

**DYNAMIC**  
**ASSET MANAGEMENT**  
**COMPANY**  
( L U X E M B O U R G ) S. A.

**Unaudited semi-annual report  
as at 30th September 2019**

# **DMC FUND**

A mutual investment Fund organised under the laws of the Grand-Duchy of Luxembourg with an umbrella structure

R.C.S. Luxembourg K621



## DMC FUND

### Table of contents

---

<b>Organisation .....</b>	<b>2</b>
<b>Report on activities of the Board of Directors of the Management Company .....</b>	<b>4</b>
<b>Combined statement of net assets .....</b>	<b>8</b>
<b>Combined statement of operations and other changes in net assets .....</b>	<b>9</b>
<b>DMC FUND - DYNAGEST EXPO BONDS EURO "MAS" .....</b>	<b>10</b>
Statement of net assets .....	10
Statement of operations and other changes in net assets .....	11
Statistical information .....	12
Statement of investments and other net assets .....	13
Industrial and geographical classification of investments .....	14
<b>DMC FUND - DYNAGEST EXPO BONDS USD "MAS" .....</b>	<b>15</b>
Statement of net assets .....	15
Statement of operations and other changes in net assets .....	16
Statistical information .....	17
Statement of investments and other net assets .....	18
Industrial and geographical classification of investments .....	19
<b>DMC FUND - HERENS QUALITY LUXURY BRANDS .....</b>	<b>20</b>
Statement of net assets .....	20
Statement of operations and other changes in net assets .....	21
Statistical information .....	22
Statement of investments and other net assets .....	23
Industrial and geographical classification of investments .....	24
<b>DMC FUND - WORLD HY CORPORATE BONDS .....</b>	<b>25</b>
Statement of net assets .....	25
Statement of operations and other changes in net assets .....	26
Statistical information .....	27
Statement of investments and other net assets .....	28
Industrial and geographical classification of investments .....	35
<b>Notes to the financial statements .....</b>	<b>37</b>
<b>Additional information .....</b>	<b>43</b>

## **DMC FUND**

### **Organisation**

---

**Registered office** 15, Rue du Fort Bourbon  
L-1249 LUXEMBOURG

**Management Company** DYNAMIC ASSET MANAGEMENT COMPANY  
(LUXEMBOURG) S.A.  
15, Rue du Fort Bourbon  
L-1249 LUXEMBOURG

#### **Board of Directors of the Management Company**

**Chairman** Christian WOLF  
BANQUE PROFIL DE GESTION S.A.  
Cours de Rive 11  
CH-1204 GENEVA

**Directors** Alexandre KUHN  
Directeur  
BANQUE PROFIL DE GESTION S.A.  
Cours de Rive 11  
CH-1204 GENEVA

Arlind ISUFI  
Directeur  
HERENS QUALITY ASSET MANAGEMENT AG  
Bahnhofstrasse 3  
CH-8808 PFÄFFIKON SZ

Andreas MATTIG  
Directeur  
HERENS QUALITY ASSET MANAGEMENT AG  
Bahnhofstrasse 3  
CH-8808 PFÄFFIKON SZ

**Conducting Officers** Cyrille DALLANT  
Julien NEMERLIN (since 3rd June 2019)  
Paul HEISER (until 31st July 2019)  
Christian WOLF (until 3rd June 2019)

**Depository,  
Central Administration and  
Paying Agent** BANQUE ET CAISSE D'EPARGNE DE L'ETAT,  
LUXEMBOURG  
1, Place de Metz  
L-2954 LUXEMBOURG

## **DMC FUND**

### **Organisation (continued)**

---

#### **Investment Manager**

- for the DYNAMIC FLOORING family  
and the CORPORATE BONDS family

BANQUE PROFIL DE GESTION S.A.  
Cours de Rive 11  
CH-1204 GENEVA

- for the HERENS QUALITY family

HERENS QUALITY ASSET MANAGEMENT AG  
Bahnhofstrasse 3  
CH-8808 PFÄFFIKON

#### **Delegated Transfer Agent and Registrar**

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

#### **Auditor**

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

#### **Representative and Distributor in Switzerland**

BANQUE PROFIL DE GESTION S.A.  
Cours de Rive 11  
CH-1204 GENEVA

#### **Paying Agent in Switzerland**

BANQUE CANTONALE VAUDOISE  
Place Saint François 14  
CH-1003 LAUSANNE

## **DMC FUND**

### **Report on activities of the Board of Directors of the Management Company**

---

#### **DMC FUND - DYNAGEST EXPO BONDS EURO "MAS"**

DMC FUND - DYNAGEST EXPO BONDS EURO "MAS" - Unit R (open to all investors) was launched on 13th April 2005. At the end of the period under review, 1st October 2019, the Net Asset Value (NAV) per unit stood at EUR 1,599.93. The initial issue price per unit was fixed at EUR 1,000.

DYNAGEST EXPO BONDS EURO "MAS" - Unit I (for institutional investors) was launched on 15th November 2006. As at 1st October 2019, the NAV per unit stood at EUR 1,683.39. The initial issue price per unit was fixed at EUR 1,024.89.

#### **THE PERFORMANCE OF THE SUB-FUND**

The Sub-Fund assets are managed with reference to a lower limit of their value (the floor). The initial level of the floor per unit was set at 95% of the initial issue price. If the NAV per unit increases, the lower limit is also raised. In this Sub-Fund, the priority objective does not reside in preserving the floor, but in maintaining a minimum level of the assets of the Sub-Fund allocated to the risk part of the assets, and in the possibility to lower the floor by an annual pre-defined percentage to increase periodically, if necessary, the net assets allocated to the risk part. The Sub-Fund's objective is to achieve an annual long-term return above the European WGBI (World Government Bond Index) expressed in EUR.

From 26th March 2019 to 1st October 2019, the Sub-Fund's net performance was 5.17% for Units R and 5.39% for Units I, compared to 7.30% for the benchmark.

As at 1st October 2019, the Sub-Fund's reference floor stood at 153.19% of the initial issue price for Units R and at 161.14% of the initial issue price for Units I.

The average market exposure of the Sub-Fund to long-dated bonds during the period under review was 75.2%, while the minimum exposure was 50.4% and the maximum exposure was 90.0%.

#### **ECONOMIC REVIEW**

Financial market's volatility increased significantly during the second and third quarter of 2019. A key feature of the 6-month period from April to September is the re-ignition of the "trade war" opposing USA and China, which shook investors' confidence and led the Federal Reserve to change the course of its monetary policy. Global equity market was hit by widespread signs of economic slowdown, notably in Europe. Uncertainty stemming from the trade conflict had an adverse impact on the business climate. The manufacturing sector is pressured by a significant drop in international trade. Turning more cautious, firms started to cut capital expenditures, but unemployment has continued to decline and household demand remained supportive.

Fixed-income assets largely benefited from the central banks' policy reversal. In Europe, both money and long-term interest rates fell further in negative territory. In the USA, the term structure of interest rates dropped sharply as the Federal Reserve cut twice its key interest rate – a move that the Chairman Jerome Powell presented as a "mid cycle" adjustment. In September, the ECB also cut its key deposit interest rate from -0.4% to -0.5% and restarted quantitative easing.

Government bonds outperformed corporate bonds, thanks to higher duration in a context of falling interest rates. Credit risk premia hardly increased somewhat in spite of the tumultuous climate. Both High Grade and High Yield corporate bonds benefited from central banks' recent steps that made safe assets less attractive and boosted investors' confidence.

## **DMC FUND**

### **Report on activities of the Board of Directors of the Management Company (continued)**

---

#### **DMC FUND - DYNAGEST EXPO BONDS USD "MAS"**

DMC FUND - DYNAGEST EXPO BONDS USD "MAS" - Unit R was launched on 13th April 2005. At the end of the period under review, 1st October 2019, the Net Asset Value (NAV) per unit stood at USD 1,631.39. The initial issue price per unit was fixed at USD 1,000.

The unit I was launched on 23rd December 2008 at an initial price per unit of USD 1,311.19. As at 1st October 2019, the NAV per unit stood at USD 1,532.09.

#### **THE PERFORMANCE OF THE SUB-FUND**

The Sub-Fund assets are managed with reference to a lower limit of their value (the floor). The initial level of the floor per unit was set at 93% of the initial issue price. If the NAV per unit increases, the lower limit is also raised as for the "DF" sub-Funds. In this Sub-Fund, the priority objective does not reside in preserving the floor, but in maintaining a minimum level of the assets of the Sub-Fund allocated to the risk part of the assets, and in the possibility to lower the floor by an annual pre-defined percentage to increase periodically, if necessary, the net assets allocated to the risk part.

The Sub-Fund's objective is to achieve an annual long-term return above the European WGBI (World Government Bond Index) expressed in EUR.

From 26th March 2019 to 1st October 2019, the Sub-Fund's net performance was 7.66% for Unit R compared to 5.77% for the benchmark. For Unit I, the net performance was 7.88% compared to 5.77% for the benchmark. As at 1st October 2019, the Sub-Fund's reference floor stood at 153.19% of the initial issue price for the Unit R and 121.84% of the initial issue price for the Unit I.

The average market exposure of the Sub-Fund to long dated bonds during the period under review was 83.7%, while the minimum exposure was 61.5% and the maximum exposure was 99.1%.

#### **ECONOMIC REVIEW**

Financial market's volatility increased significantly during the second and third quarter of 2019. A key feature of the 6-month period from April to September is the re-ignition of the "trade war" opposing USA and China, which shook investors' confidence and led the Federal Reserve to change the course of its monetary policy. Global equity market was hit by widespread signs of economic slowdown, notably in Europe. Uncertainty stemming from the trade conflict had an adverse impact on the business climate. The manufacturing sector is pressured by a significant drop in international trade. Turning more cautious, firms started to cut capital expenditures, but unemployment has continued to decline and household demand remained supportive.

Fixed-income assets largely benefited from the central banks' policy reversal. In Europe, both money and long-term interest rates fell further in negative territory. In the USA, the term structure of interest rates dropped sharply as the Federal Reserve cut twice its key interest rate – a move that the Chairman Jerome Powell presented as a "mid cycle" adjustment. In September, the ECB also cut its key deposit interest rate from -0.4% to -0.5% and restarted quantitative easing.

Government bonds outperformed corporate bonds, thanks to higher duration in a context of falling interest rates. Credit risk premia hardly increased somewhat in spite of the tumultuous climate. Both High Grade and High Yield corporate bonds benefited from central banks' recent steps that made safe assets less attractive and boosted investors' confidence.

## **DMC FUND**

### **Report on activities of the Board of Directors of the Management Company (continued)**

---

#### **DMC FUND – HERENS QUALITY LUXURY BRANDS**

##### **PERFORMANCE OF THE SUB-FUND**

For the period under review, the Sub-Fund's net performance was 3.97% for Unit R in EUR, 4.19 % for Unit R CHF (until 23.09.2019) and 4.19% for Unit I in CHF.

Global consumer discretionary equities (MSCI World Consumer Discretionary Index) posted 5.62% for the same period (1st April 2019 to 30th September 2019), expressed in USD.

##### **REVIEW**

The Sub-Fund aims to achieve a positive total return over a full business cycle while emphasizing a broad diversification by investing in the global luxury goods industry. Sub-Fund applies fundamental company research and focuses on well managed, strongly positioned and financially solid companies. This absolute return oriented, long-only and actively managed Sub-Fund invests in around 20-25 companies, to which it applies its buy and sell discipline. With the equity allocation strategy the Sub-Fund has an investment approach, which is designed to allow full participation in strong markets while limiting drawdowns during market declines.

During the reporting period the Sub-Fund delivered a positive return and slightly underperformed the reference index, MSCI World Consumer Discretionary Index. The ongoing trade dispute between the US and China impacted the performance of luxury brands stocks. Worries about a potential global macro slowdown put pressure on luxury stocks. We regard luxury stocks as defensive in the mid- and long-term, despite the high beta of the representative luxury stocks, because of their solid balance sheets and ability to maintain high profit margins thanks to their strong brand power.

Our investment approach is designed to avoid large drawdowns by taking flexible equity exposure. The Sub-Fund had an average cash exposure of 10% during the period, reflecting our cautious stance toward equity markets during the ongoing trade negotiations. In terms of regions the Sub-Fund's focus was on luxury brands in developed countries and we were overweight on top European luxury brands throughout the period.

##### **PERSPECTIVES**

Luxury brands are exclusive, emotional, and timeless. Strong brands differentiate themselves by offering high-quality, aspirational products and superior customer experiences, and the industry entry barrier is accordingly high. The sustained growth of luxury brands is set to be driven by the rapid expansion of the middle class, especially in the emerging Asian countries, as well as by the increasing number of travelers and the widening customer reach through digital media. We are confident with regard to the long-term growth prospects for the industry, and are continuing to invest selectively in high-end luxury brands.

A stronger global macro slowdown will have negative impacts on luxury consumption as well, but we believe that international top-tier brands should be less affected by the cyclical downturn as their strong brands and pricing power will enable them to maintain high profit margins and keep their loyal customers engaged. Their solid balance sheets allow them to expand non-organically, taking advantage of lower acquisition prices.

