

OSMOSIS ICAV

Osmosis Resource Efficient Equity Market

Neutral Fund (In Liquidation)

Annual Report and Audited Financial Statements

For the year ended 30 June 2024

**OSMOSIS ICAV**  
**Osmosis Resource Efficient Equity Market Neutral Fund (In Liquidation)**  
**Annual Report and Audited Financial Statements**  
**For the year ended 30 June 2024**

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**MANAGEMENT AND ADMINISTRATION**

**Directors of the ICAV**

Eimear Cowhey (Chairman) (Irish)\*<sup>1</sup>  
Ben Dear (United Kingdom)\*  
Fiona Mulcahy (Irish)\*<sup>1</sup>  
Graeme Stephen (United Kingdom)\*  
Eoin Gleeson (Irish)\*

**Manager**

Prescient Fund Services (Ireland) Limited  
35 Merrion Square East  
Dublin 2  
D02 KH30  
Ireland

**Registered office & business address**

35 Merrion Square East  
Dublin 2  
D02 KH30  
Ireland

**Secretary**

Northern Trust International Fund Administration  
Services (Ireland) Limited  
Georges Court  
54-62 Townsend Street  
Dublin 2  
D02 R156  
Ireland

**Investment Manager and Distributor**

Osmosis Investment Management UK Limited  
36-38 Botolph Lane  
London  
EC3R 8DE  
United Kingdom

**Independent Auditor**

Ernst & Young  
Chartered Accountants  
Statutory Audit Firm  
Harcourt Centre  
Harcourt Street  
Dublin 2  
D02 YA40  
Ireland

**Administrator, Registrar and Transfer Agent**

Northern Trust International Fund Administration  
Services (Ireland) Limited  
Georges Court  
54-62 Townsend Street  
Dublin 2  
D02 R156  
Ireland

**Depositary**

Northern Trust Fiduciary Services (Ireland) Limited  
Georges Court  
54-62 Townsend Street  
Dublin 2  
D02 R156  
Ireland

**Legal Advisers**

A&L Goodbody LLP  
IFRS, 3 Dublin Landings  
North Wall Quay  
Dublin 1  
Ireland

\*Non-Executive Director

<sup>1</sup>Independent Director

**OSMOSIS ICAV**  
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**DIRECTORS' REPORT**  
**For the year ended 30 June 2024**

The Directors of Osmosis ICAV (the "ICAV") are submitting their Annual Report and Audited Financial Statements for Osmosis Resource Efficient Equity Market Neutral Fund (In Liquidation) (the "Sub-Fund") for the year ended 30 June 2024 to the shareholders.

The Sub-Fund has terminated and as such these financial statements have been prepared on a basis other than a going concern.

**Directors' Statement on Accounting Records**

The Directors are responsible for ensuring that accounting records, as outlined in Section 110 of the Irish Collective Asset-management Vehicles Act 2015 (the "Act"), are kept by the ICAV. To achieve this, the Directors have employed Northern Trust International Fund Administration Services (Ireland) Limited as administrator of the ICAV (the "Administrator"). The Administrator is authorised and regulated by the Central Bank of Ireland (the "Central Bank") and comply with the rules imposed by the Central Bank. The accounting records are maintained at the offices of the Administrator at Georges Court, 54 – 62 Townsend Street, Dublin 2, D02 R156, Ireland.

**Background to the ICAV**

Osmosis ICAV (formerly Prescient ICAV) (the "ICAV") was authorised in Ireland on 7 April 2017 and commenced operations on 23 April 2017 as an investment company with variable capital structured as an umbrella fund with segregated liability between sub-funds pursuant to the Irish Collective Asset-management Vehicle Act 2015 (the "Act") with the launch of the Sub-Fund.

The Sub-Fund, launched on 3 August 2018. It is authorised by the Central Bank of Ireland (the "Central Bank") pursuant to the provisions of the European Communities (Undertakings for Collective Investment in Transferable Securities) Regulations, 2011 as amended, (the "UCITS Regulations") and the Central Bank (Supervision and Enforcement) Act 2013 (Section 48(1)) (Undertakings for Collective Investment in Transferable Securities) Regulations 2019, as amended.

The ICAV was registered on 1 February 2017, with registration number C165916.

The ICAV is structured as an umbrella type vehicle which may consist of different Sub-Funds, each comprising one or more Share Classes. As at the date of this report there were two sub-funds in operation:

- Osmosis Resource Efficient Core Equity Fund (launched 23 May 2017)
- Osmosis Resource Efficient Developed Markets Core Equity (Ex-Fossil Fuels) Fund (launched 26 September 2023)

As at the date of this report there was one sub-fund in Liquidation:

- Osmosis Resource Efficient Equity Market Neutral Fund (terminated 29 September 2023) (In Liquidation)

Under the Act, it is permissible to have separate sets of financial statements for each sub-fund. As such, these financial statements only relate to the Sub-Fund. These Financial Statements are available free of charge on request from the Prescient Fund Services (Ireland) Limited (the "Manager").

**Activities and Business Review**

A detailed review of the Sub-Fund's activities for the year ended 30 June 2024 is included in the Investment Manager Report and significant events during the year as disclosed below.

**Risk Management Objectives and Policies**

The principal risks and uncertainties faced by the Sub-Fund were the investment risks associated with the portfolio of investments held for the account of the Sub-Fund and the operational risks associated with their management and administration.

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**Osmosis Resource Efficient Equity Market Neutral Fund (In Liquidation)**  
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**DIRECTORS' REPORT**

**For the year ended 30 June 2024 (continued)**

**Risk Management Objectives and Policies (continued)**

The information required under the accounting standards adopted by the ICAV, International Financial Reporting Standards, as adopted by the EU ("IFRS"), in relation to the use by the ICAV of financial instruments, the financial risk management objectives and policies of the ICAV and the exposures of the Sub-Fund to market risk, currency risk, interest rate risk, liquidity risk, credit risk, price and cash flow risk are outlined in Note 8 to these financial statements.

**Transactions involving Directors**

Other than as disclosed in Note 9 to the financial statements, there were no contracts or agreements of any significance in relation to the business of the ICAV in which the Directors had any interest, as defined in the Act, at any time during the year.

**Transactions with Connected Persons**

The UCITS Regulations require that any transaction carried out with a UCITS by a management company or depository to the UCITS, the delegates or sub-delegates of the management company or depository, and any associated or group of such a management company, depository, delegate or sub-delegate ("connected persons") must be carried out as if negotiated at arm's length. Transactions must be in the best interests of the shareholders.

The Directors are satisfied that there are arrangements (evidenced by written procedures) in place, to ensure that the obligations set out in Regulation 43(1) of the UCITS Regulations are applied to all transactions with connected persons, and are satisfied that transactions with connected persons entered into during the financial period complied with the obligations set out in Regulation 43(1) of the UCITS Regulations.

**Corporate Governance Code**

Irish Funds, the association for the funds industry in Ireland, has published a corporate governance code that may be adopted on a voluntary basis by Irish authorised collective investment schemes. The Directors have adopted the code, and the ICAV was in compliance with all elements of the Code during the year.

**Results**

The results of operations for the year are set out in the Statement of Comprehensive Income.

**Key Performance Indicators**

The key performance indicators monitored for the Sub-Fund include the performance of the Sub-Fund, the level of subscriptions and redemptions and compliance with investment restrictions and risk limits. The performance of the Sub-Fund is reviewed in the Investment Manager Report.

**Significant events during the year**

Osmosis Resource Efficient Developed Markets Core Equity (Ex-Fossil Fuel) Fund, a new Sub-Fund launched on 25 September 2023.

Pursuant to a resolution of the Board of Directors of the ICAV, it has been formally resolved to terminate the Osmosis Resource Efficient Equity Market Neutral Fund effective 29 September 2023, in accordance with the Instrument of Incorporation of the ICAV.

There have been no other significant events affecting the Sub-Fund during the year that require recognition or disclosure in these financial statements.

**Significant events since the year-end**

There have been no significant events affecting the Sub-Fund since 30 June 2024 that require recognition or disclosure in these financial statements.

**Employees**

The Sub-Fund had no employees during the year ended 30 June 2024 (30 June 2023: none).

**OSMOSIS ICAV**  
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**DIRECTORS' REPORT**

**For the year ended 30 June 2024 (continued)**

**Segregated Liabilities**

The ICAV is an umbrella fund with segregated liability between sub-funds. The ICAV has availed of the Segregated Liabilities provision of section 35 of the ICAV Act 2015.

**Future Developments**

The ICAV will continue to act as an investment vehicle as set out in the Prospectus. The Sub-Fund will seek to be de-authorised by the Central Bank of Ireland in due course after the approval of these audited financial statements.

**Independent Auditor**

In accordance with Section 125 of the Irish Collective Asset-management Vehicles Act 2015, Ernst & Young Chartered Accountants were appointed to the ICAV in the previous year and have expressed willingness to remain in office.

**Statement of Directors' Responsibilities in Respect of the Directors Report and the Financial Statements**


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

The Act requires the Directors to prepare financial statements for each financial year. Under that law they have elected to prepare the financial statements in accordance with IFRS as adopted by the EU and applicable law.

The financial statements are required to give a true and fair view of the assets, liabilities and financial position of the Sub-Fund at the end of the financial year and of the profit or loss of the Sub-Fund for the financial year. In preparing these 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 they have been prepared in accordance with IFRS as adopted by the EU;
- assess the Sub-Fund's ability to continue as a going concern, disclosing as applicable, matters related to going concern; and
- prepare the financial statements on the going concern basis of accounting unless they either intend to liquidate the ICAV, to cease operations or have another reason not to do so. The Sub-Fund ceased investment activity on 04 October 2023. Consequently, the financial statements for the financial year have been prepared on a non-going concern basis.

The Directors are responsible for keeping adequate accounting records which disclose with reasonable accuracy at any time the assets, liabilities, financial position and profit or loss of the ICAV and enable them to ensure that the financial statements comply with the Irish Collective Asset-management Vehicles Act 2015 and the Central Bank (Supervision and Enforcement) Act 2013 (Section 48(1)) (Undertakings for Collective Investment in Transferable Securities) Regulations 2015. They have general responsibility for taking such steps as are reasonably open to them to safeguard the assets of the Sub-Fund. In this regard they have entrusted the assets of the Sub-Fund to Northern Trust Fiduciary Services (Ireland) Limited (the "Depositary") for safekeeping. They have general responsibility for taking such steps as are reasonably open to them to prevent and detect fraud and other irregularities. The directors are also responsible for preparing a Directors' Report that complies with the requirements of the Irish Collective Asset-management Vehicles Act 2015.



\_\_\_\_\_  
Director



\_\_\_\_\_  
Director

**Date: 17 October 2024**

**Date: 17 October 2024**

**OSMOSIS ICAV**  
**Osmosis Resource Efficient Equity Market Neutral Fund (In Liquidation)**  
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**REPORT OF THE DEPOSITARY TO THE SHAREHOLDER**  
**For the year ended 30 June 2024**

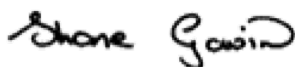
We, Northern Trust Fiduciary Services (Ireland) Limited, appointed Depositary to Osmosis ICAV (formerly Prescient ICAV) (the “ICAV”) provide this report solely in favour of the shareholders of the ICAV for the year ended 30 June 2024 (the “Accounting Period”). This report is provided in accordance with the European Communities (Undertakings for Collective Investment in Transferable Securities) Regulations 2011 (SI No 352 of 2011), as amended, which implemented Directive 2009/65/EU into Irish Law (the “Regulations”). We do not, in the provision of this report, accept nor assume responsibility for any other purpose or person to whom this report is shown.

In accordance with our Depositary obligation as provided for under the Regulations, we have enquired into the conduct of the ICAV for this Accounting Period and we hereby report thereon to the shareholders of the ICAV as follows;

We are of the opinion that the ICAV has been managed during the Accounting Period, in all material respects:

(i) in accordance with the limitations imposed on the investment and borrowing powers of the ICAV by the constitutional documents and by the Regulations; and

(ii) otherwise in accordance with the provisions of the constitutional document and the Regulations.



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**Northern Trust Fiduciary Services (Ireland) Limited**  
**Georges Court**  
**54-62 Townsend Street**  
**Dublin 2**

**17 October 2024**

## **INDEPENDENT AUDITOR'S REPORT TO THE MEMBERS OSMOSIS RESOURCE EFFICIENT EQUITY MARKET NEUTRAL FUND, A SUB-FUND OF OSMOSIS ICAV**

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

#### **Opinion**

We have audited the financial statements of Osmosis Resource Efficient Equity Market Neutral Fund (the "sub-fund"), a sub-fund of Osmosis ICAV ("the ICAV") for the year ended 30 June 2024, which comprise the Statement of Financial Position, Statement of Comprehensive Income, Statement of Changes in Net Assets Attributable to Shareholders, Statement of Cash Flows and notes to the financial statements, including the summary of material accounting policy information set out in Note 2. 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.

In our opinion the financial statements:

- give a true and fair view of the assets, liabilities and financial position of the sub-fund as at 30 June 2024 and of its profit for the year then ended;
- have been properly prepared in accordance with International Financial Reporting Standards (IFRS) as adopted by the European Union; and
- have been properly prepared in accordance with the requirements of the Irish Collective Asset-management Vehicles Act 2015, 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 2019.

#### **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 for the Audit of the Financial Statements section of our report. We are independent of the ICAV in accordance with ethical requirements that are relevant to our audit of financial statements in Ireland, including the Ethical Standard issued by the Irish Auditing and Accounting Supervisory Authority (IAASA), and we have fulfilled our other ethical responsibilities in accordance with these requirements.

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

#### **Emphasis of matter**

We draw attention to Note 2 to the financial statements which explains that the directors of the ICAV have decided to terminate operations and commence liquidation of the sub-fund, effective 29 September 2023. Accordingly, the financial statements have been prepared on a liquidation basis.

Our opinion is not modified with respect to this matter.





## **INDEPENDENT AUDITOR'S REPORT TO THE MEMBERS OSMOSIS RESOURCE EFFICIENT EQUITY MARKET NEUTRAL FUND, A SUB-FUND OF OSMOSIS ICAV (CONTINUED)**

### **Other information**

The directors are responsible for the other information. The other information comprises the information included in the annual report other than the financial statements and our auditor's report thereon. Our opinion on the financial statements does not cover the other information and, except to the extent otherwise explicitly stated in our report, we do not express any form of assurance conclusion thereon.

Our responsibility is to read the other information and, in doing so, consider whether the other information is materially inconsistent with the financial statements or our knowledge obtained in the audit or otherwise appears to be materially misstated. If we identify such material inconsistencies or apparent material misstatements, we are required to determine whether there is a material misstatement in the financial statements or a material misstatement of the other information. If, based on the work we have performed, we conclude that there is a material misstatement of this other information, we are required to report that fact.

We have nothing to report in this regard.

### ***Opinions on other matters prescribed by the Irish Collective Asset-management Vehicles Act 2015***

In our opinion the information given in the directors' report is consistent with the financial statements.

### **Respective responsibilities**

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

As explained more fully in the directors' responsibilities statement set out on page 5, the directors are responsible for the preparation of the financial statements in accordance with the applicable financial reporting framework that give a true and fair view, and for such internal control as they determine is necessary to enable the preparation of financial statements that are free from material misstatement, whether due to fraud or error.

In preparing the financial statements, the directors are responsible for assessing the ICAV'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 management either intends to liquidate the ICAV or to cease operations, or has no realistic alternative but to do so.

#### **Auditor's responsibilities for the audit of the financial statements**

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

A further description of our responsibilities for the audit of the financial statements is located on the IAASA's website at: [https://iaasa.ie/wp-content/uploads/docs/media/IAASA/Documents/audit-standards/Description\\_of\\_auditors\\_responsibilities\\_for\\_audit.pdf](https://iaasa.ie/wp-content/uploads/docs/media/IAASA/Documents/audit-standards/Description_of_auditors_responsibilities_for_audit.pdf).

This description forms part of our auditor's report.



## **INDEPENDENT AUDITOR'S REPORT TO THE MEMBERS OSMOSIS RESOURCE EFFICIENT EQUITY MARKET NEUTRAL FUND, A SUB-FUND OF OSMOSIS ICAV (CONTINUED)**

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

Our report is made solely to the ICAV's members, as a body, in accordance with section 120 of the Irish Collective Asset management Vehicles Act 2015. Our audit work has been undertaken so that we might state to the ICAV'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 ICAV and the ICAV's members, as a body, for our audit work, for this report, or for the opinions we have formed.

A handwritten signature in black ink, which appears to be 'Ernst &amp; Young' written in a cursive style.

