

Windmill Trend Evolution Fund

The Netherlands

ANNUAL REPORT

for the year ended 30 June 2023

Table of contents

	Page(s)
General information	1
Historical overview	2-3
Report of the Fund Manager	4-11
Financial statements	
Balance sheet	12
Income statement	13
Statement of cash flows	14
Notes to the financial statements	
General information	15
Significant accounting principles and policies	15-18
Notes for individual balance sheet items	
Investments	19
Cash and cash equivalents	20
Pending investments	20
Subscriptions received in advance	20
Accrued expenses and other payables	20
Share capital	21-22
Notes for individual income statement items	
Investment return	22
Foreign currency gains on translation	23
Costs	23-24
Relevant contracts	24
Related party transactions	25
Financial investments and associated risks	25-27
Schedule of investments by investment strategy	27
Indirect investments	28-30
Provision of information	30
Date of authorisation	30
Investment portfolio as at 30 June	31
Other information	
Provisions of the Prospectus on distribution policy	32
Interests held by the Directors	32
Events after the balance sheet date	32
Independent auditor's report	33-35

General information

Registered Office	Gustav Mahlerplein 3 Symphony Offices, 26 th Floor 1082 MS Amsterdam The Netherlands
Fund Manager	Privium Fund Management B.V. Gustav Mahlerplein 3 Symphony Offices, 26 th Floor 1082 MS Amsterdam The Netherlands
Delegate/Investment Advisor	Oakk Capital Partners B.V. Beurs-World Trade Center, 13 th Floor Beursplein 37 3011 AA Rotterdam The Netherlands
Legal Owner	TMF Bewaar B.V. Herikerbergweg 238 1101 CM Amsterdam Zuidoost The Netherlands
Administrator	Apex Fund Services (Netherlands) B.V. Van Heuven Goedhartlaan 935A 1181 LD Amstelveen The Netherlands
Independent Auditor	Ernst & Young Accountants LLP Antonio Vivaldistraat 150 1083 HP Amsterdam The Netherlands
Legal and Tax Counsel	Van Campen Liem J.J. Viottastraat 52 1071 JT Amsterdam The Netherlands
Bank	ABN AMRO Bank N.V. Gustav Mahlerlaan 10 1082 PP Amsterdam The Netherlands
Depository	APEX Depository Services B.V. Van Heuven Goedhartlaan 935A 1181 LD Amstelveen The Netherlands

Historical overview

Key figures

	2023	2022	2021
	EUR	EUR	EUR
Equity at the beginning of the year	58,551,832	31,640,216	30,365,164
Issue of participations	14,855,978	22,628,065	4,985,588
Redemption of participations	(4,551,728)	(1,876,033)	(8,330,484)
Result for the period	(3,651,211)	6,159,584	4,619,948
Equity at the end of the year	<u>65,204,871</u>	<u>58,551,832</u>	<u>31,640,216</u>
Investments	63,938,179	52,286,281	31,388,391
Cash and cash equivalents	1,198,676	1,911,770	1,044,299
Other assets and liabilities	68,016	4,353,781	(792,474)
Equity at the end of the year	<u>65,204,871</u>	<u>58,551,832</u>	<u>31,640,216</u>
Net (loss)/profit			
Changes in value	(3,179,464)	6,466,142	4,889,743
Other results	(1,632)	34,892	912
Expenses	(470,115)	(341,450)	(270,707)
Net (loss)/profit	<u>(3,651,211)</u>	<u>6,159,584</u>	<u>4,619,948</u>
Number of participations			
Class A	369,171.4199	308,648.8194	188,065.6933
Class B	16,806.6136	16,806.6136	17,211.1175
NAV per participation			
Class A (in EUR)	170.31	181.37	157.50
Class B (in USD)	151.21	160.32	139.08
Performance per share			
Class A	(6.10%)	15.16%	17.32%
Class B	(5.68%)	15.27%	18.40%

Historical overview (continued)

	2023	2022	2021
	EUR	EUR	EUR
Class A			
Performance			
Changes in value	(2,957,348)	5,845,916	4,654,474
Other results	(1,603)	33,231	866
Expenses	(451,138)	(322,136)	(254,221)
Net investment result	(3,410,089)	5,557,011	4,401,119
Share performance			
Changes in value	(8.01)	18.94	24.75
Other results	(0.00)	0.11	0.00
Expenses	(1.23)	(1.04)	(1.35)
Net investment result	(9.24)	18.01	23.40
Class B			
Performance			
Changes in value	(222,116)	620,226	235,268
Other results	(29)	1,661	46
Expenses	(18,977)	(19,314)	(16,485)
Net investment result	(241,122)	602,573	218,829
Share performance			
Changes in value	(13.22)	36.90	13.67
Other results	(0.00)	0.10	0.00
Expenses	(1.13)	(1.15)	(0.96)
Net investment result	(14.35)	35.85	12.71

Report of the Fund Manager

Report of the Fund Manager

The Fund generated a negative return for the reporting period. Though 7 out of 12 positive months were achieved in the reporting period, these were overshadowed by the negative performances in July, November and March and to a lesser extent in October and December. The quarters showed a mixed return each quarter-on quarter, with respective results of +0.54%, -5.54%, -7.55% and +6.93%. Broken down in sectors, the Fund performed positively in only one sector; the currency sector, with the other four sectors performing from slightly negative (commodities) to detracting over 3% (fixed income).

For the period under report (from July 1, 2022 up to June 30, 2023), the Fund achieved a negative result of -6.10% for the Euro-class and -5.68% for the USD-class.

Monthly and annual Returns – EUR Class and USD Class

Monthly returns EUR Class													
	Jan	Feb	Mar	Apr	May	Jun	Jul	Aug	Sep	Oct	Nov	Dec	Ytd
2023	1.24%	1.22%	-9.78%	1.63%	2.92%	2.23%							-1.14%
2022	-3.32%	1.90%	5.91%	4.01%	-0.06%	1.65%	-5.59%	1.99%	4.42%	-0.24%	-4.83%	-0.51%	4.72%
2021	-2.18%	0.30%	2.22%	3.33%	3.31%	2.02%	2.33%	1.71%	-2.20%	3.21%	-1.94%	1.39%	14.07%
2020	-0.68%	-4.44%	3.96%	-1.05%	-1.20%	-2.23%	2.40%	0.37%	-1.17%	-0.25%	-0.03%	6.03%	1.31%
2019	-0.01%	-0.53%	5.08%	-0.20%	0.28%	3.57%	1.74%	0.60%	-4.67%	-1.88%	2.17%	4.68%	10.91%
2018	2.34%	-5.45%	-1.24%	-0.19%	-0.05%	0.44%	-1.84%	4.48%	-0.08%	-3.79%	-2.36%	3.59%	-4.52%
2017	0.12%	1.91%	0.20%	2.18%	2.24%	-1.22%	2.18%	1.47%	-0.58%	3.18%	0.23%	1.25%	13.88%
2016	2.29%	2.22%	0.63%	-2.44%	-1.22%	0.31%	0.53%	-1.51%	-0.58%	0.25%	-1.90%	3.01%	1.45%
2015	6.68%	0.20%	1.55%	-2.51%	-0.77%	-2.60%	2.05%	-0.83%	3.45%	-2.85%	-0.30%	-1.59%	2.06%
2014	-1.72%	2.98%	0.33%	2.31%	4.35%	1.98%	-2.60%	3.03%	-2.04%	3.09%	4.44%	-1.08%	13.99%
2013	1.32%	-0.56%	1.49%	9.58%	-5.68%	-1.82%	1.71%	-1.91%	0.07%	5.93%	2.76%	0.99%	13.87%

* Period until March 2014 concerns the track record of the AHL Evolution Program after deduction of management fee and based on a maximum allocation of 85%.
† 2014 YTD return since start date: Windmill Trend Evolution Fund (April 1)

Monthly returns USD Class													
	Jan	Feb	Mar	Apr	May	Jun	Jul	Aug	Sep	Oct	Nov	Dec	Ytd
2023	1.48%	1.30%	-9.83%	1.73%	3.04%	2.41%							-0.49%
2022	-3.23%	1.88%	5.98%	3.90%	0.03%	1.35%	-5.71%	2.21%	4.50%	0.01%	-5.03%	-0.91%	4.31%
2021	-2.14%	0.35%	2.29%	3.49%	3.40%	1.95%	2.35%	1.73%	-2.13%	3.25%	-1.96%	1.55%	14.78%
2020	-0.87%	-4.45%	4.14%	-0.96%	-1.17%	-2.22%	2.59%	0.41%	-1.08%	-0.21%	-0.02%	6.28%	1.99%
2019	0.20%	-0.10%	5.20%	0.42%	0.49%	3.83%	1.76%	0.83%	-4.46%	-1.76%	2.29%	4.92%	14.05%
2018	2.49%	-5.29%	-1.13%	-0.06%	0.08%	0.61%	-1.76%	4.63%	0.05%	-3.52%	-2.16%	3.85%	-2.64%
2017	0.25%	1.91%	0.18%	2.29%	2.59%	-1.17%	2.35%	1.53%	-0.52%	3.21%	0.29%	1.44%	15.22%
2016			0.42%	-2.42%	-1.19%	0.36%	0.59%	-1.45%	-0.55%	0.31%	-1.78%	3.06%	-2.74%

Overall report

We will highlight performances on a sector-by-sector base below.

This year, the currency sector outperformed the other sectors and was the only sector that ended in the black; it gained +2.42%. The commodity sector showed a different picture. After years of achieving the largest net gain for the Fund, the Fund's commodity sector detracted -0.71%. The commodity sector is followed by the equity sector which ended -1.09% in the red. The credit sector was detracting -1.93% and the fixed income sector detracted the most by -3.35%.