We will continue to focus on companies which can achieve higher growth than the industry average. We remain positive on top European luxury brands due to their long-term orientation and pronounced management skills in balancing brand exclusivity and growth.

## **DMC FUND**

### **Report on activities of the Board of Directors of the Management Company (continued)**

---

#### **DMC FUND - WORLD HY CORPORATE BONDS**

The investment objective of the DMC FUND - WORLD HY CORPORATE BONDS Sub-Fund is to achieve a long-term capital increase by offering to investors an access to the global “high yield” corporate bonds. The management is based on a quantitative approach, called optimized sampling, aimed to align the principal portfolio risk factors with those of the benchmark with the most efficient bonds. The global control of portfolio risk is achieved using quantitative process centered on spread maximization procedure that considers multiple constraints derived from the benchmark risk profile.

The Sub-Fund DMC FUND - WORLD HY CORPORATE BONDS was launched on 15th October 2019. Six different units were issued, in USD, EUR and CHF, for institutional and retail investors. Units I-USD and R-USD were issued at an initial price of USD 1,000; units I-EUR and R-EUR were issued at an initial price of EUR 1,000 and units I-CHF and R-CHF were issued at an initial price of CHF 1,000. As of 30th September 2019, the Net Asset Value stood at USD 1,044.77 for units I-USD, USD 1,041.77 for units R-USD, EUR 1,030.17 for units I-EUR, EUR 1,027.21 for units R-EUR, CHF 1,025.19 for units I-CHF and CHF 1,022.25 for units R-CHF.

#### **THE PERFORMANCE OF THE SUB-FUND**

From 31st March 2019 to 30th September 2019, units in USD registered a total return amounting to 2.78% (class I) and 2.63% (class R), whereas the ICE Merrill Lynch Global High Yield index rose 3.27% in USD unhedged terms. Units I-EUR rose 2.04% and units R-EUR rose 1.88%, whereas the benchmark rose 2.54% in EUR hedged terms. Units I-CHF rose 1.82% and units R-CHF rose 1.67%, whereas the benchmark rose 2.34% in CHF hedged terms. Nearly half the gap between the net performance of the various units and their respective benchmarks stems from management and transaction fees. Other factors, such as the slight over-weight of Argentinian issuers in the bond portfolio and transaction costs resulting from rebalancing operations also weighted somewhat on the half-year performance.

#### **ECONOMIC REVIEW**

Financial market's volatility increased significantly during the second and third quarter of 2019. A key feature of the 6-month period from April to September is the re-ignition of the “trade war” opposing USA and China, which shook investors' confidence and led the Federal Reserve to change the course of its monetary policy. Global equity market was hit by widespread signs of economic slowdown, notably in Europe. Uncertainty stemming from the trade conflict had an adverse impact on the business climate. The manufacturing sector is pressured by a significant drop in international trade. Turning more cautious, firms started to cut capital expenditures, but unemployment has continued to decline and household demand remained supportive.

Fixed-income assets largely benefited from the central banks' policy reversal. In Europe, both money and long-term interest rates fell further in negative territory. In the USA, the term structure of interest rates dropped sharply as the Federal Reserve cut twice its key interest rate – a move that the Chairman Jerome Powell presented as a “mid cycle” adjustment. In September, the ECB also cut its key deposit interest rate from -0.4% to -0.5% and restarted quantitative easing.

Government bonds outperformed corporate bonds, thanks to higher duration in a context of falling interest rates. Credit risk premia hardly increased somewhat in spite of the tumultuous climate. Both High Grade and High Yield corporate bonds benefited from central banks' recent steps that made safe assets less attractive and boosted investors' confidence.

Luxembourg, 14th October 2019

The Board of Directors of the Management Company

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

## DMC FUND

### Combined statement of net assets (in EUR) as at 30th September 2019

#### **Assets**

Securities portfolio at market value	36,397,265.27
Option contracts at market value	8,942.92
Deposits on futures contracts	85,119.86
Cash at banks	908,508.59
Receivable on treasury transactions	64.19
Income receivable on portfolio	557,916.98
Unrealised gain on futures contracts	2,440.00
Unrealised gain on forward foreign exchange contracts	42,351.73
Receivable on futures contracts	1,000.00
Other receivables	43,629.59
	<hr/>
Total assets	38,047,239.13
	<hr/>

#### **Liabilities**

Bank overdrafts	18.39
Unrealised loss on futures contracts	39,929.61
Unrealised loss on forward foreign exchange contracts	181,071.06
Premium payable for long option contracts	6,050.00
Expenses payable	30,575.48
Payable on option contracts	100.00
Payable on futures contracts	1,275.56
Other liabilities	2,440.00
	<hr/>
Total liabilities	261,460.10
	<hr/>
Net assets at the end of the period	37,785,779.03
	<hr/> <hr/>

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

## DMC FUND

### Combined statement of operations and other changes in net assets (in EUR) from 1st April 2019 to 30th September 2019

#### **Income**

Dividends, net	32,129.49
Interest on bonds and other debt securities, net	917,132.09
Interest on bank accounts	12,247.99
Commissions on subscription and on redemption	32,650.45
Total income	994,160.02

#### **Expenses**

All-in fees	155,743.86
Banking charges and other fees	15.00
Transaction fees	22,452.17
Other administration costs	419.71
Bank interest paid	3,759.95
Total expenses	182,390.69

Net investment income	811,769.33
-----------------------	------------

#### **Net realised gain/(loss)**

- on securities portfolio	438,694.96
- on option contracts	-53,193.20
- on futures contracts	473,982.96
- on forward foreign exchange contracts	-647,722.03
- on foreign exchange	-13,037.71
Realised result	1,010,494.31

#### **Net variation of the unrealised gain/(loss)**

- on securities portfolio	-169,649.50
- on option contracts	2,106.39
- on futures contracts	-125,864.18
- on forward foreign exchange contracts	-67,959.83

Result of operations	649,127.19
----------------------	------------

Subscriptions	4,273,818.41
---------------	--------------

Redemptions	-6,062,171.57
-------------	---------------

Total changes in net assets	-1,139,225.97
-----------------------------	---------------

Total net assets at the beginning of the period	37,990,466.42
---	---------------

Revaluation difference	934,538.58
------------------------	------------

Total net assets at the end of the period	37,785,779.03
---	---------------

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

## DMC FUND - DYNAGEST EXPO BONDS EURO "MAS"

### Statement of net assets (in EUR)

as at 30th September 2019

#### Assets

Securities portfolio at market value	2,746,768.50
Option contracts at market value	2,350.00
Deposits on futures contracts	35,547.58
Cash at banks	205,630.28
Income receivable on portfolio	26,546.17
Unrealised gain on futures contracts	2,440.00
Receivable on futures contracts	1,000.00
Other receivables	3,700.00
Total assets	3,023,982.53

#### Liabilities

Premium payable for long option contracts	6,050.00
Expenses payable	3,252.59
Payable on option contracts	100.00
Other liabilities	2,440.00
Total liabilities	11,842.59

Net assets at the end of the period	3,012,139.94
-------------------------------------	--------------

#### 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)
I	162.5492	EUR	1,684.65	273,838.54
R	1,710.2042	EUR	1,601.15	2,738,301.40
				3,012,139.94

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

## DMC FUND - DYNAGEST EXPO BONDS EURO "MAS"

### Statement of operations and other changes in net assets (in EUR)

from 1st April 2019 to 30th September 2019

#### **Income**

Interest on bonds and other debt securities, net	24,834.91
Commissions on subscription and on redemption	184.11
Total income	25,019.02

#### **Expenses**

All-in fees	19,536.16
Transaction fees	359.76
Bank interest paid	639.05
Total expenses	20,534.97

Net investment income	4,484.05
-----------------------	----------

#### **Net realised gain/(loss)**

- on securities portfolio	-52,829.00
- on option contracts	-15,500.00
- on futures contracts	163,661.45
Realised result	99,816.50

#### **Net variation of the unrealised gain/(loss)**

- on securities portfolio	71,816.25
- on option contracts	1,000.00
- on futures contracts	-28,190.00
Result of operations	144,442.75

Subscriptions	-
---------------	---

Redemptions	-183,617.23
-------------	-------------

Total changes in net assets	-39,174.48
-----------------------------	------------

Total net assets at the beginning of the period	3,051,314.42
---	--------------

Total net assets at the end of the period	3,012,139.94
---	--------------

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

# DMC FUND - DYNAGEST EXPO BONDS EURO "MAS"

## Statistical information (in EUR)

as at 30th September 2019

Total net assets	Currency	31.03.2018	31.03.2019	30.09.2019	
	EUR	4,547,787.23	3,051,314.42	3,012,139.94	
Net asset value per unit	Currency	31.03.2018	31.03.2019	30.09.2019	
I	EUR	1,592.75	1,600.57	1,684.65	
R	EUR	1,522.94	1,524.30	1,601.15	
Number of units		outstanding at the beginning of the period	issued	redeemed	outstanding at the end of the period
I		162.5492	-	-	162.5492
R		1,831.0962	-	-120.8920	1,710.2042
TER per unit as at 30.09.2019					(in %)
I					0.97
R					1.37

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

## DMC FUND - DYNAGEST EXPO BONDS EURO "MAS"

### Statement of investments and other net assets (in EUR) as at 30th September 2019

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>Bonds</b>					
EUR	200,000	BNG Bank NV 1.5% EMTN Ser 1090 13/15.04.20	208,560.00	202,182.00	6.71
EUR	300,000	Dexia Cr�d Local de France 0.2% EMTN SerG2016-05 16/16.03.21	303,312.00	302,914.50	10.06
EUR	300,000	EIB 4.5% EMTN 09/15.10.25	337,948.00	393,885.00	13.08
EUR	400,000	European Economic Community 2.875% EMTN 12/04.04.28	505,495.00	512,662.00	17.02
EUR	300,000	France 3.5% T-Bond 10/25.04.26	313,845.00	380,803.50	12.64
EUR	400,000	Italia 0.05% BOT 16/15.10.19	401,580.00	400,062.00	13.28
EUR	200,000	KA Finanz AG 0.375% EMTN Sen Reg S 15/11.08.20	202,716.80	201,365.00	6.69
EUR	100,000	Skandinaviska Enskilda Bk AB 1.625% EMTN Ser 285 13/04.11.20	104,935.00	102,264.50	3.39
EUR	250,000	Sweden 0.05% EMTN Reg S Ser 52 15/12.02.20	252,502.50	250,630.00	8.32
Total investments in securities			2,630,894.30	2,746,768.50	91.19
<b><u>Option contracts</u></b>					
<b><u>Listed financial instruments</u></b>					
<b>Options on futures</b>					
EUR	5	Bund Govt Bond 10 Years EUR PUT 12/19 EUX 168	2,150.00	250.00	0.01
EUR	5	Bund Govt Bond 10 Years EUR PUT 12/19 EUX 172	3,900.00	2,100.00	0.07
Total option contracts			6,050.00	2,350.00	0.08
Cash at banks				205,630.28	6.83
Other net assets/(liabilities)				57,391.16	1.90
Total				3,012,139.94	100.00

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

## DMC FUND - DYNAGEST EXPO BONDS EURO "MAS"

### Industrial and geographical classification of investments as at 30th September 2019

---

#### Industrial classification

(in percentage of net assets)

Countries and governments	34.24 %
International institutions	30.10 %
Financials	<u>26.85 %</u>
Total	<u>91.19 %</u>

#### Geographical classification

(by domicile of the issuer)

(in percentage of net assets)

France	22.70 %
Belgium	17.02 %
Italy	13.28 %
Luxembourg	13.08 %
Sweden	11.71 %
The Netherlands	6.71 %
Austria	<u>6.69 %</u>
Total	<u>91.19 %</u>

## DMC FUND - DYNAGEST EXPO BONDS USD "MAS"

### Statement of net assets (in USD)

as at 30th September 2019

#### Assets

Securities portfolio at market value	4,304,029.00
Option contracts at market value	7,187.60
Deposits on futures contracts	54,043.70
Cash at banks	142,950.08
Income receivable on portfolio	22,859.19
Other receivables	43,531.24
Total assets	4,574,600.81

#### Liabilities

Bank overdrafts	20.05
Unrealised loss on futures contracts	43,531.26
Expenses payable	4,985.58
Payable on futures contracts	1,390.62
Total liabilities	49,927.51
Net assets at the end of the period	4,524,673.30

#### 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 USD)
I	50.0000	USD	1,696.18	84,809.48
R	2,730.3564	USD	1,626.11	4,439,863.82
				4,524,673.30

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

## DMC FUND - DYNAGEST EXPO BONDS USD "MAS"

### Statement of operations and other changes in net assets (in USD)

from 1st April 2019 to 30th September 2019

#### **Income**

Interest on bonds and other debt securities, net	50,920.58
Interest on bank accounts	2,194.20
Total income	53,114.78

#### **Expenses**

All-in fees	29,364.08
Transaction fees	1,735.19
Other administration costs	48.74
Bank interest paid	12.04
Total expenses	31,160.05

Net investment income	21,954.73
-----------------------	-----------

#### **Net realised gain/(loss)**

- on securities portfolio	-1,510.80
- on option contracts	-41,093.13
- on futures contracts	338,312.51
- on foreign exchange	0.55
Realised result	317,663.86

