

# **Annual report including audited financial statements as at December 31, 2017**

## **AC Tiger Fund**

Investment Fund - Specialised Investment Fund (FCP-SIF), Luxembourg

R.C.S. Luxembourg K 1084



Notice

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

**AC Tiger Fund**

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## AC Tiger Fund

### Organisation

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**Management Company/  
Alternative Investment  
Fund Managers ("AIFM")**

ALCEDA FUND MANAGEMENT S.A.  
5, Heienhaff  
L-1736 SENNINGERBERG  
AIFM's Capital according to the Articles of  
Association as at December 31, 2017: EUR 325,000.00

**Board of Directors of the AIFM**

**Chairman**

Roman ROSSLENBROICH  
Managing Director of  
Aquila Capital Management GmbH  
HAMBURG

**Members**

Jost RODEWALD  
Managing Director of  
Aquila Capital Management GmbH  
HAMBURG

Dr. Harald SCHÖNEBECK  
Managing Director of  
ALCEDA FUND MANAGEMENT S.A.  
SENNINGERBERG

**Day-to-day managers of the AIFM**

Jens EISENBART  
Désirée EKLUND  
Dr. Harald SCHÖNEBECK  
Albert SOWA

**Depository and Paying Agent**

SKANDINAVISKA ENSKILDA BANKEN S.A.  
4, Rue Peternelchen  
L-2370 HOWALD

**Central Administration Agent,  
Registrar and Transfer Agent**

EUROPEAN FUND ADMINISTRATION S.A.  
2, Rue d'Alsace  
L-1122 LUXEMBOURG

**Auditor**

PRICEWATERHOUSECOOPERS, Société coopérative  
2, Rue Gerhard Mercator  
L-2182 LUXEMBOURG

**Fund Manager**

Aquila Capital Investmentgesellschaft mbH  
Valentinskamp 70  
D-20355 HAMBURG  
(since April 30, 2017)

## **AC Tiger Fund**

### **Organisation (continued)**

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**Investment Advisor**

TIGER ASSET MANAGEMENT GmbH  
Neuer Wall 35  
D-20354 HAMBURG

**Prime Broker**

SKANDINAVISKA ENSKILDA BANKEN AB (PUBL)  
Stärntorget 4,  
SE-169 79 Solna

## AC Tiger Fund

### General information

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AC Tiger Fund (hereafter the "Fund") is a Specialised Investment Fund taking the legal form of an FCP ("Fonds Commun de Placement"), a so-called "FCP-SIF", which was established in the form of an umbrella fund for an indeterminate period pursuant to the Law on Specialised Investment Funds of February 13, 2007 ("Law of 2007"), as amended. The Fund further qualifies as an Alternative Investment Fund ("AIF") in accordance with the law of July 12, 2013 on Alternative Investment Fund Managers ("AIFM") (the "Law of 2013") and the amended Law of 2007.

The Fund Management Regulations came into force on December 1, 2008 and have been filed with the Luxemburg Commercial Register.

The Fund's AIFM is ALCEDA FUND MANAGEMENT S.A., a limited company under Luxembourg law with its registered head office in 5, Heienhaff, L-1736 SENNINGERBERG. The AIFM was founded on January 9, 2007 for an indeterminate period.

The AIFM is responsible for the administration and management of the Fund. The AIFM is entitled to perform, for the account of the Fund, all management and administrative operations and exercise all rights directly or indirectly related to the assets of the Fund or Sub-Fund.

At the date of the financial statements, the following Sub-Fund is offered:

- AC Tiger Fund - Tiger Value Fund

Four classes of units are issued which differ in their fee structure or other criteria to be determined by the AIFM:

- Unit Class A
- Unit Class B
- Unit Class U (launched July 31, 2017, denominated in USD)
- Unit Class V (launched December 29, 2017, denominated in EUR)

The accounts of the Fund are maintained in EUR.

The Fund's financial year begins on January 1 of each year and ends on December 31 of the same year.

At the date of the financial statements, one Sub-Fund is offered for sale. As a consequence, the financial statements of the Sub-Fund AC Tiger Fund - Tiger Value Fund also reflect the global situation of the Fund.

The net asset value per unit as well as the issue and redemption prices, which are computed daily on bank business days in Luxembourg, can be obtained from the registered offices of the AIFM and the Central Administration Agent.

The financial report as well as the issue document and copies of the Management Regulations are available at the registered office of the AIFM.

## AC Tiger Fund

### Report from the Investment Advisor

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#### Market Commentary

In contrast to 2016 (which we last year described as the year of the black swans), 2017 was the least eventful year in a very long time. There were no significant political events disrupting the market except for the French presidential election which passed without any significant market turmoil. The market calm was so exceptional that the realized annualized volatility (calculated on a daily basis, source: Bloomberg) for the DAX fell to 10.6% in 2017 from 21.0% in 2016 and was the lowest since 1979. The low market volatility also had an effect on the AC Tiger Fund - Tiger Value Fund (hereafter: TVF) which experienced a record low volatility in 2017 of 3.7% (calculated on a daily basis for the A-class, source: Bloomberg) down from 7.0% in 2016.

European equity market had a strong start in 2017 gaining almost +13% for the DAX performance index until mid-June. It then spent 3 months consolidating these gains and made another push higher in September and October hitting a new all-time high on November 7. For 2017 as a whole European equity markets delivered solid returns with the DAX Performance Index up +12.5% (source: Bloomberg) and the Stoxx Europe 600 Total Return Index +10.6% (source: Bloomberg). Nevertheless, European equity market returns were muted compared with US (S&P500 +19.4%, source: Bloomberg) and Asian (Nikkei +19.1%, source: Bloomberg) markets as the strong Euro had a dampening effect on European equity returns. In USD terms the DAX rallied +28.4% and Stoxx Europe 600 +26.2% as the Euro rose +14.1% vs. the USD in 2017.

Interest rates were broadly stable in 2017 with the German 10 year bund trading in a narrow range between 0.2% and 0.5% for most of the year to end at 0.43%, up from 0.21% at the end of 2016 (source: Bloomberg). The Euro gained significantly against most currencies and ended 2017 at 1.20 vs. the USD, a gain of +14.1% for the year (source: Bloomberg).

#### Investment Strategy

The TVF is a long short equity fund which invests mainly in undervalued companies where a number of issues, which can be improved, are sub-optimizing the company's public market value. The fund positions typically have little or no correlation to equity indices.

Our primarily goal is to preserve the assets of our investors by selectively buying companies with strong catalysts at depressed valuations.

For each fund position we perform a detailed research process and apply our 10-Point Scoring System which defines if we buy or sell a position and how much weight we put on the position.

We believe the TVF holds a number of positions with catalyst potential whereof a significant part could attract corporate or financial buyers. The geographic focus is likely to be Germany, Switzerland and Austria.

#### Review of the year 2017

In 2017 the TVF had a good first half of the year but a mixed second half. Although the second half of 2017 was burdened by muted performance of value positions and losses in our short book, we stabilized the performance in Q4 and recovered almost half of the losses incurred in Q3 to close up +8.3% and +9.5% for the A and B classes respectively. Class U (launched July 31, 2017) performed -0.02% and class V (launched December 29, 2017) +0.43%.

For 2017 the performance of the TVF was in-line with previous years in terms of relative volatility and participation. The TVF hit a new record low (based on monthly data) in terms of realized volatility in 2017 with 3.7% (A class) vs. the DAX at 10.6% (based on monthly data), in-line with our historical volatility of 30-50% of the realized volatility of the DAX. Overall, the TVF continued to deliver a very attractive risk adjusted return in 2017 largely uncorrelated with the broader European equity markets in-line with our stated investment objective.

