

E. I. STURDZA FUNDS Plc

(An umbrella fund with variable share capital and segregated liability between Sub-Funds)

ANNUAL REPORT AND AUDITED FINANCIAL STATEMENTS

for the year ended 31 December 2017

E.I. Sturdza Funds Plc

Contents

| | |
|--|---------|
| Company Information | 2-5 |
| Investment Manager's Report | |
| - Strategic China Panda Fund | 6-8 |
| - Strategic Euro Bond Fund | 9-10 |
| - Nippon Growth (UCITS) Fund | 11-13 |
| - Strategic Europe Value Fund | 14-17 |
| - Strategic Global Bond Fund | 18-19 |
| - Strategic US Momentum and Value Fund | 20-23 |
| - Strategic Global Quality Fund | 24-26 |
| - Strategic European Smaller Companies Fund | 27-29 |
| - Strategic Quality Emerging Bond Fund | 30-31 |
| - Strategic Beta Flex Fund | 32-35 |
| - Strategic Japan Opportunities Fund | 36-37 |
| Directors' Report and Statement of Directors' Responsibilities | 38-45 |
| Report of the Depositary to the Shareholders | 46 |
| Independent Auditor's Report | 47-50 |
| Statement of Financial Position | 51-54 |
| Statement of Comprehensive Income | 55-58 |
| Statement of Changes in Net Assets Attributable to Holders of Redeemable Participating Shares | 59-66 |
| Statement of Cash Flows | 67 |
| Notes to the Financial Statements | 68-169 |
| Schedule of Investments (unaudited) | |
| - Strategic China Panda Fund | 170-173 |
| - Strategic Euro Bond Fund | 174-177 |
| - Nippon Growth (UCITS) Fund | 178-180 |
| - Strategic Europe Value Fund | 181-184 |
| - Strategic Global Bond Fund | 185-187 |
| - Strategic US Momentum and Value Fund | 188-190 |
| - Strategic Global Quality Fund | 191-193 |
| - Strategic European Smaller Companies Fund | 194-196 |
| - Strategic Quality Emerging Bond Fund | 197-200 |
| - Strategic Beta Flex Fund | 201-202 |
| - Strategic Japan Opportunities Fund | 203-206 |
| Schedule of Changes in Investments (unaudited) | |
| - Strategic China Panda Fund | 207-208 |
| - Strategic Euro Bond Fund | 209-210 |
| - Nippon Growth (UCITS) Fund | 211-212 |
| - Strategic Europe Value Fund | 213-214 |
| - Strategic Global Bond Fund | 215-216 |
| - Strategic US Momentum and Value Fund | 217-218 |
| - Strategic Global Quality Fund | 219-220 |
| - Strategic European Smaller Companies Fund | 221-222 |
| - Strategic Quality Emerging Bond Fund | 223-224 |
| - Strategic Beta Flex Fund | 225-226 |
| - Strategic Japan Opportunities Fund | 227-228 |
| Appendix I (unaudited) | 229-239 |
| Supplementary Information (unaudited) | 240-248 |
| Remuneration Disclosure (unaudited) | 249 |
| Reporting requirement in respect of the Securities Financing Transactions Regulation (unaudited) | 250-257 |

No notification pursuant to Sec. 310 of the German Capital Investment Code (Kapitalanlagegesetzbuch) has been filed for the Strategic Euro Bond Fund, the Strategic Global Bond Fund, the Strategic Quality Emerging Bond Fund and the Strategic Beta Flex Fund and the shares in the Strategic Euro Bond Fund, the Strategic Global Bond Fund, the Strategic Quality Emerging Bond Fund and the Strategic Beta Flex Fund may not be marketed to investors in the Federal Republic of Germany.

E.I. Sturdza Funds Plc

Company Information

| | |
|---|---|
| Directors | L. Georges Gutmans (Swiss) Denise Kinsella* (Irish) Brian Dillon (Irish) Gavin Farrell (British) Marc Craquelin (French), appointed on 6 April 2018 *Independent Director All Directors are non-executive Directors |
| Registered Office | Sanne Group Plc 4 th Floor 76 Baggot Street Lower Dublin 2 Ireland |
| Investment Manager, Promoter and Global Distributor | E.I. Sturdza Strategic Management Limited 3 rd Floor, Frances House Sir William Place St Peter Port Guernsey, GY1 1GX Channel Islands |
| Investment Adviser to - Strategic China Panda Fund | LBN Advisers (Cayman) Limited (up to 21 December 2017) P.O. Box 309 Ugland House South Church Street George Town Grand Cayman Cayman Islands LBN Advisers Limited (from 22 December 2017) 8/F, Hip Shing Hong Centre 55 Des Voeux Road Central Central Hong Kong |
| Investment Adviser to - Strategic Euro Bond Fund - Strategic Global Bond Fund - Strategic US Momentum and Value Fund - Strategic Quality Emerging Bond Fund | Banque Eric Sturdza SA 112 Rue du Rhône C.P. 3024, 1211 Geneva 3 Switzerland |
| Investment Adviser to - Nippon Growth (UCITS) Fund | Evarich Asset Management Level 11, Aoyama Palacio Tower, 3-6-7 Kita-Aoyama Minato-ku Tokyo, 107-0061 Japan |

E.I. Sturdza Funds Plc

Company Information (continued)

| | |
|---|--|
| Investment Adviser to - Strategic Europe Value Fund - Strategic Global Quality Fund | Lofoten Asset Management Limited Claridge House 32 Davies Street London, W1K 4ND United Kingdom |
| Investment Adviser to - Strategic European Smaller Companies Fund | Pascal Investment Advisers S.A. Rue du Rhône 116 P.O. Box 3445 1211, Geneva 3 Switzerland |
| Investment Adviser to - Strategic Beta Flex Fund | Sofia Gestione del Patrimonio SGR S.p.A. Via Fiori Oscuri 5 20121, Milan Italy |
| Investment Adviser to - Strategic Japan Opportunities Fund | Rheos Capital Works Inc. 27F Pacific Century Place Marunouchi 1-11-1 Marunouchi Chiyoda-ku Tokyo, 100-6227 Japan |
| Administrator | SS&C Financial Services (Ireland) Limited 1 st Floor, La Touche House IFSC Dublin 1 Ireland |
| Company Secretary | Sanne Group Plc 4 th Floor 76 Baggot Street Lower Dublin 2 Ireland |
| Depositary | BNY Mellon Trust Company (Ireland) Limited One Dockland Central Guild Street IFSC Dublin 1 Ireland |

E.I. Sturdza Funds Plc

Company Information (continued)

| | |
|--|--|
| Auditor | KPMG 1 Harbourmaster Place IFSC Dublin 1 Ireland |
| Listing Sponsor, Legal and Tax Advisers (Ireland) | Dillon Eustace 33 Sir John Rogerson's Quay Dublin 2 Ireland |
| Governance Services | Bridge Consulting 48-53 Mount Street Lower Dublin 2, D02 PT98 Ireland |
| Swiss Representative and Paying Agent | Banque Eric Sturdza S.A. 112 Rue du Rhone, C.P. 3024, 1211 Geneva 3 Switzerland |
| UK Facilities Agent | Global Funds Registration Limited 7 Chertsey Road Woking Surrey, GU21 5AB United Kingdom |
| French Centralising Correspondent | Caceis Bank 1/3, Place Valhubert 75013 Paris France |
| German Paying Agent and Information Agent | Marcard, Stein & Co. Ballindamm 36 D-20095 Hamburg Germany |
| Austrian Paying Agent, Information Agent and Tax Representative | Erste Bank Am Belvedere 1 1100 Wien Austria |

E.I. Sturdza Funds Plc

Company Information (continued)

| | |
|-------------------------|--|
| Swedish Paying Agent | Skandinaviska Enskilda Banken AB KBBV 106 40 Stockholm Sweden Visiting address: Kungsträdgårdsgatan 8 |
| Spanish Representative | Allfunds Bank SA Estafeta 6, La Moraleja Complejo Plaza de la Fuente Alcobendas 28109 Madrid Spain |
| Italian Paying Agent | Allfunds Bank SA Via Avrelino Saffi 26 Milan MI Italy |
| Luxembourg Paying Agent | HSBC Bank Plc, Luxembourg Branch 16 Boulevard d' Avranches L-1160 Luxembourg R.C.S. Luxembourg, B 178.455 Luxembourg |

The following short names for the Sub-Funds were used in the Statement of Financial Position, Statement of Comprehensive Income, Statement of Changes in Net Assets Attributable to Holders of Redeemable Participating Shares, Statement of Cash Flows and on the tables in the Notes to the Financial Statements and the Unaudited disclosure sections of the financial statements:

| Sub-Fund Full Name | Short Name |
|---|-------------------|
| Strategic China Panda Fund | SCPF |
| Strategic Euro Bond Fund | SEBF |
| Nippon Growth (UCITS) Fund | NGUF |
| Strategic Europe Value Fund | SEVF |
| Strategic Global Bond Fund | SGBF |
| Strategic US Momentum and Value Fund | SMVF |
| Strategic Global Quality Fund | SGQF |
| Strategic European Smaller Companies Fund | SESF |
| Strategic Quality Emerging Bond Fund | SQBF |
| Strategic Beta Flex Fund | SBXF |
| Strategic Japan Opportunities Fund | SJOF |

E.I. Sturdza Funds Plc

Investment Manager's Report For the year ended 31 December 2017

Strategic China Panda Fund

The Investment Manager's report has been compiled with the assistance of the Investment Adviser, LBN Advisers Limited (Non-discretionary adviser).

FUND PERFORMANCE

The Sub-Fund was up 63.0% during the year and outperformed the benchmark, the MSCI China Net Return USD, by 8.9%, which returned 54.1%. Despite a large underweighting in Tencent and Alibaba (due to mandatory restrictions), which were star performers in the year, the Sub-Fund still outperformed the benchmark by being overweight in hardware technology, education, auto, packaging paper and downstream gas operators. Increased exposure to exporters in early 2017 also paid off as they had a strong comeback following the easing of concerns over a trade war between the US and China. The zero weighting in oil majors, telcos and Chinese banks also added value since they underperformed during the year. At a stock level, Sunny Optical, AAC Technologies, EDU, Minth and Nexteer were the largest contributors to the outperformance, whilst Bestway Global, Skyworth Digital and SECOO Holding were the largest detractors.

MARKET OVERVIEW

The bull market is finally back. MSCI China total return index broke through the last peak in 2015 after seven years of trading range. The index not only returned an impressive 54.1% gain in 2017, beating most equity markets, but also recorded positive monthly returns twelve months in a row. The CSI Index, representing domestic A-shares, also gained 21.8% in the year. In general, investors shrugged off political risks like trade sanction threats by Donald Trump on China and the political standoff between the US and North Korea. Instead, China was re-rated on multiple drivers like strong southbound inflow, a weak US dollar, an improving macro environment and earnings surprises from corporates. Market P/E of MSCI China expanded from single digit a year ago to 13.5x by the end of 2017.

The Chinese economy also grew slightly faster in 2017. GDP growth in 2017 was 6.8%, compared to 6.7% in 2016. Quarterly GDP growth started to moderate in the third quarter, which was not unexpected as the government had shifted its policy stance to a tightening bias to curb speculation in the property sector since early in the year. Financial deleveraging also sent bond yields and interbank rates higher. Although benchmark interest rates were kept unchanged, the China 10 year government bond yield rebounded from the trough level in 2016 (as low as 2.66%) and climbed to 3.9% at the end of 2017.

The biggest positive surprise in China macro last year was trade growth and Renminbi. After two years of competitive devaluation, export was up 7.9% in 2017, reversing the decline in the previous two years. Against all odds, Renminbi rebounded with 6.3% gain in 2017. The Investment Adviser views the main drivers behind this as being strong capital control by the Chinese government and weak US dollar against all major currencies.

President Xi officially consolidated his power following the re-appointment of the members of the Politburo Standing Committee in the 19th Party Congress. The Anti-corruption campaign continued but it no longer gained market focus. Luxury spending returned as evidenced from growth reacceleration of Macau gaming revenue, jewellery sales and high end spirit consumption. Structural reform was at full force with financial deleveraging and supply-side reform on the government's priority list.

E.I. Sturdza Funds Plc

Investment Manager's Report (continued) For the year ended 31 December 2017

Strategic China Panda Fund (continued)

MARKET OVERVIEW (continued)

Last but not least, A shares were finally given the green light to be partially included in the MSCI emerging markets index. The initial country weight would be small at only 0.73% based on 5% inclusion factor, nevertheless, it was enough to attract investor interest on the A shares once again.

Sector wise, the rally was concentrated on a few sectors, including education, internet, technology, auto and property, which continued to be followed closely by investors. Thanks to the ongoing supply side reform, cyclical sectors such as steel, coal, cement and paper also had a strong comeback in 2017. On the other hand, banks, telecom and energy sectors were the clear underperformers. Lackluster earnings growth was the major culprit.

MARKET OUTLOOK

The Investment Adviser believes China is just at the beginning of a new multi-year up cycle. Unlike the previous up cycles which were characterized by a boom and bust pattern, the up cycle this time is likely to be sustainable and less volatile thanks to structural reform, which is finally paying off.

The results of supply-side reform have been impressive, as evidenced from reviving profit growth in industries previously suffering from over-capacity, namely steel, coal, cement and packaging and paper. Suspension of new project approval and forced shutdown of capacities that do not meet environmental protection requirements have effectively taken out weak players from the market, thereby accelerating industry consolidation. The supply-side reform, initially targeted at selective upstream industries only, has now been extended across industries and the Investment Adviser is looking forward to seeing the benefits of this.

Financial deleveraging inevitably leads to a short term slow down of the economy but should be welcomed by the market over time as China's debt to GDP ratio can finally come down from the currently high level of over 250%, a level that has long been criticized by foreign investors. This will also lead to more effective capital allocation, discouraging lending to uncompetitive companies or bad industries. Interbank rates and bond yields are likely to remain high in this tightening environment, however, large banks are likely to enjoy a rising net interest margin as the net lenders in the market.

GDP growth in 2018 is expected to moderate to 6.5% amidst financial deleveraging. In previous cycles, macro slowdown always resulted in a decline of corporate earnings growth. In this cycle, the Investment Adviser believes an improving quality of corporate earnings will be the key benefit brought by structural reform, outweighing the macro headwind. This is in line with the government's emphasis on quality rather than quantity of growth.

Competitive devaluation of Renminbi should have come to an end in the light of stabilizing macro environment in China, and the weak US dollar trend. Nevertheless, we do not expect Renminbi to appreciate sharply again in 2018 now that the currency is almost back to the pre-competitive devaluation levels, from August 2015.

The A share market should be back on investors' radar screen, two years since the stock market rout in 2015, following the appreciating Renminbi and partial inclusion of A shares in the MSCI emerging market indices. Reviving interest on A shares should in turn boost sentiment on China stocks listed in HK.

E.I. Sturdza Funds Plc

Investment Manager's Report (continued) For the year ended 31 December 2017

Strategic China Panda Fund (continued)

MARKET OUTLOOK (continued)

The US finally passed the tax reform bill one year after Donald Trump was elected as President. This is positive to companies that have production bases and sales in the US. However, Donald Trump's "America First" advocate means potentially rising trade tension between the US and China. Coupled with weak a US dollar, exporters are likely to face more uncertainty in 2018.

The Investment Advisers sees a stable political environment in China. President Xi has consolidated his power after the 19th Party Congress and started his second term of presidency. If Xi's focus in the first term was on politics, his focus in the second term is clearly on economics. This can be evidenced from his reiteration on supply side reform and financial deleveraging. Anti-corruption is no longer the slogan, which is a welcome change.

The Investment Adviser remains constructive on China after a strong 2017 and believes China is just at the beginning of a multi-year up cycle driven by structural reform. After all, China is by no means expensive at 14 times 2018 P/E compared to major markets. Given a stable macro and Renminbi with structural southbound inflow to HK, further market P/E re-rating is expected. This is not to mention the potential fund inflow from global investors on the rising importance of the A share market in MSCI indices over time.

PORTFOLIO STRATEGY

The Investment Adviser is becoming selective over the top performing stocks from 2017. In particular, education, IT and auto stocks look vulnerable on rich valuation. On the other hand, banks on accelerating earnings growth at cheap valuations become increasingly promising. Banks have been the underdogs for a long time as investors have been skeptical about their asset quality. Since 2017, stabilizing non-performing loans and an improving net interest margin trend are providing comfort. The Banking sector is trading at 0.6-0.9x price to book despite respectable ROE at the teens level. It is expected to re-rate to 1.2-1.3x P/B now that the economy has recovered from the trough. The Investment Adviser favours large banks as they benefit more as net lenders in a rising interest rate environment, and began to build a position in this sector at the end of 2017.

As well as banks, the Investment Adviser also favours HK brokerages as they are leveraged plays of robust stock market turnover. Similar to banks, they did not perform in the last two years and valuation is still reasonable.

Consumption remains a core theme in the portfolio, with the consumption upgrade trend in China. Chinese consumers are increasingly looking for quality and lifestyle given rising affluence and sophistication. For example, the auto industry comprised of foreign luxury brands like BMW and Mercedes Benz, are gaining market share in China. High-end consumption has revived as the negative impact of the anti-corruption campaign has been largely digested by the economy. In addition, brands are targeted with product innovation or strong brand equity. The Investment Adviser has exposure to consumption through auto, Macau gaming, home appliance and high-end spirit stocks.

LBN Advisers Limited
E.I. Sturdza Strategic Management Limited
January 2018

E.I. Sturdza Funds Plc

Investment Manager's Report (continued) For the year ended 31 December 2017

Strategic Euro Bond Fund

The Investment Manager's report has been compiled with the assistance of the Investment Adviser, Banque Eric Sturdza SA (Discretionary adviser).

FUND PERFORMANCE

In terms of performance, the Sub-Fund was modestly impacted by the steepening of the curve on better European growth momentum and continued to take full advantage of the rally of European corporate spreads led by the European Central Bank ("ECB") monthly purchases. In this context, on 31 December 2017, the Accumulating EUR Class reached a performance of -1.01% compared to -0.33% for the Euribor 3m, and -0.71% and -1.51% for the EUR Institutional Class and CHF Accumulating Class respectively. This is attributable to the behaviour of the European short term bond market, led by negative yields and returns. The performance of the Accumulating EUR Class, -1.01%, was negatively impacted by the Curve return (-0.69%), but offset by a positive contribution of Credit (+0.78%) and Duration Overlay (+0.05%). As a result, the gross performance reached +0.14%. The TER of 1.15% resulted in a net performance of -1.01%. Active management by the Investment Adviser reached the target to outperform the Euribor 3m in terms of gross performance (+0.47%).

MARKET OVERVIEW

In 2017, the Fed raised its key rate in March, June and December to reach 1.25%-1.50%. The ECB maintained its ultra-accommodative policy but decided a reduction of its monthly purchases from EUR 60 to 30 billion from January 2018. At the same time, the euro increased sharply against the US dollar from 1.05 to 1.20.

During the year, the US Treasury curve flattened substantially due to subdued inflation expectations. The 2y US Treasury yield increased from 1.19% to 1.88% (+69bp), the 5y rose from 1.93% to 2.21% (+28bp), the 10y decreased from 2.45% to 2.41% (-4bp) and the 30y from 3.07% to 2.74% (-33bp). In addition, the 3 Month USD LIBOR increased from 1% to 1.69% following Fed rate hikes.

In Europe, the German yield curve steepened on better growth prospects. In this context, the 2y German yield increased from -0.77% to -0.63% (+14bp) while the 5y & 10y increased respectively from -0.53% to -0.20% (+33bp) and +0.21% to +0.43% (+22bp). Further, during the period, the French 10y OAT yield outperformed by increasing from 0.68% to 0.78% (+10bp) following positive election outcomes. In the euro periphery, the Italian BTP 10y and the Spanish 10y bond yields increased from 1.81% to 2% (+19bp) and from 1.38% to 1.56% (+18bp), respectively. Conversely, Portugal's 10y bond yield decreased dramatically from 3.75% to 1.91% (-184bp), finishing the year 9bp below the Italian yield! On the credit side, the European iTraxx Main decreased from 72 to 45bp while the US corporate CDX index decreased from 67 to 49bp. In Emerging Markets, the CDX 10y EM index decreased sharply from 285 to 196bp (-89bp) driven by better economic outlook (higher growth and lower inflation) in the leading countries combined with huge inflows in emerging bonds.

E.I. Sturdza Funds Plc

Investment Manager's Report (continued) For the year ended 31 December 2017

Strategic Euro Bond Fund (continued)

PORTFOLIO STRATEGY

In 2017, the Sub-Fund started the year with a size of EUR 66 million and declined to EUR 40 million in December. During the year, the investment grade corporate bond exposure remained stable between 83% and 86% from January to October, increasing to 89%-90% in November and December. The Investment Adviser actively managed the modified duration of the Sub-Fund: the duration decreased from 2.3 in January to 0.8 in February, then, stayed between 1.3-1.4 between March and May, decreased to 1.1 from June to August, increased to 1.4 in September, decreased to 1 in October and increased to 1.5 in November and 1.9 in December. Regarding the credit exposure during the year, the S&P score of the Fund has been gradually increased from around 77 in January to 88-89 from May to year end.

In December, the Investment Adviser took the opportunity to buy green bonds (qualified green building and sustainable design project bonds, issued for the development of brownfield sites) in the primary market. The allocation to green bonds reached 7.5% by 31 December 2017.

MARKET OUTLOOK

The Investment Adviser's view of the market outlook remains tied to two major topics, inflation and Central Banks' behaviour. In Europe and the US, inflation is historically low and is likely to persistently remain below target. The current economic situation in the US is probably at a turning point, at which equities are becoming less attractive and long Treasuries more interesting despite increasing volatility due to lower Quantitative Easing policies.

In Europe, tapering remains the main concern. After the October ECB meeting, the picture is clearer and the ultra-accommodative policy will persist. As a result, the team is more comfortable with BBB spreads as both corporates and peripheral governments could still widen but not as much as expected. Regarding the Bund curve, the potential steepening seems to have been postponed to a later point in time as the ECB is still very dovish.

In the US, the Investment Adviser still believes that long US Treasuries (10 to 30 years) will become increasingly attractive, potentially a top performing asset class in 2018 and an inverted slope of the curve is not excluded. Any correction would be seized by the Investment Adviser as an opportunity to add positions for a medium-long term strategy (outright and/or purchase of 30y bonds hedged by a short 5y future position).

The Investment Adviser will continue to closely monitor the resilience of the global cyclical recovery, G3 Central Bank balance sheets, tapering concerns and geopolitical risks in order to seize any opportunity to reinvest in high beta emerging markets. The team thinks that the latter still offer the best risk-reward profile and continue to be supported by low defaults, attractive carry and low supply.

In conclusion, the best performing asset class in a short-medium term horizon is still anticipated to be high quality Emerging Markets but in a medium term perspective (2018 and beyond) long dated US Treasuries look appealing.

Banque Eric Sturdza SA
E.I. Sturdza Strategic Management Limited
January 2018

E.I. Sturdza Funds Plc

Investment Manager's Report (continued) For the year ended 31 December 2017

Nippon Growth (UCITS) Fund

The Investment Manager's Report has been compiled with the assistance of the Investment Adviser, Evarich Asset Management (Non-discretionary adviser).

FUND PERFORMANCE

The net asset value per unit for the Nippon Growth (UCITS) Fund on a Japanese yen basis as of 29 December 2017 increased 20.9%, outperforming the benchmark (TOPIX), which returned 19.7% over the same period. The Sub-Fund put three new names (JXTG Holdings, DMG Mori and Sumitomo Chemical) into the portfolio with three stocks (Haseko, Mitsubishi Estate and Daiwa House Industry) sold out. Outperformance was primarily due to Overweighting in economically sensitive sectors such as oil, non-ferrous metals, chemicals, machinery and commerce (mainly trading company), while overweighting in banks continued to detract from relative performance. The best five performers among the TSE 33 sectors were oil, air transportation, non-ferrous metals, electricals and chemicals while the worst five performers were utilities, real estate, securities, banks and land transportation.

MARKET OVERVIEW

For the first time in 4 years, the Japanese stock market rose on the first day of the New Year. The market continued its positive tone until the end of February. In March however, although the Fed went on to hike the key rate, the rise in US long-term interest rates paused and the yen appreciated. Concerns also grew for the Abe government following the cut-price land deal scandal, threatening his popularity.

In the US, President Trump was forced to withdraw his repeal of the Affordable Care Act (Obamacare), and the Administration's centerpiece economic stimulus measures became bogged down in Congress.

In the first half of the year, there were significant political uncertainties and instabilities around the world. North Korea launched a missile on 5 April 2017, and 2 days later the US bombed Syria in the midst of the Trump-Xi summit. With the combination of bad US economic data for March and the political risks, the US dollar against the yen fell below 109, the lowest in five months and the Nikkei 225 dropped to 18,335.6 on 14 April 2017, its lowest level of the year. Since then the market recovered steadily, as uncertainties over US policies and geopolitical risks in Europe subsided. The market rose sharply on 8 May 2017, after Emmanuel Macron was elected as French President, thereby reducing the risk that France would leave the EU.

In Japan, political uncertainty declined as the ruling coalition gained more than two thirds of the seats in the Lower House election held on 22 October 2017. In November, the Japanese stock market recorded a 26-year high following improving economic fundamentals, a continuous upward revision of corporate profits and a strong US market.

E.I. Sturdza Funds Plc

Investment Manager's Report (continued) For the year ended 31 December 2017

Nippon Growth (UCITS) Fund (continued)

MARKET OVERVIEW (continued)

In December, financial regulations associated with Basel 3 were finalised, pushing US long-term interest rates higher. Expectations of an improving operating environment fueled the buying of banking stocks. On 15 December 2017, the Republican Party's bill to slash the US federal corporate tax rate from 35% to 21% was finalised. Crude oil prices (WTI), after falling below 43 dollar/bbl in June, showed a steady rise on the back of sound global economic growth and OPEC's strong commitment to keep production low, ending the year at 60.4 dollar/bbl (up 12.4% year-on-year).

The Japanese stock market has been resilient against currency fluctuations. From the end of 2016 to the end of 2017, the yen against the US dollar appreciated from 117.0 to 112.7 and the Nikkei rose 19.1%.

PORTFOLIO STRATEGY

The Sub-Fund is increasing its allocation to the machinery and IT service sectors with the conviction that capex will expand due to the increasingly serious labour shortage and potential capacity constraints. Cyclical sectors such as steel, nonferrous metals, and chemical together with energy are targeted for higher exposure. The Sub-Fund retains a positive stance towards banks and trading companies, while defensive sectors such as foods, pharmaceuticals and utilities are avoided.

MARKET OUTLOOK

Global economic growth has been gathering strong momentum from mid 2017 onwards, a trend that is expected to continue through to the end of 2018.

In Japan, GDP growth for Q3 2017 was revised up from 1.4% to 2.5% quarter-on-quarter (QoQ) (annualised), recording the second consecutive rise above 2%. GDP growth in Q1 2017 was also revised up from 1.0% to 1.5% QoQ (annualised), while Q2 growth was revised up from initially 2.6% to 2.9%.

In November, industrial production rose 0.6% from October, with shipments increasing 2.4% and inventories declining 1.0%, over the same period. The government raised its overall assessment of production from "continues to show an upward movement" to "is picking up", however a decline in industrial production of 4.5% has been forecast for the month of January 2018. Labour shortage is getting serious as job offers to applicants ratio in November rose to 1.56x with the unemployment rate declining to 2.7%.

Retail sales rose by 1.9% during November, rebounding from a decline of 0.1% in October, following the negative impact of typhoons and other factors. Over the same period, nationwide core CPI (excl. fresh food) increased to 0.9%, from 0.8% in October, indicating that the CPI may reach 1.0% over the start of 2018.

E.I. Sturdza Funds Plc

Investment Manager's Report (continued) For the year ended 31 December 2017

Nippon Growth (UCITS) Fund (continued)

MARKET OUTLOOK (continued)

Against this backdrop, the Bank of Japan (BoJ) decreased some of its long-dated bond purchases at the start of January 2018, fueling speculation that the Bank may change its monetary easing policy, resulting in a rally of the yen against the US dollar from 113 to 110. Later in the month, the yen against the US dollar appreciated further to 108, influenced by the comments of the US Treasury Secretary, regarding his desire for a weak currency. The Investment Adviser believes that this rally should be short lived as the real interest rate differential between the US and Japan is likely to widen towards the end of 2018.

On 22 January 2018, an ordinary Diet session commenced in Japan, with the supplementary budget of JPY 2.8 trillion expected to be discussed and legalised. This in turn should encourage investors by increasing confidence regarding the economic outlook and stock market. Although the BoJ may officially keep its "extreme easing" monetary policy, the timing of the bank's policy change is now expected in the not too distant future, and the time for investors to recognise Japan as being business as usual, is imminent.

The Investment Adviser expects that the Japanese stock market should rally in 2018 as equity valuations should shift from a comparatively low level under a deflationary environment (i.e. PER 10-15x) to valuations reflecting a stabilising economy (PER 15-20x). Economic sensitive stocks such as banks, machinery and cyclical sectors should lead the rally. The TOPIX is expected to approach to 2,400 by the end of 2018.

Evarich Asset Management
E.I. Sturdza Strategic Management Limited
January 2018

E.I. Sturdza Funds Plc

Investment Manager's Report (continued) For the year ended 31 December 2017

Strategic Europe Value Fund

The Investment Manager's Report has been compiled with the assistance of the Investment Adviser, Lofoten Asset Management Limited (Discretionary adviser).

FUND PERFORMANCE

Over the period the EUR Class saw positive performance of 13.09%, closing at EUR 221.16, outperforming the benchmark, the MSCI Europe Total Return Index, which increased by 10.24%. The EUR Institutional Class closed at EUR 195.36, a return of 13.73% over the same period.

MARKET OVERVIEW

Given the broader macro backdrop, such as the significant strengthening of the EUR vs USD during the first half of 2017 and recent sector rotation towards cyclicals in the second half of the year, the Investment Adviser feels that performance was respectable for 2017.

Contrary to expectations at the beginning of 2017, global equities finished the year with strong gains in most markets and with muted volatility. The MSCI Europe Index finished 2017 +10.24%, with Information Technology, Materials, Industrials and Financials being the best performing sectors.

PORTFOLIO STRATEGY

The Sub-Fund employs a bottom up stock picking strategy with a strong preference for high quality business models as evidenced by high margins at the operating level and/or return on capital employed, ideally combined with visible revenue. The aim is to buy these companies at a discount to the intrinsic value. As a result, sector allocation is a consequence of the investment process rather than a driver of it. The portfolio will normally have a structural bias towards sectors such as consumer staples, consumer discretionary, healthcare, IT, media and support service sectors whilst normally avoiding the commercial banks, insurance and commodity sectors.

The Sub-Fund finished the year 3.49% ahead of its benchmark (net of fees, for the EUR Institutional Class). In terms of alpha the best performing sector was Information Technology, whilst Financials were the largest detractor. Stock selection was strong over the period, contributing most to alpha versus sector allocation.

The best performing stocks were; Wirecard, Sophos Group, Worldpay Group, Livanova and Wolters Kluwer.

Wirecard was the best performing stock during the year; it is a German based provider of electronic payment and risk management applications. It operates through three segments; Payment Processing, Risk Management and Acquiring and Issuing. Wirecard is a pure play on the structural shift towards e-commerce, a sector which is experiencing strong and accelerating secular growth trends (its organic growth rate is c.30%). The Investment Adviser believes its valuation is not excessive for such a high quality company and the investment case still has a long way to go as they reach critical levels in online payments outside of the U.K.

E.I. Sturdza Funds Plc

Investment Manager's Report (continued) For the year ended 31 December 2017

Strategic Europe Value Fund (continued)

PORTFOLIO STRATEGY (continued)

Sophos was listed on the London Stock Exchange in June 2015 and is a leader in the provision of Information Technology security products and services to the mid-market. Sophos has a large and loyal client base with high recurring subscription revenues. Its USP is that it offers best-in-class protection, in an integrated network and end point product; which is a high growth segment of the market. The Investment Adviser believes the company is worth more than the current market valuation, despite recent share performance.

Worldpay also operates in the payments sector, a theme favoured by the Investment Adviser. It is a payment processing company listed in the U.K., similar to Wirecard but with a large payment processing business. This sector is facing increasing competition, providing consolidation opportunities. Worldpay was bid for during the summer by Vantiv, a U.S. based payment processing and technology company. The shares rallied and the Investment Adviser took the decision to exit the position.

Livanova is a global medical technology company listed on the NASDAQ, with headquarters in London. The company specialises in three main areas: Cardiac Surgery, Neuromodulation and until recently Cardiac Rhythm Management (CRM). New management have already made a notable difference; making necessary portfolio decisions and cleaning up legacy issues. The recent news of the sale of their CRM business is positive and will allow them to focus on Cardiac Surgery and Neuromodulation. It will also contribute to the funds available for M&A, such as the recent acquisition of ImThera. The Investment Adviser thinks this is something to expect more of in the coming years. Organic sales growth is improving, the Neuromodulation division should be a key driver here and gross margin expansion targets are ambitious but achievable.

Wolters Kluwer is a global leader in information services and solutions for professionals in the areas of legal, tax and accounting, finance, health, and risk and compliance. This is a position the Sub-Fund has held since inception. The company was initially perceived as a value trap whilst the underlying business mix was undergoing a significant digital transformation from a predominantly paper-based traditional Dutch publisher to a multinational provider of professional information services. Today c. 85% of revenues are generated from digital services. The Investment Adviser believes there still remains lots of value in a name which continues to deliver solid organic growth on top of good operating leverage.

The worst performing stocks during 2017 were; Criteo, Shire, Pandora, Ahold Delhaize and Bayer.

Criteo was the most significant detractor during 2017. Criteo is a French leader in the fast growing AdTech part of the online advertising market, which uses algorithms to predict users' intent thereby enabling them to assist in the purchasing and selling of advertising inventory. Importantly, Criteo allows clients to see the RoI on their advertising expenditure, something increasingly sought after as companies reallocate their marketing budgets. Given its first mover advantage the algorithm will only improve as the client data set grows. The share price suffered significantly over the period, largely on the news that the latest version of Apple's operating system will include a new default feature, intelligent tracking prevention (ITP). This prevents certain websites from tracking users browsing activity.

E.I. Sturdza Funds Plc

Investment Manager's Report (continued) For the year ended 31 December 2017

Strategic Europe Value Fund (continued)

PORTFOLIO STRATEGY (continued)

Management initially believed they had a workaround in place, subsequently Apple closed this avenue as well. Currently, both companies are in talks to see if a mutually beneficial solution can be found. More information will be revealed at the February results. Importantly, Criteo still has a view to 78% of web usage. Therefore, their core business is still best-in-class and valuable to clients, reflected in the 20% growth rate. Management have guided for flat top line growth for 2018 in absolute terms, effectively this is a reset. The Investment Adviser believes that this news is more than priced in and the shares are currently very cheap. These problems can arise in small cap. stocks.

Shire Plc is a leading specialty pharmaceutical company focusing on rare diseases. Investors' main concerns are; management, the haemophilia franchise and the ramp up of key product Xiidra. The haemophilia issue is well understood by the market and Xiidra is a good product which should become a blockbuster given time. Going forwards the Investment Adviser expects the company to deliver mid-single digit top line growth and high single digit EPS cagr, whilst currently trading on a consensus PE of 9x 2018E. The Investment Adviser awaits the neuroscience review, patience is required, but they believe that there is value here longer-term.

Pandora is a Denmark based company engaged in the design, manufacturing and marketing of branded jewellery. The stock has suffered on concerns around sales growth, notably in the United States and the sustainability of margins. It has had significant short interest over the last year due to the concerns mentioned as well as concerns surrounding management and it was potentially over-owned. In the Investment Advisers view, Pandora has best-in-class manufacturing operations and the shares currently trade on a PER of 10x with a 5% dividend yield and double-digit annual revenue growth. Recent management changes should also be supportive, as such the investment case remains intact.

Ahold is a food retail company based in the Netherlands. It offers a broad range of food and non-food consumer products through numerous brands. It has large exposure to the United States. After completing the merger between Ahold and Delhaize Group in July 2016, they will be able to benefit from synergies and improvement in margins. The company is well run with a good FCF yield, stable revenues and relatively good organic growth, when compared to the sector. However, the Investment Adviser took the decision to sell the position on the news of Amazon's acquisition of Whole Foods. This move by Amazon has unsettled the market, given how disruptive Amazon could potentially be in the food retail sector. The risk reward balance changed and there are better options.

Bayer is a German multinational life sciences company, with core competencies in the areas of health care and agriculture. The Investment Adviser bought the shares back in Q2, believing that the market does not yet fully appreciate the benefits of the Monsanto deal. Recent weakness in the consumer health division, as well as concerns as to whether the deal will be approved have seen the shares drift down. Recent news flows has made the latter concern seem unfounded and the strength of the pharma and combined agricultural division should drive earnings going forward. Any improvement in the agriculture cycle would be another source of upside. The combined shares in the view of the Investment Adviser would trade on 11x 2020E, which is very cheap.

E.I. Sturdza Funds Plc

Investment Manager's Report (continued) For the year ended 31 December 2017

Strategic Europe Value Fund (continued)

MARKET OUTLOOK

Global equities capped off a good year with strong gains in most markets. The Fed continued to press slowly ahead with normalization as widely anticipated and the U.S. tax reform bill was passed, which should be positive for corporate earnings. However, the Investment Adviser believes the U.S. cycle is mature and macro data is mixed. Current savings and borrowing trends are not sustainable. The U.S. consumer is therefore unlikely to be as supportive of the U.S. economy going forwards. The weak dollar and rising oil price are also headwinds in this respect. Meanwhile, corporate margins are coming under increasing pressure. The Fed could well be tightening at just the wrong time. In addition, U.S. markets are at all time highs and continue to look increasingly expensive. The Investment Adviser continues to watch the situation closely and remains cautious.

On a relative basis Europe currently looks the stronger region, at least in the short term. Unemployment reached its lowest since January 2009 and economic data appears to be improving. Politically, Germany seems to be reaching an agreement on a coalition government; Italy is the next one to watch with elections in early March. In the U.K. the Bank of England took the decision to raise interest rates from a record low and U.K. inflation breached the BoE's upper target at 3.1%. Brexit negotiations appear to be progressing, with recent news flow being more positive, and sterling has strengthened to pre Brexit levels.

Attention should be paid to a reduction in global monetary stimulus on current agreed policies. Arguably, accommodative Central Bank policies have inflated global assets, it would therefore stand to reason that the inverse is true.

Whilst the portfolio does have c.30% cyclical exposure, predominately through its I.T. holdings; given the current economic backdrop, the Investment Adviser sees no reason to move away from the Sub-Funds defensive bias.

Lofoten Asset Management Limited
E.I. Sturdza Strategic Management Limited
December 2017

E.I. Sturdza Funds Plc

Investment Manager's Report (continued) For the year ended 31 December 2017

Strategic Global Bond Fund

The Investment Manager's report has been compiled with the assistance of the Investment Adviser, Banque Eric Sturdza SA (Discretionary adviser).

FUND PERFORMANCE

In 2017 the Sub-Fund experienced strong performance during the first semester, due to the rally of mid to long term US Treasuries (underlying USD yields) and the tightening of corporate spreads. Following the summer period, the Sub-Fund faced a more difficult and challenging environment due to speculations around a more restrictive Fed policy in 2018 combined with Mr Trump's fiscal reform. In this context, the Sub-Fund reached a positive performance of +1.65%, whilst the benchmark (ICE LIBOR 3m USD +1%) had a performance of + 2.11%.

MARKET OVERVIEW

In 2017, the Fed raised its key rate in March, June and December to reach 1.25%-1.50%. The European Central Bank ("ECB") maintained its ultra-accommodative policy but decided on a reduction of its monthly purchases from EUR 60 to 30 billion from January 2018. At the same time, the euro increased sharply against the US dollar from 1.05 to 1.20.

During the year, the US Treasury curve flattened substantially due to subdued inflation expectations. The 2y US Treasury yield increased from 1.19% to 1.88% (+69bp), the 5y rose from 1.93% to 2.21% (+28bp), the 10y decreased from 2.45% to 2.41% (-4bp) and the 30y from 3.07% to 2.74% (-33bp). In addition, the 3 Month USD LIBOR increased from 1% to 1.69% following Fed rate hikes. In Europe, the German yield curve steepened on better growth prospects. In this context, the 2y German yield increased from -0.77% to -0.63% (+14bp) while the 5y & 10y increased respectively from -0.53% to -0.20% (+33bp) and +0.21% to +0.43% (+22bp). During the period, the French 10y OAT yield outperformed by increasing from 0.68% to 0.78% (+10bp) following positive elections outcome. In the Euro periphery, the Italian BTP 10y and the Spanish 10y bond yields increased from 1.81% to 2% (+19bp) and from 1.38% to 1.56% (+18bp), respectively. Conversely, Portugal's 10y bond yield decreased dramatically from 3.75% to 1.91% (-184bp), finishing the year 9bp below the Italian yield! On the credit side, the European iTraxx Main decreased from 72 to 45bp while the US corporate CDX index decreased from 67 to 49bp. In Emerging Markets, the CDX 10y EM index decreased sharply from 285 to 196bp (-89bp) driven by better economic outlook (higher growth and lower inflation) in the leading countries combined with huge inflows in emerging bonds.

PORTFOLIO STRATEGY

The Sub-Fund started the year with a size of USD 59 million and declined to USD 32 million by the end of December, caused in part by switches of investors into equity funds and absolute return equity funds. In addition, following the release of an opinion paper providing guidance on the characteristics and common objective requirements of all share classes within a Sub-Fund, by the European Securities and Markets Authority, the RMB Class was closed, leading to a decrease of more than USD 10 million in AUM.

E.I. Sturdza Funds Plc

Investment Manager's Report (continued) For the year ended 31 December 2017

Strategic Global Bond Fund (continued)

PORTFOLIO STRATEGY (continued)

The Investment Adviser actively managed the modified duration of the Sub-Fund during the year: the duration decreased from 3.5 to 2.9 between January and February, then increased gradually from 3.7 in March to 5 in June. The duration was maintained between 5.1 and 5.5 during the summer period. In October, it was reduced substantially from 5.5 to 4.8 due to uncertainties around Mr Trump's tax reform and the unveiling of Mrs Yellen's successor. Finally, in November and December, the duration increased again between 5.3 and 5.7 (5.3 at year end).

The Investment Adviser continued to favour a barbell strategy, i.e. investing substantially in Floating Rate notes with a duration close to zero and coupons reaching 2% (due to the increase of the USD Libor 3 month) and, at the same time, in 30y US treasuries with duration of around 20.

MARKET OUTLOOK

The Investment Adviser's outlook remains tied to two major topics, inflation and Central Banks' behaviour. In Europe and the US, inflation is historically low and is likely to persistently remain below target. The current economic situation in the US is probably at a turning point, at which equities are becoming less attractive and long Treasuries more interesting despite increasing volatility due to lower Quantitative Easing policies.

In Europe, tapering remains the main concern. After the October ECB meeting, the picture is clearer and the ultra-accommodative policy will persist. As a result, the team is more comfortable with BBB spreads as both corporates and peripheral governments could still widen but not as much as expected. Regarding the Bund curve, the potential steepening seems postponed to a latter point in time as the ECB is still very dovish.

In the US, the Investment Adviser still believes that long US Treasuries (10 to 30 years) will become increasingly attractive, potentially becoming a top performing asset class in 2018 and an inverted slope of the curve is not excluded. Any correction would be seized by the Investment Adviser as an opportunity to add positions for a medium-long term strategy (outright and/or purchase of 30y bonds hedged by a short 5y future position).

The Investment Adviser will continue to closely monitor the resilience of the global cyclical recovery, G3 Central Bank balance sheets, tapering concerns and geopolitical risks in order to seize any opportunity to reinvest in high beta emerging markets. The Investment Adviser believes that the latter still offer the best risk-reward profile and continue to be supported by low defaults, attractive carry and low supply.

In conclusion, the best performing asset class in a short-medium term horizon is still anticipated to be high quality emerging markets but in a medium term perspective (2018 and beyond) long dated US Treasuries look appealing.

Banque Eric Sturdza SA
E.I. Sturdza Strategic Management Limited
January 2018

E.I. Sturdza Funds Plc

Investment Manager's Report (continued) For the year ended 31 December 2017

Strategic US Momentum and Value Fund

The Investment Manager's Report has been compiled with the assistance of the Investment Adviser, Banque Eric Sturdza S.A. (Discretionary adviser).

FUND PERFORMANCE

Over the period, the Sub-Fund returned 12.6%, whilst the MSCI USA returned 21.2%. The largest contributor over the year was Broadcom Ltd. which saw its share price increase by over 50% from \$176 to \$267, followed by Apple Inc. and Mastercard Inc. The acquisition of Broadcom by Avago, to form Broadcom Limited, has created a semiconductor powerhouse in the Investment Adviser's opinion. Avago's strong growth in profitable niches (such as wireless radio frequency) and an aggressive M&A strategy have been combined with Broadcom's market leadership in networking and broadband, among others. Given the intangible assets around the designs of a wide variety of chipsets used in many end markets, the Investment Adviser foresees this company as one of the larger, stronger players in the semiconductor industry over the long term.

Apple had a solid 2017 calendar year which was dominated by their product releases (iPhone X and iPhone 8) alongside the anticipated U.S. tax reform. However, looking forward, investors understand that there is no iPhone super-cycle so the next significant catalyst for this company will be the announcement of a massive cash return program in April, which the Investment Adviser believes is already reflected in the stock price. The potential for growth is not over but is a function of how Apple can manage the mix of features and price points in the next line of products. Last year's launch did demonstrate substantial demand at a \$1000 price point for the iPhone X. After a strong run of the stock in anticipation of a super-cycle that didn't happen the Investment Adviser believes there is a need to wait before any increased investment. As such, the position will be traded on a relative weighting basis.

Mastercard also saw a year of strong price appreciation as the stock went from approximately \$104 to \$160. The company, which has a network that functions as a tollbooth on financial transactions, generating a small amount of revenue from every transaction that runs through its network and every payment made using the Mastercard brand. Though alternative payment methods and international competition may result in some share loss over time, the global electronic payment market should expand fast enough to ensure healthy top and bottom line growth for years to come. As such, and as long as this base thesis remains intact, Mastercard (and Visa) will be held as core positions in the portfolio.

The Sub-Fund's largest detractor over the same period was Envision Healthcare Corp, followed by Kroger Co and AutoZone Inc. Envision, which provides health care services, operated in a difficult environment during 2017, as the macroeconomic backdrop weighed heavily on the sector's outlook combined with Hurricane Harvey and Irma, which management blamed for the poor third quarter results. That said, the shortfall following that quarter was no major surprise but the magnitude of the shortfall and implications for the company's annualized EBITDA run rate was. Nonetheless, under the surface there were some positive developments, such as an improving operating environment, the potential of new contracts, managed contract negotiations and re-negotiations, and operational improvement programs already announced. The recent merger between AmSurg and Envision (one of the reasons the position had been initiated) puts the combined company in a strong position to capitalize on significant growth opportunities across a broad spectrum of services.

E.I. Sturdza Funds Plc

Investment Manager's Report (continued) For the year ended 31 December 2017

Strategic US Momentum and Value Fund (continued)

FUND PERFORMANCE (continued)

The Investment Adviser sees encouraging signs that the business's run rate will be higher than what the near term suggests, and the sharp fall in stock price provides an attractive entry point for longer term players.

Kroger Co. is one of the world's largest retailers and was initiated in 2015 after it had delivered strong results for fiscal 2014 and 2015, with identical store sales besting the category. Kroger's market share had improved 40bps in FY 2015 alone, gaining share in 17 of its top 20 markets. However, fears began to build around Kroger and its operating environment at large. The common concern being that the grocery industry is over-serviced with people per grocery store at around 5k. The current prolonged period of deflation has made the competitive, fragmented operating environment even tougher. The Investment Adviser believes that further store closures are still to come. The return of inflation is a key aspect for Kroger to regain lost ground as the company lost nearly 480bps to identical store sales over the past 2 years due to deflation. All in all, the position was closed because of the continued downward pressure on the company's stock price, as the industry is facing macro headwinds and little to no stock specific catalysts in the short term. The company will continue to be monitored closely with the goal to re-enter when current headwinds abate and its growth story comes back to the fore.

MARKET OVERVIEW

The current cycle has been characterized by improving household balances (de-leveraging) and spending growth driven by aggregate wage growth.

For the Investment Adviser, despite having lasted 8+ years, the recovery/current U.S. business cycle still has legs. Though each recession is different, there are some indicators that are usually visible in advance, as follows:

The yield curve: As the business cycle advances, front-end yields increase (as the Central Bank raises rates) more rapidly than back-end ones thereby flattening the curve. Usually the flattening process lasts for several years until the curve inverts for a time and only then do expansionary periods end. The 10-2 spread is approximately at 60bps wide. So, on one hand the flattening process could take longer as the Federal Reserve maintains a gradual and supportive stance whilst on the other hand, speeding up the flattening process, back end yields have not climbed much recently due to low European yields.

E.I. Sturdza Funds Plc

Investment Manager's Report (continued) For the year ended 31 December 2017

Strategic US Momentum and Value Fund (continued)

MARKET OVERVIEW (continued)

Labor market: Theoretically, nominal wage growth surpasses nominal GDP growth only at the very end of a cycle. In the current recovery, wage and price inflation have been mostly absent alongside slow economic growth. Currently, wage growth is 170bps behind GDP growth, with wage pressure not yet acting as a constraint.

Financial conditions: Usually, Federal Reserve interest rate hikes lead to a general (and growth-damaging) tightening of financial conditions, which occurs towards the end of a cycle. Currently, financial conditions are not tight and are in-fact still easing. It is however plausible that financial tightening is being inhibited by the ongoing search for yield that has inflated corporate and sovereign bonds, lowering yields below their fundamental value. If so, the apparent ease of conditions is a sign of market excess and not of good health. The Investment Adviser is aware of such risks, but debt excess does not yet seem to be an issue.

Beyond these indicators and the fundamental stance of the economy, high multiples have been a big subject for some time now. The Investment Adviser believes that high multiples are justified by declining uncertainty. High multiples are (in part) a function of entrenched secular economic trends, and measure of risk. Nonetheless, as the cycle matures and the Fed raises rates, the Investment Adviser expects some compression from this point on, especially for companies trading at high (trailing) PEs, have medium to low earnings stability, and sluggish growth rates. Amongst the secular trends in place that support higher multiples are: (1) a reduction in riskiness: macroeconomic volatility has been trending lower for some significant time now. Earnings volatility has been declining as well, driven in part by a decline in underlying macroeconomic uncertainty, thereby justifying a higher multiple. (2) Compressed risk and low yields elsewhere. In the context of nominal bond yields, the aggregate equity earnings yield is still high. Assuming the bond market is fairly valued, this implies a lower equity yield and, by extension, an even higher multiple. As such, the Investment Adviser highlights two groups of stocks that appear compelling: (1) justifiably high (trailing) PE multiple, low earnings volatility and high earnings growth and (2) surprisingly low multiple stocks: stock with low (trailing) PE multiple, low earnings volatility and high earnings growth.

PORTFOLIO STRATEGY

The Sub-Funds aim is to achieve NAV appreciation above that of its benchmark index (MSCI USA) by selecting companies with a stellar track record of persistent growth throughout varying cycles, but which have attributes that are underappreciated by the market based on a wide set of fundamental valuation metrics. The Sub-Fund aims to select companies which exhibit high levels of price and earnings momentum, at prices which are deemed undervalued compared to their growth perspectives. A central tenet of the strategy is to focus on the discrepancy between the market's valuation of a company's growth profile and both its actual and potential growth. The process makes full use of both quantitative screens and fundamental analyses to select the most attractive companies within the mandate's universe, whilst aiming to maintain a portfolio of at least 25 stocks, which exhibits sectoral diversification.

E.I. Sturdza Funds Plc

Investment Manager's Report (continued) For the year ended 31 December 2017

Strategic US Momentum and Value Fund (continued)

PORTFOLIO STRATEGY (continued)

The Sub-Fund can be described as following a bottom-up selection process with top-down-conscious portfolio construction. It is thus a natural consequence of the strategy and process that specific sectors or otherwise defined groups of stocks exhibit a weighting discrepancy when compared to the benchmarks.

In terms of sector allocation, not being exposed to energy whilst maintaining the Sub-Fund's relative overweight in information technology has been helpful. Largest detractor at this level was the Sub-Fund's exposure to cash which was intentionally kept above 10% in order to have enough "gun powder" to redeploy in case of a short corrections from September on.

MARKET OUTLOOK

Considering the low level of imbalances in household credit and no apparent tension in the labor market, the Investment Adviser believes that the fundamental underpinning of the recovery remains firmly in place. Nevertheless, calls for a slowdown have grown as the Fed continues to gradually remove emergency levels of accommodation. Theoretically, this makes sense as economic recessions have typically followed Federal Reserve tightening cycles.

Looking at 2018, ongoing strength in Europe makes it very plausible that the European Central Bank may turn more hawkish, pushing yields higher, and thereby allowing the US 10 year yields to climb a bit higher.

The critical point is that chronological age in itself is a poor measure of a cycle's potential duration. The business cycle longevity seems to be a function of macroeconomics volatility. The slower and more stable a cycle, the longer it lasts. In any case, whether facing a downturn or not the Investment Adviser is convinced that over time price appreciation walks hand in hand with earnings growth. Therefore, having a portfolio which seeks to invest in companies that have superior track records of earnings growth and stability over business cycles and that have fundamental attributes which support a continuation of outperformance, is ideal for investors who seek superior long-term capital appreciation (superior to the historical average return of the S&P 500) whilst maintaining a compelling risk/reward profile.

Banque Eric Sturdza SA
E.I. Sturdza Strategic Management Limited
January 2018

E.I. Sturdza Funds Plc

Investment Manager's Report (continued) For the year ended 31 December 2017

Strategic Global Quality Fund

The Investment Manager's Report has been compiled with the assistance of the Investment Adviser, Lofoten Asset Management Limited (Discretionary adviser).

FUND PERFORMANCE

Over the period the USD Institutional Class returned 29.74%, in comparison to the benchmark, the MSCI Daily Total Return Net World Index, which returned 22.40%. Most of the alpha generated was driven by strong stock selection, while allocation and currency also contributed.

With regards to sector allocation, Technology and Consumer Staples contributed the most to alpha, generating 7.50% and 5.11% respectively; with Consumer Discretionary being the largest detractor (-3.31%). Stock selection was strong for the period, with the top 5 stocks contributing 12.88% to return as follows; Wirecard (5.32%), Estée Lauder (2.26%), Mastercard (1.81%), Visa (1.79%) and Diageo (1.70%). Criteo was the only significant detractor for the year, contributing -2.02% to return. These stocks are discussed in further detail as part of the Portfolio Strategy.

MARKET OVERVIEW

Contrary to expectations at the beginning of 2017, global equities finished the year with strong gains in most markets and with muted volatility. The MSCI World Index finished 2017 +22.40%, with Information Technology, Materials, Industrials and Consumer Discretionary being the best performing sectors.

PORTFOLIO STRATEGY

The Sub-Fund employs a bottom up stock picking strategy with a strong preference for high quality business models as evidenced by high margins at the operating level and/or return on capital employed, ideally combined with visible revenue. The aim is to buy these companies at a discount to the intrinsic value. As a result of this philosophy, sector allocation is a consequence of the investment process rather than a driver of it. The portfolio will normally have a structural bias towards sectors such as consumer staples, information technology, consumer discretionary and healthcare whilst avoiding the commercial banks, insurance and commodity sectors.

Wirecard was the best performing stock this year; it is a German based provider of electronic payment and risk management applications. It operates through three segments; Payment Processing, Risk Management and Acquiring and Issuing. Wirecard is a pure play on the structural shift towards e-commerce, a sector which is experiencing strong and accelerating secular growth trends (its organic growth rate is c.30%). The Investment Adviser believes its valuation is not excessive for such a high quality company and the investment case still has a long way to go as they reach critical levels in online payments outside of the U.K.

E.I. Sturza Funds Plc

Investment Manager's Report (continued) For the year ended 31 December 2017

Strategic Global Quality Fund (continued)

PORTFOLIO STRATEGY (continued)

Estée Lauder is a leading player within the global prestige beauty business. It manufactures and markets skin care, makeup, fragrance and hair care products. Estée Lauder offers best-in-class top-line growth, which we believe stems from the group's exclusive premium exposure. The premium segment enjoys faster category growth compared with the mass market, less pricing pressure and, importantly, in recent years insulation from local competition. Within the health and personal care sector, the group has the most-developed e-commerce business (c.10% of sales), of which over half is direct to consumer and therefore margin accretive. Appealing to the millennial consumer, which goes hand in hand with digital capability, is also a core part of the group's growth strategy and is evident in many of its strategic decisions. Margins have been hidden by FX, but are starting to come through.

The payment processing system is an area that the Investment Adviser favours. Visa and Mastercard sit at the heart of it, being the major networks through which electronic payments take place. Visa operates the world's largest consumer payment system, with close to 2.5 billion credit and other payment cards in circulation across more than 200 countries. As part of its business, the company licenses the Visa brand to member institutions, which issue and market their own Visa products and participate in the VisaNet payment system that provides authorization, processing, and settlement services. VisaNet handles more than 65,000 transactions each second. The company also offers debit cards, internet payment systems, value-storing smart cards and traveller's checks.

Mastercard is the number two payment system in the U.S., serving about 22,000 member financial institutions around the world. The company does not issue credit or its namesake cards; rather, it markets the Mastercard (credit, debit, and prepaid cards) and Maestro (debit and prepaid cards, mainly in Europe) brands, provides a transaction authorization network, establishes guidelines for use and collects fees from members. The company provides its services in more than 210 countries and territories, and its cards are accepted at more than 35 million locations around the globe. Mastercard also operates the Cirrus ATM network. The company has also recently completed its acquisition of Vocalink. The Vocalink acquisition is important as it will allow Mastercard access to technology which ensures uninterrupted access to cash, real-time payments and new mobile payment solutions. Over time, revenues have been driven by the use of credit and debit cards and more recently by the shift to online spending.

Diageo is one of the world's largest producers of spirits and it is also a key producer of beer. The business has had a few difficult years with problematic acquisitions in Emerging Markets and changing consumer tastes they failed to see. The Investment Adviser believes these issues are now behind the company and new management have been constructive. The U.S., Diageo's key profit pool, had portfolio issues which are now much improved. Going forward more bolt-on style M&A is likely to be the way they continue to manage the portfolio. The shares have performed well recently, particularly after the summer and now trade on 22x 2018E. For this the investor receives the number one global spirits company, growing mid-single digit top line and high single digit bottom line on operating margins of c.32%.

E.I. Sturdza Funds Plc

Investment Manager's Report (continued) For the year ended 31 December 2017

Strategic Global Quality Fund (continued)

PORTFOLIO STRATEGY (continued)

Criteo was the most significant detractor during 2017. Criteo is a French leader in the fast growing AdTech part of the online advertising market, which uses algorithms to predict users' intent thereby enabling them to assist in the purchasing and selling of advertising inventory. Importantly, Criteo allows clients to see the RoI on their advertising expenditure, something increasingly sought after as companies reallocate their marketing budgets. Given its first mover advantage the algorithm will only improve as the client data set grows. The share price suffered significantly over the period, largely on the news that the latest version of Apple's operating system will include a new default feature, intelligent tracking prevention (ITP). This prevents certain websites from tracking users browsing activity. Management initially believed they had a workaround in place, subsequently Apple closed this avenue as well. Currently, both companies are in talks to see if a mutually beneficial solution can be found. More information will be revealed at the February results. Importantly, Criteo still has a view to 78% of web usage. Therefore, their core business is still best-in-class and valuable to clients, reflected in the 20% growth rate. Management have guided for flat top line growth for 2018 in absolute terms, effectively this is a reset. The Investment Adviser believes that this news is more than priced in and the shares are currently very cheap. These problems can arise in small cap. stocks.

MARKET OUTLOOK

Global equities capped off a good year with strong gains in most markets. The Fed continued to press slowly ahead with normalization as widely anticipated and the U.S. tax reform bill was passed, which should be positive for corporate earnings. However, the Investment Adviser believes the U.S. cycle is mature and macro data is mixed. Current savings and borrowing trends are not sustainable. The U.S. consumer is therefore unlikely to be as supportive of the U.S. economy going forwards. The weak dollar and rising oil price are also headwinds in this respect. Meanwhile, corporate margins are coming under increasing pressure. The Fed could well be tightening at just the wrong time. In addition, U.S. markets are at all time highs and continue to look increasingly expensive. The Investment Adviser continues to watch the situation closely and remains cautious.

On a relative basis Europe currently looks the stronger region, at least in the short term. Unemployment reached its lowest since January 2009 and economic data appears to be improving. Politically, Germany seems to be reaching an agreement on a coalition government and Italy is the next one to watch with elections in early March. In the U.K. the Bank of England took the decision to raise interest rates from a record low and U.K. inflation breached the BoE's upper target at 3.1%. Brexit negotiations appear to be progressing, with recent news flow being more positive, and hedged has strengthened to pre Brexit levels.

Attention should be paid to a reduction in global monetary stimulus on current agreed policies. Arguably, accommodative Central Bank policies have inflated global assets, it would therefore stand to reason that the inverse is true. Whilst the portfolio does have significant cyclical exposure, predominately through its I.T. holdings; given the current economic backdrop, the Investment Adviser sees no reason to move away from the Sub-Fund's defensive bias.

Lofoten Asset Management Limited
E.I. Sturdza Strategic Management Limited
January 2018

E.I. Sturdza Funds Plc

Investment Manager's Report (continued) For the year ended 31 December 2017

Strategic European Smaller Companies Fund

The Investment Manager's report has been compiled with the assistance of the Investment Adviser, Pascal Investment Advisers S.A. (Discretionary adviser).

FUND PERFORMANCE

The year under review covers the Sub-Fund's evolution from 1 January 2017 to 31 December 2017 and saw the net asset value per share of the EUR class increase by EUR 257.03 from EUR 1,127.36 to EUR 1,384.39, a total net return of +22.80%. The Sub-Fund's benchmark, the STOXX 600 Total Return Index, increased by +10.58% over the same period resulting in a +12.22% outperformance.

The +22.80% performance is comprised of +27.70% gross portfolio performance and -4.90% fees and other expenses.

On a quarterly basis the Sub-Fund managed to report a positive return and outperform the benchmark for each quarter, as follows:

- Q1 : +10.55% vs. +6.14% i.e. +4.41% outperformance
- Q2 : +6.40% vs. +0.85% i.e. +5.56% outperformance
- Q3 : +3.58% vs. +2.71% i.e. +0.87% outperformance
- Q4 : +0.78% vs. +0.57% i.e. +0.21% outperformance

The largest individual stock contributors to performance during the year were Mersen (+2.69% contribution to performance), Tom Tailor (+2.53%) and Takeaway.com (+2.08%), while the top detractors were Balta (-1.95%), Metall Zug (-0.45%) and Tarkett (-0.22%).

Out of the 47 positions held by the Sub-Fund during the year, 34 were profitable and 13 made a loss. The profitable investments contributed +31.17% gross performance (+0.92% on average), whilst the unprofitable positions impacted the gross performance by -3.47% (-0.27% on average). Mersen, the single largest contributor, only represents 8.6% of the positive gross contribution, whilst Balta, the single largest detractor, makes up 56% of the negative gross contribution.

Since inception on 5 May 2015, the Sub-Fund's performance was +38.44% (+13.02% annualized) and compares favorably versus the Sub-Fund's benchmark index, STOXX 600 Total Return Index, which reported a +6.76% performance over the same period (+2.49% annualized), translating into a 31.68% outperformance over 32 months (+10.53% annualized).

MARKET OVERVIEW

During the period, the Sub-Fund's benchmark index, STOXX 600 Total Return Index, reported a +10.58% performance.

Despite continuing geopolitical risks, volatility remained low during the year as a result of some reassuring election results (Netherlands and France), continued accommodative central banks policies, supportive data from the global economy and corporate results. Within developed countries, similar positive news had not transpired as inflation dynamics remained fragile. The positive performance in Europe during December corrected the previous negative impact of the uncertain outcome of US tax reform on the stock markets.

E.I. Sturdza Funds Plc

Investment Manager's Report (continued) For the year ended 31 December 2017

Strategic European Smaller Companies Fund (continued)

PORTFOLIO STRATEGY

The Sub-Fund is positioned to respond to the macro position detailed above. The Investment Adviser believes that holding positions in fewer stocks allows its “best ideas” to have a meaningful impact on the Sub-Fund’s performance. Accordingly, the portfolio might typically include investments in approximately 30 stocks.

As of 31 December 2017, the five largest holdings of the Sub-Fund were:

- | | |
|--------------------|--------------|
| • Albioma (France) | 4.44% weight |
| • Elis (France) | 4.38% weight |
| • Norma (Germany) | 4.29% weight |
| • Granges (Sweden) | 3.63% weight |
| • Tarkett (France) | 3.54% weight |

During 2017, 11 investments were exited, and 14 new positions were initiated, increasing the number of positions from 33 to 36. The cash allocation remained stable during the year, moving from 9.02% at the end of December 2016 to 9.25% at the end of December 2017.

By country, exposure to France was significantly reduced from 42.99% at the end of December 2016 to 32.64% at the end of December 2017. This country still remains the largest one in terms of geographical exposure.

By sector, exposure to Industrial companies also saw its allocation being reduced from 46.40% to 38.69% during the year with increases in the allocations to Consumer Discretionary and Information Technology sectors.

During 2017 asset growth of the fund was strong, growing from EUR 65m as of 31 December 2016 to EUR 193m at 31 December 2017. It was announced during September 2017 that the fund would soft close at EUR 230m and hard close at EUR 250m to ensure that the restrictive size and depth of liquidity in the small and mid-cap universe does not impact the Sub-Fund’s performance.

MARKET OUTLOOK

Although risks remain, throughout 2017 economic growth accelerated in developed economies as world trade recovered and investment ramped up.

E.I. Sturdza Funds Plc

Investment Manager's Report (continued) For the year ended 31 December 2017

Strategic European Smaller Companies Fund (continued)

MARKET OUTLOOK (continued)

For 2018, the outlook remains favorable as US tax cuts, structural reforms in the euro area and the low interest rate environment could provide a solid base for growth. Scope for further multiple expansion appears more limited in 2018 but could be counter-balanced by stronger EPS growth and M&A activity.

The return of oil prices above \$ 60 / barrel should help to reduce deflationary risk, providing central banks with the opportunity to continue their withdrawal at a pace that may accelerate in 2018 and 2019.

The Investment Adviser believes that markets remain vulnerable to macro disappointments and changes in central banks' policy as many valuation metrics appear stretched and investors still show signs of complacency.

Pascal Investment Advisers S.A.
E.I. Sturdza Strategic Management Limited
January 2018

E.I. Sturdza Funds Plc

Investment Manager's Report (continued) For the year ended 31 December 2017

Strategic Quality Emerging Bond Fund

The Investment Manager's report has been compiled with the assistance of the Investment Adviser, Banque Eric Sturdza SA (Discretionary adviser).

FUND PERFORMANCE

In 2017, the Sub-Fund experienced strong performance primarily due to the rally of emerging bond spreads. It not only reversed the underperformance linked to Mr. Trump's presidential election victory and economic reflation expectations but was also supported by technical factors and sustained flows in the asset class. As a result, the USD Class returned +6.69% and the USD Institutional share class returned +7.22% compared to +3.12% for the benchmark (ICE LIBOR 3MTH USD +2%). The EUR hedged share class returned +4.43% and the CHF hedged share class returned +3.90%.

MARKET OVERVIEW

In 2017, the Fed raised its key rate in March, June and December to reach 1.25%-1.50%. The European Central Bank ("ECB") maintained its ultra-accommodative policy but decided on a reduction of its monthly purchases from EUR 60 to 30 billion from January 2018. At the same time, the euro increased sharply against the US dollar from 1.05 to 1.20.

