

Annual Report and  
Audited Financial Statements

**The Colchester Multi-Strategy Global Bond Fund plc**  
(Registered Number 500431)

For the financial year ended December 31, 2018

(Expressed in United States dollars)

# **THE COLCHESTER MULTI-STRATEGY GLOBAL BOND FUND PLC**

| <b>TABLE OF CONTENTS</b>   | <b>PAGE</b> |
|--|-------------|
| Directors and Other Information  | 1           |
| Directors' Report  | 2-9         |
| Investment Manager's Report  | 10-12       |
| Depository's Report  | 13          |
| Independent Auditor's Report to the Shareholders of the Colchester Multi-Strategy Global Bond Fund plc | 14-16       |
| Statement of Assets and Liabilities  | 17-22       |
| Statement of Operations  | 23-28       |
| Statement of Changes in Net Assets   | 29-34       |
| Statement of Cash Flows  | 35-40       |
| Schedule of Investments  | 41-66       |
| Schedule of Significant Purchases and Sales (unaudited)  | 67-79       |
| Notes to the Financial Statements  | 80-185      |
| Appendix 1: Remuneration Policy  | 186         |

# THE COLCHESTER MULTI-STRATEGY GLOBAL BOND FUND PLC

## DIRECTORS AND OTHER INFORMATION

|   |  |
|---|--|
| <b>The Board of Directors</b>                     | Keith Lloyd (Irish)<br>Kevin Murphy (Irish)<br>Michael Boyce* (Irish)<br>Mamak Shahbazi (American) (resigned May 23, 2018)<br>Michele Connell (British) (appointed July 2, 2018)<br><br><i>All Directors are non-executive</i><br><i>*Independent Director</i> |
| <b>Registered Office</b>                          | Georges Court<br>54-62 Townsend Street<br>Dublin 2, D02 R156<br>Ireland  |
| <b>Investment Manager<br/>and Distributor</b>     | Colchester Global Investors Limited<br>Heathcoat House<br>20 Savile Row<br>London W1S 3PR<br>England   |
| <b>Sub-Investment Manager<br/>and Distributor</b> | Colchester Global Investors (Singapore) Pte. Ltd<br>6 Battery Road<br>#40-06<br>Singapore 049909   |
| <b>Administrator</b>                              | Northern Trust International Fund Administration<br>Services (Ireland) Limited<br>Georges Court<br>54-62 Townsend Street<br>Dublin 2, D02 R156<br>Ireland  |
| <b>Depository</b>                                 | Northern Trust Fiduciary Services (Ireland) Limited<br>Georges Court<br>54-62 Townsend Street<br>Dublin 2, D02 R156<br>Ireland   |
| <b>Independent Auditor</b>                        | Deloitte Ireland LLP<br>Chartered Accountants and Statutory Audit Firm<br>Deloitte & Touche House<br>Earlsfort Terrace<br>Dublin 2, D02 AY28<br>Ireland  |
| <b>Legal Advisers in Ireland</b>                  | Arthur Cox<br>10 Earlsfort Terrace<br>Dublin 2, D02 T380<br>Ireland  |
| <b>Company Secretary</b>                          | Bradwell Limited<br>10 Earlsfort Terrace<br>Dublin 2, D02 T380<br>Ireland  |
| <b>Registered Number:</b>                         | 500431   |

# THE COLCHESTER MULTI-STRATEGY GLOBAL BOND FUND PLC

## DIRECTORS' REPORT

The Directors present their annual report, together with the audited financial statements of The Colchester Multi-Strategy Global Bond Fund plc (the "Company"), for the financial year ended December 31, 2018.

### **Date of Incorporation**

The Company was incorporated by way of continuation of a collective investment undertaking from a prescribed jurisdiction on June 24, 2011, and was authorised by the Central Bank of Ireland (the "Central Bank") pursuant to the European Communities (Undertakings for Collective Investment in Transferable Securities) Regulations, 2011 (as amended) (the "UCITS Regulations") and the Central Bank (Supervision and Enforcement) Act 2013 (Section 48(1)) (Undertakings for Collective Investment in Transferable Securities) Regulations, 2015 (as amended) (the "Central Bank UCITS Regulations") on June 24, 2011.

Prior to June 24, 2011, the Company was established as an open-ended investment company organised as an exempted mutual fund company of unlimited duration under the laws of Bermuda pursuant to bye-laws dated March 13, 2009. With effect from June 24, 2011, the shareholders of the Company approved, amongst other things, a proposal to change the domicile of the Company to Ireland. As a result, the Company became compliant with the UCITS Regulations and subject to Irish law with effect from June 24, 2011. The investments held by the Company were not affected by these changes. Accordingly, the investments held by the Company on June 24, 2011, were the same following the change in the domicile of the Company. The Company's investment activity commenced on April 1, 2009.

### **Structure**

The Company is an umbrella fund with segregated liability between sub-funds, established as an open-ended, variable capital investment company incorporated as a plc under the laws of Ireland and authorised pursuant to the UCITS Regulations and the Central Bank UCITS Regulations. The Company's Constitution provides for separate sub-funds, each representing interests in a separate and defined portfolio of assets and liabilities, which may be issued from time to time with the approval of the Central Bank. At the date of these financial statements, eight Funds have been established:

The Colchester Global Real Return Bond Fund which launched on June 24, 2011;  
The Colchester Local Markets Real Return Bond Fund which launched on December 9, 2011;  
The Colchester Global Bond Fund which launched on December 3, 2012;  
The Colchester Local Markets Bond Fund which launched on March 18, 2013;  
The Colchester Alpha Fund which launched on December 2, 2013;  
The Colchester Global Low Duration Bond Fund which launched on October 16, 2015;  
The Colchester Global Bond Fund – 130/30 Currency Hedged which launched on July 5, 2016; and  
The Colchester Emerging Markets Bond Fund which launched on December 11, 2017.

### **Investment Objective**

#### ***The Colchester Global Real Return Bond Fund***

The Fund seeks to achieve favourable income and capital returns from a globally diversified portfolio of primarily sovereign inflation-indexed debt or debt-like securities and currencies. An associated objective is the preservation and enhancement of principal.

#### ***The Colchester Local Markets Real Return Bond Fund***

The Fund seeks to achieve favourable income and capital returns from a globally diversified portfolio of primarily sovereign developing market inflation-indexed debt or debt-like securities and currencies. An associated objective is the preservation and enhancement of principal.

#### ***The Colchester Global Bond Fund***

The Fund seeks to achieve favourable income and capital returns from a globally diversified portfolio of primarily sovereign debt or debt-like securities and currencies. An associated objective is the preservation and enhancement of principal.

#### ***The Colchester Local Markets Bond Fund***

The Fund seeks to achieve favourable income and capital returns from a globally diversified portfolio of primarily sovereign developing market debt or debt-like securities and currencies. An associated objective is the preservation and enhancement of principal.

# THE COLCHESTER MULTI-STRATEGY GLOBAL BOND FUND PLC

## DIRECTORS' REPORT (CONTINUED)

### Investment Objective (continued)

#### *The Colchester Alpha Fund*

The Fund seeks to achieve favourable income and capital returns from a globally diversified portfolio of long and short positions in primarily sovereign debt and other debt or debt-like securities and currencies.

#### *The Colchester Global Low Duration Bond Fund*

The Fund seeks to achieve favourable income and capital returns from a globally diversified portfolio of primarily sovereign debt or debt-like securities with shorter-dated maturities and currencies. An associated objective is the preservation and enhancement of principal.

#### *The Colchester Global Bond Fund – 130/30 Currency Hedged*

The Fund seeks to achieve favourable income and capital returns from a globally diversified portfolio of primarily sovereign debt or debt-like securities and currencies. An associated objective is the preservation and enhancement of principal.

#### *The Colchester Emerging Markets Bond Fund*

The Fund seeks to achieve favourable income and capital returns from a globally diversified portfolio of primarily sovereign emerging market debt or debt-like securities and currencies. An associated objective is the preservation and enhancement of principal.

### Share Classes

#### *The Colchester Global Real Return Bond Fund*

A number of classes of shares are available in respect of the Fund. At the date of these financial statements there are seven classes of shares in issue, namely:

EUR Hedged Accumulation Class - I Shares (IEHA);  
EUR Unhedged Accumulation Class - I Shares (IEUA);  
GBP Hedged Accumulation Class - I Shares (IGHA);  
GBP Unhedged Accumulation Class - I Shares (IGUA);  
SGD Hedged Accumulation Shares Class - I Shares (ISHA);  
USD Unhedged Accumulation Class - I Shares (IUUA); and  
USD Hedged Accumulation Class - I Shares (IUHA).

#### *The Colchester Local Markets Real Return Bond Fund*

A number of classes of shares are available in respect of the Fund. At the date of these financial statements there are two classes of shares in issue, namely:

USD Hedged Accumulation Class - I Shares (BUHA); and  
USD Unhedged Accumulation Class - I Shares (BUUA).

#### *The Colchester Global Bond Fund*

A number of classes of shares are available in respect of the Fund. At the date of these financial statements there are eight classes of shares in issue, namely:

CAD Unhedged Accumulation Class - I Shares (GCUA);  
CHF Hedged Accumulation Class - I Shares (GFHA);  
EUR Hedged Accumulation Class - I Shares (GEHA);  
GBP Hedged Accumulation Class - I Shares (GGHA);  
GBP Unhedged Distribution Class - I Shares (GGUI);  
SGD Hedged Accumulation Class - I Shares (GSHA);  
USD Hedged Accumulation Class - I Shares (GUHA); and  
USD Unhedged Accumulation Class - I Shares (GUUA).

# THE COLCHESTER MULTI-STRATEGY GLOBAL BOND FUND PLC

## DIRECTORS' REPORT (CONTINUED)

### Share Classes (continued)

#### *The Colchester Local Markets Bond Fund*

A number of classes of shares are available in respect of the Fund. At the date of these financial statements there are ten classes of shares in issue, namely:

CAD Hedged Accumulation Class - I Shares (LCHA);  
CAD Unhedged Accumulation Class - I Shares (LCUA);  
EUR Hedged Accumulation Class - I Shares (LEHA);  
EUR Unhedged Accumulation Class - I Shares (LEUA);  
EUR Unhedged Distribution Class - I Shares (LEUI);  
GBP Hedged Distribution Class - I Shares (LGHI);  
The EUR Hedged Distribution Class - R Shares (LEHJ);  
The GBP Hedged Distribution Class - R Shares (LGHJ);  
The USD Hedged Distribution Class - R Shares (LUHJ); and  
USD Unhedged Accumulation Class - I Shares (LUUA).

#### *The Colchester Alpha Fund*

A number of classes of shares are available in respect of the Fund. At the date of these financial statements there is one class of share in issue, namely:

USD Unhedged Accumulation Class - I Shares (AUUA).

#### *The Colchester Global Low Duration Bond Fund*

A number of classes of shares are available in respect of the Fund. At the date of these financial statements there is one class of share in issue, namely:

USD Unhedged Accumulation Class - I Shares (SUUA).

#### *The Colchester Global Bond Fund – 130/30 Currency Hedged*

A number of classes of shares are available in respect of the Fund. At the date of these financial statements there is one class of share in issue, namely:

USD Hedged Accumulation Class - I Shares (TUHA).

#### *The Colchester Emerging Markets Bond Fund*

A number of classes of shares are available in respect of the Fund. At the date of these financial statements there is one class of share in issue, namely:

USD Unhedged Accumulation Class - I Shares (HUUA).

### Business Review and Future developments

A detailed review of the principal activities and future developments is included in the Investment Manager's Report on pages 10 to 12.

### Distribution Policy

Shares are available as Accumulation Shares or Distribution Shares.

Net income and realised and unrealised capital gains net of realised and unrealised capital losses attributable to the Accumulation Shares of a Fund will not be declared or distributed but will accumulate in the Net Asset Value per Share.

Net income attributable to the Distribution Shares of a Fund will be declared and distributed by way of dividend and may include sums representing any interest or dividend or other income accrued but not received by the Company in any accounting period. Realised and unrealised capital gains net of realised and unrealised capital losses will accumulate in the Net Asset Value per Share.

### Dealing Days

Shares may be issued or redeemed on a dealing day. Each business on which retail banks are open for business in Ireland and the United Kingdom is a dealing day.

# THE COLCHESTER MULTI-STRATEGY GLOBAL BOND FUND PLC

## DIRECTORS' REPORT (CONTINUED)

### **Risk Management Objectives and Policies**

The main risks arising from the Company's financial instruments are market, price, foreign currency, interest rate, credit, concentration, liquidity and non-developed markets risk.

Colchester Global Investors Limited (the "Investment Manager") may use derivative instruments for investment purposes, efficient portfolio management and to attempt to manage the risk of the Company's investments.

For further information on risk management objectives and policies, please see Note 9.

### **Results**

The results for the financial year are set out in the Statement of Operations.

### **Significant events during the financial year**

Mamak Shahbazi resigned as a Director on May 23, 2018.

Michele Connell was appointed as a Director on July 2, 2018.

The following class launched on The Colchester Global Bond Fund: GBP Unhedged Distribution Class - I Shares (GGUI) launched on May 9, 2018.

The following classes launched on The Colchester Local Markets Bond Fund:

EUR Hedged Accumulation Class - I Shares (LEHA) launched November 20, 2018;

EUR Unhedged Distribution Class - I Shares (LEUI) launched May 3, 2018;

GBP Hedged Distribution Class - I Shares (LGHI) launched March 26, 2018;

EUR Hedged Distribution Class - R Shares (LEHJ) launched November 30, 2018;

USD Hedged Distribution Class - R Shares (LUHJ) launched November 30, 2018; and

GBP Hedged Distribution Class - R Shares (LGHJ) launched November 30, 2018.

The Colchester Local Markets Bond Fund EUR Unhedged Accumulation Shares Class - I Shares (LEUA (P)) closed on April 18, 2018.

An updated Prospectus was issued on October 18, 2018.

The Prospectus was amended to reflect the following: (i) the re-designation of existing share classes to "I Shares"; (ii) the establishment of new share class ranges with different fee rates and minimum investment amounts from the I Shares; (iii) the definition of "Settlement Time" for the receipt of cleared funds was amended to 3.00pm (Irish time) three Business Days after the Dealing Day; (iv) the definition of "Business Day", which affects the definition of "Dealing Day", was amended to include a day on which retail banks are also generally open for business in the United Kingdom as well as Ireland; (v) the minimum holding amount for the I Shares was increased from US\$ 1,000,000 (or its equivalent in the relevant class currency) to US\$ 3,000,000; (vi) the Management Fee for The Colchester Local Markets Real Return Bond Fund was increased to 75bps from 65bps per annum in respect of I Shares; (vii) the introduction of a preliminary charge which may be imposed by intermediaries in respect of a Shareholder's investment in the A Shares, B Shares or R Shares, which may be up to 5% of the amount of the investment in the Fund; and (viii) the introduction of a switch charge which may be imposed by distributors or intermediaries in respect of a Shareholder's investment in A Shares or R Shares, which may be up to 1% of the subscription price for the number of shares being switched.

There were no other significant events during the financial year.

### **Significant events after the reporting date**

The Company has evaluated subsequent events for the period from the financial year end to the date the financial statements became available to be issued.

An updated Prospectus was issued on February 13, 2019. The Prospectus was amended to add a new category of shares, known as the "R Premier Shares".

# THE COLCHESTER MULTI-STRATEGY GLOBAL BOND FUND PLC

## DIRECTORS' REPORT (CONTINUED)

### Directors

The names of the persons who were Directors of the Company at any time during the financial year ended December 31, 2018 are set out below.

Keith Lloyd  
Kevin Murphy  
Michael Boyce  
Mamak Shahbazi (resigned May 23, 2018)  
Michele Connell (appointed July 2, 2018)

### Directors' responsibilities statement

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

Irish Company law requires the Directors to prepare financial statements for each financial year. Under that law the Directors have elected to prepare the financial statements in accordance with US GAAP and compliance with Irish statute comprising the Companies Act 2014, the UCITS Regulations and the Central Bank UCITS Regulations.

Under Irish law the Directors shall not approve the financial statements unless they are satisfied that they present fairly, in all material respects, the Company's assets, liabilities and financial position at the end of the financial year and of the profit or loss of the Company for the financial year.

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

- select suitable accounting policies and then apply them consistently;
- make judgements and estimates that are reasonable and prudent;
- state whether the financial statements have been prepared in accordance with US GAAP and ensure that they contain the additional information required by the Companies Act 2014; and
- prepare the financial statements on the going concern basis unless it is inappropriate to presume that the Company will continue in business.

The Directors confirm that they have complied with the above requirements in preparing the financial statements.

The Directors are also responsible for safeguarding the assets of the Company. In this regard they have entrusted the assets of the Company to the Depositary who has been appointed as Depositary to the Company pursuant to the terms of the Depositary Agreement. The Directors have a general responsibility for taking such steps as are reasonably open to them to prevent and detect fraud and other irregularities.

### Going concern basis

The Directors are satisfied that it is appropriate to continue to adopt the going concern basis in preparing the financial statements.

### Directors' and Secretary's Interests in shares and contracts

At December 31, 2018 Keith Lloyd held 8,841 GBP Hedged Accumulation Class - I Shares (GGHA) of The Colchester Global Bond Fund (December 31, 2017: Nil), 15,932 USD Unhedged Accumulation Class - I Shares (LUUA) of The Colchester Local Markets Bond Fund (December 31, 2017: Nil), Nil USD Unhedged Accumulation Class - I Shares (AUUA) of The Colchester Alpha Fund (December 31, 2017: 98,755) and Nil USD Unhedged Accumulation Class - I Shares (HUUA) of The Colchester Emerging Markets Bond Fund (December 31, 2017: 100,000).

None of the other Directors, the company secretary or their families had any beneficial interests in the share capital of the Company at December 31, 2018 or during the financial year (December 31, 2017: same).

No other Directors or the company secretary had, at any time during the financial year, a material interest in any contract of significance, subsisting during or at the end of the financial year, in relation to the business of the Company (December 31, 2017: same). Details of all related persons transactions are disclosed in Note 4 on page 83 to 84.



# THE COLCHESTER MULTI-STRATEGY GLOBAL BOND FUND PLC

## DIRECTORS' REPORT (CONTINUED)

### Directors' Statement on Adequate Accounting Records

The Directors, as outlined in Sections 281 to 285 of the Companies Act 2014, are responsible for keeping adequate accounting records that are sufficient to:

- correctly record and explain the transactions of the Company;
- enable, at any time, the assets, liabilities, financial position and profit or loss of the Company to be determined with reasonable accuracy; and
- enable the Directors to ensure that the financial statements comply with the Companies Act 2014 and enable those financial statements to be audited.

In this regard Northern Trust International Fund Administration Services (Ireland) Limited (the "Administrator") have been appointed for the purpose of maintaining adequate accounting records. Accordingly, the books of account are kept at the following address:

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

### IFIA Code

Effective October 25, 2012 the Board of Directors voluntarily adopted the Corporate Governance for Irish Domiciled Collective Investment Schemes as published by the Irish Funds.

### Transactions with Connected Persons

Any transaction carried out with a company by a management company or depositary to the company, the delegates or sub-delegates of the management company or depositary, and any associated or Company of such a management company, depositary, delegate or sub-delegate ("connected persons") must be carried out as if conducted at arm's length. Transactions must be in the best interests of the shareholders.

The Directors are satisfied that there are arrangements (evidenced by written procedures) in place, to ensure that the obligations set out in Regulation 41(1) of the Central Bank UCITS Regulations are applied to all transactions with connected persons, and are satisfied that transactions with connected persons entered into during the financial year complied with the obligations set out in Regulation 41(1) of the Central Bank UCITS Regulations.