## AC Tiger Fund

### Report from the Investment Advisor (continued)

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#### Highlights - performance contributors of the year 2017

##### TVF vs. Hedge Fund Peers

In 2017 we were roughly in-line with most of our peers: the EurekaHedge UCITS Europe Long/ Short Hedge Fund Index was up +5.07% in the year 2017 and the CS Hedge Fund Long/ Short Equity Index was up +11.22% in the year-to-date. This compares with the TVF which was up +8.30/ +9.47% (share class A/ B) in the year 2017.

Over the last nine years the TVF has built a strong risk-adjusted track record with a consistent outperformance of its peers which was achieved with a low average gross and net adjusted exposure of only 85% and 35% respectively. The TVF share class B has produced a compound average net return of 10.55% p.a. and has outperformed its peers such as the CS Hedge Fund Long/ Short Equity Index on average by more than 4%-points per year since its inception in December 2008.

##### Performance Attributions

In the year 2017 our top 10 attributors were Ferratum, Bauer, Tom Tailor, PNE Wind, MLP, FACC, Singulus, ElringKlinger, AT&S and Freenet. While we have sold Bauer, Tom Tailor, FACC and Freenet we have kept positions at the remaining attributors.

Ferratum (FRU GY), where we have been engaged since its IPO in 2015, is a strongly growing specialist lender with a 5-year CAGR revenue growth of +35%.

Following the business realignment in 2016 revenue growth has even accelerated and in 2017 Ferratum is expecting to grow +43%. The share price performed +79% in 2017 and was our best attributer adding more than +200bp to our performance in 2017.

Bauer (B5A GY), an infrastructure construction company, was our second best performance attributor as the company profited from its strong order momentum in construction infrastructure projects and its significant margin upside in the coming years. Due to its high operating and financial leverage Bauer performed strongly with +163% in 2017.

Tom Tailor (TTI GY), a German retailer, performed +116% in 2017 after the successful company restructuring in 2016 and 2017. We sold the Tom Tailor position and booked significant profits as the strong performance resulted into an unfavourable risk-reward ratio, i.e. a lower 10 Point Scoring.

PNE Wind (PNE3 GY), a renewable energy company, was our forth best attributor after the share overhang of more than 10% was cleared in 2017. With its strong project pipeline and new shareholder structure of activist investors, PNE Wind has become an attractive target for both financial and strategic investors.

MLP (MLP GY), a German financial services business, was our fifth largest performance attributor adding more than 1%. We still see MLP as an attractive investment case but have reduced our position as the scoring is lower after the stock performed more than 36% in 2017.

On the negative side our top 5 detractors were Metro (Retail), Delticom (Automobiles & Parts), Transtec (Software), MBB (Financial Services) and Francotyp-Postalia (Industrial Goods & Services).

While we have sold Transtec, we kept the other detractors as we see good risk-reward ratios for the remaining positions. Also, our short book had overall negative attributions from single shorts, single stock Put options and from our DAX Put index hedges. We will continue to hedge via out of the money DAX Puts and single stock Put Options which gives us additional downside protection in case of a larger market correction.



## AC Tiger Fund

### Report from the Investment Advisor (continued)

#### Fund Assets

In 2017 the assets increased by EUR 41.5m from EUR 56.5m to EUR 98.0m (+73.5%) thereof EUR 36.1m net asset inflow and EUR 5.4m performance related achieving our goal to cross EUR 80m in AuM in 2017. For 2018 we have planned various marketing activities and will aim to grow the fund assets to EUR 150m in AuM by year end. Also, to attract more assets we have initiated a USD share class (U class) and an additional institutional shares class (V class) in 2017.

#### Outlook

European PMI surveys have been very strong recently with the Eurozone Composite PMI (source: IHS Markit) at the highest level since 2011 (at 58.1) and the German component at an 80-month high (58.9). With the currently elevated optimism we believe it will be hard to improve business sentiment further and therefore expect it to moderate in 2018 also as an effect from the higher Euro reducing the competitiveness of European businesses. The reduction in asset purchases by the ECB will most likely also dampen financial conditions during 2018 and have a less stimulative effect on the economy.

European corporate earnings in 2017 was one of the strongest in recent years. Stoxx Europe 600 earnings are expected to have grown +14.8% in 2017 compared with +16.4% at the start of the year (source: Thomson Reuters Stoxx 600 Earnings Outlook European Aggregate Estimates and Revisions published January 16, 2018). For 2018 the expected earnings growth for Stoxx Europe 600 is +13% and the current 2018 P/ E ratio is 15.4, broadly in-line with its recent average the last 3 years.

Since the Global Financial Crisis (GFC), financial conditions have been extremely easy with 0% (or negative) interest rates and most central banks engaging in quantitative easing. Nine years after the trough of the GFC, central banks will in 2018 normalise monetary policies and we believe this will be a very significant event for financial markets.

The normalisation process has in fact already started with the FED reducing its treasury and MBS holdings by \$10bn per month (since October 2017), increasing in quarterly steps to \$50bn during 2018. At the Bank of Japan (BOJ), with little fanfare, the balance sheet actually shrank (-\$3.9bn) in December for the first time since the launch of its massive QE in 2012. In turn, the ECB has since January 2018 reduced its Asset Purchase Program (APP) to €30bn per month, from €60bn previously, with the intention of ending the program in 2018.

Consequently, sometime in the middle of 2018 we believe the net QE volumes from the 3 largest central banks will turn negative which we believe will have meaningful impact on financial markets. In particular, volatility should return to more normal levels after being significantly depressed in 2017.

We have started 2018 with our typical above average net equity exposure (around 45%) to benefit from the customary January reallocation trade.

After a disappointing performance for many value stocks in 2017, we have already seen a revived interest in the first few days of 2018 for many of these previously discarded stocks. Our general market outlook has not changed, we still expect a more volatile sideways trading market where stock picking will become increasingly important.

While its understandably tempting to follow the markets current exuberance and chase the latest speculative bubble (exemplified by Bitcoin presently), we remain committed to our well tried and tested catalyst value stock picking strategy based on our 10 point scoring model and risk/ reward premise and which has served us well in the last 9 years.

The information in this report represents historical data and is not an indication of future results.

Luxembourg, January 30, 2018

The Investment Advisor



## **Audit report**

To the Unitholders of  
**AC Tiger Fund**

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### *Our opinion*

In our opinion, the accompanying financial statements give a true and fair view of the financial position of AC Tiger Fund (the "Fund") as at December 31, 2017, and of the results of its operations and changes in its net assets for the year then ended in accordance with Luxembourg legal and regulatory requirements relating to the preparation and presentation of the financial statements.

### *What we have audited*

The Fund's financial statements comprise:

- the statement of net assets as at December 31, 2017;
- the statement of investments and other net assets as at December 31, 2017;
- the statement of operations for the year then ended;
- the statement of changes in net assets for the year then ended; and
- the notes to the financial statements, which include a summary of significant accounting policies.

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### *Basis for opinion*

We conducted our audit in accordance with the Law of July 23, 2016 on the audit profession (Law of 23 July 2016) and with International Standards on Auditing (ISAs) as adopted for Luxembourg by the "Commission de Surveillance du Secteur Financier" (CSSF). Our responsibilities under those Law and standards are further described in the "Responsibilities of the "Réviseur d'entreprises agréé" 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.

We are independent of the Fund in accordance with the International Ethics Standards Board for Accountants' Code of Ethics for Professional Accountants (IESBA Code) as adopted for Luxembourg by the CSSF together with the ethical requirements that are relevant to our audit of the financial statements. We have fulfilled our other ethical responsibilities under those ethical requirements.

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### *Other information*

The Board of Directors of the Management Company is responsible for the other information. The other information comprises the information stated in the annual report but does not include the financial statements and our audit report thereon.



### **Audit report (continued)**

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

In connection with our audit of the financial statements, our responsibility is to read the other information 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.

