

# CAROLON INVESTMENT FUNDS PLC

(an open-ended umbrella investment company with variable capital and segregated liability between Sub-Funds incorporated with limited liability in Ireland under the Companies Acts 2014 with registration number 552000 and established as an undertaking for collective investment in transferable securities pursuant to the European Communities (Undertakings for Collective Investment in Transferable Securities) Regulations, 2011 (S.I Number 352 of 2011))

## **Annual Report and Audited Financial Statements**

**For the financial year ended 31 December 2020**

# CAROLON INVESTMENT FUNDS PLC

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# CAROLON INVESTMENT FUNDS PLC

## DIRECTORS AND OTHER INFORMATION

### BOARD OF DIRECTORS

Simon McDowell (Irish)\*  
Simon O'Sullivan (Irish)\*  
Timothy A. Smith

### COMPANY SECRETARY

Tudor Trust Limited  
33 Sir John Rogerson's Quay  
Dublin 2  
Ireland

### DEPOSITARY

RBC Investor Services Bank S.A., Dublin Branch  
4<sup>th</sup> Floor  
One George's Quay Plaza  
George's Quay  
Dublin 2  
Ireland

### INDEPENDENT AUDITORS

PricewaterhouseCoopers  
Chartered Accountants and Statutory Audit Firm  
One Spencer Dock  
North Wall Quay  
Dublin 1  
Ireland

### INVESTMENT MANAGERS

For the *THB U.S. Opportunities UCITS Fund* and  
the *THB U.S. Mid-Cap UCITS Fund*:  
Thomson Horstmann & Bryant Inc.\*\*  
501 Merritt 7  
Norwalk, CT 06851  
USA

For the *James Hambro Harrier Adventurous Fund*,  
*James Hambro Harrier Balanced Fund*,  
*James Hambro Harrier Capital Growth Fund*  
and *James Hambro Harrier Cautious Fund*:  
James Hambro & Partners LLP  
45 Pall Mall  
London  
SW1Y 5JG  
United Kingdom

For the *Victory Sophus Emerging Markets UCITS Fund* and the *Victory Sophus Emerging Markets Small Cap UCITS Fund*:

Victory Capital Management Inc.  
4900 Tiedeman Road 4th Floor  
Brooklyn, OH 44144  
USA

### REGISTERED OFFICE

33 Sir John Rogerson's Quay  
Dublin 2  
Ireland

### LEGAL ADVISERS

Dillon Eustace  
33 Sir John Rogerson's Quay  
Dublin 2  
Ireland

### ADMINISTRATOR AND REGISTRAR

RBC Investor Services Ireland Limited  
4<sup>th</sup> Floor  
One George's Quay Plaza  
George's Quay  
Dublin 2  
Ireland

### DISTRIBUTOR

Carolyn Capital UK Limited  
2nd Floor  
19 Heathman's Road  
London  
SW6 4TJ  
United Kingdom

### MANAGER

Bridge Fund Management Limited  
Ferry House  
48-53 Mount Street Lower  
Dublin 2  
Ireland

\* Independent Director

All Directors are non-executive

\*\* As detailed in note 18, on 1 March 2021 Thomson Horstmann & Bryant Inc was acquired by Victory Capital Holdings Inc. "Victory".

# CAROLON INVESTMENT FUNDS PLC

## REPORT OF THE DIRECTORS for the financial year ended 31 December 2020

The Directors submit their annual report together with the audited financial statements for Carolon Investment Funds plc (the "Company") for the financial year ended 31 December 2020. As at 31 December 2020, five sub-funds (the "Sub-Funds") had been launched:

- THB U.S. Opportunities Fund ("THB Fund")
- James Hambro Harrier Adventurous Fund,
- James Hambro Harrier Balanced Fund,
- James Hambro Harrier Capital Growth Fund,
- James Hambro Harrier Cautious Fund.

All four James Hambro Harrier Sub-Funds launched on 30 December 2020 as result of the merger of the assets of relevant sub-funds of IFSL James Hambro Umbrella Fund.

### **Directors' responsibilities statement**

As required by Section 225(2) of the Companies Act 2014, the Directors acknowledge that they are responsible for securing the Company's compliance with the relevant obligations.

Irish company law requires the Directors to prepare financial statements for each financial year. Under the law, the Directors have elected to prepare the financial statements in accordance with Generally Accepted Accounting Practice in Ireland (accounting standards issued by the Financial Reporting Council of the UK, including Financial Reporting Standard 102, the Financial Reporting Standard applicable in the UK and Republic of Ireland and promulgated by the Institute of Chartered Accountants in Ireland and Irish law).

Under company law, the Directors must not approve the financial statements unless they are satisfied that they give a true and fair view of the assets, liabilities and financial position of the Company as at the financial year end date and of the profit or loss of the Company for the financial year and otherwise comply with the Companies Act 2014.

In preparing these financial statements, the Directors are required to:

- select suitable accounting policies and then apply them consistently;
- make judgements and estimates that are reasonable and prudent;
- state whether the financial statements have been prepared in accordance with the relevant financial reporting framework, identify those standards, and note the effect and the reasons for any material departure from those standards; and
- prepare the financial statements on the going concern basis unless it is inappropriate to presume that the Company will continue in business.

The Directors are responsible for ensuring that the Company keeps or causes to be kept adequate accounting records which correctly explain and record the transactions of the Company, enable at any time the assets, liabilities, financial position and profit or loss of the Company to be determined with reasonable accuracy, ensure that the financial statements and directors' report comply with the Companies Act 2014 and with the European Communities (Undertakings for Collective Investment in Transferable Securities) Regulations, 2011 and the Central Bank (Supervision and Enforcement) Act 2013 (Section 48(1)) Undertakings for Collective Investment in Transferable Securities) Regulations, 2015 (the "Central Bank UCITS Regulations") and ensure the financial statements are audited. They are also responsible for safeguarding the assets of the Company and hence for taking reasonable steps for the prevention and detection of fraud and other irregularities. The Directors are also responsible for complying with their principal fiduciary duties as outlined in Section 228 of the Companies Act 2014.

### **Accounting records**

The Directors are responsible for ensuring that accounting records, as outlined in Section 281 to 285 of the Companies Act 2014 are kept by the Company which discloses with reasonable accuracy at any time the financial position of the Company and to enable them to ensure that the financial statements comply with the Companies Act 2014 and the Central Bank UCITS Regulations. The Directors have appointed an experienced administrator to ensure compliance with the requirements of Section 281 to 285 of the Companies Act 2014.

# CAROLON INVESTMENT FUNDS PLC

## REPORT OF THE DIRECTORS (continued) for the financial year ended 31 December 2020

### Accounting records (continued)

The accounting records are maintained at the Administrator's office at:

RBC Investor Services Ireland Limited  
4<sup>th</sup> Floor  
One George's Quay Plaza  
George's Quay  
Dublin 2  
Ireland

### Principal risks

A detailed analysis of the principal risks facing the Company is included in Note 10 to the financial statements.

### Results and dividends, activities and future developments

The results of the Company are set out in the Statement of Comprehensive Income.

No dividends were announced or paid by the Company during the financial year ended 31 December 2020.

Fundraising is actively being sought for three of the Company's Sub-Funds:

- THB U.S. Mid-Cap UCITS Fund ("THB Mid-Cap Fund"),
- Victory Sophus Emerging Markets Small Cap UCITS Fund ("Victory Sophus Small Cap Fund"), and
- Victory Sophus Emerging Markets UCITS Fund ("Victory Sophus Fund").

The Company is targeting a launch of these Sub-Funds in 2021.

### Principal activities

The investment objective of the THB Fund is to seek to provide long-term capital appreciation. To achieve its objective, the Investment Manager seeks to identify and invest the Sub-Fund's net assets in equity and equity related securities of micro and smaller U.S. companies that, in the Investment Manager's opinion, are undervalued in the market. The equity securities in which the THB Fund invests are primarily common stocks.

The aim of James Hambro Harrier Adventurous Fund is to grow the value of investors' investments over a period of at least 5 years. The increase in the value is anticipated to come from capital growth, which is profits on investments. The Sub-Fund may also generate some income, which is money paid out from an investment such as interest and dividends.

The aim of the James Hambro Harrier Balanced Fund is to grow the value of shareholder's investments over a period of at least 5 years whilst also providing income, which is money paid out from an investment, such as interest and dividends. The increase in the value is anticipated to come from both profits on investments and income.

The aim of the James Hambro Harrier Capital Growth Fund is to grow the value of shareholders investments over a period of at least 5 years through both capital growth, which is profit on investments, and income, which is money paid out from an investment, such as interest and dividends.

The aim of the James Hambro Harrier Cautious Fund is to generate income, which is money paid out from an investment such as interest and dividends and deliver some capital growth, which is profit on investments, over a period of at least 3 years.

The investment objective of the THB Mid-Cap Fund is to seek to provide long-term capital appreciation. To achieve its objective, the Investment Manager seeks to identify and invest the Sub-Fund's net assets in equity and equity related securities of mid-capitalization U.S. companies that, in the Investment Manager's opinion, are undervalued in the market.

# CAROLON INVESTMENT FUNDS PLC

## REPORT OF THE DIRECTORS (continued) for the financial year ended 31 December 2020

### Principal activities (continued)

The investment objective of the Victory Sophus Small Cap Fund is to seek to provide long-term capital appreciation. The Investment Manager pursues its investment objective by investing primarily in equity securities (including common stock, preferred stock and securities immediately convertible into common stock) of small capitalization companies primarily associated with emerging market countries.

The investment objective of the Victory Sophus Fund is to seek to provide long-term capital appreciation. To achieve its objective, the Investment Manager seeks to invest, under normal circumstances, at least 80% of its net assets in equity and equity-related securities of emerging market companies. Equity and equity related securities include common stocks, preferred stocks, or other securities convertible into common stock.

### Risk management objectives and policies

Investment in the Company carries with it a degree of risk including, but not limited to, the risks referred to in Note 10 of the financial statements.

### Results

The results for the year are set out on pages 13 and 14.

### Significant events during the financial year

Significant events during the financial year are described in note 17 to the financial statements.

### Significant events since the financial year end

Significant events since the financial year end are described in note 18 to the financial statements.

### Directors

The names of the persons who were Directors at any time during the financial year ended 31 December 2020 are as follows:

Simon McDowell  
Simon O'Sullivan  
Timothy A. Smith

### Transactions involving Directors

Timothy A. Smith is the President of Carolon Capital UK Limited.

No other Director had at any time during the year, a material interest in any contract of significance, subsisting during or at the end of the year, in relation to the business of the Company.

### Directors' and secretary's interests in shares of the Company

Timothy A. Smith holds 1 redeemable non-participating share of no-par value. Simon McDowell holds 4,735 redeemable participating shares through his own pension fund, BMMJ Fund. None of the remaining Directors, family members or the Company Secretary held any shares in the Company at financial year end or during the financial year. Carolon Capital UK Limited, the Company's Distributor, holds 1 redeemable non-participating share of no-par value.

### Political donations

There were no political donations made by the Company or the Company's Investment Managers during the financial year.

### Statements of material changes in the Prospectus

Material changes to the Prospectus are described in note 17 to the financial statements.

### Independent auditors

The independent auditors, PricewaterhouseCoopers, have indicated their willingness to continue in office in accordance with section 383(2) of the Companies Act 2014.



# CAROLON INVESTMENT FUNDS PLC

## REPORT OF THE DIRECTORS (continued) for the financial year ended 31 December 2020

### Directors' compliance statement

The Directors acknowledge that they are responsible for securing the Company's compliance with the relevant obligations as set out in section 225 of the Companies Act 2014 which includes drawing up a compliance policy statement that sets out the Company's policies respecting compliance by the Company with its relevant obligations, putting in place appropriate arrangements or structures that are designed to secure material compliance with the Company's relevant obligations and conducting an annual review during the financial year of any arrangements or structures referred to above that have been put into place.

### Connected Persons

In accordance with the requirements of the Central Bank's UCITS Regulations, the Directors confirm that there are arrangements in place, evidenced by written procedures, to ensure that any transactions carried out with the Company by its manager, investment managers, depositary and/or associated or group companies of these ("Connected Persons") are carried out as if negotiated at arm's length and are in the best interests of the shareholders. The Directors are satisfied that the transactions with Connected Persons during the year were carried out as if negotiated at arm's length and in the best interests of the shareholders.

### Statement of audit information

The Directors confirm that during the financial year end 31 December 2020:

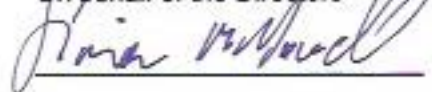
- (1) So far as the Directors are aware, there is no relevant audit information of which the Company's statutory auditors are unaware, and
- (2) The Directors have taken all steps that ought to have been taken by the Directors in order to make himself/herself aware of any relevant audit information and to establish that the Company's auditors are aware of that information.

### Manager

Bridge Fund Management Limited has been appointed as the Manager for the company. The Manager is responsible for monitoring the below managerial functions

- (1) Operational Risk Management - Monitoring of delegates so that there are appropriate effective operational risk procedures in place at the delegates.
- (2) Fund Risk Management - Monitoring through the delegates that Sub-Fund risks are identified and managed.
- (3) Investment Management - Monitoring that the Investment Manager is in compliance with the approved investment approach and on an ongoing basis monitoring the investment process and performance.
- (4) Capital and Financial Management - Monitors that relevant accounting records are properly maintained and that the assets and liabilities of the Funds are valued appropriately. The Management Company also ensures that the Management Company is appropriately capitalised at all times.
- (5) Regulatory Compliance - Monitors that the Funds are in compliance with regulatory obligations.
- (6) Distribution - Monitors the approved distribution strategy and patterns of distribution as well as any local compliance issues as part of the Funds' distribution process.

On behalf of the Directors



Simon McDowell  
22 April 2021



Simon O'Sullivan





**Report of the Depositary to the Shareholders  
For the year ended 31 December 2020**

As required by the European Communities (Undertakings for Collective Investment in Transferable Securities) Regulations 2011 (as amended) ("the Regulations") and solely within the context of our oversight duties as depositary, we are pleased to present our report as follows.

In our opinion, Carlon Investment Funds plc (the "Company") has been managed for the year ended 31 December 2020:

- (i) In accordance with the limitations imposed on the investment and borrowing powers of the Company by the Memorandum & Articles of Association and the Regulations; and
- (ii) Otherwise in accordance with the provisions of the Memorandum & Articles of Association and the Regulations.

e-Signed by Eoghan Cassidy  
on 2021-04-08 14:13:30 GMT

**RBC INVESTOR SERVICES BANK S.A.  
DUBLIN BRANCH**

e-Signed by Willie O'Gorman  
on 2021-04-08 15:22:32 GMT

**Date: 8 April 2021**

**RBC Investor Services Bank S.A.  
Dublin Branch**  
4<sup>th</sup> Floor  
One George's Quay Plaza  
George's Quay, Dublin 2, Ireland

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RBC Investor Services Bank S.A., Dublin Branch  
is a branch of RBC Investor Services Bank S.A.  
Registered office: 14, Porte de France, L-4360 Esch-sur-Alzette, Luxembourg  
Registered in Ireland 905449  
Incorporated in Luxembourg with Limited Liability  
Registered in Luxembourg B 47 192



## ***Independent auditors' report to the members of Carolon Investment Funds plc***

### **Report on the audit of the financial statements**

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#### **Opinion**

In our opinion, Carolon Investment Funds plc's financial statements:

- give a true and fair view of the Company's and sub-funds' assets, liabilities and financial position as at 31 December 2020 and of their results for the year then ended;
- have been properly prepared in accordance with Generally Accepted Accounting Practice in Ireland (accounting standards issued by the Financial Reporting Council of the UK, including Financial Reporting Standard 102 "The Financial Reporting Standard applicable in the UK and Republic of Ireland" and Irish law); and
- have been properly prepared in accordance with the requirements of the Companies Act 2014 and the European Communities (Undertakings for Collective Investment in Transferable Securities) Regulations 2011 (as amended).

We have audited the financial statements, included within the Annual Report and Audited Financial Statements, which comprise:

- the statements of financial position for the company and each of its sub-funds as at 31 December 2020;
- the statements of comprehensive income for the company and each of its sub-funds for the year then ended;
- the statements of changes in net assets attributable to holders of redeemable participating shares for the company and each of its sub-funds for the year then ended;
- the schedule of investments for each of the sub-funds as at 31 December 2020; and
- the notes to the financial statements for the Company and for each of its sub-funds, which include a description of the significant accounting policies.

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#### **Basis for opinion**

We conducted our audit in accordance with International Standards on Auditing (Ireland) ("ISAs (Ireland)") and applicable law.

Our responsibilities under ISAs (Ireland) are further described in the Auditors' responsibilities for the audit of the financial statements section of our report. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion.

#### **Independence**

We remained independent of the Company in accordance with the ethical requirements that are relevant to our audit of the financial statements in Ireland, which includes IAASA's Ethical Standard, and we have fulfilled our other ethical responsibilities in accordance with these requirements.

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#### **Conclusions relating to going concern**

Based on the work we have performed, we have not identified any material uncertainties relating to events or conditions that, individually or collectively, may cast significant doubt on the Company's and sub-funds' ability to continue as a going concern for a period of at least twelve months from the date on which the financial statements are authorised for issue.

In auditing the financial statements, we have concluded that the directors' use of the going concern basis of accounting in the preparation of the financial statements is appropriate.

However, because not all future events or conditions can be predicted, this conclusion is not a guarantee as to the Company's and sub-funds' ability to continue as a going concern.

Our responsibilities and the responsibilities of the directors with respect to going concern are described in the relevant sections of this report.



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## Reporting on other information

The other information comprises all of the information in the Annual Report and Audited Financial Statements other than the financial statements and our auditors' report thereon. The directors are responsible for the other information. Our opinion on the financial statements does not cover the other information and, accordingly, we do not express an audit opinion or, except to the extent otherwise explicitly stated in this report, any form of assurance thereon. In connection with our audit of the financial statements, our responsibility is to read the other information 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 we identify an apparent material inconsistency or material misstatement, we are required to perform procedures to conclude whether there is a material misstatement of the financial statements or a material misstatement of the other information. 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 based on these responsibilities.

With respect to the Report of the Directors, we also considered whether the disclosures required by the Companies Act 2014 have been included.

Based on the responsibilities described above and our work undertaken in the course of the audit, ISAs (Ireland) and the Companies Act 2014 require us to also report certain opinions and matters as described below:

- In our opinion, based on the work undertaken in the course of the audit, the information given in the Report of the Directors for the year ended 31 December 2020 is consistent with the financial statements and has been prepared in accordance with applicable legal requirements.
- Based on our knowledge and understanding of the Company and its environment obtained in the course of the audit, we have not identified any material misstatements in the Report of the Directors.

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## Responsibilities for the financial statements and the audit

### *Responsibilities of the directors for the financial statements*

As explained more fully in the Directors' responsibilities statement set out on page 5, the directors are responsible for the preparation of the financial statements in accordance with the applicable framework and for being satisfied that they give a true and fair view.

The directors are also responsible for such internal control as they determine is necessary to enable the preparation of financial statements that are free from material misstatement, whether due to fraud or error.

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

### *Auditors' responsibilities for the audit of the financial statements*

Our objectives are to obtain reasonable assurance about whether the financial statements as a whole are free from material misstatement, whether due to fraud or error, and to issue an auditors' report that includes our opinion. Reasonable assurance is a high level of assurance, but is not a guarantee that an audit conducted in accordance with ISAs (Ireland) 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.

Our audit testing might include testing complete populations of certain transactions and balances, possibly using data auditing techniques. However, it typically involves selecting a limited number of items for testing, rather than testing complete populations. We will often seek to target particular items for testing based on their size or risk characteristics. In other cases, we will use audit sampling to enable us to draw a conclusion about the population from which the sample is selected.

A further description of our responsibilities for the audit of the financial statements is located on the IAASA website at:

[https://www.iaasa.ie/getmedia/b2389013-1cf6-458b-9b8f-a98202dc9c3a/Description\\_of\\_auditors\\_responsibilities\\_for\\_audit.pdf](https://www.iaasa.ie/getmedia/b2389013-1cf6-458b-9b8f-a98202dc9c3a/Description_of_auditors_responsibilities_for_audit.pdf)

This description forms part of our auditors' report.



### *Use of this report*

This report, including the opinions, has been prepared for and only for the Company's members as a body in accordance with section 391 of the Companies Act 2014 and for no other purpose. We do not, in giving these opinions, accept or assume responsibility for any other purpose or to any other person to whom this report is shown or into whose hands it may come save where expressly agreed by our prior consent in writing.

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## **Other required reporting**

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### **Companies Act 2014 opinions on other matters**

- We have obtained all the information and explanations which we consider necessary for the purposes of our audit.
  - In our opinion the accounting records of the Company were sufficient to permit the financial statements to be readily and properly audited.
  - The financial statements are in agreement with the accounting records.
- 

### **Companies Act 2014 exception reporting**

#### *Directors' remuneration and transactions*

Under the Companies Act 2014 we are required to report to you if, in our opinion, the disclosures of directors' remuneration and transactions specified by sections 305 to 312 of that Act have not been made. We have no exceptions to report arising from this responsibility.

A handwritten signature in black ink that reads 'Patricia Johnston'.

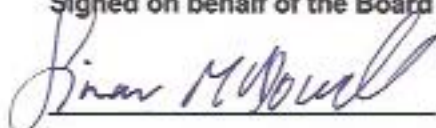
Patricia Johnston  
for and on behalf of PricewaterhouseCoopers  
Chartered Accountants and Statutory Audit Firm  
Dublin  
22 April 2021

**CAROLON INVESTMENT FUNDS PLC**

**COMBINED STATEMENT OF FINANCIAL POSITION  
AS AT 31 DECEMBER 2020**

	Note	Company Total 31 December 2020 USD	Company Total 31 December 2019 USD
<b>Assets</b>			
Financial assets at Fair Value through Profit or Loss	(2)	333,389,359	92,545,206
Cash at bank	(5)	5,082,558	700,463
Amount receivable on subscriptions		111,967	68,417
Amount receivable on sale of securities		770,911	620,770
Interest and dividend receivable, net	(2)	186,827	8,390
Other assets		97,462	7,152
		<b>339,639,084</b>	<b>93,950,398</b>
<b>Liabilities</b>			
Amount payable on purchase of securities		-	55,385
Amount payable on redemptions		803,180	853,254
Investment Management fees payable	(3)	46,128	42,774
Manager fees payable	(3)	625	-
Distributor fees payable	(4)	17,736	18,332
Depository fees payable	(4)	8,113	5,475
Administration and Transfer Agency fees payable	(4)	11,479	10,442
Audit fees payable	(15)	19,351	18,236
Legal fees payable		47	-
Directors fees and expenses payable		9,225	558
Other liabilities		20,876	21,852
		<b>936,760</b>	<b>1,026,308</b>
<b>Net assets attributable to redeemable participating shareholders</b>		<b>338,702,324</b>	<b>92,924,090</b>

Signed on behalf of the Board of Directors:



**Simon McDowell**



**Simon O'Sullivan**

22 April 2021

The accompanying notes form an integral part of the financial statements.

# CAROLON INVESTMENT FUNDS PLC

## COMBINED STATEMENT OF COMPREHENSIVE INCOME FOR THE FINANCIAL YEAR ENDED 31 DECEMBER 2020

	Note	Company Total 31 December 2020 USD	Company Total 31 December 2019 USD
<b>Income</b>			
Net gain on investment activities	(8)	26,344,213	7,457,894
Dividends	(2)	446,664	490,793
Bank interest	(2)	4,073	13,650
Other income		104	-
<b>Total investment gain</b>		<b>26,795,054</b>	<b>7,962,337</b>
<b>Operating expenses</b>			
Investment Management fees	(3)	(425,750)	(407,105)
Manager fees	(4)	(52,017)	(46,270)
Administration and Transfer Agency fees	(4)	(67,302)	(63,417)
Audit fees	(15)	(43,979)	(24,142)
Distribution fees	(3)	(180,252)	(174,473)
Depository fees	(4)	(48,757)	(36,411)
Directors' fees and expenses	(3)	(34,339)	(33,587)
Legal fees		(14,102)	(42,201)
Transaction costs		(327,282)	(197,627)
Other expenses		(51,428)	(87,259)
<b>Total operating expenses</b>		<b>(1,245,208)</b>	<b>(1,112,492)</b>
<b>Operating Profit</b>		<b>25,549,846</b>	<b>6,849,845</b>
Withholding tax	(7)	(129,681)	(147,238)
<b>Profit for the financial year after withholding tax</b>		<b>25,420,165</b>	<b>6,702,607</b>

The accompanying notes form an integral part of the financial statements. All amounts arose solely from continuing operations. There are no gains and losses other than those dealt with in the combined statement of comprehensive income.