### Board of Directors

The objective and investment policies of the Funds are set forth in the Company's prospectus. The business of the Company is managed by the Board of Directors (the "Board"), who are responsible for monitoring the performance of the Administrator, Depositary and Investment Manager, among other service providers (together, the "Providers").

The Directors' objective is to ensure that each Fund's objectives and investment policies are adhered to. The Directors will also periodically review the investment management performance, administration of the Funds and compliance with the Company's regulatory requirements.

Pursuant to the UCITS Regulations and the Central Bank UCITS Regulations, the assets of the Company have been entrusted to a depositary, Northern Trust Fiduciary Services (Ireland) Limited (the "Depositary"), for safekeeping.

The Board currently comprises of four Directors, one of whom is independent. Details of the current Directors are set out in the "Directors and Other Information" section on page 1, under the heading "The Board of Directors".

The Board meets quarterly, with meetings generally attended in person by all Directors, to review the operations of the Company and evaluate and discuss significant accounting and reporting issues as the need arises. During these scheduled meetings, the Board typically receives reports from the Administrator, the Depositary and the Investment Manager. However, a Director may call a meeting of Directors at any time.

The Board has not directly established any committees to whom business is delegated.

The Board has regular direct contact with the Providers and thus delegation of responsibilities to committees is not deemed necessary. Where applicable, service level agreements and service contracts have been agreed and executed.

# THE COLCHESTER MULTI-STRATEGY GLOBAL BOND FUND PLC

## DIRECTORS' REPORT (CONTINUED)

### Statement of relevant Audit information

As at the date this Directors' Report was approved and signed (set out below), each Director is satisfied that:

- there is no relevant audit information of which the Company's statutory auditors are unaware;
- s/he has taken all the steps that he or she ought to have taken as a Director in order to make herself or himself aware of any relevant audit information and to establish that the Company's statutory auditors are aware of that information; and
- "relevant audit information" means information needed by the Company's statutory auditors in connection with preparing their report.

### Internal Control and Risk Management Systems in Relation to Financial Reporting

The Board is responsible for establishing and maintaining adequate internal control and risk management systems of the Company in relation to the financial reporting process. The Board has entrusted the administration of the accounting records to the Administrator. The Board periodically receives and reviews the Administrator's SOC1 Report on internal controls and, through delegation to the Administrator, ensures that relevant accounting records for the Company are properly maintained, readily available, and include the procedure for the production of audited annual financial statements and unaudited semi-annual financial statements for the Company. The annual and semi-annual financial statements of the Company are prepared by the Administrator and presented to the Board for approval, prior to making all applicable filings; including with the Central Bank. The Board has engaged Deloitte Ireland LLP, Chartered Accountants and Statutory Audit Firm, an independent external audit firm to audit the annual financial statements in accordance with the Companies Act 2014, the UCITS Regulations, the Central Bank UCITS Regulations and US Generally Accepted Accounting Principles ("US GAAP"). The auditor's report to shareholders, including any qualifications is reproduced in full in the annual report.

During the financial reporting period, the Board was responsible for the review and approval of the annual financial statements as set out in the Directors' Responsibilities Statement. The statutory financial statements are required to be audited by independent auditors who report annually to the Board on their findings. As part of its review procedures, the Board receives presentations from relevant parties, and presentations and reports on the audit process. The Board evaluates and discusses significant accounting and reporting issues as the need arises.

### Shareholder Meetings

All general meetings of the Company shall be held in Ireland. Each year the Company shall hold a general meeting. At least twenty-one clear days' notice shall be given in respect of each general meeting of the Company. The notice shall specify the venue and time of the meeting and the business to be transacted at the meeting. A proxy may attend on behalf of any shareholder. An ordinary resolution is a resolution passed by a simple majority and a special resolution is a resolution passed by a majority of 75 per cent or more of the votes cast. The Constitution provides that matters may be determined by a meeting of shareholders on a show of hands unless a poll is demanded by the chairman or by at least five shareholders present or any shareholder or shareholders present representing at least one tenth of the shares in issue having the right to vote at the meeting. Each Share (including the subscriber shares) gives the holder one vote in relation to any matters relating to the Company which are submitted to shareholders for a vote by poll.

The convening and conduct of shareholders' meetings are governed by Irish company law and the Company's Constitution. Shareholders together holding five per cent (5%) or more in aggregate of the shares of the Company in issue may at any time request that the Directors convene a meeting of shareholders to consider any matters that may be proposed by the shareholders requesting the meeting.

A meeting of shareholders held in accordance with the provisions of the Constitution may by a seventy-five per cent (75%) majority of those voting approve a change to the Constitution or a proposal to wind up the Company. A simple majority vote is required for most other proposals, including proposals to determine that the Directors shall retire, or to terminate any of the Funds, and any material change in the investment objective and policies or the investment restrictions set out in the prospectus issued by the Company.

Twenty-one clear days' notice at least of every meeting shall be given to shareholders in the manner provided in the Constitution. At any meeting any matter put to a vote shall be decided on a show of hands unless a poll is (before or on the declaration of the result of the show of hands) demanded by the Chairman or by one or more shareholders present in person or by proxy and holding or representing one-tenth of the number of shares for the time being in issue. Unless a poll is so demanded, a declaration by the Chairman, that a resolution has been carried or carried unanimously or by a particular majority or lost shall be conclusive evidence of the fact without proof of the number or proportion of the votes recorded in favour of or against such resolution.

# THE COLCHESTER MULTI-STRATEGY GLOBAL BOND FUND PLC

## DIRECTORS' REPORT (CONTINUED)

### Audit Committee Statement

The Directors believe that there is no requirement to form an audit committee as the Board is formed of non-executive Directors with at least one independent Director and the Company complies with the provisions of the Irish Funds Corporate Governance Code. The Directors have delegated the day to day investment management and administration of the Company to the Investment Manager and to the Administrator, respectively.

### Director's Compliance Statement

In accordance with Section 225 of the Companies Act 2014, the Directors:

- (i) acknowledge that they are responsible for securing the Company's compliance with its relevant obligations; and
- (ii) confirm that:
  - a compliance policy statement has been prepared setting out the Company's policies (that, in the directors' opinion, are appropriate to the Company) for ensuring compliance by the Company with its relevant obligations;
  - an adequate structure is in place, that in the Directors' opinion, is designed to secure material compliance with the Company's relevant obligations; and
  - an annual review procedure has been put in place to review the Company's relevant obligations and ensure a structure is in place to comply with these obligations.

### Independent auditor

The independent auditor, Deloitte Ireland LLP, Chartered Accountants and Statutory Audit Firm, have signified their willingness to continue in office in accordance with Section 383 (2) of the Companies Act 2014.



Michael Boyce  
Director



Keith Lloyd  
Director

Date: March 21, 2019

# THE COLCHESTER MULTI-STRATEGY GLOBAL BOND FUND PLC

## INVESTMENT MANAGER'S REPORT

### Review of 2018

Global government bonds ended the year positively with FTSE World Government Bond Index ("the index") returning 2.6% in US dollar hedged terms for 2018. The unhedged return was -0.8% over 2018, due to the strength of the US dollar against most global currencies. The more negative global environment combined with country-specific crises resulted in a negative return for the JPM GBI-EM Global Diversified index of -6.2% in US dollar unhedged terms.

The US Federal Reserve increased interest rates four times in 2018, with the final hike in December bringing the policy rate to 2.5%. These rate rises have fuelled investor concerns that interest rates may have risen too quickly and may therefore harm future economic growth. So far, however, there are few signs that the US economy is struggling, third quarter annual GDP data came in at 3%, unemployment is only 3.7% and inflation seems relatively contained at 2.2%. However, concerns over future economic growth resulted in a positive return of 0.8% for US Treasuries in 2018.

The European Central Bank confirmed that it had ended the quantitative easing program that had been running since 2015. Economic growth data in the third quarter came out at 1.6% which was down from the previous quarter's 2.2%, yet the Bank remained confident enough to end the stimulus program. Inflation is 1.9% which is close to the ECB's target of 2.0% but core inflation remains lower at 1.0%. There was some conflict between Italy and the European Commission over the year, due to the size of their planned government budget deficit. This led to a sell off in Italian bonds and the 10-year yield reached a high of 3.7% in October before rallying as progress was made in talks between the two parties. Although the return from Italian bonds was -1.4% over 2018, the return in the last quarter was 3.4%.

In emerging markets, two new presidents took power in Latin America. In Brazil, Jair Bolsonaro was elected with a right-wing populist message and although he does not have a working majority in the national congress the market reacted well to his election. It is hoped that he will start to reform the bloated social security system and drive through needed fiscal and economic reforms. The Brazilian bond market rallied significantly over 2018 to return a very healthy 12.6%. In Mexico, Andres Manuel Lopez Obrador formally took over as president in December following his election victory early in the year. His decision to abandon the construction of the almost completed new airport for Mexico City raised some questions regarding policy stability however the 2018 return from Mexico remained positive at 2.8%.

The US dollar performed well over the year against most major currencies and emerging currencies over 2018. A notable exception was Japanese yen which appreciated by 2.7% against the dollar last year. The weakness in emerging market currencies during the summer was concentrated in the Argentinean peso and the Turkish lira, leaving their return for 2018 at - 50.0% and -28.7%. Continuing uncertainty over Brexit caused the British pound to lose ground to the US dollar by -5.9% over the year.

**The Colchester Global Real Return Bond Fund:** At the end of December, the Fund was overweight relative to the index in the higher real yielding bond markets in New Zealand, Australia, Mexico, and Brazil against underweights in the lower real yielding bond markets in the UK, US and core Eurozone. For the twelve-month period ended on the 31st December 2018, gross performance for USD Unhedged Accumulation Class - I Shares was -3.39% against a benchmark return of -4.07% with the principal contributors to outperformance being the overweight to Brazilian, Australian and New Zealand inflation linked bonds. On the currency side an underweight to the Euro further contributed to performance, partially offset by overweights to the Swedish krona and to the British pound sterling. Returns for the other classes varied as a result of currency differentials.

**The Colchester Local Markets Real Return Bond Fund:** At the end of December, the Fund was overweight relative to the index in the higher real yielding bond markets in Brazil, Mexico, Colombia and Turkey against underweights in the lower real yielding bond markets in Israel, Chile and Thailand. For the twelve-month period ended on the 31st December 2018, gross performance for USD Unhedged Accumulation Class - I Shares was -2.39% against a benchmark return of -5.31% with the principal contributors to outperformance coming from overweights in the Brazilian, Colombian and Turkish index linked bond markets. On the currency side an overweight to the Mexican peso and an underweight to the Israeli shekel were the largest performance contributors, partially offset by underperformance arising from an overweight to the Polish zloty. Returns for the other classes in issue varied as a result of currency differentials.

\* Reference to benchmarks are for illustrative purposes only. There is no guarantee a Fund will outperform its benchmark.

# THE COLCHESTER MULTI-STRATEGY GLOBAL BOND FUND PLC

## INVESTMENT MANAGER'S REPORT (CONTINUED)

### Review of 2018 (continued)

***The Colchester Global Bond Fund:*** At the end of December, the Fund was overweight relative to the index in the higher real yielding bond markets in New Zealand, Singapore, Mexico and Poland against underweights in the lower real yielding bond markets in the US, UK and core Eurozone. For the twelve-month period ended on the December 31, 2018, gross performance for USD Unhedged Accumulation Class - I Shares was -0.55% against a benchmark return of -0.84%. On the bond side, outperformance relative to the benchmark is attributable to the overweights in Brazil, New Zealand, Singapore and Poland and partially offset by underweights in core Europe, Japan and an overweight to Mexico. On the currency side an underweight to the Euro further contributed to performance, partially offset by overweights to the Swedish krona, Norwegian krone and to the British pound sterling. Returns for the other classes varied as a result of currency differentials.

***The Colchester Local Markets Bond Fund:*** At the end of December, the Fund was overweight relative to the index the higher real yielding bond markets in Brazil, Mexico, Colombia and Turkey against underweights in the lower real yielding bond markets in Thailand, Chile, Hungary and the Czech Republic. For the twelve-month period ended on the December 31, 2018, gross performance for USD Unhedged Accumulation Class-I Shares was -3.90% against a benchmark return of -6.21% with the primary contributors to outperformance on the bond side driven from underweights to Turkey and Argentina and an overweight to Brazil. Positive performance was partially dampened by losses arising from an overweight to the Mexican bond market. An overweight to the Mexican peso and underweights to the Hungarian forint and to the Czech koruna further contributed to performance. Returns for the other classes varied as a result of currency differentials.

***The Colchester Alpha Fund:*** At the end of December, the Fund was long the higher real yielding bond markets in Australia, New Zealand, Singapore, Mexico, Peru and Colombia against short positions in the lower real yielding bond markets in the UK, Japan and core Eurozone. For the twelve-month period ended on the December 31, 2018, gross performance for USD Unhedged Accumulation Class - I Shares was 0.71% against a benchmark return of 1.98%. On the bond side, outperformance relative to the benchmark is to be attributed to long positions in Australia, New Zealand, Singapore, Poland and Brazil. Short positions in core Europe, Japan, the UK and a long position in Mexico negatively weighed on returns. On the currency side, short positions in the Hungarian forint, Australian dollar and the Euro were the primary drivers of positive performance, that were more than offset by underperformance arising from long positions in the Swedish krona, Norwegian krone, Colombian peso and the British pound sterling. Returns for the other classes varied as a result of currency differentials.

***The Colchester Global Low Duration Bond Fund:*** At the end of December, the Fund was overweight relative to the index in the higher real yielding bond markets in Australia, New Zealand, Singapore, Poland and Mexico against underweights in the lower real yielding bond markets in the US, Japan and core Eurozone. For the twelve-month period ended on the December 31, 2018, gross performance for USD Unhedged Accumulation Class - I Shares was -0.43% against a benchmark return of -0.71%. On the bond side, outperformance relative to the benchmark is to be attributed to the overweights in Australia, New Zealand, Singapore and Poland and partially offset by underweights in core Europe and Japan. On the currency side an underweight to the Euro further contributed to performance, partially offset by overweights to the Swedish krona, Norwegian krone and to the British pound sterling. Returns for the other classes varied as a result of currency differentials.

***The Colchester Global Bond Fund – 130/30 Currency Hedged*** At the end of December, the Fund was overweight relative to the index in the higher real yielding bond markets in New Zealand, Singapore, Mexico and Poland against underweights in the lower real yielding bond markets in the US, UK and core Eurozone. For the twelve-month period ended on the December 31, 2018, gross performance for USD Hedged Accumulation Class - I Shares was 2.61% against a benchmark return of 2.60%. On the bond side, outperformance relative to the benchmark is to be attributed to the overweights in Brazil, New Zealand, Singapore and Poland and partially offset by underweights in core Europe, Japan and an overweight to Mexico. On the currency side, short positions in the Hungarian forint and the Australian dollar were the largest drivers of positive performance, partially offset by underperformance arising from long positions in the Swedish krona and the British pound sterling. Returns for the other classes varied as a result of currency differentials.

***The Colchester Emerging Markets Bond Fund:*** At the end of December, the Fund was overweight relative to the index higher risk-adjusted spread markets in Malaysia, Chile, Turkey, Senegal, Nigeria and Mexico. For the twelve-month period ended on the December 31, 2018, gross performance for USD Unhedged Accumulation Class - I Shares was -5.51% against a benchmark return of -4.26%.

# THE COLCHESTER MULTI-STRATEGY GLOBAL BOND FUND PLC

## INVESTMENT MANAGER'S REPORT (CONTINUED)

### Outlook for 2019

Global growth has been robust in 2018 supported by consumer spending which has picked up against a backdrop of improved asset and house prices, job security and improved income prospects. Going forward tightening financial conditions, fiscal restraint and trade concerns have tempered confidence however and lowered the outlook for growth somewhat. Inflation pressures may have peaked amid a decline in money and credit growth whilst employment growth has not translated into meaningfully higher wage growth. In the absence of policy errors, a benign inflation and growth environment is expected to prevail but there are risks to this outlook.

**Bonds:** In terms of valuations for global bonds, we favour countries with higher real interest rates such as Colombia, Mexico, Singapore and New Zealand. Conversely, we favour being underweight negative or low real yielding countries such as the UK, Eurozone and Japan. For the local currency emerging market strategy, we apply the same valuation framework and thereby favour countries with higher real yields relative to those countries with lower real yields. We therefore favour higher relative real interest rates such as those in Mexico, Brazil and Colombia and underweight those markets with relatively lower real interest rates, such as those in Hungary, Poland and Thailand.

**Currencies:** Similarly, among currencies we favour long positions in undervalued currencies such as the Malaysian ringgit, Mexican peso, British pound sterling, and Swedish krona versus short positions in overvalued currencies such as the New Zealand dollar, Australian dollar, US dollar and the euro. For the emerging market currency opportunity set we favour the Malaysian ringgit, Turkish lira, Colombian peso, Mexican peso and Polish zloty.

Colchester will continue to apply its disciplined investment process to take advantage of attractive valuations where they arise.



Colchester Global Investors Limited

March 21, 2019

## THE COLCHESTER MULTI-STRATEGY GLOBAL BOND FUND PLC

### DEPOSITARY'S REPORT

We, Northern Trust Fiduciary Services (Ireland) Limited, appointed Depositary to The Colchester Multi-Strategy Global Bond Fund plc (the "Company") provide this report solely in favour of the shareholders of the Company for the financial year from January 1, 2018 to December 31, 2018 ("Annual Accounting Period"). This report is provided in accordance with the UCITS Regulations – European Communities (Undertakings for Collective Investment in Transferable Securities) Regulations 2011 (SI No 352 of 2011), as amended, Directive 2009/65/EU into Irish Law ("the Regulations"). We do not, in the provision of this report, accept nor assume responsibility for any other purpose or person to whom this report is shown.

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

We are of the opinion that the Company has been managed during the financial year, in all material respects:

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



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For and on behalf of

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

March 21, 2019



## INDEPENDENT AUDITOR'S REPORT TO THE SHAREHOLDERS OF THE COLCHESTER MULTI-STRATEGY GLOBAL BOND FUND PLC

### Report on the audit of the financial statements

#### Opinion on the financial statements of The Colchester Multi-Strategy Global Bond Fund PLC ("the company")

In our opinion the financial statements:

- give a true and fair view of the assets, liabilities and financial position of the company as at 31 December 2018 and of the loss for the financial year then ended; and
- have been properly prepared in accordance with the relevant financial reporting framework, the applicable Regulations and, in particular, with the requirements of the Companies Act 2014.

The financial statements we have audited comprise:

- the Statement of Assets and Liabilities;
- the Statement of Operations;
- the Statement of Changes in Net Assets;
- the Statement of Cash Flows; and
- the related notes 1 to 21, including a summary of significant accounting policies as set out in note 2.

The relevant financial reporting framework that has been applied in their preparation is the Companies Act 2014 and Accounting principles generally accepted in the United States of America ("US GAAP") ("the relevant financial reporting framework").

The applicable regulations that have been applied in their preparation is the European Communities (Undertakings for Collective Investment in Transferable Securities) Regulations, 2011 and Central Bank (Supervision and Enforcement) Act 2013 (Section 48(1)) (Undertakings for Collective Investment in Transferable Securities) Regulations, 2015 (as amended) ("the applicable Regulations").

#### Basis for opinion

We conducted our audit in accordance with International Standards on Auditing (Ireland) (ISAs (Ireland)) and applicable law. Our responsibilities under those standards are described below in the "Auditor's responsibilities for the audit of the financial statements" section of our report.

We are independent of the company in accordance with the ethical requirements that are relevant to our audit of the financial statements in Ireland, including the Ethical Standard issued by the Irish Auditing and Accounting Supervisory Authority, and we have fulfilled our other ethical responsibilities in accordance with these requirements. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion.