Ernst & Young

For and on behalf of  
Ernst & Young Chartered Accountants

Dublin

Date: 22 October 2024

**OSMOSIS ICAV**  
**Osmosis Resource Efficient Equity Market Neutral Fund (In Liquidation)**  
**Annual Report and Audited Financial Statements**  
**For the year ended 30 June 2024**

**INVESTMENT MANAGER’S REPORT – Osmosis Resource Efficient Equity Market Neutral Fund (In Liquidation)**

**Performance Table:**

	<b>June-September 2023</b>	<b>1 Year Performance</b>	<b>3 Year Performance</b>	<b>5 Year Performance</b>	<b>Since Inception</b>
Osmosis Resource Efficient Equity Market Neutral Fund (A share class)	1.11%	5.73%	0.24%	0.34%	0.84%

Inception = 03/08/2018, 1 yr = 30/06/2023 – 30/06/2024

Source: Bloomberg. Tickers in order = OSSMNAU ID

**Performance Comment:**

The fund closed just before the end of September 2023, with a 1-year net performance of 5.73% and a return from June-23 to September-23 of 1.11%. There was a slight return from common factor exposure (0.03% gross), as our country exposure contributed positively and style factors such as profitability and beta also added return. The stock specific factor, which we attribute to Resource Efficiency, contributed 0.45% to the fund’s return.

In the three months from June to September, the fund had positive return from North America and APAC, however the EMEA region detracted from return, particularly in the Consumer Staples and Industrials sectors, whilst Europe’s Health Care sector performed strongly.

**Osmosis Investment Management UK Limited**  
**17 October 2024**

**OSMOSIS ICAV**  
**Osmosis Resource Efficient Equity Market Neutral Fund (In Liquidation)**  
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**STATEMENT OF FINANCIAL POSITION**

**As at 30 June 2024**


	Notes	30 June 2024* US\$	30 June 2023 US\$
<b>Assets</b>			
Financial assets at fair value through profit or loss:			
- Transferable securities	8	-	38,593,035
- Financial derivative instruments	8	-	2,019,629
Cash and cash equivalents	6	118,919	218,222
Margin Cash	6	-	13,286
Securities Sold Receivable		-	4,749,588
Other assets		-	32,520
<b>Total assets</b>		<b>118,919</b>	<b>45,626,280</b>
<b>Liabilities</b>			
Financial liabilities at fair value through profit or loss:			
- Financial derivative instruments	8	-	(1,771,854)
Securities Purchased Payable		-	(3,009,379)
<b>Accrued expenses:</b>			
- Dividend expense		-	(29,424)
- Investment Manager's fee payable	3,9	-	(54,321)
- Management fee payable	3,9	-	(9,973)
- Administrator fees payable	3	-	(15,287)
- Depositary fees payable	3	(1,861)	(6,113)
- Legal fees payable		(5,982)	(13,021)
- Other liabilities	12	(111,076)	(105,661)
Total accrued expenses		(118,919)	(233,800)
<b>Total liabilities excluding net assets attributable to holders of redeemable participating shares</b>		<b>(118,919)</b>	<b>(5,015,033)</b>
<b>Net assets attributable to holders of redeemable participating shares</b>		<b>-</b>	<b>40,611,247</b>

\*The Sub-Fund ceased investment activity on 29 September 2023.

Signed on behalf of the Directors of the ICAV on 17 October 2024 by:

  
Director

Eimear Cowhey  
17 October 2024

  
Director

Fiona Mulcahy  
17 October 2024

The accompanying notes form an integral part of these Financial Statements.

**OSMOSIS ICAV**  
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**STATEMENT OF COMPREHENSIVE INCOME**  
**For the year ended 30 June 2024**

	Notes	30 June 2024* US\$	30 June 2023 US\$
<b>Income</b>			
Net gain on financial assets and liabilities at fair value through profit or loss	4	176,604	1,771,823
Dividend income		319,011	674,458
Other income		114,295	224,399
<b>Net investment income</b>		<b>609,910</b>	<b>2,670,680</b>
<b>Expenses</b>			
Investment Manager's fee	3,9	(72,083)	(303,093)
Dividend expense		-	(225,439)
Management fee	3,9	(9,956)	(40,001)
Administrator fees	3	(19,078)	(59,999)
Depository fees	3	(6,216)	(24,999)
Director fees	3,9	(677)	(10,012)
Other expenses	3	(69,990)	(119,264)
<b>Total operating expenses</b>		<b>(178,000)</b>	<b>(782,807)</b>
<b>Net gains from operations before tax</b>		<b>431,910</b>	<b>1,887,873</b>
<b>Taxation</b>			
Withholding tax		(50,184)	(215,712)
<b>Profit after tax</b>		<b>381,726</b>	<b>1,672,161</b>
<b>Increase in net assets attributable to redeemable participating shares for the year</b>		<b>381,726</b>	<b>1,672,161</b>

\*The Sub-Fund ceased investment activity on 29 September 2023.


There were no gains or losses other than those dealt with in the Statement of Comprehensive Income.

Signed on behalf of the Directors of the ICAV on 17 October 2024 by:

  
Director

Eimear Cowhey

17 October 2024

  
Director

Fiona Mulchay

17 October 2024

The accompanying notes form an integral part of these Financial Statements.

**OSMOSIS ICAV**  
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**STATEMENT OF CHANGES IN NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE PARTICIPATING SHARES**  
**For the year ended 30 June 2024**

	Note	30 June 2024* US\$	30 June 2023 US\$
Net assets attributable to holders of redeemable participating shares at the beginning of the year		40,611,247	44,090,403
Increase in net assets attributable to shareholders		381,726	1,672,161
Issue of redeemable participating shares during the year	5	40	19,950
Redemption of redeemable participating shares during the year	5	(40,993,013)	(5,171,267)
<b>Net assets attributable to holders of redeemable participating shares at the end of the year<sup>†</sup></b>		<b>-</b>	<b>40,611,247</b>

\*The Sub-Fund ceased investment activity on 29 September 2023.

<sup>†</sup>Shares are redeemable at the shareholder's option and are classified as liability.

The accompanying notes form an integral part of these Financial Statements.

**OSMOSIS ICAV**  
**Osmosis Resource Efficient Equity Market Neutral Fund (In Liquidation)**  
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**STATEMENT OF CASH FLOWS**  
**For the year ended 30 June 2024**

	Note	30 June 2024*	30 June 2023
		US\$	US\$
<b>Cash flows from operating activities</b>			
Increase in net assets attributable to redeemable participating shares for the year		381,726	1,672,161
<i>Adjusted for:</i>			
Realised (gain)/loss on sale of investments		(1,183,363)	5,027,988
Unrealised loss/(gain) on investments		1,915,764	(5,671,044)
Income on dividends and amortisation		(81,388)	(206,242)
(Increase)/decrease in dividends, interest and reclaims		-	2,153
Decrease in gains from forward contracts and contracts for difference		247,775	684,513
Decrease/(increase) in other assets		30,367	(29,162)
Decrease in accrued expenses		(112,727)	(186,573)
Payment on purchase of investments		(62,457,266)	(171,954,874)
Proceeds from sale of investments		102,139,496	175,579,959
<b>Net cash inflow from operating activities</b>		<u>40,880,384</u>	<u>4,918,879</u>
<b>Cash flows from financing activities</b>			
Proceeds from issues of redeemable shares		40	19,950
Payments for redemptions of redeemable shares		(40,993,013)	(5,171,267)
<b>Net cash used in financing activities</b>		<u>(40,992,973)</u>	<u>(5,151,317)</u>
<b>Net decrease in cash and cash equivalents</b>		(112,589)	(232,438)
Cash and cash equivalents at the beginning of the year		231,508	463,946
<b>Cash and cash equivalents at the end of the year</b>	6	<u><u>118,919</u></u>	<u><u>231,508</u></u>
<b>Supplementary cash flow information</b>			
<b>Cash flows from operating activities include:</b>			
Cash received during the year for dividend income		291,740	2,331,712
Cash paid during the year for dividend expense		-	(1,719,262)
Cash received during the year for bank interest income		62,669	2,197
Cash paid during the year for bank interest expense		(23,235)	(54,478)
Cash paid for withholding tax		(50,184)	(215,712)
		<u>280,990</u>	<u>344,457</u>

\*The Sub-Fund ceased investment activity on 29 September 2023.

The accompanying notes form an integral part of these Financial Statements.

**OSMOSIS ICAV**  
**Osmosis Resource Efficient Equity Market Neutral Fund (In Liquidation)**  
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**NOTES TO THE AUDITED FINANCIAL STATEMENTS**  
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**1. Background to the ICAV**

Osmosis ICAV (formerly Prescient ICAV) (the “ICAV”) was authorised in Ireland on 7 April 2017 and commenced operations on 23 April 2017 as an investment company with variable capital structured as an umbrella fund with segregated liability between sub-funds pursuant to the Irish Collective Asset-management Vehicle Act 2015 (the “Act”) with the launch of Osmosis Resource Efficient Equity Market Neutral Fund. The ICAV was registered on 1 February 2017, with registration number C165916. The Sub-Fund, Osmosis Resource Efficient Core Equity Fund launched on 3 August 2018. It is authorised by the Central Bank of Ireland (the “Central Bank”) pursuant to the provisions of the European Communities (Undertakings for Collective Investment in Transferable Securities) Regulations, 2011 as amended, (the “UCITS Regulations”) and the Central Bank (Supervision and Enforcement) Act 2013 (Section 48(1)) (Undertakings for Collective Investment in Transferable Securities) Regulations 2019, as amended.

The ICAV is structured as an umbrella type vehicle which may consist of different Sub-Funds, each comprising one or more Share Classes. As at the date of this report there were two sub-funds in operation:

- Osmosis Resource Efficient Core Equity Fund (launched 23 May 2017)
- Osmosis Resource Efficient Developed Markets Core Equity (Ex-Fossil Fuels) Fund (launched 26 September 2023)

As at the date of this report there was one sub-fund in Liquidation:

- Osmosis Resource Efficient Equity Market Neutral Fund (terminated 29 September 2023) (In Liquidation)

Under the Act, it is permissible to have separate sets of financial statements for each sub-fund. As such, these financial statements only relate to the Sub-Fund. These Financial Statements are available free of charge on request from the Prescient Fund Services (Ireland) Limited (the “Manager”).

**Investment objective and policy**

***Osmosis Resource Efficient Equity Market Neutral Fund (In Liquidation)***

The investment objective of the Sub-Fund was to deliver a market neutral portfolio with a focus on resource efficiency and which sought to outperform ICE Libor 1 Month USD (the “Benchmark”).

In order to achieve its objective, the Sub-Fund primarily invested in and gained exposure to equity or equity-related securities listed or traded on Regulated Exchanges. Equities and equity-related securities to which the Sub-Fund may have invested in and gained exposure to, include, but were not limited, to common stock, preference and convertible preference shares, american depository receipts and global depository receipts, warrants and rights (which were issued by a company to allow holders to subscribe for additional securities issued by that company and that did not embed derivatives).

The Sub-Fund may have gained exposure to equity or equity-related securities either directly by acquiring such securities or through the use of financial derivative instruments (“FDI’s”) for direct investment purposes by taking synthetic long and/or synthetic short positions. Synthetic long and / or synthetic short positions were achieved by using total return swaps (“TRS”) to create obligations of the Sub-Fund equivalent to direct long and/or direct short positions (it being noted that the Sub-Fund is not permitted to short directly). While TRS was principally used to create these positions, the Investment Manager may have also used swaps (which enabled the Sub-Fund and a trading counterparty to exchange periodic cash payments based on the performance of an underlying equity or equity-related security).

The Sub-Fund may have used FDI’s as set out under ICAV’s Prospectus and Sub-Fund’s Supplement, for investment and/or efficient portfolio management purposes in order to achieve the investment objective of the Sub-Fund. At times the Sub-Fund may have exclusively invested in the FDI’s listed.



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**NOTES TO THE AUDITED FINANCIAL STATEMENTS**  
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**2. Material Accounting Policies**

**Statement of compliance**

These audited financial statements for the year ended 30 June 2024 have been prepared in accordance with International Financial Reporting Standards as adopted by the European Union (“IFRS”) and interpretations adopted by the International Accounting Standards Board (“IASB”), and with the requirements of the Act and pursuant to the provisions of the UCITS Regulations and the Central Bank (Supervision and Enforcement) Act 2013 (Section 48(1)) (Undertakings for Collective Investment in Transferable Securities) Regulations 2019, as amended (the “Central Bank UCITS Regulations”).

The Sub-Fund ceased investment activity on 29 September 2023. Therefore, the Sub-Fund has prepared its financial statements on a basis other than that of a going concern.

**Basis of preparation**

The financial statements for the Sub-Fund were prepared in accordance with IFRS and interpretations adopted by the IASB, and with the requirements of the ICAV Act.

The preparation of financial statements in conformity with IFRS requires the use of certain critical estimates and assumptions that affect the reported amounts of assets and liabilities at the date of the financial statements and the reported amounts of revenues and expenses during the reporting year. Actual results ultimately may differ from those estimates.

Estimates and underlying assumptions are reviewed on an ongoing basis. Revisions to accounting estimates are recognised in the financial period in which the estimate is revised if the revision affects only that period or in the period of the revision and future periods if the revision affects both current and future periods.

All references to Net Assets throughout this document refer to Net Assets Attributable to Holders of Redeemable Participating Shares, unless otherwise stated.

The Directors of the ICAV have decided to terminate operations and commence liquidation of the Sub-Fund effective 29 September 2023. Following the decision to terminate operations, the Sub-Fund is not considered as a going concern and the basis of accounting has changed to a liquidation basis of accounting. The financial statements have been prepared on a liquidation basis. All assets and liabilities are recorded at their estimated net realisable values and estimated contractual settlement amounts. The financial statements have been prepared under the historical cost convention, as modified by the revaluation of financial assets and financial liabilities at fair value through profit or loss.

The presentation and functional currency of the Sub-Fund is United States dollar (“US\$”).

**Accounting Standards**

(a) Standards, amendments and interpretations that are issued and effective for financial periods beginning on or after 1 July 2023.

There are no standards, amendments to standards or interpretations that are effective for annual periods beginning on 1 July 2023 that have a material effect on the financial statements of the Sub-Fund.

- IAS 1 Presentation of Financial Statements – The amendments aim to improve accounting policy disclosures and to help users of the financial statements to distinguish changes in accounting policies from changes in accounting estimates.
- IAS 8 Presentation of Financial Statements – The amendments relate to the definition of accounting estimates.
- IAS 12 Income Tax – The amendments relate to the International Tax reform – Pillar Two Model Rules.

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**NOTES TO THE AUDITED FINANCIAL STATEMENTS**  
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**2. Material Accounting Policies (continued)**

**Accounting Standards (continued)**

(b) New standards, amendments and interpretations issued but not yet effective for financial periods beginning on or after 1 July 2023 and have not been early adopted.

A number of new standards, amendments to standards and interpretations are issued but not yet effective for annual periods beginning after 1 July 2023, and have not been early adopted in preparing these financial statements. None of these are expected to have a material effect on the financial statements of the Sub-Fund.

- IAS 1 Presentation of Financial Statements – amendments clarify how conditions with which an entity must comply within twelve months after the reporting period affect the classification of a liability. The amendments aim to improve information an entity provides related to liabilities subject to these conditions.
- IAS 21 Presentation of Financial Statements – The Effects of Changes in Foreign Currency Exchange Rates – An entity is impacted by the amendments when it has a transaction or an operation in a foreign currency that is not exchangeable into another currency at a measurement date for a specified purpose. A currency is exchangeable when there is an ability to obtain the other currency (with a normal administrative delay), and the transaction would take place through a market or exchange mechanism that creates enforceable rights and obligations.

**Estimates and Judgements**

The preparation of financial statements requires management to make judgements, estimates and assumptions that affect the application of policies and the reported amounts of assets and liabilities, income and expense. The estimates and associated assumptions are based on historical experience and various other factors that are believed to be reasonable under the circumstances the result of which forms the basis of making the judgements about carrying values of assets and liabilities that are not readily apparent from other sources.

Actual results may differ from these estimates. 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 the year of the revision and the future period if the revision affects both current and future periods.

Uncertainties exist with respect to the interpretation of complex tax regulations and changes in tax laws on foreign withholding tax. Given the wide range of international investments, differences arising between the actual investment income and the assumptions made, or future changes to such assumptions, could necessitate future adjustments to tax expense already recorded. The Sub-Fund established provisions, based on reasonable estimates, for possible consequences of audits by the tax authorities of the respective countries in which it invests.