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#### *Responsibilities of the Board of Directors of the Management Company for the financial statements*

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

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

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#### *Responsibilities of the "Réviseur d'entreprises agréé" for the audit of the financial statements*

The objectives of our audit are to obtain reasonable assurance about whether the financial statements as a whole are free from material misstatement, whether due to fraud or error, and to issue an audit 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 the Law of July 23, 2016 and with ISAs as adopted for Luxembourg by the CSSF will always detect a material misstatement when it exists. Misstatements can arise from fraud or error and are considered material if, individually or in the aggregate, they could reasonably be expected to influence the economic decisions of users taken on the basis of these financial statements.

As part of an audit in accordance with the Law of July 23, 2016 and with ISAs as adopted for Luxembourg by the CSSF, we exercise professional judgment 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;
- obtain an understanding of internal control relevant to the audit in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the Fund's internal control;
- evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by the Board of Directors of the Management Company;



**Audit report (continued)**

- conclude on the appropriateness of the Board of Directors of the Management Company's 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 audit 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 audit report. However, future events or conditions may cause the Fund to cease to continue as a going concern;
- evaluate the overall presentation, structure and content of the financial statements, including the disclosures, and whether the financial statements represent the underlying transactions and events in a manner that achieves fair presentation.

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

PricewaterhouseCoopers, Société coopérative  
Represented by

Luxembourg, May 17, 2018

A handwritten signature in black ink, appearing to read 'F. Ballmann', with a long horizontal stroke extending to the right.

Frank Ballmann

## AC Tiger Fund - Tiger Value Fund

### Statement of net assets (in EUR)

as at December 31, 2017

#### Assets

##### **Investments**

Securities portfolio at market value	73,820,948.82
Option contracts at market value	448,555.50
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	74,269,504.32

##### **Cash and cash equivalents**

Cash at banks	11,330,823.59
Cash collateral at banks	33,501,538.85
Other liquid assets	88,739.10
	<hr/>
	44,921,101.54

##### **Receivables**

Receivable on sales of securities	342,272.85
Receivable on issues of units	1,209,293.26
Income receivable on portfolio	121,352.89
Other receivables	21,963.61
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	1,694,882.61
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##### **Total assets**

120,885,488.47

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#### Liabilities

##### **Payables**

Other liquid liabilities	15,681.56
Short sales of securities at market value	19,941,700.50
Payable on purchases of securities	1,786,346.39
Payable on treasury transactions	54,677.75
Payable on redemptions of units	30,000.70
Unrealised loss on futures contracts	33,726.11
Expenses payable	227,399.39
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	22,089,532.40

##### **Borrowings**

Bank overdrafts	728,329.51
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	728,329.51

##### **Other liabilities**

Other payables	96,036.00
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	96,036.00
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##### **Total liabilities**

22,913,897.91

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##### **Total net assets at the end of the year**

97,971,590.56

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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 EUR)
A	18,823.227	EUR	2,252.54	42,399,994.85
B	19,486.738	EUR	2,465.90	48,052,340.14
U	3,000.000	USD	999.79	2,497,705.45
V	5,000.000	EUR	1,004.31	5,021,550.12
				<hr/>
				97,971,590.56
				<hr/>

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

## AC Tiger Fund - Tiger Value Fund

### Statement of operations (in EUR)

from January 1, 2017 to December 31, 2017

#### Income

##### **Investment income**

Dividends, net	924,844.02
Interest on bonds and other debt securities, net	223,588.95
Interest on bank accounts	239.85
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	1,148,672.82

##### **Realised gain on investments**

- on securities portfolio	15,211,287.85
- on options contracts	300,922.50
- on futures contracts	21,475.25
	<hr/>
	15,533,685.60

##### **Appreciation of unrealised results on investments**

- on securities portfolio	7,692,573.69
- on option contracts	48,274.00
	<hr/>
	7,740,847.69

##### **Total income**

24,423,206.11

#### Expenses

##### **Investment advisory or management fees**

Portfolio Management fees	1,424,504.67
Management Company fees	160,912.12
Performance fees	1,478,550.71
	<hr/>
	3,063,967.50

##### **Other expenses**

Depository fees	41,974.71
Banking charges and other fees	21,841.42
Transaction fees	108,933.93
Central administration costs	78,439.46
Professional fees	21,060.00
Other administration costs	465,684.51
Subscription duty ("taxe d'abonnement")	8,432.06
Bank interest paid	22,858.75
Dividends paid on short sales of securities	316,471.76
Other fees	20,759.13
	<hr/>
	1,106,455.73

##### **Realised loss on investments**

- on securities portfolio	7,489,612.39
- on option contracts	1,485,505.00
- on futures contracts	13,633.76
- on foreign exchange	35,138.43
	<hr/>
	9,023,889.58

##### **Depreciation of unrealised results on investments**

- on securities portfolio	5,710,223.89
- on option contracts	93,685.50
- on futures contracts	33,726.11
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	5,837,635.50

##### **Total expenses**

19,031,948.31

#### Net income

5,391,257.80

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

## AC Tiger Fund - Tiger Value Fund

### Statement of changes in net assets (in EUR) from January 1, 2017 to December 31, 2017

Net income	5,391,257.80
Subscriptions	40,923,529.89
Redemptions	-4,805,630.37
Total changes in net assets	41,509,157.32
Total net assets at the beginning of the year	56,462,433.24
<b><u>Total net assets at the end of the year</u></b>	<b><u>97,971,590.56</u></b>

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

## AC Tiger Fund - Tiger Value Fund

### Statistical information (in EUR)

from January 1, 2017 to December 31, 2017

<b>Total net assets</b>	<b>Currency</b>	<b>31.12.2015</b>	<b>31.12.2016</b>	<b>31.12.2017</b>
	EUR	38,313,439.45	56,462,433.24	97,971,590.56
<b>Net asset value per unit</b>	<b>Currency</b>	<b>31.12.2015</b>	<b>31.12.2016</b>	<b>31.12.2017</b>
A	EUR	1,988.83	2,079.98	2,252.54
B	EUR	2,139.30	2,252.60	2,465.90
U	USD	-	-	999.79
V	EUR	-	-	1,004.31
<b>Number of units</b>	<b>outstanding at the beginning of the year</b>	<b>issued</b>	<b>redeemed</b>	<b>outstanding at the end of the year</b>
A	13,685.480	7,281.271	-2,143.524	18,823.227
B	12,428.738	7,058.000	-	19,486.738
U	-	3,000.000	-	3,000.000
V	-	5,000.000	-	5,000.000