#### Conclusions relating to going concern

We have nothing to report in respect of the following matters in relation to which ISAs (Ireland) require us to report to you where:

- the directors' use of the going concern basis of accounting in preparation of the financial statements is not appropriate; or
- the directors have not disclosed in the financial statements any identified material uncertainties that may cast significant doubt about the company's ability to continue to adopt the going concern basis of accounting for a period of at least twelve months from the date when the financial statements are authorised for issue.

#### Other information

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

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

We have nothing to report in this regard.

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**INDEPENDENT AUDITOR'S REPORT TO THE SHAREHOLDERS OF  
THE COLCEHSTER MULTI-STRATEGY GLOBAL BOND FUND PLC**

**Responsibilities of directors**

As explained more fully in the Directors' responsibilities statement, the directors are responsible for the preparation of the financial statements and for being satisfied that they give a true and fair view and otherwise comply with the Companies Act 2014, 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.

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

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

As part of an audit in accordance with ISAs (Ireland), we exercise professional judgment 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.
- 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 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 the auditor's report. However, future events or conditions may cause the entity (or where relevant, the group) 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 those charged with governance regarding, among other matters, the planned scope and timing of the audit and significant audit findings, including any significant deficiencies in internal control that the auditor identifies during the audit.

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

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## **INDEPENDENT AUDITOR'S REPORT TO THE SHAREHOLDERS OF THE COLCEHSTER MULTI-STRATEGY GLOBAL BOND FUND PLC**

### **Report on other legal and regulatory requirements**

#### **Opinion on other matters prescribed by the Companies Act 2014**

Based solely on the work undertaken in the course of the audit, we report that:

- We have obtained all the information and explanations which we consider necessary for the purposes of our audit.
- In our opinion the accounting records of the company were sufficient to permit the financial statements to be readily and properly audited.
- The Statement of Assets and Liabilities and its' Statements of Operations are in agreement with the accounting records.
- In our opinion the information given in the directors' report is consistent with the financial statements and the directors' report has been prepared in accordance with the Companies Act 2014.

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

Based on the knowledge and understanding of the company and its environment obtained in the course of the audit, we have not identified material misstatements in the directors' report.

We have nothing to report in respect of the provisions in the Companies Act 2014 which require us to report to you if, in our opinion, the disclosures of directors' remuneration and transactions specified by law are not made.



Christian MacManus  
For and on behalf of Deloitte Ireland LLP  
Chartered Accountants and Statutory Audit Firm  
Deloitte & Touche House, Earlsfort Terrace, Dublin 2

26 March 2019

# THE COLCHESTER MULTI-STRATEGY GLOBAL BOND FUND PLC

## STATEMENT OF ASSETS AND LIABILITIES

AS AT DECEMBER 31, 2018

(expressed in United States dollars)

|  |              | The Colchester<br>Global Real<br>Return Bond Fund<br>2018<br>\$ | The Colchester<br>Local Markets<br>Real Return Bond<br>Fund<br>2018<br>\$ | The Colchester<br>Global Bond Fund<br>2018<br>\$ |
|--|--------------|---|---|--|
| <b>Assets</b>  | <b>Notes</b> |   |   |  |
| Investments at fair value (cost: \$461,206,405;<br>\$2,941,112; \$1,396,619,360) | 14           | 451,230,016   | 2,748,721   | 1,358,498,419                                    |
| Cash   | 3            | 5,112,370   | 31,322  | 9,126,106  |
| Foreign cash (cost: \$819,141; \$27,281; \$9,421,859)                            | 3            | 822,251   | 27,342  | 9,467,351  |
| Margin cash  | 3            | -   | -   | -  |
| Interest receivable  |              | 1,769,877   | 13,389  | 10,553,500                                       |
| Capital shares receivable  |              | -   | -   | 10,000   |
| Spot contracts receivables   |              | -   | -   | 479  |
| Unrealised gain on forward foreign currency contracts                            | 9,14         | 6,561,260   | 14,123  | 16,332,901                                       |
| Unrealised gain on swap contracts  | 9,14         | -   | -   | -  |
|  |              | <u>465,495,774</u>  | <u>2,834,897</u>  | <u>1,403,988,756</u>                             |
| <b>Liabilities</b>   |              |   |   |  |
| Margin cash  | 3            | (1,570,000)   | -   | (1,340,000)                                      |
| Management fees payable  | 4            | (172,654)   | (1,764)   | (708,476)  |
| Spot contract payables   |              | -   | -   | (135)  |
| Other payables   |              | -   | -   | -  |
| Capital shares payable   |              | -   | -   | (1,732,352)                                      |
| Unrealised loss on future contracts  | 9,14         | -   | -   | -  |
| Unrealised loss on forward foreign currency contracts                            | 9,14         | (4,188,337)   | (18,604)  | (14,668,919)                                     |
| Unrealised loss on swap contracts  | 9,14         | -   | -   | -  |
|  |              | <u>(5,930,991)</u>  | <u>(20,368)</u>   | <u>(18,449,882)</u>                              |
|  |              | <u>459,564,783</u>  | <u>2,814,529</u>  | <u>1,385,538,874</u>                             |
| <b>Share capital</b>   |              |   |   |  |
| Share capital  |              | 383,090,774   | 2,500,000   | 1,402,456,090                                    |
| Accumulated earnings   |              | <u>76,474,009</u>   | <u>314,529</u>  | <u>(16,917,216)</u>                              |
|  |              | <u>459,564,783</u>  | <u>2,814,529</u>  | <u>1,385,538,874</u>                             |

The accompanying notes on pages 80 to 185 and the Schedule of Investments on pages 41 to 66 are an integral part of these financial statements.

# THE COLCHESTER MULTI-STRATEGY GLOBAL BOND FUND PLC

## STATEMENT OF ASSETS AND LIABILITIES (Continued)

AS AT DECEMBER 31, 2018

(expressed in United States dollars)

|  |       | The Colchester<br>Local Markets<br>Bond Fund | The Colchester<br>Alpha Fund | The Colchester<br>Global Low<br>Duration Bond<br>Fund |
|--|-------|--|------------------------------|---|
|  |       | 2018   | 2018                         | 2018  |
| Assets   | Notes | \$   | \$                           | \$  |
| Investments at fair value (cost: \$1,537,748,331;<br>\$10,353,096; \$95,011,521) | 14    | 1,427,360,440                                | 9,496,672                    | 94,077,124  |
| Cash   | 3     | 16,940,639                                   | 1,161,175                    | 1,441,106   |
| Foreign cash (cost: \$15,789,325; \$175,803; \$66,001)                           | 3     | 15,930,793                                   | 120,741                      | 706,935   |
| Margin cash  | 3     | -  | 175,981                      | -   |
| Interest receivable  |       | 21,395,317                                   | 86,255                       | 519,148   |
| Capital shares receivable  |       | -  | -                            | -   |
| Spot contracts receivables   |       | -  | -                            | -   |
| Unrealised gain on forward foreign currency contracts                            | 9,14  | 6,661,814                                    | 81,979                       | 833,397   |
| Unrealised gain on swap contracts  | 9,14  | -  | 18,773                       | -   |
|  |       | <u>1,488,289,003</u>                         | <u>11,141,576</u>            | <u>97,577,710</u>                                     |
| <b>Liabilities</b>   |       |  |                              |   |
| Margin cash  | 3     | (3,810,000)                                  | -                            | (380,000)   |
| Management fees payable  | 4     | (931,433)                                    | (5,587)                      | (36,676)  |
| Spot contract payables   |       | -  | -                            | -   |
| Other payables   |       | (4)  | (8,048)                      | (9)   |
| Capital shares payable   |       | -  | -                            | -   |
| Net unrealised loss on future contracts  | 9,14  | -  | (28,017)                     | -   |
| Unrealised loss on forward foreign currency contracts                            | 9,14  | (1,772,758)                                  | (62,298)                     | (275,272)   |
| Unrealised loss on swap contracts  | 9,14  | -  | (15,299)                     | -   |
|  |       | <u>(6,514,195)</u>                           | <u>(119,249)</u>             | <u>(691,957)</u>                                      |
|  |       | <u>1,481,774,808</u>                         | <u>11,022,327</u>            | <u>96,885,753</u>                                     |
| <b>Share capital</b>   |       |  |                              |   |
| Share capital  |       | 1,487,019,733                                | 10,877,397                   | 90,954,682  |
| Accumulated earnings   |       | (5,244,925)                                  | 144,930                      | 5,931,071   |
|  |       | <u>1,481,774,808</u>                         | <u>11,022,327</u>            | <u>96,885,753</u>                                     |

The accompanying notes on pages 80 to 185 and the Schedule of Investments on pages 41 to 66 are an integral part of these financial statements.

# THE COLCHESTER MULTI-STRATEGY GLOBAL BOND FUND PLC

## STATEMENT OF ASSETS AND LIABILITIES (Continued)

AS AT DECEMBER 31, 2018

(expressed in United States dollars)

|   |              | The Colchester<br>Global Bond Fund -<br>130/30 Currency<br>Hedged<br>2018<br>\$ | The Colchester<br>Emerging<br>Markets Bond<br>Fund<br>2018<br>\$ | Total Company<br>2018<br>\$ |
|---|--------------|---|--|-----------------------------|
| <b>Assets</b>   | <b>Notes</b> |   |  |                             |
| Investments at fair value (cost: \$5,150,493;<br>\$4,921,605) | 14           | 5,113,113   | 4,502,456  | 3,353,026,961               |
| Cash  | 3            | 53,208  | 141,886  | 34,007,812                  |
| Foreign cash (cost: \$25,414; \$6,795)                        | 3            | 25,578  | 6,736  | 27,107,727                  |
| Margin cash   | 3            | -   | -  | 175,981                     |
| Interest receivable   |              | 37,678  | 90,703   | 34,465,867                  |
| Capital shares receivable                                     |              | -   | -  | 10,000                      |
| Spot contracts receivables                                    |              | -   | -  | 479                         |
| Unrealised gain on forward foreign currency contrac           | 9,14         | 22,158  | -  | 30,507,632                  |
| Unrealised gain on swap contracts                             | 9,14         | -   | -  | 18,773                      |
|   |              | 5,251,735   | 4,741,781  | 3,479,321,232               |
| <b>Liabilities</b>  |              |   |  |                             |
| Margin cash   | 3            | -   | -  | (7,100,000)                 |
| Management fees payable                                       | 4            | (2,619)   | (3,472)  | (1,862,690)                 |
| Spot contract payables  |              | -   | -  | (135)                       |
| Other payables  |              | (1)   | -  | (8,053)                     |
| Capital shares payable  |              | -   | -  | (1,732,352)                 |
| Net unrealised loss on future contracts                       | 9,14         | -   | -  | (28,017)                    |
| Unrealised loss on forward foreign currency contrac           | 9,14         | (56,778)  | -  | (21,042,966)                |
| Unrealised loss on swap contracts                             | 9,14         | -   | -  | (15,299)                    |
|   |              | (59,398)  | (3,472)  | (31,789,512)                |
|   |              | 5,192,337   | 4,738,309  | 3,447,531,720               |
| <b>Share capital</b>  |              |   |  |                             |
| Share capital   |              | 4,975,320   | 5,019,015  | 3,386,893,011               |
| Accumulated earnings  |              | 217,017   | (280,706)  | 60,638,709                  |
|   |              | 5,192,337   | 4,738,309  | 3,447,531,720               |

The shares in issue as at December 31, 2018 are disclosed in note 7 of the financial statements.

The NAV per share as at December 31, 2018 is disclosed in notes 12 and 13 of the financial statements.

On Behalf of the Board

  
Michael Boyce  
Director

  
Keith Lloyd  
Director

Date: March 21, 2019

The accompanying notes on pages 80 to 185 and the Schedule of Investments on pages 41 to 66 are an integral part of these financial statements.

# THE COLCHESTER MULTI-STRATEGY GLOBAL BOND FUND PLC

## STATEMENT OF ASSETS AND LIABILITIES

AS AT DECEMBER 31, 2017

(expressed in United States dollars)

|  |              | The Colchester<br>Global Real<br>Return Bond Fund<br>2017<br>\$ | The Colchester<br>Local Markets<br>Real Return Bond<br>Fund<br>2017<br>\$ | The Colchester<br>Global Bond Fund<br>2017<br>\$ |
|--|--------------|---|---|--|
| <b>Assets</b>  | <b>Notes</b> |   |   |  |
| Investments at fair value (cost: \$406,663,635;<br>\$2,785,087; \$1,353,226,530) | 14           | 422,238,471   | 2,724,807   | 1,347,667,905                                    |
| Cash   | 3            | 11,312,219  | 53,565  | 54,192,197                                       |
| Foreign cash (cost: \$1,236,976; \$7,040; \$1,755,812)                           | 3            | 1,243,590   | 7,059   | 1,753,591  |
| Margin cash  | 3            | -   | -   | -  |
| Interest receivable  |              | 1,486,664   | 12,504  | 11,857,738                                       |
| Unrealised gain on future contracts  | 9,14         | -   | -   | -  |
| Unrealised gain on forward foreign currency contracts                            | 9,14         | 5,188,749   | 57,265  | 17,989,051                                       |
| Unrealised gain on swap contracts  | 9,14         | -   | -   | -  |
|  |              | <u>441,469,693</u>  | <u>2,855,200</u>  | <u>1,433,460,482</u>                             |
| <b>Liabilities</b>   |              |   |   |  |
| Margin cash  | 3            | (4,330,000)   | -   | (16,250,000)                                     |
| Management fees payable  | 4            | (152,866)   | (1,449)   | (644,742)  |
| Other payables   |              | -   | -   | -  |
| Unrealised loss on forward foreign currency contracts                            | 9,14         | (5,459,728)   | (24,342)  | (16,925,670)                                     |
| Unrealised loss on swap contracts  | 9,14         | -   | -   | -  |
|  |              | <u>(9,942,594)</u>  | <u>(25,791)</u>   | <u>(33,820,412)</u>                              |
|  |              | <u>431,527,099</u>  | <u>2,829,409</u>  | <u>1,399,640,070</u>                             |
| <b>Share capital</b>   |              |   |   |  |
| Share capital  |              | 338,566,520   | 2,500,000   | 1,371,445,071                                    |
| Accumulated earnings   |              | <u>92,960,579</u>   | <u>329,409</u>  | <u>28,194,999</u>                                |
|  |              | <u>431,527,099</u>  | <u>2,829,409</u>  | <u>1,399,640,070</u>                             |

The accompanying notes on pages 80 to 185 and the Schedule of Investments on pages 41 to 66 are an integral part of these financial statements.



# THE COLCHESTER MULTI-STRATEGY GLOBAL BOND FUND PLC

## STATEMENT OF ASSETS AND LIABILITIES (Continued)

AS AT DECEMBER 31, 2017

(expressed in United States dollars)

|   |       | The Colchester<br>Local Markets<br>Bond Fund | The Colchester<br>Alpha Fund | The Colchester<br>Global Low<br>Duration Bond<br>Fund |
|---|-------|--|------------------------------|---|
|   |       | 2017   | 2017                         | 2017  |
| Assets  | Notes | \$   | \$                           | \$  |
| Investments at fair value (cost: \$1,129,918,446;<br>\$9,758,221; \$93,151,553) | 14    | 1,146,124,816                                | 9,319,110                    | 95,228,239  |
| Cash  | 3     | 25,889,547                                   | 1,429,026                    | 2,369,896   |
| Foreign cash (cost: \$5,380,193; \$162,210; \$66,001)                           | 3     | 5,453,169                                    | 58,385                       | 66,281  |
| Margin cash   | 3     | -  | 166,326                      | -   |
| Interest receivable   |       | 15,811,920                                   | 88,267                       | 690,430   |
| Unrealised gain on future contracts   | 9,14  | -  | 22,332                       | -   |
| Unrealised gain on forward foreign currency contracts                           | 9,14  | 11,942,833                                   | 84,337                       | 690,252   |
| Unrealised gain on swap contracts   | 9,14  | -  | 22,367                       | -   |
|   |       | <u>1,205,222,285</u>                         | <u>11,190,150</u>            | <u>99,045,098</u>                                     |
| <b>Liabilities</b>  |       |  |                              |   |
| Margin cash   | 3     | (7,650,000)                                  | -                            | (30,000)  |
| Management fees payable   | 4     | (566,793)                                    | (5,225)                      | (34,769)  |
| Other payables  |       | (2,455)                                      | -                            | -   |
| Unrealised loss on forward foreign currency contracts                           | 9,14  | (4,799,276)                                  | (187,031)                    | (1,328,704)   |
| Unrealised loss on swap contracts   | 9,14  | -  | (8,175)                      | -   |
|   |       | <u>(13,018,524)</u>                          | <u>(200,431)</u>             | <u>(1,393,473)</u>                                    |
|   |       | <u>1,192,203,761</u>                         | <u>10,989,719</u>            | <u>97,651,625</u>                                     |
| <b>Share capital</b>  |       |  |                              |   |
| Share capital   |       | 1,128,301,015                                | 10,856,290                   | 90,859,430  |
| Accumulated earnings  |       | 63,902,746                                   | 133,429                      | 6,792,195   |
|   |       | <u>1,192,203,761</u>                         | <u>10,989,719</u>            | <u>97,651,625</u>                                     |

The accompanying notes on pages 80 to 185 and the Schedule of Investments on pages 41 to 66 are an integral part of these financial statements.

# THE COLCHESTER MULTI-STRATEGY GLOBAL BOND FUND PLC

## STATEMENT OF ASSETS AND LIABILITIES (Continued)

AS AT DECEMBER 31, 2017

(expressed in United States dollars)

|  |       | The Colchester<br>Global Bond Fund · The Colchester<br>130/30 Currency Hedged Emerging Markets<br>Bond Fund |                  | Total Company        |
|--|-------|---|------------------|----------------------|
|  |       | 2017  | 2017             |                      |
| Assets   | Notes | \$  | \$               | \$                   |
| Investments at fair value (cost: \$11,064,075;<br>\$4,889,508) | 14    | 11,174,708  | 4,912,683        | 3,039,390,739        |
| Cash   | 3     | 213,869   | 40,707           | 95,501,026           |
| Foreign cash (cost: \$13,526; \$14,274)                        | 3     | 13,611  | 14,459           | 8,610,145            |
| Margin cash  | 3     | 80,000  | -                | 246,326              |
| Interest receivable  |       | 90,260  | 80,441           | 30,118,224           |
| Unrealised gain on future contracts                            | 9,14  | -   | -                | 22,332               |
| Unrealised gain on forward foreign currency contracts          | 9,14  | 45,557  | -                | 35,998,044           |
| Unrealised gain on swap contracts                              | 9,14  | -   | -                | 22,367               |
|  |       | <u>11,618,005</u>   | <u>5,048,290</u> | <u>3,209,909,203</u> |
| <b>Liabilities</b>   |       |   |                  |                      |
| Margin cash  | 3     | -   | -                | (28,260,000)         |
| Management fees payable  | 4     | (5,447)   | (1,859)          | (1,413,150)          |
| Other payables   |       | -   | -                | (2,455)              |
| Unrealised loss on forward foreign currency contracts          | 9,14  | (210,756)   | -                | (28,935,507)         |
| Unrealised loss on swap contracts                              | 9,14  | -   | -                | (8,175)              |
|  |       | <u>(216,203)</u>  | <u>(1,859)</u>   | <u>(58,619,287)</u>  |
|  |       | <u>11,401,802</u>   | <u>5,046,431</u> | <u>3,151,289,916</u> |
| <b>Share capital</b>   |       |   |                  |                      |
| Share capital  |       | 11,296,218  | 5,013,317        | 2,958,837,861        |
| Accumulated earnings   |       | 105,584   | 33,114           | 192,452,055          |
|  |       | <u>11,401,802</u>   | <u>5,046,431</u> | <u>3,151,289,916</u> |

The shares in issue as at December 31, 2017 are disclosed in note 7 of the financial statements.