Below we will highlight the ups and downs per sector during the reporting period and the reasons behind these performances, focusing on months with a performance contribution per sector higher than 1%. This year the credit sector leads with three months during which performance contributed more than 1%. This is followed by both the fixed income, commodity and currency sectors, all with one month profit in excess of 1%. The equity sector showed no month of a performance over 1%. On the opposing side of the spectrum we see that the fixed income had four months with a negative return of over 1%, the credit sector had three months with a loss in excess of 1% and the commodity sector had one month. Both the equity and currency sector had none this year.

Commodity Sector Highlights (2) – August 2022 and June 2023

In August 2022 long energy positions, notably in German electricity and Dutch natural gas, were positive in aggregate amidst huge volatility from conflicting news flow; Nord Stream 1's closure restricted supply, but subsequent reports of ahead-of-target storage rates in Germany signaled lower demand going forward. Trading in carbon emissions, on the other hand, generated a loss as prices reversed mid-month.

In June 2023 commodities trading dipped into the red, with energies the principal culprit as carbon emissions continued their recent range-bound theme and European energy prices rebounded off their post-Ukraine lows. There was no solace in metals trading where iron ore prices rallied, proving problematic for the Fund's trend-following models.

Report of the Fund Manager (*continued*)

Bond Sector Highlights (5) – July 2022, September 2022, November 2022, January 2023 and March 2023

Despite the rate rises from the Fed and ECB, fixed income markets rallied in July 2022, much to the detriment of the Fund's short positioning. Some of the worst offenders were Canadian and Swedish swaps, while long positions in Euro and USD inflation swaps made small offsetting gains.

In September 2022 weakness in fixed income markets globally, set against a background of central banks raising rates, worked well for the Fund's short positions. Some of the top performers were US mortgage bonds, while short interest rate swaps in, for example, Sweden benefitted as the Riksbank raised rates by a larger-than-anticipated 1%. Losses were incurred from long Chinese swaps position.

In November 2022 the prospect of fewer rate rises to combat inflation sent global fixed income yields lower, generating losses for the Fund's dominantly short positions. Worst offenders were Canadian and Polish swaps. A short position in Euro inflation swaps made an offsetting gain.

Fixed income prices rallied in January 2023 on expectations that central banks might ease their rate-hiking plans. This was detrimental for the Fund's dominantly short positions, most notably in Canadian and Swedish swaps. Small offsetting gains were generated from a short in Japanese swaps as the market continued to respond to the Bank of Japan's decision to double the effective yield cap last month.

A decline of 61bp on 13 March 2023 for US 2-year Treasury yields was the largest in over 40 years and set the tone for fixed income markets globally. The Fund's positions were predominantly short, and the worst losses were experienced in 2y, 5y, and 10y positions in Canadian interest-rate swaps. Only mixed positions in Brazilian swaps edged into the black on the month of March.

Currency Sector Highlights (1) – September 2022

In September 2022, as the US dollar went from strength to strength, a number of short positions against the greenback were positive, most notably in the Chinese renminbi and South Korean won. Losses were incurred from a long in the Brazilian real, however, as the currency retreated from gains in July and August.

Credit Sector Highlights (6) – July 2022, October 2022, November 2022, January 2023, March 2023 and June 2023

In July 2022 long CDS positions in credit proved painful as risk assets rallied. None scraped into the black, and the worst performers were US investment-grade and high-yield indices. Although most equity positions also lost out, most notably capital goods companies on both sides of the Atlantic, there were at least some bright spots, such as longs in US semiconductors which benefitted as the technology-heavy NASDAQ Composite index rose almost 13%.

Although credit spreads were wider than they were at the start of the year, their path had not been a straight one, and this was a difficult environment for trend-following. October 2022 was no different; short positioning in credit at the start of the month transitioned to long as risk assets rallied, resulting in losses across most indices traded by the Fund.

November 2022 proved a welcome bright spot for the asset class in a gloomy month elsewhere. Positions were broadly short CDS when the CPI news emerged, and hence profits were generated as risk assets rallied. Top performers were in US investment grade and European crossover indices while an Asia ex Japan 5-year CDS index detracted.

In January 2023 credit was the standout performer for the Fund as credit spreads tightened, benefitting short protection positions in US investment-grade and European higher-yielding indices.

In March 2023 reversals to price trends were also experienced in credit trading, where the worst affected positions were short CDS in European and US investment-grade indices. Short positions in commercial mortgage indices, on the other hand, generated small profits.

In June 2023 trading in risk assets was beneficial in June, most clearly via long credit positions as spreads tightened alongside declining volatility. There were no specific Equity Sector highlights.

Report of the Fund Manager (*continued*)

Outlook

The Fund Manager is positive about the future of the Windmill Trend Evolution Fund. We expect the selected investment funds to be able to generate positive performance in the period ahead. Especially when compared with long-only investments in traditional asset classes like equities and bonds we see the Windmill Trend Evolution Fund as a good alternative as well as a diversifier in a total investment portfolio.

No changes are expected to be made to the investment strategy or investment style of the Windmill Trend Evolution Fund.

Sustainable Finance Disclosure Regulation (SFDR)

As per 10 March 2021 the EU Sustainable Finance Disclosure Regulation (SFDR) has come into force. In the context of the Sustainable Finance Disclosure Regulation (SFDR), the Fund has been classified as an Article 6 fund. The investments of the Fund do not take into account the EU criteria for environmentally sustainable economic activities. However, in compliance with the SFDR, the Fund Manager does consider the effects of material sustainability risks on the value of the Fund's investments. On a Investee Fund level basis, all relevant ESG/sustainability risks are being defined and assessed during the initial due diligence but also on an ongoing basis after an investment is made.

General principles of remuneration policy Privium Fund Management B.V. ('Privium')

Privium Fund Management B.V ("Privium") has a careful, controlled and sustainable remuneration policy which meets all requirements included in the Alternative Investment Fund Managers Directive (AIFMD) and the guidelines on sound remuneration policies under the AIFMD (ESMA Guidelines). In line with the Sustainable Finance Disclosure Regulation (SFDR) the remuneration policy of Privium takes into account sustainability risks. The remuneration policy is consistent with and contributes to a sound and effective risk management framework and does not encourage risk taking beyond what is acceptable for Privium.

The Board of Privium is responsible for establishing the Remuneration policy. The Board of Privium reviews the Remuneration policy at least once a year and the policy may be amended if circumstances warrant that. Remunerations at Privium may consist out of a fixed salary (this may include a payment to cover certain expenses of staff members) and a variable remuneration.

Privium may reclaim all or part of the variable remuneration paid if (i) this payment was made on the basis of incorrect information, (ii) in the event of fraud by the employee, (iii) in the event of serious improper behaviour by the employee or serious negligence in the performance of his tasks, or (iv) in the event of behaviour that has resulted in considerable losses for the fund or Privium.

Remuneration policy 2022

This overview is based on the situation as of December 31, 2022. The financial year of Privium ends on December 31 of any year. The financial year of the Windmill Trend Evolution Fund ends on June 30 of any year, while the financial year of all other Funds of which Privium is the Fund Manager will end on December 31 of any year. For some of the funds the compensation consists of both a management and a performance fee. Amounts reflect remuneration related to funds managed by Privium, for the time Privium was the Fund Manager of those funds.

The two tables below offer an overview of the remuneration at the level of Privium. The first table shows the remuneration overview as of December 31, 2021 and the second table shows the remuneration overview as of December 31, 2022.

Information per fund is not available. The Board of Privium is being described as Identified Staff in senior management roles. All other staff members are categorized as identified staff outside senior management roles.

Report of the Fund Manager *(continued)*

Overview as December 31, 2021

	Identified staff in senior management roles	Identified staff outside senior management roles	Total staff
Number of staff	2	37	39
Total fixed remuneration	€ 167.492	€ 9.691.135	€ 9.858.627
Total variable remuneration	€ 42.500	€ 9.326.680	€ 9.369.180
Total remuneration	€ 209.992	€ 19.017.815	€ 19.227.807

Overview as December 31, 2022

	Identified staff in senior management roles	Identified staff outside senior management roles	Total staff
Number of staff	3	38	41
Total fixed remuneration	€ 279.397	€ 9.303.709	€ 9.583.106
Total variable remuneration	€ 0	€ 479.953	€ 479.953
Total remuneration	€ 279.397	€ 9.783.663	€ 10.063.059

Variable payments to both identified staff members in senior management roles and identified staff outside senior management depend on financial and non-financial performance indicators, such as; positive results of and the effort of employees to the profitability of the company, the performance of the funds, extraordinary commitment to the firm, customer satisfaction, work according best practice ethical standards, compliance with risk management policies, compliance with internal and external rules among them sustainability (risks). The variable payments are for at least 50% based on non-financial performance indicators and variable payments are not granted when the non-financial performance criteria- such as having taken into account the set (sustainability) risks – are not met.

In 2022 no variable payments regarding the Windmill Trend Evolution Fund have been paid to any Identified Staff of Privium.

Privium has delegated certain portfolio management duties of some of its funds to outside investment advisers ('delegates'). Remuneration of identified staff of delegates is not included in the table. The delegates are subject to regulatory requirements on remuneration policies and disclosures that are comparable with the requirements applicable to Privium. Reference to the remuneration of the delegates is included in the Prospectus and annual report of the funds concerned.

Privium Fund Management B.V., the Fund Manager of the various funds, does not charge any employee remuneration fees to the funds, except for the Supermarkt Vastgoed fund. The Supermarkt Vastgoed fund already had an 'at cost' fee model prior to Privium being appointed as Fund Manager, instead of the more common model where the Fund Manager receives a management fee that is a percentage of the AUM.

Report of the Fund Manager (*continued*)

Remuneration policy 2022 (continued)

Employee remuneration is paid out of the management and performance fees (if applicable). In total 41 staff members were involved during (some part of) the year 2022 (2021: 39), including consultants and including both part-time and full-time staff.