## CAROLON INVESTMENT FUNDS PLC

### COMBINED STATEMENT OF CHANGES IN NET ASSETS ATTRIBUTABLE TO HOLDER OF REDEEMABLE PARTICIPATING SHARES FOR THE FINANCIAL YEAR ENDED 31 DECEMBER 2020

	31 December 2020 USD	31 December 2019 USD
	Note	
<b>Net assets attributable to redeemable participating shareholders at beginning of the financial year</b>	<b>92,924,090</b>	<b>62,048,277</b>
<b>Profit for the financial year after withholding tax</b>	<b>25,420,165</b>	<b>6,702,607</b>
<b>Change due to subscriptions and redemptions of redeemable participating shares</b>		
Subscriptions	267,850,480	53,034,641
Redemptions	(47,992,270)	(28,861,435)
Net increase in net assets resulting from redeemable participating share transactions	(6) <u>219,858,210</u>	<u>24,173,206</u>
Currency translation	499,859	-
<b>Net Assets attributable to Holders of Redeemable Participating Shares at the end of the financial year</b>	<b><u>338,702,324</u></b>	<b><u>92,924,090</u></b>

The accompanying notes form an integral part of the financial statements.

## **CAROLON INVESTMENT FUNDS PLC**

### **THB U.S. Opportunities UCITS Fund**

#### **INVESTMENT MANAGER'S REPORT for the financial year ended 31 December 2020**

The Russell Microcap® Index (Index) returned 21% (USD) in 2020.

Information Technology (+50.2%) was the best performing sector in 2020 followed by Consumer Discretionary (+49.1%) and Health Care (+31.4%). Energy (-28.7%) was the worst performing sector, followed by Financials (-8.7%) and Utilities (-0.1%).

The THB U.S. Opportunities UCITS Fund returned 28.3% in USD in 2020 (net of fees) outperforming the Index by 732 bps.

The portfolio saw positive contribution from underallocation to Financials (+7.4%), overallocation to Consumer Discretionary (+4.0%) and stock selection in Energy(4.6%) . Underallocation to Health Care (-4.5%), stock selection in Health Care (-2.8%) and Information Technology (-1.8%) were primary detractors to performance.

THB's top five performing stocks (from a contribution standpoint) were Digital Turbine, Inc. (Information Technology, +4.4%), Cardlytics, Inc. (Communication Services , +3.3%), BJ's Restaurants, Inc. (Consumer Discretionary, +3.1%), TPI Composites, Inc. (Industrials, 3.0%) and Renewable Energy, Inc. (Energy, +2.9%).

The bottom five performing stocks (from a contribution standpoint) were Old Second Bancorp, Inc. (Financials, -2.1%), Home Trust Bancshares, Inc. (Financials, -2.0%), Heritage-Crystal Clean, Inc (Industrials, -2.0%), Hill International, Inc. (Industrials, -1.4%) and Graham Corporation (Industrials, -1.4%)

US equities were higher in 2020 with leadership coming from smaller capitalization equities. The combination of continued strong economic data and positive Covid-19 vaccine trials propelled US equities broadly higher. Worst case fears about a prolonged recovery and impairment of large swaths of the economy were misplaced. Economic data continued to improve throughout the year and by most measures the US is experiencing a V Shaped economic recovery. Of course, there will be companies and industries which do not participate in the recovery. While unfortunate, there have always been companies and sectors which fall behind during historical economic expansions. Structural advantages, secular changes and rapid decision making allow a certain cohort of companies to outperform their peers. This is a natural part of the Darwinian nature of capitalism and over longer periods of time, is beneficial to the economy as a whole. The COVID experience has also created a subset of companies which will perform relatively better than others and we remain focused on finding those companies and adding them to our strategy.

COVID-19 has elements of prior business recessions/recoveries, combined with unique elements all creating changes which are happening much faster than any prior cycles. The velocity of change is creating enormous opportunities within the share markets. Prior cycle playbooks have largely been rendered useless by the unique nature of COVID-19 and how it is reshaping the US economy. Nothing about the prior twelve months has been "normal" and the level of change is creating outstanding investment opportunities.

## CAROLON INVESTMENT FUNDS PLC

### THB U.S. Opportunities UCITS Fund

#### **INVESTMENT MANAGER'S REPORT (continued) for the financial year ended 31 December 2020**

A cornerstone of the US economy, the consumer, entered the pandemic in very good financial shape and has remained so despite the lockdowns and corresponding economic impact. Lower interest rates, government stimulus and a faster than expected economic recovery have left the consumer with higher cash balances and lower interest payments. Household debt service burdens have hit the lowest level in thirty years. Low debt service will allow consumers to continue to spend even if virus lockdowns continue to dampen economic output. The higher consumer cash balances will likely fuel better than anticipated GDP readings in the coming quarters as pent-up demand and spending flow through the economy.

Efforts towards decarbonization accelerated in this difficult year as corporations around the world made various pledges to lower their carbon footprint and governments gave monetary support necessary to achieve these goals. A confluence of events including continued falling production costs, governmental support / mandates, consumer awareness and corporate initiatives have served to accelerate green technologies and their utilization. Many countries, regions and corporations have pledged to have substantially lower or zero carbon emissions in next fifteen to thirty years. Solar, wind, hydrogen and clean / biofuels will all be necessary to achieve carbon targets. We are fortunate that many of the innovative companies within this universe are within the smaller capitalization range. Electric vehicles and related industries receive the bulk of media coverage, but to achieve lower carbon targets, a host of technologies and fuels will need to be utilized. Smaller capitalization companies offer exposure to these secular growth industries, but at reasonable valuations. Within our strategy, we own nine companies which provide meaningful exposure to efforts to lower global carbon levels.

Two recent additions to the strategy are Clean Energy Fuel Corp's (CLNE) which is enabling the build out of Renewable Natural Gas (RNG) infrastructure and Luna Innovations (LUNA) which manufactures optical components. Both companies are enabling our economy to pivot towards lower carbon solutions.

CLNE's principal business is supplying RNG, CNG (Compressed Natural Gas) and LNG (Liquefied Natural Gas) for medium and heavy-duty vehicles and providing operation and maintenance services for public and private vehicle fleet customer stations. RNG is waste derived fuel which is becoming commercialized and offers a low carbon alternative to traditional diesel fuels (chart below). Currently, there are four main sources of biogas used to produce RNG in the United States: 1) Municipal solid waste landfills, 2) Livestock farms; 3) Municipal water resource recovery facilities, and 4) Organic waste management operations. Methane from these sources is recycled (instead of released into the environment) and cleansed creating RNG. The commercialization of RNG is well underway as leading heavy-duty truck suppliers Paccar and Cummins are both supplying powertrains and engines which operate on RNG.

## **CAROLON INVESTMENT FUNDS PLC**

### **THB U.S. Opportunities UCITS Fund**

#### **INVESTMENT MANAGER'S REPORT (continued) for the financial year ended 31 December 2020**

Clean Energy Fuel Corp has the largest CNG, LNG and RNG refueling network in the United States with 550 stations, three times the size of the next competitor. Efforts to reduce carbon emissions and consume power from renewable resources provides a meaningful tailwind for RNG and their business is at an inflection point given its infrastructure has been built out (~\$1B spend during the last 5 years), significantly reducing capital spending needs going forward. The company has supply agreements with blue chip customers such as Waste Management, Home Depot, FedEx, Costco, Anheuser Busch and United Parcel Service (UPS). Total SE (European energy company) has partnered with CLNE to provide financing for CLNE's "Zero Now Truck Financing Program" which allows transportation companies to switch in RNG powered trucks from diesel.

Luna Innovations (LUNA) is a manufacturer of proprietary fiber optic testing equipment, fiber optic-based sensors, temperature, and strain sensors. Their business is being driven by two secular growth opportunities. Optical technology is gaining increased share of computing and data transmission markets. Light travels over one hundred times faster than electricity and optical components are quickly displacing copper. Vehicle light weighting is the other area of strong growth for the company. Demand is being driven as traditional automotive companies aim to lower vehicle weights to decrease fuel consumption and electric vehicle manufacturers continue to discover ways to increase the battery life of their cars. End market drivers for Luna products are 5G, IOT, smart infrastructure, light weighting and process control.

#### **Outlook**

2020 witnessed an incredible amount of medical and scientific progress, a geopolitical pivot away from China, peak globalization, increased awareness and progress towards decarbonization, geographic worker mobility and rapid corporate innovation. It is impossible to predict the exact impact from these events and developments, but they will affect markets and the economy for years to come. The status quo will shift creating both risks and opportunities. We believe such an environment is ideal for smaller capitalization equities and active management.

#### **THB Asset Management**

**Date: 25 March 2021**

## THB U.S. Opportunities UCITS Fund

### STATEMENT OF FINANCIAL POSITION AS AT 31 DECEMBER 2020

	Note	31 December 2020 USD	31 December 2019 USD
<b>Assets</b>			
Financial assets at fair value through profit or loss	(2)	110,469,069	92,545,206
Cash at bank	(5)	494,967	700,463
Amount receivable on subscriptions		111,967	68,417
Amount receivable on sale of securities		770,911	620,770
Interest and dividend receivable, net	(2)	12,712	8,390
Other assets		6,813	7,152
		<b>111,866,439</b>	<b>93,950,398</b>
<b>Liabilities</b>			
Amount payable on purchase of securities		-	55,385
Amount payable on redemptions		803,180	853,254
Investment Management fees payable	(3)	41,383	42,774
Distributor fees payable	(3)	17,736	18,332
Depositary fees payable	(4)	7,744	5,475
Administration and Transfer Agency fees payable	(4)	11,299	10,442
Audit fees payable	(15)	19,203	18,236
Directors fees and expenses payable		9,148	558
Other liabilities		15,315	21,852
		<b>925,008</b>	<b>1,026,308</b>
<b>Net assets attributable to redeemable participating shareholders</b>		<b>110,941,431</b>	<b>92,924,090</b>
Redeemable participating shares – Class F GBP Accumulating		96,294.29	129,653.28
Net asset value per share – Class F GBP Accumulating		£13.05	£10.62
Redeemable participating shares – Class I EUR Accumulating		4,734.85	35,843.75
Net asset value per share – Class I EUR Accumulating		€12.91	€11.10
Redeemable participating shares – Class I GBP Accumulating		720,351.06	3,367,053.85
Net asset value per share – Class I GBP Accumulating		£12.96	£10.57
Redeemable participating shares – Class P GBP Accumulating		5,588,876.61	3,204,527.12
Net asset value per share – Class P GBP Accumulating		£12.61	£10.25

The accompanying notes form an integral part of the financial statements.

## THB U.S. Opportunities UCITS Fund

### STATEMENT OF COMPREHENSIVE INCOME FOR THE FINANCIAL YEAR ENDED 31 DECEMBER 2020

	Note	31 December 2020 USD	31 December 2019 USD
<b>Income</b>			
Net gain on investment activities	(8)	26,961,297	7,457,894
Dividends	(2)	446,664	490,793
Bank interest	(2)	2,025	13,650
<b>Total investment gain</b>		<b>27,409,986</b>	<b>7,962,337</b>
<b>Operating expenses</b>			
Investment Management fees	(3)	(421,016)	(407,105)
Manager fees	(4)	(51,392)	(46,270)
Administration and Transfer Agency fees	(4)	(67,122)	(63,417)
Audit fees	(15)	(43,831)	(24,142)
Distribution fees	(3)	(180,252)	(174,473)
Depository fees	(4)	(48,390)	(36,411)
Directors' fees and expenses	(3)	(34,262)	(33,587)
Legal fees		(14,055)	(42,201)
Transaction costs		(327,282)	(197,627)
Other expenses		(51,257)	(87,259)
<b>Total operating expenses</b>		<b>(1,238,859)</b>	<b>(1,112,492)</b>
<b>Operating profit</b>		<b>26,171,127</b>	<b>6,849,845</b>
Withholding tax	(7)	(129,681)	(147,238)
<b>Profit for the financial year after withholding tax</b>		<b>26,041,446</b>	<b>6,702,607</b>

The accompanying notes form an integral part of the financial statements. All amounts arose solely from continuing operations. There are no gains and losses other than those dealt with in the combined statement of comprehensive income.



## THB U.S. Opportunities UCITS Fund

### STATEMENT OF CHANGES IN NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE PARTICIPATING SHARES FOR THE FINANCIAL YEAR ENDED 31 DECEMBER 2020

	Note	31 December 2020 USD	31 December 2019 USD
<b>Net assets attributable to redeemable participating shareholders at beginning of the financial year</b>		<b>92,924,090</b>	<b>62,048,277</b>
<b>Profit for the financial year after withholding tax</b>		<b>26,041,446</b>	<b>6,702,607</b>
<b>Change due to subscriptions and redemptions of redeemable participating shares</b>			
Subscriptions		39,968,165	53,034,641
Redemptions		<u>(47,992,270)</u>	<u>(28,861,435)</u>
Net (decrease)/increase in net assets resulting from redeemable participating share transactions	(6)	<u>(8,024,105)</u>	<u>24,173,206</u>
<b>Net assets attributable to redeemable participating shareholders at end of financial year</b>		<b><u>110,941,431</u></b>	<b><u>92,924,090</u></b>

The accompanying notes form an integral part of the financial statements.

## THB U.S. Opportunities UCITS Fund

### SCHEDULE OF INVESTMENTS AS AT 31 DECEMBER 2020

Description	Nominal Holdings/ Face value	Currency	Acquisition cost	Fair Value USD	% net assets
<b>A) TRANSFERABLE SECURITIES ADMITTED TO AN OFFICIAL STOCK EXCHANGE LISTING</b>					
<b>1) LISTED SECURITIES : EQUITIES (31 December 2019 : 99.59%)</b>					
UNITED STATES OF AMERICA (31 December 2019 : 99.59%)					
Addus HomeCare Corp	10,554	USD	913,429	1,235,768	1.10
Allied Motion Technologies Inc	31,351	USD	1,279,609	1,602,036	1.44
Altra Industrial Motion Corp	9,424	USD	272,356	522,372	0.47
Ambarella Inc	6,623	USD	332,113	608,123	0.55
Ameresco Inc	20,736	USD	539,059	1,083,249	0.97
America's Car-Mart Inc	11,721	USD	889,098	1,287,434	1.16
Amneal Pharmaceuticals Inc	256,347	USD	1,290,204	1,171,506	1.05
Apollo Medical Holdings Inc	26,497	USD	450,544	484,099	0.44
Aspen Group Inc	55,940	USD	669,296	622,613	0.55
Atrion Corp	1,475	USD	1,063,311	947,303	0.85
Bassett Furniture Industries Inc	41,760	USD	508,352	838,541	0.78
BayCom Corp	55,505	USD	999,479	842,011	0.77
BioLife Solutions Inc	49,179	USD	860,849	1,961,750	1.77
BJ's Restaurants Inc	74,313	USD	1,168,959	2,860,308	2.59
Boot Barn Holdings Inc	44,426	USD	815,867	1,926,310	1.72
Cardiovascular Systems Inc	22,074	USD	868,726	965,957	0.87
Century Communities Inc	38,256	USD	1,048,361	1,674,849	1.51
Cheesecake Factory Inc	57,998	USD	1,090,080	2,149,406	1.93
Chuy's Holdings Inc	22,365	USD	484,802	592,448	0.54
CIRCOR International Inc	41,269	USD	1,207,965	1,586,381	1.42
Clean Energy Fuels Corp	162,810	USD	804,275	1,279,686	1.15
Coherus Biosciences Inc	33,309	USD	605,773	578,911	0.53
CryoLife Inc	34,856	USD	821,634	822,951	0.74
Del Taco Restaurants Inc	89,387	USD	462,670	809,845	0.73
Echo Global Logistics Inc	16,490	USD	469,758	442,261	0.40
ePlus Inc	21,207	USD	1,585,830	1,865,156	1.69
First Bancshares Inc	14,725	USD	431,959	454,709	0.42
First Busey Corp	130,369	USD	2,686,188	2,809,453	2.52
Frank's International NV	200,415	USD	567,980	549,137	0.49
Geospace Technologies Corp	59,194	USD	469,444	506,701	0.46
Graham Corp	78,045	USD	1,549,172	1,184,722	1.08
Greenbrier Cos Inc	39,693	USD	1,098,007	1,444,031	1.30
Guess Inc	130,681	USD	1,197,610	2,956,004	2.66
Harsco Corp	81,371	USD	686,024	1,463,050	1.32
Heritage Financial Corp	37,003	USD	893,533	865,500	0.78
Hyster-Yale Materials Handling Inc	42,262	USD	2,371,803	2,516,702	2.29
Ichor Holdings Ltd	47,002	USD	1,227,384	1,416,876	1.28
IES Holdings Inc	14,242	USD	332,296	655,701	0.58
Insteel Industries Inc	32,848	USD	680,015	731,524	0.66
Iteris Inc	63,434	USD	337,810	358,403	0.32
Johnson Outdoors Inc	5,465	USD	340,122	615,522	0.55
Joint Corp	79,069	USD	1,328,835	2,076,353	1.87
Kadant Inc	6,944	USD	661,658	978,965	0.89
Kaiser Aluminum Corp	4,100	USD	313,023	405,490	0.37

## THB U.S. Opportunities UCITS Fund

### SCHEDULE OF INVESTMENTS (continued) AS AT 31 DECEMBER 2020

Description	Nominal Holdings/ Face value	Currency	Acquisition cost	Fair Value USD	% net assets
<b>A) TRANSFERABLE SECURITIES ADMITTED TO AN OFFICIAL STOCK EXCHANGE LISTING (continued)</b>					
<b>1) LISTED SECURITIES : EQUITIES (December 31, 2019 : 99.59%) (continued)</b>					
UNITED STATES OF AMERICA (continued)					
Koppers Holdings Inc	53,361	USD	1,455,566	1,662,728	1.51
Lantheus Holdings Inc	39,257	USD	779,511	529,579	0.48
LeMaitre Vascular Inc	48,842	USD	1,576,998	1,978,105	1.78
Ligand Pharmaceuticals Inc	5,342	USD	580,183	531,262	0.48
Luna Innovations Inc	93,124	USD	572,496	920,065	0.83
M/I Homes Inc	35,471	USD	1,224,576	1,571,011	1.42
Meridian Bioscience Inc	28,640	USD	434,621	535,282	0.48
Mesa Laboratories Inc	2,678	USD	613,007	767,623	0.69
Movado Group Inc	15,940	USD	284,413	264,923	0.24
MYR Group Inc	7,305	USD	251,513	439,031	0.39
Napco Security Technologies Inc	41,233	USD	948,463	1,081,129	0.96
Natural Gas Services Group Inc	41,596	USD	654,219	394,327	0.33
NN Inc	180,696	USD	1,053,527	1,187,172	1.06
Noodles & Co	83,906	USD	613,469	662,858	0.60
Northwest Pipe Co	28,565	USD	855,299	808,389	0.72
Old Second Bancorp Inc	129,558	USD	1,561,880	1,308,536	1.18
Onto Innovation Inc	31,205	USD	1,035,948	1,483,799	1.34
Orion Energy Systems Inc	99,850	USD	666,277	987,516	0.89
Orion Group Holdings Inc	213,186	USD	978,445	1,057,402	0.97
Orthofix Medical Inc	31,038	USD	1,244,341	1,334,014	1.21
Pacira BioSciences Inc	4,510	USD	248,874	269,878	0.24
PAR Technology Corp	45,335	USD	1,122,470	2,846,584	2.57
Perficient Inc	56,796	USD	1,833,352	2,706,330	2.43
Ping Identity Holding Corp	37,634	USD	986,533	1,077,837	0.97
Preformed Line Products Co	14,466	USD	861,611	990,053	0.90
Pro-Dex Inc	18,811	USD	275,687	582,577	0.53
Providence Service Corp	6,329	USD	424,056	877,390	0.79
Randolph Bancorp Inc	42,573	USD	657,649	939,161	0.85
Renewable Energy Group Inc	36,372	USD	771,101	2,575,865	2.31
Retractable Technologies Inc	117,171	USD	1,145,354	1,256,072	1.14
REX American Resources Corp	6,739	USD	542,758	495,116	0.47
RPC Inc	271,902	USD	882,205	856,491	0.78
Ruth's Hospitality Group Inc	19,690	USD	325,573	349,104	0.32
Shyft Group Inc	20,781	USD	535,772	589,765	0.53
SkyWest Inc	40,003	USD	1,279,171	1,612,521	1.45
Sleep Number Corp	24,954	USD	1,007,771	2,042,734	1.84
Sonos Inc	51,135	USD	689,112	1,196,046	1.08
TPI Composites Inc	59,304	USD	1,309,592	3,130,064	2.83
Transcat Inc	41,266	USD	1,121,296	1,431,106	1.31
Ultra Clean Holdings Inc	70,601	USD	1,593,759	2,199,220	1.98
Ultralife Corp	112,912	USD	957,117	730,541	0.63
Universal Technical Institute Inc	147,519	USD	1,088,176	952,972	0.87

## THB U.S. Opportunities UCITS Fund

### SCHEDULE OF INVESTMENTS (continued) AS AT 31 DECEMBER 2020

Description	Nominal Holdings/ Face value	Currency	Acquisition cost	Fair Value USD	% net assets
<b>A) TRANSFERABLE SECURITIES ADMITTED TO AN OFFICIAL STOCK EXCHANGE LISTING (continued)</b>					
<b>1) LISTED SECURITIES : EQUITIES (December 31, 2019 : 99.59%) (continued)</b>					
UNITED STATES OF AMERICA (continued)					
Upland Software Inc	48,923	USD	1,697,700	2,245,077	2.01
US Concrete Inc	38,840	USD	1,184,046	1,552,435	1.40
US Xpress Enterprises Inc	104,613	USD	562,106	715,554	0.63
Vericel Corp	37,430	USD	972,377	1,155,838	1.05
Vicor Corp	4,788	USD	177,249	441,550	0.39
Vishay Precision Group Inc	26,666	USD	809,444	839,444	0.75
Willdan Group Inc	19,839	USD	552,246	827,287	0.75
Zix Corp	84,541	USD	552,993	729,589	0.65
<b>Total United States of America (31 December 2019 : 92,545,206)</b>			<b>82,227,164</b>	<b>110,469,069</b>	<b>99.57</b>
<b>TOTAL LISTED SECURITIES : EQUITIES (31 December 2019 : 92,545,206)</b>			<b>82,227,164</b>	<b>110,469,069</b>	<b>99.57</b>
<b>TOTAL TRANSFERABLE SECURITIES ADMITTED TO AN OFFICIAL STOCK EXCHANGE LISTING (31 December 2019 : 92,545,206)</b>			<b>82,227,164</b>	<b>110,469,069</b>	<b>99.57</b>
<b>TOTAL INVESTMENTS (31 December 2019 : 92,545,206)</b>				<b>110,469,069</b>	<b>99.57</b>
<b>CASH AND OTHER NET ASSETS LESS LIABILITIES (31 December 2019 : 378,884)</b>				<b>472,362</b>	<b>0.43</b>
<b>TOTAL NET ASSETS</b>				<b>110,941,431</b>	<b>100.00</b>
<b>(expressed in USD)</b>					
<b>Description</b>					<b>% Total assets</b>
<b>TOTAL TRANSFERABLE SECURITIES ADMITTED TO AN OFFICIAL STOCK EXCHANGE LISTING</b>					<b>98.75</b>
<b>CASH AT BANK</b>					<b>0.44</b>
<b>OTHER CURRENT ASSETS</b>					<b>0.81</b>
<b>TOTAL</b>					<b>100.00</b>

## THB U.S. Opportunities UCITS Fund

### SIGNIFICANT PORTFOLIO CHANGES (unaudited)

PURCHASES* SECURITY NAME	QUANTITY	COST USD
Cardlytics Inc	32,311	1,321,922
US Concrete Inc	38,840	1,184,046
Retractable Technologies Inc	117,171	1,145,355
First Busey Corp	62,720	1,133,202
NN Inc	180,696	1,053,527
Vericel Corp	37,430	972,377
Diodes Inc	22,599	928,289
Verra Mobility Corp	129,357	917,957
Heritage Financial Corp	37,003	893,533
Onto Innovation Inc	27,024	889,236
RPC Inc	271,902	882,202
SkyWest Inc	28,670	871,352
BlueLinx Holdings Inc	52,610	844,546
Clean Energy Fuels Corp	162,810	804,276
Greenbrier Cos Inc	28,830	799,914
Churchill Capital Corp II	68,710	794,659
US Xpress Enterprises Inc	128,000	770,452
Perficient Inc	22,790	749,330
Hyster-Yale Materials Handling Inc	13,590	724,101
Aspen Group Inc	55,940	669,296
Ping Identity Holding Corp	35,008	649,363
Digital Turbine Inc	109,353	648,323
Amneal Pharmaceuticals Inc	134,200	647,844
CIRCOR International Inc	22,710	641,423
Advanced Energy Industries Inc	15,241	631,363
Jack in the Box Inc	20,550	607,379
Hub Group Inc	12,370	572,840
Guess Inc	67,000	567,663
Shyft Group Inc	20,781	535,772
Fulgent Genetics Inc	34,550	527,876
Forward Air Corp	9,795	471,834
Echo Global Logistics Inc	16,490	469,757
Geospace Technologies Corp	59,194	469,444
Orion Energy Systems Inc	53,150	400,261
Bassett Furniture Industries Inc	29,040	368,735
Pacira BioSciences Inc	9,390	365,649
Boot Barn Holdings Inc	19,640	363,639
TimkenSteel Corp	52,456	358,225
Napco Security Technologies Inc	15,720	345,140

\* Represents all purchases which were above 1% of total purchases made during the financial year.