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



## AC Tiger Fund - Tiger Value Fund

### Statement of investment and other net assets (in EUR)

as at December 31, 2017

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>					
CHF	12,000	AMS AG	903,968.30	907,235.23	0.93
CHF	200,000	Meyer Burger Technology AG Reg	273,355.44	285,487.63	0.29
			1,177,323.74	1,192,722.86	1.22
EUR	100,000	Abertis Infraestructuras SA A	1,845,921.50	1,855,000.00	1.89
EUR	35,000	Andritz AG	1,663,330.32	1,647,975.00	1.68
EUR	50,000	Austria Technologie & Syst AG	606,347.73	1,177,000.00	1.20
EUR	10,000	Bayer AG Reg	1,054,010.65	1,040,000.00	1.06
EUR	20,000	Befesa SA Reg	735,000.95	805,000.00	0.82
EUR	61,100	Centrotec Sustainable AG	900,662.74	945,217.00	0.96
EUR	105,000	Delticom AG Reg	1,611,091.17	1,207,500.00	1.23
EUR	550,000	Deutsche Entertainment AG	1,471,558.82	1,677,500.00	1.71
EUR	140,000	Dialog Semiconductor Plc	3,274,028.99	3,633,000.00	3.71
EUR	12,563	ElringKlinger AG	184,275.06	234,614.03	0.24
EUR	150,000	Energiekontor AG	2,439,277.76	2,138,250.00	2.18
EUR	20,000	Euromicron AG	143,475.19	161,880.00	0.17
EUR	145,000	Ferratum Plc	2,574,634.22	4,420,325.00	4.51
EUR	231,001	Francotyp-Postalia Holding AG	694,525.87	1,075,540.66	1.10
EUR	46,891	Fuchs Petrolub SE	1,955,146.78	1,892,989.67	1.93
EUR	800,000	Gigaset AG	594,412.26	487,200.00	0.50
EUR	12,000	Hochtief AG	1,751,018.09	1,771,200.00	1.81
EUR	570,000	HolidayCheck Group AG	1,485,621.45	1,588,020.00	1.62
EUR	85,000	Innogy SE	2,767,429.59	2,777,375.00	2.83
EUR	6,000	Kapsch TrafficCom AG	226,341.56	299,700.00	0.31
EUR	10,000	Koenig & Bauer AG	612,446.88	628,300.00	0.64
EUR	15,000	Lenzing AG	1,578,146.47	1,587,750.00	1.62
EUR	30,000	Manz AG	1,043,838.71	946,050.00	0.97
EUR	13,000	MBB AG	1,380,685.85	1,132,170.00	1.16
EUR	260,000	Metro AG Bearer	4,806,834.30	4,329,000.00	4.42
EUR	350,000	MLP SE	1,492,019.81	1,969,800.00	2.01
EUR	33,000	OSRAM Licht AG	2,259,739.90	2,472,690.00	2.52
EUR	22,006	Palfinger AG	727,766.53	749,194.27	0.76
EUR	1,500,000	PNE Wind AG Reg	3,562,003.04	4,305,000.00	4.39
EUR	55,980	PSI Software AG	658,469.40	1,035,909.90	1.06
EUR	120,000	RWE AG Pref Non voting	1,658,581.06	1,719,600.00	1.75
EUR	11,817	S&T AG	180,800.10	212,528.75	0.22
EUR	130,000	Schaeffler AG Pref	1,556,923.45	1,922,050.00	1.96
EUR	10,000	Schaltbau Holding AG	341,558.68	269,350.00	0.27
EUR	4,843	Singulus Technologies AG	62,959.00	72,112.27	0.07
EUR	15,000	Sixt AG Pref	817,617.23	793,800.00	0.81
EUR	164,460	Sleepz AG	304,579.53	273,003.60	0.28
EUR	55,000	Software AG Reg	2,521,970.77	2,577,300.00	2.63
EUR	148,000	Strabag SE	4,132,334.33	5,036,440.00	5.14
EUR	40,000	Surteco SE	914,677.60	1,076,000.00	1.10
EUR	2,145	Technotrans AG Reg sh	94,632.34	95,023.50	0.10
EUR	52,989	Va-Q-tec AG	1,006,230.20	971,553.32	0.99
EUR	563,286	Vtion Wireless Tec AG	1,182,969.65	298,541.58	0.30
EUR	70,000	Wuestenrot & Wuerttemberg AG Reg	1,431,500.23	1,635,200.00	1.67
EUR	100,000	Zeal Network SE	2,099,332.81	2,143,000.00	2.19
			64,406,728.57	69,086,653.55	70.49
<b>Total shares</b>			65,584,052.31	70,279,376.41	71.71

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

## AC Tiger Fund - Tiger Value Fund

### Statement of investments and other net assets (in EUR) (continued)

as at December 31, 2017

Currency	Number / nominal value	Description	Cost	Market value	% of total net assets
<b>Bonds</b>					
EUR	400,000	Ferratum Capital Germany GmbH 8% Reg S Sen 13/ 21.10.18	412,800.00	417,600.00	0.43
EUR	500,000	GK Software AG 3% Conv Sen Reg S 17/ 26.10.22	500,000.00	517,375.00	0.53
EUR	2,254,000	PNE Wind AG 8% Reg S 13/ 01.06.18	2,236,370.31	2,318,047.41	2.37
EUR	290,000	Singulus Technologies AG Step-up Reg S Sen 16/ 22.07.21	220,772.14	288,550.00	0.29
<b>Total bonds</b>			<b>3,369,942.45</b>	<b>3,541,572.41</b>	<b>3.62</b>
<b><u>Short positions in transferable securities admitted to an official stock exchange listing</u></b>					
<b>Shares</b>					
EUR	-8,000	Basler AG	-1,372,945.78	-1,560,400.00	-1.59
EUR	-20,000	Bayerische Motorenwerke AG	-1,742,708.01	-1,736,600.00	-1.77
EUR	-5,000	Bechtle AG	-297,070.22	-347,600.00	-0.35
EUR	-25,000	Ceconomy AG	-227,850.88	-315,125.00	-0.32
EUR	-20,000	Covestro AG	-1,685,826.46	-1,720,600.00	-1.76
EUR	-5,000	Daimler AG Reg	-356,569.34	-354,000.00	-0.36
EUR	-15,000	Deutsche Beteiligungs AG Reg	-718,869.07	-705,675.00	-0.72
EUR	-15,000	Deutsche Boerse AG Reg	-1,374,366.76	-1,452,000.00	-1.48
EUR	-35,000	Deutsche Wohnen SE	-1,134,853.74	-1,276,100.00	-1.30
EUR	-39,076	Fuchs Petrolub SE Pref	-1,875,875.49	-1,729,113.00	-1.77
EUR	-8,000	Isra Vision AG	-1,379,678.85	-1,700,800.00	-1.74
EUR	-20,000	Leoni AG Reg	-1,153,756.68	-1,247,800.00	-1.27
EUR	-20,000	Senvion SA	-224,121.43	-206,000.00	-0.21
EUR	-15,000	Sixt SE	-1,136,284.01	-1,117,650.00	-1.14
EUR	-50,000	Stroeer SE & Co KGaA	-2,882,070.24	-3,080,000.00	-3.14
EUR	-10,000	Vonovia SE	-338,100.44	-413,900.00	-0.42
EUR	-3,000	Zooplus AG	-457,052.40	-450,900.00	-0.46
<b>Total shares</b>			<b>-18,357,999.80</b>	<b>-19,414,263.00</b>	<b>-19.80</b>
<b>Bonds</b>					
EUR	-500,000	ProSieben Sat.1 Media SE 2.625% Sen 14/ 15.04.21	-528,980.00	-527,437.50	-0.54
<b>Total bonds</b>			<b>-528,980.00</b>	<b>-527,437.50</b>	<b>-0.54</b>
Total investments in securities			50,067,014.96	53,879,248.32	54.99
<b><u>Options</u></b>					
<b><u>Listed financial instruments</u></b>					
<b>Options on transferable securities</b>					
EUR	500	Bayerische Motorenwerke AG PUT 03/ 18 EUX 84	81,500.00	85,500.00	0.09
EUR	50	Bayerische Motorenwerke AG PUT 06/ 18 EUX 84	22,000.00	23,600.00	0.02
EUR	200	Daimler AG Reg PUT 03/ 18 EUX 72	54,000.00	58,200.00	0.06
EUR	500	Infineon Technologies AG Reg PUT 03/ 18 EUX 21	27,000.00	24,500.00	0.03
EUR	200	SMA Solar Technology AG PUT 01/ 18 EUX 38	41,086.00	54,200.00	0.06
EUR	200	Stroeer SE & Co KGaA PUT 03/ 18 EUX 50	26,446.00	7,000.00	0.01
EUR	20	Stroeer SE & Co KGaA PUT 06/ 18 EUX 50	2,300.00	2,660.00	0.00
EUR	200	Wirecard AG PUT 09/ 18 EUX 60	67,000.00	52,400.00	0.05
EUR	500	Zalando SE PUT 03/ 18 EUX 42	71,000.00	64,000.00	0.07
<b>Total options on transferable securities</b>			<b>392,332.00</b>	<b>372,060.00</b>	<b>0.39</b>
<b>Index options</b>					
EUR	200	DAX Germany Index PUT 01/ 18 EUX 12000	23,200.00	13,500.00	0.01
EUR	300	DAX Germany Index PUT 02/ 18 EUX 11500	43,500.00	31,050.00	0.03
EUR	267	DAX Germany Index PUT 03/ 18 EUX 10000	19,685.00	9,745.50	0.01