#### **Net variation of the unrealised gain/(loss)**

- on securities portfolio	92,758.30
- on option contracts	1,206.19
- on futures contracts	-106,484.39
Result of operations	305,143.96

Subscriptions	-
---------------	---

Redemptions	-
-------------	---

Total changes in net assets	305,143.96
-----------------------------	------------

Total net assets at the beginning of the period	4,219,529.34
---	--------------

Total net assets at the end of the period	4,524,673.30
---	--------------

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

# DMC FUND - DYNAGEST EXPO BONDS USD "MAS"

## Statistical information (in USD)

as at 30th September 2019

Total net assets	Currency	31.03.2018	31.03.2019	30.09.2019	
	USD	4,967,537.74	4,219,529.34	4,524,673.30	
Net asset value per unit	Currency	31.03.2018	31.03.2019	30.09.2019	
I	USD	1,544.31	1,578.68	1,696.18	
R	USD	1,489.42	1,516.50	1,626.11	
Number of units		outstanding at the beginning of the period	issued	redeemed	outstanding at the end of the period
I		50.0000	-	-	50.0000
R		2,730.3564	-	-	2,730.3564
TER per unit as at 30.09.2019					(in %)
I					0.98
R					1.38

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

# DMC FUND - DYNAGEST EXPO BONDS USD "MAS"

## Statement of investments and other net assets (in USD) as at 30th September 2019

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>Bonds</b>					
USD	200,000	Alibaba Group Holding Ltd 2.5% Ser B 15/28.11.19	200,235.68	200,038.00	4.42
USD	200,000	Asian Development Bank 1.375% GMTN Ser 723-00-1 13/23.03.20	197,080.00	199,420.00	4.41
USD	200,000	Corp Andina de Fomento 2.125% Sen 16/27.09.21	196,320.00	199,068.00	4.40
USD	250,000	Dexia Credit Local NY Branch 1.875% Ser 10 Tr 1 15/29.01.20	247,625.00	249,807.50	5.52
USD	600,000	EIB 1.625% Sen 16/15.06.21	597,222.00	599,148.00	13.24
USD	400,000	Finland 1.5% EMTN Sen Reg S 17/21.09.20	395,200.00	398,806.00	8.81
USD	200,000	IBRD 2.75% MTN Sen 18/23.07.21	203,472.00	203,705.00	4.50
USD	500,000	Italia 5.375% 03/15.06.33	517,070.00	590,375.00	13.05
USD	350,000	KFW 1.5% Sen 16/15.06.21	347,228.00	348,708.50	7.71
USD	200,000	Kookmin Bank 2.25% Ser 2016-1 Sen Reg S 16/03.02.21	196,540.00	199,718.00	4.41
USD	400,000	Oesterreichische Kontrollbank AG 1.875% Sen 16/20.01.21	396,240.00	400,200.00	8.84
USD	200,000	Qatar (State of) 4.5% Sen Reg S 11/20.01.22	208,220.00	210,701.00	4.66
USD	200,000	Sinopec Gr Over Dev (2015) Ltd 3.25% Reg S Sen 15/28.04.25	194,900.00	206,830.00	4.57
USD	300,000	Sweden 1.25% EMTN Sen Reg S 16/08.09.21	296,937.00	297,504.00	6.58
Total investments in securities			4,194,289.68	4,304,029.00	95.12
<b><u>Option contracts</u></b>					
<b><u>Listed financial instruments</u></b>					
<b>Options on futures</b>					
USD	5	T.BONDS PUT 12/19 CBOT 158	6,975.62	3,671.90	0.08
USD	15	US T-Notes 10 Years PUT 12/19 CBOT 128	7,567.50	3,515.70	0.08
Total option contracts			14,543.12	7,187.60	0.16
Cash at banks				142,950.08	3.16
Bank overdrafts				-20.05	0.00
Other net assets/(liabilities)				70,526.67	1.56
Total				4,524,673.30	100.00

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

## DMC FUND - DYNAGEST EXPO BONDS USD "MAS"

### Industrial and geographical classification of investments as at 30th September 2019

#### Industrial classification

(in percentage of net assets)

Countries and governments	33.10 %
International institutions	26.55 %
Financials	26.48 %
Energy	4.57 %
Technologies	4.42 %
Total	<u>95.12 %</u>

#### Geographical classification

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

Luxembourg	13.24 %
Italy	13.05 %
United States of America	10.02 %
Austria	8.84 %
Finland	8.81 %
Germany	7.71 %
Sweden	6.58 %
Qatar	4.66 %
British Virgin Islands	4.57 %
Cayman Islands	4.42 %
Philippines	4.41 %
South Korea	4.41 %
Venezuela	4.40 %
Total	<u>95.12 %</u>

## DMC FUND - HERENS QUALITY LUXURY BRANDS

### Statement of net assets (in EUR)

as at 30th September 2019

#### Assets

Securities portfolio at market value	656,831.10
Cash at banks	137,316.43
Receivable on treasury transactions	64.19
Income receivable on portfolio	2,307.54
Unrealised gain on forward foreign exchange contracts	42,351.73
Total assets	838,870.99

#### Liabilities

Expenses payable	5,185.66
Total liabilities	5,185.66
Net assets at the end of the period	833,685.33

#### 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)
R	8.0000	EUR	1,743.64	13,949.09
R (CHF)	530.0001	CHF	1,681.38	819,736.24
				833,685.33

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

## DMC FUND - HERENS QUALITY LUXURY BRANDS

### Statement of operations and other changes in net assets (in EUR)

from 1st April 2019 to 30th September 2019

#### **Income**

Dividends, net	32,129.49
Interest on bank accounts	376.62
Commissions on subscription and on redemption	3,132.80
Total income	35,638.91

#### **Expenses**

All-in fees	23,421.14
Banking charges and other fees	15.00
Transaction fees	6,198.48
Other administration costs	125.36
Bank interest paid	2,202.73
Total expenses	31,962.71

Net investment income	3,676.20
-----------------------	----------

#### **Net realised gain/(loss)**

- on securities portfolio	704,573.51
- on forward foreign exchange contracts	80,247.27
- on foreign exchange	-10,693.08
Realised result	777,803.90

#### **Net variation of the unrealised gain/(loss)**

- on securities portfolio	-543,027.33
- on forward foreign exchange contracts	102.45
Result of operations	234,879.02

Subscriptions	-
---------------	---

Redemptions	-3,135,630.72
-------------	---------------

Total changes in net assets	-2,900,751.70
-----------------------------	---------------

Total net assets at the beginning of the period	3,734,437.03
---	--------------

Total net assets at the end of the period	833,685.33
---	------------

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

## DMC FUND - HERENS QUALITY LUXURY BRANDS

### Statistical information (in EUR)

as at 30th September 2019

Total net assets	Currency	31.03.2018	31.03.2019	30.09.2019	
	EUR	3,496,531.78	3,734,437.03	833,685.33	
Net asset value per unit	Currency	31.03.2018	31.03.2019	30.09.2019	
I (CHF)	CHF	1,352.62	1,530.89	1,583.33	
R	EUR	1,482.78	1,676.90	1,743.64	
R (CHF)	CHF	1,436.40	1,613.56	1,681.38	
Number of units		outstanding at the beginning of the period	issued	redeemed	outstanding at the end of the period
I (CHF)		2,148.8780	-	-2,148.8780	-
R		8.0000	-	-	8.0000
R (CHF)		540.0001	-	-10.0000	530.0001
TER per unit as at 30.09.2019					(in %)
R					1.98
R (CHF)					1.92

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

## DMC FUND - HERENS QUALITY LUXURY BRANDS

### Statement of investments and other net assets (in EUR) as at 30th September 2019

Currency	Number / nominal value	Description	Cost	Market value	% of total net assets
<b>Investments in securities</b>					
<b>Transferable securities admitted to an official stock exchange listing</b>					
<b>Shares</b>					
CHF	20	Barry Callebaut AG Reg	29,229.18	37,862.45	4.54
CHF	1	Chocolade Lindt & Spruengli AG Reg	51,301.29	75,982.46	9.11
			80,530.47	113,844.91	13.65
EUR	300	Beiersdorf AG	27,408.23	32,460.00	3.89
EUR	250	Ferrari NV	22,654.19	35,387.50	4.25
EUR	54	Hermes Intl SA	17,479.14	34,236.00	4.11
EUR	883	InterParfums	11,342.75	34,701.90	4.16
EUR	70	Kering Reg	19,517.04	32,728.50	3.93
EUR	130	L'Oréal SA	24,966.39	33,397.00	4.01
EUR	90	LVMH Moët Hennessy L Vuit SE	16,784.92	32,818.50	3.94
EUR	1,120	Moncler SpA	34,517.52	36,624.00	4.39
EUR	200	Pernod-Ricard SA	21,072.41	32,680.00	3.92
EUR	282	Rémy Cointreau SA	22,502.64	34,347.60	4.12
			218,245.23	339,381.00	40.72
GBP	968	Diageo Plc	29,206.11	36,468.76	4.37
HKD	15,000	Occitane International SA (L') Reg	23,128.77	27,379.58	3.28
JPY	600	Kao Corp	27,708.37	40,657.47	4.88
USD	210	Estée Lauder Companies Inc A	16,456.05	38,322.78	4.60
USD	170	Vail Resorts Inc	32,742.84	35,484.50	4.26
			49,198.89	73,807.28	8.86
<b>Total shares</b>			428,017.84	631,539.00	75.76
<b>Closed-ended investment funds</b>					
JPY	5	Hoshino Resorts REIT Inc	21,768.10	25,292.10	3.03
<b>Total closed-ended investment funds</b>			21,768.10	25,292.10	3.03
Total investments in securities			449,785.94	656,831.10	78.79
Cash at banks				137,316.43	16.47
Other net assets/(liabilities)				39,537.80	4.74
<b>Total</b>				833,685.33	100.00

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

## DMC FUND - HERENS QUALITY LUXURY BRANDS

### Industrial and geographical classification of investments as at 30th September 2019

---

#### Industrial classification

(in percentage of net assets)

Non-cyclical consumer goods	50.88 %
Cyclical consumer goods	24.88 %
Financials	3.03 %
Total	<u>78.79 %</u>

#### Geographical classification

(by domicile of the issuer)

(in percentage of net assets)

France	28.19 %
Switzerland	13.65 %
United States of America	8.86 %
Japan	7.91 %
Italy	4.39 %
United Kingdom	4.37 %
The Netherlands	4.25 %
Germany	3.89 %
Luxembourg	3.28 %
Total	<u>78.79 %</u>

## DMC FUND - WORLD HY CORPORATE BONDS

### Statement of net assets (in USD)

as at 30th September 2019

#### Assets

Securities portfolio at market value	31,665,665.31
Cash at banks	473,625.49
Income receivable on portfolio	553,925.58
Total assets	32,693,216.38

#### Liabilities

Unrealised loss on forward foreign exchange contracts	197,403.67
Expenses payable	19,148.43
Total liabilities	216,552.10
Net assets at the end of the period	32,476,664.28

#### 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 USD)
I	2,974.3538	USD	1,044.77	3,107,531.05
I (CHF)	2,864.4936	CHF	1,025.19	2,945,068.12
I (EUR)	14,854.7948	EUR	1,030.17	16,683,415.25
R	2,859.3608	USD	1,041.77	2,978,814.85
R (CHF)	698.0099	CHF	1,022.25	715,582.32
R (EUR)	5,399.0805	EUR	1,027.21	6,046,252.69
				32,476,664.28

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

## DMC FUND - WORLD HY CORPORATE BONDS

### Statement of operations and other changes in net assets (in USD)

from 1st April 2019 to 30th September 2019

#### **Income**

Interest on bonds and other debt securities, net	921,861.80
Interest on bank accounts	10,747.97
Commissions on subscription and on redemption	31,979.42
Total income	964,589.19

#### **Expenses**

All-in fees	93,595.83
Transaction fees	15,592.37
Other administration costs	272.16
Bank interest paid	988.95
Total expenses	110,449.31

Net investment income	854,139.88
-----------------------	------------

#### **Net realised gain/(loss)**

- on securities portfolio	-230,755.82
- on forward foreign exchange contracts	-793,632.13
- on foreign exchange	-2,556.66
Realised result	-172,804.73

#### **Net variation of the unrealised gain/(loss)**

- on securities portfolio	236,004.13
- on forward foreign exchange contracts	-74,201.50
Result of operations	-11,002.10

Subscriptions	4,659,316.83
---------------	--------------

Redemptions	-2,990,335.33
-------------	---------------

Total changes in net assets	1,657,979.40
-----------------------------	--------------

Total net assets at the beginning of the period	30,818,684.88
---	---------------