## THB U.S. Opportunities UCITS Fund

### SIGNIFICANT PORTFOLIO CHANGES (unaudited) (continued)

SALES*		PROCEEDS
SECURITY NAME	QUANTITY	USD
Digital Turbine Inc	168,714	4,193,928
Cardlytics Inc	47,211	3,969,025
PAR Technology Corp	88,319	3,118,820
Renewable Energy Group Inc	80,013	2,670,478
Fulgent Genetics Inc	67,918	2,664,830
Johnson Outdoors Inc	26,891	2,110,659
Jack in the Box Inc	23,017	1,686,667
Method Electronics Inc	52,664	1,680,576
Argan Inc	43,196	1,544,066
UFP Technologies Inc	35,309	1,507,106
Verra Mobility Corp	129,357	1,332,229
Ambarella Inc	19,235	1,328,307
Addus HomeCare Corp	16,706	1,284,900
Ultra Clean Holdings Inc	52,991	1,255,286
Miller Industries Inc	45,801	1,246,308
Altra Industrial Motion Corp	25,377	1,219,527
US Xpress Enterprises Inc	132,210	1,158,252
Diodes Inc	22,599	1,149,421
TPI Composites Inc	40,942	1,147,540
Sonos Inc	80,832	1,141,049
Century Communities Inc	26,275	1,107,437
Luminex Corp	42,393	1,095,725
Advanced Energy Industries Inc	15,241	1,052,543
MYR Group Inc	35,670	1,017,204
H&E Equipment Services Inc	35,639	1,014,437
Onto Innovation Inc	29,868	999,530
Ping Identity Holding Corp	30,370	993,814
Heritage-Crystal Clean Inc	64,173	991,681
Virtusa Corp	24,881	944,564
Koppers Holdings Inc	35,747	909,438
BioLife Solutions Inc	29,309	903,407
Vicor Corp	10,801	871,209
Churchill Capital Corp II	83,110	854,899

\* Represents all sales which were above 1% of total sales made during the financial year.

A full listing of the portfolio changes for the year is available, upon request, at no extra cost from the Administrator.



## **CAROLON INVESTMENT FUNDS**

### **James Hambro Harrier Adventurous Fund**

#### **INVESTMENT MANAGER'S REPORT for the financial year ended 31 December 2020**

The James Hambro Harrier Adventurous Fund launched on 30 December 2020 as result of the merger of the assets of the relevant sub-fund of the IFSL James Hambro Umbrella Fund.

A combination of strong equity performance and a gradual reallocation from cash has taken the fund from c.10% underweight in equities during the peak of the crisis in March to neutral relative to our benchmark by the end of the year.

Within equities, our bias for companies with low cyclical and sustainable long-term growth credentials typically lags in a 'market recovery' scenario – we have one bank and no energy companies in the fund. On each day a new vaccine was announced during November, the unprecedented strength of the move back to the 'Covid losers' had commentators and strategists predicting a more marked change in leadership from steady and dependable growth to economically sensitive and cyclical value. Conscious of our style bias we continued to add to companies in the portfolio most impacted by lockdowns. These include JPMorgan, Next, Allegion, Rio Tinto, LVMH, AIA, Visa and Alphabet, all which rose considerably more than the market during the year.

Gold remains the largest single position in the fund. With the Federal Reserve now explicitly aiming for a period of 'above target' inflation the yellow metal's credentials as an important strategic allocation for multi-asset investors looks to be strengthening.

The prevailing dynamics of low interest rates, supportive governments and strong consumer balance sheets are likely to dictate the direction of both economies and investment markets in 2021 and beyond. Whilst the unpredictability of the trajectory of the virus cautions against complacency, it seems likely that pent-up consumer spending power should be set free as economies open up and provide the impetus for strong economic performance as we enter the second half of the year.

**James Hambro & Partners LLP**

**Date: 25 March 2021**

## James Hambro Harrier Adventurous Fund

### STATEMENT OF FINANCIAL POSITION AS AT 31 DECEMBER 2020

	Note	31 December 2020* GBP
<b>Assets</b>		
Financial assets at fair value through profit or loss	(2)	14,557,568
Cash at bank	(5)	97,029
Interest and dividend receivable, net	(2)	5,791
Other assets		10,440
		<u>14,670,828</u>
<b>Liabilities</b>		
Investment Management fees payable	(3)	239
Manager fees payable		40
Depositary fees payable	(4)	56
Administration and Transfer Agency fees payable	(4)	16
Audit fees payable	(15)	27
Legal fees payable		3
Directors fees and expenses payable		5
Other liabilities		547
		<u>933</u>
<b>Net assets attributable to redeemable participating shareholders</b>		<u><b>14,669,895</b></u>
Redeemable participating shares - Class A GBP Distributing		13,344,785.35
Net asset value per shares - Class A GBP Distributing		£1.10

\*Sub-Fund launched on 30 December 2020 and as result there are no comparatives.

The accompanying notes form an integral part of the financial statements.

## James Hambro Harrier Adventurous Fund

### STATEMENT OF COMPREHENSIVE INCOME FOR THE FINANCIAL YEAR ENDED 31 DECEMBER 2020

	Note	31 December 2020 GBP*
<b>Income</b>		
Net loss on investment activities	(8)	(71,090)
<b>Total investment loss</b>		<b>(71,090)</b>
<b>Operating expenses</b>		
Investment Management fees	(3)	(239)
Manager fees	(4)	(40)
Administration and Transfer Agency fees	(4)	(16)
Audit fees	(15)	(27)
Depository fees	(4)	(56)
Directors' fees and expenses	(3)	(5)
Legal fees		(3)
Other expenses		(18)
<b>Total operating expenses</b>		<b>(404)</b>
<b>Operating loss</b>		<b>(71,494)</b>
Withholding tax	(7)	-
<b>Loss for the financial year after withholding tax</b>		<b>(71,494)</b>

\*Sub-Fund launched on 30 December 2020 and as result there are no comparatives.

The accompanying notes form an integral part of the financial statements. All amounts arose solely from continuing operations. There are no gains and losses other than those dealt with in the combined statement of comprehensive income.

## James Hambro Harrier Adventurous Fund

### STATEMENT OF CHANGES IN NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE PARTICIPATING SHARES FOR THE FINANCIAL YEAR ENDED 31 DECEMBER 2020

	Note	31 December 2020* GBP
<b>Net assets attributable to redeemable participating shareholders at beginning of the financial year</b>		-
<b>Loss for the financial year after withholding tax</b>		<b>(71,494)</b>
<b>Change due to subscriptions and redemptions of redeemable participating shares</b>		
Subscriptions		<u>14,741,389</u>
Net increase in net assets resulting from redeemable participating share transactions	(6)	<u>14,741,389</u>
<b>Net assets attributable to redeemable participating shareholders at end of financial year</b>		<b><u>14,669,895</u></b>

\* Sub-Fund launched on 30 December 2020 and as result there are no comparatives.

The accompanying notes form an integral part of the financial statements.

## James Hambro Harrier Adventurous Fund

### SCHEDULE OF INVESTMENTS AS AT 31 DECEMBER 2020

Description	Nominal Holdings/ Face value	Currency	Acquisition cost	Fair Value GBP	% net assets
<b>A) TRANSFERABLE SECURITIES ADMITTED TO AN OFFICIAL STOCK EXCHANGE LISTING</b>					
<b>1) LISTED SECURITIES : EQUITIES</b>					
CAYMAN ISLANDS					
Alibaba Group Holding Ltd	11,100	HKD	248,655	243,591	1.66
Shenzhou International Group Holdings Ltd	17,596	HKD	249,010	252,341	1.72
<b>Total Cayman Islands</b>			<b>497,665</b>	<b>495,932</b>	<b>3.38</b>
FRANCE					
LVMH Moet Hennessy Louis Vuitton SE	557	EUR	259,289	254,718	1.74
<b>Total France</b>			<b>259,289</b>	<b>254,718</b>	<b>1.74</b>
GREAT BRITAIN					
Compass Group plc	17,981	GBP	252,274	245,081	1.67
Diageo plc	8,847	GBP	266,051	254,617	1.74
London Stock Exchange Group plc	3,195	GBP	293,748	287,806	1.96
Next plc	3,908	GBP	281,337	276,921	1.89
RELX plc	13,939	GBP	256,199	249,856	1.70
Rentokil Initial plc	45,482	GBP	238,098	231,776	1.58
Rio Tinto plc	5,029	GBP	281,247	275,086	1.88
Unilever plc	5,649	GBP	251,268	248,104	1.69
Worldwide Healthcare Trust plc	12,093	GBP	454,697	450,464	3.07
<b>Total Great Britain</b>			<b>2,574,919</b>	<b>2,519,711</b>	<b>17.18</b>
GUERNSEY					
BH Macro Ltd	2,527	GBP	88,445	88,445	0.61
Sequoia Economic Infrastructure Income Fund Ltd	172,590	GBP	190,022	189,512	1.29
Starwood European Real Estate Finance Ltd	230,221	GBP	207,659	207,199	1.41
<b>Total Guernsey</b>			<b>486,126</b>	<b>485,156</b>	<b>3.31</b>
HONG KONG					
AIA Group Ltd	29,800	HKD	272,142	267,097	1.82
<b>Total Hong Kong</b>			<b>272,142</b>	<b>267,097</b>	<b>1.82</b>
IRELAND					
Allegion plc	2,677	USD	223,631	227,916	1.55
Aon plc	1,780	USD	271,052	275,109	1.88
Linde plc	1,489	USD	284,203	287,038	1.96
<b>Total Ireland</b>			<b>778,886</b>	<b>790,063</b>	<b>5.39</b>
JAPAN					
Keyence Corp	600	JPY	248,469	246,580	1.68
Sony Corp	3,800	JPY	279,243	276,928	1.89
<b>Total Japan</b>			<b>527,712</b>	<b>523,508</b>	<b>3.57</b>

## James Hambro Harrier Adventurous Fund

### SCHEDULE OF INVESTMENTS (continued) AS AT 31 DECEMBER 2020

Description	Nominal Holdings/ Face value	Currency	Acquisition cost	Fair Value GBP	% net assets
<b>A) TRANSFERABLE SECURITIES ADMITTED TO AN OFFICIAL STOCK EXCHANGE LISTING (continued)</b>					
<b>1) LISTED SECURITIES : EQUITIES (continued)</b>					
JERSEY					
Experian plc	9,472	GBP	269,999	263,037	1.79
<b>Total Jersey</b>			<b>269,999</b>	<b>263,037</b>	<b>1.79</b>
NETHERLANDS					
Wolters Kluwer NV	3,539	EUR	225,919	218,764	1.49
<b>Total Netherlands</b>			<b>225,919</b>	<b>218,764</b>	<b>1.49</b>
SPAIN					
Grifols SA	11,759	EUR	257,324	251,347	1.71
<b>Total Spain</b>			<b>257,324</b>	<b>251,347</b>	<b>1.71</b>
SWITZERLAND					
Sika AG	1,365	CHF	277,448	273,155	1.86
<b>Total Switzerland</b>			<b>277,448</b>	<b>273,155</b>	<b>1.86</b>
TAIWAN					
Taiwan Semiconductor Manufacturing Co Ltd	3,418	USD	265,432	272,650	1.86
<b>Total Taiwan</b>			<b>265,432</b>	<b>272,650</b>	<b>1.86</b>
UNITED STATES OF AMERICA					
Alphabet Inc	222	USD	287,076	284,515	1.94
Comcast Corp	6,902	USD	261,712	264,578	1.80
Ecolab Inc	1,193	USD	188,256	188,827	1.29
Fidelity National Information Services Inc	2,676	USD	278,082	276,928	1.89
Intuit Inc	957	USD	266,401	265,933	1.81
Intuitive Surgical Inc	460	USD	275,503	275,303	1.88
JPMorgan Chase & Co	2,944	USD	270,720	273,671	1.87
Microsoft Corp	1,789	USD	295,043	291,093	1.98
Mondelez International Inc	6,170	USD	265,249	263,916	1.80
S&P Global Inc	1,100	USD	260,185	264,533	1.80
Thermo Fisher Scientific Inc	835	USD	284,400	284,521	1.94
UnitedHealth Group Inc	1,097	USD	280,294	281,426	1.92
Visa Inc	1,836	USD	289,567	293,784	2.00
<b>Total United States of America</b>			<b>3,502,488</b>	<b>3,509,028</b>	<b>23.92</b>
<b>TOTAL LISTED SECURITIES : EQUITIES</b>			<b>10,195,349</b>	<b>10,124,166</b>	<b>69.02</b>
<b>2) LISTED SECURITIES : EXCHANGE TRADED FUNDS</b>					
IRELAND					
iShares Physical Gold ETC	24,299	USD	656,516	657,137	4.48
<b>Total Ireland</b>			<b>656,516</b>	<b>657,137</b>	<b>4.48</b>

## James Hambro Harrier Adventurous Fund

### SCHEDULE OF INVESTMENTS (continued) AS AT 31 DECEMBER 2020

Description	Nominal Holdings/ Face value	Currency	Acquisition cost	Fair Value GBP	% net assets
<b>A) TRANSFERABLE SECURITIES ADMITTED TO AN OFFICIAL STOCK EXCHANGE LISTING (continued)</b>					
<b>3) LISTED SECURITIES : EXCHANGE TRADED FUNDS (continued)</b>					
<b>TOTAL LISTED SECURITIES : EXCHANGE TRADED FUNDS</b>			<b>656,516</b>	<b>657,137</b>	<b>4.48</b>
<b>3) LISTED SECURITIES : INVESTMENT FUNDS</b>					
GREAT BRITAIN					
BlackRock European Dynamic Fund	113,713	GBP	280,416	278,029	1.89
<b>Total Great Britain</b>			<b>280,416</b>	<b>278,029</b>	<b>1.89</b>
IRELAND					
Brown Advisory US Mid- Cap Fund	19,181	USD	290,219	290,321	1.98
Polar Capital Funds plc - Global Technology Fund	6,938	GBP	447,501	446,669	3.04
<b>Total Ireland</b>			<b>737,720</b>	<b>736,990</b>	<b>5.02</b>
<b>TOTAL LISTED SECURITIES : INVESTMENT FUNDS</b>			<b>1,018,136</b>	<b>1,015,019</b>	<b>6.91</b>
<b>TOTAL TRANSFERABLE SECURITIES ADMITTED TO AN OFFICIAL STOCK EXCHANGE LISTING</b>			<b>11,870,001</b>	<b>11,796,322</b>	<b>80.41</b>
<b>B) OTHER TRANSFERABLE SECURITIES</b>					
<b>1) OTHER TRANSFERABLE SECURITIES : INVESTMENT FUNDS</b>					
GREAT BRITAIN					
AXA Framlington UK Mid Cap Fund	353,378	GBP	414,159	406,738	2.77
Schroder Asian Alpha Plus Fund	201,293	GBP	257,655	260,876	1.78
<b>Total Great Britain</b>			<b>671,814</b>	<b>667,614</b>	<b>4.55</b>
IRELAND					
Coupland Cardiff Funds plc - CC Japan Alpha Fund	12,430	GBP	177,190	180,185	1.23
Kepler Liquid Strategies ICAV - KLS Arete Macro Fund	1,530	GBP	168,234	169,617	1.15
Lazard Global Investment Funds plc - Lazard Rathmore Alternative Fund	1,415	GBP	173,429	173,510	1.18
Lyxor Newcits IRL plc - Lyxor/Tiedemann Arbitrage Strategy Fund	1,393	GBP	167,239	167,239	1.14
Marshall Wace UCITS Fund plc - MW TOPS UCITS Fund	1,340	GBP	209,649	209,643	1.43

# James Hambro Harrier Adventurous Fund

## SCHEDULE OF INVESTMENTS (continued) AS AT 31 DECEMBER 2020

Description	Nominal Holdings/ Face value	Currency	Acquisition cost	Fair Value GBP	% net assets
<b>B) OTHER TRANSFERABLE SECURITIES (continued)</b>					
<b>1) OTHER TRANSFERABLE SECURITIES : INVESTMENT FUNDS (continued)</b>					
IRELAND (continued)					
Muzinich Global Short Duration Investment Grade Fund	1,897	GBP	188,770	188,846	1.29
Spyglass US Growth Fund UCITS	19,354	USD	258,741	253,310	1.73
<b>Total Ireland</b>			<b>1,343,252</b>	<b>1,342,350</b>	<b>9.15</b>
LUXEMBOURG					
Allianz Global Investors Fund - Allianz All China Equity	138	GBP	246,738	254,454	1.73
Fidelity Fund - Emerging Markets Focus Fund	190,092	GBP	269,931	269,931	1.84
Vontobel Fund - TwentyFour Absolute Return Credit Fund	2,195	GBP	226,919	226,897	1.55
<b>Total Luxembourg</b>			<b>743,588</b>	<b>751,282</b>	<b>5.12</b>
<b>TOTAL OTHER TRANSFERABLE SECURITIES : INVESTMENT FUNDS</b>			<b>2,758,654</b>	<b>2,761,246</b>	<b>18.82</b>
<b>TOTAL OTHER TRANSFERABLE SECURITIES</b>			<b>2,758,654</b>	<b>2,761,246</b>	<b>18.82</b>
<b>TOTAL INVESTMENTS</b>				<b>14,557,568</b>	<b>99.23</b>
<b>CASH AND OTHER NET ASSETS LESS LIABILITIES</b>				<b>112,327</b>	<b>0.77</b>
<b>TOTAL NET ASSETS</b>				<b>14,669,895</b>	<b>100.00</b>
(expressed in GBP)					
Description					% Total assets
<b>TOTAL TRANSFERABLE SECURITIES ADMITTED TO AN OFFICIAL STOCK EXCHANGE LISTING</b>					<b>80.41</b>
<b>TOTAL OTHER TRANSFERABLE SECURITIES</b>					<b>18.82</b>
<b>CASH AT BANK</b>					<b>0.66</b>
<b>OTHER CURRENT ASSETS</b>					<b>0.11</b>
<b>TOTAL</b>					<b>100.00</b>



## James Hambro Harrier Adventurous Fund

### SCHEDULE OF INVESTMENTS (continued) AS AT 31 DECEMBER 2020

Following table summarises the management fees paid by the underlying investments held by the Sub-Fund as at 31 December 2020.

Underlying investment	Management fee (in %)
Allianz Global Investors Fund - Allianz All China Equity	0.93
AXA Framlington UK Mid Cap Fund	0.60
BlackRock European Dynamic Fund	0.75
Brown Advisory US Mid-Cap Fund	0.50
Coupland Cardiff Funds plc - CC Japan Alpha Fund	0.75
Fidelity Fund - Emerging Markets Focus Fund	0.50
iShares Physical Gold ETC	0.15
Kepler Liquid Strategies ICAV - KLS Arete Macro Fund	1.25
Lazard Global Investment Funds plc - Lazard Rathmore Alternative Fund	0.75
Lyxor Newcits IRL plc - Lyxor/Tiedemann Arbitrage Strategy Fund	1.40
Marshall Wace UCITS Fund plc - MW TOPS UCITS Fund	1.33
Muzinich Global Short Duration Investment Grade Fund	0.25
Polar Capital Funds plc - Global Technology Fund	1.00
Schroder Asian Alpha Plus Fund	0.75
Spyglass US Growth Fund UCITS	0.60
Vontobel Fund - TwentyFour Absolute Return Credit Fund	0.25

## **James Hambro Harrier Adventurous Fund**

### **SIGNIFICANT PORTFOLIO CHANGES (unaudited)**

There were no purchases and no sales made during the year. Sub-Fund has launched on 30 December 2020 as result of the merger of assets of James Hambro Harrier Adventurous Fund of IFSL James Hambro Umbrella Fund.

## **CAROLON INVESTMENT FUNDS**

### **James Hambro Harrier Balanced Fund**

#### **INVESTMENT MANAGER'S REPORT for the financial year ended 31 December 2020**

The James Hambro Harrier Balanced Fund launched on 30 December 2020 as result of the merger of the assets of the relevant sub-fund of the IFSL James Hambro Umbrella Fund.

A combination of strong equity performance and a gradual reallocation from cash has taken the fund from c.10% underweight in equities during the peak of the crisis in March to neutral relative to our benchmark by the end of the year.

Within equities, our bias for companies with low cyclical and sustainable long-term growth credentials typically lags in a 'market recovery' scenario – we have one bank and no energy companies in the fund. On each day a new vaccine was announced during November, the unprecedented strength of the move back to the 'Covid losers' had commentators and strategists predicting a more marked change in leadership from steady and dependable growth to economically sensitive and cyclical value. Conscious of our style bias we continued to add to companies in the portfolio most impacted by lockdowns. These include JPMorgan, Next, Allegion, Rio Tinto, LVMH, AIA, Visa and Alphabet, all which rose considerably more than the market during the year.

Gold remains the largest single position in the fund. With the Federal Reserve now explicitly aiming for a period of 'above target' inflation the yellow metal's credentials as an important strategic allocation for multi-asset investors looks to be strengthening.

The prevailing dynamics of low interest rates, supportive governments and strong consumer balance sheets are likely to dictate the direction of both economies and investment markets in 2021 and beyond. Whilst the unpredictability of the trajectory of the virus cautions against complacency, it seems likely that pent-up consumer spending power should be set free as economies open up and provide the impetus for strong economic performance as we enter the second half of the year.

**James Hambro & Partners LLP**

**Date: 25 March 2021**

## James Hambro Harrier Balanced Fund

### STATEMENT OF FINANCIAL POSITION AS AT 31 DECEMBER 2020

	Note	31 December 2020* GBP
<b>Assets</b>		
Financial assets at fair value through profit or loss	(2)	63,007,249
Cash at bank	(5)	1,077,322
Interest and dividend receivable, net	(2)	62,408
Other assets		20,759
		<u>64,167,738</u>
<b>Liabilities</b>		
Investment Management fees payable	(3)	1,361
Manager fees payable		176
Depositary fees payable	(4)	72
Administration and Transfer Agency fees payable	(4)	48
Audit fees payable	(15)	27
Legal fees payable		13
Directors fees and expenses payable		22
Other liabilities		1,298
		<u>3,017</u>
<b>Net assets attributable to redeemable participating shareholders</b>		<u><b>64,164,721</b></u>
Redeemable participating shares - Class A GBP Distributing		46,897,122.33
Net asset value per shares - Class A GBP Distributing		£1.37

\*Sub-Fund launched on 30 December 2020 and as result there are no comparatives.

The accompanying notes form an integral part of the financial statements.

## James Hambro Harrier Balanced Fund

### STATEMENT OF COMPREHENSIVE INCOME FOR THE FINANCIAL YEAR ENDED 31 DECEMBER 2020

	Note	31 December 2020 GBP*
<b>Income</b>		
Net loss on investment activities	(8)	(131,900)
Bank interest	(2)	569
<b>Total investment loss</b>		<b>(131,331)</b>
<b>Operating expenses</b>		
Investment Management fees	(3)	(1,361)
Manager fees	(4)	(176)
Administration and Transfer Agency fees	(4)	(48)
Audit fees	(15)	(27)
Depository fees	(4)	(72)
Directors' fees and expenses	(3)	(22)
Legal fees		(13)
Other expenses		(42)
<b>Total operating expenses</b>		<b>(1,761)</b>
<b>Operating loss</b>		<b>(133,092)</b>
Withholding tax	(7)	-
<b>Loss for the financial year after withholding tax</b>		<b>(133,092)</b>

\*Sub-Fund launched on 30 December 2020 and as result there are no comparatives.

The accompanying notes form an integral part of the financial statements. All amounts arose solely from continuing operations. There are no gains and losses other than those dealt with in the combined statement of comprehensive income.

## James Hambro Harrier Balanced Fund

### STATEMENT OF CHANGES IN NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE PARTICIPATING SHARES FOR THE FINANCIAL YEAR ENDED 31 DECEMBER 2020

	Note	31 December 2020* GBP
<b>Net assets attributable to redeemable participating shareholders at beginning of the financial year</b>		-
<b>Loss for the financial year after withholding tax</b>		(133,092)
<b>Change due to subscriptions and redemptions of redeemable participating shares</b>		
Subscriptions		<u>64,297,813</u>
Net increase in net assets resulting from redeemable participating share transactions	(6)	<u>64,297,813</u>
<b>Net assets attributable to redeemable participating shareholders at end of financial year</b>		<u><u>64,164,721</u></u>

\* Sub-Fund launched on 30 December 2020 and as result there are no comparatives.

