are cash settled on a daily basis.

The value of futures depends upon the price of the financial instruments, such as commodities, underlying them. The prices of futures, including currency futures, are highly volatile, and price movements of futures contracts, can be influenced by, among other things, interest rates, changing supply and demand relationships, trade, fiscal, monetary and exchange control programs and policies of governments, and national and international political and economic events and policies, and changes in foreign exchange rates.

In addition, investments in futures are also subject to the risk of the failure of any of the exchanges on which the Fund's positions trade or of its clearing houses or counterparties.

Notes to the Financial Statements (continued)

9. Derivative financial instruments (continued)

The investment manager actively assesses, manages and monitors risk exposure on derivatives on a contract basis, a sector basis (e.g., financials derivatives, commodities derivatives, etc.) and on an overall basis in accordance with established risk parameters. Due to the speculative nature of the Fund's derivative trading activity, the Fund is subject to the risk of substantial losses from derivatives trading.

10. Cash and cash equivalents

For the purposes of cash flow statement, cash and cash equivalents comprise the following:

	2020	2019
	EUR	EUR
Cash at bank	191,388	451,493

11. Redeemable shares

The initial share capital of the Fund is one thousand two hundred Euros (EUR 1,200) divided into one thousand two hundred shares (1,200) with no nominal value (the "founder shares"). The founder shares shall be the only class of shares in the Fund carry voting rights. All other classes of shares shall not, unless the terms under which they are issued provide otherwise be entitled to vote.

The founder shares do not form part of the net asset value of the Fund and are thus disclosed in the financial statements by way of this note only. In the opinion of the directors, this disclosure reflects the nature of the Fund's business as an investment company.

The Fund may issue up to a maximum of five billion (5,000,000,000) shares having no nominal value which may be issued as shares of any class to amortised investors. All issued redeemable shares are fully paid. The Fund's redeemable shares are subject to a minimum holding and subscription amount. Under extraordinary circumstances, the Fund also has the ability to suspend redemptions if this is deemed to be in the best interest of all shareholders.

During the period ended 31 December 2020, the number of shares issued, redeemed and outstanding were as follows:

	Class A Non-Voting Euro Accumulator Shares	Class B Non-Voting Euro Accumulator Shares	Total
At 31 December 2019	32,742.5704	1,917.3008	34,659.8712
Issue of redeemable shares	4,049.2280	193.0640	4,242.2920
Redemption of redeemable shares	(6,791.7980)	(1,193.0640)	(7,984.8620)
At 31 December 2020	30,000.0004	917.3008	30,917.3022

Notes to the Financial Statements (continued)

11. Redeemable shares (continued)

The amounts received and paid on creation and redemption of shares is disclosed in the statement of changes in net assets attributable to holders of redeemable shares.

12. Adjustment for formation expenses

The Fund's offering document requires formation expenses to be amortised over a period of 3 years for the purpose of calculating its trading net asset value, whereas IFRS requires formation expenses to be expensed as incurred. All formation expenses have been fully amortised during the period ended 31 December 2020, therefore the Formation cost asset was fully offset on the face of the Statement of Financial Position, which did not require any adjustment. However, in accordance with IFRS, an adjustment was made to reverse the formation cost expensed during the year of EUR 6,929, in the Statement of Comprehensive income accordingly.

13. Taxation

The Maltese tax regime for collective investment schemes is based on the classification of funds into prescribed or non-prescribed funds in terms of the conditions set out in the Collective Investment Schemes (Investment Income) Regulations, 2001 (as amended). In general, a prescribed fund is defined as a resident fund, which has declared that the value of its assets situated in Malta amount to at least eighty-five percent of the value of the total assets of the fund. A non-prescribed fund is a fund which does not qualify as a prescribed fund.

On the basis that the Fund is currently classified as a non-prescribed fund for Maltese income tax purposes, then the Fund should not be subject to Maltese income tax on its income and gains, other than any income from immovable property situated in Malta (if any).

Maltese resident investors, therein may be subject to 15% final withholding tax on capital gains realised on redemption, liquidation or cancellation of units in the Fund.