The NAV per share as at December 31, 2017 is disclosed in notes 12 and 13 of the financial statements.

The accompanying notes on pages 80 to 185 and the Schedule of Investments on pages 41 to 66 are an integral part of these financial statements.



# THE COLCHESTER MULTI-STRATEGY GLOBAL BOND FUND PLC

## STATEMENT OF OPERATIONS

FOR THE FINANCIAL YEAR ENDED DECEMBER 31, 2018

(expressed in United States dollars)

|   |    | The Colchester<br>Global Real<br>Return Bond Fund<br>2018<br>\$ | The Colchester<br>Local Markets<br>Real Return Bond<br>Fund<br>2018<br>\$ | The Colchester<br>Global Bond Fund<br>2018<br>\$ |
|---|----|---|---|--|
| <b>Income</b>   |    |   |   |  |
| Interest income (net of withholding tax \$124,681;<br>\$4,143; \$296,231)   |    | 10,517,214  | 186,410   | 36,637,288                                       |
|   |    | <u>10,517,214</u>   | <u>186,410</u>  | <u>36,637,288</u>                                |
| <b>Expenses</b>   |    |   |   |  |
| Management fees   | 4  | (2,030,549)   | (18,847)  | (8,802,138)                                      |
| Operations fees   |    | (1,032)   | -   | (7,639)  |
| Other expenses  |    | (1,629)   | (9)   | (4,905)  |
|   |    | <u>(2,033,210)</u>  | <u>(18,856)</u>   | <u>(8,814,682)</u>                               |
| Net investment income   |    | <u>8,484,004</u>  | <u>167,554</u>  | <u>27,822,606</u>                                |
| <b>Change in realised and unrealised losses on<br/>investments, foreign currency and derivative<br/>contracts</b> |    |   |   |  |
| Net realised gain/(loss) on investments, foreign<br>currency and derivative contracts                             |    | 53,347  | 67,012  | (39,879,027)                                     |
| Net change in unrealised loss on investments, foreign<br>currency and derivative contracts                        |    | (25,005,133)  | (249,127)   | (32,770,265)                                     |
|   |    | <u>(24,951,786)</u>   | <u>(182,115)</u>  | <u>(72,649,292)</u>                              |
| <b>Finance costs</b>  |    |   |   |  |
| Distributions   | 18 | -   | -   | (3,441)  |
|   |    | <u>-</u>  | <u>-</u>  | <u>(3,441)</u>                                   |
| <b>Other tax</b>  |    |   |   |  |
| Capital gains tax   |    | (18,788)  | (319)   | (282,088)  |
|   |    | <u>(18,788)</u>   | <u>(319)</u>  | <u>(282,088)</u>                                 |
| Net decrease in net assets resulting from operations  |    | <u>(16,486,570)</u>   | <u>(14,880)</u>   | <u>(45,112,215)</u>                              |

The accompanying notes on pages 80 to 185 and the Schedule of Investments on pages 41 to 66 are an integral part of these financial statements.

# THE COLCHESTER MULTI-STRATEGY GLOBAL BOND FUND PLC

## STATEMENT OF OPERATIONS (Continued)

**FOR THE FINANCIAL YEAR ENDED DECEMBER 31, 2018**  
(expressed in United States dollars)

|   |       | The Colchester<br>Local Markets<br>Bond Fund | The Colchester<br>Alpha Fund | The Colchester<br>Global Low<br>Duration Bond<br>Fund |
|---|-------|--|------------------------------|---|
|   |       | 2018   | 2018                         | 2018  |
|   | Notes | \$   | \$                           | \$  |
| <b>Income</b>   |       |  |                              |   |
| Interest income (net of withholding tax of \$2,002,878; \$11,206; \$45,448)                               |       | 87,963,430                                   | 350,742                      | 2,733,890   |
|   |       | <u>87,963,430</u>                            | <u>350,742</u>               | <u>2,733,890</u>                                      |
| <b>Expenses</b>   |       |  |                              |   |
| Management fees   | 4     | (9,944,402)                                  | (67,056)                     | (442,387)   |
| Operations fees   |       | (21,881)                                     | -                            | (47)  |
| Other expenses  |       | (5,628)                                      | (588)                        | (325)   |
|   |       | <u>(9,971,911)</u>                           | <u>(67,793)</u>              | <u>(442,759)</u>                                      |
| Net investment income   |       | <u>77,991,519</u>                            | <u>282,949</u>               | <u>2,291,131</u>                                      |
| <b>Change in realised and unrealised losses on investments, foreign currency and derivative contracts</b> |       |  |                              |   |
| Net realised (loss)/gain on investments, foreign currency and derivative contracts                        |       | (17,010,246)                                 | 101,740                      | (903,764)   |
| Net change in unrealised loss on investments, foreign currency and derivative contracts                   |       | (129,152,813)                                | (370,066)                    | (2,236,062)   |
|   |       | <u>(146,163,059)</u>                         | <u>(268,326)</u>             | <u>(3,139,826)</u>                                    |
| <b>Finance costs</b>  |       |  |                              |   |
| Distributions   | 18    | (528,312)                                    | -                            | -   |
|   |       | <u>(528,312)</u>                             | <u>-</u>                     | <u>-</u>  |
| <b>Other tax</b>  |       |  |                              |   |
| Capital gains tax   |       | (447,819)                                    | (3,122)                      | (12,429)  |
|   |       | <u>(447,819)</u>                             | <u>(3,122)</u>               | <u>(12,429)</u>                                       |
| Net (decrease)/increase in net assets resulting from operations   |       | <u>(69,147,671)</u>                          | <u>11,501</u>                | <u>(861,124)</u>                                      |

The accompanying notes on pages 80 to 185 and the Schedule of Investments on pages 41 to 66 are an integral part of these financial statements.

# THE COLCHESTER MULTI-STRATEGY GLOBAL BOND FUND PLC

## STATEMENT OF OPERATIONS (Continued)

**FOR THE FINANCIAL YEAR ENDED DECEMBER 31, 2018**  
(expressed in United States dollars)

|   |       | The Colchester<br>Global Bond Fund ·<br>130/30 Currency<br>Hedged<br>2018<br>\$ | The Colchester<br>Emerging Markets<br>Bond Fund<br>2018<br>\$ | Total Company<br>2018<br>\$ |
|---|-------|---|---|-----------------------------|
|   | Notes |   |   |                             |
| <b>Income</b>   |       |   |   |                             |
| Interest income (net of withholding tax of \$2,341; \$Nil)  |       | 239,462   | 263,761   | 138,892,197                 |
|   |       | <u>239,462</u>  | <u>263,761</u>  | <u>138,892,197</u>          |
| <b>Expenses</b>   |       |   |   |                             |
| Management fees   | 4     | (61,194)  | (36,504)  | (21,403,077)                |
| Operations fees   |       | (14)  | -   | (30,613)                    |
| Other expenses  |       | (35)  | (15)  | (13,134)                    |
|   |       | <u>(61,243)</u>   | <u>(36,519)</u>   | <u>(21,446,973)</u>         |
| Net investment income   |       | <u>178,219</u>  | <u>227,242</u>  | <u>117,445,224</u>          |
| <b>Change in realised and unrealised losses on investments, foreign currency and derivative contracts</b> |       |   |   |                             |
| Net realised (loss)/gain on investments, foreign currency and derivative contracts                        |       | (36,349)  | (97,932)  | (57,705,219)                |
| Net change in unrealised loss on investments, foreign currency and derivative contracts                   |       | (28,978)  | (443,130)   | (190,255,574)               |
|   |       | <u>(65,327)</u>   | <u>(541,062)</u>  | <u>(247,960,793)</u>        |
| <b>Finance costs</b>  |       |   |   |                             |
| Distributions   | 18    | -   | -   | (531,753)                   |
|   |       | <u>-</u>  | <u>-</u>  | <u>(531,753)</u>            |
| <b>Other tax</b>  |       |   |   |                             |
| Capital gains tax   |       | (1,459)   | -   | (766,024)                   |
|   |       | <u>(1,459)</u>  | <u>-</u>  | <u>(766,024)</u>            |
| Net increase/(decrease) in net assets resulting from operations   |       | <u>111,433</u>  | <u>(313,820)</u>  | <u>(131,813,346)</u>        |

The Company had no recognised gains or losses in the financial year other than those dealt with in the Statement of Operations. Gains and losses arose solely from continuing operations.

The accompanying notes on pages 80 to 185 and the Schedule of Investments on pages 41 to 66 are an integral part of these financial statements.

# THE COLCHESTER MULTI-STRATEGY GLOBAL BOND FUND PLC

## STATEMENT OF OPERATIONS

FOR THE FINANCIAL YEAR ENDED DECEMBER 31, 2017

(expressed in United States dollars)

|  |   | The Colchester<br>Global Real<br>Return Bond Fund<br>2017<br>\$ | The Colchester<br>Local Markets<br>Real Return Bond<br>Fund<br>2017<br>\$ | The Colchester<br>Global Bond Fund<br>2017<br>\$ |
|--|---|---|---|--|
| <b>Income</b>  |   |   |   |  |
| Interest income (net of withholding tax \$193,345;<br>\$8,327; \$1,181,610)                                      |   | 7,154,288   | 188,003   | 37,382,155                                       |
|  |   | <u>7,154,288</u>  | <u>188,003</u>  | <u>37,382,155</u>                                |
| <b>Expenses</b>  |   |   |   |  |
| Management fees  | 4 | (1,468,302)   | (18,052)  | (7,892,365)                                      |
| Operations fees  |   | (3,871)   | (5)   | (5,956)  |
| Other expenses   |   | (1,987)   | (16)  | (7,414)  |
|  |   | <u>(1,474,160)</u>  | <u>(18,073)</u>   | <u>(7,905,735)</u>                               |
| Net investment income  |   | <u>5,680,128</u>  | <u>169,930</u>  | <u>29,476,420</u>                                |
| <b>Change in realised and unrealised gains on<br/>investments, foreign currency and derivative<br/>contracts</b> |   |   |   |  |
| Net realised gain/(loss) on investments, foreign<br>currency and derivative contracts                            |   | 3,002,250   | (131,421)   | (21,934,562)                                     |
| Net change in unrealised gain on investments, foreign<br>currency and derivative contracts                       |   | 23,008,384  | 205,817   | 114,095,790                                      |
|  |   | <u>26,010,634</u>   | <u>74,396</u>   | <u>92,161,228</u>                                |
| Net increase in net assets resulting from operations   |   | <u>31,690,762</u>   | <u>244,326</u>  | <u>121,637,648</u>                               |

The accompanying notes on pages 80 to 185 and the Schedule of Investments on pages 41 to 66 are an integral part of these financial statements.

# THE COLCHESTER MULTI-STRATEGY GLOBAL BOND FUND PLC

## STATEMENT OF OPERATIONS (Continued)

**FOR THE FINANCIAL YEAR ENDED DECEMBER 31, 2017**  
(expressed in United States dollars)

|  |       | The Colchester<br>Local Markets<br>Bond Fund | The Colchester<br>Alpha Fund | The Colchester<br>Global Low<br>Duration Bond<br>Fund |
|--|-------|--|------------------------------|---|
|  |       | 2017   | 2017                         | 2017  |
|  | Notes | \$   | \$                           | \$  |
| <b>Income</b>  |       |  |                              |   |
| Interest income (net of withholding tax of \$3,689,506;<br>\$15,661; \$170,630 )                                 |       | 59,234,820                                   | 357,228                      | 1,036,257   |
|  |       | <u>59,234,820</u>                            | <u>357,228</u>               | <u>1,036,257</u>                                      |
| <b>Expenses</b>  |       |  |                              |   |
| Management fees  | 4     | (5,662,358)                                  | (64,966)                     | (430,622)   |
| Operations fees  |       | (26,176)                                     | (243)                        | (4)   |
| Other expenses   |       | (5,302)                                      | (683)                        | (539)   |
|  |       | <u>(5,693,836)</u>                           | <u>(65,892)</u>              | <u>(431,165)</u>                                      |
| Net investment income  |       | <u>53,540,984</u>                            | <u>291,336</u>               | <u>605,092</u>  |
| <b>Change in realised and unrealised gains on<br/>investments, foreign currency and derivative<br/>contracts</b> |       |  |                              |   |
| Net realised gain/(loss) on investments, foreign<br>currency and derivative contracts                            |       | 9,573,345                                    | (577,478)                    | 598,653   |
| Net change in unrealised gain on investments, foreign<br>currency and derivative contracts                       |       | 52,705,415                                   | 681,976                      | 4,131,922   |
|  |       | <u>62,278,760</u>                            | <u>104,498</u>               | <u>4,730,575</u>                                      |
| Net increase in net assets resulting from operations   |       | <u>115,819,744</u>                           | <u>395,834</u>               | <u>5,335,667</u>                                      |

The accompanying notes on pages 80 to 185 and the Schedule of Investments on pages 41 to 66 are an integral part of these financial statements.

# THE COLCHESTER MULTI-STRATEGY GLOBAL BOND FUND PLC

## STATEMENT OF OPERATIONS (Continued)

FOR THE FINANCIAL YEAR ENDED DECEMBER 31, 2017

(expressed in United States dollars)

|  |       | The Colchester<br>Global Bond Fund ·<br>130/30 Currency<br>Hedged<br>2017<br>\$ | The Colchester<br>Emerging Markets<br>Bond Fund<br>2017<br>\$ | Total Company<br>2017<br>\$ |
|--|-------|---|---|-----------------------------|
|  | Notes |   |   |                             |
| <b>Income</b>  |       |   |   |                             |
| Interest income (net of withholding tax of \$8,331; \$Nil)   |       | 222,478   | 10,847  | 105,586,076                 |
|  |       | <u>222,478</u>  | <u>10,847</u>   | <u>105,586,076</u>          |
| <b>Expenses</b>  |       |   |   |                             |
| Management fees  | 4     | (53,864)  | (1,859)   | (15,592,388)                |
| Operations fees  |       | (26)  | -   | (36,281)                    |
| Other expenses   |       | (55)  | -   | (15,996)                    |
|  |       | <u>(53,945)</u>   | <u>(1,859)</u>  | <u>(15,644,665)</u>         |
| Net investment income  |       | <u>168,533</u>  | <u>8,988</u>  | <u>89,941,411</u>           |
| <b>Change in realised and unrealised gains on investments, foreign currency and derivative contracts</b> |       |   |   |                             |
| Net realised (loss)/gain on investments, foreign currency and derivative contracts                       |       | (219,371)   | 640   | (9,687,944)                 |
| Net change in unrealised gain on investments, foreign currency and derivative contracts                  |       | 249,310   | 23,486  | 195,102,100                 |
|  |       | <u>29,939</u>   | <u>24,126</u>   | <u>185,414,156</u>          |
| Net increase in net assets resulting from operations   |       | <u>198,472</u>  | <u>33,114</u>   | <u>275,355,567</u>          |

The accompanying notes on pages 80 to 185 and the Schedule of Investments on pages 41 to 66 are an integral part of these financial statements.

# THE COLCHESTER MULTI-STRATEGY GLOBAL BOND FUND PLC

## STATEMENT OF CHANGES IN NET ASSETS

FOR THE FINANCIAL YEAR ENDED DECEMBER 31, 2018

(expressed in United States dollars)

|   |   | The Colchester<br>Global Real<br>Return Bond Fund<br>2018<br>\$ | The Colchester<br>Local Markets<br>Real Return Bond<br>Fund<br>2018<br>\$ | The Colchester<br>Global Bond Fund<br>2018<br>\$ |
|---|---|---|---|--|
| Notes   |   |   |   |  |
| <b>Net decrease in net assets resulting from operations:</b>                            |   |   |   |  |
| Net investment income   |   | 8,484,004   | 167,554   | 27,822,606                                       |
| Net realised gain/ (loss) on investments, foreign currency and derivative contracts     |   | 53,347  | 67,012  | (39,879,027)                                     |
| Net change in unrealised loss on investments, foreign currency and derivative contracts |   | (25,005,133)  | (249,127)   | (32,770,265)                                     |
|   |   | <u>(16,467,782)</u>   | <u>(14,561)</u>   | <u>(44,826,686)</u>                              |
| <b>Net increase in net assets from capital transactions:</b>                            |   |   |   |  |
| Proceeds on issuance of shares  | 7 | 76,215,615  | -   | 218,342,765                                      |
| Payments on redemption of shares  | 7 | (31,691,361)  | -   | (187,331,746)                                    |
|   |   | <u>44,524,254</u>   | <u>-</u>  | <u>31,011,019</u>                                |
| <b>Net decrease in net assets from financing activities and other tax:</b>              |   |   |   |  |
| Distributions   |   | -   | -   | (3,441)  |
| Capital gains tax   |   | (18,788)  | (319)   | (282,088)  |
|   |   | <u>(18,788)</u>   | <u>(319)</u>  | <u>(285,529)</u>                                 |
| Net increase/(decrease) in net assets   |   | 28,037,684  | (14,880)  | (14,101,196)                                     |
| Net assets at the beginning of the financial year                                       |   | <u>431,527,099</u>  | <u>2,829,409</u>  | <u>1,399,640,070</u>                             |
| <b>Net assets at the end of the financial year</b>                                      |   | <u><u>459,564,783</u></u>                                       | <u><u>2,814,529</u></u>   | <u><u>1,385,538,874</u></u>                      |

The accompanying notes on pages 80 to 185 and the Schedule of Investments on pages 41 to 66 are an integral part of these financial statements.

# THE COLCHESTER MULTI-STRATEGY GLOBAL BOND FUND PLC

## STATEMENT OF CHANGES IN NET ASSETS (Continued)

FOR THE FINANCIAL YEAR ENDED DECEMBER 31, 2018

(expressed in United States dollars)

|   |       | The Colchester<br>Local Markets<br>Bond Fund<br>2018<br>\$ | The Colchester<br>Alpha Fund<br>2018<br>\$ | The Colchester<br>Global Low<br>Duration Bond<br>Fund<br>2018<br>\$ |
|---|-------|--|--|---|
|   | Notes |  |  |   |
| <b>Net (decrease)/increase in net assets resulting from operations:</b>                 |       |  |  |   |
| Net investment income   |       | 77,991,519   | 282,949                                    | 2,291,131   |
| Net realised (loss)/gain on investments, foreign currency and derivative contracts      |       | (17,010,246)   | 101,740                                    | (903,764)   |
| Net change in unrealised loss on investments, foreign currency and derivative contracts |       | (129,152,813)  | (370,066)                                  | (2,236,062)   |
|   |       | (68,171,540)   | 14,623                                     | (848,695)   |
| <b>Net increase in net assets from capital transactions:</b>                            |       |  |  |   |
| Proceeds on issuance of shares  | 7     | 895,141,828  | 21,107                                     | 95,252  |
| Payments on redemption of shares  | 7     | (536,423,110)  | -  | -   |
|   |       | 358,718,718  | 21,107                                     | 95,252  |
| <b>Net decrease in net assets from financing activities and other tax:</b>              |       |  |  |   |
| Distributions   |       | (528,312)  | -  | -   |
| Capital gains tax   |       | (447,819)  | (3,122)                                    | (12,429)  |
|   |       | (976,131)  | (3,122)                                    | (12,429)  |
| Net increase/(decrease) in net assets   |       | 289,571,047  | 32,608                                     | (765,872)   |
| Net assets at the beginning of the financial year                                       |       | 1,192,203,761  | 10,989,719                                 | 97,651,625  |
| <b>Net assets at the end of the financial year</b>                                      |       | <b>1,481,774,808</b>                                       | <b>11,022,327</b>                          | <b>96,885,753</b>   |

The accompanying notes on pages 80 to 185 and the Schedule of Investments on pages 41 to 66 are an integral part of these financial statements.