During the year, the US Treasury curve flattened substantially due to subdued inflation expectations. The 2y US Treasury yield increased from 1.19% to 1.88% (+69bp), the 5y rose from 1.93% to 2.21% (+28bp), the 10y decreased from 2.45% to 2.41% (-4bp) and the 30y from 3.07% to 2.74% (-33bp). In addition, the 3 Month USD LIBOR increased from 1% to 1.69% following Fed rate hikes. In Europe, the German yield curve steepened on better growth prospects. In this context, the 2y German yield increased from -0.77% to -0.63% (+14bp) while the 5y & 10y increased respectively from -0.53% to -0.20% (+33bp) and +0.21% to +0.43% (+22bp). During the period, the French 10y OAT yield outperformed by increasing from 0.68% to 0.78% (+10bp) following positive election outcomes. In the euro periphery, the Italian BTP 10y and the Spanish 10y bond yields increased from 1.81% to 2% (+19bp) and from 1.38% to 1.56% (+18bp), respectively. Conversely, Portugal's 10y bond yield decreased dramatically from 3.75% to 1.91% (-184bp), finishing the year 9bp below the Italian yield! On the credit side, the European iTraxx Main decreased from 72 to 45bp while the US corporate CDX index decreased from 67 to 49bp. In emerging markets, the CDX 10y EM index decreased sharply from 285 to 196bp (-89bp) driven by better economic outlook (higher growth and lower inflation) in the leading countries combined with huge inflows in emerging bonds.

PORTFOLIO STRATEGY

The Sub-Fund started the year with a size of USD 51 million and declined to EUR 41 million at year end. During the period, the investment grade emerging bond exposure increased from 50% in January to 60% in December and the corporate bond exposure, which decreased from 59% to 53% in the first semester, increased to 72% during the second half of the year.

The modified duration of the Sub-Fund has been actively managed: the duration decreased from 5.9 to 4.6 between January and February and stayed between 5.2 and 5.4 between March and December (5.3 at year end).

E.I. Sturdza Funds Plc

Investment Manager's Report (continued) For the year ended 31 December 2017

Strategic Quality Emerging Bond Fund (continued)

PORTFOLIO STRATEGY (continued)

During the first semester, the Investment Adviser took profit on high beta countries and issuers, switching into low beta names. After the summer period, it reinvested in high beta names, selling positions in low beta names such as Slovakia, Latvia and Lithuania. As at 31 December 2017, the top 5 countries were Russia (19%), Brazil (11%), India (8%), Hungary (7%) and Indonesia (5%). At the end of 2017, the top 5 were led by Mexico (16%), followed by India (12%), China (11%), Russia (10%) and Brazil (9%).

At the end of the year, the rating allocation was 60.0% Investment Grade, 34.3% Crossover (BB+ and BB) and 5.7% cash. In terms of sector allocation, the Investment Adviser favoured Materials (30.3%) followed by Energy (20.9%) and Governments (19.2%).

MARKET OUTLOOK

The Investment Adviser's outlook remains tied to two major topics, inflation and Central Banks' behaviour. In Europe and the US, inflation is historically low and is likely to persistently remain below target. The current economic situation in the US is probably at a turning point, at which equities are becoming less attractive and long Treasuries more interesting despite increasing volatility due to lower Quantitative Easing policies.

In Europe, tapering remains the main concern. After the October ECB meeting, the picture is clearer and the ultra-accommodative policy will persist. As a result, the team is more comfortable with BBB spreads as both corporates and peripheral governments could still widen but not as much as expected. Regarding the Bund curve, the potential steepening seems postponed to a later point in time as the ECB is still very dovish.

In the US, the Investment Adviser still believes that long US Treasuries (10 to 30 years) will become increasingly attractive potentially becoming a top performing asset class in 2018 and an inverted slope of the curve is not excluded. Any correction would be seized by the Investment Adviser as an opportunity to add positions for a medium-long term strategy (outright and/or purchase of 30y bonds hedged by a short 5y future position).

The Investment Adviser will continue to closely monitor the resilience of the global cyclical recovery, G3 Central Bank balance sheets, tapering concerns and geopolitical risks in order to seize any opportunity to reinvest in high beta emerging markets. The Investment Adviser thinks that the latter still offers the best risk-reward profile and continues to be supported by low defaults, attractive carry and low supply.

In conclusion, the best performing asset class in a short-medium term horizon is still anticipated to be high quality Emerging Markets but in a medium term perspective (2018 and beyond) long dated US Treasuries look appealing.

Banque Eric Sturdza SA
E.I. Sturdza Strategic Management Limited
January 2018

E.I. Sturdza Funds Plc

Investment Manager's Report (continued) For the year ended 31 December 2017

Strategic Beta Flex Fund

The Investment Manager's report has been compiled with the assistance of the Investment Adviser, Sofia Gestione del Patrimonio Sgr (Italy) (Non-discretionary adviser).

FUND PERFORMANCE

In 2017 the Strategic Beta Flex Fund returned +1.87% (net of fees), compared to the benchmark, ICE LIBOR 3M EUR +1%, which returned 0.05%. The Sub-Fund was launched at the end of 2016 and the portfolio was gradually built up between the end of 2016 and the first few weeks of 2017. On 6 June the Sub-Fund recorded its highest value at 1027.80 before reversing this trend until a bottom was posted at the end of August at 1005.53. Following this, a new recovery phase took place, bringing the Sub-Fund back towards the highest part of the yearly range. The Sub-Fund closed the year at 1020.03.

The key for an absolute return strategy in 2017 was being able to deliver a positive performance with low volatility and relatively small drawdowns. In this perspective, good fund selection was a key driver: in 2017 two thirds of the Funds placed into the long leg of the portfolio were able to outperform the MSCI Europe Index, following the selection of good portfolio managers with positive alpha generation.

In 2017 the Growth strategy was the main positive contributor (around 40%) while Value accounted for 26% of the performance. Blend was an excellent contributor, while Quality was almost flat.

In the Growth universe the main positive contributors were JP Morgan's Europe Strategic Growth Fund and E.I. Sturdza's Strategic European Smaller Companies Fund, while Fidelity Fund's European Growth Fund was a main detractor, mainly due to its overexposure to the large cap universe, which was very weak between May and September 2017 both in absolute and relative terms.

AB European Value Portfolio was the main positive contributor in the Value universe, while Quality oriented funds suffered in the late part of the year when risk free rates reversed their downtrend and rebounded sharply.

The small cap universe far outperformed the large cap in 2017 and the smart beta universe saw Eurizon Capital as the main detractor, which was subsequently sold during the year. Exane (smart beta) wasn't exceptional during the year but we still believe in the approach and style of the Fund, which is believed to be capable of outperformance in the long run. E.I. Sturdza's VIA Smart-Equity Europe Fund was one of our top contributors in 2017.

E.I. Sturdza Funds Plc

Investment Manager's Report (continued) For the year ended 31 December 2017

Strategic Beta Flex Fund (continued)

MARKET OVERVIEW

The year ended 31 December 2017 was a good one for the European equity market, the MSCI Europe Index returned +7.28% (price return) with a three-phase pattern: bullish from January to May, corrective through to the beginning of November before finally, a sideways movement at the end of the year. The MSCI Europe Index posted its yearly high in the first week of November at 134.38, after a sharp recovery from the August low of 123.55. The Index failed to break above the important long term trendline that connects the 2000, 2007 and 2015 tops and is now in the region of 134.00.

In the first part of the year the main positive driver for the equity markets was the “reflation trade” connected to the election of Donald Trump. The main negative driver was European political risk, with elections in many key countries, first of all in France where the competition between Macron vs Le Pen was the main issue: it seemed the Euro currency itself was under threat. However, the favourable outcome of the French elections led to a robust profit taking, although there was no “relief rally” and this surprised the market. Later, after a quarterly correction, the equity themes gained steam again, sustained by excellent macro data news-flows. Strong and synchronized growth and very good Purchasing Managers Index readings spread all over the world.

In the central part of the year the main issue for the European equity market was the strong appreciation of the euro currency, which acted as a strong headwind since the triumph of Macron in France, which meant a new stronger prospect for the Eurozone. It is no coincidence that the equity markets were able to recover only as soon as the dollar began to stabilize against the euro around 1.18 , after a double digit run from around 1.05 between the end of 2016 and the beginning of 2017.

2017 was also a good year for the growth universe, the MSCI Europe Growth Index returned +12.8% (total return) while the Quality sub-index returned +10.5% and the Value sub-index returned +8.9%. However, the outcome was different when focussing on the second half of the year only, with the Value Index returning +3.7%, Growth +3.1% and Quality only +1.4%. Due to the better risk/return profile of the Value style during the summer correction, between the end of May and the end of August, the Value Index outperformed the Quality Index by 3% in three months only. In the latter part of the year the recovery was consistent and no specific style bias emerged. The market unexpectedly reacted little to the issues from Catalonia and North Korea.

E.I. Sturdza Funds Plc

Investment Manager's Report (continued) For the year ended 31 December 2017

Strategic Beta Flex Fund (continued)

MARKET OVERVIEW (continued)

The investors focused more on the macro theme of “solid growth with low inflation”, with the global markets posting excellent returns, the American equity market posted twelve months of growth, there was no major correction and volatility disappeared: the CBOE Volatility Index was around 10 on a twelve month average, with two brief spikes in April and August which were followed by a prompt collapse in each case. Long equity – short volatility was doubtless the main refrain of 2017 in the United States.

The relative performance of MSCI Europe vs MSCI World (both in local currency) reached a point of significant undervaluation. It is not possible to rule out one more leg of US over-performance, but this level of relative performance is usually the first spot to watch, even if in the last five years there were three times in which the ratio between the two markets needed to reach -3 standard deviations before a reversal took place.

PORTFOLIO STRATEGY

The Sub-Fund strategy continues to be focused on two main areas: Firstly, the research of Alpha, whereby the Sub-Fund seeks to invest in a select number of funds, which have proven ability to beat their respective benchmarks, whilst combining different equity strategies to generate positive returns. Secondly, the management of risk, through managing net exposure and reducing overall volatility.

The Investment Adviser expects that 2018 will show an alternation of trends, which will impact the portfolio strategy. The equity markets are expected to show at least four major swings, three of them are expected in the first half of the year and it will be a necessity to adopt specific approaches in the portfolio construction for each phase of the year.

Active management will be key in both the construction of the long side of the portfolio and in the Beta management. A sharp move in rates (both short and long term, with different implications) will inspire a rotation from Growth to Value, and a new balancing of the different styles. As is common knowledge, the growth style can be affected in a reflation phase or when rates rise, since the equity growth universe is endowed with high equity duration and high rate sensitivity.

Key themes emerging for 2018 will drive the strategy. Until the pressure from rates and the competition from risk free yields hurt the market, it is expected to prove an interesting year for equities. In late cycle mode “value style” outperforms, financials and energy are fine, while defensive sectors and dividend themes go out of fashion. In the opinion of the Investment Adviser, a mixed approach is still needed, since the trend is expected to be less linear than 2017, so quality and defensive themes could be back in fashion at the most critical times of the year, likewise dividend themes could be key in the two major downswings we expect in 2018.

Risk premium will be an important issue, as the equity markets seem fairly priced and valuations don't look excessive if we take into account the extremely low level of risk free rates, but there are no undervalued metrics. Once the tax reform is fully discounted the equity markets may see a correction.

E.I. Sturdza Funds Plc

Investment Manager's Report (continued) For the year ended 31 December 2017

Strategic Beta Flex Fund (continued)

PORTFOLIO STRATEGY (continued)

The Sub-Fund portfolio continues to be diversified in style as blend and smart beta will be key whilst growth and value will be systematically over or underweighted according to the level of risk premium attached to the equity markets, the trend of rates and the evolution of monetary policy.

MARKET OUTLOOK

The global economy is quite strong, growth is solid, inflation is not yet an issue and inflation expectations are slowly improving as the output gap and employment gap are narrowing. It is unquestionably one of the most noticeable “goldilocks” periods in the history of financial markets: equities benefit from a good amount of growth whilst there is little pressure from rates and policy. The global Purchasing Managers Indexes are in expansive mode and this is a sign of strong and well synchronized growth all over the world.

Monetary policies around the world are gradually shifting towards a tightening mode, but not tight enough to be harmful, yet. In 2018 global liquidity will be the main issue since the long term bull market is established on an unusually ample and abundant amount of liquidity provided by the Central Banks. Investors will have to carefully watch and analyse anything that can possibly drain liquidity from the markets. Tapering and quantitative tightening will be key drivers, as well as short term rates. The Federal Reserve could act too aggressively in order to avoid overheating. Long term rates remained muted in 2017, with the unfulfilled promise of a reflation trade in the first part of the year, whilst the curve flattened and the 10 year US Treasury yield never got close to the 3% target.

The Investment Adviser believes there is a late cycle and there could still be time to take advantage from the equity markets, at least until global liquidity dries up and short term rates or long term yields become a threat.

Political risk is still something to look at very carefully, in the United States the mid term elections will be key, a Democratic comeback could put pressure on the Republican agenda and force the President to press forward with some of his ideas and promises which could lead to instability and, ultimately, more market volatility. In Europe it is still hard to forecast what is going to happen with the Brexit negotiations and Catalonia. Investors must also consider the political risk attached to the Italian elections, it seems a stalemate outcome is increasingly likely.

In 2018 a comeback of active strategies is expected, in 2017 the global markets went all the way up and the passive strategies outperformed the active managers, now it is thought investors will have to be more selective as the markets face many sources of volatility and the CBOE Volatility Index is expected to rise in a dissimilar way to 2017, when the corrections of the major market were small and short lived.

Sofia Gestione del Patrimonio Sgr (Italy)
E.I. Sturdza Strategic Management Limited
January 2018

E.I. Sturdza Funds Plc

Investment Manager's Report (continued) For the year ended 31 December 2017

Strategic Japan Opportunities Fund

The Investment Manager's report has been compiled with the assistance of the Investment Adviser, Rheos Capital Works Inc. (Non-discretionary adviser).

FUND PERFORMANCE

Since the Sub-Fund's launch on 16 March 2017, the JPY Institutional Class returned 27.98%, outperforming its benchmark, the Topix Total Return JPY, which returned 18.05% over the same period.

During the period, positions in Outsourcing, Daifuku and Relo Group contributed positive performance to the portfolio. Conversely, WASH House, GMO Cloud, and Shimamura performed negatively to the portfolio. Outsourcing has been providing staffing services and production outsourcing for manufacturers for many years. Dispatch workers are an increasingly attractive employment option for manufacturers, with changes to regulation putting a greater onus on the dispatch operators for the administration of workers. Outsourcing has continued to expand offshore through active M&A programs in the recent years, contributing to the growth of the company.

WASH House provides a laundromat service for landowners, which provides them with effective utilization of space by using IT technology. WASH House's services are welcomed by the landowners especially in the southern part of Japan, and they now operate around 500 Laundromats in Japan, a 25% increase from prior year. However, a lack of man power in the sales team is stalling this growth. The Investment Adviser will maintain its current position, whilst carefully monitoring the situation.

MARKET OVERVIEW

Following the successful launch of the Sub-Fund, the Investment Adviser immediately began to construct the portfolio in March 2017. During this period, the Japanese market rose, constantly supported by robust corporate earnings and a clear course of future growth for Japan which has been forged by a strong government over the last five years. The government and private sector have established a clear view of the future and how to lead the country's economic growth to compete with emerging countries.

There have been several threats triggered by North Korea and continued geopolitical instability capped the domestic market over the period. However, foreign investors supported the overall market strongly and made up the majority of purchasers into the market during the year. Domestic individual investors, however, were predominantly selling during the same period, for the sixth consecutive year. The aggressive equity purchasing of foreign investors was especially noticeable in September to October when the current ruling Liberal Democratic Party ("LDP") and Komei Party won the election of the House of Representatives on 22 October 2017. This meant the ruling parties could maintain more than half of the total seats of the House; a relief to foreign investors following the July election whereby the LDP lost major seats at the Tokyo Metropolitan Assembly.

There has been numerous upward revisions of earnings during the period, providing a strong sense of security to investors. As a result, previously conservative corporate earnings projections for the fiscal year 2017 were revised up. A stable dollar/yen rate traded between 110 to 115 yen against the US dollar also benefited the foreign investor, whilst paying little attention to the series of scandals related to Prime Minister Abe. Abe continued to focus on the domestic economy rather than being distracted by a constitution makeover. Such a clear message of the government was good, not only for domestic but also for foreign investors whose focus was on the government's immediate objective of achieve higher productivity of domestic companies to reduce the deflation pressure.

E.I. Sturdza Funds Plc

Investment Manager's Report (continued) For the year ended 31 December 2017

Strategic Japan Opportunities Fund (continued)

PORTFOLIO STRATEGY

The Investment Adviser will continue to focus on finding unique, independent companies that have the potential for growth. Consequently, the majority of the portfolio is made up of relatively small companies that meet these criteria.

The Japanese macro environment continues to be supported by constant corporate earnings and relatively stable input prices, however, labour shortage will become an issue in Japan and companies may struggle to hire and retain talented personnel. There remains uncertainty over how much an employee's salary will rise in 2018 but it is expected that companies will prepare for a move towards a less deflationary environment going forward. As long as the current corporate earnings trend continues and an inflationary environment sets in, interest rates are expected to rise. In this context, the Investment Adviser will pay close attention to rising interest rates and continue to find growing companies that are increasing salaries and improving the working environment in order to compete for the best talent and thus providing an improved service and product. For the time being, the current portfolio will be maintained.

MARKET OUTLOOK

Corporate earnings of Japanese companies are gradually growing. The bottom line of the Topix index component companies whose fiscal year ended March 2017 rose around 11%, and that of March 2018 and 2019 may rise around 13% and 6% respectively, based on latest market's consensus.

There is potential for one of the most powerful and longest serving governments of recent history following the major win by the LDP at the latest election, until October 2021. Prime Minister Abe will have a presidential election of the LDP in September for his third term, and he may be able to continue his presidency for the next three years. Prime Minister Abe is pushing companies to increase their employee's salary by at least three per cent per annum to assure and continue the current growth in the economy. The Investment Adviser believes an improved working and living environment will be a key performance driver of Japan's economy over the next several years. The Bank of Japan may reduce the purchasing of long-term bonds along with the rising CPI in 2018. The Governor Kuroda, the Chairman of the Bank of Japan, will end his term in April and may indicate future changes before his departure. Japan's unique current growth phase has been backed by talented people and a unique demographical structure.

The government has avoided accepting large inflows of immigrants at this point, as it believes higher productivity can be achieved by using technology and innovation to overcome the labour shortage and aging. As such, the Investment Adviser is looking to companies which are improving their productivity and profits in new, innovative and sustainable ways.

Rheos Capital Works Inc.
E.I. Sturdza Strategic Management Limited
January 2018

E.I. Sturdza Funds Plc

Directors' Report and Statement of Directors' Responsibilities For the year ended 31 December 2017

The Directors submit their Annual Report and financial statements of E.I. Sturdza Funds Plc (the "Company") for the year ended 31 December 2017.

Principal Activities, Business Review and Future Prospects

The Directors have directed the affairs of the Company in accordance with the Companies Act 2014. A detailed business review and future prospects are outlined in the Investment Manager's Reports on pages 6-37. Significant events during the year have been disclosed on pages 43-44.

Risk Management Objectives and Policies

Information in relation to the use by the Company of financial instruments and the financial risk management objectives and policies of the Company and the exposures of the Company to market risk (currency risk, interest rate risk and price risk), liquidity risk and credit risk are outlined in Note 7 to these financial statements.

Key performance indicators reported to the Directors for each of the Sub-Funds include: NAV timeliness; NAV accuracy; Reconciliations (Cash and Assets); and the Incidents and Errors log.

Results and Dividends

The results for the year are shown in the Statement of Comprehensive Income on pages 55-58. Please see Note 12 of the financial statements for details of dividends approved during the year.

Directors

The Directors of the Company, who held office throughout the year, are listed on page 2. On 6 April 2018, Marc Craquelin was appointed as a Director of the Company.

Statement of Directors' Responsibilities in respect of the Directors' Report and the Financial Statements

The Directors are responsible for preparing the Annual Report and the Company's financial statements, in accordance with applicable law and regulations.

Company Law requires the Directors to prepare financial statements for each financial year. The Directors have elected to prepare the financial statements in accordance with International Financial Reporting Standards ("IFRS") as adopted by the European Union ("EU") and applicable law.

E.I. Sturdza Funds Plc

Directors' Report and Statement of Directors' Responsibilities (continued) For the year ended 31 December 2017

Statement of Directors' Responsibilities in respect of the Directors' Report and the Financial Statements (continued)

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 and of its profit/(loss) for that year.

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

- select suitable accounting policies and then apply them consistently;
- make judgments and estimates that are reasonable and prudent;
- state whether the financial statements have been prepared in accordance with IFRS as adopted by the EU and ensure that they contain additional information required by the Companies Act 2014; and
- prepare the financial statements on the going concern basis unless it is inappropriate to presume that the Company will continue in business for a period of at least 12 months from 31 December 2017.

The Directors are responsible for keeping adequate accounting records that disclose with reasonable accuracy at any time the assets, liabilities, financial position and profit or loss of the Company and enable them to ensure that its financial statements comply with the Companies Act 2014, the European Communities (Undertakings for Collective Investment in Transferable Securities) ("UCITS") Regulations, 2011 and the Central Bank of Ireland (the "Central Bank") (Supervision and Enforcement Act 2013 (Section 48(1)) (UCITS) Regulations 2015 (the "Central Bank's UCITS Regulations). 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. Under the Central Bank's UCITS Regulations, the Directors are required to entrust the assets of the Company to the Depositary for safe-keeping. In carrying out this duty, the Company has delegated custody of the Company's assets to BNY Mellon Trust Company (Ireland) Limited (the "Depositary") at One Dockland Central, Guild Street, IFSC, Dublin 1, Ireland.

The Directors are also responsible for preparing a Directors' Report that complies with the requirements of the Companies Act 2014.

Corporate Governance Statement

The Company is subject to compliance with the requirements of the Companies Act 2014 and with, the Central Bank's UCITS Regulations, as applicable to the Company.

The European Communities (Directive 2006/46/EC) Regulations (S.I. 450 of 2009 and S.I. 83 of 2010) requires the inclusion of a corporate governance statement in the Directors' Report. Relevant information on the Company's governance arrangements for the year ended 31 December 2017 is set out below.

Presently, the Company is subject to corporate governance practices imposed by:

- i) The Memorandum and Articles of Association of the Company;
- ii) The Companies Act 2014;
- iii) The European Communities (Undertakings for Collective Investment in Transferable Securities) Regulations, 2011 and the Central Bank's UCITS Regulations issued by the Central Bank; and
- iv) The Irish Stock Exchange ("ISE") Code of Listing Requirements and Procedures.

E.I. Sturza Funds Plc

Directors' Report and Statement of Directors' Responsibilities (continued) For the year ended 31 December 2017

Corporate Governance Statement (continued)

Copies of all of the above are available for inspection at the Company's registered office at 4th Floor, 76 Baggot Street Lower, Dublin 2, Ireland.

With effect from 1 January 2013, the Directors have adopted the Code on Corporate Governance for Collective Investment Schemes and Management Companies published by the Irish Fund Industry Association (the "IFIA Code"), following an assessment of the measures included in the IFIA Code as being consistent with its existing corporate governance principles and procedures for the financial year. This publication is available from the IFIA website (www.irishfunds.ie).

Internal control and risk management systems in relation to financial reporting

The Directors are responsible for establishing and maintaining adequate internal control and risk management systems in relation to the financial reporting processes of the Company. Such systems are designed to manage, rather than eliminate, the risk of error or fraud in achieving the Company's financial reporting objectives and can only provide reasonable and not absolute assurance against material misstatement or loss.

The Board of Directors (the "Board") has procedures in place which are designed to ensure that all relevant accounting records are properly maintained and are readily available, including production of annual and half yearly financial statements. The Board has appointed the Administrator to maintain the accounting records of the Company. The Administrator is authorised and regulated by the Central Bank and must comply with the rules imposed by the Central Bank. From time to time, the Board receives reports with respect to the Administrator's financial accounting and reporting routines.

The annual and half yearly financial statements of the Company are produced by the Administrator and reviewed by the Investment Manager. They are required to be approved by the Board and the annual and half yearly financial statements of the Company are required to be filed with the Central Bank. As certain shares in the Company are listed on the ISE, the annual financial statements of the Company are also required to be filed with the ISE.

The annual financial statements are required to be audited by an independent auditor who reports annually to the Board on their findings. As part of its review procedures, the Board receives presentations from relevant parties including consideration of IFRS accounting standards and their impact on the annual financial statements, and presentations and reports on the audit process. The Board evaluates and discusses significant accounting and reporting issues as the need arises.

Board composition and activities

The Directors of the Company meet regularly to review the business and affairs of the Company and they also discuss and evaluate significant accounting and reporting issues as the need arises. The minimum required number of Directors is two, which is also the minimum number of Directors required for a meeting to take place. At year end there were four non-executive Directors, one of whom is independent and three of whom do not hold an executive function with the Investment Manager or any of its affiliates.

The business of the Company is managed by the Directors, who are responsible for the Company's overall direction and strategy, including review of investment management performance, administration of the Company's Sub-Funds and compliance with the Company's regulatory requirements. Custody of the Company's assets is maintained by an independent Depositary, BNY Mellon Trust Company (Ireland) Limited.

E.I. Sturdza Funds Plc

Directors' Report and Statement of Directors' Responsibilities (continued) For the year ended 31 December 2017

Corporate Governance Statement (continued)

Board composition and activities (continued)

The Board meets at least four times a year, and more frequently if required, to review the operations of the Company, address matters of strategic importance and to receive reports from the Administrator, the Depositary and the Investment Manager. During the financial year the Board met ten times. A Director may convene a meeting of Directors at any time.

Questions arising at any meeting of the Directors are generally decided by consensus, but majority voting can be used if necessary to reach a decision. If there are an equal number of votes for or against a resolution the Chairman of the meeting can effectively decide the matter by exercising a second or casting vote.

In accordance with the requirements of the Central Bank's UCITS Regulations, all transactions carried out with the Company by the Promoter, Investment Manager, Depositary, Investment Advisers and associates/group companies ("connected parties") must be carried out as if negotiated at arm's length and be in the best interests of Shareholders. The Directors are satisfied that there are arrangements (evidenced by written procedures) in place to ensure that the obligations set out in the Central Bank's UCITS Regulations are applied to all transactions with connected parties and transactions with connected parties entered into during the year complied with the obligations set out in the Central Bank's UCITS Regulations.

Dealings with Shareholders

The convening and conduct of Shareholders' meetings are governed by Irish Company Law and the Memorandum and Articles of Association. Shareholders together holding 5 per cent or more in aggregate of the shares of the Company in issue may at any time request that the Directors convene a meeting of Shareholders to consider any matters that may be proposed by the Shareholders requesting the meeting.

A meeting of Shareholders held in accordance with the provisions of the Memorandum and Articles of Association may by a 75% majority of those voting approve a change to the Memorandum and Articles of Association or a proposal to wind up the Company. A simple majority vote is required for most other proposals, including proposals to determine that the Directors shall retire, or to terminate any of its Sub-Funds, and any material change in the investment objective and policies or the investment restrictions set out in the Prospectus issued by the Company.

Twenty one clear days' notice at least of every meeting shall be given to Shareholders in the manner provided in the Memorandum and Articles of Association. At any general meeting a resolution put to the vote of the meeting shall be decided on a show of hands unless before or upon the declaration of the result of the show of hands a poll is demanded by the Chairman or by at least two members present in person or by proxy or any Shareholder or Shareholders present in person or by proxy representing at least one tenth of the Shares in issue having the right to vote at the meeting. Unless a poll is so demanded, a declaration by the Chairman that a resolution has been carried, or carried unanimously, or by a particular majority, or lost, or not carried by a particular majority, and an entry to that effect in the book containing the minutes of the proceedings of the Company shall be conclusive evidence of the fact without proof of the number or proportion of the votes recorded in favour of or against such resolution.

E.I. Sturdza Funds Plc

Directors' Report and Statement of Directors' Responsibilities (continued) For the year ended 31 December 2017

Corporate Governance Statement (continued)

Dealings with Shareholders (continued)

If a poll is duly demanded, it shall be taken in such manner and at such place as the Chairman may direct (including the use of ballot or voting papers or tickets) and the result of a poll shall be deemed to be the resolution of the meeting at which the poll was demanded.

Compliance Statement

The Directors of the Company acknowledge their responsibility for ensuring the Company's compliance with relevant obligations. In doing so, they confirm that:

- (i) A compliance policy statement has been prepared and approved by the Board
- (ii) Appropriate arrangements and structures are in place to ensure material compliance with the relevant obligations; and
- (iii) A review of the effectiveness of the procedures and arrangements has been completed during the year.

Principal Risks and Uncertainties

The Company is an umbrella fund with segregated liability between Sub-Funds. The principal risks facing the Company relate primarily to the holding of financial instruments and markets in which it invests. The most significant types of financial risks to which the Company is exposed are market risk, credit risk and liquidity risk. Market risk includes other price risk, currency risk and interest rate risk. Details of the risks associated with financial instruments are included in Note 7 to the financial statements.

Accounting Records

The Company is obliged to keep or cause to be kept adequate accounting records as outlined in Sections 281 to 285 of the Companies Act 2014. To achieve this, the Directors have appointed the Administrator. The accounting records are kept at SS&C Financial Services (Ireland) Limited, 1st Floor, La Touche House, IFSC, Dublin 1, Ireland.

Legislation in the Republic of Ireland governing the preparation and dissemination of financial statements may differ from legislation in other jurisdictions.

Directors' and Secretary's Interests in the Share Capital of the Company

The Company's Secretary did not hold any interest, beneficial or otherwise, in the share capital of the Company during or at the end of the year. Directors' interests are disclosed in Note 11.

E.I. Sturdza Funds Plc

Directors' Report and Statement of Directors' Responsibilities (continued) For the year ended 31 December 2017

Significant Events During the Year

Strategic Japan Opportunities Fund was launched and approved by the Central Bank on 15 February 2017.

Also, during the year, the following share classes were launched:

| Share Class | First shares issuance date | Date listed on Irish Stock Exchange |
|--------------------------------------|----------------------------------|--|
| Strategic Beta Flex Fund | | |
| - EUR Institutional Class | 12 January 2017 | Not Listed |
| - EUR R Class | 17 February 2017 | Not Listed |
| Strategic Japan Opportunities Fund | | |
| - USD Hedged Institutional Class | 16 March 2017 | Not Listed |
| - USD Hedged Class | 16 March 2017 | Not Listed |
| - EUR Hedged Class | 16 March 2017 | Not Listed |
| - JPY Institutional Class | 16 March 2017 | Not Listed |
| - JPY Class | 16 March 2017 | Not Listed |
| Strategic Europe Value Fund | | |
| - CHF Institutional Class | 6 April 2017 | 19 April 2017 |
| Strategic European Smaller Companies | | |
| - EUR Institutional Class | 20 March 2017 | 20 March 2017 |
| - CHF Class | 29 March 2017 | 29 March 2017 |
| Strategic China Panda Fund | | |
| - CHF Hedged Class | 18 October 2017 | 18 October 2017 |
| Strategic Global Quality Fund | | |
| - EUR Class | 19 December 2017 | 19 December 2017 |
| - EUR Institutional Class | 19 December 2017 | 19 December 2017 |

On 11 August 2017, a revised Prospectus, with Supplements, came into effect which included the following amendments:

- Strategic European Smaller Companies Fund increased valuation frequency to daily and shortened the notice period for subscriptions to one business day;
- Strategic European Smaller Companies Fund changed from a Non-Discretionary to a Discretionary mandate;
- Strategic Beta Flex Fund removed reference to a specific Bloomberg index in the Performance fee section of the Supplement; and
- The maximum fee payable to Bridge Consulting increased to EUR 75,000 plus VAT.

On 14 August 2017, the Company entered into a Securities Lending Agreement with BNY Mellon Trust Company (Ireland) Limited.

LBN Advisers Limited (the Investment Adviser to the Strategic China Panda Fund) was approved by the Central Bank of Ireland, with effect from 12 September 2017, to act as discretionary Investment Adviser. The appointment of LBN Advisers (Cayman) Limited as Investment Adviser was terminated and LBN Advisers Limited (who acted as Sub-Investment Adviser) was appointed as Investment Adviser with effect from 22 December 2017.

E.I. Sturdza Funds Plc

Directors' Report and Statement of Directors' Responsibilities (continued) For the year ended 31 December 2017

Significant Events During the Year (continued)

In October 2017, the Investment Adviser of the Strategic Beta Flex Fund, Sofia Gestione De Patrimonio SGR S.p.A. ("Sofia") was placed under Administration by the Bank of Italy due to regulatory violations and irregularities in Sofia's administration. A Bank of Italy administrator and other appointed personnel have assumed the management of Sofia. The Investment Manager confirmed with the Bank of Italy, on behalf of the Directors, that the activity undertaken by Sofia with reference to the Sub-Fund was not affected by the administration, and continued as usual. The Directors and the Investment Manager have continued to monitor the situation, with regular updates provided to the Central Bank and the Depositary.

The Strategic China Panda Fund changed its benchmark index from MXCN China (in USD terms) to MSCI China NR USD effective from 31 October 2017.

The RMB Class was closed on 30 November 2017. The final shareholders were compulsorily redeemed from the RMB Class of Strategic Global Bond Fund on this date.

There have been no other significant events during the year.

Events Since the Year end

The following changes to the Company's Prospectus and/or Sub-Funds' Supplements have been implemented with effect from 1 January 2018:

- The Investment Management fee of the Super Institutional Classes of the Strategic Europe Value Fund and Strategic Global Quality Fund has been reduced from 90bps to 75bps;
- The performance fee has been removed from the Institutional Share Classes of the Strategic Europe Value Fund and Strategic Global Quality Fund;
- Research costs, capped at 5bps per annum, are being charged to the Strategic Europe Value Fund and Strategic Global Quality Fund;
- The dealing deadline for Strategic China Panda Fund, Strategic Europe Value Fund and Strategic Global Quality Fund has changed from 5pm to 11.59 pm;
- The use of volatility index futures for Strategic Europe Value Fund and Strategic Global Quality Fund, subject to a 7.5% limit, has been included. Each Sub-Fund currently provides for the use of Financial Derivative Investments, to include futures. The use of volatility index futures within the stated limit of 7.5% does not impact on the risk profile of the Sub-Funds;
- Certain classes which were hedged classes but did not specifically reference 'hedged' within the share class name have been updated;
- The benchmark used by the Strategic China Panda Fund for reporting purposes was amended to the MSCI China NR USD Index (the benchmark used for calculating performance fees);
- Pursuant to a new German Investment Tax Act which takes effect from 1 January 2018, the Supplements of Strategic China Panda Fund, Nippon Growth (UCITS) Fund, Strategic Europe Value Fund, Strategic US Momentum and Value Fund, Strategic Global Quality Fund, Strategic European Smaller Companies Fund and Strategic Beta Flex Fund have been updated to reference that there will be at least 51% of the NAV of the relevant Sub-Fund invested in equities. This does not constitute a change in investment policy;

E.I. Sturdza Funds Plc

Directors' Report and Statement of Directors' Responsibilities (continued) For the year ended 31 December 2017

Events Since the Year end (continued)

- The dealing deadline for subscriptions into the Strategic Japan Opportunities Fund was amended to 1 business day's notice in line with all other Sub-Funds; and
- The minimum investment amount for the relevant Institutional Share Classes of all Sub-Funds was reduced to 1,000,000 (denominated in the currency of the relevant Share Class).

On 20 February 2018, Azimut, through its subsidiary Azimut Capital Management SGR S.p.A, entered into an agreement for the acquisition of the investment management business of Sofia. This includes the investment advisory services provided to the Strategic Beta Flex Fund. The Bank of Italy approved the agreement on 27 March 2018. There have been neither changes with regard to the investment team associated with the Sub-Fund nor any changes to the operation of the Sub-Fund. The Investment Manager and the Directors continue to monitor the situation.

The Strategic Europe Value Fund launched the EUR SP Class on 7 March 2018 and the Strategic Japan Opportunities Fund launched the EUR Institutional Class on 14 March 2018. Neither of these share classes were listed on the Irish Stock Exchange.

On 6 April 2018, Marc Craquelin was appointed as a Director of the Company.

Statement on relevant audit information

In the case of each of the persons who are Directors at the time this Directors' Report is approved in accordance with Section 332 of the Companies Act 2014:

- so far as each Director is aware, there is no relevant audit information of which the Company's statutory auditors are unaware; and
- each Director has taken all the steps that he or she ought to have taken as a Director in order to make himself or herself aware of any relevant audit information and to establish that the Company's statutory auditors are aware of that information.

Auditors

In accordance with section 383(2) of the Companies Act 2014, the auditor KPMG, Chartered Accountants and Registered Auditors, will continue in office.

Political Donations

The Company made no political donations for the years ended 31 December 2017 and 2016.

On behalf of the Board of Directors:

Brian Dillon
Director
12 April 2018

Denise Kinsella
Director
12 April 2018

Report of the Depositary to the Shareholders Dated 12 April 2018

For the period from 1 January 2017 to 31 December 2017 (the “**Period**”)

BNY Mellon Trust Company (Ireland) Limited (the “**Depositary**” “us”, “we”, or “our”) has enquired into the conduct of E.I. Sturza Funds Plc (the “**Company**”) for the Period, in its capacity as Depositary to the Company.

This report including the opinion has been prepared for and solely for the shareholders in the Company, in accordance with our role as Depositary to the Company and for no other purpose. We do not, in giving this opinion, accept or assume responsibility for any other purpose or to any other person to whom this report is shown.

Responsibilities of the Depositary

Our duties and responsibilities are outlined in Regulation 34 of the European Communities (Undertakings for Collective Investment in Transferable Securities) Regulations 2011 (S.I. No 352 of 2011), as amended (the “**Regulations**”).

Our report shall state whether, in our opinion, the Company has been managed in that Period in accordance with the provisions of the Company’s constitutional documentation and the Regulations. It is the overall responsibility of the Company to comply with these provisions. If the Company has not been so managed, we as Depositary must state in what respects it has not been so managed and the steps which we have taken in respect thereof.

Basis of Depositary Opinion

The Depositary conducts such reviews as it, in its reasonable opinion, considers necessary in order to comply with its duties and to ensure that, in all material respects, the Company has been managed (i) in accordance with the limitations imposed on its investment and borrowing powers by the provisions of its constitutional documentation and the appropriate regulations and (ii) otherwise in accordance with the Company’s constitutional documentation and the appropriate regulations.

Opinion

In our opinion, the Company has been managed during the Period, in all material respects:

- (i) in accordance with the limitations imposed on the investment and borrowing powers of the Company by the constitutional documentation and the Regulations; and
- (ii) otherwise in accordance with the provisions of the constitutional documentation and the Regulations.

David Kelly
For and on behalf of BNY Mellon Trust Company (Ireland) Limited,
One Dockland Central,
Guild Street,
IFSC,
Dublin 1

Independent Auditor's Report to the Members of E.I. Sturdza Funds Plc

1 Opinion: our opinion is unmodified

We have audited the financial statements of E.I. Sturdza Funds Plc ("the Fund") for the year ended 31 December 2017 which comprise the Statement of Financial Position, Statement of Comprehensive Income, Statement of Changes in Net Assets Attributable to Holders of Redeemable Participating Shares, Statement of Cash Flows and the related notes, including the basis of preparation and accounting policies set out in Note 2 and 3 respectively. The financial reporting framework that has been applied in their preparation is Irish Law and International Financial Reporting Standards ("IFRS") as adopted by the European Union ("EU").

In our opinion, the financial statements:

- give a true and fair view of the assets, liabilities and financial position of the Fund as at 31 December 2017 and of its changes in net assets attributable to holders to redeemable participating shares for the year then ended;
- have been properly prepared in accordance with IFRS as adopted by the EU; and
- have been properly prepared in accordance with the requirements of the Companies Act 2014, 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.

Basis for opinion

We conducted our audit in accordance with International Standards on Auditing (Ireland) ("ISAs (Ireland)") and applicable law. Our responsibilities under those standards are further described in the *Auditor's Responsibilities* section of our report. We believe that the audit evidence we have obtained is a sufficient and appropriate basis for our opinion. Our audit opinion is consistent with our report to the Board of Directors.

We were appointed as auditor by the directors on 17 November 2009. The period of total uninterrupted engagement is the 9 years ended 31 December 2017. We have fulfilled our ethical responsibilities under, and we remained independent of the Fund in accordance with, ethical requirements applicable in Ireland, including the Ethical Standard issued by the Irish Auditing and Accounting Supervisory Authority (IAASA) as applied to listed public interest entities. No non-audit services prohibited by that standard were provided.

2 Key audit matters: our assessment of risks of material misstatement

Key audit matters are those matters that, in our professional judgment, were of most significance in the audit of the financial statements and include the most significant assessed risks of material misstatement (whether or not due to fraud) identified by us, including those which had the greatest effect on: the overall audit strategy; the allocation of resources in the audit; and directing the efforts of the engagement team. These matters were addressed in the context of our audit of the financial statements as a whole, and in forming our opinion thereon, and we do not provide a separate opinion on these matters.

Independent Auditor's Report to the Members of E.I. Sturdza Funds Plc (continued)

In arriving at our audit opinion above we determine that there was one key audit matter as follows:

Valuation of investments €1,558m (2016 - €1,522m)

Refer to page 70 (accounting policy) and pages 78 to 89 (financial disclosures)

The key audit matter

The Fund's quoted equity investment portfolio makes up 98% of total assets (by value) and is considered to be the key driver of the Fund's capital and income performance. We do not consider these investments to be at high risk of significant misstatement, or to be subject to a significant level of judgement, because they comprise liquid, quoted investments. However, due to their materiality in the context of the financial statements as a whole, they are considered of most significance in the audit of the financial statements.

How the matter was addressed in our audit

Our audit procedures over the valuation of the Fund's quoted equity investment portfolio included, but were not limited to:

- documenting the processes in place to value the portfolio, including assessing the design and implementation of controls relevant to the valuation of investments
- agreeing the valuation of 100% of the quoted investments in the portfolio to externally quoted prices.
- assessing the appropriateness of pricing sources, identification of active markets and whether the recorded price represents fair value in accordance with the guidelines of IFRS 13 where applicable

No material misstatements were noted as part of our testing.

3 Our application of materiality and an overview of the scope of our audit

The materiality for the Fund financial statements as a whole was set at €16 Million (2016 - €16 Million). This has been calculated with reference to a benchmark of the Fund's total asset value, (of which it represents 100 basis points) as at 31 December 2017, which we consider to be one of the principal considerations for members of the Fund in assessing the financial performance of the Fund. We report to the Board of Directors all corrected and uncorrected misstatements we identified through our audit with a value in excess of 5 basis points of the Fund's total asset value, in addition to other audit misstatements below that threshold that we believe warranted reporting on qualitative grounds.

Our audit of the Fund was undertaken to the materiality levels specified above and was all performed by the one engagement team in Dublin.

4 We have nothing to report on going concern

We are required to report to you if we have concluded that the use of the going concern basis of accounting is inappropriate or there is an undisclosed material uncertainty that may cast significant doubt over the use of that basis for a period of at least twelve months from the date of approval of the financial statements. We have nothing to report in these respects.

5 We have nothing to report on the other information in the annual report

The directors are responsible for the other information presented in the annual report together with the financial statements. The other information comprises the information included in the directors' report, the investment manager's reports, the report of the depositary to the shareholders, the schedules of investments, the schedules of changes in investments, appendix 1, supplementary information, remuneration disclosure and the reporting requirement in respect of the Securities Financing Transactions Regulation other than the financial statements and our auditor's report thereon. Our opinion on the financial statements does not cover the other information and, accordingly, we do not express an audit opinion or, except as explicitly stated below, any form of assurance conclusion thereon.

Independent Auditor's Report to the Members of E.I. Sturdza Funds Plc (continued)

Our responsibility is to read the other information and, in doing so, consider whether, based on our financial statements audit work, the information therein is materially misstated or inconsistent with the financial statements or our audit knowledge. Based solely on that work we have not identified material misstatements in the other information.

Based solely on our work on the other information;

- we have not identified material misstatements in the directors' report;
- in our opinion, the information given in the directors' report is consistent with the financial statements;
- in our opinion, the directors' report has been prepared in accordance with the Companies Act 2014.

Corporate governance disclosures

In addition we report, in relation to information given in the Corporate Governance Statement on pages 39 to 42, that:

- based on knowledge and understanding of the Fund and its environment obtained in the course of our audit, no material misstatements in the information identified above have come to our attention; and
- based on the work undertaken in the course of our audit, in our opinion:
- the description of the main features of the internal control and risk management systems in relation to the process for preparing the financial statements is consistent with the financial statements and has been prepared in accordance with the Companies Act 2014,
- the Fund is not subject to the European Communities (Takeover Bids (Directive 2004/25/EC)) Regulations 2006 and therefore not required to include information relating to voting rights and other matters required by those Regulations and specified by the Companies Act 2014 for our consideration in the Corporate Governance Statement,
- the Corporate Governance Statement contains the information required by the Companies Act 2014.

6 Our opinions on other matters prescribed by the Companies Act 2014 are unmodified

We have obtained all the information and explanations which we consider necessary for the purpose of our audit.

In our opinion, the accounting records of the Fund were sufficient to permit the financial statements to be readily and properly audited and the Fund's statement of financial position and profit and loss account is in agreement with the accounting records.

7 We have nothing to report on other matters on which we are required to report by exception

The Companies Act 2014 requires us to report to you if, in our opinion, the disclosures of directors' remuneration and transactions required by Sections 305 to 312 of the Act are not made.

Independent Auditor's Report to the Members of E.I. Sturdza Funds Plc (continued)

8 Respective responsibilities

Directors' responsibilities

As explained more fully in their statement set out on page 38 and 39, the directors are responsible for: the preparation of the financial statements including being satisfied that they give a true and fair view; 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; assessing the Fund's ability to continue as a going concern, disclosing, as applicable, matters related to going concern; and using the going concern basis of accounting unless they either intend to liquidate the Fund or to cease operations, or have no realistic alternative but to do so.

Auditor's responsibilities

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 our opinion in an auditor's report. Reasonable assurance is a high level of assurance, but does not guarantee that an audit conducted in accordance with ISAs (Ireland) will always detect a material misstatement when it exists. Misstatements can arise from fraud, other irregularities or error and are considered material if, individually or in aggregate, they could reasonably be expected to influence the economic decisions of users taken on the basis of the financial statements. The risk of not detecting a material misstatement resulting from fraud or other irregularities is higher than for one resulting from error, as they may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control and may involve any area of law and regulation not just those directly affecting the financial statements.

A fuller description of our responsibilities is provided on IAASA's website at https://www.iaasa.ie/getmedia/b2389013-1cf6-458b-9b8f-a98202dc9c3a/Description_of_auditors_responsibilities_for_audit.pdf.

9 The purpose of our audit work and to whom we owe our responsibilities

Our report is made solely to the Fund's members, as a body, in accordance with Section 391 of the Companies Act 2014. Our audit work has been undertaken so that we might state to the Fund's members those matters we are required to state to them in an auditor's report and for no other purpose. To the fullest extent permitted by law, we do not accept or assume responsibility to anyone other than the Fund and the Fund's members, as a body, for our audit work, for our report, or for the opinions we have formed.

12 April 2018

Colm Clifford
for and on behalf of
KPMG
Chartered Accountants, Statutory Audit Firm
1 Harbourmaster Place
IFSC
Dublin 1

E.I. Sturdza Funds Plc

Statement of Financial Position As at 31 December 2017

| | | Total 2017 EUR | SCPF 2017 USD | SEBF 2017 EUR | NGUF 2017 JPY | SEVF 2017 EUR | SGBF 2017 USD |
|--|---|----------------------|---------------------|---------------------|----------------------|---------------------|---------------------|
| Assets | | | | | | | |
| Cash and cash equivalents | | 35,641,512 | 18,676 | 987,129 | 16,486,311 | 1,380,175 | 1,026,414 |
| Financial assets at fair value through profit or loss | 4 | | | | | | |
| - Investment funds | | 29,408,250 | - | - | - | - | - |
| - Transferable securities | | 1,526,546,046 | 190,897,489 | 38,866,397 | 2,698,575,521 | 803,037,365 | 29,599,228 |
| - Derivative financial instruments | | 1,812,678 | 250,395 | 41,214 | 1,408,771 | 1,090,615 | - |
| Subscription receivable | | 4,285,582 | 11,863 | - | - | 2,257,373 | 915,400 |
| Due from broker | | 6,747,846 | 1,816,158 | 1,804,923 | - | - | 4,600 |
| Dividend and interest receivable | | 1,724,755 | 181,558 | 306,168 | 5,124,000 | 530,090 | 204,879 |
| Other receivables | | 210,264 | 29,891 | 7,804 | 1,372,395 | 84,652 | 8,668 |
| Total assets | | 1,606,376,933 | 193,206,030 | 42,013,635 | 2,722,966,998 | 808,380,270 | 31,759,189 |
| Liabilities | | | | | | | |
| Redemptions payable | | 3,374,863 | 101,098 | 1,850,842 | - | 1,046,661 | - |
| Financial liabilities at fair value through profit or loss | 4 | | | | | | |
| - Derivative financial instruments | | 102,653 | 904 | 2,908 | - | 49,688 | - |
| Due to broker | | 2,258,145 | 493,909 | - | - | - | - |
| Investment Manager fees payable | 5 | 1,610,873 | 197,478 | 23,783 | 3,215,334 | 763,943 | 22,737 |
| Performance fees payable | 5 | 1,410,303 | 247,622 | - | 119,132 | 275,411 | - |
| Administrator's fees payable | 5 | 156,084 | 17,598 | 6,256 | 396,798 | 70,631 | 5,074 |
| Depositary fees payable | 5 | 358,037 | 127,913 | 19,505 | 4,009,970 | 103,768 | 22,653 |
| Directors' fees payable | 5 | 101,899 | 10,263 | 3,290 | 194,656 | 52,729 | 2,197 |
| Interest payable | | - | - | - | - | - | - |
| Sundry payables and accrued expenses | | 1,178,017 | 114,412 | 141,736 | 13,668,769 | 277,964 | 108,974 |
| Total liabilities | | 10,550,874 | 1,311,197 | 2,048,320 | 21,604,659 | 2,640,795 | 161,635 |
| Net assets attributable to holders of redeemable participating shares | | 1,595,826,059 | 191,894,833 | 39,965,315 | 2,701,362,339 | 805,739,475 | 31,597,554 |

The Sub-Funds' short names as presented above are defined on page 5.

On behalf of the Board of Directors:

Brian Dillon
Director
12 April 2018

Denise Kinsella
Director
12 April 2018

See accompanying notes to the financial statements

E.I. Sturdza Funds Plc

Statement of Financial Position (continued) As at 31 December 2017

| | SMVF 2017 USD | SGQF 2017 USD | SESF 2017 EUR | SQBF 2017 USD | SBXF 2017 EUR | SJOF ⁽¹⁾ 2017 JPY |
|--|---------------------|---------------------|---------------------|---------------------|---------------------|------------------------------------|
| Assets | | | | | | |
| Cash and cash equivalents | 18,601,715 | 1,307,650 | 6,707,810 | 1,476,209 | 2,519,213 | 709,564,957 |
| Financial assets at fair value through profit or loss | 4 | | | | | |
| - Investment funds | - | - | 11,554,973 | - | 22,313,942 | - |
| - Transferable securities | 177,836,484 | 67,169,184 | 175,386,326 | 38,019,848 | 4,080,913 | 8,914,733,900 |
| - Derivative financial instruments | 125,926 | 186,292 | 4,964 | 213,327 | 3,525 | 2,131,773 |
| Subscription receivable | - | 570,729 | - | 919,993 | - | 1,970,000 |
| Due from broker | 3,631,342 | - | 298,371 | - | - | 14,090,055 |
| Dividend and interest receivable | 33,841 | 89,435 | - | 419,908 | - | 10,341,270 |
| Other receivables | 18,210 | 23,349 | 12,879 | 16,921 | 5,974 | 1,081,791 |
| Total assets | 200,247,518 | 69,346,639 | 193,965,323 | 41,066,206 | 28,923,567 | 9,653,913,746 |
| Liabilities | | | | | | |
| Redemptions payable | 19,674 | - | - | 207,459 | 204,016 | - |
| Financial liabilities at fair value through profit or loss | 4 | | | | | |
| - Derivative financial instruments | 286 | - | 12 | 4,653 | 10,165 | 4,736,291 |
| Due to broker | 603,915 | - | - | - | - | 181,789,632 |
| Investment Manager fees payable | 248,645 | 71,951 | 221,028 | 31,632 | 27,590 | 10,015,557 |
| Performance fees payable | - | 3,318 | 350,679 | - | 3,531 | 77,215,461 |
| Administrator's fees payable | 19,791 | 7,392 | 18,104 | 6,254 | 4,304 | 964,341 |
| Depositary fees payable | 53,487 | - | 9,634 | 19,938 | 1,881 | 956,339 |
| Directors' fees payable | 13,875 | 4,092 | 10,993 | 2,847 | 2,233 | 474,147 |
| Interest payable | - | - | - | - | - | - |
| Sundry payables and accrued expenses | 155,801 | 97,671 | 69,830 | 85,750 | 64,178 | 7,403,948 |
| Total liabilities | 1,115,474 | 184,424 | 680,280 | 358,533 | 317,898 | 283,555,716 |
| Net assets attributable to holders of redeemable participating shares | 199,132,044 | 69,162,215 | 193,285,043 | 40,707,673 | 28,605,669 | 9,370,358,030 |

The Sub-Funds' short names as presented above are defined on page 5.

⁽¹⁾ For the period 16 March 2017 (commencement of operations) to 31 December 2017.

See accompanying notes to the financial statements

E.I. Sturza Funds Plc

Statement of Financial Position (continued) As at 31 December 2016

| Notes | Total 2016 EUR | SCPF 2016 USD | SEBF 2016 EUR | NGUF 2016 JPY | SEVF 2016 EUR | SGBF 2016 USD |
|--|----------------------|---------------------|---------------------|----------------------|---------------------|---------------------|
| Assets | | | | | | |
| Cash and cash equivalents | 49,736,072 | 6,066,569 | 2,094,934 | 67,718,950 | 15,665,362 | 636,398 |
| Financial assets at fair value through profit or loss | 4 | | | | | |
| - Investment funds | 6,236,940 | - | - | - | - | - |
| - Transferable securities | 1,515,998,891 | 85,814,324 | 64,716,347 | 4,149,745,494 | 921,625,415 | 63,007,371 |
| - Derivative financial instruments | 932,047 | 258,168 | - | 5,386,457 | 309 | 5,679 |
| Subscription receivable | 16,588,335 | 112,161 | 56,479 | - | 16,036,372 | - |
| Due from broker | 6,356,787 | 539,786 | - | - | 5,651,833 | - |
| Dividend and interest receivable | 2,358,789 | 101,499 | 668,375 | 7,339,000 | 453,567 | 424,396 |
| Other receivables | 129,330 | 7,018 | 6,283 | 2,435,811 | 18,610 | 5,988 |
| Total assets | 1,598,337,191 | 92,899,525 | 67,542,418 | 4,232,625,712 | 959,451,468 | 64,079,832 |
| Liabilities | | | | | | |
| Bank overdraft | - | - | - | 55 | - | - |
| Redemptions payable | 33,718,989 | 315,435 | 1,441,127 | 10,950,858 | 27,570,805 | - |
| Financial liabilities at fair value through profit or loss | 4 | | | | | |
| - Derivative financial instruments | 895,543 | 1,229 | 14,164 | - | 192,659 | - |
| Due to broker | 2,622,326 | - | - | - | - | - |
| Investment Manager fees payable | 1,555,904 | 103,942 | 38,341 | 5,000,130 | 900,276 | 50,043 |
| Performance fees payable | 5 | 399,935 | 12,531 | - | 1,444,322 | 1,291 |
| Administrator's fees payable | 5 | 301,791 | 19,119 | 14,754 | 974,685 | 182,662 |
| Depository fees payable | 5 | 235,528 | 61,416 | 11,236 | 2,099,007 | 93,763 |
| Directors' fees payable | 5 | 67,239 | 4,129 | 3,071 | 174,936 | 43,001 |
| Interest payable | 13,334 | 6,099 | 3,564 | 21,199 | 438 | 55 |
| Sundry payables and accrued expenses | 1,758,431 | 246,612 | 118,587 | 16,299,864 | 365,416 | 77,626 |
| Total liabilities | 41,569,020 | 770,512 | 1,644,844 | 36,965,056 | 29,350,311 | 155,636 |
| Net assets attributable to holders of redeemable participating shares | 1,556,768,171 | 92,129,013 | 65,897,574 | 4,195,660,656 | 930,101,157 | 63,924,196 |

The Sub-Funds' short names as presented above are defined on page 5.

See accompanying notes to the financial statements

E.I. Sturdza Funds Plc

Statement of Financial Position (continued) As a 31 December 2016

| | Notes | SMVF 2016 USD | SGQF 2016 USD | SESF 2016 EUR | SQBF ⁽¹⁾ 2016 USD | SBXF ⁽²⁾ 2016 EUR |
|--|-------|---------------------|---------------------|---------------------|------------------------------------|------------------------------------|
| Assets | | | | | | |
| Cash and cash equivalents | | 14,575,366 | 1,157,603 | 2,153,422 | 4,790,924 | 3,458,319 |
| Financial assets at fair value through profit or loss | 4 | | | | | |
| - Investment funds | | - | - | 4,094,632 | - | 2,638,596 |
| - Transferable securities | | 203,939,946 | 57,995,962 | 59,340,513 | 49,729,943 | - |
| - Derivative financial instruments | | 260,251 | 82,639 | - | 329,832 | - |
| Subscription receivable | | 29,491 | 380,227 | 695 | - | - |
| Due from broker | | 1,263 | 4,067 | 188,134 | - | - |
| Dividend and interest receivable | | 35,021 | 130,824 | - | 549,902 | - |
| Other receivables | | 7,045 | 53,276 | 1,141 | 14,740 | - |
| Total assets | | 218,848,383 | 59,804,598 | 65,778,537 | 55,415,341 | 6,096,915 |
| Liabilities | | | | | | |
| Redemptions payable | | 602,600 | 74,431 | - | 3,878,329 | 79 |
| Financial liabilities at fair value through profit or loss | 4 | | | | | |
| - Derivative financial instruments | | 725,198 | - | - | - | - |
| Due to broker | | 2,765,898 | - | - | - | - |
| Investment Manager fees payable | 5 | 263,948 | 60,359 | 81,497 | 42,298 | 1,578 |
| Performance fees payable | 5 | 112 | 1,331 | 372,971 | - | 684 |
| Administrator's fees payable | 5 | 42,441 | - | 13,322 | 11,700 | 342 |
| Depository fees payable | 5 | 32,863 | - | 4,268 | 9,701 | 233 |
| Directors' fees payable | 5 | 9,072 | - | 2,294 | 2,284 | 21 |
| Interest payable | | 267 | - | 3,056 | 17 | - |
| Sundry payables and accrued expenses | | 142,943 | 4,185 | 61,986 | 55,194 | 580,718 |
| Total liabilities | | 4,585,342 | 140,306 | 539,394 | 3,999,523 | 583,655 |
| Net assets attributable to holders of redeemable participating shares | | 214,263,041 | 59,664,292 | 65,239,143 | 51,415,818 | 5,513,260 |

The Sub-Funds' short names as presented above are defined on page 5.

⁽¹⁾ For the period 28 April 2016 (commencement of operations) to 31 December 2016.

⁽²⁾ For the period 23 December 2016 (commencement of operations) to 31 December 2016.

See accompanying notes to the financial statements

E.I. Sturdza Funds Plc

Statement of Comprehensive Income For the year ended 31 December 2017

| | Total 2017 EUR | SCPF 2017 USD | SEBF 2017 EUR | NGUF 2017 JPY | SEVF 2017 EUR | SGBF 2017 USD |
|---|----------------------|---------------------|---------------------|---------------------|---------------------|---------------------|
| Income/(Expense) from operating activities | | | | | | |
| Interest income | 3,959,929 | 514 | 1,006,980 | 138 | 10,281 | 1,215,980 |
| Dividend income | 29,566,116 | 2,564,484 | - | 79,171,966 | 21,886,928 | - |
| Net gain/(loss) on financial assets and liabilities at fair value through profit or loss | 247,767,788 | 66,173,072 | (1,324,534) | 663,207,150 | 98,966,481 | 1,220,672 |
| Net gain/(loss) on foreign exchange | (801,170) | 82,568 | 3,140 | (1,262,023) | (802,361) | (6,311) |
| Other income | 911,998 | 200,937 | 25,394 | 6,419,411 | 297,847 | 38,815 |
| Total income/(expense) from operating activities | 281,404,661 | 69,021,575 | (289,020) | 747,536,642 | 120,359,176 | 2,469,156 |
| Expenses | | | | | | |
| Investment Manager fees | 5 (19,094,677) | (1,744,032) | (376,088) | (47,317,778) | (9,751,645) | (419,242) |
| Performance fees | 5 (3,922,422) | (607,348) | - | (119,202) | (374,134) | - |
| Administrator's fees | 5 (1,682,471) | (143,474) | (65,963) | (3,928,043) | (864,542) | (54,499) |
| Transaction costs | (3,940,500) | (732,580) | (1,376) | (3,093,895) | (2,506,886) | (831) |
| Depository fees | 5 (520,678) | (110,267) | (20,855) | (2,428,077) | (214,542) | (23,599) |
| Directors' fees | 5 (309,990) | (24,579) | (12,635) | (645,159) | (165,484) | (8,700) |
| Consulting fees | 5 (75,707) | (12,165) | (2,335) | (134,920) | (40,201) | (1,840) |
| Audit fees | 5 (120,964) | (12,861) | (10,795) | (1,438,049) | (15,703) | (11,185) |
| Legal and other professional fees | 5 (261,116) | (23,352) | (14,671) | (1,469,104) | (95,398) | (12,508) |
| Interest expense | (210,374) | (25,128) | (10,046) | (163,537) | (58,909) | (257) |
| Other expenses | 5 (1,151,428) | (102,239) | (103,687) | (7,517,872) | (348,030) | (75,319) |
| Total expenses | (31,290,327) | (3,538,025) | (618,451) | (68,255,636) | (14,435,474) | (607,980) |
| Foreign exchange loss on translation | (64,478,940) | - | - | - | - | - |
| Operating profit/(loss) | 185,635,394 | 65,483,550 | (907,471) | 679,281,006 | 105,923,702 | 1,861,176 |
| Finance costs | | | | | | |
| Dividends to holders of redeemable participating shares | 12 (233,541) | - | - | - | (233,541) | - |
| Increase/(Decrease) in net assets attributable to holders of redeemable participating shares before tax | 185,401,853 | 65,483,550 | (907,471) | 679,281,006 | 105,690,161 | 1,861,176 |
| Withholding tax on interest income | (31,169) | - | (5,625) | - | - | (29,110) |
| Withholding tax on dividend income | (3,619,847) | (2,888) | - | (11,746,482) | (2,750,314) | - |
| Increase/(Decrease) in net assets attributable to holders of redeemable participating shares from operations | 181,750,837 | 65,480,662 | (913,096) | 667,534,524 | 102,939,847 | 1,832,066 |

The Sub-Funds' short names as presented above are defined on page 5.

See accompanying notes to the financial statements

E.I. Sturza Funds Plc

Statement of Comprehensive Income (continued) For the year ended 31 December 2017

| Notes | SMVF 2017 USD | SGQF 2017 USD | SESF 2017 EUR | SQBF 2017 USD | SBXF 2017 EUR | SJOF ⁽¹⁾ 2017 JPY |
|--|---------------------|---------------------|---------------------|---------------------|---------------------|------------------------------------|
| Income/(Expense) from operating activities | | | | | | |
| Interest income | 17,781 | 478 | - | 2,118,632 | - | 4,631 |
| Dividend income | 1,540,634 | 1,142,003 | 2,042,296 | - | - | 52,374,885 |
| Net gain/(loss) on financial assets and liabilities at fair value through profit or loss | 29,132,245 | 16,654,523 | 25,992,651 | 3,372,788 | 993,378 | 2,044,460,733 |
| Net gain/(loss) on foreign exchange | (10,618) | (34,361) | 55,961 | 25,356 | 501 | (12,511,690) |
| Other income | 201,103 | 73,310 | 24,641 | 38,542 | - | 3,659,827 |
| Total income/(expense) from operating activities | 30,881,145 | 17,835,953 | 28,115,549 | 5,555,318 | 993,879 | 2,087,988,386 |
| Expenses | | | | | | |
| Investment Manager fees | 5 (3,126,782) | (799,761) | (2,064,578) | (412,239) | (324,811) | (63,773,072) |
| Performance fees | 5 (1,040) | (33,636) | (2,236,482) | - | (32,050) | (91,152,093) |
| Administrator's fees | 5 (223,684) | (81,558) | (148,400) | (53,922) | (39,950) | (5,592,114) |
| Transaction costs | (174,110) | (125,413) | (314,854) | (552) | (66,601) | (15,238,602) |
| Depository fees | 5 (59,874) | (12,378) | (31,005) | (19,659) | (15,930) | (2,696,845) |
| Directors' fees | 5 (44,538) | (14,408) | (25,556) | (9,047) | (5,789) | (840,300) |
| Consulting fees | 5 (8,639) | (2,967) | (5,354) | (1,803) | (1,301) | (178,553) |
| Audit fees | 5 (14,540) | (11,743) | (9,815) | (12,863) | (9,815) | (1,031,619) |
| Legal and other professional fees | 5 (31,239) | (17,136) | (24,023) | (14,206) | (16,437) | (1,614,606) |
| Interest expense | (1,724) | (2,405) | (67,255) | (1,057) | (30,790) | (1,944,767) |
| Other expenses | 5 (143,601) | (113,462) | (68,969) | (64,777) | (77,953) | (7,078,192) |
| Total expenses | (3,829,771) | (1,214,867) | (4,996,291) | (590,125) | (621,427) | (191,140,763) |
| Foreign exchange loss on translation | - | - | - | - | - | - |
| Operating profit | 27,051,374 | 16,621,086 | 23,119,258 | 4,965,193 | 372,452 | 1,896,847,623 |
| Finance costs | | | | | | |
| Dividends to holders of redeemable participating shares | 12 - | - | - | - | - | - |
| Increase/(Decrease) in net assets attributable to holders of redeemable participating shares before tax | | | | | | |
| | 27,051,374 | 16,621,086 | 23,119,258 | 4,965,193 | 372,452 | 1,896,847,623 |
| Withholding tax on interest income | - | - | - | - | - | - |
| Withholding tax on dividend income | (378,847) | (195,480) | (209,162) | - | - | (7,856,232) |
| Increase/(Decrease) in net assets attributable to holders of redeemable participating shares | 26,672,527 | 16,425,606 | 22,910,096 | 4,965,193 | 372,452 | 1,888,991,391 |

The Sub-Funds' short names as presented above are defined on page 5.

⁽¹⁾ For the period 16 March 2017 (commencement of operations) to 31 December 2017.

