

# **Vilhena Funds SICAV p.l.c.**

Annual Report  
for the year ended 30 April 2022



# Vilhena Funds SICAV p.l.c.

## Annual Report for the year ended 30 April 2022

Premium Banking Centre, 475, Triq il-Kbira San Ġużepp, Santa Venera SVR 1011, Malta  
Telephone : (00356) 2122 7311 Fax : (00356) 2275 5661  
[www.bovassetmanagement.com](http://www.bovassetmanagement.com) [infobovassetmanagement@bov.com](mailto:infobovassetmanagement@bov.com)

Company Registration Number SV4



# Contents

<b>Management and Administration</b>	<b>4</b>
<b>General Information</b>	<b>5</b>
<b>Investment Manager’s Report</b>	<b>6</b>
<b>Directors’ Report</b>	<b>20</b>
<b>Report of the Custodian</b>	<b>24</b>
<b>Financial Statements</b>	
Statement of Financial Position	<b>26</b>
Statement of Changes in Net Assets attributable to Holders of Redeemable Shares	<b>28</b>
Statement of Comprehensive Income	<b>30</b>
Statement of Cash Flows	<b>32</b>
Accounting Policies	<b>34</b>
Notes to the Financial Statements	<b>38</b>
<b>Independent Auditors’ Report</b>	<b>80</b>
<b>Unaudited Supplementary Disclosures</b>	
Portfolio Statements	<b>86</b>
Statement of Changes in the Composition of the Portfolios	<b>102</b>
Information about the Scheme	<b>104</b>

## Management and Administration

### DIRECTORS

Guido Mizzi - Chairman  
Kenneth Farrugia  
Romeo Cutajar  
Anita Mangion  
Arthur Ripard  
Karol Farrugia \*

### INVESTMENT MANAGER AND REGISTRAR

BOV Asset Management Limited  
58, Zachary Street, Valletta, VLT 1130, Malta  
*Licensed to conduct investment services business in Malta  
by the Malta Financial Services Authority*

### ADMINISTRATOR AND COMPANY SECRETARY

BOV Fund Services Limited  
58, Zachary Street, Valletta, VLT 1130, Malta  
*Recognised to provide fund administration services by the Malta Financial  
Services Authority.*

### SUB-INVESTMENT MANAGER

*(in relation to the  
Vilhena Far East Opportunities Fund)*

Waverton Investment Management Limited  
16, Babmaes Street, London SW1Y 6AH, England  
*Authorised and Regulated by the  
Financial Conduct Authority (U.K.), England*

### SUB-INVESTMENT MANAGER

*(in relation to the  
Vilhena High Yield Fund)*

Insight Investment Management (Global) Limited  
160 Queen Victoria Street, London EC4V 4LA, England  
*Authorised and Regulated by the  
Financial Conduct Authority (U.K.), England*

### CUSTODIAN AND BANKER

Bank of Valletta p.l.c.  
58, Zachary Street, Valletta, VLT 1130, Malta  
*Licensed to conduct investment services business by the  
Malta Financial Services Authority*

### AUDITORS

KPMG  
92, Marina Street, Pietà, PTA 9044, Malta

### LEGAL ADVISORS

Ganado Advocates  
171, Old Bakery Street, Valletta VLT 1455, Valletta

\* On the 12 May 2022, the MFSA approved the appointment of Mr Karol Farrugia on the Board of Directors of the Company. Shareholder approval is being sought from the Shareholder at the forthcoming Annual General Meeting of the Company.

## General Information

Vilhena Funds SICAV p.l.c. (“the Company”) is organised as a multi-fund investment company with variable share capital (SICAV) pursuant to the Companies Act, 1995 (Chapter 386, Laws of Malta), as registered on the 10 October 1997. The Company is licensed by the Malta Financial Services Authority (“MFSA”) as a Collective Investment Scheme under the Investment Services Act, 1994 (Chapter 370, Laws of Malta), and as of 6 July 2007, qualified as UCITS pursuant to the Undertakings for Collective investment in Transferable Securities and Management Companies Regulations, 2004 as amended from time to time.

As at 30 April 2022 the Company consisted of thirteen active sub-funds. The Vilhena Malta Fund, Vilhena Malta Government Bond Fund, Vilhena Maltese Equity Focus Fund, Vilhena Maltese Opportunities Fund and the Vilhena Malta Bond Fund are listed on the Malta Stock Exchange, whereas the Vilhena Global Themed Fund, Vilhena European Multi-Manager Fund, Vilhena US Multi-Manager Fund, Vilhena Sterling Income Fund, Vilhena Euro Income Fund, Vilhena High Yield Fund, Vilhena Far East Opportunities Fund and the Vilhena Euro Liquidity Fund are not listed. The Vilhena Broad Opportunities Fund, as at 30 April 2022, was in the process of surrendering its license. The Company has no employees.

### Changes to the Company Documents

Changes to the Company’s documents have been disclosed in the Directors’ Report on page 20.

# Investment Manager's Report

Vilhena Euro Liquidity Fund  
 Vilhena Malta Fund,  
 Vilhena Malta Government Bond Fund,  
 Vilhena Malta Bond Fund,  
 Vilhena Maltese Opportunities Fund,  
 Vilhena Maltese Equity Focus Fund

## Market Overview

### Local Equity Market

The MSE Equity Total Return Index registered a negative performance of 6.11% over the year under review as the market recovery registered in Europe was not embraced by the Maltese investor. Although, unlike the European market, the Maltese market did not react to the Russia-Ukraine war impact, the MSE Equity Total Return Index still did not outperform its European counterpart.

One of the best performing equities was International Hotel Investments p.l.c. following the news that the Group had entered into a preliminary agreement with United Development Company of Qatar to subscribe for 100 million new shares at €1.22 with a one-year option to subscribe for 200 million shares at €1.28.

Despite improved earnings, the banking sector continued to suffer with the two largest equities in the banking sector, Bank of Valletta p.l.c. and HSBC Bank Malta p.l.c., both recording negative returns of 16.43% and 9.77%, respectively. The worst performing equity was FIMBank p.l.c. with a negative return of 42.8%.

The market has struggled to recover since the pandemic as local investor are still waiting for dividends to return. In addition, the current uncertainty in the markets has led to a lack of liquidity in local markets.

### Local Corporate Bond Market

The local corporate bond market was the only positive performer from the local asset classes. Most companies listed on the local corporate bond market operate in the tourism and property sector, two sectors which were severely hit by the pandemic and started to recover as COVID-19 numbers decreased because of the vaccine rollout and containment measures were eased. In addition, most of these companies maintained their resilience during the pandemic with management prioritising the preservation of liquidity. On the other hand, however, inflation concerns and a rise in yields at the start of the year led to a muted performance in the local corporate bond market.

New issues within the local corporate bond market were well received with the local investor as most issues were over-subscribed. The asset class has also seen a significant increase in new issues as companies seek to lock in rates amidst the expectations of a rate hike.

The best price performer during the year under review was 4.55% St Anthony Co p.l.c. Secured 2032, with an uplift of 4.40%. Most new issuers have seen an uplift in their pricing, suggesting that the demand for new issues was strong throughout the period in question.

On the other hand, the worst price performer was 4.5% Shoreline Mall p.l.c. Secured 2032.

### Local Government Stocks Market

Malta Government Stocks (MGS) had a negative performance during the year ending April 2022. The economic recovery and rising inflation expectations led to a significant rise in yields in all maturities. In fact, the 5-year yield rose by 123bps compared to the 110bps yield rise in the 24-year maturity. As inflationary expectations took a turn for the worst following the sanctions imposed on Russia to limit oil and gas supply, central banks pressure to raise interest rates increased leading to a further rise in yields.

Spreads have widened during the one-year period based on a historical basis. On the other hand, however, spreads have remained relatively in line with other peripheral countries, primarily Spain and Portugal.

## Vilhena Euro Liquidity Fund

### Investment Objective

The investment objective of the Fund is to provide investors with the opportunity to achieve an attractive and competitive rate of return on their cash balances whilst ensuring a high level of liquidity for investors.

### Fund Performance

#### Institutional Class of Shares

During the year from 1 May 2021 to 30 April 2022, the share price of the Vilhena Euro Liquidity Fund institutional class of



shares decreased by 3.87% from €3.053 to €2.935. As from the migration of the Fund, from the La Valette Funds SICAV p.l.c. to the Vilhena Funds SICAV p.l.c. on 18 July 2014 to the 30 April 2022, the share price decreased by 2%, from €2.9948 to €2.935.

#### **Retail Class of Shares**

During the year from 1 May 2021 to 30 April 2022, the share price of the Vilhena Euro Liquidity Fund retail class of shares decreased by 3.87% from €3.022 to €2.905. As from the migration of the Fund, from the La Valette Funds SICAV p.l.c. to the Vilhena Funds SICAV p.l.c. on 18 July 2014 to 30 April 2022, the share price decreased by 2.08%, from €2.9668 to €2.905.

#### **Portfolio Activity**

The Vilhena Euro Liquidity Fund performed negatively with the Fund's exposure to foreign bonds being the largest detractor towards the Fund's negative performance. Despite the Investment Manager's selective approach and short duration stance, the rise in yields witnessed in the European Investment Grade bond market, had a negative effect on the Fund's performance. The Investment Manager's very selective approach when choosing both local bonds focusing on the yield, as well as a thorough analysis of the bond's business model, credit quality and liquidity managed to mitigate the negative impact of foreign bonds.

Furthermore, given the still existing low interest rate scenario and banks unwillingness to hold additional deposits, the return on interest yielding cash accounts remains challenging. The Investment Manager, therefore continued to seek opportunities to enhance the Fund's yield without compromising liquidity and stability. This was primarily achieved by retaining exposure to the financial institutions which stratify a rigorous credit quality assessment.

### **Vilhena Malta Fund**

#### **Investment Objective**

The investment objective of the Fund is to endeavour to maximise the total level of return to investors, minimising the volatility of the portfolio whilst having regard to attaining a desirable level of liquidity through investment, principally, in Maltese debt securities and in Maltese equity securities.

#### **Fund Performance**

##### **Accumulator Class of Shares**

During the year from 1 May 2021 to 30 April 2022, the quoted share price of the Vilhena Malta Fund accumulator class of shares decreased by 5.33% from €779.494 to €737.923. As from launch of the Fund on 29 October 1997 to April 2022, the quoted share price increased by 216.79%, from a fixed launch offer price of €232.937 to €737.923.

##### **Distributor Class of Shares**

During the year from 1 May 2021 to 30 April 2022, the quoted share price of the Vilhena Malta Fund distributor class of shares decreased by 6.84% from €504.201 to €469.708. As from 9 December 2003 (date from which the distributor class of shares was made available), to the 30 April 2022, the quoted share price increased by 26.41%, from €371.5830 to €469.708.

#### **Income Distribution**

The dividend declared as at 30 April 2022 in respect of the distributor class of shares is listed under note 10 of the financial statements.

#### **Portfolio Activity**

The Vilhena Malta Fund registered a negative performance for the year under review. All asset classes, except for local corporate bonds, performed negatively. Most of the Fund's negative performance was driven by the negative performance in MGS.

Despite the Investment Manager's efforts to significantly reduce its exposure to MGS, particularly longer-dated maturities, the rise in yield across all maturity buckets still led to a negative performance overall.

The Investment Manager was able to take advantage of the positive performance of the local corporate bond market using its robust stock selection process. The Investment Manager started increasing its exposure to certain securities in the local corporate bond which would benefit from the economic recovery, whilst also participating in new issues. Simultaneously, the Investment Manager continued to prefer securities with strong credit metrics, which were attractive on a risk-reward basis. The robust and cautious selection process that the Investment Manager undertook during the year under review allowed the Fund to absorb the negative performance of the Fund driven by the other asset classes.

The foreign equity market's performance was muted as the rally that foreign markets were experiencing with the gradual reopening of economies was offset by the tensions of the Russia-Ukraine war intensified, which led to significant volatility in foreign markets. The Investment Manager reduced its exposure as tensions intensified.

## Investment Manager's Report *(continued)*

The equity allocation of the Fund was also a major driver behind the negative performance. Despite a gradual return in tourism numbers, which will be a driver for most locally listed companies, the local equity market still did not perform. The local investor's sensitivity towards dividends is potentially the reason behind the local equity market lagging. The Investment Manager remains wary of the risks still associated with certain securities and only invested in those securities which were attractive both from a valuation perspective, as well as from a risk-return basis.

### Vilhena Malta Government Bond Fund

#### Investment Objective

The investment objective of the Fund is to endeavour to provide capital appreciation principally through investment in debt securities issued or guaranteed by the Government of Malta.

#### Fund Performance

##### **Accumulator Class of Shares**

During the year from 1 May 2021 to 30 April 2022, the quoted share price of the Vilhena Malta Government Bond Fund accumulator class of shares decreased by 9.56% from €588.42 to €532.183. As from launch of the Fund on 1 July 1998 to 30 April 2022, the quoted share price increased by 128.47%, from a fixed launch offer price of €232.9370 to €532.183.

##### **Distributor Class of Shares**

During the year from 1 May 2021 to 30 April 2022, the quoted share price of the Vilhena Malta Government Bond Fund distributor class of shares decreased by 10.92% from €323.381 to €288.069. As from 17 June 2002 (date from which the distributor class of shares was made available), to 30 April 2022, the quoted share price decreased by 22.48%, from €371.5840 to €288.069.

##### **WMD Class of Shares**

During the year from 1 May 2021 to 30 April 2022, the quoted share price of the Vilhena Malta Government Bond Fund WMD class of shares decreased by 9.48% from €587.436 to €531.754. As from 13 April 2021 (date from which the WMD class of shares was made available), to 30 April 2022, the quoted share price decreased by 9.96%, from €590.577 to €531.754.

#### Income Distribution

The dividend declared as at 30 April 2022 in respect of the distributor class of shares is listed under note 10 of the financial statements.

#### Portfolio Activity

The Vilhena Malta Government Bond Fund registered a negative performance over the year under review, reflecting the material rise in yields. The Fund's short duration stance managed to minimise the impact of the rise in yields. As inflation expectations materially picked up, the Investment Manager continued to significantly reduce its exposure to MGS, particularly longer-dated maturities throughout the period in question.

The Investment Manager's tactical exposure to interest yielding cash accounts was beneficial as yields went up, hence hurting the capital appreciation of several MGS.

### Vilhena Malta Bond Fund

#### Investment Objective

The investment objective of the Fund is to generate income and long-term return for investors by investing, principally, in Maltese debt securities.

#### Fund Performance

##### **Accumulator Class of Shares**

During the year from 1 May 2021 to 30 April 2022, the quoted share price of the Vilhena Malta Bond Fund accumulator class of shares decreased by 5.44% from €649.557 to €614.236. As from migration of the Fund, from the La Valette Funds SICAV p.l.c. to the Vilhena Funds SICAV p.l.c., on 3 December 2013 to 30 April 2022, the quoted share price increased by 13.9%, from €539.2630 to €614.236.

##### **Distributor Class of Shares**

During the year from 1 May 2021 to 30 April 2022, the quoted share price of the Vilhena Malta Bond Fund distributor class of shares decreased by 7.6% from €338.635 to €312.912. As from migration of the Fund, from the La Valette Funds SICAV p.l.c. to the Vilhena Funds SICAV p.l.c., on 3 December 2013 to 30 April 2022, the quoted share price decreased by 9.196%, from €344.6030 to €312.912.

**WMD Class of Shares**

During the year from 1 May 2021 to 30 April 2022, the quoted share price of the Vilhena Malta Bond Fund WMD class of shares decreased by 5.12% from €649.648 to €616.41. As from 13 April 2021 (date from which the WMD class of shares was made available), to 30 April 2022, the quoted share price decreased by 5.21%, from €650.29 to €616.41.

**Portfolio Activity**

The Vilhena Malta Bond Fund registered a negative performance over the year under review, reflecting the negative performance of MGS. The positive performance in the local corporate bond market partially offset the negative MGS performance. The Investment Manager significantly reduced its exposure to MGS, particularly longer-dated maturities, whilst preferring local corporate bonds, and participating in new issues.

The positive performance of the local corporate bonds partially offset the decline in MGS, with the major gains primarily attributed to the recovery and preservation of liquidity of the hospitality and leisure sector. The Investment Manager increased its exposure to certain local corporate bonds which would benefit from the economic recovery, whilst also participating in new issues. Simultaneously, the Investment Manager continued to prefer securities with strong credit metrics, and which were attractive on a risk-reward basis. The robust and cautious selection process that the Investment Manager undertook during the year under review, helped mitigate the negative impact that MGS performance had on the Fund.

**Income Distributions**

The dividend declared as at 30 April 2022 in respect of the distributor class of shares is listed under note 10 of the financial statements.

## Vilhena Maltese Opportunities Fund

**Investment Objective**

The investment objective of the Fund is to endeavour to maximise the total level of return for investors, minimising the volatility of the portfolio, whilst having regard to attaining a desirable level of liquidity, through investment primarily in Maltese equity and debt securities, whether listed or unlisted.

**Fund Performance****Accumulator Class of Shares**

During the year from 1 May 2021 to 30 April 2022, the quoted share price of the Vilhena Maltese Opportunities Fund accumulator class of shares decreased by 6.6% from €10.987 to €10.262. As from migration of the Fund, from the La Valette Funds SICAV p.l.c. to the Vilhena Funds SICAV p.l.c., on 2 May 2014 to 30 April 2022, the quoted share price increased by 27.61%, from €8.0420 to €10.262.

**Distributor Class of Shares**

During the year from 1 May 2021 to 30 April 2022, the quoted share price of the Vilhena Maltese Opportunities Fund distributor class of shares decreased by 7.58% from €7.101 to €6.563. As from migration of the Fund, from the La Valette Funds SICAV p.l.c. to the Vilhena Funds SICAV p.l.c., on 2 May 2014 to 30 April 2022, the quoted share price increased by 7.82%, from €6.0870 to €6.563.

**Portfolio Activity**

The Vilhena Maltese Opportunities Fund registered a negative performance for the year under review, which was mainly driven by the negative performance of MGS. The Investment Manager's shift from MGS to local corporate bonds yielded results.

As previously stated, the Investment Manager was able to take advantage of the positive performance of the local corporate bond market using its robust stock selection process, whilst cautiously increasing its exposure to certain securities in the local corporate bond which would benefit from the economic recovery. The Investment Manager also participated in new issues.

Despite a gradual return in tourism numbers, which will be a driver for most locally listed companies, the local equity market still did not perform. The local investor's sensitivity towards dividends is potentially the reason behind the local equity market lagging. The Investment Manager remains wary of the risks still associated with certain securities and only invested in those securities which were attractive both from a valuation perspective, as well as from a risk-return basis.

The foreign equity market's performance was muted as the rally that foreign markets were experiencing with the gradual reopening of economies was offset by the tensions of the Russia-Ukraine war intensified, which led to significant volatility in foreign markets. The Investment Manager reduced its exposure as tensions intensified.

The Investment Manager aims to achieve diversification across all asset classes, namely holding investments in MGS, the local corporate bond market, as well as local and foreign equity markets.

# Investment Manager's Report *(continued)*

## Income Distribution

The dividend declared as at 30 April 2022 in respect of the distributor class of shares is listed under note 10 of the financial statements.

## Vilhena Maltese Equity Focus Fund

### Investment Objective

The investment objective of the Fund is to endeavour to maximise the total level of return for investors, reducing the volatility of the portfolio, whilst having regard to attaining a desirable level of liquidity, primarily through investment in Maltese equity and debt securities, whether listed or unlisted, collective investment schemes listed on the Malta Stock Exchange, Money Market Instruments and bank deposits.

### Fund Performance

#### Accumulator Class of Shares

During the year from 1 May 2021 to 30 April 2022, the quoted share price of the Vilhena Maltese Equity Focus Fund accumulator class of shares decreased by 7.22% from €3.548 to €3.292. As from migration of the Fund, from the Wignacourt Funds SICAV p.l.c. to the Vilhena Funds SICAV p.l.c., 2 May 2014 to 30 April 2022, the quoted share price increased by 22.7%, from €2.6830 to €3.292.

#### Distributor Class of Shares

During the year from 1 May 2021 to 30 April 2022, the quoted share price of the Vilhena Maltese Equity Focus Fund distributor class of shares decreased by 7.29% from €2.662 to €2.468. As from migration of the Fund, from the Wignacourt Funds SICAV p.l.c. to the Vilhena Funds SICAV p.l.c., 2 May 2014 to 30 April 2022, the quoted share price increased by 10.43%, from €2.2350 to €2.468.

#### ISC Class of Shares

The ISC was authorised by MFSA on 29 March 2022 however the trading in the share class started on 3 June 2022.

### Portfolio Activity

The negative performance witnessed in the local equity market had an equally negative impact on the performance of the Vilhena Maltese Equity Focus Fund. The Fund primarily invests in equities but tends to hold small allocations in local corporate bonds, for tactical purposes.

The Investment Manager removed its exposure towards MGS because of the rise in yields, which was hurting the overall performance of the Fund.

The Investment Manager's exposure to the local corporate bond market using its robust stock selection process also paid dividends, with a positive performance in the local corporate bond market.

The exposure in the foreign equity market also contributed positively to the Fund's performance given the rally that foreign markets were experiencing with the gradual reopening of economies. As the tensions of the Russia-Ukraine war intensified, which led to significant volatility in foreign markets, the Investment Manager reduced its exposure.

## Income Distribution

The dividend declared as at 30 April 2022 in respect of the distributor class of shares is listed under note 10 of the financial statements.

## Outlook

The European economy is being hit by the energy price rise, the war in Ukraine and the prospect of significant adjustments in monetary policies. In fact, markets are currently pricing in a recessionary environment. In addition, the IMF has marked down European GDP growth by no less than one percentage point to 1.6% with larger output contraction in Russia and Ukraine. Inflation is also expected to hit a multi-decade high.

The ECB seems to have changed its tone of not raising interest rates this year, as President Lagarde hinted at a first interest rate hike in July to tackle inflation and end its bond-buying stimulus by the third quarter of this year. Locally, the latest inflation numbers published in April 2022 stood at 4.5%, up from 4.2% in February 2022. However, these figures still do not fully capture the effects of the Ukraine war.

Although the uncertainty on how the geopolitical crisis will pan out and how the different outcomes of the war and the sanctions imposed might affect the local economy, the pre-war momentum of business activity recorded was above long-term average. The labour market also remains very supportive and the number of registered unemployed is now below pre-pandemic levels. In addition, the COVID-19 headwind seems to be ending with tourism gradually returning to our shores and most restrictions no longer in place or drastically eased. Locally, authorities have vouched to remain

supportive, which should act as a shield to consumers from the rise in energy prices. Although the outlook for 2022 remains optimistic; cost-push inflation remains a major concern. Additionally, the uncertainty on how consumers will react given that their purchasing power will be affected by the increase in their daily cost of living is another concern. Inherently, should the companies' costs increase significantly, and consumers reduce their expenditure because of weaker purchasing power, the profitability of companies will be negatively affected.

**Vilhena Broad Opportunities Fund  
Vilhena Sterling Income Fund  
Vilhena High Yield Fund  
Vilhena Euro Income Fund**

**Vilhena Broad Opportunities Fund**

**Investment Objective**

The investment objective of the Fund is to deliver attractive, positive long-term returns.

**Fund Performance**

During the year from 1 May 2021 to 28 April 2022, the share price of the Vilhena Broad Opportunities Fund decreased by 3.681% from €0.8264 to €0.796. As from launch of the Fund on 13 May 2013 to 28 April 2022, the share price increased by 6.13%, from €0.7500 to €0.796.

The Board of Directors of Vilhena Funds SICAV p.l.c. resolved to effect a mandatory redemption of the Vilhena Broad Opportunities Fund, effective on the 29 April 2022, and thereafter surrender its licence.

**Portfolio Activity**

The Master Fund recorded a negative return over the year under review. The rollout of vaccine programmes around the world led to a strong recovery in major economies through 2021. However, the outlook clouded in early 2022 as Russia launched an invasion of Ukraine. This caused energy and agricultural commodity prices to spike upwards, exacerbating inflationary concerns, with major central banks taking a more hawkish tone as a result.

With growth rebounding and inflationary fears growing, the Investment Manager of the Master Fund maintained commodity exposures at the higher end of historical ranges though the year under review. This proved an effective strategy, with the commodity holdings being the largest positive contributor to performance. Exposure was tilted downwards into the end of the period given the size of the gains. Infrastructure holdings within the Master Fund also recorded notable gains, while allowing the manager to deploy capital in environmentally supportive endeavours which have a positive ESG footprint.

The broad equity holdings performed well through the second half of 2021 but were negatively impacted by events in Ukraine in early 2022, as a combination of increased uncertainty and more hawkish central bank rhetoric caused risk assets to broadly decline. This resulted in a negative contribution to performance over the year as a whole. The Investment Manager of the Master Fund actively increased exposures to ESG screened equity index futures, taking advantage of increasing liquidity in those markets and continued to encourage the development of new ESG index-based instruments.

In fixed income, the Investment Manager of the Master Fund maintained a below average exposure to government bonds with limited duration, biasing towards those markets where yields still had some potential to fall in the event that a more risk averse environment reasserted itself. The Investment Manager of the Master Fund also maintained a zero exposure to investment grade credit through the period. This limited the impact from rising yields but not sufficiently to prevent our fixed income holdings from generating a negative return in aggregate.

As the Investment Manager of the Master Fund searched for alternative sources of diversification to government bonds, it was decided to add several diversifying trades within the total return strategies section of the Master Fund which aimed to benefit from either relative value or range bound conditions in certain markets. These worked well and added to gains over the year under review.

**Vilhena Sterling Income Fund**

**Investment Objective**

The investment objective of the Fund is to aim to achieve a high level of income, with the possibility of capital growth, through investment in transferable securities consisting principally of investment grade fixed and/or variable rate debt securities.

**Fund Performance**

During the year from 1 May 2021 to 30 April 2022, the share price of the Vilhena Sterling Income Fund decreased by

## Investment Manager's Report *(continued)*

10.34% from £1.022 to £0.916. As from migration of the Fund, from the La Valette Funds SICAV p.l.c. to the Vilhena Funds SICAV p.l.c., on 3 December 2013 to 30 April 2022, the share price decreased by 6.94%, from £0.9843 to £0.916.

### Portfolio Activity

In line with global bond markets, the UK Investment grade bond market reflected the increase in interest expectations by a rise in yields over the past twelve months. The UK 10-year Gilt increased by 103 basis points over one year, from 0.89% to 1.92%, while UK investment grade corporate bonds fell by 9.6% on a total return basis.

The strong and persistent levels of inflationary pressures forced a hawkish shift by the Bank of England (BOE), which kicked off its rate hiking cycle in its December Monetary Policy Committee meeting. Since then, the BOE hiked the bank rate from 0.1% to the 1% level, by May 2022, and above the pre-pandemic level of 0.75%.

The MPC meetings continued to highlight the two-sided risks that have evolved, particularly following Russia's invasion of Ukraine. The war has amplified expectations for weak growth and high inflation, with the BOE describing the growth drag as "materially larger" compared to previous projections. This led to revised forecasts, with the BOE now expecting the UK economy to grow by 3.75% in 2022, and to contract by 0.25% in 2023. In turn, inflation expectations have increased to 10.25%, and 3.5% in 2022 and 2023, respectively. Meanwhile, the unemployment rate is expected to improve to 3.5% in 2022 and increase to 4.25% in 2023. Nevertheless, concerns over inflationary pressures have superseded growth concerns, as the BOE retained a tightening bias.

The Fund's performance for the year under review reflects the rising yield environment, as prices fell. Despite the negative return, the Fund's performance proved more resilient, when compared to the overall market. The Fund benefitted from a short duration position, which protected against the increase in interest expectations and gained from the higher cash levels towards the end of the reporting period. In terms of credit, the Fund's exposure to BBB space within the Investment Grade spectrum was reduced as growth concerns increased.

### Income Distributions

The dividend declared as at 30 April 2022 is listed under note 10 of the financial statements.

### Outlook

The Investment Manager maintains a cautious view on the macro-economic outlook, and the increase in cost of financing. Overall, yields are expected to maintain their upward trajectory, and for real yields to remain elevated even if we move past peak inflation. Overall, the Investment Manager continues to prefer to hold a short duration position that protects the portfolio from the rising interest rate environment, as well as higher quality paper, given the increasing risk of slower economic growth.

## Vilhena High Yield Fund

### Investment Objective

The investment objective of the Fund is to aim to achieve a high level of income through investment in a diversified portfolio of transferable securities consisting principally of debt instruments whilst also seeking to achieve capital appreciation.

### Fund Performance

#### EUR Class of Shares

During the year from 1 May 2021 to 30 April 2022, the share price of the Vilhena High Yield Fund EUR class of shares decreased by 10.04% from €0.694 to €0.624. As from migration of the Fund, from the La Valette Funds SICAV p.l.c. to the Vilhena Funds SICAV p.l.c., on 3 December 2013 to 30 April 2022, the share price decreased by 22.95%, from €0.8099 to €0.624.

#### USD Class of Shares

During the year from 1 May 2021 to 30 April 2022, the share price of the High Yield Fund USD class of shares decreased by 10.93% from \$0.852 to \$0.759. As from 5 November 2014 (date from which the USD class of shares was made available), to 30 April 2022, the share price decreased by 24.1%, from \$1.0000 to \$0.759.

### Portfolio Activity

Over the year under review, the global economy was growing well above trend growth rates thanks to the fiscal and monetary stimulus implemented to pull the economy out of recession.

Unfortunately, inflationary pressures have continued to push higher, driven by a supply shock in energy. Furthermore, the inflationary pressures, which were expected to be temporary, were proving to be longer lasting and more pervasive than expected. Central Banks, who were initially reluctant to tighten policy, changed their views and indicated that tighter policy was needed to stop longer term inflation expectations from shifting higher permanently. The high yield bond market traded largely sideways with European High yield markets seeing yields trade in the range of 2.8% to 3.4%, between

May 2021 and December 2021. At the start of 2022, the markets began pricing in aggressively higher future interest rates combined with a slowing growth profile, made worse by the war in Ukraine and rising energy prices. European high yield market yields rose sharply between February and April 2022, ending the period at 5.3%. Yields in the US High Yield market followed a similar pattern and ended the period at 7.1%. Despite seeing considerably wider credit spreads relative to government bonds and higher overall yields, the Sub-Investment Manager has not seen a change in the default environment or any deterioration in the credit quality of the underlying companies.

The Fund's overall credit risk position was increased in the second half of 2021 given the supportive growth environment. As concerns about growth, inflation and interest rates grew in quarter 1 of 2022 the Sub-Investment Manager started to reduce its long risk position by going underweight CCC rated credits and consumer cyclicals issuers (retailers) who have been under pressure. The Sub-Investment Manager avoided exposure to companies with material exposure to Russia or Ukraine. The Sub-Investment Manager preference to the auto sector has decreased, given supply chain disruptions and towards transport on valuations. Preferred sectors have been whole business securitisations, like pubs, where it is expected to see bonds called and tendered for as companies improve their funding schedule. The Sub-Investment Manager has also preferred the chemicals sector which has seen record profits and most of the companies have strong balance sheets. The Fund preferred positions in Energy companies which has also been a positive contributor for performance.

#### **Income Distributions**

The dividend declared as at 30 April 2022 listed under note 10 of the financial statements.

### **Vilhena Euro Income Fund**

#### **Investment Objective**

The investment objective of the Fund is to aim to achieve a reasonable level of income, with the possibility of capital growth, through investment in debt securities consisting principally of Euro denominated debt securities.

#### **Fund Performance**

##### ***Accumulator Class of Shares***

During the year from 1 May 2021 to 30 April 2022, the share price of the Vilhena Euro Income Fund accumulator class of shares decreased by 8.67% from €3.702 to €3.381. As from migration of the Fund, from the La Valette Funds SICAV p.l.c. to the Vilhena Funds SICAV p.l.c., on 3 December 2013 to 30 April 2022, the share price increased by 8.05%, from €3.1290 to €3.381.

##### ***Quarterly Distributor Class of Shares***

During the year from 1 May 2021 to 30 April 2022, the share price of the Vilhena Euro Income Fund quarterly distributor class of shares decreased by 9.38% from €1.24 to €1.123. As from migration of the Fund, from the La Valette Funds SICAV p.l.c. to the Vilhena Funds SICAV p.l.c., on 3 December 2013 to 30 April 2022, the share price decreased by 3.65%, from €1.1655 to €1.123.

##### ***Monthly Distributor Class of Shares***

During the year from 1 May 2021 to 30 April 2022, the share price of the Vilhena Euro Income Fund monthly distributor class of shares decreased by 9.38% from €2.668 to €2.417. As from migration of the Fund, from the La Valette Funds SICAV p.l.c. to the Vilhena Funds SICAV p.l.c., on 3 December 2013 to 30 April 2022, the share price decreased by 3.21%, from €2.4972 to €2.417.

#### **Portfolio Activity**

In line with global bond markets, the Euro Investment Grade bond market reflected the increase in interest rate expectations as a result of a rise in yields over the past twelve months. The 10-year German bond increased by 114 basis points over one year, from -0.206% to 0.935%, while Euro Investment Grade corporate bonds fell by 9.31% on a total return basis.

Like the rest of the major Central Banks, the ECB underestimated the longevity of inflation and often referred to the high numbers as 'transitory'. This led the ECB to react to the persistent high inflation numbers which reached the 7.5% levels by the end of April 2022. Despite lagging the Federal Reserve and the BoE in its tightening cycle, the ECB switched to a very hawkish tone over this year. Investors are pricing in a July rate hike while ending its net asset purchases in the third quarter.

The ECB, like its counterparts, was caught in a difficult scenario as the Russia-Ukraine war increased inflationary pressures while growth forecasts were revised downwards, resulting in a spike in yields and a resulting flattening of the yield curve.

The Fund's performance for the year under review reflects the rising yield environment, as prices fell. Despite the negative return, the Fund's performance proved more resilient, when compared to the overall market. The Fund benefitted from

## Investment Manager's Report *(continued)*

a short duration position, which protected against the increase in interest expectations and gained from the higher cash levels towards the end of the reporting period. In terms of credit, the Fund's exposure to BBB space within the Investment Grade spectrum was reduced as growth concerns increased.

### Income Distributions

The dividend declared as at 30 April 2022 is listed under note 10 of the financial statements.

### Outlook

The Investment Manager maintains a cautious view on the macro-economic outlook, and the increase in cost of financing. Overall, yields are expected to maintain their upward trajectory, and for real yields to remain elevated even if we move past peak inflation. Overall, the Investment Manager continues to prefer to hold a short duration position that protects the portfolio from the rising interest rate environment, as well as higher quality paper, given the increasing risk of slower economic growth.

**Vilhena Global Themed Fund  
Vilhena European Multi-Manager Fund  
Vilhena Global Balanced Multi-Manager Fund  
Vilhena Far East Opportunities Fund**

**Vilhena Global Themed Fund**

### Investment Objective

The investment objective of the Fund is to aim to achieve long-term growth by investing in equity and equity related securities throughout the world.

### Fund Performance

#### **USD Class of Shares**

During the year from 1 May 2021 to 30 April 2022, the share price of the Vilhena Global Themed Fund USD Class of Shares decreased by 5.22% from \$1.892 to \$1.793. As from launch of the Fund on 26 February 2001 to 30 April 2022, the share price increased by 79.3%, from a fixed launch offer price of \$1.0000 to \$1.793.

#### **GBP Class of Shares**

During the year from 1 May 2021 to 30 April 2022, the share price of the Vilhena Global Themed Fund GBP Class of Shares increased by 4.52% from £2.031 to £2.123. As from 4 March 2013 (date from which the GBP class of shares was made available), to 30 April 2022, the share price increased by 112.3%, from a fixed launch offer price of £1.0000 to £2.123.

#### **EUR Class of Shares**

During the year from 1 May 2021 to 30 April 2022, the share price of the Vilhena Global Themed Fund EUR Class of Shares increased by 8.15% from €4.036 to €4.365. As from 4 April 2007 (date from which the EUR class of shares was made available), to 30 April 2022, the share price increased by 87.39%, from a fixed launch offer price of €2.3294 to €4.365.

### Portfolio Activity

The strong equity market performance recorded during the first six months of the year was primarily driven by the easing of COVID-19 related restrictions and reopen economies. A negative shift in sentiment, however, was triggered by a change in monetary policy rhetoric. This was subsequently exacerbated last February, as geopolitical tensions increased with respect to the Russia Ukraine war. Russia's invasion of Ukraine triggered a textbook risk-off reaction with a fall in risky assets and inflows into safe-haven assets, such as sovereign debt and the US dollar.

Since then, the global equity markets have been characterised by market volatility, as investors digested uncertainty relating Russia's war in Ukraine, growth concerns emanating from COVID-19 related lockdowns in China and concerns that monetary policy tightening may lead to a recession. The inflationary pressures, which were once thought to be transitory, have proven to be more persistent, forcing Central Banks across the globe to shift to a tightening cycle. Both the BOE and the US Federal Reserve announced an increase in interest rates over the past months, with the European Central Bank expected to follow suit.

On the positive side, quarterly earnings results continue to show a strong fundamental picture, with companies on average reporting sales and earnings growth, and managing to beat earnings expectations consistently over the past year. Even so, companies are increasingly less positive about the economic outlook going forward. The number of companies providing a positive guidance continued to decrease in the first quarter earnings season, with the overall increase in expected earnings for 2022 generally attributed to commodity sectors.



The Fund's performance for the period was primarily achieved both through its sectorial positioning as well as key stock selection. At a sector level, absolute performance was driven primarily by the energy and health care sectors, followed by the consumer staples, financials, and materials sectors. Meanwhile, the communication services and consumer discretionary sectors were the worst performers over the past 12 months. On a year-to-date basis, the Fund benefitted from the timely increase in cash ahead of Russia Ukraine war escalation, and the reallocation of cash in relatively better performing sectors. Overall, towards the end of the reporting period, the Fund has benefitted from the cautious positioning and locked in positive returns from its relatively higher exposure in energy and health care companies.

### Outlook

The Investment Manager maintains a cautious view on the equity market outlook, on the back of concerns of a slower growth, interest rate tightening cycle. The Fund holds an underweight allocation in the equity market, to protect against the rise in uncertainty. Across the underlying sectors, the Investment Manager maintains a favorable view on the energy sector, which is expected to benefit from the higher oil prices, and the health care sector, which acts as a key defensive play in this inflationary environment.

Selection is a key component of the investment process, particularly during such periods of high volatility. The Investment Manager continues to hold a positive view travel and leisure companies, which are expected to benefit from the re-opening of economies from COVID-19 restrictions, particularly across the western countries. In addition, the Investment Manager continues to favour sectors and companies which can benefit from an inflationary environment, particularly those with strong pricing power. On this basis we continue to balance near-term downside risks with long-term opportunities, that may arise.

## Vilhena European Multi-Manager Fund

### Investment Objective

The investment objective of the Fund is to achieve long-term capital growth. The Fund will be invested predominantly, though not exclusively, in units of collective investment schemes which invest in any sector of the economies of European countries, with a focus on member states of the European Union. The Fund may also invest directly in listed equity securities in European markets, whilst refraining from concentrating its investments in any one country or market sector of these European economies.

### Fund Performance

During the year from 1 May 2021 to 30 April 2022, the share price of the Vilhena European Multi-Manager Fund decreased by 0.14% from €2.118 to €2.115. As from launch of the Fund on 22 June 2004 to 30 April 2022, the share price increased by 111.5%, from a fixed launch offer price of €1.0000 to €2.115.

### Market Commentary

Over the twelve-month period ending 30 April 2022, global equities ended up by 10.5% with European Equities up by 7.09%. During the year under review, the global economies started to recover strongly as many health-related restrictions were eased, and in some regions eventually removed as countries started to return to normality and global mobility improved. In the new year however, volatility heightened and markets tumbled heavily as Russia invaded the sovereign state of Ukraine.

While some companies were able to insulate themselves from the global supply-chain crisis and deliver strong results by passing down higher prices to consumers, other companies struggled with parts shortage, China's gaming crackdown and more recently disruption emerging from Russia's invasion.

To combat persistent inflation, the Federal Reserve started tapering last year and has raised rates in March 2022 and plans six more hikes this year and four additional hikes next year. The ECB outlined plans to end bond purchases by the end of September 2022. ECB President Christine Lagarde indicated that a first interest rate rise could potentially come this year, saying rates would rise "some time" after asset purchases had concluded.