# THE COLCHESTER MULTI-STRATEGY GLOBAL BOND FUND PLC

## STATEMENT OF CHANGES IN NET ASSETS (Continued)

FOR THE FINANCIAL YEAR ENDED DECEMBER 31, 2018

(expressed in United States dollars)

|   |       | The Colchester<br>Global Bond Fund ·<br>130/30 Currency<br>Hedged<br>2018<br>\$ | The Colchester<br>Emerging Markets<br>Bond Fund<br>2018<br>\$ | Total Company<br>2018<br>\$ |
|---|-------|---|---|-----------------------------|
|   | Notes |   |   |                             |
| <b>Net increase/(decrease) in net assets resulting from operations:</b>                 |       |   |   |                             |
| Net investment income   |       | 178,219   | 227,242   | 117,445,224                 |
| Net realised loss on investments, foreign currency and derivative contracts             |       | (36,349)  | (97,932)  | (57,705,219)                |
| Net change in unrealised loss on investments, foreign currency and derivative contracts |       | (28,978)  | (443,130)   | (190,255,574)               |
|   |       | 112,892   | (313,820)   | (130,515,569)               |
| <b>Net (decrease)/increase in net assets from capital transactions:</b>                 |       |   |   |                             |
| Proceeds on issuance of shares  | 7     | 500,000   | 5,698   | 1,190,322,265               |
| Payments on redemption of shares  | 7     | (6,820,898)   | -   | (762,267,115)               |
|   |       | (6,320,898)   | 5,698   | 428,055,150                 |
| <b>Net decrease in net assets from financing activities and other tax:</b>              |       |   |   |                             |
| Distributions   |       | -   | -   | (531,753)                   |
| Capital gains tax   |       | (1,459)   | -   | (766,024)                   |
|   |       | (1,459)   | -   | (1,297,777)                 |
| Net (decrease)/increase in net assets   |       | (6,209,465)   | (308,122)   | 296,241,804                 |
| Net assets at the beginning of the financial year                                       |       | 11,401,802  | 5,046,431   | 3,151,289,916               |
| <b>Net assets at the end of the financial year</b>                                      |       | <b>5,192,337</b>  | <b>4,738,309</b>  | <b>3,447,531,720</b>        |

The accompanying notes on pages 80 to 185 and the Schedule of Investments on pages 41 to 66 are an integral part of these financial statements.

# THE COLCHESTER MULTI-STRATEGY GLOBAL BOND FUND PLC

## STATEMENT OF CHANGES IN NET ASSETS

FOR THE FINANCIAL YEAR ENDED DECEMBER 31, 2017

(expressed in United States dollars)

|  |   | The Colchester<br>Global Real<br>Return Bond Fund<br>2017<br>Notes | The Colchester<br>Local Markets<br>Real Return Bond<br>Fund<br>2017 | The Colchester<br>Global Bond Fund<br>2017 |
|--|---|--|---|--|
|  |   | \$   | \$  | \$   |
| <b>Net increase in net assets resulting from operations:</b>                               |   |  |   |  |
| Net investment income  |   | 5,680,128  | 169,930   | 29,476,420                                 |
| Net realised gain/(loss) on investments, foreign<br>currency and derivative contracts      |   | 3,002,250  | (131,421)   | (21,934,562)                               |
| Net change in unrealised gain on investments, foreign<br>currency and derivative contracts |   | 23,008,384   | 205,817   | 114,095,790                                |
|  |   | <u>31,690,762</u>  | <u>244,326</u>  | <u>121,637,648</u>                         |
| <b>Net increase in net assets from capital transactions:</b>                               |   |  |   |  |
| Proceeds on issuance of shares   | 7 | 224,151,428  | -   | 214,847,568                                |
| Payments on redemption of shares   | 7 | (28,014,655)   | -   | (192,134,533)                              |
|  |   | <u>196,136,773</u>   | <u>-</u>  | <u>22,713,035</u>                          |
| Net increase in net assets   |   | 227,827,535  | 244,326   | 144,350,683                                |
| Net assets at the beginning of the financial year  |   | <u>203,699,564</u>   | <u>2,585,083</u>  | <u>1,255,289,387</u>                       |
| <b>Net assets at the end of the financial year</b>   |   | <u><u>431,527,099</u></u>  | <u><u>2,829,409</u></u>   | <u><u>1,399,640,070</u></u>                |

The accompanying notes on pages 80 to 185 and the Schedule of Investments on pages 41 to 66 are an integral part of these financial statements.

# THE COLCHESTER MULTI-STRATEGY GLOBAL BOND FUND PLC

## STATEMENT OF CHANGES IN NET ASSETS (Continued)

FOR THE FINANCIAL YEAR ENDED DECEMBER 31, 2017  
(expressed in United States dollars)

|  |   | The Colchester<br>Local Markets<br>Bond Fund | The Colchester<br>Alpha Fund | The Colchester<br>Global Low<br>Duration Bond<br>Fund |
|--|---|--|------------------------------|---|
|  |   | 2017   | 2017                         | 2017  |
| Notes  |   | \$   | \$                           | \$  |
| <b>Net increase in net assets resulting from operations:</b> |   |  |                              |   |
|  |   | 53,540,984                                   | 291,336                      | 605,092   |
|  |   | 9,573,345                                    | (577,478)                    | 598,653   |
|  |   | 52,705,415                                   | 681,976                      | 4,131,922   |
|  |   | 115,819,744                                  | 395,834                      | 5,335,667   |
| <b>Net increase in net assets from capital transactions:</b> |   |  |                              |   |
|  | 7 | 627,797,467                                  | 11,895                       | 91,753  |
|  | 7 | (152,005,992)                                | -                            | -   |
|  |   | 475,791,475                                  | 11,895                       | 91,753  |
|  |   | 591,611,219                                  | 407,729                      | 5,427,420   |
|  |   | 600,592,542                                  | 10,581,990                   | 92,224,205  |
|  |   | 1,192,203,761                                | 10,989,719                   | 97,651,625  |

The accompanying notes on pages 80 to 185 and the Schedule of Investments on pages 41 to 66 are an integral part of these financial statements.

# THE COLCHESTER MULTI-STRATEGY GLOBAL BOND FUND PLC

## STATEMENT OF CHANGES IN NET ASSETS (Continued)

FOR THE FINANCIAL YEAR ENDED DECEMBER 31, 2017

(expressed in United States dollars)

|  |       | The Colchester<br>Global Bond Fund ·<br>130/30 Currency<br>Hedged<br>2017<br>\$ | The Colchester<br>Emerging Markets<br>Bond Fund*<br>2017<br>\$ | Total Company<br>2017<br>\$ |
|--|-------|---|--|-----------------------------|
|  | Notes |   |  |                             |
| <b>Net increase in net assets resulting from operations:</b>                               |       |   |  |                             |
| Net investment income  |       | 168,533   | 8,988  | 89,941,411                  |
| Net realised (loss)/gain on investments, foreign<br>currency and derivative contracts      |       | (219,371)   | 640  | (9,687,944)                 |
| Net change in unrealised gain on investments, foreign<br>currency and derivative contracts |       | 249,310   | 23,486   | 195,102,100                 |
|  |       | 198,472   | 33,114   | 275,355,567                 |
| <b>Net increase in net assets from capital transactions:</b>                               |       |   |  |                             |
| Proceeds on issuance of shares   | 7     | 6,381,210   | 5,013,317  | 1,078,294,638               |
| Payments on redemption of shares   | 7     | (300,000)   | -  | (372,455,180)               |
|  |       | 6,081,210   | 5,013,317  | 705,839,458                 |
| Net increase in net assets   |       | 6,279,682   | 5,046,431  | 981,195,025                 |
| Net assets at the beginning of the financial year  |       | 5,122,120   | -  | 2,170,094,891               |
| <b>Net assets at the end of the financial year</b>   |       | <b>11,401,802</b>   | <b>5,046,431</b>   | <b>3,151,289,916</b>        |

\* The Colchester Emerging Markets Bond Fund launched on December 11, 2017.

The accompanying notes on pages 80 to 185 and the Schedule of Investments on pages 41 to 66 are an integral part of these financial statements.

# THE COLCHESTER MULTI-STRATEGY GLOBAL BOND FUND PLC

## STATEMENT OF CASH FLOWS

FOR THE FINANCIAL YEAR ENDED DECEMBER 31, 2018

(expressed in United States dollars)

|  | The Colchester<br>Global Real<br>Return Bond Fund<br>2018<br>\$ | The Colchester<br>Local Markets<br>Real Return Bond<br>Fund<br>2018<br>\$ | The Colchester<br>Global Bond Fund<br>2018<br>\$ |
|--|---|---|--|
| <b>Cash flows from operating activities:</b>   |   |   |  |
| Net decrease in net assets resulting from operations   | (16,486,570)  | (14,880)  | (45,112,215)                                     |
| <b>Adjustments to reconcile net decrease in net assets resulting from operations to net cash used in operating activities:</b> |   |   |  |
| Purchase of investments  | (97,745,527)  | (566,287)   | (471,300,251)                                    |
| Proceeds from sale of investments  | 45,526,507  | 414,060   | 409,192,111                                      |
| Net change in unrealised gain on investments, foreign currency and derivative contracts  | 24,972,521  | 249,093   | 32,467,314                                       |
| Net realised (loss)/gain on investments, foreign currency and derivative contracts   | (4,388,948)   | (83,376)  | 18,209,711                                       |
| Distributions  | -   | -   | 3,441  |
| (Increase)/decrease in interest receivable   | (283,213)   | (885)   | 1,304,238  |
| Increase in spot contracts receivable  | -   | -   | (479)  |
| Increase in management and operations fees payable   | 19,788  | 315   | 63,734   |
| Increase in spot contracts payable   | -   | -   | 135  |
| <b>Net cash used in operating activities</b>   | <b>(48,385,442)</b>   | <b>(1,960)</b>  | <b>(55,172,261)</b>                              |
| <b>Cash flows from financing activities:</b>   |   |   |  |
| Proceeds on issuance of shares   | 76,215,615  | -   | 218,332,765                                      |
| Payments on redemption of shares   | (31,691,361)  | -   | (185,599,394)                                    |
| Distributions paid   | -   | -   | (3,441)  |
| <b>Net cash provided by financing activities</b>   | <b>44,524,254</b>   | <b>-</b>  | <b>32,729,930</b>                                |
| Net decrease in cash, foreign cash and margin cash   | (3,861,188)   | (1,960)   | (22,442,331)                                     |
| Cash, foreign cash and margin cash at beginning of the financial year  | 8,225,809   | 60,624  | 39,695,788                                       |
| Cash, foreign cash and margin cash at end of the financial year  | 4,364,621   | 58,664  | 17,253,457                                       |

The accompanying notes on pages 80 to 185 and the Schedule of Investments on pages 41 to 66 are an integral part of these financial statements.

# THE COLCHESTER MULTI-STRATEGY GLOBAL BOND FUND PLC

## STATEMENT OF CASH FLOWS (Continued)

**FOR THE FINANCIAL YEAR ENDED DECEMBER 31, 2018**  
(expressed in United States dollars)

|   | The Colchester<br>Local Markets<br>Bond Fund<br>2018<br>\$ | The Colchester<br>Alpha Fund<br>2018<br>\$ | The Colchester<br>Global Low<br>Duration Bond<br>Fund<br>2018<br>\$ |
|---|--|--|---|
| <b>Cash flows from operating activities:</b>  |  |  |   |
| Net (decrease)/increase in net assets resulting from operations   | (69,147,671)   | 11,501                                     | (861,124)   |
| <b>Adjustments to reconcile net (decrease)/increase in net assets resulting from operations to net cash used in operating activities:</b> |  |  |   |
| Purchase of investments   | (774,963,474)  | (7,327,671)                                | (35,036,976)  |
| Proceeds from sale of investments   | 352,956,310  | 6,686,736                                  | 32,382,032  |
| Net change in unrealised gain on investments, foreign currency and derivative contracts   | 128,848,764  | 361,328                                    | 2,209,928   |
| Net realised gain on investments, foreign currency and derivative contracts   | 14,177,277   | 40,737                                     | 399,554   |
| Distributions   | 528,312  | -  | -   |
| (Increase)/decrease in interest receivable  | (5,583,397)  | 2,012                                      | 171,282   |
| Increase in management and operations fees payable  | 362,189  | 8,410                                      | 1,916   |
| <b>Net cash used in operating activities</b>  | <b>(352,821,690)</b>                                       | <b>(216,947)</b>                           | <b>(733,388)</b>  |
| <b>Cash flows from financing activities:</b>  |  |  |   |
| Proceeds on issuance of shares  | 895,141,828  | 21,107                                     | 95,252  |
| Payments on redemption of shares  | (536,423,110)  | -  | -   |
| Distributions paid  | (528,312)  | -  | -   |
| <b>Net cash provided by financing activities</b>  | <b>358,190,406</b>   | <b>21,107</b>                              | <b>95,252</b>   |
| Net increase/(decrease) in cash, foreign cash and margin cash   | 5,368,716  | (195,840)                                  | (638,136)   |
| Cash, foreign cash and margin cash at beginning of the financial year   | 23,692,716   | 1,653,737                                  | 2,406,177   |
| Cash, foreign cash and margin cash at end of the financial year   | 29,061,432   | 1,457,897                                  | 1,768,041   |

The accompanying notes on pages 80 to 185 and the Schedule of Investments on pages 41 to 66 are an integral part of these financial statements.

# THE COLCHESTER MULTI-STRATEGY GLOBAL BOND FUND PLC

## STATEMENT OF CASH FLOWS (Continued)

**FOR THE FINANCIAL YEAR ENDED DECEMBER 31, 2018**  
(expressed in United States dollars)

|   | The Colchester<br>Global Bond Fund ·<br>130/30 Currency<br>Hedged<br>2018<br>\$ | The Colchester<br>Emerging Markets<br>Bond Fund<br>2018<br>\$ | Total Company<br>2018<br>\$ |
|---|---|---|-----------------------------|
| <b>Cash flows from operating activities:</b>  |   |   |                             |
| Net increase/(decrease) in net assets resulting from operations   | 111,433   | (313,820)   | (131,813,346)               |
| <b>Adjustments to reconcile net (decrease)/increase in net assets resulting from operations to net cash provided by/(used in) operating activities:</b> |   |   |                             |
| Purchase of investments   | (4,412,817)   | (4,241,364)   | (1,395,594,367)             |
| Proceeds from sale of investments   | 10,009,137  | 4,088,493   | 861,255,386                 |
| Net change in unrealised gain on investments, foreign currency and derivative contracts   | 26,766  | 442,321   | 189,578,035                 |
| Net realised gain on investments, foreign currency and derivative contracts   | 307,930   | 120,777   | 28,783,662                  |
| Distributions   | -   | -   | 531,753                     |
| Decrease/(increase) in interest receivable  | 52,582  | (10,262)  | (4,347,643)                 |
| Increase in spot contracts receivable   | -   | -   | (479)                       |
| (Decrease)/increase in management and operations fees payable   | (2,827)   | 1,613   | 455,138                     |
| Increase in spot contracts payable  | -   | -   | 135                         |
| <b>Net cash provided by/(used in) in operating activities</b>   | <b>6,092,204</b>  | <b>87,758</b>   | <b>(451,151,726)</b>        |
| <b>Cash flows from financing activities:</b>  |   |   |                             |
| Proceeds on issuance of shares  | 500,000   | 5,698   | 1,190,312,265               |
| Payments on redemption of shares  | (6,820,898)   | -   | (760,534,763)               |
| Distributions paid  | -   | -   | (531,753)                   |
| <b>Net cash (used in)/provided by financing activities</b>  | <b>(6,320,898)</b>  | <b>5,698</b>  | <b>429,245,749</b>          |
| Net (decrease)/increase in cash, foreign cash and margin cash   | (228,694)   | 93,456  | (21,905,977)                |
| Cash, foreign cash and margin cash at beginning of the financial year   | 307,480   | 55,166  | 76,097,497                  |
| Cash, foreign cash and margin cash at end of the financial year   | 78,786  | 148,622   | 54,191,520                  |

The accompanying notes on pages 80 to 185 and the Schedule of Investments on pages 41 to 66 are an integral part of these financial statements.

# THE COLCHESTER MULTI-STRATEGY GLOBAL BOND FUND PLC

## STATEMENT OF CASH FLOWS

FOR THE FINANCIAL YEAR ENDED DECEMBER 31, 2017

(expressed in United States dollars)

|  | The Colchester<br>Global Real<br>Return Bond Fund<br>2017<br>\$ | The Colchester<br>Local Markets<br>Real Return Bond<br>Fund<br>2017<br>\$ | The Colchester<br>Global Bond Fund<br>2017<br>\$ |
|--|---|---|--|
| <b>Cash flows from operating activities:</b>   |   |   |  |
| Net increase in net assets resulting from operations   | 31,690,762  | 244,326   | 121,637,648                                      |
| <b>Adjustments to reconcile net decrease in net assets resulting from operations to net cash (used in)/provided by operating activities:</b> |   |   |  |
| Purchase of investments  | (253,911,626)   | (420,317)   | (439,487,369)                                    |
| Proceeds from sale of investments  | 53,578,951  | 451,327   | 393,510,776                                      |
| Net change in unrealised loss on investments, foreign currency and derivative contracts  | (22,996,784)  | (206,016)   | (113,614,724)                                    |
| Net realised gain/(loss) on investments, foreign currency and derivative contracts   | 2,113,899   | (38,700)  | 45,442,349                                       |
| (Increase) in interest receivable  | (738,184)   | (724)   | (1,350,895)                                      |
| Increase in management and operations fees payable   | 78,075  | 95  | 24,380   |
| <b>Net cash (used in)/provided by operating activities</b>   | <b>(190,184,907)</b>  | <b>29,991</b>   | <b>6,162,165</b>                                 |
| <b>Cash flows from financing activities:</b>   |   |   |  |
| Proceeds on issuance of shares   | 224,151,428   | -   | 214,847,568                                      |
| Payments on redemption of shares   | (28,014,655)  | -   | (198,145,962)                                    |
| <b>Net cash provided by financing activities</b>   | <b>196,136,773</b>  | <b>-</b>  | <b>16,701,606</b>                                |
| Net increase in cash, foreign cash and margin cash   | 5,951,866   | 29,991  | 22,863,771                                       |
| Cash, foreign cash and margin cash at beginning of the financial year  | 2,273,943   | 30,633  | 16,832,017                                       |
| Cash, foreign cash and margin cash at end of the financial year  | 8,225,809   | 60,624  | 39,695,788                                       |

The accompanying notes on pages 80 to 185 and the Schedule of Investments on pages 41 to 66 are an integral part of these financial statements.