See accompanying notes to the financial statements

E.I. Sturdza Funds Plc

Statement of Comprehensive Income (continued) For the year ended 31 December 2016

| | Total 2016 EUR | SCPF 2016 USD | SEBF 2016 EUR | NGUF 2016 JPY | SEVF 2016 EUR | SGBF 2016 USD |
|---|----------------------|---------------------|---------------------|------------------------|---------------------|---------------------|
| Income/(Expense) from operating activities | | | | | | |
| Interest income | 5,421,489 | - | 2,050,678 | - | - | 2,271,438 |
| Dividend income | 30,808,311 | 2,446,534 | - | 143,560,571 | 24,694,063 | - |
| Net gain/(loss) on financial assets and liabilities at fair value through profit or loss | (113,614,797) | (6,973,773) | (977,568) | (2,741,086,960) | (76,384,848) | (854,980) |
| Net gain/(loss) on foreign exchange | 677,204 | (22,920) | 34,123 | (3,928,143) | 802,674 | (12,674) |
| Other income | 1,058,156 | 98,630 | 740,081 | 2,348,089 | 169,780 | 618 |
| Total (expense)/income from operating activities | (75,649,637) | (4,451,529) | 1,847,314 | (2,599,106,443) | (50,718,331) | 1,404,402 |
| Expenses | | | | | | |
| Investment Manager fees | 5 (19,489,423) | (1,532,601) | (597,733) | (87,179,521) | (11,705,907) | (716,477) |
| Performance fees | 5 (6,741,515) | (12,508) | - | (1,444,373) | (6,020,750) | - |
| Administrator's fees | 5 (1,573,558) | (119,685) | (96,059) | (7,300,190) | (924,345) | (82,998) |
| Transaction costs | (6,391,374) | (908,716) | (3,228) | (15,640,773) | (4,965,792) | (2,879) |
| Depository fees | 5 (1,040,304) | (154,786) | (64,769) | (6,970,812) | (531,819) | (55,867) |
| Directors' fees | 5 (282,795) | (17,645) | (14,805) | (757,474) | (187,833) | (12,147) |
| Consulting fees | 5 (55,571) | (1,447) | (2,780) | (139,628) | (38,409) | (2,316) |
| Audit fees | 5 (135,137) | (10,691) | (7,101) | (2,195,707) | (77,811) | (1,580) |
| Legal and other professional fees | 5 (206,988) | (21,487) | (21,375) | (2,554,512) | (98,860) | (15,617) |
| Interest expense | (119,056) | (10,087) | (10,252) | (164,550) | (79,184) | (7,611) |
| Other expenses | 5 (1,630,440) | (255,702) | (103,064) | (15,068,225) | (675,453) | (84,036) |
| Total expenses | (37,666,161) | (3,045,355) | (921,166) | (139,415,765) | (25,306,163) | (981,528) |
| Foreign exchange loss on translation | 24,605,860 | - | - | - | - | - |
| Operating (loss)/profit | (88,709,938) | (7,496,884) | 926,148 | (2,738,522,208) | (76,024,494) | 422,874 |
| Finance costs | | | | | | |
| Dividends to holders of redeemable participating shares | 12 (439,574) | - | (78,207) | - | (361,367) | - |
| (Decrease)/Increase in net assets attributable to holders of redeemable participating shares before tax | (89,149,512) | (7,496,884) | 847,941 | (2,738,522,208) | (76,385,861) | 422,874 |
| Withholding tax on interest income | (20,067) | - | (76) | - | - | (21,127) |
| Withholding tax on dividend income | (3,275,439) | (50,317) | - | (21,986,323) | (2,457,115) | - |
| (Decrease)/Increase in net assets attributable to holders of redeemable participating shares from operations | (92,445,018) | (7,547,201) | 847,865 | (2,760,508,531) | (78,842,976) | 401,747 |

The Sub-Funds' short names as presented above are defined on page 5.

See accompanying notes to the financial statements

E.I. Sturza Funds Plc

Statement of Comprehensive Income (continued) For the year ended 31 December 2016

| | Notes | SMVF 2016 USD | SGQF 2016 USD | SESF 2016 EUR | SQBF ⁽¹⁾ 2016 USD | SBXF ⁽²⁾ 2016 USD |
|---|-------|---------------------|---------------------|---------------------|------------------------------------|------------------------------------|
| Income/(Expense) from operating activities | | | | | | |
| Interest income | | 29 | - | - | 1,449,136 | - |
| Dividend income | | 1,546,526 | 836,039 | 546,463 | - | - |
| Net gain/(loss) on financial assets and liabilities at fair value through profit or loss | | (7,643,708) | (4,165,833) | 6,912,781 | (2,877,275) | 11,653 |
| Net gain/(loss) on foreign exchange | | 452 | (64,307) | (8,931) | (30,833) | 6 |
| Other income | | 25,505 | 5,663 | 10,632 | - | - |
| Total (expense)/income from operating activities | | (6,071,196) | (3,388,438) | 7,460,945 | (1,458,972) | 11,659 |
| Expenses | | | | | | |
| Investment Manager fees | 5 | (3,456,737) | (479,615) | (576,292) | (308,749) | (1,578) |
| Performance fees | 5 | (123) | (1,330) | (695,433) | - | (684) |
| Administrator's fees | 5 | (250,772) | (7,797) | (38,077) | (39,950) | (346) |
| Transaction costs | | (271,858) | (170,588) | (70,568) | - | (57) |
| Depository fees | 5 | (162,929) | (5,564) | (18,119) | (26,433) | (235) |
| Directors' fees | 5 | (38,297) | - | (6,498) | (6,244) | (21) |
| Consulting fees | 5 | (7,203) | - | (2,128) | (1,220) | (54) |
| Audit fees | 5 | (18,758) | - | (2,625) | (1,372) | (3) |
| Legal and other professional fees | 5 | (9,324) | (257) | (12,581) | (11,582) | (160) |
| Interest expense | | (2,265) | (2,048) | (7,116) | (568) | (681) |
| Other expenses | 5 | (199,765) | (89,969) | (79,641) | (83,968) | (730) |
| Total expenses | | (4,418,031) | (757,168) | (1,509,078) | (480,086) | (4,549) |
| Foreign exchange loss on translation | | - | - | - | - | - |
| Operating (loss)/profit | | (10,489,227) | (4,145,606) | 5,951,867 | (1,939,058) | 7,110 |
| Finance costs | | | | | | |
| Dividends to holders of redeemable participating shares | 12 | - | - | - | - | - |
| (Decrease)/Increase in net assets attributable to holders of redeemable participating shares before tax | | (10,489,227) | (4,145,606) | 5,951,867 | (1,939,058) | 7,110 |
| Withholding tax on interest income | | - | - | - | (938) | - |
| Withholding tax on dividend income | | (492,516) | (82,252) | (69,345) | - | - |
| (Decrease)/Increase in net assets attributable to holders of redeemable participating shares from operations | | (10,981,743) | (4,227,858) | 5,882,522 | (1,939,996) | 7,110 |

The Sub-Funds' short names as presented above are defined on page 5.

⁽¹⁾For the period 28 April 2016 (commencement of operations) to 31 December 2016.

⁽²⁾For the period 23 December 2016 (commencement of operations) to 31 December 2016.

See accompanying notes to the financial statements

E.I. Sturdza Funds Plc

Statement of Changes in Net Assets Attributable to Holders of Redeemable Participating Shares For the year ended 31 December 2017

| | SCPF 2017 USD | SEBF 2017 EUR | NGUF 2017 JPY | SEVF 2017 EUR | SGBF 2017 USD | SMVF 2017 USD |
|---|---------------------|---------------------|---------------------|---------------------|---------------------|---------------------|
| Net assets attributable to redeemable participating shares at beginning of year | 92,129,013 | 65,897,574 | 4,195,660,656 | 930,101,157 | 63,924,196 | 214,263,041 |
| Proceeds from redeemable participating shares issued: | | | | | | |
| USD Class | 27,447,011 | - | - | 1,292,032 | 4,859,850 | 4,734,084 |
| EUR Class | - | - | - | 41,765,186 | - | - |
| EUR Hedged Class | 16,542,917 | - | 267,842,680 | - | - | 197,689 |
| GBP Hedged Class | 323,669 | - | - | - | - | - |
| EUR Distributing Class | - | 5,970 | - | - | - | - |
| EUR Accumulating Class | - | 8,659,546 | - | - | - | - |
| JPY Class B Accumulating | - | - | 83,376,364 | - | - | - |
| EUR Institutional Class | - | 15,175,655 | - | 112,125,345 | - | - |
| EUR Hedged Institutional Class | 10,075,792 | - | 39,392,202 | - | - | - |
| CHF Hedged Class | 584,196 | - | - | - | - | 796,503 |
| USD Institutional Class | 61,577,440 | - | - | 387,932 | - | 3,977,030 |
| USD Super Institutional Class | - | - | - | 2,310,663 | - | - |
| GBP Institutional Class | - | - | - | 2,336,583 | - | - |
| CHF Class | - | - | - | 3,285,909 | - | - |
| CHF Institutional Class | - | - | - | 7,790,425 | - | - |
| EUR Retail Class | - | - | - | 4,892,951 | - | - |
| EUR Super Institutional Class | - | - | - | 91,851,460 | - | - |
| EUR Institutional Distributing Class | - | - | - | 14,803,563 | - | - |
| Total proceeds from redeemable participating shares issued | 116,551,025 | 23,841,171 | 390,611,246 | 282,842,049 | 4,859,850 | 9,705,306 |

The Sub-Funds' short names as presented above are defined on page 5.

See accompanying notes to the financial statements

E.I. Sturdza Funds Plc

Statement of Changes in Net Assets Attributable to Holders of Redeemable Participating Shares (continued) For the year ended 31 December 2017

| | SCPF 2017 USD | SEBF 2017 EUR | NGUF 2017 JPY | SEVF 2017 EUR | SGBF 2017 USD | SMVF 2017 USD |
|---|---------------------|---------------------|------------------------|----------------------|---------------------|---------------------|
| Payments on redemption of redeemable participating shares: | | | | | | |
| USD Class | (23,644,536) | - | - | (1,276,875) | (26,483,257) | (42,786,174) |
| EUR Hedged Class | (20,311,628) | - | (806,543,875) | - | - | (1,260,462) |
| GBP Hedged Class | (283,376) | - | - | - | - | - |
| EUR Distributing Class | - | (1,258,172) | - | - | - | - |
| USD Super Institutional Class | - | - | - | (487,941) | - | - |
| EUR Super Institutional Class | - | - | - | (73,081,809) | - | - |
| EUR Accumulating Class | - | (17,058,964) | - | - | - | - |
| JPY Class B Accumulating | - | - | (950,112,026) | - | - | - |
| RMB Class | - | - | - | - | (12,535,301) | - |
| EUR Institutional Class | - | (21,099,928) | - | (232,211,806) | - | - |
| CHF Accumulating Class | - | (9,443,270) | - | - | - | - |
| CHF Class | - | - | - | (20,669,840) | - | - |
| JPY Class D Institutional | - | - | (618,255,651) | - | - | - |
| USD Institutional Class | (30,216,576) | - | - | (1,302,546) | - | (5,788,817) |
| GBP Institutional Class | - | - | - | (3,341,383) | - | - |
| CHF Hedged Class | (243,477) | - | - | - | - | (1,673,377) |
| EUR Class | - | - | - | (149,841,979) | - | - |
| EUR Hedged Institutional Class | (7,566,274) | - | (172,277,930) | - | - | - |
| EUR Retail Class | - | - | - | (3,328,520) | - | - |
| EUR Institutional Distributing Class | - | - | - | (24,116,061) | - | - |
| JPY Class A | - | - | (5,254,605) | - | - | - |
| CHF Institutional Class | - | - | - | (484,818) | - | - |
| Total payments on redemption of redeemable participating shares | (82,265,867) | (48,860,334) | (2,552,444,087) | (510,143,578) | (39,018,558) | (51,508,830) |
| Increase/(Decrease) in net assets attributable to holders of redeemable participating shares from operations | 65,480,662 | (913,096) | 667,534,524 | 102,939,847 | 1,832,066 | 26,672,527 |
| Net assets attributable to redeemable participating shares at end of year | 191,894,833 | 39,965,315 | 2,701,362,339 | 805,739,475 | 31,597,554 | 199,132,044 |

The Sub-Funds' short names as presented above are defined on page 5.

See accompanying notes to the financial statements

E.I. Sturdza Funds Plc

Statement of Changes in Net Assets Attributable to Holders of Redeemable Participating Shares (continued) For the year ended 31 December 2017

| | SGQF 2017 USD | SESF 2017 EUR | SQBF 2017 USD | SBXF 2017 EUR | SJOF ⁽¹⁾ 2017 JPY |
|---|---------------------|---------------------|---------------------|---------------------|------------------------------------|
| Net assets attributable to redeemable participating shares at beginning of year | 59,664,292 | 65,239,143 | 51,415,818 | 5,513,260 | - |
| Proceeds from redeemable participating shares issued: | | | | | |
| USD Class | 10,962,578 | - | 3,737,481 | - | - |
| EUR Class | 349,475 | 71,188,384 | 1,896,284 | 5,467,804 | - |
| EUR Class X | - | 24,803,722 | - | - | - |
| EUR Hedged Class | - | - | - | - | 673,817,161 |
| JPY Class | - | - | - | - | 3,544,926,276 |
| JPY Institutional Class | - | - | - | - | 2,786,561,980 |
| EUR Institutional Class | - | 70,206,126 | 182,223 | 28,631,819 | - |
| USD Hedged Class | - | - | - | - | 823,404,738 |
| USD Hedged Institutional Class | - | - | - | - | 1,018,086,360 |
| EUR Hedged Institutional Class | 349,475 | - | - | - | - |
| USD Institutional Class | 11,482,515 | - | 4,000,000 | - | - |
| CHF Class | 1,982,459 | 2,260,010 | 2,575,755 | - | - |
| EUR Retail Class | - | - | - | 7,619,602 | - |
| Total proceeds from redeemable participating shares issued | 25,126,502 | 168,458,242 | 12,391,743 | 41,719,225 | 8,846,796,515 |

The Sub-Funds' short names as presented above are defined on page 5.

⁽¹⁾ For the period 16 March 2017 (commencement of operations) to 31 December 2017.

See accompanying notes to the financial statements

E.I. Sturdza Funds Plc

Statement of Changes in Net Assets Attributable to Holders of Redeemable Participating Shares (continued) For the year ended 31 December 2017

| | SGQF 2017 USD | SESF 2017 EUR | SQBF 2017 USD | SBXF 2017 EUR | SJOF ⁽¹⁾ 2017 JPY |
|---|---------------------|---------------------|---------------------|---------------------|------------------------------------|
| Payments on redemption of redeemable of participating shares: | | | | | |
| USD Class | (7,378,666) | - | (13,897,146) | - | - |
| EUR Class X | - | (7,979,274) | - | - | - |
| EUR Hedged Class | - | - | - | - | (160,932,391) |
| EUR Institutional Class | - | (5,929,215) | (2,407,896) | (17,001,426) | - |
| CHF Class | (1,134,656) | (424,522) | (2,440,990) | - | - |
| JPY Class | - | - | - | - | (281,651,330) |
| USD Institutional Class | (23,540,863) | - | (6,161,461) | - | - |
| EUR Class | - | (48,989,427) | (3,157,588) | (1,667,725) | - |
| EUR Retail Class | - | - | - | (330,117) | - |
| USD Hedged Class | - | - | - | - | (206,207,276) |
| USD Hedged Institutional Class | - | - | - | - | (695,725,848) |
| JPY Institutional Class | - | - | - | - | (20,913,031) |
| Total payments on redemption of redeemable participating shares | (32,054,185) | (63,322,438) | (28,065,081) | (18,999,268) | (1,365,429,876) |
| Increase/(Decrease) in net assets attributable to holders of redeemable participating shares from operations | 16,425,606 | 22,910,096 | 4,965,193 | 372,452 | 1,888,991,391 |
| Net assets attributable to redeemable participating shares at end of year | 69,162,215 | 193,285,043 | 40,707,673 | 28,605,669 | 9,370,358,030 |

The Sub-Funds' short names as presented above are defined on page 5.

⁽¹⁾ For the period 16 March 2017 (commencement of operations) to 31 December 2017.

See accompanying notes to the financial statements

E.I. Sturdza Funds Plc

Statement of Changes in Net Assets Attributable to Holders of Redeemable Participating Shares (continued) For the year ended 31 December 2016

| | SCPF 2016 USD | SEBF 2016 EUR | NGUF 2016 JPY | SEVF 2016 EUR | SGBF 2016 USD | SMVF 2016 USD |
|---|---------------------|---------------------|---------------------|---------------------|---------------------|---------------------|
| Net assets attributable to redeemable participating shares at beginning of year | 173,539,783 | 126,506,035 | 21,651,567,060 | 896,846,108 | 94,641,292 | 326,318,843 |
| Proceeds from redeemable participating shares issued: | | | | | | |
| USD Class | 3,143,067 | - | - | 1,706,046 | 8,515,804 | 6,324,014 |
| EUR Class | - | - | - | 136,355,875 | - | - |
| EUR Hedged Class | 1,472,940 | - | 17,476,032 | - | - | 389,005 |
| EUR Distributing Class | - | 105,470 | - | - | - | - |
| EUR Accumulating Class | - | 5,162,085 | - | - | - | - |
| JPY Class B Accumulating | - | - | 125,124,500 | - | - | - |
| EUR Institutional Class | - | 13,705,476 | - | 418,386,646 | - | - |
| CHF Accumulating Class | - | 1,517,371 | - | - | - | - |
| EUR Hedged Institutional Class | 3,319,735 | - | 62,125,120 | - | - | - |
| CHF Hedged Class | - | - | - | - | - | 816,420 |
| USD Institutional Class | 12,696,726 | - | - | 7,019,632 | - | 7,678,535 |
| USD Super Institutional Class | - | - | - | 2,217,508 | - | - |
| GBP Institutional Class | - | - | - | 1,536,294 | - | - |
| CHF Class | - | - | - | 9,775,125 | - | - |
| EUR Retail Class | - | - | - | 10,685,869 | - | - |
| EUR Super Institutional Class | - | - | - | 158,373,889 | - | - |
| EUR Institutional Distributing Class | - | - | - | 27,864,103 | - | - |
| Total proceeds from redeemable participating shares issued | 20,632,468 | 20,490,402 | 204,725,652 | 773,920,987 | 8,515,804 | 15,207,974 |

The Sub-Funds' short names as presented above are defined on page 5.

See accompanying notes to the financial statements

E.I. Sturdza Funds Plc

Statement of Changes in Net Assets Attributable to Holders of Redeemable Participating Shares (continued) For the year ended 31 December 2016

| | SCPF 2016 USD | SEBF 2016 EUR | NGUF 2016 JPY | SEVF 2016 EUR | SGBF 2016 USD | SMVF 2016 USD |
|---|---------------------|---------------------|----------------------|---------------------|---------------------|---------------------|
| Payments on redemption of redeemable participating shares: | | | | | | |
| USD Class | (32,984,044) | - | - | (470,341) | (28,909,412) | (75,687,855) |
| EUR Hedged Class | (22,887,296) | - | (2,104,329,195) | - | - | (13,992,248) |
| GBP Hedged Class | (348,758) | - | - | - | - | - |
| EUR Distributing Class | - | (6,707,990) | - | - | - | - |
| EUR Super Institutional Class | - | - | - | (4,157,774) | - | - |
| EUR Accumulating Class | - | (20,307,657) | - | - | - | - |
| JPY Class A | - | - | (219,242,355) | - | - | - |
| JPY Class B Accumulating | - | - | (4,353,776,225) | - | - | - |
| RMB Class | - | - | - | - | (10,725,235) | - |
| EUR Institutional Class | - | (44,812,215) | - | (423,956,546) | - | - |
| EUR Institutional Distributing Class | - | - | - | (54,115,086) | - | - |
| EUR Retail Class | - | - | - | (2,309,685) | - | - |
| EUR Hedged Institutional Class | - | - | (151,788,877) | - | - | - |
| CHF Accumulating Class | - | (9,757,167) | - | - | - | - |
| CHF Class | - | - | - | (20,706,178) | - | - |
| JPY Class D Institutional | - | - | (5,747,703,812) | - | - | - |
| USD Institutional Class | (29,645,908) | - | - | (13,693,801) | - | (19,316,247) |
| USD Super Institutional Class | - | - | - | (50,513) | - | - |
| GBP Institutional Class | - | - | (2,323,283,061) | (1,528,888) | - | - |
| CHF Institutional Class | - | (361,699) | - | - | - | - |
| CHF Hedged Class | - | - | - | - | - | (7,285,683) |
| EUR Class | - | - | - | (140,834,150) | - | - |
| EUR Hedged Institutional Class | (8,630,031) | - | - | - | - | - |
| Total payments on redemption of redeemable participating shares | (94,496,037) | (81,946,728) | (14,900,123,525) | (661,822,962) | (39,634,647) | (116,282,033) |
| (Decrease)/Increase in net assets attributable to holders of redeemable participating shares from operations | (7,547,201) | 847,865 | (2,760,508,531) | (78,842,976) | 401,747 | (10,981,743) |
| Net assets attributable to redeemable participating shares at end of year | 92,129,013 | 65,897,574 | 4,195,660,656 | 930,101,157 | 63,924,196 | 214,263,041 |

The Sub-Funds' short names as presented above are defined on page 5.

See accompanying notes to the financial statements

E.I. Sturdza Funds Plc

Statement of Changes in Net Assets Attributable to Holders of Redeemable Participating Shares (continued) For the year ended 31 December 2016

| | SGQF 2016 USD | SESF 2016 EUR | SQBF ⁽¹⁾ 2016 USD | SBXF ⁽²⁾ 2016 EUR |
|---|---------------------|---------------------|------------------------------------|------------------------------------|
| Net assets attributable to redeemable participating shares at beginning of year | 13,094,398 | 34,367,452 | - | - |
| Proceeds from redeemable participating shares issued: | | | | |
| USD Class | 19,935,604 | - | 26,582,186 | - |
| EUR Class | - | 24,731,219 | 14,838,746 | 5,506,150 |
| EUR Class X | - | 10,099,473 | - | - |
| EUR Institutional Class | - | - | 3,314,562 | - |
| USD Institutional Class | 30,575,477 | - | 6,500,000 | - |
| CHF Class | 8,015,909 | - | 12,291,696 | - |
| Total proceeds from redeemable participating shares issued | 58,526,990 | 34,830,692 | 63,527,190 | 5,506,150 |

The Sub-Funds' short names as presented above are defined on page 5.

⁽¹⁾ For the period 28 April 2016 (commencement of operations) to 31 December 2016.

⁽²⁾ For the period 23 December 2016 (commencement of operations) to 31 December 2016.

See accompanying notes to the financial statements

E.I. Sturdza Funds Plc

Statement of Changes in Net Assets Attributable to Holders of Redeemable Participating Shares (continued) For the year ended 31 December 2016

| | SGQF 2016 USD | SESF 2016 EUR | SQBF ⁽¹⁾ 2016 USD | SBXF ⁽²⁾ 2016 JPY |
|--|---------------------|---------------------|------------------------------------|------------------------------------|
| Payments on redemption of redeemable participating shares: | | | | |
| USD Class | (1,838,676) | - | (7,025,049) | - |
| CHF Class | (230,023) | - | (1,793,353) | - |
| USD Institutional Class | (5,660,539) | - | - | - |
| EUR Class | - | (9,841,523) | (1,352,974) | - |
| Total payments on redemption of redeemable participating shares | (7,729,238) | (9,841,523) | (10,171,376) | - |
| (Decrease)/ Increase in net assets attributable to holders of redeemable participating shares from operations | (4,227,858) | 5,882,522 | (1,939,996) | 7,110 |
| Net assets attributable to redeemable participating shares at end of year | 59,664,292 | 65,239,143 | 51,415,818 | 5,513,260 |

The Sub-Funds' short names as presented above are defined on page 5.

⁽¹⁾ For the period 28 April 2016 (commencement of operations) to 31 December 2016.

⁽²⁾ For the period 23 December 2016 (commencement of operations) to 31 December 2016.

See accompanying notes to the financial statements

E.I. Sturdza Funds Plc

Statement of Cash Flows For the year ended 31 December 2017

| | Total 2017 EUR | Total 2016 EUR |
|--|-------------------------------|-------------------------------|
| Cash flows from operating activities | | |
| Increase/(Decrease) in net assets attributable to holders of redeemable participating shares | 181,750,837 | (92,445,018) |
| Adjustments to reconcile increase/(decrease) in net assets attributable to holders of redeemable participating shares from operations to net cash from operating activities: | | |
| Net decrease in receivables | 162,041 | 36,623,883 |
| Net increase/(decrease) in liabilities | 118,870 | (44,781,039) |
| Net (increase)/decrease in investments | (35,391,986) | 215,903,205 |
| Net cash from operating activities | 146,639,762 | 115,301,031 |
| Cash flows from financing activities | | |
| Net proceeds from issuance of redeemable participating shares | 620,766,103 | 976,707,695 |
| Net payments on redemption of redeemable participating shares | (781,500,425) | (1,091,186,173) |
| Net cash used in financing activities | (160,734,322) | (114,478,478) |
| Net (decrease)/increase in cash and cash equivalents | (14,094,560) | 822,553 |
| Cash and cash equivalents at beginning of year | 49,736,072 | 48,913,519 |
| Cash and cash equivalents at end of year | 35,641,512 | 49,736,072 |
| Cash and cash equivalents at end of year is comprised of: | | |
| Cash and cash equivalents | 35,641,512 | 49,736,072 |
| Cash and cash equivalents at end of year | 35,641,512 | 49,736,072 |
| Supplementary disclosure of cash flow information: | | |
| Interest received | 4,725,551 | 6,231,272 |
| Dividend received | 29,434,528 | 30,909,896 |
| Interest paid | (223,708) | (11,198) |

See accompanying notes to the financial statements

E.I. Sturdza Funds Plc

Notes to the Financial Statements For the year ended 31 December 2017

1. General information

E.I. Sturdza Funds Plc (the “Company”) is an open-ended umbrella investment company with variable capital and segregated liability between Sub-Funds, incorporated in Ireland on 27 August 2008 under the Companies Act, 2014 with registration number 461518. The Company has been authorised by the Central Bank of Ireland (“Central Bank”) as an Undertaking for Collective Investment in Transferable Securities (“UCITS”) pursuant to the UCITS Regulations.

The Company is structured as an umbrella fund consisting of eleven Sub-Funds: Strategic China Panda Fund (“SCPF”), Strategic Euro Bond Fund (“SEBF”), Nippon Growth (UCITS) Fund (“NGUF”), Strategic Europe Value Fund (“SEVF”), Strategic Global Bond Fund (“SGBF”), Strategic US Momentum and Value Fund (“SMVF”), Strategic Global Quality Fund (“SGQF”), Strategic European Smaller Companies Fund (“SESF”), Strategic Quality Emerging Bond Fund (“SQBF”), Strategic Beta Flex Fund (“SBXF”) and Strategic Japan Opportunities Fund (“SJOF”) (collectively referred to as the “Sub-Funds”).

Strategic Japan Opportunities Fund was launched and approved by the Central Bank on 15 February 2017 with the first shares issued for the JPY Class, JPY Institutional Class, EUR Hedged Class, USD Hedged Class and USD Hedged Institutional Class on 16 March 2017.

Also, during the year, Strategic Europe Value Fund launched the CHF Institutional Class, Strategic European Smaller Companies Fund launched the CHF Class and Euro Institutional Class and Strategic Beta Flex Fund launched the EUR Institutional Class and EUR Retail Class.

Certain share classes of the Sub-Funds were listed on the Irish Stock Exchange (“ISE”) on the following dates:

| Share Class | SCPF | SEBF | NGUF | SEVF | SGBF | SMVF | SGQF | SESF |
|--------------------------------|-------------|-------------|-------------|-------------|------|------------|-------------|-------------|
| CHF Accumulating Class | - | 28 Jan 2013 | - | - | - | - | - | - |
| CHF Class | - | - | - | 28 Jan 2013 | - | - | 9 Jun 2016 | 29 Mar 2017 |
| CHF Hedged Class | 18 Oct 2017 | - | - | - | - | 5 Dec 2013 | - | - |
| EUR Hedged Class | 2 Oct 2008 | - | 17 May 2013 | - | - | 5 Dec 2013 | - | - |
| EUR Accumulating Class | - | 28 Apr 2009 | - | - | - | - | - | - |
| EUR Class | - | - | - | 1 Nov 2010 | - | - | 19 Dec 2017 | 6 May 2015 |
| EUR Class X | - | - | - | - | - | - | - | 20 Oct 2016 |
| EUR Distributing Class | - | 28 Apr 2009 | - | - | - | - | - | - |
| EUR Hedged Institutional Class | 6 Aug 2015 | - | 2 Apr 2013 | - | - | - | - | - |
| EUR Institutional Class | - | 7 Jan 2013 | - | 7 Jan 2013 | - | - | 19 Dec 2017 | 20 Mar 2017 |
| GBP Institutional Class | - | - | - | 1 Jul 2014 | - | - | - | - |
| GBP Hedged Class | 2 Oct 2008 | - | - | - | - | - | - | - |
| JPY Class A | - | - | 27 Oct 2009 | - | - | - | - | - |
| JPY Class B Accumulating | - | - | 18 Jan 2010 | - | - | - | - | - |

E.I. Sturdza Funds Plc

Notes to the Financial Statements (continued) For the year ended 31 December 2017

1. General information (continued)

| Share Class | SCPF | SEBF | NGUF | SEVF | SGBF | SMVF | SGQF | SESF |
|--------------------------------------|-------------|------|-------------|-------------|-------------|-------------|-------------|------|
| JPY Class D Institutional | - | - | 27 May 2013 | - | - | - | - | - |
| USD Class | 2 Oct 2008 | - | - | 15 Mar 2016 | 12 Jun 2012 | 2 Jul 2012 | 17 Feb 2016 | - |
| USD Institutional Class | 13 Mar 2014 | - | - | 4 Dec 2015 | - | 30 Jun 2014 | 30 Dec 2014 | - |
| EUR Institutional Distributing Class | - | - | - | 11 Nov 2015 | - | - | - | - |
| EUR Retail Class | - | - | - | 18 Dec 2015 | - | - | - | - |
| EUR Super Institutional Class | - | - | - | 29 Sep 2016 | - | - | - | - |
| USD Super Institutional Class | - | - | - | 29 Sep 2016 | - | - | - | - |
| CHF Institutional Class | | | | 19 Apr 2017 | | | | |

None of the share classes of Strategic Quality Emerging Bond Fund, Strategic Beta Flex Fund and Strategic Japan Opportunities Fund were listed on the ISE.

2. Basis of preparation

(a) Statement of compliance

The financial statements are prepared in accordance with International Financial Reporting Standards (“IFRS”) as adopted by the European Union (“EU”) and interpretations adopted by the International Accounting Standards Board (“IASB”).

The accounting policies set out in Note 3 have been applied in preparing the financial statements for the financial year ended 31 December 2017. The comparative information for the financial year ended 31 December 2016 presented in these financial statements have been prepared on consistent basis. These financial statements have been prepared on a going concern basis.

These financial statements are also prepared in accordance with the Companies Act 2014.

(b) Basis of aggregation

The financial statements include the aggregated assets, liabilities, revenues and expenses of the Company and its Sub-Funds (Note 3(e)(i)).

(c) Basis of measurement

The financial statements have been prepared on a historical cost basis, except for financial instruments classified at fair value through profit or loss that have been measured at fair value.

(d) Functional and presentation currency

These financial statements are presented in Euro (€), which is the Company’s functional currency (Note 3(e)).

E.I. Sturdza Funds Plc

Notes to the Financial Statements (continued) For the year ended 31 December 2017

2. Basis of preparation (continued)

(e) Use of estimates and judgments

The preparation of financial statements, in conformity with IFRS requires management to make estimates and assumptions that affect the reported amounts of assets and liabilities and disclosure of contingent assets and liabilities at the date of the financial statements and the reported amounts of revenues and expenses during the year. Actual results could differ from those estimates. The estimates and underlying assumptions are reviewed on an ongoing basis. Revisions to accounting estimates are recognised in the year in which the estimate is revised if the revision affects only that year or in the year of the revision and future years if the revision affects both current and future years.

For financial instruments, where a quoted price is not available the Directors use a variety of techniques and make assumptions that are based on market conditions existing at the Statement of Financial Position date, further details of which are outlined in Note 3(a)(iv) of the financial statements.

3. Significant accounting policies

The significant accounting policies adopted by the Company are as follows:

(a) Financial instruments

(i) Classification

The Company has classified its investments into the financial assets and liabilities at fair value through profit or loss category in accordance with International Accounting Standards (“IAS”) 39, Financial Instruments: Recognition and Measurement.

This category has two sub-categories: financial assets and liabilities held for trading, and those designated as at fair value through profit or loss upon initial recognition. Financial assets or liabilities held for trading are acquired or incurred principally for the purpose of selling or repurchasing in the short term. All investments in transferrable securities, investments in investment funds and derivative contracts have been categorised as held for trading. There were no financial assets and liabilities designated as at fair value through profit or loss at year ended 31 December 2017.

(ii) Recognition and initial measurement

Financial assets and liabilities at fair value through profit and loss are recognised initially on the trade date at which the Company becomes a party to contracted provisions of the instruments. Other financial assets and liabilities are recognised on the date they are originated.

Financial assets and liabilities at fair value through profit or loss are measured initially at fair value, with transaction costs recognised in the profit and loss. Financial assets or financial liabilities not at fair value through profit and loss are measured initially at fair value plus transaction costs that are directly attributable to its acquisition or issue.

The carrying value of cash and cash equivalents, subscriptions receivable, redemptions payable, due from/to broker and other short-term receivables and payables, measured at amortised cost, is an approximation of fair value given their short-term nature.

E.I. Sturdza Funds Plc

Notes to the Financial Statements (continued) For the year ended 31 December 2017

3. Significant accounting policies (continued)

(a) Financial instruments (continued)

(iii) Derecognition

A financial asset is derecognised when the Company no longer has control over the contractual rights that comprise that asset. This occurs when the contractual rights to the cash flow from the asset expire or when it transfers the rights to receive the contractual cash flows in a transaction in which substantially all of the risks and rewards of ownership of the financial asset are transferred or in which the Company neither transfers nor retains substantially all of the risks and rewards of ownership and does not retain control of the financial asset. A financial liability is derecognised when it is extinguished or when the obligation specified in the contract is discharged, cancelled or expired. Assets held for trading that are sold are derecognised and corresponding receivables from the buyer for the payment are recognised as of the date the Company commits to sell the assets.

(iv) Subsequent measurement

After initial measurement, the Company measures financial instruments which are classified as at fair value through profit or loss, at their fair values. Fair value is the price that would be received to sell an asset or paid to transfer a liability in an orderly transaction between market participants at the measurement date in the principal or, in its absence, the most advantageous market to which the Company has access at that date. The fair value of a liability reflects its non-performance risk.

When available the Company measures the fair value of an instrument using the quoted price in an active market for that instrument. A market is considered to be “active” if transactions for that asset or liability take place with sufficient frequency and value to provide pricing information on an ongoing basis.

If a quoted market price is not available on a recognised stock exchange or from a reputable broker/counterparty, the fair value of the financial instruments may be estimated by the Directors using valuation techniques, including use of recent arm’s length market transactions, reference to the current fair value of another instrument that is substantially the same, discounted cash flow techniques, option pricing models or any other valuation technique that provides a reliable estimate of prices obtained in actual market transactions.

Where discounted cash flow techniques are used, estimated future cash flows are based on the Directors’ best estimates and the discount rate used is a market rate at the Statement of Financial Position date applicable for an instrument with similar terms and conditions. Where other pricing models are used, inputs are based on market data available at the Statement of Financial Position date. Fair values for unquoted equity investments are estimated, if possible, using price/earnings ratios for similar listed companies adjusted to reflect the specific circumstances of the issuer.

Gains and losses on financial assets and financial liabilities at fair value through profit or loss are calculated on a first-in-first-out (“FIFO”) basis and are included in the Statement of Comprehensive Income in the year in which they arise. Net gain or loss on financial assets and liabilities at fair value through profit or loss includes all realised and unrealised fair value changes and foreign exchange differences but excludes interest on cash and cash equivalents and dividend income.

Interest earned on fixed income securities is recorded on an effective interest rate basis (“EIR”) and is included as a gain on financial assets and liabilities at fair value through profit or loss for the Strategic Euro Bond Fund, the Strategic Global Bond Fund and Strategic Quality Emerging Bond Fund.

E.I. Sturdza Funds Plc

Notes to the Financial Statements (continued) For the year ended 31 December 2017

3. Significant accounting policies (continued)

(a) Financial instruments (continued)

(v) Specific instruments

Forward foreign exchange contracts

Forward foreign exchange contracts are fair valued by reference to the forward price at which a new forward contract of the same size and maturity could be undertaken at the valuation date. The unrealised gain or loss on open forward foreign exchange contracts is calculated as the difference between the forward rate for the transaction specified in the contract and the forward rate on the valuation date as reported in published sources, multiplied by the face amount of the forward contract. Any resulting unrealised gains are recorded as assets and losses as liabilities in the Statement of Financial Position. Realised gains and losses are recognised in the Statement of Comprehensive Income at the time the forward foreign exchange contract settles. Realised and unrealised gains and losses applicable to forward foreign exchange contracts entered into at Sub-Funds level are allocated at Sub-Fund level.

Futures contracts

During a period in which futures contracts are open, changes in the value of the contracts are recognised as unrealised gains and losses by marking-to-market on a daily basis to reflect the value of the contracts at the end of each day's trading. Futures contracts are valued at the settlement price established each day by the exchange on which they are traded and the Company's investment therein, representing unrealised gain or loss on the contracts, is included in the Statement of Financial Position and in the Statement of Comprehensive Income.

Commission charges to open such contracts are expensed at the time that the contracts are opened.

Options

Options are valued at fair value based on the closing price on the relevant valuation date provided by the relevant counterparty.

The premium on written call options exercised is added to the proceeds from the sale of the underlying security or foreign currency in determining the realised gain or loss. The premium on written put options exercised is subtracted from the cost of the securities or foreign currencies purchased. Premiums received from written options, which expire unexercised, are treated as realised gains. For unsettled positions, unrealised gains or losses are recognised in the Statement of Comprehensive Income.

E.I. Sturdza Funds Plc

Notes to the Financial Statements (continued) For the year ended 31 December 2017

3. Significant accounting policies (continued)

(a) Financial instruments (continued)

(vi) Offsetting financial instruments

Financial assets and liabilities are offset and the net amount reported in Note 7 when there is a legally enforceable right to set off the recognised amounts and there is an intention to settle on a net basis, or realise the asset and settle the liability simultaneously.

The Company holds master netting or similar agreements with BNY Mellon Trust Company (Ireland) Limited for all of the Sub-Funds. The Company is considered to have a legally enforceable right to set-off recognised amounts as further described in Note 7 to the financial statements, however it is not expected to realise the relevant assets and settle the liabilities simultaneously and therefore has not offset the relevant financial assets and liabilities under such agreements.

(b) Cash and cash equivalents

Cash comprises cash on hand and demand deposits. Cash equivalents are short term, highly liquid investments that are readily convertible to known amounts of cash and which are subject to insignificant changes in value, and are held for the purpose of meeting short-term cash commitments rather than for investments or other purposes.

(c) Taxation

Dividends, interest and capital gains (if any) received on investments made by the Sub-Funds 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 Sub-Funds or its shareholders.

Income that is subject to such tax is recognised gross of the taxes and the corresponding withholding tax is recognised as withholding tax expense in the Statement of Comprehensive Income.

(d) Other income

Other income is recognised in the Statement of Comprehensive Income on an accruals basis.

Other income includes income received from securities lending (Note 8), tax refunds and other miscellaneous income. Investments on loan under securities lending agreements continue to be recognised in the Statement of Financial Position as the Company continues to be exposed to all gains and losses arising from the ownership of the securities and are measured in accordance with the accounting policies for financial instruments held for trading.

E.I. Sturdza Funds Plc

Notes to the Financial Statements (continued) For the year ended 31 December 2017

3. Significant accounting policies (continued)

(e) Foreign currency translation

(i) Functional and presentation currency

Items included in the Company's financial statements are measured and presented using the currency of the primary economic environment in which it operates (the "functional currency"). The Euro is the functional as well as presentation currency for the Company.

The Sub-Funds' functional and presentation currencies are as follows:

| | Functional currency | Presentation currency |
|---|--------------------------------|----------------------------------|
| Strategic China Panda Fund | USD | USD |
| Strategic Euro Bond Fund | EUR | EUR |
| Nippon Growth (UCITS) Fund | JPY | JPY |
| Strategic Europe Value Fund | EUR | EUR |
| Strategic Global Bond Fund | USD | USD |
| Strategic US Momentum and Value Fund | USD | USD |
| Strategic Global Quality Fund | USD | USD |
| Strategic European Smaller Companies Fund | EUR | EUR |
| Strategic Quality Emerging Bond Fund | USD | USD |
| Strategic Beta Flex Fund | EUR | EUR |
| Strategic Japan Opportunities Fund | JPY | JPY |

For the purpose of aggregating the financial statements of the Sub-Funds, the Statement of Financial Position figures for the Strategic China Panda Fund, Nippon Growth (UCITS) Fund, Strategic Global Bond Fund, Strategic US Momentum and Value Fund, Strategic Global Quality Fund, Strategic Quality Emerging Bond Fund and Strategic Japan Opportunities Fund have been translated to Euro at the exchange rate ruling at the year end, while the Statement of Comprehensive Income, Statement of Changes in Net Assets Attributable to Holders of Redeemable Participating Shares and Statement of Cash Flows have been translated at the average exchange rate for the year. The resulting gain or loss on translation that arises at the Company level has been presented as foreign exchange gain/loss on translation on the Statement of Comprehensive Income and has no effect on the Net Asset Value per share attributable to the individual Sub-Funds.

E.I. Sturdza Funds Plc

Notes to the Financial Statements (continued) For the year ended 31 December 2017

3. Significant accounting policies (continued)

(e) Foreign currency translation (continued)

(ii) Foreign currency transactions

Monetary assets and liabilities denominated in currencies other than Euro are translated into Euro at the closing rates of exchange at year end. Transactions during the year, 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 translation gains and losses on investments are included in net gain/(loss) on financial assets and liabilities at fair value through profit or loss in the Statement of Comprehensive Income. Foreign currency translation gains and losses on cash and cash equivalents are included in net gain/(loss) on foreign exchange in the Statement of Comprehensive Income. Non-monetary assets and liabilities measured at fair value are re-translated into Euro at the prevailing foreign exchange rate on the date at which fair value is determined.

(f) Amounts due from and to brokers

Amounts due from and to brokers represent receivables for securities sold and payables for securities purchased that have been contracted for but not yet settled or delivered on the Statement of Financial Position date, respectively.

(g) Dividend income

Dividends are credited to the Statement of Comprehensive Income on the dates on which the relevant securities are listed as “ex-dividend”. Income is shown gross of any non-recoverable withholding taxes, which are disclosed separately in the Statement of Comprehensive Income, and net of any tax credits.

(h) Interest income and expense

Interest income and interest expense are recognised in the Statement of Comprehensive Income on an effective interest rate basis.

(i) Fees and other expenses

All expenses, including management and performance fees, are recognised in the Statement of Comprehensive Income on an accruals basis.

(j) Redeemable participating shares

Redeemable participating shares are redeemable at the shareholder’s option and are classified as financial liabilities. The participating shares can be put back to the Sub-Funds on any dealing day for cash equal to a proportionate share of the Sub-Fund’s Net Asset Value.

E.I. Sturdza Funds Plc

Notes to the Financial Statements (continued) For the year ended 31 December 2017

3. Significant accounting policies (continued)

(k) Transaction costs

Transaction costs are incremental costs that are directly attributable to the acquisition, issue or disposal of a financial asset or financial liability. An incremental cost is one that would not have been incurred if the entity had not acquired, issued or disposed of the financial instrument.

Transaction costs on purchases and sales of investments are recognised as expenses paid and are presented separately in the Statement of Comprehensive Income for each Sub-Fund.

(l) Elimination of cross holdings

Certain Sub-Funds in the Company hold investments in other Sub-Funds within the Company. For the purposes of determining the net assets and results of the Company these cross holdings are eliminated so that the total amounts only reflect external assets and liabilities of the Company as a whole. This elimination for the purpose of ascertaining the total Company results and net assets does not have any effect on the results and net assets of any individual Sub-Fund.

(m) Standards, amendments and interpretations that are effective 1 January 2017 and have been adopted by the Company

Amendments to IAS 12 – Income Taxes issued by IASB effective 1 January 2017 clarify that:

- Unrealised losses on debt instruments measured at fair value in the financial statements but at cost for tax purposes can give rise to deductible temporary differences;
- The carrying amount of an asset does not limit the estimation of probable future taxable profits;
- Estimates for future taxable profits exclude tax deductions resulting from the reversal of those deductible temporary differences; and
- An entity assesses a deferred tax asset in combination with other deferred tax assets. Where tax law restricts the utilisation of tax losses, an entity would assess a deferred tax asset in combination with other deferred tax assets of the same type.

The amendments are effective for annual periods beginning on or after 1 January 2017. Earlier application is permitted. As transition relief, an entity may recognise the change in the opening equity of the earliest comparative period in opening retained earnings on initial application without allocating the change between opening retained earnings and other components of equity. This standard did not have an impact on the Company.

E.I. Sturdza Funds Plc

Notes to the Financial Statements (continued) For the year ended 31 December 2017

3. Significant accounting policies (continued)

(m) Standards, amendments and interpretations that are effective 1 January 2017 and have been adopted by the Company (continued)

Amendments to IAS 7: Statement of Cash Flows (effective 1 January 2017): The International Accounting Standards Board (the "IASB") has published amendments to IAS 7 'Statement of Cash Flows'. The amendments are intended to clarify IAS 7 to improve information provided to users of financial statements about an entity's financing activities. To achieve this objective, the IASB requires that the following changes in liabilities arising from financing activities are disclosed (to the extent necessary): (i) changes from financing cash flows; (ii) changes arising from obtaining or losing control of subsidiaries or other businesses; (iii) the effect of changes in foreign exchange rates; (iv) changes in fair values; and (v) other changes. They are effective for annual periods beginning on or after 1 January 2017, with earlier application being permitted. The Amendments to IAS 7 was adopted by the Company on the required effective date. The requirements of this standard have been covered in the Statement of Changes in Net Assets Attributable to Holders of Redeemable Participating Shares.

There are no other standards, interpretations or amendments to existing standards that are effective for the first time for the financial year beginning 1 January 2017 that have a material impact on the financial statements of the Company.

(n) Accounting standards in issue that are not yet effective and have not been early adopted

IFRS 15, Revenue from Contracts with Customers (effective 1 January, 2018): IFRS 15 requires entities to recognise revenue to depict the transfer of promised goods or services to customers in an amount that reflects the consideration to which the entity expects to be entitled in exchange for those goods or services. This core principle is achieved through a five step methodology that is required to be applied to all contracts with customers. This standard is not expected to have a material impact on the Company.

IFRS 9, Financial Instruments (effective 1 January 2018): IFRS 9, published in July 2014, will replace the existing guidance in IAS 39. It includes revised guidance on the classification and measurement of financial instruments, including a new expected credit loss model for calculating impairment on financial assets, and the new general hedge accounting requirements. It also carries forward the guidance on recognition and derecognition of financial instruments from IAS 39.

IFRS 9 is effective for annual reporting periods beginning on or after 1 January 2018, with early adoption permitted. Following an assessment of the requirement of IFRS 9, debt and equity investments held by the Sub-Funds will continue to be held at fair value through profit or loss. Other financial assets and liabilities held at amortised cost are of a short-term nature and no material credit loss is expected to arise.

Based on this assessment, this standard is not expected to have a material impact on the Company.

There are no other standards, interpretations or amendments to existing standards that are not yet effective that is expected to have a significant impact on the Company.

E.I. Sturdza Funds Plc

Notes to the Financial Statements (continued) For the year ended 31 December 2017

4. Financial assets and liabilities at fair value through profit or loss

The following tables present the financial instruments carried on the Statement of Financial Position by caption and by level within the fair value hierarchy as at 31 December 2017 and 31 December 2016.

Strategic China Panda Fund

| | Level 1 2017 USD | Level 2 2017 USD | Level 3 2017 USD | Total 2017 USD |
|--|------------------------|------------------------|------------------------|----------------------|
| Financial Assets at Fair Value through Profit or Loss | | | | |
| <i>Held for trading:</i> | | | | |
| - Equity securities | 175,257,071 | - | - | 175,257,071 |
| - Participatory notes | | 15,640,418 | - | 15,640,418 |
| - Forward foreign exchange contracts | - | 250,395 | - | 250,395 |
| Total financial assets at fair value through profit or loss | 175,257,071 | 15,890,813 | - | 191,147,884 |

| | | | | |
|---|----------|------------|----------|------------|
| Financial Liabilities at Fair Value through Profit or Loss | | | | |
| <i>Held for trading:</i> | | | | |
| - Forward foreign exchange contracts | - | 904 | - | 904 |
| Total financial liabilities at fair value through profit or loss | - | 904 | - | 904 |

| | Level 1 2016 USD | Level 2 2016 USD | Level 3 2016 USD | Total 2016 USD |
|--|------------------------|------------------------|------------------------|----------------------|
| Financial Assets at Fair Value through Profit or Loss | | | | |
| <i>Held for trading:</i> | | | | |
| - Equity securities | 85,814,324 | - | - | 85,814,324 |
| - Forward foreign exchange contracts | - | 258,168 | - | 258,168 |
| Total financial assets at fair value through profit or loss | 85,814,324 | 258,168 | - | 86,072,492 |

| | | | | |
|---|----------|--------------|----------|--------------|
| Financial Liabilities at Fair Value through Profit or Loss | | | | |
| <i>Held for trading:</i> | | | | |
| - Forward foreign exchange contracts | - | 1,229 | - | 1,229 |
| Total financial liabilities at fair value through profit or loss | - | 1,229 | - | 1,229 |

E.I. Sturdza Funds Plc

Notes to the Financial Statements (continued) For the year ended 31 December 2017

4. Financial assets and liabilities at fair value through profit or loss (continued)

The following tables present the financial instruments carried on the Statement of Financial Position by caption and by level within the fair value hierarchy as at 31 December 2017 and 31 December 2016.

Strategic Euro Bond Fund

| | Level 1 2017 EUR | Level 2 2017 EUR | Level 3 2017 EUR | Total 2017 EUR |
|---|------------------------|------------------------|------------------------|----------------------|
| Financial Assets at Fair Value through Profit or Loss | | | | |
| <i>Held for trading:</i> | | | | |
| - Debt securities | 38,866,397 | - | - | 38,866,397 |
| - Futures contracts | 27,900 | - | - | 27,900 |
| - Forward foreign exchange contracts | - | 13,314 | - | 13,314 |
| Total financial assets at fair value through profit or loss | 38,894,297 | 13,314 | - | 38,907,611 |
| Financial Liabilities at Fair Value through Profit or Loss | | | | |
| <i>Held for trading:</i> | | | | |
| - Forward foreign exchange contracts | - | 2,908 | - | 2,908 |
| Total financial liabilities at fair value through profit or loss | - | 2,908 | - | 2,908 |
| | | | | |
| | Level 1 2016 EUR | Level 2 2016 EUR | Level 3 2016 EUR | Total 2016 EUR |
| Financial Assets at Fair Value through Profit or Loss | | | | |
| <i>Held for trading:</i> | | | | |
| - Debt securities | 64,716,347 | - | - | 64,716,347 |
| Total financial assets at fair value through profit or loss | 64,716,347 | - | - | 64,716,347 |
| Financial Liabilities at Fair Value through Profit or Loss | | | | |
| <i>Held for trading:</i> | | | | |
| - Forward foreign exchange contracts | - | 14,164 | - | 14,164 |
| Total financial liabilities at fair value through profit or loss | - | 14,164 | - | 14,164 |

E.I. Sturdza Funds Plc

Notes to the Financial Statements (continued) For the year ended 31 December 2017

4. Financial assets and liabilities at fair value through profit or loss (continued)

The following tables present the financial instruments carried on the Statement of Financial Position by caption and by level within the fair value hierarchy as at 31 December 2017 and 31 December 2016.

Nippon Growth (UCITS) Fund

| | Level 1 2017 JPY | Level 2 2017 JPY | Level 3 2017 JPY | Total 2017 JPY |
|--|------------------------|------------------------|------------------------|----------------------|
| Financial Assets at Fair Value through Profit or Loss | | | | |
| <i>Held for trading:</i> | | | | |
| - Equity securities | 2,698,575,521 | - | - | 2,698,575,521 |
| - Forward foreign exchange contracts | - | 1,408,771 | - | 1,408,771 |
| Total financial assets at fair value through profit or loss | 2,698,575,521 | 1,408,771 | - | 2,699,984,292 |

| | Level 1 2016 JPY | Level 2 2016 JPY | Level 3 2016 JPY | Total 2016 JPY |
|--|------------------------|------------------------|------------------------|----------------------|
| Financial Assets at Fair Value through Profit or Loss | | | | |
| <i>Held for trading:</i> | | | | |
| - Equity securities | 4,149,745,494 | - | - | 4,149,745,494 |
| - Forward foreign exchange contracts | - | 5,386,457 | - | 5,386,457 |
| Total financial assets at fair value through profit or loss | 4,149,745,494 | 5,386,457 | - | 4,155,131,951 |

E.I. Sturdza Funds Plc

Notes to the Financial Statements (continued) For the year ended 31 December 2017

4. Financial assets and liabilities at fair value through profit or loss (continued)

Strategic Europe Value Fund

| | Level 1 2017 EUR | Level 2 2017 EUR | Level 3 2017 EUR | Total 2017 EUR |
|--|------------------------|------------------------|------------------------|----------------------|
| Financial Assets at Fair Value through Profit or Loss | | | | |
| <i>Held for trading:</i> | | | | |
| - Equity securities | 803,037,365 | - | - | 803,037,365 |
| - Options contracts | 988,333 | - | - | 988,333 |
| - Forward foreign exchange contracts | - | 102,282 | - | 102,282 |
| Total financial assets at fair value through profit or loss | 804,025,698 | 102,282 | - | 804,127,980 |

Financial Liabilities at Fair Value through Profit or Loss

Held for trading:

| | | | | |
|---|----------|---------------|----------|---------------|
| - Forward foreign exchange contracts | - | 49,688 | - | 49,688 |
| Total financial liabilities at fair value through profit or loss | - | 49,688 | - | 49,688 |

| | Level 1 2016 EUR | Level 2 2016 EUR | Level 3 2016 EUR | Total 2016 EUR |
|--|------------------------|------------------------|------------------------|----------------------|
| Financial Assets at Fair Value through Profit or Loss | | | | |
| <i>Held for trading:</i> | | | | |
| - Equity securities | 921,625,415 | - | - | 921,625,415 |
| - Forward foreign exchange contracts | - | 309 | - | 309 |
| Total financial assets at fair value through profit or loss | 921,625,415 | 309 | - | 921,625,724 |

Financial Liabilities at Fair Value through Profit or Loss

Held for trading:

| | | | | |
|---|----------|----------------|----------|----------------|
| - Forward foreign exchange contracts | - | 192,659 | - | 192,659 |
| Total financial liabilities at fair value through profit or loss | - | 192,659 | - | 192,659 |

E.I. Sturdza Funds Plc

Notes to the Financial Statements (continued) For the year ended 31 December 2017

4. Financial assets and liabilities at fair value through profit or loss (continued)

Strategic Global Bond Fund

| | Level 1 2017 USD | Level 2 2017 USD | Level 3 2017 USD | Total 2017 USD |
|--|------------------------|------------------------|------------------------|----------------------|
| Financial Assets at Fair Value through Profit or Loss | | | | |
| <i>Held for trading:</i> | | | | |
| - Debt securities | 29,599,228 | - | - | 29,599,228 |
| Total financial assets at fair value through profit or loss | 29,599,228 | - | - | 29,599,228 |

| | Level 1 2016 USD | Level 2 2016 USD | Level 3 2016 USD | Total 2016 USD |
|--|------------------------|------------------------|------------------------|----------------------|
| Financial Assets at Fair Value through Profit or Loss | | | | |
| <i>Held for trading:</i> | | | | |
| - Debt securities | 63,007,371 | - | - | 63,007,371 |
| - Forward foreign exchange contracts | - | 5,679 | - | 5,679 |
| Total financial assets at fair value through profit or loss | 63,007,371 | 5,679 | - | 63,013,050 |

E.I. Sturdza Funds Plc

Notes to the Financial Statements (continued) For the year ended 31 December 2017

4. Financial assets and liabilities at fair value through profit or loss (continued)

Strategic US Momentum and Value Fund

| | Level 1 2017 USD | Level 2 2017 USD | Level 3 2017 USD | Total 2017 USD |
|--|------------------------|------------------------|------------------------|----------------------|
| Financial Assets at Fair Value through Profit or Loss | | | | |
| <i>Held for trading:</i> | | | | |
| - Equity securities | 177,836,484 | - | - | 177,836,484 |
| - Options contracts | 42,000 | - | - | 42,000 |
| - Forward foreign exchange contracts | - | 83,926 | - | 83,926 |
| Total financial assets at fair value through profit or loss | 177,878,484 | 83,926 | - | 177,962,410 |

Financial Liabilities at Fair Value through Profit or Loss

Held for trading:

| | | | | |
|---|---|-----|---|-----|
| - Forward foreign exchange contracts | - | 286 | - | 286 |
| Total financial liabilities at fair value through profit or loss | - | 286 | - | 286 |

| | Level 1 2016 USD | Level 2 2016 USD | Level 3 2016 USD | Total 2016 USD |
|--|------------------------|------------------------|------------------------|----------------------|
| Financial Assets at Fair Value through Profit or Loss | | | | |
| <i>Held for trading:</i> | | | | |
| - Equity securities | 203,939,946 | - | - | 203,939,946 |
| - Options contracts | 142,450 | - | - | 142,450 |
| - Forward foreign exchange contracts | - | 117,801 | - | 117,801 |
| Total financial assets at fair value through profit or loss | 204,082,396 | 117,801 | - | 204,200,197 |

Financial Liabilities at Fair Value through Profit or Loss

Held for trading:

| | | | | |
|---|---------|-------|---|---------|
| - Options contracts | 724,000 | - | - | 724,000 |
| - Forward foreign exchange contracts | - | 1,198 | - | 1,198 |
| Total financial liabilities at fair value through profit or loss | 724,000 | 1,198 | - | 725,198 |

E.I. Sturdza Funds Plc

Notes to the Financial Statements (continued) For the year ended 31 December 2017

4. Financial assets and liabilities at fair value through profit or loss (continued)

Strategic Global Quality Fund

| | Level 1 2017 USD | Level 2 2017 USD | Level 3 2017 USD | Total 2017 USD |
|--|------------------------|------------------------|------------------------|----------------------|
| Financial Assets at Fair Value through Profit or Loss | | | | |
| <i>Held for trading:</i> | | | | |
| - Equity securities | 67,169,184 | - | - | 67,169,184 |
| - Options contracts | 83,592 | - | - | 83,592 |
| - Forward foreign exchange contracts | - | 102,700 | - | 102,700 |
| Total financial assets at fair value through profit or loss | 67,252,776 | 102,700 | - | 67,355,476 |

| | Level 1 2016 USD | Level 2 2016 USD | Level 3 2016 USD | Total 2016 USD |
|--|------------------------|------------------------|------------------------|----------------------|
| Financial Assets at Fair Value through Profit or Loss | | | | |
| <i>Held for trading:</i> | | | | |
| - Equity securities | 57,995,962 | - | - | 57,995,962 |
| - Forward foreign exchange contracts | - | 82,639 | - | 82,639 |
| Total financial assets at fair value through profit or loss | 57,995,962 | 82,639 | - | 58,078,601 |

Strategic European Smaller Companies Fund

| | Level 1 2017 EUR | Level 2 2017 EUR | Level 3 2017 EUR | Total 2017 EUR |
|--|------------------------|------------------------|------------------------|----------------------|
| Financial Assets at Fair Value through Profit or Loss | | | | |
| <i>Held for trading:</i> | | | | |
| - Investment funds | 11,554,973 | - | - | 11,554,973 |
| - Equity securities | 175,386,326 | - | - | 175,386,326 |
| - Forward foreign exchange contracts | - | 4,964 | - | 4,964 |
| Total financial assets at fair value through profit or loss | 186,941,299 | 4,964 | - | 186,946,263 |

E.I. Sturdza Funds Plc

Notes to the Financial Statements (continued) For the year ended 31 December 2017

4. Financial assets and liabilities at fair value through profit or loss (continued)

Strategic European Smaller Companies Fund (continued)

| | Level 1 2017 EUR | Level 2 2017 EUR | Level 3 2017 EUR | Total 2017 EUR |
|---|------------------------|------------------------|------------------------|----------------------|
| Financial Liabilities at Fair Value through Profit or Loss | | | | |
| <i>Held for trading:</i> | | | | |
| - Forward foreign exchange contracts | - | 12 | - | 12 |
| Total financial liabilities at fair value through profit or loss | - | 12 | - | 12 |

| | Level 1 2016 EUR | Level 2 2016 EUR | Level 3 2016 EUR | Total 2016 EUR |
|--|------------------------|------------------------|------------------------|----------------------|
| Financial Assets at Fair Value through Profit or Loss | | | | |
| <i>Held for trading:</i> | | | | |
| - Investment funds | 4,094,632 | - | - | 4,094,632 |
| - Equity securities | 59,340,513 | - | - | 59,340,513 |
| Total financial assets at fair value through profit or loss | 63,435,145 | - | - | 63,435,145 |

Strategic Quality Emerging Bond Fund

| | Level 1 2017 USD | Level 2 2017 USD | Level 3 2017 USD | Total 2017 USD |
|--|------------------------|------------------------|------------------------|----------------------|
| Financial Assets at Fair Value through Profit or Loss | | | | |
| <i>Held for trading:</i> | | | | |
| - Debt securities | 38,019,848 | - | - | 38,019,848 |
| - Forward foreign exchange contracts | - | 213,327 | - | 213,327 |
| Total financial assets at fair value through profit or loss | 38,019,848 | 213,327 | - | 38,233,175 |

| | | | | |
|---|---|-------|---|-------|
| Financial Liabilities at Fair Value through Profit or Loss | | | | |
| <i>Held for trading:</i> | | | | |
| - Forward foreign exchange contracts | - | 4,653 | - | 4,653 |
| Total financial liabilities at fair value through profit or loss | - | 4,653 | - | 4,653 |

E.I. Sturdza Funds Plc

Notes to the Financial Statements (continued) For the year ended 31 December 2017

4. Financial assets and liabilities at fair value through profit or loss (continued)

Strategic Quality Emerging Bond Fund (continued)

| | Level 1 2016 USD | Level 2 2016 USD | Level 3 2016 USD | Total 2016 USD |
|--|------------------------|------------------------|------------------------|----------------------|
| Financial Assets at Fair Value through Profit or Loss | | | | |
| <i>Held for trading:</i> | | | | |
| - Debt securities | 49,729,943 | - | - | 49,729,943 |
| - Forward foreign exchange contracts | - | 329,832 | - | 329,832 |
| Total financial assets at fair value through profit or loss | 49,729,943 | 329,832 | - | 50,059,775 |

Strategic Beta Flex Fund

| | Level 1 2017 EUR | Level 2 2017 EUR | Level 3 2017 EUR | Total 2017 EUR |
|--|------------------------|------------------------|------------------------|----------------------|
| Financial Assets at Fair Value through Profit or Loss | | | | |
| <i>Held for trading:</i> | | | | |
| - Investment funds | 22,313,942 | - | - | 22,313,942 |
| - Equity securities | 4,080,913 | - | - | 4,080,913 |
| - Futures contracts | 3,525 | - | - | 3,525 |
| Total financial assets at fair value through profit or loss | 26,398,380 | - | - | 26,398,380 |

Financial Liabilities at Fair Value through Profit or Loss

| | | | | |
|---|--------|---|---|--------|
| <i>Held for trading:</i> | | | | |
| - Futures contracts | 10,165 | - | - | 10,165 |
| Total financial liabilities at fair value through profit or loss | 10,165 | - | - | 10,165 |

E.I. Sturdza Funds Plc

Notes to the Financial Statements (continued) For the year ended 31 December 2017

4. Financial assets and liabilities at fair value through profit or loss (continued)

Strategic Beta Flex Fund (continued)

| | Level 1 2016 EUR | Level 2 2016 EUR | Level 3 2016 EUR | Total 2016 EUR |
|--|------------------------|------------------------|------------------------|----------------------|
| Financial Assets at Fair Value through Profit or Loss | | | | |
| <i>Held for trading:</i> | | | | |
| - Investment funds | 2,638,596 | - | - | 2,638,596 |
| Total financial assets at fair value through profit or loss | 2,638,596 | - | - | 2,638,596 |

Strategic Japan Opportunities Fund

| | Level 1 2017 JPY | Level 2 2017 JPY | Level 3 2017 JPY | Total 2017 JPY |
|--|------------------------|------------------------|------------------------|----------------------|
| Financial Assets at Fair Value through Profit or Loss | | | | |
| <i>Held for trading:</i> | | | | |
| - Equity securities | 8,914,733,900 | - | - | 8,914,733,900 |
| - Forward foreign exchange contracts | - | 2,131,773 | - | 2,131,773 |
| Total financial assets at fair value through profit or loss | 8,914,733,900 | 2,131,773 | - | 8,916,865,673 |

| | Level 1 2017 JPY | Level 2 2017 JPY | Level 3 2017 JPY | Total 2017 JPY |
|---|------------------------|------------------------|------------------------|----------------------|
| Financial Liabilities at Fair Value through Profit or Loss | | | | |
| <i>Held for trading:</i> | | | | |
| - Forward foreign exchange contracts | - | 4,736,291 | - | 4,736,291 |
| Total financial liabilities at fair value through profit or loss | - | 4,736,291 | - | 4,736,291 |

E.I. Sturdza Funds Plc

Notes to the Financial Statements (continued) For the year ended 31 December 2017

4. Financial assets and liabilities at fair value through profit or loss (continued)

IFRS 13, Fair Value Measurement, requires disclosure of financial instruments based on a fair value hierarchy that prioritises the inputs to valuation techniques used to measure fair value. The hierarchy gives the highest priority to unadjusted quoted prices in active markets for identical assets or liabilities (Level 1 measurements) and the lowest priority to unobservable inputs (Level 3 measurements).

The three levels of the fair value hierarchy are described as follows:

| | |
|---------|---|
| Level 1 | Inputs that reflect unadjusted quoted prices in active markets for identical assets or liabilities that the Company has the ability to access at the measurement date; |
| Level 2 | Inputs other than quoted prices that are observable for the asset or liability either directly or indirectly, including inputs in markets that are not considered to be active; and |
| Level 3 | Inputs that are unobservable. |

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. However, the determination of what constitutes "observable" requires significant judgment by the Company. The Company 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 the Company's perceived risk of that instrument.

Investments

Investments whose values are traded based on quoted market prices in active markets, and are therefore classified within level 1, include active traded listed equities, certain U.S. government and sovereign obligations and certain money market securities. The Company does not adjust the quoted price for such instruments, even in situations where the Company holds a large position and a sale could reasonably impact the quoted price.

Investments that trade in markets that are not considered to be active, but are valued based on quoted market prices, dealer quotations or alternative pricing sources supported by observable inputs are classified within level 2. As level 2 investments include positions that are not traded in active markets and/or are subject to transfer restrictions, valuations may be adjusted to reflect illiquidity and/or non-transferability, which are generally based on available market information.

E.I. Sturdza Funds Plc

Notes to the Financial Statements (continued) For the year ended 31 December 2017

4. Financial assets and liabilities at fair value through profit or loss (continued)

Investments (continued)

Investments classified within level 3 have significant unobservable inputs, as they trade infrequently or not at all. When observable prices are not available for these securities, the Directors use one or more valuation techniques (e.g. the market approach or the income approach) for which sufficient and reliable data is available. Within level 3, the use of the market approach generally consists of using comparable market transactions, while the use of the income approach generally consists of the net present value of estimated future cash flows, adjusted as appropriate for liquidity, credit, market and/or other risk factors.

Derivative instruments

Derivative instruments can be exchange-traded or privately negotiated over-the-counter ("OTC"). Exchange-traded derivatives, such as futures contracts and exchange traded options contracts, are typically classified within level 1 or level 2 of the fair value hierarchy depending on whether or not they are deemed to be actively traded.

OTC derivatives, such as generic forwards contracts, have inputs which can generally be corroborated by market data and are therefore classified within level 2. In instances where models are used, the value of an OTC derivative depends upon the contractual terms of, and specific risks inherent in, the instrument as well as the availability and reliability of observable inputs. Such inputs include market prices for reference securities, yield curves, credit curves, measures of volatility, prepayment rates and correlations of such inputs.

The fair value hierarchy for the Company's assets and liabilities not measured at fair value is level 1 for cash and cash equivalents and level 2 for subscriptions receivable, redemptions payable, due from/to broker and short-term receivables and payables. The fair value is not disclosed as carrying value is an approximation of the fair value given the short-term nature of instruments.