The invasion in Ukraine led to a spike in energy prices and caused some fears about security of supply in Europe. Germany suspended the approval of the Nord Stream 2 gas pipeline from Russia. The European Commission announced a plan – RePowerEU – designed to diversify sources of gas and speed up the roll-out of renewable energy. However, in the meantime there are fears that the high energy prices will weigh on both business and consumer demand, hitting economic activity.

The ongoing war in Ukraine and rising inflation led to a small pullback in forward-looking measures of economic activity. The flash eurozone composite purchasing managers' index (PMI) slipped to 54.5 in March 2022 from 55.5 in February 2022, though a level over 50 still represents expansion. Annual eurozone inflation reached 7.5% in April 2022, up from 7.4% in March 2022. Russia halted gas supplies to Poland and Bulgaria after the two countries refused to comply with a decree from Russia that payment must be made in roubles.

## Investment Manager's Report *(continued)*

From a European sector perspective, during the twelve-month period ending 30 April 2022, the Energy (+50.3%), Health Care (+24.2%) and Consumer Staples (+12.7%) were the best performing sectors with the worst being Real Estate (-6.0%), Information Technology (-6.6%) and Consumer Discretionary (-12.7%).

*\* all returns in EUR, total return and quoted from Bloomberg.*

### Portfolio Activity

Following strong economic numbers last year and optimism for re-opening, whilst expectations of Central Bank tightening resumed, the Investment Manager continued with the overweight approach in cyclicals. Exposure in the managed fund, Brook European Focus Fund was also increased due to its value tilt which helped the manager to outperform strongly against the more growth-oriented managers. On this front, the Investment Manager also decided to sell-off a substantial portion of Growth oriented managers, mainly the Morgan Stanley Europe Opportunistic Fund and Comgest Growth Europe Smaller Companies Fund which have been underperforming during the period. The Investment Manager also took profits from Nordic exposure, which was a good performer during the pandemic, but now started to suffer in a rising rate environment.

In January 2022, the Investment Manager switched UK exposure from Small Cap to Large Cap due to a more hawkish stance from the BoE which is a tailwind to UK Large Caps due to its higher commodities/financials' exposure. In mid-February 2022, the Investment Manager decided to gradually increase the cash allocation in the Fund just before the actual invasion of Russia as a portfolio protection measure. Exposure to Smart Beta ETFs, mainly Minimum Volatility and High Dividend was also introduced. These strategies are expected to out-perform in a slowdown and volatile scenario. Cash, was once again decreased but still kept at around 5% due to the instability in the markets.

### Outlook

The effect of the conflict in Ukraine in Europe is quite significant. Roughly a third of the natural gas used in Europe comes from Russia. The challenge Europe now faces is trying to replace gas from Russia quickly enough to build reserves sufficiently to prevent energy rationing in Northern Europe - something that would hit power-intensive industries and affect economic growth more broadly.

Ukraine on the other hand is an important exporter of wheat. The disruption to the world's wheat supply would disproportionately affect low- and middle-income countries, where food accounts for a greater portion of the consumption basket. Food supply disruption could pose a headwind for European equities given that European companies derive approximately one-quarter of their revenue in aggregate from emerging markets, which in turn rely heavily on Ukraine. This could have a negative compounding effect in an already-inflationary environment.

In a bid to stay ahead of growing inflation risks, the ECB is likely to stay the course in seeking to normalise interest rates. But that creates a series of other implications, chief among them is trying to strike the right balance between inflation and growth. A miscalculation could translate into economic consequences, as well as political ones.

This complex environment is likely to be positive for stock selection once the macro situation becomes less volatile. In some cases, valuations have become detached from company fundamentals, and there is now a wide dispersion of returns across sectors and companies. A focus on fundamentals and active management will be critical for identifying potential winners.

Due to Europe's reliance on Russian Oil & Gas, recessionary environment looming and accommodative cycle coming to an end in Europe, the Investment Manager is currently holding a more overall neutral stance. The Investment Manager is however still holding significant overweight's in sectors which tend to benefit in a low growth, high inflation environment including Energy and Materials whilst underweight in growth oriented sectors including Information Technology and Consumer Discretionary.

### Vilhena US Multi Manager Fund

#### Investment Objective

The investment objective of the Fund is to endeavour to maximise the total level of return to investors over the longer term, whilst minimising the volatility of the portfolio, by investing predominantly, though not exclusively, in units of collective investment schemes.

#### Fund Performance

##### EUR Class of Shares

During the year from 1 May 2021 to 30 April 2022, the share price of the Vilhena US Multi Manager Fund EUR class of shares decreased by 7.02% from €1.224 to €1.138. As from launch of the Fund on 14 February 2014, whereby it was known as the Vilhena Global Balanced Multi Manager Fund, to 30 April 2022, the share price increased by 13.8%, from €1.0000 to €1.138.

### **USD Class of Shares**

The Vilhena US Multi Manager Fund USD class of shares was launched on the 1 April 2022. As from launch to the 30 April 2022, the share price decreased by 11.65% from \$1.358 to \$1.2.

Previous to the 1 April 2022, the Fund was known as the Vilhena Global Balanced Multi Manager. The investment policies and the name of the Fund were changed with effect from the 1 April 2022.

### **Portfolio Activity**

The Fund commenced the year under review as Vilhena Global Balanced Multi Manager Fund, with Waverton Investment Management Limited as its Sub-Investment Manager. During the 11 months up to 31 March 2021, the Fund's fixed income content outperformed global investment grade bonds. However, the Fund's equity content materially underperformed. Regionally, only the US managers outperformed with the UK and Japanese managers in particular encountering difficult market conditions. The common theme was style bias with the majority of the managers favouring a quality growth style when the Sub-Investment Manager saw a marked rotation into value particularly during the last four months of the year 2021. Another contributory factor was the Sub-Investment Manager's decision to liquidate the Fund to ensure an orderly and timely transfer to the management of BOV Asset Management Limited on 1 April 2022. From the date of liquidation to the date of transfer, global equities returned 2.3% which, unfortunately the Fund was unable to participate in.

The sub-investment manager delegation agreement with Waverton Investment Management for the Vilhena Global Balanced Multi-Manager Fund was terminated on the 31 March 2022, and since then the Fund is being managed by the Investment Manager directly. Upon in-housing of the Fund's investment management, it has been agreed that the investment policies of the Sub-Fund be updated, such that the Sub-Fund will no longer invest the majority of its Net Asset Value in other collective investment schemes and debt securities, but rather predominately in units of other collective investment schemes and exchange traded products which have a significant exposure to United States securities and/or equities as part of their underlying assets. Thus, the Investment Manager is now taking a multi-strategy approach to investments which involves the use of both fundamental and momentum strategies to capture the relative alpha. The strategy would include both long term conviction on the manager but also incorporate short to medium term views based on market dynamics. The asset allocation would include a blend of low-cost Exchange Trade Funds, active managed funds, and Smart Beta instruments. When taking over the Fund, the Investment Manager started to implement the in-house strategy by allocating into sector specific funds based on a multi-strategy approach. The Investment Manager has also introduced four new active managers which can generate additional alpha to the Fund's strategy. These have been chosen following extensive quantitative analysis involving the scrutiny of risk/return data sets. Qualitative studies involving direct meetings with managers to analyse their processes, management and philosophy were also conducted. Smart Beta ETFs including Value Factor and Sustainable thematic ETFs were also included as an additional source of alpha generation. Due to the current volatile environment, cash position in the Fund has been held at around 5% to limit market movements during the period.

### **Outlook**

After ending last year at record highs despite growing concerns regarding inflation and increasing Omicron-led COVID-19 cases, U.S. equity markets started the year on a negative note as uncertainties circling the economy and markets grew both in intensity and number with Russia's invasion of Ukraine.

One of the most critical measures taken has been Russia's removal from the global banking system and further isolation through a variety of sanctions. The restrictions enacted by the US and allies opposed to Russia's aggression will accelerate the de-globalization trend already occurring across the global economy.

Inflation continued to increase aggressively during the year under review. The dramatic monetary and fiscal stimulus necessary to combat the worst of the pandemic ultimately created a collision between consumer demand and disrupted supply chains. Furthering the issue, is the new impact of the war on commodity prices as well as ongoing, though sporadic COVID-19 outbreaks. The dependence on Russia for global markets is not just for Oil and Natural Gas, but both Russia and Ukraine are also large grain producers.

The FED has raised rates in March 2022 and plans six more hikes this year and four additional hikes next year. Generally, equities tend to be very much volatile during such period although this is balanced with higher prices longer term. U.S. corporate earnings have remained strong during the period. In fact, companies have done well to navigate cost headwinds from supply-chain shortages while maintaining margins (still above long run averages).

The war in Ukraine has injected further uncertainty for the outlook, but the USA should be among the most resilient economies globally, given its energy independence and its lower share of commodity consumption in GDP. More broadly, the business cycle is rapidly maturing. The labour market is tight, and the Fed is on a path to more restrictive monetary policy. That means recession risks are gradually increasing. 2022 still looks to be a year of above-trend growth, though, as strong household and corporate balance sheets keep the economy on firm footing for now. The biggest unknown for investors is whether central bankers will be able to engineer a so-called 'soft landing' using rates to slow the economy without overshooting and causing a recession.

# Investment Manager's Report *(continued)*

## Vilhena Far East Opportunities Fund

### Investment Objective

The Fund seeks to achieve capital growth and generate an income through diversified investment in equities of Asian Pacific companies (excluding Japanese equities).

### Fund Performance

During the year from 1 May 2021 to 30 April 2022, the share price of the Vilhena Far East Opportunities Fund decreased by 19.37% from \$2.6013 to \$2.0975. As from migration of the Fund, from the La Valette Funds SICAV p.l.c. to the Vilhena Funds SICAV p.l.c., on 2 May 2014 to 30 April 2022, the share price decreased by 24.34%, from \$1.6869 to \$2.0975.

### Portfolio Activity

The year under review was especially challenging due to the bifurcation across the different markets in the region. Chinese equities, which had rallied strongly in early 2021, were put under significant pressures following antitrust investigations into the major internet platforms and the introduction of strict regulation for after school education and video gaming companies. Towards the end of the year, already weakened investor sentiment was compounded by the emergence of a debt crisis at property developer Evergrande, which further undermined investor confidence as regulations intended to improve the operating performance of a sector threatened to drive major players into bankruptcy.

The recent re-emergence of COVID-19 and resulting lockdowns caused yet more uncertainty, resulting in China being the worst performing market. In contrast, Indian and Indonesian equities performed strongly during the period. These were supported by successful vaccination roll-outs, the re-opening of their domestic economies, and in the case of Indonesia due to the potential support to the economy from inflation in the prices of key commodities.

The largest contributor to performance during the period was Astra International, which rebounded strongly following the easing of lockdowns in Indonesia which helped support the demand for autos and financial services. International Container Terminals was a beneficiary of utilisation at key ports within its portfolio which drove operating leverage & good earnings growth during the period. Finally, Chailease Holdings continued to deliver stable loan growth in key markets (Taiwan & China) which was supported by improving asset quality as their SME customer base operations recovered post-COVID-19.

The Fund's major detractors from performance were all impacted, directly or indirectly, by regulation and macro concerns around China. Alibaba continued to underperform despite the resolution of its antitrust investigation in April 2021 as the heightened regulatory scrutiny on technology platforms in China caused investors to worry about future growth and profitability. Towards the end of the year, the zero-COVID-19 policy in China meant that severe lockdowns were put in place across major cities (Shanghai and Shenzhen) as case numbers began to rise. This created a difficult environment for domestic restaurant operators such as Xiabuxiabu, which had rallied strongly in the second half of 2021 on more optimistic growth expectations. The Fund no longer holds position over concerns with the lack of shareholder engagement from the new management team despite a weakening operating environment and share price. The thesis for owning Hong Kong Exchanges is that this company should become the preferred listing destination for Chinese entities wishing to have access to international investors, as well as a growing demand for the stock and bond connect to help improve international capital flows into China. However, as investor sentiment towards the region weakened substantially throughout the year, HKEX experienced a slowdown in demand for new listings (IPOs) which are a major profit driver. The Fund has retained this position at this stage as this impact should be temporary since most companies will eventually need more capital to sustain their growth.

### Outlook

Recent company commentary has highlighted challenges to supply chains and consumption demand reaching far beyond Asia. Food as a proportion of household CPI in the region is high, as is the case for the Philippines and Indonesia, Hong Kong, Taiwan, and Singapore. This is a much larger proportion of household expenditure than in western markets such as the US and suggests that prolonged price increases could have a meaningful impact on household balance sheets. Some countries are already imposing restrictions to help mitigate these impacts; for example, Indonesia has recently banned the export of palm oil to help protect the domestic economy. Indian authorities have similarly limited wheat exports. Although these policies may have a short term benefit to domestic economies, they also raise risks of higher prices for other geographies which could prolong the inflationary pressures overall. Elsewhere, companies indicate that their current demand environment is not sufficiently strong to sustain interest rate rises beyond next year. The Fund will be allocating capital cautiously and closely monitoring developments in China where authorities have indicated an economic stimulus is likely as the country emerges from the largest domestic COVID-19 outbreak since 2020. Investor sentiment towards Chinese equities is extremely weak today, though policy support could result in a meaningful rebound in asset valuations. March 2022 recently saw a substantial rally in the internet & technology stocks when authorities pledged their support for financial markets. China will be immune from inflationary challenges, though the headwinds from negative sentiment could be alleviated through more investor-friendly policies. The Fund's priority is to identify businesses where operations are resilient to the current environment and where margins may be protected through pricing power or efficiency improvements. In combination with the focus on management quality and attractive risk-adjusted valuations, this should help the Sub-Investment Manager to navigate the current economic uncertainty.

*The Funds' performance figures listed above have been rounded to two decimal places whilst the fund prices are listed either to three decimal places or to four decimal places, as stipulated in the relevant Fund Supplement. The Fund's closing price for the reporting period reflects the Fund's price published on the 2 May 2022 based on the valuation of the 29 April 2022. Furthermore, for certain funds, the comparative has been taken against the price applicable on the date of migration from the La Valette Funds SICAV p.l.c. or Wignacourt Funds SICAV p.l.c., as applicable, to the Vilhena Funds SICAV p.l.c., given that the investment parameters prior to this time were not the same as those upon migration. Past performance is not necessarily indicative of future results. Some of the opinions expressed herein are of a forward-looking nature and should not be interpreted as investment advice. The Investment Manager has obtained the information contained in this document from sources believed to be reliable but has not independently verified the information contained herein and therefore its accuracy cannot be guaranteed. The Investment Manager makes no guarantees, representations or warranties and accept no responsibility or liability as to the accuracy or completeness of the information contained in this document. The Investment Manager has no obligation to update, modify or amend this article or to otherwise notify a reader thereof in the event that any matter stated therein, or any opinion, projection, forecast or estimate set for the herein changes or subsequently becomes inaccurate.*

*(Sources: Central Bank of Malta, European Central Bank, BOV Asset Management Limited, Malta Stock Exchange, Insight Investment Management (Global) Limited, Waverton Investment Management, U.S. Federal Reserve)*

30 April 2022

## Directors' Report

The Directors are hereby laying before and for the approval by the Shareholders at this Annual General Meeting, the Annual Report, including the financial statements of the Company for the year ended 30 April 2022.

### Principal Activities

The Company is organised under the laws of Malta as a multi-fund investment company with variable share capital (SICAV). The Company was registered on 10 October 1997 and licensed as a Collective Investment Scheme under the Investment Services Act (Cap. 370 of the Laws of Malta). As at the date of this report, the Company has established fourteen sub-funds:

**Vilhena Malta Fund**  
**Vilhena Maltese Equity Focus Fund**  
**Vilhena Malta Bond Fund**  
**Vilhena Malta Government Bond Fund**  
**Vilhena Maltese Opportunities Fund**  
**Vilhena Global Themed Fund**  
**Vilhena European Multi Manager Fund**  
**Vilhena Far East Opportunities Fund**  
**Vilhena Sterling Income Fund**  
**Vilhena Euro Income Fund**  
**Vilhena High Yield Fund**  
**Vilhena Broad Opportunities Fund**  
**Vilhena US Multi Manager Fund**  
*(formerly Vilhena Global Balanced Multi Manager Fund)*  
**Vilhena Euro Liquidity Fund**

The Company has no employees.

In line with Article 6 of Regulation (EU 2019/2088) of the European Parliament and of the Council of 27 November 2019 on sustainability related disclosures in the financial services sector, the sub-funds do not promote environmental or social characteristics in a way that meets the specific criteria contained in Article 8 of the Sustainable Finance Disclosure Regulation ("SFDR") or have sustainable investment as their objective in a way that meet the specific criteria contained in Article 9 of SFDR. Accordingly, the investments underlying the sub-funds do not take into account the EU criteria for environmentally sustainable economic activities.

### Review of Business

The net assets attributable to holders of redeemable shares as at 30 April 2022 stood at €762.27 million, a decrease of 11.98% from that registered 30 April 2021, which stood at €866.09 million.

The results for the year ended 30 April 2022 are shown in the statements of comprehensive income on page 30. The Company reported a decrease in total net assets attributable to holders of redeemable shares from operations amounting to €71.00 million (2021: increase of €24.47 million).

The individual performance of the sub-funds is further described in the Investment Manager's Report on pages 6 to 19.

### Principal Risks and Uncertainties

Principal Risks and Uncertainties are disclosed in the information about the Scheme section on pages 104 to 113. In addition, the individual financial risk management objectives, policies and exposures of the sub-funds are further described in note 14 in the Notes to the Financial Statements.

### Regulatory Affairs

On the 4 May 2021, the Vilhena Global Themed Fund Supplement was updated to reflect the removal of the Sub-Investment Manager.

On the 6 May 2021, the Vilhena Euro Income Fund Supplement and Vilhena Sterling Income Fund Supplement were updated to reflect the removal of the Sub-Investment Manager.

On 3 September 2021, during the Company's Annual General Meeting, the term of office as Directors of Mario Grima, Marisa Ciappara and BOV Asset Management Limited expired. There were no regulatory implications. The appointment of Mr Kenneth Farrugia, Mr Romeo Cutajar and Ms Anita Mangion as Directors was approved by the shareholders of the Company during the same Annual General Meeting, with regulatory appointment being received on the 19 October 2021 in respect of Messrs Farrugia and Cutajar and on the 15 February 2022 in relation to the appointment of Ms Mangion.

On 1 November 2021, Ms Mariella Scerri resigned from Director of the Company. There were no regulatory implications to this resignation.

On 29 March 2022, the Offering Supplement of the Vilhena Maltese Equity Focus Fund was updated to reflect the introduction of a new share class which share class had not yet launched as at the 30 April 2022. On 29 March 2022, a new ISC Accumulator class denominated in EUR was introduced in Vilhena Maltese Equity Focus Fund. As at reporting date there were no subscriptions or activity in the new sub-fund.

On 1 April 2022, the Offering Supplement of the Vilhena Global Balanced Multi Manager Fund was updated to reflect the removal of the Sub-Investment Manager, updates to the investment policies and a change in name to Vilhena US Multi Manager Fund as well as the introduction of a new share class denominated in USD which share class had not yet launched as at the 30 April 2022. On 1 April 2021, a new accumulator share class denominated in USD was introduced in Vilhena US Multi-Manager Fund. As at reporting date there were no subscriptions or activity in the new sub-fund.

On 25 April 2022, the MFSA approved the appointment of Mr Arthur Ripard on the Board of Directors of the Company. Shareholder approval is being sought from the shareholders at the forthcoming Annual General Meeting of the Company.

On the 29 April 2022, the Company affected a mandatory repurchase of all shares in the Vilhena Broad Opportunities Fund. The Fund's licence has, in the meantime, been duly surrendered by the Company, post year-end.

On the 12 May 2022, the MFSA approved the appointment of Mr Karol Farrugia on the Board of Directors of the Company. Shareholder approval is being sought from the shareholders at the forthcoming Annual General Meeting of the Company.

#### **Standard Licence Conditions and Regulatory Sanctions**

During the year ended 30 April 2022 there were no breaches of the standard licence conditions and no other breaches of regulatory requirements which were subject to an administrative penalty or regulatory sanctions.

#### **Results and Dividends**

Dividends declared for the year ended 30 April 2022 can be found under note 10.

#### **Directors**

The Directors of the Company who held office during the year under review are listed on page 4.

#### **Auditors**

A resolution to reappoint KPMG as external auditors will be proposed at the Annual General Meeting.

On behalf of the Board

**Mr Guido Mizzi**  
*Chairman*

**Mr Arthur Ripard**  
*Director*

2 August 2022

## Rapport tad-Diretturi

Bil-preżenti, id-Diretturi jqiegħdu quddiem l-Azzjonisti għall-approvazzjoni f'din il-Laqqha Ġenerali Annwali, ir-Rapport Annwali li jinkludi r-Rapporti Finanzjarji tal-Kumpanija għas-sena li għalqet fit-30 ta' April 2022.

### Attivitajiet Prinċipali

Il-Kumpanija hija regolata taħt il-ligijiet ta' Malta bħala kumpanija ta' investiment b'multi-fondi b'kapital azzjonarju varjabbli (SICAV). Il-Kumpanija għet irregistrata fl-10 ta' Ottubru 1997 u hija liċenzjata bħala Skema ta' Investiment Kollettiv taħt l-Att dwar Servizzi ta' Investiment (Kap. 370 tal-Ligijiet ta' Malta). Fid-data ta' dan ir-rapport, il-Kumpanija kienet stabbiliet erbatax-il sottofond :

**Vilhena Malta Fund**  
**Vilhena Maltese Equity Focus Fund**  
**Vilhena Malta Bond Fund**  
**Vilhena Malta Government Bond Fund**  
**Vilhena Maltese Opportunities Fund**  
**Vilhena Global Themed Fund**  
**Vilhena European Multi Manager Fund**  
**Vilhena Far East Opportunities Fund**  
**Vilhena Sterling Income Fund**  
**Vilhena Euro Income Fund**  
**Vilhena High Yield Fund**  
**Vilhena Board Opportunities Fund**  
**Vilhena US Multi Manager Fund**  
*(qabel kien magħruf bħala Vilhena Global Balanced Multi Manager Fund)*  
**Vilhena Euro Liquidity Fund**

Il-Kumpanija m'għandhiex impjegati.

F'konformità mal-Artikolu 6 tar-Regolament (UE 2019/2088) tal-Parlament Ewropew u tal-Kunsill tas-27 ta' Novembru 2019 dwar l-iżvelar relatat mas-sostenibbiltà fis-settur tas-servizzi finanzjarji, is-sottofondi ma jippromwovux karatteristiċi ambjentali jew soċjali b'mod li jissodisfa l-kriterji speċifiċi li jinsabu fl-Artikolu 8 tas-Sustainable Finance Disclosure Regulation ("SFDR") jew ikollhom investiment sostenibbli bħala l-objettiv tagħhom b'mod li jissodisfaw il-kriterji speċifiċi li jinsabu fl-Artikolu 9 tas-Sustainable Finance Disclosure Regulation ("SFDR"). Għaldaqstant, l-investimenti sottostanti tas-sottofondi ma jqisux il-kriterji tal-UE għal attivitajiet ekonomiċi ambjentalment sostenibbli.

### Harsa lejn l-Attività tan-Negozju

Fit-30 ta' April 2022, l-assi netti attribwibbli għad-detenturi tal-ishma li jistgħu jinfedew kienu ta' €762.27 miljun, tnaqqis ta' 11.98% miċ-ċifra rreġistrata fit-30 ta' April 2021, li kienet ta' €866.09 miljun.

Ir-riżultati għas-sena li għalqet fit-30 ta' April 2022 jidhru fl-'Statements of comprehensive income' fil-paġna 30. Il-Kumpanija rreġistrat tnaqqis fl-assi netti totali attribwibbli għad-denenturi tal-ismha li jistgħu jinfedew mill-operat li tammonta għal €71.00 miljun (2021: zieda ta' €24.47 miljun).

Il-prestazzjoni individwali tas-sottofondi hija deskritta aktar fir-Rapport tal-Maniġer ta' Investiment fil-paġni 6 sa 19.

### Riskji Prinċipali u Incertezzi

Ir-Riskji Prinċipali u l-Incertezzi jinsabu fit-taqsim ta' informazzjoni dwar l-skema fil-paġni 104 u 113. Barra minn hekk, l-objettivi individwali tal-immaniġġjar tar-riskju finanzjarju, il-politiki u l-iskoperturi tas-sottofondi huma deskritti aktar fin-Nota 14 fin-Noti għar-Rapporti Finanzjarji.

### Affarijiet Regulatorji

Fl-4 ta' Mejju 2021, is-Suppliment tal-Vilhena Global Themed Fund ġie agġornat biex jirrifletti t-tneħħija tas-Sub-Investment Manager.

Fis-6 ta' Mejju 2021, is-Suppliment tal-Vilhena Euro Income Fund u s-Suppliment tal-Vilhena Sterling Income Fund ġew agġornati biex jirriflettu t-tneħħija tas-Sub-Investment Manager.

Fit-3 ta' Settembru 2021, waqt il-Laqqha Ġenerali Annwali tal-Kumpanija, skada l-mandat bħala Diretturi ta' Mario Grima, Marisa Ciappara u BOV Asset Management Limited. Ma kien hemm l-ebda implikazzjonijiet regulatorji. Il-ħatra tas-Sur Kenneth Farrugia, is-Sur Romeo Cutajar u s-Sinjura Anita Mangion bħala Diretturi għet approvata mill-azzjonisti tal-Kumpanija waqt l-istess Laqqha Ġenerali Annwali, b'ħatra regulatorja waslet fid-19 ta' Ottubru 2021 fir-rispett tas-Sinjura Farrugia u Cutajar u fil-15 ta' Frar 2022 fir-rispett tas-Sinjura Mangion.



Fl-1 ta' Novembru 2021, is-Sinjura Mariella Scerri rriżenjat minn Direttur tal-Kumpanija. Ma kien hemm ebda implikazzjonijiet regolatorji għal din ir-riżenja.

Fid-29 ta' Marzu 2022, is-suppliment tal-Vilhena Maltese Equity Focus Fund, kien aġġornat biex jirrifletti l-introduzzjoni ta' klassi ġdida liema klassi ma kienetx għada introdotta. Fid-29 ta' Marzu 2022, l-imsemmija klassi, 'ISC Accumulator', kienet introdotta demoninata fl-Ewro. Fid-data tar-rappurtaġġ ma kien hemm l-ebda sottoskrizzjonijiet jew attivita' fl'imsemmija klassi.

Fl' 1 ta' April 2022, is-supplement tal-Vilhena Global Balanced Multi Manager Fund, kien aġġornat biex jirrifletti l-tneħhija tas-'Sub Investment Manager'. Ġew wkoll aġġornati l-istrateġija tal-investiment kif ukoll l-isem li sar 'Vilhena US Multi-Manager Fund'. Kienet introdotta wkoll klassi ġdida denominata fid-Dollari Amerikan, liema klassi ma' kienetx għada introdotta fit-30 t'April 2022. Fl-1 t'April 2022, din il klassi denominata fid-Dollari Amerikan kienet introdotta fil-'Vilhena US Multi-Manager Fund'. Fid-data tar-rappurtaġġ ma kien hemm l-ebda sottoskrizzjonijiet jew attivita' fl'imsemmija klassi.

Fil-25 ta' April 2022, l-MFSA approvat il-hatra tas-Sur Arthur Ripard fuq il-Bord tad-Diretturi tal-Kumpanija. L-approvazzjoni tal-azzjonisti qed tintalab mill-azzjonisti fil-Laqqgħa Ġenerali Annwali tal-Kumpanija li jmiss.

Fid-29 ta' April 2022, il-Kumpanija affettwat 'mandatory repurchase' tal-ishma kollha tal- Vilhena Broad Opportunities Fund. Il-liċenzja tal-Fond għet ċeduta mill-Kumpanija wara t-30 t'April 2022.

Fit-12 ta' Mejju 2022, l-MFSA approvat il-hatra tas-Sur Karol Farrugia fuq il-Bord tad-Diretturi tal-Kumpanija. L-approvazzjoni tal-azzjonisti qed tintalab mill-azzjonisti fil-Laqqgħa Ġenerali Annwali tal-Kumpanija li jmiss.

#### **Standard Licence Conditions u Sanzjonijiet Regolatorji**

Matul is-sena li għalqet fit-30 ta' April 2022, ma kien hemm l-ebda ksur ta' standard licence conditions u ksur ieħor ta' rekwiżiti regolatorji li kienu suġġetti għal penali amministrattiva jew sanzjonijiet regolatorji.

#### **Riżultati u Tqassim ta' Dividendi**

Id-dividendi ddikjarati għas-sena li għalqet fit-30 ta' April 2022 jinsabu fin-Nota 10.

#### **Diretturi**

Id-Diretturi tal-Kumpanija li kellhom il-kariga matul is-sena eżaminata fir-Rapport jinsabu elenkati fil-paġna 4.

#### **Awdituri**

Ir-Riżoluzzjoni biex jerġgħu jiġu appuntati KPMG bhala awdituri esterni se tiġi proposta fil-Laqqgħa Ġenerali Annwali.

F'isem il-Bord

**Mr Guido Mizzi**  
Chairman

**Mr Arthur Ripard**  
Direttur

2 ta' Awissu 2022

*N.B: Il-verżjoni bl-Ingliż hija l-verżjoni ufficjali.*

## Report of the Custodian

# BOV

Bank of Valletta

Custody Services  
BOV Centre, Triq il-Kanun,  
Santa Venera SVR 9030 - Malta  
T: (356) 21312020  
F: (356) 22753710  
E: [customercare@bov.com](mailto:customercare@bov.com)  
[bov.com](http://bov.com)

2 August 2022

**Vilhena Funds SICAV p.l.c.**

### Annual Report of the Custodian

We, Bank of Valletta p.l.c., as Custodian to the Vilhena Funds SICAV p.l.c., (“the Company”), hereby, confirm that having enquired into the conduct of the Manager during the year from the 1st May 2021 until the 30th April 2022, it is our opinion that during this year, the Company and its Funds have been managed:

- (i) in accordance with the limitations imposed on the investment and borrowing powers of each Fund by the constitutional documents and by the Malta Financial Services Authority; with the exception of;

#### **Vilhena Far East Opportunities Fund (“the Sub-Fund”)**

On 17th March 2022, an incorrect FX rate was provided by the executing broker for the conversion of SGD into USD as a result of a sale of Venture Corp Ltd - ISIN SG0531000230 for SGD 114,072.95. The erroneous rate equated into an over-settlement of USD 70,000.00 and had an average effect of 1.7% on the Sub-Fund Net Asset Value. As a consequence to the above, the necessary NAV ratifications have been made and investors have been duly compensated with any losses that may have resulted.

- (ii) Otherwise, in accordance with the provisions of the constitutional documents and the Fund’s license conditions.

#### **Kevin Portelli**

Head - Custody Services  
Bank of Valletta p.l.c.

## Financial statements

# Statement of Financial Position

as at 30 April 2022

Vilhena Funds  
SICAV p.l.c.  
("The Company")

	30.4.2022	30.4.2021
	€	€
<b>ASSETS</b>		
Financial assets at fair value through profit or loss (note 3.1)	691,190,609	772,118,576
Term deposits at amortised cost (note 3.1)	43,832,698	50,578,782
Accrued income (note 5)	6,044,568	6,201,787
Other receivables and prepayments (note 4)	1,581,056	4,151,090
Cash and cash equivalents (note 13)	28,550,297	38,915,302
<b>Total assets</b>	<b>771,199,228</b>	<b>871,965,537</b>
<b>LIABILITIES</b>		
Financial liabilities at fair value through profit or loss (note 3.1)	1,921,785	152,192
Accrued expenses (note 6)	1,244,900	1,384,998
Other payables (note 6)	5,758,899	4,334,388
<b>Total liabilities (excluding net assets attributable to shareholders)</b>	<b>8,925,584</b>	<b>5,871,578</b>
<b>Net assets attributable to holders of redeemable shares</b>	<b>762,273,643</b>	<b>866,093,959</b>

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

These also include more detailed information about the amounts attributable to holders of redeemable shares, in the next page.

These financial statements on pages 26 to 79 were authorised for issue by the Board of Directors on the 2 August 2022 and were signed on its behalf by:

**Mr Guido Mizzi**  
Chairman

**Mr Arthur Ripard**  
Director



## Statement of Changes in Net Assets attributable to Holders of Redeemable Shares

for the year ended 30 April 2022

	Vilhena Funds SICAV p.l.c. ("The Company")	
	30.4.2022	30.4.2021
	€	€
<b>Net assets at beginning of year</b>	<b>866,093,959</b>	<b>838,176,401</b>
Creation of shares	67,667,604	99,302,392
Redemption of shares	(107,127,039)	(93,943,345)
Net equalisation	(21,242)	(150,236)
(Decrease)/Increase in net assets attributable to holders of redeemable shares	(71,002,149)	24,466,978
Effect of translation differences	6,662,510	(1,758,231)
<b>Net assets at end of year</b>	<b>762,273,643</b>	<b>866,093,959</b>

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

These also include more detailed information about the amounts attributable to holders of redeemable shares, in the next page.

## Supplementary information to the Statement of Changes in Net Assets attributable to Holders of Redeemable Shares

The following disclosure provides more detailed information about the net assets attributable to the holders of the redeemable shares. This information is being presented in accordance with the prevalent local practice.

for the year ended 30 April 2022

	Vilhena Malta Fund		Vilhena Malta Government Bond Fund		Vilhena Global Themed Fund		Vilhena European Multi-Manager Fund		Vilhena Broad Opportunities Fund		Vilhena Malta Bond Fund		Vilhena Sterling Income Fund		Vilhena High Yield Fund		Vilhena Euro Income Fund		Vilhena US Multi-Manager Fund *		Vilhena Far East Opportunities Fund		Vilhena Maltese Opportunities Fund		Vilhena Maltese Equity Focus Fund		Vilhena Euro Liquidity Fund	
	30.4.2022	30.4.2021	30.4.2022	30.4.2021	30.4.2022	30.4.2021	30.4.2022	30.4.2021	30.4.2022	30.4.2021	30.4.2022	30.4.2021	30.4.2022	30.4.2021	30.4.2022	30.4.2021	30.4.2022	30.4.2021	30.4.2022	30.4.2021	30.4.2022	30.4.2021	30.4.2022	30.4.2021	30.4.2022	30.4.2021	30.4.2022	30.4.2021
	€	€	€	€	\$	\$	€	€	€	€	€	€	£	£	€	€	€	€	\$	\$	\$	\$	€	€	€	€	€	€
<b>Net assets at beginning of year</b>	<b>42,350,800</b>	40,502,079	<b>332,720,276</b>	327,767,637	<b>24,306,912</b>	16,916,471	<b>27,592,172</b>	22,540,285	<b>2,844,850</b>	2,569,149	<b>166,567,133</b>	164,520,112	<b>66,517,282</b>	65,066,408	<b>81,157,159</b>	67,430,586	<b>25,499,853</b>	31,069,129	<b>11,557,031</b>	10,639,684	<b>4,720,676</b>	3,308,497	<b>25,808,997</b>	27,294,038	<b>15,289,626</b>	17,270,616	<b>35,293,151</b>	34,287,351
Creation of shares	3,493,127	3,551,032	17,432,661	29,731,570	7,109,672	2,351,582	2,097,011	1,653,499	186,291	343,139	20,473,757	33,030,927	2,101,634	2,899,455	11,973,921	9,761,681	143,299	208,299	777,493	901,900	255,904	300,403	906,844	1,096,007	435,516	563,312	305,121	13,017,268
Redemption of shares	(3,265,166)	(2,874,656)	(46,124,283)	(21,453,305)	(2,810,706)	(2,045,285)	(2,356,189)	(1,890,799)	(2,947,291)	(319,723)	(18,585,182)	(32,251,190)	(3,136,289)	(3,145,650)	(4,901,981)	(3,036,346)	(2,804,712)	(6,925,494)	(1,878,866)	(1,267,227)	(273,698)	(637,689)	(2,235,689)	(3,100,789)	(983,028)	(2,839,688)	(14,486,296)	(12,269,569)
Net equalisation	425	4,738	(61,743)	17,804	-	-	-	-	-	-	9,928	(191,172)	(4,638)	(3,648)	42,665	40,894	(1,373)	(1,598)	-	-	-	-	(5,607)	(8,188)	(17)	(8,518)	-	-
(Decrease)/Increase in net assets attributable to holders of redeemable shares	(2,465,687)	1,167,607	(31,875,027)	(3,343,430)	(1,662,419)	7,084,144	(33,153)	5,289,187	(83,850)	252,285	(10,663,489)	1,458,456	(6,822,159)	1,700,717	(8,167,065)	6,960,344	(2,163,498)	1,149,517	(1,227,558)	1,282,674	(911,936)	1,749,465	(1,700,406)	527,929	(1,089,941)	303,904	(1,037,145)	258,101
<b>Net assets at end of year</b>	<b>40,113,499</b>	42,350,800	<b>272,091,884</b>	332,720,276	<b>26,943,459</b>	24,306,912	<b>27,299,841</b>	27,592,172	-	2,844,850	<b>157,802,147</b>	166,567,133	<b>58,655,830</b>	66,517,282	<b>80,104,699</b>	81,157,159	<b>20,673,569</b>	25,499,853	<b>9,228,100</b>	11,557,031	<b>3,790,946</b>	4,720,676	<b>22,774,139</b>	25,808,997	<b>13,652,156</b>	15,289,626	<b>20,074,831</b>	35,293,151

\* (formerly Vilhena  
Global Balanced  
Multi-Manager Fund)

# Statement of Comprehensive Income

for the year ended 30 April 2022

	Vilhena Funds SICAV p.l.c. ("The Company")	
	30.4.2022	30.4.2021
	€	€
<b>Income</b>		
(Loss)/gain on financial assets and liabilities at fair value through profit or loss (note 3.2)	(50,227,838)	44,362,107
Interest income from financial assets at amortised cost	196,003	305,250
Dividend income	1,575,902	1,165,425
Management fee rebates	3,590	3,704
	<u>(48,452,343)</u>	<u>45,836,486</u>
<b>Expenses</b>		
Management fees (note 9a)	5,874,870	5,264,752
Registrar fees (note 9b)	1,169,351	1,190,119
Administration fees (note 9c)	2,034,212	2,054,395
Custodian fees (note 9d)	473,819	390,748
Trustee disbursements	51,246	94,781
Transaction costs	314,447	102,972
Legal and professional fees	258,318	176,301
Directors' remuneration	27,412	32,689
General administrative costs	397,051	616,041
	<u>10,600,726</u>	<u>9,922,798</u>
<b>Net (loss)/income</b>	<u>(59,053,069)</u>	<u>35,913,688</u>
Finance costs - distributions to holders of redeemable shares (note 10)	(10,242,181)	(9,718,783)
Withholding tax	(1,706,899)	(1,727,927)
<b>(Decrease)/Increase in net assets attributable to holders of redeemable shares</b>	<u>(71,002,149)</u>	<u>24,466,978</u>

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

These also include more detailed information about the amounts attributable to holders of redeemable shares, in the next page.



## Supplementary information to the Statement of Comprehensive Income

The following disclosure provides more detailed information about the comprehensive income attributable to the holders of the redeemable shares. This information is being presented in accordance with the prevalent local practice.