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

## AC Tiger Fund - Tiger Value Fund

### Statement of investments and other net assets (in EUR) (continued) as at December 31, 2017

Currency	Number / nominal value	Description	Cost	Market value	% of total net assets
EUR	100	DAX Germany Index PUT 03/ 18 EUX 11000	16,450.00	13,700.00	0.01
EUR	300	DAX Germany Index PUT 03/ 18 EUX 9400	17,400.00	4,800.00	0.01
EUR	200	DAX Germany Index PUT 03/ 18 EUX 9500	6,400.00	3,700.00	0.00
<b>Total index options</b>			<u>126,635.00</u>	<u>76,495.50</u>	<u>0.07</u>
Total options			518,967.00	448,555.50	0.46
Cash at banks and cash collateral at banks				44,832,362.44	45.76
Bank overdrafts				-728,329.51	-0.74
Other net assets/ (liabilities)				-460,246.19	-0.47
Total				<u><u>97,971,590.56</u></u>	<u><u>100.00</u></u>

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

## AC Tiger Fund - Tiger Value Fund

### Industrial and geographical classification of investments as at December 31, 2017

#### Industrial classification

(in percentage of net assets)

Utilities	13.52 %
Industrials	12.08 %
Technologies	10.03 %
Financials	5.71 %
Cyclical consumer goods	5.35 %
Non-cyclical consumer goods	4.42 %
Raw materials	1.64 %
Healthcare	1.06 %
Telecommunications services	0.80 %
Special Purpose Vehicle (SPV)	0.43 %
Energy	-0.05 %
Total	<u>54.99 %</u>

#### Geographical classification

as at December 31, 2017

(in percentage of net assets)

Germany	29.93 %
Austria	11.86 %
United Kingdom	5.90 %
Finland	4.51 %
Spain	1.89 %
Luxembourg	0.61 %
Switzerland	0.29 %
Total	<u>54.99 %</u>

## AC Tiger Fund

### Notes to the financial statements

as at December 31, 2017

#### **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 specialised investment funds and with generally accepted accounting principles in Luxembourg.

The financial statements are presented on the basis of the Net Asset Value of the Sub-Fund calculated as at December 31, 2017. In accordance with the prospectus, the last official trading Net Asset Value of the corresponding Sub-Fund has been calculated as at December 29, 2017. Nevertheless, an additional Net Asset Value has been calculated as at December 31, 2017 for reporting purpose and is disclosed in these financial statements.

##### b) Valuation

Investment units are valued at the last determined and obtainable redemption price. Investment units, where redemption has been suspended or for which no redemption price has been determined, are valued as all other assets at their respective market value as determined in good faith by the AIFM on the basis of generally accepted valuation principles verifiable by auditor.

Where investment units are listed, the last known market rate is used. The valuation of both foreign and domestic target fund units may, under certain circumstances, only be carried out on certain dates; as a consequence, the redemption price may fail to reflect the current unit value.

Securities which are officially quoted on a stock exchange are valued at the latest available price. If a security is officially quoted on several stock exchanges, the latest available price published by the stock exchange which is the principal market for said security shall be decisive.

Securities that are not officially quoted on a stock market are valued at a rate that may not be lower than the buying price and not higher than the selling price at the time of the valuation and which the AIFM maintains to be the best possible rate the securities can be sold for.

Options or derivatives to foreign exchange and forward exchange transactions which are licensed for trading on a stock exchange or are included in another organised market are valued at the latest determined price on the respective stock exchanges.

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

The realised gains and losses on securities portfolio are calculated on the basis of the average acquisition cost and are disclosed net in the statement of operations.

##### 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) Conversion of foreign currencies

Cash at banks, other net assets and liabilities and the market value of the securities in portfolio expressed in currencies other than the reference currency of the Sub-Fund are converted into this currency at the exchange rate prevailing on the date of the financial statements.

## AC Tiger Fund

### Notes to the financial statements (continued)

as at December 31, 2017

Income and expenses expressed in currencies other than the reference currency of the Sub-Fund are converted into this currency at the exchange rate prevailing on the date of the transaction. Net realised gains or losses on foreign exchange are disclosed in the statement of operations and other changes in net assets.

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

1	EUR	=	1.1699281	CHF	Swiss Franc
			7.4479119	DKK	Danish Krona
			0.8878087	GBP	Pound Sterling
			9.8303983	SEK	Swedish Krona
			1.2008500	USD	US Dollar

#### f) Formation expenses

Expenses incurred in connection with the establishment of the Fund and the creation of the Sub-Fund were amortised over a period of five years.

#### g) Investment income

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

Interest income is accrued on a pro rata temporis basis, net of any withholding tax.

#### h) Other liquid assets and other liquid liabilities

The captions "Other liquid assets" and "other liquid liabilities" are mainly composed of cash accounts held at brokers.

#### i) Valuation of futures contracts

Open futures contracts are valued at the last settlement or close price on the stock exchanges or regulated markets. Unrealised gains or losses of open contracts are disclosed in the statement of net assets. Net variation of the unrealised gains or losses and net realised gains or losses are disclosed in the statement of operations.

#### j) Valuation of option contracts

Premiums paid on the purchase of options are disclosed under the item "Option contracts at market value" in the statement of net assets and are presented as cost in the statement of investments and other net assets. Premiums received on issued options are disclosed under the item "Short option contracts at market value" in the statement of net assets and are presented as cost received in the statement of investments and other net assets. Option contracts outstanding at the date of the financial statements are valued at the last settlement or closing price on the stock exchanges or regulated markets. Net variation of the unrealised gains or losses and net realised gains or losses are disclosed in the statement of operations.

#### k) Short sales

When the Fund engages in a short sale, an amount equal to the proceeds received by the Fund is reflected as an asset and equivalent liability. The amount of the liability is subsequently marked to market to reflect the market value of the short sale. The Fund is exposed to the risk of depreciation to the extent that the market value of the security sold short exceeds the proceeds of the short sales.

## AC Tiger Fund

### Notes to the financial statements (continued)

as at December 31, 2017

#### l) Transaction fees

Transaction costs disclosed under the item "Transaction fees" in the expenses of the statement of operations and other changes in net assets are mainly composed of broker fees incurred by the Fund and of fees relating to liquidation of transactions paid to the depositary as well as of transaction fees on financial instruments and derivatives and of fees relating to term deposits.

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

A front-end load of up to 5.00% of the net asset value may be charged to investors when subscribing for units of the Fund.

No redemption and conversion fees are applied.

#### **Note 3 - Portfolio Management fees**

The Investment Advisor is entitled to receive a portfolio management fee of up to 2.00% p.a. (actual rate 2.00%) of the respective net Sub-Fund assets based on the average net assets of the Sub-Fund for unit class A, C, V and U and up to 1.50% p.a. (actual rate 1.50%) for unit class B. Each is payable out of the Sub-Fund's net assets. The remuneration shall be paid retrospectively at the end of the month and excludes VAT where applicable.

#### **Note 4 - Management Company fees**

For the management of the Fund, the AIFM shall receive an administration fee of up to 0.255% p.a. (actual rate 0.205%) of the respective Sub-Fund assets, based on the average net assets of the Sub-Fund; the remuneration shall be paid retrospectively at the end of the month and excludes VAT where applicable.

#### **Note 5 - Performance fees**

In addition to the portfolio management fee, the AIFM may receive a quarterly performance fee equivalent to 20% p.a. of the increase in the net assets of the Unit Class A and U and 15% p.a. of the Unit Class B, C and V. The performance fee is only charged if the unit price at the end of a quarter exceeds the highest unit price at the end of a previous quarter ("High Watermark"). In this case, the performance fee can be calculated and charged to the Sub-fund. Unit price movements are calculated on each Valuation Date and paid out at the end of each quarter. The basis for the calculations is the net assets per Unit Class for the relevant period.