5. Fees and other expenses

Other expenses

The other expenses figure included in the Statement of Comprehensive Income includes front end load fees, tax advisory fees, administrator ancillary services fees, director's insurance, listing fees, regulatory fees, establishment costs, bank charges and broker fees.

E.I. Sturdza Funds Plc

Notes to the Financial Statements (continued) For the year ended 31 December 2017

5. Fees and other expenses (continued)

Investment Manager fees

The Investment Manager is entitled to a fee payable out of the assets of the relevant Sub-Fund. An annual fee is accrued at each Valuation Point and payable monthly in arrears at the following rates:

| Share Class | SCPF | SEBF | NGUF | SEVF | SGBF |
|--------------------------------------|-------|-------|-------|-------|----------------------|
| EUR Hedged Class | 1.50% | - | 1.50% | - | - |
| GBP Hedged Class | 1.50% | - | - | - | - |
| EUR Hedged Institutional Class | 1.00% | - | 1.00% | - | - |
| USD Institutional Class | 1.00% | - | - | 0.90% | - |
| USD Class | 1.50% | - | - | 1.50% | 0.90% |
| JPY Class A | - | - | 1.50% | - | - |
| JPY Class B Accumulating | - | - | 1.50% | - | - |
| JPY Class D Institutional | - | - | 1.00% | - | - |
| CHF Accumulating Class | - | 0.75% | - | - | - |
| EUR Accumulating Class | - | 0.75% | - | - | - |
| EUR Distributing Class | - | 0.75% | - | - | - |
| EUR R Class | - | - | - | 2.20% | - |
| EUR Institutional Distributing Class | - | - | - | 0.90% | - |
| EUR Super Institutional Class | - | - | - | 0.90% | - |
| USD Super Institutional Class | - | - | - | 0.90% | - |
| CHF Class | - | - | - | 1.50% | - |
| EUR Class | - | - | - | 1.50% | - |
| RMB Class | - | - | - | - | 0.90% ⁽¹⁾ |
| EUR Institutional Class | - | 0.45% | - | 0.90% | - |
| GBP Institutional Class | - | - | - | 0.90% | - |
| CHF Institutional Class | - | - | - | 0.90% | - |
| CHF Hedged Class | 1.50% | - | - | - | - |

⁽¹⁾The RMB Class was closed on 30 November 2017.

E.I. Sturdza Funds Plc

Notes to the Financial Statements (continued) For the year ended 31 December 2017

5. Fees and other expenses (continued)

Investment Manager fees (continued)

| Share Class | SMVF | SGQF | SESF | SQBF | SBXF | SJOF |
|--------------------------------|-------|-------|-------|-------|-------|-------|
| EUR Hedged Class | 1.50% | - | - | - | - | - |
| USD Institutional Class | 1.00% | 1.00% | - | 0.50% | - | - |
| USD Class | 1.50% | 1.50% | - | 1.00% | - | - |
| CHF Class | - | 1.50% | 1.50% | 1.00% | - | - |
| EUR Class | - | - | 1.50% | 1.00% | - | - |
| CHF Hedged Class | 1.50% | - | - | - | - | - |
| EUR X Class | - | - | 1.50% | - | - | - |
| EUR Institutional Class | - | - | 1.00% | 0.50% | - | - |
| EUR Class | - | - | - | - | 1.20% | - |
| EUR R Class | - | - | - | - | 2.20% | - |
| EUR Institutional Class | - | - | - | - | 0.75% | - |
| USD Hedged Institutional Class | - | - | - | - | - | 1.00% |
| USD Hedged Class | - | - | - | - | - | 1.50% |
| EUR Hedged Class | - | - | - | - | - | 1.50% |
| JPY Institutional Class | - | - | - | - | - | 1.00% |
| JPY Class | - | - | - | - | - | 1.50% |

The Investment Manager may be paid different fees in respect of individual classes within the Sub-Funds.

Investment Manager fees for the year ended 31 December 2017 amounted to EUR19,094,677 (2016: EUR 19,489,423) of which EUR 1,610,873 (2016: EUR 1,555,904) was payable at year end.

Performance fees

In addition to the annual fee payable to the Investment Manager, the Investment Manager is entitled to a performance related fee (“Performance Fee”) payable by each share class of the Strategic China Panda Fund, Nippon Growth (UCITS) Fund, Strategic Europe Value Fund, Strategic US Momentum and Value Fund, Strategic Global Quality Fund, Strategic European Smaller Companies Fund, Strategic Beta Flex Fund and Strategic Japan Opportunities Fund. The Investment Manager is not entitled to a Performance Fee on any share class of the Strategic Euro Bond Fund, Strategic Global Bond Fund and Strategic Quality Emerging Bond Fund.

This Performance Fee will be taken into account on each Valuation Point on the calculation of the Net Asset Value and will be paid semi-annually in arrears as at each of 30 June and 31 December (each a “Crystallisation Date”) in line with the Performance Fee calculation methodology as per the supplement to the Prospectus for each Sub-Fund. The Performance Fees for the Strategic US Momentum and Value Fund will crystallise on a quarterly basis.

E.I. Sturdza Funds Plc

Notes to the Financial Statements (continued) For the year ended 31 December 2017

5. Fees and other expenses (continued)

Performance fees (continued)

| Share Class | SCPF | NGUF | SEVF | SMVF |
|--------------------------------------|--------|--------|--------|--------|
| EUR Hedged Class | 15.00% | 15.00% | - | 15.00% |
| GBP Hedged Class | 15.00% | - | - | - |
| EUR Hedged Institutional Class | 10.00% | 10.00% | - | - |
| USD Institutional Class | 10.00% | - | 10.00% | 10.00% |
| USD Class | 15.00% | - | 10.00% | 15.00% |
| JPY Class A | - | 12.50% | - | - |
| JPY Class B Accumulating | - | 15.00% | - | - |
| JPY Class D Institutional | - | 10.00% | - | - |
| EUR R Class | - | - | 10.00% | - |
| EUR Institutional Distributing Class | - | - | 10.00% | - |
| EUR Institutional Class | - | - | 10.00% | - |
| GBP Institutional Class | - | - | 10.00% | - |
| CHF Class | - | - | 10.00% | - |
| EUR Class | - | - | 10.00% | - |
| CHF Institutional Class | - | - | 10.00% | - |
| CHF Hedged Class | 15.00% | - | - | 15.00% |

| Share Class | SGQF | SESF | SBXF | SJOF |
|--------------------------------|--------|--------|---------------------|---------------------|
| USD Institutional Class | 10.00% | - | - | - |
| USD Class | 10.00% | - | - | - |
| JPY Class A | - | - | - | - |
| CHF Class | 10.00% | 15.00% | - | - |
| EUR Class | - | 15.00% | - | - |
| EUR X Class | - | 15.00% | - | - |
| EUR Class | - | - | 10.00% ¹ | - |
| EUR R Class | - | - | 10.00% ¹ | - |
| EUR Institutional Class | - | 15.00% | 10.00% ¹ | - |
| USD Hedged Institutional Class | - | - | - | 15.00% ¹ |
| USD Hedged Class | - | - | - | 15.00% ¹ |
| EUR Hedged Class | - | - | - | 15.00% ¹ |
| JPY Institutional Class | - | - | - | 15.00% ¹ |
| JPY Class | - | - | - | 15.00% ¹ |

⁽¹⁾The Investment Manager is entitled to a Performance fee commencing on 30 June 2017.

The Performance Fee is calculated for each individual share tranche subscribed as at a relevant Valuation Point. For each subsequent subscription, the subscription amount is added to the Performance Fee as a separate share tranche.

Performance Fees for the year ended 31 December 2017 amounted to EUR 3,922,422 (2016: EUR 6,741,515) of which EUR 1,410,303 (2016: EUR 399,935) was payable at year end.

E.I. Sturdza Funds Plc

Notes to the Financial Statements (continued) For the year ended 31 December 2017

5. Fees and other expenses (continued)

Auditor's Remuneration

Fees and expenses paid to statutory auditors, KPMG Ireland, in respect of the financial year are as follows:

| | 2017 | 2016 |
|-------------------------------|----------------|----------------|
| | EUR | EUR |
| Audit of financial statements | 98,345* | 80,344* |
| Tax advisory services | 51,475 | 36,350 |
| | <u>149,820</u> | <u>116,694</u> |

The fees in the above table are calculated exclusive of VAT.

*Total VAT on these fees total EUR 22,619 (2016: EUR 18,443)

Investment Advisers' fees

All fees payable to any appointed Investment Adviser shall be paid by the Investment Manager out of the remuneration it receives pursuant to the terms of the Investment Management Agreement. All fees payable to any appointed sub-investment adviser shall be paid by the Investment Advisers out of the remuneration they receive pursuant to the terms of the Investment Management Agreement.

Administrator's fees

SS&C Financial Services (Ireland) Limited was appointed as Administrator of the Company on 4 November 2016 and is entitled to a minimum fee of up to \$166,667 per month (the "Monthly Minimum Fee"). The Monthly Minimum Fee is applied when the calculated basis point fee is less than the minimum. Fees are calculated for each tier of assets multiplied by the appropriate basis point figure as per the below table.

Further fees may be payable to the Administrator in consideration of ancillary services rendered to the Company and its Sub-Funds, which fees will be at normal commercial terms.

The fees of the Administrator will be paid out of the assets of the relevant Sub-Fund.

| Description | Fee |
|---|-----------------|
| First \$3 billion of aggregate net assets | 10 basis points |
| Next \$1 billion of aggregate net assets | 7 basis points |
| Next \$1 billion of aggregate net assets | 6 basis points |
| Next \$1 billion of aggregate net assets | 4 basis points |
| All additional aggregate net assets above \$6 billion | 3 basis points |

The Administrator's fees for the year ended 31 December 2017 amounted to EUR 1,682,471 (2016: EUR 1,573,558) of which EUR 156,084 (2016: EUR 301,791) was payable at year end.

E.I. Sturdza Funds Plc

Notes to the Financial Statements (continued) For the year ended 31 December 2017

5. Fees and other expenses (continued)

Administrator's fees (continued)

Until 3 November 2016, HSBC Securities Services (Ireland) Limited was the Administrator and was entitled to a fee payable, out of the assets of the Company, an annual fee accrued at each Valuation Point and payable monthly in arrears was charged at the following rates for Strategic European Smaller Companies Fund and Strategic Global Quality Fund, subject to a monthly minimum fee of EUR 2,000 borne by each Sub-Fund (plus VAT, if any thereon):

- 0.09% per annum of the Net Asset of each Sub-Fund on the portion of the Net Asset Value up to EUR 350 million
- 0.05% per annum of the Net Asset of each Sub-Fund on the portion of the Net Asset Value in excess of EUR 350 million

The following rates were applied for Strategic China Panda Fund, Strategic Euro Bond Fund, Nippon Growth (UCITS) Fund, Strategic Europe Value Fund, Strategic Global Bond Fund, Strategic Quality Emerging Bond Fund and Strategic US Momentum and Value Fund, subject to a monthly minimum fee of EUR 4,000 and borne by each Sub-Fund (plus VAT, if any thereon).

- 0.1% per annum of the Net Asset of each Sub-Fund on the portion of the Net Asset Value up to EUR 350 million
- 0.075% per annum of the Net Asset of each Sub-Fund on the portion of the Net Asset Value in excess of EUR 350 million

Depositary fees

BNY Mellon Trust Company (Ireland) Limited was appointed as Depositary on 4 November 2016 and is entitled to an annual fee equal to a percentage of the Net Asset Value of each Sub-Fund or Share Class, subject to a maximum rate of 2.3 basis points (0.023%) per annum.

Further fees may be payable to the Depositary in consideration of ancillary services rendered to the Company and its Sub-Funds, which fees will be at normal commercial terms.

The fees of the Depositary will be paid out of the assets of the relevant Sub-Fund.

The Depositary fees for the year ended 31 December 2017 amounted to EUR 520,678 (2016: EUR 1,040,304) of which EUR 358,037 (2016: EUR 235,528) was payable at year end.

E.I. Sturdza Funds Plc

Notes to the Financial Statements (continued) For the year ended 31 December 2017

5. Fees and other expenses (continued)

Depository fees (continued)

HSBC Institutional Trust Services (Ireland) Limited was the Depository until 3 November 2016 and was entitled to receive, out of the assets of the Company, an annual fee accrued at each Valuation Point and payable monthly in arrears, subject to a minimum monthly fee of EUR 2,000 and borne by each Sub-Fund (plus VAT, if any) thereon and which shall not exceed:

- 0.05% per annum of the Net Asset of each Sub-Fund on the portion of the Net Asset Value up to EUR 350 million
- 0.003% per annum of the Net Asset of each Sub-Fund on the portion of the Net Asset Value in excess of EUR 350 million

Directors' fees

The Articles of Association authorise the Directors to charge a fee for their services at a rate determined by the Directors. The Directors shall receive a fee for their services up to a total aggregate maximum fee of EUR 400,000 per annum, or such other amount as may from time to time be disclosed in the annual report of the Company. Any increase above the maximum permitted fee will be notified in advance to shareholders. Each Director may be entitled to special remuneration if called upon to perform any special or extra services to the Company. 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 Directors fees for the year ended 31 December 2017 amounted to EUR 309,990 (2016: EUR 282,795) of which EUR 101,899 (2016: EUR 67,239) was payable at year end.

Consulting fees

The Company has appointed Bridge Consulting to provide services to assist the Directors in carrying out the management functions specified by the Central Bank. Bridge Consulting receives an annual fee for governance services of no more than EUR 75,000 (2016: EUR 50,000), payable out of the assets of the Company, accrued at each Valuation Point and payable quarterly in arrears.

The fees for the services of Bridge Consulting for the year ended 31 December 2017 amounted to EUR 63,946 (2016: EUR 55,571), included within Consulting fees in the Statement of Comprehensive Income. The prior year fee exceeded EUR 50,000 due to foreign exchange conversion across the Sub-Funds.

E.I. Sturdza Funds Plc

Notes to the Financial Statements (continued) For the year ended 31 December 2017

5. Fees and other expenses (continued)

Legal fees

The Company has appointed Dillon Eustace as Irish legal adviser. The Legal fees for the year ended 31 December 2017 amounted to EUR 100,000 (2016: EUR 169,462).

Company secretarial fees

The Company has appointed Sanne Group Plc as company secretary. The company secretarial fees for the year ended 31 December 2017 amounted to EUR 25,390 (2016: EUR 23,441).

6. Share capital

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 Company's objective is managing the redeemable share capital to ensure a stable and strong base to maximise returns to all investors, and to manage liquidity risk arising from redemptions.

The Company is a self-managed UCITS company and the minimum capital requirement is met by taking into account the participating and non-participating shares.

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 think fit. There are two non-participating shares currently in issue. Non-participating shares have not been included in these financial statements.

E.I. Sturdza Funds Plc

Notes to the Financial Statements (continued) For the year ended 31 December 2017

6. Share capital (continued)

The movement in the number of redeemable participating shares for the year ended 31 December 2017 is as follows:

| | At 1 January 2017 | Shares Issued | Shares Redeemed | At 31 December 2017 |
|--------------------------------------|----------------------|------------------|--------------------|------------------------|
| Strategic China Panda Fund | | | | |
| USD Class | 18,515.787 | 8,034.397 | (8,278.236) | 18,271.948 |
| EUR Hedged Class | 7,770.984 | 4,638.378 | (5,810.595) | 6,598.767 |
| GBP Hedged Class | 137.194 | 91.171 | (67.017) | 161.348 |
| USD Institutional Class | 38,236.398 | 52,267.124 | (23,721.303) | 66,782.219 |
| EUR Hedged Institutional Class | 2,240.082 | 6,920.601 | (4,927.915) | 4,232.768 |
| CHF Hedged Class | - | 598.445 | (243.332) | 355.113 |
| Strategic Euro Bond Fund | | | | |
| EUR Distributing Class | 2,579.668 | 5.886 | (1,244.629) | 1,340.925 |
| EUR Accumulating Class | 26,406.361 | 7,623.186 | (15,046.983) | 18,982.564 |
| EUR Institutional Class | 20,167.267 | 14,929.162 | (20,774.022) | 14,322.407 |
| CHF Accumulating Class | 13,830.369 | - | (10,533.279) | 3,297.090 |
| Nippon Growth (UCITS) Fund | | | | |
| EUR Hedged Class | 4,105.919 | 2,070.192 | (5,665.365) | 510.746 |
| JPY Class A Class | 883.605 | - | (45.000) | 838.605 |
| JPY Class B Class | 30,749.480 | 978.937 | (11,293.964) | 20,434.453 |
| JPY Class D Institutional | 12,304.791 | - | (10,229.791) | 2,075.000 |
| EUR Hedged Institutional Class | 2,467.013 | 243.592 | (1,046.406) | 1,664.198 |
| Strategic Europe Value Fund | | | | |
| EUR Class | 1,514,474.023 | 198,866.521 | (710,457.777) | 1,002,882.767 |
| EUR Institutional Class | 2,267,706.352 | 597,902.420 | (1,251,871.454) | 1,613,737.318 |
| CHF Class | 300,166.244 | 22,016.858 | (137,994.561) | 184,188.541 |
| GBP Institutional Class | 106,377.813 | 14,426.577 | (21,055.796) | 99,748.594 |
| EUR Institutional Distributing Class | 231,859.471 | 145,194.307 | (232,318.647) | 144,735.131 |
| USD Institutional Class | 23,155.737 | 4,351.169 | (14,404.737) | 13,102.169 |
| EUR Retail Class | 87,806.638 | 49,349.068 | (34,331.353) | 102,824.353 |
| USD Class | 12,966.733 | 13,454.256 | (13,468.062) | 12,952.927 |
| EUR Super Institutional Class | 1,590,912.648 | 874,845.664 | (739,751.835) | 1,726,006.477 |
| USD Super Institutional Class | 24,240.816 | 25,925.546 | (5,382.898) | 44,783.464 |
| CHF Institutional Class | - | 83,270.752 | (5,373.972) | 77,896.780 |
| Strategic Global Bond Fund | | | | |
| USD Class | 50,281.257 | 4,598.555 | (25,094.964) | 29,784.848 |
| RMB Class | 11,391.964 | - | (11,391.964) | - |

E.I. Sturdza Funds Plc

Notes to the Financial Statements (continued) For the year ended 31 December 2017

6. Share capital (continued)

The movement in the number of redeemable participating shares for the year ended 31 December 2017 is as follows:

| | At 1 January 2017 | Shares Issued | Shares Redeemed | At 31 December 2017 |
|--|-------------------------|------------------|--------------------|---------------------------|
| Strategic US Momentum and Value Fund | | | | |
| USD Class | 228,452.833 | 5,928.051 | (52,075.213) | 182,305.671 |
| EUR Hedged Class | 4,006.520 | 308.943 | (1,974.247) | 2,341.216 |
| CHF Hedged Class | 13,925.754 | 1,464.458 | (3,014.193) | 12,376.019 |
| USD Institutional Class | 68,231.448 | 7,425.351 | (10,535.017) | 65,121.782 |
| Strategic Global Quality Fund | | | | |
| USD Institutional Class | 332,119.329 | 88,567.694 | (186,617.570) | 234,069.453 |
| USD Class | 167,191.206 | 92,773.063 | (61,845.542) | 198,118.727 |
| CHF Class | 76,609.823 | 18,355.710 | (10,902.957) | 84,062.576 |
| EUR Class | - | 2,959.020 | - | 2,959.020 |
| EUR Institutional Class | - | 2,959.020 | - | 2,959.020 |
| Strategic European Smaller Companies Fund | | | | |
| EUR Class | 48,337.463 | 54,904.201 | (36,380.279) | 66,861.385 |
| EUR X Class | 10,073.144 | 20,765.461 | (6,228.609) | 24,609.996 |
| EUR Institutional Class | - | 63,310.287 | (5,264.752) | 58,045.536 |
| CHF Class | - | 2,323.900 | (450.000) | 1,873.900 |
| Strategic Quality Emerging Bond Fund | | | | |
| CHF Class | 10,238.000 | 2,475.276 | (2,318.643) | 10,394.633 |
| EUR Class | 11,802.240 | 1,578.560 | (2,732.675) | 10,648.125 |
| EUR Institutional Class | 3,006.260 | 156.607 | (2,030.000) | 1,132.867 |
| USD Class | 19,425.240 | 3,554.763 | (13,366.713) | 9,613.290 |
| USD Institutional Class | 6,508.220 | 3,915.250 | (5,915.250) | 4,508.220 |
| Strategic Beta Flex Fund | | | | |
| EUR Class | 5,506.150 | 5,393.052 | (1,638.692) | 9,260.510 |
| EUR Institutional Class | - | 28,324.858 | (16,746.841) | 11,578.017 |
| EUR R Class | - | 7,616.970 | (328.135) | 7,288.835 |
| Strategic Japan Opportunities Fund | | | | |
| USD Hedged Institutional Class | - | 8,586.557 | (5,123.425) | 3,463.132 |
| USD Hedged Class | - | 6,583.727 | (1,527.761) | 5,055.966 |
| EUR Hedged Class | - | 4,930.189 | (1,233.606) | 3,696.583 |
| JPY Institutional Class | - | 55,215.342 | (372.330) | 54,843.012 |
| JPY Class | - | 67,465.652 | (4,978.159) | 62,487.493 |

E.I. Sturdza Funds Plc

Notes to the Financial Statements (continued) For the year ended 31 December 2017

6. Share capital (continued)

The movement in the number of redeemable participating shares for the year ended 31 December 2016 is as follows:

| | At 1 January 2016 | Shares Issued | Shares Redeemed | At 31 December 2016 |
|--------------------------------------|-------------------------|------------------|--------------------|---------------------------|
| Strategic China Panda Fund | | | | |
| USD Class | 33,088.640 | 1,420.933 | (15,993.786) | 18,515.787 |
| EUR Hedged Class | 17,314.616 | 641.393 | (10,185.025) | 7,770.984 |
| GBP Hedged Class | 266.200 | - | (129.006) | 137.194 |
| USD Institutional Class | 58,908.812 | 15,480.798 | (36,153.212) | 38,236.398 |
| EUR Hedged Institutional Class | 7,050.896 | 3,388.186 | (8,199.000) | 2,240.082 |
| Strategic Euro Bond Fund | | | | |
| EUR Distributing Class | 9,030.216 | 102.284 | (6,552.83) | 2,579.668 |
| EUR Accumulating Class | 39,694.226 | 4,524.700 | (17,812.56) | 26,406.361 |
| EUR Institutional Class | 50,770.137 | 13,471.198 | (44,074.07) | 20,167.267 |
| CHF Accumulating Class | 22,965.573 | 1,685.026 | (10,820.23) | 13,830.369 |
| CHF Institutional Class | 400.000 | - | (400.000) | - |
| Nippon Growth (UCITS) Fund | | | | |
| EUR Hedged Class | 23,449.153 | 149.241 | (19,492.475) | 4,105.919 |
| JPY Class A Class | 3,446.854 | - | (2,563.249) | 883.605 |
| JPY Class B Class | 89,645.329 | 1,782.740 | (60,678.589) | 30,749.480 |
| JPY Class D Institutional | 129,966.402 | - | (117,661.611) | 12,304.791 |
| EUR Hedged Institutional Class | 3,224.472 | 519.982 | (1,277.441) | 2,467.013 |
| GBP Hedged Institutional Class | 12,800.993 | - | (12,800.993) | - |
| Strategic Europe Value Fund | | | | |
| EUR Class | 1,545,166.670 | 681,132.753 | (711,825.400) | 1,514,474.023 |
| EUR Institutional Class | 2,331,943.404 | 2,386,911.201 | (2,451,148.253) | 2,267,706.352 |
| CHF Class | 376,556.327 | 67,528.272 | (143,918.355) | 300,166.244 |
| GBP Institutional Class | 106,596.633 | 9,603.952 | (9,822.772) | 106,377.813 |
| EUR Institutional Distributing Class | 505,364.797 | 288,622.833 | (562,128.159) | 231,859.471 |
| USD Institutional Class | 108,630.000 | 83,522.707 | (168,996.970) | 23,155.737 |
| EUR Retail Class | 98.500 | 112,642.584 | (24,934.446) | 87,806.638 |
| USD Class | - | 18,166.330 | (5,199.597) | 12,966.733 |
| EUR Super Institutional Class | - | 1,636,047.279 | (45,134.631) | 1,590,912.648 |
| USD Super Institutional Class | - | 24,840.816 | (600.000) | 24,240.816 |
| Strategic Global Bond Fund | | | | |
| USD Class | 69,575.564 | 7,957.101 | (27,251.408) | 50,281.257 |
| RMB Class | 21,290.112 | - | (9,898.15) | 11,391.964 |

E.I. Sturdza Funds Plc

Notes to the Financial Statements (continued) For the year ended 31 December 2017

6. Share capital (continued)

The movement in the number of redeemable participating shares for the year ended 31 December 2016 is as follows:

| | At 1 January 2016 | Shares Issued | Shares Redeemed | At 31 December 2016 |
|--|----------------------|------------------|--------------------|---------------------------|
| Strategic US Momentum and Value Fund | | | | |
| USD Class | 325,934.376 | 8,662.503 | (106,144.046) | 228,452.833 |
| EUR Hedged Class | 28,449.848 | 694.096 | (25,137.424) | 4,006.520 |
| CHF Hedged Class | 26,725.349 | 1,713.642 | (14,513.237) | 13,925.754 |
| USD Institutional Class | 92,835.326 | 15,871.403 | (40,475.281) | 68,231.448 |
| Strategic Global Quality Fund | | | | |
| USD Institutional Class | 114,304.970 | 267,739.774 | (49,925.415) | 332,119.329 |
| USD Class | - | 185,453.398 | (18,262.192) | 167,191.206 |
| CHF Class | - | 79,194.756 | (2,584.933) | 76,609.823 |
| Strategic European Smaller Companies Fund | | | | |
| EUR Class | 34,614.798 | 23,767.356 | (10,044.691) | 48,337.463 |
| EUR X Class | - | 10,073.144 | - | 10,073.144 |
| Strategic Quality Emerging Bond Fund | | | | |
| CHF Class | - | 11,956.212 | (1,718.212) | 10,238.000 |
| EUR Class | - | 13,062.564 | (1,260.324) | 11,802.240 |
| EUR Institutional Class | - | 3,006.260 | - | 3,006.260 |
| USD Class | - | 26,368.060 | (6942.820) | 19,425.240 |
| USD Institutional Class | - | 6,508.220 | - | 6,508.220 |
| Strategic Beta Flex Fund | | | | |
| EUR Class | - | 5,506.150 | - | 5,506.150 |

E.I. Sturdza Funds Plc

Notes to the Financial Statements (continued) For the year ended 31 December 2017

7. Risk associated with financial instruments

Risk profile

The Company's risks are those set out in the Prospectus and each Supplement and any consideration of risk here should be viewed in the context of the Prospectus which is the primary documentation governing the operations of the Company and any subscriptions and redemptions.

The Company's activities expose it to a variety of financial risks: market risk (including equity price risk, currency risk and interest rate risk), credit risk and liquidity risk. The Company's overall risk management process focuses on the unpredictability of financial markets and seeks to mitigate potential adverse effects on the Company's financial performance.

The Investment Manager seeks to mitigate the financial risk in the Company in its daily risk management process. From year to year, the Company's exposure to risk will alter as market conditions change and as the components of the portfolio change and are adjusted through trading, subscriptions and redemptions. With regard to the objectives, policies and processes for managing the risk, whilst adapting to the current market conditions, the approach will remain consistent from year to year.

The Investment Manager has advised the Directors that the Commitment Approach to measuring position exposure is an adequate measure of risk and the global exposure and leverage of each Sub-Fund is calculated on this basis.

Limitations of sensitivity analyses

The sensitivity analyses in the notes below, of the risk factors, represent sensitivity analyses of the effect of movements in various risk variables on the Company's performance. In certain cases a linear relationship between movements in the risk variable and the Company's performance is assumed to create the sensitivity analyses. In reality, a linear relationship is unlikely. The various analysis shown are static scenarios and represent the effect on the Company of movements in a single risk variable. In reality, the Company is affected by dynamic movements in these risk variables and in a global context the risk variables have certain inter-relationships which cause dynamic movements in the variables. As a result, it should be noted that movements to the Company may be greater than that shown in the sensitivity analyses.

The analysis is that of a reasonably possible change in the relevant risk variable and not a worst case or best case analysis. IFRS 7, 'Financial Instruments Disclosure', does not require a sensitivity analysis of the worst case scenario, but states that analysis should be of reasonably possible changes. The analysis should not be taken to rule out a worst case scenario occurring in the future, the impact of which is greater than the represented adverse movements in Company performance.

It should be noted that future exposures may differ from exposures at the Statement of Financial Position date.

E.I. Sturdza Funds Plc

Notes to the Financial Statements (continued) For the year ended 31 December 2017

7. Risk associated with financial instruments (continued)

The potential for changes in the fair value or cash flows of the Sub-Funds' investment portfolios is referred to as Market Risk. Categories of Market Risk include equity price risk, currency risk and interest rate risk.

(a) Market risk

(i) Equity price risk

Equity price risk is the risk that the value of instruments will fluctuate as a result of changes in market prices (other than those arising from interest rate risk or currency risk), whether caused by factors specific to an individual investment, its issuer or all factors affecting all instruments traded in the market. The equity securities held by the Sub-Funds are held at fair value with fair value changes recognised in the Statement of Comprehensive Income.

All changes in market conditions will therefore directly affect net investment income for these Sub-Funds. The Sub-Funds manage this exposure to individual price movements of underlying positions by only making investments which are in line with the investment restrictions. The investment restrictions aim to ensure that the Sub-Funds are not overly exposed to individual investments through spreading the investment across a significant number of investments, and ensuring that the investments that are made are subject to conditions such as being listed or traded on a recognised world exchange or are subject to market capitalisation requirements.

The below table provides an analysis of the management's best estimate of the effect on net assets and profit/(loss) of the respective Sub-Fund due to a reasonably possible change in market indices, with all other variables held constant. In practice, the actual results may differ from the sensitivity analysis below and the difference could be material. Following is the analysis as at 31 December 2017 and 31 December 2016:

| Sub-Fund | Market index | Change in market index 31 December 2017 | Portfolio Beta 31 December 2017 | Effect on net assets and profit/(loss) 31 December 2017 |
|----------|------------------------------|---|--|---|
| SCPF | MSCI China NR USD | +5% | 0.93 | USD8,938,835 |
| SCPF | MSCI China NR USD | -5% | 0.93 | USD(8,938,835) |
| NGUF | TOPIX TOTAL RETURN | +5% | 1.10 | JPY148,369,895 |
| NGUF | TOPIX TOTAL RETURN | -5% | 1.10 | JPY(148,369,895) |
| SEVF | MSCI EUROPE NET TOTAL RETURN | +5% | 0.91 | EUR36,672,104 |
| SEVF | MSCI EUROPE NET TOTAL RETURN | -5% | 0.91 | EUR(36,672,104) |
| SMVF | MSCI USA NET TOTAL RETURN | +5% | 1.02 | USD10,120,328 |
| SMVF | MSCI USA NET TOTAL RETURN | -5% | 1.02 | USD(10,120,328) |
| SGQF | MSCI WORLD NET TOTAL RETURN | +5% | 0.90 | USD3,128,639 |
| SGQF | MSCI WORLD NET TOTAL RETURN | -5% | 0.90 | USD(3,128,639) |
| SESF | STOXX EUROPE 600 NET RETURN | +5% | 0.37 | EUR3,614,913 |
| SESF | STOXX EUROPE 600 NET RETURN | -5% | 0.37 | EUR(3,614,913) |
| SBXF | STOXX EUROPE 600 NET RETURN | +5% | 0.06 | EUR91,365 |
| SBXF | STOXX EUROPE 600 NET RETURN | -5% | 0.06 | EUR(91,365) |
| SJOF | TOPIX TOTAL RETURN | +5% | 0.81* | JPY378,526,857 |
| SJOF | TOPIX TOTAL RETURN | -5% | 0.81* | JPY(378,526,857) |

*The Portfolio Beta is for the period from 16 March 2017 (commencement of operations) to 31 December 2017.

The Strategic China Panda Fund changed its benchmark index from MXCN China (in USD terms) to MSCI China NR USD effective from 31 October 2017. The Portfolio Beta for the year ended 31 December 2017 was based on MSCI China NR USD.

E.I. Sturdza Funds Plc

Notes to the Financial Statements (continued) For the year ended 31 December 2017

7. Risk associated with financial instruments (continued)

(a) Market risk (continued)

(i) Equity price risk (continued)

| Sub-Fund | Market index | Change in | Portfolio | Effect on net |
|----------|------------------------------|---------------------|---------------------|-----------------------------|
| | | market index | Beta | assets and profit/(loss) |
| | | 31 December 2016 | 31 December 2016 | 31 December 2016 |
| SCPF | MXCN China (in USD terms) | +5% | 0.67 | USD3,086,322 |
| SCPF | MXCN China (in USD terms) | -5% | 0.67 | USD(3,086,322) |
| NGUF | TOPIX TOTAL RETURN | +5% | 1.30 | JPY272,717,943 |
| NGUF | TOPIX TOTAL RETURN | -5% | 1.30 | JPY(272,717,943) |
| SEVF | MSCI EUROPE NET TOTAL RETURN | +5% | 0.78 | EUR36,273,945 |
| SEVF | MSCI EUROPE NET TOTAL RETURN | -5% | 0.78 | EUR(36,273,945) |
| SMVF | MSCI USA NET TOTAL RETURN | +5% | 0.99 | USD10,606,021 |
| SMVF | MSCI USA NET TOTAL RETURN | -5% | 0.99 | USD(10,606,021) |
| SGQF | MSCI WORLD NET TOTAL RETURN | +5% | 0.74 | USD2,207,579 |
| SGQF | MSCI WORLD NET TOTAL RETURN | -5% | 0.74 | USD(2,207,579) |
| SESF | STOXX EUROPE 600 NET RETURN | +5% | 0.85 | EUR2,772,664 |
| SESF | STOXX EUROPE 600 NET RETURN | -5% | 0.85 | EUR(2,772,664) |

This analysis is not provided for the Strategic Euro Bond Fund, Strategic Global Bond Fund and the Strategic Quality Emerging Bond Fund as these Sub-Funds do not hold equity securities and therefore do not have a significant exposure to movement in equity prices.

(ii) Currency risk

Currency risk is the risk that the fair value of a financial instrument will fluctuate because of changes in foreign exchange rates. The Sub-Funds may hold assets or liabilities denominated in currencies other than the functional currencies of the respective Sub-Funds. Each Sub-Fund may, therefore, be exposed to currency risk as the value of the assets and liabilities denominated in other currencies other than the functional currency may fluctuate as a result of movements in the exchange rates.

The Sub-Funds may enter into forward foreign exchange contracts to hedge the currency exposures of securities denominated in a currency other than the functional currency of the relevant Sub-Fund and to hedge against other changes in currency rates which may have an impact on a Sub-Fund. Forward foreign exchange contracts may be also used by the Investment Manager to hedge the currency exposure on behalf of investors invested in foreign currency share classes offered by each Sub-Fund in relation to the functional currency of that Sub-Fund.

E.I. Sturdza Funds Plc

Notes to the Financial Statements (continued) For the year ended 31 December 2017

7. Risk associated with financial instruments (continued)

(a) Market risk (continued)

(ii) Currency risk (continued)

Any financial instruments used to implement such strategies with respect to one or more classes shall be assets/liabilities of a Sub-Fund as a whole but will be attributable to the relevant class and the gains/losses on and the costs of the relevant financial instruments will accrue solely to the relevant class.

The table below outlines the Sub-Funds' net foreign currency risk exposure as at the Statement of Financial Position date.

Strategic China Panda Fund

31 December 2017

| | Non-Monetary Assets and Liabilities | Monetary Assets and Liabilities | Forward foreign exchange contracts (notional amounts) | Total |
|--------------|---|---------------------------------------|--|--------------------|
| | USD | USD | USD | USD |
| EUR | - | (334,184) | 33,692,502 | 33,358,318 |
| GBP | - | (25,015) | 743,660 | 718,645 |
| HKD | 150,757,389 | 1,853,954 | (579,882) | 152,031,461 |
| CHF | - | (5,038) | 362,417 | 357,379 |
| CNY | - | 148,956 | - | 148,956 |
| Total | 150,757,389 | 1,638,673 | 34,218,697 | 186,614,759 |

31 December 2016

| | Non-Monetary Assets and Liabilities | Monetary Assets and Liabilities | Forward foreign exchange contracts (notional amounts) | Total |
|--------------|---|---------------------------------------|--|-------------------|
| | USD | USD | USD | USD |
| EUR | - | (232,988) | 18,975,130 | 18,742,142 |
| GBP | - | (408) | 353,123 | 352,715 |
| HKD | 73,896,011 | 4,765,521 | (3,869,114) | 74,792,418 |
| CHF | - | (370) | - | (370) |
| CNY | - | 43,829 | - | 43,829 |
| Total | 73,896,011 | 4,575,584 | 15,459,139 | 93,930,734 |

E.I. Sturdza Funds Plc

Notes to the Financial Statements (continued) For the year ended 31 December 2017

7. Risk associated with financial instruments (continued)

(a) Market risk (continued)

(ii) Currency risk (continued)

Strategic China Panda Fund (continued)

The forward foreign exchange contracts exposure amounts in the above table arise as a result of forward contracts entered into by the Company to hedge currency risk exposure on the following non-base share classes:

| | Share Class Net Asset Value 2017 USD | Share Class Net Asset Value 2016 USD |
|--------------------------------|---|---|
| EUR Hedged Class | 26,460,813 | 17,104,180 |
| GBP Hedged Class | 747,659 | 359,828 |
| CHF Hedged Class | 363,545 | - |
| EUR Hedged Institutional Class | 7,268,781 | 2,138,787 |

Strategic Euro Bond Fund

31 December 2017

| | Monetary Assets and Liabilities EUR | Forward foreign exchange contracts (notional amounts) EUR | Total EUR |
|-------|---|--|--------------------------------|
| CHF | (1,259,061) | 3,983,448 | 2,724,387 |
| GBP | (18,532) | - | (18,532) |
| USD | (6,220) | - | (6,220) |
| Total | (1,283,813) | 3,983,448 | 2,699,635 |

31 December 2016

| | Monetary Assets and Liabilities EUR | Forward foreign exchange contracts (notional amounts) EUR | Total EUR |
|-------|---|--|--------------------------------|
| CHF | (1,858) | 12,653,514 | 12,651,656 |
| GBP | (11,738) | - | (11,738) |
| USD | (21,236) | - | (21,236) |
| Total | (34,832) | 12,653,514 | 12,618,682 |

E.I. Sturdza Funds Plc

Notes to the Financial Statements (continued) For the year ended 31 December 2017

7. Risk associated with financial instruments (continued)

(a) Market risk (continued)

(ii) Currency risk (continued)

Strategic Euro Bond Fund (continued)

The forward foreign exchange contracts exposure amounts in the above table arise as a result of forward contracts entered into by the Company to hedge currency risk exposure on the following non-base share classes:

| | Share Class Net Asset Value 2017 EUR | Share Class Net Asset Value 2016 EUR |
|------------------------|---|---|
| CHF Accumulating class | 2,719,935 | 12,867,848 |

Nippon Growth (UCITS) Fund

31 December 2017

| | Monetary Assets and Liabilities JPY | Forward foreign exchange contracts (notional amounts) JPY | Total JPY |
|-------|--|---|------------------|
| EUR | (8,314,963) | 422,832,890 | 414,517,927 |
| GBP | (3,136,461) | - | (3,136,461) |
| USD | 241,066 | - | 241,066 |
| CHF | (36,308) | - | (36,308) |
| Total | (11,246,666) | 422,832,890 | 411,586,224 |

31 December 2016

| | Monetary Assets and Liabilities JPY | Forward foreign exchange contracts (notional amounts) JPY | Total JPY |
|-------|--|---|------------------|
| EUR | (3,748,544) | 901,275,478 | 897,526,934 |
| GBP | (2,000,837) | - | (2,000,837) |
| USD | (4,127,743) | - | (4,127,743) |
| CHF | (31,149) | - | (31,149) |
| Total | (9,908,273) | 901,275,478 | 891,367,205 |

E.I. Sturdza Funds Plc

Notes to the Financial Statements (continued) For the year ended 31 December 2017

7. Risk associated with financial instruments (continued)

(a) Market risk (continued)

(ii) Currency risk (continued)

Nippon Growth (UCITS) Fund (continued)

The forward foreign exchange contracts exposure amounts in the above table arise as a result of forward contracts entered into by the Company to hedge currency risk exposure on the following non-base share classes:

| | Share Class Net Asset Value 2017 JPY | Share Class Net Asset Value 2016 JPY |
|--------------------------------|---|---|
| EUR Hedged Class | 86,853,443 | 526,742,253 |
| EUR Hedged Institutional Class | 334,547,329 | 373,661,452 |

Strategic Europe Value Fund

31 December 2017

| | Non-Monetary Assets and Liabilities | Monetary Assets and Liabilities | Forward foreign exchange contracts (notional amounts) | Total |
|-------|---|---------------------------------------|--|-------------|
| | EUR | EUR | EUR | EUR |
| USD | 83,256,112 | 610,808 | 6,492,907 | 90,359,827 |
| GBP | 237,352,519 | (90,581) | 16,478,680 | 253,740,618 |
| DKK | 26,855,094 | 12,648 | - | 26,867,742 |
| SEK | - | 3,245 | - | 3,245 |
| CHF | 40,031,633 | (234,887) | 34,582,125 | 74,378,871 |
| NOK | 17,544,153 | - | - | 17,544,153 |
| Total | 405,039,511 | 301,233 | 57,553,712 | 462,894,456 |

31 December 2016

| | Non-Monetary Assets and Liabilities | Monetary Assets and Liabilities | Forward foreign exchange contracts (notional amounts) | Total |
|-------|---|---------------------------------------|--|-------------|
| | EUR | EUR | EUR | EUR |
| USD | 68,594,653 | 1,904,864 | 5,386,342 | 75,885,859 |
| GBP | 264,491,726 | 2,649,378 | 14,209,079 | 281,350,183 |
| DKK | 32,434,077 | 13,399 | - | 32,447,476 |
| SEK | 32,655,290 | 66,369 | - | 32,721,659 |
| CHF | 70,132,219 | 1,914,608 | 42,734,226 | 114,781,053 |
| Total | 468,307,965 | 6,548,618 | 62,329,647 | 537,186,230 |

E.I. Sturdza Funds Plc

Notes to the Financial Statements (continued) For the year ended 31 December 2017

7. Risk associated with financial instruments (continued)

(a) Market risk (continued)

(ii) Currency risk (continued)

Strategic Europe Value Fund (continued)

The forward foreign exchange contracts exposure amounts in the above table arise as a result of forward contracts entered into by the Company to hedge currency risk exposure on the following non-base share classes:

| | Share Class Net Asset Value 2017 EUR | Share Class Net Asset Value 2016 EUR |
|-------------------------------|---|---|
| CHF Class | 27,192,759 | 43,039,890 |
| GBP Institutional Class | 16,181,402 | 15,687,500 |
| USD Institutional Class | 1,158,333 | 2,014,039 |
| USD Class | 1,239,416 | 1,228,751 |
| USD Super Institutional Class | 4,102,416 | 2,180,352 |
| CHF Institutional Class | 7,090,847 | - |

Strategic Global Bond Fund

31 December 2017

| | Monetary Assets and Liabilities USD | Forward foreign exchange contracts (notional amounts) USD | Total USD |
|-------|--|---|------------------|
| EUR | (55,313) | - | (55,313) |
| GBP | (11,445) | - | (11,445) |
| CNY | (2,740) | - | (2,740) |
| CHF | (288) | - | (288) |
| Total | (69,786) | - | (69,786) |

E.I. Sturdza Funds Plc

Notes to the Financial Statements (continued) For the year ended 31 December 2017

7. Risk associated with financial instruments (continued)

(a) Market risk (continued)

(ii) Currency risk (continued)

Strategic Global Bond Fund

31 December 2016

| | Monetary Assets and Liabilities | Forward foreign exchange contracts (notional amounts) | Total |
|-------|---------------------------------------|--|------------|
| | USD | USD | USD |
| EUR | (40,915) | - | (40,915) |
| GBP | (7,718) | - | (7,718) |
| CNY | - | 11,444,255 | 11,444,255 |
| CHF | (212) | - | (212) |
| Total | (48,845) | 11,444,255 | 11,395,410 |

Strategic US Momentum and Value Fund

31 December 2017

| | Monetary Assets and Liabilities | Forward foreign exchange contracts (notional amounts) | Total |
|-------|---------------------------------------|--|-----------|
| | USD | USD | USD |
| CHF | (17,188) | 7,177,867 | 7,160,679 |
| EUR | (118,141) | 1,611,541 | 1,493,400 |
| GBP | (27,661) | - | (27,661) |
| CAD | 8,926 | - | 8,926 |
| Total | (154,064) | 8,789,408 | 8,635,344 |

E.I. Sturdza Funds Plc

Notes to the Financial Statements (continued) For the year ended 31 December 2017

7. Risk associated with financial instruments (continued)

(a) Market risk (continued)

(ii) Currency risk (continued)

Strategic US Momentum and Value Fund (continued)

31 December 2016

| | Monetary Assets and Liabilities | Forward foreign exchange contracts (notional amounts) | Total |
|-------|---------------------------------------|--|-----------|
| | USD | USD | USD |
| CHF | (58,161) | 7,143,568 | 7,085,407 |
| EUR | (86,749) | 2,205,483 | 2,118,734 |
| GBP | (11,221) | - | (11,221) |
| CAD | 6,973 | - | 6,973 |
| Total | (149,158) | 9,349,051 | 9,199,893 |

The forward foreign exchange contracts exposure amounts in the above table arise as a result of forward contracts entered into by the Company to hedge currency risk exposure on the following non-base share classes:

| | Share Class Net Asset Value 2017 USD | Share Class Net Asset Value 2016 USD |
|------------------|---|---|
| CHF Hedged Class | 7,097,701 | 6,981,169 |
| EUR Hedged Class | 1,597,343 | 2,180,003 |

Strategic Global Quality Fund

31 December 2017

| | Non-Monetary Assets and Liabilities | Monetary Assets and Liabilities | Forward foreign exchange contracts (notional amounts) | Total |
|-------|---|---------------------------------------|--|------------|
| | USD | USD | USD | USD |
| EUR | 14,623,132 | (24,532) | 706,165 | 15,304,765 |
| GBP | 19,018,713 | 20,404 | - | 19,039,117 |
| JPY | - | 6,677 | - | 6,677 |
| DKK | - | 137 | - | 137 |
| SEK | - | 3,161 | - | 3,161 |
| CHF | 2,579,784 | (13,022) | 9,704,126 | 12,270,888 |
| Total | 36,221,629 | (7,175) | 10,410,291 | 46,624,745 |

E.I. Sturdza Funds Plc

Notes to the Financial Statements (continued) For the year ended 31 December 2017

7. Risk associated with financial instruments (continued)

(a) Market risk (continued)

(ii) Currency risk (continued)

Strategic Global Quality Fund (continued)

31 December 2016

| | Non-Monetary Assets and Liabilities | Monetary Assets and Liabilities | Forward foreign exchange contracts (notional amounts) | Total |
|--------------|---|---------------------------------------|--|-------------------|
| | USD | USD | USD | USD |
| EUR | 13,604,787 | 4,548 | - | 13,609,335 |
| GBP | 12,109,825 | 23,297 | - | 12,133,122 |
| JPY | 2,489,376 | 20,666 | - | 2,510,042 |
| DKK | - | 121 | - | 121 |
| SEK | 1,274,520 | 6,230 | - | 1,280,750 |
| CHF | 2,529,995 | 10,249 | 6,764,864 | 9,305,108 |
| Total | 32,008,503 | 65,111 | 6,764,864 | 38,838,478 |

The forward foreign exchange contracts exposure amounts in the above table arise as a result of forward contracts entered into by the Company to hedge currency risk exposure on the following non-base share classes:

| | Share Class Net Asset Value 2017 USD | Share Class Net Asset Value 2016 USD |
|-------------------------|---|---|
| CHF Class | 9,741,597 | 6,780,197 |
| EUR Class | 354,786 | - |
| EUR Institutional Class | 354,857 | - |

E.I. Sturdza Funds Plc

Notes to the Financial Statements (continued) For the year ended 31 December 2017

7. Risk associated with financial instruments (continued)

(a) Market risk (continued)

(ii) Currency risk (continued)

Strategic European Smaller Companies Fund

31 December 2017

| | Non-Monetary Assets and Liabilities | Monetary Assets and Liabilities | Forward foreign exchange contracts (notional amounts) | Total |
|-------|---|---------------------------------------|--|-------------------|
| | EUR | EUR | EUR | EUR |
| GBP | - | (11,152) | - | (11,152) |
| CHF | 26,688,009 | 306,980 | 1,792,749 | 28,787,738 |
| USD | - | (34,276) | - | (34,276) |
| SEK | 12,487,349 | 1,548 | - | 12,488,897 |
| Total | <u>39,175,358</u> | <u>263,100</u> | <u>1,792,749</u> | <u>41,231,207</u> |

31 December 2016

| | Non-Monetary Assets and Liabilities | Monetary Assets and Liabilities | Forward foreign exchange contracts (notional amounts) | Total |
|-------|---|---------------------------------------|--|-------------------|
| | EUR | EUR | EUR | EUR |
| GBP | - | (3,208) | - | (3,208) |
| CHF | 8,581,369 | 14,646 | - | 8,596,015 |
| USD | - | (15,913) | - | (15,913) |
| SEK | 2,243,795 | 284 | - | 2,244,079 |
| Total | <u>10,825,164</u> | <u>(4,191)</u> | <u>-</u> | <u>10,820,973</u> |

The forward foreign exchange contracts exposure amounts in the above table arise as a result of forward contracts entered into by the Company to hedge currency risk exposure on the following non-base share classes.

| | Share Class Net Asset Value 2017 EUR | Share Class Net Asset Value 2016 EUR |
|-----------|---|---|
| CHF Class | 1,799,068 | - |

E.I. Sturdza Funds Plc

Notes to the Financial Statements (continued) For the year ended 31 December 2017

7. Risk associated with financial instruments (continued)

(a) Market risk (continued)

(ii) Currency risk (continued)

Strategic Quality Emerging Bond Fund

31 December 2017

| | Monetary Assets and Liabilities | Forward foreign exchange contracts (notional amounts) | Total |
|-------|---------------------------------------|--|-------------------|
| | USD | USD | USD |
| GBP | (13,548) | - | (13,548) |
| CHF | (9,507) | 11,001,652 | 10,992,145 |
| EUR | 857,847 | 13,776,072 | 14,633,919 |
| Total | <u>834,792</u> | <u>24,777,724</u> | <u>25,612,516</u> |

31 December 2016

| | Monetary Assets and Liabilities | Forward foreign exchange contracts (notional amounts) | Total |
|-------|---------------------------------------|--|-------------------|
| | USD | USD | USD |
| EUR | (9,693) | 15,520,270 | 15,510,577 |
| GBP | (2,920) | - | (2,920) |
| CHF | 11,620 | 9,980,175 | 9,991,795 |
| Total | <u>(993)</u> | <u>25,500,445</u> | <u>25,499,452</u> |

The forward foreign exchange contracts exposure amounts in the above table arise as a result of forward contracts entered into by the Company to hedge currency risk exposure on the following non-base share classes.

| | Share Class Net Asset Value 2017 USD | Share Class Net Asset Value 2016 USD |
|-------------------------|---|---|
| EUR Class | 13,273,809 | 12,374,594 |
| CHF Class | 10,987,164 | 9,986,467 |
| EUR Institutional Class | 1,417,793 | 3,163,464 |

E.I. Sturdza Funds Plc

Notes to the Financial Statements (continued) For the year ended 31 December 2017

7. Risk associated with financial instruments (continued)

(a) Market risk (continued)

(ii) Currency risk (continued)

Strategic Beta Flex Fund

31 December 2017

| | Monetary Assets and Liabilities | Forward foreign exchange contracts (notional amounts) | Total |
|-------|--|--|--------------|
| | EUR | EUR | EUR |
| GBP | (3,421) | - | (3,421) |
| CHF | (43) | - | (43) |
| USD | (6,735) | - | (6,735) |
| Total | (10,199) | - | (10,199) |

31 December 2016

| | Monetary Assets and Liabilities | Forward foreign exchange contracts (notional amounts) | Total |
|-------|--|--|--------------|
| | EUR | EUR | EUR |
| GBP | (5) | - | (5) |
| USD | (509) | - | (509) |
| Total | (514) | - | (514) |

E.I. Sturdza Funds Plc

Notes to the Financial Statements (continued) For the year ended 31 December 2017

7. Risk associated with financial instruments (continued)

(a) Market risk (continued)

(ii) Currency risk (continued)

Strategic Japan Opportunities Fund

31 December 2017

| | Monetary Assets and Liabilities | Forward foreign exchange contracts (notional amounts) | Total |
|-------|---------------------------------------|--|---------------|
| | JPY | JPY | JPY |
| GBP | (483,472) | - | (483,472) |
| CHF | (6,742) | - | (6,742) |
| EUR | (8,110,529) | 635,444,341 | 627,333,812 |
| USD | (12,333,435) | 1,225,192,917 | 1,212,859,482 |
| Total | (20,934,178) | 1,860,637,258 | 1,839,703,080 |

The forward foreign exchange contracts exposure amounts in the above table arise as a result of forward contracts entered into by the Company to hedge currency risk exposure on the following non-base share classes.

| | Share Class Net Asset Value 2017 JPY |
|--------------------------------|---|
| EUR Hedged Class | 639,332,601 |
| USD Hedged Class | 732,475,655 |
| USD Hedged Institutional Class | 504,567,957 |

At 31 December 2017 and 31 December 2016, had any non-functional currencies strengthened by 5% in relation to the respective functional currency of each of the Sub-Funds, with all other variables held constant, net assets attributable to holders of redeemable participating shares would have increased by the amounts shown below:

Strategic China Panda Fund

| | 2017 USD | 2016 USD |
|-------|-------------|-------------|
| EUR | 1,667,916 | 937,107 |
| GBP | 35,932 | 17,636 |
| HKD | 7,601,573 | 3,739,621 |
| CHF | 17,869 | (19) |
| CNY | 7,448 | 2,191 |
| Total | 9,330,738 | 3,759,429 |

E.I. Sturdza Funds Plc

Notes to the Financial Statements (continued) For the year ended 31 December 2017

7. Risk associated with financial instruments (continued)

(a) Market risk (continued)

(ii) Currency risk (continued)

At 31 December 2017 and 31 December 2016, had any non-functional currencies strengthened by 5% in relation to the respective functional currency of each of the Sub-Funds, with all other variables held constant, net assets attributable to holders of redeemable participating shares would have increased by the amounts shown below:

Strategic Euro Bond Fund

| | 2017 | 2016 |
|-------|----------------|----------------|
| | EUR | EUR |
| CHF | 136,219 | 632,583 |
| GBP | (927) | (587) |
| USD | (311) | (1,062) |
| Total | <u>134,981</u> | <u>630,934</u> |

Nippon Growth (UCITS) Fund

| | 2017 | 2016 |
|-------|-------------------|-------------------|
| | JPY | JPY |
| EUR | 20,725,896 | 44,876,347 |
| GBP | (156,823) | (100,042) |
| USD | 12,053 | (206,387) |
| CHF | (1,815) | (1,557) |
| Total | <u>20,579,311</u> | <u>44,568,361</u> |

Strategic Europe Value Fund

| | 2017 | 2016 |
|-------|-------------------|-------------------|
| | EUR | EUR |
| USD | 4,517,991 | 3,794,293 |
| GBP | 12,687,031 | 14,067,509 |
| DKK | 1,343,387 | 1,622,374 |
| SEK | 162 | 1,636,083 |
| CHF | 3,718,944 | 5,739,053 |
| NOK | 877,208 | - |
| Total | <u>23,144,723</u> | <u>26,859,312</u> |

E.I. Sturdza Funds Plc

Notes to the Financial Statements (continued) For the year ended 31 December 2017

7. Risk associated with financial instruments (continued)

(a) Market risk (continued)

(ii) Currency risk (continued)

At 31 December 2017 and 31 December 2016, had any non-functional currencies strengthened by 5% in relation to the respective functional currency of each of the Sub-Funds, with all other variables held constant, net assets attributable to holders of redeemable participating shares would have increased by the amounts shown below:

Strategic Global Bond Fund

| | 2017 | 2016 |
|-------|-------------|-------------|
| | USD | USD |
| EUR | (2,766) | (2,046) |
| GBP | (572) | (386) |
| CNY | (137) | 572,213 |
| CHF | (14) | (11) |
| Total | (3,489) | 569,770 |

Strategic US Momentum and Value Fund

| | 2017 | 2016 |
|-------|-------------|-------------|
| | USD | USD |
| CHF | 358,034 | 354,270 |
| EUR | 74,670 | 105,937 |
| GBP | (1,383) | (561) |
| CAD | 446 | 349 |
| Total | 431,767 | 459,995 |

Strategic Global Quality Fund

| | 2017 | 2016 |
|-------|-------------|-------------|
| | USD | USD |
| CHF | 613,544 | 465,255 |
| EUR | 765,238 | 680,467 |
| GBP | 951,956 | 606,656 |
| DKK | 7 | 6 |
| SEK | 158 | 64,038 |
| JPY | 334 | 125,502 |
| Total | 2,331,237 | 1,941,924 |

E.I. Sturdza Funds Plc

Notes to the Financial Statements (continued) For the year ended 31 December 2017

7. Risk associated with financial instruments (continued)

(a) Market risk (continued)

(ii) Currency risk (continued)

At 31 December 2017 and 31 December 2016, had any non-functional currencies strengthened by 5% in relation to the respective functional currency of each of the Sub-Funds, with all other variables held constant, net assets attributable to holders of redeemable participating shares would have increased by the amounts shown below:

Strategic European Smaller Companies Fund

| | 2017 | 2016 |
|-------|-------------|-------------|
| | EUR | EUR |
| CHF | 1,439,387 | 429,801 |
| GBP | (558) | (160) |
| SEK | 624,445 | 112,204 |
| USD | (1,714) | (796) |
| Total | 2,061,560 | 541,049 |

Strategic Quality Emerging Bond Fund

| | 31 December 2017 | 31 December 2016 |
|-------|-------------------------|-------------------------|
| | USD | USD |
| EUR | 731,696 | 775,529 |
| GBP | (677) | (146) |
| CHF | 549,607 | 499,590 |
| Total | 1,280,626 | 1,274,973 |

Strategic Beta Flex Fund

| | 31 December 2017 | 31 December 2016 |
|-------|-------------------------|-------------------------|
| | EUR | EUR |
| USD | (337) | (25) |
| CHF | (2) | - |
| GBP | (171) | - |
| Total | (510) | (25) |

Strategic Japan Opportunities Fund

| | 31 December 2017 |
|-------|-------------------------|
| | JPY |
| CHF | (337) |
| GBP | (24,174) |
| USD | 60,642,974 |
| Total | 60,618,463 |

E.I. Sturdza Funds Plc

Notes to the Financial Statements (continued) For the year ended 31 December 2017

7. Risk associated with financial instruments (continued)

(a) Market risk (continued)

(ii) Currency risk (continued)

A 5% decrease in non-functional currencies in relation to the respective functional currency of each of the Sub-Funds, with all other variables held constant, would lead to a corresponding decrease in the net assets attributable to holders of redeemable participating shares by the exact amounts as shown in the above tables. The estimated movement is based on management's determination of a reasonably possible change in foreign exchange rates. In practice, the actual results may differ from the sensitivity analysis above and the difference could be material.

(iii) Interest rate risk

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

The portfolio of investments held by the Strategic Euro Bond Fund, Strategic Global Bond Fund and Strategic Quality Emerging Bond Fund includes debt securities. The fair values of debt securities will fluctuate in response to changes in market interest rates. Increases and decreases in prevailing interest rates generally translate into decreases and increases in fair values of those instruments. Additionally, fair values of interest rate sensitive instruments may be affected by the creditworthiness of the issuer, prepayment options, relative values of alternative investments, the liquidity of the instrument and other general market conditions. Fixed interest rate investments may be more sensitive to interest rate changes than variable rate investments.

The majority of the financial assets and liabilities held by the other Sub-Funds, Strategic China Panda Fund, Nippon Growth (UCITS) Fund, Strategic Europe Value Fund, Strategic US Momentum and Value Fund, Strategic European Smaller Companies Fund, Strategic Global Quality Fund, Strategic Beta Flex Fund and Strategic Japan Opportunities Fund are non-interest bearing. Interest bearing financial assets and liabilities include cash and cash equivalents which mature or reprice in the short-term, no longer than 3 months. As a result, these Sub-Funds are subject to limited exposure to fair value interest rate risk due to fluctuations in the prevailing levels of market interest rates.

The Investment Advisor mitigates interest rate risk by constructing a diversified portfolio of debt securities with differing modified duration and term to maturity characteristics, which acts to reduce the Strategic Euro Bond Fund, the Strategic Global Bond Fund and the Strategic Quality Emerging Bond Fund's overall exposure to interest rate risk. The Investment Manager constantly monitors its view of the Sub-Funds' exposure to interest rate risk and makes decisions accordingly about the composition of the Sub-Funds' portfolio of debt securities in order to ensure the interest rate risk in the portfolio is maintained at an appropriate level.

E.I. Sturdza Funds Plc

Notes to the Financial Statements (continued) For the year ended 31 December 2017

7. Risk associated with financial instruments (continued)

(a) Market risk (continued)

(iii) Interest rate risk (continued)

The following tables detail the Sub-Funds' exposure to interest rate risk at 31 December 2017 and 2016. It includes the Sub-Funds' assets and liabilities at fair values, categorised by the earlier of contractual repricing or maturity date measured by the carrying value of assets and liabilities.

Strategic Euro Bond Fund

| 31 December 2017 | Less than 1 year EUR | 1-3 years EUR | More than 3 years EUR | Non-interest bearing EUR | Total EUR |
|-------------------------------------|----------------------------|---------------------|-----------------------------|--------------------------------|-------------------|
| Non- interest bearing | | | | | |
| Derivative contracts (fair value) | - | - | - | 38,306 | 38,306 |
| Other assets and liabilities | - | - | - | 73,483 | 73,483 |
| Cash flow interest rate risk | | | | | |
| Debt securities | 3,566,392 | 18,323,715 | 16,976,290 | - | 38,866,397 |
| Cash and cash equivalents | 987,129 | - | - | - | 987,129 |
| Total | 4,553,521 | 18,323,715 | 16,976,290 | 111,789 | 39,965,315 |
| | | | | | |
| 31 December 2016 | Less than 1 year EUR | 1-3 years EUR | More than 3 years EUR | Non-interest bearing EUR | Total EUR |
| Non-interest bearing | | | | | |
| Derivative contracts (fair value) | - | - | - | (14,164) | (14,164) |
| Other assets and liabilities | - | - | - | (899,543) | (899,543) |
| Cash flow interest rate risk | | | | | |
| Debt securities | - | 29,232,950 | 35,483,397 | - | 64,716,347 |
| Cash and cash equivalents | 2,094,934 | - | - | - | 2,094,934 |
| Total | 2,094,934 | 29,232,950 | 35,483,397 | (913,707) | 65,897,574 |

E.I. Sturdza Funds Plc

Notes to the Financial Statements (continued) For the year ended 31 December 2017

7. Risk associated with financial instruments (continued)

(a) Market risk (continued)

(iii) Interest rate risk (continued)

Strategic Global Bond Fund

| 31 December 2017 | Less than 1 year USD | 1-3 years USD | More than 3 years USD | Non-interest bearing USD | Total USD |
|-------------------------------------|----------------------------|---------------------|-----------------------------|--------------------------------|-------------------|
| Non-interest bearing | | | | | |
| Derivative contracts (fair value) | - | - | - | - | - |
| Other assets and liabilities | - | - | - | 971,912 | 971,912 |
| Cash flow interest rate risk | | | | | |
| Debt securities | 6,204,563 | 8,062,845 | 15,331,820 | - | 29,599,228 |
| Cash and cash equivalents | 1,026,414 | - | - | - | 1,026,414 |
| Total | <u>7,230,977</u> | <u>8,062,845</u> | <u>15,331,820</u> | <u>971,912</u> | <u>31,597,554</u> |
| | | | | | |
| 31 December 2016 | Less than 1 year USD | 1-3 years USD | More than 3 years USD | Non-interest bearing USD | Total USD |
| Non-interest bearing | | | | | |
| Derivative contracts (fair value) | | | | 5,679 | 5,679 |
| Other assets and liabilities | | | | 274,748 | 274,748 |
| Cash flow interest rate risk | | | | | |
| Debt securities | 14,091,356 | 31,144,026 | 17,771,989 | - | 63,007,371 |
| Cash and cash equivalents | 636,398 | - | - | - | 636,398 |
| Total | <u>14,727,754</u> | <u>31,144,026</u> | <u>17,771,989</u> | <u>280,427</u> | <u>63,924,196</u> |

E.I. Sturdza Funds Plc

Notes to the Financial Statements (continued) For the year ended 31 December 2017

7. Risk associated with financial instruments (continued)

(a) Market risk (continued)

(iii) Interest rate risk (continued)

Strategic Quality Emerging Bond Fund

| 31 December 2017 | Less than 1 year USD | 1-3 years USD | More than 3 years USD | Non- interest bearing USD | Total USD |
|-------------------------------------|----------------------------|---------------------|-----------------------------|------------------------------------|--------------|
| Non-interest bearing | | | | | |
| Derivative contracts (fair value) | - | - | - | 208,674 | 208,674 |
| Other assets and liabilities | - | - | - | 1,002,942 | 1,002,942 |
| Cash flow interest rate risk | | | | | |
| Debt securities | - | 3,624,655 | 34,395,193 | - | 38,019,848 |
| Cash and cash equivalents | 1,476,209 | - | - | - | 1,476,209 |
| Total | 1,476,209 | 3,624,655 | 34,395,193 | 1,211,616 | 40,707,673 |

| 31 December 2016 | Less than 1 year USD | 1-3 years USD | More than 3 years USD | Non- interest bearing USD | Total USD |
|-------------------------------------|----------------------------|---------------------|-----------------------------|------------------------------------|--------------|
| Non-interest bearing | | | | | |
| Derivative contracts (fair value) | - | - | - | 329,832 | 329,832 |
| Other assets and liabilities | - | - | - | (3,434,881) | (3,434,881) |
| Cash flow interest rate risk | | | | | |
| Debt securities | - | 4,740,360 | 44,989,583 | - | 49,729,943 |
| Cash and cash equivalents | 4,790,924 | - | - | - | 4,790,924 |
| Total | 4,790,924 | 4,740,360 | 44,989,583 | (3,105,049) | 51,415,818 |

For Strategic China Panda Fund, Nippon Growth (UCITS) Fund, Strategic Europe Value Fund, Strategic US Momentum and Value Fund, Strategic Global Quality Fund, Strategic European Smaller Companies Fund, Strategic Beta Flex Fund and Strategic Japan Opportunities Fund, the only interest bearing financial asset is cash and cash equivalents.

At 31 December 2017 and 31 December 2016, should interest rates have increased by 50 basis points with all other variables remaining constant, the decrease in net assets attributable to holders of redeemable participating shares for the year are as below:

- Strategic Euro Bond Fund would amount to approximately EUR 371,174 (2016: EUR 799,246)
- Strategic Global Bond Fund would amount to approximately USD 821,379 (2016: USD 1,222,343)
- Strategic Quality Emerging Bond Fund would amount to approximately USD 1,032,239 (2016: USD 1,479,466)

E.I. Sturdza Funds Plc

Notes to the Financial Statements (continued) For the year ended 31 December 2017

7. Risk associated with financial instruments (continued)

(a) Market risk (continued)

(iii) Interest rate risk (continued)

As described above, the Strategic China Panda Fund, Nippon Growth (UCITS) Fund, Strategic Europe Value Fund, Strategic US Momentum and Value Fund, Strategic Global Quality Fund, Strategic European Smaller Companies Fund, Strategic Beta Flex Fund and Strategic Japan Opportunities Fund have limited exposure to interest rate risk and therefore an interest rate sensitivity analysis has not been presented.