# THE COLCHESTER MULTI-STRATEGY GLOBAL BOND FUND PLC

## STATEMENT OF CASH FLOWS (Continued)

**FOR THE FINANCIAL YEAR ENDED DECEMBER 31, 2017**  
(expressed in United States dollars)

|  | The Colchester<br>Local Markets<br>Bond Fund | The Colchester<br>Alpha Fund | The Colchester<br>Global Low<br>Duration Bond<br>Fund |
|--|--|------------------------------|---|
|  | 2017   | 2017                         | 2017  |
|  | \$   | \$                           | \$  |
| <b>Cash flows from operating activities:</b>   |  |                              |   |
| Net increase in net assets resulting from operations   | 115,819,744                                  | 395,834                      | 5,335,667   |
| <b>Adjustments to reconcile net decrease in net assets resulting from operations to net cash (used in)/provided by operating activities:</b> |  |                              |   |
| Purchase of investments  | (698,795,605)                                | (5,859,363)                  | (55,260,376)  |
| Proceeds from sale of investments  | 183,315,170                                  | 6,222,132                    | 52,588,335  |
| Net change in unrealised loss on investments, foreign currency and derivative contracts  | (52,595,105)                                 | (675,767)                    | (4,102,130)   |
| Net realised (loss)/gain on investments, foreign currency and derivative contracts   | (2,614,367)                                  | 302,055                      | 1,336,154   |
| (Increase)/decrease in interest receivable   | (7,273,724)                                  | 11,718                       | 179,617   |
| Increase in management and operations fees payable   | 303,127                                      | 23                           | 735   |
| <b>Net cash (used in)/provided by operating activities</b>   | <b>(461,840,760)</b>                         | <b>396,632</b>               | <b>78,002</b>   |
| <b>Cash flows from financing activities:</b>   |  |                              |   |
| Proceeds on issuance of shares   | 627,797,467                                  | 11,895                       | 91,753  |
| Payments on redemption of shares   | (152,005,992)                                | -                            | -   |
| <b>Net cash provided by financing activities</b>   | <b>475,791,475</b>                           | <b>11,895</b>                | <b>91,753</b>   |
| Net increase in cash, foreign cash and margin cash   | 13,950,715                                   | 408,527                      | 169,755   |
| Cash, foreign cash and margin cash at beginning of the financial year  | 9,742,001                                    | 1,245,210                    | 2,236,422   |
| Cash, foreign cash and margin cash at end of the financial year  | 23,692,716                                   | 1,653,737                    | 2,406,177   |

The accompanying notes on pages 80 to 185 and the Schedule of Investments on pages 41 to 66 are an integral part of these financial statements.

# THE COLCHESTER MULTI-STRATEGY GLOBAL BOND FUND PLC

## STATEMENT OF CASH FLOWS (Continued)

**FOR THE FINANCIAL YEAR ENDED DECEMBER 31, 2017**  
**(expressed in United States dollars)**

|  | The Colchester<br>Global Bond Fund ·<br>130/30 Currency<br>Hedged<br>2017<br>\$ | The Colchester<br>Emerging Markets<br>Bond Fund*<br>2017<br>\$ | Total Company<br>2017<br>\$ |
|--|---|--|-----------------------------|
| <b>Cash flows from operating activities:</b>   |   |  |                             |
| Net increase in net assets resulting from operations   | 198,472   | 33,114   | 275,355,567                 |
| <b>Adjustments to reconcile net decrease in net assets resulting from operations to net cash (used in) operating activities:</b> |   |  |                             |
| Purchase of investments  | (7,888,320)   | (4,890,891)  | (1,466,513,867)             |
| Proceeds from sale of investments  | 1,939,569   | -  | 691,606,260                 |
| Net change in unrealised loss on investments, foreign currency and derivative contracts  | (246,563)   | (23,174)   | (194,460,263)               |
| Net realised gain on investments, foreign currency and derivative contracts  | 137,094   | 1,382  | 46,679,866                  |
| Increase in interest receivable  | (49,298)  | (80,441)   | (9,301,931)                 |
| Increase in management and operations fees payable   | 2,939   | 1,859  | 411,233                     |
| <b>Net cash (used in) operating activities</b>   | <b>(5,906,107)</b>  | <b>(4,958,151)</b>   | <b>(656,223,135)</b>        |
| <b>Cash flows from financing activities:</b>   |   |  |                             |
| Proceeds on issuance of shares   | 6,381,210   | 5,013,317  | 1,078,294,638               |
| Payments on redemption of shares   | (300,000)   | -  | (378,466,609)               |
| <b>Net cash provided by financing activities</b>   | <b>6,081,210</b>  | <b>5,013,317</b>   | <b>699,828,029</b>          |
| Net increase in cash, foreign cash and margin cash   | 175,103   | 55,166   | 43,604,894                  |
| Cash, foreign cash and margin cash at beginning of the financial year  | 132,377   | -  | 32,492,603                  |
| Cash, foreign cash and margin cash at end of the financial year  | 307,480   | 55,166   | 76,097,497                  |

\* The Colchester Emerging Markets Bond Fund launched on December 11, 2017.

The accompanying notes on pages 80 to 185 and the Schedule of Investments on pages 41 to 66 are an integral part of these financial statements.

# THE COLCHESTER MULTI-STRATEGY GLOBAL BOND FUND PLC

## THE COLCHESTER GLOBAL REAL RETURN BOND FUND

### SCHEDULE OF INVESTMENTS

**AS AT DECEMBER 31, 2018**

**(expressed in United States dollars)**

| Security Description<br>(% of fair value to net assets)                  | Par Value  | Cost<br>\$        | Fair Value<br>\$  |
|--|------------|-------------------|-------------------|
| <b>Investments at fair value</b>   |            |                   |                   |
| <b>Government bonds: 98.18% (2017: 97.84%)</b>                           |            |                   |                   |
| Australian dollar: 7.91% (2017: 9.33%)                                   |            |                   |                   |
| Australia government bond 1.25% (index linked) February 21, 2022         | 4,634,000  | 3,911,411         | 3,790,361         |
| Australia government bond 2% (index linked) August 21, 2035              | 10,379,000 | 9,778,361         | 9,561,590         |
| Australia government bond 3% (index linked) September 20, 2025           | 7,093,000  | 7,581,559         | 7,053,130         |
| Australia government bond 4% (index linked) August 20, 2020              | 12,497,000 | 18,129,347        | 15,931,656        |
| <b>Total Australian dollar</b>   |            | <b>39,400,678</b> | <b>36,336,737</b> |
| Brazilian real: 3.72% (2017: 5.02%)                                      |            |                   |                   |
| Brazil notas do tesouro nacional 6% (index linked) May 15, 2019          | 653,200    | 6,344,164         | 5,421,339         |
| Brazil notas do tesouro nacional 6% (index linked) May 15, 2045          | 1,113,200  | 10,782,735        | 10,508,530        |
| Brazil notas do tesouro nacional 6% (index linked) August 15, 2050       | 120,800    | 1,226,323         | 1,163,965         |
| <b>Total Brazilian real</b>  |            | <b>18,353,222</b> | <b>17,093,834</b> |
| Colombian peso: 1.02% (2017: 0.92%)                                      |            |                   |                   |
| Colombia government bond 4.75% (index linked) April 4, 2035              | 51,080,000 | 4,818,848         | 4,674,349         |
| <b>Total Colombian peso</b>  |            | <b>4,818,848</b>  | <b>4,674,349</b>  |
| Euro: 13.22% (2017: 12.79%)  |            |                   |                   |
| France government bond 1.8% (index linked) July 25, 2040                 | 8,108,000  | 15,311,086        | 15,606,427        |
| France government bond 2.25% (index linked) July 25, 2020                | 8,534,000  | 13,147,437        | 13,071,068        |
| Italy buoni poliennali del tesoro 2.6% (index linked) September 15, 2023 | 22,125,000 | 32,916,766        | 32,094,278        |
| <b>Total Euro</b>  |            | <b>61,375,289</b> | <b>60,771,773</b> |
| Malaysian ringgit: 3.32% (2017: 1.87%)                                   |            |                   |                   |
| Malaysia government bond 3.441% February 15, 2021                        | 3,400,000  | 864,241           | 820,695           |
| Malaysia government bond 3.492% March 31, 2020                           | 8,550,000  | 2,107,585         | 2,069,145         |
| Malaysia government bond 3.62% November 30, 2021                         | 5,512,000  | 1,305,204         | 1,333,048         |
| Malaysia government bond 3.759% March 15, 2019                           | 7,989,000  | 1,858,204         | 1,935,013         |
| Malaysia government bond 3.882% March 10, 2022                           | 10,248,000 | 2,598,414         | 2,493,917         |
| Malaysia government bond 3.889% July 31, 2020                            | 5,318,000  | 1,264,376         | 1,294,020         |
| Malaysia government bond 3.899% November 16, 2027                        | 2,584,000  | 655,009           | 611,899           |
| Malaysia government bond 4.059% September 30, 2024                       | 4,232,000  | 1,082,802         | 1,029,568         |
| Malaysia government bond 4.16% July 15, 2021                             | 6,016,000  | 1,495,744         | 1,474,899         |
| Malaysia government bond 4.378% November 29, 2019                        | 9,082,000  | 2,207,612         | 2,215,804         |
| <b>Total Malaysian ringgit</b>   |            | <b>15,439,191</b> | <b>15,278,008</b> |

Government bonds are grouped by the currency in which they are denominated.

The accompanying notes on pages 80 to 185 are an integral part of these financial statements.

# THE COLCHESTER MULTI-STRATEGY GLOBAL BOND FUND PLC

## THE COLCHESTER GLOBAL REAL RETURN BOND FUND

### SCHEDULE OF INVESTMENTS (Continued)

**AS AT DECEMBER 31, 2018**

**(expressed in United States dollars)**

| Security Description<br>(% of fair value to net assets)              | Par Value  | Cost<br>\$        | Fair Value<br>\$  |
|--|------------|-------------------|-------------------|
| <b>Investments at fair value (continued)</b>                         |            |                   |                   |
| <b>Government bonds: 98.18% (2017: 97.84%) (continued)</b>           |            |                   |                   |
| Mexican pesos: 7.23% (2017: 7.06%)                                   |            |                   |                   |
| Mexican government bond 4% (index linked) June 13, 2019              | 28,121,000 | 9,129,094         | 8,809,263         |
| Mexican government bond 4% (index linked) November 15, 2040          | 38,424,000 | 13,240,819        | 11,909,054        |
| Mexican government bond 4.5% (index linked) December 4, 2025         | 1,790,000  | 598,658           | 579,972           |
| Mexican government bond 4.5% (index linked) November 22, 2035        | 35,995,000 | 13,352,721        | 11,938,944        |
| <b>Total Mexican pesos</b>   |            | <b>36,321,292</b> | <b>33,237,233</b> |
| New Zealand dollar: 9.49% (2017: 11.07%)                             |            |                   |                   |
| New Zealand government bond 2% (index linked) September 20, 2025     | 24,315,000 | 18,708,182        | 18,521,173        |
| New Zealand government bond 2.5% (index linked) September 20, 2035   | 7,400,000  | 5,663,816         | 5,914,142         |
| New Zealand government bond 3% (index linked) September 20, 2030     | 22,899,000 | 18,545,729        | 19,196,036        |
| <b>Total New Zealand dollar</b>                                      |            | <b>42,917,727</b> | <b>43,631,351</b> |
| Polish zloty: 2.25% (2017: 1.86%)                                    |            |                   |                   |
| Poland government bond 2.75% (index linked) August 25, 2023          | 29,087,000 | 10,489,770        | 10,352,231        |
| <b>Total Polish zloty</b>  |            | <b>10,489,770</b> | <b>10,352,231</b> |
| Pound sterling: 10.16% (2017: 8.51%)                                 |            |                   |                   |
| United Kingdom treasury gilt 0.125% (index linked) March 22, 2044    | 7,542,000  | 17,070,773        | 17,165,111        |
| United Kingdom treasury gilt 0.125% (index linked) March 22, 2068    | 3,523,000  | 12,016,908        | 11,123,291        |
| United Kingdom treasury gilt 0.625% (index linked) March 22, 2040    | 4,574,000  | 12,118,186        | 12,101,708        |
| United Kingdom treasury gilt 1.875% (index linked) November 11, 2022 | 928,000    | 1,961,199         | 1,909,407         |
| United Kingdom treasury gilt 2% (index linked) January 26, 2035      | 1,253,000  | 4,446,184         | 4,384,039         |
| <b>Total Pound sterling</b>  |            | <b>47,613,250</b> | <b>46,683,556</b> |
| US dollar: 39.86% (2017: 39.41%)                                     |            |                   |                   |
| United States treasury bond 0.125% (index linked) April 15, 2019     | 32,721,000 | 34,168,529        | 34,806,581        |
| United States treasury bond 0.125% (index linked) July 15, 2022      | 29,406,000 | 30,978,299        | 31,405,197        |
| United States treasury bond 0.125% (index linked) July 15, 2026      | 7,825,000  | 7,803,385         | 7,749,570         |
| United States treasury bond 0.375% (index linked) July 15, 2027      | 14,358,000 | 14,295,688        | 14,079,594        |
| United States treasury bond 0.75% (index linked) July 15, 2028       | 2,236,000  | 2,167,418         | 2,204,615         |
| United States treasury bond 0.75% (index linked) February 15, 2042   | 28,178,000 | 29,203,337        | 28,607,103        |

Government bonds are grouped by the currency in which they are denominated.  
The accompanying notes on pages 80 to 185 are an integral part of these financial statements.

**THE COLCHESTER MULTI-STRATEGY GLOBAL BOND FUND PLC**

**THE COLCHESTER GLOBAL REAL RETURN BOND FUND**

**SCHEDULE OF INVESTMENTS (Continued)**

**AS AT DECEMBER 31, 2018**

**(expressed in United States dollars)**

| <b>Security Description</b><br><b>(% of fair value to net assets)</b>                     | <b>Par Value</b> | <b>Cost</b><br><b>\$</b> | <b>Fair Value</b><br><b>\$</b> |
|---|------------------|--------------------------|--------------------------------|
| <b>Investments at fair value (continued)</b>  |                  |                          |                                |
| <b>Government bonds: 98.18% (2017: 97.84%) (continued)</b>                                |                  |                          |                                |
| US dollar: 39.86% (2017: 39.41%) (continued)  |                  |                          |                                |
| United States treasury bond 1% (index linked) February 15, 2048                           | 1,422,000        | 1,348,897                | 1,381,763                      |
| United States treasury bond 2.375% (index linked) January 15, 2027                        | 24,363,000       | 33,803,140               | 33,722,384                     |
| United States treasury bond 3.875% (index linked) April 15, 2029                          | 14,931,000       | 30,708,445               | 29,214,137                     |
| <b>Total US dollar</b>  |                  | <b>184,477,138</b>       | <b>183,170,944</b>             |
| <b>Total investments: 98.18% (2017: 97.84%) (see Note 14)</b>                             |                  | <b>461,206,405</b>       | <b>451,230,016</b>             |
| <b>Total unrealised gain on forward foreign currency contracts: 0.52% (2017: (0.06%))</b> |                  |                          | <b>2,372,923</b>               |
| <b>Total cash, foreign cash and margin cash: 0.95% (2017: 1.91%)</b>                      |                  |                          | <b>4,364,621</b>               |
| <b>Other net assets: 0.35% (2017: 0.31%)</b>  |                  |                          | <b>1,597,223</b>               |
| <b>Net assets</b>   |                  |                          | <b>459,564,783</b>             |

Government bonds are grouped by the currency in which they are denominated.  
The accompanying notes on pages 80 to 185 are an integral part of these financial statements.

# THE COLCHESTER MULTI-STRATEGY GLOBAL BOND FUND PLC

## THE COLCHESTER LOCAL MARKETS REAL RETURN BOND FUND

### SCHEDULE OF INVESTMENTS

AS AT DECEMBER 31, 2018

(expressed in United States dollars)

| Security Description<br>(% of fair value to net assets)            | Par Value | Cost<br>\$     | Fair Value<br>\$ |
|--|-----------|----------------|------------------|
| <b>Investments at fair value</b>                                   |           |                |                  |
| <b>Government bonds: 97.66% (2017: 96.30%)</b>                     |           |                |                  |
| Brazilian real: 31.91% (2017: 31.33%)                              |           |                |                  |
| Brazil notas do tesouro nacional 6% (index linked) August 15, 2020 | 19,900    | 173,987        | 172,820          |
| Brazil notas do tesouro nacional 6% (index linked) August 15, 2030 | 13,800    | 109,185        | 126,827          |
| Brazil notas do tesouro nacional 6% (index linked) August 15, 2040 | 16,000    | 174,738        | 151,067          |
| Brazil notas do tesouro nacional 6% (index linked) August 15, 2050 | 27,700    | 261,827        | 266,903          |
| Brazil notas do tesouro nacional 6% (index linked) May 15, 2045    | 19,100    | 172,260        | 180,303          |
| <b>Total Brazilian real</b>  |           | <b>891,997</b> | <b>897,920</b>   |
| Colombian peso: 6.26% (2017: 7.03%)                                |           |                |                  |
| Colombia government bond 3% (index linked) March 25, 2033          | 2,342,000 | 151,175        | 176,304          |
| <b>Total Colombian peso</b>  |           | <b>151,175</b> | <b>176,304</b>   |
| Mexican pesos: 30.25% (2017: 29.20%)                               |           |                |                  |
| Mexican government bond 2% (index linked) June 9, 2022             | 240,000   | 64,996         | 70,383           |
| Mexican government bond 4% (index linked) June 13, 2019            | 505,000   | 168,538        | 158,198          |
| Mexican government bond 4% (index linked) November 15, 2040        | 966,000   | 396,778        | 299,400          |
| Mexican government bond 4% (index linked) November 30, 2028        | 78,000    | 26,158         | 24,473           |
| Mexican government bond 4.5% (index linked) December 4, 2025       | 119,000   | 40,506         | 38,557           |
| Mexican government bond 4.5% (index linked) November 22, 2035      | 785,000   | 282,240        | 260,371          |
| <b>Total Mexican pesos</b>   |           | <b>979,216</b> | <b>851,382</b>   |
| Peruvian sol: 0.00% (2017: 1.40%)                                  |           |                |                  |
| Russian ruble: 2.74% (2017: 5.74%)                                 |           |                |                  |
| Russian Federal Bond 2.5% (index linked) August 16, 2023           | 4,743,000 | 90,662         | 77,239           |
| <b>Total Russian ruble</b>   |           | <b>90,662</b>  | <b>77,239</b>    |
| South African rand: 10.35% (2017: 5.70%)                           |           |                |                  |
| South Africa government bond 3.45% (index linked) December 7, 2033 | 460,000   | 92,012         | 73,338           |
| South Africa government bond 5.5% (index linked) December 7, 2023  | 1,058,000 | 216,824        | 217,867          |
| <b>Total South African rand</b>                                    |           | <b>308,836</b> | <b>291,205</b>   |
| Thai bahts: 0.00% (2017: 3.91%)                                    |           |                |                  |

Government bonds are grouped by the currency in which they are denominated.  
The accompanying notes on pages 80 to 185 are an integral part of these financial statements.

# THE COLCHESTER MULTI-STRATEGY GLOBAL BOND FUND PLC

## THE COLCHESTER LOCAL MARKETS REAL RETURN BOND FUND

### SCHEDULE OF INVESTMENTS

AS AT DECEMBER 31, 2018

(expressed in United States dollars)

| Security Description<br>(% of fair value to net assets)  | Par Value | Cost<br>\$       | Fair Value<br>\$ |
|--|-----------|------------------|------------------|
| <b>Investments at fair value</b>   |           |                  |                  |
| <b>Government bonds: 97.66% (2017: 96.30%)</b>   |           |                  |                  |
| Turkish lira: 16.15% (2017: 11.99%)  |           |                  |                  |
| Turkey government bond 3% (index linked) January 6, 2021   | 440,000   | 142,188          | 176,993          |
| Turkey government bond 3.5% (index linked) February 20, 2019   | 236,000   | 99,004           | 76,866           |
| Turkey government bond 4% (index linked) April 1, 2020   | 471,000   | 278,034          | 200,812          |
| <b>Total Turkish lira</b>  |           | <b>519,226</b>   | <b>454,671</b>   |
| <b>Total investments: 97.66% (2017: 96.30%) (see Note 14)</b>  |           | <b>2,941,112</b> | <b>2,748,721</b> |
| <b>Total unrealised loss on forward foreign currency contracts: ((0.15%) (2017: (1.17%) (see Note 9)</b> |           |                  | <b>(4,481)</b>   |
| <b>Total cash, foreign cash and margin cash: 2.08% (2017: 2.14%)</b>                                     |           |                  | <b>58,664</b>    |
| <b>Other net assets: 0.41% (2017: 0.39%)</b>   |           |                  | <b>11,625</b>    |
| <b>Net assets</b>  |           |                  | <b>2,814,529</b> |

Government bonds are grouped by the currency in which they are denominated.  
The accompanying notes on pages 80 to 185 are an integral part of these financial statements.