At the date of the financial statements, the performance fee was recorded for the Sub-Fund AC Tiger Fund - Tiger Value Fund and amounted to EUR 1,478,550.71.

#### **Note 6 - Central administration costs**

The Central Administration Agent receives EUR 20,000 p.a. The Registrar and Transfer Agent receives a fee of EUR 7,500.00 p.a. plus a TA reporting fee of EUR 500 per month plus tax calculation fees if applicable plus a variable fee ranging between 0.005% and 0.04% p.a. for the registrar and transfer agent services as well as performance fees for manual processing between EUR 10 and EUR 30.

## AC Tiger Fund

### Notes to the financial statements (continued)

as at December 31, 2017

The item "Central administration costs" disclosed in the statement of operations is composed of Central Administration Agent, Registrar and Transfer Agent fees.

#### **Note 7 - Depositary fees**

The Depositary receives a fee of up to 0.02% p.a. (actual rate 0.02%) of the respective Sub-Fund net assets subject to a minimum of EUR 6,000 p.a., and 0.02% for prime brokerage services. Additionally, costs relating to purchases and sales of target investments are charged to the Fund.

#### **Note 8 - Taxation of the Fund**

In terms of taxation, the Fund assets are subject to the laws of the Grand Duchy of Luxembourg.

With the exception of the "taxe d'abonnement", which is payable every quarter in the amount of 0.01% p.a. of the net asset value as determined at the end of each quarter, the Fund is not subject to any taxes. The portion accounted for by investments in other undertakings for collective investments which are subject to the "taxe d'abonnement" according to the relevant provisions under Luxembourg law is not liable to any "taxe d'abonnement". According to the currently applicable law, neither funds nor their investors are subject to taxes on income or capital gains in Luxembourg; furthermore, neither withholding tax nor inheritance tax is levied.

The Fund appropriates the income generated by the securities in its portfolio, after deduction of a potential withholding tax, in the securities respective country of origin.

#### **Note 9 - Pledged assets**

As at December 31, 2017, the Fund has pledged securities borrowed for a total amount of EUR 24,360,906.25 for the short positions held in the portfolio.

#### **Note 10 - Securities Borrowings**

The Fund can carry out securities borrowing transactions. The counterparty of these transactions is Skandinaviska Enskilda Banken AB. The table below shows for the following Sub-Fund at the date of the financial statements:

- the global valuation of the securities borrowed ("Securities borrowing"),
- costs incurred during the year in connection with the securities borrowing transactions.

Sub-Fund	Counterparty	Currency global valuation of the securities borrowed	Cost during the year
AC Tiger Fund - Tiger Value Fund	Skandinaviska Enskilda Banken AB	EUR 24,360,906.25	EUR 449,405.00

The securities borrowed at the date of the financial statements are disclosed in the table below:

Description	Quantity	Currency	Market Valuation In EUR
Aumann AG	10,000	EUR	639,200.00
Basler AG	10,000	EUR	1,950,500.00



## AC Tiger Fund

### Notes to the financial statements (continued)

as at December 31, 2017

Description	Quantity	Currency	Market Valuation In EUR
Bayerische Motorenwerke AG	20,000	EUR	1,736,600.00
Bechtle AG	5,000	EUR	347,600.00
Ceconomy AG	50,000	EUR	630,250.00
Covestro AG	20,000	EUR	1,720,600.00
Daimler AG Reg	10,000	EUR	708,000.00
Deutsche Beteiligungs AG Reg	15,000	EUR	705,675.00
Deutsche Boerse AG Reg	15,000	EUR	1,452,000.00
Deutsche Wohnen SE	35,000	EUR	1,276,100.00
Fuchs Petrolub SE Pref	39,076	EUR	1,729,113.00
Isra Vision AG	10,000	EUR	2,126,000.00
Leoni AG Reg	20,000	EUR	1,247,800.00
ProSieben Sat.1 Media SE 2.625% Sen 14/ 15.04.21	500,000	EUR	527,437.50
Senvion SA	20,000	EUR	206,000.00
Sixt Leasing SE	50,000	EUR	950,000.00
Sixt SE	20,000	EUR	1,490,200.00
Stroeer SE & Co KGaA	50,000	EUR	3,080,000.00
Vonovia SE	10,000	EUR	413,900.00
Wirecard AG	7,225	EUR	672,430.75
Zooplus AG	5,000	EUR	751,500.00
			24,360,906.25

As at December 31, 2017, the Fund has received collateral concerning the securities borrowing positions for a total amount of EUR 33,501,538.85 at Skandinaviska Enskilda Banken AB (publ) London.

#### **Note 11 - Future contracts**

As at 31 December 2017, the Sub-Fund is committed in the following futures contract(s) with Skandinaviska Enskilda Banken AB (publ) London:

	Number of contracts	Denomination	Currency	Exposure (in EUR)	Unrealised result (in EUR)
Sale	40	EUR FUT 03/ 18 CME	USD	-2,511,554.32	-33,726.11
					<u>-33,726.11</u>

#### **Note 12 - Changes in investments**

The statement of changes in investments for the reporting period referring to the report is available free of charge at the registered office of the Company.

#### **Note 13 - Subsequent event**

As per circular resolution, the Board of Directors has decided to launch a new unit class (Unit Class C) as from January 9, 2018.

## **AC Tiger Fund**

### **Additional information (unaudited)**

as at December 31, 2017

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### **Information in accordance with the delegated AIFMD Regulation (unaudited)**

#### **1 Risk management process**

The Management Company uses a risk management process that enables it to adequately monitor and measure the risk associated with the investment positions.

A market risk stress test and a liquidity stress test are used to measure the risk.

Risk measurement is carried out quarterly.

#### **2 Liquidity risk management**

The Management Company has established principles for the identification and continuous monitoring of liquidity risk.

Liquidity risks are continuously analysed and incorporated in the development of investment strategies, depending on the respective asset classes. This ensures that the investment strategy, the liquidity profile and the redemption policy of each managed AIF are intrinsically coherent.

The liquidity risk management and monitoring takes into account the relative liquidity of the assets of the AIF and allows for the time required for liquidation, the value and the sensitivity with respect to other market risks or factors and takes into consideration all significant liabilities and obligations.

During the reporting period there were no changes to the principles for the identification and continuous monitoring of the Fund's liquidity risk.

#### **3 Identification and monitoring of leverage**

Leverage refers to the ratio between the risk of the Fund and its net asset value. The leverage is calculated by ALCEDA FUND MANAGEMENT S.A. using the commitment approach and the gross method. In both cases, the risk is calculated as the sum of the absolute values of all positions in basic compliance with the specifications referred to in the AIFMD regulation. The maximum leverage for the Fund under both the gross method and the commitment method is 200% of the respective fund volume.

#### **4 Risk profile**

A risk profile has been drawn up for the funds managed by ALCEDA FUND MANAGEMENT S.A., which is provided to investors free of charge by the Management Company on request.

Investment in the Fund is reserved solely for qualified investors within the meaning of the Law of 2007. Investment in the Fund is associated in particular with the risk factors described in the issue document. The risk profile was drawn up under the assumption of normally functioning markets. In unforeseen market situations or in the event of market disruption due to non-functioning markets, there may be further risks beyond those indicated in the risk profile.