	Vilhena Malta Fund		Vilhena Malta Government Bond Fund		Vilhena Global Themed Fund		Vilhena European Multi-Manager Fund		Vilhena Broad Opportunities Fund		Vilhena Malta Bond Fund		Vilhena Sterling Income Fund		Vilhena High Yield Fund		Vilhena Euro Income Fund		Vilhena US Multi-Manager Fund *		Vilhena Far East Opportunities Fund		Vilhena Maltese Opportunities Fund		Vilhena Maltese Equity Focus Fund		Vilhena Euro Liquidity Fund	
	30.4.2022	30.4.2021	30.4.2022	30.4.2021	30.4.2022	30.4.2021	30.4.2022	30.4.2021	30.4.2022	30.4.2021	30.4.2022	30.4.2021	30.4.2022	30.4.2021	30.4.2022	30.4.2021	30.4.2022	30.4.2021	30.4.2022	30.4.2021	30.4.2022	30.4.2021	30.4.2022	30.4.2021	30.4.2022	30.4.2021	30.4.2022	30.4.2021
	€	€	€	€	\$	\$	€	€	€	€	€	€	£	£	€	€	€	€	\$	\$	\$	\$	€	€	€	€	€	€
<b>Income</b>																												
(Loss)/gain on financial assets and liabilities at fair value through profit or loss (note 3.2)	(1,892,913)	1,809,530	(26,155,623)	2,122,870	(1,484,166)	7,210,310	517,381	5,817,777	2,982	331,081	(6,858,466)	5,294,350	(4,149,513)	4,492,803	(2,548,621)	11,835,842	(1,626,989)	1,696,701	(1,130,051)	1,361,701	(884,788)	1,781,513	(1,499,826)	807,400	(947,556)	495,111	(963,148)	294,829
Interest income from financial assets at amortised cost	-	-	158,372	241,162	-	413	-	-	-	-	7,236	18,300	1,091	1,032	36	23	-	-	(164)	-	-	-	-	-	-	4,356	29,216	39,879
Dividend income	281,886	209,943	-	-	510,436	344,625	29,321	24,859	-	-	-	-	-	-	-	-	-	-	136,014	123,077	111,686	106,131	307,609	249,889	238,440	196,050	-	-
Management fee rebates	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	3,787	4,135	-	-	-	-	-	-	-	-
	(1,611,027)	2,019,473	(25,997,251)	2,364,032	(973,730)	7,555,348	546,702	5,842,636	2,982	331,081	(6,851,230)	5,312,650	(4,148,422)	4,493,835	(2,548,585)	11,835,865	(1,626,989)	1,696,701	(990,414)	1,488,913	(773,102)	1,887,644	(1,192,217)	1,057,289	(709,116)	695,517	(933,932)	334,708
<b>Expenses</b>																												
Management fees (note 9a)	269,414	267,044	1,864,906	1,542,784	356,406	266,018	364,340	313,349	10,230	10,259	908,610	823,628	484,768	503,798	837,917	760,810	176,331	215,536	115,405	110,912	46,082	45,261	182,046	191,158	181,080	189,884	12,160	12,931
Registrar fees (note 9b)	51,810	51,355	544,719	580,736	35,096	26,175	35,884	30,844	2,759	2,735	204,099	207,521	80,795	83,966	104,740	95,101	29,389	35,923	11,508	11,120	4,359	4,268	30,341	31,860	18,108	18,988	3,040	3,233
Administration fees (note 9c)	103,620	102,710	780,164	830,737	70,334	54,037	66,026	56,753	3,449	3,419	410,192	416,157	161,589	167,933	211,070	191,802	58,777	71,846	25,531	23,291	9,155	8,962	60,682	63,720	36,216	37,976	12,160	12,931
Custodian fees (note 9d)	23,363	16,888	118,510	108,090	28,071	19,053	24,407	19,525	6,881	3,339	73,994	58,068	31,128	30,154	41,048	33,370	22,620	17,755	22,249	17,250	23,828	21,079	19,804	22,554	18,036	18,815	17,825	8,874
Trustee disbursements	-	4,462	12,196	4,797	8,630	9,700	3,430	2,940	277	95	10,325	3,368	5,550	22,905	9,080	17,835	6,750	16,345	11	-	1,870	2,766	(3,604)	4,597	(5,187)	2,919	1,410	723
Transaction costs	8,750	9,905	66,867	14,398	63,177	-	47,540	45,257	2,923	70	22,689	8,712	32,408	-	-	-	15,266	-	24,511	3,142	7,468	5,799	5,926	8,246	3,166	6,207	12,552	2,546
Legal and professional fees	19,837	13,916	19,837	13,916	18,515	14,415	19,836	11,507	17,463	11,507	19,837	13,914	14,361	9,959	17,435	11,537	17,435	11,537	18,293	12,847	18,509	17,089	19,837	13,914	19,839	13,914	17,435	11,507
Directors' remuneration	1,973	2,321	1,973	2,321	2,023	2,923	1,973	2,321	1,979	2,321	1,973	2,321	1,601	2,001	1,973	2,321	1,973	2,321	2,042	2,591	2,023	2,923	1,973	2,321	1,973	2,321	1,973	2,321
General administrative costs	21,196	46,595	25,664	65,002	24,270	41,916	16,419	70,953	40,871	45,051	31,461	54,030	34,070	44,547	42,558	62,484	43,692	57,127	17,594	25,086	19,408	22,774	28,069	36,006	23,836	29,809	24,658	21,541
	499,963	515,196	3,434,836	3,162,781	606,522	434,237	579,855	553,449	86,832	78,796	1,683,180	1,587,719	846,270	865,263	1,265,821	1,175,260	372,233	428,390	237,144	206,239	132,702	130,921	345,074	374,376	297,067	320,833	103,213	76,607
<b>Net (loss)/income</b>	(2,110,990)	1,504,277	(29,432,087)	(798,749)	(1,580,252)	7,121,111	(33,153)	5,289,187	(83,850)	252,285	(8,534,410)	3,724,931	(4,994,692)	3,628,572	(3,814,406)	10,660,605	(1,999,222)	1,268,311	(1,227,558)	1,282,674	(905,804)	1,756,723	(1,537,291)	682,913	(1,006,183)	374,684	(1,037,145)	258,101
Finance costs - distributions to holders of redeemable shares (note 10)	(184,868)	(179,646)	(1,699,315)	(1,734,424)	-	-	-	-	-	-	(1,627,999)	(1,732,184)	(1,827,467)	(1,927,855)	(4,352,659)	(3,700,261)	(164,276)	(118,794)	-	-	-	-	(36,521)	(36,147)	(1,687)	-	-	-
Withholding tax	(169,829)	(157,024)	(743,625)	(810,257)	(82,167)	(36,967)	-	-	-	-	(501,080)	(534,291)	-	-	-	-	-	-	-	-	(6,132)	(7,258)	(126,594)	(118,837)	(82,071)	(70,780)	-	-
<b>(Decrease)/Increase in net assets attributable to holders of redeemable shares</b>	(2,465,687)	1,167,607	(31,875,027)	(3,343,430)	(1,662,419)	7,084,144	(33,153)	5,289,187	(83,850)	252,285	(10,663,489)	1,458,456	(6,822,159)	1,700,717	(8,167,065)	6,960,344	(2,163,498)	1,149,517	(1,227,558)	1,282,674	(911,936)	1,749,465	(1,700,406)	527,929	(1,089,941)	303,904	(1,037,145)	258,101

\* (formerly Vilhena  
Global Balanced  
Multi-Manager Fund)

# Statement of Cash Flows

for the year ended 30 April 2022

Vilhena Funds  
SICAV p.l.c.  
("The Company")

	30.4.2022	30.4.2021
	€	€
<b>Cash flows from operating activities</b>		
Interest received	21,484,085	21,694,841
Dividend income received	1,669,765	1,015,868
Bank interest received	10,273	16,266
Other income received	-	3,265
Operating expenses paid	(10,447,056)	(9,565,581)
Tax paid	(1,706,899)	(1,727,927)
Net proceeds from/(purchase of) investments	24,687,518	(8,395,670)
<b>Net cash generated from operating activities</b>	<b>35,697,686</b>	<b>3,041,062</b>
<b>Cash flows from financing activities</b>		
Amounts received on creation of shares	67,852,978	99,496,256
Amounts paid on redemption of shares	(105,887,626)	(94,287,489)
Distributions paid	(10,040,065)	(9,864,372)
<b>Net cash used in financing activities</b>	<b>(48,074,713)</b>	<b>(4,655,605)</b>
<b>Movements in cash and cash equivalents</b>	<b>(12,377,027)</b>	<b>(1,614,543)</b>
Cash and cash equivalents at beginning of year	38,915,302	40,636,292
Effect of exchange rate changes	2,012,022	(106,447)
<b>Cash and cash equivalents at end of year</b> (note 13)	<b>28,550,297</b>	<b>38,915,302</b>

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

These also include more detailed information about the amounts attributable to holders of redeemable shares, in the next page.

## Supplementary information to the Statement of Cash Flows

The following disclosure provides more detailed information about the cash flows attributable to the holders of the redeemable shares. This information is being presented in accordance with the prevalent local practice.

	Vilhena Malta Fund		Vilhena Malta Government Bond Fund		Vilhena Global Themed Fund		Vilhena European Multi-Manager Fund		Vilhena Broad Opportunities Fund		Vilhena Malta Bond Fund		Vilhena Sterling Income Fund		Vilhena High Yield Fund		Vilhena Euro Income Fund		Vilhena US Multi-Manager Fund *		Vilhena Far East Opportunities Fund		Vilhena Maltese Opportunities Fund		Vilhena Maltese Equity Focus Fund		Vilhena Euro Liquidity Fund	
	30.4.2022	30.4.2021	30.4.2022	30.4.2021	30.4.2022	30.4.2021	30.4.2022	30.4.2021	30.4.2022	30.4.2021	30.4.2022	30.4.2021	30.4.2022	30.4.2021	30.4.2022	30.4.2021	30.4.2022	30.4.2021	30.4.2022	30.4.2021	30.4.2022	30.4.2021	30.4.2022	30.4.2021	30.4.2022	30.4.2021	30.4.2022	30.4.2021
	€	€	€	€	\$	\$	€	€	€	€	€	€	£	£	€	€	€	€	\$	\$	\$	\$	€	€	€	€	€	€
<b>Cash flows from operating activities</b>																												
Interest received	811,318	857,610	7,747,240	8,002,791	-	-	-	-	-	-	5,156,351	5,356,399	1,993,343	2,181,429	4,327,107	3,908,100	371,935	452,690	-	-	-	-	282,224	344,451	50,429	67,474	365,216	196,350
Dividend income received	301,087	170,058	-	-	535,051	318,621	29,321	24,859	-	-	-	-	-	-	-	-	-	-	143,565	116,040	107,680	102,768	335,943	201,201	258,075	165,764	-	-
Bank interest received/(paid)	-	42	82	170	(88)	589	-	14	-	-	84	410	1,075	974	36	23	-	13	(164)	9	-	-	-	25	338	-203	8,691	14,154
Other income received	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	3,645	-	-	-	-	-	-	-	-
Operating expenses paid	(495,052)	(498,612)	(3,440,987)	(3,095,780)	(540,516)	(407,573)	(532,325)	(452,164)	(130,421)	(72,905)	(1,679,597)	(1,561,327)	(826,810)	(851,570)	(1,275,960)	(1,146,580)	(362,227)	(422,759)	(210,376)	(192,031)	(121,641)	(108,689)	(338,946)	(361,549)	(292,320)	(309,968)	(88,155)	(63,639)
Tax paid	(169,829)	(157,024)	(743,625)	(810,257)	(82,167)	(36,967)	-	-	-	-	(501,080)	(534,291)	-	-	-	-	-	-	-	-	-	(6,132)	(7,258)	(126,594)	(118,837)	(82,071)	(70,780)	-
Net proceeds from/(purchase of) investments	(501,144)	(1,011,589)	26,244,273	(11,371,458)	(18,514,759)	14,568,329	1,404,631	(2,251,234)	2,141,785	102,890	(2,767,468)	(2,960,652)	2,251,908	2,160,745	(4,176,857)	(7,485,418)	3,359,143	6,130,638	1,025,673	803,844	(21,065)	399,355	1,705,868	1,381,885	526,231	1,618,550	10,669,161	(8,188,169)
<b>Net cash generated from/(used in) operating activities</b>	<b>(53,620)</b>	<b>(639,515)</b>	<b>29,806,983</b>	<b>(7,274,534)</b>	<b>(18,602,479)</b>	<b>14,442,999</b>	<b>901,627</b>	<b>(2,678,525)</b>	<b>2,011,364</b>	<b>29,985</b>	<b>208,290</b>	<b>300,539</b>	<b>3,419,516</b>	<b>3,491,578</b>	<b>(1,125,674)</b>	<b>(4,723,875)</b>	<b>3,368,851</b>	<b>6,160,582</b>	<b>958,698</b>	<b>731,507</b>	<b>(41,158)</b>	<b>386,176</b>	<b>1,858,495</b>	<b>1,447,176</b>	<b>460,682</b>	<b>1,470,837</b>	<b>10,954,913</b>	<b>(8,041,304)</b>
<b>Cash flows from financing activities</b>																												
Amounts received on creation of shares	3,510,924	3,571,448	17,456,231	29,783,741	7,109,672	2,351,582	2,097,011	1,653,499	186,291	343,139	20,554,596	33,090,951	2,106,077	2,907,636	12,028,852	9,808,814	143,391	208,361	777,493	901,987	255,904	300,403	909,681	1,099,907	435,536	563,982	305,121	13,017,268
Amounts paid on redemption of shares	(3,282,538)	(2,890,334)	(46,209,596)	(21,487,672)	(2,810,706)	(2,045,285)	(2,356,189)	(1,890,799)	(1,501,263)	(319,723)	(18,656,093)	(32,502,386)	(3,145,370)	(3,157,479)	(4,914,247)	(3,042,585)	(2,806,177)	(6,927,154)	(1,878,866)	(1,267,364)	(273,698)	(637,689)	(2,244,133)	(3,112,877)	(983,065)	(2,848,876)	(14,486,296)	(12,269,569)
Distributions paid	(179,642)	(193,591)	(1,716,407)	(1,723,232)	-	-	-	-	-	-	(1,653,338)	(1,739,882)	(1,887,239)	(1,966,698)	(4,073,422)	(3,714,746)	(135,096)	(146,224)	-	(19,468)	-	-	(36,168)	(55,850)	-	(11,406)	-	-
<b>Net cash (used in)/generated from financing activities</b>	<b>48,744</b>	<b>487,523</b>	<b>(30,469,772)</b>	<b>6,572,837</b>	<b>4,298,966</b>	<b>306,297</b>	<b>(259,178)</b>	<b>(237,300)</b>	<b>(1,314,972)</b>	<b>23,416</b>	<b>245,165</b>	<b>(1,151,317)</b>	<b>(2,926,532)</b>	<b>(2,216,541)</b>	<b>3,041,183</b>	<b>3,051,483</b>	<b>(2,797,882)</b>	<b>(6,865,017)</b>	<b>(1,101,373)</b>	<b>(384,845)</b>	<b>(17,794)</b>	<b>(337,286)</b>	<b>(1,370,620)</b>	<b>(2,068,820)</b>	<b>(547,529)</b>	<b>(2,296,300)</b>	<b>(14,181,175)</b>	<b>747,699</b>
<b>Movements in cash and cash equivalents</b>	<b>(4,876)</b>	<b>(151,992)</b>	<b>(662,789)</b>	<b>(701,697)</b>	<b>(14,303,513)</b>	<b>14,749,296</b>	<b>642,449</b>	<b>(2,915,825)</b>	<b>696,392</b>	<b>53,401</b>	<b>453,455</b>	<b>(850,778)</b>	<b>492,984</b>	<b>1,275,037</b>	<b>1,915,509</b>	<b>(1,672,392)</b>	<b>570,969</b>	<b>(704,435)</b>	<b>(142,675)</b>	<b>346,662</b>	<b>(58,952)</b>	<b>48,890</b>	<b>487,875</b>	<b>(621,644)</b>	<b>(86,847)</b>	<b>(825,463)</b>	<b>(3,226,262)</b>	<b>(7,293,605)</b>
Cash and cash equivalents at beginning of year	958,959	1,110,951	6,268,631	6,970,328	15,961,923	1,212,627	174,954	3,090,779	44,744	(8,657)	4,080,258	4,931,036	2,623,785	1,348,748	2,551,014	4,223,406	334,224	1,038,659	457,642	110,980	106,158	57,268	433,335	1,054,979	573,829	6,719,892	14,013,497	
Effect of exchange rate changes	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
<b>Cash and cash equivalents at end of year (note 13)</b>	<b>954,083</b>	<b>958,959</b>	<b>5,605,842</b>	<b>6,268,631</b>	<b>1,658,410</b>	<b>15,961,923</b>	<b>817,403</b>	<b>174,954</b>	<b>741,136</b>	<b>44,744</b>	<b>4,533,713</b>	<b>4,080,258</b>	<b>3,116,769</b>	<b>2,623,785</b>	<b>4,466,523</b>	<b>2,551,014</b>	<b>905,193</b>	<b>334,224</b>	<b>314,967</b>	<b>457,642</b>	<b>47,206</b>	<b>106,158</b>	<b>921,210</b>	<b>433,335</b>	<b>486,982</b>	<b>573,829</b>	<b>3,493,630</b>	<b>6,719,892</b>

## Accounting Policies

The principal accounting policies adopted in the preparation of these financial statements are set out below. These policies have been consistently applied to all the years presented.

### 1. BASIS OF PREPARATION

These financial statements have been prepared in accordance with International Financial Reporting Standards as adopted by the European Union (“IFRS”), and comply with the Companies Act, 1995 (Chapter 386, Laws of Malta). They have also been prepared in accordance with the requirements of the Malta Financial Services Authority’s Investment Services Rules for Retail Collective Investment Schemes. These financial statements have been prepared under the historical cost convention, as modified by the revaluation of financial assets and financial liabilities held at fair value through profit or loss.

In preparing these financial statements, management has made judgements, estimates and assumptions that affect the application of accounting policies and the reported amounts of assets and liabilities, income and expense (refer to note 2 in the Notes to the Financial Statements). Actual results may differ from these estimates.

The Company is the reporting entity and comprises all the activities of Vilhena Funds SICAV p.l.c. as the entity with the separate legal personality. The financial statements are those presented for the Company. The sub-funds are an integral part of that entity, as these do not have separate legal personality.

In accordance with prevalent local practice segregated financial information relating to amounts ‘attributable to holders of redeemable shares’ (segregated by the specific sub-fund) are disclosed following each primary financial statement, as applicable, and these form an integral part of the notes to the financial statements. Also, in accordance with local practice, where appropriate, other disclosures in the notes in the financial statements are segregated by sub-fund.

As at 30 April 2022, the Company had fourteen sub-funds (collectively referred to as the “Funds”), as follows:

- Vilhena Malta Fund,
- Vilhena Malta Government Bond Fund,
- Vilhena Global Themed Fund,
- Vilhena European Multi-Manager Fund,
- Vilhena Broad Opportunities Fund (license voluntarily surrendered post year-end),
- Vilhena Malta Bond Fund,
- Vilhena Sterling Income Fund,
- Vilhena High Yield Fund,
- Vilhena Euro Income Fund,
- Vilhena US Multi-Manager Fund (formerly Vilhena Global Balanced Multi-Manager Fund),
- Vilhena Far East Opportunities Fund,
- Vilhena Maltese Opportunities Fund,
- Vilhena Maltese Equity Focus Fund and
- Vilhena Euro Liquidity Fund

Each participating share which the Company issues is allocated to a class representing a particular Fund. The Company maintains a separate account for each Fund, to which proceeds are credited, and against which expenses are charged. Upon redemption, holders of redeemable shares are entitled only to their proportion of the net assets held in the account relating to the Fund in which their participating shares are designated.

All references to net assets throughout this document refer to net assets attributable to holders of redeemable shares.

The Statement of Financial Position presents assets and liabilities in increasing order of liquidity and does not distinguish between current and non-current items. Financial assets at fair value through profit or loss may be sold in response to needs for liquidity or in accordance with the Manager’s or Sub-Investment Manager’s recommendations. All other assets and liabilities, except Term Deposits, are expected to be realised within one year.

#### ***New standards, interpretations and amendments to existing standards, issued but not yet adopted***

A number of new standards, interpretations and amendments to existing standards are effective for annual periods beginning on or after 1 May 2022 and earlier application is permitted; however, the Company has not early applied these new or amended standards or interpretations in preparing these financial statements.

Of those standards that are not yet effective, none is expected to have a material impact on the Company’s financial statements in the period of initial application.

- Amendments to IAS 1 Presentation of Financial Statements and IFRS Practice Statement 2: Disclosure of Accounting policies
- Amendments to IAS 8 Accounting policies, Changes in Accounting Estimates and Errors: Definition of Accounting Estimates
- IFRS 17 Insurance; including Amendments to IFRS 17

### 2. FOREIGN EXCHANGE TRANSLATION

The Company’s functional currency is Euro, which is also the currency of the founder shares. The Company’s figures are an aggregation of the underlying sub-funds. Therefore any exchange rate differences arising on the translation of the Shareholders’ Funds at the beginning of the year of sub-funds not denominated in Euro in the aggregation are taken to the Statement of Changes in Net Assets attributable to Holders of Redeemable Shares of the Company and are shown as ‘effect on translation differences’.

'Functional currency' is the currency of the primary environment in which the fund operates. If indicators of the primary economic environment are mixed, then management uses its judgement to determine the functional currency that most faithfully represents the economic effect of underlying transactions, events and conditions.

The sub-funds' investments and transactions are denominated in various currencies. Subscriptions and redemptions of redeemable shares in the sub-funds are denominated in Euro, US Dollars and Sterling. The expenses (including management fees, custodian fees and administration fees) are primarily denominated and paid in Euro.

Accordingly, management has assessed the following criteria and determined each of sub-funds' functional currency as stipulated in the respective Offering Supplement.

The sub-funds' functional currency is the currency of denomination of each Fund as stipulated in the respective Offering Supplement. Transactions carried out in currencies other than the functional currency of each Fund, are translated at exchange rates ruling at the transaction dates. Assets and liabilities designated in currencies other than the functional currency are translated into the functional currency at exchange rates ruling at the reporting date. All resulting differences are taken to the Statement of Comprehensive Income.

As at 30 March 2022, a restructuring took place in the Vilhena Global Balanced Multi-Manager Fund, whereby the functional currency of the sub-fund was changed from Euro to US Dollar. Also the sub-fund changed its name to Vilhena US Multi-Manager Fund. Consequently, the sub-fund's comparative figures as at 30 April 2021 have been translated from Euro to US Dollar using the exchange rate as at 30 March 2022.

Translation differences on financial assets held at fair value through profit or loss are reported as part of "gain/losses on financial assets and financial liabilities at fair value through profit or loss".

### 3. FINANCIAL INSTRUMENTS

#### **Classification**

The Company classifies its financial assets and financial liabilities at initial recognition into the categories of financial assets and financial liabilities discussed below. In applying that classification, a financial asset or financial liability is considered to be held for trading if these are acquired principally for the purpose of selling in the near term or if on initial recognition is part of a portfolio of identifiable financial investments that are managed together and for which there is evidence of a recent actual pattern of short-term profit taking. Derivatives are also categorised as held for trading. The Company does not classify any derivatives as hedges in a hedging relationship.

#### **Financial assets**

The Company classifies its financial assets as subsequently measured at amortised cost or measured at FVTPL on the basis of both:

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

#### **Financial assets at amortised cost**

A financial asset 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. Financial assets measured at amortised cost include debt securities, term deposits, accrued income, other receivables (representing amounts receivable for transactions contracted for but not yet delivered by the end of the period) and cash and cash equivalents.

#### **Financial assets at FVTPL**

A financial asset is measured at FVTPL if:

- it is not held within a business model whose objective is to collect contractual cash flows;
- it is not held within a business model whose objective is to collect contractual cash flows and sell; or
- its contractual terms do not give rise on specified dates to cash flows that are solely payments of principal and interest on the principal amount outstanding.

At initial recognition, the Company may irrevocably designate a financial asset as measured at FVTPL when doing so eliminates or significantly reduces an accounting mismatch that would otherwise arise from measuring assets or liabilities or recognising the gains and losses on them on different basis.

The Company includes in this category, derivative contracts in an asset position and equity and debt instruments classified as held-for-trading. Financial assets managed, evaluated and reported on a fair value basis in accordance with the Funds' documented investment strategy are mandatorily measured at FVTPL.

#### **Financial liabilities**

##### **Financial liabilities measured at amortised cost**

Financial liabilities that are not classified at FVTPL are classified at amortised cost. Financial liabilities measured at amortised cost include other payables (representing amounts payable for transactions contracted for but not yet delivered by the end of the period) and overdrawn bank balances.

##### **Financial liabilities measured at FVTPL**

A financial liability is measured at FVTPL if it meets the definition of held for trading. The Company includes in this category, derivative contracts in a liability position.

#### **Recognition, derecognition and measurement**

Regular purchases and sales of financial assets are recognised on trade date, the date on which the Company commits to purchase or sell the asset. Financial assets or financial liabilities are initially recognised at fair value,

## Accounting Policies *(continued)*

and transaction costs for all financial instruments carried at FVTPL are expensed as incurred. Financial assets are derecognised when the rights to receive cash flows expire or the Company has transferred substantially all risks and rewards of ownership.

Subsequent to initial recognition, all financial assets and financial liabilities at FVTPL are measured at fair value. Realised and unrealised gains and losses arising from changes in the fair value of the financial assets and liabilities at FVTPL category are included in the Statement of Comprehensive Income in the period in which they arise. Interest and dividends earned or paid on these instruments are recorded separately in “income/(expenses) on financial assets at fair value through profit or loss” and “dividend income” in the Statement of Comprehensive Income, respectively.

Debt instruments, other than those classified as at FVTPL, are measured at amortised cost using the effective interest method less any allowance for impairment. Amortised cost is the initial measurement amount adjusted for the amortisation of any difference between the initial and maturity amounts using the effective interest method. Interest income, foreign exchange gains and losses and impairment are recognised in the Statement of Comprehensive Income. Any gain or loss on derecognition is recognised in the Statement of Comprehensive Income.

Financial liabilities, other than those classified as at FVTPL, are measured at amortised cost using the effective interest method.

The fair value of financial instruments listed or dealt on a regulated market is based on the latest available dealing price. The fair values of unquoted investments are established by using valuation techniques. These include reference to recent financial statements and similar financial instruments as well as option pricing models.

### **Impairment**

Under IFRS 9, loss allowances are measured on either of the following bases:

- 12-month ECLs: these are ECLs that result from possible default events within the 12 months after the reporting date; or
- Lifetime ECLs: these are ECLs that result from all possible default events over the expected life of a financial instrument.

The Company measures loss allowances at an amount equal to lifetime ECLs, except for financial assets that are determined to have a low credit risk at the reporting date. These financial assets are measured at 12-month ECLs.

A financial asset is determined to have low credit risk if:

- i. the financial asset has a low risk of default,
- ii. the borrower has a strong capacity to meet its contractual cash flow obligations in the near term, and
- iii. adverse changes in economic and business conditions in the longer term may, but will not necessarily, reduce the ability of the borrower to fulfil its contractual cash flow obligations.

The Company considers a financial asset to have low credit risk when it has an internal or external credit rating of ‘investment grade’ as per globally understood definitions. To the extent applicable, the Company applies the low credit risk assumption for the following classes of financial assets – cash at bank, term deposits and the sovereign bonds.

When estimating ECLs, the Company considers reasonable and supportable information that is relevant and available without undue cost or effort. In this regard, the Company has an internal credit scoring system in place that analyses the credit quality of the counterparties accordingly. Such credit scoring system takes into consideration both quantitative and qualitative information and analysis, based on the Company’s historical experience and informed credit assessment, and also considers the counterparties’ macroeconomic context.

The Company has elected the rebuttable presumption from IFRS 9 by assuming that the credit risk on a financial asset has increased significantly if the financial asset is more than 30 days past due. Moreover, if the counterparty becomes downgraded by two notches (or more) based on the credit score assessment, the Company deems the financial asset’s credit risk to have increased significantly.

Furthermore, the Company considers a financial asset to be in default when:

- The borrower is unlikely to pay its credit obligations to the Company in full, without recourse by the Company to actions such as realising security (if any is held); or
- The financial asset is more than 90 days past due.

The maximum period considered when estimating ECLs is the maximum contractual period over which the Company is exposed to credit risk.

ECLs are eventually measured by considering a probability-weighted estimate of credit losses, which are measured as the present value of all cash shortfalls (i.e. the difference between the cash flows due to the entity in accordance with the contract and the cash flows that the Company expects to receive).

#### **4. OTHER RECEIVABLES AND PAYABLES**

Other receivables and payables represent amounts receivable and payable respectively, for transactions contracted for but not yet delivered by the end of the year.

These amounts are initially recognised at fair value and subsequently measured at amortised cost less any allowance for impairment for other receivables. Credit risk on other receivables is considered low due to the short settlement period involved and therefore, the resultant ECL on such receivables is considered insignificant.

**5. REDEEMABLE SHARES**

The Company issues different classes of redeemable shares, which are redeemable at the holder's option and are classified as financial liability. Redeemable shares can be put back to the respective Fund at any time for cash equal to a proportionate share of that Fund's net asset value. The share capital is carried at redemption amount that is payable at year end if the shareholder exercised the right to put the shares back to the respective Fund.

The respective Funds' net asset value per share is calculated by dividing the net asset attributable to the holders of redeemable shares with the total number of outstanding redeemable shares. In accordance with the Offering Supplement, investment positions are valued based on the last traded market price for the purpose of determining the net asset value per share for subscriptions and redemptions.

**6. INCOME RECOGNITION**

All distributions from financial assets included in the Statement of Comprehensive Income are recognised on the date on which the stock is quoted ex-dividend up to the Company's year-end. Interest income from financial assets not classified as fair value through profit or loss is recognised using the effective interest method. Other gains or losses arising from changes in the fair value of financial assets at fair value through profit or loss, together with interest income, are presented in the Statement of Comprehensive Income within "income/(expenses) on financial assets at fair value through profit or loss" in the year in which they arise.

**7. EXPENSES**

Expenses are accounted for on an accrual basis and are expensed as incurred.

**8. DISTRIBUTION POLICY**

In the absence of unforeseen circumstances, subject to the availability of distributable profits and in the absence of exceptional market conditions, the Directors expect to distribute to shareholders, on a monthly basis and after the deduction of expenses, part or all of the net income available for distribution by the Vilhena Euro Income Fund monthly distributor class of shares; on a quarterly basis and after the deduction of expenses, part or all of the net income available for distribution by the Vilhena Malta Government Bond Fund's distributor class of shares, the Vilhena Euro Income Fund quarterly distributor class of shares, the Vilhena High Yield Fund and the Vilhena Sterling Income Fund; on a bi-annual basis and after the deduction of expenses, part or all of the net income available for distribution by the Vilhena Malta Bond Fund; and on an annual basis and after the deduction of expenses, part or all of the net income available for distribution by the Vilhena Malta Fund's distributor class of shares, the Vilhena Maltese Opportunities Fund's distributor class of shares and the Vilhena Maltese Equity Focus Fund's distributor class of shares. For the purpose of calculating profits available for distribution, expenses may be capitalised in accordance with the MFSA Investment Services Rules for Retail Collective Investment Schemes. However, for the purpose of the Statement of Comprehensive Income these expenses would still be deducted from income. Any undistributed income will be reflected in the net asset value per share of the respective Fund. Distributions are classified as finance costs in the Statement of Comprehensive Income and are recognised in the accounting year in which they are declared.

On 1 April 2021, a new accumulator share class denominated in USD was introduced in Vilhena US Multi-Manager Fund. As at reporting date there were no subscriptions or activity in the new sub-fund.

On 29 March 2022, a new ISC Accumulator class denominated in EUR was introduced in Vilhena Maltese Equity Focus Fund. As at reporting date there were no subscriptions or activity in the new sub-fund.

**9. EQUALISATION**

In the case of distributor shares, the Company operates an equalisation account to ensure that the amount distributed in respect of each share will be the same for all shares notwithstanding different dates of issue of those shares. Accordingly, a sum equal to that part of the issue/redemption price of a share, which reflects income (if any) accrued up to the date of issue/redemption, will be deemed to be an equalisation payment/charge and credited (in the case of share issues)/debited (in the case of share redemptions) by the Directors to the equalisation account. Part of the first distribution to holders of shares in respect of which equalisation payments are made, will be paid out of the equalisation account.

**10. CASH AND CASH EQUIVALENTS**

For the purpose of the Statement of Cash Flows, cash and cash equivalents comprise deposits held at call with banks net of any overdrawn bank balances. In the Statement of Financial Position, overdrawn bank balances are included within liabilities.

**11. OFFSETTING FINANCIAL INSTRUMENTS**

Financial assets and liabilities are offset and the net amount reported in the Statement of Financial Position when there is a current legally enforceable right to offset the recognised amounts and there is an intention to settle on a net basis or realise the asset and settle the liability simultaneously. This legally enforceable right must not be contingent on future events and must be re-enforceable in the normal course of business and in the event of default, insolvency or bankruptcy of the Company or the counterparty.

**12. SEGMENT REPORTING**

The Company has units listed on the Malta Stock Exchange, though that listing is primarily intended to facilitate the issue of units in the sub-funds. Transactions in all investor shares are executed via the transfer agent and the transfer value of executed transactions is determined in accordance with the relevant prospectus of each sub-fund and is based on the net assets per unit at each valuation date. As a result, these securities are not considered to trade in a public market in terms of IFRS and accordingly segment information is neither required by, nor provided in accordance with, IFRS 8.2 in these financial statements.

# Notes to the Financial Statements

## 1. GENERAL

Vilhena Funds SICAV p.l.c. (“the Company”) is an open-ended investment company and was incorporated as a public company with limited liability in Malta on 10 October 1997. The Company’s Funds are licensed by the Malta Financial Services Authority (“MFSA”) as Collective Investment Schemes qualifying as an Undertaking for Collective Investment in Transferable Securities (“UCITS”).

As at the date of this report, the Company consisted of fourteen sub-funds. The Vilhena Malta Fund, Vilhena Malta Government Bond Fund, Vilhena Malta Bond Fund, Vilhena Maltese Equity Focus Fund, and Vilhena Maltese Opportunities Fund are listed on the Malta Stock Exchange, whereas the Vilhena Broad Opportunities Fund, the Vilhena Euro Income Fund, the Vilhena European Multi-Manager Fund, Vilhena Far East Opportunities Fund, Vilhena US Multi-Manager Fund (formerly Vilhena Global Balanced Multi-Manager Fund), Vilhena Global Themed Fund, Vilhena High Yield Fund, Vilhena Sterling Income Fund and the Vilhena Euro Liquidity Fund are not listed. The Company has no employees.

## 2. CRITICAL ACCOUNTING ESTIMATES AND JUDGEMENTS

Estimates and judgements are continually evaluated and based on experience and other factors including expectations of future events that are believed to be reasonable under the circumstances.

In the opinion of the Directors, the accounting estimates and judgements made in the course of preparing these financial statements are not difficult, subjective or complex to a degree which would warrant their description as critical in terms of the requirements of IAS1 – Presentation of Financial Statements.

## 3. FINANCIAL INSTRUMENTS AND RELATED INCOME

### 3.1 FINANCIAL ASSETS/LIABILITIES AND TERM DEPOSITS

	Carrying amount 2022 €	% of net assets	Carrying amount 2021 €	% of net assets
<b>Vilhena Malta Fund</b>				
<i>Financial assets designated at fair value through profit or loss at inception</i>				
Quoted Equities	13,872,555	34.58	14,353,327	33.89
Quoted Local Corporate Bonds	13,316,888	33.20	11,787,489	27.83
Quoted Malta Government Bonds	8,515,406	21.23	12,940,023	30.55
Exchange Traded Funds	2,082,290	5.19	2,264,290	5.35
	<u>37,787,139</u>	<u>94.20</u>	<u>41,345,129</u>	<u>97.62</u>
<i>Financial assets at amortised cost</i>				
Term Deposits	<u>1,300,000</u>	<u>3.24</u>	<u>-</u>	<u>-</u>
<b>Vilhena Malta Government Bond Fund</b>				
<i>Financial assets designated at fair value through profit or loss at inception</i>				
Quoted Malta Government Bonds	<u>233,405,971</u>	<u>85.78</u>	<u>292,871,073</u>	<u>88.02</u>
<i>Financial assets at amortised cost</i>				
Term Deposits	<u>32,408,452</u>	<u>11.91</u>	<u>32,771,947</u>	<u>9.85</u>



	Carrying amount 2022 \$	% of net assets	Carrying amount 2021 \$	% of net assets
<b>Vilhena Global Themed Fund</b>				
<i>Financial assets designated at fair value through profit or loss at inception</i>				
<i>Quoted Equities</i>				
Asia Pacific	-	-	636,119	2.62
Europe	6,926,395	25.71	1,928,868	7.94
North America	16,053,435	59.58	2,073,275	8.53
<i>Exchange Traded Funds</i>	2,368,075	8.79	-	-
	<b>25,347,905</b>	<b>94.08</b>	4,638,262	19.09
	Carrying amount 2022 €	% of net assets	Carrying amount 2021 €	% of net assets
<b>Vilhena European Multi-Manager Fund</b>				
<i>Financial assets designated at fair value through profit or loss at inception</i>				
Collective Investment Schemes	10,634,233	38.95	9,686,036	35.10
Exchange Traded Funds	15,863,839	58.11	17,805,408	64.53
	<b>26,498,072</b>	<b>97.06</b>	27,491,444	99.63
	Carrying amount 2022 €	% of net assets	Carrying amount 2021 €	% of net assets
<b>Vilhena Broad Opportunities Fund</b>				
<i>Financial assets designated at fair value through profit or loss at inception</i>				
Collective Investment Schemes	-	-	2,849,217	100.15
	Carrying amount 2022 €	% of net assets	Carrying amount 2021 €	% of net assets
<b>Vilhena Malta Bond Fund</b>				
<i>Financial assets designated at fair value through profit or loss at inception</i>				
Quoted Local Corporate Bonds	79,399,827	50.32	70,033,138	42.04
Quoted Malta Government Bonds	71,527,942	45.33	87,964,628	52.81
	<b>150,927,769</b>	<b>95.65</b>	157,997,766	94.85
<i>Financial assets at amortised cost</i>				
Term deposits	1,700,000	1.08	4,015,555	2.41

## Notes to the Financial Statements *(continued)*

	Carrying amount 2022 £	% of net assets	Carrying amount 2021 £	% of net assets
<b>Vilhena Sterling Income Fund</b>				
<i>Financial assets designated at fair value through profit or loss at inception</i>				
Quoted Bonds	48,450,912	82.60	60,880,608	91.53
Quoted Government Bonds	2,325,962	3.97	2,905,487	4.37
Exchange Traded Funds	4,570,926	7.79		
<i>Financial assets held for trading (derivatives)</i>				
Forward Foreign Exchange Contracts	-	-	2,221	0.00
	<b>55,347,800</b>	<b>94.36</b>	<b>63,788,316</b>	<b>95.90</b>
<i>Financial liabilities held for trading (derivatives)</i>				
Forward Foreign Exchange Contracts	-	-	9,196	0.01
	<b>Carrying amount 2022 €</b>	<b>% of net assets</b>	<b>Carrying amount 2021 €</b>	<b>% of net assets</b>
<b>Vilhena High Yield Fund</b>				
<i>Financial assets designated at fair value through profit or loss at inception</i>				
Quoted Bonds	77,483,600	96.73	78,028,576	96.15
<i>Financial assets held for trading (derivatives)</i>				
Forward Foreign Exchange Contracts	329,685	0.41	486,527	0.60
	<b>77,813,285</b>	<b>97.14</b>	<b>78,515,103</b>	<b>96.75</b>
<i>Financial liabilities held for trading (derivatives)</i>				
Forward Foreign Exchange Contracts	1,569,280	1.96	144,170	0.18
	<b>Carrying amount 2022 €</b>	<b>% of net assets</b>	<b>Carrying amount 2021 €</b>	<b>% of net assets</b>
<b>Vilhena Euro Income Fund</b>				
<i>Financial assets designated at fair value through profit or loss at inception</i>				
Quoted Bonds	17,687,255	85.55	25,358,541	99.45
Exchange Traded Funds	2,054,625	9.94	-	-
	<b>19,741,880</b>	<b>95.49</b>	<b>25,358,541</b>	<b>99.45</b>
	<b>Carrying amount 2022 \$</b>	<b>% of net assets</b>	<b>Carrying amount 2021 \$</b>	<b>% of net assets</b>
<b>Vilhena US Multi-Manager Fund</b>				
<i>Financial assets designated at fair value through profit or loss at inception</i>				
Exchange Traded Funds	5,121,621	55.50	1,967,579	17.02
Collective Investment Schemes	3,786,892	41.04	9,164,202	79.30
	<b>8,908,513</b>	<b>96.54</b>	<b>11,131,781</b>	<b>96.32</b>
<i>Financial assets held for trading (derivatives)</i>				
Forward Foreign Exchange Contracts	371,875	4.03	-	-