Total net assets at the end of the period	32,476,664.28
---	---------------

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

# DMC FUND - WORLD HY CORPORATE BONDS

## Statistical information (in USD)

as at 30th September 2019

Total net assets	Currency	31.03.2019	30.09.2019	
	USD	30,818,684.88	32,476,664.28	
Net asset value per unit	Currency	31.03.2019	30.09.2019	
I	USD	1,016.49	1,044.77	
I (CHF)	CHF	1,006.84	1,025.19	
I (EUR)	EUR	1,009.60	1,030.17	
R	USD	1,015.10	1,041.77	
R (CHF)	CHF	1,005.46	1,022.25	
R (EUR)	EUR	1,008.21	1,027.21	
Number of units	outstanding at the beginning of the period	issued	redeemed	outstanding at the end of the period
I	2,914.7877	73.5265	-13.9604	2,974.3538
I (CHF)	3,344.1898	30.0000	-509.6962	2,864.4936
I (EUR)	15,038.1858	1,819.1071	-2,002.4981	14,854.7948
R	2,374.3608	485.0000	-	2,859.3608
R (CHF)	690.0099	8.0000	-	698.0099
R (EUR)	3,816.1131	1,730.9674	-148.0000	5,399.0805
TER per unit as at 30.09.2019				(in %)
I	*			0.46
I (CHF)	*			0.50
I (EUR)	*			0.50
R	*			0.75
R (CHF)	*			0.80
R (EUR)	*			0.81
* annualized TER				

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

## DMC FUND - WORLD HY CORPORATE BONDS

### Statement of investments and other net assets (in USD) as at 30th September 2019

Currency	Number / nominal value	Description	Cost	Market value	% of total net assets
<b>Investments in securities</b>					
<b>Transferable securities admitted to an official stock exchange listing</b>					
<b>Bonds</b>					
EUR	100,000	Adient GI Hgs Ltd 3.5% Reg S Sen 16/15.08.24	102,753.77	92,944.46	0.29
EUR	100,000	Aldesa Financial Services S.A. 7.25% EMTN Sen 14/01.04.21	99,432.48	42,026.12	0.13
EUR	100,000	Allied Irish Banks Plc VAR EMTN Reg S Sub 15/26.11.25	122,486.94	113,535.61	0.35
EUR	100,000	Altice Finco SA 4.75% Sen Reg S 17/15.01.28	96,534.48	105,803.91	0.33
EUR	100,000	Altice France SA 5.875% Sen Reg S 18/01.02.27	121,977.40	120,934.79	0.37
EUR	100,000	Altice Luxembourg SA 6.25% Reg S Sen 15/15.02.25	116,336.24	114,120.50	0.35
EUR	100,000	Ardagh Pac Fin Plc Hgs USA Inc 2.75% Reg S Sen 17/15.03.24	114,245.74	111,604.31	0.34
EUR	100,000	Banco de Sabadell SA VAR EMTN Ser 2 Sen Sub 18/12.12.28	115,321.10	121,463.54	0.37
EUR	100,000	Bausch Health Co Inc 4.5% Reg S Sen 15/15.05.23	114,044.76	110,414.37	0.34
EUR	100,000	BMBG Bond Finance SCA 3% Reg S Sen 16/15.06.21	117,796.85	109,796.22	0.34
EUR	100,000	Casino Guichard Perrachon Step-up EMTN Reg S 14/05.08.26	105,961.58	95,989.93	0.30
EUR	100,000	Cemex Finance LLC 4.625% Reg S Sen 16/15.06.24	119,997.66	114,725.01	0.35
EUR	100,000	CMA CGM 7.75% Reg S Sen 15/15.01.21	116,106.09	93,651.45	0.29
EUR	100,000	Codere Finance 2 (Lux) SA 6.75% Reg S Sen 16/01.11.21	110,049.49	107,852.94	0.33
EUR	100,000	Constellium SE 4.25% Sen Reg S 17/15.02.26	116,974.63	112,988.87	0.35
EUR	100,000	Corral Petroleum Hgs AB VAR TOG PIK Reg S Sen 16/15.05.21	126,123.22	113,065.19	0.35
EUR	80,000	Deutsche Bank AG 2.75% EMTN Sub 15/17.02.25	88,923.42	89,201.47	0.27
EUR	100,000	EDP-Energias de Portugal SA VAR Reg S Sub 15/16.09.75	124,525.12	116,732.62	0.36
EUR	100,000	Garfunkelux Holdco 3 SA 7.5% Reg S Sen 15/01.08.22	115,260.72	104,533.28	0.32
EUR	100,000	Intesa Sanpaolo SpA 6.625% EMTN Sub 13/13.09.23	131,947.06	131,314.04	0.40
EUR	80,000	Lanxess AG VAR Reg S Sub 16/06.12.76	99,379.21	95,897.04	0.30
EUR	100,000	Leonardo SpA 4.5% EMTN Sen 13/19.01.21	125,312.59	115,205.80	0.35
EUR	100,000	Louvre Bidco SAS 4.25% Sen Reg S 17/30.09.24	114,102.66	111,177.51	0.34
EUR	100,000	Manutencoop Facility Mgt SpA 9% Sen Reg S 17/15.06.22	106,285.83	95,640.52	0.29
EUR	80,000	Metro AG 1.5% EMTN Sen 15/19.03.25	89,741.46	91,566.33	0.28
EUR	100,000	Mulhacen Pte Ltd 6.5% Sen Reg S 18/01.08.23	112,105.72	90,652.31	0.28
EUR	100,000	Nemak SAB de CV 3.25% Sen Reg S 17/15.03.24	119,169.13	113,520.90	0.35
EUR	80,000	Peugeot SA 2% EMTN Sen 17/23.03.24	94,424.62	93,394.82	0.29
EUR	100,000	Quintiles IMS Inc 3.25% Sen Reg S 17/15.03.25	118,155.84	112,136.89	0.35
EUR	100,000	Repsol Intl Finance BV VAR Sub Sen 15/25.03.75	124,104.75	125,709.33	0.39
EUR	100,000	Softbank Group Corp 4.75% Reg S Sen 15/30.07.25	120,240.33	120,987.12	0.37
EUR	100,000	Swissport Financing Sàrl 5.25% Sen Reg S 19/15.08.24	112,302.19	113,164.94	0.35
EUR	100,000	Tele Fin Luxembourg Notes Sàrl 3.5% Sen Reg S 17/01.03.28	114,166.61	117,682.18	0.36
EUR	100,000	Telecom Italia SpA 3.25% EMTN Sen 15/16.01.23	119,781.74	118,105.73	0.36
EUR	100,000	Telecom Italia SpA 3.625% EMTN Reg S Sen 16/25.05.26	117,113.60	120,361.35	0.37
EUR	100,000	Telefonica Europe BV VAR Sub 14/31.03.Perpetual	127,703.97	126,583.12	0.39
EUR	100,000	TenneT Holding BV VAR Jun Sub Reg S 17/01.06.Perpetual	116,881.99	116,740.80	0.36
EUR	120,000	ThyssenKrupp AG 2.75% EMTN Sen 16/08.03.21	145,017.97	134,113.57	0.41
EUR	100,000	Unilabs SubHolding AB 5.75% Sen Reg S 17/15.05.25	114,392.18	113,773.82	0.35
EUR	100,000	Unione di Banche Italiane SpA VAR EMTN Reg S Sub 16/05.05.26	112,481.40	113,336.64	0.35
EUR	108,000	Unipol Gruppo SpA 3% EMTN Sen 15/18.03.25	121,408.62	125,578.49	0.39
EUR	100,000	United Group BV 4.875% Sen Reg S 19/01.07.24	116,861.85	113,905.73	0.35
EUR	100,000	Ziggo BV 3.75% Reg S 15/15.01.25	116,152.42	111,954.27	0.34
			4,934,085.43	4,713,887.84	14.50
GBP	100,000	Ardagh Pac Fin Plc Hgs USA Inc 4.75% Sen Reg S 17/15.07.27	128,392.85	126,201.69	0.39
GBP	100,000	Ardonagh Midco 3 Plc 8.375% EMTN Sen Reg S 17/15.07.23	125,819.45	118,766.61	0.37
GBP	100,000	Boparan Finance Plc 5.5% Sen Reg S 14/15.07.21	115,430.71	76,446.34	0.24
GBP	100,000	MacLaren Finance Plc 5% Sen Reg S 17/01.08.22	126,992.54	117,807.88	0.36
GBP	100,000	Stonegate Pub Co Financing Plc 4.875% Sen Reg S 17/15.03.22	130,988.71	126,515.31	0.39
			627,624.26	565,737.83	1.75
USD	160,000	1011778 BC Unltd Liab Co 4.25% Sen 144A 17/15.05.24	151,608.00	164,760.00	0.51
USD	50,000	Acadia Healthcare Co Inc 5.625% Ser B Sen 15/15.02.23	49,505.00	51,190.25	0.16
USD	50,000	AES Corp 5.125% Sen 17/01.09.27	51,687.50	53,258.25	0.16
USD	100,000	Air Canada 7.75% Sen Reg S 14/15.04.21	107,985.00	107,705.00	0.33
USD	80,000	Aircastle Ltd 5.5% Sen 15/15.02.22	83,237.60	85,095.60	0.26

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

## DMC FUND - WORLD HY CORPORATE BONDS

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

as at 30th September 2019

Currency	Number / nominal value	Description	Cost	Market value	% of total net assets
USD	80,000	Alcatel-Lucent USA Inc 6.45% Sen 99/15.03.29	80,848.00	82,800.00	0.25
USD	80,000	Ally Financial Inc 4.25% Sen 16/15.04.21	79,936.00	81,748.00	0.25
USD	70,000	Ally Financial Inc 5.75% Sen Sub 15/20.11.25	72,296.00	78,411.90	0.24
USD	30,000	AMC Entertainment Holdings Inc 6.125% Ser B Sen 17/15.05.27	28,242.00	27,355.05	0.08
USD	70,000	AMC Networks Inc 5% Sen 16/01.04.24	67,721.50	72,219.00	0.22
USD	30,000	American Axle & Manufactur Inc 6.5% Sen 18/01.04.27	29,103.00	28,659.15	0.09
USD	80,000	American Equity Inv Life Hg Co 5% Sen 17/15.06.27	77,340.00	84,176.80	0.26
USD	80,000	Amerigas Partners Financial Corp 5.875% Sen 16/20.08.26	78,132.80	88,014.40	0.27
USD	80,000	AngloGold Ashanti Hgs Plc 5.125% 12/01.08.22	80,813.04	84,312.40	0.26
USD	100,000	Anixter Inc 5.125% Sen 14/01.10.21	101,501.00	104,500.00	0.32
USD	90,000	APX Group Inc 8.75% Ser B Sen 13/01.12.20	90,054.01	89,440.65	0.28
USD	70,000	Aramark Services Inc 5% Sen 144A 18/01.02.28	71,354.50	72,858.45	0.22
USD	80,000	Arconic Inc 6.15% Sen 10/15.08.20	82,809.60	82,481.20	0.25
USD	70,000	Asbury Automotive Group Inc 6% Ser B Sen 15/15.12.24	68,991.30	72,534.70	0.22
USD	20,000	Assurant Inc VAR Sub 18/27.03.48	20,268.60	22,240.60	0.07
USD	22,000	Avis Budget Car Rental 5.5% Ser B Sen 13/01.04.23	21,607.74	22,489.06	0.07
USD	80,000	Avolon Holdings Funding Ltd 5.125% Sen Reg S 18/01.10.23	80,344.00	85,050.00	0.26
USD	70,000	Avon Products Inc VAR Sen Lk Rating Changes 13/15.03.23	61,950.00	73,841.25	0.23
USD	70,000	Ball Corp 4.875% Sen 18/15.03.26	69,797.00	76,255.55	0.23
USD	150,000	Banco do Brasil SA Gran Cayman 5.375% Reg S Sub 10/15.01.21	151,320.00	154,323.75	0.48
USD	70,000	Bed Bath and Beyond Inc 3.749% Sen 14/01.08.24	61,409.60	68,735.80	0.21
USD	80,000	Bombardier Inc 5.75% Sen Reg S 12/15.03.22	79,608.00	81,381.60	0.25
USD	80,000	Calumet Sp Prod Pa LP Fin Corp 7.625% Ser B Sen 14/15.01.22	78,295.20	76,600.00	0.24
USD	80,000	CBL & Ass Ltd Partnership 5.25% Sen 13/01.12.23	67,520.00	56,100.00	0.17
USD	230,000	CCO Holdings LLC 5.875% Sen 144A 15/01.05.27	228,597.00	243,947.20	0.75
USD	150,000	Centene Escrow Corp 5.375% Sen 144A 18/01.06.26	152,804.50	157,431.75	0.48
USD	100,000	CenturyLink Inc 5.625% Ser B Sen 15/01.04.25	97,030.00	103,926.50	0.32
USD	50,000	CenturyLink Inc 5.8% Ser T 12/15.03.22	50,608.50	52,760.50	0.16
USD	80,000	CenturyLink Inc 7.5% Ser Y 16/01.04.24	85,424.00	89,516.80	0.28
USD	20,000	CenturyLink Inc 7.6% Ser P Sen 09/15.09.39	17,662.00	19,930.90	0.06
USD	80,000	Cheniere Energy Partners LP 5.25% Ser B Sen 18/01.10.25	80,024.00	83,350.00	0.26
USD	200,000	China Evergrande Group 8.75% Sen Reg S 17/28.06.25	174,520.00	161,736.00	0.50
USD	70,000	CIT Group Inc 6.125% Ser A Sub 18/09.03.28	73,416.00	82,250.00	0.25
USD	33,000	CNX Resources Corporation 5.875% Ser B Sen 15/15.04.22	32,944.23	32,305.19	0.10
USD	80,000	Con-Way 6.7% Ser B Sen 04/01.05.34	81,673.60	78,700.00	0.24
USD	100,000	Consolidated Com Inc 6.5% Ser C Sen 15/01.10.22	93,510.00	93,125.00	0.29
USD	80,000	Continental Resources Inc 4.9% Ser B Sen 14/01.06.44	77,924.00	81,118.80	0.25
USD	80,000	CoreCivic Inc 4.125% Ser B Sen 13/01.04.20	80,400.80	80,400.00	0.25
USD	200,000	CSC Holdings Inc 5.375% Sen 18/01.02.28	188,430.00	211,245.00	0.65
USD	70,000	CyrusOne LP Finance Corp 5.375% Sen 18/15.03.27	70,105.00	74,876.55	0.23
USD	100,000	DaVita Inc 5.125% Sen 14/15.07.24	95,610.00	101,687.50	0.31
USD	80,000	DCP Midstream Operating LP 5.6% Sen 14/01.04.44	76,799.20	75,200.00	0.23
USD	80,000	Dell Inc 7.1% Sen 98/15.04.28	85,449.60	92,276.40	0.28
USD	80,000	Diebold Nixdorf Inc 8.5% Ser B Sen 16/15.04.24	55,153.60	75,382.40	0.23
USD	100,000	Dish DBS Corp 5.875% Ser B Sen 15/15.11.24	88,515.00	99,276.50	0.31
USD	80,000	Dish DBS Corp 6.75% Ser B 11/01.06.21	82,047.20	84,365.20	0.26
USD	100,000	Dresdner Funding Trust I 8.151% Reg S 99/30.06.31	125,127.00	135,060.00	0.42
USD	80,000	Elanco Animal Health Inc VAR Sen Lk Ratings 19/28.08.28	80,536.00	87,451.20	0.27
USD	80,000	Enbridge Inc VAR Ser 2016-A Sub 16/15.01.77	76,408.00	83,197.60	0.26
USD	100,000	Encompass Health Corp 4.75% Sen 19/01.02.30	100,000.00	101,196.00	0.31
USD	150,000	Equinix Inc 5.375% Sen 17/15.05.27	149,188.70	162,091.50	0.50
USD	130,000	Ferrellgas LP / Finance Corp 6.5% Ser B Sen 11/01.05.21	117,004.00	111,513.35	0.34
USD	38,000	First Quantum Minerals Ltd 7% Sen Reg S 14/15.02.21	37,547.80	38,380.00	0.12
USD	70,000	Five Point Oper Co LP Cap Corp 7.875% Sen Reg S 17/15.11.25	70,000.00	71,343.30	0.22
USD	80,000	FMG Resources (Aug 06) Pty Ltd 5.125% Sen 144A 18/15.03.23	78,248.00	82,739.20	0.25
USD	50,000	FMG Resources (Aug 06) Pty Ltd 5.125% Sen Reg S 17/15.05.24	48,235.00	52,032.75	0.16
USD	70,000	Forum Energy Tech Inc 6.25% Ser B Sen 14/01.10.21	58,996.00	58,249.80	0.18
USD	50,000	Freeport McMoRan Inc 3.875% Ser B 13/15.03.23	47,717.00	50,439.50	0.16
USD	50,000	Freeport McMoRan Inc 4.55% Sen 14/14.11.24	47,890.00	51,264.00	0.16