The accompanying notes form an integral part of the financial statements.

## James Hambro Harrier Balanced Fund

### SCHEDULE OF INVESTMENTS AS AT 31 DECEMBER 2020

Description	Nominal Holdings/ Face value	Currency	Acquisition cost	Fair Value GBP	% net assets
<b>A) TRANSFERABLE SECURITIES ADMITTED TO AN OFFICIAL STOCK EXCHANGE LISTING</b>					
<b>1) LISTED SECURITIES : EQUITIES</b>					
CAYMAN ISLANDS					
Alibaba Group Holding Ltd	33,200	HKD	743,726	728,580	1.14
<b>Total Cayman Islands</b>			<b>743,726</b>	<b>728,580</b>	<b>1.14</b>
FRANCE					
LVMH Moët Hennessy Louis Vuitton SE	1,986	EUR	924,502	908,206	1.42
<b>Total France</b>			<b>924,502</b>	<b>908,206</b>	<b>1.42</b>
GREAT BRITAIN					
Compass Group plc	54,144	GBP	759,640	737,983	1.15
Diageo plc	27,334	GBP	822,001	786,673	1.22
London Stock Exchange Group plc	8,354	GBP	768,067	752,528	1.17
Next plc	11,297	GBP	813,271	800,505	1.25
RELX plc	46,073	GBP	846,822	825,859	1.29
Rentokil Initial plc	153,472	GBP	803,426	782,093	1.22
Rio Tinto plc	14,573	GBP	814,995	797,143	1.24
Unilever plc	17,350	GBP	771,728	762,012	1.19
Worldwide Healthcare Trust plc	33,065	GBP	1,243,244	1,231,671	1.92
<b>Total Great Britain</b>			<b>7,643,194</b>	<b>7,476,467</b>	<b>11.65</b>
GUERNSEY					
BH Macro Ltd	23,907	GBP	836,745	836,745	1.31
Hipgnosis Songs Fund Ltd	525,867	GBP	653,390	649,477	1.01
Sequoia Economic Infrastructure Income Fund Ltd	933,487	GBP	1,027,769	1,025,016	1.60
Starwood European Real Estate Finance Ltd	999,302	GBP	901,370	899,372	1.40
<b>Total Guernsey</b>			<b>3,419,274</b>	<b>3,410,610</b>	<b>5.32</b>
HONG KONG					
AIA Group Ltd	95,400	HKD	871,221	855,069	1.33
<b>Total Hong Kong</b>			<b>871,221</b>	<b>855,069</b>	<b>1.33</b>
IRELAND					
Allegion plc	9,033	USD	754,599	769,056	1.20
Aon plc	5,149	USD	784,072	795,808	1.24
Linde plc	4,305	USD	821,687	829,884	1.29
<b>Total Ireland</b>			<b>2,360,358</b>	<b>2,394,748</b>	<b>3.73</b>
JAPAN					
Sony Corp	11,700	JPY	859,775	852,646	1.33
<b>Total Japan</b>			<b>859,775</b>	<b>852,646</b>	<b>1.33</b>

## James Hambro Harrier Balanced Fund

### SCHEDULE OF INVESTMENTS (continued) AS AT 31 DECEMBER 2020

Description	Nominal Holdings/ Face value	Currency	Acquisition cost	Fair Value GBP	% net assets
<b>A) TRANSFERABLE SECURITIES ADMITTED TO AN OFFICIAL STOCK EXCHANGE LISTING (continued)</b>					
<b>1) LISTED SECURITIES : EQUITIES (continued)</b>					
JERSEY					
Experian plc	24,649	GBP	702,620	684,503	1.07
<b>Total Jersey</b>			<b>702,620</b>	<b>684,503</b>	<b>1.07</b>
SPAIN					
Grifols SA	32,236	EUR	705,427	689,040	1.07
<b>Total Spain</b>			<b>705,427</b>	<b>689,040</b>	<b>1.07</b>
SWITZERLAND					
Sika AG	4,334	CHF	880,922	867,291	1.35
<b>Total Switzerland</b>			<b>880,922</b>	<b>867,291</b>	<b>1.35</b>
TAIWAN					
Taiwan Semiconductor Manufacturing Co Ltd	10,775	USD	836,757	859,509	1.34
<b>Total Taiwan</b>			<b>836,757</b>	<b>859,509</b>	<b>1.34</b>
UNITED STATES OF AMERICA					
Alphabet Inc	660	USD	853,468	845,855	1.32
Comcast Corp	22,288	USD	845,124	854,377	1.33
Ecolab Inc	4,528	USD	714,521	716,689	1.12
Fidelity National Information Services Inc	7,801	USD	810,656	807,293	1.26
Intuit Inc	2,915	USD	811,451	810,024	1.26
JPMorgan Chase & Co	9,263	USD	851,794	861,077	1.34
Microsoft Corp	5,503	USD	907,560	895,408	1.40
Mondelez International Inc	17,615	USD	757,270	753,465	1.17
S&P Global Inc	2,837	USD	671,041	682,254	1.06
Thermo Fisher Scientific Inc	2,540	USD	865,123	865,490	1.35
UnitedHealth Group Inc	3,300	USD	843,181	846,588	1.32
Visa Inc	5,165	USD	814,603	826,468	1.29
<b>Total United States of America</b>			<b>9,745,792</b>	<b>9,764,988</b>	<b>15.22</b>
<b>TOTAL LISTED SECURITIES : EQUITIES</b>			<b>29,693,568</b>	<b>29,491,657</b>	<b>45.97</b>
<b>2) LISTED SECURITIES : EXCHANGE TRADED FUNDS</b>					
IRELAND					
iShares Physical Gold ETC	104,432	USD	2,821,565	2,824,236	4.40
iShares USD TIPS UCITS ETF	367,335	GBP	1,989,854	1,994,188	3.11
<b>Total Ireland</b>			<b>4,811,419</b>	<b>4,818,424</b>	<b>7.51</b>
<b>TOTAL LISTED SECURITIES : EXCHANGE TRADED FUNDS</b>			<b>4,811,419</b>	<b>4,818,424</b>	<b>7.51</b>



## James Hambro Harrier Balanced Fund

### SCHEDULE OF INVESTMENTS (continued) AS AT 31 DECEMBER 2020

Description	Nominal Holdings/ Face value	Currency	Acquisition cost	Fair Value GBP	% net assets
<b>A) TRANSFERABLE SECURITIES ADMITTED TO AN OFFICIAL STOCK EXCHANGE LISTING (continued)</b>					
<b>3) LISTED SECURITIES : BONDS</b>					
GREAT BRITAIN					
United Kingdom Gilt 0.875% 22/10/2029	1,817,485	GBP	1,926,280	1,933,023	3.01
United Kingdom Gilt 1.625% 22/10/2028	1,764,793	GBP	1,974,291	1,979,762	3.09
United Kingdom Gilt Inflation Linked 0.125% 10/08/2028	1,909,169	GBP	2,533,727	2,540,702	3.96
United Kingdom Gilt Inflation Linked 4.125% 22/07/2030	588,995	GBP	2,233,522	2,240,943	3.49
<b>Total Great Britain</b>			<b>8,667,820</b>	<b>8,694,430</b>	<b>13.55</b>
<b>TOTAL LISTED SECURITIES : BONDS</b>			<b>8,667,820</b>	<b>8,694,430</b>	<b>13.55</b>
<b>4) LISTED SECURITIES : INVESTMENT FUNDS</b>					
GREAT BRITAIN					
BlackRock European Dynamic Fund	435,727	GBP	1,074,503	1,065,353	1.66
<b>Total Great Britain</b>			<b>1,074,503</b>	<b>1,065,353</b>	<b>1.66</b>
IRELAND					
Brown Advisory US Mid- Cap Fund	94,766	USD	1,433,863	1,434,367	2.23
Polar Capital Funds plc - Global Technology Fund	18,994	GBP	1,225,113	1,222,834	1.91
<b>Total Ireland</b>			<b>2,658,976</b>	<b>2,657,201</b>	<b>4.14</b>
<b>TOTAL LISTED SECURITIES : INVESTMENT FUNDS</b>			<b>3,733,479</b>	<b>3,722,554</b>	<b>5.80</b>
<b>TOTAL TRANSFERABLE SECURITIES ADMITTED TO AN OFFICIAL STOCK EXCHANGE LISTING</b>			<b>46,906,286</b>	<b>46,727,065</b>	<b>72.83</b>
<b>B) OTHER TRANSFERABLE SECURITIES</b>					
<b>1) OTHER TRANSFERABLE SECURITIES : INVESTMENT FUNDS</b>					
GREAT BRITAIN					
AXA Framlington UK Mid Cap Fund	801,825	GBP	939,739	922,901	1.44
Schroder Asian Alpha Plus Fund	763,897	GBP	977,788	990,010	1.54
<b>Total Great Britain</b>			<b>1,917,527</b>	<b>1,912,911</b>	<b>2.98</b>
IRELAND					
CG Portfolio Fund plc - Dollar Fund	21,054	GBP	2,252,557	2,254,241	3.51

## James Hambro Harrier Balanced Fund

### SCHEDULE OF INVESTMENTS (continued) AS AT 31 DECEMBER 2020

Description	Nominal Holdings/ Face value	Currency	Acquisition cost	Fair Value GBP	% net assets
<b>B) OTHER TRANSFERABLE SECURITIES (continued)</b>					
<b>1) OTHER TRANSFERABLE SECURITIES : INVESTMENT FUNDS (continued)</b>					
IRELAND (continued)					
Coupland Cardiff Funds plc - CC Japan Alpha Fund	86,831	JPY	861,515	869,813	1.36
Kepler Liquid Strategies ICAV - KLS Arete Macro Fund	13,235	GBP	1,455,151	1,467,115	2.29
Lazard Global Investment Funds plc - Lazard Rathmore Alternative Fund	12,270	GBP	1,503,864	1,504,571	2.35
Lyxor Newcits IRL plc - Lyxor/Tiedemann Arbitrage Strategy Fund	12,312	GBP	1,478,136	1,478,136	2.30
Marshall Wace UCITS Fund plc - MW TOPS UCITS Fund	6,780	GBP	1,060,763	1,060,731	1.65
Muzinich Global Short Duration Investment Grade Fund	18,298	GBP	1,820,834	1,821,566	2.84
<b>Total Ireland</b>			<b>10,432,820</b>	<b>10,456,173</b>	<b>16.30</b>
LUXEMBOURG					
Allianz Global Investors Fund - Allianz All China Equity	525	GBP	938,679	968,032	1.51
Fidelity Fund - Emerging Markets Focus Fund	703,513	GBP	998,988	998,988	1.55
Vontobel Fund - TwentyFour Absolute Return Credit Fund	18,807	GBP	1,944,268	1,944,080	3.03
<b>Total Luxembourg</b>			<b>3,881,935</b>	<b>3,911,100</b>	<b>6.09</b>
<b>TOTAL OTHER TRANSFERABLE SECURITIES : INVESTMENT FUNDS</b>			<b>16,232,282</b>	<b>16,280,184</b>	<b>25.37</b>
<b>TOTAL OTHER TRANSFERABLE SECURITIES</b>			<b>16,232,282</b>	<b>16,280,184</b>	<b>25.37</b>
<b>TOTAL INVESTMENTS</b>				<b>63,007,249</b>	<b>98.20</b>
<b>CASH AND OTHER NET ASSETS LESS LIABILITIES</b>				<b>1,157,472</b>	<b>1.80</b>
<b>TOTAL NET ASSETS</b>				<b>64,164,721</b>	<b>100.00</b>

## James Hambro Harrier Balanced Fund

### SCHEDULE OF INVESTMENTS (continued) AS AT 31 DECEMBER 2020

(expressed in GBP) Description	% Total assets
<b>TOTAL TRANSFERABLE SECURITIES ADMITTED TO AN OFFICIAL STOCK EXCHANGE LISTING</b>	<b>72.82</b>
<b>TOTAL OTHER TRANSFERABLE SECURITIES</b>	<b>25.37</b>
<b>CASH AT BANK</b>	<b>1.68</b>
<b>OTHER CURRENT ASSETS</b>	<b>0.13</b>
<b>TOTAL</b>	<b>100.00</b>

Following table summarises the management fees paid by the underlying investments held by the Sub-Fund as at 31 December 2020.

Underlying investment	Management fee (in %)
Allianz Global Investors Fund - Allianz All China Equity	0.93
AXA Framlington UK Mid Cap Fund	0.60
BlackRock European Dynamic Fund	0.75
Brown Advisory US Mid-Cap Fund	0.50
CG Portfolio Fund plc - Dollar Fund	0.30
Coupland Cardiff Funds plc - CC Japan Alpha Fund	0.75
Fidelity Fund - Emerging Markets Focus Fund	0.50
iShares Physical Gold ETC	0.15
iShares USD TIPS UCITS ETF	0.12
Kepler Liquid Strategies ICAV - KLS Arete Macro Fund	1.25
Lazard Global Investment Funds plc - Lazard Rathmore Alternative Fund	0.75
Lyxor Newcits IRL plc - Lyxor/Tiedemann Arbitrage Strategy Fund	1.40
Marshall Wace UCITS Fund plc - MW TOPS UCITS Fund	1.33
Muzinich Global Short Duration Investment Grade Fund	0.25
Polar Capital Funds plc - Global Technology Fund	1.00
Schroder Asian Alpha Plus Fund	0.75
Vontobel Fund - TwentyFour Absolute Return Credit Fund	0.25

## **James Hambro Harrier Balanced Fund**

### **SIGNIFICANT PORTFOLIO CHANGES (unaudited)**

There were no purchases and no sales made during the year. Sub-Fund has launched on 30 December 2020 as result of the merger of assets of James Hambro Harrier Balanced Fund of IFSL James Hambro Umbrella Fund.

## **CAROLON INVESTMENT FUNDS**

### **James Hambro Harrier Capital Growth Fund**

#### **INVESTMENT MANAGER'S REPORT for the financial year ended 31 December 2020**

The James Hambro Harrier Capital Growth Fund launched on 30 December 2020 as result of the merger of the assets of the relevant sub-fund of the IFSL James Hambro Umbrella Fund.

A combination of strong equity performance and a gradual reallocation from cash has taken the fund from c.10% underweight in equities during the peak of the crisis in March to neutral relative to our benchmark by the end of the year.

Within equities, our bias for companies with low cyclical and sustainable long-term growth credentials typically lags in a 'market recovery' scenario – we have one bank and no energy companies in the fund. On each day a new vaccine was announced during November, the unprecedented strength of the move back to the 'Covid losers' had commentators and strategists predicting a more marked change in leadership from steady and dependable growth to economically sensitive and cyclical value. Conscious of our style bias we continued to add to companies in the portfolio most impacted by lockdowns. These include JPMorgan, Next, Allegion, Rio Tinto, LVMH, AIA, Visa and Alphabet, all which rose considerably more than the market during the year.

Gold remains the largest single position in the fund. With the Federal Reserve now explicitly aiming for a period of 'above target' inflation the yellow metal's credentials as an important strategic allocation for multi-asset investors looks to be strengthening.

The prevailing dynamics of low interest rates, supportive governments and strong consumer balance sheets are likely to dictate the direction of both economies and investment markets in 2021 and beyond. Whilst the unpredictability of the trajectory of the virus cautions against complacency, it seems likely that pent-up consumer spending power should be set free as economies open up and provide the impetus for strong economic performance as we enter the second half of the year.

**James Hambro & Partners LLP**

**Date: 25 March 2021**

## James Hambro Harrier Capital Growth Fund

### STATEMENT OF FINANCIAL POSITION AS AT 31 DECEMBER 2020

	Note	31 December 2020* GBP
<b>Assets</b>		
Financial assets at fair value through profit or loss	(2)	84,487,555
Cash at bank	(5)	2,157,975
Interest and dividend receivable, net	(2)	57,924
Other assets		34,535
		<u>86,737,989</u>
<b>Liabilities</b>		
Investment Management fees payable	(3)	1,871
Manager fees payable		238
Depositary fees payable	(4)	86
Administration and Transfer Agency fees payable	(4)	61
Audit fees payable	(15)	27
Legal fees payable		18
Directors fees and expenses payable		29
Other liabilities		2,199
		<u>4,529</u>
<b>Net assets attributable to redeemable participating shareholders</b>		<u><u>86,733,460</u></u>
Redeemable participating shares - Class A GBP Distributing		47,782,574.79
Net asset value per shares - Class A GBP Distributing		£1.82

\*Sub-Fund launched on 30 December 2020 and as result there are no comparatives.

The accompanying notes form an integral part of the financial statements.

## James Hambro Harrier Capital Growth Fund

### STATEMENT OF COMPREHENSIVE INCOME FOR THE FINANCIAL YEAR ENDED 31 DECEMBER 2020

	Note	31 December 2020 GBP*
<b>Income</b>		
Net loss on investment activities	(8)	(248,646)
Bank interest	(2)	903
<b>Total investment loss</b>		<b>(247,743)</b>
<b>Operating expenses</b>		
Investment Management fees	(3)	(1,871)
Manager fees	(4)	(239)
Administration and Transfer Agency fees	(4)	(61)
Audit fees	(15)	(27)
Depositary fees	(4)	(86)
Directors' fees and expenses	(3)	(29)
Legal fees		(18)
Other expenses		(54)
<b>Total operating expenses</b>		<b>(2,385)</b>
<b>Operating loss</b>		<b>(250,128)</b>
Withholding tax	(7)	-
<b>Loss for the financial year after withholding tax</b>		<b>(250,128)</b>

\*Sub-Fund launched on 30 December 2020 and as result there are no comparatives.

The accompanying notes form an integral part of the financial statements. All amounts arose solely from continuing operations. There are no gains and losses other than those dealt with in the combined statement of comprehensive income.

## James Hambro Harrier Capital Growth Fund

### STATEMENT OF CHANGES IN NET ASSETS FOR THE FINANCIAL YEAR ENDED 31 DECEMBER 2020

	Note	31 December 2020* GBP
<b>Net assets attributable to redeemable participating shareholders at beginning of the financial year</b>		-
<b>Loss for the financial year after withholding tax</b>		(250,128)
<b>Change due to subscriptions and redemptions of redeemable participating shares</b>		
Subscriptions		<u>86,983,588</u>
Net increase in net assets resulting from redeemable participating share transactions	(6)	<u>86,983,588</u>
<b>Net assets attributable to redeemable participating shareholders at end of financial year</b>		<u><u>86,733,460</u></u>

\* Sub-Fund launched on 30 December 2020 and as result there are no comparatives.

The accompanying notes form an integral part of the financial statements.



# James Hambro Harrier Capital Growth Fund

## SCHEDULE OF INVESTMENTS AS AT 31 DECEMBER 2020

Description	Nominal Holdings/ Face value	Currency	Acquisition cost	Fair Value GBP	% net assets
<b>A) TRANSFERABLE SECURITIES ADMITTED TO AN OFFICIAL STOCK EXCHANGE LISTING</b>					
<b>1) LISTED SECURITIES : EQUITIES</b>					
CAYMAN ISLANDS					
Alibaba Group Holding Ltd	54,600	HKD	1,223,116	1,198,207	1.38
<b>Total Cayman Islands</b>			<b>1,223,116</b>	<b>1,198,207</b>	<b>1.38</b>
FRANCE					
LVMH Moet Hennessy Louis Vuitton SE	2,940	EUR	1,368,598	1,344,474	1.55
<b>Total France</b>			<b>1,368,598</b>	<b>1,344,474</b>	<b>1.55</b>
GREAT BRITAIN					
Compass Group plc	94,331	GBP	1,323,464	1,285,731	1.48
Diageo plc	45,185	GBP	1,358,826	1,300,424	1.50
London Stock Exchange Group plc	14,642	GBP	1,346,186	1,318,951	1.52
Next plc	18,776	GBP	1,351,684	1,330,467	1.53
RELX plc	73,192	GBP	1,345,269	1,311,967	1.51
Rentokil Initial plc	222,155	GBP	1,162,982	1,132,102	1.31
Rio Tinto plc	23,888	GBP	1,335,936	1,306,674	1.51
Unilever plc	31,442	GBP	1,398,540	1,380,933	1.59
Worldwide Healthcare Trust plc	57,936	GBP	2,178,393	2,158,116	2.49
<b>Total Great Britain</b>			<b>12,801,280</b>	<b>12,525,365</b>	<b>14.44</b>
GUERNSEY					
BH Macro Ltd	28,267	GBP	989,345	989,345	1.14
Sequoia Economic Infrastructure Income Fund Ltd	1,073,750	GBP	1,182,199	1,179,031	1.36
Starwood European Real Estate Finance Ltd	1,407,508	GBP	1,269,572	1,266,757	1.46
<b>Total Guernsey</b>			<b>3,441,116</b>	<b>3,435,133</b>	<b>3.96</b>
HONG KONG					
AIA Group Ltd	150,600	HKD	1,375,324	1,349,826	1.56
<b>Total Hong Kong</b>			<b>1,375,324</b>	<b>1,349,826</b>	<b>1.56</b>
IRELAND					
Allegion plc	15,161	USD	1,266,520	1,290,784	1.49
Aon plc	8,341	USD	1,270,139	1,289,149	1.49
Linde plc	6,855	USD	1,308,400	1,321,454	1.52
<b>Total Ireland</b>			<b>3,845,059</b>	<b>3,901,387</b>	<b>4.50</b>
JAPAN					
Sony Corp	18,700	JPY	1,374,171	1,362,775	1.57
<b>Total Japan</b>			<b>1,374,171</b>	<b>1,362,775</b>	<b>1.57</b>
JERSEY					
Experian plc	46,835	GBP	1,335,032	1,300,608	1.50
<b>Total Jersey</b>			<b>1,335,032</b>	<b>1,300,608</b>	<b>1.50</b>

# James Hambro Harrier Capital Growth Fund

## SCHEDULE OF INVESTMENTS (continued) AS AT 31 DECEMBER 2020

Description	Nominal Holdings/ Face value	Currency	Acquisition cost	Fair Value GBP	% net assets
<b>A) TRANSFERABLE SECURITIES ADMITTED TO AN OFFICIAL STOCK EXCHANGE LISTING (continued)</b>					
<b>1) LISTED SECURITIES : EQUITIES (continued)</b>					
SPAIN					
Grifols SA	60,080	EUR	1,314,742	1,284,202	1.48
<b>Total Spain</b>			<b>1,314,742</b>	<b>1,284,202</b>	<b>1.48</b>
SWITZERLAND					
Sika AG	6,977	CHF	1,418,134	1,396,191	1.61
<b>Total Switzerland</b>			<b>1,418,134</b>	<b>1,396,191</b>	<b>1.61</b>
TAIWAN					
Taiwan Semiconductor Manufacturing Co Ltd	19,150	USD	1,487,136	1,527,573	1.76
<b>Total Taiwan</b>			<b>1,487,136</b>	<b>1,527,573</b>	<b>1.76</b>
UNITED STATES OF AMERICA					
Alphabet Inc	1,155	USD	1,493,569	1,480,245	1.71
Comcast Corp	35,401	USD	1,342,348	1,357,045	1.57
Ecolab Inc	8,020	USD	1,265,561	1,269,401	1.46
Fidelity National Information Services Inc	12,557	USD	1,304,884	1,299,472	1.50
Intuit Inc	4,881	USD	1,358,728	1,356,339	1.56
Intuitive Surgical Inc	2,276	USD	1,363,139	1,362,153	1.57
JPMorgan Chase & Co	14,743	USD	1,355,716	1,370,491	1.58
Microsoft Corp	9,287	USD	1,531,621	1,511,112	1.74
Mondelez International Inc	29,001	USD	1,246,755	1,240,491	1.43
S&P Global Inc	5,441	USD	1,286,970	1,308,475	1.51
Thermo Fisher Scientific Inc	3,938	USD	1,341,281	1,341,850	1.55
UnitedHealth Group Inc	5,483	USD	1,400,958	1,406,619	1.62
Visa Inc	8,941	USD	1,410,139	1,430,678	1.65
<b>Total United States of America</b>			<b>17,701,669</b>	<b>17,734,371</b>	<b>20.45</b>
<b>TOTAL LISTED SECURITIES : EQUITIES</b>			<b>48,685,377</b>	<b>48,360,112</b>	<b>55.76</b>
<b>2) LISTED SECURITIES : EXCHANGE TRADED FUNDS</b>					
IRELAND					
iShares Physical Gold ETC	147,130	USD	3,975,189	3,978,952	4.59
<b>Total Ireland</b>			<b>3,975,189</b>	<b>3,978,952</b>	<b>4.59</b>
<b>TOTAL LISTED SECURITIES : EXCHANGE TRADED FUNDS</b>			<b>3,975,189</b>	<b>3,978,952</b>	<b>4.59</b>
<b>3) LISTED SECURITIES : BONDS</b>					
GREAT BRITAIN					
United Kingdom Gilt 0.875% 22/10/2029	2,514,096	GBP	2,664,590	2,673,917	3.08