	Carrying amount 2022 \$	% of net assets	Carrying amount 2021 \$	% of net assets
<b>Vilhena Far East Opportunities Fund</b>				
<i>Financial assets designated at fair value through profit or loss at inception</i>				
Quoted Equities	3,512,454	92.65	4,395,394	93.11
Collective Investment Schemes	282,861	7.47	251,616	5.33
	<b>3,795,315</b>	<b>100.12</b>	<b>4,647,010</b>	<b>98.44</b>
	Carrying amount 2022 €	% of net assets	Carrying amount 2021 €	% of net assets
<b>Vilhena Maltese Opportunities Fund</b>				
<i>Financial assets designated at fair value through profit or loss at inception</i>				
Quoted Equities	14,555,148	63.91	15,419,542	59.74
Unquoted Equity	175,409	0.77	169,787	0.66
Quoted Local Corporate Bonds	3,054,578	13.41	3,432,947	13.30
Quoted Malta Government Bonds	2,923,966	12.84	5,276,386	20.44
Exchange Traded Funds	1,114,921	4.90	1,009,518	3.91
	<b>21,824,022</b>	<b>95.83</b>	<b>25,308,180</b>	<b>98.05</b>
	Carrying amount 2022 €	% of net assets	Carrying amount 2021 €	% of net assets
<b>Vilhena Maltese Equity Focus Fund</b>				
<i>Financial assets designated at fair value through profit or loss at inception</i>				
Quoted Equities	11,017,112	80.70	11,462,587	74.97
Quoted Local Corporate Bonds	947,238	6.94	878,794	5.75
Quoted Malta Government Bonds	-	-	861,486	5.63
Exchange Traded Funds	1,185,153	8.68	1,478,438	9.67
	<b>13,149,503</b>	<b>96.32</b>	<b>14,681,305</b>	<b>96.02</b>
	Carrying amount 2022 €	% of net assets	Carrying amount 2021 €	% of net assets
<b>Vilhena Euro Liquidity Fund</b>				
<i>Financial assets designated at fair value through profit or loss at inception</i>				
Quoted Corporate Bonds	6,785,011	33.80	14,127,301	40.03
Quoted Malta Government Bonds	1,319,188	6.57	525,750	1.49
	<b>8,104,199</b>	<b>40.37</b>	<b>14,653,051</b>	<b>41.52</b>
Term deposits	<b>8,424,246</b>	<b>41.96</b>	<b>13,791,280</b>	<b>39.08</b>

## Notes to the Financial Statements *(continued)*

### 3.2 (LOSS)/GAIN ON FINANCIAL ASSETS AND LIABILITIES AT FAIR VALUE THROUGH PROFIT OR LOSS

<b>Vilhena Malta Fund</b>	<b>2022</b>	<b>2021</b>
	€	€
Interest income on financial assets at fair value through profit or loss	819,483	846,269
Net realised gain on sale of financial assets	329,508	178,853
Net change in unrealised fair value movement	(3,041,904)	784,408
	<u>(1,892,913)</u>	<u>1,809,530</u>
<b>Vilhena Malta Government Bond Fund</b>	<b>2022</b>	<b>2021</b>
	€	€
Interest income on financial assets at fair value through profit or loss	7,295,059	7,714,758
Net realised gain on sale of financial assets	1,687,171	943,316
Net change in unrealised fair value movement	(35,137,853)	(6,535,204)
	<u>(26,155,623)</u>	<u>2,122,870</u>
<b>Vilhena Global Themed Fund</b>	<b>2022</b>	<b>2021</b>
	\$	\$
Net realised (loss)/gain on sale of financial assets	(327,537)	6,377,589
Net change in unrealised fair value movement	(1,156,629)	832,721
	<u>(1,484,166)</u>	<u>7,210,310</u>
<b>Vilhena European Multi-Manager Fund</b>	<b>2022</b>	<b>2021</b>
	€	€
Net realised gain/(loss) on sale of financial assets	2,649,226	(144,960)
Net change in unrealised fair value movement	(2,131,845)	5,962,737
	<u>517,381</u>	<u>5,817,777</u>
<b>Vilhena Broad Opportunities Fund</b>	<b>2022</b>	<b>2021</b>
	€	€
Net realised gain on sale of financial assets	2,982	10,893
Net change in unrealised fair value movement	-	320,188
	<u>2,982</u>	<u>331,081</u>
<b>Vilhena Malta Bond Fund</b>	<b>2022</b>	<b>2021</b>
	€	€
Interest income on financial assets at fair value through profit or loss	5,221,245	5,308,784
Net realised gain on sale of financial assets	805,895	192,603
Net change in unrealised fair value movement	(12,885,606)	(207,037)
	<u>(6,858,466)</u>	<u>5,294,350</u>
<b>Vilhena Sterling Income Fund</b>	<b>2022</b>	<b>2021</b>
	£	£
Interest income on financial assets at fair value through profit or loss	1,997,491	2,122,467
Net realised gain on sale of financial assets	596,638	1,941,747
Net change in unrealised fair value movement	(6,743,642)	428,589
	<u>(4,149,513)</u>	<u>4,492,803</u>

<b>Vilhena High Yield Fund</b>	<b>2022</b>	<b>2021</b>
	€	€
Interest income on financial assets at fair value through profit or loss	4,523,444	3,885,978
Net realised (loss)/gain on sale of financial assets	(2,789,574)	1,433,305
Net change in unrealised fair value movement	(4,282,491)	6,516,559
	<u>(2,548,621)</u>	<u>11,835,842</u>
<b>Vilhena Euro Income Fund</b>	<b>2022</b>	<b>2021</b>
	€	€
Interest income on financial assets at fair value through profit or loss	361,534	409,862
Net realised (loss)/gain on sale of financial assets	(9,509)	546,517
Net change in unrealised fair value movement	(1,979,014)	740,322
	<u>(1,626,989)</u>	<u>1,696,701</u>
<b>Vilhena US Multi-Manager Fund</b>	<b>2022</b>	<b>2021</b>
	\$	\$
Net realised gain on sale of financial assets	1,722,787	183,799
Net change in unrealised fair value movement	(2,852,838)	1,177,902
	<u>(1,130,051)</u>	<u>1,361,701</u>
<b>Vilhena Far East Opportunities Fund</b>	<b>2022</b>	<b>2021</b>
	\$	\$
Net realised gain on sale of financial assets	(3,529)	667,268
Net change in unrealised fair value movement	(881,259)	1,114,245
	<u>(884,788)</u>	<u>1,781,513</u>
<b>Vilhena Maltese Opportunities Fund</b>	<b>2022</b>	<b>2021</b>
	€	€
Interest income on financial assets at fair value through profit or loss	272,538	325,030
Net realised gain on sale of financial assets	201,483	175,083
Net change in unrealised fair value movement	(1,973,847)	307,287
	<u>(1,499,826)</u>	<u>807,400</u>
<b>Vilhena Maltese Equity Focus Fund</b>	<b>2022</b>	<b>2021</b>
	€	€
Interest income on financial assets at fair value through profit or loss	46,407	58,049
Net realised gain on sale of financial assets	11,675	171,297
Net change in unrealised fair value movement	(1,005,638)	265,765
	<u>(947,556)</u>	<u>495,111</u>
<b>Vilhena Euro Liquidity Fund</b>	<b>2022</b>	<b>2021</b>
	€	€
Interest income on financial assets at fair value through profit or loss	271,025	207,264
Net realised loss on sale of financial assets	(431,131)	-
Net change in unrealised fair value movement	(803,042)	87,565
	<u>(963,148)</u>	<u>294,829</u>

## Notes to the Financial Statements *(continued)*

### 4. OTHER RECEIVABLES AND PREPAYMENTS

	Vilhena Malta Fund		Vilhena Global Themed Fund	
	2022	2021	2022	2021
	€	€	\$	\$
Sales awaiting settlement	3,019	-	-	3,735,458
Spot purchases for settlement	-	-	-	6,769
	<b>3,019</b>	-	-	<b>3,742,227</b>

	Vilhena European Multi-Manager Fund		Vilhena Broad Opportunities Fund	
	2022	2021	2022	2021
	€	€	€	€
Sales awaiting settlement	330,588	-	707,491	-
	<b>330,588</b>	-	<b>707,491</b>	-

	Vilhena Maltese Equity Focus Fund		Vilhena High Yield Fund		Vilhena US Multi-Manager Fund	
	2022	2021	2022	2021	2022	2021
	£	£	€	€	\$	\$
Sales awaiting settlement	8,443	-	-	1,042,412	560,722	-
	<b>8,443</b>	-	-	<b>1,042,412</b>	<b>560,722</b>	-

### 5. ACCRUED INCOME

Accrued income represents mainly accrued interest from bonds and dividend income not yet received as at year-end.

### 6. ACCRUED EXPENSES AND OTHER PAYABLES

	Vilhena Malta Fund		Vilhena Malta Government Bond Fund		Vilhena Global Themed Fund	
	2022	2021	2022	2021	2022	2021
	€	€	€	€	\$	\$
<b>Accrued expenses</b>						
Unpaid management fees	21,372	23,201	136,506	170,516	29,458	25,815
Unpaid registrar fees	4,110	4,462	39,874	49,769	2,952	2,542
Unpaid custodian fees	1,748	1,816	8,997	10,656	1,721	1,830
Unpaid administration fees	8,220	8,923	57,128	72,213	5,883	5,181
Other unpaid expenses	39,523	40,412	45,514	57,882	38,673	40,490
	<b>74,973</b>	<b>78,814</b>	<b>288,019</b>	<b>361,036</b>	<b>78,687</b>	<b>75,858</b>
<b>Other payables</b>						
Purchases awaiting settlement	-	34,967	-	66,776	-	-
Distribution payable	184,872	179,646	413,558	430,650	-	-
	<b>184,872</b>	<b>214,613</b>	<b>413,558</b>	<b>497,426</b>	-	-

	Vilhena European Multi-Manager Fund		Vilhena Broad Opportunities Fund	
	2022 €	2021 €	2022 €	2021 €
<b>Accrued expenses</b>				
Unpaid management fees	28,884	29,586	638	909
Unpaid registrar fees	2,873	2,913	201	242
Unpaid custodian fees	1,592	1,628	477	510
Unpaid administration fees	5,286	5,359	251	303
Other unpaid expenses	35,581	34,740	1,032	47,147
	<b>74,216</b>	74,226	<b>2,599</b>	49,111
<b>Other payables</b>				
Redemptions to holders of redeemable shares	-	-	1,446,028	-
Purchases awaiting settlement	272,006	-	-	-
	<b>272,006</b>	-	<b>1,446,028</b>	-

	Vilhena Malta Bond Fund		Vilhena Sterling Income Fund		Vilhena High Yield Fund	
	2022 €	2021 €	2022 £	2021 £	2022 €	2021 €
<b>Accrued expenses</b>						
Unpaid management fees	72,748	81,404	36,916	42,699	67,447	69,228
Unpaid registrar fees	16,352	17,733	6,153	7,116	8,431	8,653
Unpaid custodian fees	6,000	6,379	1,808	1,964	2,293	2,326
Unpaid administration fees	32,869	36,581	12,305	14,233	16,993	17,443
Other unpaid expenses	43,045	48,023	37,893	42,012	48,588	56,241
	<b>171,014</b>	190,120	<b>95,075</b>	108,024	<b>143,752</b>	153,891
<b>Other payables</b>						
Purchases awaiting settlement	-	50,620	-	-	-	274,132
Distribution payable	827,271	852,610	620,932	680,704	1,632,399	1,353,162
	<b>827,271</b>	903,230	<b>620,932</b>	680,704	<b>1,632,399</b>	1,627,294

## Notes to the Financial Statements *(continued)*

	Vilhena Euro Income Fund		Vilhena US Multi-Manager Fund		Vilhena Far East Opportunities Fund	
	2022	2021	2022	2021	2022	2021
	€	€	\$	\$	\$	\$
<b>Accrued expenses</b>						
Unpaid management fees	13,001	16,396	10,537	9,868	3,456	4,326
Unpaid registrar fees	2,167	2,733	1,021	987	339	408
Unpaid custodian fees	1,507	1,606	1,485	1,572	1,405	1,583
Unpaid administration fees	4,334	5,465	3,509	2,072	711	857
Other unpaid expenses	41,649	41,718	35,007	34,802	39,487	34,631
	<b>62,658</b>	<b>67,918</b>	<b>51,559</b>	<b>49,301</b>	<b>45,398</b>	<b>41,805</b>
<b>Other payables</b>						
Purchases awaiting settlement	-	253,729	146,548	-	19,496	-
Distribution payable	48,216	19,036	-	-	-	-
	<b>48,216</b>	<b>272,765</b>	<b>146,548</b>	<b>-</b>	<b>19,496</b>	<b>-</b>

	Vilhena Maltese Opportunities Fund		Vilhena Maltese Equity Focus Fund	
	2022	2021	2022	2021
	€	€	€	€
<b>Accrued expenses</b>				
Unpaid management fees	13,856	16,112	13,880	15,879
Unpaid registrar fees	2,309	2,685	1,388	1,588
Unpaid custodian fees	1,522	1,600	1,407	1,467
Unpaid administration fees	4,619	5,371	2,776	3,176
Other unpaid expenses	36,100	32,436	34,174	29,933
	<b>58,406</b>	<b>58,204</b>	<b>53,625</b>	<b>52,043</b>
<b>Other payables</b>				
Distribution payable	36,500	36,147	1,687	-
	<b>36,500</b>	<b>36,147</b>	<b>1,687</b>	<b>-</b>

	Vilhena Euro Liquidity Fund	
	2022	2021
	€	€
<b>Accrued expenses</b>		
Unpaid management fees	670	1,219
Unpaid registrar fees	167	305
Unpaid custodian fees	845	5,043
Unpaid administration fees	670	1,219
Other unpaid expenses	33,643	25,703
	<b>35,995</b>	<b>33,489</b>



## 7. SHARE CAPITAL

The Funds' capital is represented by the redeemable shares of the unit holders with no par value and with each carrying one vote.

The authorised share capital of the Company is 500,000,000 shares. Each participating share which the Company issues is allocated to a class representing a particular Fund. All shares in issue are fully paid.

Distributor shareholders are entitled to distributions in accordance with the distribution policy. The determination of the net asset value per accumulator and distributor share is explained in note 8.

The initial share capital of the Company is € 2,393 represented by 10 shares of no nominal value.

All shares may be issued and redeemed at prices based on the value of the respective Fund's net assets in accordance with its Articles of Association.

	<b>Vilhena Malta Fund</b>	
	<b>2022 Shares</b>	2021 Shares
<b>Accumulator shares in issue at beginning of year</b>	<b>38,178.890</b>	37,953.718
Creation of Accumulator shares	<b>3,457.790</b>	3,284.542
Redemption of Accumulator shares	<b>(3,117.514)</b>	(3,059.370)
<b>Accumulator shares in issue at end of year</b>	<b>38,519.166</b>	38,178.890
<b>Distributor shares in issue at beginning of year</b>	<b>24,971.311</b>	23,956.218
Creation of Distributor shares	<b>1,718.841</b>	2,120.887
Redemption of Distributor shares	<b>(1,803.921)</b>	(1,105.794)
<b>Distributor shares in issue at end of year</b>	<b>24,886.231</b>	24,971.311
	<b>Vilhena Malta Government Bond Fund</b>	
	<b>2022 Shares</b>	2021 Shares
<b>Accumulator shares in issue at beginning of year</b>	<b>367,836.031</b>	378,308.115
Creation of Accumulator shares	<b>10,867.754</b>	17,985.784
Redemption of Accumulator shares	<b>(62,969.667)</b>	(28,457.868)
<b>Accumulator shares in issue at end of year</b>	<b>315,734.118</b>	367,836.031
<b>Distributor shares in issue at beginning of year</b>	<b>357,735.663</b>	315,586.596
Creation of Distributor shares	<b>33,826.176</b>	56,121.663
Redemption of Distributor shares	<b>(32,748.493)</b>	(13,972.596)
<b>Distributor shares in issue at end of year</b>	<b>358,813.346</b>	357,735.663
<b>Accumulator WMD shares in issue at beginning of year</b>	<b>1,009.429</b>	-
Creation of Accumulator shares	<b>767.524</b>	1,009.429
Redemption of Accumulator shares	<b>(460.226)</b>	-
<b>Accumulator WMD shares in issue at end of year</b>	<b>1,316.727</b>	1,009.429

## Notes to the Financial Statements *(continued)*

	<b>Vilhena Global Themed Fund</b>	
	2022 Shares	2021 Shares
<b>EURO Class Shares in issue at beginning of year</b>	<b>3,039,262.006</b>	2,944,625.843
Creation of EURO Class shares	488,182.219	476,982.476
Redemption of EURO Class shares	<b>(451,098.620)</b>	(382,346.313)
<b>EURO Class Shares in issue at end of year</b>	<b>3,076,345.605</b>	3,039,262.006
<b>USD Class Shares in issue at beginning of year</b>	<b>3,964,343.784</b>	4,039,730.564
Creation of USD Class shares	2,279,592.115	117,444.576
Redemption of USD Class shares	<b>(227,078.498)</b>	(192,831.356)
<b>USD Class Shares in issue at end of year</b>	<b>6,016,857.401</b>	3,964,343.784
<b>GBP Class Shares in issue at beginning of year</b>	<b>725,628.585</b>	686,855.592
Creation of GBP Class shares	67,622.975	81,532.648
Redemption of GBP Class shares	<b>(47,032.077)</b>	(42,759.655)
<b>GBP Class Shares in issue at end of year</b>	<b>746,219.483</b>	725,628.585
	<b>Vilhena European Multi-Manager Fund</b>	
	2022 Shares	2021 Shares
<b>Shares in issue at beginning of year</b>	<b>13,028,961.786</b>	13,142,156.970
Creation of Accumulator shares	941,463.088	881,868.906
Redemption of Accumulator shares	<b>(1,061,833.725)</b>	(995,064.090)
<b>Shares in issue at end of year</b>	<b>12,908,591.149</b>	13,028,961.786
	<b>Vilhena Broad Opportunities Fund</b>	
	2022 Shares	2021 Shares
<b>Shares in issue at beginning of year</b>	<b>3,442,362.496</b>	3,411,228.887
Creation of Distributor shares	224,265.667	430,725.233
Redemption of Distributor shares	<b>(3,666,628.163)</b>	(399,591.624)
<b>Shares in issue at end of year</b>	<b>-</b>	3,442,362.496

	<b>Vilhena Malta Bond Fund</b>	
	2022 Shares	2021 Shares
<b>Accumulator shares in issue at beginning of year</b>	<b>112,812.780</b>	145,540.790
Creation of Accumulator Shares	8,648.179	8,312.124
Redemption of Accumulator Shares	<b>(10,225.919)</b>	(41,040.134)
<b>Accumulator shares in issue at end of year</b>	<b>111,235.040</b>	112,812.780
<b>Distributor shares in issue at beginning of year</b>	<b>220,909.177</b>	211,122.052
Creation of Distributor Shares	34,517.231	26,230.970
Redemption of Distributor Shares	<b>(32,922.436)</b>	(16,443.845)
<b>Distributor shares in issue at end of year</b>	<b>222,503.972</b>	220,909.177
<b>Accumulator WMD shares in issue at beginning of year</b>	<b>28,447.758</b>	-
Creation of Accumulator Shares	5,412.352	28,447.758
Redemption of Accumulator Shares	<b>(1,652.474)</b>	-
<b>Accumulator WMD shares in issue at end of year</b>	<b>32,207.636</b>	28,447.758

	<b>Vilhena Sterling Income Fund</b>	
	2022 Shares	2021 Shares
<b>Shares in issue at beginning of year</b>	<b>65,101,347.682</b>	65,339,463.480
Creation of Distributor shares	2,092,227.616	2,808,591.821
Redemption of Distributor shares	<b>(3,172,520.577)</b>	(3,046,707.619)
<b>Shares in issue at end of year</b>	<b>64,021,054.721</b>	65,101,347.682

	<b>Vilhena High Yield Fund</b>	
	2022 Shares	2021 Shares
<b>EURO Distributor Shares in issue at beginning of year</b>	<b>109,736,841.511</b>	100,761,006.841
Creation of EURO Distributor shares	16,430,031.546	13,278,525.912
Redemption of EURO Distributor shares	<b>(7,031,490.952)</b>	(4,302,691.242)
<b>EURO Shares in issue at end of year</b>	<b>119,135,382.105</b>	109,736,841.511
<b>USD Distributor Shares in issue at beginning of year</b>	<b>7,050,714.488</b>	6,137,468.636
Creation of USD Distributor shares	1,113,057.444	1,052,609.941
Redemption of USD Distributor shares	<b>(205,663.527)</b>	(139,364.089)
<b>USD Shares in issue at end of year</b>	<b>7,958,108.405</b>	7,050,714.488

## Notes to the Financial Statements *(continued)*

	<b>Vilhena Euro Income Fund</b>	
	<b>2022 Shares</b>	<b>2021 Shares</b>
<b>Accumulator shares in issue at beginning of year</b>	<b>465,910.195</b>	614,918.593
Creation of Accumulator shares	<b>8,492.051</b>	15,499.490
Redemption of Accumulator shares	<b>(58,100.484)</b>	(164,507.888)
<b>Accumulator shares in issue at end of year</b>	<b>416,301.762</b>	465,910.195
<b>Monthly Distributor shares in issue at beginning of year</b>	<b>5,069,227.698</b>	6,791,895.182
Creation of Monthly distributor shares	<b>17,737.577</b>	27,476.033
Redemption of Monthly distributor shares	<b>(493,730.637)</b>	(1,750,143.517)
<b>Monthly Distributor shares in issue at end of year</b>	<b>4,593,234.638</b>	5,069,227.698
<b>Distributor shares in issue at beginning of year</b>	<b>8,271,514.180</b>	9,539,910.947
Creation of Quarterly distributor shares	<b>54,407.049</b>	61,852.134
Redemption of Quarterly distributor shares	<b>(1,059,055.015)</b>	(1,330,248.901)
<b>Distributor shares in issue at end of year</b>	<b>7,266,866.214</b>	8,271,514.180

	<b>Vilhena US Multi-Manager Fund</b>	
	<b>2022 Shares</b>	<b>2021 Shares</b>
<b>Distributor shares in issue at beginning of year</b>	<b>8,460,603.511</b>	8,742,760.431
Creation of Distributor shares	<b>539,025.234</b>	696,962.941
Redemption of Distributor shares	<b>(1,220,332.752)</b>	(979,119.861)
Transfer	<b>(7,779,295.993)</b>	-
<b>Distributor shares in issue at end of year</b>	<b>-</b>	8,460,603.511

	<b>2022 Shares</b>	<b>2021 Shares</b>
<b>Accumulator shares in issue at beginning of year</b>	<b>-</b>	-
Transfer	<b>7,779,295.993</b>	-
Creation of Accumulator shares	<b>57,100.594</b>	-
Redemption of Accumulator shares	<b>(147,057.595)</b>	-
<b>Accumulator shares in issue at end of year</b>	<b>7,689,338.992</b>	-

On 1 April 2021, a new accumulator share class denominated in USD was introduced in Vilhena US Multi-Manager Fund. As at reporting date there were no subscriptions or activity in the new sub-fund.

	<b>Vilhena Far East Opportunities Fund</b>	
	<b>2022 Shares</b>	<b>2021 Shares</b>
<b>Shares in issue at beginning of year</b>	<b>1,814,729.893</b>	1,956,020.188
Creation of Accumulator shares	<b>106,736.300</b>	131,897.475
Redemption of Accumulator shares	<b>(114,138.432)</b>	(273,187.770)
<b>Shares in issue at end of year</b>	<b>1,807,327.761</b>	1,814,729.893

	<b>Vilhena Maltese Opportunities Fund</b>	
	<b>2022 Shares</b>	<b>2021 Shares</b>
<b>Accumulator shares in issue at beginning of year</b>	<b>1,966,538.255</b>	2,050,984.642
Creation of Accumulator shares	<b>80,817.572</b>	92,347.763
Redemption of Accumulator shares	<b>(176,988.726)</b>	(176,794.150)
<b>Accumulator shares in issue at end of year</b>	<b>1,870,367.101</b>	1,966,538.255
<b>Distributor shares in issue at beginning of year</b>	<b>591,548.743</b>	746,993.649
Creation of Distributor shares	<b>6,012.355</b>	15,176.297
Redemption of Distributor shares	<b>(52,123.178)</b>	(170,621.203)
<b>Distributor shares in issue at end of year</b>	<b>545,437.920</b>	591,548.743

	<b>Vilhena Maltese Equity Focus Fund</b>	
	<b>2022 Shares</b>	<b>2021 Shares</b>
<b>Accumulator shares in issue at beginning of year</b>	<b>3,451,210.297</b>	3,516,004.673
Creation of Accumulator shares	<b>109,240.972</b>	141,026.571
Redemption of Accumulator shares	<b>(229,773.612)</b>	(205,820.947)
<b>Accumulator shares in issue at end of year</b>	<b>3,330,677.657</b>	3,451,210.297
<b>Distributor shares in issue at beginning of year</b>	<b>1,143,092.428</b>	1,924,162.951
Creation of Distributor shares	<b>24,386.233</b>	28,725.392
Redemption of Distributor shares	<b>(78,951.176)</b>	(809,795.915)
<b>Distributor shares in issue at end of year</b>	<b>1,088,527.485</b>	1,143,092.428

On 29 March 2022, a new ISC Accumulator class denominated in EUR was introduced in Vilhena Maltese Equity Focus Fund. As at reporting date there were no subscriptions or activity in the new sub-fund.

## Notes to the Financial Statements *(continued)*

	<b>Vilhena Euro Liquidity Fund</b>	
	<b>2022 Shares</b>	2021 Shares
<b>Retail shares in issue at beginning of year</b>	<b>3,865,252.359</b>	3,797,522.985
Creation of retail shares	<b>35,350.547</b>	903,394.179
Redemption of retail shares	<b>(749,695.846)</b>	(835,664.805)
<b>Retail shares in issue at end of year</b>	<b>3,150,907.060</b>	3,865,252.359
<b>Institutional shares in issue at end of year</b>	<b>7,733,753.151</b>	7,565,855.116
Creation of institutional shares	<b>65,182.754</b>	3,378,504.094
Redemption of institutional shares	<b>(4,077,669.260)</b>	(3,210,606.059)
<b>Institutional shares in issue at end of year</b>	<b>3,721,266.645</b>	7,733,753.151

### *Capital Risk Management*

The capital of the Company is represented by the net assets attributable to holders of redeemable shares. The amount of net asset attributable to holders of redeemable shares can change significantly on a daily basis, as most of the Funds are subject to daily subscriptions and redemptions at the discretion of shareholders. The Company's objective when managing capital is to safeguard the Company's ability to continue as a going concern in order to provide returns for shareholders, provide benefits for other stakeholders and maintain a strong capital base to support the development of the investment activities of the Company.

In order to maintain or adjust the capital structure, the Company's policy is to perform the following:

- Monitor the level of daily subscriptions and redemptions relative to the assets it expects to be able to liquidate within 7 days and adjust the amount of distributions the Fund pays to redeemable shareholders.
- Redeem and issue new shares in accordance with the constitutional documents of each respective Fund, which includes the ability to restrict redemptions and require certain minimum holdings and subscriptions.

The Manager monitors capital on the basis of the value of net assets attributable to redeemable shareholders.

If the Directors determine that satisfying all or a portion of a redemption request would not be possible, the Directors may elect to exercise their power of deferral and power to suspend redemption of shares. In such an event, the Directors reduce all valid redemption instructions pro-rata to the number of shares requested to be redeemed. The balance of such shares will be redeemed on the next dealing day until the original redemption instructions have been satisfied. In accordance with the objectives outlined in the prospectus and the risk management policies in note 14, the Company endeavours to invest the subscriptions received in appropriate investments while maintaining sufficient liquidity to meet redemptions, such liquidity being augmented by short-term borrowing or disposal of listed securities where necessary.

### **8. NET ASSET VALUE PER SHARE**

The Vilhena Malta Fund, the Vilhena Maltese Opportunities Fund and the Vilhena Maltese Equity Focus Fund have two classes of shares, one class of accumulator shares and another class of distributor shares. The Vilhena Malta Government Bond Fund and the Vilhena Malta Bond Fund have three classes of shares, two classes of accumulator shares and another class of distributor shares. The net asset value per share of each respective class is calculated by apportioning the net asset attributable to shareholders in accordance to their respective capital contributions.

The Vilhena Global Themed Fund has three classes of shares, one denominated in USD, one denominated in Euro and the other in GBP. The net asset value per share of each respective class is calculated by apportioning the net assets attributable to holders of redeemable shares in accordance to their respective capital contributions.

The Vilhena High Yield Fund has two classes of shares, one denominated in USD and the other in Euro. The net asset value per share of each respective class is calculated by apportioning the net assets attributable to holders of redeemable shares in accordance to their respective capital contributions.

The Vilhena Euro Income Fund has three classes of shares, one class of accumulator shares, another class for monthly distributor shares and the third class for quarterly distributor shares. The net asset value per share of each respective class is calculated by apportioning the net assets attributable to holders of redeemable shares in accordance to their respective capital contributions.

The Vilhena Euro Liquidity Fund has two classes of shares, one class of retail shares and one for institutional shares. The net asset value per share of each respective class is calculated by apportioning the net assets attributable to holders of redeemable shares in accordance to their respective capital contributions.

The Vilhena European Multi-Manager Fund, Vilhena Broad Opportunities Fund, Vilhena US Multi-Manager Fund and Vilhena Far East Opportunities Fund have one class of accumulator shares whereas the Vilhena Sterling Income Fund has one class of distributor shares. The net asset value per share of each respective class is calculated by apportioning the net assets attributable to holders of redeemable shares in accordance to their respective capital contributions.

On 1 April 2021, a new accumulator share class denominated in USD was introduced in Vilhena US Multi-Manager Fund. As at reporting date there were no subscriptions or activity in the new sub-fund.

On 29 March 2022, a new ISC Accumulator class denominated in EUR was introduced in Vilhena Maltese Equity Focus Fund. As at reporting date there were no subscriptions or activity in the new sub-fund.

## 9. FEES

### (a) Management fees

The Investment Manager, BOV Asset Management Limited, receives a management fee calculated as a percentage per annum of the net asset value of each Fund as follows:

Vilhena Malta Fund	0.65%
Vilhena Malta Government Bond Fund	0.60%
Vilhena Malta Government Bond Fund WMD shares	0.25%
Vilhena Global Themed Fund	1.27%
Vilhena European Multi-Manager Fund	1.27%
Vilhena Broad Opportunities Fund*	0.875%
Vilhena Malta Bond Fund	0.60%
Vilhena Malta Bond Fund WMD shares	0.25%
Vilhena Sterling Income Fund	0.75%
Vilhena High Yield Fund	1.00%
Vilhena Euro Income Fund	0.75%
Vilhena US Multi-Manager Fund **	1.29%
Vilhena Far East Opportunities Fund ***	1.29%
Vilhena Maltese Opportunities Fund	0.75%
Vilhena Maltese Equity Focus Fund	1.25%
Vilhena Euro Liquidity Fund - Retail ****	0.175%
Vilhena Euro Liquidity Fund - Institutional ****	0.12%

\* During the financial years 2022 and 2021 discounted at 0.375%

\*\* During the financial years 2022 and 2021 discounted at 1.00%

\*\*\* During the financial years 2022 and 2021 discounted at 1.06%

\*\*\*\* During the financial years 2022 and 2021 discounted at 0.04%

Management Fees charged for the year are disclosed in the Statement of Comprehensive Income under 'Management Fees'. Unpaid management fees as at 30 April 2022 and 30 April 2021 are disclosed in Note 6.

When an investment is made in another collective investment scheme managed by BOV Asset Management Limited, arrangements are made to eliminate more than one set of charges on acquisition or disposal and more than one set of management fees.

The Investment Manager appointed Insight Investment Management (Global) Limited and Waverton Investment Management Limited as Sub-Investment Managers for certain Funds of the Company. Fees to the Sub-Investment Managers are paid by the Investment Manager.

Until 4 May 2021, Insight Investment Management (Global) Limited acted as Sub-Investment Manager to Vilhena Euro Income Fund and the Vilhena Sterling Income Fund. As at 30 April 2022 Insight Investment Management

## Notes to the Financial Statements *(continued)*

(Global) Limited acts as Sub-Investment Manager to the Vilhena High Yield Fund. The sub-investment management fees charged by Insight Investment Management (Global) Limited for the reporting year amounted to the following:

	2022	2021
Vilhena Sterling Income Fund	-	£211,736
Vilhena High Yield Fund	<b>€192,625</b>	€101,085
Vilhena Euro Income Fund	-	€177,491

Waverton Investment Management Limited acted as Sub-Investment Manager to Vilhena Global Themed Fund (until 4 May 2021), Vilhena Far East Opportunities Fund and Vilhena US Multi-Manager Fund (until 7 March 2022). The sub-investment management fees charged by Waverton Investment Management Limited for the reporting year amounted to the following:

	2022	2021
Vilhena Global Themed Fund	-	\$107,818
Vilhena Far East Opportunities Fund	<b>\$25,920</b>	\$23,281
Vilhena US Multi-Manager Fund	<b>\$43,752</b>	\$43,264

### (b) Registrar fees

The Manager shall be entitled to receive an annual fee calculated as a percentage per annum of the net asset value of each Fund as follows:

Vilhena Malta Fund	0.125%
Vilhena Malta Government Bond Fund	0.175%
Vilhena Global Themed Fund	0.125%
Vilhena European Multi-Manager Fund	0.125%
Vilhena Broad Opportunities Fund	0.125%
Vilhena Malta Bond Fund	0.125%
Vilhena Sterling Income Fund	0.125%
Vilhena High Yield Fund	0.125%
Vilhena Euro Income Fund	0.125%
Vilhena US Multi-Manager Fund	0.125%
Vilhena Far East Opportunities Fund	0.125%
Vilhena Maltese Opportunities Fund	0.125%
Vilhena Maltese Equity Focus Fund	0.125%
Vilhena Euro Liquidity Fund *	0.020%

\* During the financial years 2022 discounted at 0.01%

Registrar Fees charged for the year are disclosed in the 'Statement of Comprehensive Income' under 'Registrar Fees'. Unpaid registrar fees as at 30 April 2022 and 30 April 2021 are disclosed in Note 6.

### (c) Administration fees

The Fund Administrator, BOV Fund Services Limited, is entitled to an administration fee per annum based on the net asset value of each fund as follows:

Vilhena Malta Fund	0.25%
Vilhena Malta Government Bond Fund	0.25%
Vilhena Global Themed Fund	0.23%
Vilhena European Multi-Manager Fund	0.23%
Vilhena Broad Opportunities Fund	0.125%
Vilhena Malta Bond Fund	0.25%
Vilhena Sterling Income Fund	0.25%
Vilhena High Yield Fund	0.25%
Vilhena Euro Income Fund	0.25%
Vilhena US Multi-Manager Fund	0.21%
Vilhena Far East Opportunities Fund	0.21%
Vilhena Maltese Opportunities Fund	0.25%
Vilhena Maltese Equity Focus Fund	0.25%
Vilhena Euro Liquidity Fund - Retail*	0.125%
Vilhena Euro Liquidity Fund - Institutional*	0.08%

\* During the financial years 2022 and 2021 discounted at 0.04%



In consideration for the services to be performed by the Administrator in relation to the Vilhena Global Themed Fund - Euro Class the administration fee is subject to an annual fee of Eur 5,000 from the date of its launch.

In consideration for the services to be performed by the Administrator in relation to the Vilhena High Yield Fund - USD Class the administration fee is subject to an annual fee of Eur 1,600 from the date of its launch.

Administrator fees are disclosed in the 'Statement of Comprehensive Income' under 'Administrator Fees'. Unpaid administrator fees as at 30 April 2022 and 30 April 2021 are disclosed in Note 6.

The above fees reflect those charged as at 30 April 2022 and 30 April 2021 taking into account changes to the offering supplements of each Fund throughout the year.

(d) *Custodian fees*

The Custodian receives a custody fee calculated as a percentage per annum of the net asset value of each Fund, subject to a minimum annual fee as follows:

Vilhena Malta Fund*	0.05%
Vilhena Malta Government Bond Fund	Up to 0.05% subject to a minimum of €20,000
Vilhena Global Themed Fund*	0.05%
Vilhena European Multi-Manager Fund*	0.05%
Vilhena Broad Opportunities Fund	0.05% subject to a minimum of €6,000
Vilhena Malta Bond Fund	Up to 0.05% subject to a minimum of €20,000
Vilhena Sterling Income Fund*	0.05%
Vilhena High Yield Fund*	0.05%
Vilhena Euro Income Fund*	0.05%
Vilhena US Multi-Manager Fund*	0.05%
Vilhena Far East Opportunities Fund*	0.05%
Vilhena Maltese Opportunities Fund*	0.05%
Vilhena Maltese Equity Focus Fund*	0.05%
Vilhena Euro Liquidity Fund	0.015% subject to a minimum of €5,000

\* Subject to an aggregate minimum fee of €200,000 per annum between the sub-funds. Whichever fee is applicable this is apportioned between these sub-funds in the following manner: €15,000 per annum for every fund; and an apportionment on a pro-rata basis of the remaining fee based on the respective NAV of each fund.

Custodian fees charged for the year are disclosed in the 'Statement of Comprehensive Income' under 'Custodian Fees'. Unpaid custodian fees as at 30 April 2022 and 30 April 2021 are disclosed in Note 6.

(e) *Auditor's remuneration*

Fees charged by the Company's auditor (exclusive of VAT) for services rendered during the financial year ended 30 April 2022 and 2021 relate to:

	2022	2021
	€	€
Annual statutory audit	64,000	61,000
Tax compliance service	2,000	1,680
Other assurance services	16,000	15,200
	<u>82,000</u>	<u>77,880</u>

## 10. DISTRIBUTIONS TO SHAREHOLDERS

Distributions reflected in the Statements of Comprehensive Income for the year ended 30 April 2022:

	Ex-dividend Date	Rate per share	Distribution
Vilhena Malta Fund Distributor shares	30 Apr 2022	€7.4285	€184,868
Vilhena Malta Government Bond Fund Distributor shares	31 Jul 2021	€1.2052	€437,609
Vilhena Malta Government Bond Fund Distributor shares	31 Oct 2021	€1.1875	€441,169
Vilhena Malta Government Bond Fund Distributor shares	31 Jan 2022	€1.1265	€411,373
Vilhena Malta Government Bond Fund Distributor shares	30 Apr 2022	€1.1403	€409,164
Vilhena Malta Bond Fund	31 Oct 2021	€3.7662	€803,232
Vilhena Malta Bond Fund	30 Apr 2022	€3.7067	€824,767

## Notes to the Financial Statements *(continued)*

Vilhena Sterling Income Fund	31 Jul 2021	€0.0071	£458,958
Vilhena Sterling Income Fund	31 Oct 2021	€0.0067	£435,330
Vilhena Sterling Income Fund	31 Jan 2022	€0.0079	£512,434
Vilhena Sterling Income Fund	30 Apr 2022	€0.0066	£420,745
Vilhena High Yield Fund - € Class	31 Jul 2021	€0.0087	€981,425
Vilhena High Yield Fund - \$ Class	31 Jul 2021	\$0.0106	€65,532
Vilhena High Yield Fund - € Class	31 Oct 2021	€0.0084	€978,955
Vilhena High Yield Fund - \$ Class	31 Oct 2021	\$0.0103	€67,904
Vilhena High Yield Fund - € Class	31 Jan 2022	€0.0086	€1,017,429
Vilhena High Yield Fund - \$ Class	31 Jan 2022	\$0.0103	€72,857
Vilhena High Yield Fund - € Class	30 Apr 2022	€0.0091	€1,088,421
Vilhena High Yield Fund - \$ Class	30 Apr 2022	\$0.0106	€80,136
Vilhena Euro Income Fund Monthly Distributor	31 May 2021	-	-
Vilhena Euro Income Fund Monthly Distributor	30 Jun 2021	€0.0016	€7,880
Vilhena Euro Income Fund Monthly Distributor	31 Jul 2021	€0.0011	€5,270
Vilhena Euro Income Fund Quarter Distributor	31 Jul 2021	€0.0012	€9,769
Vilhena Euro Income Fund Monthly Distributor	31 Aug 2021	€0.0007	€3,533
Vilhena Euro Income Fund Monthly Distributor	30 Sep 2021	€0.0014	€6,658
Vilhena Euro Income Fund Monthly Distributor	31 Oct 2021	€0.0007	€3,362
Vilhena Euro Income Fund Quarter Distributor	31 Oct 2021	€0.0013	€10,054
Vilhena Euro Income Fund Monthly Distributor	30 Nov 2021	€0.0021	€9,714
Vilhena Euro Income Fund Monthly Distributor	31 Dec 2021	€0.0030	€14,084
Vilhena Euro Income Fund Monthly Distributor	31 Jan 2022	€0.0024	€11,171
Vilhena Euro Income Fund Quarter Distributor	31 Jan 2022	€0.0035	€25,841
Vilhena Euro Income Fund Monthly Distributor	28 Feb 2022	€0.0020	€9,181
Vilhena Euro Income Fund Monthly Distributor	31 Mar 2022	€0.0031	€14,117
Vilhena Euro Income Fund Monthly Distributor	30 Apr 2022	€0.0021	€9,586
Vilhena Euro Income Fund Quarter Distributor	30 Apr 2022	€0.0033	€24,056
Vilhena Maltese Opportunities Fund	30 Apr 2022	€0.0669	€36,521
Vilhena Maltese Equity Focus Fund	30 Apr 2022	€0.0016	€1,687

Except for the distributions payable which were declared on 30 April 2022 and included with 'Other Payables' (refer to note 6), all other distributions attributable to the distributor shares have been declared and distributed by the financial reporting date.