No staff members have earned more than Euro one million in relation to the performance results during the year 2022 (2021: three).

Remuneration Investee Funds

The Windmill Trend Evolution Fund invests in other Investee Funds. These Funds are managed by other Investment Managers. These Investment Managers are regulated and need to comply with the local legislation in the countries in which they are regulated. The Investment Objective and Investment Strategy of the Investee Funds are guided by a clear framework and should avoid any excessive risk taking. The Investment Managers of the Investee Funds each have remuneration policies in place as required by law. This both includes fixed and variable remuneration. In the audited financial statements of the Investee Funds these remuneration policies are explained in greater detail.

Risk management

Privium Fund Management B.V. has a clear and elaborate Risk Management framework, in line with current legislation, such as the Alternative Investment Fund Manager Directive (AIFMD). The Risk Management function within Privium is performed by an independent Risk Management team. Privium has a Risk Management Committee which meets at least on a monthly basis.

The Risk Management framework consists of several individual components, whereby Risk Monitoring is being performed on an ongoing basis.

Under the AIFM Directive, the Fund Manager is required to establish and maintain a permanent risk management function. This function should have a primary role in shaping the risk policy of each Alternative Investment Fund ("AIF"), risk monitoring and risk measuring in order to ensure that the risk level complies on an ongoing basis with the AIF's risk profile.

The risk management function performs the following roles:

- Implement effective risk management policies and procedures in order to identify, measure, manage and monitor risks;
- Ensure that the risk profile of an AIF is consistent with the risk limits set for the AIF;
- Monitor compliance with risk limits; and
- Provide regular updates to senior management concerning:
 - The consistency of stated profile versus risk limits;
 - The adequacy and effectiveness of the risk management process; and the current level of risk of each AIF and any actual or foreseeable breaches of risk limits.

To identify the Risk Profile and main risks, and ensure the right measurement, management and monitoring of these risks, the Fund Manager has a rigid Risk Onboarding Process. It ensures that the Investment Process is properly documented and the Product itself is properly reviewed.

As described by the AIFM Directive quantitative risk limits are, where possible, constructed for various risk categories: market risk, liquidity risk, credit risk, counterparty risk and operational risk. These risk limits should be in agreement with the Risk Profile of the fund.

The risk management function is fully independent from Portfolio Management. The Risk Management team has full authority to close positions or the authorization to instruct the closing of positions on his behalf in case of a risk breach.

Report of the Fund Manager (*continued*)

Risk management (*continued*)

To ensure that all risk management tasks are executed correctly and timely, the Fund Manager uses an automated system (CM) that registers all risk tasks, keeps a list of all pending risk tasks, and escalates risk tasks that have not been executed or report a violation of a risk rule. The system produces an audit log that can be verified by the internal auditor, the external auditor, the management board, the regulator or other stake holders. Not all risk variables have limits but to identify any new relevant risks, every variable that is reported in the CM system flows through a sanity check. The sanity check will raise an exception if the variable falls outside its “normal” boundaries. Risk Management is notified of these exceptions and will make an assessment whether the situation is stable or whether further escalation is needed.

The positions of the fund are administered and reconciled using SS&C Eze Investment Suite and risk metrics such as value at risk, stress scenarios and portfolio liquidity are obtained through Bloomberg.

The CM system is responsible for monitoring of the pre-defined risk limits. The limits can either be configured as notification limits, soft limits or hard limits. In case of a breach of any of the limits, the escalation procedures are followed as described in the Global Risk Management Framework (Annex 17) of the Privium Handbook.

On a monthly basis the Risk Committee of the Fund Manager meets to discuss the performances and risks of the Fund. Any breaches are thoroughly discussed during these meetings. Additionally, a yearly Risk Evaluation and Product Review is conducted.

In 2016 Privium’s senior management team decided to engage an external party in the annual evaluation of the internal processes. This audit primarily focusses on risk management and compliance processes. In Q4 2022 and during the first two months of 2023 this audit was performed and the findings were reported to Privium’s management. The audit did not demonstrate any material deviations.

Risk management and willingness to take risks

There have been no risk breaches during the year. The risk profile of the Fund hasn’t changed during the reporting period. Neither did the investment objective (s) or any of the investment restrictions of the Fund changed during the reporting period.

Reference to the investment objective (s), risk profile and the investment restrictions of the Fund is made in the Prospectus of the Fund and the Key Information Document.

Report of the Fund Manager (continued)

In the table below we list the various risk to which investors in the Fund are exposed and we discuss the measures applied to manage these risks and their potential impact on the Fund’s NAV’s.

Sorts of risks	Risk hedged	Measures applied and expected effectiveness	Impact on the NAV of the Financial Year end June 30, 2023	Expected impact on 2024 NAV if risk materializes	Adjustments to risk management in 2023 or 2024
Manager Risk/Price risk	No	The Fund maintains investments in other investment funds (hedge funds). These funds are managed by external Fund Managers. A rigid due diligence process is in place when investment funds are selected.	The Fund does not have an official benchmark. As a reference, between July 1 2022 and June 30 2023, the MSCI World (LC) gained +16.24%, the HFRX Global Hedge Fund Index (EUR) lost -1.18% and the HFRX Macro/CTA Index (EUR) lost -1.50% during this time period.	Much will depend on the actual positioning of the underlying investment funds. However we expect that the selected investments funds will perform better than general asset classes over time.	No
Interest rate risk	No	The Fund does not maintain any direct interest bearing financial instruments except for cash maintained on the bank account of the Fund. The underlying funds may invest in interest rate sensitive positions. However based on current positioning of the underlying funds the Fund Manager is of the opinion that overall interest rate risk is low.	None	None	No
Concentration risk	No	The fund maintains a significant investment in the AHL Evolution Fund. As of June 30, 2023 this investment represented 47.75% of the NAV of the Windmill Trend Evolution Fund.	Large	Large	No
Foreign Exchange risk	Yes	Any direct FX risk will be hedged within the fund.	None	None	No
Liquidity risk	No	Liquidity risk mostly has been mitigated by investing in positions that offer sufficient liquidity.	None	None	No
Credit risk	No	Spare cash is maintained at ABN AMRO Bank N.V.. ABN AMRO Bank N.V. has an A credit rating and we would reconsider the relationship if this changes.	None	None	No
Operational risk	No	This risk is mostly mitigated by having rigid operational procedures in place. Next to that duties and responsibilities are clearly divided between Primum employees. The same is applicable to the service providers of the various Primum Funds.	None	None	No
Counterparty Risk	No	This risk is mostly mitigated by selecting and maintaining relationships with top tier counterparties and service providers.	None	None	No
Leverage Risk	No	The Fund is not using leverage (no implied leverage and no actual borrowings). Nevertheless as of June 30, 2023 the leverage calculations according to the Gross method and Commitment method are as follows: Gross method: 102.1% and Commitment method: 100%.	None	None	No
Sustainability Risk	No	Sustainability risks are categorized into Environmental, Social or Governance (ESG) issues and may pose a material risk to the value of an investment. Since the Fund is investing in other investment funds, a clear understanding of the sustainability risks in these investee funds is required. Therefore, the due diligence process for any new fund investment will contain at a minimum the following topics: <ul style="list-style-type: none"> • Analysis of the fund’s sustainability risk related disclosures and reporting; • Questioning the fund manager on the sustainability risks the fund is exposed to; • Questioning the fund manager on the concentration of sustainability risks in the portfolio and its development over time; • Analysis of the fund manager’s policy for identifying, measuring and monitoring sustainability risks; and • Questioning if the fund manager takes Principle Adverse Impacts into account as prescribed by the SFDR. 	None	None	No

Report of the Fund Manager (*continued*)

Control Statement

The Board of Privium Fund Management B.V. declares to have an AO/IB (Handbook) that meets the requirements of the “Wet op het financieel toezicht and the ‘Besluit gedragstoezicht financiële ondernemingen (‘Bgfo’)”. During 2022 and the first half of 2023 we assessed the various aspects of the Privium operations as outlined in the AO/IB (Handbook). We have not identified any internal control measures that do not meet the requirements of Article 121 of the Bgfo and as such we declare that the operations in the year 2022 functioned effectively as described. During 2022 and the first half of 2023 a number of independent service providers have conducted checks on Privium’s operations as part of their ongoing responsibility and investor demand. No errors have been signaled.

Privium is updating its AO/IC (Handbook) on a regular basis as required by law. The 2022 update was completed in November 2022. During the fourth quarter of 2022 and the first two months of 2023 the external audit officer performed its annual due diligence on a number of internal procedures at the Fund Manager. These are related to Compliance and Risk Management. The external audit officer has reported his findings to the Fund Manager in a report. No meaningful errors have been signalled.

Sustainability risks

Sustainability risks are categorized into Environmental, Social or Governance (ESG) issues and may pose a material risk to the value of an investment. Sustainability risk in the context of the Fund is defined as the risk of a decrease in the value of an investment of the Fund due to an environmental, social or governance (ESG) related event. Such an event may have a direct negative impact on the financials of a portfolio company or a longer-term impact on the operations or earnings capacity of the portfolio company.

The Fund Manager does consider the effects of material sustainability risks on the value of the Fund’s investments. Since the Fund does not promote environmental and/or social characteristics, nor has sustainable investment as its objective, it is not required to consider the principal adverse impacts of its investment decisions.

The sustainability risk analysis will provide a low, average or high estimated sensitivity of the value of the investment to material sustainability risks. A high sensitivity does not automatically disqualify an investment from inclusion in the Fund, but this information will be included in the decision-making process.

Considering the scope of the Fund’s investment policy, it is not possible to pre-define which sustainability risks will likely be material. Additionally, the estimated sensitivity of the Fund to specific sustainability risks will depend on the sector diversification. The broader the diversification across economic sectors, the lower the sensitivity.