(b) Credit risk and collateral provided

Credit risk is the risk that a counterparty to a financial instrument will fail to discharge an obligation or commitment that it has entered into with the Company. It arises principally from debt securities held and also from derivative financial assets, cash and cash equivalents and balances due from brokers. Credit risk is generally higher when a non-exchange traded financial instrument is involved because the counterparty for non-exchange traded financial instruments is not backed by an exchange clearing house.

Credit risk includes settlement risk which is the risk that a counterparty will not discharge an obligation to deliver a security or its value in cash when the Company has already delivered the security or its value in cash as per the agreement.

Credit risk associated with investing activities is monitored by the Investment Manager as part of the overall investment process. To reduce the Company's counterparty credit exposures, securities trading is primarily conducted on authorised exchanges and on a delivery-versus-payment basis.

The assets which do not trade this way will be exposed to different forms of credit risk. When these securities are sold delivery is only made once the custodian has received payment. The trade will fail if either party fails to meet its obligation.

The Strategic Euro Bond Fund, Strategic Global Bond Fund and Strategic Quality Emerging Bond Fund invest in debt securities which are subject to credit risk. The Investment Adviser analyses the credit risk of the Sub-Funds' debt securities prior to purchase and continues to monitor developments in credit quality subsequently.

Due from brokers represent primarily sales transactions awaiting settlement and cash collateral from derivatives. Credit risk relating to unsettled transactions is considered small due to the short settlement period involved and the high quality of the brokers used.

As at 31 December 2017, the significant balance of the amount due from brokers was concentrated with one broker, The Bank of New York Mellon, having a credit rating of AA- (Standard and Poor's). The credit rating of the brokers are monitored on a quarterly basis.

Substantially all the assets and cash held by the Company are held with The Bank of New York Mellon. Bankruptcy or insolvency by The Bank of New York Mellon may cause the Company's rights with respect to the cash held or assets to be delayed or may result in the Company not receiving the full value of such cash or assets.

E.I. Sturdza Funds Plc

Notes to the Financial Statements (continued) For the year ended 31 December 2017

7. Risk associated with financial instruments (continued)

(b) Credit risk and collateral provided (continued)

The Investment Manager monitors the credit rating of The Bank of New York Mellon on a monthly basis, as reported by Standard and Poor's, Moody's and Fitch. In addition, the Investment Manager monitors the financial position of The Bank of New York Mellon on a quarterly basis by reviewing earnings releases. If the credit quality or the financial position of this bank deteriorates significantly the Investment Manager will recommend to the Board of Directors that the cash holdings be moved to another bank.

The Company will also be exposed to a credit risk in relation to the counterparties with whom it transacts or places margin or collateral in respect of transactions in financial derivative instruments and may bear the risk of counterparty default. The Investment Manager seeks to enter into netting agreements with counterparties that would allow receivables and payables to that counterparty to be offset. Additionally, certain Sub-Funds engage in securities lending activities which expose the Sub-Funds to credit risk. The maximum exposure of each Sub-Fund is equal to the value of the securities loaned at 31 December 2017. To mitigate this risk, the Sub-Funds take collateral which is in excess of the value of the securities loaned.

The below table provides an analysis of the Company's main financial assets at the Statement of Financial Position date that are exposed to credit risk together with the relevant counterparty's credit rating as reported by Standard and Poor's and Moody's.

Strategic China Panda Fund

At 31 December 2017

| Financial assets | Counterparty | Credit Rating | USD |
|------------------------------------|----------------------|---------------|----------------|
| Forward foreign exchange contracts | The Bank of New York | AA- | 250,395 |
| Cash and cash equivalents | The Bank of New York | AA- | 18,676 |
| Total | | | 269,071 |

At 31 December 2016

| Financial assets | Counterparty | Credit Rating | USD |
|------------------------------------|-----------------------------|---------------|------------------|
| Forward foreign exchange contracts | The Bank of New York Mellon | AA- | 256,939 |
| Cash and cash equivalents | The Bank of New York Mellon | AA- | 6,065,757 |
| Cash and cash equivalents | HSBC Bank Plc | AA- | 812 |
| Total | | | 6,323,508 |

E.I. Sturdza Funds Plc

Notes to the Financial Statements (continued) For the year ended 31 December 2017

7. Risk associated with financial instruments (continued)

(b) Credit risk and collateral provided (continued)

Strategic Euro Bond Fund

At 31 December 2017

| Financial assets | Counterparty | Credit Rating | EUR |
|------------------------------------|-----------------------------|---------------|-------------------|
| Forward foreign exchange contracts | The Bank of New York Mellon | AA- | 13,314 |
| Futures contracts | The Royal Bank of Scotland | BBB+ | 27,900 |
| Debt securities | The Bank of New York Mellon | A | 2,700,569 |
| | | A- | 4,065,302 |
| | | A+ | 10,796,127 |
| | | AA | 4,034,869 |
| | | AA- | 8,710,029 |
| | | AAA | 3,411,157 |
| | | BBB | 529,264 |
| | | BBB+ | 4,619,080 |
| Cash and cash equivalents | The Bank of New York Mellon | AA- | 694,005 |
| Cash and cash equivalents | The Royal Bank of Scotland | BBB+ | 293,124 |
| Total | | | 39,894,740 |

At 31 December 2016

| Financial assets | Counterparty | Credit Rating | EUR |
|------------------------------------|-----------------------------|---------------|-------------------|
| Forward foreign exchange contracts | The Bank of New York Mellon | AA- | (14,164) |
| Debt securities | The Bank of New York Mellon | A | 9,599,423 |
| | | A- | 5,892,171 |
| | | A+ | 20,138,014 |
| | | AA+ | 5,464,515 |
| | | AAA | 4,143,534 |
| | | BBB | 3,749,606 |
| | | BBB+ | 11,016,438 |
| | | Not Rated | 4,712,646 |
| Cash and cash equivalents | The Bank of New York Mellon | AA- | 2,058,033 |
| Cash and cash equivalents | HSBC Bank Plc | AA- | 36,901 |
| Total | | | 66,797,117 |

E.I. Sturdza Funds Plc

Notes to the Financial Statements (continued) For the year ended 31 December 2017

7. Risk associated with financial instruments (continued)

(b) Credit risk and collateral provided (continued)

The Investment Manager actively invests in corporate bonds to reduce the credit risk inherent in the investment portfolio. Any investment in corporate bonds is actively monitored to ensure that the credit rating of these securities is maintained at the highest level and that the sovereign risk exposure is limited as far as possible.

The credit ratings for debt securities are assessed using the highest ratings for the relevant bonds as rated by Moody's, Fitch and Standard & Poor's.

Concentration of credit risk of the debt securities based on geographical location is disclosed in each relevant schedule of investments.

Nippon Growth (UCITS) Fund

At 31 December 2017

| Financial assets | Counterparty | Credit Rating | JPY |
|------------------------------------|-----------------------------|---------------|-------------------|
| Forward foreign exchange contracts | The Bank of New York Mellon | AA- | 1,408,771 |
| Cash and cash equivalents | The Bank of New York Mellon | AA- | 16,486,311 |
| Total | | | <u>17,895,082</u> |

At 31 December 2016

| Financial assets | Counterparty | Credit Rating | JPY |
|------------------------------------|-----------------------------|---------------|-------------------|
| Forward foreign exchange contracts | The Bank of New York Mellon | AA- | 5,386,457 |
| Cash and cash equivalents | The Bank of New York Mellon | AA- | 35,418,007 |
| Cash and cash equivalents | HSBC Bank Plc | AA- | 32,300,943 |
| Total | | | <u>73,105,407</u> |

Strategic Europe Value Fund

At 31 December 2017

| Financial assets | Counterparty | Credit Rating | EUR |
|------------------------------------|-----------------------------|---------------|------------------|
| Forward foreign exchange contracts | The Bank of New York Mellon | AA- | 102,282 |
| Options contracts | The Royal Bank of Scotland | BBB+ | 988,333 |
| Cash and cash equivalents | The Bank of New York Mellon | AA- | 1,368,983 |
| Cash and cash equivalents | The Royal Bank of Scotland | BBB+ | 11,192 |
| Total | | | <u>2,470,790</u> |

E.I. Sturdza Funds Plc

Notes to the Financial Statements (continued) For the year ended 31 December 2017

7. Risk associated with financial instruments (continued)

(b) Credit risk and collateral provided (continued)

Strategic Europe Value Fund (continued)

At 31 December 2016

| Financial assets | Counterparty | Credit Rating | EUR |
|------------------------------------|-----------------------------|---------------|-------------------|
| Forward foreign exchange contracts | The Bank of New York Mellon | AA- | (192,350) |
| Cash and cash equivalents | The Bank of New York Mellon | AA- | 15,155,863 |
| Cash and cash equivalents | HSBC Bank Plc | AA- | 509,499 |
| Total | | | <u>15,473,012</u> |

Strategic Global Bond Fund

At 31 December 2017

| Financial assets | Counterparty | Credit Rating | USD |
|---------------------------|-----------------------------|---------------|-------------------|
| Debt securities | The Bank of New York Mellon | A | 4,018,639 |
| | | A- | 2,029,365 |
| | | A+ | 3,942,445 |
| | | AA | 2,499,215 |
| | | AA- | 3,188,834 |
| | | AA+ | 750,470 |
| | | AAA | 8,406,459 |
| | | BBB | 1,072,879 |
| | | BBB+ | 2,534,672 |
| | | BBB- | 1,156,250 |
| Cash and cash equivalents | The Bank of New York Mellon | AA- | 871,987 |
| Cash and cash equivalents | The Royal Bank of Scotland | BBB+ | 154,427 |
| Total | | | <u>30,625,642</u> |

E.I. Sturdza Funds Plc

Notes to the Financial Statements (continued) For the year ended 31 December 2017

7. Risk associated with financial instruments (continued)

(b) Credit risk and collateral provided (continued)

Strategic Global Bond Fund (continued)

At 31 December 2016

| Financial assets | Counterparty | Credit Rating | USD |
|------------------------------------|-----------------------------|---------------|-------------------|
| Forward foreign exchange contracts | The Bank of New York Mellon | AA- | 5,679 |
| Debt securities | The Bank of New York Mellon | A | 5,080,088 |
| | | A- | 9,238,714 |
| | | A+ | 5,829,284 |
| | | AA | 2,503,423 |
| | | AA- | 10,012,153 |
| | | AA+ | 5,543,600 |
| | | AAA | 15,187,910 |
| | | BB+ | 3,658,791 |
| | | BBB | 3,934,522 |
| | | BBB+ | 1,017,735 |
| | | Not Rated | 1,001,151 |
| Cash and cash equivalents | The Bank of New York Mellon | AA- | 614,695 |
| Cash and cash equivalents | HSBC Bank Plc | AA- | 21,703 |
| Total | | | 63,649,448 |

Strategic US Momentum and Value Fund

At 31 December 2017

| Financial assets | Counterparty | Credit Rating | USD |
|------------------------------------|-----------------------------|---------------|-------------------|
| Forward foreign exchange contracts | The Bank of New York Mellon | AA- | 83,926 |
| Options contracts | The Royal Bank of Scotland | BBB+ | 42,000 |
| Cash and cash equivalents | The Bank of New York Mellon | AA- | 15,147,405 |
| Cash and cash equivalents | The Royal Bank of Scotland | BBB+ | 3,454,310 |
| Total | | | 18,727,641 |

At 31 December 2016

| Financial assets | Counterparty | Credit Rating | USD |
|------------------------------------|-----------------------------|---------------|-------------------|
| Forward foreign exchange contracts | The Bank of New York Mellon | AA- | 116,603 |
| Options contracts | Cantor Fitzgerald | BBB- | 142,450 |
| Options contracts | Royal Bank of Scotland | AA- | (724,000) |
| Cash and cash equivalents | The Bank of New York Mellon | AA- | 12,774,750 |
| Cash and cash equivalents | Royal Bank of Scotland | AA- | 1,735,051 |
| Cash and cash equivalents | HSBC Bank Plc | AA- | 65,565 |
| Total | | | 14,110,419 |

E.I. Sturdza Funds Plc

Notes to the Financial Statements (continued) For the year ended 31 December 2017

7. Risk associated with financial instruments (continued)

(b) Credit risk and collateral provided (continued)

Strategic Global Quality Fund

At 31 December 2017

| Financial assets | Counterparty | Credit Rating | USD |
|------------------------------------|-----------------------------|---------------|-------------------------|
| Forward foreign exchange contracts | The Bank of New York Mellon | AA- | 102,700 |
| Options contracts | The Royal Bank of Scotland | BBB+ | 83,592 |
| Cash and cash equivalents | The Bank of New York Mellon | AA- | 1,304,439 |
| Cash and cash equivalents | The Royal Bank of Scotland | BBB+ | 3,211 |
| Total | | | <u><u>1,493,942</u></u> |

At 31 December 2016

| Financial assets | Counterparty | Credit Rating | USD |
|------------------------------------|-----------------------------|---------------|-------------------------|
| Forward foreign exchange contracts | The Bank of New York Mellon | AA- | 82,639 |
| Cash and cash equivalents | The Bank of New York Mellon | AA- | 1,128,654 |
| Cash and cash equivalents | HSBC Bank Plc | AA- | 28,949 |
| Total | | | <u><u>1,240,242</u></u> |

Strategic European Smaller Companies Fund

At 31 December 2017

| Financial assets | Counterparty | Credit Rating | EUR |
|------------------------------------|-----------------------------|---------------|-------------------------|
| Forward foreign exchange contracts | The Bank of New York Mellon | AA- | 4,964 |
| Cash and cash equivalents | The Bank of New York Mellon | AA- | 6,707,810 |
| Total | | | <u><u>6,712,774</u></u> |

At 31 December 2016

| Financial assets | Counterparty | Credit Rating | EUR |
|---------------------------|-----------------------------|---------------|-------------------------|
| Cash and cash equivalents | The Bank of New York Mellon | AA- | 2,060,033 |
| Cash and cash equivalents | HSBC Bank Plc | AA- | 93,389 |
| Total | | | <u><u>2,153,422</u></u> |

E.I. Sturdza Funds Plc

Notes to the Financial Statements (continued) For the year ended 31 December 2017

7. Risk associated with financial instruments (continued)

(b) Credit risk and collateral provided (continued)

Strategic Quality Emerging Bond Fund

At 31 December 2017

| Financial assets | Counterparty | Credit Rating | USD |
|------------------------------------|-----------------------------|---------------|-------------------|
| Forward foreign exchange contracts | The Bank of New York Mellon | AA- | 213,327 |
| Debt securities | The Bank of New York Mellon | A- | 1,614,244 |
| | | A+ | 2,739,706 |
| | | A | 1,775,500 |
| | | BB+ | 7,189,805 |
| | | BBB | 4,800,553 |
| | | BBB- | 18,876,810 |
| | | BBB+ | 1,023,230 |
| Cash and cash equivalents | The Bank of New York Mellon | AA- | 1,350,114 |
| Cash and cash equivalents | The Royal Bank of Scotland | BBB+ | 126,095 |
| Total | | | 39,709,384 |

At 31 December 2016

| Financial assets | Counterparty | Credit Rating | USD |
|------------------------------------|-----------------------------|---------------|-------------------|
| Forward foreign exchange contracts | The Bank of New York Mellon | AA- | 329,832 |
| Debt securities | The Bank of New York Mellon | A- | 3,924,974 |
| | | A+ | 1,429,315 |
| | | BB | 4,444,368 |
| | | BB+ | 18,548,253 |
| | | BBB | 3,007,671 |
| | | BBB- | 16,157,844 |
| | | BBB+ | 2,217,518 |
| Cash and cash equivalents | The Bank of New York Mellon | AA- | 4,755,463 |
| Cash and cash equivalents | HSBC Bank Plc | AA- | 35,461 |
| Total | | | 54,850,699 |

E.I. Sturdza Funds Plc

Notes to the Financial Statements (continued) For the year ended 31 December 2017

7. Risk associated with financial instruments (continued)

(b) Credit risk and collateral provided (continued)

Strategic Beta Flex Fund

At 31 December 2017

| Financial assets | Counterparty | Credit Rating | EUR |
|---------------------------|-----------------------------|---------------|------------------|
| Futures contracts | The Royal Bank of Scotland | BBB+ | 3,525 |
| Cash and cash equivalents | The Bank of New York Mellon | AA- | 66,357 |
| Cash and cash equivalents | The Royal Bank of Scotland | BBB+ | 2,452,856 |
| Total | | | <u>2,522,738</u> |

At 31 December 2016

| Financial assets | Counterparty | Credit Rating | EUR |
|---------------------------|-----------------------------|---------------|------------------|
| Cash and cash equivalents | The Bank of New York Mellon | AA- | 3,458,319 |
| Total | | | <u>3,458,319</u> |

Strategic Japan Opportunities Fund

At 31 December 2017

| Financial assets | Counterparty | Credit Rating | JPY |
|------------------------------------|-----------------------------|---------------|--------------------|
| Forward foreign exchange contracts | The Bank of New York Mellon | AA- | 2,131,773 |
| Cash and cash equivalents | The Bank of New York Mellon | AA- | 709,564,957 |
| Total | | | <u>711,696,730</u> |

Amounts due from and to brokers

For the purpose of providing margin or collateral in respect of transactions in techniques and instruments, the Company may transfer, mortgage, charge or encumber any assets or cash forming part of the relevant Sub-Fund in accordance with normal market practice. Collateral received and any investment of such collateral must meet the requirements of the Central Bank as set out in the Central Bank's UCITS Regulations. Collateral received on a title transfer basis should be held by the Depositary. For other types of collateral arrangement, the collateral can be held by a third party Depositary which is subject to prudential supervision, and which is unrelated to the provider of the collateral.

Non-cash collateral cannot be sold, pledged or re-invested. Cash collateral may only be reinvested in:

- (i) deposits with relevant institutions;
- (ii) high-quality government bonds;
- (iii) reverse repurchase agreements provided the transactions are with credit institutions subject to prudential supervision and the Sub-Fund is able to recall at any time the full amount of cash on an accrued basis; and,
- (iv) short-term money market funds as defined in the ESMA Guidelines on a Common Definition of European Money Market Funds.

E.I. Sturdza Funds Plc

Notes to the Financial Statements (continued) For the year ended 31 December 2017

7. Risk associated with financial instruments (continued)

(b) Credit risk and collateral provided (continued)

In addition, all reinvested cash collateral must be diversified in terms of country, market and issuers. This diversification requirement is deemed satisfied if the maximum exposure to any given issuer is 20% of the Sub-Fund's net asset value. Where the Sub-Fund is exposed to different counterparties, the different baskets of collateral should be aggregated to calculate the 20% limit of exposure to a single issuer.

The level of collateral required to be posted may vary by counterparty with which the Sub-Fund trades. The haircut policy applied to posted collateral will be negotiated on a counterparty basis and will vary depending on the class of asset received by the Sub-Fund, taking into account the credit standing and price volatility of the relevant counterparty.

Concentration risk: Sector wise allocation of debt securities

The portfolio of investments held by the Strategic Euro Bond Fund, Strategic Global Bond Fund and Strategic Quality Emerging Bond Fund includes debt securities. The following table shows the allocation of debt securities by sectors at 31 December 2017 and 31 December 2016:

| Sector | SEBF 2017 | SGBF 2017 | SQBF 2017 | SEBF 2016 | SGBF 2016 | SQBF ⁽¹⁾ 2016 |
|------------------------|--------------|--------------|--------------|--------------|--------------|-----------------------------|
| Basic materials | 2.70% | 7.28% | 32.18% | 4.11% | 3.96% | 18.62% |
| Communications | 8.25% | 15.96% | 10.29% | 4.44% | 7.46% | 8.69% |
| Consumer, Cyclical | 20.44% | 15.23% | 4.05% | 23.42% | 12.36% | 2.08% |
| Consumer, Non-Cyclical | 13.01% | 10.16% | 4.11% | 8.68% | 13.04% | 6.48% |
| Energy | 11.80% | 4.21% | 22.06% | 13.63% | 4.34% | 18.58% |
| Financial | 3.83% | 6.72% | 13.48% | 6.52% | 15.85% | 23.32% |
| Industrial | 13.91% | 0.00% | 2.89% | 13.91% | 2.54% | 3.17% |
| Sovereign | 4.57% | 25.87% | 10.94% | 8.55% | 16.24% | 19.06% |
| Technology | 2.71% | 5.93% | - | 1.66% | 6.80% | - |
| Utilities | 18.78% | 8.64% | - | 15.08% | 17.41% | - |
| | 100.00% | 100.00% | 100.00% | 100.00% | 100.00% | 100.0% |

¹⁾ For the period 28 April 2016 (commencement of operations) to 31 December 2016.

(c) Liquidity risk

Liquidity risk is the risk that an entity will encounter difficulty in meeting obligations associated with financial liabilities.

The Company's Prospectus provides for the daily creation and cancellation of shares for Strategic China Panda Fund, Strategic Euro Bond Fund, Nippon Growth (UCITS) Fund, Strategic Europe Value Fund, Strategic Global Bond Fund, Strategic US Momentum and Value Fund and Strategic Global Quality Fund and weekly for Strategic European Smaller Companies Fund, Strategic Quality Emerging Bond Fund, Strategic Beta Flex Fund and Strategic Japan Opportunities Fund, it is therefore exposed to the liquidity risk of meeting shareholder redemptions at any time. The Company therefore invests the majority of its assets in investments that are traded in an active market and can be readily disposed of.

E.I. Sturdza Funds Plc

Notes to the Financial Statements (continued) For the year ended 31 December 2017

7. Risk associated with financial instruments (continued)

(c) Liquidity risk (continued)

The Company's financial instruments also comprise investments in derivative contracts traded over-the-counter, which are not traded in an organised public market and which generally may be illiquid. As a result, the Company may not be able to liquidate quickly some of its investments in these instruments at an amount close to its fair value in order to meet its liquidity requirements, or to respond to specific events such as deterioration in the credit worthiness of any particular issuer.

The Company has also obtained an overdraft facility in order to manage its short-term liquidity requirements. Details of the overdraft facility are outlined in Note 10.

All of the Company's financial liabilities at 31 December 2017 and 31 December 2016 are payable within one month including liabilities on outstanding forward foreign currency contracts. Please see the following table for notional value of forward foreign currency contracts:

| At 31 December 2017 | Fair Value/ Notional Value EUR | Less than 1 month EUR | 1 - 3 months EUR | More than 3 months EUR |
|---|--------------------------------------|-----------------------------|------------------------|------------------------------|
| Derivative financial liabilities settled net | | | | |
| Forward foreign currency contracts (Notional Value): | | | | |
| - Outflows | (151,191,947) | (151,191,947) | - | - |
| - Inflows | 151,787,789 | 151,787,789 | - | - |
| Total | <u>595,842</u> | <u>595,842</u> | <u>-</u> | <u>-</u> |
| | | | | |
| At 31 December 2016 | Fair Value/ Notional Value EUR | Less than 1 month EUR | 1 - 3 months EUR | More than 3 months EUR |
| Derivative financial liabilities settled net | | | | |
| Forward foreign currency contracts (Notional Value): | | | | |
| - Outflows | (158,170,108) | (158,170,108) | - | - |
| - Inflows | 158,757,973 | 158,757,973 | - | - |
| Total | <u>587,865</u> | <u>587,865</u> | <u>-</u> | <u>-</u> |

E.I. Sturdza Funds Plc

Notes to the Financial Statements (continued) For the year ended 31 December 2017

7. Risk associated with financial instruments (continued)

(d) Derivatives

The Company engages in transactions in derivative financial instruments for the purpose of efficient portfolio management. Forward foreign exchange contracts are entered into for speculative purposes or to hedge the Company's currency risk. Futures contracts are entered into for speculative purposes or to hedge the Company's market risk. Efficient portfolio management techniques include futures contracts, forward foreign exchange contracts and options contracts. The derivative counterparty for forward foreign exchange contracts is The Bank of New York Mellon and for futures and options contracts The Royal Bank of Scotland.

Forward foreign exchange contracts and futures contracts

Forward foreign exchange contracts and futures are commitments either to purchase or sell a designated financial instrument, currency, commodity or an index at a specified future date for a specified price and may be settled in cash or another financial asset. Forward foreign exchange contracts are individually traded over-the-counter contracts and result in credit exposure to the counterparty.

Forward foreign exchange contracts result in exposure to market risk based on changes in market prices relative to contracted amounts. Market risks arise due to the possible movement in foreign currency exchange rates, indices, and securities' values underlying these instruments. In addition, because of the low margin deposits normally required in relation to notional contract sizes, a high degree of leverage may be typical of a futures or forward trading account. As a result, a relatively small price movement in an underlying of a futures or forward contract may result in substantial losses to the Company. Forward foreign exchange contracts are generally traded over-the-counter and therefore are subject to greater liquidity risk.

If prices fluctuate during a single day's trading beyond those limits, the Company could be prevented from promptly liquidating unfavourable positions and thus could be subject to substantial losses.

Notional amounts are the underlying reference amounts to stock exchange indices, equities and foreign currencies upon which the fair value of the forward foreign exchange and future contracts traded by the Company are based. While notional amounts do not represent the current fair value and are not necessarily indicative of the future cash flows of the Company's forward foreign exchange, the underlying price changes in relation to the variables specified by the notional amounts affect the fair value of these derivative financial instruments.

Options

The Company may purchase and sell put and call options through listed exchanges and OTC markets. Options purchased by the Company provide it with the opportunity to purchase or sell the underlying asset at an agreed-upon value either on or before the expiration of the option. The options may be traded on recognised exchanges and OTC markets and are valued by reference to last traded price or quoted prices, respectively.

E.I. Sturdza Funds Plc

Notes to the Financial Statements (continued) For the year ended 31 December 2017

7. Risk associated with financial instruments (continued)

(d) Derivatives (continued)

(i) Forward foreign exchange contracts

Strategic China Panda Fund

As at 31 December 2017, the Sub-Fund held the following forward foreign exchange contracts:

| Bought amount | Sold amount | Maturity date | Unrealised gain/(loss) |
|----------------|------------------|---------------|------------------------|
| | | | USD |
| USD 580,000 | HKD (4,534,009) | 3/1/2018 | 3 |
| CHF 353,032 | USD (359,313) | 31/1/2018 | 3,648 |
| EUR 63,223 | USD (75,238) | 2/1/2018 | 664 |
| EUR 19,960 | USD (23,855) | 3/1/2018 | 113 |
| EUR 22,024,923 | USD (26,301,712) | 31/1/2018 | 188,382 |
| EUR 9,980 | USD (11,896) | 31/1/2018 | 107 |
| USD 11,877 | EUR (9,980) | 2/1/2018 | (105) |
| USD 75,361 | EUR (63,223) | 31/1/2018 | (679) |
| USD 23,895 | EUR (19,960) | 31/1//2018 | (112) |
| GBP 550,075 | USD (738,887) | 31/1//2018 | 5,890 |
| EUR 1,584 | USD (1,893) | 3/1/2018 | 9 |
| EUR 6,030,527 | USD (7,201,532) | 31/1//2018 | 51,580 |
| USD 1,896 | EUR (1,584) | 31/1//2018 | (9) |
| | | | 249,491 |

As at 31 December 2016, the Sub-Fund held the following forward foreign exchange contracts:

| Bought amount | Sold amount | Maturity date | Unrealised gain/(loss) |
|----------------|------------------|---------------|------------------------|
| | | | USD |
| USD 3,868,621 | HKD (30,000,000) | 3/1/2017 | (764) |
| EUR 78,546 | USD (82,383) | 4/1/2017 | 470 |
| EUR 15,991,083 | USD (16,661,941) | 26/1/2017 | 226,079 |
| USD 82,486 | EUR (78,546) | 26/1/2017 | (465) |
| GBP 285,805 | USD (349,869) | 26/1/2017 | 3,501 |
| EUR 1,988,812 | USD (2,072,247) | 26/1/2017 | 28,118 |
| | | | 256,939 |

Strategic Euro Bond Fund

As at 31 December 2017, the Sub-Fund held the following forward foreign exchange contracts:

| Bought amount | Sold amount | Maturity date | Unrealised gain/(loss) |
|---------------|-----------------|---------------|------------------------|
| | | | EUR |
| CHF 228,165 | EUR (194,241) | 3/1/2018 | 648 |
| CHF 1,245,267 | EUR (1,065,773) | 3/1/2018 | (2,118) |
| CHF 4,661,059 | EUR (3,973,248) | 31/1//2018 | 11,148 |
| EUR 194,251 | CHF (228,165) | 31/1//2018 | (790) |
| EUR 1,066,005 | CHF (1,245,267) | 31/1//2018 | 1,518 |
| | | | 10,406 |

E.I. Sturdza Funds Plc

Notes to the Financial Statements (continued) For the year ended 31 December 2017

7. Risk associated with financial instruments (continued)

(d) Derivatives (continued)

(i) Forward foreign exchange contracts (continued)

Strategic Euro Bond Fund (continued)

As at 31 December 2016, the Sub-Fund held the following forward foreign exchange contracts:

| Bought amount | Sold amount | Maturity date | Unrealised gain/(loss) EUR |
|----------------|------------------|---------------|-------------------------------|
| CHF 13,562,731 | EUR (12,669,523) | 26/1/2017 | (14,132) |
| EUR 9,112 | CHF (9,799) | 26/1/2017 | (32) |
| | | | (14,164) |

Nippon Growth (UCITS) Fund

As at 31 December 2017, the Sub-Fund held the following forward foreign exchange contracts:

| Bought amount | Sold amount | Maturity date | Unrealised gain/(loss) JPY |
|---------------|-------------------|---------------|-------------------------------|
| EUR 644,260 | JPY (86,888,953) | 31/1//2018 | 290,390 |
| EUR 2,481,251 | JPY (334,637,072) | 31/1//2018 | 1,118,381 |
| | | | 1,408,771 |

As at 31 December 2016, the Sub-Fund held the following forward foreign exchange contracts:

| Bought amount | Sold amount | Maturity date | Unrealised gain/(loss) JPY |
|----------------|-------------------|---------------|-------------------------------|
| EUR 4,385,039 | JPY (536,321,215) | 26/1/2017 | 3,134,517 |
| JPY 12,513,606 | EUR (101,580) | 26/1/2017 | 17,043 |
| EUR 3,109,792 | JPY (380,349,473) | 26/1/2017 | 2,222,943 |
| JPY 8,776,895 | EUR (71,247) | 26/1/2017 | 11,954 |
| | | | 5,386,457 |

E.I. Sturdza Funds Plc

Notes to the Financial Statements (continued) For the year ended 31 December 2017

7. Risk associated with financial instruments (continued)

(d) Derivatives (continued)

(i) Forward foreign exchange contracts (continued)

Strategic Europe Value Fund

As at 31 December 2017, the Sub-Fund held the following forward foreign exchange contracts:

| Bought amount | Sold amount | Maturity date | Unrealised gain/(loss) |
|----------------|------------------|---------------|------------------------|
| | | | EUR |
| CHF 113,406 | EUR (96,544) | 3/1/2018 | 322 |
| CHF 25,992 | EUR (22,245) | 3/1/2018 | (44) |
| CHF 32,055,588 | EUR (27,325,294) | 31/1/2018 | 76,668 |
| EUR 96,550 | CHF (113,406) | 31/1/2018 | (393) |
| EUR 22,250 | CHF (25,992) | 31/1/2018 | 32 |
| USD 22,992 | EUR (19,356) | 31/1/2018 | (240) |
| USD 1,466,076 | EUR (1,228,065) | 31/1/2018 | (9,124) |
| CHF 73,819 | EUR (62,843) | 3/1/2018 | 210 |
| CHF 8,395,532 | EUR (7,156,642) | 31/1/2018 | 20,079 |
| EUR 62,847 | CHF (73,819) | 31/1/2018 | (256) |
| EUR 80,561 | GBP (71,399) | 31/1/2018 | 185 |
| EUR 279,968 | GBP (248,814) | 31/1/2018 | (131) |
| GBP 248,814 | EUR (280,212) | 2/1/2018 | 104 |
| GBP 14,707,950 | EUR (16,552,836) | 31/1/2018 | 4,393 |
| EUR 23,245 | USD (27,612) | 31/1/2018 | 288 |
| USD 1,419,062 | EUR (1,188,683) | 31/1/2018 | (8,830) |
| USD 4,927,972 | EUR (4,127,935) | 31/1/2018 | (30,669) |
| | | | 52,594 |

E.I. Sturdza Funds Plc

Notes to the Financial Statements (continued) For the year ended 31 December 2017

7. Risk associated with financial instruments (continued)

(d) Derivatives (continued)

(i) Forward foreign exchange contracts (continued)

Strategic Europe Value Fund (continued)

As at 31 December 2016, the Sub-Fund held the following forward foreign exchange contracts:

| Bought amount | Sold amount | Maturity date | Unrealised gain/(loss) |
|----------------|------------------|---------------|------------------------|
| | | | EUR |
| EUR 1,398,077 | GBP (1,200,000) | 3/1/2017 | (7,245) |
| CHF 95,090 | EUR (88,621) | 4/1/2017 | 76 |
| CHF 45,771,648 | EUR (42,757,240) | 26/1/2017 | (47,691) |
| CHF 250,000 | EUR (233,092) | 26/1/2017 | 183 |
| EUR 232,992 | CHF (250,000) | 4/1/2017 | (201) |
| EUR 88,659 | CHF (95,090) | 26/1/2017 | 70 |
| USD 1,288,245 | EUR (1,236,595) | 26/1/2017 | (16,791) |
| EUR 3,665 | GBP (3,130) | 26/1/2017 | 1 |
| EUR 11,827 | GBP (10,061) | 26/1/2017 | 48 |
| GBP 10,061 | EUR (11,836) | 3/1/2017 | (53) |
| GBP 13,332,713 | EUR (15,672,277) | 26/1/2017 | (63,297) |
| USD 2,111,340 | EUR (2,026,689) | 26/1/2017 | (27,519) |
| USD 2,285,667 | EUR (2,194,026) | 26/1/2017 | (29,791) |
| | | | <u>(192,210)</u> |

Strategic Global Bond Fund

As at 31 December 2017, the Sub-Fund did not hold forward foreign exchange contracts.

As at 31 December 2016, the Sub-Fund held the following forward foreign exchange contracts:

| Bought amount | Sold amount | Maturity date | Unrealised gain/(loss) |
|----------------|------------------|---------------|------------------------|
| | | | USD |
| CNH 80,413,273 | USD (11,446,645) | 26/1/2017 | <u>5,679</u> |
| | | | <u>5,679</u> |

E.I. Sturdza Funds Plc

Notes to the Financial Statements (continued) For the year ended 31 December 2017

7. Risk associated with financial instruments (continued)

(d) Derivatives (continued)

(i) Forward foreign exchange contracts (continued)

Strategic US Momentum and Value Fund

As at 31 December 2017, the Sub-Fund held the following forward foreign exchange contracts:

| Bought amount | Sold amount | Maturity date | Unrealised gain/(loss) USD |
|---------------|-----------------|---------------|-------------------------------|
| CHF 8,464 | USD (8,575) | 3/1/2018 | 106 |
| CHF 6,992,004 | USD (7,116,394) | 31/1/2018 | 72,244 |
| USD 8,590 | CHF (8,464) | 31/1/2018 | (112) |
| EUR 1,353,378 | USD (1,616,176) | 31/1/2018 | 11,576 |
| USD 13,613 | EUR (11,463) | 31/1/2018 | (174) |
| | | | 83,640 |

As at 31 December 2016, the Sub-Fund held the following forward foreign exchange contracts:

| Bought amount | Sold amount | Maturity date | Unrealised gain/(loss) USD |
|---------------|-----------------|---------------|-------------------------------|
| CHF 82,403 | USD (79,895) | 3/1/2017 | 987 |
| CHF 7,254,445 | USD (7,061,548) | 26/1/2017 | 87,268 |
| USD 80,005 | CHF (82,403) | 26/1/2017 | (1,198) |
| EUR 2,089,801 | USD (2,177,472) | 26/1/2017 | 29,546 |
| | | | 116,603 |

Strategic Global Quality Fund

As at 31 December 2017, the Sub-Fund held the following forward foreign exchange contracts:

| Bought amount | Sold amount | Maturity date | Unrealised gain/(loss) USD |
|---------------|-----------------|---------------|-------------------------------|
| CHF 9,452,837 | USD (9,621,006) | 31/1/2018 | 97,670 |
| EUR 294,008 | USD (351,099) | 31/1/2018 | 5,030 |
| | | | 102,700 |

As at 31 December 2016, the Sub-Fund held the following forward foreign exchange contracts:

| Bought amount | Sold amount | Maturity date | Unrealised gain/(loss) USD |
|---------------|-----------------|---------------|-------------------------------|
| CHF 6,869,603 | USD (6,686,939) | 26/1/2017 | 82,639 |
| | | | 82,639 |

E.I. Sturdza Funds Plc

Notes to the Financial Statements (continued) For the year ended 31 December 2017

7. Risk associated with financial instruments (continued)

(d) Derivatives (continued)

(i) Forward foreign exchange contracts (continued)

Strategic European Smaller Companies Fund

As at 31 December 2017, the Sub-Fund held the following forward foreign exchange contracts:

| Bought amount | Sold amount | Maturity date | Unrealised gain/(loss) |
|---------------|-----------------|---------------|------------------------|
| | | | EUR |
| CHF 2,063,416 | EUR (1,758,928) | 31/1/2018 | 4,935 |
| CHF 55,953 | EUR (47,801) | 31/1/2018 | 29 |
| EUR 19,120 | CHF (22,381) | 31/1/2018 | (12) |
| | | | 4,952 |

Strategic Quality Emerging Bond Fund

As at 31 December 2017, the Sub-Fund held the following forward foreign exchange contracts:

| Bought amount | Sold amount | Maturity date | Unrealised gain/(loss) |
|----------------|------------------|---------------|------------------------|
| | | | USD |
| CHF 10,716,762 | USD (10,907,417) | 31/1/2018 | 110,730 |
| EUR 10,310,194 | USD (12,312,223) | 31/1/2018 | 88,184 |
| EUR 770,000 | USD (921,793) | 31/1/2018 | 4,314 |
| USD 920,266 | EUR (770,000) | 3/1/2018 | (4,350) |
| USD 23,713 | EUR (19,968) | 31/1/2018 | (303) |
| EUR 1,180,741 | USD (1,410,017) | 31/1/2018 | 10,099 |
| | | | 208,674 |

As at 31 December 2016, the Sub-Fund held the following forward foreign exchange contracts:

| Bought amount | Sold amount | Maturity date | Unrealised gain/(loss) |
|----------------|------------------|---------------|------------------------|
| | | | USD |
| CHF 10,134,696 | USD (9,865,213) | 26/1/2017 | 121,917 |
| EUR 11,717,500 | USD (12,209,072) | 26/1/2017 | 165,661 |
| EUR 2,988,702 | USD (3,114,084) | 26/1/2017 | 42,254 |
| | | | 329,832 |

E.I. Sturdza Funds Plc

Notes to the Financial Statements (continued) For the year ended 31 December 2017

7. Risk associated with financial instruments (continued)

(d) Derivatives (continued)

(i) Forward foreign exchange contracts (continued)

Strategic Japan Opportunities Fund

As at 31 December 2017, the Sub-Fund held the following forward foreign exchange contracts:

| Bought amount | Sold amount | Maturity date | Unrealised gain/(loss) |
|---------------|-------------------|---------------|------------------------|
| | | | JPY |
| EUR 4,676,770 | JPY (630,738,443) | 31/1/2018 | 2,107,974 |
| EUR 20,331 | JPY (2,727,268) | 31/1/2018 | 23,799 |
| USD 6,449,896 | JPY (728,462,622) | 31/1/2018 | (2,804,533) |
| USD 4,442,679 | JPY (501,763,997) | 31/1/2018 | (1,931,758) |
| | | | (2,604,518) |

(ii) Futures contracts

Strategic Euro Bond Fund

As at 31 December 2017, the Sub-Fund held the following futures contracts:

| Contracts | Description | Notional | Maturity date | Unrealised gain/(loss) |
|-----------|-----------------------|-----------|---------------|------------------------|
| | | | | EUR |
| (20) | EUR-BOBL FUTURE MAR18 | 2,632,200 | 8/3/2018 | 14,600 |
| (10) | EUR-BUND FUTURE MAR18 | 1,616,800 | 8/3/2018 | 13,300 |

Strategic Beta Flex Fund

As at 31 December 2017, the Sub-Fund maintained exposure to the following futures contracts:

| Contracts | Description | Notional | Maturity date | Unrealised gain/(loss) |
|-----------|------------------------|------------|---------------|------------------------|
| | | | | EUR |
| (1,026) | STOXX EUROPE 600 MAR18 | 19,832,580 | 16/3/2018 | (6,640) |

E.I. Sturdza Funds Plc

Notes to the Financial Statements (continued) For the year ended 31 December 2017

7. Risk associated with financial instruments (continued)

(d) Derivatives (continued)

(iii) Options contracts

As at 31 December 2017, the Company maintained exposure to the following option positions within the portfolio for the Strategic US Momentum and Value Fund:

| | | | |
|------------|-------------------|---|---------------|
| March 2018 | Strike Price: 230 | Call Options on United Health Group Inc | 100 contracts |
|------------|-------------------|---|---------------|

As at 31 December 2016, the Company maintained exposure to the following option positions within the portfolio for the Strategic US Momentum and Value Fund:

| | | | |
|--------------|--------------------|---------------------------------|-----------------|
| January 2017 | Strike Price: 97.5 | Call Options on Apple Inc | (400) contracts |
| June 2017 | Strike Price: 70 | Call Options on CVS Health Corp | 140 contracts |

As at 31 December 2017, the Company maintained exposure to the following option positions within the portfolio for the Strategic Europe Value Fund:

| | | | |
|-----------|--------------------|-------------------------------|---------------|
| June 2018 | Strike Price: 2600 | Put Option on S & P 500 Index | 36 contracts |
| June 2018 | Strike Price: 310 | Put Option on Tesla Inc | 310 contracts |

The Strategic Europe Value Fund did not hold option positions as at 31 December 2016.

As at 31 December 2017, the Company maintained exposure to the following option positions within the portfolio for the Strategic Global Quality Fund:

| | | | |
|-----------|--------------------|-------------------------------|--------------|
| June 2018 | Strike Price: 2600 | Put Option on S & P 500 Index | 3 contracts |
| June 2018 | Strike Price: 310 | Put Option on Tesla Inc | 21 contracts |

The Strategic Global Quality Fund did not hold option positions as at 31 December 2016.

The Investment Manager considers the residual risk inherent in holding option positions to be insignificant.

The options held represent a hedge within the portfolio to the risk factor exposures to which the Strategic US Momentum and Value Fund, Strategic Europe Value Fund and Strategic Global Quality Fund are exposed. As a consequence, the Investment Manager considers these option positions to be covered option positions.

E.I. Sturdza Funds Plc

Notes to the Financial Statements (continued) For the year ended 31 December 2017

7. Risk associated with financial instruments (continued)

(d) Derivatives (continued)

(iv) *Offsetting financial instruments*

Strategic China Panda Fund

31 December 2017

Financial assets which are subject to enforceable master netting arrangements or similar agreements are detailed in the following table:

| Description of type of Financial Assets | Gross amount of recognised Financial Assets USD | Gross amount of Financial Liabilities offset in the Statement of Financial Position USD | Net amount of Financial Assets presented in the Statement of Financial Position USD | Gross amounts not offset in the Statement of Financial Position | | Net amount USD |
|---|--|--|--|---|---------------------------------|-------------------|
| | | | | Financial instrument USD | Cash Collateral received USD | |
| Derivatives | 250,395 | - | 250,395 | (904) | - | 249,491 |
| | 250,395 | - | 250,395 | (904) | - | 249,491 |

Financial liabilities which are subject to enforceable master netting arrangements or similar agreements are detailed in the following table:

| Description of type of Financial Liabilities | Gross amount of recognised Financial Liabilities USD | Gross amount of Financial Assets offset in the Statement of Financial Position USD | Net amount of Financial Liabilities presented in the Statement of Financial Position USD | Gross amounts not offset in the Statement of Financial Position | | Net amount USD |
|--|---|---|---|---|--------------------------------|-------------------|
| | | | | Financial instrument USD | Cash Collateral pledged USD | |
| Derivatives | (904) | - | (904) | 904 | - | - |
| | (904) | - | (904) | 904 | - | - |

31 December 2016

Financial assets which are subject to enforceable master netting arrangements or similar agreements are detailed in the following table:

| Description of type of Financial Assets | Gross amount of recognised Financial Assets USD | Gross amount of Financial Liabilities offset in the Statement of Financial Position USD | Net amount of Financial Assets presented in the Statement of Financial Position USD | Gross amounts not offset in the Statement of Financial Position | | Net amount USD |
|---|--|--|--|---|---------------------------------|-------------------|
| | | | | Financial instrument USD | Cash Collateral received USD | |
| Derivatives | 258,168 | - | 258,168 | (1,229) | - | 256,939 |
| | 258,168 | - | 258,168 | (1,229) | - | 256,939 |

E.I. Sturdza Funds Plc

Notes to the Financial Statements (continued) For the year ended 31 December 2017

7. Risk associated with financial instruments (continued)

(d) Derivatives (continued)

(iv) *Offsetting financial instruments (continued)*

Strategic China Panda Fund (continued)

31 December 2016 (continued)

Financial liabilities which are subject to enforceable master netting arrangements or similar agreements are detailed in the following table:

| Description of type of Financial Liabilities | Gross amount of recognised Financial Liabilities USD | Gross amount of Financial Assets offset in the Statement of Financial Position USD | Net amount of Financial Liabilities presented in the Statement of Financial Position USD | Gross amounts not offset in the Statement of Financial Position | | Net amount USD |
|--|--|--|--|---|-----------------------------|----------------|
| | | | | Financial instrument USD | Cash Collateral pledged USD | |
| Derivatives | (1,229) | - | (1,229) | 1,229 | - | - |
| | (1,229) | - | (1,229) | 1,229 | - | - |

Strategic Euro Bond Fund

31 December 2017

Financial assets which are subject to enforceable master netting arrangements or similar agreements are detailed in the following table:

| Description of type of Financial Assets | Gross amount of recognised Financial Assets EUR | Gross amount of Financial Liabilities offset in the Statement of Financial Position EUR | Net amount of Financial Assets presented in the Statement of Financial Position EUR | Gross amounts not offset in the Statement of Financial Position | | Net amount EUR |
|---|---|---|---|---|------------------------------|----------------|
| | | | | Financial instrument EUR | Cash Collateral received EUR | |
| Derivatives | 41,214 | - | 41,214 | (2,908) | - | 38,306 |
| | 41,214 | - | 41,214 | (2,908) | - | 38,306 |

E.I. Sturdza Funds Plc

Notes to the Financial Statements (continued) For the year ended 31 December 2017

7. Risk associated with financial instruments (continued)

(d) Derivatives (continued)

(iv) *Offsetting financial instruments (continued)*

Strategic Euro Bond Fund (continued)

31 December 2017 (continued)

Financial liabilities which are subject to enforceable master netting arrangements or similar agreements are detailed in the following table:

| Description of type of Financial Liabilities | Gross amount of recognised Financial Liabilities EUR | Gross amount of Financial Assets offset in the Statement of Financial Position EUR | Net amount of Financial Liabilities presented in the Statement of Financial Position EUR | Gross amounts not offset in the Statement of Financial Position | | Net amount EUR |
|--|---|---|---|---|--------------------------------|-------------------|
| | | | | Financial instrument EUR | Cash Collateral pledged EUR | |
| Derivatives | (2,908) | - | (2,908) | 2,908 | - | - |
| | (2,908) | - | (2,908) | 2,908 | - | - |

31 December 2016

Financial liabilities which are subject to enforceable master netting arrangements or similar agreements, are detailed in the following table:

| Description of type of Financial Liabilities | Gross amount of recognised Financial Liabilities EUR | Gross amount of Financial Assets offset in the Statement of Financial Position EUR | Net amount of Financial Liabilities presented in the Statement of Financial Position EUR | Gross amounts not offset in the Statement of Financial Position | | Net amount EUR |
|--|---|---|---|---|--------------------------------|-------------------|
| | | | | Financial instrument EUR | Cash Collateral pledged EUR | |
| Derivatives | (14,164) | - | (14,164) | - | - | (14,164) |
| | (14,164) | - | (14,164) | - | - | (14,164) |

E.I. Sturdza Funds Plc

Notes to the Financial Statements (continued) For the year ended 31 December 2017

7. Risk associated with financial instruments (continued)

(d) Derivatives (continued)

(iv) *Offsetting financial instruments (continued)*

Nippon Growth (UCITS) Fund

31 December 2017

Financial assets which are subject to enforceable master netting arrangements or similar agreements are detailed in the following table:

| Description of type of Financial Assets | Gross amount of recognised Financial Assets JPY | Gross amount of Financial Liabilities offset in the Statement of Financial Position JPY | Net amount of Financial Assets presented in the Statement of Financial Position JPY | Gross amounts not offset in the Statement of Financial Position | | Net amount JPY |
|---|--|--|--|---|---------------------------------|-------------------|
| | | | | Financial instrument JPY | Cash Collateral received JPY | |
| Derivatives | 1,408,771 | - | 1,408,771 | - | - | 1,408,771 |
| | 1,408,771 | - | 1,408,771 | - | - | 1,408,771 |

31 December 2016

Financial assets which are subject to enforceable master netting arrangements or similar agreements are detailed in the following table:

| Description of type of Financial Assets | Gross amount of recognised Financial Assets JPY | Gross amount of Financial Liabilities offset in the Statement of Financial Position JPY | Net amount of Financial Assets presented in the Statement of Financial Position JPY | Gross amounts not offset in the Statement of Financial Position | | Net amount JPY |
|---|--|--|--|---|---------------------------------|-------------------|
| | | | | Financial instrument JPY | Cash Collateral received JPY | |
| Derivatives | 5,386,457 | - | 5,386,457 | - | - | 5,386,457 |
| | 5,386,457 | - | 5,386,457 | - | - | 5,386,457 |

E.I. Sturdza Funds Plc

Notes to the Financial Statements (continued) For the year ended 31 December 2017

7. Risk associated with financial instruments (continued)

(d) Derivatives (continued)

(iv) *Offsetting financial instruments (continued)*

Strategic Europe Value Fund

31 December 2017

Financial assets which are subject to enforceable master netting arrangements or similar agreements are detailed in the following table:

| Description of type of Financial Assets | Gross amount of recognised Financial Assets EUR | Gross amount of Financial Liabilities offset in the Statement of Financial Position EUR | Net amount of Financial Assets presented in the Statement of Financial Position EUR | Gross amounts not offset in the Statement of Financial Position | | Net Amount EUR |
|---|--|--|--|---|---------------------------------|-------------------|
| | | | | Financial instrument EUR | Cash Collateral received EUR | |
| Derivatives | 1,090,615 | - | 1,090,615 | (49,688) | - | 1,040,927 |
| | 1,090,615 | - | 1,090,615 | (49,688) | - | 1,040,927 |

Financial liabilities which are subject to enforceable master netting arrangements or similar agreements are detailed in the following table:

| Description of type of Financial Liabilities | Gross amount of recognised Financial Liabilities EUR | Gross amount of Financial Assets offset in the Statement of Financial Position EUR | Net amount of Financial Liabilities presented in the Statement of Financial Position EUR | Gross amounts not offset in the Statement of Financial Position | | Net amount EUR |
|--|---|---|---|---|--------------------------------|-------------------|
| | | | | Financial instrument EUR | Cash Collateral pledged EUR | |
| Derivatives | (49,688) | - | (49,688) | 49,688 | - | - |
| | (49,688) | - | (49,688) | 49,688 | - | - |

E.I. Sturdza Funds Plc

Notes to the Financial Statements (continued) For the year ended 31 December 2017

7. Risk associated with financial instruments (continued)

(d) Derivatives (continued)

(iv) *Offsetting financial instruments (continued)*

Strategic Europe Value Fund (continued)

31 December 2016

Financial assets which are subject to enforceable master netting arrangements or similar agreements are detailed in the following table:

| Description of type of Financial Assets | Gross amount of recognised Financial Assets EUR | Gross amount of Financial Liabilities offset in the Statement of Financial Position EUR | Net amount of Financial Assets presented in the Statement of Financial Position EUR | Gross amounts not offset in the Statement of Financial Position | | Net amount EUR |
|---|--|--|--|---|---------------------------------|-------------------|
| | | | | Financial instrument EUR | Cash Collateral received EUR | |
| Derivatives | 309 | - | 309 | (309) | - | - |
| | 309 | - | 309 | (309) | - | - |

Financial liabilities which are subject to enforceable master netting arrangements or similar agreements are detailed in the following table:

| Description of type of Financial Liabilities | Gross amount of recognised Financial Liabilities EUR | Gross amount of Financial Assets offset in the Statement of Financial Position EUR | Net amount of Financial Liabilities presented in the Statement of Financial Position EUR | Gross amounts not offset in the Statement of Financial Position | | Net amount EUR |
|--|---|---|---|---|-------------------------------|-------------------|
| | | | | Financial instrument EUR | Cash Collateral pledge EUR | |
| Derivatives | (192,659) | - | (192,659) | 309 | - | (192,350) |
| | (192,659) | - | (192,659) | 309 | - | (192,350) |

E.I. Sturdza Funds Plc

Notes to the Financial Statements (continued) For the year ended 31 December 2017

7. Risk associated with financial instruments (continued)

(d) Derivatives (continued)

(iv) *Offsetting financial instruments (continued)*

Strategic Global Bond Fund

31 December 2017

The Strategic Global Bond Fund did not hold any financial assets and liabilities subject to enforceable master netting arrangements or similar agreements as at 31 December 2017.

31 December 2016

Financial assets which are subject to enforceable master netting arrangements or similar agreements are detailed in the following table:

| Description of type of Financial Assets | Gross amount of recognised Financial Assets USD | Gross amount of Financial Liabilities offset in the Statement of Financial Position USD | Net amount of Financial Assets presented in the Statement of Financial Position USD | Gross amounts not offset in the Statement of Financial Position | | Net amount USD |
|---|--|--|--|---|---------------------------------|-------------------|
| | | | | Financial instrument USD | Cash Collateral received USD | |
| Derivatives | 5,679 | - | 5,679 | - | - | 5,679 |
| | 5,679 | - | 5,679 | - | - | 5,679 |

Strategic US Momentum and Value Fund

31 December 2017

Financial assets which are subject to enforceable master netting arrangements or similar agreements are detailed in the following table:

| Description of type of Financial Assets | Gross amount of recognised Financial Assets USD | Gross amount of Financial Liabilities offset in the Statement of Financial Position USD | Net amount of Financial Assets presented in the Statement of Financial Position USD | Gross amounts not offset in the Statement of Financial Position | | Net amount USD |
|---|--|--|--|---|---------------------------------|-------------------|
| | | | | Financial instrument USD | Cash Collateral received USD | |
| Derivatives | 125,926 | - | 125,926 | (286) | - | 125,640 |
| | 125,926 | - | 125,926 | (286) | - | 125,640 |

E.I. Sturdza Funds Plc

Notes to the Financial Statements (continued) For the year ended 31 December 2017

7. Risk associated with financial instruments (continued)

(d) Derivatives (continued)

(iv) *Offsetting financial instruments (continued)*

Strategic US Momentum and Value Fund (continued)

31 December 2017 (continued)

Financial liabilities which are subject to enforceable master netting arrangements or similar agreements are detailed in the following table:

| Description of type of Financial Liabilities | Gross amount of recognised Financial Liabilities USD | Gross amount of Financial Assets offset in the Statement of Financial Position USD | Net amount of Financial Liabilities presented in the Statement of Financial Position USD | Gross amounts not offset in the Statement of Financial Position | | Net amount USD |
|--|---|---|---|---|--------------------------------|-------------------|
| | | | | Financial instrument USD | Cash Collateral pledged USD | |
| Derivatives | (286) | - | (286) | 286 | - | - |
| | (286) | - | (286) | 286 | - | - |

31 December 2016

Financial assets which are subject to enforceable master netting arrangements or similar agreements are detailed in the following table:

| Description of type of Financial Assets | Gross amount of recognised Financial Assets USD | Gross amount of Financial Liabilities offset in the Statement of Financial Position USD | Net amount of Financial Assets presented in the Statement of Financial Position USD | Gross amounts not offset in the Statement of Financial Position | | Net amount USD |
|---|--|--|--|---|---------------------------------|-------------------|
| | | | | Financial instrument USD | Cash Collateral received USD | |
| Derivatives | 260,251 | - | 260,251 | (260,251) | - | - |
| | 260,251 | - | 260,251 | (260,251) | - | - |

E.I. Sturdza Funds Plc

Notes to the Financial Statements (continued) For the year ended 31 December 2017

7. Risk associated with financial instruments (continued)

(d) Derivatives (continued)

(iv) *Offsetting financial instruments (continued)*

Strategic US Momentum and Value Fund (continued)

31 December 2016

Financial liabilities which are subject to enforceable master netting arrangements or similar agreements are detailed in the following table:

| Description of type of Financial Liabilities | Gross amount of recognised Financial Liabilities USD | Gross amount of Financial Assets offset in the Statement of Financial Position USD | Net amount of Financial Liabilities presented in the Statement of Financial Position USD | Gross amounts not offset in the Statement of Financial Position | | Net amount USD |
|--|---|---|---|---|---------------------------------|-------------------|
| | | | | Financial instrument USD | Cash Collateral received USD | |
| Derivatives | (725,198) | - | (725,198) | 260,251 | - | (464,947) |
| | (725,198) | - | (725,198) | 260,251 | - | (464,947) |

Strategic Global Quality Fund

31 December 2017

Financial assets which are subject to enforceable master netting arrangements or similar agreements are detailed in the following table:

| Description of type of Financial Assets | Gross amount of recognised Financial Assets USD | Gross amount of Financial Liabilities offset in the Statement of Financial Position USD | Net amount of Financial Assets presented in the Statement of Financial Position USD | Gross amounts not offset in the Statement of Financial Position | | Net amount USD |
|---|--|--|--|---|---------------------------------|-------------------|
| | | | | Financial instrument USD | Cash Collateral received USD | |
| Derivatives | 186,292 | - | 186,292 | - | - | 186,292 |
| | 186,292 | - | 186,292 | - | - | 186,292 |

E.I. Sturdza Funds Plc

Notes to the Financial Statements (continued) For the year ended 31 December 2017

7. Risk associated with financial instruments (continued)

(d) Derivatives (continued)

(iv) *Offsetting financial instruments (continued)*

Strategic Global Quality Fund (continued)

31 December 2016

Financial assets which are subject to enforceable master netting arrangements or similar agreements are detailed in the following table:

| Description of type of Financial Assets | Gross amount of recognised Financial Assets USD | Gross amount of Financial Liabilities offset in the Statement of Financial Position USD | Net amount of Financial Assets presented in the Statement of Financial Position USD | Gross amounts not offset in the Statement of Financial Position | | Net amount USD |
|---|--|--|--|---|---------------------------------|-------------------|
| | | | | Financial instrument USD | Cash Collateral received USD | |
| Derivatives | 82,639 | - | 82,639 | - | - | 82,639 |
| | 82,639 | - | 82,639 | - | - | 82,639 |

Strategic Quality Emerging Bond Fund

31 December 2017

Financial assets which are subject to enforceable master netting arrangements or similar agreements are detailed in the following table:

| Description of type of Financial Assets | Gross amount of recognised Financial Assets USD | Gross amount of Financial Liabilities offset in the Statement of Financial Position USD | Net amount of Financial Assets presented in the Statement of Financial Position USD | Gross amounts not offset in the Statement of Financial Position | | Net amount USD |
|---|--|--|--|---|---------------------------------|-------------------|
| | | | | Financial instrument USD | Cash Collateral received USD | |
| Derivatives | 213,327 | - | 213,327 | (4,653) | - | 208,674 |
| | 213,327 | - | 213,327 | (4,653) | - | 208,674 |

E.I. Sturdza Funds Plc

Notes to the Financial Statements (continued) For the year ended 31 December 2017

7. Risk associated with financial instruments (continued)

(d) Derivatives (continued)

(iv) *Offsetting financial instruments (continued)*

Strategic Quality Emerging Bond Fund (continued)

31 December 2017 (continued)

Financial liabilities which are subject to enforceable master netting arrangements or similar agreements are detailed in the following table:

| Description of type of Financial Liabilities | Gross amount of recognised Financial Liabilities USD | Gross amount of Financial Assets offset in the Statement of Financial Position USD | Net amount of Financial Liabilities presented in the Statement of Financial Position USD | Gross amounts not offset in the Statement of Financial Position | | Net amount USD |
|--|---|---|---|---|--------------------------------|-------------------|
| | | | | Financial instrument USD | Cash Collateral pledged USD | |
| Derivatives | (4,653) | - | (4,653) | 4,653 | - | - |
| | (4,653) | - | (4,653) | 4,653 | - | - |

31 December 2016

Financial assets which are subject to enforceable master netting arrangements or similar agreements are detailed in the following table:

| Description of type of Financial Assets | Gross amount of recognised Financial Assets USD | Gross amount of Financial Liabilities offset in the Statement of Financial Position USD | Net amount of Financial Assets presented in the Statement of Financial Position USD | Gross amounts not offset in the Statement of Financial Position | | Net amount USD |
|---|--|--|--|---|---------------------------------|-------------------|
| | | | | Financial instrument USD | Cash Collateral received USD | |
| Derivatives | 329,832 | - | 329,832 | - | - | 329,832 |
| | 329,832 | - | 329,832 | - | - | 329,832 |

E.I. Sturdza Funds Plc

Notes to the Financial Statements (continued) For the year ended 31 December 2017

7. Risk associated with financial instruments (continued)

(d) Derivatives (continued)

(iv) *Offsetting financial instruments (continued)*

Strategic European Smaller Companies Fund

31 December 2017

Financial assets which are subject to enforceable master netting arrangements or similar agreements are detailed in the following table:

| Description of type of Financial Assets | Gross amount of recognised Financial Assets USD | Gross amount of Financial Liabilities offset in the Statement of Financial Position USD | Net amount of Financial Assets presented in the Statement of Financial Position USD | Gross amounts not offset in the Statement of Financial Position | | Net amount USD |
|---|--|--|--|---|---------------------------------|-------------------|
| | | | | Financial instrument USD | Cash Collateral received USD | |
| Derivatives | 4,964 | - | 4,964 | (12) | - | 4,952 |
| | 4,964 | - | 4,964 | (12) | - | 4,952 |

Financial liabilities which are subject to enforceable master netting arrangements or similar agreements are detailed in the following table:

| Description of type of Financial Liabilities | Gross amount of recognised Financial Liabilities USD | Gross amount of Financial Assets offset in the Statement of Financial Position USD | Net amount of Financial Liabilities presented in the Statement of Financial Position USD | Gross amounts not offset in the Statement of Financial Position | | Net amount USD |
|--|---|---|---|---|--------------------------------|-------------------|
| | | | | Financial instrument USD | Cash Collateral pledged USD | |
| Derivatives | (12) | - | (12) | 12 | - | - |
| | (12) | - | (12) | 12 | - | - |

31 December 2016

The Strategic European Smaller Companies Fund did not hold any financial assets and liabilities subject to enforceable master netting arrangements or similar agreements as at 31 December 2016.

E.I. Sturdza Funds Plc

Notes to the Financial Statements (continued) For the year ended 31 December 2017

7. Risk associated with financial instruments (continued)

(d) Derivatives (continued)

(iv) *Offsetting financial instruments (continued)*

Strategic Beta Flex Fund

31 December 2017

Financial assets which are subject to enforceable master netting arrangements or similar agreements are detailed in the following table:

| Description of type of Financial Assets | Gross amount of recognised Financial Assets USD | Gross amount of Financial Liabilities offset in the Statement of Financial Position USD | Net amount of Financial Assets presented in the Statement of Financial Position USD | Gross amounts not offset in the Statement of Financial Position | | Net amount USD |
|---|--|--|--|---|---------------------------------|-------------------|
| | | | | Financial instrument USD | Cash Collateral received USD | |
| Derivatives | 3,525 | - | 3,525 | (3,525) | - | - |
| | 3,525 | - | 3,525 | (3,525) | - | - |

Financial liabilities which are subject to enforceable master netting arrangements or similar agreements are detailed in the following table:

| Description of type of Financial Liabilities | Gross amount of recognised Financial Liabilities USD | Gross amount of Financial Assets offset in the Statement of Financial Position USD | Net amount of Financial Liabilities presented in the Statement of Financial Position USD | Gross amounts not offset in the Statement of Financial Position | | Net amount USD |
|--|---|---|---|---|--------------------------------|-------------------|
| | | | | Financial instrument USD | Cash Collateral pledged USD | |
| Derivatives | (10,165) | - | (10,165) | 3,525 | - | (6,640) |
| | (10,165) | - | (10,165) | 3,525 | - | (6,640) |

31 December 2016

The Strategic Beta Flex Fund did not hold any financial assets and liabilities subject to enforceable master netting arrangements or similar agreements as at 31 December 2016.

E.I. Sturdza Funds Plc

Notes to the Financial Statements (continued) For the year ended 31 December 2017

7. Risk associated with financial instruments (continued)

(d) Derivatives (continued)

(iv) *Offsetting financial instruments (continued)*

Strategic Japan Opportunities Fund

31 December 2017

Financial assets which are subject to enforceable master netting arrangements or similar agreements are detailed in the following table:

| Description of type of Financial Assets | Gross amount of recognised Financial Assets USD | Gross amount of Financial Liabilities offset in the Statement of Financial Position USD | Net amount of Financial Assets presented in the Statement of Financial Position USD | Gross amounts not offset in the Statement of Financial Position | | Net amount USD |
|---|--|--|--|---|---------------------------------|-------------------|
| | | | | Financial instrument USD | Cash Collateral received USD | |
| Derivatives | 2,131,773 | - | 2,131,773 | (2,131,773) | - | - |
| | <u>2,131,773</u> | <u>-</u> | <u>2,131,773</u> | <u>(2,131,773)</u> | <u>-</u> | <u>-</u> |

Financial liabilities which are subject to enforceable master netting arrangements or similar agreements are detailed in the following table:

| Description of type of Financial Liabilities | Gross amount of recognised Financial Liabilities USD | Gross amount of Financial Assets offset in the Statement of Financial Position USD | Net amount of Financial Liabilities presented in the Statement of Financial Position USD | Gross amounts not offset in the Statement of Financial Position | | Net amount USD |
|--|---|---|---|---|--------------------------------|--------------------|
| | | | | Financial instrument USD | Cash Collateral pledged USD | |
| Derivatives | (4,736,291) | - | (4,736,291) | 2,131,773 | - | (2,604,518) |
| | <u>(4,736,291)</u> | <u>-</u> | <u>(4,736,291)</u> | <u>2,131,773</u> | <u>-</u> | <u>(2,604,518)</u> |

8. Securities lending

The Company on behalf of Strategic China Panda Fund, Strategic Europe Value Fund, Nippon Growth (UCITS) Fund, Strategic Global Quality Fund, Strategic US Momentum and Value Fund, Strategic European Smaller Companies Fund and Strategic Japan Opportunities Fund engaged in a securities lending program in accordance with an agreement with BNY Mellon Trust Company (Ireland) Limited (the "Depositary") and The Bank of New York Mellon (the "Bank"), a related party to the Depositary, as securities lending agent effective 14 August 2017. The Company was able to lend securities with a value of up to 15% of the net asset value of each Sub-Fund. The Company received collateral in the form of government securities, equities, certificates of deposit and cash against the loaned securities.

E.I. Sturdza Funds Plc

Notes to the Financial Statements (continued) For the year ended 31 December 2017

8. Securities lending (continued)

The Company was entitled to 70% of such securities lending income and the Bank was entitled to 30% of the securities lending income as its fee under the agreement. The Bank met any additional custody charges and other operating costs incurred under this agreement out of its own fee.

Collateral held on behalf of the Company has a minimum margin of between 102% and 105% of the value of the securities on loan.

The Company's previous securities lending agreement with HSBC Bank plc dated 22 September 2014 was terminated on 4 November 2016.