Nevertheless, the Maltese resident investor may however request the Fund not to effect the deduction of the said 15% final withholding tax in which case the investor would be required to declare the gains in his/her Maltese income tax return and will be subject to tax at the normal rates of tax.

Any gains or profits derived on the transfer or redemption of units in the Fund by investors who are not resident in Malta should not be chargeable to Maltese income tax, subject to the satisfaction of certain statutory conditions.

In the case of the Fund's foreign investments, any capital gains, dividends, interest and other gains or profits may be subject to tax imposed by the country of origin concerned and such taxes may not be recoverable by the Fund or by its investors under Maltese domestic tax laws.

The redemption or transfer of shares and any distribution on a winding-up of the Fund may result in a tax liability for the shareholders according to the tax regime applicable in their respective countries of incorporation, establishment, residence, citizenship, nationality, domicile or other relevant jurisdiction.

Notes to the Financial Statements (continued)

14. Financial risk management

The Fund has exposure to the following risks from financial instruments:

- credit risk
- liquidity risk
- market risk (including price risk, interest rate risk and currency risk)

The Fund is also exposed to operational risks such as custody risk. Custody risk is the risk of loss of securities held in custody occasioned by the insolvency or negligence of the broker. Although an appropriate legal framework is in place that eliminates the risk of loss of value of the securities held by the broker, in the event of its failure, the ability of the Fund to transfer securities might be temporarily impaired.

The Fund's overall risk management programme seeks to maximise the returns derived for the level of risk to which the Fund is exposed and seeks to minimise potential adverse effects on the Fund's financial performance. The Fund's policy allows it to use derivative financial instruments to both moderate and create certain risk exposures.

All securities investments present a risk of loss of capital. The maximum loss of debt securities is limited to the fair value of those positions. On short future positions, the maximum loss of capital can be unlimited. The maximum loss of capital on long futures is limited to the notional contract values of those positions.

The management of these risks is carried out by the investment manager under policies approved by the directors. The directors provide written principles for overall risk management, as well as written policies covering specific areas, such as foreign currency risk, interest rate risk, credit risk, the use of derivative financial instruments and non-derivative financial instruments and the investment of excess liquidity.

The Fund's use of leverage and borrowings can increase the Fund's exposure to these risks, which in turn can also increase the potential returns the Fund can achieve. The investment manager manages these exposures on an individual securities level. The Fund has specific limits on these instruments to manage the overall potential exposure. These limits include the ability to borrow against the assets of the Fund up to a maximum 10% of the net asset value.

The Fund uses different methods to measure and manage the various types of risk to which it is exposed; these methods are explained below.

(a) Credit risk

Credit risk is the risk that an issuer or counterparty will be unable or unwilling to meet an obligation or commitment that it has entered into with the Fund, resulting in a financial loss to the Fund.

The main concentration to which the Fund is exposed arises from the Fund's investments in debt securities. The Fund is also exposed to counterparty credit risk on trading derivative products, cash and cash equivalents, margin account and other receivable balances.

Notes to the Financial Statements (continued)

14. Financial risk management (continued)

(a) Credit risk (continued)

The Fund's policy to manage this risk is to invest in exchange-listed corporate bonds of investment grade and sovereign bonds issued or guaranteed by the government of any country of the Organisation for Economic Co-operation and Development (OECD). As at 31 December 2020, all investments in debt securities are sovereign bonds issued by Germany with credit rating of AAA..

All other receivables, margin account, cash and cash equivalents are held by parties with no credit rating.

All transactions in listed securities are settled/paid for upon delivery using approved brokers. The risk of default is considered minimal, as delivery of securities sold is only made once the broker has received payment. Payment is made on a purchase once the securities have been received by the broker. The trade will fail if either party fails to meet its obligation.

In accordance with the Fund's policy, the investment manager monitors the Fund's credit position on a daily basis; the directors reviews it on a quarterly basis.

The maximum exposure to credit risk before any credit enhancements at 31 December is the carrying amount of the financial assets as set out below.