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

## DMC FUND - WORLD HY CORPORATE BONDS

### Statement of investments and other net assets (in USD) (continued) as at 30th September 2019

Currency	Number / nominal value	Description	Cost	Market value	% of total net assets
USD	80,000	Fresenius US Finance II Inc 4.5% Sen 144A 15/15.01.23	81,435.20	83,520.00	0.26
USD	70,000	Frontier Communications Corp 10.5% Sen 16/15.09.22	61,292.00	32,375.00	0.10
USD	160,000	Frontier Communications Corp 7.125% Sen 12/15.01.23	113,494.40	71,600.00	0.22
USD	80,000	Frontier Communications Corp 8.75% Ser B Sen 10/15.04.22	65,048.00	35,600.00	0.11
USD	70,000	Genworth Holdings Inc 7.7% Sen 10/15.06.20	70,054.69	71,790.60	0.22
USD	80,000	Geo Group Inc (The) 5.125% Ser B Sen 13/01.04.23	75,848.00	71,203.20	0.22
USD	80,000	Goeasy Ltd 7.875% Sen 144A 17/01.11.22	83,464.00	83,600.00	0.26
USD	100,000	Gol Finance SA 7% Sen Reg S 17/31.01.25	86,905.00	97,891.50	0.30
USD	70,000	Groupe I Automotive Inc 5% Ser B Sen 15/01.06.22	68,971.00	71,050.00	0.22
USD	50,000	HCA Inc 5% Sen 14/15.03.24	50,592.00	54,622.00	0.17
USD	100,000	HCA Inc 5.25% Sen 16/15.06.26	101,492.00	111,892.50	0.34
USD	100,000	HCA Inc 5.375% Sen 15/01.02.25	100,860.00	109,403.00	0.34
USD	20,000	HCA Inc 5.5% Sen 17/15.06.47	19,806.00	22,674.60	0.07
USD	80,000	Hecla Mining Co 6.875% Ser B Sen 14/01.05.21	80,532.00	79,350.80	0.24
USD	125,000	Hertz Corp 6.25% Ser B Sen 12/15.10.22	114,762.50	126,540.62	0.39
USD	80,000	Hornbeck Offshore Serv Inc 5% Sen 13/01.03.21	59,984.00	37,200.00	0.11
USD	50,000	Hub Intl Ltd 7% Sen 144A 18/01.05.26	49,448.50	51,562.50	0.16
USD	120,000	Icahn Enterprises LP/Fin Corp 6.75% Ser B Sen 17/01.02.24	122,736.00	125,325.60	0.39
USD	100,000	Industrial Senior Trust 5.5% Reg S 12/01.11.22	98,520.00	104,555.00	0.32
USD	80,000	Ingram Micro Inc 5% Sen 12/10.08.22	79,550.40	82,000.00	0.25
USD	70,000	Intelsat Jackson Hgs SA 9.75% Sen 17/15.07.25	70,000.00	73,062.50	0.22
USD	240,000	Intelsat SA 8.125% Ser B Sen 14/01.06.23	214,245.60	201,000.00	0.62
USD	80,000	Intl Lease Finance Corp 8.625% Sen 11/15.01.22	90,489.60	90,900.80	0.28
USD	100,000	Iron Mountain Inc 5.75% Sen 12/15.08.24	98,626.00	100,991.50	0.31
USD	70,000	ISat Inc 5.25% Sen 17/15.09.22	68,183.50	71,729.35	0.22
USD	130,000	JBS USA LLC/ JBS USA Fin Inc 5.875% Reg S Sen 14/15.07.24	128,414.00	134,186.00	0.41
USD	50,000	JC Penney Corp Inc 8.625% Sen Reg S 18/15.03.25	33,515.00	31,500.00	0.10
USD	70,000	Kennedy Wilson Inc 5.875% Sen 14/01.04.24	67,724.30	71,796.20	0.22
USD	50,000	Kronos Acquisition Hgs Inc 9% Sen 144A 15/15.08.23	46,381.50	44,687.50	0.14
USD	70,000	Ladder Cap Fin Hgs LLLP/ Corp 5.25% Sen 144A 17/01.10.25	69,594.00	71,925.00	0.22
USD	100,000	Laredo Petroleum Inc 5.625% Ser B Sen 14/15.01.22	99,019.00	95,134.00	0.29
USD	160,000	Lennar Corp 4.75% Sen 15/30.05.25	153,888.00	171,116.80	0.53
USD	80,000	Level 3 Financing Inc 5.375% Sen 16/01.05.25	79,048.80	82,999.20	0.26
USD	130,000	Levi Strauss & Co 5% Sen 15/01.05.25	129,129.00	135,269.55	0.42
USD	50,000	Mallinckrodt Intl Fin SA 4.75% Ser B Sen 14/15.04.23	41,552.50	14,000.00	0.04
USD	50,000	Masco Corp 4.375% Sen 16/01.04.26	49,628.00	53,816.50	0.17
USD	80,000	Match Gr Inc 5% Sen 144A 17/15.12.27	78,399.20	83,600.00	0.26
USD	39,000	MBIA Inc 6.4% Sen 02/15.08.22	38,782.77	39,035.88	0.12
USD	80,000	MEG Energy Corp 6.375% Sen Reg S 12/30.01.23	79,944.00	78,500.00	0.24
USD	70,000	Meritage Homes Corp 6% Ser B Sen 15/01.06.25	68,580.40	77,838.60	0.24
USD	80,000	Meritor Inc 6.25% Sen 14/15.02.24	79,544.00	82,300.00	0.25
USD	70,000	MGM Gw O LP MGP Fin Co-Iss Inc 4.5% Sen 17/01.09.26	72,447.27	74,240.60	0.23
USD	70,000	MGM Resorts Intl 5.5% Sen 19/15.04.27	70,896.00	76,859.30	0.24
USD	80,000	MPT Ope Partner LP Fin Corp 4.625% Sen 19/01.08.29	83,296.80	82,656.80	0.25
USD	80,000	Nabors Industries Inc 5.5% Sen 17/15.01.23	78,137.60	65,706.40	0.20
USD	80,000	Nationstar Mrtge LLC/ Cap Corp 6.5% Ser B Sen 13/01.07.21	80,057.60	80,392.40	0.25
USD	100,000	Navient Corp 5.5% MTN Ser A Tr 111 Sen 13/25.01.23	98,435.00	103,608.00	0.32
USD	50,000	Navient Corp 6.125% MTN Ser A Sen 14/25.03.24	49,452.50	51,869.50	0.16
USD	100,000	Navios Mari Ac Corp Fin US Inc 8.125% Reg S 13/15.11.21	84,930.00	76,780.50	0.24
USD	70,000	NCR Corp 5.875% Sen 14/15.12.21	70,693.00	70,744.45	0.22
USD	130,000	NetFlix Inc 5.75% Sen 14/01.03.24	133,490.50	142,248.60	0.44
USD	75,000	NetFlix Inc 5.875% Ser B Sen 16/15.02.25	77,106.75	82,568.25	0.25
USD	100,000	Newfield Exploration Co 5.375% Sen 15/01.01.26	103,060.00	109,058.00	0.34
USD	80,000	NGL Energy Part LP / Fin Corp 7.5% Ser B Sen 17/01.11.23	79,249.60	81,641.20	0.25
USD	80,000	Noble Hg International Ltd VAR Lk Rating Changes 15/01.04.25	77,248.00	51,096.40	0.16
USD	80,000	Nokia Corp 4.375% Sen 17/12.06.27	76,220.00	83,786.00	0.26
USD	70,000	Nova Chemicals Corp 5.25% Sen 17/01.06.27	64,914.50	73,150.00	0.23
USD	100,000	Ocwen Loan Servicing LLC 8.375% Sen 144A 16/15.11.22	102,020.00	85,000.00	0.26
USD	50,000	Olin Corp 5.125% Sen 17/15.09.27	50,508.50	51,529.50	0.16
USD	160,000	Owens & Minor Inc 3.875% Sen 14/15.09.21	149,840.00	151,515.20	0.47
USD	80,000	PBF Hg Co LLC PBF Fin Corp 7% Ser B Sen 16/15.11.23	83,378.40	82,813.20	0.26
USD	80,000	PBF Logistics LP Fin Corp 6.875% Sen 15/15.05.23	82,146.40	82,467.60	0.25
USD	80,000	Petrobras Global Finance BV 5.999% Ser B Sen 18/27.01.28	76,408.00	89,101.60	0.27
USD	60,000	Petrobras Global Finance BV 6.85% Sen 15/05.06.Perpetual	54,258.00	68,967.00	0.21