The below table lists the income earned from securities lending transactions for the year ended 31 December 2017 and 31 December 2016:

| | 2017 | 2016 |
|---|---------------|---------------|
| Strategic China Panda Fund | USD 1,066 | USD 87,915 |
| Nippon Growth (UCITS) Fund | JPY 95,211 | JPY 2,482,050 |
| Strategic Europe Value Fund | EUR 29,118 | EUR 93,883 |
| Strategic European Smaller Companies Fund | EUR 7,278 | EUR 1,504 |
| Strategic Global Quality Fund | USD 357 | - |
| Strategic US Momentum and Value Fund | USD 1,043 | - |
| Strategic Euro Bond Fund | - | EUR 739,306 |
| Strategic Japan Opportunities Fund | JPY 3,659,827 | |
| Total | EUR 68,033 | EUR 934,964 |

The securities lending income is included under Other Income in the Statement of Comprehensive Income.

The details of securities loaned and related collateral balances at year-end are disclosed in the unaudited reporting requirements in respect of the Securities Financing Transactions Regulation section of the financial statements.

9. Net gain/(loss) from efficient portfolio management techniques

The below tables list the net gains and losses from derivatives which are used for efficient portfolio management for the year ended 31 December 2017 and 31 December 2016.

31 December 2017

| | Total | SCPF | SEBF | NGUF | SEVF | SGBF |
|------------------------------------|--------------|-------------|-------------|-------------|-------------|-------------|
| | EUR | USD | EUR | JPY | EUR | USD |
| Forward foreign exchange contracts | 1,117,284 | 2,643,387 | (418,798) | 58,422,209 | (4,405,306) | 897,178 |
| Futures contracts | (1,920,550) | - | (45,676) | - | - | (26,243) |
| Options contracts | 804,003 | - | - | - | (208,588) | - |
| Net gain/(loss) | 737 | 2,643,387 | (464,474) | 58,422,209 | (4,613,894) | 870,935 |

E.I. Sturdza Funds Plc

Notes to the Financial Statements (continued) For the year ended 31 December 2017

9. Net gain/(loss) from efficient portfolio management techniques (continued)

31 December 2017 (continued)

The below tables list the net gains and losses from derivatives which are used for efficient portfolio management for the year ended 31 December 2017 and 31 December 2016.

| | SMVF USD | SGQF USD | SESF EUR | SQBF USD | SBXF EUR | SJOF⁽¹⁾ JPY |
|------------------------------------|---------------------------|---------------------------|---------------------------|---------------------------|---------------------------|---|
| Forward foreign exchange contracts | 356,120 | 127,235 | (181,609) | 1,795,526 | (26) | 71,074,574 |
| Futures contracts | - | - | - | 5,618 | (1,856,775) | - |
| Options contracts | 1,167,133 | (13,197) | - | - | - | - |
| Net gain/(loss) | <u>1,523,253</u> | <u>114,038</u> | <u>(181,609)</u> | <u>1,801,144</u> | <u>(1,856,801)</u> | <u>71,074,574</u> |

⁽¹⁾ For the period 16 March 2017 (commencement of operations) to 31 December 2017.

31 December 2016

| | Total EUR | SCPF USD | SEBF EUR | NGUF JPY | SEVF USD |
|------------------------------------|----------------------------|---------------------------|---------------------------|---------------------------|---------------------------|
| Forward foreign exchange contracts | (6,112,286) | (464,634) | 34,254 | (282,550,954) | (2,725,357) |
| Futures contracts | (1,398,371) | 364,020 | (1,359,074) | - | - |
| Options contracts | 1,102,910 | - | - | - | (2,718,487) |
| Net (loss)/gain | <u>(6,407,747)</u> | <u>(100,614)</u> | <u>(1,324,820)</u> | <u>(282,550,954)</u> | <u>(5,443,844)</u> |

The below tables list the net gains and losses from derivatives which are used for efficient portfolio management for the year ended 31 December 2017 and 31 December 2016.

| | SGBF USD | SMVF USD | SGQF USD | SESF USD | SQBF⁽¹⁾ USD |
|------------------------------------|---------------------------|---------------------------|---------------------------|---------------------------|---|
| Forward foreign exchange contracts | (266,241) | 14,744 | (474,868) | 4,768 | (1,781,251) |
| Futures contracts | (405,469) | - | - | - | - |
| Options contracts | - | 4,109,272 | (78,653) | - | - |
| Net (loss)/gain | <u>(671,710)</u> | <u>4,124,016</u> | <u>(553,521)</u> | <u>4,768</u> | <u>(1,781,251)</u> |

⁽¹⁾ For the period 28 April 2016 (commencement of operations) to 31 December 2016.

E.I. Sturdza Funds Plc

Notes to the Financial Statements (continued) For the year ended 31 December 2017

10. Overdraft facility

The Company has the following overdraft facility with The Bank of New York Mellon:

The Bank of New York Mellon offers each Sub-Fund an overdraft facility of up to 10% of the net asset value of the Sub-Fund. Interest is charged on the drawn facility at The Bank of New York Mellon's overdraft rate.

11. Related parties and connected persons

(i) Related parties

The below table provides an analysis of related party transactions for the period ended 31 December 2017:

| <u>Name</u> | <u>Relationship</u> | <u>Transaction type</u> | <u>Fees paid</u> |
|---|---|--------------------------------|------------------|
| E.I. Sturdza Strategic Management Limited | Investment Manager, Promoter, Global Distributor and Common Directors | Investment management services | See Note 5 |
| Banque Eric Sturdza SA | Investment Adviser/Shareholder | Investment adviser services | See Note 5 |
| Dillon Eustace | Common Director/Partner | Legal and tax advice | See Note 5 |

L. Georges Gutmans and Gavin Farrell, Directors of the Company, are also Directors of the Investment Manager and other investment funds managed by the Investment Manager. Brian Dillon is a Director of the Company and also a partner of Dillon Eustace, the Irish Legal and Irish Tax Adviser of the Company. Denise Kinsella is a Director of Pâris Bertrand Sturdza Investments Plc, which is managed by Banque Pâris Bertrand Sturdza SA. Banque Pâris Bertrand Sturdza SA is a corporate affiliate of the Investment Manager. Johannes Yntema who is a Director of Banque Eric Sturdza SA (effective 15 February 2016), Investment Adviser to the Strategic Euro Bond Fund, Strategic Global Bond Fund and Strategic US Momentum and Value Fund, has resigned from the Board of the Company with effect from 1 January 2017.

As at 31 December 2017, Strategic Beta Flex Fund held 8,977 shares in EUR Institutional Class (31 December 2016: 2,889 shares in EUR Institutional Class) of Strategic Europe Value Fund and 2,356 shares in EUR Institutional Class (31 December 2016: Nil shares) of Strategic European Smaller Companies Fund.

E.I. Sturdza Funds Plc

Notes to the Financial Statements (continued) For the year ended 31 December 2017

11. Related parties and connected persons (continued)

(i) *Related parties (continued)*

Related party shareholdings

The below table provides an analysis of the number of shares held in the Company by related parties as at 31 December 2017 and 31 December 2016:

| Name | Relationship | Share Class | No. of Shares | |
|------------------------------------|---|--------------------------------------|---------------|------------|
| | | | 2017 | 2016 |
| Strategic China Panda Fund | | | | |
| Banque Eric Sturdza SA* | Investment Adviser to other Sub-Funds | USD Class | 5,142.95 | 6,584.16 |
| | | EUR Hedged Class | 2,780.31 | 2,711.03 |
| | | GBP Hedged Class | 20.58 | 3.76 |
| | | EUR Hedged Institutional Class | 809.39 | 1,181.08 |
| | | USD Institutional Class | 314.20 | - |
| Banque Pâris Bertrand Sturdza SA | A corporate affiliate of the Investment Manager and Banque Eric Sturdza SA* | USD Class | 278.05 | 144.85 |
| | | EUR Hedged Class | - | 1,408.48 |
| | | USD Institutional Class | 6,588.00 | - |
| L. Georges Gutmans | Director | EUR Hedged Class | 20.62 | 20.62 |
| | | CHF Hedged Class | 40.00 | - |
| Strategic Euro Bond Fund | | | | |
| Banque Eric Sturdza SA* | Investment Adviser | EUR Distributing Class | 1,277.17 | 2,529.91 |
| | | EUR Accumulating Class | 18,001.74 | 24,005.76 |
| | | EUR Institutional Class | 3,140.03 | 3,733.92 |
| | | CHF Accumulating Class | 3,071.31 | 13,338.59 |
| Nippon Growth (UCITS) Fund | | | | |
| Banque Eric Sturdza SA* | Investment Adviser to other Sub-Funds | JPY Class A | 838.61 | 883.61 |
| | | JPY Class B | 6,680.54 | 15,856.80 |
| | | EUR Hedged Class | 228.15 | 731.30 |
| | | EUR Hedged Institutional Class | - | 482.54 |
| Strategic Europe Value Fund | | | | |
| Banque Eric Sturdza SA* | Investment Adviser to other Sub-Funds | EUR Class | 354,592.91 | 479,263.10 |
| | | EUR Institutional Class | 181,177.90 | 195,211.90 |
| | | CHF Class | 144,316.37 | 241,738.72 |
| | | EUR Institutional Distributing Class | 25,619.88 | 47,919.88 |
| | | EUR Retail Class | - | 98.50 |
| | | CHF Institutional Class | 34,115.36 | - |

E.I. Sturdza Funds Plc

Notes to the Financial Statements (continued) For the year ended 31 December 2017

11. Related parties and connected persons (continued)

(i) *Related parties (continued)*

Related party shareholdings (continued)

The below table provides an analysis of the number of shares held in the Company by related parties as at 31 December 2017 and 31 December 2016:

| Name | Relationship | Share Class | No. of Shares | |
|--|--|-------------------------|---------------|----------|
| | | | 2017 | 2016 |
| Strategic Europe Value Fund (continued) | | | | |
| Banque Paris Bertrand Sturdza | A corporate affiliate of the Investment Manager and Banque Eric Sturdza SA | EUR Institutional Class | 2,305.00 | 2,244.00 |
| L. Georges Gutmans | Director | CHF Class | 1,071.08 | 1,071.08 |
| The Guardian Angel Trust | A trust for beneficiaries related to L. Georges Gutmans (Director of the Company) | CHF Class | 299.78 | 299.78 |
| Jan Willem Goudriaan | Family member of Willem Vinke (PM to Investment Adviser of Strategic Europe Value Fund) | EUR Class | 190.00 | 190.00 |
| Zedra Trust Company Limited | Trust company of Willem Vinke (PM of Investment Adviser of Strategic Europe Value Fund, beneficiary of this trust) | EUR Institutional Class | 1,756.71 | 1,756.71 |
| DB Retirement Investment Scheme | Pension plan of Rosemary Diana Rachel Bichard (wife of PM of Investment Adviser of Strategic Europe Value Fund) | EUR Class | 296.91 | 296.91 |
| Banque Pâris Bertrand Sturdza SA | A corporate affiliate of the Investment Manager and Banque Eric Sturdza SA* | EUR Institutional Class | 2,305.00 | - |

E.I. Sturdza Funds Plc

Notes to the Financial Statements (continued) For the year ended 31 December 2017

11. Related parties and connected persons (continued)

(i) *Related parties (continued)*

Related party shareholdings (continued)

The below table provides an analysis of the number of shares held in the Company by related parties as at 31 December 2017 and 31 December 2016:

| Name | Relationship | Share Class | No. of Shares | |
|---|---|-------------------------|---------------|------------|
| | | | 2017 | 2016 |
| Strategic Global Bond Fund | | | | |
| Banque Eric Sturdza SA* | Investment Adviser | USD Class | 27,093.77 | 46,996.60 |
| | | RMB Class | - | 521.74 |
| Banque Pâris Bertrand Sturdza SA | A corporate affiliate of the Investment Manager and Banque Eric Sturdza SA* | RMB Class | - | 251.50 |
| | | USD Class | 162.83 | - |
| Strategic US Momentum and Value Fund | | | | |
| Banque Eric Sturdza SA* | Investment Adviser | USD Class | 116,630.90 | 158,820.50 |
| | | EUR Hedged Class | 2,303.22 | 3,757.00 |
| | | CHF Hedged Class | 12,376.02 | 13,888.81 |
| | | USD Institutional Class | 65,121.78 | 67,131.45 |
| Strategic Quality Emerging Bond Fund | | | | |
| Banque Eric Sturdza SA* | Investment Adviser | CHF Class | 10,339.83 | 10,128.00 |
| | | EUR Class | 10,527.13 | 11,307.15 |
| | | EUR Institutional Class | 1,132.87 | 3,006.26 |
| | | USD Class | 9,513.29 | 19,150.27 |
| | | USD Institutional Class | 4,508.22 | 6,508.22 |
| Strategic Global Quality Fund | | | | |
| Banque Eric Sturdza SA* | Investment Adviser to other Sub-Funds | USD Class | 183,324.57 | 150,882.00 |
| | | CHF Class | 65,086.13 | 63,033.38 |
| | | USD Institutional Class | 123,855.95 | 239,967.50 |
| E.I. Sturdza Strategic Management Limited | Investment Manager | USD Institutional Class | 5,000.00 | 10,000.00 |
| | | EUR Institutional Class | 2,959.02 | - |
| | | EUR Class | 2,959.02 | - |
| Willem Vinke | PM to Investment Adviser of Strategic Global Quality Fund | USD Institutional Class | 4,550.00 | 2,500.00 |

E.I. Sturdza Funds Plc

Notes to the Financial Statements (continued) For the year ended 31 December 2017

11. Related parties and connected persons (continued)

(i) *Related parties (continued)*

Related party shareholdings (continued)

The below table provides an analysis of the number of shares held in the Company by related parties as at 31 December 2017 and 31 December 2016:

| Name | Relationship | Share Class | No. of Shares | |
|--|--|-------------------------|---------------|----------|
| | | | 2017 | 2016 |
| Strategic Global Quality Fund (continued) | | | | |
| WPV Family Investment Trust | A trust for beneficiaries related to Willem Vinke (PM to Investment Adviser of Strategic Global Quality Fund) | USD Institutional Class | 5,000.00 | 5,000.00 |
| L. Georges Gutmans | Director | USD Institutional Class | 2,500.00 | 2,500.00 |
| The Guardian Angel Trust | A trust for beneficiaries related to L. Georges Gutmans (Director of the Company) | USD Institutional Class | 1,000.00 | 1,000.00 |
| ZedraTrust Company Limited | Trust company of Willem Vinke (PM of Investment Adviser of Strategic Global Quality Fund, beneficiary of this trust) | USD Class | 2,500.00 | 2,500.00 |

E.I. Sturdza Funds Plc

Notes to the Financial Statements (continued) For the year ended 31 December 2017

11. Related parties and connected persons (continued)

(i) *Related parties (continued)*

Related party shareholdings (continued)

The below table provides an analysis of the number of shares held in the Company by related parties as at 31 December 2017 and 31 December 2016:

| Name | Relationship | Share Class | No. of Shares | |
|--|---------------------------------------|--------------------------------|---------------|-----------|
| | | | 2017 | 2016 |
| Strategic European Smaller Companies Fund | | | | |
| Banque Eric Sturdza SA* | Investment Adviser | EUR Class | 47,619.20 | 43,302.93 |
| | | CHF Class | 898.11 | - |
| | | EUR Institutional Class | 6,944.22 | - |
| L. Georges Gutmans | Director | CHF Class | 91.00 | - |
| Strategic Beta Flex Fund | | | | |
| Banque Eric Sturdza SA* | Investment Adviser to other Sub-Funds | EUR Class | 9,260.51 | 5,506.15 |
| Strategic Japan Opportunities Fund | | | | |
| Banque Eric Sturdza SA* | Investment Adviser to other Sub-Funds | USD Hedged Institutional Class | 3,463.13 | - |
| | | USD Hedged Class | 3,411.09 | - |
| | | EUR Hedged Class | 1,871.60 | - |
| | | JPY Institutional Class | 20,704.78 | - |
| | | JPY Class | 60,602.49 | - |

*Banque Eric Sturdza SA held these shares as part of a nominee account.

None of the other Directors hold any disclosable interest in the Company.

(ii) *Connected persons*

In accordance with the requirements of the Central Bank UCITS Regulations, all transactions carried out with the Company by the management company or depositary and the delegate or sub-delegates of such management company or depositary (excluding any non-group company sub-custodians appointed by the depositary) and any associated or group companies of such management company, depositary, delegate or sub-delegate (“connected persons”) must be carried out as if negotiated at arm’s length and be in the best interests of shareholders. The Directors are satisfied that there are arrangements (evidenced by written procedures) in place to ensure that the obligations set out in paragraph 1 of the Central Bank UCITS Regulations are applied to all transactions with connected persons and transactions with connected persons entered into during the year complied with the obligations set out in the Central Bank UCITS Regulations.

E.I. Sturdza Funds Plc

Notes to the Financial Statements (continued) For the year ended 31 December 2017

12. Distributions

The Directors are empowered to declare and pay distributions on any class of shares in the Company.

For the Strategic China Panda Fund it is intended that dividends, if declared, would be declared for the GBP Hedged Class on an annual basis in line with the completion of the preparation of the audited and interim financial statements. It is not intended to distribute dividends to shareholders of the USD Class, EUR Hedged Class, CHF Hedged Class, USD Institutional Class, EUR Hedged Institutional Class, GBP Hedged Institutional Class, CHF Hedged Institutional Class, USD R Class and EUR Hedged R Class Shares. For the Strategic Euro Bond Fund it is intended that distributions will be declared for the Distributing Class on an annual basis in line with the completion of the audited and interim financial statements. It is not the intention to distribute dividends to investors in the Accumulating Class, Institutional Class and R Class.

For the Nippon Growth (UCITS) Fund it is intended that dividends, if declared, would be declared for the JPY Class C Distributing on an annual basis in line with the completion of the audited and interim financial statements. It is not the intention of the Company to declare dividends in respect of the JPY Class A Shares, JPY Class B Accumulating Shares, JPY Class D Institutional Shares, EUR Hedged Class Shares, EUR Hedged Institutional Class Shares, CHF Hedged Class Shares, CHF Hedged Institutional Class Shares, GBP Hedged Class Shares, GBP Hedged Institutional Class Shares, USD Hedged Class Shares, USD Hedged Institutional Class Shares, EUR Hedged R Class Shares and USD Hedged R Class Shares.

For Strategic Quality Emerging Bond Fund it is intended that dividends, if declared, would be declared for the USD Distributing Class, EUR Distributing Class, CHF Distributing Class and GBP Distributing Class on a semi-annual basis in line with the completion of the audited and interim financial statements.

For the Strategic Europe Value Fund it is intended that dividends, if declared, would be declared for the EUR Institutional Distributing Class on a semi-annual and an annual basis in line with the completion of the audited and interim financial statements. It is not the intention to distribute dividends to investors in the EUR Class, CHF Class, GBP Class, USD Class, EUR Institutional Class, CHF Institutional Class, GBP Institutional Class, USD Institutional Class, EUR R Class, USD R Class Shares, EUR Super Institutional Class Shares, CHF Super Institutional Class Shares, GBP Super Institutional Class Shares, USD Super Institutional Class Shares.

For the Strategic Global Bond Fund, Strategic US Momentum and Value Fund, Strategic Global Quality Fund, Strategic European Smaller Companies Fund, Strategic Beta Flex Fund and Strategic Japan Opportunities Fund, it is not the current intention of the Directors that dividends be recommended for payment to shareholders in any of the share classes of the Sub-Funds.

The dividends declared and paid during year ended 31 December 2017 were as follows.

| Fund | Share Class | Date | Dividend per share EUR | Gross amount EUR |
|-----------------------------|---|----------------------|-----------------------------------|-----------------------------|
| Strategic Europe Value Fund | EUR Institutional Distributing Class | 22 September 2017 | 0.89 | 233,541 |

E.I. Sturdza Funds Plc

Notes to the Financial Statements (continued) For the year ended 31 December 2017

12. Distributions (continued)

The dividends declared and paid during year ended 31 December 2016 were as follows.

| Fund | Share Class | Date | Dividend per share EUR | Gross amount EUR |
|-----------------------------|---|----------------------|---------------------------|---------------------|
| Strategic Euro Bond Fund | EUR Distributing Class | 26 September 2016 | 12.98 | 78,206 |
| Strategic Europe Value Fund | EUR Institutional Distributing Class | 27 September 2016 | 0.50 | 361,367 |

13. Comparative figures

The comparative figures for the Statement of Financial Position are as at 31 December 2016. The comparative figures for the Statement of Comprehensive Income, Statement of Changes in Net Assets Attributable to Holders of Redeemable Shares and Statement of Cash Flows are for the year ended 31 December 2016.

14. 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. As such, it is not chargeable to Irish tax on its income or gains.

However, Irish tax may arise on the happening of a “chargeable event”. A chargeable event includes any distribution payments to shareholders or any encashment, redemption, cancellation or transfer of shares.

No Irish tax will arise on the Company in respect of chargeable events in respect of:

- (a) a shareholder who is neither an Irish resident nor ordinarily resident in Ireland for tax purposes, at the time of the chargeable event, provided appropriate valid declarations in accordance with the provisions of the Taxes Consolidation Act, 1997, as amended, are held by the Company; and
- (b) certain exempted Irish tax resident shareholders who have provided the Company with the necessary signed statutory declarations and the Company is not in possession of any information which would reasonably suggest that the information contain therein is no longer materially correct.

E.I. Sturdza Funds Plc

Notes to the Financial Statements (continued) For the year ended 31 December 2017

15. Significant matters arising during the year

Strategic Japan Opportunities Fund was launched and approved by the Central Bank on 15 February 2017.

Also, during the year, the following share classes were launched:

| Share Class | First shares issuance date | Date listed on Irish Stock Exchange |
|--------------------------------------|-------------------------------|---|
| Strategic Beta Flex Fund | | |
| - EUR Institutional Class | 12 January 2017 | Not Listed |
| - EUR R Class | 17 February 2017 | Not Listed |
| Strategic Japan Opportunities Fund | | |
| - USD Hedged Institutional Class | 16 March 2017 | Not Listed |
| - USD Hedged Class | 16 March 2017 | Not Listed |
| - EUR Hedged Class | 16 March 2017 | Not Listed |
| - JPY Institutional Class | 16 March 2017 | Not Listed |
| - JPY Class | 16 March 2017 | Not Listed |
| Strategic Europe Value Fund | | |
| - CHF Institutional Class | 6 April 2017 | 19 April 2017 |
| Strategic European Smaller Companies | | |
| - EUR Institutional Class | 20 March 2017 | 20 March 2017 |
| - CHF Class | 29 March 2017 | 29 March 2017 |
| Strategic China Panda Fund | | |
| - CHF Hedged Class | 18 October 2017 | 18 October 2017 |
| Strategic Global Quality Fund | | |
| - EUR Class | 19 December 2017 | 19 December 2017 |
| - EUR Institutional Class | 19 December 2017 | 19 December 2017 |

On 11 August 2017, a revised Prospectus, with Supplements, came into effect which included the following amendments:

- Strategic European Smaller Companies Fund increased valuation frequency to daily and shortened the notice period for subscriptions to one business day;
- Strategic European Smaller Companies Fund changed from a Non-Discretionary to a Discretionary mandate;
- Strategic Beta Flex Fund removed reference to a specific Bloomberg index in the Performance fee section of the Supplement; and
- The maximum fee payable to Bridge Consulting increased to EUR 75,000 plus VAT.

On 14 August 2017, the Company entered into a Securities Lending Agreement with BNY Mellon Trust Company (Ireland) Limited.

E.I. Sturdza Funds Plc

Notes to the Financial Statements (continued) For the year ended 31 December 2017

15. Significant matters arising during the year (continued)

LBN Advisers Limited (the Investment Adviser to the Strategic China Panda Fund) was approved by the Central Bank of Ireland, with effect from 12 September 2017, to act as discretionary Investment Adviser. The appointment of LBN Advisers (Cayman) Limited as Investment Adviser was terminated and LBN Advisers Limited (who acted as Sub-Investment Adviser) was appointed as Investment Adviser with effect from 22 December 2017.

In October 2017, the Investment Adviser of the Strategic Beta Flex Fund, Sofia Gestione De Patrimonio SGR S.p.A. (“Sofia”) was placed under Administration by the Bank of Italy due to regulatory violations and irregularities in Sofia’s administration. A Bank of Italy administrator and other appointed personnel have assumed the management of Sofia. The Investment Manager confirmed with the Bank of Italy, on behalf of the Directors, that the activity undertaken by Sofia with reference to the Sub-Fund was not affected by the administration, and continued as usual. The Directors and the Investment Manager have continued to monitor the situation, with regular updates provided to the Central Bank and the Depositary.

The Strategic China Panda Fund changed its benchmark index from MXCN China (in USD terms) to MSCI China NR USD effective from 31 October 2017.

The RMB Class was closed on 30 November 2017. The final shareholders were compulsorily redeemed from the RMB Class of Strategic Global Bond Fund on this date.

There have been no other significant events during the year.

16. Events since the year end

The following changes to the Company’s Prospectus and/or Sub-Funds’ Supplements have been implemented with effect from 1 January 2018:

- The Investment Management fee of the Super Institutional Classes of the Strategic Europe Value Fund and Strategic Global Quality Fund has been reduced from 90bps to 75bps;
- The performance fee has been removed from the Institutional Share Classes of the Strategic Europe Value Fund and Strategic Global Quality Fund;
- Research costs, capped at 5bps per annum, are being charged to the Strategic Europe Value Fund and Strategic Global Quality Fund;
- The dealing deadline for Strategic China Panda Fund, Strategic Europe Value Fund and Strategic Global Quality Fund has changed from 5pm to 11.59 pm;
- The use of volatility index futures for Strategic Europe Value Fund and Strategic Global Quality Fund, subject to a 7.5% limit, has been included. Each Sub-Fund currently provides for the use of Financial Derivative Investments, to include futures. The use of volatility index futures within the stated limit of 7.5% does not impact on the risk profile of the Sub-Funds;
- Certain classes which were hedged classes but did not specifically reference ‘hedged’ within the share class name have been updated;
- The benchmark used by the Strategic China Panda Fund for reporting purposes was amended to the MSCI China NR USD Index (the benchmark used for calculating performance fees);

E.I. Sturdza Funds Plc

Notes to the Financial Statements (continued) For the year ended 31 December 2017

16. Events since the year end (continued)

- Pursuant to a new German Investment Tax Act which takes effect from 1 January 2018, the Supplements of Strategic China Panda Fund, Nippon Growth (UCITS) Fund, Strategic Europe Value Fund, Strategic US Momentum and Value Fund, Strategic Global Quality Fund, Strategic European Smaller Companies Fund and Strategic Beta Flex Fund have been updated to reference that there will be at least 51% of the NAV of the relevant Sub-Fund invested in equities. This does not constitute a change in investment policy;
- The dealing deadline for subscriptions into the Strategic Japan Opportunities Fund was amended to 1 business day's notice in line with all other Sub-Funds; and
- The minimum investment amount for the relevant Institutional Share Classes of all Sub-Funds was reduced to 1,000,000 (denominated in the currency of the relevant Share Class).

On 20 February 2018, Azimut, through its subsidiary Azimut Capital Management SGR S.p.A, entered into an agreement for the acquisition of the investment management business of Sofia. This includes the investment advisory services provided to the Strategic Beta Flex Fund. The Bank of Italy approved the agreement on 27 March 2018. There have been neither changes with regard to the investment team associated with the Sub-Fund nor any changes to the operation of the Sub-Fund. The Investment Manager and the Directors continue to monitor the situation.

The Strategic Europe Value Fund launched the EUR SP Class on 7 March 2018 and the Strategic Japan Opportunities Fund launched the EUR Institutional Class on 14 March 2018. Neither of these share classes were listed on the Irish Stock Exchange.

On 6 April 2018, Marc Craquelin was appointed as a Director of the Company.

17. Approval of the financial statements

The financial statements were approved and authorised for issue by the Board of Directors on 12 April 2018.

E.I. Sturdza Funds Plc

Schedule of Investments (unaudited) As at 31 December 2017

Strategic China Panda Fund

| Holding | Financial Assets and Financial Liabilities at Fair Value through Profit or Loss | Fair Value USD | % of Net Assets |
|---------------------------------|---|-------------------|--------------------|
| Transferable securities* | | | |
| Equity securities | | | |
| Bermuda | | | |
| 2,112,000 | Brilliance China Automotive Holdings Ltd | 5,646,553 | 2.94 |
| 9,804,000 | Global Brands Group Holding Ltd | 802,651 | 0.42 |
| 3,359,600 | Man Wah Holdings Ltd | 3,193,152 | 1.66 |
| 3,880,000 | Nine Dragons Paper Holdings Ltd | 6,214,115 | 3.24 |
| 1,524,000 | Skyworth Digital Holdings Ltd | 655,039 | 0.34 |
| | | 16,511,510 | 8.60 |
| Cayman Islands | | | |
| 391,000 | AAC Technologies Holdings Inc | 6,972,407 | 3.63 |
| 438,200 | ASM Pacific Technology Ltd | 6,104,407 | 3.18 |
| 91,100 | Alibaba Group Holding Ltd | 15,708,373 | 8.19 |
| 15,969,500 | Bestway Global Holding Inc | 6,966,087 | 3.63 |
| 8,492,000 | CIFI Holdings Group Co Ltd | 5,116,513 | 2.67 |
| 6,371,544 | Far East Consortium International Ltd/Hk | 3,830,767 | 2.00 |
| 1,273,000 | Geely Automobile Holdings Ltd | 4,413,071 | 2.30 |
| 5,362,000 | Goodbaby International Holdings Ltd | 2,942,574 | 1.53 |
| 1,095,000 | JNBY Design Ltd | 1,330,702 | 0.69 |
| 4,133,000 | Lee & Man Paper Manufacturing Ltd | 4,885,180 | 2.55 |
| 654,800 | MGM China Holdings Ltd | 1,980,993 | 1.03 |
| 1,382,000 | Minth Group Ltd | 8,335,525 | 4.34 |
| 72,700 | New Oriental Education & Technology Group Inc | 6,833,800 | 3.56 |
| 2,571,500 | Nexteer Automotive Group Ltd | 6,125,047 | 3.19 |
| 1,020,000 | Precision Tsugami China Corp Ltd | 1,122,127 | 0.58 |
| 5,955,000 | SITC International Holdings Co Ltd | 5,880,880 | 3.06 |
| 660,000 | Sunny Optical Technology Group Co Ltd | 8,434,370 | 4.40 |
| 349,600 | Tencent Holdings Ltd | 18,156,857 | 9.46 |
| 1,561,200 | Wynn Macau Ltd | 4,942,845 | 2.58 |
| | | 120,082,525 | 62.57 |

E.I. Sturdza Funds Plc

Schedule of Investments (unaudited) (continued) As at 31 December 2017

Strategic China Panda Fund (continued)

| Holding | Financial Assets and Financial Liabilities at Fair Value through Profit or Loss | Fair Value USD | % of Net Assets |
|---|---|-----------------------|------------------------|
| Transferable securities* (continued) | | | |
| Equity securities (continued) | | | |
| China | | | |
| 4,026,000 | Agricultural Bank Of China Ltd | 1,874,642 | 0.98 |
| 3,896,000 | Bank Of China Ltd | 1,913,786 | 1.00 |
| 5,441,000 | China Construction Bank Corp | 5,011,347 | 2.61 |
| 220,211 | China Literature Ltd | 2,347,945 | 1.22 |
| 2,276,000 | Guangzhou Automobile Group Co Ltd | 5,392,082 | 2.81 |
| 1,921,200 | Guangzhou R&F Properties Co Ltd | 4,330,337 | 2.26 |
| 201,000 | Secoo Holding Ltd | 1,941,660 | 1.01 |
| 1,000 | ZTO Express Cayman Inc | 15,850 | 0.01 |
| | | 22,827,649 | 11.90 |
| Hong Kong | | | |
| 1,064,000 | CSPC Pharmaceutical Group Ltd | 2,147,790 | 1.12 |
| 747,000 | Galaxy Entertainment Group Ltd | 5,991,442 | 3.12 |
| | | 8,139,232 | 4.24 |
| Luxembourg | | | |
| 477,900 | Samsonite International SA | 2,194,698 | 1.14 |
| | | 2,194,698 | 1.14 |
| United Kingdom | | | |
| 537,918 | HSBC Holdings Plc | 5,501,457 | 2.88 |
| | | 5,501,457 | 2.88 |
| Total Equities | | 175,257,071 | 91.33 |
| Participatory notes | | | |
| 1,897,900 | Boe Technology Group Co Lt-A Call Option, Strike Price USD 0.0000 , Expiry 11/19/2019 | 1,687,476 | 0.88 |
| 133,100 | Gree Electric Appliances I-A (SEC) Call Option, Strike Price USD 0.0000 , Expiry 12/14/2018 | 892,941 | 0.47 |
| 112,100 | Gree Electric Appliances I-A (SHZ) Call Option, Strike Price USD 0.0000 , Expiry 10/26/2022 | 752,268 | 0.39 |
| 783,800 | Hangzhou Hikvision Digital-A Call Option, Strike Price USD 1.0000, Expiry 11/29/2019 | 4,694,134 | 2.45 |

E.I. Sturdza Funds Plc

Schedule of Investments (unaudited) (continued) As at 31 December 2017

Strategic China Panda Fund (continued)

| Holding | Financial Assets and Financial Liabilities at Fair Value through Profit or Loss | Fair Value USD | % of Net Assets |
|----------------|---|-----------------------|------------------------|
| | Transferable securities* (continued) | | |
| | Participatory notes (continued) | | |
| 34,000 | Kweichow Moutai Co Ltd-A (SHH) Call Option, Strike Price USD 0.0000 , Expiry 11/02/2022 | 3,641,686 | 1.90 |
| 20,800 | Kweichow Moutai Co Ltd-A (SSC) Call Option, Strike Price USD 0.0000 , Expiry 03/20/2019 | 2,227,222 | 1.16 |
| 111,600 | Midea Group Co Ltd-A Call Option, Strike Price USD 0.0000 , Expiry 03/11/2019 | 949,671 | 0.49 |
| 93,400 | Midea Group Co Ltd-A Call Option, Strike Price USD 1.0000 , Expiry 11/29/2022 | 795,020 | 0.41 |
| | Total Equity warrants | 15,640,418 | 8.15 |
| | Total Transferable securities (31 December 2016: USD 85,814,324 - 93.15%) | 190,897,489 | 99.48 |
| | Derivative financial instruments at positive fair value | | |
| | OTC Derivative financial instruments | | |
| | Forward foreign exchange contracts | | |
| | Appreciation in Forward foreign exchange contracts | 250,395 | 0.13 |
| | Total Derivative financial instruments at positive fair value (31 December 2016: USD 258,168 – 0.28%) | 250,395 | 0.13 |
| | Total Financial Assets at Fair Value through Profit or Loss | 191,147,884 | 99.61 |

E.I. Sturdza Funds Plc

Schedule of Investments (unaudited) (continued) As at 31 December 2017

Strategic China Panda Fund (continued)

| Holding | Financial Assets and Financial Liabilities at Fair Value through Profit or Loss | Fair Value USD | % of Net Assets |
|--|--|---------------------------|----------------------------------|
| Derivative financial instruments at negative fair value | | | |
| OTC Derivative financial instruments | | | |
| Forward foreign exchange contracts | | | |
| | Depreciation in Forward foreign exchange contracts | (904) | 0.00 |
| | Total Derivative Financial Instruments at negative fair value (31 December 2016: USD 1,229 – 0.00%) | (904) | 0.00 |
| | Total Financial Liabilities at Fair value through Profit or Loss | (904) | 0.00 |
| | Total Financial Assets and Liabilities at Fair value through Profit or Loss | 191,146,980 | 99.61 |
| | Cash and cash equivalents** | 18,676 | 0.01 |
| | Other assets and liabilities | 729,177 | 0.38 |
| | Total Net Assets Attributable to Holders of Redeemable Participating Shares | 191,894,833 | 100.00 |
| | Analysis of Total Assets | Fair Value USD | % of Total Assets |
| | Transferable securities | 190,897,489 | 98.80 |
| | OTC Derivative financial instruments | 250,395 | 0.13 |
| | Cash and cash equivalents | 18,676 | 0.01 |
| | Other Assets | 2,039,470 | 1.06 |
| | Total Assets | 193,206,030 | 100.00 |

*Transferable securities admitted to official stock exchange listing or traded on another regulated market.

**Cash and cash equivalents are held with The Bank of New York Mellon (AA-) (rating from Standard and Poor's).

E.I. Sturdza Funds Plc

Schedule of Investments (unaudited) (continued) As at 31 December 2017

Strategic Euro Bond Fund

| Holding | Financial Assets and Financial Liabilities at Fair Value through Profit or Loss | Fair Value EUR | % of Net Assets |
|---------------------------------|---|-------------------|--------------------|
| Transferable securities* | | | |
| Debt securities | | | |
| Australia | | | |
| 1,000,000 | Telstra Corp Ltd , 3.50% , 09/21/2022 | 1,143,918 | 2.86 |
| | | 1,143,918 | 2.86 |
| Austria | | | |
| 500,000 | Autobahnen- und Schnellstrassen-Finanzierungs-AG , 1.75% , 10/21/2020 | 529,191 | 1.32 |
| 1,000,000 | OEBB-Infrastruktur AG , 3.50% , 10/19/2020 | 1,106,928 | 2.77 |
| 500,000 | Telekom Finanzmanagement GmbH , 3.13% , 12/03/2021 | 556,164 | 1.39 |
| | | 2,192,283 | 5.48 |
| China | | | |
| 1,500,000 | China Development Bank Corp , 0.38% , 11/16/2021 | 1,490,065 | 3.73 |
| | | 1,490,065 | 3.73 |
| Denmark | | | |
| 1,500,000 | Carlsberg Breweries A/S , 0.50% , 09/06/2023 | 1,482,642 | 3.71 |
| | | 1,482,642 | 3.71 |
| France | | | |
| 1,000,000 | Auchan Holding SA , 0.63% , 02/07/2022 | 1,010,218 | 2.53 |
| 1,000,000 | Coentreprise de Transport d'Electricite SA , 0.88% , 09/29/2024 | 1,006,257 | 2.52 |
| 1,000,000 | Electricite de France SA , 2.75% , 03/10/2023 | 1,110,392 | 2.78 |
| 500,000 | Engie SA , 0.38% , 02/28/2023 | 498,491 | 1.25 |
| 500,000 | Essilor International Cie Generale d'Optique SA , 1.75% , 04/09/2021 | 524,905 | 1.31 |
| 1,500,000 | RCI Banque SA , 2.25% , 03/29/2021 | 1,592,480 | 3.98 |
| 1,500,000 | Schlumberger Finance France SAS , 0.63% , 02/12/2019 | 1,513,874 | 3.79 |
| 1,500,000 | Total Capital International SA , 0.00% , 03/19/2020 | 1,509,909 | 3.78 |
| | | 8,766,526 | 21.94 |
| Germany | | | |
| 1,500,000 | Daimler AG , 2.63% , 04/02/2019 | 1,551,706 | 3.88 |
| 1,000,000 | LINDE AG , 1.75% , 09/17/2020 | 1,050,691 | 2.63 |
| | | 2,602,397 | 6.51 |
| Italy | | | |
| 500,000 | Eni SPA , 4.25% , 02/03/2020 | 544,251 | 1.36 |
| | | 544,251 | 1.36 |

E.I. Sturdza Funds Plc

Schedule of Investments (unaudited) (continued) As at 31 December 2017

Strategic Euro Bond Fund (continued)

| Holding | Financial Assets and Financial Liabilities at Fair Value through Profit or Loss | Fair Value EUR | % of Net Assets |
|--|---|-------------------|--------------------|
| Transferable securities* (continued) | | | |
| Debt securities (continued) | | | |
| Netherlands | | | |
| 1,750,000 | BMW Finance NV , 0.50% , 01/21/2020 | 1,772,290 | 4.43 |
| 500,000 | Deutsche Telekom International Finance BV , 0.38% , 10/30/2021 | 503,173 | 1.26 |
| 500,000 | EDP Finance BV , 2.00% , 04/22/2025 | 529,264 | 1.32 |
| 1,500,000 | Enexis Holding NV , 1.88% , 11/13/2020 | 1,581,424 | 3.96 |
| 1,000,000 | Gas Natural Fenosa Finance BV , 0.88% , 05/15/2025 | 987,794 | 2.47 |
| 1,000,000 | Shell International Finance BV , 4.38% , 05/14/2018 | 1,017,121 | 2.55 |
| 1,000,000 | Siemens Financieringsmaatschappij NV , 5.63% , 06/11/2018 | 1,026,310 | 2.57 |
| 1,500,000 | TenneT Holding BV , 2.13% , 11/01/2020 | 1,590,178 | 3.98 |
| 1,500,000 | Wuerth Finance International BV , 3.75% , 05/25/2018 | 1,522,961 | 3.81 |
| | | 10,530,515 | 26.35 |
| Singapore | | | |
| 1,750,000 | Temasek Financial I Ltd , 0.50% , 03/01/2022 | 1,775,037 | 4.44 |
| | | 1,775,037 | 4.44 |
| United Kingdom | | | |
| 1,000,000 | Vodafone Group PLC , 0.38% , 11/22/2021 | 1,001,402 | 2.51 |
| | | 1,001,402 | 2.51 |
| United States of America | | | |
| 1,750,000 | 3M Co , 0.38% , 02/15/2022 | 1,764,088 | 4.41 |
| 1,500,000 | American Honda Finance Corp , 0.08% , 03/11/2019 | 1,506,062 | 3.77 |
| 1,500,000 | Coca-Cola Co/The , 0.00% , 09/09/2019 | 1,507,839 | 3.78 |
| 1,500,000 | General Electric Co , 0.00% , 05/28/2020 | 1,507,327 | 3.77 |
| 1,000,000 | International Business Machines Corp , 1.88% , 11/06/2020 | 1,052,045 | 2.63 |
| | | 7,337,361 | 18.36 |
| Total Transferable securities | | | |
| (31 December 2016: EUR 64,716,347 - 98.21%) | | 38,866,397 | 97.25 |

E.I. Sturza Funds Plc

Schedule of Investments (unaudited) (continued) As at 31 December 2017

Strategic Euro Bond Fund (continued)

| Holding | Financial Assets and Financial Liabilities at Fair Value through Profit or Loss | Fair Value EUR | % of Net Assets |
|---------|---|-------------------|--------------------|
| | Derivative financial instruments at positive fair value | | |
| | Financial derivative instruments dealt on a regulated market | | |
| | Futures contracts | | |
| (20) | EUR-BOBL FUTURE MAR18 | 14,600 | 0.04 |
| (10) | EUR-BUND FUTURE MAR18 | 13,300 | 0.03 |
| | | 27,900 | 0.07 |
| | OTC Derivative financial instruments | | |
| | Forward foreign exchange contracts | | |
| | Appreciation in Forward foreign exchange contracts | 13,314 | 0.03 |
| | | 13,314 | 0.03 |
| | Total Financial Assets at Fair Value at Fair Value through Profit or Loss | 38,907,611 | 97.35 |
| | Derivative financial instruments at negative fair value | | |
| | OTC Derivative financial instruments | | |
| | Forward foreign exchange contracts | | |
| | Depreciation in Forward foreign exchange contracts | (2,908) | 0.00 |
| | Total Derivative financial instruments at negative fair value (31 December 2016: EUR (14,164) – (0.02)%) | (2,908) | 0.00 |
| | Total Financial Liabilities at Fair value through Profit or Loss | (2,908) | 0.00 |
| | Total Financial Assets and Liabilities at Fair value through Profit or Loss | 38,904,703 | 97.35 |
| | Cash and cash equivalents** | 987,129 | 2.47 |
| | Other assets and liabilities | 73,483 | 0.18 |
| | Total Net Assets Attributable to Holders of Redeemable Participating Shares | 39,965,315 | 100.00 |

E.I. Sturdza Funds Plc

Schedule of Investments (unaudited) (continued) As at 31 December 2017

Strategic Euro Bond Fund (continued)

| | Fair Value | % of |
|--|-------------------|---------------|
| | EUR | Total |
| Analysis of Total Assets | | Assets |
| Transferable securities | 38,866,397 | 92.51 |
| Financial derivative instruments dealt on a regulated market | 27,900 | 0.07 |
| OTC Derivative financial instruments | 13,314 | 0.03 |
| Cash and cash equivalents | 987,129 | 2.35 |
| Other assets | 2,118,895 | 5.04 |
| Total Assets | 42,013,635 | 100.00 |

*Transferable securities admitted to official stock exchange listing or traded on another regulated market.

**Cash and cash equivalents are held with The Bank of New York Mellon (AA-) and The Royal Bank of Scotland (BBB+) (ratings from Standard & Poor's).

E.I. Sturdza Funds Plc

Schedule of Investments (unaudited) (continued) As at 31 December 2017

Nippon Growth (UCITS) Fund

| Holding | Financial Assets and Financial Liabilities at Fair Value through Profit or Loss | Fair Value JPY | % of Net Assets |
|---------------------------------|---|-------------------|--------------------|
| Transferable securities* | | | |
| Equity securities | | | |
| Japan | | | |
| 35,000 | DMG Mori Co Ltd | 81,585,000 | 3.02 |
| 28,000 | Fujifilm Holdings Corp | 128,940,005 | 4.77 |
| 105,000 | Fujitsu Ltd | 84,283,500 | 3.12 |
| 24,000 | GS Yuasa Corp | 13,463,999 | 0.50 |
| 23,000 | H.I.S. Co Ltd | 93,955,008 | 3.48 |
| 15,000 | IHI Corp | 56,250,000 | 2.08 |
| 75,000 | Iino Kaiun Kaisha Ltd | 47,625,000 | 1.76 |
| 8,000 | Isuzu Motors Ltd | 15,096,000 | 0.56 |
| 100,000 | Itochu Corp | 210,300,000 | 7.78 |
| 90,000 | JXTG Holdings Inc | 65,430,000 | 2.41 |
| 23,000 | Kajima Corp | 24,932,000 | 0.92 |
| 60,000 | Kobe Steel Ltd | 62,700,000 | 2.32 |
| 70,000 | Makino Milling Machine Co Ltd | 79,869,994 | 2.96 |
| 75,000 | Marubeni Corp | 61,207,502 | 2.27 |
| 13,000 | Mitsubishi Chemical Holdings Corp | 16,074,500 | 0.60 |
| 30,000 | Mitsubishi Corp | 93,390,000 | 3.46 |
| 30,000 | Mitsubishi Motors Corp | 24,420,000 | 0.90 |
| 170,000 | Mitsubishi Ufj Financial Group Inc | 140,487,997 | 5.20 |
| 6,000 | Mitsui OSK Lines Ltd | 22,560,000 | 0.84 |
| 400,000 | Mizuho Financial Group Inc | 81,840,000 | 3.03 |
| 19,000 | Nabtesco Corp | 82,080,017 | 3.04 |
| 105,000 | Nachi-Fujikoshi Corp | 79,380,001 | 2.94 |
| 24,000 | NEC Corp | 72,960,000 | 2.70 |
| 19,000 | Nissan Motor Co Ltd | 21,346,497 | 0.79 |
| 140,000 | Nomura Holdings Inc | 93,113,999 | 3.45 |
| 9,000 | Otsuka Corp | 77,760,000 | 2.88 |
| 1,000 | Rohm Co Ltd | 12,480,037 | 0.46 |
| 8,500 | SCSK Corp | 44,199,995 | 1.64 |
| 23,000 | Seibu Holdings Inc | 49,013,000 | 1.81 |
| 9,000 | Sekisui Chemical Co Ltd | 20,358,005 | 0.75 |
| 9,000 | Shimadzu Corp | 23,058,000 | 0.85 |
| 155,000 | Sojitz Corp | 53,629,999 | 1.99 |
| 80,000 | Sumitomo Chemical Co Ltd | 64,800,000 | 2.40 |

E.I. Sturdza Funds Plc

Schedule of Investments (unaudited) (continued) As at 31 December 2017

Nippon Growth (UCITS) Fund (continued)

| Holding | Financial Assets and Financial Liabilities at Fair Value through Profit or Loss | Fair Value JPY | % of Net Assets |
|--|---|----------------------|--------------------|
| Transferable securities* | | | |
| Equity securities | | | |
| Japan (continued) | | | |
| 15,000 | Sumitomo Metal Mining Co Ltd | 77,669,995 | 2.88 |
| 23,000 | Sumitomo Mitsui Financial Group Inc | 111,963,995 | 4.14 |
| 19,000 | Sumitomo Mitsui Trust Holdings Inc | 84,987,000 | 3.15 |
| 15,000 | Sumitomo Realty & Development Co Ltd | 55,545,000 | 2.06 |
| 10,000 | Taisei Corp | 56,099,994 | 2.08 |
| 38,000 | Tokyo Tatemono Co Ltd | 57,835,994 | 2.14 |
| 33,000 | Tokyu Corp | 59,334,000 | 2.20 |
| 74,000 | Tokyu Fudosan Holdings Corp | 60,310,004 | 2.23 |
| 10,000 | Toyo Engineering Corp | 13,000,000 | 0.48 |
| 1,500 | Toyota Motor Corp | 10,819,486 | 0.40 |
| 20,000 | Yamada Denki Co Ltd | 12,419,998 | 0.46 |
| | | 2,698,575,521 | 99.90 |
| Total Transferable securities | | | |
| (31 December 2016: JPY 4,149,745,494 – 98.91%) | | 2,698,575,521 | 99.90 |
| Derivative financial instruments at positive fair value | | | |
| OTC Derivative financial instruments | | | |
| Forward foreign exchange contracts | | | |
| Appreciation in Forward foreign exchange contracts | | 1,408,771 | 0.05 |
| Total Derivative financial instruments at positive fair value | | | |
| (31 December 2016: JPY 5,386,457 - 0.12 %) | | 1,408,771 | 0.05 |
| Total Financial Assets at Fair Value through Profit or Loss | | 2,699,984,292 | 99.95 |
| Cash and cash equivalents** | | 16,486,311 | 0.61 |
| Other assets and liabilities | | (15,108,264) | (0.56) |
| Total Net Assets Attributable to Holders of Redeemable Participating Shares | | 2,701,362,339 | 100.00 |

E.I. Sturdza Funds Plc

Schedule of Investments (unaudited) (continued) As at 31 December 2017

Nippon Growth (UCITS) Fund (continued)

| | Fair Value | % of |
|--------------------------------------|----------------------|---------------|
| Analysis of Total Assets | JPY | Total |
| | | Assets |
| Transferable securities | 2,698,575,521 | 99.10 |
| OTC Derivative financial instruments | 1,408,771 | 0.05 |
| Cash and cash equivalents | 16,486,311 | 0.61 |
| Other assets | 6,496,395 | 0.24 |
| Total Assets | 2,722,966,998 | 100.00 |

*Transferable securities admitted to official stock exchange listing or traded on another regulated market.

**Cash and cash equivalents are held with The Bank of New York Mellon (AA-) (rating from Standard and Poor's).

E.I. Sturdza Funds Plc

Schedule of Investments (unaudited) (continued) As at 31 December 2017

Strategic Europe Value Fund

| Holding | Financial Assets and Financial Liabilities at Fair Value through Profit or Loss | Fair Value EUR | % of Net Assets |
|---------------------------------|---|-------------------|--------------------|
| Transferable securities* | | | |
| Equity securities | | | |
| Belgium | | | |
| 95,000 | Telenet Group Holding NV | 5,518,550 | 0.69 |
| | | 5,518,550 | 0.69 |
| Denmark | | | |
| 296,000 | Pandora A/S | 26,855,094 | 3.33 |
| | | 26,855,094 | 3.33 |
| France | | | |
| 906,000 | Criteo SA | 19,639,557 | 2.44 |
| 485,000 | Danone SA | 33,925,750 | 4.21 |
| | | 53,565,307 | 6.65 |
| Germany | | | |
| 209,000 | Bayer AG | 21,736,000 | 2.70 |
| 291,000 | Beiersdorf AG | 28,488,900 | 3.54 |
| 306,000 | Fresenius Medical Care AG & Co KgaA | 26,860,680 | 3.33 |
| 352,000 | SAP SE | 32,894,400 | 4.08 |
| 283,000 | Stroer SE & Co KgaA | 17,432,800 | 2.16 |
| 453,000 | Wirecard AG | 42,160,710 | 5.23 |
| | | 169,573,490 | 21.04 |
| Jersey (Channel Islands) | | | |
| 654,165 | Shire Plc | 28,740,795 | 3.57 |
| | | 28,740,795 | 3.57 |
| Netherlands | | | |
| 106,000 | Akzo Nobel NV | 7,740,120 | 0.96 |
| 620,000 | Grandvision NV | 13,202,900 | 1.64 |
| 312,000 | Heineken Holding NV | 25,736,880 | 3.20 |
| 529,126 | Intertrust NV | 8,270,239 | 1.03 |
| 702,000 | NN Group NV | 25,356,240 | 3.15 |
| 1,695,000 | Relx NV | 32,484,675 | 4.03 |
| 1,550,000 | SBM Offshore NV | 22,738,500 | 2.82 |
| 686,000 | Wolters Kluwer NV | 29,827,280 | 3.70 |
| | | 165,356,834 | 20.53 |

E.I. Sturdza Funds Plc

Schedule of Investments (unaudited) (continued) As at 31 December 2017

Strategic Europe Value Fund (continued)

| Holding | Financial Assets and Financial Liabilities at Fair Value through Profit or Loss | Fair Value EUR | % of Net Assets |
|--|---|---------------------------|---------------------|
| Transferable securities*(continued) | | | |
| Equity securities (continued) | | | |
| Norway | | | |
| 1,979,489 | Orkla ASA | 17,544,152 | 2.18 |
| | | <u>17,544,152</u> | <u>2.18</u> |
| Spain | | | |
| 393,000 | Amadeus IT Holding SA | 23,623,230 | 2.93 |
| | | <u>23,623,230</u> | <u>2.93</u> |
| Switzerland | | | |
| 559,000 | Nestle SA | 40,031,633 | 4.97 |
| | | <u>40,031,633</u> | <u>4.97</u> |
| United Kingdom | | | |
| 446,000 | Astrazeneca Plc | 25,729,805 | 3.19 |
| 486,000 | British American Tobacco Plc | 27,473,488 | 3.41 |
| 3,600,000 | Convatec Group Plc | 8,334,148 | 1.04 |
| 892,000 | Diageo Plc | 27,382,823 | 3.40 |
| 405,000 | Liberty Global Plc | 12,087,941 | 1.50 |
| 115,000 | Livanova Plc | 7,653,897 | 0.95 |
| 350,000 | Reckitt Benckiser Group Plc | 27,280,871 | 3.39 |
| 3,750,000 | Sage Group Plc/The | 33,711,729 | 4.18 |
| 830,000 | Smith & Nephew Plc | 12,043,170 | 1.49 |
| 2,083,584 | Sophos Group Plc | 13,379,280 | 1.66 |
| 716,000 | Unilever Plc | 33,276,411 | 4.13 |
| | | <u>228,353,563</u> | <u>28.34</u> |
| United States of America | | | |
| 178,000 | Equifax Inc | 17,479,814 | 2.17 |
| 300,000 | Philip Morris International Inc | 26,394,903 | 3.28 |
| | | <u>43,874,717</u> | <u>5.45</u> |
| Total Transferable securities | | | |
| (31 December 2016: EUR 921,625,415 - 99.09 %) | | <u>803,037,365</u> | <u>99.68</u> |

E.I. Sturdza Funds Plc

Schedule of Investments (unaudited) (continued) As at 31 December 2017

Strategic Europe Value Fund (continued)

| Holding | Financial Assets and Financial Liabilities at Fair Value through Profit or Loss | Fair Value EUR | % of Net Assets |
|---------|--|--------------------|--------------------|
| | Derivative financial instruments at positive fair value | | |
| | Derivative financial instruments dealt on a regulated market | | |
| | Options contracts | | |
| 36 | S&P 500 Index Put Option, Strike Price USD 2600, Expiry 15/06/2018 | 170,736 | 0.02 |
| 310 | Tesla Inc Put Option, Strike Price USD 310, Expiry 15/06/2018 | 817,597 | 0.10 |
| | | 988,333 | 0.12 |
| | OTC Derivative financial instruments | | |
| | Forward foreign exchange contracts | | |
| | Appreciation in Forward foreign exchange contracts | 102,282 | 0.01 |
| | Total Derivative financial instruments at positive fair value (31 December 2016: EUR 309 – 0.00%) | 1,090,615 | 0.13 |
| | Total Financial Assets at Fair value through Profit or Loss | 804,127,980 | 99.81 |
| | Derivative financial instruments at negative fair value | | |
| | OTC Derivative financial instruments | | |
| | Forward foreign exchange contracts | | |
| | Depreciation in Forward foreign exchange contracts | (49,688) | (0.01) |
| | Total Derivative financial instruments at negative fair value (31 December 2016: EUR (192,659) - (0.02)%) | (49,688) | (0.01) |
| | Total Financial Assets at Fair Value through Profit and Loss | 804,078,292 | 99.80 |

E.I. Sturdza Funds Plc

Schedule of Investments (unaudited) (continued) As at 31 December 2017

Strategic Europe Value Fund (continued)

| Holding | Financial Assets and Financial Liabilities at Fair Value through Profit or Loss | Fair Value EUR | % of Net Assets |
|---------|--|---------------------------|------------------------------|
| | Cash and cash equivalents** | 1,380,175 | 0.17 |
| | Other assets and liabilities | 281,008 | 0.03 |
| | Total Net Assets Attributable to Holders of Redeemable Participating Shares | 805,739,475 | 100.00 |
| | | Fair Value EUR | % of Total Assets |
| | Analysis of Total Assets | | |
| | Transferable securities | 803,037,365 | 99.34 |
| | Derivative financial instruments dealt on a regulated market | 988,333 | 0.12 |
| | OTC Derivative financial instruments | 102,282 | 0.01 |
| | Cash and cash equivalents | 1,380,175 | 0.17 |
| | Other assets | 2,872,115 | 0.36 |
| | Total Assets | 808,380,270 | 100.00 |

*Transferable securities admitted to official stock exchange listing or traded on another regulated market.

**Cash and cash equivalents are held with The Bank of New York Mellon (AA-) and The Royal Bank of Scotland (BBB+) (ratings from Standard & Poor's).

In accordance with the French Financial Monetary Code ("Plan d'épargne en actions" or "PEA") the Strategic Europe Value Fund held an average of 86.77% in PEA eligible securities during the year (2016: 78.70%).

E.I. Sturdza Funds Plc

Schedule of Investments (unaudited) (continued) As at 31 December 2017

Strategic Global Bond Fund

| Holding | Financial Assets and Financial Liabilities at Fair Value through Profit or Loss | Fair Value USD | % of Net Assets |
|---------------------------------|---|-------------------|--------------------|
| Transferable securities* | | | |
| Debt securities | | | |
| Canada | | | |
| 1,000,000 | Toronto-Dominion Bank 1.63% 13/03/2018 | 999,771 | 3.16 |
| | | 999,771 | 3.16 |
| Cayman Islands | | | |
| 1,000,000 | Tencent Holdings Ltd 2.88% 11/02/2020 | 1,006,080 | 3.18 |
| | | 1,006,080 | 3.18 |
| China | | | |
| 1,000,000 | China Development Bank Corp 2.75% 16/11/2022 | 990,644 | 3.14 |
| | | 990,644 | 3.14 |
| France | | | |
| 1,000,000 | Orange SA 2.75% 06/02/2019 | 1,005,727 | 3.17 |
| 500,000 | Pernod Ricard SA 4.45% 15/01/2022 | 531,545 | 1.68 |
| 500,000 | RCI Banque SA 3.5% 03/04/2018 | 501,755 | 1.59 |
| | | 2,039,027 | 6.44 |
| Germany | | | |
| 1,000,000 | LINDE AG 1.5% 18/04/2018 | 998,881 | 3.16 |
| | | 998,881 | 3.16 |
| Ireland | | | |
| 500,000 | Iberdrola Finance Ireland Ltd 5% 11/09/2019 | 520,643 | 1.65 |
| | | 520,643 | 1.65 |
| Luxembourg | | | |
| 1,000,000 | ArcelorMittal 6.13% 01/06/2025 | 1,156,250 | 3.66 |
| | | 1,156,250 | 3.66 |
| Netherlands | | | |
| 1,000,000 | EDP Finance BV 5.25% 14/01/2021 | 1,072,879 | 3.40 |
| 500,000 | Shell International Finance BV 1.38% 10/05/2019 | 495,751 | 1.57 |
| | | 1,568,630 | 4.97 |
| Republic of Korea | | | |
| 1,000,000 | Korea Gas Corp 1.88% 18/07/2021 | 962,319 | 3.05 |
| | | 962,319 | 3.05 |

E.I. Sturdza Funds Plc

Schedule of Investments (unaudited) (continued) As at 31 December 2017

Strategic Global Bond Fund (continued)

| Holding | Financial Assets and Financial Liabilities at Fair Value through Profit or Loss | Fair Value USD | % of Net Assets |
|--|---|-------------------|--------------------|
| Transferable securities* (continued) | | | |
| Debt securities (continued) | | | |
| Singapore | | | |
| 1,000,000 | SingTel Group Treasury Pte Ltd 3.25% 30/06/2025 | 1,016,490 | 3.22 |
| | | 1,016,490 | 3.22 |
| United States of America | | | |
| 1,000,000 | American Honda Finance Corp 1.6% 16/02/2018 | 999,464 | 3.16 |
| 750,000 | Apple Inc 1.63% 03/05/2018 | 750,488 | 2.38 |
| 700,000 | Cisco Systems Inc 1.9% 15/06/2018 | 700,741 | 2.22 |
| 750,000 | Exxon Mobil Corp 2.07% 28/02/2018 | 750,469 | 2.38 |
| 1,000,000 | Ford Motor Credit Co LLC 2.38% 12/03/2019 | 1,005,211 | 3.18 |
| 500,000 | Hyundai Capital America 2.6% 19/03/2020 | 496,161 | 1.57 |
| 500,000 | McDonald's Corp 5.35% 01/03/2018 | 502,994 | 1.59 |
| 500,000 | Merck Sharp & Dohme Corp 5% 30/06/2019 | 521,513 | 1.65 |
| 1,000,000 | Nissan Motor Acceptance Corp 1.84% 13/09/2019 | 1,003,805 | 3.18 |
| 1,000,000 | Oracle Corp 2.38% 15/01/2019 | 1,004,261 | 3.18 |
| 1,000,000 | PepsiCo Inc 2.38% 06/10/2026 | 951,840 | 3.00 |
| 1,000,000 | Roche Holdings Inc 1.68% 30/09/2019 | 1,003,693 | 3.18 |
| 2,500,000 | United States Treasury 2.25% 15/02/2027 | 2,466,886 | 7.80 |
| 2,500,000 | United States Treasury 2.88% 15/11/2046 | 2,562,244 | 8.11 |
| 2,500,000 | United States Treasury 3% 15/02/2047 | 2,626,841 | 8.31 |
| 1,000,000 | Walt Disney Co 2.35% 01/12/2022 | 993,882 | 3.15 |
| | | 18,340,493 | 58.04 |
| Total Transferable securities | | | |
| (31 December 2016: USD 63,007,371 – 98.57 %) | | 29,599,228 | 93.67 |
| Total Financial Assets at Fair value through Profit or Loss | | 29,599,228 | 93.67 |

E.I. Sturdza Funds Plc

Schedule of Investments (unaudited) (continued) As at 31 December 2017

Strategic Global Bond Fund (continued)

| Holding | Financial Assets and Financial Liabilities at Fair Value through Profit or Loss | Fair Value USD | % of Net Assets |
|----------------|--|---------------------------|----------------------------------|
| | Cash and cash equivalents** | 1,026,414 | 3.25 |
| | Other assets and liabilities | 971,912 | 3.08 |
| | Total Net Assets Attributable to Holders of Redeemable Participating Shares | 31,597,554 | 100.00 |
| | | Fair Value USD | % of Total Assets |
| | Analysis of Total Assets | | |
| | Transferable securities | 29,599,228 | 93.20 |
| | Cash and cash equivalents | 1,026,414 | 3.23 |
| | Other assets | 1,133,547 | 3.57 |
| | Total Assets | 31,759,189 | 100.00 |

*Transferable securities admitted to official stock exchange listing or traded on another regulated market.

**Cash and cash equivalents are held with The Bank of New York Mellon (AA-) and The Royal Bank of Scotland (BBB+) (ratings from Standard & Poor's).

E.I. Sturdza Funds Plc

Schedule of Investments (unaudited) (continued) As at 31 December 2017

Strategic US Momentum and Value Fund

| Holding | Financial Assets and Financial Liabilities at Fair Value through Profit or Loss | Fair Value USD | % of Net Assets |
|---------------------------------|---|-------------------|--------------------|
| Transferable securities* | | | |
| Equity securities | | | |
| Canada | | | |
| 28,400 | Canadian Pacific Railway Ltd | 5,190,384 | 2.61 |
| | | 5,190,384 | 2.61 |
| Ireland | | | |
| 36,250 | Allergan Plc | 5,929,775 | 2.98 |
| | | 5,929,775 | 2.98 |
| Jersey (Channel Islands) | | | |
| 48,300 | Shire Plc | 7,492,296 | 3.76 |
| | | 7,492,296 | 3.76 |
| Singapore | | | |
| 26,500 | Broadcom Ltd | 6,807,850 | 3.42 |
| | | 6,807,850 | 3.42 |
| United States of America | | | |
| 6,950 | Alphabet Inc | 7,321,130 | 3.68 |
| 79,100 | AO Smith Corp | 4,847,248 | 2.43 |
| 45,700 | Apple Inc | 7,733,811 | 3.88 |
| 1,500 | AutoZone Inc | 1,067,055 | 0.54 |
| 74,100 | Bank Of The Ozarks Inc | 3,590,145 | 1.80 |
| 29,050 | Becton Dickinson and Co | 6,218,443 | 3.12 |
| 36,200 | Casey'S General Stores Inc | 4,052,228 | 2.04 |
| 67,100 | Celgene Corp | 7,002,556 | 3.52 |
| 52,500 | Cerner Corp | 3,537,975 | 1.78 |
| 100,100 | Cognizant Technology Solutions Corp | 7,109,102 | 3.57 |
| 11,750 | Constellation Brands Inc | 2,685,697 | 1.35 |
| 56,600 | Dollar Tree Inc | 6,073,746 | 3.05 |
| 176,600 | Envision Healthcare Corp | 6,103,296 | 3.07 |
| 23,000 | Facebook Inc | 4,058,580 | 2.04 |
| 645,400 | Financial Select Sector Spdr Fund | 18,013,114 | 9.03 |
| 28,300 | Marriott International Inc/Md | 3,841,159 | 1.93 |
| 44,700 | Mastercard Inc | 6,765,792 | 3.40 |
| 4,290 | Priceline Group Inc/The | 7,454,905 | 3.74 |
| 68,900 | Quintiles Ims Holdings Inc | 6,745,310 | 3.39 |
| 17,050 | Sherwin-Williams Co/The | 6,991,182 | 3.51 |
| 25,300 | Signature Bank/New York Ny | 3,472,678 | 1.74 |

E.I. Sturdza Funds Plc

Schedule of Investments (unaudited) (continued) As at 31 December 2017

Strategic US Momentum and Value Fund (continued)

| Holding | Financial Assets and Financial Liabilities at Fair Value through Profit or Loss | Fair Value USD | % of Net Assets |
|--|---|--------------------|--------------------|
| Transferable securities* (continued) | | | |
| Equity securities (continued) | | | |
| United States of America (continued) | | | |
| 3,900 | SPDR S&P500 Etf Trust | 1,040,754 | 0.52 |
| 32,500 | Thermo Fisher Scientific Inc | 6,171,100 | 3.10 |
| 17,050 | Ulta Beauty Inc | 3,813,403 | 1.92 |
| 40,500 | Union Pacific Corp | 5,431,050 | 2.73 |
| 19,800 | United Health Group Inc | 4,365,108 | 2.19 |
| 60,600 | Visa Inc | 6,909,612 | 3.47 |
| | | 152,416,179 | 76.54 |
| Total Transferable securities | | | |
| (31 December 2016: USD 203,939,946 – 95.18 %) | | 177,836,484 | 89.31 |
| Derivative financial instruments at positive fair value | | | |
| Derivative financial instruments dealt on a regulated market | | | |
| Options contracts | | | |
| 100 | United Health Group Inc Call Option, Strike Price USD 230, Expiry 16/03/2018 | 42,000 | 0.02 |
| OTC Derivative financial instruments | | | |
| Forward foreign exchange contracts | | | |
| Appreciation in Forward foreign exchange contracts | | 83,926 | 0.04 |
| Total Derivative financial instruments at positive fair value (31 December 2016: USD 260,251 - 0.12%) | | 125,926 | 0.06 |
| Total Financial Assets at Fair Value through Profit or Loss | | 177,962,410 | 89.37 |

E.I. Sturdza Funds Plc

Schedule of Investments (unaudited) (continued) As at 31 December 2017

Strategic US Momentum and Value Fund (continued)

| Holding | Financial Assets and Financial Liabilities at Fair Value through Profit or Loss | Fair Value USD | % of Net Assets |
|---|---|---------------------------|----------------------------------|
| Derivative financial instruments at negative fair value | | | |
| OTC Derivative financial instruments | | | |
| Forward foreign exchange contracts | | | |
| | Depreciation in Forward foreign exchange contracts | (286) | 0.00 |
| Total Derivative Financial Instruments at negative fair value (31 December 2016: USD (725,198)- (0.33)%) | | (286) | 0.00 |
| Total Financial Liabilities at Fair Value through Profit or Loss | | (286) | 0.00 |
| Total Financial Assets and Liabilities at Fair Value through Profit or Loss | | 177,962,124 | 89.37 |
| | Cash and cash equivalents** | 18,601,715 | 9.34 |
| | Other assets and liabilities | 2,568,205 | 1.29 |
| Total Net Assets Attributable to the Holders of Redeemable Participating Shares | | 199,132,044 | 100.00 |
| | | Fair Value USD | % of Total Assets |
| Analysis of Total Assets | | | |
| | Transferable securities | 177,836,484 | 88.81 |
| | Derivative financial instruments dealt on a regulated market | 42,000 | 0.02 |
| | OTC Derivative financial instruments | 83,926 | 0.04 |
| | Cash and cash equivalents | 18,601,715 | 9.29 |
| | Other assets | 3,683,393 | 1.84 |
| Total Assets | | 200,247,518 | 100.00 |

*Transferable securities admitted to official stock exchange listing or traded on another regulated market.