## AC Tiger Fund

### Additional information (unaudited) (continued)

as at December 31, 2017

#### Description

Creation Date:	29.12.2017
Initial Analysis :	no
Frequency of Revision: annual	annual
Fund Category:	Equity: Long/ Short
Benchmark :	n/ a
ISIN	Class A: LU0400329677 Class B: LU0400329750 Class C: LU1744650885 Class U: LU1647855136 Class V: LU1740273310
Currency Main-Shareclass:	EUR
Portfolio ID Fund Acc.:	087701
Legal Form:	FCP - SIF
Regulator:	Commission de Surveillance du Secteur Financier („CSSF“)
Fund Jurisdiction:	Luxembourg
Fund Inception Date:	12.12.2008
Financial Year End:	31.12.
Changes in Prospectus:	New share classes C, V and U Change of Investment Manager from Alceda Fund Management S.A. to Aquila Capital Investmentgesellschaft mbH
NAV Frequency:	Every business day, except for December 24 and 31.
Subscription Frequency:	Subfund shares are issued monthly, on every last valuation date of a calendar month at the issue price. Complete subscription applications received by the registrar and transfer agent at the latest 5 bank business days prior to an issue date will be settled at the issue price of the following issue date.
Redemption Frequency:	Shares in the respective subfund may be redeemed monthly, on every last valuation date of a calendar month at the redemption price. Unit Class A and U: The Cut-Off Time for redemption applications for Class A and U Units is 5 pm CET five (5) Business Days prior to the corresponding Redemption Date. Unit Class B: The Cut-Off Time for redemption applications for Class B Units is 5 pm CET six (6) Redemptions Dates prior to the corresponding Redemption Date. Unit Class V and C: The Cut-Off Time for redemption applications for Class V and C Units is 5 pm CET one month (1) and five (5) Business Days prior to the corresponding Redemption Date.
Options on Subs/ Reds:	The management company may at any time, at its own discretion, and without stating any reasons reject subscription applications or temporarily limit, suspend or terminate the issuance of units if this appears necessary in the interest of the investors or to protect the respective sub-fund.
Management Company:	Alceda Fund Management S.A.
Investment Manager:	Aquila Capital Investmentgesellschaft mbH
Investment Advisor:	Tiger Asset Management GmbH
Custodian:	Skandinaviska Enskilda Banken S.A.
Register & Transfer Agent:	European Fund Administration S.A.
Central Administration:	European Fund Administration S.A.
Auditor:	PricewaterhouseCoopers (PwC), Société coopérative

## AC Tiger Fund

### Additional information (unaudited) (continued)

as at December 31, 2017

Responsible Risk Department:	Financial Asset Risk Management
Investment Objective:	The investment objective of the AC Tiger Fund – Tiger Value Fund (the “Sub-fund”) is to seek an absolute return for investors, with a view to capital gain. The policies the Sub-fund will utilise to achieve such objective may vary but the Sub-fund will seek to achieve its investment objective principally by investing in undervalued publicly listed companies. The Sub-fund investments are likely to be, but not limited to, small- and mid-sized companies, where a number of issues may sub-optimize the company’s public market value (e.g. shareholder structure, financing structure, subsidizing of loss making businesses, etc.). As engaged and responsible shareholder, the Investment Advisor expect to have a direct dialog with the company as well as with other shareholders to impact positive change. The Sub-fund expects to assume positions in a limited number of companies. The principal focus of the investments will be Germany, Austria and Switzerland (collectively, the “DACH region”). The Sub-fund may also invest in companies outside the DACH region.
Investment Policy:	In seeking to achieve the investment objective of the Subfund and in implementing its investment policies or strategy, the Subfund may employ a wide range of investment techniques, e.g. the Subfund may trade and invest, both long and short, in a wide range of securities, currencies, commodities and related derivative instruments including, equities, equity related securities, bonds and other fixed income securities, swaps, listed and over-the-counter options, warrants, repurchase agreements, futures and forward contracts, provided that investment in commodities may only be realised via related derivative instruments and that all of the aforementioned instruments are cash-settled. The Subfund may also invest in various types of depositary receipts and shares of other investment companies; the Subfund may purchase and sell put and call options on securities and securities’ indices, and futures and forward contracts on currencies, government and private securities and securities’ indices. These techniques may be used both as independent profit opportunities and to hedge existing long and short positions; subject to the investment restrictions set out below, the Subfund shall have complete flexibility as to the instruments and markets in which it may invest and the investment techniques it may use; the base currency of the underlying portfolio of assets of the Subfund will be the Euro. Where the Operational Currency of a Class is not the Euro, the Subfund may enter into hedging arrangements on behalf of such Class in order to seek to minimise upside and downside currency exposure.
Asset-Allocation:	Bonds: 4% Stocks: 74% Short Stocks: 21% Options: 0.48% Futures: 3%
Currencies:	EUR, CHF
Countries:	Europe
Sectors:	Diversified
Investment Universe:	Long and short stocks, forex, stock and index options, currency futures
Usage of Derivatives :	yes

## AC Tiger Fund

### Additional information (unaudited) (continued)

as at December 31, 2017

Types of Derivatives:	Futures, Options
Derivative Purpose:	Speculative and hedging purposes
OTC-Instruments:	n/ a
Max.	Leverage Commitment: 200%
Max. Leverage Gross:	200%
Commentary :	n/ a

### Market Risk

Calculation Frequency	daily
Market Risk Approach:	absolute Value-at-Risk
VaR-Method:	Variance/ Covariance
Benchmark:	n/ a
External Limit (red):	20% (99%, 20 days)
Internal Limit (yellow):	16% (99%, 20 days)
Responsible Department:	Financial Asset Risk Management
Stress Test Limit:	worst case -10%
Commentary	n/ a

### Liquidity Risk

Method:	Quantitative and qualitative risk measure as set forth
LR Limit (red):	15%
LR Limit (yellow) :	25%
LCR Limit (red):	minimum 100% LCR
LCR Limit (gelb):	minimum 200% LCR
# days to sell Limit (red):	25% < 5 days / 75% > 5 days
# days to sell Limit (yellow):	35% < 5 days / 65% > 5 days
Liquidity Stress Test Limits:	stressed LCR <= 50%
Qual. Liquidity Risk Elements:	Quarterly check of investor concentration, monitoring of past redemption orders, analysis of recent feedback from investors
Responsible Department :	Financial Asset Risk Management
Commentary:	n/a

### Counterparty Risk

Method:	n/ a
Internal Limit (red):	n/ a
Internal Limit (yellow):	n/ a
Responsible Department:	Investment Compliance
Commentary:	n/ a

### Concentration Risk\*

Limits:	Net long positions: maximum of 150% or net short of 50% of the Sub-fund's Net Asset Value at the time of making the investment Unlisted securities maximum of 25% of the Sub-fund's Net Asset Value at the time of making the investment
Commentary:	n/ a

### Valuation Risk

Limits:	All instruments are required to be valued at fair market prices
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## AC Tiger Fund

### Additional information (unaudited) (continued)

as at December 31, 2017

Commentary:	Valuation risk is not relevant for the financial asset portfolio of the fund.
Leverage as at 31.12.2017	110.96%

### Other Risks & Operational Risk / Commentary

Commentary:	n/ a
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\*The Concentration Risks associated with regulatory guidelines are monitored by default according to the legal structure of the fund. Based on this fact the limits mentioned below refer directly to the contractual guidelines from the prospectus.

### **5 Significant/Material changes**

No changes were implemented during the reporting period.

### **6 Remuneration policy**

ALCEDA FUND MANAGEMENT S.A., as AIFM of the Fund, applies a remuneration policy that satisfies the requirements of the Law of July 12, 2013 on the Managers of Alternative Investment Funds.

The remuneration policy of ALCEDA FUND MANAGEMENT S.A. is designed to secure long-term and sustainable business success, to attract and retain highly qualified staff and to recognise excellence. In addition, the interests of customers are to be taken into account and harmonised with the success of the company.

The general remuneration policy for all directors, permanent employees and heads of department of the Aquila Group is issued by the Remuneration Committee of the Aquila Group as the overall remuneration body of the Group. The actual remuneration of the directors and employees of ALCEDA FUND MANAGEMENT S.A. (the "Company") is determined by the Company itself in accordance with the general guidelines. The Company Management of ALCEDA FUND MANAGEMENT S.A. is responsible for the remuneration of employees. The remuneration of the members of the Company Management falls within the remit of the shareholders. The Remuneration Committee of the Aquila Group informs the shareholders' meeting at least once a year about the structure of the remuneration system.