Distributions reflected in the Statements of Comprehensive Income for the year ended 30 April 2021:

	Ex-dividend Date	Rate per share	Distributions
Vilhena Malta Fund Distributor shares	30 Apr 2021	€7.1941	€179,646
Vilhena Malta Government Bond Fund Distributor shares	31 Jul 2020	€1.3652	€440,270
Vilhena Malta Government Bond Fund Distributor shares	31 Oct 2020	€1.3099	€426,224
Vilhena Malta Government Bond Fund Distributor shares	31 Jan 2021	€1.2793	€437,631
Vilhena Malta Government Bond Fund Distributor shares	30 Apr 2021	€1.2028	€430,299
Vilhena Malta Bond Fund	31 Oct 2020	€4.0574	€879,574
Vilhena Malta Bond Fund	30 Apr 2021	€3.8596	€852,610
Vilhena Sterling Income Fund	31 Jul 2020	£0.0075	£485,896
Vilhena Sterling Income Fund	31 Oct 2020	£0.0072	£470,149
Vilhena Sterling Income Fund	31 Jan 2021	£0.0076	£494,683
Vilhena Sterling Income Fund	30 Apr 2021	£0.0073	£477,127
Vilhena High Yield Fund - € Class	31 Jul 2020	€0.0078	€807,320
Vilhena High Yield Fund - \$ Class	31 Jul 2020	\$0.0102	€54,344
Vilhena High Yield Fund - € Class	31 Oct 2020	€0.0081	€849,956
Vilhena High Yield Fund - \$ Class	31 Oct 2020	\$0.0099	€55,166
Vilhena High Yield Fund - € Class	31 Jan 2021	€0.0085	€908,343
Vilhena High Yield Fund - \$ Class	31 Jan 2021	\$0.0106	€59,458
Vilhena High Yield Fund - € Class	30 Apr 2021	€0.0083	€905,987
Vilhena High Yield Fund - \$ Class	30 Apr 2021	\$0.0103	€59,687
Vilhena Euro Income Fund Monthly Distributor	31 May 2020	€0.0013	€8,997
Vilhena Euro Income Fund Monthly Distributor	30 Jun 2020	€0.0011	€7,653
Vilhena Euro Income Fund Monthly Distributor	31 Jul 2020	€0.0013	€8,354
Vilhena Euro Income Fund Quarter Distributor	31 Jul 2020	€0.0017	€15,829
Vilhena Euro Income Fund Monthly Distributor	31 Aug 2020	€0.0011	€7,059
Vilhena Euro Income Fund Monthly Distributor	30 Sep 2020	€0.0011	€7,012
Vilhena Euro Income Fund Monthly Distributor	31 Oct 2020	€0.0011	€6,875

Vilhena Euro Income Fund Quarter Distributor	31 Oct 2020	€0.0015	€13,095
Vilhena Euro Income Fund Monthly Distributor	30 Nov 2020	€0.0012	€6,154
Vilhena Euro Income Fund Monthly Distributor	31 Dec 2020	€0.0011	€5,804
Vilhena Euro Income Fund Monthly Distributor	31 Jan 2021	€0.0008	€4,327
Vilhena Euro Income Fund Quarter Distributor	31 Jan 2021	€0.0014	€12,592
Vilhena Euro Income Fund Monthly Distributor	28 Feb 2021	€0.0008	€3,866
Vilhena Euro Income Fund Monthly Distributor	31 Mar 2021	€0.0009	€4,414
Vilhena Euro Income Fund Monthly Distributor	30 Apr 2021	€0.0001	€295
Vilhena Euro Income Fund Quarter Distributor	30 Apr 2021	€0.0008	€6,468
Vilhena Maltese Opportunities Fund	30 Apr 2021	€0.0611	€36,147
Vilhena Maltese Equity Focus Fund	30 Apr 2021	-	-

## 11. TAX EXPENSE

The tax regime for collective investment schemes in Malta is based on the classification of funds into prescribed or non-prescribed funds in terms of the conditions set out in the Collective Investment Schemes (Investment Income) Regulations, 2001 as amended. In general, a prescribed fund is defined as a resident fund, which has declared that the value of its assets situated in Malta amount to at least 85% of the value of the total assets of the fund. A non-prescribed fund is a fund which does not qualify as a prescribed fund.

Any fund of the Company which is classified as a prescribed fund for Maltese income tax purposes, would be subject to Maltese tax on its investment income as defined in the Income Tax Act at a rate of 10% or 15% depending on the nature of the income. No tax on capital gains should be incurred by Maltese resident investors upon the disposal of units in such funds on the basis that such funds would be listed on the Malta Stock Exchange.

On the other hand, any fund which is classified as a non-prescribed fund for Maltese income tax purposes should not be subject to tax on its income or gains, other than on any income derived from immovable property situated in Malta. However, Maltese resident investors therein may be subject to a 15% final withholding tax on capital gains realised on redemptions, liquidation or cancellation of units. Nevertheless, the Maltese resident investor may request the Company not to effect the deduction of the said 15% final withholding tax in which case the investor would be required to declare the gains in his income tax return and will be subject to tax at the normal rates of tax.

Any gains arising to non-Maltese-resident investors, whether in respect of units in prescribed or non-prescribed funds, should be exempt from Maltese income tax under the relevant provisions found in the Maltese Income Tax Act, subject to the satisfaction of certain statutory conditions.

In respect of the distributions by the Company to the shareholders, dividends paid from Malta source taxed profits, Malta source profits which are exempt from tax up to the level of the ultimate shareholder, or profits received by the Company from the foreign income account of another Maltese company should not be subject to further tax in the hands of the shareholders.

In the case of distributions from the Company's Final Tax Account (income allocated to such an account would include inter alia "investment income" as defined in the Income Tax Act received by a prescribed Fund), the shareholders should not be subject to further tax on such dividend but should not be entitled to claim a credit or refund of any tax directly or indirectly paid on such profits.

Distributions from the Company's foreign source profits allocated to its Untaxed Account or distributions of any Malta source profits which are not subject to tax and which are allocated to its Untaxed Account, to a Maltese resident person (other than a company) or to a non-resident individual in specific circumstances should be subject to a withholding tax of 15%.

Distributions from the Company's equalisation reserve are treated as dividends for income tax purposes and should be subject to a withholding tax of 15% when paid to a Maltese resident person (other than a company) or to a non-resident individual in specific circumstances.

In case of the Company's foreign investments outside Malta, any capital gains, dividends, interest and other gains or profits may be subject to tax imposed by the country of origin concerned and such taxes may not be recoverable by the Company or by its shareholders under Maltese domestic law.

## 12. RELATED PARTIES

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.

(i) BOV Asset Management Limited is the Investment Manager and Registrar of the Company. It provides

## Notes to the Financial Statements *(continued)*

management and registrar services for fees as specified in note 9(a) and 9(b). Total fees incurred during the year are disclosed as follows:

	2022	2021
Vilhena Malta Fund	€321,224	€318,399
Vilhena Malta Government Bond Fund	€2,409,625	€2,123,520
Vilhena Global Themed Fund	\$391,502	\$292,193
Vilhena European Multi-Manager Fund	€400,224	€344,193
Vilhena Broad Opportunities Fund	€12,989	€12,994
Vilhena Malta Bond Fund	€1,112,709	€1,031,149
Vilhena Sterling Income Fund	£565,563	£587,764
Vilhena High Yield Fund	€942,657	€855,911
Vilhena Euro Income Fund	€205,720	€251,459
Vilhena US Multi-Manager Fund	\$126,913	\$122,032
Vilhena Far East Opportunities Fund	\$50,441	\$49,529
Vilhena Maltese Opportunities Fund	€212,387	€223,018
Vilhena Maltese Equity Focus Fund	€199,188	€208,872
Vilhena Euro Liquidity Fund	€15,200	€16,164

BOV Asset Management Limited is also the Investment Manager of BOV Balanced Portfolio Fund, BOV Conservative Portfolio Fund and BOV Growth Portfolio Fund. These three Funds own shares in the following Vilhena Funds:

<b>BOV Balanced Portfolio Fund</b>	2022	2021
Vilhena Euro Income Fund monthly distributor shares	192,458.893	191,116.753
Vilhena Sterling Income Fund distributor shares	206,495.969	200,614.470
Vilhena Global Themed Fund Usd class shares	664,782.373	176,667.095

<b>BOV Conservative Portfolio Fund</b>	2022	2021
Vilhena Euro Income Fund monthly distributor shares	1,548,524.123	1,537,725.205
Vilhena Sterling Income Fund distributor shares	1,592,393.028	1,547,037.812
Vilhena Malta Bond Fund distributor shares	3,308.677	16,452.985
Vilhena Malta Fund distributor shares	1,147.328	1,131.135
Vilhena Global Themed Fund Usd class shares	1,425,739.917	-

<b>BOV Growth Portfolio Fund</b>	2022	2021
Vilhena Euro Income Fund accumulator shares	34,754.288	34,754.288
Vilhena High Yield Fund Euro class shares	106,652.870	101,479.110
Vilhena Global Themed Fund Usd class shares	384,083.873	156,577.235

- (ii) Bank of Valletta p.l.c. (“BOV”) (the “Custodian”) provides custody services for a fee as specified in note 9(d). The fees charged during the reporting year are disclosed in the Statements of Comprehensive Income. Custody and other trustee disbursements incurred during the year are disclosed as follows:

	2022	2021
Vilhena Malta Fund	€23,363	€21,350
Vilhena Malta Government Bond Fund	€130,706	€112,887
Vilhena Global Themed Fund	\$36,701	\$28,753
Vilhena European Multi-Manager Fund	€27,837	€22,465
Vilhena Broad Opportunities Fund	€7,158	€3,434
Vilhena Malta Bond Fund	€84,319	€61,436
Vilhena Sterling Income Fund	£36,678	£53,059
Vilhena High Yield Fund	€50,128	€51,205
Vilhena Euro Income Fund	€29,370	€34,100
Vilhena US Multi-Manager Fund	\$22,260	\$17,250
Vilhena Far East Opportunities Fund	\$25,698	\$23,845
Vilhena Maltese Opportunities Fund	€16,200	€27,151
Vilhena Maltese Equity Focus Fund	€12,849	€21,734
Vilhena Euro Liquidity Fund	€19,235	€9,597

As at 30 April 2022 and 30 April 2021 the following bank balances were held with Bank of Valletta p.l.c.:

	2022	2021
Vilhena Malta Fund	€954,083	€958,959
Vilhena Malta Government Bond Fund	€5,603,807	€6,266,634
Vilhena Global Themed Fund	\$1,658,410	\$15,961,923
Vilhena European Multi-Manager Fund	€817,403	€174,954
Vilhena Broad Opportunities Fund	€741,136	€44,744
Vilhena Malta Bond Fund	€1,583,713	€4,079,998
Vilhena Sterling Income Fund	£3,116,769	£2,623,785
Vilhena High Yield Fund	€4,466,523	€2,551,014
Vilhena Euro Income Fund	€905,193	€334,224
Vilhena US Multi-Manager Fund	\$314,967	\$457,642
Vilhena Far East Opportunities Fund	\$47,206	\$106,158
Vilhena Maltese Opportunities Fund	€920,680	€432,786
Vilhena Maltese Equity Focus Fund	€486,872	€573,719
Vilhena Euro Liquidity Fund	€1,073,705	€1,639,714

The following Funds own shares and bonds in Bank of Valletta p.l.c amounting to:

	2022	2021
<i>Financial assets at fair value through profit or loss</i>		
Vilhena Malta Fund	€2,471,850	€2,656,391
Vilhena Malta Bond Fund	€7,640,890	€8,142,102
Vilhena Maltese Opportunities Fund	€1,485,373	€1,662,458
Vilhena Maltese Equity Focus Fund	€931,517	€1,055,834

As at 30 April 2022 and 30 April 2021 the following shares were held through Bank of Valletta p.l.c. as nominees and/or trustees:

	2022 Shares	2021 Shares
Vilhena Malta Fund accumulator shares	576.397	865.983
Vilhena Malta Fund distributor shares	449.934	402.838
Vilhena Malta Government Bond Fund accumulator shares	1,653.692	1,684.465
Vilhena Malta Government Bond Fund accumulator WMD shares	1,053.522	1,009.429
Vilhena Malta Government Bond Fund distributor shares	3,335.140	4,823.208
Vilhena Global Themed Fund USD Class Shares	59,062.642	72,696.124
Vilhena Global Themed Fund EURO Class Shares	46,422.121	46,871.218
Vilhena Global Themed Fund GBP Class Shares	7,941.008	16,146.601
Vilhena Broad Opportunities Fund	-	176,185.945
Vilhena European Multi-Manager Fund	267,016.689	331,212.258
Vilhena Malta Bond Fund accumulator shares	9,445.786	12,074.715
Vilhena Malta Bond Fund accumulator WMD shares	32,201.507	28,447.758
Vilhena Malta Bond Fund distributor shares	16,943.289	18,792.421
Vilhena Sterling Income Fund	5,878,130.676	6,537,469.782
Vilhena High Yield Fund (EUR class)	14,373,601.508	15,906,858.480
Vilhena High Yield Fund (USD class)	609,798.836	436,288.747
Vilhena Euro Income Fund monthly distributor shares	148,296.814	159,956.394
Vilhena Euro Income Fund quarterly distributor shares	249,555.890	283,443.585
Vilhena Euro Income Fund accumulator shares	20,549.915	20,549.915
Vilhena US Multi-Manager Fund	32,716.427	84,401.217
Vilhena Far East Opportunities Fund	110,570.001	114,979.449
Vilhena Maltese Opportunities Fund accumulator shares	121,914.197	134,791.630
Vilhena Maltese Opportunities Fund distributor shares	13,034.563	10,715.756
Vilhena Maltese Equity Focus Fund accumulator shares	167,173.820	213,400.962
Vilhena Maltese Equity Focus Fund distributor shares	14,163.761	38,509.779
Vilhena Euro Liquidity Fund retail shares	66,400.009	55,313.151
Vilhena Euro Liquidity Fund institutional shares	287,917.258	287,917.258

## Notes to the Financial Statements *(continued)*

- (iii) Under the terms of an agreement dated 1 October 2006, the Manager appointed BOV Fund Services Limited, a wholly owned subsidiary of BOV, as Administrator to the Company. Fees charged during the financial year ended 30 April 2022 and 30 April 2021 amounted to the following:

	2022	2021
Vilhena Malta Fund	<b>€103,620</b>	€102,710
Vilhena Malta Government Bond Fund	<b>€780,164</b>	€830,737
Vilhena Global Themed Fund	<b>\$70,334</b>	\$54,037
Vilhena European Multi-Manager Fund	<b>€66,026</b>	€56,753
Vilhena Broad Opportunities Fund	<b>€3,449</b>	€3,419
Vilhena Malta Bond Fund	<b>€410,192</b>	€416,157
Vilhena Sterling Income Fund	<b>£161,589</b>	£167,933
Vilhena High Yield Fund	<b>€211,070</b>	€191,802
Vilhena Euro Income Fund	<b>€58,777</b>	€71,846
Vilhena US Multi-Manager Fund	<b>\$25,531</b>	\$23,291
Vilhena Far East Opportunities Fund	<b>\$9,155</b>	\$8,962
Vilhena Maltese Opportunities Fund	<b>€60,682</b>	€63,720
Vilhena Maltese Equity Focus Fund	<b>€36,216</b>	€37,976
Vilhena Euro Liquidity Fund	<b>€12,160</b>	€12,931

- (iv) The individual Directors' holdings in the Funds were as follows:

As at 30 April 2022, Kenneth Farrugia (as a Director of Vilhena Funds Sicav p.l.c. and of BOV Asset Management) held 3,051.554 shares in the Vilhena Maltese Opportunities Fund accumulator shares, 82,076.781 shares in the Vilhena European Multi-Manager Fund, 5,502.063 shares in the Vilhena Euro Liquidity Fund retail shares, 29,917.925 shares in the Vilhena US Multi-Manager Fund, 35,159.070 shares in the Vilhena Maltese Equity Focus Fund accumulator shares and 18,501.754 shares in the Vilhena Global Themed Fund Euro shares.

As at 30 April 2022, Romeo Cutajar (as a Director of Vilhena Funds Sicav p.l.c.) held 2,840.237 shares in the Vilhena Euro Multi-Manager Fund and 1,495.860 shares in the Vilhena Maltese Equity Focus Fund accumulator shares.

As at 30 April 2022, Anita Mangion (as a Director of Vilhena Funds Sicav p.l.c.) held 2,836.500 shares in the Vilhena Euro Multi-Manager Fund.

As at 30 April 2021, Kenneth Farrugia (as a Director of BOV Asset Management) held 3,051.554 shares in the Vilhena Maltese Opportunities Fund accumulator shares, 79,246.549 shares in the Vilhena European Multi-Manager Fund, 5,502.063 shares in the Vilhena Euro Liquidity Fund retail shares, 29,917.925 shares in the Vilhena US Multi-Manager Fund (formerly Vilhena Global Balanced Multi-Manager Fund), 35,159.070 shares in the Vilhena Maltese Equity Focus Fund accumulator shares and 17,859.589 shares in the Vilhena Global Themed Fund Euro shares.

As at 30 April 2021, Mario Grima (as a Director of Vilhena Funds Sicav p.l.c. and as a Director on behalf of BOV Asset Management) held 3,005.710 shares in the Vilhena Far East Opportunities Fund and 3,723.562 shares in the Vilhena Global Themed Fund USD Class.

As at 30 April 2021, Mark Agius (as a Director of BOV Asset Management) held 1.066 shares in the Vilhena Malta Fund accumulator shares.

As at 30 April 2021, Simon Azzopardi (as a Director of BOV Asset Management) held 54.216 shares in the Vilhena Malta Government Bond Fund distributor shares and 227.345 shares in the Vilhena Euro Liquidity Fund retail shares.

As at 30 April 2021, BOV Asset Management Limited held 51,254.559 shares in the Vilhena Euro Liquidity Fund Institutional shares.

**13. CASH AND CASH EQUIVALENTS NET OF OVERDRAWN BANK BALANCES**

For the purpose of the Statements of Cash Flows, the year-end cash and cash equivalents comprise bank balances as follows:

	2022	% of net assets	2021	% of net assets
Vilhena Malta Fund	€954,083	2.38	€958,959	2.26
Vilhena Malta Government Bond Fund	€5,605,842	2.06	€6,268,631	1.88
Vilhena Global Themed Fund	\$1,658,410	6.16	\$15,961,923	65.67
Vilhena European Multi-Manager Fund	€817,403	2.99	€174,954	0.63
Vilhena Broad Opportunities Fund	€741,136	-	€44,744	1.57
Vilhena Malta Bond Fund	€4,533,713	2.87	€4,080,258	2.45
Vilhena Sterling Income Fund	£3,116,769	5.31	£2,623,785	3.94
Vilhena High Yield Fund	€4,466,523	5.58	€2,551,014	3.14
Vilhena Euro Income Fund	€905,193	4.38	€334,224	1.31
Vilhena US Multi-Manager Fund	\$314,967	3.41	\$457,642	3.96
Vilhena Far East Opportunities Fund	\$47,206	1.25	\$106,158	2.25
Vilhena Maltese Opportunities Fund	€921,210	4.04	€433,335	1.68
Vilhena Maltese Equity Focus Fund	€486,982	3.57	€573,829	3.75
Vilhena Euro Liquidity Fund	€3,493,630	17.40	€6,719,892	19.04

As at year end, the company had available overdraft facilities in relation to the following sub-funds as follows:

	2022	2021
Vilhena Euro Multi Manager Fund	€1,000,000	€1,000,000
Vilhena Equity Focus Fund	€1,000,000	€1,000,000
Vilhena Maltese Opportunities Fund	€1,500,000	€1,500,000
Vilhena Malta Fund	€200,000	€200,000
Vilhena Euro Income Fund	€100,000	€100,000
Vilhena Sterling Income Fund	£80,000	£80,000
Vilhena High Yield Fund	\$115,000	\$115,000

Utilised amounts as at year end are disclosed in the statement of financial position. These overdraft facilities are unsecured and bear interest at the rate of 2.65% (2021: 2.65%) per annum. The Company also has a commitment facility of €4,650,000 (2021: €4,650,000) intended as a margin account to enable the Company to enter into forward contracts. The utilised amount as at year end is the margin on the open forward positions as at 30 April 2022 as disclosed to Note 14 to these financial statements.

**14. FINANCIAL INSTRUMENTS**

The Funds' activities expose them to a variety of financial risks: market risk (including price risk, fair value interest rate risk, cash flow interest rate risk and currency risk), credit risk and liquidity risk.

**Market Risk**

The Funds trade in equity, debt securities and financial derivative instruments. All securities present a risk of loss of capital. The Manager moderates this risk through a careful selection of securities within specified limits. The Funds' overall market positions are monitored on a regular basis by the Manager.

The Manager uses Value at Risk (VaR) as a risk measure in order to gauge market risk. VaR is an estimated monetary (and % of portfolio market value) amount the portfolio stands to lose over a specified period (time horizon or holding period) from an adverse market movement within a specified probability (confidence level).

The VaR model used by the Funds is based on a 99% confidence level and assumes a one month holding period. The VaR model used is non-parametric and based on historical simulation. Taking into account market data from the previous one or two years and observed relationships between different markets and prices, the model generates a wide range of plausible future scenarios for market price movements. Assets having less than the required pricing history are extended by reference to a proxy that replicates similar characteristics in terms of market or industry, while illiquid assets are assigned a risk-alias by the Manager.

## Notes to the Financial Statements *(continued)*

Although VaR is an important tool for measuring market risk, the assumptions on which the model is based give rise to some limitations, including the following:

- A one-month holding period assumes that it is possible to hedge or dispose of positions within that period. This may not be the case for certain illiquid assets or in situations in which there is severe general market illiquidity.
- A 99% confidence level does not reflect losses that may occur beyond this level, meaning that within the model used there is a 1% probability that losses could exceed the VaR.
- The use of historical data as a basis for determining the possible range of future outcomes may not always cover all possible scenarios, especially those of an exceptional nature.
- The VaR measure is dependent on the Funds' position and the volatility of market prices.
- The VaR of an unchanged position reduces if market price volatility declines, and vice versa.

The Manager uses VaR thresholds for overall market risk to each Fund to monitor market risk. VaR is measured monthly, with quarterly summary reports submitted to the Board of Directors and Risk Committee of the Fund Manager.

The below table provides the overall VaR calculations for each Fund.

Fund	% Value at Risk (1 Month) - 99% Conf. Level	
	2022	2021
Vilhena Malta Government Bond Fund	2.528	3.016
Vilhena Malta Bond Fund	1.747	2.175
Vilhena Euro Income Fund	2.770	4.968
Vilhena Sterling Income Fund	2.810	6.646
Vilhena High Yield Fund	3.350	13.246
Vilhena Malta Fund	2.953	3.447
Vilhena US Multi-Manager Fund	12.880	7.728
Vilhena Maltese Opportunities Fund	4.728	4.953
Vilhena Maltese Equity Focus Fund	5.720	5.867
Vilhena European Multi-Manager Fund	11.650	18.005
Vilhena Far East Opportunities Fund	12.940	21.063
Vilhena Global Themed Fund	12.400	3.409
Vilhena Broad Opportunities Fund	-	1.7400
Vilhena Euro Liquidity Fund	1.350	3.0000

The limitations of the VaR methodology are recognised by supplementing VaR thresholds with other position and sensitivity limit structures, including limits to address potential concentration risks and illiquidity risks. In addition, the Manager grades and monitors the level to which unsystematic risk is diversified away, and carries out parametric stress tests to model the financial impact of hypothetical or historical exceptional market scenarios, such as international financial crises, on the Funds' overall positions.

### Currency risk

Market risk includes currency risk, whereby currency fluctuations between the functional currencies of the Funds and other currencies that the Funds may be exposed to, may adversely affect the Funds. In the case of the Vilhena High Yield Fund, the Vilhena Sterling Income Fund and the Vilhena US Multi-Manager Fund, foreign exchange fluctuations are partially hedged through forward foreign exchange contracts.

The table below summarises the Funds' principal exposures to different currencies. Sensitivity to currency risk is included in the overall VaR measure presented above.

30 April 2022	Functional currency	GBP % of net assets	USD % of net assets
Vilhena Malta Fund	€	-	0.70
Vilhena European Multi-Manager Fund	€	0.09	-
Vilhena Maltese Opportunities Fund	€	-	1.47
Vilhena Maltese Equity Focus Fund	€	-	2.31



**30 April 2022**

	Functional currency	GBP % of net assets	USD % of net assets	OTHER % of net assets
Vilhena Euro Income Fund				
Total financial assets	€	0.00	0.00	0.00
Financial Derivative Instruments (FX Forwards)		-	-	-
Net exposure		0.00	0.00	0.00

**30 April 2022**

	Functional currency	GBP % of net assets	USD % of net assets	OTHER % of net assets
Vilhena High Yield Fund				
Total financial assets	€	13.27	32.62	1.29
Financial Derivative Instruments (FX Forwards)		(13.58)	(26.00)	(1.09)
Net exposure		(0.31)	6.62	0.20

**30 April 2022**

	Functional currency	Euro % of net assets	USD % of net assets
Vilhena Sterling Income Fund			
Total financial assets	£	3.23	-
Financial Derivative Instruments (FX Forwards)		-	-
Net exposure		3.23	-

**30 April 2022**

	Functional currency	Euro % of net assets	GBP % of net assets	JPY % of net assets	DKK % of net assets	AUD % of net assets	SGD % of net assets	HKD % of net assets	OTHER % of net assets
Vilhena Far East Opportunities Fund	\$	-	-	-	-	2.67	5.73	31.37	35.48
Vilhena Global Themed Fund	\$	21.73	6.34	0.00	0.02	0.02	0.00	0.05	0.00
Vilhena US Multi-Manager Fund	\$	99.01	-	-	-	-	-	-	-

**30 April 2021**

	Functional Currency	GBP % of net assets	USD % of net assets	JPY % of net assets
Vilhena Malta Fund	€	-	0.86	-
Vilhena European Multi-Manager Fund	€	0.02	-	-
Vilhena US Multi-Manager Fund	€	11.34	49.85	3.44
Vilhena Maltese Opportunities Fund	€	-	1.63	-
Vilhena Maltese Equity Focus Fund	€	-	2.54	-

**30 April 2021**

	Functional currency	GBP % of net assets	USD % of net assets	NOK % of net assets
Vilhena Euro Income Fund				
Total financial assets	€	0.00	0.00	0.00
Financial Derivative Instruments (FX Forwards)		-	-	-
Net exposure		0.00	0.00	0.00

**30 April 2021**

	Functional currency	GBP % of net assets	USD % of net assets	OTHER % of net assets
Vilhena High Yield Fund				
Total financial assets	€	14.29	36.13	0.01
Financial Derivative Instruments (FX Forwards)		(14.54)	(30.38)	-
Net exposure		(0.25)	5.75	0.01

## Notes to the Financial Statements *(continued)*

30 April 2021		Euro	USD
	Functional	% of net	% of net
	currency	assets	Assets
Vilhena Sterling Income Fund	£	4.62	0.45
Total financial assets			
Financial Derivative Instruments (FX Forwards)		(4.65)	(0.34)
Net exposure		(0.03)	0.11

30 April 2021		Euro	GBP	JPY	DKK	AUD	SGD	HKD	OTHER
	Functional	% of net	% of net	% of net	% of net	% of net	% of net	% of net	% of net
	currency	assets	assets	assets	Assets	Assets	assets	assets	assets
Vilhena Far East Opportunities Fund	\$	-	-	-	-	1.84	7.44	33.81	33.46
Vilhena Global Themed Fund	\$	11.50	5.87	0.14	0.03	0.02	0.00	2.65	-

The 'Other' section related to the Vilhena Far East Opportunities Fund relates to a number of currencies which the Fund holds and which individually are of an immaterial nature.

### Interest Rate Risk

Market risk includes interest rate risk, arising through directly holding interest-bearing financial assets or indirectly through interest-bearing financial assets held by the respective underlying collective investment schemes. Assets earning interest at variable rates expose the Funds to cash flow interest rate risk, whereas assets earning interest at fixed rates expose the Funds to fair value interest rate risk. The Funds' exposure to interest rate risk is summarised in the table below, from which Funds that do not have a material exposure to interest rate risk have been excluded. Sensitivity to interest rate risk is included in the overall VaR measure presented earlier.

	Assets held at fixed rates (as a % of NAV)		Assets held at variable rates (as a % of NAV)	
	2022	2021	2022	2021
Vilhena Malta Fund	57.67%	58.39%	2.38%	2.26%
Vilhena Malta Government Bond Fund	97.69%	97.87%	2.06%	1.88%
Vilhena Malta Bond Fund	96.72%	97.27%	2.87%	2.45%
Vilhena Sterling Income Fund	68.84%	79.27%	23.04%	20.57%
Vilhena High Yield Fund	85.26%	89.84%	15.72%	9.45%
Vilhena Euro Income Fund	69.15%	83.81%	20.79%	16.95%
Vilhena Maltese Opportunities Fund	26.25%	33.75%	4.04%	1.68%
Vilhena Maltese Equity Focus Fund	6.94%	11.38%	3.57%	3.75%
Vilhena Euro Liquidity Fund	82.33%	80.59%	17.40%	19.04%

The direct exposure in interest rate risk is managed through investment in debt securities and term deposits with different maturity dates over the time bands as illustrated in the tables below. In addition, investment limits in interest-bearing securities are prescribed in the Prospectus. The Manager monitors such exposure against these limits on a regular basis.

Maturities of debt securities and term deposits as at 30 April 2022

Carrying amount	up to 1 year	1 to 5 years	5 to 15 years	over 15 years
Vilhena Malta Fund	€1,611,900	€6,171,824	€14,125,446	€1,223,124
Vilhena Malta Government Bond Fund	€37,579,323	€32,708,118	€160,556,492	€34,970,490
Vilhena Malta Bond Fund	€3,091,527	€39,731,122	€96,892,465	€12,912,655
Vilhena Sterling Income Fund	£1,797,148	£20,179,704	£20,439,762	£8,360,260
Vilhena High Yield Fund	-	€36,572,841	€38,851,154	€2,059,605
Vilhena Euro Income Fund	€247,279	€6,560,908	€10,290,643	€588,425
Vilhena Maltese Opportunities Fund	€45,700	€1,510,770	€4,022,828	€399,246
Vilhena Maltese Equity Focus Fund	-	€286,476	€660,762	-
Vilhena Euro Liquidity Fund	€9,229,515	€2,393,678	€4,704,384	€200,868

Maturities of debt securities and term deposits as at 30 April 2021

<b>Carrying amount</b>	up to 1 year	1 to 5 years	5 to 15 years	over 15 years
Vilhena Malta Fund	€518,990	€2,983,935	€17,415,380	€3,809,207
Vilhena Malta Government Bond Fund	€32,771,947	€26,987,774	€197,015,779	€68,867,520
Vilhena Malta Bond Fund	€7,279,288	€19,492,577	€112,960,278	€22,281,178
Vilhena Sterling Income Fund	£1,340,441	£13,310,393	£40,193,088	£8,942,173
Vilhena High Yield Fund	-	€25,052,181	€49,303,075	€3,673,320
Vilhena Euro Income Fund	€1,064,839	€8,727,114	€13,131,016	€2,435,572
Vilhena Maltese Opportunities Fund	€143,508	€1,042,855	€6,614,750	€908,220
Vilhena Maltese Equity Focus Fund	€136,466	€167,962	€1,195,896	€239,956
Vilhena Euro Liquidity Fund	€13,791,280	€3,102,748	€8,405,915	€3,144,388

### **Credit Risk**

Credit risk is the risk that an issuer or counterparty will be unable or unwilling to meet a commitment that it has entered into with the Company. Financial instruments, which potentially subject the Funds to credit risk, consist principally of debt securities, derivative instruments and cash balances.

The Company has policies that limit the amount of credit exposure to any single issuer. The Manager monitors the Funds' credit position on a regular basis.

### **Financial assets subject to IFRS 9's impairment requirements**

All bank balances (note 13) and term deposits (note 3.1) are held with local banks.

The credit rating analysis below takes into account the rating of the respective financial instrument and is categorised by Standard & Poor's ("S&P") Rating or equivalent when not available from S&P.

<b>Vilhena Malta Fund</b>	<b>2022</b>	<b>2021</b>
<i>Bank balances</i>	<b>€954,083</b>	€958,959
BBB-	<b>100.00%</b>	100.00%
	<hr/>	<hr/>
	<b>100.00%</b>	100.00%
	<hr/>	<hr/>
<i>Term deposits</i>	<b>€1,300,000</b>	-
BBB-	<b>100.00%</b>	-
	<hr/>	<hr/>
	<b>100.00%</b>	-
	<hr/>	<hr/>
<b>Vilhena Malta Government Bond Fund</b>	<b>2022</b>	<b>2021</b>
<i>Bank balances</i>	<b>€5,605,842</b>	€6,268,631
BBB-	<b>99.96%</b>	99.97%
NR	<b>0.04%</b>	0.03%
	<hr/>	<hr/>
	<b>100.00%</b>	100.00%
	<hr/>	<hr/>
<i>Term deposits</i>	<b>€32,408,452</b>	€32,771,947
BBB-	<b>70.20%</b>	76.81%
NR	<b>29.80%</b>	23.19%
	<hr/>	<hr/>
	<b>100.00%</b>	100.00%
	<hr/>	<hr/>

## Notes to the Financial Statements *(continued)*

<b>Vilhena Global Themed Fund</b>	<b>2022</b>	<b>2021</b>
<i>Bank balances</i>	<b>\$1,658,410</b>	\$15,961,923
BBB-	<b>100.00%</b>	100.00%
	<b>100.00%</b>	100.00%
<b>Vilhena European Multi-Manager Fund</b>	<b>2022</b>	<b>2021</b>
<i>Bank balances</i>	<b>€817,403</b>	€174,954
BBB-	<b>100.00%</b>	100.00%
	<b>100.00%</b>	100.00%
<b>Vilhena Broad Opportunities Fund</b>	<b>2022</b>	<b>2021</b>
<i>Bank balances</i>	<b>€741,136</b>	€44,744
BBB-	<b>100.00%</b>	100.00%
	<b>100.00%</b>	100.00%
<b>Vilhena Malta Bond Fund</b>	<b>2022</b>	<b>2021</b>
<i>Bank balances</i>	<b>€4,533,713</b>	€4,080,258
BBB-	<b>34.93%</b>	99.99%
NR	<b>65.07%</b>	0.01%
	<b>100.00%</b>	100.00%
<i>Term deposits</i>	<b>€1,700,000</b>	€4,015,555
BBB-	<b>100.00%</b>	100.00%
	<b>100.00%</b>	100.00%
<b>Vilhena Sterling Income Fund</b>	<b>2022</b>	<b>2021</b>
<i>Bank balances</i>	<b>£3,116,769</b>	£2,623,785
BBB-	<b>100.00%</b>	100.00%
	<b>100.00%</b>	100.00%
<b>Vilhena High Yield Fund</b>	<b>2022</b>	<b>2021</b>
<i>Bank balances</i>	<b>€4,466,523</b>	€2,551,014
BBB-	<b>100.00%</b>	100.00%
	<b>100.00%</b>	100.00%
<b>Vilhena Euro Income Fund</b>	<b>2022</b>	<b>2021</b>
<i>Bank balances</i>	<b>€905,193</b>	€334,224
BBB-	<b>100.00%</b>	100.00%
	<b>100.00%</b>	100.00%

	2022	2021
<b>Vilhena US Multi-Manager Fund</b>		
<i>Bank balances</i>	<b>\$314,967</b>	\$457,642
BBB-	<b>100.00%</b>	100.00%
	<b>100.00%</b>	100.00%
<b>Vilhena Far East Opportunities Fund</b>		
<i>Bank balances</i>	<b>\$47,206</b>	\$106,158
BBB-	<b>100.00%</b>	100.00%
	<b>100.00%</b>	100.00%
<b>Vilhena Maltese Opportunities Fund</b>		
<i>Bank balances</i>	<b>€921,210</b>	€433,335
BBB	<b>99.94%</b>	99.87%
NR	<b>0.06%</b>	0.13%
	<b>100.00%</b>	100.00%
<b>Vilhena Maltese Equity Focus Fund</b>		
<i>Bank balances</i>	<b>€486,982</b>	€573,829
BBB	<b>99.98%</b>	99.98%
NR	<b>0.02%</b>	0.02%
	<b>100.00%</b>	100.00%
<b>Vilhena Euro Liquidity Fund</b>		
<i>Bank balances</i>	<b>€3,493,630</b>	€6,719,892
BBB-	<b>30.73%</b>	24.40%
NR	<b>69.27%</b>	75.60%
	<b>100.00%</b>	100.00%
<i>Term deposits</i>	<b>€8,424,246</b>	€13,791,280
BBB-	-	6.36%
B	<b>17.82%</b>	29.04%
NR	<b>82.18%</b>	64.60%
	<b>100.00%</b>	100.00%

Impairment on cash and cash equivalents has been measured on a 12-month expected loss basis and reflects the short maturities of these exposures. The Company considers that its cash and cash equivalents have low credit risk based on the credit ratings of the counterparties. As at 30 April 2021 and 30 April 2022, the Company did not recognise an impairment allowance on the cash and cash equivalents and the term deposits as the provision is deemed not material.

Other receivables mainly constitute receivables on creation of shares, receivables on sale of investments and accrued income. These receivables are all short term. Accordingly, the Funds have no significant credit risk in respect of accounts receivables. Transactions awaiting settlement and derivatives are held with a local reputable bank holding a credit rating of BBB-.

## Notes to the Financial Statements *(continued)*

### Inputs, assumptions and techniques used for estimating impairment

#### **Internal credit risk grades**

The Company allocates each exposure to a credit risk grade based on a variety of data that is determined to be predictive of the risk of default (including audited financial statements, management accounts and available regulation information about borrowers) and applying experienced credit judgement. Credit risk grades are defined using qualitative and quantitative factors that are indicative of the risk of default and are aligned with external credit rating definitions from S&P. Exposures are subject to ongoing monitoring, which may result in an exposure being moved to a different credit risk grade.

#### **Measuring ECL**

The Expected Credit Loss (ECL) is measured on a 12-month basis with the Company availing itself of the low credit risk exemption. Expected credit losses are the discounted product of the Probability of Default (PD), Exposure at Default (EAD), and Loss Given Default (LGD).

To determine the 12-month PDs, the Company uses the PD tables supplied by S&P based on the default history of obligors with the same credit rating. The Company adopts the same approach for rated and unrated investments by mapping its internal risk grades to the equivalent external credit ratings, using the externally rated obligors as anchors, which facilitates interpolation and extrapolation to determine PDs of externally unrated obligors. The PDs are adjusted to reflect forward-looking information as described below. Changes in the rating for a counterparty or exposure lead to a change in the estimate of the associated PD.

LGD is the magnitude of the likely loss if there is a default. The Company assumed an LGD of 100%.

EAD represents the expected exposure in the event of a default. The Company derives the EAD from the current exposure to the counterparty and represents the gross carrying amount.

#### **Forward-looking information**

The calculation of ECL incorporate forward-looking information. The Company has performed historical analysis and identified the key economic variables impacting credit risk and expected credit losses for each portfolio.

It formulates a 'base case' view of the future direction of relevant economic variables and a representative range of other possible forecast scenarios based on advice from the risk committee of the Investment Manager and economic experts and consideration of a variety of external actual and forecast information. The Company has identified key drivers of credit risk using an analysis of historical data. The key drivers for credit risk are GDP growth, unemployment rates, inflation, interest rates and house prices.

#### **Financial assets not subject to IFRS 9's impairment requirements**

The Company is exposed to credit risk on debt instruments. These classes of financial assets are not subject to IFRS 9's impairment requirements as they are measured at FVTPL. The carrying value of these assets represents the maximum exposure to credit risk on financial instruments not subject to the IFRS 9 impairment requirements on the respective reporting dates.