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

## DMC FUND - WORLD HY CORPORATE BONDS

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

as at 30th September 2019

Currency	Number / nominal value	Description	Cost	Market value	% of total net assets
USD	60,000	Petrobras Global Finance BV 6.875% Sen 09/20.01.40	57,768.00	69,453.30	0.21
USD	100,000	Petrobras Global Finance BV 7.375% Sen 17/17.01.27	104,480.00	120,714.50	0.37
USD	150,000	Petrobras Global Finance BV 8.75% Sen 16/23.05.26	168,991.00	191,675.25	0.59
USD	120,000	Precision Drilling Corp 5.25% Ser B Sen 15/15.11.24	115,272.00	105,900.00	0.33
USD	80,000	PulteGroup Inc 5.5% Sen 16/01.03.26	84,252.12	87,925.20	0.27
USD	80,000	Pyxus Intl Inc 9.875% Ser B Sen 13/15.07.21	78,960.00	55,200.00	0.17
USD	100,000	QEP Resources Inc 5.25% Sen 12/01.05.23	97,387.00	92,943.50	0.29
USD	50,000	R.R.Donnelley & Sons Co 6% Sen 14/01.04.24	49,155.00	51,125.00	0.16
USD	80,000	Range Resources Corp 4.875% Sen 16/15.05.25	75,744.80	66,000.00	0.20
USD	80,000	Rowan Companies Inc 4.875% Sen 12/01.06.22	77,570.40	61,306.00	0.19
USD	100,000	Royal Bank of Scotland Gr Plc 5.125% Sen Jun Sub 14/28.05.24	99,350.00	106,597.50	0.33
USD	80,000	RWE AG VAR Sub Reg S 15/30.07.75	82,776.00	89,682.40	0.28
USD	100,000	Safeway Inc 7.25% Sen 01/01.02.31	97,760.00	102,486.00	0.32
USD	80,000	Servicios Corp Javier SAPI CV 9.875% Reg-S Sen 11/06.04.21	82,184.00	79,433.20	0.24
USD	70,000	Shelf Drilling Holdings Ltd 8.25% Sen 144A 18/15.02.25	68,932.50	62,868.75	0.19
USD	80,000	Signet UK Finance PLC 4.7% Sen 14/15.06.24	75,595.20	75,600.00	0.23
USD	200,000	Softbank Group Corp 5.125% Sen Reg S 17/19.09.27	200,040.00	205,687.00	0.63
USD	100,000	Spectrum Brands Inc 5.75% Sen 16/15.07.25	99,031.00	104,483.00	0.32
USD	150,000	Springleaf Finance Corp 6.875% Sen 18/15.03.25	151,995.16	165,816.00	0.51
USD	80,000	Sprint Capital Corp 8.75% Sen 02/15.03.32	90,048.00	98,371.20	0.30
USD	125,000	Sprint Corp 6% Sen 12/15.11.22	127,137.50	132,540.00	0.41
USD	130,000	Sprint Corp 7.875% Ser B Sen 14/15.09.23	139,503.00	142,896.65	0.44
USD	80,000	Subur Pro P LP/Sub En Fin Corp 5.5% Sen 14/01.06.24	78,878.40	81,772.80	0.25
USD	70,000	Summit Mids Hgs LLC Fin Corp 5.5% Sen 14/15.08.22	66,429.30	64,547.00	0.20
USD	200,000	Sunac China Holdings Ltd 7.95% Sen Reg S 19/11.10.23	200,960.00	196,001.00	0.60
USD	160,000	T-Mobile USA 4.75% Sen 18/01.02.28	149,616.00	168,064.00	0.52
USD	80,000	Targa Resources Partners LP 5.875% Ser B Sen 19/15.04.26	83,350.40	84,056.00	0.26
USD	50,000	Teck Resources Ltd 3.75% Sen 12/01.02.23	49,071.00	51,048.50	0.16
USD	70,000	Telecom Italia SA 6% 05/30.09.34	64,816.50	74,482.10	0.23
USD	60,000	Telecom Italia SA 7.721% Sen 08/04.06.38	62,388.00	72,792.30	0.22
USD	100,000	Tesco Plc 6.15%Reg S Sen 07/15.11.37	106,980.00	115,170.00	0.35
USD	70,000	Teva Pharma Fin Co Bv 2.95% Sen 12/18.12.22	64,500.80	60,617.20	0.19
USD	150,000	Teva Pharma Fin Nether III BV 2.8% Sen 16/21.07.23	134,411.40	121,654.50	0.37
USD	220,000	Teva Pharma Fin Nether III BV 3.15% Sen 16/01.10.26	182,053.50	155,007.60	0.48
USD	70,000	Teva Pharmaceuticals Fin IV BV 3.65% Sen 11/10.11.21	67,817.40	65,015.30	0.20
USD	70,000	Transdigm Inc 6.5% Ser B Sen Sub 14/15.07.24	70,654.50	72,341.15	0.22
USD	30,000	Transocean Inc 6.8% Sen 07/15.03.38	25,443.00	18,649.05	0.06
USD	50,000	Treehouse Foods Inc 4.875% Sen 14/15.03.22	49,385.50	50,513.75	0.16
USD	120,000	TRI Pointe Group Inc 5.875% Ser B Sen 15/15.06.24	115,268.66	127,752.00	0.39
USD	80,000	Triumph Group Inc 5.25% Ser B Sen 14/01.06.22	74,800.00	80,200.00	0.25
USD	200,000	Turkiye Is Bankasi AS 5% Sen 144A 14/25.06.21	192,800.00	197,876.00	0.61
USD	80,000	Tutor Perini Corp 6.875% Sen 17/01.05.25	81,673.60	77,528.00	0.24
USD	100,000	United Airlines Hgs Inc 5% Sen 17/01.02.24	98,810.00	105,794.00	0.33
USD	80,000	Univision Communications Inc 5.125% Sen 13/15.05.23	76,615.20	79,909.60	0.25
USD	80,000	Utd Rentals North America Inc 5.875% Sen 16/15.09.26	80,300.80	85,387.60	0.26
USD	80,000	Valaris Plc 5.2% Ser B Sen 19/15.03.25	69,594.40	43,600.00	0.13
USD	80,000	Valaris Plc 7.75% Ser B Sen 19/01.02.26	78,648.00	43,400.00	0.13
USD	100,000	Valeant Pharmaceuticals Intl 9.25% Sen 144A 18/01.04.26	107,059.00	113,579.00	0.35
USD	80,000	Vereit Operat Partnership LP 4.6% Ser B Sen 14/06.02.24	80,384.80	85,919.28	0.26
USD	65,000	Verisign Inc 5.25% Ser B Sen 15/10.07.15	65,526.50	71,435.00	0.22
USD	70,000	Viacom Inc VAR Jun Sub 17/28.02.57	68,823.30	75,369.35	0.23
USD	80,000	Virgin Australia Holdings Ltd 7.875% Sen Reg S 16/15.10.21	79,624.00	81,800.00	0.25
USD	100,000	VTB Capital SA 6.551% LPN JSC VTB Bk Ser 10 Sen 10/13.10.20	103,280.00	103,991.00	0.32

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

## DMC FUND - WORLD HY CORPORATE BONDS

### Statement of investments and other net assets (in USD) (continued) as at 30th September 2019

Currency	Number / nominal value	Description	Cost	Market value	% of total net assets
USD	120,000	Washington Prime Group LP Step-up Sen 17/15.08.24	111,263.60	118,025.40	0.36
USD	70,000	Wellcare Health Plans Inc 5.25% Sen 17/01.04.25	70,238.00	73,118.15	0.23
USD	80,000	William Lyon Homes 5.875% Ser B Sen 17/31.01.25	72,288.00	81,292.00	0.25
USD	29,000	WPX Energy Inc 8.25% Sen 15/22.07.15	32,950.38	32,869.62	0.10
USD	80,000	Wyndham Destinations Inc VAR Lk rating 17/01.04.24	78,423.20	84,450.00	0.26
USD	80,000	Wyndham Destinations Inc VAR Lk Ratings 15/01.10.25	79,972.00	88,176.40	0.27
USD	80,000	Yacimientos Petrol Fiscales SA 8.5% Sen Reg S 16/23.03.21	80,824.00	69,953.20	0.22
USD	100,000	Zayo Group LLC Cap Inc 6% Ser B Sen 15/01.04.23	102,441.00	102,897.00	0.32
			16,200,807.82	16,480,010.90	50.73
<b>Total bonds</b>			21,762,517.51	21,759,636.57	66.98
<b><u>Transferable securities dealt in on another regulated market</u></b>					
<b>Bonds</b>					
EUR	100,000	Cogent Communications Hgs Inc 4.375% Sen Reg S 19/30.06.24	112,910.00	111,614.67	0.34
EUR	100,000	Intralot Capital Luxembourg SA 6.75% Reg S Sen 16/15.09.21	99,048.02	74,138.50	0.23
			211,958.02	185,753.17	0.57
USD	70,000	Acrisure LLC Finance Inc 8.125% Sen 144A 19/15.02.24	72,352.70	75,687.50	0.23
USD	70,000	Allison Transmission Inc 5.875% Sen 144A 19/01.06.29	72,229.50	75,700.80	0.23
USD	70,000	Amsted Industries Inc 5.625% Sen 144A 19/01.07.27	70,000.00	74,025.00	0.23
USD	80,000	Andrade Gutierrez Intl SA VAR PIK Sen Reg S 18/20.08.21	76,224.00	79,951.20	0.25
USD	100,000	Arcor SAIC 6% Reg S Sen 16/06.07.23	98,020.00	87,475.50	0.27
USD	100,000	Arcos Dorados Holdings Inc 5.875% Sen 17/04.04.27	92,468.00	104,078.00	0.32
USD	105,000	Ashland Global Holdings Inc VAR Sen 13/15.08.22	105,472.50	110,277.82	0.34
USD	80,000	ASP AMC Merger Sub Inc 8% Sen 144A 17/15.05.25	61,889.60	55,200.00	0.17
USD	100,000	AssuredPartners Inc 7% Sen 144A 17/15.08.25	99,730.00	100,500.00	0.31
USD	70,000	Atento Luxco 1 S.A. 6.125% Sen 144A 17/10.08.22	69,111.00	71,225.00	0.22
USD	100,000	B3 SA Brasil Bosa Balcao Fut 5.5% Sen 144A 10/16.07.20	102,730.00	102,251.00	0.31
USD	100,000	Banco GNB Sudameris SA 6.5% Sen Sub 144A 17/03.04.27	101,500.00	103,789.50	0.32
USD	80,000	Banco Hipotecario SA 9.75% Reg S Sen 15/30.11.20	80,208.00	57,245.60	0.18
USD	70,000	Bancolombia SA 5.125% Sub 12/11.09.22	71,372.00	73,711.05	0.23
USD	160,000	Bausch Health Co Inc 5.5% Sen 144A 17/01.11.25	158,896.00	167,948.00	0.52
USD	80,000	Bombardier Inc 6% 144A Sen 14/15.10.22	79,757.60	79,963.60	0.25
USD	80,000	Building Materials Corp 6% 144A Sen 15/15.10.25	80,542.40	84,017.60	0.26
USD	80,000	BWX Technologies Inc 5.375% Sen 144A 18/15.07.26	80,984.00	84,500.00	0.26
USD	80,000	California Resources Corp 8% Ser 144A Sen 15/15.12.22	76,776.00	40,000.00	0.12
USD	150,000	Calpine Corp 5.25% Sen 144A 16/01.06.26	150,896.30	155,906.25	0.48
USD	130,000	Capex SA 6.875% Sen 17/15.05.24	109,873.40	97,819.15	0.30
USD	100,000	Capitol Inv Merger Sub 2 LLC 10% Sen 144A 19/01.08.24	100,000.00	104,150.00	0.32
USD	70,000	Catalent Pharma Solutions Inc 5% Sen 144A 19/15.07.27	70,856.80	72,725.10	0.22
USD	50,000	CDW LLC CDW Finance Corp 5.5% Sen 14/01.12.24	50,545.00	55,160.25	0.17
USD	70,000	Cedar Fair LP 5.25% Sen 144A 19/15.07.29	70,875.00	75,098.10	0.23
USD	100,000	Central American Bottling Corp 5.75% Sen 144A 17/31.01.27	99,770.00	106,130.50	0.33
USD	100,000	Clean Harbors Inc 5.125% Sen 19/15.07.29	100,000.00	106,500.00	0.33
USD	80,000	Clearwater Paper Corp 4.5% Ser B 13/01.02.23	73,808.80	80,848.40	0.25
USD	80,000	Cleaver Brooks Inc 7.875% Sen 144A 17/01.03.23	82,424.00	76,000.00	0.23
USD	70,000	Cleveland-Cliffs Inc 5.875% Sen 144A 19/01.06.27	67,287.50	66,678.50	0.21
USD	80,000	Colombia Telecom SA ESP VAR Sub 144A 15/30.09.Perpetual	82,624.00	82,170.80	0.25
USD	70,000	Community Health Syst Inc Step-down Sen 144A 18/30.06.23	60,921.00	60,704.00	0.19
USD	80,000	Compressco Partn LP / Fin Inc 7.25% Ser B Sen 15/15.08.22	75,424.00	72,800.00	0.22
USD	70,000	Crown Americas LLC Cap CorpVI 4.75% Ser 8 Sen 19/01.02.26	67,046.00	73,369.80	0.23
USD	100,000	Crédit Agricole SA FRN 144A Sub 07/31.12.Perpet	87,960.00	88,127.50	0.27
USD	100,000	CTR Partnership LP / Cap Corp 5.25% Sen 17/01.06.25	98,242.00	103,957.50	0.32
USD	140,000	Dana Fin Lux Sàrl 6.5% Sen 144A 16/01.06.26	138,843.60	148,750.00	0.46
USD	80,000	Dean Foods Co 6.5% Sen 15/15.03.23	75,248.00	42,400.00	0.13
USD	80,000	Diamond Resorts Intl Inc 7.75% Sen 16/01.09.23	82,748.00	82,600.00	0.25
USD	70,000	Eagle Holding Co II LLC 7.75% Sen 144A 19/15.05.22	70,437.50	70,737.45	0.22
USD	75,000	Edgewell Pers Care Co 4.7% Sen 12/24.05.22	73,357.50	77,715.75	0.24
USD	120,000	Ensign Drilling Inc 9.25% Sen 144A 19/15.04.24	117,404.50	113,574.60	0.35
USD	100,000	ESH Hospitality Inc 5.25% Ser 144A Sen 15/01.05.25	95,475.00	103,750.00	0.32
USD	80,000	Foresight Ener LLC / Fin Corp 11.5% Sen Reg S 17/01.04.23	72,024.00	18,400.00	0.06
USD	80,000	Freedom Mortgage Co 10.75% Sen 144A 19/01.04.24	76,048.00	79,700.00	0.25