The amounts of such provisions were based on various factors, such as experience of previous tax audits and differing interpretations of tax regulations by the taxable entity and the responsible tax authority. Such differences of interpretation may arise on a wide variety of issues depending on the conditions prevailing in the respective investment's domicile. As the Sub-Fund assessed the probability for litigation and subsequent cash outflow with respect to taxes as remote, no contingent liability had been recognised.

The estimates and assumptions that had a significant risk of causing a material adjustment to the carrying amounts of assets and liabilities are outlined below.

*(a) Fair value of derivative financial instruments*

The Sub-Fund held derivative financial instruments that were not quoted in active markets, such as over-the-counter derivatives. Fair values of such instruments were determined by using valuation techniques. Where valuation techniques (for example, models) were used to determine fair values, they were validated and periodically reviewed by experienced personnel of the Manager and Northern Trust International Fund Administration Services (Ireland) Limited (the "Administrator"), independent of the party that created them.

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**2. Material Accounting Policies (continued)**

**Estimates and Judgements (continued)**

*(b) Fair value of securities not quoted in an active market*

The fair value of such securities not quoted in an active market may have been determined by the Sub-Fund using reputable pricing sources (such as pricing agencies) or indicative prices from market makers. Broker quotes as obtained from the pricing sources may be indicative and not executable or binding.

The ICAV would exercise judgement on the quantity and quality of pricing sources used. Where no market data was available, the Sub-Fund may have valued positions using their own models, which were usually based on valuation methods and techniques generally recognised as standard within the industry. The models used to determine fair values were validated and periodically reviewed by experienced personnel at the Administrator, independent of the party that created them. Models used observable data, to the extent practicable. However, areas such as credit risk (both own and counterparty); volatilities and correlations required management to make estimates. Changes in assumptions about these factors could have affected the reported fair value of financial instruments. The determination of what constitutes observable required significant judgement by the Sub-Fund. The Sub-Fund considered observable data to be market data that was readily available, regularly distributed or updated, reliable and verifiable, not proprietary, and provided by independent sources that were actively involved in the relevant market.

**Functional currency translation**

*(i) Functional and presentation currency*

Amounts included in the Sub-Fund's financial statements were measured using the currency of the primary economic environment in which it operated (the "functional currency"). The functional currency for the Sub-Fund is US\$ as the currency of the issued shares and the majority of the investments were in US equities.

*(ii) Transactions and balances*

Foreign exchange gains and losses relating to the financial assets and liabilities carried at fair value through profit or loss are presented in the Statement of Comprehensive Income within net realised and change in unrealised gain/(loss) on financial assets and liabilities at fair value through profit or loss.

Transactions in foreign currencies were translated into the functional currency at the foreign currency exchange rate ruling at the date of the transaction. Monetary assets and liabilities denominated in foreign currencies were translated to US\$ at the foreign currency closing exchange rate ruling at the Statement of Financial Position date. Foreign currency exchange differences arising on translation and realised gains and losses on disposals or settlements of monetary assets and liabilities were recognised in the Statement of Comprehensive Income. Non-monetary assets and liabilities denominated in foreign currencies that were measured at fair value were translated to US\$ at the foreign currency exchange rates ruling at the dates that the values were determined.

**Investments at fair value**

**Financial Assets and Liabilities at Fair Value through Profit or Loss**

**(A) Financial instruments**

**(i) Classification, Recognition and Derecognition**

In accordance with IFRS 9, the Sub-Fund classified its financial assets and financial liabilities at initial recognition into the categories of financial assets and financial liabilities discussed overleaf.

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**2. Material Accounting Policies (continued)**

**Investments at fair value (continued)**

**Financial Assets and Liabilities at Fair Value through Profit or Loss (continued)**

**(A) Financial instruments (continued)**

**(i) Classification, Recognition and Derecognition (continued)**

In applying that classification, a financial asset or financial liability is considered to be held for trading if:

- (a) It is acquired or incurred principally for the purpose of selling or repurchasing it in the near term; or
- (b) On initial recognition, it is part of a portfolio of identified financial instruments that are managed together and for which, there is evidence of a recent actual pattern of short-term profit-taking; or
- (c) It is a derivative (except for a derivative that is a financial guarantee contract or a designated and effective hedging instrument).

**Financial assets**

The Sub-Fund classified its financial assets as subsequently measured at amortised cost or measured at fair value through profit or loss on the basis of both:

- The entity's business model for managing the financial assets
- The contractual cash flow characteristics of the financial asset

*Financial assets measured at amortised cost*

A debt instrument is measured at amortised cost if it is held within a business model whose objective is to hold financial assets in order to collect contractual cash flows and its contractual terms give rise on specified dates to cash flows that are solely payments of principal and interest on the principal amount outstanding. The Sub-Fund included in this category short-term non-financing receivables including cash and cash equivalents, margin cash and other receivables.

A financial asset is measured at fair value through profit or loss if:

- (a) Its contractual terms do not give rise to cash flows on specified dates that are solely payments of principal and interest (SPPI) on the principal amount outstanding; or
- (b) It is not held within a business model whose objective is either to collect contractual cash flows, or to both collect contractual cash flows and sell; or
- (c) At initial recognition, it is irrevocably designated as measured at FVPL when doing so eliminates or significantly reduces a measurement or recognition inconsistency that would otherwise arise from measuring assets or liabilities or recognising the gains and losses on them on different bases.

The Sub-Fund included in this category:

- Equity instruments: Included within equity instruments are investments in subsidiaries and associates:
  - Investment in subsidiaries: in accordance with the exception under IFRS 10, the Sub-Fund did not consolidate subsidiaries in the financial statements unless the subsidiary was not itself an investment entity and its main purpose and activities were providing services that relate to the Sub-Fund's investment activities. The Sub-Fund had no consolidated subsidiaries. The Sub-Fund measured unconsolidated subsidiaries (including loans to subsidiaries) at FVPL.
- Debt instruments. These include investments that are held under a business model to manage them on a fair value basis for investment income and fair value gains.
- Instruments held for trading. This category includes equity instruments and debt instruments which are acquired principally for the purpose of generating a profit from short-term fluctuations in price. This category also includes derivative contracts in an asset position.

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**2. Material Accounting Policies (continued)**

**Investments at fair value (continued)**

**Financial Assets and Liabilities at Fair Value through Profit or Loss (continued)**

**(A) Financial instruments (continued)**

**(i) Classification, Recognition and Derecognition (continued)**

**Financial liabilities**

*Financial liabilities measured at fair value through profit or loss (FVPL)*

A financial liability is measured at FVPL if it meets the definition of held for trading.

The Sub-Fund included in this category, derivative contracts in a liability position and equity and debt instruments sold short since they were classified as held for trading. The Sub-Fund also included its redeemable shares in this category and the Sub-Fund's accounting policy regarding the redeemable participating shares is described in Note 5.

*Financial liabilities measured at amortised cost*

This category includes all financial liabilities, other than those measured at fair value through profit or loss. The Sub-Fund included in this category contracts for difference.

The Sub-Fund classified all its investments as financial instruments held for trading and financial assets at amortised cost.

**Derecognition**

The Sub-Fund derecognised a financial asset when the contractual rights to the cash flows from the financial asset expired or it transferred 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 were transferred or in which the Sub-Fund neither transferred nor retained substantially all of the risks and rewards of ownership and did not retain control of the financial asset. The Sub-Fund derecognised a financial liability when its contractual obligations were discharged, cancelled or expired. On derecognition of a financial asset or liability, the difference between the carrying amount and consideration was recognised in the Statement of Comprehensive Income.

**(ii) Measurement**

Financial instruments are measured initially at fair value (transaction price) plus in the case of a financial asset or financial liability not at fair value through profit or loss, transaction costs that are directly attributable to the acquisition or issue of the financial asset or financial liability. Transaction costs on financial assets and financial liabilities at fair value through profit or loss are expensed immediately, while on other financial instruments they are amortised.

Subsequent to initial recognition, all instruments classified at fair value through profit or loss are measured at fair value with changes in their fair value recognised in the Statement of Comprehensive Income in the period in which they arise.

Financial assets classified as loans and receivables are carried at amortised cost using the effective interest rate method, less impairment, if any.

Financial liabilities, other than those at fair value through profit or loss, are measured at amortised cost.

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**2. Material Accounting Policies (continued)**

**Investments at fair value (continued)**

**Financial Assets and Liabilities at Fair Value through Profit or Loss (continued)**

**(A) Financial instruments (continued)**

**(i) Classification, Recognition and Derecognition (continued)**

**Financial liabilities (continued)**

**(iii) Fair Value Measurement Principles**

Fair value is the price that would be received to sell an asset or paid to transfer a liability in an orderly transaction between market participants at the measurement date. The fair value of financial assets and liabilities traded in active markets (such as publicly traded derivatives and trading securities) are based on quoted market prices at the close of trading on the reporting date.

Securities which are quoted, listed or traded on a Recognised Exchange will be valued at the last traded price on the principal exchange or market (or if the last traded price is not available, at midmarket prices). Where a security is listed or dealt in on more than one Recognised Exchange the relevant exchange or market shall be the principal stock exchange or market on which the security is listed or dealt on or the exchange or market which the Responsible Person determine provides the fairest criteria in determining a value for the relevant investment. Securities listed or traded on a Recognised Exchange, but acquired or traded at a premium or at a discount outside or off the relevant exchange or market may be valued by a competent person, firm or corporation (including the Investment Manager) selected by the Responsible Person and approved for the purpose by the depositary, taking into account the level of premium or discount at the Valuation Point provided that the depositary shall be satisfied that the adoption of such a procedure is justifiable in the context of establishing the probable realisation value of the security. As at 30 June 2024, there were no such securities held by the Sub-Fund (30 June 2023: None).

The value of any security which is not quoted, listed or dealt in on a Recognised Exchange or which is so quoted, listed or dealt but for which no such quotation or value is available or the available quotation or value is not representative of the fair market value shall be the probable realisation value as estimated with care and good faith by:

- (i) the Responsible Person;
- (ii) a competent person, firm or corporation (including the Investment Manager) selected by the Responsible Person and approved for the purpose by the depositary; or
- (iii) any other means provided that the value is approved by the depositary.

Where reliable market quotations were not available for fixed income securities the value of such securities may be determined using matrix methodology compiled by the Responsible Person or a competent person appointed by the Responsible Person and approved by the depositary whereby such securities were valued by reference to the valuation of other securities which were comparable in rating, yield, due date and other characteristics.

Management considers the Net Asset Value of underlying funds to be representative of fair value as they can be traded at this value. Fair values for unquoted equity investments were estimated, if possible, using applicable price/earnings ratios for similar listed companies adjusted to reflect the specific circumstances of the issuer.

**(iv) Offsetting Financial Instruments**

Financial assets and liabilities were offset and the net amount reported in the Statement of Financial Position where there is a legally enforceable right to offset the recognised amounts and there is an intention to settle on a net basis, or realise the assets and settle the liability simultaneously.

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**2. Material Accounting Policies (continued)**

**Investments at fair value (continued)**

**Financial Assets and Liabilities at Fair Value through Profit or Loss (continued)**

**Dividend and interest income**

Dividend income relating to investments was recognised in profit or loss in the Statement of Comprehensive Income on the ex-dividend date. Interest income on fixed and floating rate notes was accounted for on an effective interest rate basis. Income distributions from investment funds were recognised in profit or loss in the Statement of Comprehensive Income as dividend income when declared. Dividend income was shown gross of any irrecoverable withholding taxes, which were disclosed separately in the profit and loss account, and net of any tax credits.

**Cash and cash equivalents**

Cash and cash equivalents includes cash in hand, deposits held at call with banks and other short-term investments in an active market with original maturities of three months or less and bank overdrafts.

**Margin cash**

Cash collateral provided by the sub-funds to a counterparty in relation to contracts for differences, equity swaps and credit default swaps are identified in the Statement of Financial Position as margin cash. Cash pledged as collateral for financial derivative instrument transactions is not included as a component of cash and cash equivalents in the Statement of Financial Position and is not available to the sub-funds on demand. Margin cash is valued at amortised cost plus accrued interest. The initial margin is the percentage of a purchase price that must be paid with cash using a margin account. The variation margin also known as the mark to market margin is the additional amount of cash that the Company is required to deposit with the clearing house to meet the minimum margin requirement.

**Receivables**

Receivables are non-derivative financial assets with fixed or determinable payments that are not quoted in an active market. Receivables were recognised initially at amortised cost plus transaction costs that were directly attributable to their acquisition and subsequently measured at amortised cost.

**Payables**

Payables were recognised initially at fair value and subsequently stated at amortised cost using the effective interest method.

**Distribution policy**

The Directors may, if it thinks fit, declare and pay such Gross Income Payments in respect of any shares in the Sub-Fund as appear to the Directors to be justified with respect to any Sub-Fund or class. The Directors or Manager may, in its absolute discretion, differentiate between the shares in any Sub-Fund and shares in the share class within the same Sub-Fund as to the Gross Income Payment declared on such shares. The Directors shall have the absolute right to decide whether a Gross Income Payment shall be made or not. The shareholders are absolutely entitled to the income of the relevant Sub-Fund as it arises. The Gross Income Payment policy for each Sub-Fund shall be set out in the Supplement to the Prospectus. Distributions for the year for the Sub-Fund amounted to US\$Nil (30 June 2023: US\$Nil).

**Redeemable Participating Shares**

Shares were redeemable at the shareholder's option and were classified as liability. In accordance with IFRS, a determination is made on the classification of these shares as to whether to treat as equity or liability. This determination is made at a fund level. Single class funds are treated as equity as they represent residual interest in the assets of the fund after deducting all liabilities and multi-class funds are treated as liability as no single share class has such residual interest.

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**2. Material Accounting Policies (continued)**

**Redeemable Participating Shares (continued)**

A puttable financial instrument that includes a contractual obligation for the Sub-Fund to repurchase or redeem that instrument for cash or another financial asset is classified as equity if it meets all of the following conditions:

- It entitles the holder to a pro rata share of the sub-fund's net assets in the event of the sub-fund's liquidation;
- It is in the class of instruments that is subordinate to all other classes of instruments;
- All financial instruments in the class of instruments that is subordinate to all other classes of instruments have identical features;
- Apart from the contractual obligation for the sub-fund to repurchase or redeem the instrument for cash or another financial asset, the instrument does not include any other features that would require classification as a equity; and
- The total expected cash flows attributable to the instrument over its life are based substantially on the profit or loss, the change in the recognised net assets or the change in the fair value in the recognised and unrecognised net assets of the sub-fund over the life of the instrument.

Redeemable participating shares were redeemable at the holder's option. Such shares were classified as liability. Shares can be put back to the Sub-Fund at any dealing date for cash equal to a proportionate share of the Sub-Funds' Net Asset Value attributable to the share class.

Shares were issued and repurchased at the holder's option at prices based on the Sub-Fund's Net Asset Value per share at the time of issue or repurchase. The Sub-Fund's Net Asset Value per share was calculated by dividing the net assets attributable to the shareholders by the total number of outstanding shares in the class. The Sub-Fund ceased investment activity on 29 September 2023. Therefore, it had no share classes in issuance as at 30 June 2024.

**Operating expenses**

The Sub-Fund was responsible for all normal operating expenses including audit fees, stamp and other duties and charges incurred on the acquisition and realisation of investments. Osmosis Investment Management UK Limited (the "Investment Manager") met all other operating expenses incurred by it in connection with its services. Expenses were accounted for on an accruals basis. Dividend expense was recognised on the ex-dividend date.

**Transaction costs**

Transaction costs are incremental costs that are directly attributable to the acquisition, issue or disposal of a financial asset or 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.

**Taxation**

The ICAV will not be liable for tax in respect of its income and gains, other than on the occurrence of a chargeable event. A chargeable event includes any distribution or any redemption or transfer of Shares.

A chargeable event does not include:

- i) Any transactions in relation to Redeemable Participating Shares held in a recognised clearing system as designated by order of the Revenue Commissioners of Ireland;
- ii) An exchange of Redeemable Participating Shares representing one Sub-Fund for another Sub-Fund of the ICAV; or
- iii) An exchange of Redeemable Participating Shares arising on a qualifying amalgamation or reconstruction of the ICAV with another sub-fund.



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**2. Material Accounting Policies (continued)**

**Taxation (continued)**

A chargeable event will not occur in respect of Redeemable Participating Shareholders who are neither resident nor ordinarily resident in Ireland and who have provided the ICAV with a relevant declaration to that effect. There were no chargeable events during the financial year.

In the absence of an appropriate declaration, the ICAV will be liable for Irish tax on the occurrence of a chargeable event and the ICAV reserves its right to withhold such taxes from payments to relevant shareholders.