#### **Credit quality, collateral and other credit enhancements of financial assets not subject to IFRS 9's impairment requirements**

The following tables provide information regarding the Funds' aggregated credit risk exposure relating to debt securities with external credit ratings. The credit rating analysis below takes into account the rating of the respective financial instrument and is categorised by S&P rating or equivalent when not available from S&P.

The percentages below are calculated as a percentage of the debt securities in each Fund.

	Vilhena Malta Fund		Vilhena Malta Government Bond Fund		Vilhena Malta Bond Fund	
	2022	2021	2022	2021	2022	2021
Debt securities	€21,832,294	€24,727,512	€233,405,971	€292,871,073	€150,927,769	€157,997,766
A	39.00%	52.33%	100.00%	100.00%	47.39%	55.67%
BBB	5.64%	4.99%	-	-	5.06%	5.15%
Not rated	55.36%	42.68%	-	-	47.55%	39.18%

	Vilhena Sterling Income Fund		Vilhena High Yield Fund		Vilhena Euro Income Fund	
	2022	2021	2022	2021	2022	2021
Debt securities	<b>£50,776,874</b>	£63,786,095	<b>€77,483,600</b>	€78,028,576	<b>€17,687,255</b>	€25,358,541
AAA	-	-	-	-	<b>3.46%</b>	7.48%
AA	<b>3.37%</b>	8.34%	-	-	<b>4.05%</b>	5.93%
A	<b>26.65%</b>	22.07%	-	-	<b>17.53%</b>	15.87%
BBB	<b>60.81%</b>	62.36%	<b>0.81%</b>	1.39%	<b>56.34%</b>	63.41%
BB	<b>4.02%</b>	5.83%	<b>11.45%</b>	18.69%	<b>2.45%</b>	5.70%
B	<b>0.58%</b>	0.20%	<b>56.69%</b>	50.90%	-	-
CCC	-	0.28%	<b>17.93%</b>	23.59%	-	0.43%
Not rated	<b>4.58%</b>	0.92%	<b>13.11%</b>	5.43%	<b>16.17%</b>	1.19%

	Vilhena Maltese Opportunities Fund		Vilhena Equity Focus Fund		Vilhena Euro Liquidity Fund	
	2022	2021	2022	2021	2022	2021
Debt securities	<b>€5,978,544</b>	€8,709,333	<b>€947,238</b>	€1,740,280	<b>€8,104,199</b>	€14,653,051
A	<b>48.91%</b>	60.58%	-	49.50%	<b>45.48%</b>	16.84%
BBB	<b>3.42%</b>	2.13%	-	-	<b>38.24%</b>	78.10%
Not rated	<b>47.67%</b>	37.29%	<b>100.00%</b>	50.50%	<b>16.28%</b>	5.07%

The Funds do not hold any collateral as security.

All transactions in listed debt securities are settled for upon delivery through clearing houses. The risk of default is considered minimal, as delivery of securities sold is only made once the clearing house has received payment. Payment is made on a purchase once the securities have been received by the clearing house. The trade will fail if either party fails to meet its obligation.

The forward foreign exchange contracts (note 3.1) are all transacted with BOV, which is S&P rated BBB- (2021: BBB-). Such derivative transactions are entered into under International Derivatives Swaps and Dealers Association (ISDA) master netting agreements, according to which in certain circumstances - e.g., when a credit event such as a default occurs - all outstanding transactions under the agreement are terminated, the termination value is assessed and only a single net amount is payable in settlement of all transactions. The Funds execute a credit support annex for variation margin in conjunction with the ISDA agreement, which requires the Funds and the counterparty to post collateral to mitigate counterparty credit risk. Collateral is posted daily subject to thresholds, minimum transfer amounts and rounding. As at 30 April 2022, no variation margin had been posted or received by the Funds.

#### *Offsetting financial assets and financial liabilities*

The Funds have not offset any financial assets and financial liabilities in the statement of financial position. The disclosures set out in the tables below include financial assets and financial liabilities that are subject to an enforceable master netting agreement that covers derivatives.

The ISDA master netting agreements do not meet the criteria for offsetting in the statement of financial position. This is because the Funds do not have any current legal enforceable right to offset recognised amounts, because the right to offset is enforceable only on the occurrence of future events such as a default of the Fund or the counterparty or other credit events.

The following table sets out the carrying amounts of recognised financial instruments that are subject to the above agreements.

## Notes to the Financial Statements *(continued)*

	Gross and net amounts of financial instruments in the statement of financial position	Related financial instruments that are not offset	Net amount
<b>30 April 2022</b>			
<b>Financial assets at fair value through profit or loss (note 3.1)</b>			
<i>Financial assets held for trading (derivatives)</i>			
Forward Foreign Exchange Contracts			
- Vilhena Sterling Income Fund	-	-	-
- Vilhena High Yield Fund	€329,685	(€329,685)	-
<b>Financial liabilities at fair value through profit or loss (note 3.1)</b>			
<i>Financial liabilities held for trading (derivatives)</i>			
Forward Foreign Exchange Contracts			
- Vilhena High Yield Fund	(€1,569,280)	€329,685	(€1,239,595)
- Vilhena US Multi-Manager Fund	(\$371,875)	-	(\$371,875)
<b>30 April 2021</b>			
<b>Financial assets at fair value through profit or loss (note 3.1)</b>			
<i>Financial assets held for trading (derivatives)</i>			
Forward Foreign Exchange Contracts			
- Vilhena Sterling Income Fund	£2,221	(£2,221)	-
- Vilhena High Yield Fund	€486,527	(€144,170)	€342,357
<b>Financial liabilities at fair value through profit or loss (note 3.1)</b>			
<i>Financial liabilities held for trading (derivatives)</i>			
Forward Foreign Exchange Contracts			
- Vilhena Sterling Income Fund	(£9,196)	£2,221	(£6,975)
- Vilhena High Yield Fund	(€144,170)	€144,170	-

### Liquidity Risk

The Funds are exposed to daily cash redemptions of redeemable shares.

The Manager monitors the Funds' liquidity position on a regular basis. Redeemable shares are redeemed on demand at the holder's option and settled by the respective Fund within 14 business days of the redemption date. In accordance with the constitutional documents of the respective Funds, the Directors have the ability to restrict redemptions (refer to note 7) and/or gate a Fund to avoid a run on the particular Fund should redemption requests be on the high side. All derivative liabilities have maturity dates falling within less than 3 months, while all other liabilities are due within less than one year.

The Funds' quoted securities are considered to be readily realisable as the majority are quoted on active markets. In respect of securities listed on the Malta Stock Exchange, despite the fact that such securities are listed, the market in such securities may be illiquid due to limited trading volumes. The Manager monitors trading on a regular basis and has in place the necessary policies and procedures to mitigate this risk. The Funds have the ability to borrow on a temporary basis to meet redemption requests. Furthermore, cash buffers are held in the Funds in order for the Manager to be in a position to meet daily redemption requests.

### Fair Value Estimation

The Company 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:



- Quoted prices (unadjusted) in active markets for identical assets or liabilities (level 1).
- 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 2).
- Inputs for the asset or liability that are not based on observable market data (that is, unobservable inputs) (level 3).

The fair value of financial assets of listed equity securities and quoted debt securities are based on quoted market prices at the close of trading on the reporting date (Level 1 for active markets, Level 2 for inactive markets). The fair value of corporate debt securities having no quoted price available at the measurement date is based on the last quoted price available adjusted by a discount for additional credit risk, lack of marketability, illiquidity and pricing uncertainty (Level 3).

The fair value of investments in units of unlisted open-ended investment funds that are redeemable at the reportable net asset value at, or approximately at, the measurement date is determined using, as applicable, the unadjusted net asset value, redemption price or investment manager's bid price (Level 2). The fair value of unlisted equity investments is determined on the basis of the investee's net asset value and a market-to-book multiple (Level 3).

The fair value of over-the-counter foreign currency forward derivative contracts is determined using quoted spot and forward exchange rates at the measurement date and present value calculations based on high credit quality yield curves in the respective currencies (Level 2).

The following table presents the Company's assets that are measured at fair value at 30 April 2022:

	Level 1 €	Level 2 €	Level 3 €	Total €
<b>Vilhena Malta Fund</b>				
<b>Assets</b>				
Fair value through profit or loss				
- Quoted equities	5,870,920	7,479,580	522,055	13,872,555
- Quoted bonds	10,250,253	11,064,946	517,095	21,832,294
- Exchange Traded Funds	2,082,290	-	-	2,082,290
	Level 1 €	Level 2 €	Level 3 €	Total €
<b>Vilhena Malta Government Bond Fund</b>				
<b>Assets</b>				
Fair value through profit or loss				
- Quoted bonds	233,405,971	-	-	233,405,971
	Level 1 \$	Level 2 \$	Level 3 \$	Total \$
<b>Vilhena Global Themed Fund</b>				
<b>Assets</b>				
Fair value through profit or loss				
- Quoted equities	22,979,830	-	-	22,979,830
- Exchange Traded Funds	2,368,075	-	-	2,368,075
	Level 1 €	Level 2 €	Level 3 €	Total €
<b>Vilhena European Multi-Manager Fund</b>				
<b>Assets</b>				
Fair value through profit or loss				
- Collective investment schemes	10,634,233	-	-	10,634,233
- Exchange Traded Funds	15,863,839	-	-	15,863,839

## Notes to the Financial Statements *(continued)*

	Level 1 €	Level 2 €	Level 3 €	Total €
<b>Vilhena Malta Bond Fund</b>				
<b>Assets</b>				
Fair value through profit or loss				
- Quoted bonds	81,995,007	64,594,597	4,338,165	150,927,769
	Level 1 £	Level 2 £	Level 3 £	Total £
<b>Vilhena Sterling Income Fund</b>				
<b>Assets</b>				
Fair value through profit or loss				
- Quoted bonds	50,776,874	-	-	50,776,874
- Exchange Traded Funds	4,570,926	-	-	4,570,926
<b>Liabilities</b>				
Fair value through profit or loss	-	-	-	-
	Level 1 €	Level 2 €	Level 3 €	Total €
<b>Vilhena High Yield Fund</b>				
<b>Assets</b>				
Fair value through profit or loss				
- Quoted bonds	73,115,072	4,368,528	-	77,483,600
- Foreign exchange contracts	-	329,685	-	329,685
<b>Liabilities</b>				
Fair value through profit or loss				
- Foreign exchange contracts	-	(1,569,280)	-	(1,569,280)
	Level 1 €	Level 2 €	Level 3 €	Total €
<b>Vilhena Euro Income Fund</b>				
<b>Assets</b>				
Fair value through profit or loss				
- Quoted bonds	16,895,457	791,798	-	17,687,255
- Exchange Traded Funds	2,054,625	-	-	2,054,625
	Level 1 \$	Level 2 \$	Level 3 \$	Total \$
<b>Vilhena US Multi-Manager Fund</b>				
<b>Assets</b>				
Fair value through profit or loss				
- Exchange Traded Funds	5,121,621	-	-	5,121,621
- Collective investment schemes	3,786,892	-	-	3,786,892
<b>Liabilities</b>				
Fair value through profit or loss				
- Foreign exchange contracts	-	(371,875)	-	(371,875)
	Level 1 \$	Level 2 \$	Level 3 \$	Total \$
<b>Vilhena Far East Opportunities Fund</b>				
<b>Assets</b>				
Fair value through profit or loss				
- Quoted equities	3,347,020	165,434	-	3,512,454
- Collective investment schemes	282,861	-	-	282,861

	Level 1 €	Level 2 €	Level 3 €	Total €
<b>Vilhena Maltese Opportunities Fund</b>				
<b>Assets</b>				
Fair value through profit or loss				
- Quoted equities	5,692,351	8,217,166	645,631	14,555,148
- Unlisted equity investments	-	-	175,409	175,409
- Quoted bonds	3,366,963	2,441,263	170,318	5,978,544
- Exchange Traded Funds	1,114,921	-	-	1,114,921

	Level 1 €	Level 2 €	Level 3 €	Total €
<b>Vilhena Maltese Equity Focus Fund</b>				
<b>Assets</b>				
Fair value through profit or loss				
- Quoted equities	3,707,745	6,569,129	740,238	11,017,112
- Quoted bonds	171,464	565,199	210,575	947,238
- Exchange Traded Funds	1,185,153	-	-	1,185,153

	Level 1 €	Level 2 €	Level 3 €	Total €
<b>Vilhena Euro Liquidity Fund</b>				
<b>Assets</b>				
Fair value through profit or loss				
- Quoted bonds	6,785,012	1,319,187	-	8,104,199

The following table presents the Company's assets that are measured at fair value at 30 April 2021:

	Level 1 €	Level 2 €	Level 3 €	Total €
<b>Vilhena Malta Fund</b>				
<b>Assets</b>				
Fair value through profit or loss				
- Quoted equities	5,381,562	8,686,348	285,417	14,353,327
- Quoted bonds	13,654,756	10,820,161	252,595	24,727,512
- Exchange Traded Funds	2,264,290	-	-	2,264,290
	Level 1 €	Level 2 €	Level 3 €	Total €
<b>Vilhena Malta Government Bond Fund</b>				
<b>Assets</b>				
Fair value through profit or loss				
- Quoted bonds	292,871,073	-	-	292,871,073
	Level 1 \$	Level 2 \$	Level 3 \$	Total \$
<b>Vilhena Global Themed Fund</b>				
<b>Assets</b>				
Fair value through profit or loss				
- Quoted equities	4,638,262	-	-	4,638,262
	Level 1 €	Level 2 €	Level 3 €	Total €
<b>Vilhena European Multi-Manager Fund</b>				
<b>Assets</b>				
Fair value through profit or loss				
- Collective investment schemes	9,686,036	-	-	9,686,036
- Exchange Traded Funds	17,805,408	-	-	17,805,408

## Notes to the Financial Statements *(continued)*

	Level 1 €	Level 2 €	Level 3 €	Total €
<b>Vilhena Broad Opportunities Fund</b>				
<i>Assets</i>				
Fair value through profit or loss				
- Collective investment schemes	2,849,217	-	-	2,849,217
	Level 1 €	Level 2 €	Level 3 €	Total €
<b>Vilhena Malta Bond Fund</b>				
<i>Assets</i>				
Fair value through profit or loss				
- Quoted bonds	92,887,868	62,481,180	2,628,718	157,997,766
	Level 1 £	Level 2 £	Level 3 £	Total £
<b>Vilhena Sterling Income Fund</b>				
<i>Assets</i>				
Fair value through profit or loss				
- Quoted bonds	63,786,095	-	-	63,786,095
- Foreign exchange contracts	-	2,221	-	2,221
<i>Liabilities</i>				
Fair value through profit or loss				
- Foreign exchange contracts	-	(9,196)	-	(9,196)
	Level 1 €	Level 2 €	Level 3 €	Total €
<b>Vilhena High Yield Fund</b>				
<i>Assets</i>				
Fair value through profit or loss				
- Quoted bonds	76,006,124	2,022,452	-	78,028,576
- Foreign exchange contracts	-	486,527	-	486,527
<i>Liabilities</i>				
Fair value through profit or loss				
- Foreign exchange contracts	-	(144,170)	-	(144,170)
	Level 1 €	Level 2 €	Level 3 €	Total €
<b>Vilhena Euro Income Fund</b>				
<i>Assets</i>				
Fair value through profit or loss				
- Quoted bonds	25,358,541	-	-	25,358,541
- Foreign exchange contracts	-	-	-	-
<i>Liabilities</i>				
Fair value through profit or loss				
- Foreign exchange contracts	-	-	-	-
	Level 1 \$	Level 2 \$	Level 3 \$	Total \$
<b>Vilhena US Multi-Manager Fund</b>				
<i>Assets</i>				
Fair value through profit or loss				
- Exchange Traded Funds	1,967,579	-	-	1,967,579
- Collective investment schemes	9,164,202	-	-	9,164,202

	Level 1 \$	Level 2 \$	Level 3 \$	Total \$
Vilhena Far East Opportunities Fund				
Assets				
Fair value through profit or loss				
- Quoted equities	4,262,842	132,552	-	4,395,394
- Collective investment schemes	251,616	-	-	251,616
	Level 1 €	Level 2 €	Level 3 €	Total €
Vilhena Maltese Opportunities Fund				
Assets				
Fair value through profit or loss				
- Quoted equities	5,196,272	9,811,398	411,872	15,419,542
- Unlisted equity investments	-	-	169,787	169,787
- Quoted bonds	5,519,001	3,133,507	56,825	8,709,333
- Exchange Traded Funds	1,009,518	-	-	1,009,518
	Level 1 €	Level 2 €	Level 3 €	Total €
Vilhena Maltese Equity Focus Fund				
Assets				
Fair value through profit or loss				
- Quoted equities	3,531,595	7,615,939	315,053	11,462,587
- Quoted bonds	959,803	738,197	42,280	1,740,280
- Exchange Traded Funds	1,478,438	-	-	1,478,438
	Level 1 €	Level 2 €	Level 3 €	Total €
Vilhena Euro Liquidity Fund				
Assets				
Fair value through profit or loss				
- Quoted bonds	14,162,376	-	490,675	14,653,051

Movements between different levels from 30 April 2021 to 30 April 2022 are disclosed in the following table:

	<i>Level 1 to Level 2</i>	<i>Level 2 to Level 1</i>	<i>Level 2 to Level 3</i>	<i>Level 3 to Level 2</i>
<b>Vilhena Malta Bond Fund</b>	2,916,200	4,294,803	3,544,471	2,367,468
<b>Vilhena Malta Fund</b>	817,724	1,845,233	820,922	281,290
<b>Vilhena Maltese Opportunities Fund</b>	432,904	1,486,582	632,723	70,786
<b>Vilhena Maltese Equity Focus Fund</b>	341,792	830,622	687,295	30,886
<b>Vilhena High Yield Fund</b>	2,199,293	1,927,032	-	-
<b>Vilhena Euro Liquidity Fund</b>	243,000	-	-	490,675

The reconciliation of Level 3 fair value measurements of financial assets is disclosed below:

<b>Vilhena Malta Fund</b>	<b>2022</b>	<b>2021</b>
	€	€
Opening balance	<b>538,012</b>	395,837
Movements from Level 2	<b>820,922</b>	162,880
Movements to Level 2	<b>(281,290)</b>	(367,762)
Acquisitions	<b>50,000</b>	350,000
Disposals	<b>(51,117)</b>	-
Total loss recognised in profit or loss	<b>(37,377)</b>	(2,943)
Closing balance	<b>1,039,150</b>	538,012

## Notes to the Financial Statements *(continued)*

<b>Vilhena Malta Bond Fund</b>	<b>2022</b>	2021
	€	€
Opening balance	2,628,718	2,260,775
Movements from Level 2	3,544,471	2,032,421
Movements to Level 2	(2,367,468)	(2,257,700)
Acquisitions	500,000	900,000
Total gain/(loss) recognised in profit or loss	32,444	(306,778)
Closing balance	4,338,165	2,628,718
<b>Vilhena Maltese Opportunities Fund</b>	<b>2022</b>	2021
	€	€
Opening balance	638,484	421,244
Movements from Level 2	632,723	271,257
Movements to Level 2	(70,786)	(222,200)
Acquisitions	-	235,000
Disposals	(143,724)	-
Total loss recognised in profit or loss	(65,339)	(66,817)
Closing balance	991,358	638,484
<b>Vilhena Maltese Equity Focus Fund</b>	<b>2022</b>	2021
	€	€
Opening balance	357,333	346,966
Movements from Level 2	687,295	139,950
Movements to Level 2	(30,886)	(263,262)
Acquisitions	-	193,543
Total loss recognised in profit or loss	(62,929)	(59,864)
Closing balance	950,813	357,333
<b>Vilhena Sterling Income Fund</b>	<b>2022</b>	2021
	£	£
Opening balance	-	492,345
Disposals	-	(462,850)
Total loss recognised in profit or loss	-	(29,495)
Closing balance	-	-
<b>Vilhena Euro Income Fund</b>	<b>2022</b>	2021
	£	£
Opening balance	-	247,895
Movements to Level 1	-	(147,754)
Acquisitions	-	-
Disposals	-	(99,613)
Total (loss)/gain recognised in profit or loss	-	(528)
Closing balance	-	-

<b>Vilhena High Yield Fund</b>	<b>2022</b>	<b>2021</b>
	£	£
Opening balance	-	944,309
Movement from Level 1	-	-
Movement to Level 1	-	(944,309)
Total loss recognised in profit or loss	-	-
Closing balance	-	-

<b>Vilhena Euro Liquidity Fund</b>	<b>2022</b>	<b>2021</b>
	£	£
Opening balance	<b>490,675</b>	-
Movements to Level 2	<b>(490,675)</b>	-
Acquisitions	-	475,000
Total gain recognised in profit or loss	-	15,675
Closing balance	-	490,675

The change in unrealised gains or losses (net gain) for the year included in profit or loss relating to those assets and liabilities held at the reporting date amounted to the following:

- Vilhena Maltese Opportunities Fund: loss €65,339 (2021: loss €66,817)
- Vilhena Malta Bond Fund: gain €32,444 (2021: loss €306,778)
- Vilhena Malta Fund: loss €37,377 (2021: gain €2,943)
- Vilhena Maltese Equity Focus Fund: loss €62,929 (2021: loss €59,864)
- Vilhena Sterling Income Fund: Nil (2021: loss £29,495)
- Vilhena Euro Income Fund: Nil (2021: loss €528)
- Vilhena Euro Liquidity Fund: Nil (2021: gain €15,675)

These gains and losses are recognised in profit or loss as Income/(expense) on financial assets at fair value through income

#### *Significant unobservable inputs used in measuring fair value*

The table below sets out information about significant unobservable inputs used at 30 April 2022 in measuring the financial instruments categorised as Level 3 in the fair value hierarchy.

<b>Description</b>	<b>Equity investments</b>	<b>Corporate debt securities</b>
<b>Fair value at 30 April 2022</b>		
Vilhena Malta Fund	€522,055	€517,095
Vilhena Malta Bond Fund	-	€4,338,165
Vilhena Maltese Opportunities Fund	€645,631	€170,318
Vilhena Maltese Equity Focus Fund	€740,238	€210,575

These financial instruments classified as level 3 did not register any trading activity for over a month and have been valued as the last traded quoted price with a discount adjustment of 0% (2021: 0%). An increase/(decrease) in the discount adjustment would impact the estimated fair value with the corresponding increase/(decrease) movement.

#### **Unquoted Equity investments**

<i>Description</i>	<i>Equity investments</i>
Fair value at 30 April 2022	
Vilhena Maltese Opportunities Fund	€175,409
Valuation technique	Adjusted net asset value
Significant unobservable input	Market-to-book multiple
Estimate for unobservable input	1.00x
Sensitivity to changes in significant unobservable inputs	The estimated fair value would increase (decrease) if the market-to-book multiple were higher (lower)

## Notes to the Financial Statements *(continued)*

The table below sets out information about significant unobservable inputs used at 30 April 2021 in measuring the financial instruments categorised as Level 3 in the fair value hierarchy.

<i>Description</i>	<i>Equity investments</i>	<i>Corporate debt securities</i>
Fair value at 30 April 2021		
Vilhena Malta Fund	€285,417	€252,595
Vilhena Malta Bond Fund	-	€2,628,718
Vilhena Maltese Opportunities Fund	€411,872	€56,825
Vilhena Maltese Equity Focus Fund	€315,054	€42,280
Vilhena Euro Liquidity Fund	-	€490,675

These financial instruments classified as level 3 did not register any trading activity for over a month and have been valued as the last traded quoted price with a discount adjustment of 0% (2021: 0%). An increase/(decrease) in the discount adjustment would impact the estimated fair value with the corresponding increase/(decrease) in percentage.

### Unquoted Equity investments

<i>Description</i>	<i>Equity investments</i>
Fair value at 30 April 2021	
Vilhena Maltese Opportunities Fund	€169,787
Valuation technique	Adjusted net asset value
Significant unobservable input	Market-to-book multiple
Estimate for unobservable input	1.00x
Sensitivity to changes in significant unobservable inputs	The estimated fair value would increase (decrease) if the market-to-book multiple were higher (lower)

The significant unobservable inputs are determined by the Investment Manager based on its judgement after considering market- and company-specific factors.

### **Sensitivity of fair value measurement to changes in unobservable inputs for Level 3 financial instruments**

Although the Investment Manager believes that its estimates of fair value are appropriate, the use of different methodologies or assumptions could lead to different measurements of fair value. For fair value measurements in Level 3, changing one or more of the assumptions used to reasonably possible alternative assumptions would have the following effects on net assets attributable to shareholders.

	<i>Favourable</i>	<i>Unfavourable</i>
<b>30 April 2022</b>		
<b>Unlisted equity investments</b>		
<i>Reasonably possible alternative assumption:</i>		
<i>Market-to-book multiple</i>	1.3x	0.7x
Vilhena Maltese Opportunities Fund	€52,623	€(52,623)
30 April 2021		
<b>Unlisted equity investments</b>		
<i>Reasonably possible alternative assumption:</i>		
<i>Market-to-book multiple</i>	1.3x	0.7x
Vilhena Maltese Opportunities Fund	€50,935	€(50,935)

### **Fair value hierarchy for financial instruments not measured at fair value**

The financial assets and financial liabilities not measured at fair value through profit or loss include:

- term deposits, accrued income, other receivables/payables and cash and cash equivalents. These are short-term financial assets and financial liabilities whose carrying amounts approximate fair value, because of their relatively short-term nature and the high credit quality of counterparties; and



- net assets attributable to holders of redeemable shares. The Funds routinely issue and redeem redeemable shares at the amount equal to the proportionate share of net assets of the respective Fund at the time of issue or redemption, calculated on a basis consistent with that used in these financial statements. Accordingly, the carrying amount of net assets attributable to holders of redeemable shares approximates their fair value. The shares are categorised into Level 2 of the fair value hierarchy.

#### **15. SUBSEQUENT EVENTS**

The license of Vilhena Broad opportunities Fund was voluntarily surrendered post year-end.



## Independent Auditors' Report

To the Shareholders of Vilhena Funds SICAV p.l.c.

### 1 Report on the Audit of the Financial Statements

#### *Opinion*

We have audited the financial statements of Vilhena Funds SICAV p.l.c (the "Company"), which comprise the statement of financial position as at 30 April 2022, the statements of comprehensive income, changes in net assets attributable to holders of redeemable shares and cash flows for the year then ended, and notes, comprising significant accounting policies and other explanatory information.

In our opinion, the accompanying financial statements:

- (a) give a true and fair view of the financial position of the Company as at 30 April 2022, and of its financial performance and its cash flows for the year then ended in accordance with International Financial Reporting Standards ("IFRS") as adopted by the EU; and
- (b) have been properly prepared in accordance with the provisions of the Companies Act, 1995 (Chapter 386, Laws of Malta) (the "Act").

#### *Basis for opinion*

We conducted our audit in accordance with International Standards on Auditing ("ISAs"). Our responsibilities under those standards are further described in the Auditors' responsibilities for the audit of the financial statements section of our report. We are independent of the Company in accordance with the International Ethics Standards Board for Accountants' International Code of Ethics for Professional Accountants (including International Independence Standards) ("IESBA Code"), together with the ethical requirements that are relevant to our audit of the financial statements in accordance with the Accountancy Profession (Code of Ethics for Warrant Holders) Directive issued in terms of the Accountancy Profession Act (Chapter 281, Laws of Malta), and we have fulfilled our other ethical responsibilities in accordance with these requirements and the IESBA Code. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion.

#### *Key audit matters*

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

We summarise below the key audit matter, together with our response by way of the audit procedures we performed to address that matter in our audit, and key observations arising with respect to such risks of material misstatements.

***Our audit approach to investments***

Accounting policy 3 to the financial statements and notes 3.1 and 14 for further disclosures.

Financial assets at fair value through profit or loss (€691,190,609);  
 Term deposits at amortised cost (€43,832,698) and  
 Financial liabilities at fair value through profit or loss (€1,921,785)

The captions noted above are collectively referred to as “investments”.

The investments, in the main represent liquid investments (debt and equity securities), collective investment schemes, term deposits held with credit institutions, exchange traded funds and foreign exchange contracts. We do not consider these investments to be subject to a high risk of material misstatement resulting from judgement. Notwithstanding the lower risk of material misstatement, those assets are considered of most significance in our audit due to the materiality of their carrying amounts.

***Our response***

As part of our procedures in relation to the investments:

- We obtained external confirmations of investment holdings from the Custodian;
- Specifically in relation to unsettled movement in investment positions, we agreed a sample of those movements to supporting documentation to assess whether they are appropriately recorded in the correct accounting period;
- Specifically in relation to financial instruments recognized at fair value through profit or loss, we evaluated the valuation of the investment portfolio by comparing the Company’s pricing of investments to external pricing sources;
- Specifically in relation to ‘term deposits at amortised cost’, we evaluated the credit risk assessed for each counterparty by reference to the respective counterparty credit ratings and internal credit risk scores calibrated with external sources; and
- We assessed the relevant disclosures in the financial statements in accordance with the applicable financial reporting framework.

We have no key observations to report, specific to this matter.

***Other information***

The directors are responsible for the other information. The other information comprises:

- The Management and Administration;
- The General information;
- The Investment Manager’s Report;
- The Directors’ Report;
- The Report of the Custodian; and
- The Unaudited Supplementary Disclosures,

but does not include the financial statements and our auditors’ report thereon.

Our opinion on the financial statements does not cover the other information and, other than in the case of the directors’ report on which we report separately below in our ‘Report on Other Legal and Regulatory Requirements’, we do not express any form of assurance conclusion thereon.

## Independent Auditors' Report *(continued)*

In connection with our audit of the financial statements, our responsibility is to read the other information, and, in doing so, consider whether the other information is materially inconsistent with the financial statements, or our knowledge obtained in the audit, or otherwise appears to be materially misstated. If, 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.

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

The directors are responsible for the preparation of financial statements that (a) give a true and fair view in accordance with IFRS as adopted by the EU, and (b) are properly prepared in accordance with the provisions of the Act, and for such internal control as the directors determine is necessary to enable the preparation of financial statements that are free from material misstatement, whether due to fraud or error.

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

The directors are also responsible for overseeing the financial reporting process.

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

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

As part of an audit in accordance with ISAs, we exercise professional judgement and maintain professional scepticism throughout the audit.

We also:

- Identify and assess the risks of material misstatement of the financial statements, whether due to fraud or error, design and perform audit procedures responsive to those risks, and obtain audit evidence that is sufficient and appropriate to provide a basis for our opinion. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control.
- Consider the extent of compliance with those laws and regulations that directly affect the financial statements as part of our procedures on the related financial statement items. For the remaining laws and regulations, we make enquiries of directors and other management, and inspect correspondence with the regulatory authority, as well as legal correspondence. As with fraud, there remains a higher risk of non-detection of other irregularities (whether or not these relate to an area of law directly related to the financial statements), as these may likewise involve collusion, forgery, international omissions, misrepresentations, or the override of internal controls.
- Obtain an understanding of internal control relevant to the audit in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the Company's internal control.
- Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by the directors.

- Conclude on the appropriateness of the directors' use of the going concern basis of accounting and, based on the audit evidence obtained, whether a material uncertainty exists related to events or conditions that may cast significant doubt on the Company's ability to continue as a going concern. If we conclude that a material uncertainty exists, we are required to draw attention in our auditors' report to the related disclosures in the financial statements or, if such disclosures are inadequate, to modify our opinion. Our conclusions are based on the audit evidence obtained up to the date of our auditors' report. However, future events or conditions may cause the Company to cease to continue as a going concern.
- Evaluate the overall presentation, structure and content of the financial statements, including the disclosures, and whether the financial statements represent the underlying transactions and events in a manner that achieves fair presentation.

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

We also provide the directors with a statement that have compiled with relevant ethical requirements regarding independence and communicate with them all relationships and other matters that may reasonably be thought to bear on our independence, and where applicable, actions taken to eliminate threats or safeguards applied.

From the matters communicated with the directors, we determine those matters that were of most significance in the audit of the financial statements of the current period and are therefore the key audit matters. We describe these matters in our auditors' report unless law or regulation precludes public disclosure about the matter or when, in extremely rare circumstances, we determine that a matter should not be communicated in our report because the adverse consequences of doing so would reasonably be expected to outweigh the public interest benefit of such communication.

## 2 Report on Other Legal and Regulatory Requirements

### *Opinion on the Directors' Report*

The directors are responsible for preparing a directors' report in accordance with the provisions of article 177 of the Act.

We are required to consider whether the information given in the directors' report for the accounting period for which the financial statements are prepared is consistent with those financial statements; and, if we are of the opinion that it is not, we shall state that fact in our report. We have nothing to report in this regard.

Pursuant to article 179(3) of the Act, we are also required to:

- express an opinion on whether the directors' report has been prepared in accordance with the applicable legal requirements; and
- state whether, in the light of the knowledge and understanding of the entity and its environment obtained in the course of our audit of the financial statements, we have identified material misstatements in the directors' report, giving an indication of the nature of any such misstatements.

In such regards:

- in our opinion, the Directors' Report has been prepared in accordance with the applicable legal requirements; and
- we have not identified material misstatements in the Directors' Report.

## Independent Auditors' Report *(continued)*

### ***Matters on which we are required to report by exception by the Act, specific to public-interest entities***

Pursuant to article 179B(1) of the Act, we report as under matters not already reported upon in our 'Report on the Audit of the Financial Statements':

- we were first appointed as auditors by the shareholders on 24 April 2018 and subsequently reappointed at the Company's general meetings for each financial year thereafter. The period of uninterrupted engagement is five years.
- our opinion on our audit of the financial statements is consistent with the additional report, required to be issued by the Audit Regulation (as referred to in the Act), and provided to the board of directors; and
- we have not provided any of the prohibited services as set out in the APA.

### ***Matters on which we are required to report by exception by the Act***

Pursuant to articles 179(10) and 179(11) of the Act, we have nothing to report to you with respect to the following matters:

- proper accounting records have not been kept; or
- the financial statements are not in agreement with the accounting records; or
- we have not obtained all the information and explanations which, to the best of our knowledge and belief, we require for the purpose of our audit.

The Principal authorised to sign on behalf of KPMG on the audit resulting in this independent auditors' report is Claude Ellul

**KPMG**  
Registered Auditors

2 August 2022

92, Marina Street,  
Pieta' PTA 9044,  
Malta

## Unaudited Supplementary Disclosures

# Portfolio Statements

as at 30 April 2022

	<b>Market value 30.4.2022</b>	<b>% of net assets</b>
<b>Vilhena Malta Fund</b>	<b>€</b>	
<b>Quoted Equities</b>		
AX Real Estate p.l.c.	166,680	0.42
Bank of Valletta p.l.c.	1,241,419	3.09
BMIT Technologies p.l.c.	327,024	0.82
FIMBank p.l.c.	279,936	0.70
GO p.l.c.	1,053,185	2.63
Grand Harbour Marina p.l.c.	32,794	0.08
Harvest Technology p.l.c.	111,303	0.28
Hili Properties p.l.c.	168,000	0.42
HSBC Bank Malta p.l.c.	826,041	2.06
International Hotel Investments p.l.c.	1,348,640	3.36
Lombard Bank Malta p.l.c.	205,629	0.51
M&Z p.l.c.	93,750	0.23
Main Street Complex p.l.c.	37,600	0.09
Malita Investments p.l.c.	79,562	0.20
Malta International Airport p.l.c.	2,750,274	6.86
Malta Properties Company p.l.c.	254,104	0.63
MaltaPost p.l.c.	129,500	0.32
Mapfre Middlesea p.l.c.	607,937	1.52
Medserv p.l.c.	123,656	0.31
MIDI p.l.c.	214,097	0.53
PG p.l.c.	942,260	2.35
Plaza Centres p.l.c.	69,565	0.17
RS2 Software p.l.c.	1,361,945	3.40
RS2 Software p.l.c. Preference Shares	168,000	0.42
Santumas Shareholdings p.l.c.	22,502	0.06
Simonds Farsons Cisk p.l.c.	798,815	1.99
Tigne Mall p.l.c.	181,140	0.45
Trident Estates p.l.c.	204,697	0.51
VBL p.l.c.	72,500	0.18
<b>Exchange Traded Funds</b>		
Ishares Msci World EUR-H	1,924,730	4.80
Ishares II p.l.c. Global Clean Energy	157,560	0.39
<b>Quoted Corporate Bonds</b>		
5.10% 1923 Investments p.l.c. Unsecured € 2024	232,906	0.58
3.25% APS Bank Limited Unsecured 2030	150,375	0.37
3.25% AX Group p.l.c. Unsec Bds 2026 Series I	155,000	0.39
3.75% AX Group p.l.c. Unsec Bds 2029 Series II	54,863	0.14
6.00% AX Investments p.l.c. € 2024	369,045	0.92
3.50% AX Real Estate p.l.c. Unsecured 2032	281,400	0.70
3.50% Bank of Valletta p.l.c. € Notes 2030 S1 T1	144,106	0.36
3.50% Bank of Valletta p.l.c. € Notes 2030 S2 T1	731,325	1.82
3.75% Bank of Valletta p.l.c. Unsecured Sub € 2026-2031	355,000	0.88
3.75% Bortex Group Finance p.l.c. Unsecured € 2027	184,408	0.46
3.90% Browns Pharma Holdings p.l.c. Unsecured € 2027-2031	66,660	0.17
4.00% Cablenet Communication System p.l.c. 2030	215,000	0.54
4.00% Central Business Centres p.l.c. Unsecured € 2033	120,000	0.30
4.25% Corinthia Finance p.l.c. Unsecured € 2026	204,698	0.51
5.00% Dizz Finance p.l.c. Unsecured € 2026	50,000	0.12
4.00% Eden Finance p.l.c. Unsecured € 2027	568,428	1.42
4.50% Endo Finance p.l.c. Unsecured Bonds 2029	98,000	0.24
4.00% Exalco Finance p.l.c. Secured € 2028	57,371	0.14
6.00% Ferratum Bank p.l.c. Unsecured € 2032	50,000	0.12
3.70% Gap Group p.l.c. S1 Bonds € 2023-2025	45,627	0.11



## Portfolio Statements *(continued)*

3.50% GO p.l.c. Unsecured € 2031	344,293	0.86
4.50% Grand Harbour Marina p.l.c. Unsecured € 2027	142,742	0.36
5.00% Hal Mann Vella Group p.l.c. Secured € 2024	71,791	0.18
3.85% Hili Finance Company p.l.c. Unsecured € 2028	275,700	0.69
3.80% Hili Finance Company p.l.c. Unsecured € 2029	746,100	1.86
4.50% Hili Properties p.l.c. Unsecured € 2025	185,745	0.46
4.00% Hili Properties p.l.c. Unsecured € 2027	500,000	1.25
4.35% Hudson Malta p.l.c. Unsecured € 2026	50,000	0.12
3.65% IHI p.l.c. Unsecured 2031	349,230	0.87
4.00% International Hotel Investments p.l.c. Unsecured € 2026	445,954	1.11
4.00% International Hotel Investments p.l.c. Secured € 2026	287,615	0.72
5.75% International Hotel Investments p.l.c. Unsecured € 2025	231,235	0.58
5.80% International Hotel Investments p.l.c. 2023	13,845	0.03
6.00% International Hotel Investments p.l.c. € 2024	245,228	0.61
4.25% IZI Finance p.l.c. 2029	101,379	0.25
5.30% Mariner Finance p.l.c. Unsecured € 2024	316,140	0.79
4.80% Med Maritime Hub Finance p.l.c. Unsecured € 2026	107,090	0.27
4.00% MeDirect Bank (Malta) p.l.c. Sub Unsecured € 2024-2029	129,152	0.32
4.50% Medserv p.l.c. Unsecured € 2026	180,572	0.45
6.00% Medserv Sec. & Grntd. € Notes 2020-2023 S1 T1	126,553	0.32
3.75% Mercury Projects Finance p.l.c. Secured € 2027	72,982	0.18
4.25% Mercury Projects Finance p.l.c. Secured € 2031	48,246	0.12
4.30% Mercury Projects Finance p.l.c. Secured € 2032	195,760	0.49
4.00% MIDI p.l.c. Secured € 2026	360,020	0.90
3.65% Mizzi OrganiSation Finance p.l.c. Unsecured € 2028-2031	365,600	0.91
4.75% Orion Finance p.l.c. € Unsecured 2027	100,000	0.25
6.00% Pendergardens Developments p.l.c. Secured € 2022 Series II	311,900	0.78
4.15% Phoenicia Finance Company p.l.c. Unsecured € 2023-2028	112,800	0.28
3.75% Premier Capital p.l.c. Unsecured € 2026	606,303	1.51
4.35% SD Finance p.l.c. Unsecured € 2027	564,900	1.41
3.50% Simonds Farsons Cisk p.l.c. Unsecured € 2027	129,642	0.32
4.00% SP Finance p.l.c. Secured EUR Bonds 2029	81,592	0.20
4.55% St Anthony Co p.l.c. 2032	52,200	0.13
4.00% Stivala Group Finance p.l.c. Secured € 2027	332,714	0.83
3.65% Stivala Group Finance p.l.c. Secured € 2029	99,998	0.25
5.00% Tumas Investments p.l.c. Unsecured € 2024	242,165	0.60
3.75% Tumas Investments p.l.c. Unsecured € 2027	298,300	0.74
5.30% United Finance p.l.c. Unsecured € Bonds 2023	20,715	0.05
3.75% Virtu Finance p.l.c. Unsecured € 2027	139,740	0.35
4.40% Von der Heyden Group Finance p.l.c. Unsecured € 2024	196,735	0.49
<b>Quoted Malta Government Bonds (up to 5 years)</b>		
0.25% MGS 2026 (III)	288,960	0.72
<b>Quoted Malta Government Bonds (5 to 15 years)</b>		
4.80% MGS 2028 (I)	344,771	0.86
5.10% MGS 2029 (I)	376,561	0.94
2.30% MGS 2029 (II)	392,446	0.98
1.85% MGS 2029 (III)	225,588	0.56
5.25% MGS 2030 (I)	1,791,309	4.47
5.20% MGS 2031 (I)	676,468	1.69
1.00% MGS 2031 (II)	282,180	0.70
4.65% MGS 2032 (I)	465,752	1.16
4.45% MGS 2032 (II)	458,612	1.14
4.30% MGS 2033 (I)	479,618	1.20
4.10% MGS 2034 (I)	628,130	1.57
2.20% MGS 2035 (I)	47,462	0.12
1.00% MGS 2035 (II)	239,500	0.60
2.50% MGS 2036 (I)	594,928	1.48

## Portfolio Statements *(continued)*

### Quoted Malta Government Bonds (Over 15 years)

2.10% MGS 2039 (I)	354,500	0.88
3.00% MGS 2040 (I)	487,009	1.21
2.40% MGS 2041 (I)	336,072	0.84
1.80% MGS 2051 (I)	45,540	0.11

### Term Deposits

Bank of Valletta p.l.c.	1,300,000	3.24
-------------------------	-----------	------

### Vilhena Malta Government Bond Fund

€

### Quoted Malta Government Bonds (up to 5 years)

5.10% MGS 2022 (I)	2,525,671	0.93
4.30% MGS 2022 (II)	2,645,200	0.97
5.50% MGS 2023 (I)	4,689,490	1.72
1.40% MGS 2023 (III)	8,148,800	2.99
3.30% MGS 2024 (I)	882,268	0.32
1.40% MGS 2024 (III)	7,129,500	2.62
0.30% MGS 2024 (IV)	496,200	0.18
0.25% MGS 2026 (III)	5,104,960	1.88
0.10% MGS 2026 (IV)	6,256,900	2.30

### Quoted Malta Government Bonds (5 to 15 years)

1.50% MGS 2027 (I)	5,082,188	1.87
0.40% MGS 2027 (IV) FI	2,859,900	1.05
0.90% MGS 2027 (V)	2,457,500	0.90
4.80% MGS 2028 (I)	5,868,377	2.16
4.50% MGS 2028 (II)	15,521,898	5.70
5.10% MGS 2029 (I)	4,629,882	1.70
2.30% MGS 2029 (II)	7,910,733	2.91
1.85% MGS 2029 (III)	6,152,400	2.26
5.25% MGS 2030 (I)	31,238,051	11.48
5.20% MGS 2031 (I)	12,254,059	4.50
1.00% MGS 2031 (II)	10,816,900	3.98
0.90% MGS 2031 (IV)	2,320,000	0.85
4.65% MGS 2032 (I)	8,169,063	3.00
4.45% MGS 2032 (II)	7,998,032	2.94
1.60% MGS 2032 (III)	1,467,900	0.54
4.30% MGS 2033 (I)	8,810,571	3.24
4.10% MGS 2034 (I)	11,704,805	4.30
2.20% MGS 2035 (I)	385,540	0.14
1.00% MGS 2035 (II)	4,034,809	1.48
2.50% MGS 2036 (I)	10,873,886	4.00

### Quoted Malta Government Bonds (Over 15 years)

1.20% MGS 2037 (I)	441,750	0.16
2.10% MGS 2039 (I)	6,784,000	2.49
3.00% MGS 2040 (I)	7,803,343	2.87
2.40% MGS 2041 (I)	6,189,530	2.27
1.50% MGS 2045 (I)	3,809,715	1.40
1.40% MGS 2046 (I)	2,842,350	1.04
1.80% MGS 2051 (I)	2,300,000	0.85
2.00% MGS 2051 (II)	4,332,000	1.59
2.40% MGS 2052 (I)	467,800	0.17

### Term Deposits

BNF Bank p.l.c.	9,658,452	3.55
Bank of Valletta p.l.c.	22,750,000	8.36

## Portfolio Statements *(continued)*

### Vilhena Global Themed Fund

\$

#### Quoted Equities

##### Canada

Brookfield Asset Man Inc.