# THE COLCHESTER MULTI-STRATEGY GLOBAL BOND FUND PLC

## THE COLCHESTER GLOBAL BOND FUND

### SCHEDULE OF INVESTMENTS

**AS AT DECEMBER 31, 2018**

**(expressed in United States dollars)**

| Security Description<br>(% of fair value to net assets)               | Par Value      | Cost<br>\$        | Fair Value<br>\$  |
|---|----------------|-------------------|-------------------|
| <b>Investments at fair value</b>                                      |                |                   |                   |
| <b>Government bonds: 98.05% (2017: 96.28%)</b>                        |                |                   |                   |
| Australian dollar: 2.81% (2017: 7.79%)                                |                |                   |                   |
| Australia government bond 4.5% April 15, 2020                         | 28,526,000     | 22,569,856        | 20,740,502        |
| Australia government bond 5.75% July 15, 2022                         | 19,669,000     | 16,804,723        | 15,701,987        |
| European Investment Bank 6% August 6, 2020                            | 3,260,000      | 3,222,539         | 2,431,033         |
| <b>Total Australian dollar</b>  |                | <b>42,597,118</b> | <b>38,873,522</b> |
| Brazilian real: 2.14% (2017: 5.78%)                                   |                |                   |                   |
| Brazil notas do tesouro nacional 6%<br>(index linked) May 15, 2045    | 1,735,400      | 16,245,013        | 16,382,055        |
| Brazil notas do tesouro nacional 6%<br>(index linked) August 15, 2050 | 562,300        | 4,778,926         | 5,418,025         |
| Brazil notas do tesouro nacional 10% January 1, 2021                  | 506,100        | 1,339,231         | 1,428,784         |
| Brazil notas do tesouro nacional 10% January 1, 2025                  | 2,276,900      | 6,781,777         | 6,418,975         |
| <b>Total Brazilian real</b>   |                | <b>29,144,947</b> | <b>29,647,839</b> |
| Canadian dollar: 1.85% (2017: 1.98%)                                  |                |                   |                   |
| Canadian government bond 1.75% September 1, 2019                      | 7,940,000      | 6,710,056         | 5,812,861         |
| Canadian government bond 2.5% June 1, 2024                            | 26,282,000     | 22,662,600        | 19,833,308        |
| <b>Total Canadian dollar</b>  |                | <b>29,372,656</b> | <b>25,646,169</b> |
| Colombian peso: 1.84% (2017: 1.90%)                                   |                |                   |                   |
| Colombia government bond 7% May 4, 2022                               | 11,234,000,000 | 3,597,392         | 3,613,695         |
| Colombia government bond 7.5% August 26, 2026                         | 25,941,900,000 | 8,908,252         | 8,456,588         |
| Colombia government bond 7.75% September 18, 2030                     | 19,545,700,000 | 6,641,159         | 6,417,255         |
| Colombia government bond 10% July 24, 2024                            | 12,383,100,000 | 4,834,022         | 4,495,292         |
| Colombia government bond 11% July 24, 2020                            | 7,415,700,000  | 2,709,437         | 2,487,846         |
| <b>Total Colombian peso</b>   |                | <b>26,690,262</b> | <b>25,470,676</b> |

Government bonds are grouped by the currency in which they are denominated.  
The accompanying notes on pages 80 to 185 are an integral part of these financial statements.



# THE COLCHESTER MULTI-STRATEGY GLOBAL BOND FUND PLC

## THE COLCHESTER GLOBAL BOND FUND

### SCHEDULE OF INVESTMENTS (Continued)

AS AT DECEMBER 31, 2018

(expressed in United States dollars)

| Security Description<br>(% of fair value to net assets)    | Par Value     | Cost<br>\$         | Fair Value<br>\$   |
|--|---------------|--------------------|--------------------|
| <b>Investments at fair value (continued)</b>               |               |                    |                    |
| <b>Government bonds: 98.05% (2017: 96.28%) (continued)</b> |               |                    |                    |
| Euro: 11.21% (2017: 10.44%)                                |               |                    |                    |
| Belgium government bond 4.25% March 28, 2041               | 12,218,000    | 20,975,847         | 20,948,500         |
| Ireland government bond 1% May 15, 2026                    | 9,761,000     | 11,881,782         | 11,496,495         |
| Ireland government bond 5.4% March 13, 2025                | 22,977,000    | 33,261,375         | 34,334,387         |
| Italy buoni poliennali del tesoro 1.45% May 15, 2025       | 8,151,000     | 9,148,434          | 8,929,953          |
| Italy buoni poliennali del tesoro 2% February 1, 2028      | 27,515,000    | 30,205,494         | 30,126,299         |
| Italy buoni poliennali del tesoro 2.45% September 1, 2033  | 17,514,000    | 18,588,332         | 18,726,323         |
| Italy buoni poliennali del tesoro 2.8% December 1, 2028    | 3,102,000     | 3,369,514          | 3,572,920          |
| Italy buoni poliennali del tesoro 2.95% September 1, 2038  | 3,362,000     | 3,394,655          | 3,665,339          |
| Italy buoni poliennali del tesoro 3.45% March 1, 2048      | 3,221,000     | 3,395,401          | 3,656,089          |
| Spain government bond 0.45% October 31, 2022               | 3,188,000     | 3,732,433          | 3,694,188          |
| Spain government bond 1.4% April                           | 8,379,000     | 9,763,454          | 9,624,450          |
| Spain government bond 1.6% April 30, 2025                  | 3,074,000     | 3,736,965          | 3,702,937          |
| Spain government bond 2.35% July 30, 2033                  | 2,354,000     | 2,776,657          | 2,826,716          |
| <b>Total Euro</b>  |               | <b>154,230,343</b> | <b>155,304,596</b> |
| Japanese yen: 17.38% (2017: 13.80%)                        |               |                    |                    |
| Japan government bond 0.1% December 20, 2019               | 3,407,600,000 | 28,322,411         | 31,134,357         |
| Japan government bond 0.1% December 20, 2027               | 1,795,550,000 | 16,919,374         | 16,601,281         |
| Japan government bond 0.1% March 20, 2020                  | 1,699,050,000 | 14,294,746         | 15,533,574         |
| Japan government bond 0.1% June 20, 2026                   | 843,250,000   | 7,881,333          | 7,820,693          |
| Japan government bond 0.1% March 20, 2027                  | 1,037,850,000 | 9,458,600          | 9,618,291          |
| Japan government bond 0.1% September 20, 2020              | 2,626,500,000 | 22,780,754         | 24,041,638         |
| Japan government bond 0.1% September 20, 2027              | 3,536,000,000 | 31,865,231         | 32,723,349         |
| Japan government bond 0.2% June 20, 2019                   | 2,142,350,000 | 17,679,674         | 19,557,987         |
| Japan government bond 0.6% December 20, 2037               | 2,457,650,000 | 23,218,197         | 22,904,899         |
| Japan government bond 1.1% September 20, 2021              | 4,987,600,000 | 45,153,701         | 46,997,407         |
| Japan government bond 2% March 20, 2042                    | 1,163,800,000 | 13,500,320         | 13,824,377         |
| <b>Total Japanese Yen</b>                                  |               | <b>231,074,341</b> | <b>240,757,853</b> |

Government bonds are grouped by the currency in which they are denominated.  
The accompanying notes on pages 80 to 185 are an integral part of these financial statements.

# THE COLCHESTER MULTI-STRATEGY GLOBAL BOND FUND PLC

## THE COLCHESTER GLOBAL BOND FUND

### SCHEDULE OF INVESTMENTS (Continued)

AS AT DECEMBER 31, 2018

(expressed in United States dollars)

| Security Description<br>(% of fair value to net assets)    | Par Value   | Cost<br>\$         | Fair Value<br>\$   |
|--|-------------|--------------------|--------------------|
| <b>Investments at fair value (continued)</b>               |             |                    |                    |
| <b>Government bonds: 98.05% (2017: 96.28%) (continued)</b> |             |                    |                    |
| Malaysian ringgit: 5.87% (2017: 4.69%)                     |             |                    |                    |
| Malaysia government bond 3.441% February 15, 2021          | 11,135,000  | 2,830,392          | 2,687,778          |
| Malaysia government bond 3.659% October 15, 2020           | 56,586,000  | 13,245,981         | 13,724,327         |
| Malaysia government bond 3.795% September 30, 2022         | 29,461,000  | 6,956,270          | 7,138,156          |
| Malaysia government bond 3.8% August 17, 2023              | 54,300,000  | 13,329,185         | 13,105,018         |
| Malaysia government bond 3.882% March 10, 2022             | 11,043,000  | 2,828,084          | 2,687,385          |
| Malaysia government bond 3.899% November 16, 2027          | 11,938,000  | 3,029,870          | 2,826,953          |
| Malaysia government bond 3.955% September 15, 2025         | 3,940,000   | 997,710            | 949,219            |
| Malaysia government bond 4.048% September 30, 2021         | 76,915,000  | 22,498,106         | 18,808,923         |
| Malaysia government bond 4.059% September 30, 2024         | 13,859,000  | 3,545,970          | 3,371,642          |
| Malaysia government bond 4.16% July 15, 2021               | 6,680,000   | 1,812,152          | 1,637,687          |
| Malaysia government bond 4.181% July 15, 2024              | 58,520,000  | 18,086,918         | 14,331,962         |
| Malaysia government bond 4.378% November 29, 2019          | 236,000     | 60,039             | 57,579             |
| <b>Total Malaysian ringgit</b>                             |             | <b>89,220,677</b>  | <b>81,326,629</b>  |
| Mexican pesos: 7.31% (2017: 7.42%)                         |             |                    |                    |
| Mexican government bond 5% December 11, 2019               | 384,562,000 | 21,287,367         | 18,914,153         |
| Mexican government bond 8% June 11, 2020                   | 214,282,000 | 14,529,797         | 10,810,421         |
| Mexican government bond 8% December 7, 2023                | 190,641,000 | 10,388,675         | 9,455,213          |
| Mexican government bond 7.5% June 3, 2027                  | 331,328,000 | 20,616,640         | 15,638,934         |
| Mexican government bond 7.75% May 29, 2031                 | 229,754,000 | 13,441,811         | 10,777,366         |
| Mexican government bond 7.75% November 13, 2042            | 475,677,000 | 31,290,046         | 21,351,391         |
| Mexican government bond 8.5% November 18, 2038             | 64,690,000  | 4,149,852          | 3,164,148          |
| Mexican government bond 10% November 20, 2036              | 199,230,000 | 19,340,315         | 11,143,830         |
| <b>Total Mexican pesos</b>                                 |             | <b>135,044,503</b> | <b>101,255,456</b> |

Government bonds are grouped by the currency in which they are denominated.  
The accompanying notes on pages 80 to 185 are an integral part of these financial statements.

# THE COLCHESTER MULTI-STRATEGY GLOBAL BOND FUND PLC

## THE COLCHESTER GLOBAL BOND FUND

### SCHEDULE OF INVESTMENTS (Continued)

**AS AT DECEMBER 31, 2018**

**(expressed in United States dollars)**

| Security Description<br>(% of fair value to net assets)             | Par Value  | Cost<br>\$         | Fair Value<br>\$   |
|---|------------|--------------------|--------------------|
| <b>Investments at fair value (continued)</b>                        |            |                    |                    |
| <b>Government bonds: 98.05% (2017: 96.28%) (continued)</b>          |            |                    |                    |
| New Zealand dollar: 6.42% (2017: 10.31%)                            |            |                    |                    |
| New Zealand government bond 2%<br>(index linked) September 20, 2025 | 15,600,000 | 12,663,880         | 11,882,800         |
| New Zealand government bond 2.75% April 15, 2025                    | 13,041,000 | 9,566,679          | 9,111,830          |
| New Zealand government bond 3% April 15, 2020                       | 3,402,000  | 2,403,957          | 2,318,372          |
| New Zealand government bond 4.5% April 15, 2027                     | 6,072,000  | 4,847,086          | 4,779,139          |
| New Zealand government bond 5.5% April 15, 2023                     | 42,528,000 | 33,274,496         | 32,782,318         |
| New Zealand government bond 6% May 15, 2021                         | 38,108,000 | 30,969,020         | 28,100,730         |
| <b>Total New Zealand dollar</b>                                     |            | <b>93,725,118</b>  | <b>88,975,189</b>  |
| Norwegian Krone: 0.00% (2017: 2.18%)                                |            |                    |                    |
| Polish zloty: 4.64% (2017: 4.51%)                                   |            |                    |                    |
| Poland government bond 1.5% April 25, 2020                          | 56,176,000 | 14,282,484         | 15,021,000         |
| Poland government bond 1.75% July 25, 2021                          | 44,282,000 | 11,218,857         | 11,835,644         |
| Poland government bond 2% April 25, 2021                            | 54,710,000 | 13,938,334         | 14,718,945         |
| Poland government bond 2.5% July 25, 2026                           | 86,118,000 | 20,797,037         | 22,722,957         |
| <b>Total Polish zloty</b>   |            | <b>60,236,712</b>  | <b>64,298,546</b>  |
| Singapore Dollar: 8.00% (2017: 7.66%)                               |            |                    |                    |
| Singapore government bond 1.25% October 1, 2021                     | 13,700,000 | 9,809,125          | 9,897,391          |
| Singapore government bond 2% July 1, 2020                           | 9,340,000  | 6,586,921          | 6,868,532          |
| Singapore government bond 2.125% June 1, 2026                       | 7,040,000  | 4,995,462          | 5,231,030          |
| Singapore government bond 2.25% June 1, 2021                        | 22,520,000 | 16,715,014         | 16,688,576         |
| Singapore government bond 2.375% June 1, 2025                       | 5,870,000  | 4,164,458          | 4,426,178          |
| Singapore government bond 2.75% July 1, 2023                        | 21,090,000 | 15,932,036         | 16,044,337         |
| Singapore government bond 3% September 1, 2024                      | 16,090,000 | 12,308,534         | 12,503,736         |
| Singapore government bond 3.125% September 1, 2022                  | 17,560,000 | 13,465,816         | 13,471,084         |
| Singapore government bond 3.5% March 1, 2027                        | 31,412,000 | 25,381,662         | 25,762,956         |
| <b>Total Singapore Dollar</b>                                       |            | <b>109,359,028</b> | <b>110,893,820</b> |

Government bonds are grouped by the currency in which they are denominated.  
The accompanying notes on pages 80 to 185 are an integral part of these financial statements.

# THE COLCHESTER MULTI-STRATEGY GLOBAL BOND FUND PLC

## THE COLCHESTER GLOBAL BOND FUND

### SCHEDULE OF INVESTMENTS (Continued)

**AS AT DECEMBER 31, 2018**

**(expressed in United States dollars)**

| Security Description<br>(% of fair value to net assets)                                 | Par Value  | Cost<br>\$           | Fair Value<br>\$     |
|---|------------|----------------------|----------------------|
| <b>Investments at fair value (continued)</b>  |            |                      |                      |
| <b>Government bonds: 98.05% (2017: 96.28%) (continued)</b>                              |            |                      |                      |
| US dollar: 28.58% (2017: 17.82%)  |            |                      |                      |
| United States treasury bond 1.5% August 15, 2026  | 69,066,000 | 63,837,388           | 63,713,385           |
| United States treasury bond 2% August 31, 2021  | 28,170,000 | 28,393,975           | 27,820,072           |
| United States treasury bond 2% February 15, 2025  | 54,873,000 | 52,658,246           | 53,078,927           |
| United States treasury bond 2.125% May 15, 2025   | 24,127,000 | 22,787,841           | 23,478,587           |
| United States treasury bond 2.25% November 15, 2027                                     | 17,369,000 | 16,551,554           | 16,778,055           |
| United States treasury bond 2.375% August 15, 2024                                      | 12,435,000 | 12,252,983           | 12,320,847           |
| United States treasury bond 3.5% February 15, 2039                                      | 10,291,000 | 10,996,202           | 11,256,183           |
| United States treasury bond 4.5% February 15, 2036                                      | 17,810,000 | 21,420,854           | 21,952,214           |
| United States treasury bond 5.375% February 15, 2031                                    | 29,243,000 | 38,234,904           | 37,152,325           |
| United States treasury bond 5.5% August 15, 2028  | 11,817,000 | 14,437,056           | 14,598,615           |
| United States treasury bond 0.125%<br>(index linked) April 15, 2020                     | 24,410,000 | 25,204,148           | 25,764,015           |
| United States treasury bond 0.125%<br>(index linked) April 15, 2021                     | 14,494,000 | 14,805,608           | 15,036,304           |
| United States treasury bond 0.625%<br>(index linked) January 15, 2024                   | 27,647,000 | 29,105,973           | 29,492,440           |
| United States treasury bond 0.625%<br>(index linked) January 15, 2026                   | 12,888,000 | 13,485,267           | 13,349,825           |
| United States treasury bond 2.125%<br>(index linked) February 15, 2041                  | 22,192,000 | 31,751,656           | 30,256,330           |
| <b>Total US dollar</b>  |            | <b>395,923,655</b>   | <b>396,048,124</b>   |
| <b>Total investments: 98.05% (2017: 96.28%) (see Note 14)</b>                           |            | <b>1,396,619,360</b> | <b>1,358,498,419</b> |
| <b>Total unrealised gain on forward foreign currency contracts: 0.12% (2017: 0.08%)</b> |            |                      | <b>1,663,982</b>     |
| <b>Total cash, foreign cash and margin cash: 1.24% (2017: 2.84%)</b>                    |            |                      | <b>17,253,457</b>    |
| <b>Other net assets: 0.59% (2017: 0.80%)</b>  |            |                      | <b>8,123,016</b>     |
| <b>Net assets</b>   |            |                      | <b>1,385,538,874</b> |

Government bonds are grouped by the currency in which they are denominated.  
The accompanying notes on pages 80 to 185 are an integral part of these financial statements.