Capital gains, dividends and interest received may be subject to withholding taxes imposed by the country of origin and such taxes may not be recoverable by the ICAV or its Shareholders. A chargeable event includes any distribution payment to shareholders or any encashment, redemption or transfer of shares or an ending of a Relevant Period.

**Establishment costs**

Fees and expenses relating to the establishment and organisation of the Sub-Fund, including the fees of the Sub-Fund's professional advisers and registering the shares were written off in full in the first accounting period of the Sub-Fund in accordance with the requirements of IFRS. This differed from the treatment set out in the Prospectus of the Sub-Fund, which was to amortise the establishment expenses over the first five accounting periods of the Sub-Fund.

**Realised and unrealised gains and losses**

Net gains and losses from financial instruments at fair value through profit or loss includes all realised and unrealised fair value changes and foreign exchange differences, but excludes interest and dividend income, which are presented separately.

Net realised gains from financial instruments at fair value through profit or loss were calculated using the average cost method.

**Forward Currency Contracts**

The unrealised gain or loss on open forward foreign exchange contracts, if any, was calculated by reference to the difference between the contracted rate and the rate to close out the contract. Unrealised gains and losses were included in the Statement of Financial Position. Realised gains or losses, which were recognised on the maturity of a contract, included net gains on contracts which have been settled or offset by other contracts. Realised gains or losses and changes in unrealised gains or losses were recognised in the Statement of Comprehensive Income.

**Futures Contracts**

Futures contracts were valued at the quoted daily settlement prices established by the exchange on which they trade. The ICAV and the broker agree to exchange an amount of cash equal to the daily fluctuation in the value of the futures contract. Such receipts or payments are known as "variation margin". For open futures, changes in the value of the contract are recognised as unrealised profits or losses by "marking-to market" the value of the contract at Statement of Financial Position date.

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**3. Fees and Expenses**

**Management fee**

The Manager was entitled to receive out of the assets of the Sub-Fund:

- (i) an annual fee of US\$15,000 (the “Fixed Component”); and
- (ii) the annual management fees as detailed in the table below, accrued and calculated at each Valuation Point (the “Variable Component”). The Fixed Component shall be payable to the Manager with respect to risk management services required as part of the long/short investment strategy of the Sub-Fund, as detailed above.

<b>Net Asset Value of the Sub-Fund</b>	<b>Annual Management Fee - Variable Component</b>
From US\$0 to US\$100 million	0.05%
From US\$100 million to US\$250 million	0.04%
In excess of US\$250 million	0.03%

Such total annual management fee, i.e. the sum of the Fixed Component and the Variable Component, shall be subject to a minimum annual fee of US\$40,000, plus VAT, if any. Such management fee shall be payable monthly in arrears. The Manager is entitled to increase its Management Fees up to a maximum of 0.2% per annum of the Net Asset Value of the Sub-Fund. Shareholders will be notified in writing in advance of any proposed increase of such fees up to such maximum. The Manager shall be entitled to be reimbursed by the ICAV for reasonable out of pocket expenses incurred and any VAT on all fees and expenses payable to or by the ICAV.

The Manager may rebate all or part of its Management Fees to any shareholder, it being acknowledged that such rebate, if any, may differ between shareholders and that the Manager will have ultimate discretion in this matter. A non-exhaustive list of criteria for the consideration of such rebates may be initial offer period subscriptions, size of investment and prior relationship with the shareholder.

All fees charged by the Manager are disclosed separately in the Statement of Comprehensive Income. Management fees charged for the year ended 30 June 2024 were US\$9,956 (30 June 2023: US\$40,001), of which US\$Nil was due to the Manager as at 30 June 2024 (30 June 2023: US\$9,973).

**Investment Management fee**

The Investment Manager was entitled to receive out of the assets of the Sub-Fund the following annual fee, together with any VAT, if applicable, in respect to each Class. The fee payable to the Investment Manager were calculated and accrued daily based on the daily Net Asset Value of the relevant Class and will be paid monthly in arrears.

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**3. Fees and Expenses (continued)**

**Investment Management fee (continued)**

<b>Class</b>	<b>Investment Management fee</b>	<b>Performance fee</b>
Class A*	0.75% of the Net Asset Value attributable to each Class A Share.	None.
Class C*	1.00% of the Net Asset Value attributable to each Class C Share.	Performance fee may be charged. 15% of the amount, if any, by which the Net Asset Value of the relevant Share Class exceeds the High Watermark of such Share Class on the last Valuation Day of the Performance Period.
Class D*	1.25% of the Net Asset Value attributable to each Class D Share.	Performance fee may be charged. 10% of the amount, if any, by which the Net Asset Value of the relevant Share Class exceeds the High Watermark of such Share Class on the last Valuation Day of the Performance Period.
Class E	1.75% of the Net Asset Value attributable to each Class E Share.	None.

\*As at 30 June 2024, Class A, Class C and Class D were terminated.

The Investment Manager is entitled to increase its annual fees (other than Performance Fees) up to a maximum of 2.00% per annum of the Net Asset Value attributable to each Class. Shareholders will be notified in writing in advance of any proposed increase of such fees up to such maximum.

The Investment Manager may rebate all or part of its investment management/performance fees to any shareholder, it being acknowledged that such rebate, if any, may differ between shareholders and that the Investment Manager will have ultimate discretion in this matter. A non-exhaustive list of criteria for the consideration of such rebates may be initial offer period subscriptions, size of investment and prior relationship with the shareholder.

All fees charged by the Investment Manager are disclosed separately in the Statement of Comprehensive Income. Investment Management fees charged for the year ended 30 June 2024 were US\$72,083 (30 June 2023: US\$303,093), of which US\$Nil was due to the Investment Manager as at 30 June 2024 (30 June 2023: US\$54,321).

**Performance fee**

The Investment Manager's entitlement to performance fees for each share class of the Sub-Fund is outlined in the table above. The performance fee for the year was US\$Nil (30 June 2023: US\$Nil), of which US\$Nil (30 June 2023: US\$Nil) was due to the Investment Manager as at 30 June 2024.

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**3. Fees and Expenses (continued)**

**Administrator fee**

Northern Trust International Fund Administration Services (Ireland) Limited (the “Administrator”) was entitled to receive out of the assets of the Sub-Fund, an annual fee which (plus VAT, if any) as detailed in the table below, is accrued and calculated at each Valuation Point and payable monthly in arrears, subject to a minimum annual fee of US\$60,000.

*Fund Administration Fee per Annum*

Net Asset Value US\$0 to US\$250 million 0.06%

Net Asset Value US\$250 million to US\$500 million 0.04%

In excess of US\$500 million 0.02%

The Administrator shall also be compensated out of the assets of the Sub-Fund for other services, including inter alia transfer agency services, account maintenance, share currency hedging facilities, preparation of financial statements of the ICAV, registration and transaction fees, each of which shall be at normal commercial rates together with VAT, if any, thereon. The Administrator shall also be entitled to reimbursement of all reasonable and vouched out-of-pocket expenses (plus any applicable taxes) it incurs out of the assets of the Sub-Fund.

Administrator fees incurred by the Sub-Fund are disclosed separately in the Statement of Comprehensive Income. Administrator fees incurred for the year ended 30 June 2024 were US\$19,078 (30 June 2023: US\$59,999), of which US\$Nil was due to the Administrator as at 30 June 2024 (30 June 2023: US\$15,287).

**Depositary fees**

Northern Trust Fiduciary Services (Ireland) Limited (the “Depositary”) was entitled to receive out of the assets of the Sub-Fund, an annual fee (plus VAT, if any) as detailed in the table below, accrued and calculated at each Valuation Point and payable monthly in arrears.

*Depositary Fee per Annum*

Net Asset Value US\$0 to US\$250 million 0.02%

Net Asset Value above US\$250 million 0.015%

The Depositary was also entitled to be repaid out of the assets of the Sub-Fund for all of its reasonable disbursements incurred on behalf of the Sub-Fund, including the safe-keeping fees and expenses of any sub-custodian (which shall be at normal commercial rates) and transaction charges (which shall also be at normal commercial rates) levied by the Depositary or any sub-custodian and any applicable taxes it incurs on behalf of the Sub-Fund. Such custody fees shall accrue and be payable monthly in arrears.

Depositary fees incurred by the Sub-Fund are disclosed separately in the Statement of Comprehensive Income. Depositary fees for the year ended 30 June 2024 were US\$6,216 (30 June 2023: US\$24,999), of which US\$1,861 were due to the Depositary as at 30 June 2024 (30 June 2023: US\$6,113).

**Directors’ fees**

The ICAV authorises the Directors to charge a fee for their services at a rate determined by the Directors. Each Director shall receive a fee for their services up to a maximum of EUR40,000 per annum, or such other amount as may from time to time be disclosed in the Annual Report of the ICAV. Any increase above the maximum permitted fee will be notified in advance to shareholders. Mr. Dear and Mr. Stephen are not entitled to receive a Director’s fee. Each Director may be entitled to special remuneration if called upon to perform any special or extra services to the ICAV, details of which will be set out in the financial statements of the Sub-Fund. All Directors will be entitled to reimbursement by the Sub-Fund of expenses properly incurred in connection with the business of the ICAV or the discharge of their duties.

Fees charged by the Directors are disclosed separately in the Statement of Comprehensive Income. Director fees for the year were US\$677 (30 June 2023: US\$10,012), of which US\$Nil (30 June 2023: US\$Nil) were due to the Directors as at 30 June 2024.

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**4. Fees and Expenses (continued)**

**Other Expenses**

	<b>30 June 2024</b>	<b>30 June 2023</b>
	<b>US\$</b>	<b>US\$</b>
Audit fee	(14,452)	16,543
Bank interest expense	(10,754)	(70,438)
Corporate Secretarial fees	(1,523)	(6,110)
General expenses	(12,472)	(36,293)
IFSRA fee	(54)	(832)
Legal fees	5,098	4,873
Liquidation provision	(74,059)	-
Miscellaneous fees	(10,267)	(6,267)
Professional Services	(196)	(246)
Registration and Filing fee	32,102	(19,225)
Reporting fee	(1,247)	(5,001)
Setup costs	19,199	(11,695)
Sub-Custody fee	(657)	9,097
Tax expense	(708)	6,330
	<b>(69,990)</b>	<b>(119,264)</b>

**5. Net Gains/(Losses) on Financial Assets and Liabilities**

	<b>30 June 2024</b>	<b>30 June 2023</b>
	<b>US\$</b>	<b>US\$</b>
Realised gains on investments	14,502,023	41,903,042
Realised losses on investments	(13,334,328)	(46,928,104)
Realised gains on currency	3,277,553	7,937,938
Realised losses on currency	(1,714,159)	(5,737,515)
Changes in unrealised gains on investments	362,380	10,500,686
Changes in unrealised losses on investments	(1,915,764)	(5,201,825)
Changes in unrealised gains on currencies	6,200	5,781
Changes in unrealised losses on currencies	(1,007,301)	(708,180)
	<b>176,604</b>	<b>1,771,823</b>

**Transaction costs**

Transaction costs included in realised and unrealised gain/loss on investments are as follows:

	<b>30 June 2024</b>	<b>30 June 2023</b>
	<b>US\$</b>	<b>US\$</b>
Transaction costs	13,414	11,234

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**5. Shares in issue**

Shares of the ICAV shall be divided into 500,000,000,000 (five hundred billion) ordinary participating shares of no nominal value (“Participating Shares”) and 300,000 (three hundred thousand) non-participating Management Shares of no par value (“Management Shares”).

The ICAV is not subject to any externally imposed capital requirements.

As at 30 June 2024, all shares of the Sub-Fund have been redeemed. Share activities during the year and the prior year ended 30 June 2023 are shown below and overleaf:

	<b>Shares - Class A</b>	<b>Shares - Class C</b>
	<b>30 June 2024</b>	<b>30 June 2024</b>
<b>By shares:</b>		
<b>Shares in issue at the beginning of the year</b>	3,910,083	17,115
Shares redeemed during the year	(3,910,087)	(17,115)
Management fee rebate*	4	-
<b>Shares in issue at the end of the year</b>	<u>-</u>	<u>-</u>
		<b>Shares - Class D</b>
		<b>30 June 2024</b>
<b>By shares:</b>		
<b>Shares in issue at the beginning of the year</b>		1,097
Shares redeemed during the year		(1,097)
<b>Shares in issue at the end of the year</b>		<u>-</u>
	<b>Shares - Class A</b>	<b>Shares - Class B</b>
	<b>30 June 2023</b>	<b>30 June 2023</b>
<b>By shares:</b>		
<b>Shares in issue at the beginning of the year</b>	3,912,069	474,860
Shares redeemed during the year	(2,070)	(474,860)
Management fee rebate*	84	-
<b>Shares in issue at the end of the year</b>	<u>3,910,083</u>	<u>-</u>
	<b>Shares - Class C</b>	<b>Shares - Class D</b>
	<b>30 June 2023</b>	<b>30 June 2023</b>
<b>By shares:</b>		
<b>Shares in issue at the beginning of the year</b>	53,574	1,097
Shares issued during the year	1,528	-
Shares redeemed during the year	(37,988)	-
<b>Shares in issue at the end of the year</b>	<u>17,115</u>	<u>1,097</u>

\*Units issued during the year as a Management fee rebate.

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**5. Shares in issue (continued)**

	<b>Shares - Class A</b>	<b>Shares - Class B</b>
	<b>30 June 2022</b>	<b>30 June 2022</b>
<b>By shares:</b>		
<b>Shares in issue at the beginning of the year</b>	3,911,460	2,417,182
Shares issued during the year	-	95,347
Shares redeemed during the year	-	(2,039,885)
Management fee rebate*	609	2,216
<b>Shares in issue at the end of the year</b>	<b>3,912,069</b>	<b>474,860</b>

	<b>Shares - Class C</b>	<b>Shares - Class D</b>
	<b>30 June 2022</b>	<b>30 June 2022</b>
<b>By shares:</b>		
<b>Shares in issue at the beginning of the year</b>	55,402	1,097
Shares issued during the year	1,734	-
Shares redeemed during the year	(3,562)	-
<b>Shares in issue at the end of the year</b>	<b>53,574</b>	<b>1,097</b>

	<b>Class A USD</b>	<b>Class C GBP</b>
	<b>US\$</b>	<b>US\$</b>
	<b>30 June 2024</b>	<b>30 June 2024</b>
<b>By value:</b>		
Value of redeemable participating shares redeemed during the year	(40,761,853)	(218,240)
Management fee rebate	40	-
<b>Net value of subscriptions and redemptions during the year</b>	<b>(40,761,813)</b>	<b>(218,240)</b>

	<b>Class D EUR</b>
	<b>US\$</b>
	<b>30 June 2024</b>
<b>By value:</b>	
Value of redeemable participating shares issued during the year	-
Value of redeemable participating shares redeemed during the year	(12,919)
<b>Net value of subscriptions and redemptions during the year</b>	<b>(12,919)</b>

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**5. Shares in issue (continued)**

	<b>Class A USD</b>	<b>Class B USD</b>
	<b>US\$</b>	<b>US\$</b>
	<b>30 June 2023</b>	<b>30 June 2023</b>
<b>By value:</b>		
Value of redeemable participating shares redeemed during the year	(20,413)	(4,693,056)
Management fee rebate	827	-
<b>Net value of subscriptions and redemptions during the year</b>	<b>(19,586)</b>	<b>(4,693,056)</b>
	<b>Class C GBP</b>	<b>Class D EUR</b>
	<b>US\$</b>	<b>US\$</b>
	<b>30 June 2023</b>	<b>30 June 2023</b>
<b>By value:</b>		
Value of redeemable participating shares issued during the year	19,123	-
Value of redeemable participating shares redeemed during the year	(457,798)	-
<b>Net value of subscriptions and redemptions during the year</b>	<b>(438,675)</b>	<b>-</b>
	<b>Class A USD</b>	<b>Class B USD</b>
	<b>US\$</b>	<b>US\$</b>
	<b>30 June 2022</b>	<b>30 June 2022</b>
<b>By value:</b>		
Value of redeemable participating shares issued during the year	-	944,827
Value of redeemable participating shares redeemed during the year	-	(19,693,917)
Management fee rebate	6,052	21,945
<b>Net value of subscriptions and redemptions during the year</b>	<b>6,052</b>	<b>(18,727,145)</b>
	<b>Class C GBP</b>	<b>Class D EUR</b>
	<b>US\$</b>	<b>US\$</b>
	<b>30 June 2022</b>	<b>30 June 2022</b>
<b>By value:</b>		
Value of redeemable participating shares issued during the year	21,082	-
Value of redeemable participating shares redeemed during the year	(43,175)	-
<b>Net value of subscriptions and redemptions during the year</b>	<b>(22,093)</b>	<b>-</b>



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**5. Shares in issue (continued)**

**Significant shareholdings**

The Sub-Fund ceased investment activity on 29 September 2023. Therefore, there were no significant shareholders in the Sub-Fund at year end (30 June 2023: The States of Guernsey 99.54%).