527,768 1.96

##### France

Airbus SE

542,447 2.01

Danone SA

540,761 2.01

Linde Public Ltd. Co.

789,950 2.93

Stmicroelectronics NV

498,415 1.85

Vinci

495,585 1.84

##### Germany

Mercedes-Benz Group AG

559,382 2.08

##### Italy

Enel SPA

445,475 1.65

##### Netherlands

ASML Holding NV

753,760 2.80

##### United Kingdom

Astrazeneca

738,029 2.74

BP p.l.c.

817,098 3.03

##### United States

Abbvie Inc.

987,034 3.66

AGCO Corp.

507,689 1.88

Alphabet Inc.

761,078 2.82

Amazon.Com Inc.

979,338 3.63

Apple Inc.

1,018,419 3.78

Bank of America Corp.

610,663 2.27

Boston Scientific Corp.

614,301 2.28

Broadcom Inc.

442,403 1.64

Chubb Ltd.

745,491 2.77

Dell Technologies Inc.

471,134 1.75

Delta Air Lines Inc.

578,624 2.15

Eli Lilly &amp; Co.

785,830 2.92

Exxon Mobil

804,760 2.99

Jones Lang Lasalle Inc.

373,153 1.38

Kla Corp.

567,006 2.10

McDonalds Corp.

600,476 2.23

Microsoft CP

841,996 3.13

Nike Inc.

547,433 2.03

Nvidia Corp.

252,239 0.94

Procter &amp; Gamble Co.

866,649 3.22

Svb Financial Group

418,395 1.55

The Walt Disney Co.

593,537 2.20

Thermo Fisher Scientific Inc.

644,705 2.39

United Parcel Service Inc.

656,927 2.44

ViSa Inc.

601,880 2.23

#### Exchange Traded Funds

Amundi S&amp;P Global Luxury Ucits Etf

360,810 1.34

Ishares Core Msci Japan Imi Ucits Usd Acc

243,443 0.90

Ishares Euro Stoxx Banks De

519,434 1.93

Ishares Msci World Health Care Sector Ucits Etf -Usd Dist

427,056 1.59

Ishares Oil &amp; Gas Exploration &amp; Production

817,332 3.03

## Portfolio Statements *(continued)*

### Vilhena European Multi-Manager Fund

€

#### Exchange Traded Funds

Amundi MSCI Europe High Dividend	1,371,803	5.02
Amundi MSCI UK	1,458,989	5.34
Blackrock Ishares Stoxx Euro 600	394,065	1.44
Ishares Edge Msci Europe Minimum Volatility	2,764,585	10.13
Lyxor Stoxx Europe 600 Construction & Materials	212,684	0.78
SPDR MSCI Europe	854,197	3.13
SPDR MSCI Europe Consumer Discretionary	306,378	1.12
SPDR MSCI Europe Consumer Staples Ucits Etf	1,201,604	4.40
SPDR MSCI Europe Energy	1,044,808	3.83
SPDR MSCI Europe Financial	682,104	2.50
SPDR MSCI Europe Health Care Ucits	2,045,252	7.49
SPDR MSCI Europe Industrials	936,823	3.43
SPDR MSCI Europe Materials	1,163,525	4.26
SPDR MSCI Europe Small Cap Value Weighted Ucits	561,850	2.06
SPDR MSCI Europe Technology	300,124	1.10
SPDR MSCI Europe Utilities	565,048	2.07

#### Collective Investment Schemes

Axiom European Banks Equity Ucits Fund Share Class I Eur	1,035,518	3.79
Brook European Focus Ucits Fund - Eur I	2,654,520	9.72
Cohen & Steers	268,268	0.98
Comgest Europe Smaller	299,876	1.10
Comgest Growth Europe	2,871,574	10.52
Fondita Sustainable Euro	631,979	2.31
Janus Henderson Pan European Smaller Companies Ucits Fund I2	1,658,900	6.08
MSIM Fund Mgmt Europe Opportunity Z Eur Acc	1,213,598	4.45

### Vilhena Malta Bond Fund

€

#### Quoted Corporate Bonds

5.10% 1923 Investments p.l.c. Unsecured € 2024	1,874,439	1.19
3.25% APS Bank Limited Unsecured 2030	902,250	0.57
3.25% AX Group p.l.c. Unsec Bds 2026 Series I	837,000	0.53
3.75% AX Group p.l.c. Unsec Bds 2029 Series II	380,646	0.24
6.00% AX Investments p.l.c. € 2024	2,424,751	1.54
3.50% AX Real Estate p.l.c. Unsecured 2032	1,507,500	0.96
3.50% Bank of Valletta p.l.c. € Notes 2030 S1 T1	741,213	0.47
3.50% Bank of Valletta p.l.c. € Notes 2030 S2 T1	5,142,677	3.26
3.75% Bank of Valletta p.l.c. Unsecured Sub € 2026-2031	1,757,000	1.11
3.75% Bortex Group Finance p.l.c. Unsecured € 2027	741,772	0.47
3.90% Browns Pharma Holdings p.l.c. Unsecured € 2027-2031	486,315	0.31
4.00% Cablenet Communication System p.l.c. 2030	1,177,000	0.75
4.40% Central Business Centres p.l.c. Unsecured € 2027 S1/17 T1	539,000	0.34
4.00% Central Business Centres p.l.c. Unsecured € 2033	500,000	0.32
4.25% Corinthia Finance p.l.c. Unsecured € 2026	1,440,323	0.91
5.00% Dizz Finance p.l.c. Unsecured € 2026	300,000	0.19
4.00% Eden Finance p.l.c. Unsecured € 2027	3,546,716	2.25
4.50% Endo Finance p.l.c. € Unsecured Bonds 2029	490,000	0.31
4.00% Exalco Finance p.l.c. Secured € 2028	478,538	0.30
6.00% Ferratum Bank p.l.c. Unsecured € 2032	500,000	0.32
4.50% G3 Finance p.l.c. 2032	87,535	0.06
3.70% Gap Group p.l.c. S1 Bonds € 2023-2025	485,817	0.31
3.50% GO p.l.c. Unsecured € 2031	1,700,823	1.08
4.50% Grand Harbour Marina p.l.c. Unsecured € 2027	703,093	0.45
5.00% Hal Mann Vella Group p.l.c. Secured € 2024	472,976	0.30
3.80% Hili Finance Company p.l.c. Unsecured € 2029	3,979,200	2.52
3.85% Hili Finance Company p.l.c. Unsecured € 2028	1,739,200	1.10
4.50% Hili Properties p.l.c. Unsecured € 2025	1,000,587	0.63

## Portfolio Statements *(continued)*

4.00% Hili Properties p.l.c. Unsecured € 2027	2,000,000	1.27
4.35% Hudson Malta p.l.c. Unsecured € 2026	830,800	0.53
3.65% IHI p.l.c. Unsecured 2031	1,995,600	1.26
4.00% International Hotel Investments p.l.c. Unsecured € 2026	4,003,792	2.54
4.00% International Hotel Investments p.l.c. Secured € 2026	1,481,023	0.94
5.75% International Hotel Investments p.l.c. Unsecured € 2025	979,015	0.62
5.80% International Hotel Investments p.l.c. 2023	424,404	0.27
6.00% International Hotel Investments p.l.c. € 2024	1,064,338	0.67
4.25% IZI Finance p.l.c. 2029	791,544	0.50
4.50% Izola Bank p.l.c. € Unsecured 2025	153,000	0.10
5.30% Mariner Finance p.l.c. Unsecured € 2024	2,021,292	1.28
4.00% MeDirect Bank (Malta) p.l.c. Sub Unsecured € 2024-2029	950,478	0.60
5.00% MeDirect Bank (Malta) p.l.c. Subordinated Unsecured 2022-2027	65,000	0.04
5.00% Mediterranean Investment Holdings p.l.c. Unsecured € 2022	76,527	0.05
5.50% Mediterranean Investment Holdings p.l.c. Unsecured € 2023	551,763	0.35
4.80% Mediterranean Maritime Hub Finance p.l.c. Unsecured € 2026	455,895	0.29
4.50% Medserv p.l.c. Unsecured € 2026	1,689,150	1.07
6.00% Medserv p.l.c. Sec. & Grntd. € Notes 2020-2023 S1 T1	661,045	0.42
3.75% Mercury Projects Finance p.l.c. Secured € 2027	333,031	0.21
4.25% Mercury Projects Finance p.l.c. Secured € 2031	255,102	0.16
4.30% Mercury Projects Finance p.l.c. Secured € 2032	1,527,611	0.97
4.00% MIDI p.l.c. Secured € 2026	1,882,318	1.19
3.65% Mizzi OrganiSation Finance p.l.c. Unsecured € 2028-2031	2,597,000	1.65
4.75% Orion Finance p.l.c. € Unsecured 2027	400,000	0.25
6.00% Pendergardens Developments p.l.c. Secured € 2022 Series II	1,315,000	0.83
4.15% Phoenicia Finance Company p.l.c. Unsecured € 2023-2028	814,100	0.52
3.90% Plaza Centres p.l.c. Unsecured € 2026	255,000	0.16
3.75% Premier Capital p.l.c. Unsecured € 2026	3,294,216	2.09
4.35% SD Finance p.l.c. Unsecured € 2027	2,746,100	1.74
3.50% Simonds Farsons Cisk p.l.c. Unsecured € 2027	688,296	0.44
4.00% SP Finance p.l.c. Secured Eur Bonds 2029	428,358	0.27
4.55% St Anthony Co p.l.c. 2032	417,600	0.26
3.65% Stivala Group Finance Secured € 2029	689,630	0.44
4.00% Stivala Group Finance Secured € 2027	1,906,090	1.21
3.75% Tumas Investments p.l.c. Unsecured € 2027	960,700	0.61
3.75% Tum Finance p.l.c. Secured € 2029	66,165	0.04
5.00% Tumas Investments p.l.c. Unsecured € 2024	625,152	0.40
5.30% United Finance p.l.c. Unsecured € Bonds 2023	26,778	0.02
3.75% Virtu Finance p.l.c. Unsecured € 2027	764,286	0.48
4.40% Von der Heyden Group Finance p.l.c. Unsecured € 2024	1,276,257	0.81
<b>Quoted Malta Government Bonds (up to 5 years)</b>		
0.25% MGS 2026 (III)	2,696,960	1.71
0.10% MGS 2026 (IV)	1,443,900	0.92
<b>Quoted Malta Government Bonds (5 to 15 years)</b>		
1.50% MGS 2027 (I)	1,470,968	0.93
0.40% MGS 2027 (IV)	476,650	0.30
0.90% MGS 2027 (V)	983,000	0.62
4.80% MGS 2028 (I)	2,625,132	1.66
4.50% MGS 2028 (II)	5,676,303	3.60
5.10% MGS 2029 (I)	1,546,479	0.98
2.30% MGS 2029 (II)	3,112,378	1.97
1.85% MGS 2029 (III)	2,563,500	1.62
5.25% MGS 2030 (I)	10,464,343	6.63
5.20% MGS 2031 (I)	4,353,089	2.76
1.00% MGS 2031 (II)	3,292,100	2.09
0.90% MGS 2031 (V)	928,000	0.59
4.65% MGS 2032 (I)	2,782,879	1.76
4.45% MGS 2032 (II)	3,060,194	1.94
4.30% MGS 2033 (I)	2,955,384	1.87
4.10% MGS 2034 (I)	3,906,777	2.48

## Portfolio Statements *(continued)*

2.20% MGS 2035 (I)	242,303	0.15
1.00% MGS 2035 (II)	479,000	0.30
2.50% MGS 2036 (I)	3,555,949	2.25
<b>Quoted Malta Government Bonds (over 15 years)</b>		
1.20% MGS 2037 (I)	441,750	0.28
2.10% MGS 2039 (I)	2,322,500	1.47
3.00% MGS 2040 (I)	2,883,725	1.83
2.40% MGS 2041 (I)	2,355,969	1.49
1.50% MGS 2045 (I)	1,842,060	1.17
1.40% MGS 2046 (I)	406,050	0.26
1.80% MGS 2051 (I)	460,000	0.29
2.00% MGS 2051 (II)	1,732,800	1.10
2.40% MGS 2052 (I)	467,800	0.30
<b>Term Deposits</b>		
Bank of Valletta p.l.c.	1,700,000	1.08
<b>Vilhena Sterling Income Fund</b>		
	£	
<b>Exchange Traded Funds</b>		
iShares EUR High Yield Corp Bd Ucits ETF Eur(Dist)	884,448	1.51
iShares Fallen Angels HY Corp Bd Ucits ETF USD D	2,354,328	4.01
iShares \$ TIPS Ucits ETF USD (Acc)	1,332,150	2.27
<b>Quoted 'AA' Rated Bonds</b>		
1.25% New York Life Global Funding 2026	725,996	1.24
1.625% New York Life Global Funding 2023	984,370	1.68
<b>Quoted 'A' Rated Bonds</b>		
5.5% Amgen Inc 2026	1,552,092	2.65
1.375% Banco Santander Sa 2024	771,968	1.32
1.5% Banco Santander Sa 2026	462,520	0.79
1.25% Banque Federative du Credit Mutuel Sa 2025	375,228	0.64
1.875% BNP Paribas Sa 2027	274,277	0.47
3.375% BNP Paribas Sa 2026	1,331,582	2.27
1% Bpce Sa 2025	277,239	0.47
1.375% Bpce Sa 2026	1,381,065	2.35
1.5% Comcast Corp 2029	1,144,031	1.95
1.25% Glaxosmithkline Capital p.l.c. 2028	456,053	0.78
5.25% Glaxosmithkline Capital p.l.c. 2033	243,649	0.42
1.75% HSBC Holdings p.l.c. 2027	277,667	0.47
2.256% HSBC Holdings p.l.c. 2026	239,014	0.41
3% HSBC Holdings p.l.c. 2028	1,272,489	2.17
1.125% ING Groep NV 2028	1,131,000	1.93
0.991% JPMorgan Chase & Co 2026	258,631	0.44
1.125% LVMH Moet Hennessy Louis Vuitton SE 2027	941,500	1.61
1.125% Royal Bank of Canada 2025	186,700	0.32
3.875% Scentre Management Ltd 2026	588,434	1.00
2.175% Telereal SEC 2023	369,031	0.63
<b>Quoted 'BBB' Rated Bonds</b>		
5.75% America Movil SaB de CV 2030	427,025	0.73
3% Aroundtown Sa 2029	1,093,817	1.86
4.25% AT&T Inc 2043	971,437	1.66
7% AT&T Inc 2040	888,613	1.51
545.3% AXA Sa Perpetual	852,683	1.45
5.625% AXA Sa 2054	124,654	0.21
3.104% Banco Bilbao Vizcaya Argentaria Sa 2026	947,350	1.62
3.25% Barclays p.l.c. 2027	649,499	1.11
6.5% BHP Billiton Finance Ltd 2077	181,885	0.31

## Portfolio Statements *(continued)*

425% BP Capital Markets p.l.c. Perpetual	807,710	1.38
1.75% Citigroup Inc 2026	336,280	0.57
5.15% Citigroup Inc 2026	642,036	1.09
1.75% Commerzbank AG 2025	950,560	1.62
5.625% Compagnie de Saint Gobain Sa 2024	910,824	1.55
5.25% Cooperatieve Rabobank UA 2027	855,516	1.46
4.625% Cooperatieve Rabobank UA 2029	491,880	0.84
2.25% Credit Suisse Group AG 2028	568,808	0.97
2.75% Credit Suisse Group AG 2025	747,909	1.28
3% Credit Suisse Group Funding (Guernsey) Ltd 2022	801,228	1.37
2.25% Danske Bank A/S 2028	859,895	1.47
6.125% E On International Finance BV 2039	832,892	1.42
6.25% Electricite de France Sa 2028	1,159,422	1.98
5.75% Enel SpA 2037	1,036,107	1.77
4.25% Goldman Sachs Group Inc 2026	898,057	1.53
1.5% Goldman Sachs Group Inc 2027	448,460	0.76
7.25% Goldman Sachs Group Inc 2028	472,572	0.81
5.75% HSBC Holdings p.l.c. 2027	96,253	0.16
6.75% HSBC Holdings p.l.c. 2028	113,139	0.19
7% HSBC Holdings p.l.c. 2038	245,587	0.42
5% Koninklijke KPN NV 2026	894,472	1.52
1.875% Lloyds Banking Group p.l.c. 2026	336,000	0.57
2.707% Lloyds Banking Group p.l.c. 2035	284,503	0.49
6.125% Electricite de France Sa 2034	481,477	0.82
2.625% Morgan Stanley 2027	96,431	0.16
3.25% Orange Sa 2032	1,495,163	2.55
5.75% Orange Sa Perpetual	940,444	1.60
2.375% Southern Water Services Finance Ltd 2028	631,399	1.08
5.445% Telefonica Emisiones SaU 2029	1,632,552	2.78
2.75% Tesco Corporate Treasury Services p.l.c. 2030	93,692	0.16
1.125% Verizon Communications Inc 2028	982,636	1.68
1.875% Verizon Communications Inc 2030	179,073	0.31
1.125% Volkswagen Financial Services NV 2023	390,340	0.67
1.625% Volkswagen Financial Services NV 2022	995,920	1.70
4.25% Volkswagen Financial Services NV 2025	1,332,442	2.27
3.375% Volkswagen International Finance NV 2026	696,801	1.19
<b>Quoted 'BB' Rated Bonds</b>		
2.63% Telereal SEC 2023	251,281	0.43
3.1% Vodafone Group p.l.c. 2023	344,078	0.59
4.88% Vodafone Group p.l.c. 2025	1,443,506	2.46
<b>Quoted 'B' Rated Bonds</b>		
5.875% Electricite de France Sa Perpetual	94,744	0.16
6% Electricite de France Sa Perpetual	197,324	0.34
<b>Non-Rated Bonds</b>		
4.5% United Kingdom of Great Britain and Northern Ireland (Government) 2034	2,325,962	3.97
<b>Vilhena High Yield Fund</b>		€
<b>Quoted 'BBB' Rated Bonds</b>		
3.88% Level 3 Financing Inc 2029	630,776	0.79
<b>Quoted 'BB' Rated Bonds</b>		
3.75% Axalta Coating Systems Dutch Holding B BV 2025	678,153	0.85
2.38% Canpack Sa 2027	174,330	0.22
2.75% Faurecia SE 2027	884,900	1.10
5.7% Greene King Finance p.l.c. 1934	780,701	0.97
5.5% Harbour Energy p.l.c. 2026	1,017,720	1.27
6.38% Holly Energy Partners LP 2027	968,055	1.21

## Portfolio Statements *(continued)*

3.41% Lincoln Financing SaRL 2024	552,283	0.69
4.5% Parkland Fuel Corp 2029	882,957	1.10
6.5% Perenti Finance Pty Ltd 2025	882,934	1.10
4.38% SCIL IV LLC 2026	1,163,600	1.45
2.25% Standard Industries Inc 2026	890,040	1.11
<b>Quoted 'B' Rated Bonds</b>		
5% Acuris Finance US Inc 2028	873,605	1.09
5% Altice Financing Sa 2028	805,725	1.01
3.38% Altice France Sa 2028	1,074,375	1.34
5% ARD Finance Sa 2027	398,764	0.50
7.45% Braskem IdeSa SaPI 2029	897,970	1.12
5.25% Casino Guichard Perrachon Sa 2027	783,940	0.98
5.5% Cheplapharm Arzneimittel GmbH 2028	1,815,252	2.27
6.3% Cincinnati Bell Telephone Company LLC 2028	1,316,647	1.64
4.38% Clarios Global LP 2026	961,250	1.20
4.38% Cogent Communications Group Inc 2024	993,750	1.24
6.5% CPUK Finance Ltd 2026	1,208,233	1.51
4.88% CpuK Finance Ltd 2025	286,679	0.36
6.25% Emeco Pty Ltd 2026	1,031,329	1.29
6.5% Energean p.l.c. 2027	1,209,325	1.51
3.5% Energizer Holdings Inc 2029	1,254,165	1.57
7% EnQuest p.l.c. 2023	954,210	1.19
7.75% Garfunkelux Holdco 3 Sa 2025	1,164,840	1.45
3.88% Grifols Escrow Issuer Sa 2028	945,221	1.18
5.13% Iliad Holding SaS 2026	971,130	1.21
3.75% Ineos Quattro Finance 1 p.l.c. 2026	2,041,587	2.55
5.5% IPD 3 BV 2025	1,228,563	1.53
4.28% Italmatch Chemicals SpA 2024	1,175,763	1.47
3.5% Lion Polaris Lux 4 Sa 2026	491,635	0.61
4% Lorca Telecom Bondco Sa 2027	1,382,820	1.73
3.36% Marstons Issuer p.l.c. 1935	2,199,293	2.75
3.55% Parts Europe Sa 2027	815,400	1.02
4.75% PHM Group Holding Oy 2026	977,150	1.22
3.88% Picard Groupe SaS 2026	1,030,128	1.29
4.63% PLT VII Finance SaRL 2026	708,750	0.88
5.75% Renk GmbH 2025	1,242,100	1.55
6% Smyrna Ready MIX Concrete LLC 2028	2,286,838	2.85
5.5% Summer (BC) Bidco B LLC 2026	391,006	0.49
9% Summer BidCo BV 2025	1,146,330	1.43
6.5% Sunshine Mid BV 2026	1,006,750	1.26
3.75% TMNL Holding BV 2029	453,905	0.57
5.13% Trinseo Materials Operating SCA 2029	836,419	1.04
3.75% Trivium Packaging Finance BV 2026	960,210	1.20
10.25% Tullow Oil p.l.c. 2026	519,397	0.65
4% United Group BV 2027	894,840	1.12
4.88% United Group BV 2029	721,230	0.90
5% Virgin Media Finance p.l.c. 2030	845,473	1.06
4.88% Virgin Media Vendor Financing Notes III DAC 2028	1,621,470	2.02
<b>Quoted 'CCC' Rated Bonds</b>		
6% Altice France Holding Sa 2028	395,161	0.49
6.5% Banijay Group SaS 2026	1,257,360	1.57
5% Chrome Holdco SaS 2029	787,905	0.98
7% DKT Finance ApS 2023	747,368	0.93
9.38% DKT Finance ApS 2023	188,872	0.24
6.63% Dornoch Debt Merger Sub Inc 2029	1,551,675	1.94
5% Flamingo Lux II SCA 2029	1,319,910	1.65
6% Foundation Building Materials Inc 2029	784,397	0.98
5.25% Herens Midco SaRL 2029	823,270	1.03
5% Nidda BondCo GmbH 2025	1,038,633	1.30
5.13% Titan Holdings II BV 2029	1,116,663	1.39



## Portfolio Statements *(continued)*

6.63% TK Elevator Holdco GmbH 2028	1,240,691	1.55
8.5% Trivium Packaging Finance BV 2027	472,648	0.59
7% Tullow Oil p.l.c. 2025	388,052	0.48
5.25% Verisure Midholding AB 2029	889,340	1.11
5.5% WP/AP Telecom Holdings III BV 1930	891,110	1.11

### **Non-Rated Bonds**

4.88% Constellation Automotive Financing p.l.c. 2027	360,226	0.45
5.5% Deuce Finco p.l.c. 2027	1,126,063	1.41
7.88% Dno ASa 2026	1,034,342	1.29
8.38% Dno ASa 2024	240,414	0.30
9% EnQuest p.l.c. 2027	1,201,180	1.50
6% esure Group p.l.c. 2022	564,693	0.70
10% FS Luxembourg SaRL 2025	1,456,806	1.82
2.25% InPost Sa 2027	773,415	0.97
9% Ithaca Energy (North Sea) p.l.c. 2026	2,414,210	3.01
5.23% Stonegate Pub Company Financing 2019 p.l.c. 2025	989,280	1.23

### **Derivatives - Forward Forex Contracts**

	<b>Notional Amount</b>	<b>Fair Value</b>	
Purchase of United States Dollar against Euro maturing on 6 May 2022	(1,907,000)	(7,502)	(0.01)
Sale of United States Dollar against Euro maturing on 6 May 2022	6,189,000	(420,164)	(0.52)
Purchase of United States Dollar against Euro maturing on 6 May 2022 (Class USDA)	(5,976,000)	188,016	0.23
Purchase of United States Dollar against Euro maturing on 20 May 2022	(696,000)	15,696	0.02
Sale of United States Dollar against Euro maturing on 20 May 2022	6,192,000	(304,555)	(0.38)
Purchase of United States Dollar against Euro maturing on 14 June 2022	(194,000)	4,692	0.01
Sale of United States Dollar against Euro maturing on 14 June 2022	6,365,000	(322,708)	(0.40)
Sale of Australian Dollar against Euro maturing on 23 May 2022	1,300,000	8,585	0.01
Sale of Sterling against Euro maturing on 9 June 2022	9,160,000	(2,888)	0.00
Purchase of United States Dollar against Euro maturing on 27 May 2022	(2,820,000)	112,696	0.14
Sale of United States Dollar against Euro maturing on 27 May 2022	8,896,000	(350,770)	(0.44)
Sale of United States Dollar against Euro maturing on 28 June 2022	5,965,000	(160,693)	(0.20)

### **Vilhena Euro Income Fund**

€

### **Exchange Traded Funds**

Ishares EUR Inflation Linked Govt Bd Ucits ETF Eur(Acc)	674,385	3.26
Ishares Core EUR Corp Bond Ucits ETF Dist	693,884	3.36
Ishares EUR High Yield Corp Bd Ucits ETF Dist	345,495	1.67
Ishares Fallen Angels Hy Corp Bd Ucits ETF EUR	340,861	1.65

### **Quoted Euro Dominated Bonds**

2.375% Airbus SE 2032	424,316	2.05
0.75% America Movil SAB de CV 2027	373,145	1.80
4.125% Assicurazioni Generali SpA 2026	312,112	1.51
1.75% Banco BPM SpA 2023	247,279	1.20
1.625% Banco de Sabadell SA 2024	100,029	0.48
3.25% Banco Santander SA 2026	410,116	1.98
0.1% Banque Federative du Credit Mutuel SA 2027	270,984	1.31
0.75% Barclays PLC 2025	151,644	0.73
0.5% BNP Paribas SA 2028	449,325	2.17
1.637% BP Capital Markets PLC 2029	530,382	2.57
1.875% CA Immobilien Anlagen AG 2026	97,091	0.47
1.25% Caixabank SA 2031	91,875	0.44
2.75% Caixabank SA 2028	403,000	1.95
2.375% Capgemini SE 2032	500,150	2.42
0.875% Carlsberg Breweries A/S 2029	333,985	1.62
4% Commerzbank AG 2026	88,694	0.43
2.5% Continental AG 2026	348,458	1.69
0.375% Credit Agricole SA 2028	439,570	2.13

## Portfolio Statements *(continued)*

2.7% Credit Agricole SA 2025	357,455	1.73
1.625% Credit Mutuel Arkea SA 2026	394,552	1.91
0.65% Credit Suisse Group AG 2028	311,872	1.51
3.25% Credit Suisse Group AG 2026	404,300	1.96
2.625% Deutsche Bank AG 2026	399,830	1.93
1.625% Deutsche Bank AG 2027	472,108	2.28
2.25% Enel SpA 2026	334,850	1.62
1.5% Engie SA 2028	253,575	1.23
1.625% Eurogrid GmbH 2023	101,160	0.49
0.05% European Financial Stability Facility SA 2029	78,036	0.38
1% European Investment Bank 2031	298,801	1.45
0.01% European Stability Mechanism 2030	313,730	1.52
0.142% Exxon Mobil Corp 2024	284,452	1.38
1.125% Glencore Capital Finance DAC 2028	591,432	2.86
3.5% GO PLC 2031	69,886	0.34
3.375% Goldman Sachs Group Inc 2025	114,745	0.56
2.5% HeidelbergCement Finance Luxembourg SA 2024	153,357	0.74
4% Hili Finance Company PLC 2027	230,000	1.11
3% HSBC Holdings PLC 2025	341,566	1.65
1.625% Infineon Technologies AG 2029	482,280	2.33
2% Infineon Technologies AG 2032	480,530	2.32
3.65% International Hotel Investments PLC 2031	229,494	1.11
4.25% IZI Finance plc 2029	152,220	0.74
0.389% JPMorgan Chase & Co 2027	346,834	1.68
0.125% LVMH Moet Hennessy Louis Vuitton SE 2028	92,075	0.45
4.3% Mercury Projects Finance PLC 2032	180,084	0.87
3.65% Mizzi Organisation Finance PLC 2031	250,900	1.21
1.342% Morgan Stanley 2026	155,620	0.75
0% Novartis Finance SA 2028	354,227	1.71
0.625% Nykredit Realkredit A/S 2025	175,997	0.85
0.5% Orange SA 2032	338,626	1.64
1.2% Orange SA 2034	348,082	1.68
2.875% Romania (Government) 2024	327,772	1.59
0.25% Siemens Financieringsmaatschappij NV 2029	91,054	0.44
1.375% Skandinaviska Enskilda Banken AB 2028	489,158	2.37
3.375% Stellantis NV 2023	204,674	0.99
4.5% Stellantis NV 2028	436,908	2.11
3.375% Syngenta Finance NV 2026	555,452	2.69
0.25% UBS Group AG 2028	455,584	2.20
1.125% Verizon Communications Inc 2035	82,098	0.40
1.625% Volkswagen Leasing GmbH 2025	379,724	1.84

### Vilhena US Multi-Manager Fund

\$

#### **Exchange Traded Funds**

Amundi S&P 500 Acc	776,931	8.42
Ishares MSCI USA Sri Acc	489,004	5.30
Ishares US Property Yield Usd Dist	68,532	0.74
Ossiam Shiller Barclays Cape US Sector Value Tr	802,575	8.70
SPDR MSCI USA Small Cap Value Weighted Acc	298,046	3.23
SPDR S&P U.S. Energy Select Sector Acc	168,314	1.82
SPDR S&P U.S. Financials Select Sector Acc	284,231	3.08
SPDR S&P U.S. Technology Select Sector Acc	836,672	9.07
SPDR S&P U.S. Utilities Select Sector Acc	240,755	2.61
SPDR S&P U.S. Communication Services Select Sector	136,393	1.48
SPDR S&P U.S. Consumer Discretionary Select Sector	81,630	0.88
SPDR S&P U.S. Health Care Select Sector Acc	426,528	4.62
SPDR S&P U.S. Industrials Select Sector Acc	291,728	3.16
SPDR S&P U.S. Materials Select Sector Acc	220,282	2.39

## Portfolio Statements *(continued)*

### Collective Investment Schemes

Axa Rosenberg Us Enhanced Index Equity Alpha Fund A Acc Usd	987,064	10.70
Comgest Growth America Fund Usd I Acc	986,188	10.69
Smead Us Value Fund I Acc Usd	1,065,390	11.55
T. Rowe Price - Us Large Cap Growth Equity Fund - Q	748,250	8.11

### Derivatives - Forward Forex Contracts

	<b>Notional Amount</b>	<b>Fair Value</b>	
Purchase of Euro against United States Dollar maturing on 4 May 2022 (class EUR A)	(8,556,059)	(371,875)	(4.03)

### Vilhena Far East Opportunities Fund

\$

#### Quoted Equities

##### Australia

Northern Star	101,192	2.67
---------------	---------	------

##### China

Alibaba Group Holding	138,353	3.65
Netease Inc	165,714	4.37
Travelsky Technology CLS H CNY1	98,924	2.61
Weichai Power CO H CNY1	115,440	3.05

##### Hong Kong

Hong Kong Exchanges & Clearing Ltd.	206,654	5.45
JD Health International Inc.	83,754	2.21
Link Real Estate	195,070	5.15
Swire Pacific B	154,409	4.07
Want Want China Holdings	94,881	2.50
Xiabuxiabu Catering	74,420	1.96

##### India

Infosys Ltd.	113,656	3.00
--------------	---------	------

##### Indonesia

Astra International	268,629	7.09
---------------------	---------	------

##### Malaysia

MY EG Services BHD NPV	128,687	3.39
------------------------	---------	------

##### Philippines

Intl Container Ter	151,979	4.01
--------------------	---------	------

##### Singapore

United Overseas Bank	217,174	5.73
----------------------	---------	------

##### South Korea

Naver	136,179	3.59
Samsung Electronics - Pref	174,689	4.61
SK HYNIX Inc	156,748	4.13

##### Taiwan

Chailease Holding TWD	162,582	4.29
Taiwan Semicon Man Spon Ads	232,325	6.13

##### Thailand

Bangkok Dusit Medi	165,435	4.36
--------------------	---------	------

##### United States

Yum China Holdings Inc.	175,560	4.63
-------------------------	---------	------

## Portfolio Statements *(continued)*

### Collective Investment Schemes

Ashoka India Equity	282,861	7.46
---------------------	---------	------

### Vilhena Maltese Opportunities Fund

€

#### Quoted Equities

AX Real Estate p.l.c.	180,000	0.79
Bank of Valletta p.l.c.	1,280,760	5.62
BMIT Technologies p.l.c.	340,704	1.50
FIMbank p.l.c.	333,968	1.47
GO p.l.c.	1,213,882	5.33
Grand Harbour Marina p.l.c.	39,934	0.18
Harvest Technology p.l.c.	104,300	0.46
Hili Properties p.l.c.	192,000	0.84
HSBC Bank Malta p.l.c.	860,448	3.78
International Hotel Investments p.l.c.	1,584,735	6.96
Lombard Bank Malta p.l.c.	236,149	1.04
M&Z p.l.c.	75,000	0.33
Main Street Complex p.l.c.	100,000	0.44
Malta Investments p.l.c.	71,126	0.31
Malta International Airport p.l.c.	2,337,261	10.26
Malta Properties Company p.l.c.	280,596	1.23
MaltaPost p.l.c.	122,051	0.54
Mapfre Middlesea p.l.c.	689,741	3.03
Medserv p.l.c.	168,498	0.74
Midi p.l.c.	239,400	1.05
PG p.l.c.	1,051,076	4.62
Plaza Centres p.l.c.	64,697	0.28
RS2 Software p.l.c.	1,444,245	6.34
RS2 Software p.l.c. Preference Shares	201,600	0.89
Santumas Shareholding p.l.c.	27,337	0.12
Simonds Farsons Cisk p.l.c.	858,726	3.77
Tigne Mall p.l.c.	229,260	1.01
Trident Estates p.l.c.	146,404	0.64
VBL p.l.c.	81,250	0.36

#### Exchange Traded Funds

Ishares Msci World Eur-H	1,114,921	4.90
--------------------------	-----------	------

#### Unquoted Equities

Citadel Insurance	175,409	0.77
-------------------	---------	------

#### Quoted Corporate Bonds

5.10% 1923 Investments p.l.c. Unsecured € 2024	98,596	0.43
3.25% APS Bank Limited Unsecured 2030	25,063	0.11
3.25% AX Group p.l.c. Unsec Bds 2026 Series I	47,100	0.21
3.75% AX Group p.l.c. Unsec Bds 2029 Series II	15,960	0.07
6.00% AX Investments p.l.c. € 2024	59,214	0.26
3.50% AX Real Estate p.l.c. Unsecured 2032	80,400	0.35
3.50% Bank of Valletta p.l.c. € Notes 2030 S1 T1	26,103	0.11
3.50% Bank of Valletta p.l.c. € Notes 2030 S2 T1	97,510	0.43
3.75% Bank of Valletta p.l.c. Unsecured Sub € 2026-2031	81,000	0.36
3.75% Bortex Group Finance p.l.c. Unsecured € 2027	53,323	0.23
4.00% Cablenet Communication System p.l.c. 2030	43,000	0.19
4.00% Central Business Centres p.l.c. Unsecured € 2033	30,000	0.13
4.25% Corinthia Finance p.l.c. Unsecured € 2026	111,142	0.49
4.00% Eden Finance p.l.c. Unsecured € 2027	152,106	0.67
4.50% Endo Finance p.l.c. € Unsecured Bonds 2029	49,000	0.22
4.00% Exalco Finance p.l.c. Secured € 2028	16,274	0.07
4.50% Grand Harbour Marina p.l.c. Unsecured € 2027	18,231	0.08
5.00% Hal Mann Vella Group p.l.c. Secured € 2024	18,437	0.08