Financial statements

BALANCE SHEET

(As at 30 June)

	<i>Note(s)</i>	2023 EUR	2022 EUR
Assets			
Investments			
Investee funds		63,932,013	52,263,878
Derivative financial instruments		6,166	22,403
Total investments	3	<u>63,938,179</u>	<u>52,286,281</u>
Receivables			
Pending investments		-	5,000,000
Due from broker		800,000	-
Other receivables		185	4,901
Total receivables		<u>800,185</u>	<u>5,004,901</u>
Other assets			
Cash	4	1,198,676	1,911,770
Total other assets		<u>1,198,676</u>	<u>1,911,770</u>
Total assets		<u>65,937,040</u>	<u>59,202,952</u>
Liabilities			
Unitholders' equity			
Contribution of participants		50,696,556	40,392,306
Unappropriated gain		14,508,315	18,159,526
Total participants' equity	7	<u>65,204,871</u>	<u>58,551,832</u>
Other liabilities			
Subscriptions received in advance	5	663,083	590,499
Accrued expenses and other payables	6	69,086	60,621
Total other liabilities		<u>732,169</u>	<u>651,120</u>
Total liabilities		<u>65,937,040</u>	<u>59,202,952</u>

Financial statements

INCOME STATEMENT (For the years ended 30 June)

	<i>Note(s)</i>	2023 EUR	2022 EUR
		<u> </u>	<u> </u>
Changes in value			
Realised results	3, 8	(71,866)	1,050,148
Unrealised results	3, 8	<u>(3,107,598)</u>	<u>5,415,994</u>
		<u>(3,179,464)</u>	<u>6,466,142</u>
Other results			
Foreign currency gains on translation		(2,527)	34,882
Interest income on bank accounts		<u>895</u>	<u>10</u>
		<u>(1,632)</u>	<u>34,892</u>
Expenses			
Management fee	11, 12	(315,262)	(216,726)
Administration fee	11	(51,381)	(35,103)
Legal owner fee		(25,377)	(29,962)
Depositary fee	11	(29,211)	(21,009)
Audit fee	11	(23,087)	(19,814)
Other general expenses		(13,268)	(11,931)
Interest expense		(6,980)	(4,173)
Bank charges		<u>(5,549)</u>	<u>(2,732)</u>
Total expenses	10	<u>(470,115)</u>	<u>(341,450)</u>
Net (loss)/profit		<u>(3,651,211)</u>	<u>6,159,584</u>

Financial statements

STATEMENT OF CASH FLOWS (For the years ended 30 June)

	<i>Note(s)</i>	2023 EUR	2022 EUR
Cash flows from operating activities			
Proceeds from sale of investments		14,198,526	14,241,233
Purchase of investments		(24,773,526)	(33,689,710)
Net receipts/(payments) for derivative financial instruments		(56,362)	16,729
Interest received		710	10
Interest paid		(7,247)	(3,932)
Management fee paid		(312,769)	(206,010)
Other general expenses paid		(136,733)	(124,985)
Net cash flows (used in)/provided by operating activities		<u>(11,087,401)</u>	<u>(19,766,665)</u>
Cash flows from financing activities			
Proceeds from sale of participations		14,928,562	22,475,287
Payments on redemption of participations		(4,551,728)	(1,876,033)
Net cash flows provided by financing activities		<u>10,376,834</u>	<u>20,599,254</u>
Net (decrease)/increase in cash and cash equivalents		(710,567)	832,589
Cash and cash equivalents at the beginning of the year		1,911,770	1,044,299
Foreign currency translation of cash positions		(2,527)	34,882
Cash and cash equivalents at the end of the year	4	<u>1,198,676</u>	<u>1,911,770</u>

Notes to the financial statements

1. GENERAL INFORMATION

Windmill Trend Evolution Fund (the “Fund”) is structured as a contractual fund with an open-ended redemption structure under Dutch law. The Fund is a closed fund for joint account for Dutch tax purposes (*besloten fonds voor gemene rekening*) and is not a legal entity but a contractual arrangement *sui generis* between the Fund Manager, the Legal Owner and the participants. The Fund commenced operations on 1 April 2014. The Fund is managed by Privium Fund Management B.V. as Alternative Investment Fund Manager (“AIFM”) of the Fund. The Fund Manager is responsible for the entire management of the Fund in accordance with the provisions of the Fund Documents and applicable laws. The Fund Manager is also responsible for maintaining records and furnishing or causing to be furnished all required records or other information of the Fund to the extent such records, reports and other information are not maintained or furnished by the Administrator, the Legal Owner, the Depositary or other service providers.

Privium Fund Management B.V. is a private limited liability company (*besloten vennootschap met beperkte aansprakelijkheid*) incorporated under the laws of the Netherlands having its official seat (*zetel*) in Amsterdam, the Netherlands and its principal offices at Gustav Mahlerplein 3, Symphony Offices, 26th Floor, 1082 MS Amsterdam, the Netherlands. The Fund Manager is registered in the Dutch trade register (*handelsregister*) under file number 34268930.

The investment objective of the Fund is to achieve medium-term capital gains for the participants. To achieve the Fund Objective, it is expected that the Fund will primarily invest in trend-following funds mainly focused on innovative systematic strategies that invest outside the mainstream markets. However, the Fund may invest in non trend-following strategies as well. The Fund may also hold cash and cash equivalents.

As per 10 March 2021, the EU Sustainable Finance Disclosure Regulation (SFDR) has come into force. In the context of the Sustainable Finance Disclosure Regulation (SFDR), the Fund has been classified as an Article 6 fund. The investments of Windmill Trend Evolution Fund do not take into account the EU criteria for environmentally sustainable economic activities.

The Fund may issue Class A and Class B participations. As at 30 June 2023 and 2022, both the Class A participations and Class B participations are in issue. Prospective participants can subscribe for Class A participations in EUR and for Class B participations in USD.

The Fund’s investment activities are managed by Privium Fund Management B.V. (the “Fund Manager”), with the administration delegated to Apex Fund Services (Netherlands) B.V. (the “Administrator”).

The Fund had no employees during the years ended 30 June 2023 and 2022.

The Fund Manager is subject to supervision by the AFM (Stichting Autoriteit Financiële Markten) and DNB (Central Bank of the Netherlands). On 22 July 2014, the AFM licence of the Fund Manager was automatically converted into an Alternative Investment Fund Managers Directive (“AIFMD”) licence by the AFM.

The financial statements have been authorised for issue by the Fund Manager on 12 December 2023.

2. SIGNIFICANT ACCOUNTING PRINCIPLES AND POLICIES

Basis of preparation

The financial statements of the Fund have been prepared in accordance with accounting principles generally accepted in the Netherlands (“Dutch GAAP”) including the guidelines for annual reporting RJ 615 and the statutory provisions concerning annual accounts contained in Part 9, Book 2 of the Dutch Civil Code.

The financial statements are prepared on a fair value basis for financial investments, except those for which a reliable measure of fair value is not available. Other financial assets and liabilities and non-financial assets and liabilities are stated at amortised cost or historical cost.

Below and overleaf is a summary of the accounting policies of the Fund.

Notes to the financial statements

2. SIGNIFICANT ACCOUNTING PRINCIPLES AND POLICIES (*CONTINUED*)

Functional currency

The financial statements are presented in Euro (“EUR”), which is the Fund’s functional currency.

Recognition and measurement

An asset is recognised in the balance sheet when it is probable that future economic benefits of the asset will flow to the Fund and the amount of the asset can be reliably measured. A liability is recognised in the balance sheet when it is probable that an outflow of resources embodying economic benefits will result from the settlement of a present obligation and the amount at which the settlement will take place can be measured reliably. Income is recognised in the income statement when an increase in future economic benefit related to an increase in an asset or decrease in a liability has arisen that can be measured reliably.

Expenses (including value added tax (“VAT”), where applicable) are recognised in the income statement when a decrease in future economic benefit related to a decrease in an asset or an increase in a liability has arisen that can be measured reliably.

Estimates

The preparation of financial statements in conformity with the relevant rules requires the use of certain critical accounting estimates. It also requires management to exercise its judgement in the process of applying the Fund’s accounting policies. If necessary, for the purposes of providing the view required under Section 362, subsection 1, Book 2 of the Dutch Civil Code, the nature of these estimates and judgements, including related assumptions, is disclosed in the notes to the financial statements in question.

Foreign exchange

Transactions in foreign currency, if any, are converted at the rates prevailing on the date of the transaction. Monetary assets and liabilities denominated in currencies other than EUR are converted to EUR at the exchange rates prevailing on the balance sheet date. Foreign currency exchange gains and losses resulting from the settlement of such transactions and from the translation at year end exchange rates are recognised in the income statement. Translation differences on non-monetary assets held at cost are recognised using the exchange rates prevailing at the dates of transactions.

Translation differences in non-monetary assets such as investment in investee funds held at fair value through profit or loss are recognised through profit or loss as part of the fair value gain or loss.

Classification of participations

The participations of the Fund are classified as equity. These participations are recognised and measured at the redemption amount. Any distribution of equity is recognised through equity.

Basis of valuation - policies in preparing the balance sheet

Financial investments and financial derivatives are initially measured at fair value which is the fair value of the consideration given or received. Financial investments are subsequently re-measured at fair value.

Gains and losses arising from fair value changes are recognised in the income statement as ‘realised gains on investee funds’ and ‘realised gains on derivative financial instruments’ or ‘unrealised gains on investee funds’ and ‘unrealised gains on derivative financial instruments’.

The Fund’s investment in investee funds are valued based on the reporting received from the administrators of those funds. As at 30 June 2022, the value of investment in investee funds is the aggregate of the Fund’s attributable share of the latest available (unaudited) net asset value (“NAV”) of the investee funds.