					<b>Osmosis Resource Efficient Equity Market Neutral Fund</b>
	<b>Currency</b>	<b>Total NAV</b>	<b>No. of Equity Shares</b>	<b>NAV Per Share</b>	
<b>As at 30 June 2023</b>					
Class A	US\$	40,381,994	3,910,083	10.33	40,381,994
Class C	£	170,256	17,115	9.95	170,256
Class D	€	11,731	1,097	10.69	11,731

**Redemption of shares**

Every shareholder had the right to require the Manager to redeem their shares on any dealing day meaning every Wednesday or the next following Business Day if such day was not a Business Day (save during any period when the calculation of the Net Asset Value was suspended) on furnishing to the Manager a redemption request. In accordance with anti-money laundering regulations no redemption proceeds will be paid to redeeming shareholders unless the Manager is in possession of the full completed original application form and appropriate original anti-money laundering documentation and any other documentation required by the Directors or their delegate. Shares may be redeemed by a signed written application through the Manager.

Redemption requests received prior to the relevant Sub-Fund's Dealing Deadline (10am Irish time on the Business Day immediately prior to the dealing day) for any Dealing Day would be processed as at that Dealing Day.

The ICAV is not subject to externally imposed capital requirements.

**6. Cash and cash equivalents**

The Depositary to the Sub-Fund is Northern Trust Fiduciary Services (Ireland) Limited. At year-end, the Sub-Fund's total cash positions were as follows:

	<b>30 June 2024</b>	<b>30 June 2024</b>
	<b>US\$</b>	<b>US\$</b>
Osmosis Resource Efficient Equity Market Neutral Fund		
- The Northern Trust Company	118,919	218,222
- Morgan Stanley*	-	13,286
Total cash and cash equivalents	<u>118,919</u>	<u>231,508</u>

\*All cash held by Morgan Stanley is cash held as collateral for derivative purposes.

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**7. Exchange rates**

The exchange rates used to translate foreign currency balances and foreign currency-denominated assets and liabilities to US\$ at the year-end were as follows:

	<b>30 June 2024</b>		<b>30 June 2024</b>
	<b>to US\$</b>		<b>to US\$</b>
Australian dollar	1.49734	Japanese yen	160.86000
Canadian dollar	1.36835	New Zealand dollar	1.64109
Danish krone	6.95820	Norwegian krone	10.64750
Euro	0.93305	Singapore dollar	1.35525
Great British pound	0.79108	Swedish krona	10.59020
Hong Kong dollar	7.80740	Swiss franc	0.89860
Israel New shekel	3.76720		
	<b>30 June 2023</b>		<b>30 June 2023</b>
	<b>to US\$</b>		<b>to US\$</b>
Australian dollar	1.50229	Japanese yen	144.53500
Canadian dollar	1.32325	New Zealand dollar	1.63225
Danish krone	6.82485	Norwegian krone	10.71355
Euro	0.91659	Singapore dollar	1.35335
Great British pound	0.78657	Swedish krona	10.80130
Hong Kong dollar	7.83660	Swiss franc	0.89465
Israel New shekel	3.71095		

**8. Financial risk management**

The activities of the Sub-Fund exposed it to various financial risks. The Sub-Fund's overall risk management process focused on the unpredictability of financial markets and sought to minimise potential adverse effects on the Sub-Fund's financial performance.

Risk was inherent in the Sub-Fund's activities but it was managed through a process of ongoing identification, measurement and monitoring, subject to risks limits and other controls. The process of risk management was critical to the Sub-Fund's continuing profitability.

Responsibility for day to day management of the Sub-Fund risk had been retained by the Manager, subject to its Risk Management Policy, and Osmosis Investment Management UK Limited as Investment Manager to the Sub-Fund. The Manager managed the financial risks of the Sub-Fund through the Risk Management Policy and Procedure (the "RMPP"). The Manager's Risk Officer and Designated Directors of the Manager were responsible for the implementation of the RMPP. Operational risk was monitored by the Designated Director through periodic due diligence of delegates and ongoing monitoring of reporting from delegates.

The Manager monitored the consistency between the investment strategy, objective and profile of the portfolio with respect to what had been communicated to investors through the Sub-Fund's Prospectus and Supplement.

Liquidity risk was monitored and managed to ensure that the Sub-Fund met its underlying obligations based on maintaining appropriate liquid assets. The monitoring approach also incorporated bid/offer spreads, trade volumes of sectors, time to liquidate the Sub-Fund in part or in entirety as well as monitoring market impacting events.

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**8. Financial risk management (continued)**

**Market risk**

Market risk is the risk that changes in interest rates, foreign exchange rates or other prices will affect the positions held by the Sub-Fund. All financial assets and liabilities designated at fair value through profit or loss and held for trading are measured at fair value and all changes in market conditions directly affect fair value.

*(i) Price risk*

Price risk is the risk that the value of an investment may fluctuate as a result of changes in market prices, whether caused by factors specific to an individual investment or all factors affecting all instruments traded in the market. The Investment Manager utilised an estimated covariance matrix and open optimiser which had been developed and was maintained on a daily basis by a third party risk vendor in order to generate the minimum variance portfolio. The portfolio was rebalanced quarterly at a period determined by the Investment Manager given optimal market and portfolio conditions to ensure efficient portfolio management.

The Sub-Fund ceased investment activity on 29 September 2023 and did not hold any investments as at 30 June 2024. Therefore, the Sub-Fund had no exposure to market price risk at year end.

As at 30 June 2023, the fair values of equity investments exposed to price risk are categorised below:

**Investments held at the year end 30 June 2023**

<b>Equity securities industry sector</b>	<b>US\$</b>	<b>% of equity investments</b>
Basic Materials	3,953,603	11.76%
Communications	1,857,749	5.53%
Consumer Discretionary	1,463,345	4.35%
Consumer, Cyclical	3,895,559	11.59%
Consumer, Non-cyclical	4,989,002	14.84%
Consumer Staples	2,934,210	8.73%
Energy	1,361,563	4.05%
Health Care	410,525	1.22%
Industrial	4,737,669	14.10%
Technology	5,126,866	15.25%
Utilities	2,880,139	8.57%
	<b>33,610,230</b>	<b>100.00%</b>

<b>Equity securities geographical location</b>	<b>US\$</b>	<b>% of net assets</b>
Curacao	39,149	0.10%
Japan	14,631,250	36.04%
New Zealand	12,284	0.03%
United States	18,927,547	46.61%
Total Investments	<b>33,610,230</b>	<b>82.78%</b>
Other assets and liabilities	7,001,017	17.22%
<b>Total Net Assets</b>	<b>40,611,247</b>	<b>100.00%</b>

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**8. Financial risk management (continued)**

**Market risk (continued)**

*(i) Price risk (continued)*

The method used to determine the global exposure was the absolute Value at Risk (“VaR”) method. VaR was calculated daily for both the Sub-Fund and the performance comparator or reference portfolio using RiskMetrics (one of the leading suppliers of risk management software).

Absolute VaR was used, the VaR calculation utilised a 99% confidence interval, a twenty-day holding period, one year of daily returns and an eleven-day half-life. The Sub-Fund’s VaR was shown as a percentage of the Sub-Fund’s Net Asset Value and was monitored against an internal limit. This limit was set lower than 20%.

Fund name	Absolute VaR over the past year				
	30 June 2024	30 June 2023	Lowest	Highest	Median
Osmosis Resource Efficient Equity Market Neutral Fund (In Liquidation)	-	7.70%	-	-	-

Some limitations of VaR analysis:

- the methodology is based on historical data and cannot take account of the fact that future market price movements, correlations between markets, and levels of market liquidity in conditions of market stress may bear no relation to historical patterns; and
- the VaR is a point-in-time calculation, and does not necessarily reflect the risk position of the Sub-Fund at any time other than the date and time at which it is calculated.

*(ii) Currency risk*

Currency risk is the risk that the fair value or future cash flows of a financial instrument will change because of changes in foreign exchange rates.

The Sub-Fund was exposed to currency risk as the assets held and liabilities incurred were in a range of currencies other than the Sub-Fund’s functional currency. The Sub-Fund may have hedged its foreign currency risks through forward currency contracts.

The tables below and overleaf analyse monetary and non-monetary items of foreign exchange exposure:

**As at 30 June 2024**

Currency	Monetary exposure US\$	Non-monetary exposure US\$	Total exposure US\$	Rate sensitivity %	FX rate sensitivity US\$
Canadian dollar	-	-	-	10%	-
Japanese yen	25	-	25	10%	3
New Zealand dollar	3	-	3	10%	-
Norwegian krone	-	-	-	10%	-
Singapore dollar	65	-	65	10%	7
	<u>93</u>	<u>-</u>	<u>93</u>		<u>10</u>

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**8. Financial risk management (continued)**

**Market risk (continued)**

*(ii) Currency risk (continued)*

**As at 30 June 2023**

<b>Currency</b>	<b>Monetary exposure US\$</b>	<b>Non-monetary exposure US\$</b>	<b>Total exposure US\$</b>	<b>Rate sensitivity %</b>	<b>FX rate sensitivity US\$</b>
Australian dollar	766	(54,886)	(54,120)	10%	(5,412)
Canadian dollar	(18,811)	(32,423)	(51,234)	10%	(5,123)
Danish krone	360	(16,086)	(15,726)	10%	(1,573)
Euro	4,100	(218,532)	(214,432)	10%	(21,443)
Great British pound	4,473	54,945	59,418	10%	5,942
Hong Kong dollar	(6,156)	131,402	125,246	10%	12,525
Japanese yen	(15,865,902)	15,987,507	121,605	10%	12,161
New Zealand dollar	(12,016)	12,283	267	10%	27
Norwegian krone	58	(9,164)	(9,106)	10%	(911)
Singapore dollar	679	(2,024)	(1,345)	10%	(135)
Swedish krona	66	(178,756)	(178,690)	10%	(17,869)
Swiss franc	812	101,402	102,214	10%	10,221
	<u>(15,891,571)</u>	<u>15,775,668</u>	<u>(115,903)</u>		<u>(11,590)</u>

The tables above and on the previous page also summarise the sensitivity of the Sub-Fund's monetary and non-monetary assets and liabilities to changes in foreign exchange movements at 30 June 2024 and 30 June 2023. The analysis is based on the assumptions that the relevant foreign exchange rate increased by the percentage disclosed in the table, with all other variables held constant. This represents management's best estimate of a reasonable possible shift in the foreign exchange rates and is not intended to be predictive.

*(iii) Interest rate risk*

Interest rate risk arises from the effects of fluctuations in the prevailing levels of market interest rates on the fair value of financial assets and liabilities and future cash flows. The Sub-Fund ceased investment activity on 29 September 2023 and did not hold any investments as at 30 June 2024. Therefore, the Sub-Fund had no exposure to interest rate risk relating to investments at year end (30 June 2023: US\$3,880,805). Excess cash and cash equivalents are invested at short-term market interest rates thus contributing very little to fair value interest rate risk however such balances were exposed to cash flow interest rate risks.

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**8. Financial risk management (continued)**

**Market risk (continued)**

*(iii) Interest rate risk (continued)*

Balances exposed to cash flow interest rate risks are the cash and cash equivalent amounts disclosed in the Statement of Financial Position.

**As at 30 June 2024**

	Up to 1 year US\$	1-5 years US\$	Over 5 years US\$	Non Interest Bearing US\$	Total US\$
<b>Assets</b>					
Cash	118,919	-	-	-	118,919
Other assets	-	-	-	-	-
<b>Total Assets</b>	<b>118,919</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>118,919</b>
<b>Liabilities</b>					
Accrued expenses	-	-	-	(118,919)	(118,919)
<b>Total Liabilities</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>(118,919)</b>	<b>(118,919)</b>
<b>Net Assets</b>	<b>118,919</b>	<b>-</b>	<b>-</b>	<b>(118,919)</b>	<b>-</b>

**As at 30 June 2023**

	Up to 1 year US\$	1-5 years US\$	Over 5 years US\$	Non Interest Bearing US\$	Total US\$
<b>Assets</b>					
Financial assets	3,880,805	-	-	34,712,229	38,593,035
Financial derivative instruments	-	-	1,406,349	-	1,406,349
Unrealised forward gains	-	-	-	613,280	613,280
Cash	218,222	-	-	-	218,222
Margin cash	13,286	-	-	-	13,286
Securities sold receivable	4,749,588	-	-	-	4,749,588
Other assets	32,520	-	-	-	32,520
<b>Total Assets</b>	<b>8,894,421</b>	<b>-</b>	<b>1,406,349</b>	<b>35,325,509</b>	<b>45,626,280</b>
<b>Liabilities</b>					
Financial liabilities	-	-	(1,771,577)	-	(1,771,577)
Unrealised forward loss	-	-	-	(277)	(277)
Securities purchased payable	(3,009,379)	-	-	-	(3,009,379)
Accrued expenses	-	-	-	(233,800)	(233,800)
<b>Total Liabilities</b>	<b>(3,009,379)</b>	<b>-</b>	<b>(1,771,577)</b>	<b>(234,077)</b>	<b>(5,015,033)</b>
<b>Net Assets</b>	<b>5,885,042</b>	<b>-</b>	<b>(365,228)</b>	<b>35,091,432</b>	<b>40,611,247</b>

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**8. Financial risk management (continued)**

**Liquidity risk**

Liquidity risk is the risk that a sub-fund may not be able to generate sufficient cash resources to settle its obligations in full as they fall due or can only do so on terms that are materially disadvantageous. The Sub-Fund was subject to daily redemption requests from investors.

The Sub-Fund held no investments at year end. Thus, there were no securities subject to liquidity risk.

All of the liabilities of the Sub-Fund as at 30 June 2024 and 30 June 2023, as shown in the Statement of Financial Position fall due within three months of the year-end.

The Manager has established a liquidity management policy which enables it to identify, monitor and manage the liquidity risks of the ICAV and the Sub-Fund and to ensure the liquidity profile of the investments of the Sub-Fund will facilitate compliance with its underlying obligations.

The Manager's liquidity policy takes into account the investment strategy, the liquidity profile, redemption policy and other underlying obligations of the ICAV and the Sub-Fund. The liquidity management systems and procedures include appropriate escalation measures to address anticipated or actual liquidity shortages or other distressed situations of the ICAV and the Sub-Fund.

The data below shows the inflow and outflows on forward foreign currency exchange contracts.

	<b>&lt; 1 month</b>	<b>&lt; 1 month</b>
	<b>30 June 2024</b>	<b>30 June 2023</b>
Forward foreign currency exchange contracts	<b>US\$</b>	<b>US\$</b>
Inflow	-	30,638,265
Outflow	-	(30,025,262)

As at 30 June 2024, the Sub-Fund did not hold any forward currency exchange contracts.

**Credit risk**

Credit risk is the risk that a sub-fund's counterparty or investment issuer would be unable or unwilling to meet a commitment that it has entered into and cause a sub-fund to incur a financial loss. A sub-fund would be exposed to settlement risk on parties with whom it trades.

As at 30 June 2024, the Sub-Fund did not hold debt securities. Therefore the Sub-Fund had limited exposure to credit risk.

Northern Trust Fiduciary Services (Ireland) Limited ("NTFSIL") is the appointed Depositary of the Fund, responsible for the safe-keeping of assets. NTFSIL has appointed The Northern Trust Company ("TNTC") as its global sub-custodian. Both NTFSIL and TNTC are wholly owned subsidiaries of Northern Trust Corporation ("NTC"). As at 30 June 2024, NTC had a long term credit rating from Standard & Poor's of A+ (30 June 2023: A+).

TNTC (as global sub-custodian of NTFSIL) does not appoint external sub-custodians within the U.S., the U.K., Ireland, Canada, Belgium, France, Germany, Netherlands and Saudi Arabia. However, in all other markets, TNTC appoints local external sub-custodians.

NTFSIL, in the discharge of its depositary duties, verifies the Fund's ownership of Other Assets, (as defined under Other Assets, Art 22(5) of UCITS V Directive 2014/91/EU), by assessing whether the Sub-Fund held the ownership based on information or documents provided by the Sub-Fund or where available, on external evidence.

TNTC, in the discharge of its delegated depositary duties, holds in custody (i) all financial instruments that may be registered in a financial instruments account opened on the books of TNTC and (ii) all financial instruments that can be physically delivered to TNTC.