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

## DMC FUND - WORLD HY CORPORATE BONDS

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

as at 30th September 2019

Currency	Number / nominal value	Description	Cost	Market value	% of total net assets
USD	100,000	Garda World Security Corp 8.75% Sen Reg S 17/15.05.25	97,830.00	103,000.00	0.32
USD	80,000	GFL Environmental Inc 5.375% Sen 18/01.03.23	75,047.20	80,984.00	0.25
USD	80,000	Global Partners LP FinCorp 7% Sen 144A 19/01.08.27	80,000.00	82,600.00	0.25
USD	80,000	Goldman Sachs Capital I 6.345% 04/15.02.34	92,224.00	102,703.60	0.32
USD	70,000	Graphic Packaging Intl Inc 4.75% Sen 19/15.07.27	70,962.50	74,260.20	0.23
USD	80,000	Great West Petrol LLC Fin Corp 9% Sen 144A 16/30.09.21	64,648.00	70,000.00	0.22
USD	80,000	Greif Inc 6.5% Sen 144A 19/01.03.27	81,948.00	85,200.00	0.26
USD	80,000	Greystar Real Estate Part LLC 5.75% Sen 144A 17/01.12.25	79,120.87	83,000.00	0.26
USD	100,000	GTT Communications Inc 7.875% Sen 144A 17/31.12.24	96,900.00	57,000.00	0.18
USD	80,000	Guitar Ctr Escrow Issuer Inc 9.5% Sen 144A 18/15.10.21	79,224.00	76,400.00	0.24
USD	80,000	Harland Energy Corp 6.625% Ser B Sen 15/01.05.23	69,000.00	63,506.40	0.20
USD	100,000	Harland Clarke Holdings Corp 8.375% 144A Sen 17/15.08.22	94,831.00	83,625.00	0.26
USD	70,000	HC2 Holdings Inc 11.5% Sen 144A 18/01.12.21	60,641.00	61,775.00	0.19
USD	70,000	Hertz Global Hgs Inc 5.5% Sen 19/15.07.27	70,523.60	72,872.10	0.22
USD	160,000	Hilton Domestic Operat Co Inc 5.125% Ser B Sen 19/01.05.26	157,422.40	168,258.40	0.52
USD	80,000	HMAN Finance Sub Corp 6.375% Sen Reg S 14/15.07.22	70,947.20	75,200.00	0.23
USD	100,000	Hughes Satellite Syst Corp 5.25% Ser B Sen 17/01.08.26	96,703.00	107,442.50	0.33
USD	200,000	Itau Unibanco Holding SA 6.2% Tr5 Sen Sub 144A 11/21.12.21	208,136.00	212,487.00	0.65
USD	100,000	Jacobs Entertainment Inc 7.875% Ser 144A Sen 17/01.02.24	106,180.00	106,625.00	0.33
USD	100,000	Kraton Polymers LLC Cap Corp 7% 144A Sen 17/15.04.25	100,780.00	104,500.00	0.32
USD	50,000	Lamar Media Corp 5.75% Sen 16/01.02.26	51,060.00	53,075.00	0.16
USD	100,000	Lloyds Banking Group Plc VAR ADR Pref 09/15.07.Perpetual	100,970.00	105,370.00	0.32
USD	80,000	LPL Holdings Inc 5.75% Sen 144A 17/15.09.25	78,075.20	83,500.00	0.26
USD	50,000	Mattel Inc 6.75% Sen 17/31.12.25	48,506.50	52,375.00	0.16
USD	70,000	Michaels Stores Inc 8% Sen 144A 19/15.07.27	70,087.50	70,123.20	0.22
USD	70,000	Mineral Resources Ltd 8.125% Sen 144A 19/01.05.27	72,309.30	72,194.85	0.22
USD	80,000	Moss Creek Resources Hgs Inc 7.5% Sen Reg S 18/15.01.26	80,184.00	58,800.00	0.18
USD	80,000	Navient Corp 5.875% Sen 14/25.10.24	77,046.40	81,176.80	0.25
USD	80,000	New Gold Inc 6.25% Ser 144A 12/15.11.22	70,184.00	80,400.00	0.25
USD	70,000	NextEra Energy Ope Partners LP 4.25% Sen 19/15.07.24	70,000.00	72,313.50	0.22
USD	70,000	Nine Energy Serv Inc 8.75% Sen 144A 18/01.11.23	71,508.50	56,700.00	0.17
USD	80,000	Noble Hg International Ltd 7.875% Sen 144A 18/01.02.26	82,445.60	57,667.20	0.18
USD	140,000	Northwest Acq ULC / Domin Finc 7.125% Sen 17/01.11.22	142,842.00	82,950.00	0.26
USD	80,000	Nufarm Australia Ltd 5.75% Sen 144A 18/30.04.26	75,724.00	79,097.60	0.24
USD	100,000	Outfront Media Inc Cap Corp 5% Sen 19/15.08.27	100,000.00	105,500.00	0.32
USD	70,000	Owens-Brockway Glass Cont Inc 5.875% Sen 144A 15/15.08.23	70,626.50	74,637.50	0.23
USD	80,000	Pampa Energia SA 7.375% Reg S 16/21.07.23	73,624.00	65,225.60	0.20
USD	80,000	PDC Energy Inc 5.75% Ser B Sen 18/15.05.26	75,464.00	78,797.60	0.24
USD	100,000	Quebecor Media Inc 5.75% Ser B Sen 13/15.01.23	102,434.00	109,159.00	0.34
USD	100,000	Quicken Loans Inc 5.75% Ser 144A Sen 15/01.05.25	98,645.00	103,510.00	0.32
USD	50,000	QVC Inc 4.375% Ser B 13/15.03.23	49,335.50	51,729.75	0.16
USD	50,000	QVC Inc 4.85% Ser B Sen 14/01.04.24	49,292.00	52,860.25	0.16
USD	70,000	Realogy Gr LLC Colssuer Corp 9.375% Ser 144A Sen 19/01.04.27	71,750.00	65,275.00	0.20
USD	110,000	Rite Aid Corp 6.125% Sen 144A 15/01.04.23	93,586.40	87,450.00	0.27
USD	70,000	Scientific Games Intl Inc 8.25% Sen 144A 19/15.03.26	72,334.50	74,566.10	0.23
USD	70,000	Sensata Technologies BV 5% Sen 15/01.10.25	68,516.00	75,162.50	0.23
USD	100,000	Sirius XM Radio Inc 5.375% Sen 144A 15/15.04.25	99,789.00	103,771.00	0.32
USD	80,000	Springleaf Finance Corp 7.75% Ser B Sen 13/01.10.21	85,977.60	87,410.80	0.27
USD	80,000	Standard Industries Inc 5% Sen 144A 17/15.02.27	74,236.00	82,932.80	0.26
USD	80,000	Tallgrass Ener Part LP/ Fin 5.5% Sen 144A 17/15.01.28	79,648.00	78,400.00	0.24
USD	100,000	Taylor Morrison Communiti Inc 5.875% 144A Sen 19/15.06.27	100,000.00	110,035.00	0.34
USD	70,000	Tecpetrol SA 4.875% Sen 144A 17/12.12.22	63,714.00	65,634.80	0.20
USD	80,000	Telesat Canada / Telesat LLC 8.875% Sen 144A 16/15.11.24	85,932.00	85,840.80	0.26
USD	100,000	Tenet Healthcare Corp 5.125% Sen 144A 19/01.11.27	100,270.00	103,608.50	0.32
USD	80,000	Tervita Escrow Corp 7.625% Sen 16/01.12.21	82,137.60	81,112.00	0.25
USD	100,000	Titan Intl Inc 6.5% Ser B Sen 18/30.11.23	96,730.00	79,722.50	0.25
USD	100,000	TopBuild Corp 5.625% Sen 144A 18/01.05.26	97,708.00	104,375.00	0.32
USD	15,000	Transocean Inc 9% Ser 144A Sen 16/15.07.23	16,315.35	15,782.55	0.05
USD	100,000	Trinidad Petroleum Hgs Ltd 9.75% Sen 144A 19/15.06.26	89,390.83	113,250.00	0.35
USD	80,000	Uniti Group Fiber Hgs Inc 8.25% Sen 15/15.10.23	76,008.00	72,600.00	0.22
USD	20,000	Univision Communications Inc 5.125% 144A Sen 15/15.02.25	18,520.00	19,501.90	0.06
USD	50,000	Verisign Inc 4.625% Ser B 13/01.05.23	50,577.50	50,975.00	0.16
USD	100,000	Vertiv Inter Hg Corp VAR PIK 17/15.02.22	101,480.00	90,750.00	0.28
USD	70,000	VistaJet Malta Fin Plc Mgt Hg 10.5% Sen 144A 19/01.06.24	69,188.00	67,987.50	0.21

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

## DMC FUND - WORLD HY CORPORATE BONDS

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

as at 30th September 2019

Currency	Number / nominal value	Description	Cost	Market value	% of total net assets
USD	100,000	Vistra Operations Co LLC 5% Sen 144A 19/31.07.27	100,000.00	103,437.50	0.32
USD	80,000	Volcan Compania Minera Sa 5.375% Sen 144A 12/02.02.22	81,176.00	82,583.20	0.25
USD	50,000	Voya Financial Inc VAR Ser B Sub 13/15.05.53	49,984.00	52,606.25	0.16
USD	80,000	W&T Offshore Inc 9.75% Tr 2nd Sen 144A 18/01.11.23	79,593.60	77,784.00	0.24
USD	100,000	West Corp 8.5% Sen 144A 17/15.10.25	92,030.00	81,375.00	0.25
USD	80,000	Williams Scotsman Intl Inc 6.875% Sen 144A 18/15.08.23	81,200.00	83,824.00	0.26
USD	100,000	Yacimientos Petrol Fiscales SA 6.95% Sen 144A 17/21.07.27	87,030.00	76,071.00	0.23
USD	80,000	Yamana Gold Inc 4.625% Ser B Sen 18/15.12.27	74,930.40	84,528.00	0.26
			<u>9,803,588.75</u>	<u>9,720,275.57</u>	<u>29.95</u>
<b>Total bonds</b>			<u>10,015,546.77</u>	<u>9,906,028.74</u>	<u>30.52</u>
Total investments in securities			<u>31,778,064.28</u>	<u>31,665,665.31</u>	<u>97.50</u>
Cash at banks				473,625.49	1.46
Other net assets/(liabilities)				337,373.48	1.04
Total				<u>32,476,664.28</u>	<u>100.00</u>

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

## DMC FUND - WORLD HY CORPORATE BONDS

### Industrial and geographical classification of investments as at 30th September 2019

---

#### Industrial classification

(in percentage of net assets)

Financials	27.25 %
Cyclical consumer goods	12.34 %
Industrials	9.84 %
Energy	9.49 %
Telecommunications services	8.22 %
Raw materials	7.81 %
Healthcare	7.33 %
Real estate	4.53 %
Technologies	4.45 %
Non-cyclical consumer goods	3.78 %
Utilities	2.23 %
Special Purpose Vehicle (SPV)	0.23 %
Total	<u>97.50 %</u>

## DMC FUND - WORLD HY CORPORATE BONDS

### Industrial and geographical classification of investments (continued)

as at 30th September 2019

#### Geographical classification

(by domicile of the issuer)

(in percentage of net assets)

United States of America	56.44 %
Canada	6.34 %
Luxembourg	5.62 %
The Netherlands	4.91 %
Cayman Islands	3.45 %
United Kingdom	2.85 %
Italy	2.51 %
France	1.86 %
Argentina	1.60 %
Germany	1.54 %
Australia	1.12 %
Ireland	1.08 %
Japan	1.00 %
Colombia	0.80 %
Sweden	0.70 %
British Virgin Islands	0.65 %
Turkey	0.61 %
Mexico	0.59 %
Curaçao	0.39 %
Spain	0.37 %
Portugal	0.36 %
Trinidad And Tobago	0.35 %
Brazil	0.31 %
Jersey	0.29 %
Singapore	0.28 %
Bermuda	0.26 %
Finland	0.26 %
Isle of Man	0.26 %
Peru	0.25 %
Marshall Islands	0.24 %
Malta	0.21 %
Total	<u>97.50 %</u>

## DMC FUND

### Notes to the financial statements

as at 30th September 2019

#### **Note 1 - General Information**

DMC FUND (the "Fund") was initially set up on 3rd April 1998 (under the name DYNAMIC FLOORING FUND) as an open-ended mutual fund governed by Luxembourg Law and investing in marketable transferable securities. DMC FUND as a Luxembourg mutual Fund ("Fonds commun de placement") is governed by part I of the Luxembourg Law on Undertakings for collective Investment of 17th December 2017, as amended. The Fund is set up in accordance with the Management Regulations signed initially in Luxembourg on 3rd April 1998. These Management Regulations were deposited with the Chief Registrar of the District Court of and in Luxembourg on 28th April 1998 and published in the "*Mémorial, Recueil des Sociétés et Associations*" nr - 375, as of 23rd May 1998. The Management Regulations were updated on 14th April 2014 and published in the "*Mémorial, Recueil des Sociétés et Associations*".