# James Hambro Harrier Capital Growth Fund

## SCHEDULE OF INVESTMENTS (continued) AS AT 31 DECEMBER 2020

Description	Nominal Holdings/ Face value	Currency	Acquisition cost	Fair Value GBP	% net assets
<b>A) TRANSFERABLE SECURITIES ADMITTED TO AN OFFICIAL STOCK EXCHANGE LISTING (continued)</b>					
<b>3) LISTED SECURITIES : BONDS (continued)</b>					
GREAT BRITAIN (continued)					
United Kingdom Gilt Inflation Linked 1.25% 22/11/2027	1,251,016	GBP	2,506,727	2,513,248	2.90
United Kingdom Gilt Inflation Linked 4.125% 22/07/2030	332,870	GBP	1,262,273	1,266,467	1.46
<b>Total Great Britain</b>			<b>6,433,590</b>	<b>6,453,632</b>	<b>7.44</b>
<b>TOTAL LISTED SECURITIES : BONDS</b>			<b>6,433,590</b>	<b>6,453,632</b>	<b>7.44</b>
<b>4) LISTED SECURITIES : INVESTMENT FUNDS</b>					
GREAT BRITAIN					
BlackRock European Dynamic Fund	829,055	GBP	2,044,450	2,027,040	2.34
<b>Total Great Britain</b>			<b>2,044,450</b>	<b>2,027,040</b>	<b>2.34</b>
IRELAND					
Brown Advisory US Mid- Cap Fund	143,366	USD	2,169,208	2,169,972	2.50
Polar Capital Funds plc - Global Technology Fund	35,200	GBP	2,270,400	2,266,176	2.61
<b>Total Ireland</b>			<b>4,439,608</b>	<b>4,436,148</b>	<b>5.11</b>
<b>TOTAL LISTED SECURITIES : INVESTMENT FUNDS</b>			<b>6,484,058</b>	<b>6,463,188</b>	<b>7.45</b>
<b>TOTAL TRANSFERABLE SECURITIES ADMITTED TO AN OFFICIAL STOCK EXCHANGE LISTING</b>			<b>65,578,214</b>	<b>65,255,884</b>	<b>75.24</b>
<b>B) OTHER TRANSFERABLE SECURITIES</b>					
<b>1) OTHER TRANSFERABLE SECURITIES : INVESTMENT FUNDS</b>					
GREAT BRITAIN					
AXA Framlington UK Mid Cap Fund	1,505,782	GBP	1,764,776	1,733,155	2.00
Schroder Asian Alpha Plus Fund	1,232,313	GBP	1,577,361	1,597,078	1.84
<b>Total Great Britain</b>			<b>3,342,137</b>	<b>3,330,233</b>	<b>3.84</b>
IRELAND					
CG Portfolio Fund plc - Dollar Fund	30,967	GBP	3,313,159	3,315,637	3.82
Coupland Cardiff Funds plc - CC Japan Alpha Fund	113,695	GBP	1,620,722	1,648,123	1.90

# James Hambro Harrier Capital Growth Fund

## SCHEDULE OF INVESTMENTS (continued) AS AT 31 DECEMBER 2020

Description	Nominal Holdings/ Face value	Currency	Acquisition cost	Fair Value GBP	% net assets
<b>B) OTHER TRANSFERABLE SECURITIES (continued)</b>					
<b>1) OTHER TRANSFERABLE SECURITIES : INVESTMENT FUNDS (continued)</b>					
IRELAND (continued)					
Kepler Liquid Strategies ICAV - KLS Arete Macro Fund	8,927	GBP	981,483	989,553	1.14
Lazard Global Investment Funds plc - Lazard Rathmore Alternative Fund	8,250	GBP	1,011,156	1,011,631	1.17
Lyxor Newcits IRL plc - Lyxor/Tiedemann Arbitrage Strategy Fund	10,405	GBP	1,249,188	1,249,188	1.44
Marshall Wace UCITS Fund plc - MW TOPS UCITS Fund	6,379	GBP	998,025	997,994	1.15
Muzinich Global Short Duration Investment Grade Fund	15,659	GBP	1,558,227	1,558,853	1.80
<b>Total Ireland</b>			<b>10,731,960</b>	<b>10,770,979</b>	<b>12.42</b>
LUXEMBOURG					
Allianz Global Investors Fund - Allianz All China Equity	850	GBP	1,519,766	1,567,289	1.80
Fidelity Fund - Emerging Markets Focus Fund	1,136,274	GBP	1,613,509	1,613,508	1.86
Vontobel Fund - TwentyFour Absolute Return Credit Fund	18,861	GBP	1,949,850	1,949,662	2.25
<b>Total Luxembourg</b>			<b>5,083,125</b>	<b>5,130,459</b>	<b>5.91</b>
<b>TOTAL OTHER TRANSFERABLE SECURITIES : INVESTMENT FUNDS</b>			<b>19,157,222</b>	<b>19,231,671</b>	<b>22.17</b>
<b>TOTAL OTHER TRANSFERABLE SECURITIES</b>			<b>19,157,222</b>	<b>19,231,671</b>	<b>22.17</b>
<b>TOTAL INVESTMENTS</b>				<b>84,487,555</b>	<b>97.41</b>
<b>CASH AND OTHER NET ASSETS LESS LIABILITIES</b>				<b>2,245,905</b>	<b>2.59</b>
<b>TOTAL NET ASSETS</b>				<b>86,733,460</b>	<b>100.00</b>
<b>(expressed in GBP)</b>					<b>% Total</b>
<b>Description</b>					<b>assets</b>
<b>TOTAL TRANSFERABLE SECURITIES ADMITTED TO AN OFFICIAL STOCK EXCHANGE LISTING</b>					<b>75.23</b>
<b>TOTAL OTHER TRANSFERABLE SECURITIES</b>					<b>22.17</b>
<b>CASH AT BANK</b>					<b>2.49</b>
<b>OTHER CURRENT ASSETS</b>					<b>0.11</b>
<b>TOTAL</b>					<b>100.00</b>

## James Hambro Harrier Capital Growth Fund

### SCHEDULE OF INVESTMENTS (continued) AS AT 31 DECEMBER 2020

Following table summarises the management fees paid by the underlying investments held by the Sub-Fund as at 31 December 2020.

Underlying investment	Management fee (in %)
Allianz Global Investors Fund - Allianz All China Equity	0.93
AXA Framlington UK Mid Cap Fund	0.60
BlackRock European Dynamic Fund	0.75
Brown Advisory US Mid-Cap Fund	0.50
CG Portfolio Fund plc - Dollar Fund	0.30
Coupland Cardiff Funds plc - CC Japan Alpha Fund	0.75
Fidelity Fund - Emerging Markets Focus Fund	0.50
iShares Physical Gold ETC	0.15
Kepler Liquid Strategies ICAV - KLS Arete Macro Fund	1.25
Lazard Global Investment Funds plc - Lazard Rathmore Alternative Fund	0.75
Lyxor Newcits IRL plc - Lyxor/Tiedemann Arbitrage Strategy Fund	1.40
Marshall Wace UCITS Fund plc - MW TOPS UCITS Fund	1.33
Muzinich Global Short Duration Investment Grade Fund	0.25
Polar Capital Funds plc - Global Technology Fund	1.00
Schroder Asian Alpha Plus Fund	0.75
Vontobel Fund - TwentyFour Absolute Return Credit Fund	0.25

## **James Hambro Harrier Capital Growth Fund**

### **SIGNIFICANT PORTFOLIO CHANGES (unaudited)**

There were no purchases and no sales made during the year. Sub-Fund has launched on 30 December 2020 as result of the merger of assets of James Hambro Harrier Capital Growth Fund of IFSL James Hambro Umbrella Fund.

## **CAROLON INVESTMENT FUNDS**

### **James Hambro Harrier Cautious Fund**

#### **INVESTMENT MANAGER'S REPORT for the financial year ended 31 December 2020**

The James Hambro Harrier Cautious Fund launched on 30 December 2020 as result of the merger of the assets of the relevant sub-fund of the IFSL James Hambro Umbrella Fund.

A combination of strong equity performance and a gradual reallocation from cash has taken the fund from c.10% underweight in equities during the peak of the crisis in March to neutral relative to our benchmark by the end of the year.

Within equities, our bias for companies with low cyclical and sustainable long-term growth credentials typically lags in a 'market recovery' scenario – we have one bank and no energy companies in the fund. On each day a new vaccine was announced during November, the unprecedented strength of the move back to the 'Covid losers' had commentators and strategists predicting a more marked change in leadership from steady and dependable growth to economically sensitive and cyclical value. Conscious of our style bias we continued to add to companies in the portfolio most impacted by lockdowns. These include JPMorgan, Next, Allegion, Rio Tinto, LVMH, AIA, Visa and Alphabet, all which rose considerably more than the market during the year.

Gold remains the largest single position in the fund. With the Federal Reserve now explicitly aiming for a period of 'above target' inflation the yellow metal's credentials as an important strategic allocation for multi-asset investors looks to be strengthening.

The prevailing dynamics of low interest rates, supportive governments and strong consumer balance sheets are likely to dictate the direction of both economies and investment markets in 2021 and beyond. Whilst the unpredictability of the trajectory of the virus cautions against complacency, it seems likely that pent-up consumer spending power should be set free as economies open up and provide the impetus for strong economic performance as we enter the second half of the year.

**James Hambro & Partners LLP**

**Date: 25 March 2021**

## James Hambro Harrier Cautious Fund

### STATEMENT OF FINANCIAL POSITION AS AT 31 DECEMBER 2020

	Note	31 December 2020* GBP
<b>Assets</b>		
Financial assets at fair value through profit or loss	(2)	1,026,226
Cash at bank	(5)	23,752
Interest and dividend receivable, net	(2)	1,252
Other assets		580
		<u>1,051,810</u>
<b>Liabilities</b>		
Manager fees payable		3
Depository fees payable	(4)	56
Administration and Transfer Agency fees payable	(4)	7
Audit fees payable	(15)	27
Other liabilities		24
		<u>117</u>
<b>Net assets attributable to redeemable participating shareholders</b>		<u><u>1,051,693</u></u>
Redeemable participating shares - Class A GBP Distributing		1,007,384.90
Net asset value per shares - Class A GBP Distributing		£1.04

\*Sub-Fund launched on 30 December 2020 and as result there are no comparatives.

The accompanying notes form an integral part of the financial statements.



## James Hambro Harrier Cautious Fund

### STATEMENT OF COMPREHENSIVE INCOME FOR THE FINANCIAL YEAR ENDED 31 DECEMBER 2020

	Note	31 December 2020 GBP*
<b>Income</b>		
Net loss on investment activities	(8)	(788)
Bank interest	(2)	29
Other Income		76
<b>Total investment loss</b>		<b>(683)</b>
<b>Operating expenses</b>		
Manager fees	(4)	(3)
Administration and Transfer Agency fees	(4)	(7)
Audit fees	(15)	(27)
Depository fees	(4)	(56)
Other expenses		(11)
<b>Total operating expenses</b>		<b>(104)</b>
<b>Operating loss</b>		<b>(787)</b>
Withholding tax	(7)	-
<b>Loss for the financial year after withholding tax</b>		<b>(787)</b>

\*Sub-Fund launched on 30 December 2020 and as result there are no comparatives.

The accompanying notes form an integral part of the financial statements. All amounts arose solely from continuing operations. There are no gains and losses other than those dealt with in the combined statement of comprehensive income.

## James Hambro Harrier Cautious Fund

### STATEMENT OF CHANGES IN NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE PARTICIPATING SHARES FOR THE FINANCIAL YEAR ENDED 31 DECEMBER 2020

	Note	31 December 2020* GBP
<b>Net assets attributable to redeemable participating shareholders at beginning of the financial year</b>		-
<b>Loss for the financial year after withholding tax</b>		(787)
<b>Change due to subscriptions and redemptions of redeemable participating shares</b>		
Subscriptions		<u>1,052,480</u>
Net increase in net assets resulting from redeemable participating share transactions	(6)	<u>1,052,480</u>
<b>Net assets attributable to redeemable participating shareholders at end of financial year</b>		<u><u>1,051,693</u></u>

\* Sub-Fund launched on 30 December 2020 and as result there are no comparatives.

The accompanying notes form an integral part of the financial statements.

## James Hambro Harrier Cautious Fund

### SCHEDULE OF INVESTMENTS AS AT 31 DECEMBER 2020

Description	Nominal Holdings/ Face value	Currency	Acquisition cost	Fair Value GBP	% net assets
<b>A) TRANSFERABLE SECURITIES ADMITTED TO AN OFFICIAL STOCK EXCHANGE LISTING</b>					
<b>1) LISTED SECURITIES : EQUITIES</b>					
CAYMAN ISLANDS					
Alibaba Group Holding Ltd	400	HKD	8,961	8,778	0.84
<b>Total Cayman Islands</b>			<b>8,961</b>	<b>8,778</b>	<b>0.84</b>
FRANCE					
LVMH Moët Hennessy Louis Vuitton SE	20	EUR	9,310	9,146	0.87
<b>Total France</b>			<b>9,310</b>	<b>9,146</b>	<b>0.87</b>
GREAT BRITAIN					
Compass Group plc	677	GBP	9,498	9,228	0.88
Diageo plc	339	GBP	10,195	9,756	0.93
London Stock Exchange Group plc	101	GBP	9,286	9,098	0.86
Next plc	151	GBP	10,870	10,700	1.02
RELX plc	521	GBP	9,576	9,339	0.89
Rio Tinto plc	174	GBP	9,731	9,518	0.90
Unilever plc	209	GBP	9,296	9,179	0.87
Worldwide Healthcare Trust plc	370	GBP	13,912	13,783	1.31
<b>Total Great Britain</b>			<b>82,364</b>	<b>80,601</b>	<b>7.66</b>
GUERNSEY					
BH Macro Ltd	357	GBP	12,495	12,495	1.19
Hipgnosis Songs Fund Ltd	8,989	GBP	11,169	11,102	1.05
Sequoia Economic Infrastructure Income Fund Ltd	19,822	GBP	21,824	21,766	2.07
Starwood European Real Estate Finance Ltd	22,546	GBP	20,336	20,291	1.93
<b>Total Guernsey</b>			<b>65,824</b>	<b>65,654</b>	<b>6.24</b>
HONG KONG					
AIA Group Ltd	1,000	HKD	9,132	8,963	0.85
<b>Total Hong Kong</b>			<b>9,132</b>	<b>8,963</b>	<b>0.85</b>
IRELAND					
Allegion plc	117	USD	9,774	9,961	0.95
Aon plc	62	USD	9,441	9,583	0.91
Linde plc	48	USD	9,162	9,253	0.88
<b>Total Ireland</b>			<b>28,377</b>	<b>28,797</b>	<b>2.74</b>
JERSEY					
Experian plc	308	GBP	8,780	8,553	0.81
<b>Total Jersey</b>			<b>8,780</b>	<b>8,553</b>	<b>0.81</b>
SPAIN					
Grifols SA	403	EUR	8,819	8,614	0.82
<b>Total Spain</b>			<b>8,819</b>	<b>8,614</b>	<b>0.82</b>

## James Hambro Harrier Cautious Fund

### SCHEDULE OF INVESTMENTS (continued) AS AT 31 DECEMBER 2020

Description	Nominal Holdings/ Face value	Currency	Acquisition cost	Fair Value GBP	% net assets
<b>A) TRANSFERABLE SECURITIES ADMITTED TO AN OFFICIAL STOCK EXCHANGE LISTING (continued)</b>					
<b>1) LISTED SECURITIES : EQUITIES (continued)</b>					
SWITZERLAND					
Sika AG	47	CHF	9,553	9,405	0.90
<b>Total Switzerland</b>			<b>9,553</b>	<b>9,405</b>	<b>0.90</b>
TAIWAN					
Taiwan Semiconductor Manufacturing Co Ltd	120	USD	9,319	9,572	0.91
<b>Total Taiwan</b>			<b>9,319</b>	<b>9,572</b>	<b>0.91</b>
UNITED STATES OF AMERICA					
Alphabet Inc	8	USD	10,345	10,253	0.98
Comcast Corp	245	USD	9,290	9,392	0.89
Fidelity National Information Services Inc	92	USD	9,560	9,521	0.91
Intuit Inc	35	USD	9,743	9,726	0.92
JPMorgan Chase & Co	117	USD	10,759	10,876	1.03
Microsoft Corp	67	USD	11,050	10,902	1.04
Mondelez International Inc	224	USD	9,630	9,581	0.91
S&P Global Inc	37	USD	8,752	8,898	0.85
Thermo Fisher Scientific Inc	26	USD	8,855	8,859	0.84
UnitedHealth Group Inc	37	USD	9,454	9,492	0.90
Visa Inc	67	USD	10,567	10,721	1.02
<b>Total United States of America</b>			<b>108,005</b>	<b>108,221</b>	<b>10.29</b>
<b>TOTAL LISTED SECURITIES : EQUITIES</b>			<b>348,444</b>	<b>346,304</b>	<b>32.93</b>
<b>2) LISTED SECURITIES : EXCHANGE TRADED FUNDS</b>					
IRELAND					
iShares Physical Gold ETC	1,943	USD	52,496	52,546	5.00
iShares USD TIPS UCITS ETF	9,711	GBP	52,605	52,719	5.01
<b>Total Ireland</b>			<b>105,101</b>	<b>105,265</b>	<b>10.01</b>
<b>TOTAL LISTED SECURITIES : EXCHANGE TRADED FUNDS</b>			<b>105,101</b>	<b>105,265</b>	<b>10.01</b>
<b>3) LISTED SECURITIES : BONDS</b>					
GREAT BRITAIN					
United Kingdom Gilt 0.875% 22/10/2029	44,532	GBP	47,198	47,363	4.50
United Kingdom Gilt 1.625% 22/10/2028	42,172	GBP	47,178	47,308	4.50
United Kingdom Gilt Inflation Linked 0.125% 10/08/2028	15,350	GBP	20,371	20,428	1.94

## James Hambro Harrier Cautious Fund

### SCHEDULE OF INVESTMENTS (continued) AS AT 31 DECEMBER 2020

Description	Nominal Holdings/ Face value	Currency	Acquisition cost	Fair Value GBP	% net assets
<b>A) TRANSFERABLE SECURITIES ADMITTED TO AN OFFICIAL STOCK EXCHANGE LISTING (continued)</b>					
<b>3) LISTED SECURITIES : BONDS (continued)</b>					
GREAT BRITAIN (continued)					
United Kingdom Gilt Inflation Linked 1.25% 22/11/2027	23,132	GBP	46,352	46,472	4.42
United Kingdom Gilt Inflation Linked 4.125% 22/07/2030	12,961	GBP	49,149	49,313	4.69
<b>Total Great Britain</b>			<b>210,248</b>	<b>210,884</b>	<b>20.05</b>
<b>TOTAL LISTED SECURITIES : BONDS</b>			<b>210,248</b>	<b>210,884</b>	<b>20.05</b>
<b>4) LISTED SECURITIES : INVESTMENT FUNDS</b>					
GREAT BRITAIN					
BlackRock European Dynamic Fund	6,828	GBP	16,837	16,693	1.59
<b>Total Great Britain</b>			<b>16,837</b>	<b>16,693</b>	<b>1.59</b>
IRELAND					
Brown Advisory US Mid- Cap Fund	1,344	USD	20,335	20,343	1.93
Polar Capital Funds plc - Global Technology Fund	212	GBP	13,674	13,648	1.30
<b>Total Ireland</b>			<b>34,009</b>	<b>33,991</b>	<b>3.23</b>
<b>TOTAL LISTED SECURITIES : INVESTMENT FUNDS</b>			<b>50,846</b>	<b>50,684</b>	<b>4.82</b>
<b>TOTAL TRANSFERABLE SECURITIES ADMITTED TO AN OFFICIAL STOCK EXCHANGE LISTING</b>			<b>714,639</b>	<b>713,137</b>	<b>67.81</b>
<b>B) OTHER TRANSFERABLE SECURITIES</b>					
<b>1) OTHER TRANSFERABLE SECURITIES : INVESTMENT FUNDS</b>					
GREAT BRITAIN					
AXA Framlington UK Mid Cap Fund	15,021	GBP	17,604	17,289	1.64
Schroder Asian Alpha Plus Fund	10,446	GBP	13,371	13,538	1.29
<b>Total Great Britain</b>			<b>30,975</b>	<b>30,827</b>	<b>2.93</b>
IRELAND					
CG Portfolio Fund plc - Dollar Fund	492	GBP	52,574	52,613	5.00
Coupland Cardiff Funds plc - CC Japan Alpha Fund	2,005	JPY	19,893	20,085	1.91
Kepler Liquid Strategies ICAV - KLS Arete Macro Fund	268	GBP	29,466	29,708	2.82

## James Hambro Harrier Cautious Fund

### SCHEDULE OF INVESTMENTS (continued) AS AT 31 DECEMBER 2020

Description	Nominal Holdings/ Face value	Currency	Acquisition cost	Fair Value GBP	% net assets
<b>B) OTHER TRANSFERABLE SECURITIES (continued)</b>					
<b>1) OTHER TRANSFERABLE SECURITIES : INVESTMENT FUNDS (continued)</b>					
IRELAND (continued)					
Lazard Global Investment Funds plc - Lazard Rathmore Alternative Fund	215	GBP	26,351	26,364	2.51
Lyxor Newcits IRL plc - Lyxor/Tiedemann Arbitrage Strategy Fund	220	GBP	26,412	26,412	2.51
Marshall Wace UCITS Fund plc - MW TOPS UCITS Fund	172	GBP	26,910	26,909	2.56
Muzinich Global Short Duration Investment Grade Fund	358	GBP	35,625	35,639	3.39
<b>Total Ireland</b>			<b>217,231</b>	<b>217,730</b>	<b>20.70</b>
LUXEMBOURG					
Allianz Global Investors Fund - Allianz All China Equity	7	GBP	12,516	12,907	1.23
Fidelity Fund - Emerging Markets Focus Fund	9,566	GBP	13,584	13,585	1.29
Vontobel Fund - TwentyFour Absolute Return Credit Fund	368	GBP	38,044	38,040	3.62
<b>Total Luxembourg</b>			<b>64,144</b>	<b>64,532</b>	<b>6.14</b>
<b>TOTAL OTHER TRANSFERABLE SECURITIES : INVESTMENT FUNDS</b>			<b>312,350</b>	<b>313,089</b>	<b>29.77</b>
<b>TOTAL OTHER TRANSFERABLE SECURITIES</b>			<b>312,350</b>	<b>313,089</b>	<b>29.77</b>
<b>TOTAL INVESTMENTS</b>				<b>1,026,226</b>	<b>97.58</b>
<b>CASH AND OTHER NET ASSETS LESS LIABILITIES</b>				<b>25,467</b>	<b>2.42</b>
<b>TOTAL NET ASSETS</b>				<b>1,051,693</b>	<b>100.00</b>

## James Hambro Harrier Cautious Fund

### SCHEDULE OF INVESTMENTS (continued) AS AT 31 DECEMBER 2020

(expressed in GBP) Description	% Total assets
<b>TOTAL TRANSFERABLE SECURITIES ADMITTED TO AN OFFICIAL STOCK EXCHANGE LISTING</b>	<b>67.80</b>
<b>TOTAL OTHER TRANSFERABLE SECURITIES</b>	<b>29.77</b>
<b>CASH AT BANK</b>	<b>2.26</b>
<b>OTHER CURRENT ASSETS</b>	<b>0.17</b>
<b>TOTAL</b>	<b>100.00</b>

Following table summarises the management fees paid by the underlying investments held by the Sub-Fund as at 31 December 2020.