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**8. Financial risk management (continued)**

**Credit risk (continued)**

**TNTC ensures all financial instruments** (held in a financial instruments account on the books of TNTC) are held in segregated accounts in the name of the Fund, clearly identifiable as belonging to the Sub-Fund, and distinct and separately from the proprietary assets of TNTC, NTFSIL and NTC.

In addition TNTC, as banker, holds cash of the Fund on deposit. Such cash is held as a liability on the Statement of Financial Position of TNTC. In the event of insolvency of TNTC, in accordance with standard banking practice, the Fund will rank as an unsecured creditor of TNTC in respect of any cash deposits.

Where relevant please note the following currencies, Jordanian Dinar, Saudi Riyal, cash in the onshore China market (principally the currency of Chinese Yuan Renminbi, and any other currencies remitted into accounts in the onshore China market), are no longer held on the Balance Sheet of TNTC. For these off-book currencies, clients' cash exposure is directly to the relevant local sub-custodian/financial institution in the market.

Insolvency of NTFSIL and or one of its agents or affiliates may cause the Sub-Fund's rights with respect to its assets to be delayed or limited.

The Responsible Party manages risk by monitoring the credit quality and financial position of the Depository and such risk is further managed by the Depository monitoring the credit quality and financial positions of sub-custodian appointments.

The nominal value of the CFD's held by the Sub-Fund at year end 30 June 2023 was US\$33,624,715.

The table below shows the analysis of derivative assets and derivative liabilities outstanding at year end 30 June 2023.

<i>In thousands of US\$ Fair value</i>	Derivative assets		Derivative liabilities	
	Fair value	Notional amount	Fair value	Notional amount
<b>30 June 2023</b>				
Contracts for difference	1,406	21,447	(1,772)	(12,178)
Forward foreign currency contracts	613	30,638	-	(30,025)
<b>Total</b>	<b>2,019</b>	<b>52,085</b>	<b>(1,772)</b>	<b>(42,203)</b>

At year end 30 June 2023, the Sub-Fund counterparties for the above derivatives had the following credit ratings from Standard & Poor's, Morgan Stanley A-2, TNTC A-1+.

The Sub-Fund considered that these exposures have low credit risk based on the external credit ratings of the counterparties.

The Sub-Fund monitored changes in credit risk on these exposures by tracking published external credit ratings of the counterparties. To determine whether published ratings remain up to date and to assess whether there has been a significant increase in credit risk at the reporting date that has not been reflected in the published ratings, the Sub-Fund's supplement this by reviewing available press and regulatory information about counterparties.

12-month and lifetime probabilities of default are based on historical data supplied by S&P Rating Agency for each credit rating. Loss given default parameters generally reflect an assumed recovery rate of 40%. However, if the asset were credit-impaired, then the estimate of loss would be based on a specific assessment of expected cash shortfalls and on the original effective interest rate.



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**8. Financial risk management (continued)**

**Investments in debt securities**

As at 30 June 2024, the Sub-Fund did not hold government debt securities.

The table below shows the government debt securities with the following credit quality at year end 30 June 2023. The ratings were based on S&P ratings.

	30 June 2023 US\$	30 June 2023 %
<b>Rating</b>		
AA+	3,880,805	100.00
<b>Total</b>	<b>3,880,805</b>	<b>100.00</b>

**Concentration of credit risk**

The investment manager reviews the credit concentration of debt securities held based on counterparties and industries and geographic location.

As at 30 June 2024, there were no debt securities exposures for the Sub-Fund. Debt securities exposures for the Sub-Fund in the prior year were concentrated in the following:

	30 June 2023 %
Government bonds	100.00
<b>Total</b>	<b>100.00</b>

**Offsetting financial assets and liabilities**

There were no master netting agreements in place for the Sub-Fund for the year ended 30 June 2024. Therefore, the Sub-Fund had no legal right to offset and was not subject to offsetting agreements.

**Capital risk management**

The capital of the Sub-Fund is represented by the net assets attributable to holders of redeemable participating shares. Being the equity of the Sub-Fund, the amount of equity can change significantly on a daily basis, as the Sub-Fund is subject to daily subscriptions and redemptions at the discretion of shareholders. Large redemptions of shares in the Sub-Fund may result in the Sub-Fund being forced to sell assets at a time and price at which it would normally prefer not to dispose of those assets.

The Manager may, at its discretion, with the consent of the shareholders or at the request of shareholders, satisfy a redemption request by redemption of investments of the Sub-Fund in specie provided that such redemption would not prejudice the remaining shareholders of the Sub-Fund.

If the value of shares to be sold on any dealing day equals 25% or more of the Net Asset Value of any Sub-Fund, the Manager may in its discretion refuse to repurchase any shares in excess of 25% of the Net Asset Value; if so, the requests for repurchase on such dealing day will be reduced pro rata and shares which are not repurchased by reason of such refusal shall be treated as if a request for repurchase had been made in respect of each subsequent dealing day until all shares to which the original request related have been repurchased.

The Sub-Fund regards its equity, which represents its net assets attributable to holders of redeemable equity shares as capital. The Sub-Fund's objectives for managing capital are:

- to invest the capital in investments meeting the description, risk exposure and expected return indicated in its Prospectus;
- to achieve consistent returns while safeguarding capital by investing in accordance with its investment policy or holding cash;

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**8. Financial risk management (continued)**

**Capital risk management (continued)**

- to maintain sufficient liquidity to meet the expenses of the Sub-Fund; and
- to maintain sufficient size to make the operation of the Sub-Fund cost-efficient.

**Fair value estimation**

The Sub-Fund's accounting policies in relation to measuring financial assets and financial liabilities at fair value through profit or loss are set out in Note 2.

The Sub-Fund classifies fair value measurements using a fair value hierarchy that reflects the significance of the inputs used in making the measurements. The fair value hierarchy has the following levels:

- Level 1: Quoted prices (unadjusted) in active markets for identical assets or liabilities.
- Level 2: Inputs other than quoted prices included within Level 1 that are observable for the asset or liability, either directly (that is, as prices) or indirectly (that is, derived from prices).
- Level 3: Inputs for the asset or liability that is not based on observable market data (that is, unobservable inputs).

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

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

The financial assets and liabilities not measured at fair value through profit or loss are short-term financial assets and financial liabilities whose carrying amounts approximate fair value. All other financial assets and liabilities not measured at fair value through profit or loss are categorised as Level 2 in the fair value hierarchy.

The Sub-Fund ceased investment activity on 29 September 2023 and therefore did not hold any investments at 30 June 2024. The following table analyses within the fair value hierarchy the Sub-Fund's investments at fair value at year end 30 June 2023.

**As at 30 June 2023**

	<b>Level 1</b>	<b>Level 2</b>	<b>Level 3</b>	<b>Total</b>
<b>Financial assets</b>	<b>US\$</b>	<b>US\$</b>	<b>US\$</b>	<b>US\$</b>
Equities	33,610,230	-	-	33,610,230
Collective Investment Scheme	1,102,000	-	-	1,102,000
Government Bonds	3,880,805	-	-	3,880,805
Contracts for difference	-	1,406,349	-	1,406,349
Forward foreign currency exchange contracts	-	613,280	-	613,280
	<u>38,593,035</u>	<u>2,019,629</u>	<u>-</u>	<u>40,612,664</u>
<b>Financial liabilities</b>	<b>US\$</b>	<b>US\$</b>	<b>US\$</b>	<b>US\$</b>
Contracts for difference	-	(1,771,577)	-	(1,771,577)
Forward foreign currency exchange contracts	-	(277)	-	(277)
	<u>-</u>	<u>(1,771,854)</u>	<u>-</u>	<u>(1,771,854)</u>

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**9. Related party transactions**

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

Prescient Fund Services (Ireland) Limited was appointed as the Manager of the ICAV with effect from 7 April 2017. For the year ended 30 June 2024, the Manager charged management fees of US\$9,956 (30 June 2023: US\$40,001), of which management fees payable as at 30 June 2024 amounted to US\$Nil (30 June 2023: US\$9,973).

The Manager may rebate all or part of its Management Fee to any shareholder, it being acknowledged that such rebate, if any, may differ between shareholders and that the Manager will have ultimate discretion in this matter. All fees charged by the Manager are disclosed separately in the Statement of Comprehensive Income.

During the year the Investment Manager gave a fee rebate of US\$40 (30 June 2023: US\$827). This Investment Management fee rebate was invested back by the means of a subscription.

The Manager appointed Osmosis Investment Management UK Limited as the Investment Manager of the Sub-Fund. The Investment Manager acts as the Investment Manager and Distributor of the Sub-Fund. The Investment Manager is entitled to receive Investment Management fee as set out in Note 3. All fees charged by the Investment Manager are disclosed separately in the Statement of Comprehensive Income. Investment Management fees charged for the year ended 30 June 2024 were US\$72,083 (30 June 2023: US\$303,093), of which US\$Nil was due to the Investment Manager as at 30 June 2024 (30 June 2023: US\$54,321).

Eimear Cowhey and Fiona Mulcahy are both Directors of Prescient Global Funds ICAV and Prescient Global Qualified Investor Funds ICAV, which are managed by the same management company as Osmosis ICAV.

Ben Dear and Graeme Stephen, Directors, are also directors of Osmosis Investment Management UK Limited, which is the investment manager and distributor to Osmosis ICAV. They are also directors of a number of the Osmosis group companies including Osmosis (Holdings) Limited, Osmosis Investment Management US LLC, Osmosis Investment Research Solutions Limited, Osmosis US LLC and Osmosis GP LLC.

Mr. Dear and Mr. Stephen are not entitled to a Director's fee.

Eoin Gleeson who is a Director/Employee of PFSI the Manager does not receive a Directors Fee.

Director fees for the year ended 30 June 2024 were US\$677 (30 June 2023: US\$10,012), of which US\$Nil was due as at 30 June 2024 (30 June 2023: US\$ Nil).

The Sub-Fund ceased investment activity on 29 September 2023. Therefore, there were no significant shareholders in the Sub-Fund as at year end (30 June 2023: The States of Guernsey 99.54%).

**10. Taxation**

The ICAV is the investment undertaking as defined in Section 739B of the Taxes Consolidation Act, 1997, as amended (the "TCA"). The ICAV will not be liable to Irish tax in respect of its income and gains, other than on the occurrence of a chargeable event.

Generally a chargeable event arises on any distribution, redemption, repurchase, cancellation, transfer of shares or on the ending of a "Relevant Period". A "Relevant Period" is an eight year period beginning with the acquisition of the shares by the shareholder and each subsequent period of eight years beginning immediately after the preceding Relevant Period.

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**10. Taxation (continued)**

A gain on a chargeable event does not arise in respect of:

- (i) A shareholder who is not Irish resident and not ordinarily resident in Ireland at the time of the chargeable event provided the necessary signed statutory declarations are held by the ICAV; or
- (ii) Certain exempted Irish resident investors who have provided the ICAV with the necessary signed statutory declaration; or
- (iii) Any transactions in relation to shares held in a recognised clearing system as designated by order of the Revenue Commissioners of Ireland; or
- (iv) An exchange of shares representing one Sub-Fund for another Sub-Fund of the ICAV; or
- (v) An exchange of shares arising on a qualifying amalgamation or reconstruction of the ICAV with another ICAV; or
- (vi) Certain exchanges of shares between spouses and former spouses.

In the absence of an appropriate declaration, the ICAV will be liable to Irish tax on the occurrence of a chargeable event. There were no chargeable events during the period under review. Capital gains, dividends, and interest received by the ICAV may be subject to withholding taxes imposed by the country of origin and such taxes may not be recoverable by the ICAV or its shareholders.

**11. Auditors remuneration**

Audit fees (exclusive of VAT at 23%) charged for the year are as follows:

	<b>30 June 2024</b>	<b>30 June 2023</b>
	<b>US\$</b>	<b>US\$</b>
Statutory audit of Financial Statements	5,904	10,385
Tax advisory services	-	-
Other non-audit services	-	-
	<u>5,904</u>	<u>10,385</u>

There were no fees and expenses paid in respect of other assurance or non-audit services provided by the auditors for the financial year ended 30 June 2024 (30 June 2023: none).

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**12. Other liabilities**

	<b>30 June 2024</b>	<b>30 June 2023</b>
	<b>US\$</b>	<b>US\$</b>
Accrued Audit fee	(14,176)	(13,506)
Accrued Bank interest expense	-	(12,481)
Accrued Corporate Secretarial fees	(6,455)	(5,508)
Accrued Directors' fees	(2,295)	(1,618)
Accrued General expenses	(1,411)	(41,510)
Accrued IFSRA fee	(214)	(753)
Accrued Liquidation provision	(74,059)	-
Accrued Miscellaneous fees	(9,853)	(4,805)
Accrued Professional Services	(1,332)	(1,642)
Accrued Reporting fees	(417)	(1,266)
Accrued Setup costs	-	(19,199)
Accrued Sub-Custody fee	(864)	(399)
Unrealised Depreciation on Spot FX	-	(2,974)
	<u>(111,076)</u>	<u>(105,661)</u>

**13. Contingent liabilities and commitments**

The ICAV does not have as at the year-end any loan capital (including term loans) outstanding or created but unissued, or any outstanding mortgages, charges, debentures or other borrowings or indebtedness in the nature of borrowings, including bank overdraft, liabilities under acceptances or acceptance credits, obligations under finance leases, hire purchase, commitments, guarantees or other contingent liabilities not otherwise disclosed in these financial statements.

**14. Efficient portfolio management**

The Sub-Fund may use financial derivative instruments for the purposes of efficient portfolio management.

The Sub-Fund ceased investment activity on 29 September 2023 and therefore did not enter into any derivative instruments during the year.

**15. Global exposure**

The ICAV calculates global exposure using the VaR approach as set out in the Central Bank of Ireland's Guidance Note 3/03. The Sub-Fund's global exposure relating to financial derivative instruments shall not exceed 100% of the Net Asset Value of the Sub-Fund and will be measured using the VaR Model is calculated taking into account the current value of the underlying assets, the counterparty risk, future market movements and time available to liquidate position. The Sub-Fund ceased investment activity on 29 September 2023 and therefore there was no global exposure relating to investments. The global exposure at year end 30 June 2023 was 166.21% where the Sub-Fund's global exposure was US\$67,498,195.

**16. Soft Commissions**

There were no soft commission arrangements undertaken during the year (30 June 2023: none).

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**17. Involvement with unconsolidated structured entities**

During the year, the Sub-Fund did not invest in any unlisted open-ended investment funds which were considered as structured entities.

The tables below and overleaf describe the types of structured entities that the Sub-Fund did not consolidate but in which it held an interest in the prior year ended 30 June 2023.

<u>Type of structured entity</u>	<u>Nature and purpose</u>	<u>Interest held by the Sub-Fund</u>	
Money Market Funds	To manage assets on behalf of third party investors and generate fees for the investment manager.	Investments in units issued by the Money Market Funds	
	These vehicles are financed through the issue of units to investors.		
		<b>Number of investee funds</b>	<b>Carrying amount included in 'non-pledged financial assets at FVTPL'</b>
<b>30 June 2023</b>			
<i>In thousands of US\$</i>			
<b>Investment in unlisted open-ended investment funds</b>			
Money Market Funds		1	12,039,389
			220,000

During the prior year ended 30 June 2023, the Sub-Fund did not provide financial support to unconsolidated structured entities and had no intention of providing financial or other support.

The Sub-Fund redeemed its shares in the above Sub-Fund on 29 September 2023.

**18. Employees**

The Sub-Fund did not have employees as at 30 June 2024 (30 June 2023: none).

**19. Significant events during the year**

Osmosis Resource Efficient Developed Markets Core Equity (Ex-Fossil Fuel) Fund, a new Sub-Fund launched on 25 September 2023.

Pursuant to a resolution of the board of directors of the ICAV, it has been formally resolved to terminate the Osmosis Resource Efficient Equity Market Neutral Fund effective 29 September 2023, in accordance with the Instrument of Incorporation of the ICAV.

There have been no other significant events affecting the Sub-Fund during the year that require recognition or disclosure in these financial statements.

**OSMOSIS ICAV**  
**Osmosis Resource Efficient Equity Market Neutral Fund (In Liquidation)**  
**Annual Report and Audited Financial Statements**  
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**NOTES TO THE AUDITED FINANCIAL STATEMENTS**  
**For the year ended 30 June 2024 (continued)**

**20. Significant events since the year-end**

There have been no significant events affecting the Sub-Fund since 30 June 2024 that require recognition or disclosure in these financial statements.

**21. Approval of financial statements**

These financial statements were approved on 17 October 2024.