The profit or loss of the Fund on its investment in investee funds is the aggregate of the Fund’s attributable share of the result of the investee funds. The Fund Manager may, if it thinks fit, make adjustments as a result of the different bases of determination of results applied by the investee funds. As at 30 June 2023 and 2022, no such adjustments were made.

Notes to the financial statements

2. SIGNIFICANT ACCOUNTING PRINCIPLES AND POLICIES (*CONTINUED*)

Basis of valuation - policies in preparing the balance sheet (*continued*)

Where an up-to-date value of an underlying investment is not available, or the valuation date does not coincide with that of the Fund, the Fund Manager will use an estimated value.

Forward currency contracts

The Fund may use forward currency contracts to hedge the currency exposure. A forward currency contract involves an obligation to purchase or sell a specific currency at a future date, at a price set at the time the contract is made. Forward currency contracts are valued by reference to the forward price at which a new forward currency contract of the same size and maturity could be undertaken at the valuation date. The unrealised gain or loss on open forward currency contracts is calculated as the difference between the contract rate and this forward price.

Receivables and prepayments

The value of accounts receivable and prepaid expenses will be deemed to be the full amount unless it is unlikely to be paid or received in full. Appropriate allowances for estimated irrecoverable amounts are recognised in the income statement when there is objective evidence that the asset is impaired. Cash is carried at face value.

Due from brokers

Amounts due from brokers include margin accounts and receivables for investments sold (in a regular way transaction) that have been contracted for, but not yet delivered, on the reporting date. Refer to that accounting policy for receivables for recognition and measurements.

Payables and accruals

Payables and accruals are included at fair value.

Cash and cash equivalents

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

Statement of cash flows

The statement of cash flows is prepared according to the direct method. The statement of cash flows shows the Fund's cash flows for the year divided into cash flows from operations and financing activities and how the cash flows have affected cash funds.

For the purposes of the statement of cash flows, financial instruments at fair value through profit or loss are included under operating activities. Cash flows from financing activities include proceeds from subscriptions and payments for redemptions of shares of the Fund. As the nature of the Fund is to invest in financial instruments, all cash flows related to investments are classified as cash flows from operating activities.

Participants' equity

All references to net assets and NAV throughout the financial statements are equivalent to total participants' equity.

Principles for determining the result

The Fund recognises financial assets and liabilities on the date it becomes a party to the contractual provisions of the instrument. A regular way purchase and sale of investments is recognised using trade date accounting.

The changes in value of the investments held by the Fund are accounted for in the income statement.

Dividends from investee funds, if any, are included at the date when they are declared.

Expenses are accounted for in the income statement on the accrual basis. Transaction costs in relation to investee funds are capitalised. Income and expenses are allocated to the share classes of the Fund on a pro-rata basis, except for costs specific to a particular class of shares.

Notes to the financial statements

2. SIGNIFICANT ACCOUNTING PRINCIPLES AND POLICIES *(CONTINUED)*

Tax position

The Fund qualifies as a transparent or “closed” fund for joint-account for Dutch tax purposes. This implies that the Fund is not subject to corporate income tax. Distributions made by the Fund are not subject to Dutch dividend withholding tax.

Notes to the financial statements

NOTES FOR INDIVIDUAL BALANCE SHEET ITEMS

3. Investments

Movement in schedule of investments

(All amounts in EUR)

	2023	2022
Investment in investee funds		
As at the beginning of the year	52,263,878	31,377,013
Purchases	29,773,526	28,689,710
Sales	(14,998,526)	(14,241,233)
Realised results	(15,504)	1,033,419
Unrealised results	(3,091,361)	5,404,969
As at 30 June	<u>63,932,013</u>	<u>52,263,878</u>
Investment in derivative financial instruments		
As at the beginning of the year	22,403	11,378
Sales	56,362	(16,729)
Realised results	(56,362)	16,729
Unrealised results	(16,237)	11,025
As at 30 June	<u>6,166</u>	<u>22,403</u>
Total investments		
As at the beginning of the year	52,286,281	31,388,391
Purchases	29,773,526	28,672,981
Sales	(14,942,164)	(14,241,233)
Realised results	(71,866)	1,050,148
Unrealised results	(3,107,598)	5,415,994
As at 30 June	<u>63,938,179</u>	<u>52,286,281</u>

The table below provides an analysis of the forward currency contracts as at 30 June 2023:

(All amounts in EUR)

Expiration date	Contract currency	Bought	Contract currency	Sold	Contract rate*	Current rate*	Unrealised EUR
31/07/2023	USD	2,200,000	EUR	2,006,708	1.09632	1.09296	6,166
Total unrealised gain on open forward currency contracts							<u>6,166</u>

* Showing the equivalent of 1 Euro.

The table below provides an analysis of the forward currency contracts as at 30 June 2022:

(All amounts in EUR)

Expiration date	Contract currency	Bought	Contract currency	Sold	Contract rate*	Current rate*	Unrealised EUR
29/07/2022	USD	2,700,000	EUR	2,548,017	1.05965	1.05041	22,403
Total unrealised gain on open forward currency contracts							<u>22,403</u>

* Showing the equivalent of 1 Euro.

Notes to the financial statements

NOTES FOR INDIVIDUAL BALANCE SHEET ITEMS (CONTINUED)

4. Cash and cash equivalents

As at 30 June 2023, cash and cash equivalents comprise of balances held with ABN AMRO Bank N.V. amounting to EUR 1,014,234 (2022: EUR 1,797,572). As at 30 June 2023 and 2022, no restrictions in the use of these balances exist.

As at 30 June 2023, cash and cash equivalents also include amounts held at Saxo Bank amounting to EUR 184,442 (2022: EUR 114,198). This amount includes margin requirements. Margin represents cash deposited with the broker transferred as collateral against forward currency contracts.

5. Subscriptions received in advance

Subscriptions received in advance represent the amounts received from participants for subscription to participations of the Fund for the first business day of the next month. Participants are required to deposit the amounts with the Fund prior to the issuance of participations.

As at 30 June 2023, the subscriptions received in advance amounts to EUR 663,083 (2022: EUR 590,499). On 3 July 2023, the Fund issued 3,893.389 (2022: 3,255.768) participations of Class A to the subscribing participants.

6. Accrued expenses and other payables

As at 30 June, accrued expenses and other payables consist of the following:

<i>(All amounts in EUR)</i>	2023	2022
Management fee payable	27,519	25,026
Audit fee payable	18,598	16,289
Administration fee (including annual report fee) payable	16,839	14,197
FATCA fee payable	1,818	1,908
Other payables	1,818	1,396
Licence fee payable	2,300	1,316
Interest payable	93	360
Commission and other charges payable	101	129
Total accrued expenses and other payables	69,086	60,621

Notes to the financial statements

NOTES FOR INDIVIDUAL BALANCE SHEET ITEMS (CONTINUED)

7. Share capital

Structure of the Fund's capital

Windmill Trend Evolution Fund is structured as a contractual fund with an open-ended structure and is subject to Dutch law.

The movement of equity in the participations during the years are as follows:

<i>(All amounts in EUR)</i>	2023	2022
<i>Contributions of participants</i>		
Balance at the beginning of the year	40,392,306	19,640,274
Issue of class A participations	14,855,978	22,628,065
Redemption of class A participations	(4,551,728)	(1,824,861)
Redemption of class B participations	-	(51,172)
Total contributions at the end of the year	<u>50,696,556</u>	<u>40,392,306</u>
<i>Unappropriated profit</i>		
Balance at the beginning of the year	18,159,526	11,999,942
Net (loss)/profit	(3,651,211)	6,159,584
Total undistributed profit at the end of the year	<u>14,508,315</u>	<u>18,159,526</u>
Equity at the end of the year	<u>65,204,871</u>	<u>58,551,832</u>

Subscriptions and redemptions

Participants can, at the sole discretion of the Fund Manager, subscribe to the Fund on a bi-monthly dealing day at the subscription price. The subscription price is equal to the NAV per participation as at the valuation date immediately preceding the applicable subscription date. The minimum subscription for each participant is EUR 10,000 for Class A participations and USD 100,000 for Class B participations. The minimum subscription amount may be waived by the Fund Manager in its sole discretion.

The Fund Manager will redeem participations at the request of a participant on a bi-monthly redemption day. A redemption day means:

- (i) the first (1st) Business Day of each month;
- (ii) the first (1st) Business Day after the fifteenth (15th) calendar day of each month if there is sufficient cash available and it will not harm the remaining investors and on a best effort basis; and/or
- (iii) under certain circumstances set out in the Terms and Conditions: such other day or days as the Fund Manager may from time to time determine at its sole discretion.

The redemption price of a participation is equal to the NAV per participation as at the valuation date immediately preceding the redemption date on which the relevant participant is redeemed. Applications for redemptions must be received at least ten business days before the relevant redemption date. In addition, the Fund has eleven business days after the release of the NAV of the applicable redemption date to pay the redemption proceeds to the participants.

The Fund's assets will be sufficiently liquid to, under normal circumstances, allow the Fund to redeem participations as requested by its participants for at least 10% of the assets managed.

Notes to the financial statements

NOTES FOR INDIVIDUAL BALANCE SHEET ITEMS (CONTINUED)

7. Share capital (continued)

Subscriptions and redemptions (continued)

The Legal Owner and the Fund Manager may limit the redemption of participations on a redemption date to an aggregate total redemption price of ten per cent (10%) (or more, as long as such higher gate is not to the detriment of the remaining participants) of the Net Asset Value on the valuation date prior to the redemption date. In this case, the number of participations to be redeemed per participant will be pro rata the total number of participations offered for redemption. Any participations included in a redemption request that have not been redeemed as a result of such scale down of a redemption request are deemed to be offered for redemption on the following redemption date on a pro rata basis alongside subsequent redemption requests (but not compulsory redemptions) and shall be subject to the same limitations.