	2020	2019
	EUR	EUR
Debt securities	2,645,442	2,217,938
Margin account	875,144	1,172,241
Cash and cash equivalents	191,388	451,493
Other receivables	3,538	2,774
	3,715,512	3,844,446

The Fund measures credit risk and expected credit losses using probability of default, exposure at default and loss given default. Management consider both historical analysis and forward looking information in determining any expected credit loss. Management consider the probability of default to be close to zero as the counterparties have a strong capacity to meet their contractual obligations in the near term. As a result, no loss allowance has been recognised based on 12-month expected credit losses as any such impairment would be wholly insignificant to the Fund.

Notes to the Financial Statements (continued)

14. Financial risk management (continued)

(b) Liquidity risk

Liquidity risk is the risk that the Fund may not be able to generate sufficient cash resources to settle its obligations in full as they fall due or can only do so on terms that are materially disadvantageous.

The Fund is exposed to the daily settlement of margin calls on derivatives and to monthly cash redemptions of redeemable shares. Its policy is therefore to invest the majority of its assets in investments that are traded in an active market and can be readily disposed.

The Fund has the ability to borrow in the short term to ensure settlement. No such borrowings have arisen during the period. The maximum amount available to the Fund from this borrowing facility is limited to 10% of the net asset value.

In order to manage the Fund's overall liquidity, under extraordinary circumstances, the Fund has the ability to suspend redemptions if this is deemed to be in the best interest of all shareholders. The Fund did not withhold any redemptions or implement any suspension during 2020.

In accordance with the Fund's policy, the investment manager monitors the Fund's liquidity position on a daily basis; the directors review it on a quarterly basis.

The table below analyses the Fund's non-derivative financial liabilities into relevant maturity groupings based on the remaining period at the statement of financial position date to the contractual maturity date. The amounts in the table are the contractual undiscounted cash flows and are based on the assumption that the Fund exercises its ability to withhold 75% of monthly redemptions.

	Less than 30 days	1 month to 1 year
At 31 December 2020	EUR	EUR
Accrued expenses and other payables	40,042	-
Net assets attributable to holders of redeemable shares	919,681	2,759,044
Contractual cash out flows (excluding derivatives)	959,723	2,759,044-
	Less than 30 days	1 month to 1 year
At 31 December 2019	EUR	EUR
Accrued expenses and other payables	17,352	-
Net assets attributable to holders of redeemable shares	957,994	2,873,984
Contractual cash out flows (excluding derivatives)	975,346	2,873,984

Notes to the Financial Statements (continued)

14. Financial risk management (continued)

(b) Liquidity risk (continued)

Redeemable shares are redeemed on demand at the holder's option. However, the directors do not envisage that the contractual maturity disclosed in the table above will be representative of the actual cash outflows, as holders of these instruments typically retain them for the medium to long term.

The Fund manages its liquidity risk by investing predominantly in securities that it expects to be able to liquidate within 30 days or less. The following table illustrates the expected liquidity of assets held:

At 31 December 2020

	Less than 30 days EUR	1 month to 3 months EUR	3 to 6 months EUR	Over 6 months EUR
Total assets	1,073,325	-	1,004,455	1,640,987

At 31 December 2019

	Less than 30 days EUR	1 month to 3 months EUR	3 to 6 months EUR	Over 6 months EUR
Total assets	1,631,392	-	742,568	1,475,370

(c) Market risk

Market risk is the risk that changes in market prices, such as interest rates, equity prices, foreign exchange rates and credit spreads (not relating to changes in the obligor's/issuer's credit standing) will affect the Fund's income or the value of their holdings of financial instruments. The objective of market risk management is to manage and control market risk exposures within acceptable parameters, while optimising the return on risk.

Management of market risks

The Fund's strategy for the management of market risk is driven by Fund's investment objective. The Fund's market risk is managed by the directors in accordance with policies and procedures in place and market positions are monitored on a regular basis.

Notes to the Financial Statements (continued)

14. Financial risk management (continued)

(c) Market risk (continued)

(i) Exposure to market price risk

Price risk is the risk that the value of the investments will fluctuate as a result of changes in market prices, whether caused by factors specific to an individual investment, its issuer or all factors affecting all instruments traded in the market.

As at 31 December 2020, the Fund is not exposed to market price risk.