**OSMOSIS ICAV**  
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**SCHEDULE OF SIGNIFICANT PORTFOLIO CHANGES (Unaudited)**  
**As at 30 June 2024**

**Osmosis Resource Efficient Equity Market Neutral Fund (In Liquidation)**

<b>Purchases</b>	<b>Shares/Nominal</b>	<b>Cost US\$</b>
United States Treasury Bill 0.00% 17/10/2023	3,000,000	2,973,286
United States Treasury Bill 0.00% 12/09/2023	2,220,000	2,198,455
PG&E	56,749	997,949
United States Treasury Bill 0.00% 26/09/2023	977,000	969,277
NVIDIA	1,912	896,478
Kose	9,200	764,141
Nintendo	16,800	723,316
United States Treasury Bill 0.00% 12/05/2023	720,000	711,138
Lasertec Corporation	4,500	701,002
Sumitomo Metal Mining	16,500	512,368
McCormick Inc	5,480	469,217
United States Treasury Bill 0.00% 10/10/2023	405,000	400,570
Kawasaki Kisen Kaisha	11,100	372,594
United States Treasury Bill 0.00% 07/11/2023	360,000	356,037
Northern Trust Global US Dollar	314,000	314,000
Advantest	2,100	288,638
United States Treasury Bill 0.00% 24/11/2023	270,000	266,902
United Rentals	537	255,947
MGM Resorts International	5,516	242,636
SolarEdge Technologies	1,365	221,947
Cardinal Health	2,244	205,295
Estee Lauder Cos Class A	1,132	181,752



**OSMOSIS ICAV**  
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**SCHEDULE OF SIGNIFICANT PORTFOLIO CHANGES (Unaudited)**  
**As at 30 June 2024 (continued)**

**Osmosis Resource Efficient Equity Market Neutral Fund (In Liquidation)**

<b>Sales</b>	<b>Shares/Nominal</b>	<b>Proceeds US\$</b>
United States Treasury Bill 0.00% 17/08/2023	3,000,000	3,000,000
United States Treasury Bill 0.00% 17/10/2023	3,000,000	2,993,400
United States Treasury Bill 0.00% 12/09/2023	2,220,000	2,218,464
Rakuten	470,000	1,918,135
Kraft Heinz	50,308	1,696,090
Advanced Micro Devices	16,131	1,658,037
Nintendo	36,500	1,525,171
Hologic	21,626	1,513,963
Nippon Yusen	57,900	1,507,422
Edison International	20,483	1,473,687
Koito Manufacturing	94,100	1,429,300
PG&E	87,729	1,414,598
QUALCOMM	11,762	1,362,251
Ecolab	6,575	1,115,099
Dell Technologies Class C	16,464	1,091,614
Yakult Honsha	40,400	1,083,243
Daifuku	54,100	1,027,875
NVIDIA	2,355	1,024,060
United States Treasury Bill 0.00% 26/09/2023	977,000	977,000
Wynn Resorts	9,882	970,039
Nippon Paint	133,100	902,575
BlackRock Institutional US Dollar Liquidity 'D'	900,000	900,000
Kose	11,900	865,354
Tokyo Electric Power Holdings	187,300	834,900
United Rentals	1,844	819,514
Nucor	4,859	771,875
Kajima	43,400	714,223
United States Treasury Bill 0.00% 12/05/2023	720,000	713,203
Lasertec Corporation	4,500	701,498
Waters	2,397	657,063
United States Treasury Bill 0.00% 18/07/2023	630,000	630,000
Isuzu Motors	49,900	629,062
SolarEdge Technologies	4,772	628,787
Suntory Beverage & Food	17,400	570,437
Sumitomo Metal Mining	18,900	556,972

**OSMOSIS ICAV**  
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**APPENDIX 1 - ADDITIONAL DISCLOSURES TO THE SHAREHOLDERS OF OSMOSIS ICAV  
OSMOSIS RESOURCE EFFICIENT EQUITY MARKET NEUTRAL FUND (In Liquidation)  
(Unaudited)**

**For the year ended 30 June 2024**

**Remuneration disclosures**

An effective Remuneration policy of the Manager (the “Remuneration Policy”) has been put in place by the Manager which complies with the Manager and the European Securities and Markets Authority (the “ESMA”) guidelines on sound Remuneration policies under UCITS (the “Guidelines”).

The purpose of the Manager’s remuneration policy is to seek to ensure that the remuneration arrangements of “identified staff”:

(i) is consistent with and promotes sound and effective risk management and does not encourage risk-taking which is inconsistent with the risk profile, rules or instruments of incorporation of the Manager; and

(ii) is consistent with the Manager’s business strategy, objectives, values and interests and includes measures to avoid conflicts of interest.

The ESMA Guidelines relating to governance, the remuneration committee and transparency, and certain of the risk-alignment guidelines, apply to the Manager as a whole.

The Sub-Fund complied with those objectives by having a business model which by its nature did not promote excessive risk taking and by ensuring that the fixed salary element of those involved in relevant functions reflected the market rate.

**Remuneration Policy of the Manager**

The Manager’s policy is to design and implement a remuneration policy which is consistent with and promotes sound and effective risk management and does not encourage risk-taking which is inconsistent with the risk profile or the Deed of the ICAV and its sub-funds. Furthermore, the Manager’s remuneration policy is consistent with the Sub-Fund’s respective business strategies, objectives, values and interests and includes measures to avoid conflicts of interest. In line with the UCITS Regulations, the guidelines issues by ESMA and the requirements of the Central Bank, all of which may be amended from time to time, the Manager applies its remuneration policy in a manner which is proportionate to its size and that of the Sub-Fund, its internal organisation and the nature, scope and complexity of its activities.

The Manager does not impose a limit with regard to variable compensation versus fixed compensation. However, the Manager’s policy is to pay all staff a fixed component representing a sufficiently high proportion of the total remuneration of the individual to allow the Manager to operate a fully flexible policy, with the possibility of not paying any variable component.

Where the Manager pays its staff performance related pay, the following requirements, among others, will be applied:

(a) where remuneration is performance related, the total amount of remuneration is based on a combination of the assessment of the performance of the individual and of the business unit of the Sub-Fund and of the overall results of Manager, and when assessing individual performance, financial as well as non-financial criteria are taken into account;

(b) the assessment of performance is set in a multi-year framework appropriate to the life-cycle of the Sub-Fund in order to ensure that the assessment process is based on longer term performance and that the actual payment of performance-based components of remuneration is spread over a period which takes account of the performance fee calculation period of the relevant Sub-Fund, the Sub-Fund’s redemption policy and its investment risks (as set out in the relevant Supplement);

(c) The Manager does not pay guaranteed variable remuneration except in an exceptional case in the context of hiring new staff and is limited to the first year;

**OSMOSIS ICAV**  
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**APPENDIX 1 - ADDITIONAL DISCLOSURES TO THE SHAREHOLDERS OF OSMOSIS ICAV  
OSMOSIS RESOURCE EFFICIENT EQUITY MARKET NEUTRAL FUND (In Liquidation)  
(Unaudited) (continued)  
For the year ended 30 June 2024**

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

(d) payments related to the early termination of a contract reflect performance achieved over time and are designed in a way that does not reward failure;

(e) the measurement of performance used to calculate variable remuneration components or pools of variable remuneration components includes a comprehensive adjustment mechanism to integrate all relevant types of current and future risks;

(f) variable remuneration is not paid through vehicles or methods that facilitate the avoidance of the requirements of the Manager Regulations.

The total amount of remuneration paid by the AIFM to its staff in respect of the financial year ended 30 June 2024 was \$3,210,026 (30 June 2023: \$2,595,332) which can be allocated as 86% fixed and 14% variable (30 June 2023: 88% and 12%, respectively).

The amount of the remuneration paid by the AIFM to its senior management in respect of the financial year 30 June 2024 was \$696,713 (30 June 2023: €649,795). The amount of the total remuneration paid by the AIFM to members of its staff whose actions have a material impact on the risk profile of the AIF in respect of the financial year ended 30 June 2024 was \$43,317 (30 June 2023: €32,723).

The total amount of remuneration paid by the delegates to its staff in respect of the financial year ended 30 June 2024 is \$71,777 (30 June 2022: €87,908).

**OSMOSIS ICAV**  
**Osmosis Resource Efficient Equity Market Neutral Fund (In Liquidation)**  
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**APPENDIX 2 – SECURITIES FINANCING TRANSACTIONS REGULATION (Unaudited)**  
**For the year ended 30 June 2024**

A Securities Financing Transaction (“SFT”) is defined as per Article 3(11) of the Securities Financing Transactions Regulations as:

- a repurchase transaction;
- securities or commodities lending and securities or commodities borrowing;
- a buy-sell back transaction or sell-buy back transaction; or
- a margin lending transaction.

UCITS are required to disclose the use of SFTs.

For the financial year ended 30 June 2024 or prior year ended 30 June 2023, Osmosis Resource Efficient Equity Market Neutral Fund (the “Sub-fund”) did not trade in any SFTs.

**Periodic disclosure for the financial products referred to in Article 8, paragraphs 1, 2 and 2a, of Regulation (EU) 2019/2088 and Article 6, first paragraph, of Regulation (EU) 2020/852**

**Sustainable investment** means an investment in an economic activity that contributes to an environmental or social objective, provided that the investment does not significantly harm any environmental or social objective and that the investee companies follow good governance practices.

The **EU Taxonomy** is a classification system laid down in Regulation (EU) 2020/852, establishing a list of **environmentally sustainable economic activities**. That Regulation does not include a list of socially sustainable economic activities. Sustainable investments with an environmental objective might be aligned with the Taxonomy or not.

**Product name:** Osmosis Resource Efficient Equity Market Neutral Fund (the Fund)  
**Legal entity identifier:** 549300ZFDLOY7HXSZ993

## Environmental and/or social characteristics

### Did this financial product have a sustainable investment objective?

<input checked="" type="radio"/> <input type="radio"/> <b>Yes</b>	<input checked="" type="radio"/> <input type="radio"/> <b>X</b> <b>No</b>
<input type="checkbox"/> It made <b>sustainable investments with an environmental objective:</b> ___% <ul style="list-style-type: none"> <li><input type="checkbox"/> in economic activities that qualify as environmentally sustainable under the EU Taxonomy</li> <li><input type="checkbox"/> in economic activities that do not qualify as environmentally sustainable under the EU Taxonomy</li> </ul>	<input type="checkbox"/> It <b>promoted Environmental/Social (E/S) characteristics</b> and while it did not have as its objective a sustainable investment, it had a proportion of ___% of sustainable investments <ul style="list-style-type: none"> <li><input type="checkbox"/> with an environmental objective in economic activities that qualify as environmentally sustainable under the EU Taxonomy</li> <li><input type="checkbox"/> with an environmental objective in economic activities that do not qualify as environmentally sustainable under the EU Taxonomy</li> <li><input type="checkbox"/> with a social objective</li> </ul>
<input type="checkbox"/> It made <b>sustainable investments with a social objective:</b> ___%	<input checked="" type="checkbox"/> <b>X</b> It promoted E/S characteristics, but <b>did not make any sustainable investments</b>



### To what extent were the environmental and/or social characteristics promoted by this financial product met?

1. During the reporting period from 1 July 2022 to 30 June 2023 (the **Reporting Period**), the Fund promoted the following environmental characteristics:

- Carbon emission reduction;
- Water Consumption reduction; and
- Waste generation reduction;

relative to constituent companies of the MSCI World Index

These correspond to the following objectives set out in Article 9 of Regulation (EU) 2020/852:

- Climate change mitigation;
- Sustainable use and protection of water and marine resources; and
- Transition to a circular economy.

2. In addition to the environmental characteristics promoted by the Fund, several social characteristics were promoted by the Fund during the Reporting Period, through the exclusion of companies based on their activity, sector or actions. The characteristics promoted were:

- human rights, labour rights and anti-corruption as defined by the Social and Governance Principles of the United Nations Global Compact; and
- ethical exclusions through the exclusion of tobacco companies or companies involved in the manufacture of anti-personnel land mines or cluster munitions.

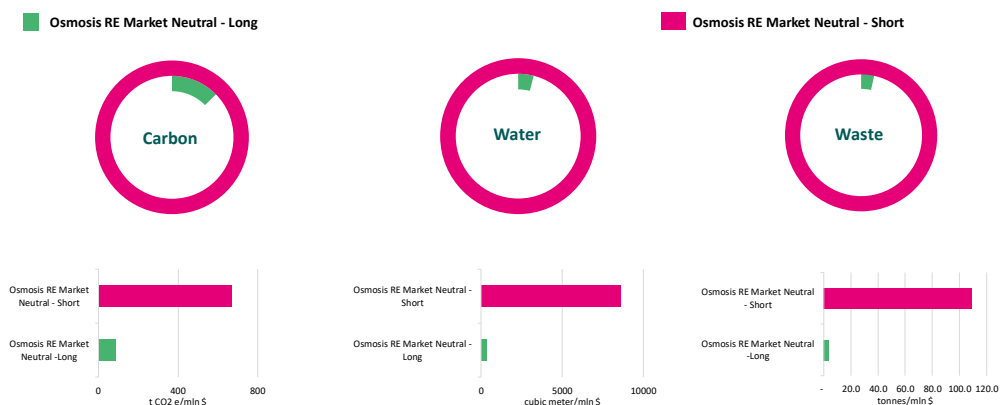
The Fund met these environmental and social characteristics, as measured by reference to the sustainability indicators set out immediately below.

### ● **How did the sustainability indicators perform?**

1. In order to measure how the environmental characteristics referred to above were met, the following figures were calculated in respect of each of the Fund and the MSCI World Index:

- Carbon emissions (in tCO<sub>2</sub>e) / revenue (in million dollars);
- Water usage (in m<sup>3</sup>) / revenue (in million dollars); and
- Waste generated (in metric tonne) / revenue (in million dollars);

These figures were then translated into carbon, water and waste footprints for each of the Fund and the MSCI World Index and compared. The performance of the Fund relative to the MSCI World Index during the Reporting Period in respect of these footprints is set out in Figure 1 below and shows a significant saving in carbon emissions, reduction in water use and less generation of waste by the Fund's portfolio companies relative to the constituent companies of the MSCI World Index.



Source: Osmosis IM, Bloomberg, MSCI. Data as at end September 2023.

Figure 1 Carbon, water and waste of the Long book in the Osmosis Resource Efficient Equity Market Neutral Fund compared to the Short Book in September 2023

2. The sustainability indicators used to measure how the social characteristics referred to above were met were:

- (Lack of) exposure to companies in breach of the Social and Governance Principles as defined by the United Nations Global Compact; and
- (Lack of) exposure to companies classified as tobacco companies or to companies that are involved in the manufacture of anti-personel mines or cluster munitions.

The Fund had no exposure during the Reporting Period to companies:

- in breach of the Social and Governance Principles as defined by the United Nations Global Compact;
- classified as tobacco companies; or
- involved in the manufacture of anti-personel mines or cluster munitions.

● **...and compared to previous periods?**

N/A as this is the first periodic report provided in accordance with Chapter V, Section 1 of Commission Delegated Regulation (EU) 2022/1288 for the Fund.

● **What were the objectives of the sustainable investments that the financial product partially made and how did the sustainable investment contribute to such objectives?**

N/A – the Fund did not commit to make sustainable investments as defined under the SFDR.

● **How did the sustainable investments that the financial product partially made not cause significant harm to any environmental or social sustainable investment objective?**

N/A – the Fund did not commit to make sustainable investments as defined under the SFDR.

— **How were the indicators for adverse impacts on sustainability factors taken into account?**

N/A - the Fund did not commit to make sustainable investments as defined under the SFDR.

*The EU Taxonomy sets out a “do not significant harm” principle by which Taxonomy-aligned investments should not significantly harm EU Taxonomy objectives and is accompanied by specific Union criteria.*

The “do no significant harm” principle applies only to those investments underlying the financial product that take into account the EU criteria for environmentally sustainable economic activities. The investments underlying the remaining portion of this financial product do not take into account the EU criteria for environmentally sustainable economic activities.

*Any other sustainable investments must also not significantly harm any environmental or social objectives.*

**Principal adverse impacts** are the most significant negative impacts of investment decisions on sustainability factors relating to environmental, social and employee matters, respect for human rights, anti-corruption and anti-bribery matters.

— — — *Were sustainable investments aligned with the OECD Guidelines for Multinational Enterprises and the UN Guiding Principles on Business and Human Rights? Details:*

N/A - the Fund did not commit to make sustainable investments as defined under the SFDR.



### **How did this financial product consider principal adverse impacts on sustainability factors?**

During the Reporting Period, the Fund considered the following principal adverse impacts (PAI) of its investments:

- Carbon footprint;
- Hazardous waste and radioactive waste ratio; and
- Water usage and recycling.