Underlying investment	Management fee (in %)
Allianz Global Investors Fund - Allianz All China Equity	0.93
AXA Framlington UK Mid Cap Fund	0.60
BlackRock European Dynamic Fund	0.75
Brown Advisory US Mid-Cap Fund	0.50
CG Portfolio Fund plc - Dollar Fund	0.30
Coupland Cardiff Funds plc - CC Japan Alpha Fund	0.75
Fidelity Fund - Emerging Markets Focus Fund	0.50
iShares Physical Gold ETC	0.15
iShares USD TIPS UCITS ETF	0.12
Kepler Liquid Strategies ICAV - KLS Arete Macro Fund	1.25
Lazard Global Investment Funds plc - Lazard Rathmore Alternative Fund	0.75
Lyxor Newcits IRL plc - Lyxor/Tiedemann Arbitrage Strategy Fund	1.40
Marshall Wace UCITS Fund plc - MW TOPS UCITS Fund	1.33
Muzinich Global Short Duration Investment Grade Fund	0.25
Polar Capital Funds plc - Global Technology Fund	1.00
Schroder Asian Alpha Plus Fund	0.75
Vontobel Fund - TwentyFour Absolute Return Credit Fund	0.25

## **James Hambro Harrier Cautious Fund**

### **SIGNIFICANT PORTFOLIO CHANGES (unaudited)**

There were no purchases and no sales made during the year. Sub-Fund has launched on 30 December 2020 as result of the merger of assets of James Hambro Harrier Cautious Fund of IFSL James Hambro Umbrella Fund.



# CAROLON INVESTMENT FUNDS PLC

## NOTES TO FINANCIAL STATEMENTS

### 1. Organisation

Carolon Investment Funds plc (the "Company") is an open-ended umbrella investment company with variable capital incorporated in Ireland with limited liability on 31 October 2014 under the Companies Act 2014 with registration number 552000. The Company has been authorised by the Central Bank as a UCITS pursuant to the Central Bank (Supervision and Enforcement) Act 2013 (Section 48(1)) (Undertakings for Collective Investment in Transferable Securities) Regulations, 2019 (the "Central Bank UCITS Regulations"). Its objective, as set out in clause 3 of its Memorandum of Association, is the collective investment in transferable securities in either or both transferable securities and other liquid financial assets referred to in Central Bank UCITS Regulations of capital raised from the public and which operates on the basis of risk spreading.

The Company is an umbrella fund comprising separate Sub-Funds (individually a "Sub-Fund" and collectively "Sub-Funds") with segregated liability each of which may comprise one or more Classes. The Directors may from time to time establish, with the prior approval of the Central Bank, additional Sub-Funds and/or in accordance with the requirements of the Central Bank, designate additional Classes and issue Shares in such Sub-Funds or Classes.

The Company has eight Sub-Funds. The THB U.S. Opportunities UCITS Fund ("THB Fund") was authorised by the Central Bank of Ireland on 3 October 2016 and commenced operations on 26 June 2017. James Hambro Harrier Adventurous Fund, James Hambro Harrier Balanced Fund, James Hambro Harrier Capital Growth Fund and James Hambro Harrier Cautious Fund were authorised by the Central Bank of Ireland on 20 October 2020 and commenced operations on 30 December 2020. All four James Hambro Harrier Sub-Funds launched on 30 December 2020 as result of the merger of the assets of relevant sub-funds of IFSL James Hambro Umbrella Fund. The THB U.S. Mid-Cap UCITS Fund ("THB Mid-Cap Fund") was authorised by the Central Bank of Ireland on 23 July 2018 and has not yet commenced trading. The Victory Sophus Emerging Markets Small Cap UCITS Fund ("Victory Sophus Small Cap Fund") and the Victory Sophus Emerging Markets UCITS Fund ("Victory Sophus Fund") were authorised by the Central Bank of Ireland on 24 January 2017 and have not yet commenced trading.

### 2. Significant Accounting Policies

#### Basis of Accounting

The Company's financial statements have been prepared in compliance with FRS 102 as it applies to the financial statements of the Company for the financial year ended 31 December 2020, the Central Bank UCITS Regulations and the Companies Act 2014. The financial statements are prepared on a going concern basis.

Quantitative and qualitative information has been evaluated about relevant conditions and events known and reasonably knowable at the date that the financial statements are issued. There were no events or conditions identified that, in the opinion of the Board when considered in the aggregate, indicate lack of the ability to continue as a going concern for a period of at least twelve months from the date when the financial statements are authorised for issue.

All references to net assets throughout this document refer to net assets attributable to holders of redeemable participating shares unless otherwise stated.

The Company has availed itself of the exemption available to open-ended investment funds under FRS 102 Section 7.1.A "Cash Flow Statements" (revised) not to prepare a cash flow statement. The information required by FRS 102 Section 10.4 "Reporting Financial Performance" to be included in a Statement of Total Recognised Gains and Losses and a Reconciliation of Movements in Shareholders' Funds is, in the opinion of the Directors, contained in the Statement of Comprehensive Income and the Statement of Changes in Net Assets Attributable to Redeemable Participating Shares. In arriving at the results for the financial year under review, all amounts in the Statement of Comprehensive Income relate to continuing operations.

The financial statements of the Company are based on the year end valuations on 31 December 2020, which was the last business day of the year.

# CAROLON INVESTMENT FUNDS PLC

## NOTES TO FINANCIAL STATEMENTS (continued)

### 2. Significant Accounting Policies (continued)

#### Estimates and Judgements

The preparation of the financial statements requires management to make judgements, estimates and assumptions that affect the application of policies and the reported amounts of assets and liabilities, income and expense. The estimates and associated assumptions are based on historical experience and various other factors that are believed to be reasonable under the circumstances, the results of which form the basis of making the judgements about carrying values of assets and liabilities that are not readily apparent from other sources. Actual results may differ from these estimates and these differences may be material. The accounting policies have been applied consistently by the Company.

The significant accounting policies adopted by the Company for the financial year ended 31 December 2020 are as follows:

#### Investments

Securities which are quoted, listed or traded on a Recognised Exchange are valued at the last traded price. Where a security is dealt in or listed on more than one Recognised Exchange, the relevant exchange or market shall be the market which constitutes the main market. Securities listed or traded on a Recognised Exchange that are acquired or are traded at a premium or discount outside or off the relevant exchange or market may be valued by a competent person, firm or corporation (including the Investment Manager) selected by the Directors and approved for the purpose by the Depositary, taking into account the level of premium or discount at the valuation point. The Depositary shall be satisfied that the adoption of such a procedure is justifiable in the context of establishing the probable realisation value of the security.

Investments in open-ended investment funds are valued at fair value at the latest available unaudited net asset value for the shares or units obtained from the relevant administrator. The changes in the daily net asset value of these shares are recognised as net gain (loss) on investment activities in the Statement of Comprehensive Income.

All investment securities are initially recognised at fair value. Subsequently, investments in underlying funds are re-measured to fair value by the Directors based on the Company's proportional share of the Net Asset Value of the underlying fund that the Company invests in. The Net Asset Values are determined by the management of the underlying funds and their respective administrator and may be unaudited at the year end. Some of these underlying funds may be valued by fund administrators affiliated to a fund manager, or by the fund managers themselves, resulting in valuations which are not verified by an independent third party on a regular or timely basis. Accordingly, there is a risk that the valuations of the underlying funds may not reflect the true value of such underlying fund holdings at a specific valuation point, which could result in significant losses or inaccurate pricing for the underlying funds.

As at 31 December 2020 and 31 December 2019 there were no securities priced by the Investment Manager.

The value of any security which is not quoted, listed or dealt in on a Recognised Exchange or which is so quoted, listed or dealt but for which no such quotation or value is available or the available quotation or value is not representative of the fair market value shall be the probable realisation value as estimated with care and good faith by the Directors or a competent person, firm or corporation (including the Investment Manager) selected by the Directors and approved for the purpose by RBC Investor Services Bank S.A., Dublin Branch (the "Depositary"). Where reliable market quotations are not available for fixed income securities the value of such securities may be determined using matrix methodology compiled by the Directors whereby such securities are valued by reference to the valuation of other securities which are comparable in rating, yield, due date and other characteristics. No such estimated prices were applied at the financial year end.

#### Accounting for Investment Transactions, Income and Expenses

Regular-way purchases and sales of investments are recognised on the trade date. The trade date is the date on which a Sub-Fund commits to purchase or sell the asset. Investments are initially recognised at fair value and transaction costs for all financial assets and financial liabilities carried at fair value through profit or loss are included in the cost of the asset.

# CAROLON INVESTMENT FUNDS PLC

## NOTES TO FINANCIAL STATEMENTS (continued)

### 2. Significant Accounting Policies (continued)

#### Accounting for Investment Transactions, Income and Expenses (continued)

Investments are recognised when the right to receive cash flows from the investments is transferred to a Sub-Fund or a Sub-Fund has exposure to substantially all risks and rewards of ownership. Investments are derecognised when the right to receive cash flows from the investments has expired or a Sub-Fund has transferred substantially all risks and rewards of ownership.

Interest income and expenses are recognised in the Statement of Comprehensive Income for all investments. The net effect of coupon interest and amortisation and accretion of premiums and discounts using the effective interest method could be positive or negative and is disclosed as net realised and unrealised gains/(losses) on investment activities in the Statement of Comprehensive Income.

The computation of realised gains and losses on sales of investments is made on a first in first out basis.

Bank interest is recognised on an accrual basis.

Gains and losses realised on the sale of all financial assets and financial liabilities carried at fair value, and the movements in unrealised gains and losses since the prior financial year end, are recognised in the Statement of Comprehensive Income.

Dividend income is credited to the Statement of Comprehensive Income on the dates on which the relevant securities are listed as “ex-dividend” to the extent that information thereon is reasonably available to the Company except that certain dividends from foreign securities are recorded as soon as the information becomes available after the ex-dividend date.

Interest and dividend income is accounted for gross of any non-reclaimable/irrecoverable withholding taxes and net of any tax credits. The withholding tax is shown separately in the Statement of Comprehensive Income.

Each Sub-Fund shall pay all of its expenses and its due proportion of any allocated expenses. The costs and gains or losses of any hedging transactions will be attributable to the relevant share class. To the extent that expenses are attributable to a specific class of a Sub-Fund, that class shall bear such expenses.

#### Cash and Cash Equivalents

Cash and cash equivalents comprise demand, call and term deposits with a maturity of three months or less. Cash and cash equivalents are recorded at their nominal value. Bank overdrafts, if any, are shown as current liabilities in the Statement of Financial Position.

#### Foreign Currency Transactions

In accordance with FRS 102 Section 30 “Foreign Currency Translation”, items included in the Company’s financial statements are measured using the currency of the primary economic environment in which it operates (“functional currency”). The functional currencies of the Sub-Funds noted below are representative of the primary economic environment in which these Sub-Funds operate. The functional currencies of the Sub-Funds are as follows:

<b>Sub-Funds name</b>	<b>Functional Currency</b>
THB U.S. Opportunities Fund	US Dollar
James Hambro Harrier Adventurous Fund	Pound Sterling
James Hambro Harrier Balanced Fund	Pound Sterling
James Hambro Harrier Capital Growth Fund	Pound Sterling
James Hambro Harrier Cautious Fund	Pound Sterling

The Company has adopted the US Dollar as its presentation currency. Assets and liabilities denominated in currencies other than the various Sub-Funds’ functional currencies as stated above are translated into the functional currencies at the closing rates of exchange at each period end. Transactions during the financial

# CAROLON INVESTMENT FUNDS PLC

## NOTES TO FINANCIAL STATEMENTS (continued)

### 2. Significant Accounting Policies (continued)

#### Foreign Currency Transactions (continued)

period, including purchases and sales of securities, income and expenses are translated at the rate of exchange prevailing on the date of the transaction. Foreign currency gains and losses on investment transactions and retranslation of closing investments are included in Statement of Comprehensive Income. In respect of the Sub-Funds whose presentation currency is not the US Dollar, balances are translated into the presentation currency of the Company (US Dollar) at 31 December 2020. Foreign exchange differences arising on the translation of the Sub-Funds' functional currencies into the presentation currency of the Company are recognised separately through the Statement of Changes in Net Assets Attributable to Holders of Redeemable Participating Shares.

#### Distributions

The Directors intend to distribute net income of the Sub-Funds attributable to the distributing share classes in respect of each accounting period. The allocation dates for the distributing share classes in respect of each accounting period are 1 April and 1 October respectively.

The Directors do not anticipate that any dividends or other distributions will be paid to the holders of accumulating share classes of the Sub-Funds in respect of each accounting period. The amount of net income attributable to accumulating share classes shall become part of the capital property of the Sub-Funds. For accumulating Share Classes all income earned and net realised and unrealised gains (i.e. realised and unrealised capital gains net of all realised and unrealised losses) less accrued expenses of the Company, subject to certain adjustments, will be accumulated and reflected in the Net Asset Value per Share. The Directors may at any time determine to change the policy of the Company with respect to dividends and distributions.

#### Amounts Receivable on Sales of Securities and Amounts Payable on Purchases of Securities

Receivables and payables represent amounts receivable and payable for transactions contracted but not yet delivered.

In accordance with the Company's policy of trade date accounting for regular way sales and purchase transactions, sales/purchases awaiting settlement represent amounts receivable/payable for securities sold/purchased but not yet settled. Amounts receivable on sale of securities and amounts payable on purchase of securities are shown on the Statement of Financial Position.

The THB Fund will pay a maximum annual management fee as set out in note 3, calculated and accrued daily, based on the Net Asset Value of the previous day attributable to each class, and payable monthly in arrears promptly following the end of each month (the "THB Management Fee"). As outlined below, the THB Management Fee is comprised of the Investment Manager's Fee and the Distributor's Fee.

For James Hambro Harrier Adventurous Fund, James Hambro Harrier Balanced Fund, James Hambro Harrier Capital Growth Fund and James Hambro Harrier Cautious Fund the Investment Manager's Fee is inclusive of Distributor's fee.

### 3. Related Party Transactions

#### *Investment Manager's Fee:*

The THB Fund will pay to the Investment Manager a maximum annual investment management fee of 0.875% on Class A Shares, 0.63% on Class I Shares, 0.49% on Class F Shares and 0.42% on Class P Shares based on the Net Asset Value of the previous day attributable to each class (the "Investment Manager's Fee"). Such Investment Manager's Fee shall represent a 70% portion of the overall THB Management Fee for all share classes. The Investment Manager's Fee shall be calculated and accrued daily and payable monthly in arrears promptly following the end of each month.

# CAROLON INVESTMENT FUNDS PLC

## NOTES TO FINANCIAL STATEMENTS (continued)

### 3. Related Party Transactions (continued)

#### ***Investment Manager's Fee: (continued)***

The Investment Manager, in its sole discretion, may elect to, in effect, reduce or waive the Investment Manager's Fee in respect of certain Shareholders. Any such reduction or waiver may only be affected by way of a rebate to the relevant Shareholder's account (as specified in the Company's Application Form for Shares or subsequently in writing to the Company or the Administrator) after payment of the Investment Manager's Fee by the THB Fund as stated herein.

The Investment Manager for the THB Fund shall be entitled to be reimbursed by the Company for reasonable out of pocket expenses incurred by them and any VAT on fees and expenses payable to or by the Investment Managers.

James Hambro Harrier Adventurous Fund, James Hambro Harrier Balanced Fund, James Hambro Harrier Capital Growth Fund and James Hambro Harrier Cautious Fund will pay to the Investment Manager a maximum annual management fee of 1% of the Net Asset Value of the Share Class, calculated and accrued daily, based on the Net Asset Value of the previous Business Day attributable to each class, and payable monthly in arrears on the last Business Day of each month.

The Investment Management Fee comprises the total fees and expenses payable in respect of the management of the Sub-Fund and is therefore inclusive of the following fees and expenses: Manager's Fee, Administrator's Fee, Depositary's Fee, Operating Expenses and Fees, Establishment Expenses and Fees of the Distributor.

The amount of Investment Manager's fees payable and charged for each Sub-Fund during the financial year ended 31 December 2020 and 31 December 2019 have been noted on the Statement of Financial Position and the Statement of Comprehensive Income respectively. The total investment management fees charged for the financial year ended 31 December 2020 were USD 425,750 (31 December 2019: USD 407,105) and the amount payable as at 31 December 2020 was USD 46,128 (31 December 2019: USD 42,774).

#### ***Distributor's Fee:***

The THB Fund will pay to the Distributor a maximum annual distribution fee of 0.375% on Class A Shares, 0.27% on Class I Shares, 0.21% on Class F Shares and 0.18% on Class P Shares based on the Net Asset Value of the previous day attributable to each class (the "Distributor Fee"). Such Distributor's Fees shall represent a 30% portion of the overall THB Management Fee for all share classes. The Distributor's Fee shall be calculated and accrued daily and payable monthly in arrears promptly following the end of each month.

The Distributor, in its sole discretion, may elect to, in effect, reduce or waive the Distributor Fee in respect of certain Shareholders. Any such reduction or waiver may only be affected by way of a rebate to the relevant Shareholder's account (as specified in the Company's Application Form for Shares or subsequently in writing to the Company or the Administrator) after payment of the Distributor Fee by the THB Fund as stated herein.

The Distributor shall be entitled to be reimbursed by the Company for reasonable out of pocket expenses incurred by it and any VAT on fees and expenses payable to or by it.

For THB Fund the Distributor of the Company earned USD 180,252 (31 December 2019: USD 174,473), for the financial year ended 31 December 2020. At the end of the financial year fees of USD 17,736 (31 December 2019: USD 18,332) remained payable.

The Distributor for the Company, Carolon Capital UK Limited, is a related party. Timothy A. Smith, Director of the Company, is currently the President of Carolon Capital UK Limited.

For James Hambro Harrier Adventurous Fund, James Hambro Harrier Balanced Fund, James Hambro Harrier Capital Growth Fund and James Hambro Harrier Cautious Fund fees earned by the Distributor are part of the Investment Manager's Fee.



# CAROLON INVESTMENT FUNDS PLC

## NOTES TO FINANCIAL STATEMENTS (continued)

### 3. Related Party Transactions (continued)

#### Directors' Remuneration

The Articles of Association authorise the Directors to charge a fee for their services at a rate determined by the Directors. Timothy A. Smith has waived his entitlement to fees as a Director of the Company. The fees of any Director in any financial year shall not exceed EUR 15,000 (plus tax if any thereon) without the approval of the Board. Any increase in Directors' remuneration above that figure will be notified in advance to Shareholders and Shareholders will be given sufficient time to redeem their Shares prior to the implementation of any such increase. All Directors will be entitled to reimbursement by the Company of expenses properly incurred in connection with the business of the Company or the discharge of their duties.

The Director fees and expenses including applicable taxation for the financial year ended 31 December 2020 were USD 34,339 (31 December 2018: USD 33,587). At the end of the financial year fees of USD 9,225 (31 December 2019: USD 558) remained payable.

### 4. Fees

#### Manager's Fee

The Funds will pay to Bridge Fund Management Limited (the "Manager") an annual fee not to exceed 0.10% of the Net Asset Value of the Sub-Funds, subject to a minimum annual fee not to exceed EUR 150,000, which fee shall be allocated pro-rata to all Sub-Funds of the Company. The Manager's fee shall be subject to the imposition of Value Added Tax ("VAT") if required. The fee will be calculated and accrued daily and is payable monthly in arrears within ten (10) Business Days of the last Business Day of each calendar month. The Manager's fee may be waived or reduced by the Manager, in consultation with the Directors.

The Manager shall be entitled to be reimbursed by the Sub-Fund for reasonable out of pocket expenses incurred and any VAT on all fees and expenses payable to or by it.

The amount of Manager's fees payable and charged for each Sub-Fund during the financial year ended 31 December 2020 and 2019 have been noted on the Statement of Financial Position and the Statement of Comprehensive Income respectively. The total Management Fees charged for the financial year ended 31 December 2020 were USD 52,017 (31 December 2019: USD 46,270) and the amount payable as at 31 December 2020 was USD 625 (31 December 2019: USD nil).

#### Administration & Depositary Fees

The Administrator is entitled to receive out of the net assets of the Sub-Funds an annual fee charged at normal commercial rates as may be agreed from time to time up to a maximum fee of 0.0225% of the Net Asset Value of the Sub-Funds, accrued and calculated on each Dealing Day and payable monthly in arrears subject to a minimum annual fee of up to EUR 27,600. The Administrator is entitled to be repaid all of its reasonable agreed upon transaction and other charges (which will be at normal commercial rates) and other out-of-pocket expenses out of the assets of the Sub-Fund (plus VAT thereon, if any).

The amount of Administrator's fees payable and charged for each Sub-Fund during the financial year ended 31 December 2020 and 2019 have been noted on the Statement of Financial Position and the Statement of Comprehensive Income respectively. The total Administration Fees charged for the financial year ended 31 December 2020 were USD 67,302 (31 December 2019: USD 63,417) and the amount payable as at 31 December 2020 was USD 11,479 (31 December 2019: USD 10,442).

The Depositary shall be entitled to receive out of the net assets of the Sub-Fund an annual fee charged at normal commercial rates as may be agreed from time to time up to a maximum fee of 0.025% of the Net Asset Value of a Sub-Fund accrued and calculated on each Dealing Day and payable monthly in arrears (plus VAT thereon, if any) subject to a minimum annual fee of up to EUR 17,400. The Depositary is also entitled to sub-custodian's fees which will be charged at normal commercial rates as well as agreed upon transaction charges (which will be at normal commercial rates) and other out-of-pocket expenses out of the assets of a Sub-Fund (plus VAT thereon, if any).

# CAROLON INVESTMENT FUNDS PLC

## NOTES TO FINANCIAL STATEMENTS (continued)

### 4. Fees (continued)

#### Administration & Depositary Fees (continued)

The amount of Depositary's fees payable and charged for each Sub-Fund during the financial year ended 31 December 2020 and 2019 have been noted on the Statement of Financial Position and the Statement of Comprehensive Income respectively. The total Depositary Fees charged for the financial year ended 31 December 2020 were USD 48,757 (31 December 2019: USD 36,411) and the amount payable as at 31 December 2020 was USD 8,113 (31 December 2019: USD 5,475). The depositary oversight fees are included in the depositary fees and total oversight fees were USD 28,612 (31 December 2019: USD 24,224) for the financial year ended 31 December 2020.

### 5. Cash at Bank and Bank Overdrafts

The Depositary is contracted to hold all cash balances and bank overdrafts.

The Depositary, RBC Investor Services Bank S.A., Dublin Branch has a credit rating at 31 December 2020 of AA- with S&P (31 December 2019: AA-). The credit rating for the parent company of the RBC Group, RBC Investor Services Limited, at 31 December 2020 is AA- with S&P (31 December 2019: AA-).

### 6. Number of Shares in Issue and Net Assets Attributable to Redeemable Participating and Non-Participating Shareholders

The share capital of the Company is equal to the value of the issued share capital of the Company.

The authorised share capital of the Company is 500,000,000,000 redeemable participating shares of no-par value and 300,000 redeemable non-participating shares of no-par value. The minimum issued share capital of the Company is two redeemable non-participating shares of no-par value each. Non-participating shares do not entitle the holders thereof to any dividend and on a winding up entitle the holders thereof to receive the amount paid up thereon but do not otherwise entitle them to participate in the assets of the Company.

The Directors have the power to allot shares in the capital of the Company on such terms and in such manner as they may deem fit. The Directors may temporarily suspend redemptions in extraordinary circumstances if this is deemed to be in the best interest of all shareholders.

Redeemable non-participating shares of no-par value were issued to Timothy A. Smith and Carolon Capital UK Limited (both being the holder of 1 share). As at 31 December 2020, the Company had capital of USD nil related to the redeemable non-participating shares.

Each participating share entitles the holder to attend and vote at meetings of the Company.

	<b>Class F GBP Accumulating 31 December 2020</b>	<b>Class I EUR Accumulating 31 December 2020</b>	<b>Class I GBP Accumulating 31 December 2020</b>	<b>Class P GBP Accumulating 31 December 2020</b>
<b>THB U.S. Opportunities UCITS Fund</b>				
<b>Redeemable participating shares in issue at beginning of the financial year</b>	<b>129,653.28</b>	<b>35,843.75</b>	<b>3,367,053.85</b>	<b>3,204,527.12</b>
Shares issued during the financial year	143,983.38	9,206.65	504,141.90	2,888,581.09
Shares redeemed during the financial year	(177,342.37)	(40,315.55)	(3,150,844.69)	(504,231.60)
<b>Redeemable participating shares in issue at end of the financial year</b>	<b>96,294.29</b>	<b>4,734.85</b>	<b>720,351.06</b>	<b>5,588,876.61</b>

# CAROLON INVESTMENT FUNDS PLC

## NOTES TO FINANCIAL STATEMENTS (continued)

### 6. Number of Shares in Issue and Net Assets Attributable to Redeemable Participating and Non-Participating Shareholders (continued)

	Class F GBP Accumulating 31 December 2019	Class I EUR Accumulating 31 December 2019	Class I GBP Accumulating 31 December 2019	Class P GBP Accumulating 31 December 2019
<b>THB U.S. Opportunities UCITS Fund</b>				
<b>Redeemable participating shares in issue at beginning of the financial year</b>	<b>1,588,800.63</b>	<b>21,830.45</b>	<b>3,262,198.59</b>	-
Shares issued during the financial year	224,430.16	15,160.81	556,869.26	3,235,364.13
Shares redeemed during the financial year	(1,683,577.51)	(1,147.51)	(452,014.00)	(30,837.01)
<b>Redeemable participating shares in issue at end of the financial year</b>	<b>129,653.28</b>	<b>35,843.75</b>	<b>3,367,053.85</b>	<b>3,204,527.12</b>

	Class A GBP Distributing 31 December 2020*
<b>James Hambro Harrier Adventurous Fund</b>	
<b>Redeemable participating shares in issue at beginning of the financial year</b>	-
Shares issued during the financial year	13,344,785.35
Shares redeemed during the financial year	-
<b>Redeemable participating shares in issue at end of the financial year</b>	<b>13,344,785.35</b>

\* Sub-Fund launched on 30 December 2020 and as result there are no comparatives.