The movement of participations during the year ended 30 June 2023 is as follows:

	Participations at the beginning of the year	Participations issued	Participations redeemed	Participations at the end of the year
Class A	308,648.8194	86,716.3224	(26,193.7219)	369,171.4199
Class B	16,806.6136	-	-	16,806.6136
Total	325,455.4330	86,716.3224	(26,193.7219)	385,978.0335

The movement of participations during the year ended 30 June 2022 is as follows:

	Participations at the beginning of the year	Participations issued	Participations redeemed	Participations at the end of the year
Class A	188,065.6933	131,839.3123	(11,256.1862)	308,648.8194
Class B	17,211.1175	-	(404.5039)	16,806.6136
Total	205,276.8108	131,839.3123	(11,660.6901)	325,455.4330

Capital management

The Fund's objectives when managing capital are to safeguard the Fund's ability to continue as a going concern in order to provide returns for participants and benefits for other stakeholders and to maintain an optimal capital structure to reduce the cost of capital. In order to maintain or adjust the capital structure, it is not expected that the Fund will declare any dividends. All earnings will normally be retained for investments. However, the Fund reserves the right to declare dividends or make distributions if the Fund Manager so decides.

NOTES FOR INDIVIDUAL INCOME STATEMENT ITEMS

8. Investment return

(All amounts in EUR)	2023		2023	2022
	Profit	Loss	Total	Total
Equities				
Realised results	135,023	(150,527)	(15,504)	1,033,419
Unrealised results	961,668	(4,053,029)	(3,091,361)	5,404,969
	1,096,691	(4,203,556)	(3,106,865)	6,438,388
Derivative financial instruments				
Realised results	-	(56,362)	(56,362)	16,729
Unrealised results	-	(16,237)	(16,237)	11,025
	-	(72,599)	(72,599)	27,754
Total result	1,096,691	(4,276,155)	(3,179,464)	6,466,142

Notes to the financial statements

NOTES FOR INDIVIDUAL INCOME STATEMENT ITEMS (CONTINUED)

9. Foreign currency gains on translation

Realised and unrealised exchange differences consist of realised and unrealised translation gains and losses on assets and liabilities other than investment assets and liabilities. For the year ended 30 June 2023, this amounted to a loss of EUR 2,527 (2022: gains of EUR 34,882). The following average and closing rates have been applied in the preparation of these financial statements (the equivalent of one Euro is shown):

	2023		2022	
	Average	Closing	Average	Closing
<i>Showing the equivalent of 1 Euro</i>				
United States Dollar	1.0477	1.0912	1.1276	1.0484

10. Costs

The Fund makes use of various parties for management, administration and depositary services. The table below provides a breakdown of expenses as at 30 June.

<i>(All amounts in EUR)</i>	2023	2022
Expenses accruing to the Fund Manager		
Management fee	(315,262)	(216,726)
Other expenses		
Administration fee (including annual report fee)	(51,381)	(35,103)
Legal owner fee	(25,377)	(29,962)
Depositary fee	(29,211)	(21,009)
Audit fee	(23,087)	(19,814)
Other general expenses	(13,268)	(11,931)
Interest expense	(6,980)	(4,173)
Bank charges	(5,549)	(2,732)
Total expenses	(470,115)	(341,450)

The basis on which various costs are charged to the Fund are disclosed in detail in the Prospectus. It is a Dutch regulatory requirement to disclose any differences between actual costs and the costs disclosed in the Prospectus. During the years ended 30 June 2023 and 2022, all costs actually charged to the Fund were in accordance with the costs disclosed in the Prospectus.

Ongoing charges ratio

The ongoing charges ratio is the ratio of the total costs (excluding costs of transactions on financial instruments, interest costs and performance fee) to the average net assets of the Fund. The average net assets are based on the Fund's net assets at each calculation of the NAV i.e. monthly.

For the year ended 30 June 2023, the ongoing charges ratio for the Fund is as follows:

	2023
Ongoing charges ratio	0.75%
Ongoing charges ratio including expenses of underlying funds	1.71%

For the year ended 30 June 2022, the ongoing charges ratio for the Fund is as follows:

	2022
Ongoing charges ratio	0.82%
Ongoing charges ratio including expenses of underlying funds	1.88%

Notes to the financial statements

NOTES FOR INDIVIDUAL INCOME STATEMENT ITEMS (CONTINUED)

10. Costs (continued)

Turnover factor

This ratio demonstrates the rate at which the Fund's portfolio is turned over. For the year ended 30 June 2023, the turnover factor for the Fund is 41.50% (2022: 44.79%). The turnover factor is calculated by adding total purchases and sales, subtracting total subscriptions plus total redemptions and dividing the total by the average NAV.

11. RELEVANT CONTRACTS

Fund Manager

Management fee

Privium Fund Management B.V. acts as the Fund Manager to the Fund. The Fund Manager is entitled to a management fee of 0.52% of the NAV of the Fund (before deduction of management fee), as at the last calendar day of each month. The management fee is subject to a minimum of EUR 50,000 per annum and is payable monthly in arrears. The Fund Manager pays a delegation fee to the Delegate from the management fee.

Details of management fees charged for the years are disclosed in the income statement.

Administrator

The Fund has entered into an administration agreement with Apex Fund Services (Netherlands) B.V. The Administrator charges a fee based on 0.08% of the NAV of the Fund up to EUR 50 million, 0.06% of the NAV between EUR 50 million and EUR 100 million and 0.04% of the NAV above EUR 100 million, to be calculated monthly and paid quarterly in arrears and with a minimum annual fee of EUR 35,000 per annum.

The Administrator also charges a fee of EUR 5,000 per annum for the preparation of the Fund's annual report.

The Administrator provides certain trading duties for the Fund and charges a fee of EUR 250 per initial trade, EUR 175 per subsequent trade and EUR 75 per tax document required for an underlying investment.

Details of administration fees (including annual report fees) charged for the years are disclosed in the income statement.

The Administrator also provides FATCA services for the Fund and charge an annual fee of USD 4,000.

Depositary

APEX Depositary Services B.V. charges a fee of 1.4 basis points of the assets under management. This fee is subject to a minimum of EUR 16,500 per annum and is payable quarterly in advance.

Independent Auditor

The Fund appointed Ernst & Young Accountants LLP as the Independent Auditor. The Independent Auditor's remuneration consists of EUR 23,087 (2022: EUR 19,814) audit fee for the audit of the financial statements. The Independent Auditor does not provide any non-audit services or other audit services to the Fund.

Notes to the financial statements

12. RELATED PARTY TRANSACTIONS

Related party transactions are transfers of resources, services or obligations between related parties and the Fund, regardless of whether a price has been charged. 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 or is part of key management of the Fund. The following provides details on the related parties of the Fund and transactions with the related parties.

The Fund Manager is considered a related party.

The following transactions occurred between the Fund and the Fund Manager during the reporting years.

Transactions from 1 July 2022 to 30 June 2023 and balances as at 30 June 2023

	Paid EUR	Balance EUR
Management fee	312,769	27,519

Transactions from 1 July 2021 to 30 June 2022 and balances as at 30 June 2022

	Paid EUR	Balance EUR
Management fee	216,726	25,026

The Delegate/Investment Advisor is also considered a related party. As at 30 June 2023, the Delegate/ Investment Advisor and/or its employees held 5.666,9486 Class A shares in the Fund (2022: 4,604.3753) and 405,0956 Class B shares in the Fund (2022: 317.3486).

13. FINANCIAL INVESTMENTS AND ASSOCIATED RISKS

The Fund's investment objective is to achieve medium-term capital gains for the participants.

The Fund attempts to accomplish its objective by primarily investing in trend-following funds and may acquire interests in other investee funds established worldwide mainly focused on similar innovative systematic strategies that invest outside the mainstream markets.

The Fund's activities expose it to a variety of financial risks: market risk (including market price risk, currency risk and interest rate risk), credit risk and liquidity risk.

The investee funds, to which the fund subscribes, may also indirectly expose the Fund to the financial risks as detailed above and because of this indirect exposure the financial risks discussed herein may not fully indicate the total exposure of the Fund.

Market risk

Market risk is the risk that the fair value or future cash flows of a financial instrument will fluctuate as a result of changes in market prices whether those changes are caused by factors specific to the individual security or its issuer or factors affecting all securities traded in the market. There may be various reasons why markets fall, like recessions caused by a change in the economic business cycle or a pandemic. Market risk comprises market price risk, interest rate risk and currency risk.

Market price risk

Price risk is the risk that the value of the instrument will fluctuate as a result of changes in market prices (other than those arising from interest rate risk or currency risk), whether caused by factors specific to an individual investment, its issuer or all factors affecting all instruments traded in the market.

As at 30 June 2023, price risk arises on the Fund's investment in investee funds.

Notes to the financial statements

13. FINANCIAL INVESTMENTS AND ASSOCIATED RISKS (CONTINUED)

Market risk (continued)

Interest rate risk

Interest rate risk is the risk that the fair value or future cash flows of a financial instrument will fluctuate because of changes in market interest rates. The Fund has no interest bearing financial instruments except for cash at bank which is subject to normal market related short-term interest rates. Therefore, the Fund is not exposed to significant interest rate risks.

Currency risk

Currency risk is the risk that the fair value or future cash flows of a financial instrument will fluctuate because of changes in foreign exchange rates. Currency risk exposure arises from the Fund investing in financial instruments and entering into transactions which are denominated in currencies other than its functional currency.

As at 30 June 2023, 100% (2022: 100%) of the assets and liabilities of the Fund are denominated in the functional currency and therefore the Fund is not exposed to currency risk from its assets and liabilities as at the reporting dates.