(ii) Exposure to interest rate risk

Interest rate risk arises from the effects of fluctuations in the prevailing levels of markets interest rates on the fair value of financial assets and future cash flow. The Fund holds fixed interest securities that expose the Fund to fair value interest rate risk. The Fund also holds margin accounts and cash and cash equivalents that expose the Fund to cash flow interest rate risk. The Fund's policy requires the investment manager to manage this risk by measuring the mismatch of the interest rate sensitivity gap of financial assets and calculating the average duration of the portfolio of fixed interest securities. The average effective duration of the Fund's portfolio is a measure of the sensitivity of the fair value of the Fund's fixed interest securities to changes in market interest rates.

The Fund's exposure to interest rate risk is summarised in the table below:

	2020	2019
	EUR	EUR
Assets held at fixed rates	2,645,442	2,217,938
Assets held at variable rates	1,066,532	1,623,734
	3,711,974	3,841,672

At period end, the impact of a shift in interest rates of 50 basis points on the net assets of the Fund (with all other variables remaining constant) would be immaterial.

The Fund is also exposed to interest rate risk on financials futures contracts with notional amount of EUR 19,514,013 as disclosed in Note 9.

The direct exposure in debt securities with different maturity dates over the time bands is illustrated in the table below. The investment manager monitors such exposure on a regular basis.

Notes to the Financial Statements (continued)

14. Financial risk management (continued)

(c) Market risk (continued)

(ii) Exposure to interest rate risk (continued)

Maturities of debt securities as at 31 December 2020:

	Up to 3 months EUR	3 to 6 months EUR	Over 6 Months EUR
Financial assets at fair value through profit or loss	-	1,004,455	1,640,987

Maturities of debt securities as at 31 December 2019:

	Up to 3 months EUR	3 to 6 months EUR	Over 6 Months EUR
Financial assets at fair value through profit or loss	-	742,568	1,475,370

(iii) Exposure to currency risk

The Fund holds both monetary and non-monetary assets denominated in currencies other than the Euro, the functional currency. Foreign currency risk, as defined in IFRS 7, arises as the value of future transactions, recognised monetary assets and monetary liabilities denominated in other currencies fluctuate due to changes in foreign exchange rates. IFRS 7 considers the foreign exchange exposure relating to non-monetary assets and liabilities to be a component of market price risk not foreign currency risk. However, management monitors the exposure on all foreign currency denominated assets and liabilities. The table below provides analysis between monetary and non-monetary items to meet the requirements of IFRS 7.

The Fund does not enter into any foreign exchange hedging transactions for the purpose of managing its exposure to foreign exchange movements (both monetary and non-monetary).

Notes to the Financial Statements (continued)

14. Financial risk management (continued)

(c) Market risk (continued)

(iii) Exposure to currency risk (continued)

The table below summarises the Fund's material monetary and non-monetary assets and liabilities, which are denominated in a currency other than the Euro as at 31 December 2020. The Fund's financial assets and liabilities were invested in the following currencies:

At 31 December 2020

	Monetary assets EUR	Non- monetary assets EUR	Monetary liabilities EUR	Non- monetary liabilities EUR	Net exposure EUR
GBP	7,264	-	-	-	7,264
CHF	2,663	-	-	-	2,663
USD	210,451	-	-	-	210,451
CAD	2,359	-	-	-	2,359
AUD	14,787	-	-	-	14,787
HKD	13,274	-	-	-	13,274
JPY	21,856	-	-	-	21,856
SGD	8,823	-	-	-	8,823
	281,477	-	-	-	281,477

At 31 December 2019

	Monetary assets EUR	Non- monetary assets EUR	Monetary liabilities EUR	Non- monetary liabilities EUR	Net exposure EUR
GBP	31,521	-	-	-	31,521
CHF	62,501	-	-	-	62,501
USD	174,467	-	-	-	174,467
CAD	63,353	-	-	-	63,353
AUD	86,999	-	-	-	86,999
JPY	44,317	-	-	-	44,317
KRW	49,297	-	-	-	49,297
	512,455	-	-	-	512,455

In accordance with the Fund's policy, the investment manager monitors the Fund's currency positions on a regular basis.