The total remuneration of employees consists of fixed remuneration plus variable remuneration. The fixed and variable components of total remuneration are proportionate and the proportion of fixed components in the total remuneration is sufficiently high. This enables a flexible structure to be used for variable remuneration; if necessary, the payment of a variable component can also be dispensed with completely. The remuneration of directors is based on the usual remuneration of a director in a similar position, with comparable qualifications and similar experience. Remuneration over and above the usual remuneration is paid only in exceptional cases and requires the special permission of the shareholders' meeting.

The fixed remuneration consists of the fixed monthly salary. The system of fixed remuneration is based on the importance of the position or the function performed. The qualifications and employee skills required are relevant factors in determining the remuneration. The level of fixed remuneration ensures that employees have no significant dependence on the variable remuneration.

## AC Tiger Fund

### Additional information (unaudited) (continued)

as at December 31, 2017

The basic salary is set sufficiently high for all directors, managers and employees of the company as to ensure the appropriateness of remuneration, even in the event of underperformance.

Variable remuneration in the form of bonuses and special payments may be provided in addition to the fixed remuneration. The level of the variable components of remuneration is based on the actual performance and success, as determined on the basis of the remuneration parameters.

The incentive systems employed are consistent with the principles of the Aquila Group and the Company, as set out in the strategy documents. They are designed in such a way that negative incentives for taking disproportionately high risk positions and conflicts with the interests of customers can be avoided both for the Company Management and for the employees. The successful achievement of targets of employees for the individual calendar year is determined by the Company Management in agreement with the Management Board on the basis of three criteria, namely a criterion based on the successful achievement of targets by the Company or the Aquila Group (“company-dependent criterion”, e.g. the target achievement level contained in the business plan of each company), a criterion based on the profit contribution of the organisational unit or department (“organisation-dependent criterion”), and a criterion based on the individual profit contributions of the employee (“individual criterion”). The shareholders are responsible for determining the successful achievement of targets by the directors.

The risks taken, their maturities and capital and liquidity costs are included in the assessment of the individual profit contribution. Qualitative criteria are also included in the assessment for all employees involved in customer trading. The variable remuneration of the members of the Company Management is determined by the shareholders’ meeting at the end of the financial year on the basis of a multi-year comparison, taking into account the successful achievement of targets by the Company and the Aquila Group as a whole and the individual performance of the management. The remuneration is based on the usual remuneration for directors. There are no performance-related bonuses over and above this. Variable salary components are paid only in the form of cash. No shares or share options are granted. For employees, the amount of the variable special payment should not exceed six times the gross monthly salary. The variable remuneration should not exceed 200% of the fixed salary for either employees or directors.

The variable remuneration for risk takers in the Company and in affiliated companies, has been designed in accordance with the legal and regulatory requirements for the long-term development of the Company.

The payment of variable remuneration for risk takers is divided into a short-term performance bonus (40% of the expected remuneration) and a long-term performance bonus (60% of the expected remuneration). With regard to the short-term performance bonus, 50% is paid immediately after the end of the assessment period (CASH portion) and 50% is only due for payment after a three-year lock-up period.

The long-term performance bonus is paid on a pro rata basis over three years. With regard to the long-term performance bonus, 50% is paid at the end of each period (CASH portion) and 50% only after the expiry of a three-year lock-up period.

#### **Total remuneration of employees**

During the past financial year of the Fund, ALCEDA FUND MANAGEMENT S.A., as the AIFM, has paid a total of EUR 448.6k in variable remuneration and EUR 2,408.4k in fixed remuneration to an average of 34 employees. With regard to the Fund itself, compared with the total volume of Assets under Management, there is therefore EUR 23.8k in variable remuneration and EUR 127.9k in fixed remuneration. For the past financial year of the Fund, no carried interest payments or fund-related remuneration were paid.

## **AC Tiger Fund**

### **Additional information (unaudited) (continued)**

as at December 31, 2017

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#### **Total remuneration of risk takers**

In the past financial year of the Fund, there were nine risk takers, who also assume control functions. They received remuneration from the AIFM totalling EUR 346.5k in variable remuneration and EUR 740.9k in fixed remuneration. With regard to the Fund itself, compared with the total volume of Assets under Management, there is therefore EUR 18.4k in variable remuneration and EUR 39.4k in fixed remuneration.

#### **7 Additional information for shareholders in Switzerland**

The state of the origin of the Fund is Luxembourg. This document may only be distributed in or from Switzerland to qualified investors within the meaning of Art. 10 Para. 3, 3bis and 3ter CISA. The Representative in Switzerland is ACOLIN Fund Services AG, Affolternstrasse 56, CH -8050 Zurich, whilst the Paying Agent is M.M.Warburg Bank (Switzerland) Ltd., Parkring 12, 8027 Zurich. In respect of the units distributed in or from Switzerland, the place of performance and jurisdiction is at the registered office of the Swiss representative. The basic documents of the Fund as well as the annual and, if applicable, semi-annual report may be obtained free of charge at the registered office of the Swiss Representative.



## AC Tiger Fund

### Additional information (unaudited) (continued)

as at December 31, 2017

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

At the date of the financial statements the Fund is concerned by security borrowing operations for the following Sub-Fund in the context of the requirements of the SFTR regulation 2015/ 2365 on transparency of securities financing transactions and of reuse of collateral:

	<b>AC Tiger Fund - Tiger Value Fund (in EUR)</b>
<b>Global data: assets used for securities borrowing</b>	
in absolute terms	24,360,906.25
as a percentage of lendable assets of the Sub-Fund	33.00%
<b>Concentration data</b>	
<b>10 largest collateral issuers</b>	
<b>Top 10 counterparties</b>	
name of counterparty	Skandinaviska Enskilda Bk AB
gross volume of outstanding transactions	24,360,906.25
<b>Aggregate transaction data for securities borrowing</b>	
<b>Type and quality of the collaterals received</b>	
AAA bonds collateral	-
listed equities collateral	-
cash collateral	33,501,538.85
<b>Collaterals classified according to their residual maturities (absolute amounts)</b>	
less than 1 day	-
from 1 day to 1 week (= 7 days)	-
from 1 week to 1 month (= 30 days)	-
from 1 month to 3 months	-
from 3 months to 1 year (= 365 days)	-
above 1 year	-
open maturity	33,501,538.85
<b>Country (countries) in which the counterparties are established</b>	SE
<b>Type of settlement and clearing</b>	
tri-party	-
Central Counterparty	-
bilateral	24,360,906.25
<b>Data on reuse of collateral received</b>	
% foreseen in prospectus	none
collateral received that is reused	-
cash collateral reinvestment returns to the Sub-Fund	-
<b>Safekeeping of collateral received</b>	
number of depositaries	1
name of depositaries	Skandinavisk Enskild Bk AB publ London
amounts of assets received as collateral	33,501,538.85
<b>Safekeeping of collateral granted</b>	
segregated accounts	24,360,906.25
pooled accounts	-
other accounts	-

## AC Tiger Fund

**Additional information (unaudited) (continued)**  
as at December 31, 2017

		<b>AC Tiger Fund - Tiger Value Fund (in EUR)</b>
<b>Return and cost components</b>		
<b>Return component of the Fund</b>		
	In absolute terms	-
	As a percentage of overall returns	-
<b>Cost component of the Fund</b>		-449,405.00
<b>Return component of the capital management company</b>		
	In absolute terms	-
	As a percentage of overall returns	-
<b>Cost component of the capital management company</b>		-
<b>Return component of third parties</b>		
	In absolute terms	-
	As a percentage of overall returns	-
<b>Cost component of third parties</b>		-

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