Currency risk arises from the Fund's share classes. Class B participations are denominated in a currency other than EUR and are therefore exposed to currency fluctuations. It is the Fund's intention to hedge the currency exposure of USD participants to the Fund's base currency through the utilisation of forward currency contracts. Any profits or losses of currency hedges shall be allocated to the Class B participations. The table below outlines the USD exposure of the Class B participations as at 30 June 2023 and 2022 and the notional amount of the forward currency contracts used to mitigate the risk.

The currency exposure of the Fund at 30 June 2023 is as follows:

		2023	
	Net position	Notional amounts	Total
	EUR	forwards	currency
		EUR	exposure
			EUR
Currency			
United States Dollar	32,384	2,006,708	2,039,092
Participations in USD			(2,329,116)
Total currency exposure			(290,024)

The currency exposure of the Fund at 30 June 2022 is as follows:

		2022	
	Net position	Notional amounts	Total
	EUR	forwards	currency
		EUR	exposure
			EUR
Currency			
United States Dollar	5,776,309	2,548,017	8,324,326
Participations in USD			(2,570,038)
Total currency exposure			5,754,288

The forward currency contracts mature within 1 month of the reporting date.

Notes to the financial statements

13. FINANCIAL INVESTMENTS AND ASSOCIATED RISKS (CONTINUED)

Credit risk

Credit risk is the risk that a counterparty to a financial instrument will fail to discharge an obligation or commitment that it has entered into with the Fund. The carrying values of financial assets (excluding any investment in investee funds) best represent the maximum credit risk exposure as at the reporting dates and amounts to EUR 1,198,861 (2022: EUR 1,916,671).

Liquidity risk

Liquidity risk is the risk that the Fund will encounter difficulty in meeting obligations arising from its financial liabilities.

The Fund's Prospectus provides for the monthly creation and cancellation of participations and it is therefore exposed to the liquidity risk of meeting participants' redemptions. To manage this liquidity risk the Fund has a ten day notice period for the participants. In addition, the Fund has eleven business days after the release of the NAV of the applicable redemption date to pay the redemption proceeds to the participants. The Fund's assets will be sufficiently liquid to, under normal circumstances, allow the Fund to redeem participations as requested by its participants for at least 10% of the assets managed.

The Legal Owner and the Fund Manager may limit the redemption of participations on a redemption date to an aggregate total redemption price of ten per cent (10%) (or more, as long as such higher gate is not to the detriment of the remaining participants) of the Net Asset Value on the valuation date prior to the redemption date. In this case, the number of participations to be redeemed per participant will be pro rata the total number of participations offered for redemption. Any participations included in a redemption request that have not been redeemed as a result of such scale down of a redemption request are deemed to be offered for redemption on the following redemption date on a pro rata basis alongside subsequent redemption requests (but not compulsory redemptions) and shall be subject to the same limitations.

The Fund is exposed to liquidity risk as the investments of the Fund in investee funds cannot immediately be converted into cash. The liquidity risk involved with the investee funds will be dependent on the redemption policies of the individual investee funds. Some of the investee funds may be or become illiquid, and the realisation of investments from them may take a considerable time and/or be costly. The Fund's investments in such investee funds may not be readily realisable and their marketability may be restricted, in particular because the investee funds may have restrictions that allow redemptions only at specific infrequent dates with considerable notice periods, and apply lock-ups and/or redemption fees.

As at 30 June 2023 and 2022, the Fund primarily invests in the AHL Fund. The Fund may redeem their investment in the AHL Fund on a monthly dealing day, provided 30 calendar days notice is given before the relevant dealing day. Payments are ordinarily made by the AHL Fund within 10 business days of the valuation day. Please see note 16 for further information regarding the AHL Fund.

Sustainability risk

Sustainability risk in the context of the Fund is defined as the risk of a decrease in the value of an investment of the Fund due to an environmental, social or governance (ESG) related event. Such an event may have a direct negative impact on the financials of an investee fund or a longer-term impact on the operations or performance capacity of the investee fund.

14. SCHEDULE OF INVESTMENTS BY INVESTMENT STRATEGY

	2023 EUR	% of NAV	2022 EUR	% of NAV
Strategy				
CTA Systematic	63,932,013	98.1	52,263,878	89.3
Total	63,932,013	98.1	52,263,878	89.3

Notes to the financial statements

15. INDIRECT INVESTMENTS

The information regarding the Fund's indirect investments is as follows:

AHL (Cayman) SPC - Class A Evolution Segregated Portfolio

General information:

AHL (Cayman) SPC - Class A Evolution Segregated Portfolio (the "Company") was incorporated as a segregated portfolio company with limited liability in the Cayman Islands. The Company operates as an open-ended mutual fund and is regulated under the Mutual Funds Law (as amended) of the Cayman Islands.

The Company currently has five share classes in issue, namely Class A1 USD, Class A1 AUD, Class A1 EUR, Class A1 JPY and Class Z USD.

The financial statements of AHL (Cayman) SPC - Class A Evolution Segregated Portfolio have been issued with an unqualified opinion for the year ended 30 June 2023 by Ernst & Young Ltd and are available at the office of the Fund Manager.

Further information:

(i) Details of the Fund's investment in the Company

As at 30 June 2023, the Fund's investment in the Class A1 EUR shares of the Company amounts to EUR 31,134,710 (2022: EUR 34,167,961) and represents 47.75% (2022: 58.36%) of the NAV of the Fund.

(ii) Balance sheet of the Company as at 30 June

	2023	2022
	USD	USD
Assets		
Cash and cash equivalents - unrestricted	47,797,207	171,014,851
Cash and cash equivalents - restricted	8,905,805	20,369,386
Investment in financial assets at fair value	3,515,740,857	3,400,001,207
Net unrealised gain on forward currency contracts	45,753	45,522
Other assets	344,981	315,642
Total assets	<u>3,572,834,603</u>	<u>3,591,746,608</u>
Liabilities		
Accrued expenses and other liabilities	7,629,910	148,487,275
Redemptions payable	35,400,856	78,170,391
Subscriptions received in advance	7,827,000	2,848,801
Net unrealised loss on forward currency contracts	825,226	2,736,216
Equalisation payable	-	2,151,620
Total liabilities	<u>51,682,992</u>	<u>234,394,303</u>
Net assets attributable to holders of redeemable participating shares	<u>3,521,151,611</u>	<u>3,357,352,305</u>

Net Asset Value per share:

Class A1 USD (based on 1,180,597,869 (2022: 1,069,920,635) shares in issue)	USD 2.6485	USD 2.8449
Class A1 AUD (based on 13,442,251 (2022: 13,787,709) shares in issue)	AUD 2.5510	AUD 2.7629
Class A1 EUR (based on 138,997,772 (2022: 91,636,285) shares in issue)	EUR 2.0221	EUR 2.2191
Class A1 JPY (based on 49,500,000 (2022: 49,500,000) shares in issue)	JPY 149.0178	JPY 165.6813
Class Z USD (based on 4,741,998 (2022: 4,653,732) shares in issue)	USD 2.7534	USD 2.9135
Class Z GBP (based on 465,416 (2022: 0) shares in issue)	GBP 0.9500	-

Notes to the financial statements

15. INDIRECT INVESTMENTS (CONTINUED)

(iii) Statement of operations of the Company for the year ended 30 June

	2023 USD	2022 USD
Investment income		
Interest income	33,129,278	1,456,636
Other income	3,987,852	3,392,347
Total investment income	37,117,130	4,848,983
Operating expenses		
Performance fees	-	144,888,292
Management fees	71,069,529	64,713,577
Services manager fees	2,687,947	2,496,812
Depository fees	391,957	353,402
Other expenses	267,798	136,540
Directors' fees	12,000	12,000
Interest expense	24,070	3,760
Transaction and brokerage costs	22,140	
Total operating expenses	74,475,441	212,604,383
Net investment loss	(37,358,311)	(207,755,400)
Realised and movement in unrealised gain/(loss) on investments, derivatives and foreign currency		
Realised gain on investments, derivatives and foreign currency	158,518,605	63,650,416
Movement in unrealised (loss)/gain from investments, derivatives and foreign currency	(360,920,920)	686,616,990
Net realised gain and movement in unrealised (loss)/gain on investments, derivatives and foreign currency	(202,402,315)	750,267,406
Net (decrease)/increase in net assets resulting from operations before performance fee redemptions	(239,760,626)	542,512,006
Performance fee redemptions	(1,181,638)	-
Net (decrease)/increase in net assets resulting from operations after performance fee redemptions	(240,942,264)	542,512,006

(iv) Investment portfolio of the Company as at 30 June

The investment portfolio of the Company comprises the following investments as at 30 June (expressed as a percentage of the total assets of the Company):

	2023	2022
AHL Evolution Fund	76.04%	72.40%
Debt – Investment in securities at fair value - long	23.81%	28.87%
Forward currency contracts - long	0.00%	0.00%
Forward currency contracts - short	(0.02)%	(0.08)%
Total	99.83%	101.19%

Notes to the financial statements

15. INDIRECT INVESTMENTS (CONTINUED)

(v) Statement of changes in net assets of the Company for the year ended 30 June

	2023	2022
	USD	USD
Net assets at the beginning of the year	3,357,352,305	2,926,580,050
(Decrease)/increase in net assets resulting from operations	(239,760,626)	542,512,006
Increase/(decrease) in net assets resulting from capital transactions	401,408,312	(116,601,874)
Increase in net assets resulting from effects of equalisation	2,151,620	4,862,123
Net assets at the end of the year	<u>3,521,151,611</u>	<u>3,357,352,305</u>

16. PROVISION OF INFORMATION

This annual report and the Prospectus of the Fund are available free of charge from the Fund Manager.

17. DATE OF AUTHORISATION

The financial statements have been authorised for issue by the Fund Manager in Amsterdam on 12 December 2023.