	Class A GBP Distributing 31 December 2020*
<b>James Hambro Harrier Balanced Fund</b>	
<b>Redeemable participating shares in issue at beginning of the financial year</b>	-
Shares issued during the financial year	46,897,122.33
Shares redeemed during the financial year	-
<b>Redeemable participating shares in issue at end of the financial year</b>	<b>46,897,122.33</b>

\* Sub-Fund launched on 30 December 2020 and as result there are no comparatives.



# CAROLON INVESTMENT FUNDS PLC

## NOTES TO FINANCIAL STATEMENTS (continued)

### 6. Number of Shares in Issue and Net Assets Attributable to Redeemable Participating and Non-Participating Shareholders (continued)

	<b>Class A GBP Distributing 31 December 2020*</b>
<b>James Hambro Harrier Capital Growth Fund</b>	
<b>Redeemable participating shares in issue at beginning of the financial year</b>	-
Shares issued during the financial year	47,782,574.79
Shares redeemed during the financial year	-
<b>Redeemable participating shares in issue at end of the financial year</b>	<b><u>47,782,574.79</u></b>

\* Sub-Fund launched on 30 December 2020 and as result there are no comparatives.

	<b>Class A GBP Distributing 31 December 2020*</b>
<b>James Hambro Harrier Cautious Fund</b>	
<b>Redeemable participating shares in issue at beginning of the financial year</b>	-
Shares issued during the financial year	1,007,384.90
Shares redeemed during the financial year	-
<b>Redeemable participating shares in issue at end of the financial year</b>	<b><u>1,007,384.90</u></b>

\* Sub-Fund launched on 30 December 2020 and as result there are no comparatives.

### 7. Taxation

Under current law and practice, the Company qualifies as an investment undertaking as defined in Section 739B of the Taxes Consolidation Act, 1997, as amended. On that basis it is generally not chargeable to Irish tax on its income or capital gains.

However, Irish tax may arise on the happening of a "chargeable event". A chargeable event includes any payments of distributions to shareholders, any encashment, repurchase redemption, transfer or cancellation of shares and any deemed disposal of shares for Irish tax purposes arising as a result of holding shares in the Company for a period of eight years or more.

No Irish tax will arise in respect of chargeable events in respect of:

- i) Shareholders who are neither Irish resident nor ordinarily resident in Ireland for tax purposes at the time of the chargeable event, provided, in each case, that an appropriate valid declaration in accordance with Statement 2B of the Taxes Consolidation Act, 1997 (as amended) is held by the Company.
- ii) Certain exempted Irish tax resident Shareholders who have provided the Company with the necessary signed statutory declarations.

Dividend income, interest income and capital gains (if any) received on investments made by the Company may be subject to withholding taxes imposed by the country from which the investment income/gains are received, and such taxes may not be recoverable by the Company or its shareholders.

# CAROLON INVESTMENT FUNDS PLC

## NOTES TO FINANCIAL STATEMENTS (continued)

### 8. Net Gains/(Losses) on Financial assets at Fair Value through Profit or Loss

THB U.S. Opportunities UCITS Fund	31 December 2020 USD	31 December 2019 USD
Net realised currency losses	(288,484)	(42,832)
Net realised gains/(losses) on Investments	2,249,938	(2,612,517)
Net change in unrealised gains on Investments	24,999,843	10,113,243
<b>Net gains on financial assets at fair value through profit or loss</b>	<b>26,961,297</b>	<b>7,457,894</b>

James Hambro Harrier Adventurous Fund	31 December 2020 GBP*
Net realised currency losses	(3)
Net realised (losses)/gains on Investments	-
Net change in unrealised losses on Investments	(71,087)
<b>Net losses on financial assets at fair value through profit or loss</b>	<b>(71,090)</b>

\* Sub-Fund launched on 30 December 2020 and as result there are no comparatives.

James Hambro Harrier Balanced Fund	31 December 2020 GBP*
Net realised currency losses	(12)
Net realised (losses)/gains on Investments	-
Net change in unrealised losses on Investments	(131,888)
<b>Net losses on financial assets at fair value through profit or loss</b>	<b>(131,900)</b>

\* Sub-Fund launched on 30 December 2020 and as result there are no comparatives.

James Hambro Harrier Capital Growth Fund	31 December 2020 GBP*
Net realised currency losses	(17)
Net realised (losses)/gains on Investments	-
Net change in unrealised losses on Investments	(248,629)
<b>Net losses on financial assets at fair value through profit or loss</b>	<b>(248,646)</b>

\* Sub-Fund launched on 30 December 2020 and as result there are no comparatives.

James Hambro Harrier Cautious Fund	31 December 2020 GBP*
Net realised currency losses	-
Net realised (losses)/gains on Investments	-
Net change in unrealised losses on Investments	(788)
<b>Net losses on financial assets at fair value through profit or loss</b>	<b>(788)</b>

\* Sub-Fund launched on 30 December 2020 and as result there are no comparatives.

# CAROLON INVESTMENT FUNDS PLC

## NOTES TO FINANCIAL STATEMENTS (continued)

### 9. Soft Commissions

For the financial year ended 31 December 2020 and 31 December 2019, the Investment Manager received soft commissions from brokers/dealers in consideration for directing dealings in the investments of the THB Fund. These soft commissions were in the form of goods and services such as subscriptions to research services which are of demonstrable benefits to shareholders.

### 10. Risks Associated with Financial Instruments

The Company is exposed to market risk (including market price risk, foreign currency risk and interest rate risk), credit risk and liquidity risk arising from the financial instruments it holds.

The overall risk management programme focuses on the unpredictability of financial markets and seeks to minimise potential adverse effects on financial performance. Each type of risk is discussed in turn and qualitative information is provided when relevant to provide an understanding of the risk management methods used by the Investment Managers, along with quantitative analysis to give an understanding of the extent of exposure to risks.

Investment risk exists at the Sub-Fund level for the Company. For each Sub-Fund, the investment risk is managed by the Investment Manager of the Sub-Fund.

The past investment performance of the Company, the Investment Managers or any affiliates, or associated entities, may not be construed as an indication of the future results of an investment in a Sub-Fund. There can be no assurance that a particular Sub-Fund's investment objective will be achieved, its investment policy will prove successful; or investors will not lose all or a portion of their investment in a Sub-Fund.

Legal, tax and regulatory changes are likely to occur during the term of the Company and some of these changes may adversely affect the Company.

#### a) Market Risk

Market risk arises mainly from uncertainty about future prices of financial instruments held. It represents the potential loss the Company might suffer through holding market positions in the face of price movements.

# CAROLON INVESTMENT FUNDS PLC

## NOTES TO FINANCIAL STATEMENTS (continued)

### 10. Risks Associated with Financial Instruments (continued)

#### a) Market Risk (continued)

The Company invests in listed investments such as equities, exchange traded and investment funds, as well as bonds. Details of all investments held at the reporting date are listed in the Schedules of Investments. As result market risk is a risk to which exposure is unavoidable. The Sub-Funds may also invest in underlying funds that are subject to valuation risk due to their underlying investments and how they are valued. The Sub-Funds' market price risk is mitigated through diversification across funds and fund strategies. The Investment Manager for each Sub-Fund endeavors to manage exposure to the risk of adverse changes in the general level of market prices by adhering to formal risk management processes, which include the use of systems and technology to monitor overall market and position risk on a daily basis.

Market risk comprises of price risk, currency risk and interest rate risk.

#### (i) Price Risk

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

The Sub-Funds' investments are carried at fair value with fair value changes recognised in the Statement of Comprehensive Income. All changes in market conditions will directly affect net income. The risk is mitigated through diversification of the portfolio in sectors and industries.

The market price risk for each Sub-Fund is managed by the relevant Investment Manager through continuous monitoring and assessment of individual investments and the portfolio as a whole. Each Sub-Fund's investment mandate means that each will have varying levels of exposure to different markets and as a consequence difference levels of exposures to price risk. The Investment Managers manage this risk through active selection of individual positions, diversification and in some cases changing the level of market risk through the purchase or sale of securities. Details of all investments held at the reporting date are listed in the Schedules of Investments. As a result, it is appropriate to use the financial year end portfolio as a risk variable in any market sensitivity analysis. To illustrate the sensitivity of the portfolio based on a reasonably possible estimate of market price movements for a financial year, if the price of each of the equity securities to which the Sub-Funds maintained exposure had increased by 5%, whilst the foreign currency rates held constant, there would have been the following approximate increases in net assets attributable to holders of redeemable participating shares:

<b>Sub-Fund Name</b>	<b>31 December 2020 5% gain (USD)</b>	<b>31 December 2019 5% gain (USD)</b>
THB U.S. Opportunities UCITS Fund	5,523,454	4,627,260

<b>Sub-Fund Name</b>	<b>31 December 2020* 5% gain (GBP)</b>
James Hambro Harrier Adventurous Fund	727,878

\* Sub-Fund launched on 30 December 2020 and as result there are no comparatives.

<b>Sub-Fund Name</b>	<b>31 December 2020* 5% gain (GBP)</b>
James Hambro Harrier Balanced Fund	2,715,640

\* Sub-Fund launched on 30 December 2020 and as result there are no comparatives.

# CAROLON INVESTMENT FUNDS PLC

## NOTES TO FINANCIAL STATEMENTS (continued)

### 10. Risks Associated with Financial Instruments (continued)

#### a) Market Risk (continued)

##### (i) Price Risk (continued)

<b>Sub-Fund Name</b>	<b>31 December 2020*</b> <b>5% gain (GBP)</b>
James Hambro Harrier Capital Growth Fund	3,901,696

\* Sub-Fund launched on 30 December 2020 and as result there are no comparatives.

<b>Sub-Fund Name</b>	<b>31 December 2020*</b> <b>5% gain (GBP)</b>
James Hambro Harrier Cautious Fund	40,767

\* Sub-Fund launched on 30 December 2020 and as result there are no comparatives.

A decrease in the price of the equity securities to which the Company had exposure by 5% would have resulted in an equal but opposite effect on net assets attributable to holders of redeemable shares by the amounts shown above, on the basis that all other variables remained constant.

##### (ii) Currency Risk

Currency risk is the risk that the Company's operations or the NAV of the Company will be affected by changes in exchange rates and regulatory controls on currency movements.

The Company may employ techniques and instruments intended to provide protection against exchange rate risks in the context of the management of its assets and liabilities, for example where there is a difference between the date an investment purchase or sale is entered into and the date when settlement of the proceeds occurs. When the Company enters into a transaction which will involve the buying or selling of foreign currency in order to complete a transaction, a forward foreign exchange contract may be entered into at the same time as the initial transaction in order to eliminate exchange rate risk. The Company may also enter into forward foreign exchange contracts to hedge the foreign exchange risk implicit in the value of portfolio securities denominated in a currency other than the Sub-Fund's base currency.

The table below summarises the THB U.S. Opportunities UCITS Fund's assets and liabilities, monetary and non-monetary, which are denominated in a currency other than USD as at 31 December 2020.

#### **THB U.S. Opportunities UCITS Fund**

	<b>Assets</b>		<b>Liabilities</b>	
	<b>Monetary assets</b>	<b>Non-monetary assets</b>	<b>Monetary liabilities</b>	<b>Non-monetary liabilities</b>
GBP	-	121,028	-	(897,569)
<b>Total</b>	<b>-</b>	<b>121,028</b>	<b>-</b>	<b>(897,569)</b>

# CAROLON INVESTMENT FUNDS PLC

## NOTES TO FINANCIAL STATEMENTS (continued)

### 10. Risks Associated with Financial Instruments (continued)

#### a) Market Risk (continued)

##### (ii) Currency Risk (continued)

The table below summarises the 5% sensitivity of the THB U.S. Opportunities UCITS Fund's monetary and non-monetary assets and liabilities to changes in foreign exchange movements at 31 December 2020. The 5% sensitivity is deemed reasonable by management.

#### THB U.S. Opportunities UCITS Fund

	Assets		Liabilities	
	Monetary assets	Non-monetary assets	Monetary liabilities	Non-monetary liabilities
GBP	-	6,051	-	(44,878)
<b>Total</b>	<b>-</b>	<b>6,051</b>	<b>-</b>	<b>(44,878)</b>

The table below summarises the James Hambro Harrier Adventurous Fund's assets and liabilities, monetary and non-monetary, which are denominated in a currency other than GBP as at 31 December 2020.

#### James Hambro Harrier Adventurous Fund\*

	Assets		Liabilities	
	Monetary assets	Non-monetary assets	Monetary liabilities	Non-monetary liabilities
CHF	273,155	-	-	-
EUR	724,830	-	-	-
HKD	763,029	-	-	-
JPY	523,507	-	-	-
USD	5,772,509	-	-	-
<b>Total</b>	<b>8,057,030</b>	<b>-</b>	<b>-</b>	<b>-</b>

\* Sub-Fund launched on 30 December 2020 and as result there are no comparatives.

The table below summarises the 5% sensitivity of the James Hambro Harrier Adventurous Fund's monetary and non-monetary assets and liabilities to changes in foreign exchange movements at 31 December 2020. The 5% sensitivity is deemed reasonable by management.

#### James Hambro Harrier Adventurous Fund\*

	Assets		Liabilities	
	Monetary assets	Non-monetary assets	Monetary liabilities	Non-monetary liabilities
CHF	13,658	-	-	-
EUR	36,242	-	-	-
HKD	38,151	-	-	-
JPY	26,175	-	-	-
USD	288,625	-	-	-
<b>Total</b>	<b>402,851</b>	<b>-</b>	<b>-</b>	<b>-</b>

\* Sub-Fund launched on 30 December 2020 and as result there are no comparatives.

# CAROLON INVESTMENT FUNDS PLC

## NOTES TO FINANCIAL STATEMENTS (continued)

### 10. Risks Associated with Financial Instruments (continued)

#### a) Market Risk (continued)

##### (ii) Currency Risk (continued)

The table below summarises the James Hambro Harrier Balanced Fund's assets and liabilities, monetary and non-monetary, which are denominated in a currency other than GBP as at 31 December 2020.

#### James Hambro Harrier Balanced Fund\*

	Assets		Liabilities	
	Monetary assets	Non-monetary assets	Monetary liabilities	Non-monetary liabilities
CHF	867,291	-	-	-
EUR	1,597,246	-	-	-
HKD	1,583,649	-	-	-
JPY	1,722,459	-	-	-
USD	17,277,849	-	-	-
<b>Total</b>	<b>23,048,494</b>	<b>-</b>	<b>-</b>	<b>-</b>

\* Sub-Fund launched on 30 December 2020 and as result there are no comparatives.

The table below summarises the 5% sensitivity of the James Hambro Harrier Balanced Fund's monetary and non-monetary assets and liabilities to changes in foreign exchange movements at 31 December 2020. The 5% sensitivity is deemed reasonable by management.

#### James Hambro Harrier Balanced Fund\*

	Assets		Liabilities	
	Monetary assets	Non-monetary assets	Monetary liabilities	Non-monetary liabilities
CHF	43,365	-	-	-
EUR	79,862	-	-	-
HKD	79,182	-	-	-
JPY	86,123	-	-	-
USD	863,892	-	-	-
<b>Total</b>	<b>1,152,424</b>	<b>-</b>	<b>-</b>	<b>-</b>

\* Sub-Fund launched on 30 December 2020 and as result there are no comparatives.

# CAROLON INVESTMENT FUNDS PLC

## NOTES TO FINANCIAL STATEMENTS (continued)

### 10. Risks Associated with Financial Instruments (continued)

#### a) Market Risk (continued)

##### (ii) Currency Risk (continued)

The table below summarises the James Hambro Harrier Capital Growth Fund's assets and liabilities, monetary and non-monetary, which are denominated in a currency other than GBP as at 31 December 2020.

#### James Hambro Harrier Capital Growth Fund\*

	Assets		Liabilities	
	Monetary assets	Non-monetary assets	Monetary liabilities	Non-monetary liabilities
CHF	1,396,191	-	-	-
EUR	2,628,676	-	-	-
HKD	2,548,033	-	-	-
JPY	1,362,775	-	-	-
USD	29,312,255	-	-	-
<b>Total</b>	<b>37,247,930</b>	-	-	-

\* Sub-Fund launched on 30 December 2020 and as result there are no comparatives.

The table below summarises the 5% sensitivity of the James Hambro Harrier Capital Growth Fund's monetary and non-monetary assets and liabilities to changes in foreign exchange movements at 31 December 2020. The 5% sensitivity is deemed reasonable by management.

#### James Hambro Harrier Capital Growth Fund\*

	Assets		Liabilities	
	Monetary assets	Non-monetary assets	Monetary liabilities	Non-monetary liabilities
CHF	69,810	-	-	-
EUR	131,434	-	-	-
HKD	127,402	-	-	-
JPY	68,139	-	-	-
USD	1,465,613	-	-	-
<b>Total</b>	<b>1,862,398</b>	-	-	-

\* Sub-Fund launched on 30 December 2020 and as result there are no comparatives.



# CAROLON INVESTMENT FUNDS PLC

## NOTES TO FINANCIAL STATEMENTS (continued)

### 10. Risks Associated with Financial Instruments (continued)

#### a) Market Risk (continued)

##### (ii) Currency Risk (continued)

The table below summarises the James Hambro Harrier Cautious Fund's assets and liabilities, monetary and non-monetary, which are denominated in a currency other than GBP as at 31 December 2020.

#### James Hambro Harrier Cautious Fund\*

	Assets		Liabilities	
	Monetary assets	Non-monetary assets	Monetary liabilities	Non-monetary liabilities
CHF	9,405	-	-	-
EUR	17,760	-	-	-
HKD	17,741	-	-	-
JPY	20,085	-	-	-
USD	219,478	-	-	-
<b>Total</b>	<b>284,469</b>	<b>-</b>	<b>-</b>	<b>-</b>

\* Sub-Fund launched on 30 December 2020 and as result there are no comparatives.

The table below summarises the 5% sensitivity of the James Hambro Harrier Cautious Fund's monetary and non-monetary assets and liabilities to changes in foreign exchange movements at 31 December 2020. The 5% sensitivity is deemed reasonable by management.

#### James Hambro Harrier Cautious Fund\*

	Assets		Liabilities	
	Monetary assets	Non-monetary assets	Monetary liabilities	Non-monetary liabilities
CHF	470	-	-	-
EUR	888	-	-	-
HKD	887	-	-	-
JPY	1,004	-	-	-
USD	10,974	-	-	-
<b>Total</b>	<b>14,223</b>	<b>-</b>	<b>-</b>	<b>-</b>

\* Sub-Fund launched on 30 December 2020 and as result there are no comparatives.

# CAROLON INVESTMENT FUNDS PLC

## NOTES TO FINANCIAL STATEMENTS (continued)

### 10. Risks Associated with Financial Instruments (continued)

#### a) Market Risk (continued)

##### (iii) Interest Rate Risk

Interest rate risk is the risk that the value of a financial instrument will fluctuate because of changes in market interest rates.

Certain Sub-Funds invest in fixed and floating rate securities. The income of the Sub-Funds may be affected by changes to the interest rates relevant to particular securities or as result of the Investment Manager being unable to secure similar returns on the expiry of contracts or sale of security. The value of the fixed interest securities may be affected by interest rate movements or the expectations of such movement in the future.

Interest rate risk is managed through a limit framework and investment guidelines with which the Sub-Fund must comply. These include restrictions on position size, and the level of interest rate risk. The Investment Manager continuously reviews interest rates and inflation expectations, the assessment of this may result in a change in investment strategy.

The interest rate risk in relation to cash at bank is not regarded as a material risk.

As at 31 December 2020 and 31 December 2019 THB Funds and James Hambro Harrier Adventurous Fund are not included as they are not deemed to have significant interest rate risk.

#### James Hambro Harrier Balanced Fund

Sub-Fund exposure to interest rate risk (in GBP, at 31 December 2020). Sub-Fund launched on 30 December 2020 and as result there are no comparatives.

Assets	Up to 1 year	1 to 5 year	Over 5 years	Non-interest bearing	Total
	GBP	GBP	GBP	GBP	GBP
Equity	-	-	-	29,491,657	29,491,657
Exchange traded funds	-	-	-	4,818,424	4,818,424
Investment funds	-	-	-	20,002,738	20,002,738
Debt Instruments	-	-	8,694,430	-	8,694,430
Loans and receivables					
a) Cash and cash equivalents	-	-	-	1,077,322	1,077,322
b) Other assets	-	-	-	83,167	83,167
<b>Total Assets</b>	<b>-</b>	<b>-</b>	<b>8,694,430</b>	<b>55,473,308</b>	<b>64,167,738</b>
Liabilities	Up to 1 year	1 to 5 years	Over 5 years	Non-interest bearing	Total
	GBP	GBP	GBP	GBP	GBP
Loans and payables					
a) Other liabilities	-	-	-	3,017	3,017
<b>Total Liabilities</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>3,017</b>	<b>3,017</b>

# CAROLON INVESTMENT FUNDS PLC

## NOTES TO FINANCIAL STATEMENTS (continued)

### 10. Risks Associated with Financial Instruments (continued)

#### a) Market Risk (continued)

#### (iii) Interest Rate Risk (continued)

#### James Hambro Harrier Capital Growth Fund

Sub-Fund exposure to interest rate risk (in GBP, at 31 December 2020). Sub-Fund launched on 30 December 2020 and as result there are no comparatives.

Assets	Up to 1 year	1 to 5 year	Over 5 years	Non-interest bearing	Total
	GBP	GBP	GBP	GBP	GBP
Equity	-	-	-	48,360,112	48,360,112
Exchange traded funds	-	-	-	3,978,952	3,978,952
Investment funds	-	-	-	25,694,859	25,694,859
Debt Instruments	-	-	6,453,632	-	6,453,632
Loans and receivables					
a) Cash and cash equivalents	-	-	-	2,157,975	2,157,975
b) Other assets	-	-	-	92,459	92,459
<b>Total Assets</b>	-	-	<b>6,453,632</b>	<b>80,284,357</b>	<b>86,737,989</b>
<b>Liabilities</b>					
	Up to 1 year	1 to 5 years	Over 5 years	Non-interest bearing	Total
	GBP	GBP	GBP	GBP	GBP
Loans and payables					
a) Other liabilities	-	-	-	4,529	4,529
<b>Total Liabilities</b>	-	-	-	<b>4,529</b>	<b>4,529</b>

# CAROLON INVESTMENT FUNDS PLC

## NOTES TO FINANCIAL STATEMENTS (continued)

### 10. Risks Associated with Financial Instruments (continued)

#### a) Market Risk (continued)

##### (iii) Interest Rate Risk (continued)

#### James Hambro Harrier Cautious Fund

Sub-Fund exposure to interest rate risk (in GBP, at 31 December 2020). Sub-Fund launched on 30 December 2020 and as result there are no comparatives.

Assets	Up to 1 year	1 to 5 year	Over 5 years	Non-interest bearing	Total
	GBP	GBP	GBP	GBP	GBP
Equity	-	-	-	346,304	346,304
Exchange traded funds	-	-	-	105,265	105,265
Investment funds	-	-	-	363,773	363,773
Debt Instruments	-	-	210,884	-	210,884
Loans and receivables					
a) Cash and cash equivalents	-	-	-	23,752	23,752
b) Other assets	-	-	-	1,832	1,832
<b>Total Assets</b>	-	-	<b>210,884</b>	<b>840,926</b>	<b>1,051,810</b>
<b>Liabilities</b>					
	Up to 1 year	1 to 5 years	Over 5 years	Non-interest bearing	Total
	GBP	GBP	GBP	GBP	GBP
Loans and payables					
a) Other liabilities	-	-	-	117	117
<b>Total Liabilities</b>	-	-	-	<b>117</b>	<b>117</b>

At 31 December 2020, if the interest rate on which the financial assets held by the Sub-Funds had increased by 1%, whilst all other variables held constant, there would have been the following approximate decrease in net assets attributable to participating shareholders.

Sub-Fund Name	31 December 2020 1% movement (GBP)
James Hambro Harrier Balanced Fund	86,944
James Hambro Harrier Capital Growth Fund	64,536
James Hambro Harrier Cautious Fund	2,109

A decrease by 1% would result in an equal but opposite effect on net assets attributable to participating shareholders to the figures shown above, on the basis that all other variables remain constant.