**Cash and cash equivalents are held with The Bank of New York Mellon (AA-) and The Royal Bank of Scotland (BBB+) (ratings from Standard & Poor's).

E.I. Sturdza Funds Plc

Schedule of Investments (unaudited) (continued) As at 31 December 2017

Strategic Global Quality Fund

| Holding | Financial Assets and Financial Liabilities at Fair Value through Profit or Loss | Fair Value USD | % of Net Assets |
|---------------------------------|---|-------------------|--------------------|
| Transferable securities* | | | |
| Equity securities | | | |
| France | | | |
| 61,000 | Criteo SA | 1,587,830 | 2.30 |
| | | 1,587,830 | 2.30 |
| Germany | | | |
| 22,050 | Beiersdorf AG | 2,592,161 | 3.75 |
| 14,200 | Fresenius Medical Care AG & Co Kga | 1,496,768 | 2.16 |
| 23,450 | Sap SE | 2,631,436 | 3.81 |
| 30,900 | Wirecard AG | 3,453,336 | 4.99 |
| | | 10,173,701 | 14.71 |
| Ireland | | | |
| 12,800 | Medtronic Plc | 1,033,600 | 1.49 |
| | | 1,033,600 | 1.49 |
| Jersey (Channel Islands) | | | |
| 51,700 | Shire Plc | 2,727,550 | 3.94 |
| | | 2,727,550 | 3.94 |
| Netherlands | | | |
| 21,200 | Heineken Holding NV | 2,099,944 | 3.03 |
| 45,000 | Wolters Kluwer NV | 2,349,485 | 3.40 |
| | | 4,449,429 | 6.43 |
| Switzerland | | | |
| 30,000 | Nestle SA | 2,579,785 | 3.73 |
| | | 2,579,785 | 3.73 |
| United Kingdom | | | |
| 41,400 | British American Tobacco Plc | 2,810,273 | 4.06 |
| 55,200 | Diageo Plc | 2,034,807 | 2.94 |
| 31,600 | Reckitt Benckiser Group Plc | 2,957,658 | 4.28 |
| 120,000 | Relx Plc | 2,822,919 | 4.08 |
| 256,000 | Sage Group Plc | 2,763,506 | 4.00 |
| 52,000 | Unilever Plc | 2,902,000 | 4.20 |
| | | 16,291,163 | 23.56 |

E.I. Sturdza Funds Plc

Schedule of Investments (unaudited) (continued) As at 31 December 2017

Strategic Global Quality Fund (continued)

| Holding | Financial Assets and Financial Liabilities at Fair Value through Profit or Loss | Fair Value USD | % of Net Assets |
|---|---|-------------------|--------------------|
| Transferable securities*(continued) | | | |
| Equity securities (continued) | | | |
| United States of America | | | |
| 2,060 | Alphabet Inc | 2,155,584 | 3.12 |
| 27,300 | Altria Group Inc | 1,949,493 | 2.82 |
| 18,050 | Clorox Co | 2,684,757 | 3.88 |
| 36,500 | Colgate-Palmolive Co | 2,753,925 | 3.98 |
| 22,800 | Equifax Inc | 2,688,576 | 3.89 |
| 22,050 | Estee Lauder Cos Inc | 2,805,642 | 4.06 |
| 12,750 | International Flavors & Fragrances Inc | 1,945,778 | 2.81 |
| 17,900 | Mastercard Inc | 2,709,344 | 3.92 |
| 31,700 | Microsoft Corp | 2,711,618 | 3.92 |
| 30,200 | Philip Morris International Inc | 3,190,630 | 4.61 |
| 23,950 | Visa Inc | 2,730,779 | 3.95 |
| | | 28,326,126 | 40.96 |
| Total Transferable securities | | | |
| (31 December 2016: USD 57,995,962 – 97.20 %) | | 67,169,184 | 97.12 |
| Derivative financial instruments at positive fair value | | | |
| Derivative financial instruments dealt on a regulated market | | | |
| Options contracts | | | |
| 3 | S&P 500 Index Put Option, Strike Price USD 2600, Expiry 06/15/2018 | 17,085 | 0.02 |
| 21 | Telsa Inc Put Option, Strike Price USD 310, Expiry 06/15/2018 | 66,507 | 0.10 |
| | | 83,592 | 0.12 |
| OTC Derivative financial instruments | | | |
| Forward foreign exchange contracts | | | |
| Appreciation in Forward foreign exchange contracts | | 102,700 | 0.15 |
| Total Derivative financial instruments at positive fair value (31 December 2016: USD 82,639 - 0.14%) | | 186,292 | 0.27 |

E.I. Sturza Funds Plc

Schedule of Investments (unaudited) (continued) As at 31 December 2017

Strategic Global Quality Fund (continued)

| Holding | Financial Assets and Financial Liabilities at Fair Value through Profit or Loss | Fair Value USD | % of Net Assets |
|--|---|---------------------------|----------------------------------|
| Total Financial Assets at Fair Value through Profit or Loss | | 67,355,476 | 97.39 |
| | Cash and cash equivalents** | 1,307,650 | 1.89 |
| | Other assets and liabilities | 499,089 | 0.72 |
| Total Net Assets attributable to the Holders of Redeemable Participating Shares | | 69,162,215 | 100.00 |
| Analysis of Total Assets | | Fair Value USD | % of Total Assets |
| | Transferable securities | 67,169,184 | 96.86 |
| | Derivative financial instruments dealt on a regulated market | 83,592 | 0.12 |
| | OTC Derivative financial instruments | 102,700 | 0.15 |
| | Cash and cash equivalents | 1,307,650 | 1.89 |
| | Other assets | 683,513 | 0.98 |
| | Total Assets | 69,346,639 | 100.00 |

*Transferable securities admitted to official stock exchange listing or traded on another regulated market.

**Cash and cash equivalents are held with The Bank of New York Mellon (AA-) and The Royal Bank of Scotland (BBB+) (ratings from Standard & Poor's).

E.I. Sturdza Funds Plc

Schedule of Investments (unaudited) (continued) As at 31 December 2017

Strategic European Smaller Companies Fund

| Holding | Financial Assets and Financial Liabilities at Fair Value through Profit or Loss | Fair Value EUR | % of Net Assets |
|--|---|-------------------|--------------------|
| Investment funds | | | |
| Luxembourg | | | |
| 9,444 | Amundi Money Market Fund - Short Term EUR | 9,516,128 | 4.92 |
| 14,570 | BNP Paribas Insticash EUR | 2,038,845 | 1.05 |
| Total Investment funds | | 11,554,973 | 5.97 |
| (31 December 2016: EUR 4,094,632 – 6.28%) | | | |
| Transferable securities* | | | |
| Equity securities | | | |
| Austria | | | |
| 120,301 | Andritz AG | 5,664,373 | 2.93 |
| | | <u>5,664,373</u> | <u>2.93</u> |
| Belgium | | | |
| 537,591 | Balta Group NV | 4,677,042 | 2.42 |
| 55,446 | Barco NV | 4,948,555 | 2.56 |
| | | <u>9,625,597</u> | <u>4.98</u> |
| Finland | | | |
| 263,647 | Valmet Oyj | 4,334,357 | 2.24 |
| | | <u>4,334,357</u> | <u>2.24</u> |
| France | | | |
| 407,608 | Albioma SA | 8,576,072 | 4.44 |
| 75,946 | Alten SA | 5,286,601 | 2.74 |
| 85,670 | Aubay | 2,964,182 | 1.53 |
| 367,814 | Elis SA | 8,465,239 | 4.38 |
| 196,517 | Ipsos | 6,033,072 | 3.12 |
| 239,940 | Jacquet Metal Service | 6,598,350 | 3.41 |
| 109,835 | LISI | 4,404,383 | 2.28 |
| 450,000 | Mauna Kea Technologies | 2,133,000 | 1.10 |
| 64,960 | Mersen | 2,425,606 | 1.25 |
| 103,168 | Mgi Coutier | 3,477,793 | 1.80 |
| 271,520 | SPIE SA | 5,893,342 | 3.05 |
| 195,372 | Tarkett S.A. | 6,834,113 | 3.54 |
| | | <u>63,091,753</u> | <u>32.64</u> |

E.I. Sturdza Funds Plc

Schedule of Investments (unaudited) (continued) As at 31 December 2017

Strategic European Smaller Companies Fund (continued)

| Holding | Financial Assets and Financial Liabilities at Fair Value through Profit or Loss | Fair Value EUR | % of Net Assets |
|---|---|-------------------|--------------------|
| Transferable securities* (continued) | | | |
| Equity securities (continued) | | | |
| Germany | | | |
| 148,155 | NORMA Group SE | 8,292,235 | 4.29 |
| 434,523 | Tom Tailor Holding SE | 4,731,955 | 2.45 |
| 165,829 | va-Q-tec AG | 3,040,475 | 1.57 |
| | | 16,064,665 | 8.31 |
| Italy | | | |
| 265,000 | Brembo Spa | 3,357,550 | 1.74 |
| 114,127 | Moncler Spa | 2,976,432 | 1.54 |
| 1,060,140 | OVS Spa | 5,889,078 | 3.05 |
| 273,499 | Unieuro Spa | 3,894,626 | 2.01 |
| | | 16,117,686 | 8.34 |
| Luxembourg | | | |
| 350,999 | SAF-Holland SA | 6,295,167 | 3.26 |
| | | 6,295,167 | 3.26 |
| Netherlands | | | |
| 69,064 | Aalberts Industries NV | 2,927,968 | 1.51 |
| 18,204 | Kendrion NV | 731,073 | 0.38 |
| 116,595 | Takeaway.Com Holding BV | 5,932,354 | 3.07 |
| | | 9,591,395 | 4.96 |
| Spain | | | |
| 277,970 | Ebro Foods SA | 5,425,974 | 2.81 |
| | | 5,425,974 | 2.81 |
| Sweden | | | |
| 735,000 | Boozt AB | 5,476,120 | 2.83 |
| 818,175 | Granges AB | 7,011,229 | 3.63 |
| | | 12,487,349 | 6.46 |
| Switzerland | | | |
| 14,592 | Daetwyler Holding AG | 2,349,326 | 1.22 |
| 42,500 | Feintool International Holding AG | 4,285,667 | 2.22 |
| 7,186 | Komax Holding AG | 1,962,030 | 1.02 |
| 2,168 | Metall Zug AG | 6,847,605 | 3.54 |
| 32,303 | Rieter Holding AG | 6,564,508 | 3.40 |
| 28,546 | U-Blox Holding AG | 4,678,874 | 2.42 |
| | | 26,688,010 | 13.82 |

E.I. Sturdza Funds Plc

Schedule of Investments (unaudited) (continued) As at 31 December 2017

Strategic European Smaller Companies Fund (continued)

| Financial Assets and Financial Liabilities at Fair Value | Fair Value | % of Net Assets |
|--|--------------------|--------------------------|
| Holding through Profit or Loss | EUR | |
| Transferable securities* (continued) | | |
| Equity securities (continued) | | |
| Total Equity securities (31 December 2016: EUR 59,340,513 – 90.96 %) | 175,386,326 | 90.75 |
| Total Transferable securities (31 December 2016: 59,340,513 EUR – 90.96 %) | 175,386,326 | 90.75 |
| Derivative financial instruments at positive fair value | | |
| Forward foreign exchange contracts | | |
| Appreciation in Forward foreign exchange contracts | 4,952 | 0.00 |
| Total Derivative financial instruments at positive fair value (31 December 2016: USD 258,168 – 0.28%) | 4,952 | 0.00 |
| Total Financial Assets at fair value through profit or loss | 186,946,251 | 96.72 |
| Cash and cash equivalents** | 6,707,810 | 3.47 |
| Other assets and liabilities | (369,018) | (0.19) |
| Total Net Assets Attributable to Holders of Redeemable Participating Shares | 193,285,043 | 100.00 |
| | Fair Value | % of Total Assets |
| Analysis of Total Assets | EUR | |
| Investment in funds | 11,554,973 | 5.96 |
| Transferable securities | 175,386,326 | 90.42 |
| OTC financial derivative instruments | 4,952 | 0.00 |
| Cash and cash equivalents | 6,707,810 | 3.46 |
| Other assets | 311,250 | 0.16 |
| Total Assets | 193,965,311 | 100.00 |

*Transferable securities admitted to official stock exchange listing or traded on another regulated market.

**Cash and cash equivalents are held with The Bank of New York Mellon (AA-) (rating from Standard and Poor's).

E.I. Sturdza Funds Plc

Schedule of Investments (unaudited) (continued) As at 31 December 2017

Strategic Quality Emerging Bond Fund

| Holding | Financial Assets and Financial Liabilities at Fair Value through Profit or Loss | Fair Value USD | % of Net Assets |
|---------------------------------|---|-------------------|--------------------|
| Transferable securities* | | | |
| Debt securities | | | |
| Austria | | | |
| 1,000,000 | Bahia Sul Holdings GmbH 5.75% 14/07/2026 | 1,088,100 | 2.67 |
| | | 1,088,100 | 2.67 |
| British Virgin Islands | | | |
| 1,250,000 | CNOOC Finance 2011 Ltd 4.25% 26/01/2021 | 1,300,446 | 3.19 |
| 500,000 | Sinopec Group Overseas Development 2016 Ltd 2.75% 29/09/2026 | 475,054 | 1.17 |
| | | 1,775,500 | 4.36 |
| Cayman Islands | | | |
| 1,000,000 | Embraer Overseas Ltd 5.7% 16/09/2023 | 1,097,500 | 2.70 |
| 1,000,000 | Fibria Overseas Finance Ltd 5.25% 12/05/2024 | 1,073,750 | 2.64 |
| 1,000,000 | Tencent Holdings Ltd 2.88% 11/02/2020 | 1,006,079 | 2.47 |
| 500,000 | Vale Overseas Ltd 4.38% 11/01/2022 | 518,250 | 1.27 |
| | | 3,695,579 | 9.08 |
| Chile | | | |
| 1,500,000 | Corp Nacional del Cobre de Chile 4.5% 16/09/2025 | 1,614,245 | 3.98 |
| 500,000 | Empresa Nacional del Petroleo 3.75% 05/08/2026 | 497,505 | 1.22 |
| | | 2,111,750 | 5.20 |
| China | | | |
| 1,750,000 | China Development Bank Corp 2.75% 16/11/2022 | 1,733,627 | 4.26 |
| | | 1,733,627 | 4.26 |
| Colombia | | | |
| 500,000 | Colombia Republic Of (Government) 4% 26/02/2024 | 519,125 | 1.28 |
| 1,000,000 | Ecopetrol SA 5.88% 18/09/2023 | 1,107,500 | 2.72 |
| | | 1,626,625 | 4.00 |
| Hungary | | | |
| 500,000 | MFB Magyar Fejlesztési Bank Zrt 6.25% 21/10/2020 | 545,830 | 1.34 |
| | | 545,830 | 1.34 |
| India | | | |
| 1,250,000 | Export-Import Bank of India 4% 14/01/2023 | 1,296,469 | 3.18 |
| 500,000 | Oil India Ltd 5.38% 17/04/2024 | 553,650 | 1.36 |
| 1,500,000 | Tata Motors Ltd 4.63% 30/04/2020 | 1,541,025 | 3.79 |
| | | 3,391,144 | 8.33 |

E.I. Sturdza Funds Plc

Schedule of Investments (unaudited) (continued) As at 31 December 2017

Strategic Quality Emerging Bond Fund (continued)

| Holding | Financial Assets and Financial Liabilities at Fair Value through Profit or Loss | Fair Value USD | % of Net Assets |
|---|---|-------------------|--------------------|
| Transferable securities* (continued) | | | |
| Debt securities (continued) | | | |
| Indonesia | | | |
| 500,000 | Indonesia Government International Bond 4.35% 11/01/2048 | 508,516 | 1.25 |
| 1,500,000 | Pertamina Persero PT 4.88% 03/05/2022 | 1,597,752 | 3.92 |
| | | 2,106,268 | 5.17 |
| Ireland | | | |
| | MMC Norilsk Nickel OJSC via MMC Finance DAC 6.63% | | |
| 1,000,000 | 14/10/2022 | 1,128,849 | 2.77 |
| 1,000,000 | Phosagro OAO via Phosagro Bond Funding Ltd 3.95% 03/11/2021 | 1,009,365 | 2.48 |
| | | 2,138,214 | 5.25 |
| Isle of Man | | | |
| 1,250,000 | AngloGold Ashanti Holdings PLC 5.13% 01/08/2022 | 1,310,401 | 3.22 |
| | | 1,310,401 | 3.22 |
| Kazakhstan | | | |
| 1,500,000 | Development Bank of Kazakhstan JSC 4.13% 10/12/2022 | 1,550,250 | 3.81 |
| | | 1,550,250 | 3.81 |
| Luxembourg | | | |
| 1,500,000 | ArcelorMittal 6.13% 01/06/2025 | 1,734,375 | 4.26 |
| 500,000 | Gazprom OAO Via Gaz Capital SA 8.63% 28/04/2034 | 681,789 | 1.67 |
| 500,000 | MOL Group Finance SA 6.25% 26/09/2019 | 531,720 | 1.31 |
| 1,000,000 | Severstal OAO Via Steel Capital SA 5.9% 17/10/2022 | 1,108,440 | 2.72 |
| | | 4,056,324 | 9.96 |
| Mexico | | | |
| 1,500,000 | Grupo Bimbo SAB de CV 4.88% 27/06/2044 | 1,561,445 | 3.84 |
| 1,500,000 | Mexico Government International Bond 4.15% 28/03/2027 | 1,557,375 | 3.83 |
| 1,500,000 | Petroleos Mexicanos 6.5% 13/03/2027 | 1,641,375 | 4.03 |
| | | 4,760,195 | 11.70 |
| Netherlands | | | |
| 1,250,000 | Bharti Airtel International Netherlands BV 5.35% 20/05/2024 | 1,348,604 | 3.31 |
| 1,500,000 | Myriad International Holdings BV 4.85% 06/07/2027 | 1,559,124 | 3.83 |
| | | 2,907,728 | 7.14 |

E.I. Sturdza Funds Plc

Schedule of Investments (unaudited) (continued) As at 31 December 2017

Strategic Quality Emerging Bond Fund (continued)

| Holding | Financial Assets and Financial Liabilities at Fair Value through Profit or Loss | Fair Value USD | % of Net Assets |
|--|---|-------------------|--------------------|
| Transferable securities* (continued) | | | |
| Debt securities (continued) | | | |
| Poland | | | |
| 1,000,000 | Republic of Poland Government International Bond 3.25% 06/04/2026 | 1,023,230 | 2.51 |
| | | 1,023,230 | 2.51 |
| Romania | | | |
| 500,000 | Romania Republic Of (Government) 4.88% 22/01/2024 | 550,958 | 1.35 |
| | | 550,958 | 1.35 |
| United Kingdom | | | |
| 1,500,000 | Fresnillo Plc 5.5% 13/11/2023 | 1,648,125 | 4.05 |
| | | 1,648,125 | 4.05 |
| Total Transferable securities | | 38,019,848 | 93.40 |
| (31 December 2016: 49,729,943 EUR – 96.72 %) | | | |
| Derivative financial instruments at positive fair value | | | |
| OTC Derivative financial instruments | | | |
| Forward foreign exchange contracts | | | |
| | Appreciation in Forward foreign exchange contracts | 213,327 | 0.52 |
| Total Derivative financial instruments at positive fair value | | 213,327 | 0.52 |
| (31 December 2016: 329,832 EUR – 0.64 %) | | | |
| Total Financial Assets at Fair Value through Profit or Loss | | 38,233,175 | 93.92 |

E.I. Sturdza Funds Plc

Schedule of Investments (unaudited) (continued) As at 31 December 2017

Strategic Quality Emerging Bond Fund (continued)

| Holding | Financial Assets and Financial Liabilities at Fair Value through Profit or Loss | Fair Value USD | % of Net Assets |
|--|--|-----------------------|--------------------------|
| Derivative financial instruments at negative fair value | | | |
| OTC Derivative financial instruments | | | |
| Forward foreign exchange contracts | | | |
| | Depreciation in Forward foreign exchange contracts | (4,653) | (0.01) |
| Total Derivative financial instruments at negative fair value | | (4,653) | (0.01) |
| Total Financial Liabilities at Fair value through Profit or Loss | | (4,653) | (0.01) |
| Total Financial Assets and Liabilities at Fair value through Profit or Loss | | 38,228,522 | 93.91 |
| | Cash and cash equivalents** | 1,476,209 | 3.63 |
| | Other assets and liabilities | 1,002,942 | 2.46 |
| Total Net Assets Attributable to Holders of Redeemable Participating Shares | | 40,707,673 | 100.00 |
| Analysis of Total Assets | | Fair Value USD | % of Total Assets |
| | Transferable securities | 38,019,848 | 92.58 |
| | OTC financial derivative instruments | 213,327 | 0.52 |
| | Cash and cash equivalents | 1,476,209 | 3.59 |
| | Other assets | 1,356,822 | 3.31 |
| Total Assets | | 41,066,206 | 100.00 |

*Transferable securities admitted to official stock exchange listing or traded on another regulated market.

**Cash and cash equivalents are held with The Bank of New York Mellon (AA-) and The Royal Bank of Scotland (BBB+) (ratings from Standard & Poor's).

E.I. Sturdza Funds Plc

Schedule of Investments (unaudited) (continued) As at 31 December 2017

Strategic Beta Flex Fund

| Holding | Financial Assets and Financial Liabilities at Fair Value through Profit or Loss | Fair Value EUR | % of Net Assets |
|---|---|-------------------|--------------------|
| Investment funds | | | |
| France | | | |
| 7 | Oddo Asset Management Oddo Generation | 1,754,572 | 6.13 |
| | | 1,754,572 | 6.13 |
| Ireland | | | |
| 8,977 | EI Sturdza Funds Plc - Strategic Europe Value Fund | 1,753,732 | 6.13 |
| 2,356 | EI Sturdza Funds Plc - Strategic European Smaller Companies Fund | 2,706,932 | 9.46 |
| | | 4,460,664 | 15.59 |
| Luxembourg | | | |
| 84,350 | AB FCP I - European Equity Portfolio | 1,763,764 | 6.17 |
| 74 | Exane Equity Select Europe | 1,493,743 | 5.22 |
| 98,641 | Fidelity Fds Euro Blue Chip Fd A Accur | 1,740,026 | 6.08 |
| 99,796 | Goldman Sachs Funds SICAV - Europe CORE Equity Portfolio | 1,764,385 | 6.17 |
| 57,026 | JPMorgan Funds - Europe Strategic Growth Fund | 1,775,229 | 6.21 |
| 77,649 | JPMorgan Funds - Europe Strategic Value Fund | 1,703,624 | 5.96 |
| 1,268 | Pioneer S.F. - European Equity Market Plus | 2,910,290 | 10.17 |
| 2,508 | VIA Smart-Equity Europe | 2,947,645 | 10.30 |
| | | 16,098,706 | 56.28 |
| Total Investment funds | | | |
| (31 December 2016: EUR 2,638,596 – 47.86%) | | 22,313,942 | 78.00 |
| Transferable securities* | | | |
| Equities | | | |
| France | | | |
| 25,600 | Amundi ETF STOXX Europe 600 UCITS ETF | 2,039,808 | 7.13 |
| 40,700 | BNP Paribas Easy STOXX Europe 600 UCITS ETF | 2,041,105 | 7.14 |
| Total Equities | | 4,080,913 | 14.27 |
| Total Transferable securities | | | |
| (31 December 2016 EUR Nil) | | 4,080,913 | 14.27 |

E.I. Sturdza Funds Plc

Schedule of Investments (unaudited) (continued) As at 31 December 2017

Strategic Beta Flex Fund (continued)

| Holding | Financial Assets and Financial Liabilities at Fair Value through Profit or Loss | Fair Value EUR | % of Net Assets |
|--|---|-------------------|--------------------|
| Derivative financial instruments at positive fair value | | | |
| Financial derivative instruments dealt on a regulated market | | | |
| Futures contracts | | | |
| (47) | STXE 600 Eur Pr Expiry 03/16/2018 | 3,525 | 0.01 |
| Total Derivative Financial Instruments at positive fair value (31 December 2016: EUR Nil) | | 3,525 | 0.01 |
| Total Financial Assets at Fair Value through Profit or Loss | | 26,398,380 | 92.28 |
| Derivative financial instruments at negative fair value | | | |
| Derivative financial instruments dealt on a regulated market | | | |
| Futures contracts | | | |
| (979) | STXE 600 Eur Pr Expiry 03/16/2018 | (10,165) | (0.03) |
| Total Derivative financial instruments at negative fair value | | (10,165) | (0.03) |
| Total Financial Assets and Liabilities at Fair value through Profit or Loss | | 26,388,215 | 92.25 |
| Cash and cash equivalents** | | 2,519,213 | 8.80 |
| Other assets and liabilities | | (301,759) | (1.05) |
| Total Net Assets Attributable to Holders of Redeemable Participating Shares | | 28,605,669 | 100.00 |
| | | Fair Value | % of |
| Analysis of Total Assets | | EUR | Total |
| Transferable securities | | 4,080,913 | 14.11 |
| Investment funds | | 22,313,942 | 77.15 |
| Financial derivative instruments dealt on a regulated market | | 3,525 | 0.01 |
| Cash and cash equivalents | | 2,519,213 | 8.71 |
| Other assets | | 5,974 | 0.02 |
| Total Assets | | 28,923,567 | 100.00 |

*Transferable securities admitted to official stock exchange listing or traded on another regulated market.

**Cash and cash equivalents are held The Bank of New York Mellon (AA-) and The Royal Bank of Scotland (BBB+) (ratings from Standard & Poor's).

E.I. Sturdza Funds Plc

Schedule of Investments (unaudited) (continued) As at 31 December 2017

Strategic Japan Opportunities Fund

| Holding | Financial Assets and Financial Liabilities at Fair Value through Profit or Loss | Fair Value JPY | % of Net Assets |
|---------------------------------|--|-------------------|--------------------|
| Transferable securities* | | | |
| Equity securities | | | |
| Japan | | | |
| 54,400 | AI Holdings Corp | 148,131,200 | 1.58 |
| 30,400 | Asahi Printing Co Ltd | 41,800,000 | 0.45 |
| 5,000 | C Uyemura & Co Ltd | 43,050,000 | 0.46 |
| 88,600 | CMK Corp/Japan | 90,460,600 | 0.97 |
| 3,100 | Cosmos Pharmaceutical Corp | 72,943,000 | 0.78 |
| 10,000 | CTS Co Ltd | 8,710,000 | 0.09 |
| 27,900 | Daifuku Co Ltd | 171,306,000 | 1.83 |
| 27,400 | Digital Arts Inc | 123,437,000 | 1.32 |
| 22,400 | Digital Garage Inc | 66,707,200 | 0.71 |
| 31,700 | Don Quijote Holdings Co Ltd | 186,713,000 | 1.99 |
| 7,000 | Fixstars Corp | 41,230,000 | 0.44 |
| 18,000 | GMO Cloud K.K. | 42,462,000 | 0.45 |
| 11,200 | Grace Technology Inc | 90,272,000 | 0.96 |
| 28,000 | Hitachi Chemical Co Ltd | 81,032,000 | 0.86 |
| 34,400 | Hito Communications Inc | 99,760,000 | 1.06 |
| 54,500 | Ibiden Co Ltd | 91,941,500 | 0.98 |
| 123,100 | Istyle Inc | 108,328,000 | 1.16 |
| 6,900 | J.S.B. Co Ltd | 29,808,000 | 0.32 |
| 20,500 | Jafoo Co Ltd | 133,865,000 | 1.43 |
| 4,100 | Japan Drilling Co Ltd | 9,790,800 | 0.10 |
| 44,400 | Japan Investment Adviser Co Ltd | 140,082,000 | 1.49 |
| 43,300 | Japan Material Co Ltd | 177,097,000 | 1.89 |
| 28,600 | Japan Meat Co Ltd | 51,823,200 | 0.55 |
| 21,300 | Jins Inc | 126,522,000 | 1.35 |
| 59,400 | Kanematsu Corp | 92,545,200 | 0.99 |
| 2,100 | Keyence Corp | 132,552,000 | 1.41 |
| 31,500 | KH Neochem Co Ltd | 90,877,500 | 0.97 |
| 27,100 | Komeri Co Ltd | 88,346,000 | 0.94 |
| 16,100 | Kureha Corp | 131,698,000 | 1.40 |
| 30,000 | Kyoritsu Maintenance Co Ltd | 136,650,000 | 1.46 |
| 24,900 | Kyudenko Corp | 135,705,000 | 1.45 |
| 17,200 | LEC Inc | 51,548,400 | 0.55 |
| 22,500 | Litalico Inc | 46,417,500 | 0.50 |
| 65,800 | Marui Group Co Ltd | 135,745,400 | 1.45 |
| 32,200 | Maruwa Unyu Kikan Co Ltd | 116,564,000 | 1.24 |
| 15,400 | MEC Co Ltd | 36,236,200 | 0.39 |
| 20,600 | Megachips Corp | 69,628,000 | 0.74 |
| 18,400 | MIRAIT Holdings Corp | 30,856,800 | 0.33 |

E.I. Sturdza Funds Plc

Schedule of Investments (unaudited) (continued) As at 31 December 2017

Strategic Japan Opportunities Fund (continued)

| Holding | Financial Assets and Financial Liabilities at Fair Value through Profit or Loss | Fair Value JPY | % of Net Assets |
|---|--|-------------------|--------------------|
| Transferable securities* (continued) | | | |
| Equity securities (continued) | | | |
| Japan (continued) | | | |
| 33,400 | MISUMI Group Inc | 109,552,000 | 1.17 |
| 19,100 | Mitsui Mining & Smelting Co Ltd | 125,869,000 | 1.34 |
| 8,600 | Murata Manufacturing Co Ltd | 130,032,000 | 1.39 |
| 63,100 | Net One Systems Co Ltd | 109,289,200 | 1.17 |
| 13,400 | Nidec Corp | 211,854,000 | 2.26 |
| 25,700 | Nissha Printing Co Ltd | 84,296,000 | 0.90 |
| 122,500 | Outsourcing Inc | 251,615,000 | 2.68 |
| 53,500 | Persol Holdings Co Ltd | 151,084,000 | 1.61 |
| 65,000 | Raito Kogyo Co Ltd | 83,850,000 | 0.89 |
| 59,900 | Relo Group Inc | 183,893,000 | 1.96 |
| 96,100 | Renesas Electronics Corp | 126,179,300 | 1.35 |
| 127,300 | Rengo Co Ltd | 104,767,900 | 1.12 |
| 63,000 | Resona Holdings Inc | 42,405,300 | 0.45 |
| 12,600 | Rohm Co Ltd | 157,248,000 | 1.68 |
| 26,500 | Royal Holdings Co Ltd | 82,282,500 | 0.88 |
| 61,000 | Sanken Electric Co Ltd | 49,593,000 | 0.53 |
| 51,200 | Sato Holdings Corp | 175,360,000 | 1.87 |
| 84,000 | Seibu Holdings Inc | 179,004,000 | 1.91 |
| 229,000 | Septeni Holdings Co Ltd | 79,921,000 | 0.85 |
| 28,200 | Seria Co Ltd | 191,760,000 | 2.05 |
| 86,000 | SG Holdings Co Ltd | 196,940,000 | 2.10 |
| 7,800 | Shimamura Co Ltd | 96,720,000 | 1.03 |
| 22,000 | Ship Healthcare Holdings Inc | 82,170,000 | 0.88 |
| 6,200 | Sho-Bond Holdings Co Ltd | 49,786,000 | 0.53 |
| 3,800 | Signpost Corp | 72,390,000 | 0.77 |
| 11,800 | SKIYAKI Inc | 81,892,000 | 0.87 |
| 37,900 | Snow Peak Inc | 56,167,800 | 0.60 |
| 20,000 | SUMCO Corp | 57,760,000 | 0.62 |
| 47,600 | Sumida Corp | 91,963,200 | 0.98 |
| 64,000 | Sumitomo Bakelite Co Ltd | 60,672,000 | 0.65 |
| 39,100 | Sumitomo Metal Mining Co Ltd | 202,459,800 | 2.16 |
| 38,500 | Takara Holdings Inc | 50,666,000 | 0.54 |
| 21,100 | TDK Corp | 189,689,000 | 2.02 |
| 42,000 | Tokyo Century Corp | 229,740,000 | 2.45 |
| 37,100 | Topcon Corp | 90,412,700 | 0.96 |
| 25,500 | Torikizoku Co Ltd | 97,792,500 | 1.04 |
| 48,500 | TOWA Corp | 106,215,000 | 1.13 |
| 13,700 | Trancom Co Ltd | 108,504,000 | 1.16 |

E.I. Sturdza Funds Plc

Schedule of Investments (unaudited) (continued) As at 31 December 2017

Strategic Japan Opportunities Fund (continued)

| Holding | Financial Assets and Financial Liabilities at Fair Value through Profit or Loss | Fair Value JPY | % of Net Assets |
|--|---|----------------------|--------------------|
| Transferable securities* (continued) | | | |
| Equity securities (continued) | | | |
| Japan (continued) | | | |
| 44,400 | Transcosmos Inc | 127,916,400 | 1.36 |
| 15,500 | Tri Chemical Laboratories Inc | 62,697,500 | 0.67 |
| 36,000 | Trusco Nakayama Corp | 118,260,000 | 1.26 |
| 73,700 | TSI Holdings Co Ltd | 61,171,000 | 0.65 |
| 12,600 | Tsunagu Solutions Inc | 19,656,000 | 0.21 |
| 2,300 | Ukai Co Ltd | 7,624,500 | 0.08 |
| 103,200 | Vector Inc/Minato-Ku | 171,312,000 | 1.83 |
| 26,000 | Wacoal Holdings Corp | 92,560,000 | 0.99 |
| 6,900 | Wash House Co Ltd | 18,305,700 | 0.20 |
| 24,600 | World Holdings Co Ltd | 88,191,000 | 0.94 |
| 14,100 | Yamaichi Electronics Co Ltd | 28,975,500 | 0.31 |
| 103,800 | Zigexn Co Ltd | 93,627,600 | 1.05 |
| | | 8,914,733,900 | 95.14 |
| Total Transferable securities | | 8,914,733,900 | 95.14 |
| Derivative financial instruments at positive fair value | | | |
| OTC Derivative financial instruments | | | |
| Forward foreign exchange contracts | | | |
| Appreciation in Forward foreign exchange contracts | | 2,131,773 | 0.02 |
| Total Derivative financial instruments at positive fair value | | 2,131,773 | 0.02 |
| Total Financial Assets at Fair Value through Profit or Loss | | 8,916,865,673 | 95.16 |

E.I. Sturdza Funds Plc

Schedule of Changes in Investments (unaudited) For the year ended 31 December 2017

Strategic Japan Opportunities Fund (continued)

| Holding | Financial Assets and Financial Liabilities at Fair Value through Profit or Loss | Fair Value JPY | % of Net Assets |
|----------------|--|---------------------------|----------------------------|
| | Derivative financial instruments at negative fair value | | |
| | OTC Derivative financial instruments | | |
| | Forward foreign exchange contracts | | |
| | Depreciation in Forward foreign exchange contracts | (4,736,291) | (0.05) |
| | Total Derivative Financial Instruments at negative fair value | (4,736,291) | (0.05) |
| | Total Financial Liabilities at Fair value through Profit or Loss | (4,736,291) | (0.05) |
| | Total Financial Assets and Liabilities at Fair Value through Profit or Loss | 8,912,129,382 | 95.11 |
| | Cash and cash equivalents** | 709,564,957 | 7.57 |
| | Other assets and liabilities | (251,336,309) | (2.68) |
| | Total Net Assets Attributable to Holders of Redeemable Participating Shares | 9,370,358,030 | 100.00 |
| | | Fair Value | % of |
| | Analysis of Total Assets | JPY | Total |
| | Transferable securities | 8,914,733,900 | 92.34 |
| | OTC Derivative financial instruments | 2,131,773 | 0.02 |
| | Cash and cash equivalents | 709,564,957 | 7.35 |
| | Other assets | 27,483,116 | 0.29 |
| | Total Assets | 9,653,913,746 | 100.00 |

*Transferable securities admitted to official stock exchange listing or traded on another regulated market.

**Cash and cash equivalents are held with The Bank of New York Mellon (AA-) (rating from Standard and Poor's).

E.I. Sturdza Funds Plc

Schedule of Changes in Investments (unaudited) For the year ended 31 December 2017

Strategic China Panda Fund

Top 20 Purchases

| Investments | Cost USD |
|-----------------------------------|---------------------|
| Bestway Global Holding Inc | 8,564,062 |
| Guangzhou R&F Properties - H | 6,564,614 |
| Brilliance China Automotive(Hkg) | 5,452,192 |
| Guangzhou Automobile Group-H | 5,429,282 |
| Sands China Ltd | 5,036,012 |
| Galaxy Entertainment Group L(Hkg) | 4,999,305 |
| Cifi Holdings Group Co Ltd(Hkg) | 4,970,423 |
| Skyworth Digital Hldgs Ltd(Hkg) | 4,951,008 |
| Asm Pacific Technology(Hkg) | 4,826,422 |
| Bchina 0 11/29/19 | 4,773,695 |
| China Construction Bank-H (Hkg) | 4,676,830 |
| Geely Automobile Holdings Lt | 4,441,727 |
| Country Garden Holdings Co | 4,050,678 |
| Jd.Com Inc-Adr(Nsm) | 3,975,546 |
| Aac Technologies Holdings In(Hkg) | 3,808,927 |
| Alibaba Group Holding-Sp Adr(Nys) | 3,775,829 |
| Wynn Macau Ltd (Hkg) | 3,656,027 |
| Kingsoft Corp Ltd | 3,519,836 |
| Yum China Holdings Inc | 3,301,146 |
| Secoo Holding Ltd - Adr | 3,211,000 |

E.I. Sturdza Funds Plc

Schedule of Changes in Investments (unaudited) (continued) For the year ended 31 December 2017

Strategic China Panda Fund (continued)

Top 20 Sales

| Investments | Proceeds USD |
|-----------------------------------|-------------------------|
| Aac Technologies Holdings In(Hkg) | (6,815,720) |
| Aia Group Ltd (Hkg) | (6,291,856) |
| China Gas Holdings Ltd | (5,267,090) |
| Sands China Ltd | (5,246,597) |
| Tal Education Group- Adr | (4,589,891) |
| China Mobile Ltd (Hkg) | (4,165,607) |
| Country Garden Holdings Co | (4,076,303) |
| Nexteer Automotive Group Ltd(Hkg) | (4,074,117) |
| Jd.Com Inc-Adr(Nsm) | (3,860,277) |
| Hengan Intl Group Co Ltd (Hkg) | (3,696,971) |
| Yum China Holdings Inc | (3,651,042) |
| Texhong Textile Group Ltd(Hkg) | (3,562,539) |
| Tencent Holdings Ltd(Hkg) | (3,483,276) |
| Kingsoft Corp Ltd | (3,308,515) |
| Skyworth Digital Hldgs Ltd(Hkg) | (3,222,454) |
| China Overseas Land & Invest(Hkg) | (3,173,920) |
| Ck Hutchison Holdings Ltd(Hkg) | (3,127,527) |
| Enn Energy Holdings Ltd(Hkg) | (3,036,368) |
| Sunny Optical Tech | (2,984,922) |
| Mor Sta-Cw19 Jiangsu Yangh | (2,936,046) |

E.I. Sturdza Funds Plc

Schedule of Changes in Investments (unaudited) (continued) For the year ended 31 December 2017

Strategic Euro Bond Fund

Top 20 Purchases

| Investments | Cost EUR |
|--------------------------------|---------------------|
| MMM 0.375% 15 Feb 2022 Mtn | 2,015,400 |
| Carlb 0.5% 06 Sep 2023 Emtn | 1,982,040 |
| Dt 0.375% 30 Oct 2021 Emtn | 1,497,675 |
| Sdbc 0.375% 16 Nov 2021 Emtn | 1,493,475 |
| Edf 2.75% 10 Mar 2023 Emtn | 1,118,500 |
| Ctefra 0.875% 29 Sep 2024 | 1,009,700 |
| Hnda Frn 11 Mar 2019 Emtn | 1,003,900 |
| Auchan 0.625% 07 Feb 2022 Emtn | 999,710 |
| Gassm 0.875% 15 May 2025 Emtn | 996,643 |
| Vod 0.375% 22 Nov 2021 Emtn | 994,500 |
| Edppl 2.0% 22 Apr 2025 Emtn | 534,000 |
| Mmm Frn 15 May 2020 Emtn | 502,000 |
| GE Frn 28 May 2020 | 501,750 |
| Engifp 0.375% 28 Feb 2023 Emtn | 497,760 |
| Euro-Bund Future Jun17 | 51,732 |
| Euro-Bund Future Dec17 | 18,122 |
| Euro-Bobl Future Jun17 | 10,644 |
| Euro-Bund Future Sep17 | 6,966 |
| Euro-Bobl Future Dec17 | 2,844 |
| Euro-Bobl Future Sep17 | 644 |

E.I. Sturdza Funds Plc

Schedule of Changes in Investments (unaudited) (continued) For the year ended 31 December 2017

Strategic Euro Bond Fund (continued)

Top 20 Sales

| Investments | Proceeds EUR |
|--------------------------------|-------------------------|
| F 1.875% 18 Apr 2019 Emtn | (2,573,120) |
| Mmm Frn 15 May 2020 Emtn | (2,514,000) |
| Ico 6.0% 08 Mar 2021 Emtn | (2,423,713) |
| Bng 1.875% 06 Jun 2019 Emtn | (2,096,773) |
| Nedwbk 1.625% 23 Aug 2019 | (2,080,430) |
| Abibb Frn 29 Mar 2018 Emtn | (2,004,240) |
| Tenn 2.125% 01 Nov 2020 Emtn | (1,598,595) |
| Enexis 1.875% 13 Nov 2020 Emtn | (1,589,565) |
| Siegr 5.625% 11 Jun 2018 Emtn | (1,578,963) |
| Lingr 3.125% 12 Dec 2018 Emtn | (1,569,000) |
| Rdsaln 4.375% 14 May 2018 Emtn | (1,543,050) |
| Wurth 3.75% 25 May 2018 | (1,541,163) |
| Bmw 0.5% 21 Jan 2020 Emtn | (1,267,045) |
| Obnd 3.5% 19 Oct 2020 Emtn | (1,138,100) |
| Neganv 2.625% 13 Jul 2022 Emtn | (1,125,230) |
| Tkaav 3.125% 03 Dec 2021 Emtn | (1,120,070) |
| Ibesm 2.875% 11 Nov 2020 Emtn | (1,091,545) |
| Renaul 2.25% 29 Mar 2021 Emtn | (1,068,431) |
| Daigr 2.625% 02 Apr 2019 Emtn | (1,039,118) |
| Tvrfin 0.375% 23 Sep 2019 | (1,013,790) |

E.I. Sturdza Funds Plc

Schedule of Changes in Investments (unaudited) (continued) For the year ended 31 December 2017

Nippon Growth (UCITS) Fund

Top 20 Purchases

| Investments | Cost JPY |
|-----------------------------------|---------------------|
| DMG Mori Co Ltd(Tyo) | 82,859,812 |
| Sumitomo Chemical Co Ltd | 62,378,179 |
| JXTG Holdings Inc | 60,735,142 |
| Kobe Steel Ltd(Tyo) | 44,844,475 |
| Sumitomo Mitsui Trust Holdin | 38,173,647 |
| Fuji Film Holdings Corp (Tyo) | 30,420,550 |
| H I S Co Ltd | 19,280,960 |
| Mitsubishi Corp (Tyo) | 15,227,963 |
| Mitsubishi Ufj Financial Gro | 15,137,652 |
| Sumitomo Metal Mining Co Ltd(Tyo) | 14,654,639 |
| NEC Corp(Tyo) | 14,601,788 |
| Nissan Motor Co Ltd(Tyo) | 11,751,129 |
| IHI Corp (Tyo) | 10,521,202 |
| Seibu Holdings Inc(Tyo) | 9,747,618 |
| Nabtesco Corp(Tyo) | 9,417,297 |
| Sumitomo Mitsui Financial Gr(Tyo) | 9,224,658 |
| Sumitomo Realty & Developmen | 9,207,198 |
| Itochu Corp(Tyo) | 8,199,291 |
| Taisei Corp(Tyo) | 7,998,591 |
| Fujitsu Ltd | 6,542,636 |

E.I. Sturdza Funds Plc

Schedule of Changes in Investments (unaudited) (continued) For the year ended 31 December 2017

Nippon Growth (UCITS) Fund (continued)

Top 20 Sales

| Investments | Proceeds JPY |
|-----------------------------------|-------------------------|
| Itochu Corp(Tyo) | (155,320,997) |
| Sumitomo Mitsui Trust Holdin | (131,842,913) |
| Mizuho Financial Group Inc | (114,916,121) |
| Mitsubishi Ufj Financial Gro | (114,110,677) |
| Sumitomo Mitsui Financial Gr(Tyo) | (107,356,879) |
| Fuji Film Holdings Corp (Tyo) | (105,274,241) |
| Otsuka Corp | (84,790,326) |
| Marubeni Corp | (84,460,399) |
| Nabtesco Corp(Tyo) | (84,082,002) |
| Taisei Corp(Tyo) | (81,121,152) |
| H I S Co Ltd | (74,788,514) |
| Tokyu Fudosan Holdings Corp(Tyo) | (73,989,960) |
| Sumitomo Realty & Developmen | (73,815,879) |
| Makino Milling Machine Co | (73,449,480) |
| NEC Corp(Tyo) | (72,061,081) |
| Tokyo Tatemono Co Ltd(Tyo) | (70,429,033) |
| Nachi-Fujikoshi Corp | (70,286,244) |
| Nissan Motor Co Ltd(Tyo) | (67,338,235) |
| Fujitsu Ltd | (66,240,597) |
| Nomura Holdings Inc | (57,135,397) |

E.I. Sturdza Funds Plc

Schedule of Changes in Investments (unaudited) (continued) For the year ended 31 December 2017

Strategic Europe Value Fund

Top 20 Purchases

| Investments | Cost EUR |
|----------------------------------|---------------------|
| Sage Group Plc/The | 39,542,983 |
| Criteo Sa-Spon Adr(Nsm) | 37,834,793 |
| Unilever Plc | 35,570,675 |
| Ing Groep Nv(Eoe) | 33,698,797 |
| Barclays Plc | 32,150,440 |
| Reckitt Benckiser Group Plc(Lse) | 30,142,677 |
| Bayer AG-Reg(Ger) | 29,935,248 |
| Swedbank Ab - A Shares(Sto) | 25,037,779 |
| Nets A/S | 24,669,492 |
| Stroeer Se & Co Kгаа | 23,533,696 |
| SBM Offshore Nv(Eoe) | 22,244,410 |
| Astrazeneca Plc(Lse) | 21,869,848 |
| Shire Plc(Lse) | 18,371,536 |
| Orkla Asa(Osl) | 17,841,642 |
| Worldpay Group Plc | 17,735,704 |
| Amadeus It Group Sa (Mce) | 17,571,351 |
| Equifax Inc(Nys) | 16,914,815 |
| Akzo Nobel | 14,902,615 |
| Relx Nv (Eoe) | 14,736,337 |
| Convatec Group Plc | 12,552,259 |

E.I. Sturdza Funds Plc

Schedule of Changes in Investments (unaudited) (continued) For the year ended 31 December 2017

Strategic Europe Value Fund (continued)

Top 20 Sales

| Investments | Proceeds EUR |
|---------------------------------|-------------------------|
| Barclays Plc | (57,115,006) |
| Wirecard Ag | (37,728,311) |
| Legal & General Group Plc(Lse) | (37,557,585) |
| Worldpay Group Plc | (36,375,220) |
| UBS Group AG-REG(Vtx) | (36,076,944) |
| Livanova Plc | (35,907,743) |
| ING Groep Nv(Eoe) | (35,757,540) |
| Swedbank Ab - A Shares(Sto) | (35,520,571) |
| Red Electrica Corporacion Sa | (29,888,950) |
| Koninklijke Ahold Delhaize N | (29,224,671) |
| Nets A/S | (29,167,762) |
| Lloyds Banking Group Plc(Lse) | (29,015,457) |
| Philip Morris International | (25,615,470) |
| NN Group Nv(Eoe) | (23,697,843) |
| CTS Eventim Ag & Co Kгаа (Ger) | (23,053,061) |
| Svenska Cellulosa Ab Sca-B(Sto) | (20,865,617) |
| Societe Generale Sa | (20,075,869) |
| Amadeus It Group Sa (Mce) | (19,623,026) |
| SES | (18,682,915) |
| Sophos Group Plc(Lse) | (18,162,581) |

E.I. Sturdza Funds Plc

Schedule of Changes in Investments (unaudited) (continued) For the year ended 31 December 2017

Strategic Global Bond Fund

Top 20 Purchases

| Investments | Cost USD |
|---------------------------------|---------------------|
| T 3.0% 15 Feb 2047 | 4,976,718 |
| T 2.25% 15 Feb 2027 | 4,969,650 |
| T 2.875% 15 Nov 2046 | 2,462,422 |
| F Frn 12 Mar 2019 1 | 2,005,120 |
| Mtna 6.125% 01 Jun 2025 | 1,124,250 |
| Ge 3.375% 11 Mar 2024 | 1,057,000 |
| Shaeff 4.75% 15 May 2023 REGS | 1,041,500 |
| Via 5.875% 28 Feb 2057 | 1,036,000 |
| Tencent 2.875% 11 Feb 2020 REGS | 1,008,500 |
| Rosw Frn 30 Sep 2019 REGS | 1,003,840 |
| Sdbc 2.75% 16 Nov 2022 EMTN | 997,770 |
| Edf 5.625% Perp REGS | 995,000 |
| Pep 2.375% 06 Oct 2026 | 972,800 |
| Ibesm 5.0% 11 Sep 2019 REGS | 535,500 |
| Rifp 4.45% 15 Jan 2022 REGS | 532,365 |
| Tscoln 5.5% 15 Nov 2017 REGS | 256,725 |
| Siegr Frn 25 May 2018 REGS | 250,625 |
| Us Long Bond(Cbt) Dec17 | 28,328 |
| Us 10Yr Note (Cbt Mar17 | 28,162 |

E.I. Sturdza Funds Plc

Schedule of Changes in Investments (unaudited) (continued) For the year ended 31 December 2017

Strategic Global Bond Fund (continued)

Top 20 Sales

| Investments | Proceeds USD |
|--------------------------------|-------------------------|
| Tii I/L 0.625% 15 Feb 2043 | (5,395,510) |
| Edc 1.5% 03 Oct 2018 | (3,006,490) |
| Kfw 1.625% 15 Mar 2021 | (2,963,530) |
| Edf 6.5% 26 Jan 2019 REGS | (2,694,135) |
| Enelim 5.125% 07 Oct 2019 REGS | (2,679,535) |
| T 3.0% 15 Feb 2047 | (2,633,223) |
| T 2.25% 15 Feb 2027 | (2,517,090) |
| Engifp 1.625% 10 Oct 2017 REGS | (2,499,975) |
| Rosw 3.35% 30 Sep 2024 REGS | (2,044,115) |
| Msft 1.625% 06 Dec 2018 | (2,008,495) |
| T 2.0% 15 Nov 2026 | (1,923,126) |
| Tscoln 5.5% 15 Nov 2017 REGS | (1,758,530) |
| Okb 5.0% 25 Apr 2017 | (1,514,715) |
| Lingr 1.5% 18 Apr 2018 EMTN | (1,501,655) |
| Rdsaln 1.375% 10 May 2019 | (1,492,395) |
| Siegr Frn 25 May 2018 REGS | (1,352,163) |
| Edppl 5.25% 14 Jan 2021 REGS | (1,072,178) |
| Mrk 5.0% 30 Jun 2019 | (1,050,370) |
| Ge 3.375% 11 Mar 2024 | (1,036,710) |
| Edf 5.625% Perp REGS | (1,035,500) |

E.I. Sturdza Funds Plc

Schedule of Changes in Investments (unaudited) (continued) For the year ended 31 December 2017

Strategic US Momentum and Value Fund

Top 20 Purchases

| Investments | Cost USD |
|-----------------------------------|---------------------|
| Financial Select Sector Spdr(PSE) | 16,699,887 |
| SPDR S&P 500 Etf Trust(PSE) | 9,702,394 |
| Marriott International -Cl A | 6,927,735 |
| Facebook Inc - A | 6,445,177 |
| Thermo Fisher Scientific Inc | 6,204,556 |
| Becton Dickinson And Co | 5,079,884 |
| Canadian Pacific Railway Ltd | 5,005,286 |
| Envision Healthcare Corp | 4,622,730 |
| Quintiles Ims Holdings In (Old) | 4,374,091 |
| Unitedhealth Group Inc | 4,165,992 |
| Bank Of The Ozarks(NSM) | 4,140,579 |
| Ulta Beauty Inc | 3,583,894 |
| Citrix Systems Inc | 3,384,921 |
| Apple Inc | 3,338,241 |
| Netease Inc-Adr(Nsm) | 3,224,343 |
| Signature Bank | 3,214,702 |
| Union Pacific Corp(NYS) | 2,972,949 |
| Cerner Corp(NSM) | 2,773,367 |
| Dollar Tree Inc | 2,748,513 |
| Biogen Inc(NSM) | 2,589,418 |

E.I. Sturdza Funds Plc

Schedule of Changes in Investments (unaudited) (continued) For the year ended 31 December 2017

Strategic US Momentum and Value Fund (continued)

Top 20 Sales

| Investments | Proceeds USD |
|-----------------------------------|-------------------------|
| Financial Select Sector Spdr(PSE) | (12,953,291) |
| Spdr S&P 500 Etf Trust(PSE) | (9,758,684) |
| Biogen Inc(NSM) | (9,607,459) |
| Comcast Corp-Class A | (9,109,942) |
| Citrix Systems Inc | (8,791,845) |
| Amerco(NSM) | (7,712,905) |
| Bank Of The Ozarks(NSM) | (7,416,825) |
| Eplus Inc | (7,270,095) |
| Apple Inc | (7,125,694) |
| Cvs Health Corp | (6,793,290) |
| Ishares Russell 2000 Etf | (6,763,872) |
| Alliance Data Systems Corp(NYS) | (6,295,726) |
| Autozone Inc | (6,039,673) |
| Signature Bank | (5,528,905) |
| Universal Health Services-B | (4,944,219) |
| Marriott International -Cl A | (4,940,021) |
| Kroger Co(NYS) | (4,783,869) |
| Broadcom Ltd | (4,580,481) |
| Alphabet Inc-Cl A | (4,117,782) |
| Netease Inc-Adr(NSM) | (4,116,950) |

E.I. Sturdza Funds Plc

Schedule of Changes in Investments (unaudited) (continued) For the year ended 31 December 2017

Strategic Global Quality Fund

Top 20 Purchases

| Investments | Cost USD |
|-----------------------------------|---------------------|
| Equifax Inc(Nys) | 3,642,043 |
| Sage Group Plc/The | 3,637,562 |
| Reckitt Benckiser Group Plc(Lse) | 3,400,545 |
| Estee Lauder Companies-CI A(Nys) | 3,190,573 |
| Criteo Sa-Spon Adr(Nsm) | 2,994,931 |
| Unilever Plc | 2,917,093 |
| Alphabet Inc-CI C | 2,715,899 |
| Shire Plc(Lse) | 2,529,664 |
| Altria Group Inc | 2,519,147 |
| Adobe Systems Inc(Nsm) | 2,373,429 |
| Sabre Corp(Nsm) | 1,890,322 |
| Philip Morris International | 1,587,063 |
| British American Tobacco Plc(Lse) | 925,857 |
| Relx Plc | 865,874 |
| Colgate-Palmolive Co | 820,120 |
| Clorox Company (Nys) | 744,172 |
| Microsoft Corp | 743,290 |
| Wirecard AG | 663,187 |
| Beiersdorf AG | 610,457 |
| Svenska Cellulosa Ab Sca-B(Sto) | 544,083 |

E.I. Sturdza Funds Plc

Schedule of Changes in Investments (unaudited) (continued) For the year ended 31 December 2017

Strategic Global Quality Fund (continued)

Top 20 Sales

| Investments | Proceeds USD |
|----------------------------------|-------------------------|
| Adobe Systems Inc(Nsm) | (3,203,529) |
| Altria Group Inc | (3,070,916) |
| Smith & Nephew Plc | (2,570,668) |
| Wirecard Ag | (2,512,491) |
| Kao Corp(Tyo) | (2,501,427) |
| Philip Morris International | (2,487,162) |
| Reynolds American Inc(Nys (Acq) | (2,472,390) |
| Microsoft Corp | (1,896,487) |
| Sabre Corp(Nsm) | (1,772,564) |
| Shire Plc(Lse) | (1,758,951) |
| Diageo Plc(Lse) | (1,695,851) |
| Sage Group Plc/The | (1,673,855) |
| Estee Lauder Companies-CI A(Nys) | (1,639,798) |
| Medtronic Plc | (1,625,911) |
| Fresenius Medical Care Ag &(Ger) | (1,536,995) |
| Svenska Cellulosa Ab Sca-B(Sto) | (1,441,772) |
| Equifax Inc(Nys) | (1,172,326) |
| Alphabet Inc-CI C | (1,166,062) |
| Clorox Company (Nys) | (1,126,268) |
| Mastercard Inc - A | (1,115,621) |

E.I. Sturdza Funds Plc

Schedule of Changes in Investments (unaudited) (continued) For the year ended 31 December 2017

Strategic European Smaller Companies Fund

Top 20 Purchases

| Investments | Cost EUR |
|------------------------------|---------------------|
| Amundi Mmkt-Shrt Trm Eur-Ivc | 7,499,998 |
| Balta Group Nv | 6,660,505 |
| Ovs Spa | 6,203,786 |
| Ipsos(Par) | 6,048,657 |
| Takeaway.Com Nv | 5,801,550 |
| Boozt Ab | 5,552,760 |
| Ebro Foods Sa | 5,538,057 |
| Metall Zug Ag-Shs B-Reg | 5,442,076 |
| Spie Sa | 5,056,690 |
| Albioma Sa(Par) | 5,028,106 |
| Granges Ab(Sto) | 5,026,015 |
| Saf-Holland Sa(Ger) | 4,847,906 |
| Tarkett | 4,782,889 |
| U-Blox Holding Ag(Swx) | 4,721,961 |
| Elis Sa | 4,585,124 |
| Andritz Ag(Vie) | 4,346,777 |
| Alten Sa(Par) | 4,164,639 |
| Valmet Oyj | 4,145,375 |
| Norma Group Se | 4,098,159 |
| Rieter Holding Ag-REG | 3,987,279 |

E.I. Sturdza Funds Plc

Schedule of Changes in Investments (unaudited) (continued) For the year ended 31 December 2017

Strategic European Smaller Companies Fund (continued)

Top 20 Sales

| Investments | Proceeds EUR |
|----------------------------------|-------------------------|
| Kendrion Nv (Eoe) | (5,153,542) |
| Mersen (Ex Carbon Lorraine)(Par) | (4,084,806) |
| Vexim Sa | (4,007,759) |
| Aalberts Industries Nv(Eoe) | (3,822,462) |
| Saf-Holland Sa | (2,547,063) |
| Tom Tailor Holding Se | (2,274,529) |
| Sfs Group Ag | (2,185,505) |
| Trigano Sa | (2,032,338) |
| Komax Holding Ag-Reg | (1,954,370) |
| Takeaway.Com Nv | (1,950,823) |
| Spie Sa | (1,943,011) |
| Gfk Se (Ger)(Del) | (1,781,978) |
| Brembo Spa (Old) | (1,775,763) |
| Bertrandt Ag | (1,553,347) |
| Kardex Ag-Reg(Swx) | (1,182,999) |
| Lisi | (1,046,368) |
| Alten Sa(Par) | (1,002,676) |
| Cancom Se(Ger) | (933,184) |
| Somfy Sa(Par) (Old) | (767,670) |
| 1000Mercis(Par) | (732,584) |

E.I. Sturdza Funds Plc

Schedule of Changes in Investments (unaudited) (continued) For the year ended 31 December 2017

Strategic Quality Emerging Bond Fund

Top 20 Purchases

| Investments | Cost USD |
|--------------------------------|---------------------|
| Slovak 4.375% 21 May 2022 REGS | 2,730,000 |
| Latvia 5.25% 16 Jun 2021 REGS | 2,222,000 |
| Cnooc 4.25% 26 Jan 2021 REGS | 2,102,000 |
| Mex 4.15% 28 Mar 2027 | 2,042,500 |
| Sdbc 2.75% 16 Nov 2022 EMTN | 1,995,540 |
| Sberru 6.125% 07 Feb 2022 REGS | 1,919,250 |
| Mtna 6.125% 01 Jun 2025 | 1,685,500 |
| Fresln 5.5% 13 Nov 2023 REGS | 1,668,750 |
| Pemex 6.5% 13 Mar 2027 REGS | 1,637,250 |
| Npnsj 4.85% 06 Jul 2027 REGS | 1,507,300 |
| Lithun 7.375% 11 Feb 2020 REGS | 1,141,200 |
| Ecopet 5.875% 18 Sep 2023 | 1,102,150 |
| Romani 4.875% 22 Jan 2024 REGS | 1,075,000 |
| Eximbk 4.0% 14 Jan 2023 EMTN | 1,037,500 |
| Phorru 3.95% 03 Nov 2021 REGS | 1,000,000 |
| Poland 3.25% 06 Apr 2026 | 979,000 |
| Vebbnk 6.8% 22 Nov 2025 REGS | 563,000 |
| Molhb 6.25% 26 Sep 2019 EMTN | 545,000 |
| Bharti 5.35% 20 May 2024 REGS | 531,500 |
| Pertij 4.875% 03 May 2022 REGS | 528,000 |

E.I. Sturdza Funds Plc

Schedule of Changes in Investments (unaudited) (continued) For the year ended 31 December 2017

Strategic Quality Emerging Bond Fund (continued)

Top 20 Sales

| Investments | Proceeds USD |
|--------------------------------|-------------------------|
| Vebbnk 6.8% 22 Nov 2025 REGS | (3,054,825) |
| Slovak 4.375% 21 May 2022 REGS | (2,725,030) |
| Lithun 7.375% 11 Feb 2020 REGS | (2,261,625) |
| Latvia 5.25% 16 Jun 2021 REGS | (2,215,260) |
| Romani 4.875% 22 Jan 2024 REGS | (2,208,795) |
| Sberru 5.18% 28 Jun 2019 | (2,108,250) |
| Repnam 5.25% 29 Oct 2025 REGS | (2,028,000) |
| Sberru 6.125% 07 Feb 2022 REGS | (1,906,250) |
| Pemex 5.5% 27 Jun 2044 | (1,703,375) |
| Magyar 6.25% 21 Oct 2020 REGS | (1,661,300) |
| Gazpru 8.625% 28 Apr 2034 REGS | (1,650,625) |
| Ecopet 5.875% 18 Sep 2023 | (1,614,550) |
| Molhb 6.25% 26 Sep 2019 Emtn | (1,613,875) |
| Cofide 3.25% 15 Jul 2019 REGS | (1,524,375) |
| Sdbc 3.0% 01 Jun 2026 Emtn | (1,476,795) |
| Soiaz 4.75% 13 Mar 2023 Emtn | (1,465,500) |
| Aefes 3.375% 01 Nov 2022 REGS | (1,380,750) |
| Bharti 5.35% 20 May 2024 REGS | (1,344,805) |
| Tcellt 5.75% 15 Oct 2025 REGS | (1,242,650) |
| Poland 3.25% 06 Apr 2026 | (1,235,140) |

E.I. Sturdza Funds Plc

Schedule of Changes in Investments (unaudited) (continued) For the year ended 31 December 2017

Strategic Beta Flex Fund

Top 20 Purchases

| Investments | Cost EUR |
|-----------------------------------|---------------------|
| Bnppeasy Stoxx600 Ucitsetf-C(Par) | 4,661,384 |
| Amundi Etf Stoxx Europe 600(Par) | 4,661,049 |
| Pioneer Sf-Eur Eq Mkt Pl-H | 4,344,004 |
| Via Smart-Equit Eur-Inst Eur | 4,213,000 |
| E.I.Sturdza-Strat Eu Smc-Euri | 3,967,422 |
| Fidelity Fds-Euro Grow-Yacc | 3,900,000 |
| Eurizon Fund-Eq Europe Lte-Z | 3,075,000 |
| Lyx Etf Eurostoxx 50 Dr | 2,794,627 |
| E.I.Sturdza-Strat Eu Smc-Eur | 2,694,000 |
| Ab Fcp I-Eur Eq Pt-I Eur Cap | 2,599,000 |
| Oddo Generation-Ci-Eur | 2,593,859 |
| Goldman Sachs Europ Cor E-Ia | 2,556,000 |
| J.P.Morgan F-Euro Strat VI-C | 2,538,000 |
| J.P.Morgan F-Euro Stra Grw-C | 2,537,000 |
| Exane Equity Select Europe-A | 2,276,989 |
| E.I.Sturdza-Strat Eur VI-Ei | 2,030,001 |
| Jupiter Gl Fd-Euro Gro-I Eur | 1,589,000 |
| DBX Stoxx Europe 600 1C | 1,533,960 |
| Fidelity Fd-Eur Dyn G-Y Acc_Lux | 1,523,000 |
| Amundi Etf Euro Stoxx 50 Dr(Par) | 1,394,530 |

E.I. Sturdza Funds Plc

Schedule of Changes in Investments (unaudited) (continued) For the year ended 31 December 2017

Strategic Beta Flex Fund (continued)

Top 20 Sales

| Investments | Proceeds EUR |
|-----------------------------------|-----------------|
| Eurizon Fund-Eq Europe Lte-Z | (3,097,353) |
| E.I.Sturdza-Strat Eu Smc-Eur | (3,001,421) |
| Amundi Etf Stoxx Europe 600(Par) | (2,879,608) |
| Bnppeasy Stoxx600 Ucitsetf-C(Par) | (2,878,973) |
| Lyx Etf Eurostoxx 50 Dr | (2,718,772) |
| Via Smart-Equit Eur-Inst Eur | (2,427,001) |
| Fidelity Fds-Euro Grow-Yacc | (2,325,000) |
| Pioneer Sf-Eur Eq Mkt Pl-H | (1,645,998) |
| Jupiter G1 Fd-Euro Gro-I Eur | (1,633,633) |
| Fidelity Fd-Eur Dyn G-Y Acc_Lux | (1,567,550) |
| DBX Stoxx Europe 600 1C | (1,565,614) |
| E.I.Sturdza-Strat Eu Smc-Euri | (1,420,999) |
| Amundi Etf Euro Stoxx 50 Dr(Par) | (1,358,473) |
| E.I.Sturdza-Strat Eur VI-Ei | (1,001,000) |
| Oddo Generation-Ci-Eur | (996,744) |
| J.P.Morgan F-Euro Stra Grw-C | (988,000) |
| Ab Fcp I-Eur Eq Pt-I Eur Cap | (964,000) |
| Goldman Sachs Europ Cor E-Ia | (962,000) |
| J.P.Morgan F-Euro Strat VI-C | (890,000) |
| Exane Equity Select Europe-A | (799,005) |

E.I. Sturdza Funds Plc

Schedule of Changes in Investments (unaudited) (continued) For the year ended 31 December 2017

Strategic Japan Opportunities Fund

Top 20 Purchases

| Investments | Cost JPY |
|-----------------------------------|---------------------|
| Seria Co Ltd | 192,688,047 |
| Tokyo Century Corp | 181,686,032 |
| Outsourcing Inc(Tyo) | 173,019,242 |
| SG Holdings Co Ltd | 172,275,170 |
| Relo Group Inc | 169,993,894 |
| Sumitomo Metal Mining Co Ltd(Tyo) | 167,964,149 |
| Seibu Holdings Inc(Tyo) | 164,619,492 |
| Vector Inc | 163,156,179 |
| AI Holdings Corp | 156,283,141 |
| Don Quijote Holdings Co Ltd(Tyo) | 154,348,781 |
| TDK Corp | 150,884,695 |
| Nidec Corp | 149,003,575 |
| Digital Garage Inc(Tyo) | 148,801,348 |
| Murata Manufacturing Co Ltd(Tyo) | 141,241,117 |
| Monotaro Co Ltd | 135,725,461 |
| Kyoritsu Maintenance Co Ltd | 131,862,189 |
| Jins Inc | 129,721,263 |
| Sato Holdings Corp(Tyo) | 129,549,031 |
| Keyence Corp(Tyo) | 128,870,833 |
| Jafco Co Ltd | 121,421,189 |

E.I. Sturdza Funds Plc

Schedule of Changes in Investments (unaudited) (continued) For the year ended 31 December 2017

Strategic Japan Opportunities Fund (continued)

Top 20 Sales

| Investments | Proceeds JPY |
|-------------------------------|-------------------------|
| Digital Garage Inc(Tyo) | (138,009,713) |
| Monotaro Co Ltd | (128,268,505) |
| Mimasu Semiconductor Indust | (118,884,069) |
| Outsourcing Inc(Tyo) | (106,210,996) |
| Tokyo Ohka Kogyo Co Ltd | (105,919,733) |
| Genky Stores Inc (Del) | (92,154,443) |
| Kewpie Corp (Tyo) | (85,819,137) |
| Resona Holdings Inc(Tyo) | (85,369,137) |
| Askul Corp(Tyo) | (76,499,712) |
| Relo Group Inc | (70,796,363) |
| Seria Co Ltd | (64,690,291) |
| Yamaichi Electronics Co Ltd | (58,651,211) |
| Ulvac Inc(Tyo) | (57,486,973) |
| Cyberagent Inc(Tyo) | (56,382,963) |
| Maruwa Unyu Kikan Co Ltd(Tyo) | (49,790,032) |
| Megachips Corp(Tyo) | (48,958,707) |
| Advantest Corp | (48,891,307) |
| Daifuku Co Ltd(Tyo) | (46,701,037) |
| LEC Inc(Tyo) | (45,937,069) |
| Edion Corp | (42,983,542) |

E.I. Sturdza Funds Plc

Appendix I (unaudited)

Exchange Rates

The following exchange rates were used to translate the assets and liabilities of the Sub-Funds: Strategic China Panda Fund, Strategic Global Bond Fund, Strategic US Momentum and Value Fund, Strategic Global Quality Fund, Strategic Quality Emerging Bond Fund, into United States Dollar (“USD”), their functional currency at 31 December 2017 and 31 December 2016:

| Currency | 2017 | 2016 |
|-----------------|-------------|-------------|
| DKK | - | 0.1419 |
| EUR | 1.2008 | 1.0548 |
| GBP | 1.3528 | 1.2357 |
| HKD | 0.1279 | 0.1290 |
| SGD | 0.7483 | 0.6922 |
| JPY | - | 0.0086 |
| SEK | - | 0.1101 |
| CHF | 1.0262 | 0.9839 |
| CAD | - | 0.7457 |
| CNH | 0.1536 | 0.9328 |

The following exchange rates were used to translate the assets and liabilities of the Sub-Funds: Strategic Euro Bond Fund, Strategic Europe Value Fund, Strategic European Smaller Companies Fund and Strategic Beta Flex Fund, into Euro (“EUR”), their functional currency at 31 December 2017 and 31 December 2016:

| Currency | 2017 | 2016 |
|-----------------|-------------|-------------|
| DKK | - | 0.1345 |
| GBP | 1.1265 | 1.1715 |
| SEK | - | 0.1044 |
| CHF | 0.8546 | 0.9328 |
| USD | 0.8328 | 0.9481 |

The following exchange rates were used to translate the assets and liabilities of the Sub-Funds: Nippon Growth (UCITS) Fund and Strategic Japan Opportunities Fund, into Japanese Yen (“JPY”), their functional currency at 31 December 2017 and 31 December 2016:

| | 2017 | 2016 |
|-----|-------------|-------------|
| EUR | 0.0074 | 0.0081 |
| GBP | 0.0066 | 0.0069 |
| CHF | 0.0087 | 0.0087 |
| USD | 0.0089 | 0.0086 |

E.I. Sturdza Funds Plc

Appendix I (unaudited) (continued)

Soft commission arrangements

The Investment Manager has entered into soft commission arrangements with brokers in respect of which certain goods and services used to support the investment decision process were received. The Investment Manager does not make direct payment for these services but does transact with the brokers on behalf of the Company and commission is paid on these transactions. The Investment Manager considers these arrangements are to the benefit of the Company and has satisfied itself that it obtains best execution on behalf of the Company and the brokerage rates are not in excess of customary institutional full service brokerage rates.