Investment portfolio as at 30 June 2023

2023

Assets	Currency	Fair value EUR	% of NAV
Investee funds			
AHL (Cayman) SPC Class A Evolution Segregated Portfolio	EUR	31,134,710	47.7
Man AHL Alpha Core	EUR	5,876,301	9.0
Man AHL Trend Alternative	EUR	7,178,516	11.0
Systematica Trendspectrum Fund	EUR	4,131,925	6.3
Trandstrend Fund	EUR	6,970,249	10.7
Winton Alternative Markets Fund	EUR	1,492,840	2.3
Florin Court Capital Fund	EUR	7,147,472	11.0
		63,932,013	98.0

Investment portfolio as at 30 June 2022

2022

Assets	Currency	Fair value EUR	% of NAV
Investee funds			
AHL (Cayman) SPC Class A Evolution Segregated Portfolio	EUR	34,167,961	58.4
Man AHL Alpha Core	EUR	5,835,711	10.0
Man AHL Trend Alternative	EUR	6,486,868	11.1
Florin Court Capital Fund	USD	5,773,338	9.8
		52,263,878	89.3

Other information

Provisions of the Prospectus on distribution policy

The Fund Manager shall have sole discretion whether to distribute any income of the Fund or whether to retain it within the Fund. Any amounts which it determines to distribute shall be paid to participants pro rata to the number of participations held by each of them.

Interests held by the Directors

As at 30 June 2023, employees and/or Directors of the Fund Manager held 130.2471 Class A shares in the Fund (2022: 43.6062).

Events after the balance sheet date

The Russian invasion in Ukraine continues to cause uncertainty. The Fund has no direct or indirect exposure to Ukraine, Belarus or Russia. On behalf of the Fund Manager, the Administrator of the Fund carries out ongoing sanctions screening on the investors of the Fund. Here, no hits have been identified. Further escalation of the conflict is expected to dampen global growth, especially in Europe. This might have an impact on the performance of the Fund.

Next to that that developments in the Middle East are causing uncertainties too. Further escalation of the conflict is expected to dampen global growth. This might have an impact on the performance of the Fund.

No other material events occurred after the balance sheet date that could influence the transparency of the financial statements

Independent auditor's report

To: the shareholders and the directors of Privium Fund Management B.V. as fund manager of Windmill Trend Evolution Fund

Report on the audit of the financial statements 2023 included in the annual report

Our opinion

We have audited the financial statements for the financial year ended 30 June 2023 of Windmill Trend Evolution Fund based in Amsterdam, the Netherlands.

In our opinion, the accompanying financial statements give a true and fair view of the financial position of Windmill Trend Evolution Fund as at 30 June 2023 and of its result for the year then ended in accordance with Part 9 of Book 2 of the Dutch Civil Code.

The financial statements comprise:

- The balance sheet as at 30 June 2023
- The profit and loss account for the period ended 30 June 2023
- The notes comprising a summary of the accounting policies and other explanatory information

Basis for our opinion

We conducted our audit in accordance with Dutch law, including the Dutch Standards on Auditing. Our responsibilities under those standards are further described in the Our responsibilities for the audit of the financial statements section of our report.

We are independent of Windmill Trend Evolution Fund in accordance with the "Wet toezicht accountantsorganisaties" (Wta, Audit firms supervision act), the "Verordening inzake de onafhankelijkheid van accountants bij assurance-opdrachten" (ViO, Code of Ethics for Professional Accountants, a regulation with respect to independence) and other relevant independence regulations in the Netherlands. Furthermore, we have complied with the "Verordening gedrags- en beroepsregels accountants" (VGBA, Dutch Code of Ethics).

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

Information in support of our opinion

We designed our audit procedures in the context of our audit of the financial statements as a whole and in forming our opinion thereon. The following information in support of our opinion and any findings were addressed in this context, and we do not provide a separate opinion or conclusion on these matters.

Our focus on fraud and non-compliance with laws and regulations

Our responsibility

Although we are not responsible for preventing fraud or non-compliance and we cannot be expected to detect non-compliance with all laws and regulations, it is our responsibility to obtain reasonable assurance that the financial statements, taken as a whole, are free from material misstatement, whether caused by fraud or error.

Our audit response related to fraud risks

We identified and assessed the risks of material misstatements of the financial statements due to fraud. During our audit we obtained an understanding of the Fund and its environment and the components of the system of internal control, including the risk assessment process and management's process for responding to the risks of fraud and monitoring the system of internal control, as well as the outcomes.

We refer to other notes section "Risk management" of the annual report for management's risk assessment.

We evaluated the design and relevant aspects of the system of internal control and in particular the fraud risk assessment. We evaluated the design and the implementation of internal controls designed to mitigate fraud risks.

As part of our process of identifying fraud risks, we evaluated fraud risk factors with respect to financial reporting fraud, misappropriation of assets and bribery and corruption. We evaluated whether these factors indicate that a risk of material misstatement due to fraud is present.

We incorporated elements of unpredictability in our audit. We also considered the outcome of our other audit procedures and evaluated whether any findings were indicative of fraud or non-compliance.

As in all of our audits, we addressed the risks related to management override of controls. For these risks we have performed procedures among others to evaluate key accounting estimates for management bias that may represent a risk of material misstatement due to fraud, in particular relating to important judgment areas and significant accounting estimates as disclosed in "accounting policies" the notes of the financial statements. We have also used data analysis to identify and address high-risk journal entries and evaluated the business rationale (or the lack thereof) of significant extraordinary transactions, including those with related parties.

We did not identify a risk of fraud in revenue recognition.

These risks did however not require significant auditor's attention during our audit.

We considered available information and made enquiries of relevant executives, directors, and the management board.

Our audit response related to risks of non-compliance with laws and regulations

We performed appropriate audit procedures regarding compliance with the provisions of those laws and regulations that have a direct effect on the determination of material amounts and disclosures in the financial statements. Furthermore, we assessed factors related to the risks of non-compliance with laws and regulations that could reasonably be expected to have a material effect on the financial statements from our general industry experience, through discussions with the management board, reading minutes,

inspection of compliance reports, and performing substantive tests of details of classes of transactions, account balances or disclosures.

We remained alert to any indication of (suspected) non-compliance throughout the audit.

Finally, we obtained written representations that all known instances of non-compliance with laws and regulations have been disclosed to us.

Our audit response related to going concern

As disclosed in section "Basis of accounting" in "Accounting policies" section of the financial statements, the financial statements have been prepared on a going concern basis. When preparing the financial statements, management made a specific assessment of the fund's ability to continue as a going concern and to continue its operations for the foreseeable future.

We discussed and evaluated the specific assessment with management exercising professional judgment and maintaining professional skepticism.

We considered whether management's going concern assessment, based on our knowledge and understanding obtained through our audit of the financial statements or otherwise, contains all relevant events or conditions that may cast significant doubt on the fund's ability to continue as a going concern. Based on our procedures performed, we did not identify material uncertainties about going concern.

If we conclude that a material uncertainty exists, we are required to draw attention in our auditor's 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 auditor's report. However, future events or conditions may cause the fund to cease to continue as a going concern.

Report on other information included in the annual report

The annual report contains other information in addition to the financial statements and our auditor's report thereon.

Based on the following procedures performed, we conclude that the other information:

- Is consistent with the financial statements and does not contain material misstatements
- Contains the information as required by Part 9 of Book 2 of the Dutch Civil Code for the management report and the other information as required by Part 9 of Book 2 of the Dutch Civil Code

We have read the other information. Based on our knowledge and understanding obtained through our audit of the financial statements or otherwise, we have considered whether the other information contains material misstatements. By performing these procedures, we comply with the requirements of Part 9 of Book 2 of the Dutch Civil Code and the Dutch Standard 720. The scope of the procedures performed is substantially less than the scope of those performed in our audit of the financial statements.

Management is responsible for the preparation of the other information, including the management report in accordance with Part 9 of Book 2 of the Dutch Civil Code and other information required by Part 9 of Book 2 of the Dutch Civil Code.

Description of responsibilities regarding the financial statements

Responsibilities of management for the financial statements

Management is responsible for the preparation and fair presentation of the financial statements in accordance with Part 9 of Book 2 of the Dutch Civil Code. Furthermore, management is responsible for such internal control as management determines is necessary to enable the preparation of the financial statements that are free from material misstatement, whether due to fraud or error.

As part of the preparation of the financial statements, management is responsible for assessing the Fund's ability to continue as a going concern. Based on the financial reporting framework mentioned, the fund manager should prepare the financial statements using the going concern basis of accounting unless management either intends to liquidate the Fund or to cease operations, or has no realistic alternative but to do so. Management should disclose events and circumstances that may cast significant doubt on the Fund's ability to continue as a going concern in the financial statements.

Our responsibilities for the audit of the financial statements

Our objective is to plan and perform the audit engagement in a manner that allows us to obtain sufficient and appropriate audit evidence for our opinion.

Our audit has been performed with a high, but not absolute, level of assurance, which means we may not detect all material errors and fraud during our audit.

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. The materiality affects the nature, timing and extent of our audit procedures and the evaluation of the effect of identified misstatements on our opinion.

We have exercised professional judgment and have maintained professional skepticism throughout the audit, in accordance with Dutch Standards on Auditing, ethical requirements and independence requirements. The "Information in support of our opinion" section above includes an informative summary of our responsibilities and the work performed as the basis for our opinion. Our audit included among others:

- Identifying and assessing the risks of material misstatement of the financial statements, whether due to fraud or error, designing and Performing audit procedures responsive to those risks, and obtaining 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
- Obtaining 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 Fund's internal control
- Evaluating the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by management

- Evaluating the overall presentation, structure and content of the financial statements, including the disclosures
- Evaluating whether the financial statements represent the underlying transactions and events in a manner that achieves fair presentation

Communication

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

Amsterdam, 12 December 2023

Ernst & Young Accountants LLP

signed by R.A.J.H. Vossen