MoRE uses metrics on carbon emissions (in metric tonnes), water usage (in cubic metres) and waste generation (in metric tonnes) to score companies and choose which ones the Fund invests in. This process depends on the MoRE Model to arrive at a Resource Efficiency Factor Score for each company. The Resource Efficiency Factor Score was used to select companies in order to build a portfolio of those companies which have improved sustainability characteristics focused on carbon emission, water consumption and waste creation and which target an excess performance derived from the tilts to such sustainability factors.



### **What were the top investments of this financial product?**

*The EU Taxonomy sets out a “do not significant harm” principle by which Taxonomy-aligned investments should not significantly harm EU Taxonomy objectives and is accompanied by specific Union criteria.*

The “do no significant harm” principle applies only to those investments underlying the financial product that take into account the EU criteria for environmentally sustainable economic activities. The investments underlying the remaining portion of this financial product do not take into account the EU criteria for environmentally sustainable economic activities.

*Any other sustainable investments must also not significantly harm any environmental or social objectives.*



Long Book	Sector	% Assets <sup>1</sup>	Country
KRAFT HEINZ CO	Consumer Staples	4.02%	USA
SWEDISH ORPHAN BIOVITRUM AB (PUBL)	Health Care	4.01%	SWE
RAKUTEN GROUP INC	Consumer Discretionary	4.00%	JPN
ADVANCED MICRO DEVICES INC	Information Technology	3.71%	USA
NINTENDO CO LTD	Communication Services	3.63%	JPN
ONO PHARMACEUTICAL CO LTD	Health Care	3.51%	JPN
PG&E CORP	Utilities	3.49%	USA
KOITO MANUFACTURING CO LTD	Consumer Discretionary	3.40%	JPN
HOLOGIC INC	Health Care	3.39%	USA
DASSAULT AVIATION SA	Industrials	3.06%	FRA
AMPOL LTD	Energy	3.05%	AUS
BLUESCOPE STEEL LTD	Materials	3.04%	AUS
ECOLAB INC	Materials	2.61%	USA
ENBRIDGE INC	Energy	2.55%	CAN
DAIFUKU	Industrials	2.43%	JPN

Short Book	Sector	% Assets <sup>2</sup>	Country
RHEINMETALL AG	Industrials	-2.84%	DEU
ORACLE CORP JAPAN	Information Technology	-2.84%	JPN
INTERCONTINENTAL HOTELS GROUP PLC	Consumer Discretionary	-2.83%	GBR
CLEVELAND-CLIFFS INC	Materials	-2.82%	USA
WEST JAPAN RAILWAY CO	Industrials	-2.82%	JPN
BRIDGESTONE CORP	Consumer Discretionary	-2.81%	JPN
SYENSQO SA	Materials	-2.80%	BEL

<sup>1</sup> Expressed as a percentage of the Fund's NAV, calculated on the basis of average daily weights over the Reporting Period.

<sup>2</sup> Expressed as a percentage of the Fund's NAV, calculated on the basis of average daily weights over the Reporting Period.

AJINOMOTO CO INC	Consumer Staples	-2.76% JPN
NISSAN CHEMICAL CORP	Materials	-2.70% JPN
SANDVIK AB	Industrials	-2.67% SWE
TEXAS INSTRUMENTS INC	Information Technology	-2.64% USA
FIRST SOLAR INC	Information Technology	-2.59% USA
GEN DIGITAL INC	Information Technology	-2.59% USA
ON SEMICONDUCTOR CORP	Information Technology	-2.58% USA
LONZA GROUP AG	Health Care	-2.54% CHE

### What was the proportion of sustainability-related investments?

The Fund did not commit to making any sustainable investments.

#### ● *What was the asset allocation?*

99.9% of the Fund's Net Asset Value<sup>3</sup> was invested in companies which, in aggregate over the Reporting Period, had a lower carbon, water and waste footprint than the constituent companies of the MSCI World Index. The Fund had no exposure during the Reporting Period to companies in breach of the Social and Governance Principles as defined by the United Nations Global Compact, to companies classified as tobacco companies or to companies involved in the manufacture of anti-personel mines or cluster munitions. Therefore, all of the Fund's assets (excluding cash) sought to promote the associated environmental and/or social characteristics. Accordingly, 99.9% of the Fund's Net Asset Value<sup>4</sup> was aligned with any one or more of the environmental and/or social characteristics of the Fund.

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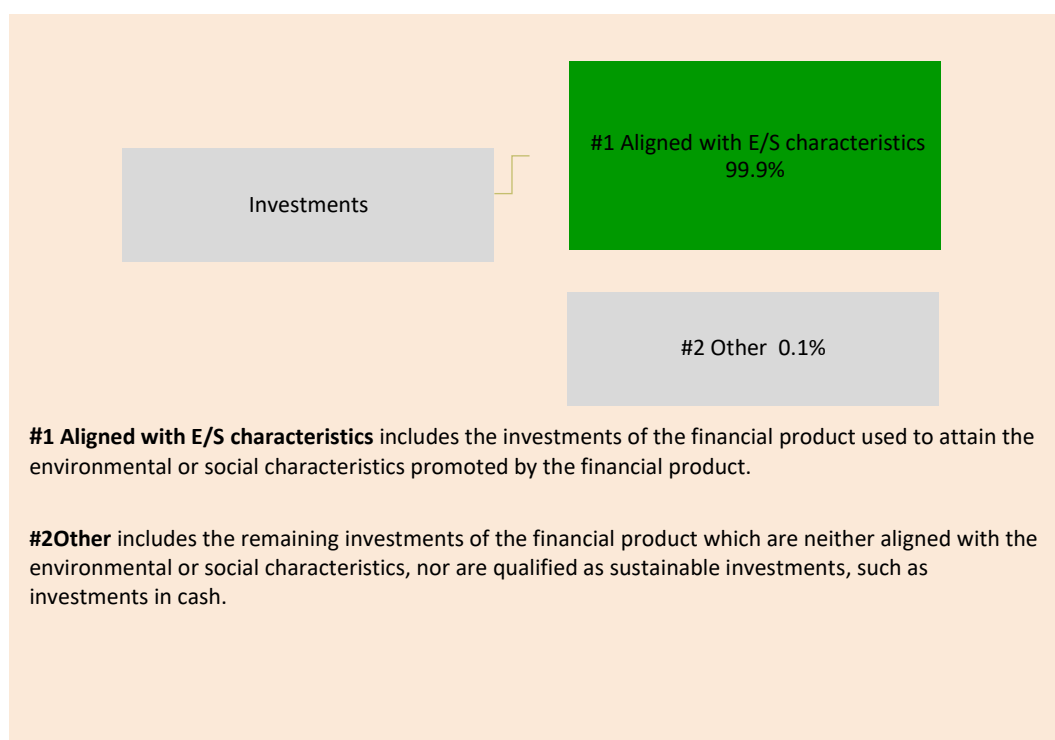
<sup>3</sup> Calculated on the basis of average daily weights over the Reporting Period.

<sup>4</sup> Calculated on the basis of average daily weights over the Reporting Period.

To comply with the EU Taxonomy, the criteria for **fossil gas** include limitations on emissions and switching to fully renewable power or low-carbon fuels by the end of 2035. For **nuclear energy**, the criteria include comprehensive safety and waste management rules.

**Enabling activities** directly enable other activities to make a substantial contribution to an environmental objective.

**Transitional activities** are activities for which low-carbon alternatives are not yet available and among others have greenhouse gas emission levels corresponding to the best performance.



● **In which economic sectors were the investments made?**

Sector	Proportion of investments (expressed as a percentage of the Fund's Net Asset Value) <sup>5</sup>	
	Long	Short
Communication Services	4.34%	-1.90%
Consumer Discretionary	16.78%	-15.07%
Consumer Staples	11.52%	-12.45%
Energy	7.82%	-7.42%
Financials	0.51%	0.00%
Health Care	23.34%	-19.67%
Industrials	25.99%	-27.48%
Information Technology	19.21%	-22.90%
Materials	20.91%	-21.29%
Others	0.14%	-0.01%
Real Estate	0.00%	0.00%
Utilities	10.51%	-9.13%

<sup>5</sup> Calculated on the basis of average quarterly weights over the Reporting Period.

<i>Sub- Sector</i>		Proportion of investments (expressed as a percentage of the Fund's Net Asset Value) <sup>6</sup>
	Long	Short
Automobiles & Components	6.36%	-5.45%
Capital Goods	18.86%	-17.22%
Commercial & Professional Services	0.00%	-0.60%
Consumer Discretionary Distribution & Retail	4.01%	-3.42%
Consumer Durables & Apparel	1.77%	-1.36%
Consumer Services	4.64%	-4.84%
Consumer Staples Distribution & Retail	0.83%	-1.23%
Energy	7.82%	-7.42%
Financial Services	0.51%	0.00%
Food Beverage & Tobacco	8.03%	-8.82%
Health Care Equipment & Services	8.96%	-6.55%
Household & Personal Products	2.66%	-2.40%
Materials	20.91%	-21.29%
Media & Entertainment	3.63%	-1.35%
N/A	0.14%	-0.01%
Pharmaceuticals Biotechnology & Life Sciences	14.38%	-13.12%
Real Estate Management & Development	0.00%	0.00%
Semiconductors & Semiconductor Equipment	11.54%	-14.59%
Software & Services	2.19%	-5.60%
Technology Hardware & Equipment	5.47%	-2.71%

<sup>6</sup> Calculated on the basis of average quarterly weights over the Reporting Period.

Telecommunication Services	0.72%	-0.55%
Transportation	7.13%	-9.66%
Utilities	10.51%	-9.13%
Automobiles & Components	6.36%	-5.45%
Capital Goods	18.86%	-17.22%
Commercial & Professional Services	0.00%	-0.60%



### To what extent were the sustainable investments with an environmental objective aligned with the EU Taxonomy?

The Fund did not make sustainable investments aligned with the EU Taxonomy. 0% of the assets of the Fund qualify as environmentally sustainable under the EU Taxonomy.

0% of the assets of the Fund qualify as environmentally sustainable targeting the climate change mitigation objective.

0% of the assets of the Fund qualify as environmentally sustainable targeting the climate change adaptation objective.

0% of the assets of the Fund qualify as environmentally sustainable targeting the sustainable use and protection of water and marine resources objective.

0% of the assets of the Fund qualify as environmentally sustainable targeting the transition to a circular economy objective.

0% of the assets of the Fund qualify as environmentally sustainable targeting the pollution prevention and control objective.

0% of the assets of the Fund qualify as environmentally sustainable targeting the protection and restoration of biodiversity and ecosystems objective.

### ● Did the financial product invest in fossil gas and/or nuclear energy related activities complying with the EU Taxonomy<sup>7</sup>?

Yes:

In fossil gas

In nuclear energy

No

#### Asset allocation

describes the share of investments in specific assets.

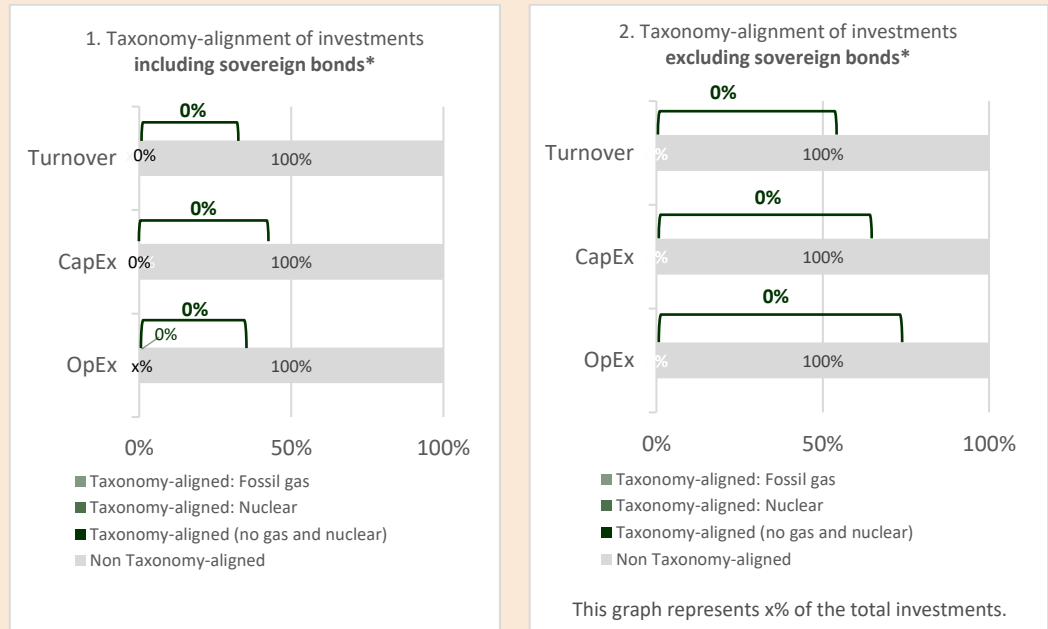
<sup>7</sup> Fossil gas and/or nuclear related activities will only comply with the EU Taxonomy where they contribute to limiting climate change ("climate change mitigation") and do not significantly harm any EU Taxonomy objective - see explanatory note in the left hand margin. The full criteria for fossil gas and nuclear energy economic activities that comply with the EU Taxonomy are laid down in Commission Delegated Regulation (EU) 2022/1214.

Taxonomy-aligned activities are expressed as a share of:

- **turnover** reflecting the share of revenue from green activities of investee companies.
- **capital expenditure** (CapEx) showing the green investments made by investee companies, e.g. for a transition to a green economy.
- **operational expenditure** (OpEx) reflecting green operational activities of investee companies.

are sustainable investments with an environmental objective that do not take into account the criteria for environmentally sustainable economic activities under Regulation (EU) 2020/852.

The graphs below show in green the percentage of investments that were aligned with the EU Taxonomy. As there is no appropriate methodology to determine the taxonomy-alignment of sovereign bonds\*, the first graph shows the Taxonomy alignment in relation to all the investments of the financial product including sovereign bonds, while the second graph shows the Taxonomy alignment only in relation to the investments of the financial product other than sovereign bonds.



\* For the purpose of these graphs, 'sovereign bonds' consist of all sovereign exposures.

● **What was the share of investments made in transitional and enabling activities?**

0%. The Fund did not make sustainable investments aligned with the EU Taxonomy.

● **How did the percentage of investments that were aligned with the EU Taxonomy compare with previous reference periods?**

N/A.



**What was the share of sustainable investments with an environmental objective not aligned with the EU Taxonomy?**

0%. The Fund did not make sustainable investments.



**What was the share of socially sustainable investments?**

0%. The Fund did not invest in socially sustainable investments.



**What investments were included under "other", what was their purpose and were there any minimum environmental or social safeguards?**

The investments included under "other" comprised of cash for liquidity purposes, and no minimum environmental or social safeguards were implemented in respect of these exposures.



## What actions have been taken to meet the environmental and/or social characteristics during the reference period?

The Investment Manager utilised its MoRE Model to arrive at a Resource Efficiency Factor Score for each investee company. The Resource Efficiency Factor Score was used to select companies in order to build the Fund's portfolio of those companies which have improved sustainability characteristics focused on carbon emission, water consumption and waste creation and which target an excess performance derived from the tilts to such sustainability factors. Therefore, the Investment Manager, through its MoRE Model, maximised the Fund's sustainability exposure within the risk tolerance of investors, notwithstanding the broad nature of the MSCI World Index resulting in investment in companies which, in aggregate, during the Reporting Period, had lower carbon, water and waste footprints than the constituent companies of the MSCI World Index.

The Investment Manager also applied negative screens on its selection universe, excluding companies in breach of the Social or Governance United Nations Global Compact standards, classed as tobacco companies or involved in manufacturing of anti-personel mines or cluster munitions.

The Investment Manager operated an active ownership policy in respect of the Fund during the Reporting Period, which included engagement with companies as well as exercising its voting rights. The engagement with companies related to the sustainability characteristics focused on carbon emissions, water consumption and waste generation, such as disclosure by the corporates of these metrics or their performance on the metrics. This active ownership policy promoted the environmental characteristics for this Fund with the underlying companies by encouraging reductions in carbon emissions, water consumption and waste generation by those companies.



## How did this financial product perform compared to the reference benchmark?

N/A

- **How does the reference benchmark differ from a broad market index?**

N/A

- **How did this financial product perform with regard to the sustainability indicators to determine the alignment of the reference benchmark with the environmental or social characteristics promoted?**

N/A

- **How did this financial product perform compared with the reference benchmark?**

N/A

- **How did this financial product perform compared with the broad market index?**

N/A

**Reference benchmarks** are indexes to measure whether the financial product attains the environmental or social characteristics that they promote.