A Commission Sharing Agreement with respect to the Strategic China Panda Fund was entered into with CIMB. Commission Sharing Agreements with respect to the Strategic US Momentum and Value Fund were entered into with Knight Capital Europe Limited and Bloomberg Tradebook Europe Limited. Commission Sharing Agreements with respect to the Strategic Europe Value Fund and Strategic Global Quality Fund were entered into with Bloomberg Tradebook Europe Limited and JP Morgan.

As at 31 December 2017, Strategic China Panda Fund held the below balance in accordance with the Commission Sharing Agreement:

| | |
|------|---------------------------------|
| CIMB | HKD 107,625 (2016: HKD 153,683) |
|------|---------------------------------|

As at 31 December 2017, Strategic US Momentum and Value Fund held the below balances in accordance with the Commission Sharing Agreements:

| | |
|------------------------------------|-------------------------------|
| Knight Capital Europe Limited | USD Nil (2016: USD 491) |
| Bloomberg Tradebook Europe Limited | USD 15,584 (2016: USD 14,920) |

The balances of Strategic Europe Value Fund and Strategic Global Quality Fund are co-mingled. As at 31 December 2017, the below combined balances were held in accordance with the Commission Sharing Agreements:

| | |
|------------------------------------|-------------------------------|
| Bloomberg Tradebook Europe Limited | EUR 34,172 (2016: EUR 81,602) |
| JP Morgan | EUR 35,033 (2016: EUR 52,042) |

With effect from 1 January 2018, and in accordance with the requirements of MiFID II, soft commission arrangements will no longer be permitted in respect of the Strategic Europe Value Fund and the Strategic Global Quality Fund.

E.I. Sturdza Funds Plc

Appendix I (unaudited) (continued)

Net asset value and net asset value per share

The net asset values at 31 December 2017 are as follows:

| | SCPF | SEBF | NGUF | SEVF | SGBF |
|--------------------------------------|-------------|-------------|---------------|-------------|-------------|
| | 2017 | 2017 | 2017 | 2017 | 2017 |
| | USD | EUR | JPY | EUR | USD |
| Net asset value | | | | | |
| USD Class | 64,945,993 | - | - | 1,239,416 | 31,597,554 |
| EUR Class | - | - | - | 221,797,553 | - |
| EUR Hedged Class | - | - | 86,853,443 | - | - |
| GBP Hedged Class | - | - | - | - | - |
| EUR Distributing Class | - | 1,348,273 | - | - | - |
| EUR Accumulating Class | - | 21,404,549 | - | - | - |
| EUR Institutional Distributing Class | - | - | - | 15,227,583 | - |
| JPY Class A | - | - | 99,999,453 | - | - |
| JPY Class B Accumulating | - | - | 2,044,078,664 | - | - |
| JPY Class C | - | - | - | - | - |
| JPY Class D Institutional | - | - | 135,883,450 | - | - |
| EUR Institutional Class | - | 14,492,557 | - | 315,259,723 | - |
| EUR Super Institutional Class | - | - | - | 185,856,377 | - |
| CHF Accumulating Class | - | 2,719,935 | - | - | - |
| CHF Class | - | - | - | 27,192,759 | - |
| GBP Hedged Institutional Class | - | - | - | - | - |
| GBP Institutional Class | - | - | - | - | - |
| EUR Hedged Institutional Class | - | - | - | - | - |
| USD Institutional Class | 92,108,042 | - | - | 1,158,333 | - |
| EUR Retail Class | - | - | - | - | - |
| RMB Class | - | - | - | - | - |
| USD Super Institutional Class | - | - | - | 4,102,416 | - |
| CHF Institutional Class | - | - | - | 7,090,847 | - |
| CHF Hedged Class | 363,545 | - | - | - | - |
| EUR Hedged Class | 26,460,813 | - | - | - | - |
| GBP Hedged Class | 747,659 | - | - | - | - |
| EUR Hedged Institutional Class | 7,268,781 | - | 334,547,329 | - | - |
| EUR R Class | - | - | - | 10,633,066 | - |
| GBP Institutional Class | - | - | - | 16,181,402 | - |

E.I. Sturdza Funds Plc

Appendix I (unaudited) (continued)

Net asset value and net asset value per share (continued)

The net asset values at 31 December 2017 are as follows:

| | SMVF | SESF | SGQF | SQBF | SBXF | SJOF |
|--------------------------------|-------------|-------------|-------------|-------------|-------------|---------------|
| | 2017 | 2017 | 2017 | 2017 | 2017 | 2017 |
| | USD | EUR | USD | USD | EUR | JPY |
| Net asset value | | | | | | |
| USD Class | 153,603,469 | - | 25,763,359 | 10,328,994 | - | - |
| EUR Class | - | 92,564,239 | 354,786 | 13,273,809 | 9,445,998 | - |
| EUR Class X | - | 32,237,864 | - | - | - | - |
| CHF Hedged Class | 7,097,701 | - | - | - | - | - |
| EUR Hedged Class | - | - | - | - | - | - |
| CHF Class | - | 1,799,068 | 9,741,597 | 10,987,164 | - | - |
| CHF Hedged Class | - | - | - | - | - | - |
| USD Institutional Class | 36,833,531 | - | 32,947,616 | 4,699,913 | - | - |
| EUR Institutional Class | - | 66,683,873 | 354,857 | 1,417,793 | 11,810,850 | - |
| EUR Hedged Class | 1,597,343 | - | - | - | - | 639,332,601 |
| EUR Institutional Class | - | - | - | - | - | - |
| USD Hedged Institutional Class | - | - | - | - | - | 504,567,957 |
| USD Hedged Class | - | - | - | - | - | 732,475,655 |
| EUR R Class | - | - | - | - | 7,348,822 | - |
| JPY Institutional Class | - | - | - | - | - | 3,509,404,338 |
| JPY Class | - | - | - | - | - | 3,984,577,479 |

E.I. Sturdza Funds Plc

Appendix I (unaudited) (continued)

Net asset value and net asset value per share (continued)

The net asset values at 31 December 2016 are as follows:

| | SCPF | SEBF | NGUF | SEVF | SGBF |
|--------------------------------------|-------------|-------------|---------------|-------------|-------------|
| | 2016 | 2016 | 2016 | 2016 | 2016 |
| | USD | EUR | JPY | EUR | USD |
| Net asset value | | | | | |
| USD Class | 40,377,562 | - | - | 1,228,751 | 48,833 |
| EUR Class | - | - | - | 296,170,540 | - |
| EUR Hedged Class | 17,104,180 | - | 526,742,253 | - | - |
| GBP Hedged Class | 359,828 | - | - | - | - |
| EUR Distributing Class | - | 2,877,227 | - | - | - |
| EUR Accumulating Class | - | 33,336,303 | - | - | - |
| EUR Institutional Distributing Class | - | - | - | 21,646,400 | - |
| JPY Class A | - | - | 87,187,956 | - | - |
| JPY Class B | - | - | 2,544,673,217 | - | - |
| JPY Class C | - | - | - | - | - |
| JPY Class D Institutional | - | - | 663,388,197 | - | - |
| EUR Institutional Class | - | 23,273,371 | - | 389,523,920 | - |
| EUR Super Institutional Class | - | - | - | 150,532,155 | - |
| CHF Accumulating Class | - | 12,867,848 | - | - | - |
| CHF Class | - | - | - | 43,039,890 | - |
| GBP Institutional Class | - | - | - | 15,687,500 | - |
| EUR Hedged Institutional Class | 2,138,787 | - | 373,661,452 | - | - |
| USD Institutional Class | 32,148,781 | - | - | 2,014,039 | - |
| EUR Retail Class | - | - | - | 8,087,869 | - |
| RMB Class | - | - | - | - | 123,591 |
| USD Super Institutional Class | - | - | - | 2,180,352 | - |
| | | | | | |
| | SMVF | SESF | SGQF | SQBF | SBXF |
| | 2016 | 2016 | 2016 | 2016 | 2016 |
| | USD | EUR | USD | USD | EUR |
| Net asset value | | | | | |
| USD Class | 170,985,523 | - | 16,852,874 | 19,563,348 | - |
| EUR Class | - | 54,493,724 | - | 12,374,594 | 5,513,253 |
| EUR Class X | - | 10,745,325 | - | - | - |
| CHF Class | - | - | 6,780,197 | 9,986,467 | - |
| EUR Hedged Class | 2,180,003 | - | - | - | - |
| CHF Hedged Class | 6,981,169 | - | - | - | - |
| USD Institutional Class | 34,115,042 | - | 36,031,626 | 6,327,945 | - |
| EUR Institutional Class | - | - | - | 3,163,464 | - |

E.I. Sturdza Funds Plc

Appendix I (unaudited) (continued)

Net asset value and net asset value per share (continued)

The net asset values at 31 December 2015 are as follows:

| | SCPF | SEBF | NGUF | SEVF | SGBF |
|--------------------------------------|-------------|-------------|---------------|-------------|-------------|
| | 2015 | 2015 | 2015 | 2015 | 2015 |
| | USD | EUR | JPY | EUR | USD |
| Net asset value | | | | | |
| USD Class | 73,952,122 | - | - | - | 72,417,092 |
| EUR Class | - | - | - | 327,928,096 | - |
| EUR Hedged Class | 40,981,966 | - | 3,339,942,954 | - | - |
| GBP Hedged Class | 867,288 | - | - | - | - |
| EUR Distributing Class | - | 9,223,913 | - | - | - |
| EUR Accumulating Class | - | 44,928,224 | - | - | - |
| EUR Institutional Distributing Class | - | - | - | 50,963,516 | - |
| JPY Class A | - | - | 347,855,139 | - | - |
| JPY Class B | - | - | 7,586,161,071 | - | - |
| JPY Class D Institutional | - | - | 7,122,512,625 | - | - |
| EUR Institutional Class | - | 51,260,187 | - | 430,430,904 | - |
| EUR Super Institutional Class | - | - | - | - | - |
| CHF Accumulating Class | - | 20,729,790 | - | - | - |
| CHF Class | - | - | - | 58,118,660 | - |
| CHF Institutional Class | - | 363,921 | - | - | - |
| GBP Institutional Class | - | - | - | 19,646,940 | - |
| GBP Hedged Institutional Class | - | - | 2,714,022,513 | - | - |
| EUR Hedged Institutional Class | 7,230,052 | - | 541,072,758 | - | - |
| USD Institutional Class | 50,508,355 | - | - | 9,748,035 | - |
| EUR Retail Class | - | - | - | 9,957 | - |
| RMB Class | - | - | - | - | 22,224,200 |
| | | | | | |
| | SMVF | SESF | SGQF | | |
| | 2015 | 2015 | 2015 | | |
| | USD | EUR | USD | | |
| Net asset value | | | | | |
| USD Class | 248,706,173 | - | - | | |
| EUR Class | - | 34,367,452 | - | | |
| EUR Hedged Class | 16,441,646 | - | - | | |
| CHF Hedged Class | 14,114,279 | - | - | | |
| USD Institutional Class | 47,056,745 | - | 13,094,398 | | |

E.I. Sturdza Funds Plc

Appendix I (unaudited) (continued)

Net asset value and net asset value per share (continued)

The net asset values per share at 31 December 2017 are as follows:

| | SCPF | SEBF | NGUF | SEVF | SGBF |
|--------------------------------------|-------------|-------------|-------------|-------------|-------------|
| | 2017 | 2017 | 2017 | 2017 | 2017 |
| | USD | EUR | JPY | EUR | USD |
| Net asset value per share | | | | | |
| USD Class | \$ 3,554.41 | - | - | \$ 114.90 | \$ 1,060.86 |
| EUR Class | - | - | - | €221.16 | - |
| EUR Hedged Class | - | - | - | - | - |
| GBP Hedged Class | - | - | - | - | - |
| EUR Distributing Class | - | €1,005.48 | - | - | - |
| EUR Accumulating Class | - | €1,127.59 | - | - | - |
| EUR Institutional Distributing Class | - | - | - | €105.21 | - |
| JPY Class A | - | - | JPY 119,245 | - | - |
| JPY Class B Accumulating | - | - | JPY 100,031 | - | - |
| JPY Class C | - | - | - | - | - |
| JPY Class D Institutional | - | - | JPY 65,486 | - | - |
| EUR Institutional Class | - | €1,011.88 | - | €195.36 | - |
| EUR Super Institutional Class | - | - | - | €107.68 | - |
| CHF Accumulating Class | - | CHF 965.34 | - | - | - |
| CHF Class | - | - | - | CHF 172.76 | - |
| CHF Hedged Class | CHF 997.64 | - | - | - | - |
| GBP Hedged Institutional Class | - | - | - | - | - |
| GBP Institutional Class | - | - | - | - | - |
| EUR Hedged Institutional Class | €1,430.10 | - | €1,486.11 | - | - |
| USD Institutional Class | \$ 1,379.23 | - | - | \$ 106.16 | - |
| USD Super Institutional Class | - | - | - | \$ 110.00 | - |
| EUR R Class | - | - | - | €103.41 | - |
| EUR Hedged Class | €3,339.41 | - | €1,257.13 | - | - |
| RMB Class | - | - | - | - | - |
| USD Super Institutional Class | - | - | - | - | - |
| CHF Institutional Class | - | - | - | CHF 106.52 | - |
| GBP Hedged Class | £ 3,425.49 | - | - | - | - |
| GBP Institutional Class | - | - | - | £ 144.00 | - |

E.I. Sturdza Funds Plc

Appendix I (unaudited) (continued)

Net asset value and net asset value per share (continued)

The net asset values per share at 31 December 2017 are as follows:

| | SMVF | SESF | SGQF | SQBF | SBXF | SJOF |
|----------------------------------|-------------|--------------|-------------|--------------|-------------|-------------|
| | 2017 | 2017 | 2017 | 2017 | 2017 | 2017 |
| | USD | EUR | USD | USD | EUR | JPY |
| Net asset value per share | | | | | | |
| USD Class | \$ 842.56 | - | \$ 130.04 | \$ 1,074.45 | - | - |
| EUR Class | - | €1,384.42 | €99.85 | €1,038.13 | €1,020.03 | - |
| EUR Class X | - | €1,309.95 | - | - | - | - |
| CHF Class | - | CHF 1,123.45 | CHF 112.93 | CHF 1,030.05 | - | - |
| EUR Hedged Class | - | - | - | - | - | - |
| CHF Hedged Class | CHF 558.88 | - | - | - | - | - |
| USD Institutional Class | \$ 565.61 | - | \$ 140.76 | €1,042.52 | - | - |
| EUR Institutional Class | - | €1,148.82 | €99.87 | €1,042.23 | €1,020.11 | - |
| EUR R Class | - | - | - | - | €1,008.23 | - |
| EUR Institutional Class | - | - | - | - | - | - |
| USD Hedged Institutional Class | - | - | - | - | - | \$ 1,293.36 |
| USD Hedged Class | - | - | - | - | - | \$ 1,286.05 |
| EUR Hedged Class | €568.18 | - | - | - | - | €1,278.57 |
| JPY Institutional Class | - | - | - | - | - | JPY 63,990 |
| JPY Class | - | - | - | - | - | JPY 63,766 |

E.I. Sturdza Funds Plc

Appendix I (unaudited) (continued)

Net asset value and net asset value per share (continued)

The net asset values per share at 31 December 2016 are as follows:

| | SCPF 2016 USD | SEBF 2016 EUR | NGUF 2016 JPY | SEVF 2016 EUR | SGBF 2016 USD |
|--------------------------------------|---------------------|---------------------|---------------------|---------------------|---------------------|
| Net asset value per share | | | | | |
| USD Class | \$ 2,180.71 | - | - | \$ 99.95 | \$ 1,043.66 |
| EUR Class | - | - | - | €195.56 | - |
| EUR Hedged Class | €2,086.78 | - | €1,042.82 | - | - |
| GBP Hedged Class | £ 2,122.58 | - | - | - | - |
| EUR Distributing Class | - | €1,015.15 | - | - | - |
| EUR Accumulating Class | - | €1,139.06 | - | - | - |
| EUR Institutional Distributing Class | - | - | - | €93.36 | - |
| JPY Class A | - | - | JPY 98,673 | - | - |
| JPY Class B | - | - | JPY 82,755 | - | - |
| JPY Class D Institutional | - | - | JPY 53,913 | - | - |
| EUR Institutional Class | - | €1,019.13 | - | €171.77 | - |
| EUR Super Institutional Class | - | - | - | €94.62 | - |
| CHF Accumulating Class | - | CHF 980.17 | - | - | - |
| CHF Class | - | - | - | CHF 153.71 | - |
| GBP Hedged Institutional Class | - | - | - | - | - |
| GBP Institutional Class | - | - | - | £ 125.88 | - |
| EUR Hedged Institutional Class | €905.22 | - | €1,231.20 | - | - |
| USD Institutional Class | \$ 840.79 | - | - | \$ 91.74 | - |
| EUR Retail Class | - | - | - | €92.11 | - |
| RMB Class | - | - | - | - | \$ 1,004.89 |
| USD Super Institutional Class | - | - | - | \$ 94.87 | - |

E.I. Sturdza Funds Plc

Appendix I (unaudited) (continued)

Net asset value and net asset value per share (continued)

The net asset values per share at 31 December 2016 are as follows:

| | SMVF | SESF | SGQF | SQBF | SBXF |
|-------------------------|-------------|-------------|-------------|-------------|-------------|
| | 2016 | 2016 | 2016 | 2016 | 2016 |
| | USD | EUR | USD | USD | EUR |
| Net asset value | | | | | |
| USD Class | \$ 748.45 | - | \$ 100.80 | \$ 1,007.11 | - |
| EUR Class | - | €1,127.36 | - | €994.07 | €1,001.29 |
| EUR Class X | - | €1,066.73 | - | - | - |
| CHF Class | - | - | CHF 89.95 | CHF 991.38 | - |
| EUR Hedged Class | €515.87 | - | - | - | - |
| CHF Hedged Class | CHF 509.51 | - | - | - | - |
| USD Institutional Class | \$ 499.99 | - | \$ 108.49 | \$ 972.30 | - |
| EUR Institutional Class | - | - | - | €997.67 | - |

E.I. Sturdza Funds Plc

Appendix I (unaudited) (continued)

Net asset value and net asset value per share (continued)

The net asset values per share at 31 December 2015 are as follows:

| | SCPF | SEBF | NGUF | SEVF | SGBF |
|--------------------------------------|-------------|-------------|-------------|-------------|-------------|
| | 2015 | 2015 | 2015 | 2015 | 2015 |
| | USD | EUR | JPY | EUR | USD |
| Net asset value | | | | | |
| USD Class | \$ 2,234.97 | - | - | - | \$ 1,040.84 |
| EUR Class | - | - | - | €212.23 | - |
| EUR Hedged Class | €2,179.30 | - | €1,090.94 | - | - |
| GBP Hedged Class | £ 2,209.17 | - | - | - | - |
| EUR Distributing Class | - | €1,021.45 | - | - | - |
| EUR Accumulating Class | - | €1,131.86 | - | - | - |
| EUR Institutional Distributing Class | - | - | - | €100.85 | - |
| JPY Class A | - | - | JPY 100,920 | - | - |
| JPY Class B | - | - | JPY 84,624 | - | - |
| JPY Class D Institutional | - | - | JPY 54,803 | - | - |
| EUR Institutional Class | - | €1,009.65 | - | €184.58 | - |
| EUR Super Institutional Class | - | - | - | - | - |
| CHF Accumulating Class | - | CHF 982.03 | - | CHF 167.92 | - |
| CHF Class | - | - | - | - | - |
| CHF Institutional Class | - | CHF 989.86 | - | - | - |
| GBP Institutional Class | - | - | - | £ 135.77 | - |
| GBP Hedged Institutional Class | - | - | £ 1,195.89 | - | - |
| EUR Hedged Institutional Class | €944.12 | - | €1,285.25 | - | - |
| USD Institutional Class | \$ 857.40 | - | - | \$ 97.46 | - |
| EUR Retail Class | - | - | - | €101.08 | - |
| RMB Class | - | - | - | - | \$ 1,043.87 |
| | | | | | |
| | SMVF | SESF | SGQF | | |
| | 2015 | 2015 | 2015 | | |
| | USD | EUR | USD | | |
| Net asset value | | | | | |
| USD Class | \$ 763.06 | - | - | | |
| EUR Class | - | €92.85 | - | | |
| EUR Hedged Class | €532.10 | - | - | | |
| CHF Hedged Class | CHF 529.02 | - | - | | |
| USD Institutional Class | \$ 506.88 | - | \$ 114.56 | | |

E.I. Sturdza Funds Plc

Supplementary Information (unaudited)

1. Total expense ratio

The total expense ratio for each share class of each Sub-Fund, as calculated in accordance with the Swiss Fund and Asset Management Association, for the year ended 31 December 2017 and 31 December 2016 is as follows:

| | 2017 | 2016 |
|--------------------------------------|-------|-------|
| Strategic China Panda Fund | | |
| USD Class | 2.39% | 2.02% |
| EUR Hedged Class | 1.99% | 2.01% |
| GBP Hedged Class | 1.94% | 2.01% |
| USD Institutional Class | 1.80% | 1.52% |
| EUR Hedged Institutional Class | 1.70% | 1.53% |
| CHF Hedged Class | 1.83% | - |
| Strategic Euro Bond Fund | | |
| EUR Distributing Class | 1.15% | 1.17% |
| EUR Accumulating Class | 1.15% | 1.17% |
| EUR Institutional Class | 0.85% | 0.87% |
| CHF Accumulating Class | 1.15% | 1.17% |
| Nippon Growth (UCITS) Fund | | |
| EUR Hedged Class | 2.01% | 2.09% |
| JPY Class A | 2.01% | 2.04% |
| JPY Class B Accumulating | 2.01% | 2.07% |
| JPY Class D Institutional | 1.51% | 1.54% |
| EUR Hedged Institutional Class | 1.52% | 1.54% |
| GBP Hedged Institutional Class | - | 1.54% |
| Strategic Europe Value Fund | | |
| EUR Class | 1.74% | 2.60% |
| EUR Institutional Class | 1.17% | 1.63% |
| CHF Class | 1.73% | 2.49% |
| GBP Institutional Class | 1.14% | 1.43% |
| EUR Institutional Distributing Class | 1.20% | 2.04% |
| EUR Retail Class | 2.47% | 3.11% |
| USD Class | 1.92% | 2.14% |
| EUR Super Institutional Class | 1.11% | 1.18% |
| USD Super Institutional Class | 1.11% | 1.18% |
| USD Institutional Class | 1.19% | 1.29% |
| CHF Institutional Class | 1.26% | - |
| Strategic Global Bond Fund | | |
| USD Class | 1.30% | 1.22% |
| RMB Class | 1.30% | 1.22% |

E.I. Sturdza Funds Plc

Supplementary Information (unaudited) (continued)

1. Total expense ratio (continued)

The total expense ratio for each share class of each Sub-Fund, as calculated in accordance with the Swiss Fund and Asset Management Association, for the year ended 31 December 2017 and 31 December 2016 is as follows:

| | 2017 | 2016 |
|--|-------|-------|
| Strategic US Momentum and Value Fund | | |
| USD Class | 1.74% | 1.78% |
| EUR Hedged Class | 1.74% | 1.78% |
| CHF Hedged Class | 1.74% | 1.78% |
| USD Institutional Class | 1.24% | 1.28% |
| Strategic Global Quality Fund | | |
| USD Institutional Class | 1.43% | 1.20% |
| USD Class | 1.99% | 1.70% |
| EUR Class | 1.90% | - |
| EUR Institutional Class | 1.40% | - |
| CHF Class | 1.92% | 1.70% |
| Strategic European Smaller Companies Fund | | |
| EUR Class | 3.37% | 3.86% |
| EUR X Class | 3.06% | 1.94% |
| CHF Class | 2.47% | - |
| EUR Institutional Class | 1.70% | - |
| Strategic Quality Emerging Bond Fund | | |
| CHF Class | 1.46% | 1.53% |
| EUR Class | 1.46% | 1.53% |
| EUR Institutional Class | 0.96% | 1.03% |
| USD Class | 1.46% | 1.53% |
| USD Institutional | 0.96% | 1.03% |
| Strategic Beta Flex Fund | | |
| EUR Class | 1.94% | 1.29% |
| EUR R Class | 2.88% | - |
| EUR Institutional Class | 1.46% | - |
| Strategic Japan Opportunities Fund | | |
| USD Hedged Institutional Class | 2.53% | - |
| USD Hedged Class | 3.81% | - |
| EUR Hedged Class | 3.73% | - |
| JPY Institutional Class | 2.80% | - |
| JPY Class | 3.34% | - |

E.I. Sturdza Funds Plc

Supplementary Information (unaudited) (continued)

1. Total expense ratio (continued)

The total expense ratio (excluding performance-related fee paid to the Investment Manager) for each share class of each Sub-Fund, as calculated in accordance with the Swiss Fund and Asset Management Association, for the year ended 31 December 2017 and 31 December 2016 is as follows:

| | 2017 | 2016 |
|--------------------------------------|-------------|-------------|
| Strategic China Panda Fund | | |
| USD Class | 1.83% | 2.01% |
| EUR Hedged Class | 1.83% | 2.01% |
| GBP Hedged Class | 1.83% | 2.01% |
| USD Institutional Class | 1.33% | 1.51% |
| EUR Hedged Institutional Class | 1.33% | 1.51% |
| CHF Hedged Class | 1.83% | |
| | | |
| Strategic Euro Bond Fund | | |
| EUR Distributing Class | 1.15% | 1.17% |
| EUR Accumulating Class | 1.15% | 1.17% |
| EUR Institutional Class | 0.85% | 0.87% |
| CHF Accumulating Class | 1.15% | 1.17% |
| | | |
| Nippon Growth (UCITS) Fund | | |
| EUR Hedged Class | 2.01% | 2.04% |
| JPY Class A | 2.01% | 2.04% |
| JPY Class B Accumulating | 2.01% | 2.04% |
| JPY Class D Institutional | 1.51% | 1.54% |
| EUR Hedged Institutional Class | 1.52% | 1.54% |
| GBP Hedged Institutional Class | - | 1.54% |
| | | |
| Strategic Europe Value Fund | | |
| EUR Class | 1.71% | 1.78% |
| EUR Institutional Class | 1.11% | 1.18% |
| CHF Class | 1.71% | 1.78% |
| GBP Institutional Class | 1.11% | 1.18% |
| EUR Institutional Distributing Class | 1.11% | 1.18% |
| EUR Retail Class | 2.40% | 2.48% |
| USD Class | 1.71% | 1.78% |
| EUR Super Institutional Class | 1.11% | 1.18% |
| USD Super Institutional Class | 1.11% | 1.18% |
| USD Institutional Class | 1.11% | 1.18% |
| CHF Institutional Class | 1.10% | - |
| | | |
| Strategic Global Bond Fund | | |
| USD Class | 1.30% | 1.22% |
| RMB Class | 1.30% | 1.22% |

E.I. Sturdza Funds Plc

Supplementary Information (unaudited) (continued)

1. Total expense ratio (continued)

The total expense ratio (excluding performance-related fee paid to the Investment Manager) for each share class of each Sub-Fund, as calculated in accordance with the Swiss Fund and Asset Management Association, for the year ended 31 December 2017 and 31 December 2016 is as follows:

| | 2017 | 2016 |
|--|-------|-------|
| Strategic US Momentum and Value Fund | | |
| USD Class | 1.74% | 1.78% |
| EUR Hedged Class | 1.74% | 1.78% |
| CHF Hedged Class | 1.74% | 1.78% |
| USD Institutional Class | 1.24% | 1.28% |
| Strategic Global Quality Fund | | |
| USD Institutional Class | 1.40% | 1.20% |
| CHF Class | 1.89% | 1.70% |
| USD Class | 1.90% | 1.70% |
| EUR Class | 1.90% | |
| EUR Institutional Class | 1.40% | |
| Strategic European Smaller Companies Fund | | |
| EUR Class | 1.72% | 1.93% |
| EUR X Class | 1.73% | 1.93% |
| CHF Class | 1.72% | - |
| EUR Institutional Class | 1.23% | - |
| Strategic Quality Emerging Bond Fund | | |
| CHF Class | 1.46% | 1.53% |
| EUR Class | 1.46% | 1.53% |
| EUR Institutional Class | 0.96% | 1.03% |
| USD Class | 1.46% | 1.53% |
| USD Institutional | 0.96% | 1.03% |
| Strategic Beta Flex Fund | | |
| EUR Class | 1.82% | 1.29% |
| EUR R Class | 2.81% | - |
| EUR Institutional Class | 1.36% | - |
| Strategic Japan Opportunities Fund | | |
| USD Hedged Institutional Class | 1.41% | - |
| USD Hedged Class | 1.92% | - |
| EUR Hedged Class | 1.91% | - |
| JPY Institutional Class | 1.41% | - |
| JPY Class | 1.91% | - |

E.I. Sturdza Funds Plc

Supplementary Information (unaudited) (continued)

1. Total expense ratio (continued)

The total expense ratio for performance related fee paid to the Investment Manager for each share class of each Sub-Fund, as calculated in accordance with the Swiss Fund and Asset Management Association, for the year ended 31 December 2017 and 31 December 2016 is as follows:

| | 2017 | 2016 |
|--------------------------------------|-------------|-------------|
| Strategic China Panda Fund | | |
| USD Class | 0.56% | 0.01% |
| EUR Hedged Class | 0.16% | 0.00% |
| GBP Hedged Class | 0.11% | 0.00% |
| USD Institutional Class | 0.47% | 0.01% |
| EUR Hedged Institutional Class | 0.37% | 0.02% |
| CHF Hedged Class | - | - |
| Nippon Growth (UCITS) Fund | | |
| EUR Hedged Class | - | 0.05% |
| JPY Class A | - | - |
| JPY Class B | - | 0.03% |
| JPY Class C | - | - |
| JPY Class D Institutional | - | - |
| EUR Hedged Institutional Class | - | - |
| JPY Class D Institutional | - | - |
| GBP Hedged Institutional Class | - | - |
| Strategic Europe Value Fund | | |
| EUR Class | 0.03% | 0.82% |
| EUR Institutional Class | 0.06% | 0.45% |
| CHF Class | 0.02% | 0.71% |
| GBP Institutional Class | 0.03% | 0.25% |
| EUR Institutional Distributing Class | 0.09% | 0.86% |
| EUR Retail Class | 0.07% | 0.63% |
| USD Class | 0.21% | 0.36% |
| EUR Super Institutional Class | - | - |
| USD Super Institutional Class | - | - |
| USD Institutional Class | 0.08% | 0.11% |
| CHF Institutional Class | 0.16% | - |

E.I. Sturdza Funds Plc

Supplementary Information (unaudited) (continued)

1. Total expense ratio (continued)

The total expense ratio for performance related fee paid to the Investment Manager for each share class of each Sub-Fund, as calculated in accordance with the Swiss Fund and Asset Management Association, for the year ended 31 December 2017 and 31 December 2016 is as follows:

| | 2017 | 2016 |
|--|-------|-------|
| Strategic US Momentum and Value Fund | | |
| USD Class | - | - |
| EUR Hedged Class | - | - |
| CHF Hedged Class | - | - |
| USD Institutional Class | - | - |
| Strategic Global Quality Fund | | |
| USD Institutional Class | - | - |
| USD Class | - | - |
| CHF Class | - | - |
| EUR Class | - | - |
| EUR Institutional Class | - | - |
| Strategic European Smaller Companies Fund | | |
| EUR Class | 1.65% | 1.93% |
| EUR X Class | 1.33% | 0.01% |
| CHF Class | 0.75% | - |
| EUR Institutional Class | 0.47% | - |
| Strategic Beta Flex Fund | | |
| EUR Class | 0.12% | - |
| EUR R Class | 0.07% | - |
| EUR Institutional Class | 0.10% | - |
| Strategic Japan Opportunities Fund | | |
| USD Hedged Institutional Class | 1.12% | - |
| USD Hedged Class | 1.89% | - |
| EUR Hedged Class | 1.82% | - |
| JPY Institutional Class | 1.39% | - |
| JPY Class | 1.43% | - |

The total expense ratio calculations are prepared in accordance with the requirements of the Swiss Funds and Asset Management Association Guidelines.

E.I. Sturdza Funds Plc

Supplementary Information (unaudited) (continued)

2. Fund performance data

The percentage total return of one share, of each share class from inception as calculated in accordance with the Swiss Fund and Asset Management Association is detailed below:

| | Inception to 31 December 2017 | | Inception to 31 December 2016 | |
|--------------------------------------|----------------------------------|---------|----------------------------------|---------|
| | Fund | Index | Fund | Index |
| Strategic China Panda Fund | | | | |
| USD Class | 255.44% | 136.54% | 118.07% | 53.53% |
| CHF Hedged Class | (0.24)% | 2.19% | - | - |
| EUR Hedged Class | 233.94% | 136.54% | 108.68% | 53.53% |
| GBP Hedged Class | 242.55% | 136.54% | 112.26% | 53.53% |
| USD Institutional Class | 37.92% | 70.51% | (15.92)% | 10.67% |
| EUR Hedged Institutional Class | 43.01% | 40.06% | (9.48)% | (9.09)% |
| Strategic Euro Bond Fund | | | | |
| EUR Distributing Class | 0.55% | 3.49% | 1.52% | 3.84% |
| EUR Accumulating Class | 12.76% | 3.49% | 13.84% | 3.84% |
| EUR Institutional Class | 1.19% | (0.14)% | 1.83% | 0.19% |
| CHF Accumulating Class | (3.47)% | (0.15)% | (1.99)% | 0.18% |
| CHF Institutional Class | | | - | - |
| Nippon Growth (UCITS) Fund | | | | |
| EUR Hedged Class | 25.71% | 59.03% | 4.28% | 30.11% |
| JPY Class A | 96.33% | 140.08% | 62.46% | 96.42% |
| JPY Class B | - | - | 65.51% | 83.74% |
| EUR Hedged Institutional Class | 48.61% | 101.05% | 23.12% | 64.49% |
| JPY Class B Institutional | 100.06% | 124.59% | - | - |
| JPY Class D Institutional | 30.97% | 72.70% | 7.83% | 41.29% |
| Strategic Europe Value Fund | | | | |
| EUR Class | 121.16% | 85.71% | 95.56% | 68.46% |
| EUR Institutional Class | 95.36% | 52.90% | 71.77% | 38.69% |
| CHF Class | 72.76% | 51.29% | 53.71% | 37.23% |
| GBP Institutional Class | 44.00% | 23.12% | 25.88% | 11.68% |
| EUR Institutional Distributing Class | 5.21% | 9.81% | (6.64)% | (0.39)% |
| EUR Retail Class | 3.41% | 13.40% | (7.89)% | 2.87% |
| USD Class | 14.90% | 20.05% | (0.05)% | 8.90% |
| EUR Super Institutional Class | 7.68% | 16.91% | (5.38)% | 6.05% |
| USD Super Institutional Class | 10.00% | 17.52% | (5.13)% | 6.60% |
| USD Institutional Class | 6.16% | 7.50% | (8.26)% | (2.48)% |
| CHF Institutional Class | 6.52% | 5.11% | - | - |
| Strategic Global Bond Fund | | | | |
| USD Class | 6.09% | 20.77% | 4.37% | 16.05% |
| RMB Class | 8.68% | 18.10% | 0.49% | 13.48% |

E.I. Sturdza Funds Plc

Supplementary Information (unaudited) (continued)

2. Fund performance data (continued)

The percentage total return of one share, of each share class from inception as calculated in accordance with the Swiss Fund and Asset Management Association is detailed below:

| | Inception to 31 December 2017 | | Inception to 31 December 2016 | |
|--|----------------------------------|---------|----------------------------------|---------|
| | Fund | Index | Fund | Index |
| Strategic US Momentum and Value Fund | | | | |
| USD Class | 68.51% | 117.85% | 43.27% | 79.76% |
| EUR Hedged Class | 13.64% | 292.83% | 3.17% | 224.15% |
| CHF Hedged Class | 11.78% | 292.83% | 1.90% | 224.15% |
| USD Institutional Class | 13.12% | 257.59% | 0.00% | 195.07% |
| Strategic Global Quality Fund | | | | |
| USD Institutional Class | 40.76% | 34.86% | 8.49% | 10.18% |
| EUR Institutional Class | (0.13)% | 0.42% | - | - |
| EUR Class | (0.15)% | 0.42% | - | - |
| CHF Class | 12.93% | 29.92% | (10.05)% | 6.14% |
| USD Class | 30.04% | 41.93% | 0.80% | 15.95% |
| Strategic European Smaller Companies Fund | | | | |
| EUR Class | 38.44% | 5.88% | 12.74% | (4.25)% |
| EUR Class X | 30.99% | 16.38% | 6.67% | 5.25% |
| CHF Class | 12.34% | 5.00% | - | - |
| EUR Institutional Class | 14.88% | 5.28% | - | - |
| Strategic Quality Emerging Bond Fund | | | | |
| USD Institutional Class | 4.25% | 18.01% | (2.77)% | 8.82% |
| USD Class | 7.45% | 15.22% | 0.71% | 6.25% |
| CHF Class | 3.01% | 15.22% | (0.86)% | 6.25% |
| EUR Class | 3.81% | 15.22% | (0.59)% | 6.25% |
| EUR Institutional Class | 4.22% | 15.22% | (0.23)% | 6.25% |
| Strategic Beta Flex Fund | | | | |
| EUR Class | 2.00% | (0.37)% | 0.13% | (0.01)% |
| EUR R Class | 0.82% | (0.32)% | - | - |
| EUR Institutional Class | 2.01% | (0.35)% | - | - |
| Strategic Japan Opportunities Fund | | | | |
| USD Hedged Institutional Class | 29.34% | 17.95% | - | - |
| USD Hedged Class | 28.61% | 17.95% | - | - |
| EUR Hedged Class | 27.86% | 17.95% | - | - |
| JPY Institutional Class | 27.98% | 17.95% | - | - |
| JPY Class | 27.53% | 17.95% | - | - |

Past performance is no indication of current or future performance and the performance data does not take account of commissions and costs incurred on the issue and redemption of units.

E.I. Sturdza Funds Plc

Supplementary Information (unaudited) (continued)

3. Publications

The Articles of Association of the Company, the Prospectus, the Supplements and Key Investor Information Documents for each Sub-Fund and the annual and semi-annual reports of the Company can be obtained, free of charge from the Swiss Representative and Paying Agent, UK Facilities Agent, French Centralising Correspondent, German Paying Agent and Information Agent, Austrian Paying Agent, Information Agent and Tax Representative, Swedish Paying Agent, Spanish Representative, Italian Paying Agent, Luxembourg Paying Agent, the Distributor and the Administrator.

E.I. Sturdza Funds Plc

Remuneration Disclosure (unaudited) For the year ended 31 December 2017

Introduction

The below disclosures are made in respect of the remuneration policies of the Company. The disclosures are made in accordance with the European Union (Undertakings for Collective Investment in Transferable Securities) (Amendment) regulations 2016 – SI 143 of 2016 (“UCITS V Regulations”), effective from 18 March 2016.

The remuneration policy of the Company has been designed to promote sound and effective risk management and to not encourage risk taking which may be inconsistent with the risk profile and constitution of the Sub-Funds.

The policy adopted by the Company is subject to review on an annual basis and is assessed to determine whether the system of remuneration operates as intended and is compliant with the remuneration requirements as set out by the UCITS V Regulations. During the year ended 31 December 2017, updates were made to the policy to reflect the latest available guidance, specifically with regards to the remuneration of delegates as outlined below.

Decision making process

The Directors of the Company are considered Identified Persons, as defined by the UCITS V Regulations, and details of the Directors’ fees are outlined within the financial statements.

In addition, the ‘Designated Individuals’, as defined in the Remuneration Policy, appointed to the Company to assist with the UCITS management functions are considered Identified Persons, as defined by the UCITS V Regulations, and details of the Designated Individuals’ fees are outlined within the financial statements.

Whilst the Company has appointed E.I. Sturdza Strategic Management Limited as investment manager (the “Investment Manager”), the decision making in relation to investment strategy and portfolio management relating to discretionary managers is made by external Investment Advisers, under a contractual relationship with the Company, the Investment Manager and the relevant Investment Adviser.

The Investment Manager, together with the Company, has also entered into a contractual relationship with external Investment Advisers who are undertaking portfolio management on a non-discretionary basis. As such, the decision making in relation to investment strategy and portfolio management is made by the Investment Manager, who receives support in respect of the decision making from the Investment Adviser.

Where the Company delegates investment management and advisory functions in respect of any Sub-Fund of the Company, either (a) appropriate contractual arrangements are in place to ensure that any such delegates so appointed by it apply in a proportionate manner the remuneration rules as detailed in the UCITS V Regulations, or (b) such delegates are subject to regulatory requirements on remuneration that are equally as effective as those applicable under the ESMA Remuneration Guidelines.

No employees of the Investment Manager are considered Identified Persons.

E.I. Sturdza Funds Plc

Reporting requirement in respect of the Securities Financing Transactions Regulation (unaudited) For the year ended 31 December 2017

E.I. Sturdza Funds Plc (the “Company”) is subject to the Securities Financing Transactions Regulation (the “SFTR”) as at 31 December 2017. The SFTR introduces mandatory reporting for securities financing transactions (“SFTs”) and sets minimum disclosure and consent requirements on the re-use of collateral, with the aim of reforming shadow banking and improving transparency in the SFT market. The SFTR was formally adopted by the EU on 25 November 2015 and came into force on 13 January 2017. An SFT consists of any transaction that uses assets belonging to a counterparty to generate financing means and is comprised of the following:

- repurchase transactions;
- securities or commodities lending, securities or commodities borrowing;
- any transaction having an equivalent economic effect, in particular a buy/sell-back or sell/buy-back transaction; and
- margin lending transaction.

Article 2 of the SFTR covers the following entities:

- Counterparties to an SFT that are established:
 - in the EU, including all of its branches irrespective of where they are located (i.e., non-EU branches); or
 - outside the EU if the SFT is concluded in the course of the operations of an EU branch of that counterparty.
- UCITS funds and their management companies irrespective of where they are established;
- AIFMs authorised or registered in accordance under AIFMD irrespective of where their AIFs are established; and
- in relation to the Reuse Obligation only, counterparties established outside the EU, in either of the following circumstances:
 - the reuse is effected in the course of the operations of an EU branch; or
 - the reuse concerns financial instruments provided as collateral by a counterparty established in the EU or an EU branch of a third country entity (i.e. a non-EU entity reuses an EU entity’s collateral).

During the year ended 31 December 2017, the Company on behalf of Strategic China Panda Fund, Strategic Europe Value Fund, Nippon Growth (UCITS) Fund, Strategic Global Quality Fund, Strategic US Momentum and Value Fund, Strategic European Smaller Companies Fund and Strategic Japan Opportunities Fund entered into securities lending transactions through a securities lending program entered into with BNY Mellon Trust Company (Ireland) Limited (the “Depositary”) and The Bank of New York Mellon (the “Bank”), a related party to the Depositary, effective 14 August 2017. The Bank acts as the securities lending agent for the Company.

The SFTR also covers Total Return Swap (“TRS”) transactions. The Company did not transact in TRSs during the year.

E.I. Sturdza Funds Plc

Reporting requirement in respect of the Securities Financing Transactions Regulation (unaudited) (continued) For the year ended 31 December 2017

Global data

The following table reflects the amount of securities on loan as a proportion of total lendable assets (excluding cash and cash equivalents) of each Sub-Fund (presented in each of the Sub-Fund's functional currency) as at 31 December 2017:

| Sub-Fund | Sub-Fund's functional currency | Total lendable assets (excluding cash and cash equivalents) | Fair value of securities on loan | Percentage of securities on loan |
|----------|--------------------------------|---|----------------------------------|----------------------------------|
| SCPF | USD | 190,897,489 | 6,145,561 | 3.22% |
| NGUF | JPY | 2,698,575,521 | 360,692,327 | 13.37% |
| SEVF | EUR | 803,037,365 | 53,241,844 | 6.63% |
| SMVF | USD | 177,836,484 | 9,348,410 | 5.26% |
| SGQF | USD | 67,169,184 | 3,099,582 | 4.61% |
| SESF | EUR | 186,941,299 | 18,059,131 | 9.66% |
| SJOF | JPY | 8,914,733,900 | 1,320,469,392 | 14.81% |

The following table reflects the amount of assets engaged in each type of SFT, expressed as an absolute amount and as a percentage of the Sub-Funds' Net Asset Value ("NAV") (presented in each of the Sub-Fund's functional currency) as at 31 December 2017:

| Sub-Fund | Sub-Fund's functional currency | Securities on loan | | |
|----------|--------------------------------|--------------------|----------------------------------|----------|
| | | NAV | Fair value of securities on loan | % of NAV |
| SCPF | USD | 191,894,833 | 6,145,561 | 3.20% |
| NGUF | JPY | 2,701,362,339 | 360,692,327 | 13.35% |
| SEVF | EUR | 805,739,475 | 53,241,844 | 6.61% |
| SMVF | USD | 199,132,044 | 9,348,410 | 4.69% |
| SGQF | USD | 69,162,215 | 3,099,582 | 4.48% |
| SESF | EUR | 193,285,043 | 18,059,131 | 9.34% |
| SJOF | JPY | 9,370,358,030 | 1,320,469,392 | 14.09% |

E.I. Sturdza Funds Plc

Reporting requirement in respect of the Securities Financing Transactions Regulation (unaudited) (continued) For the year ended 31 December 2017

Data on reuse of collateral

Information on amount of collateral reused, compared with maximum amount disclosed to investors or specified in the Prospectus and the cash collateral reinvestment returns to the Sub-Funds.

No non-cash collateral was reused during the year ended 31 December 2017. Cash collateral held is reinvested in overnight reverse repurchase agreements. The maturity of these transactions is limited to one day.

Concentration data

The following table reflects the collateral issuers across all SFTs and the value (volume) of collateral received per issuer (presented in each of the Sub-Fund's functional currency) as at 31 December 2017:

| Sub-Fund | Sub-Fund's functional currency | Name of collateral issuer | Amount of collateral received |
|----------|--------------------------------|--|-------------------------------|
| SCPF | USD | Merrill Lynch Intl Ltd. | 6,000 |
| | | Citigroup Global Markets Limited | 37,846 |
| | | JP Morgan Securities PLC | 6,744,567 |
| NGUF | JPY | Citigroup Global Markets Limited | 26,810,022 |
| | | JP Morgan Securities PLC | 203,026,523 |
| | | Merrill Lynch Intl Ltd. | 160,352,122 |
| SEVF | EUR | Merrill Lynch Intl Ltd. | 27,079,261 |
| | | Citigroup Global Markets Limited | 11,105,287 |
| | | HSBC Bank PLC | 10,108,430 |
| | | JP Morgan Securities PLC | 6,509,557 |
| SMVF | USD | Morgan Stanley & Co. International Plc | 2,905,293 |
| | | JP Morgan Securities PLC | 1,962,225 |
| | | Pershing LLC | 420,900 |
| | | BNP Paribas | 121,607 |
| SGQF | USD | Merrill Lynch Intl Ltd. | 7,068,879 |
| | | JP Morgan Securities PLC | 404,386 |
| | | Merrill Lynch Intl Ltd. | 2,793,724 |
| | | Citigroup Global Markets Limited | 2,923,419 |
| SESF | EUR | JP Morgan Securities PLC | 13,562,905 |
| | | Societe Generale | 617,470 |
| | | UBS AG | 990,798 |
| | | Merrill Lynch Intl Ltd. | 1,710,530 |
| | | Merrill Lynch Intl Ltd. | 830,885,118 |
| SIOF | JPY | Citigroup Global Markets Limited | 257,717,150 |
| | | JP Morgan Securities PLC | 258,691,870 |
| | | Societe Generale | 34,631,303 |
| | | Morgan Stanley & Co. International Plc | 46,695,408 |
| | | Morgan Stanley & Co LLC | 2,568,831 |

E.I. Sturdza Funds Plc

Reporting requirement in respect of the Securities Financing Transactions Regulation (unaudited) (continued) For the year ended 31 December 2017

Concentration data (continued)

The following table reflects the counterparties of each type of SFT and the value (volume) of outstanding transactions (presented in each of the Sub-Fund's functional currency) as at 31 December 2017:

| Sub-Fund | Sub-Fund's functional currency | Name of counterparty | Fair value of securities on loan |
|----------|--------------------------------|--|----------------------------------|
| SCPF | USD | Merrill Lynch Intl Ltd. | 5,796 |
| | | Citigroup Global Markets Limited | 34,396 |
| | | JP Morgan Securities PLC | 6,105,369 |
| NGUF | JPY | Citigroup Global Markets Limited | 24,419,186 |
| | | JP Morgan Securities PLC | 184,184,200 |
| | | Merrill Lynch Intl Ltd. | 152,088,941 |
| SEVF | EUR | Merrill Lynch Intl Ltd. | 25,501,979 |
| | | Citigroup Global Markets Limited | 10,164,033 |
| | | HSBC Bank PLC | 8,878,820 |
| | | JP Morgan Securities PLC | 5,936,707 |
| SMVF | USD | Morgan Stanley & Co. International Plc | 2,760,305 |
| | | JP Morgan Securities PLC | 1,914,174 |
| | | Pershing LLC | 409,700 |
| SGQF | USD | BNP Paribas | 114,923 |
| | | Merrill Lynch Intl Ltd. | 6,909,612 |
| | | JP Morgan Securities PLC | 368,803 |
| | | Merrill Lynch Intl Ltd. | 2,730,779 |
| SESF | EUR | Citigroup Global Markets Limited | 2,665,360 |
| | | JP Morgan Securities PLC | 12,297,578 |
| | | Societe Generale | 558,788 |
| | | UBS AG | 903,576 |
| SJOF | JPY | Merrill Lynch Intl Ltd. | 1,633,829 |
| | | Merrill Lynch Intl Ltd. | 786,272,641 |
| | | Citigroup Global Markets Limited | 231,460,082 |
| | | JP Morgan Securities PLC | 234,683,400 |
| | | Societe Generale | 31,023,000 |
| | | Morgan Stanley & Co. International Plc | 34,581,069 |
| | | Morgan Stanley & Co LLC | 2,449,200 |

E.I. Sturdza Funds Plc

Reporting requirement in respect of the Securities Financing Transactions Regulation (unaudited) (continued) For the year ended 31 December 2017

Safekeeping of collateral received by the Sub-Funds as part of the SFTs

The following table reflects the number and name of custodians and amount of collateral held in safekeeping by each of the custodians (presented in each of the Sub-Fund's functional currency) as at 31 December 2017:

| Sub-Fund | Sub-Fund's functional currency | Number of custodian per Sub-Fund | Name of custodian | Amount of collateral in safekeeping |
|----------|--------------------------------|----------------------------------|-----------------------------|-------------------------------------|
| SCPF | USD | 1 | The Bank of New York Mellon | 6,788,413 |
| NGUF | JPY | 1 | The Bank of New York Mellon | 390,188,667 |
| SEVF | EUR | 1 | The Bank of New York Mellon | 57,707,828 |
| SMVF | USD | 1 | The Bank of New York Mellon | 9,573,611 |
| SGQF | USD | 1 | The Bank of New York Mellon | 3,198,110 |
| SESF | EUR | 1 | The Bank of New York Mellon | 19,805,122 |
| SJOF | JPY | 1 | The Bank of New York Mellon | 1,431,189,680 |

No collateral was granted by the Sub-Funds during the year ended 31 December 2017.

Aggregate transaction data for each type of SFT

The following table reflects the maturity tenor of all collateral received for each type of SFT (presented in each of the Sub-Fund's functional currency) as at 31 December 2017:

| Sub-Fund | Sub-Fund's functional currency | Name of collateral issuer | Type of collateral received | Currency of collateral | Total amount of collateral | Maturity tenor of the Collateral |
|----------|--------------------------------|--|---|------------------------|----------------------------|----------------------------------|
| | | | | | | Open maturity tenor |
| SCPF | USD | Merrill Lynch Intl Ltd. | Cash | USD | 6,000 | Yes |
| | | Citigroup Global Markets Limited | Equity Indices (Triparty) | USD | 37,846 | Yes |
| | | JP Morgan Securities PLC | Equity Indices (Triparty) | USD | 6,744,567 | Yes |
| NGUF | JPY | Citigroup Global Markets Limited | Equity Indices (Triparty) | USD | 26,810,022 | Yes |
| | | JP Morgan Securities PLC | Equity Indices (Triparty) | USD | 203,026,523 | Yes |
| | | Merrill Lynch Intl Ltd. | G10 Debt (Triparty) | USD | 160,352,122 | Yes |
| SEVF | EUR | Merrill Lynch Intl Ltd. | Cash, G10 Debt (Triparty), Government Debt and Supranationals | USD | 27,079,261 | Yes |
| | | Citigroup Global Markets Limited | Equity Indices (Triparty) | USD | 11,105,287 | Yes |
| | | HSBC Bank PLC | Equity Indices (Triparty) | USD | 10,108,430 | Yes |
| | | JP Morgan Securities PLC | Equity Indices (Triparty) | USD | 6,509,557 | Yes |
| | | Morgan Stanley & Co. International Plc | G10 Debt (Triparty) | USD | 2,905,293 | Yes |
| SMVF | USD | JP Morgan Securities PLC | Cash | USD | 1,962,225 | Yes |
| | | Pershing LLC | Cash | USD | 420,900 | Yes |
| | | BNP Paribas | U.S. Equity (Triparty) | USD | 121,607 | Yes |
| | | Merrill Lynch Intl Ltd. | U.S. Government Debt | USD | 7,068,879 | Yes |
| SGQF | USD | JP Morgan Securities PLC | Equity Indices (Triparty) | USD | 404,386 | Yes |
| | | Merrill Lynch Intl Ltd. | U.S. Government Debt | USD | 2,793,724 | Yes |

E.I. Sturdza Funds Plc

Reporting requirement in respect of the Securities Financing Transactions Regulation (unaudited) (continued) For the year ended 31 December 2017

Aggregate transaction data for each type of SFT (continued)

| Sub-Fund | Sub-Fund's functional currency | Name of collateral issuer | Type of collateral received | Currency of collateral | Total amount of collateral | Maturity tenor of the Collateral |
|----------|--------------------------------|--|---|------------------------|----------------------------|----------------------------------|
| | | | | | | Open maturity tenor |
| SESF | EUR | Citigroup Global Markets Limited | Cash, Equity Indices (Triparty) | USD | 2,923,419 | Yes |
| | | JP Morgan Securities PLC | Equity Indices (Triparty) | USD | 13,562,905 | Yes |
| | | Societe Generale | Equity Indices (Triparty) | USD | 617,470 | Yes |
| | | UBS AG | Equity Indices (Triparty) | USD | 990,798 | Yes |
| | | Merrill Lynch Intl Ltd. | G10 Debt (Triparty), Government Debt and Supranationals | USD | 1,710,530 | Yes |
| SJOF | JPY | Merrill Lynch Intl Ltd. | Cash, G10 Debt (Triparty) | USD | 830,885,118 | Yes |
| | | Citigroup Global Markets Limited | Equity Indices (Triparty), G10 Debt (Triparty) | USD | 257,717,150 | Yes |
| | | JP Morgan Securities PLC | Equity Indices (Triparty) | USD | 258,691,870 | Yes |
| | | Societe Generale | Equity Indices (Triparty) | USD | 34,631,303 | Yes |
| | | Morgan Stanley & Co. International Plc | G10 Debt (Triparty) | USD | 46,695,408 | Yes |
| | | Morgan Stanley & Co LLC | U.S. Government Debt | USD | 2,568,831 | Yes |

To ensure credit quality is maintained there are restrictions in place over the collateral accepted. Sovereign Debt obligations are only accepted from USA, Canada, Austria, Belgium, Denmark, Finland, France, Germany, Netherlands, Norway, Sweden, Switzerland, United Kingdom, Luxembourg, Australia, Hong Kong, Japan, Singapore and New Zealand. Debt obligations are only accepted when issued by the following supranational issuers: European Bank for Reconstruction and Development; European Investment Bank; European Union; Inter-American Development Bank; International Bank for Reconstruction and Development; and the International Finance Corporation. Equity securities must be listed on one of the following exchanges: AEX 25 (Netherlands); CAC 40 (France); DAX 30 (Germany); Euro 50 (Eurozone); FTSE 100 (United Kingdom); Nikkei 225 (Japan); SMI 23 (Switzerland) or S&P 500 (USA).

E.I. Sturdza Funds Plc

Reporting requirement in respect of the Securities Financing Transactions Regulation (unaudited) (continued) For the year ended 31 December 2017

Aggregate transaction data for each type of SFT (continued)

The following table reflects the maturity tenor of SFTs (presented in each of the Sub-Fund's functional currency) as at 31 December 2017:

| Sub-Fund | Sub-Fund's functional currency | Name of counterparty | Counterparty domicile | Total fair value of securities on loan | Maturity tenor of the SFTs |
|----------|--------------------------------|--|-----------------------|--|----------------------------|
| | | | | | Open maturity tenor |
| SCPF | USD | Merrill Lynch Intl Ltd. | USA | 5,796 | Yes |
| | | Citigroup Global Markets Limited | United Kingdom | 34,396 | Yes |
| | | JP Morgan Securities PLC | USA | 6,105,369 | Yes |
| NGUF | JPY | Citigroup Global Markets Limited | United Kingdom | 24,419,186 | Yes |
| | | JP Morgan Securities PLC | USA | 184,184,200 | Yes |
| | | Merrill Lynch Intl Ltd. | USA | 152,088,941 | Yes |
| SEVF | EUR | Merrill Lynch Intl Ltd. | USA | 25,501,979 | Yes |
| | | Citigroup Global Markets Limited | United Kingdom | 10,164,033 | Yes |
| | | HSBC Bank PLC | United Kingdom | 8,878,820 | Yes |
| | | JP Morgan Securities PLC | USA | 5,936,707 | Yes |
| | | Morgan Stanley & Co. International Plc | United Kingdom | 2,760,305 | Yes |
| SMVF | USD | JP Morgan Securities PLC | USA | 1,914,174 | Yes |
| | | Pershing LLC | USA | 409,700 | Yes |
| | | BNP Paribas | France | 114,923 | Yes |
| | | Merrill Lynch Intl Ltd. | USA | 6,909,612 | Yes |
| SGQF | USD | JP Morgan Securities PLC | USA | 368,803 | Yes |
| | | Merrill Lynch Intl Ltd. | USA | 2,730,779 | Yes |
| SESF | EUR | Citigroup Global Markets Limited | United Kingdom | 2,665,360 | Yes |
| | | JP Morgan Securities PLC | USA | 12,297,578 | Yes |
| | | Societe Generale | France | 558,788 | Yes |
| | | UBS AG | Switzerland | 903,576 | Yes |
| | | Merrill Lynch Intl Ltd. | USA | 1,633,829 | Yes |
| SJOF | JPY | Merrill Lynch Intl Ltd. | USA | 786,272,641 | Yes |
| | | Citigroup Global Markets Limited | United Kingdom | 231,460,082 | Yes |
| | | JP Morgan Securities PLC | USA | 234,683,400 | Yes |
| | | Societe Generale | France | 31,023,000 | Yes |
| | | Morgan Stanley & Co. International Plc | United Kingdom | 34,581,069 | Yes |
| | | Morgan Stanley & Co LLC | USA | 2,449,200 | Yes |

All Sub-Funds are subject to the securities lending program entered into with the Depository, which allows for The Bank of New York Mellon (the "Lending Agent") to utilise applicable Settlement Systems. These Settlement Systems may be any securities depository or clearing agency authorised to act as a securities depository or clearing agency. During the year, the Sub-Funds utilised tri-party and bilateral agreements where collaterals held were securities and reinvested cash collateral in overnight reverse repurchase agreements.

E.I. Sturdza Funds Plc

Reporting requirement in respect of the Securities Financing Transactions Regulation (unaudited) (continued) For the year ended 31 December 2017

Data on return and cost for each type of SFTs

The following table reflects the data on cost and return for each type of SFT between the Sub-Funds and the Lending Agent, in absolute terms, and as a percentage of overall returns generated by that type of SFT (presented in each of the Sub-Fund's functional currency) for the year ended 31 December 2017:

| Sub-Fund | Sub-Fund's functional currency | Cost of securities on loan | Return on securities on loan | | | | | |
|----------|--------------------------------|----------------------------|------------------------------|------------------------|---------------|------------------------|--------------|-----------------------------|
| | | | Sub-Funds | As a % of Total Return | Lending Agent | As a % of Total Return | Total Return | Total Return As a % of Cost |
| SCPF | USD | 5,578,015 | 1,066 | 70% | 457 | 30% | 1,523 | 0.03% |
| NGUF | JPY | 289,115,611 | 95,211 | 70% | 40,805 | 30% | 136,016 | 0.05% |
| SEVF | EUR | 47,089,417 | 29,118 | 70% | 12,479 | 30% | 41,597 | 0.09% |
| SMVF | USD | 7,079,865 | 1,043 | 70% | 447 | 30% | 1,490 | 0.02% |
| SGQF | USD | 2,162,837 | 357 | 70% | 153 | 30% | 510 | 0.02% |
| SESF | EUR | 16,224,422 | 7,278 | 70% | 3,119 | 30% | 10,397 | 0.06% |
| SJOF | JPY | 1,132,605,606 | 3,659,827 | 70% | 1,568,497 | 30% | 5,228,324 | 0.46% |

E.I. Sturdza Strategic Management Limited and The Bank of New York Mellon act as the Investment Manager and Lending Agent, respectively, for all the Sub-Funds as at and for the year ended 31 December 2017.