Notes to the Financial Statements (continued)

14. Financial risk management (continued)

(c) Market risk (continued)

(iii) Exposure to currency risk (continued)

The table below summarises the sensitivity of the Fund to changes in foreign exchange movements at 31 December 2020. This represents management's best estimate of a reasonable possible shift in the foreign exchange rates, having regard to historical volatility of those rates. The percentage increased/decreased in exchange rates, with all other variables held constant would be immaterial in the net assets attributable to holders of redeemable shares.

Currency	Reasonable possible shift in rate	
	2020	2019
GBP	+/- 9%	+/- 8%
CHF	+/- 4%	+/- 5%
USD	+/- 8%	+/- 6%
CAD	+/- 9%	+/- 7%
AUD	+/- 10%	+/- 7%
JPY	+/- 8%	+/- 8%
HKD	+/- 8%	-
SGD	+/- 6%	-
KRW	-	+/- 7%

(d) Capital risk management

The capital of the Fund is represented by the net assets attributable to holders of redeemable shares. The amount of net asset attributable to holders of redeemable shares can change significantly on a monthly basis, as the Fund is subject to monthly subscriptions and redemptions at the discretion of shareholders, as well as changes resulting from the Fund's performance. The Fund's objective when managing capital is to safeguard the Fund's ability to continue as a going concern in order to provide returns for shareholders, provide benefits for other stakeholders and maintain a strong capital base to support the development of the investment activities of the Fund. In order to maintain the capital structure, the Fund's policy is to perform the following:

- Monitor the level of monthly subscriptions and redemptions relative to the assets it expects to be able to liquidate and adjust the amount of distributions the Fund pays to redeemable shareholders.
- Redeem and issue new shares in accordance with the constitutional documents of the Fund, which include the ability to restrict redemptions and require certain minimum holdings and subscriptions.

The directors and investment manager monitor capital on the basis of the value of net assets attributable to redeemable shareholders.

Notes to the Financial Statements (continued)

14. Financial risk management (continued)

(e) Fair value estimation

The fair value of financial assets traded in active markets (such as publicly traded derivatives and trading securities) are based on quoted market prices at the close of trading on the period end date. The Fund utilises the last traded market price for financial assets.

An active market is a market in which transactions for the asset or liability take place with sufficient frequency and volume to provide pricing information on an ongoing basis.

The carrying value less impairment provision of other receivables and payables are assumed to approximate their fair values. The fair value of financial liabilities for disclosure purposes is estimated by discounting the future contractual cash flows at the current market interest rate that is available to the Fund or similar financial instruments.

The fair value hierarchy has the following levels:

- Level 1 inputs are quoted prices (unadjusted) in active markets for identical assets or liabilities that the entity can access at the measurement date;
- Level 2 inputs are inputs other than quoted prices included within Level 1 that are observable for the asset or liability, either directly or indirectly; and
- Level 3 inputs are unobservable inputs for the asset or liability.

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

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

As at 31 December 2020, the Fund's financial assets at fair value through profit or loss are classified as Level 1 in the fair value hierarchy.

Notes to the Financial Statements (continued)

15. Related party disclosures

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

(a) Management fees, Performance fees and Trailer fees

The Fund is managed by Altruid Systems Limited (the “investment manager”), an investment company registered and existing under the laws of Malta, which is authorised and regulated by the MFSA. The fees due for the reporting period are disclosed in the statement of comprehensive income and the outstanding fees due at end of period are detailed in Notes 4 and 6.

(b) Directors' fees

Directors' fees for the period are disclosed in the statement of comprehensive income and the outstanding fees due at end of period are detailed in Notes 4 and 6.

(c) Investor shareholding in the Fund

As at 31 December 2020, the Class B Non-Voting Euro Accumulator Shares is 100% held by the investment manager.

Period-end balances with related parties are disclosed in Notes 4 and 6 to these financial statements.

16. Events after the reporting period

During the period between 31 December 2020 through the date of authorisation of these financial statements, there were no material subsequent events requiring recognition or disclosure in the financial statements other than the above disclosures.