## Portfolio Statements *(continued)*

3.85% Hili Finance Company p.l.c. Unsecured € 2028	49,200	0.22
3.80% Hili Finance Company p.l.c. Unsecured € 2029	248,700	1.09
4.35% Hudson Malta p.l.c. Unsecured € 2026	10,000	0.04
3.65% IHI p.l.c. Unsecured 2031	99,780	0.44
4.00% International Hotel Investments p.l.c. Unsecured € 2026	29,770	0.13
4.00% International Hotel Investments p.l.c. Secured € 2026	75,440	0.33
5.75% International Hotel Investments p.l.c. Unsecured € 2025	34,093	0.15
5.80% International Hotel Investments p.l.c. 2023	11,503	0.05
6.00% International Hotel Investments p.l.c. € 2024	18,685	0.08
4.25% IZI Finance p.l.c. 2029	30,444	0.13
5.30% Mariner Finance p.l.c. Unsecured € 2024	75,825	0.33
4.00% MeDirect Bank (Malta) p.l.c. Sub Unsecured 2024-2029	86,774	0.38
6.00% Medserv p.l.c. Sec. & Grntd. € Notes 2020-2023 S1 T1	1,212	0.01
4.50% Medserv p.l.c. Unsecured € 2026	67,270	0.30
4.80% Mediterranean Maritime Hub Finance p.l.c. Unsecured € 2026	25,498	0.11
3.75% Mercury Projects Finance p.l.c. Secured € 2027	19,048	0.08
4.25% Mercury Projects Finance p.l.c. Secured € 2031	12,852	0.06
4.30% Mercury Projects Finance p.l.c. Secured € 2032	54,768	0.24
4.00% MIDI p.l.c. Secured € 2026	125,759	0.55
3.65% Mizzi OrganiSation Finance p.l.c. Unsecured € 2028-2031	71,700	0.31
6.00% Pendergardens Developments p.l.c. Secured € 2022 Series II	45,700	0.20
4.15% Phoenicia Finance Company p.l.c. Unsecured € 2023-2028	23,200	0.10
3.75% Premier Capital p.l.c. Unsecured € 2026	272,700	1.20
4.35% SD Finance p.l.c. Unsecured € 2027	148,800	0.65
3.50% Simonds Farsons Cisk p.l.c. Unsecured € 2027	20,400	0.09
4.00% Stivala Group Finance p.l.c. Secured € 2027	120,540	0.53
5.00% Tumas Investments p.l.c. Unsecured € 2024	84,655	0.37
3.75% Tumas Investments p.l.c. Unsecured € 2027	37,100	0.16
3.75% Virtu Finance p.l.c. Unsecured € 2027	51,000	0.22
4.40% Von der Heyden Group Finance p.l.c. Unsecured € 2024	79,703	0.35
<b>Quoted Malta Government Bonds (up to 5 years)</b>		
0.25% MGS 2026 (III)	96,320	0.42
<b>Quoted Malta Government Bonds (5 to 15 years)</b>		
4.80% MGS 2028 (I)	121,270	0.53
4.50% MGS 2028 (II)	294,652	1.29
5.10% MGS 2029 (I)	138,303	0.61
2.30% MGS 2029 (II)	68,824	0.30
5.25% MGS 2030 (I)	646,364	2.84
5.20% MGS 2031 (I)	246,036	1.08
1.00% MGS 2031 (II)	94,060	0.41
4.65% MGS 2032 (I)	158,075	0.69
4.45% MGS 2032 (II)	149,832	0.66
4.30% MGS 2033 (I)	149,880	0.66
4.10% MGS 2034 (I)	192,526	0.85
2.20% MGS 2035 (I)	10,618	0.05
2.50% MGS 2036 (I)	157,960	0.69
<b>Quoted Malta Government Bonds (over 15 years)</b>		
2.10% MGS 2039 (I)	133,500	0.59
3.00% MGS 2040 (I)	138,446	0.61
2.40% MGS 2041 (I)	127,300	0.56
<b>Vilhena Maltese Equity Focus Fund</b>		
	€	
<b>Quoted Equities</b>		
AX Real Estate p.l.c.	166,680	1.22
Bank of Valletta p.l.c.	931,517	6.82
BMIT Technologies p.l.c.	291,792	2.14

## Portfolio Statements *(continued)*

FIMBank p.l.c.	314,582	2.30
GO p.l.c.	807,998	5.92
Grand Harbour Marina p.l.c.	39,060	0.29
Harvest Technology p.l.c.	156,003	1.14
Hili Properties p.l.c.	192,000	1.41
HSBC Bank Malta p.l.c.	575,287	4.21
International Hotel Investments p.l.c.	926,349	6.79
Lombard Bank Malta p.l.c.	275,323	2.02
M&Z p.l.c.	112,500	0.82
Main Street Complex p.l.c.	82,400	0.60
Malita Investments p.l.c.	182,249	1.33
Malta International Airport p.l.c.	1,392,943	10.20
Malta Properties Company p.l.c.	120,125	0.88
MaltaPost p.l.c.	253,555	1.86
Mapfre Middlesea p.l.c.	640,859	4.69
Medserv p.l.c.	163,935	1.20
MIDI p.l.c.	249,360	1.83
PG p.l.c.	777,865	5.70
Plaza Centres p.l.c.	235,018	1.72
RS2 Software p.l.c.	1,009,647	7.40
RS2 Software p.l.c. Preference Shares	134,400	0.98
Santumas Shareholdings p.l.c.	24,220	0.18
Simonds Farsons Cisk p.l.c.	541,109	3.96
Tigne Mall p.l.c.	202,084	1.48
Trident Estates p.l.c.	140,752	1.03
VBL p.l.c.	77,500	0.57

### **Exchange Traded Funds**

Ishares Msci World EUR-H	1,122,129	8.22
Ishares II p.l.c. Global Clean Energy	63,024	0.46

### **Quoted Corporate Bonds**

5.10% 1923 Investments p.l.c. Unsecured € 2024	48,840	0.36
3.85% Hili Finance Company p.l.c. Unsecured € 2028	50,000	0.37
3.80% Hili Finance Company p.l.c. Unsecured € 2029	198,960	1.46
4.00% MeDirect Bank (Malta) p.l.c. Sub Unsecured € 2024-2029	50,450	0.37
4.50% Medserv p.l.c. Unsecured € 2026	120,125	0.88
4.00% MIDI p.l.c. Secured € 2026	68,614	0.50
3.65% Mizzi OrganiSation Finance p.l.c. Unsecured € 2028-2031	100,000	0.73
4.85% Melite Finance p.l.c. Secured € 2028	40,000	0.29
3.75% Mercury Projects Finance p.l.c. Secured € 2027	25,764	0.19
4.25% Mercury Projects Finance p.l.c. Secured € 2031	17,952	0.13
3.75% Premier Capital p.l.c. Unsecured € 2026	22,624	0.17
5.00% Tumas Investments p.l.c. Unsecured € 2024	509	0.00
3.75% Tumas Investments p.l.c. Unsecured €2027	203,400	1.49

### **Vilhena Euro Liquidity Fund**

€

### **Quoted Corporate Bonds**

2.125% Airbus Finance BV 2029	706,017	3.52
1.625% Anglo American Capital p.l.c. 2025	294,417	1.47
2.75% Anheuser-Busch Inbev Sa 2036	567,244	2.83
3.25% APS Bank Limited Unsecured 2030	476,188	2.37
1.625% BNP Paribas 2031	342,332	1.71
0.831% BP Capital Markets p.l.c. 2027	616,437	3.07
4.00% Cablenet Communication System p.l.c. 2030	243,000	1.21
1.875% CNP Assurances 2022	805,268	4.01
2.125% Deutsche Bank Ag 2024	594,600	2.96
4.625% GE Capital Euro Funding 2027	273,863	1.36
4.00% Hili Properties p.l.c. Unsecured € 2027	600,000	2.99
0.65% IBM Corp 2032	290,475	1.45

## Portfolio Statements *(continued)*

0.125% Nykredit Realkredit As 2024	630,799	3.14
8.125% Orange Sa 2033	282,299	1.41
0.125% Toyota Motor Credit Corp 2027	637,098	3.17
2.50% Vodafone Group p.l.c. 2039	200,869	1.00
0.875% Volkswagen Intl Fin NV 2028	543,293	2.71
<b><i>Term Deposits</i></b>		
BNF Bank p.l.c.	3,022,813	15.06
FIMBank p.l.c.	1,501,433	7.48
Lombard Bank Malta p.l.c.	3,900,000	19.43

## Statements of Changes in the Composition of the Portfolios

The composition of the portfolios, detailed in the Portfolio Statements on pages 86 to 101, in comparison with the Portfolio Statements as at 30 April 2022 stood as follows:

	% of net assets 30.04.2022	% of net assets 30.04.2021
<b>Vilhena Malta Fund</b>		
Quoted Equities	34.58	33.89
Exchange Traded Funds	5.19	5.35
Quoted Corporate Bonds	33.20	27.83
Quoted Malta Government Bonds	21.23	30.55
Term Deposits	3.24	-
<b>Vilhena Malta Government Bond Fund</b>		
Quoted Malta Government Bonds (up to 5 years)	13.92	8.11
Quoted Malta Government Bonds (5 to 15 years)	59.01	59.21
Quoted Malta Government Bonds (over 15 years)	12.85	20.70
Term Deposits	11.91	9.85
<b>Vilhena Global Themed Fund</b>		
<b>Quoted Equities</b>		
Asia Pacific	-	2.62
Europe	22.94	7.94
North America	62.35	8.53
Exchange Traded Funds	8.79	-
<b>Vilhena European Multi-Manager Fund</b>		
Exchange Traded Funds	58.11	64.53
Collective Investment Schemes	38.95	35.10
<b>Vilhena Broad Opportunities Fund</b>		
Collective Investment Schemes	-	100.15
<b>Vilhena Malta Bond Fund</b>		
Quoted Corporate Bonds	50.32	42.04
Quoted Malta Government Bonds (up to 5 years)	2.62	-
Quoted Malta Government Bonds (5 to 15 years)	34.52	52.81
Quoted Malta Government Bonds (over 15 years)	8.18	13.38
Term Deposits	1.08	2.41
<b>Vilhena Sterling Income Fund</b>		
Quoted Bonds	94.36	95.89
Forwards	-	(0.01)
<b>Vilhena High Yield Fund</b>		
Quoted Bonds	96.73	96.15
Forwards	(1.55)	0.42



	% of net assets 30.04.2022	% of net assets 30.04.2021
<b>Vilhena Euro Income Fund</b>		
Quoted Bonds	85.55	99.45
Exchange Traded Funds	9.94	-
<b>Vilhena US Multi-Manager Fund</b>		
Exchange Traded Funds	55.50	17.02
Collective Investment Schemes	41.04	79.30
Forwards	(4.03)	-
<b>Vilhena Far East Opportunities Fund</b>		
Quoted Equities	92.65	93.11
Collective Investment Schemes	7.46	5.33
<b>Vilhena Maltese Opportunities Fund</b>		
Quoted Equities	63.91	59.74
Exchange Traded Funds	4.90	3.91
Unquoted Equities	0.77	0.66
Quoted Corporate Bonds	13.41	13.30
Quoted Malta Government Bonds (up to 5 years)	0.42	-
Malta Government Bonds (5 to 15 years)	10.66	16.92
Malta Government Bonds (over 15 years)	1.75	3.53
<b>Vilhena Maltese Equity Focus Fund</b>		
Quoted Equities	80.70	74.97
Exchange Traded Funds	8.68	9.67
Quoted Corporate Bonds	6.94	5.75
Quoted Malta Government Bonds (up to 5 years)	-	0.89
Quoted Malta Government Bonds (5 to 15 years)	-	3.17
Quoted Malta Government Bonds (over 15 years)	-	1.57
<b>Vilhena Euro Liquidity Fund</b>		
Quoted Corporate Bonds	40.37	40.03
Quoted Malta Government Bonds (5 to 15 years)	-	1.49
Term Deposits	41.96	39.08

## Information about the Scheme

### 1. AUTHORISATION

The Company is licensed by the Malta Financial Services Authority as a Collective Investment Scheme pursuant to Article 6 of the Investment Services Act, 1994 (Chapter 370, Laws of Malta), qualifying as an Undertaking for the Collective Investment of Transferable Securities (UCITS) Scheme as of 6 July 2007.

### 2. INCOME

The Vilhena Global Themed Fund, Vilhena European Multi-Manager Fund, Vilhena Malta Fund accumulator class of shares, Vilhena Malta Bond Fund accumulator class of shares, Vilhena Euro Income Fund (Class B1 Accumulator) Vilhena Far East Opportunities Fund, Vilhena US Multi Manager Fund, retail and institutional classes of the Vilhena Euro Liquidity Fund and the Vilhena Malta Government Bond Fund accumulator class of shares, do not distribute income. Instead, all income is accumulated within the price of the shares and therefore no equalisation is required. In the case of the Vilhena Malta Fund distributor class of shares, Vilhena Malta Bond Fund, Vilhena Malta Government Bond Fund, Vilhena Euro Income Fund, and the Vilhena Sterling Income Fund, Vilhena High Yield Fund, Vilhena Maltese Opportunities Fund and the Vilhena Maltese Equity Focus Fund the Company shall operate an equalisation account to ensure that the amount distributed in respect of each share will be the same for all shares notwithstanding different dates of issue of those shares.

### 3. UP-FRONT FEES, EXIT & OTHER FEES

<i>Fund</i>	<i>Upfront Fees</i>	<i>Exit Fees</i>	<i>Management Fee</i>	<i>Administrator Fee</i>	<i>Registrar Fee</i>
<b>Vilhena Malta Fund</b>	Up to 3% of the amount invested, currently 1.25%	NIL	0.65%	0.25%	0.125%
<b>Vilhena Malta Government Bond Fund</b>	Up to 3% of the amount invested, currently 0.5%	NIL	0.60% for the Accumulator (A1) and Distributor (A2) class of shares.  0.25% for the Accumulator class - WMD	0.25%	0.175%
<b>Vilhena Global Themed Fund</b>	Up to 4% of the amount invested, currently 4%	NIL	1.27%	0.23% and €5000 per annum for servicing the Euro Class	0.125%
<b>Vilhena European Multi-Manager Fund</b>	Up to 4% of the amount invested, currently 4%	NIL	1.27%	0.23%	0.125%

<b>Vilhena Malta Bond Fund</b>	Up to 3% of the amount invested, currently discounted to 0.5%	NIL	0.6% for the Accumulator class (A1) and for the distributor class of shares (A2)  0.25% for the Vilhena Malta Bond Fund - WMD	0.25%	0.125%
<b>Vilhena Sterling Income Fund</b>	Up to 3% of the amount invested, currently discounted to 2%	0.75% for investments held for less than 3 years; 0.5% for investments held between 3 & 5 years; 0.25% for investments held between 5 & 7 years. No exit fee applies for investments held for more than 7 years.	0.75%	0.25%	0.125%
<b>Vilhena High Yield Fund</b>	Up to 3.5% subject to the power of the manager to charge up to 4% of the amount invested by giving prior notice.	NIL	1%	0.25% and €1,600 p.a. for servicing the USD class	0.125%
<b>Vilhena Euro Income Fund - Share Class A</b>	Up to 3% currently discounted to 2%	0.75% for investments held for less than 3 years; 0.5% for investments held between 3 & 5 years; 0.25% for investments held between 5 & 7 years.  No exit fee applies for investments held for more than 7 years.	0.75%	0.25%	0.125%

## Information about the Scheme *(continued)*

<b>Vilhena Euro Income Fund - Share Class B1 and B2</b>	Up to 3%	NIL	0.75%	0.25%	0.125%
<b>Vilhena US Multi-Manager Fund</b>	Up to 3.5% of the Fund's Net Asset Value	NIL	Up to 1.29% currently discounted to 1%	0.21%	0.125%
<b>Vilhena Euro Liquidity Fund - Retail Class of Shares</b>	NIL	NIL	0.175% of the Fund's Net Asset Value	0.125% currently discounted at 0.04%	0.02% currently discounted at 0.01%
<b>Vilhena Euro Liquidity Fund - Institutional Class of Shares</b>	NIL	NIL	0.12% currently discounted to 0.04%	0.08% currently discounted at 0.04%	
<b>Vilhena Far East Opportunities Fund</b>	Up to 4%	NIL	Maximum fee of 1.29% currently discounted to 1.06%	0.21% and is subject to an annual fee of €5,000 for servicing the Euro Class	0.125%
<b>Vilhena Maltese Equity Focus Fund</b>	Up to 5.25% currently discounted to 2.50% for both Classes of Shares	NIL	1.25% for the Accumulator Share (A1) Class and Distributor Share (A2) Class.  0.75% for the ISC Accumulation Class	0.25%	0.125%
<b>Vilhena Maltese Opportunities Fund</b>	Up to 4% currently discounted to 2.00%	NIL	0.75%	0.25%	0.125%

Custody fees are as follows:

Vilhena Malta Government Bond Fund:

- First Euro 100 million: 0.05% pa
- Next Euro 50 million (ie up to Euro 150 million): 0.04% pa
- Excess over Euro 150 million: 0.03% pa

Minimum fee: Euro 20,000 pa

Vilhena Malta Bond Fund:

- First Euro 100 million: 0.05% pa
- Next Euro 50 million (ie up to Euro 150 million): 0.04% pa
- Excess over Euro 150 million: 0.03% pa

Minimum fee: Euro 20,000 pa

Vilhena Euro Liquidity Fund:

- 0.015% pa of the NAV, subject to a minimum fee of Euro 5,000 pa

Vilhena Malta Fund

Vilhena Maltese Opportunities Fund

Vilhena Maltese Equity Focus Fund

Vilhena Global Themed Fund

Vilhena European Multi-Manager Fund

Vilhena Far East Opportunities Fund

Vilhena Sterling Income Fund

Vilhena Euro Income Fund

Vilhena High Yield Fund

Vilhena US Multi Manager Fund

- 0.05% pa of the aggregate NAV of the 10 funds listed above, subject to an aggregate minimum fee of Euro 200,000 pa.

The resultant applicable custody fee will be apportioned between the funds in the following manner:

- Euro 15,000 pa each fund, plus

- an apportionment on a pro-rata basis of the remaining custody fee based on the respective NAV size of each fund.

#### 4. ONGOING CHARGES

The 'Ongoing Charges' are payments deducted from the assets of a Fund where such deductions are required or permitted by national law and regulation, the Fund rules or instrument of incorporation of the Fund, or its prospectus.

The Ongoing Charges figure includes all types of cost borne by the Fund, whether they represent expenses necessarily incurred in its operations, or the remuneration of any party connected with it or providing services to it. This figure may vary from year to year. It excludes portfolio transaction costs except in the case of any entry or exit charge paid by the Fund when buying or selling shares/units in another fund.

	<b>Ongoing Charge %</b>
Vilhena Malta Fund	1.21
Vilhena Maltese Opportunities Fund	1.42
Vilhena Maltese Equity Focus Fund	2.07
Vilhena Malta Bond Fund	1.01
Vilhena Malta Government Bond Fund	1.08
Vilhena High Yield Fund	1.51
Vilhena Sterling Income Fund	1.29
Vilhena Euro Income Fund	1.53
Vilhena European Multi-Manager Fund	2.39
Vilhena Global Themed Fund	1.97
Vilhena US Multi Manager Fund	2.33
Vilhena Far East Opportunities Fund	2.93
Vilhena Euro Liquidity Fund	0.30

#### 5. NOTIONAL EXPOSURES

As at 30 April 2022, the Vilhena High Yield Fund had commitments through the use of forward foreign exchange contracts. There was no significant exposure after netting for all the Fund.

#### 6. RISK FACTORS

##### **General**

The Funds may be suitable for investors who view Collective Investment Schemes as a convenient way of participating in investment markets. It may also be suitable for investors seeking to attain defined investment objectives. However, investors in the Funds must be willing to accept certain risks to their capital as detailed in this section. In addition, in view that the Funds are viewed as being medium to long term investment vehicles, the Funds may be suitable for investors who are able to set aside a certain amount of capital for at least three to five years. Any investor who is in any doubt about the risks of investing in any of the Funds should consult his or her own independent licenced Financial Advisor.

##### **Risk profiles of the Funds**

The risk profiles of the Funds are determined through the calculation of the Synthetic Risk and Reward Indicator ("SRRI"), which is included in the Funds' Key Investor Information Document ("KIID"). The SRRI is based on the volatility of each Fund, with the volatility being estimated using the past returns of the Fund gathered from a sample

## Information about the Scheme *(continued)*

period covering the last 5 years of the life of the Fund and, in case of distribution of income, shall be measured taking into account the relevant earnings or dividend payoffs. In the event that past performance for a particular share class is not available, the SRRI is calculated using simulated historical data as fully disclosed in the respective KIID.

### **Accounting practices and standards**

The accounting practices in some of the countries where the Fund may invest may not correspond to International Financial Reporting Standards (“IFRS”) as adopted by the EU in all material respects. In addition accounting practices and standards in some of these jurisdictions may not reflect generally accepted accounting principles adopted and implemented in more sophisticated markets which could well have an impact on the method of valuation of the Fund’s underlying investments in these jurisdictions.

### **European market conditions**

The market for Transferable Securities may be volatile and may be adversely impacted by many events. There can be no assurance that events in Europe or elsewhere will not cause market volatility or that such volatility will not adversely affect the value of the Transferable Securities invested in or that economic and market conditions will not have any other adverse effect.

### **Market fluctuations**

Investment in the Funds should be regarded as a long-term investment. There can be no guarantee that the investment objective of the Funds will be achieved. The Funds’ investments are subject to normal market fluctuations and the risks inherent in all investments and there are no assurances that capital appreciation will occur.

The price of Shares and the income from them (if any) can, from time to time, go down as well as up and investors may not realise the amount of their initial investment. In particular, deduction of the initial charge and the exit fee (the latter where applicable) means that if an investor withdraws from the investment in the short-term he/she may not get back the amount he/she invested.

### **Erosion of capital**

When an investor redeems part of his/her holding, he/she should be aware that these redemptions will be made from the sale of Shares and may result in an erosion of capital.

The re-allocation of full or part of the management fee from the income account to the capital account, may increase the income available for distribution to Shareholders in such funds but may constrain or erode capital growth.

### **Credit risk**

Credit risk refers to the possibility that the issuer of a security will be unable, or is perceived to be unable, to make interest payments and/or repay the principal on its debt.

### **Liquidity risk**

Liquidity risk is the risk that a Fund will not be able to pay redemption proceeds within the normal time periods described in the Prospectus and the Fund Supplement because of unusual market conditions, an unusually high volume of redemption requests or other reasons. In such circumstances, the Manager may limit the total number of shares to be redeemed on any Dealing Day and may also temporarily suspend determination of the Fund’s Net Asset Value together with the sale and repurchase of shares.

### **Interest rate risk**

Interest rate risk refers to fluctuations in the value of fixed income securities, including corporate and other debt instruments, resulting from changes in interest rates. In general, if interest rates rise, fixed income security prices fall. In addition, interest rate risk tends to increase as the duration of a fixed income security increases.

### **Investments on the Malta Stock Exchange**

A number of funds invest in either debt and/or equity securities quoted on the Malta Stock Exchange in line with their respective Offering Supplement. The Malta Stock Exchange is a relatively new market when compared to more established markets and accordingly the investments that can be made thereon are limited.

This may lead to an exposure to a particular security or industry sector which is higher than that normally associated with a diversified portfolio. This may expose the Funds to higher levels of volatility and may adversely affect the performance of the Funds.

Some Maltese companies listed on the Malta Stock Exchange impose, through their constitutional documents, a ceiling on the equity holding that any one particular investor may, directly or indirectly hold in such companies. In

this respect investors should be aware that the Manager might be restricted in implementing the Funds' investment policies by virtue of such impositions.

Despite the fact that such securities are listed, the market in such securities may be illiquid. The trading volumes on emerging stock exchanges such as the Malta Stock Exchange are substantially less than the world's leading stock markets. Accordingly the buying and selling of securities may be time consuming and may need to be effected at unfavourable prices. Although it is not envisaged that this should create any difficulty in valuing the Funds' investments, reduced secondary market liquidity may have an adverse effect on the market price of such securities and the Company's ability to dispose of particular securities to meet its liquidity requirements.

#### ***Geographical risk***

The value of a Fund's investments may be negatively affected by uncertainties, such as political developments, social and economic instability, changes in government policies, taxation, high inflation, interest rates, exchange controls and other currency repatriation restrictions, restrictions on foreign investment as well as other developments in the laws or regulations of some or all of the countries in which a Fund may invest which may not be highly developed. These factors may pose difficulties for a Fund to enforce its legal rights pursuant to the investments made in such countries. The relative political instability in some of the jurisdictions a Fund is targeting for investment may also have an adverse impact on the value of investments in such jurisdictions.

#### ***Political risk***

Emerging markets present different political conditions to those of the more developed markets and could possibly present less political stability. Emerging markets may be undergoing substantial political reform and investment may be made in countries that at the particular moment of the investment may be in a period of transition where the consequences of reform may not be entirely clear.

#### ***Different class denominations***

A number of Funds are denominated in different currencies. In this regard, shareholders investing in share classes denominated in a different currency other than the respective Fund's functional currency should be aware that currency fluctuations between the base currency of the Fund and the share classes may adversely affect the value of shareholders' investment. This risk may also be present where a currency hedging strategy has been implemented.

#### ***Hedging strategy at share class level***

The Company aims to minimise the currency risk arising from the exchange rate movements between the base currency of the above mentioned Funds and the different share classes by adopting a hedging strategy at the share class level.

Notwithstanding the successful execution of the hedging strategy, there may be instances when the currency exposure will not be fully hedged and as a result there may be a mismatch between the base currency of the Fund and the currency of the share classes.

Irrespective of whether the base currency of the Fund is declining or increasing in value relative to the different share classes, the hedging strategy may either substantially protect shareholders in the different share classes against a decrease in the value of the base currency, but it may also preclude shareholders of the different share classes from benefiting from an increase in the value of the Fund's base currency.

Although the Company does not intend to over-hedge the said currency positions (that is, a hedged position in which the offsetting position is for a greater amount than the underlying position held), over-hedging may arise due to factors outside the control of the Company or the Manager. In this respect, any over-hedged positions would need to be rectified, with any costs incurred being allocated for net asset value calculations to the different share classes. Please refer to Section 'Financial Derivative Instruments and their Risks' of the Funds' Supplements in relation to the use of financial derivative instruments.

#### ***No Hedging strategy at share class level***

The Manager does not intend to hedge the share classes of the Vilhena Global Themed Fund and as a result there may be a mismatch between the base currency of the Funds and the different share classes. Moreover, the value of the shares of the different share classes will be subject to the prevailing exchange rates, particularly upon subscriptions and redemptions of the shares within such share classes.

#### ***Specific risks in respect of investments in Collective Investment Schemes***

A number of Funds are allowed to invest in other Collective Investment Schemes as per their respective Offering Supplement. This implies that investment prospects and performance are impacted by the prospects and performance of the underlying Collective Investment Schemes in which they invest.

## Information about the Scheme *(continued)*

### **Equity investments**

Investment in equities is subject to certain risks inherent in the market, which are attributable to general market conditions. Furthermore, equity investment is also subject to firm specific risk which reflects the risk peculiar to an individual firm. Investors should therefore be aware that the Fund is subject to both market and firm specific risk.

### **Investment in specific sectors of the market**

Investments made mainly in transferable securities and/or in Collective Investment Schemes that invest primarily in a specific market, such as real estate or telecommunications, implies that the performance of such securities/Collective Investment Schemes is affected by the performance of such specific market.

### **Investments in the securities of smaller companies**

A number of Funds invest in the securities of smaller companies in line with the restrictions of their respective Offering Supplement. Investments in the securities of smaller companies can involve greater risk than is customarily associated with investments in larger, more established companies. In particular, smaller companies often have limited product lines, markets or financial resources and may be dependent for their management on one or two key individuals. This may result in investments in such companies to be more volatile than that in larger companies.

### **Investments in the securities of unquoted companies**

The Offering Supplement of certain Funds allow for investment in securities of unquoted companies. Investment in unquoted companies can be subject to risks not normally associated with quoted securities. These risks mainly relate to the illiquidity of the market.

### **Investments in Malta Government Bonds**

Under the respective Offering Supplement, a number of Funds are entitled to invest in debt securities issued or guaranteed by the Government of Malta. Accordingly the credit risk underlying these securities is of a sovereign nature relating to the Republic of Malta. The current credit rating of the Republic of Malta can be obtained from the Central Bank of Malta. The Central Bank of Malta has customarily always maintained a market in these securities and thus, this enhances the liquidity of the market in these securities. However, there is no guarantee that such market making function is continued.

### **Investments in debt securities, sub investment grade securities and money market instruments**

The Funds may invest in debt securities/money market instruments which expose the Funds to the risk that an issuer may default on the payment of interest, principal or both. Credit risk, a fundamental risk relating to all debt securities as well as money market instruments, is the chance that an issuer will fail to make principal and interest payments when due. Even in the absence of the issuer's default, if the mark-to-market value is lower than the cost of the investment, the Funds may suffer immediate diminution in the net asset value, even if the Funds holds that investment to maturity and yields a profit.

### **Sub-investment Grade securities**

Certain Funds may invest part of a substantial part of its assets in sub investment grade securities.

Sub investment grade securities offer a very low level of protection towards the honouring of principal and interest payments by issuers. The lower the rating of a sub investment grade security, the lower the protection (if at all) afforded against credit defaults by the respective issuers.

Investment in sub investment grade securities may subject the Funds' to higher credit risk and higher market risk than that normally associated with investment in investment grade securities. Under adverse economic and/or market conditions or specific issuer risk, there is also a risk that highly leveraged issuers may be unable to service their debt obligations or to repay their obligations upon maturity. In addition, such securities may be more illiquid (i.e., harder to value and sell) than higher-rated securities. Accordingly their buying and selling may be time consuming and may need to be effected at unfavourable prices. In addition, such illiquidity may require that such securities' valuation be dependent upon a valuer's opinion.

### **Investments in structured products**

In respect of investments in structured products (including structured notes and hybrid securities), investors may lose part or all of the value of investments in structured products in the event that the issuer of the structured product defaults. Should the counterparty default, the value of the structured products will be nil. There is also the risk that investments in structured products may be adversely affected by changes in the inflationary, political and exchange rate conditions of the underlying assets.

### **Investment in Financial Derivative Instruments ("FDIs")**

Certain funds may transact in Financial Derivative Instruments for the purposes of efficient portfolio management.



FDIs are highly specialised instruments that require investment techniques and risk analyses different from those associated with equity and debt securities.

There can be no guarantee or assurance that the use of FDIs will meet or assist in meeting the investment objectives of a Fund. FDIs do not always perfectly or even highly correlate or track the value of the securities, rates or indices they are designed to track. Consequently, the use of FDIs may not always be an effective means of, and sometimes could be counter-productive to, the relevant Fund's investment objective. The prices of FDIs, including futures and options, are highly volatile. Payments made pursuant to swap agreements may also be highly volatile. Price movements of futures and options contracts and payments pursuant to swap agreements are influenced by, among other things, interest rates, changing supply and demand relationships, trade, fiscal, monetary and exchange control programs and policies of governments, and national and international political and economic events and policies.

In the case of foreign exchange swaps and forward foreign exchange contracts, being OTC instruments, investors are advised that the counterparties to such instruments are subject to the risk of non-performance by the counterparties, including risks relating to the financial soundness and creditworthiness of the counterparties. In the case of listed put or call options, a Fund's ability to close out its position as a purchaser or seller of a listed put or call option is dependent, in part, upon the liquidity of the option market. Where the Fund enters into swap arrangements or a forward foreign exchange contract, the Fund will be exposed to the risk that the counterparty may default on its obligations to perform under the relevant contract.

In the event of a bankruptcy or insolvency of a counterparty, the Fund could experience delays in liquidating the position and may incur significant losses. There is also a possibility that ongoing derivative transactions will be terminated unexpectedly as a result of events outside the control of the Manager, for instance, bankruptcy, supervening illegality or a change in the tax or accounting laws relative to those transactions at the time the agreement was originated. Conflict of interest may arise due to the fact that FDIs may be transacted with Bank of Valletta p.l.c., in view that BOV Asset Management Limited, a subsidiary of the aforementioned entity is the appointed manager for the sub-funds of the Vilhena Funds SICAV plc.

#### - Futures

A futures contract is traded on an organised exchange. A futures contract, like a forward contract, is an agreement between a buyer and a seller to exchange one currency for another at a specified date in the future at a price (exchange rate) that is fixed on the purchase date. However, there are two main differences between these two types of instruments. One difference is that the default risk on futures is significantly reduced by the futures exchange guaranteeing to indemnify counterparties against credit or default risk. Another difference relates to the contract price which in a forward contract is fixed over the life of the contract whereas a futures contract is marked-to-market daily.

#### - Options

An option is a contract that gives the holder of the option the right, but not the obligation, to buy or sell an underlying asset at a pre-specified price for a specified time period. Options are classified as either call or put options. A call option gives a purchaser of the option, the right but not the obligation, to buy the underlying security from the writer of the option at a pre-specified exercise price on a pre-specified date. A put option gives the purchaser of the option the right, but not the obligation, to sell the underlying security to the writer of the option at a pre-specified price on a pre-specified date.

A listed option is traded on a regulated exchange where the terms of each option are standardized by the exchange. The contract is standardized so that underlying asset, quantity, expiration date and strike price are known in advance unlike over-the-counter options which are not traded on exchanges and thus allow for the customization of the terms of the option contract.

The benefits to exchange-traded options are the liquidity of the options, standardized contracts, quick access to prices and the use of clearing houses by exchanges. In the case of OTC options, such benefits linked to listed options might not present to participants the necessary flexibility that OTC options have. With OTC options, both hedgers and speculators can benefit from avoiding the restrictions that normal standardized exchanges place on options. Such flexibility might thus allow participants to achieve their desired position more precisely and also more cost effectively. With listed options, the use of clearing houses guarantees the option contract will be fulfilled, while with over-the-counter options the ability to exercise the contract is dependent on the ability of the other party to meet the obligation.

#### - Forward Foreign Exchange Contracts

A forward foreign exchange contract is a contractual agreement between a buyer and a seller to exchange one currency for another at a specified date in the future at a price (exchange rate) fixed in advance. The contract

## Information about the Scheme *(continued)*

holders are obliged to buy or sell the currency at a specified price, at a specified quantity and on a specified future date.

Currency hedging may be utilised to hedge share classes denominated in currencies other than the base currency of the Fund.

### - Interest Rate Swaps

An interest rate swap is an agreement negotiated between two parties to exchange interest rate cash flows, calculated on a notional amount, at specified dates during the life of the swap. The notional amount is used only to determine the payments under the swap and is not exchanged. The payment obligation of each party is calculated using a different interest rate, typically with one party paying a floating interest rate in return for receiving a fixed interest rate, either at regular intervals during the life of the swap or at the maturity of the swap. Interest rate swaps could be used by the Fund to enable its interest rate sensitivity profile to be changed faster and more cheaply than through the use of physical cash markets.

### - Exchange Rate Swaps

An exchange rate swap is an agreement negotiated between two parties to exchange the return on cash for the return on varying currencies.

### ***Equity-Related securities***

The Funds may invest in equity-related securities, these being ADRs and ETFs. ETFs and ADRs are generally traded on an exchange and are thus subject to general market conditions, such as liquidity and trading appetite in respect of the said instruments. There is also the risk that investments in ADRs and ETFs may be adversely affected by changes in the inflationary, political and exchange rate conditions of the underlying assets.

### ***Developing and Emerging Market Risks***

The Funds may be investing in geographical areas considered as developing and emerging markets. Accordingly there are certain risk factors which are peculiar to such investments and which require careful consideration by prospective investors since they are not usually associated with investment in the more developed capital markets of North America, Japan and Western Europe.

In addition, emerging markets may present different economic and political conditions to those of the more developed markets and could possibly present less social, political and economic stability. Emerging markets that the Funds may target for their investments may include countries which have a closed economy and which will render investment in such markets more risky than investments in more developed markets.

Emerging markets may be undergoing substantial political, economic and social reform and investment may be made in countries which at the particular moment of the investment may be in a period of transition where the consequences of reform may not be entirely clear.

Businesses in emerging markets may not be operating in a market-oriented economy as known in other developed markets. Moreover these jurisdictions may not have systems for settlement, clearing and registration of transactions in securities such that would guarantee the level of assurance one would expect in more developed markets. Investors should also be aware that the level of regulation/regulatory standards in the markets that the Funds may target for its investments might vary from one jurisdiction to another. Such level of regulation/regulatory standards can be significantly lower than those prevailing in developed markets. Consequently, the level of protection afforded to investors may be limited in certain countries and may thus not be of the level usually associated with developed markets.

### ***Specific risks in respect of investing in emerging countries***

The Fund may invest in emerging markets. Investments in emerging markets can be subject to risks not normally associated with more developed markets. These risks mainly relate to the instability of the economies of emerging markets, political uncertainties and, in some cases, the illiquidity of the market.

Investors should be aware that any downturn in the economies of emerging countries might adversely affect the servicing and ultimate repayment of the investments of the Fund. Additionally, market practices in relation to the settlement of securities transactions and the custody of assets in emerging markets can provide increased risk of loss to the Fund.

### ***Asian Market Conditions***

With respect to the Vilhena Far East Opportunities fund, the Asian market for Transferable Securities may be volatile and may be adversely impacted by many events. There can be no assurance that events in Asia or elsewhere will not

cause market volatility or that such volatility will not adversely affect the value of the Transferable Securities invested in or that economic and market conditions will not have any other adverse effect.

**Exposure to sectors or markets**

A majority of the funds invest their assets predominantly in the Maltese market and thus the degree of market diversification is limited to such market. Thus, the performance of the funds are closely linked to the performance of the Maltese market.

**Price Volatility and Market Risk**

Price volatility refers to the fact that the values of the underlying securities of the Funds will fluctuate in response to the activities of specific issuers and/or general market conditions referred to also as market risk. As a result of such market risk, the price of Shares of the Funds and the income from them (if any) can go down as well as up and investors may not realise the amount of their initial investment.

**Currency Risk**

Shareholders of the Euro, GBP and USD Classes should take into account the potential risk of loss arising from fluctuations in value between the currency of investment and the currency of their Class of Shares.

**7. RISK MANAGEMENT PROCESS**

The Manager employs a Risk Management Process, which enables it to monitor, and measure and manage at any time as frequently as appropriate, the risks of the Funds' derivatives positions and their contribution to the overall risk profile of the Funds. The Manager will, on the request of shareholders provide supplementary information relating to the quantitative limits that apply in the risk management of the UCITS, the methods chosen to this end and to the recent evolution of the main instrument categories' risks and yields.

**8. SCHEME PARTICULARS**

The above details are extracted from the latest Vilhena Funds SICAV p.l.c. Prospectus, Offering Supplements and Key Investor Information Document as of the date of this Annual Report, which is available upon request from the Manager, and were current at the date of publishing of this Annual Report. Persons wishing to invest in any of the Vilhena Funds should do so on the basis of the full information contained in the most recent Prospectus, Funds' respective Offering Supplement and Key Investor Information Document.

**9. MANAGER'S STATEMENT**

In the opinion of the Manager, this Annual Report contains all the information necessary to enable investors to make an informed judgment of the results and activities of the Company for the year ended 30 April 2022, and does not omit any matter or development of significance.

*The Vilhena Broad Opportunities Fund does not feature in this section given that the Fund was not in operation as at 30 April 2022.*

## Your notes



Premium Banking Centre, 475, Triq il-Kbira San Ġużepp, Santa Venera SVR 1011, Malta

Vilhena Funds SICAV p.l.c. is licensed as a collective investment scheme by the Malta Financial Services Authority and qualifies as a UCITS.