DMC FUND is managed on behalf of the unitholders by DYNAMIC ASSET MANAGEMENT COMPANY (LUXEMBOURG) S.A. ("the Management Company") which was incorporated on 3rd April 1998 in the form of a "*Société Anonyme*" under Luxembourg Law. It has its registered office in Luxembourg at 15, Rue du Fort Bourbon.

The Net Asset Value ("the NAV") per unit is computed each Wednesday, which is a Business Day in Luxembourg; this day is called the Valuation Day for the following Sub-Funds:

- DMC FUND - DYNAGEST EXPO BONDS EURO "MAS",
- DMC FUND - DYNAGEST EXPO BONDS USD "MAS",
- DMC FUND - WORLD HY CORPORATE BONDS,

If such Wednesday is not a Business Day in Luxembourg, the NAV calculation will take place on the next following Business Day.

The Net Asset Value per unit is computed each Business Day in Luxembourg for DMC FUND - HERENS QUALITY LUXURY BRANDS Sub-Fund; this day is called the Valuation Day.

Financial reports of the Fund are published annually and semi-annually. Both reports will be sent free of charge to unitholders making a request in writing and are available to unitholders at the offices of the Management Company, the Administration Agent and at the Representative and Paying Agent in Switzerland.

The KIID (Key Investor Information Document) is available free of charge at the registered offices of the Depositary and of the Management Company.

#### **Note 2 - Significant accounting policies**

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

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

##### **b) Valuation of assets**

1. Calculation is done on the basis of the closing stock exchange prices on the business day preceding the Valuation Day i.e. securities quoted on an official Stock Exchange or any other market, are valued on the basis of the closing price as of the business day preceding the valuation day, and, if there are several markets, the closing price of the Stock Exchange which is the principal market for the security in question, unless these prices are not representative.

## DMC FUND

### Notes to the financial statements (continued)

as at 30th September 2019

2. For unlisted securities, and for quoted securities for which the closing price on the Business day preceding the Valuation Day is not representative, valuation is based on the reasonable foreseeable sales price estimated prudently and in good faith by the Management Company.
3. Liquid assets are assessed at their nominal value plus accrued interest.
4. Assets denominated in other currencies than the base currency of the Sub-Fund is translated into that base currency at the mid rates of these currencies on the Business day preceding the Valuation Day (snapshot Reuters at 5:00 PM Luxembourg time).
5. The Management Company is authorised to adopt other realistic valuation principles for assets of the Fund where circumstances make the determination of values according to the criteria specified above non-realistic, impossible or inadequate. Especially in case of major changes in market conditions, the valuation basis of the different investments may be adjusted to the new market yields.
6. The value of units representing any open-ended undertakings for collective investment is determined using the last official Net Asset Value per unit or the last Net Asset Value estimate if this value is more recent than official Net Asset Value, provided that the Company is guaranteed that the valuation method used for this estimate is consistent with that used for the calculation of the official Net Asset Value.

c) Acquisition cost of securities in the portfolio

The acquisition cost of the securities held by each Sub-Fund that are denominated in currencies other than the reference currency of the Sub-Fund is converted into this currency at the exchange rate prevailing on the date of purchase.

d) Net realised gain/(loss) on securities portfolio

The realised gains and losses on securities portfolio are calculated based on the average acquisition cost. The realised gains and losses on sales of securities portfolio are recorded net in the statement of operations and other changes in net assets.

e) Investment portfolio income

Dividend income is recorded at the ex-date, net of any withholding tax. Interest income accrued and payable are recorded, net of any withholding tax.

f) Valuation of forward foreign exchange contracts

Forward foreign exchange contracts are valued at forward rates for the remaining period from valuation date to the maturity of the contracts. Net unrealised gains or losses are recorded in the statement of net assets. Net variation of unrealised gains or losses and net realised gains or losses are recorded in the statement of operations and other changes in net assets.

g) 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 recorded in the statement of net assets. Net variation of the unrealised gains or losses and net realised gains or losses are recorded in the statement of operations and other changes in net assets.

h) Valuation of options contracts

Premiums payable on the purchase of options are disclosed under the item "Premium payable for long option contracts" in the statement of net assets. Premiums for purchased option contracts are presented

## DMC FUND

### Notes to the financial statements (continued)

as at 30th September 2019

as cost in the statement of investments and other net assets. Premiums receivable on issued options are disclosed under the item "Premium receivable for short option contracts" in the statement of net assets. Premiums for written options 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 and other changes in net assets.

#### i) Conversion of foreign currencies

Cash at banks, other net assets, 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. 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 exchange rates applied are the following:

1	EUR	=	1.0870929	CHF	Swiss Franc
			7.4662892	DKK	Danish Krona
			0.8846872	GBP	Pound Sterling
			8.5465139	HKD	Hong Kong Dollar
			117.8233609	JPY	Japanese Yen
			9.9055027	NOK	Norwegian Krona
			1.5076376	SGD	Singapore Dollar
			1.0902000	USD	US Dollar
1	USD	=	0.9971500	CHF	Swiss Franc
			0.9172629	EUR	Euro
			0.8114907	GBP	Pound Sterling

#### j) Combined financial statements

The combined financial statements of the Fund are expressed in EUR and are equal to the sum of the corresponding items in the financial statements of each Sub-Fund converted into this currency at the exchange rate prevailing at the date of the financial statements.

At the date of the financial statements, the exchange rate used for the combined financial statements is the following:

1	EUR	=	1.0902000	USD	US Dollar
---	-----	---	-----------	-----	-----------

#### k) Receivable on treasury transactions

The item "Receivable on treasury transactions" comprises maturities of time deposits, new loans or foreign exchange transactions not yet disclosed under the item "Cash at banks".

#### 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.

## DMC FUND

### Notes to the financial statements (continued)

as at 30th September 2019

#### m) Revaluation difference

The item "Revaluation difference" in the combined statement of operations and other changes in net assets represents the valuation difference of the net assets of the Sub-Funds at the beginning of the year with the exchange rate applicable at the date of the financial statements.

### **Note 3 - Management Company fees**

#### 1) All-in fee

The Management Company receives from the Fund an annual all-in fee, except for brokerage fees and bank charges normally payable on transactions relating to the portfolio of the relevant Sub-Fund, calculated on the average net assets of the relevant month, payable monthly. The current effective rates are the following:

Sub-Fund	I unit	R unit	R (CHF) unit
DMC FUND - DYNAGEST EXPO BONDS EURO "MAS"	0.95%	1.35%	-
DMC FUND - DYNAGEST EXPO BONDS USD "MAS"	0.95%	1.35%	-

Sub-Fund	I (CHF) unit	R unit	R (CHF) unit
DMC FUND - HERENS QUALITY LUXURY BRANDS	1.15%	1.90%	1.90%

Sub-Fund	I (CHF) unit	I (EUR) unit	I unit	R (CHF) unit	R (EUR) unit	R unit
DMC FUND - WORLD HY CORPORATE BONDS	0.50%	0.50%	0.45%	0.80%	0.80%	0.75%

#### 2) Fees borne by the Management Company

The Management Company bears the following costs for all Sub-Funds:

- all taxes owed on the Fund's asset and income,
- sub-contractor fees,
- Investment Managers' fees,
- operating expenses (fees of the Depositary, transfer and registrar agent, administrative agent and listing agent),
- auditors fee,
- printing and distribution of the annual and semi-annual report,
- fees related to indexes or benchmark,
- costs for the preparation, translation, printing for the publication,
- costs for the information of unitholders,
- legal fees and/or other legal expenses related to unitholder protection,
- costs for the official representative in Switzerland,
- the annual "*taxe d'abonnement*" calculated on the NAV of each Sub-Fund and payable quarterly on each unit class (0.05 % for the unit R and 0.01 % for the unit I),
- cost relating to subscription taxes, records, deposit and other requirements concerning the Fund by all foreign authorities or stock exchanges,

## DMC FUND

### Notes to the financial statements (continued)

as at 30th September 2019

- advertising costs or other expenses directly connected with the offering of distribution of units, including the costs of printing and copying of the documents mentioned above or reports used by distributors of units in their commercial activity.

#### **Note 4 - Commission on units issued and redeemed**

The issue price of units of a Sub-Fund unit class is equal to the NAV of a unit in that Sub-Fund unit class, increased by a front-end sales charge of up to 5.10%, calculated on the NAV, which may be waived in whole or in part, and which, if applicable, has to be paid to the Management Company, except for the portion of 0.10% which is payable to the relevant Sub-Fund to contribute to the transaction costs of investing the net subscription proceeds.

The price to be paid in respect of each unit tendered for redemption (the "Redemption Price") is the NAV per unit, less an exit fee of 0.10% thereof payable to the relevant Sub-Fund to offset estimated realisation costs arising from the redemption.

#### **Note 5 - Total expense ratio ("TER")**

The TER disclosed under "Statistical information" of this report is calculated in accordance with the "Guidelines on the calculation and disclosure of the TER of collective investment schemes" issued by the Swiss Funds & Asset Management Association "SFAMA" on 16th May 2008 as modified on 20th April 2015.

The TER is calculated for the last 12 months preceding the date of this report.

Transaction fees are not considered in the calculation of the TER.

#### **Note 6 - Changes in the investment portfolio**

The statement of changes in investment portfolio for the period referring to the report is available free of charge upon request at the registered office of the Management Company and at the Representative and Paying Agent in Switzerland.

#### **Note 7 - Forward foreign exchange contracts**

As at 30th September 2019, the following Sub-Funds were committed in the following forward foreign exchange contracts with the counterparty Banque et Caisse d'Epargne de l'Etat, Luxembourg:

##### **DMC FUND - HERENS QUALITY LUXURY BRANDS**

Currency	Purchases	Currency	Sales	Maturity	Unrealised result (in EUR)
<b>Forward foreign exchange contracts linked to units "R (CHF)"</b>					
CHF	4,150,000.00	EUR	3,761,305.90	23.10.2019	56,857.11
EUR	73,766.66	CHF	80,000.00	23.10.2019	163.31
EUR	2,920,261.57	CHF	3,190,000.00	23.10.2019	-14,668.69
					42,351.73

##### **DMC FUND - WORLD HY CORPORATE BONDS**

Currency	Purchases	Currency	Sales	Maturity	Unrealised result (in USD)
<b>Forward foreign exchange contracts linked to units "R (CHF)" and "I (CHF)"</b>					
CHF	593,000.00	EUR	548,392.65	07.11.2019	-2,985.45
CHF	61,899.95	GBP	52,000.00	07.11.2019	-1,904.36

## DMC FUND

### Notes to the financial statements (continued)

as at 30th September 2019

Currency	Purchases	Currency	Sales	Maturity	Unrealised result (in USD)
CHF	2,978,000.00	USD	3,032,861.43	07.11.2019	-37,352.92
					-42,242.73
<b>Forward foreign exchange contracts linked to units "R (EUR)" and "I (EUR)"</b>					
EUR	353,000.00	GBP	320,902.77	07.11.2019	-10,130.50
EUR	17,044,000.00	USD	18,776,164.68	07.11.2019	-145,030.44
					-155,160.94

### Note 8 - Futures contracts

As at 30th September 2019, the following Sub-Funds were committed in the following future contracts:

#### **DMC FUND - DYNAGEST EXPO BONDS EURO "MAS"**

	Number of contracts	Denomination	Currency	Exposure (in EUR)	Unrealised result (in EUR)
Purchase	5	Euro BTP 10 Years FUT 12/19 EUX	EUR	729,200.00	9,140.00
Purchase	4	Euro Bund 10 Years FUT 12/19 EUX	EUR	697,000.00	-7,400.00
Sale	2	Euro-Schatz 6% 2 Years FUT 12/19 EUX	EUR	-224,660.00	700.00
					<u>2,440.00</u>

#### **DMC FUND - DYNAGEST EXPO BONDS USD "MAS"**

	Number of contracts	Denomination	Currency	Exposure (in USD)	Unrealised result (in USD)
Purchase	7	US Treasury Bond (Long) FUT 12/19 CBOT	USD	1,136,187.50	-20,453.13
Purchase	15	US Treasury Note 10 Years FUT 12/19 CBOT	USD	1,954,687.50	-23,078.13
					<u>-43,531.26</u>

### Note 9 - Event

Following a redemption of EUR 2,900,938.35 in the DMC FUND - HERENS QUALITY LUXURY BRANDS Sub-Fund, the NAVs calculations were suspended from 19th September 2019 to 25th September 2019. On 25th September 2019, a decision was taken to recalculate all NAV since the date of decision to suspend, i.e. 19th September 2019.

On 27th September 2019, the Board of Directors decided to request the compulsory redemption of 0.0012 units of an investor in unit class I CHF (HEDGED) of the Sub-Fund DMC FUND - HERENS QUALITY LUXURY BRANDS on the NAV of 23rd September 2019.

## **DMC FUND**

**Additional information**  
as at 30th September 2019

---

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

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