#### b) Credit Risk

Credit risk arises where there is a possibility that a loss may occur from the failure of another party to fulfil its duties according to the terms of a contract. The Company will also be exposed to credit risk on parties with whom they trade securities and may also bear the risk of settlement default. The Company may also be exposed to credit risk on issuers in which the Company invests in respect of a default in payment of dividends

# CAROLON INVESTMENT FUNDS PLC

## NOTES TO FINANCIAL STATEMENTS (continued)

### 10. Risks Associated with Financial Instruments (continued)

#### b) Credit Risk (continued)

declared by the issuer. The Investment Manager seeks to minimise concentrations of credit risk by undertaking transactions with various numbers of counterparties on recognised exchanges.

In choosing and appointing a sub-custodian as a safe keeping agent, the Depositary exercises care and diligence to ensure that the sub-custodian has and maintains the expertise, competence and standing appropriate to discharge the responsibilities concerned. These criteria are monitored by the Depositary on an ongoing basis. As at 31 December 2020, RBC Investor Services Bank S.A. has a credit rating of AA- with Standard & Poor's (31 December 2019: AA-).

The credit risk on liquid funds is mitigated through the use of counterparties or banks with high credit-ratings assigned by international credit-rating agencies. The carrying amount of financial assets recognised in the financial statements, which is net of impairment losses, represents the Company's maximum exposure to credit risk, without taking into account collateral or other credit enhancements held.

All of the investments and cash of the Company are held by the Depositary, and its sub-custodians, on behalf of the Company. The investments are clearly segregated from the Depositary's own assets. However, bankruptcy or insolvency of the Depositary, or one of its sub-custodians, could cause the Company's rights with respect to assets held by the Depositary or sub custodian to be delayed. The underlying funds which the Sub-Funds invest into may be exposed to credit risk. Over time, it is not expected that the underlying funds are going to have substantial directional exposure to credit risks. From time to time, this may however be the case. This would be an intentional exposure and hence an exposure the Investment Manager would expect to earn profits from.

In the event of insolvency of the Depositary, the Fund will remain as a general creditor with respect to its cash at bank.

The Sub-Funds invest in fixed and floating interest rate bonds, which are generally viewed as lower-risk investments than equities. However, the solvency of government/organisations with whom the Sub-Funds invest can not be guaranteed, and any difficulty may adversely affect the Sub-Funds' performance. Sub-Funds are subject to investment limits for issuers of debt securities and will seek to minimise risk by diversifying portfolios.

The credit ratings for bonds held within the Sub-Funds are reviewed to ensure that they are appropriate in relation to the prospectus.

To the extent that the Sub-Funds hold debt securities, these are subject to the usual associated credit risks.

At 31 December 2020, the average credit rating of the debt instruments held by the Sub-Funds was:

<b>Sub-Funds</b>	<b>31 December 2020 Moody's</b>	<b>31 December 2019 Moody's</b>
James Hambro Harrier Adventurous Fund	AA3	-
James Hambro Harrier Balanced Fund	AA3	-
James Hambro Harrier Cautious Fund	AA3	-
James Hambro Harrier Capital Growth Fund	AA3	-

THB U.S. Opportunities Fund did not hold any debt securities as at 31 December 2020 (31 December 2019: none).

# CAROLON INVESTMENT FUNDS PLC

## NOTES TO FINANCIAL STATEMENTS (continued)

### 10. Risks Associated with Financial Instruments (continued)

#### c) Liquidity Risk

Liquidity risk is the risk that the Company will encounter difficulty in realising assets or otherwise raising funds to meet commitments. Not all securities or instruments invested in by the Company will be listed or rated and consequently liquidity may be low in these particular instruments. Moreover, the accumulation and disposal of holdings in some investments may be time consuming and may need to be conducted at unfavourable prices. The Company may also encounter difficulties in disposing of assets at their amounts approximating fair values due to adverse market conditions leading to limited liquidity.

The Investment Manager monitors the liquidity adequacy between assets and liabilities on an ongoing basis to ensure that the strategy and liquidity profile of the investments is consistent with the Fund's redemption policy, type of investor, and other underlying obligations. The Directors may temporarily suspend redemptions in extraordinary circumstances if this is deemed to be in the best interest of all shareholders.

Substantial redemptions at the option of Shareholders may necessitate liquidation of investments. It is possible that losses may be incurred due on such liquidations, which might otherwise not have arisen.

As at 31 December 2020 and 2019 substantially all liabilities, including net assets attributable to redeemable participating shareholders are payable within one month.

The Company's assets are comprised of securities or receivables due within one month. In accordance with the Sub-Funds' investment policies and the Manager's risk management policy, the Investment Manager monitors the Sub-Funds' liquidity position, and actively compares the liquidity terms of the underlying funds against the liquidity terms granted to the shareholders of the Sub-Funds themselves, ensuring that the Sub-Funds are reasonably liquid. The Sub-Funds are exposed to daily or weekly shareholder redemptions and they invest in various underlying funds, all of which have different liquidity terms ranging from daily to monthly.

### 11. Fair Value Estimation

Inputs are used in applying the various valuation techniques and broadly refer to the assumptions that market participants use to make valuation decisions, including assumptions about risk. Inputs may include price information, volatility statistics, specific and broad credit data, liquidity statistics and other factors. A financial instrument's level within the fair value hierarchy is based on the lowest level of any input that is significant to the fair value measurement (lowest being level 3).

Observable inputs are those that market participants would use in pricing the asset or liability based on market data obtained from sources independent of the Company. Unobservable inputs reflect Company management's assumptions, made in good faith, about the inputs market participants would use in pricing the asset or liability developed based on the best information available in the circumstances. The determination of what constitutes "observable" requires significant judgment by Company management. Company management considers observable data to be that market data which is readily available, regularly distributed or updated, reliable and verifiable, not proprietary, and provided by independent sources that are actively involved in the relevant market.

The categorisation of a financial instrument within the hierarchy is based upon the pricing transparency of the instrument and does not necessarily correspond to Company management's perceived risk of that instrument.

Fair value is a market-based measure considered from the perspective of a market participant rather than an entity-specific measure. Therefore, even when market assumptions are not readily available, Company management's own assumptions are set to reflect those that market participants would use in pricing the asset or liability at the measurement date. Company management uses prices and inputs that are current as of the measurement date, including periods of market dislocation. In periods of market dislocation, the observability of prices and inputs may be reduced for many securities. This condition could cause a security to be reclassified to a lower level within the fair value hierarchy.

# CAROLON INVESTMENT FUNDS PLC

## NOTES TO FINANCIAL STATEMENTS (continued)

### 11. Fair Value Estimation (continued)

The three levels of inputs are defined as follows:

Level 1 - The unadjusted quoted price in active markets for identical assets or liabilities that the entity can access at the measurement date;

Level 2 - Inputs other than quoted prices included within level 1 that are observable (i.e. developed using market data) for the asset or liability, either directly or indirectly; and

Level 3 - Inputs that are unobservable (i.e. for which market data is unavailable) for the asset or liability.

#### Valuation Techniques

When fair values of listed equities as well as publicly traded derivatives at the reporting date are based on quoted market prices or binding dealer price quotations, without any deduction for transaction costs, the instruments are included within level 1 of the hierarchy. Fair values of debt securities are included within level 2 of the hierarchy.

#### THB U.S. Opportunities UCITS Fund

Assets and Liabilities	Balance at	Quoted prices in	Significant other	Significant
	31 December 2020	active markets	observable inputs	unobservable inputs
	Total	(Level 1)	(Level 2)	(Level 3)
	USD	USD	USD	USD
<b>Financial assets at fair value through profit or loss</b>				
Quoted equity securities at fair value	110,469,069	110,469,069	-	-
	<b>110,469,069</b>	<b>110,469,069</b>	-	-

Assets and Liabilities	Balance at	Quoted prices in	Significant other	Significant
	31 December 2019	active markets	observable inputs	unobservable inputs
	Total	(Level 1)	(Level 2)	(Level 3)
	USD	USD	USD	USD
<b>Financial assets at fair value through profit or loss</b>				
Quoted equity securities at fair value	92,545,206	92,545,206	-	-
	<b>92,545,206</b>	<b>92,545,206</b>	-	-

# CAROLON INVESTMENT FUNDS PLC

## NOTES TO FINANCIAL STATEMENTS (continued)

### 11. Fair Value Estimation (continued)

#### Valuation Techniques (continued)

##### James Hambro Harrier Adventurous Fund\*

Assets and Liabilities	Balance at	Quoted prices in	Significant other	Significant
	31 December 2020	active markets	observable inputs	unobservable inputs
	Total	(Level 1)	(Level 2)	(Level 3)
	GBP	GBP	GBP	GBP
<b>Financial assets at fair value through profit or loss</b>				
Quoted equity securities at fair value	10,124,166	10,124,166	-	-
Exchange traded funds	657,137	657,137	-	-
Investment funds	3,776,265	-	3,776,265	-
	<b>14,557,568</b>	<b>10,781,303</b>	<b>3,776,265</b>	<b>-</b>

##### James Hambro Harrier Balanced Fund\*

Assets and Liabilities	Balance at	Quoted prices in	Significant other	Significant
	31 December 2020	active markets	observable inputs	unobservable inputs
	Total	(Level 1)	(Level 2)	(Level 3)
	GBP	GBP	GBP	GBP
<b>Financial assets at fair value through profit or loss</b>				
Quoted equity securities at fair value	29,491,657	29,491,657	-	-
Exchange traded funds	4,818,424	4,818,424	-	-
Bonds	8,694,430	8,694,430	-	-
Investment funds	20,002,738	-	20,002,738	-
	<b>63,007,249</b>	<b>43,004,511</b>	<b>20,002,738</b>	<b>-</b>



# CAROLON INVESTMENT FUNDS PLC

## NOTES TO FINANCIAL STATEMENTS (continued)

### 11. Fair Value Estimation (continued)

#### Valuation Techniques (continued)

#### James Hambro Harrier Capital Growth Fund\*

Assets and Liabilities	Balance at 31 December 2020	Quoted prices in active markets	Significant other observable inputs	Significant unobservable inputs
	Total	(Level 1)	(Level 2)	(Level 3)
	GBP	GBP	GBP	GBP
<b>Financial assets at fair value through profit or loss</b>				
Quoted equity securities at fair value	48,360,112	48,360,112	-	-
Exchange traded funds	3,978,952	3,978,952	-	-
Bonds	6,453,632	6,453,632	-	-
Investment funds	25,694,859	-	25,694,859	-
	<b>84,487,555</b>	<b>58,792,696</b>	<b>25,694,859</b>	<b>-</b>

# CAROLON INVESTMENT FUNDS PLC

## NOTES TO FINANCIAL STATEMENTS (continued)

### 11. Fair Value Estimation (continued)

#### Valuation Techniques (continued)

##### James Hambro Harrier Cautious Fund\*

Assets and Liabilities	Balance at	Quoted prices in	Significant other	Significant
	31 December 2020	active markets	observable inputs	unobservable inputs
	Total	(Level 1)	(Level 2)	(Level 3)
	GBP	GBP	GBP	GBP
<b>Financial assets at fair value through profit or loss</b>				
Quoted equity securities at fair value	346,304	346,304	-	-
Exchange traded funds	105,265	105,265	-	-
Bonds	210,884	-	210,884	-
Investment funds	363,773	-	363,773	-
	<b>1,026,226</b>	<b>451,569</b>	<b>574,657</b>	<b>-</b>

\* All four James Hambro Harrier Sub-Funds launched on 30 December 2020 and as result comparatives are not available.

Transaction costs on the purchase and sale of investments are included in the purchase and sale of the investment. The total amount of transaction costs for the financial year ended 31 December 2020 amounted to USD 327,282 (31 December 2019: USD 197,627). During the years ended 31 December 2019 and 31 December 2020 transactions costs were only incurred by the THB Fund.

### 12. Net Assets per Share

#### THB U.S. Opportunities UCITS Fund

<b>Class F GBP Accumulating</b>	<b>31 December 2020</b>	<b>31 December 2019</b>	<b>31 December 2018</b>
Total Net Assets for share dealing purpose	£ 1,718,043	£ 1,823,441	£ 20,275,452
Net Asset Value per Share – Class F GBP Accumulating	£ 13.05	£ 10.62	£ 10.01
<b>Class I EUR Accumulating</b>	<b>31 December 2020</b>	<b>31 December 2019</b>	<b>31 December 2018</b>
Total Net Assets for share dealing purpose	€ 74,645	€ 446,400	€ 247,227
Net Asset Value per Share – Class I EUR Accumulating	€ 12.91	€ 11.10	€ 9.88

# CAROLON INVESTMENT FUNDS PLC

## NOTES TO FINANCIAL STATEMENTS (continued)

### 12. Net Assets per Share (continued)

<b>Class I GBP Accumulating</b>	<b>31 December 2020</b>	<b>31 December 2019</b>	<b>31 December 2018</b>
Total Net Assets for share dealing purpose	£ 12,766,374	£ 47,133,354	£ 41,525,598
Net Asset Value per Share – Class I GBP Accumulating	£ 12.96	£ 10.57	£ 9.99
<b>Class P GBP Accumulating</b>	<b>31 December 2020</b>	<b>31 December 2019</b>	<b>31 December 2018</b>
Total Net Assets for share dealing purpose	£ 96,382,369	£ 43,520,895	-
Net Asset Value per Share – Class P GBP Accumulating	£ 12.61	£ 10.25	-

#### James Hambro Harrier Adventurous Fund\*

<b>Class A GBP Distributing</b>	<b>31 December 2020</b>
Total Net Assets for share dealing purpose	£ 14,669,895
Net Asset Value per Share – Class A GBP Distributing	£ 1.10

\*Sub-Fund launched on 30 December 2020 and as result there are no comparatives.

#### James Hambro Harrier Balanced Fund\*

<b>Class A GBP Distributing</b>	<b>31 December 2020</b>
Total Net Assets for share dealing purpose	£ 64,164,721
Net Asset Value per Share – Class A GBP Distributing	£ 1.37

\*Sub-Fund launched on 30 December 2020 and as result there are no comparatives.

#### James Hambro Harrier Capital Growth Fund\*

<b>Class A GBP Distributing</b>	<b>31 December 2020</b>
Total Net Assets for share dealing purpose	£ 86,733,460
Net Asset Value per Share – Class A GBP Distributing	£ 1.82

\*Sub-Fund launched on 30 December 2020 and as result there are no comparatives.

#### James Hambro Harrier Cautious Fund\*

<b>Class A GBP Distributing</b>	<b>31 December 2020</b>
Total Net Assets for share dealing purpose	£ 1,051,693
Net Asset Value per Share – Class A GBP Distributing	£ 1.04

\*Sub-Fund launched on 30 December 2020 and as result there are no comparatives.

### 13. Distributions

During the financial year ended 31 December 2020 there were no distributions made by the Company (31 December 2019: nil).

# CAROLON INVESTMENT FUNDS PLC

## NOTES TO FINANCIAL STATEMENTS (continued)

### 14. Segregated Liability

The Company is an open-ended umbrella investment company with segregated liability between Sub-Funds. As a result, as a matter of Irish law, any liability attributable to a particular Sub-Fund may only be discharged out of the assets of that Sub-Fund and the assets of other Sub-Funds may not be used to satisfy the liability of that Sub-Fund.

In addition, any contract entered into by the Company will by operation of law include an implied term to the effect that the counterparty to the contract may not have any recourse to assets of any of the Sub-Funds other than the Sub-Fund in respect of which the contract was entered into.

These provisions are binding both on creditors and in any insolvency but do not prevent the application of any enactment or rule of law which would require the application of the assets of one Sub-Fund to discharge some, or all liabilities of another Sub-Fund on the grounds of fraud or misrepresentation. In addition, whilst these provisions are binding in an Irish court which would be the primary venue for an action to enforce a debt against the Company, these provisions have not been tested in other jurisdictions, and there remains a possibility that a creditor might seek to attach or seize assets of one Sub-Fund in satisfaction of an obligation owed in relation to another Sub-Fund in a jurisdiction which would not recognise the principle of segregation of liability between Sub-Funds.

### 15. Auditor's Remuneration

Remuneration for PricewaterhouseCoopers Ireland for the financial year ended 31 December 2020 and 31 December 2019 was as follows:

	<b>2020</b>	<b>2019</b>
	<b>USD</b>	<b>USD</b>
Statutory Audit	43,979	24,124
Tax Services	24,433	9,534
Other Assurance Services	9,773	-
Total Remuneration	<u>78,185</u>	<u>33,658</u>

EUR 8,000 (USD 9,773) related to the fees for assurance work on merger of the assets of relevant sub-funds of IFSL James Hambro Umbrella Fund into Carolon Investment Funds plc.

No other services were provided by PricewaterhouseCoopers during the periods.

### 16. Foreign Exchange Translation

The exchange rates used in the financial statements to 1 USD as at 31 December 2020 and 31 December 2019 were as follows:

	<b>31 December 2020</b>	<b>31 December 2019</b>
GBP	0.731261	0.755002
EUR	0.818565	0.891583
CHF	0.885300	-
HKD	7.752479	-
JPY	103.255011	-

### 17. Significant Events During the Financial Year

The following summary updates were made to the Prospectus of the Company and Supplements of the Sub-Funds during the year ending 31 December 2020:

#### **Prospectus**

- Incorporation of an Addendum to the Prospectus dated 20 June 2019 relating to the change of Distributor and updates to disclosures related to same;

# CAROLON INVESTMENT FUNDS PLC

## NOTES TO FINANCIAL STATEMENTS (continued)

### 17. Significant Events During the Financial Year (continued)

- Incorporation of equalisation accounting disclosures;
- Updates to the Directors' biographies;
- Revision of the list of sub-custodians appointed by the Depositary; and
- Minor updates in relation to the passage of time.

#### **Supplements for THB U.S. Opportunities UCITS Fund, Victory Sophus Emerging Markets Small Cap UCITS Fund, Victory Sophus Emerging Markets UCITS Fund and THB U.S. Mid-Cap UCITS Fund**

- Updated to reflect the actively managed nature of each Sub-Fund in relation to the relevant benchmarks in accordance with the requirements of the ESMA UCITS Q&A. The Central Bank of Ireland noted the Supplements on 6 April 2020
- Updated in accordance with ESMA's UCITS Q&A in respect of whether the relevant Fund is actively managed in respect of a benchmark; and extending the initial offer period for any unlaunched share classes, where relevant.

#### **Supplements for James Hambro Harrier Adventurous Fund, James Hambro Harrier Balanced Fund, James Hambro Harrier Cautious Fund and James Hambro Harrier Capital Growth Fund.**

- Four new Sub-Funds were approved by the Central Bank as of 20 October, 2020 named James Hambro Harrier Adventurous Fund, James Hambro Harrier Balanced Fund, James Hambro Harrier Cautious Fund and James Hambro Harrier Capital Growth Fund. They commenced operations on 30 December 2020. All four James Hambro Harrier Sub-Funds launched on 30 December 2020 as result of the merger of the assets of relevant Sub-Funds of IFSL James Hambro Umbrella Fund. The Existing Funds Supplement was updated to refer to the four new Sub-Funds mentioned above.

In late 2019 and early 2020, a novel coronavirus and related respiratory disease ("COVID-19") emerged in China and spread rapidly across the world. This outbreak has led, and for an unknown period of time will continue to lead, to disruptions in local, regional, national and global markets and economies affected thereby. The COVID-19 outbreak has resulted in numerous deaths and the imposition of both local and more widespread "work from home" and other quarantine measures, mandatory closures of businesses deemed "non-essential," border closures and other travel restrictions, a decline in consumer demand for certain goods and services, commercial disruption on a global scale, and general concern and uncertainty, all of which have caused social unrest and significant volatility in financial markets. In March 2020, the World Health Organization declared COVID-19 outbreak a pandemic.

The ongoing spread of COVID-19 has had, and is expected to continue to have, a material adverse impact on local economies in the affected locations and also on the global economy. Many countries have reacted by instituting quarantines and travel restrictions, which has resulted in disruptions in supply chains and adversely impacted various industries, including but not limited to retail, transportation, hospitality, energy and entertainment. These developments may adversely impact certain companies and other issuers in which the Fund invests and the value of the Fund's investments therein. In addition, while we do not expect disruptions to the operations of the Company or the Company's service providers, such disruptions (including through quarantine measures and travel restrictions imposed on personnel located in affected locations, or any related health issues of such personnel) could nonetheless occur. The duration of the COVID-19 pandemic and its effects cannot be determined at this time, but the effects could be present for an extended period of time.

### 18. Significant Events After the Financial Year End

The COVID-19 outbreak has caused extensive disruption to businesses and economic activities globally. The uncertainty and instability continues post financial year end.

Thomson Horstmann & Bryant Inc was acquired by Victory Capital Holdings Inc. "Victory". The transaction was announced on 4th November 2020 and completed 1st March 2021. As a result, the Sub-Funds managed by THB are as of 1 March 2021, managed by Victory. These Sub-Funds have been renamed to Victory THB U.S. Mid-Cap UCITS Fund and Victory THB U.S. Opportunities UCITS Fund and revised Supplements were issued to reflect these changes.

# **CAROLON INVESTMENT FUNDS PLC**

## **NOTES TO FINANCIAL STATEMENTS (continued)**

### **18. Significant Events After the Financial Year End (continued)**

On 10 March 2021, revised Supplements were issued to incorporate amendments required by Regulation (EU) 2019/2088 on sustainability-related disclosures in the financial services sector, as amended ("SFDR") and where applicable, Regulation (EU) 2020/852 on the establishment of a framework to facilitate sustainable investment.

There were no other significant events post year end to be disclosed in the financial statements.

### **19. Approval of the Financial Statements**

The financial statements were approved by the Directors on 22 April 2021.

# CAROLON INVESTMENT FUNDS PLC

## Appendix 1 UCITS V Remuneration Disclosure (unaudited)

### Remuneration Policy of the Manager

The below disclosure is made in respect of the remuneration policies of Bridge Fund Management Limited (“the Manager”) in accordance with the European Union Directive 2014/91/EU as implemented in Ireland by S.I. No. 143/2016 - European Union (Undertakings for Collective Investment in Transferable Securities) (Amendment) Regulations 2016. This requires UCITS management companies to establish and apply remuneration policies and practices that promote sound and effective risk management, and do not encourage risk taking which is inconsistent with the risk profile of the UCITS.

The Bridge Remuneration Policy applies to all UCITS for which it acts as manager.

All remuneration paid to Identified Staff can be divided into:

- Fixed remuneration (payments or benefits without consideration of any performance criteria); and
- Variable remuneration (additional payments or benefits depending on performance or, in certain cases, other contractual criteria) which is not based on the performance of the UCITS.

The Manager has designated the following persons as Identified Staff:

1. Executive and Non-Executive members of the management body of the Company e.g. CEO, Directors, Executive and Non-Executive partners
2. Senior management
3. Risk takers – staff who can exert material influence on the Manager or on the UCITS it manages
4. Those in control functions: Operations, HR, Compliance, Finance where applicable
5. Staff whose total remuneration takes them into the bracket of senior management and risk takers, whose professional activities have a material impact on the Company’s risk position or those of the UCITS and/or AIFs it manages and
6. Categories of staff of the entities to which portfolio management or risk management activities have been delegated whose professional activities have a material impact on the Company’s risk position or those of the UCITS and/or AIFs it manages.

The Manager has a business model, policies and procedures, which by their nature do not promote excessive risk taking and take account of the nature, scale and complexity of the Manager and the UCITS. The Remuneration Policy is designed to discourage risk taking that is inconsistent with the risk profile of the UCITS and the Manager is not incentivised or rewarded for taking excessive risk.

The Manager is required under UCITS regulations to make quantitative disclosures of remuneration. Disclosures are provided in relation to Identified Staff who are employed directly by the Manager and Identified staff who have the ability to materially impact the risk profile of the UCITS including individuals who, although not directly employed by the Manager, are assigned by their employer to carry out services directly by the Manager.

Remuneration details for the Manager are disclosed below:

<b>Description</b>	<b>Number of beneficiaries</b>	<b>Total remuneration paid</b>	<b>Fixed remuneration paid</b>	<b>Variable remuneration paid</b>
Total Staff Remuneration	15	€1,163,713	€1,001,213	€162,500
Senior Management (including executives), risk takers and other identified staff	8	€840,322	€696,822	€143,500

## **CAROLON INVESTMENT FUNDS PLC**

### **Appendix 1 UCITS V Remuneration Disclosure (unaudited) (continued)**

#### **Remuneration Policy of the Manager (continued)**

Details of the Remuneration Policy, including, but not limited to, a description of how remuneration and benefits are calculated and the identity of persons responsible for awarding the remuneration and benefits is available at the following website:

<https://bridgeconsulting.ie/management-company-services/>