# THE COLCHESTER MULTI-STRATEGY GLOBAL BOND FUND PLC

## THE COLCHESTER LOCAL MARKETS BOND FUND

### SCHEDULE OF INVESTMENTS

**AS AT DECEMBER 31, 2018**

**(expressed in United States dollars)**

| Security Description<br>(% of fair value to net assets)               | Par Value       | Cost<br>\$         | Fair Value<br>\$   |
|---|-----------------|--------------------|--------------------|
| <b>Investments at fair value</b>                                      |                 |                    |                    |
| <b>Government bonds: 96.33% (2017: 96.13%)</b>                        |                 |                    |                    |
| Brazilian real: 15.99% (2017: 19.22%)                                 |                 |                    |                    |
| Brazil notas do tesouro nacional 6%<br>(index linked) August 15, 2020 | 2,239,600       | 20,363,725         | 19,449,673         |
| Brazil notas do tesouro nacional 6%<br>(index linked) May 15, 2045    | 1,527,000       | 15,300,212         | 14,414,773         |
| Brazil notas do tesouro nacional 10% January 1, 2021                  | 28,416,400      | 84,710,287         | 80,223,073         |
| Brazil notas do tesouro nacional 10% January 1, 2023                  | 23,831,500      | 71,327,699         | 67,394,492         |
| Brazil notas do tesouro nacional 10% January 1, 2025                  | 7,094,400       | 20,199,678         | 20,000,341         |
| Brazil notas do tesouro nacional 10% January 1, 2027                  | 12,543,600      | 31,993,372         | 35,428,117         |
| <b>Total Brazilian real</b>   |                 | <b>243,894,973</b> | <b>236,910,469</b> |
| Colombian peso: 11.20% (2017: 12.07%)                                 |                 |                    |                    |
| Colombia government bond 6% April 28, 2028                            | 12,683,900,000  | 3,845,222          | 3,711,284          |
| Colombia government bond 7% May 4, 2022                               | 146,288,800,000 | 53,166,993         | 47,057,424         |
| Colombia government bond 7.5% August 26, 2026                         | 151,113,200,000 | 53,441,420         | 49,260,158         |
| Colombia government bond 7.75% September 18, 2030                     | 30,507,700,000  | 10,559,215         | 10,016,305         |
| Colombia government bond 10% July 24, 2024                            | 141,054,200,000 | 61,533,338         | 51,205,259         |
| Colombia government bond 11% July 24, 2020                            | 14,057,600,000  | 4,535,668          | 4,716,094          |
| <b>Total Colombian peso</b>   |                 | <b>187,081,856</b> | <b>165,966,524</b> |
| Hungarian forint: 0.98% (2017: 0.00%)                                 |                 |                    |                    |
| Hungary government bond 0.5% April 21, 2021                           | 829,940,000     | 2,837,853          | 2,917,124          |
| Hungary government bond 1.75% October 26, 2022                        | 807,330,000     | 2,793,616          | 2,881,068          |
| Hungary government bond 3% October 27, 2027                           | 829,200,000     | 2,767,953          | 2,963,357          |
| Hungary government bond 5.5% June 24, 2025                            | 699,410,000     | 2,801,061          | 2,926,354          |
| Hungary government bond 7% June 24, 2022                              | 677,380,000     | 2,766,171          | 2,854,185          |
| <b>Total Hungarian forint</b>   |                 | <b>13,966,654</b>  | <b>14,542,088</b>  |

Government bonds are grouped by the currency in which they are denominated.  
The accompanying notes on pages 80 to 185 are an integral part of these financial statements.

# THE COLCHESTER MULTI-STRATEGY GLOBAL BOND FUND PLC

## THE COLCHESTER LOCAL MARKETS BOND FUND

### SCHEDULE OF INVESTMENTS (Continued)

AS AT DECEMBER 31, 2018

(expressed in United States dollars)

| Security Description<br>(% of fair value to net assets)    | Par Value       | Cost<br>\$         | Fair Value<br>\$   |
|--|-----------------|--------------------|--------------------|
| <b>Investments at fair value (continued)</b>               |                 |                    |                    |
| <b>Government bonds: 96.33% (2017: 96.13%) (continued)</b> |                 |                    |                    |
| Indonesian rupiah: 9.40% (2017: 6.90%)                     |                 |                    |                    |
| Indonesia treasury bond 5.625% May 15, 2023                | 74,722,000,000  | 4,445,097          | 4,774,050          |
| Indonesia treasury bond 6.125% May 15, 2028                | 241,731,000,000 | 14,954,040         | 14,835,021         |
| Indonesia treasury bond 6.625% May 15, 2033                | 133,664,000,000 | 7,549,234          | 8,119,298          |
| Indonesia treasury bond 7.5% August 15, 2032               | 224,845,000,000 | 15,448,047         | 14,678,251         |
| Indonesia treasury bond 8.125% May 15, 2024                | 179,826,000,000 | 11,876,697         | 12,731,118         |
| Indonesia treasury bond 8.25% May 15, 2029                 | 181,087,000,000 | 11,932,357         | 12,914,916         |
| Indonesia treasury bond 8.25% May 15, 2036                 | 434,837,000,000 | 33,725,464         | 29,966,861         |
| Indonesia treasury bond 8.375% March 15, 2034              | 202,320,000,000 | 14,888,820         | 14,238,094         |
| Indonesia treasury bond 8.75% May 15, 2031                 | 353,909,000,000 | 29,147,783         | 25,712,350         |
| Indonesia treasury bond 9% March 15, 2029                  | 17,697,000,000  | 1,432,570          | 1,301,285          |
| <b>Total Indonesian rupiah</b>                             |                 | <b>145,400,109</b> | <b>139,271,244</b> |
| Malaysian ringgit: 10.19% (2017: 10.41%)                   |                 |                    |                    |
| Malaysia government bond 3.418% August 15, 2022            | 9,392,000       | 2,239,984          | 2,247,964          |
| Malaysia government bond 3.441% February 15, 2021          | 19,019,000      | 4,758,059          | 4,590,825          |
| Malaysia government bond 3.48% March 15, 2023              | 21,291,000      | 5,013,482          | 5,086,254          |
| Malaysia government bond 3.492% March 31, 2020             | 10,060,000      | 2,348,857          | 2,434,574          |
| Malaysia government bond 3.62% November 30, 2021           | 120,670,000     | 29,020,753         | 29,183,408         |
| Malaysia government bond 3.654% October 31, 2019           | 36,878,000      | 8,581,778          | 8,939,633          |
| Malaysia government bond 3.659% October 15, 2020           | 19,470,000      | 4,659,951          | 4,722,240          |
| Malaysia government bond 3.882% March 10, 2022             | 85,794,000      | 21,665,424         | 20,878,523         |
| Malaysia government bond 3.889% July 31, 2020              | 22,820,000      | 5,496,834          | 5,552,751          |
| Malaysia government bond 3.899% November 16, 2027          | 77,450,000      | 19,062,744         | 18,340,385         |
| Malaysia government bond 3.9% November 30, 2026            | 42,451,000      | 10,288,032         | 10,116,631         |
| Malaysia government bond 4.059% September 30, 2024         | 76,522,000      | 18,702,042         | 18,616,409         |
| Malaysia government bond 4.16% July 15, 2021               | 36,600,000      | 8,764,200          | 8,972,956          |
| Malaysia government bond 4.378% November 29, 2019          | 46,428,000      | 11,483,002         | 11,327,387         |
| <b>Total Malaysian ringgit</b>                             |                 | <b>152,085,142</b> | <b>151,009,940</b> |

Government bonds are grouped by the currency in which they are denominated.  
The accompanying notes on pages 80 to 185 are an integral part of these financial statements.

# THE COLCHESTER MULTI-STRATEGY GLOBAL BOND FUND PLC

## THE COLCHESTER LOCAL MARKETS BOND FUND

### SCHEDULE OF INVESTMENTS (Continued)

AS AT DECEMBER 31, 2018

(expressed in United States dollars)

| Security Description<br>(% of fair value to net assets)          | Par Value     | Cost<br>\$         | Fair Value<br>\$   |
|--|---------------|--------------------|--------------------|
| <b>Investments at fair value (continued)</b>                     |               |                    |                    |
| <b>Government bonds: 96.33% (2017: 96.13%) (continued)</b>       |               |                    |                    |
| Mexican pesos: 14.70% (2017: 12.74%)                             |               |                    |                    |
| Mexican government bond 4.5%<br>(index linked) November 22, 2035 | 19,670,000    | 7,971,174          | 6,524,213          |
| Mexican government bond 6.5% June 10, 2021                       | 437,092,000   | 23,635,744         | 21,206,134         |
| Mexican government bond 7.5% June 3, 2027                        | 1,062,567,000 | 58,115,776         | 50,153,972         |
| Mexican government bond 7.75% May 29, 2031                       | 457,034,000   | 26,246,918         | 21,438,680         |
| Mexican government bond 7.75% November 13, 2042                  | 285,189,000   | 16,936,031         | 12,801,085         |
| Mexican government bond 8% June 11, 2020                         | 421,595,000   | 21,771,355         | 21,269,260         |
| Mexican government bond 8.5% May 31, 2029                        | 292,121,000   | 16,779,661         | 14,597,632         |
| Mexican government bond 8.5% November 18, 2038                   | 136,154,000   | 7,654,809          | 6,659,629          |
| Mexican government bond 10% December 5, 2024                     | 954,749,000   | 59,421,007         | 51,539,357         |
| Mexican government bond 10% November 20, 2036                    | 208,571,000   | 13,751,434         | 11,666,314         |
| <b>Total Mexican pesos</b>                                       |               | <b>252,283,909</b> | <b>217,856,276</b> |
| Peruvian sol: 0.00% (2017: 4.94%)                                |               |                    |                    |
| Polish zloty: 6.97% (2017: 4.42%)                                |               |                    |                    |
| Poland government bond 1.75% July 25, 2021                       | 44,309,000    | 12,308,336         | 11,842,861         |
| Poland government bond 2.5% January 25, 2023                     | 52,956,000    | 14,331,293         | 14,365,465         |
| Poland government bond 2.5% July 25, 2026                        | 120,707,000   | 32,392,188         | 31,849,554         |
| Poland government bond 2.5% July 25, 2027                        | 140,935,000   | 37,372,098         | 36,900,041         |
| Poland government bond 2.75% April 25, 2028                      | 31,536,000    | 8,214,289          | 8,354,616          |
| <b>Total Polish zloty</b>  |               | <b>104,618,204</b> | <b>103,312,537</b> |
| Russian ruble: 6.86% (2017: 9.39%)                               |               |                    |                    |
| Russian Federal Bond 6.4% May 27, 2020                           | 818,330,000   | 12,178,778         | 11,626,544         |
| Russian Federal Bond 7% August 16, 2023                          | 544,790,000   | 8,615,752          | 7,479,932          |
| Russian Federal Bond 7.05% January 19, 2028                      | 2,066,460,000 | 31,696,035         | 27,105,485         |
| Russian Federal Bond 7.1% October 16, 2024                       | 461,284,000   | 7,897,286          | 6,282,665          |
| Russian Federal Bond 7.5% August 18, 2021                        | 942,619,000   | 16,097,778         | 13,456,668         |
| Russian Federal Bond 8.15% February 3, 2027                      | 2,527,886,000 | 44,742,868         | 35,726,921         |
| <b>Total Russian ruble</b>                                       |               | <b>121,228,497</b> | <b>101,678,215</b> |

Government bonds are grouped by the currency in which they are denominated.  
The accompanying notes on pages 80 to 185 are an integral part of these financial statements.

# THE COLCHESTER MULTI-STRATEGY GLOBAL BOND FUND PLC

## THE COLCHESTER LOCAL MARKETS BOND FUND

### SCHEDULE OF INVESTMENTS (Continued)

AS AT DECEMBER 31, 2018

(expressed in United States dollars)

| Security Description<br>(% of fair value to net assets)  | Par Value     | Cost<br>\$           | Fair Value<br>\$     |
|--|---------------|----------------------|----------------------|
| <b>Investments at fair value (continued)</b>   |               |                      |                      |
| <b>Government bonds: 96.33% (2017: 96.13%) (continued)</b>   |               |                      |                      |
| South African rand: 8.21% (2017: 11.15%)   |               |                      |                      |
| South Africa government bond 6.25% March 31, 2036  | 610,282,000   | 33,025,363           | 30,325,818           |
| South Africa government bond 7% February 28, 2031  | 352,359,000   | 21,215,503           | 20,148,885           |
| South Africa government bond 7.75% February 28, 2023   | 52,653,000    | 3,492,536            | 3,617,332            |
| South Africa government bond 8.75% February 28, 2048   | 225,844,000   | 14,198,426           | 13,979,249           |
| South Africa government bond 10.5% December 21, 2026   | 707,048,000   | 58,005,343           | 53,517,660           |
| <b>Total South African rand</b>  |               | <b>129,937,171</b>   | <b>121,588,944</b>   |
| Thai bahts: 3.28% (2017: 0.00%)  |               |                      |                      |
| Thailand government bond 2.125% December 17, 2026  | 1,234,052,000 | 38,262,628           | 37,098,745           |
| Thailand government bond 3.65% June 20, 2031   | 341,644,000   | 11,800,218           | 11,477,156           |
| <b>Total Thai bahts</b>  |               | <b>50,062,846</b>    | <b>48,575,901</b>    |
| Turkish lira: 8.55% (2017: 4.89%)  |               |                      |                      |
| Turkey government bond 3% (index linked) January 6, 2021   | 31,068,000    | 15,074,752           | 12,497,350           |
| Turkey government bond 4% (index linked) April 1, 2020   | 22,305,000    | 12,766,740           | 9,509,813            |
| Turkey government bond 8% March 12, 2025   | 29,179,000    | 7,955,771            | 3,768,111            |
| Turkey government bond 9% July 24, 2024  | 79,860,000    | 9,578,030            | 10,911,903           |
| Turkey government bond 9.2% September 22, 2021   | 28,992,000    | 3,593,630            | 4,479,675            |
| Turkey government bond 10.5% January 15, 2020  | 56,355,000    | 13,093,714           | 9,694,937            |
| Turkey government bond 10.5% August 11, 2027   | 153,352,000   | 19,649,704           | 21,475,449           |
| Turkey government bond 10.6% February 11, 2026   | 34,644,000    | 4,415,834            | 5,040,406            |
| Turkey government bond 10.7% February 17, 2021   | 18,866,000    | 4,811,981            | 3,067,556            |
| Turkey government bond 11% March 2, 2022   | 81,472,000    | 15,072,085           | 12,864,242           |
| Turkey government bond 11% February 24, 2027   | 125,791,000   | 18,790,896           | 18,313,339           |
| Turkey government bond 12.4% March 8, 2028   | 95,558,000    | 12,385,833           | 15,025,521           |
| <b>Total Turkish lira</b>  |               | <b>137,188,970</b>   | <b>126,648,302</b>   |
| <b>Total investments: 96.33% (2017: 96.13%) (See Note 14)</b>  |               | <b>1,537,748,331</b> | <b>1,427,360,440</b> |
| <b>Total unrealised gain on forward foreign currency contracts: 0.33% (2017: 0.60%) (See Note 9)</b> |               |                      | <b>4,889,056</b>     |
| <b>Total cash, foreign cash and margin cash: 1.96% (2017: 1.99%)</b>                                 |               |                      | <b>29,061,432</b>    |
| <b>Other net assets: 1.38% (2017: 1.28%)</b>   |               |                      | <b>20,463,880</b>    |
| <b>Net assets</b>  |               |                      | <b>1,481,774,808</b> |

Government bonds are grouped by the currency in which they are denominated.  
The accompanying notes on pages 80 to 185 are an integral part of these financial statements.



# THE COLCHESTER MULTI-STRATEGY GLOBAL BOND FUND PLC

## THE COLCHESTER ALPHA FUND

### SCHEDULE OF INVESTMENTS

AS AT DECEMBER 31, 2018

(expressed in United States dollars)

| Security Description<br>(% of fair value to net assets)            | Par Value     | Cost<br>\$     | Fair Value<br>\$ |
|--|---------------|----------------|------------------|
| <b>Investments at fair value</b>                                   |               |                |                  |
| <b>Government bonds: 86.16% (2017: 84.79%)</b>                     |               |                |                  |
| Australian dollar: 7.53% (2017: 8.39%)                             |               |                |                  |
| Australia government bond 4.5% April 15, 2020                      | 573,000       | 522,292        | 416,613          |
| Australia government bond 4.5% April 21, 2033                      | 259,000       | 233,220        | 227,017          |
| Australia government bond 5.5% April 21, 2023                      | 230,000       | 217,773        | 185,867          |
| <b>Total Australian dollar</b>                                     |               | <b>973,285</b> | <b>829,497</b>   |
| Brazilian real: 2.49% (2017: 5.92%)                                |               |                |                  |
| Brazil notas do tesouro nacional 6%<br>(index linked) May 15, 2045 | 3,600         | 27,912         | 33,984           |
| Brazil notas do tesouro nacional 10% January 1, 2023               | 29,800        | 92,108         | 84,273           |
| Brazil notas do tesouro nacional 10% January 1, 2025               | 55,400        | 160,462        | 156,182          |
| <b>Total Brazilian real</b>  |               | <b>280,482</b> | <b>274,439</b>   |
| Colombian peso: 6.54% (2017: 7.41%)                                |               |                |                  |
| Colombia government bond 6% April 28, 2028                         | 422,200,000   | 137,673        | 123,535          |
| Colombia government bond 10% July 24, 2024                         | 1,644,900,000 | 831,204        | 597,129          |
| <b>Total Colombian peso</b>  |               | <b>968,877</b> | <b>720,664</b>   |
| Euro: 4.07% (2017: 4.43%)  |               |                |                  |
| Ireland government bond 5.4% March 13, 2025                        | 300,000       | 437,679        | 448,288          |
| <b>Total Euro</b>  |               | <b>437,679</b> | <b>448,288</b>   |
| Japanese yen: 1.54% (2017: 1.50%)                                  |               |                |                  |
| Japan government bond 0.1% September 20, 2027                      | 18,400,000    | 164,858        | 170,280          |
| <b>Total Japanese Yen</b>  |               | <b>164,858</b> | <b>170,280</b>   |
| Malaysian ringgit: 5.13% (2017: 3.60%)                             |               |                |                  |
| Malaysia government bond 3.441% February 15, 2021                  | 108,000       | 27,588         | 26,069           |
| Malaysia government bond 3.654% October 31, 2019                   | 370,000       | 102,745        | 89,692           |
| Malaysia government bond 3.659% October 15, 2020                   | 220,000       | 50,697         | 53,359           |
| Malaysia government bond 3.759% March 15, 2019                     | 90,000        | 22,210         | 21,799           |
| Malaysia government bond 3.8% August 17, 2023                      | 1,234,000     | 299,498        | 297,819          |
| Malaysia government bond 3.882% March 10, 2022                     | 107,000       | 27,562         | 26,039           |
| Malaysia government bond 3.889% July 31, 2020                      | 100,000       | 23,491         | 24,333           |
| Malaysia government bond 4.378% November 29, 2019                  | 110,000       | 25,843         | 26,838           |
| <b>Total Malaysian ringgit</b>                                     |               | <b>579,634</b> | <b>565,948</b>   |

Government bonds are grouped by the currency in which they are denominated.  
The accompanying notes on pages 80 to 185 are an integral part of these financial statements.

# THE COLCHESTER MULTI-STRATEGY GLOBAL BOND FUND PLC

## THE COLCHESTER ALPHA FUND

### SCHEDULE OF INVESTMENTS (Continued)

AS AT DECEMBER 31, 2018

(expressed in United States dollars)

| Security Description<br>(% of fair value to net assets)             | Par Value | Cost<br>\$       | Fair Value<br>\$ |
|---|-----------|------------------|------------------|
| <b>Investments at fair value (continued)</b>                        |           |                  |                  |
| <b>Government bonds: 86.16% (2017: 84.79%)</b>                      |           |                  |                  |
| Mexican pesos: 6.10% (2017: 6.82%)                                  |           |                  |                  |
| Mexican government bond 6.5% June 10, 2021                          | 190,000   | 9,781            | 9,218            |
| Mexican government bond 7.5% June 3, 2027                           | 2,070,000 | 168,986          | 97,706           |
| Mexican government bond 7.75% May 29, 2031                          | 610,000   | 36,415           | 28,614           |
| Mexican government bond 7.75% November 13, 2042                     | 6,960,000 | 497,283          | 312,409          |
| Mexican government bond 8.5% November 18, 2038                      | 570,000   | 36,566           | 27,880           |
| Mexican government bond 10% December 5, 2024                        | 160,000   | 9,453            | 8,637            |
| Mexican government bond 10% November 20, 2036                       | 3,360,000 | 318,100          | 187,940          |
| <b>Total Mexican pesos</b>  |           | <b>1,076,584</b> | <b>672,404</b>   |
| New Zealand dollar: 8.76% (2017: 11.04%)                            |           |                  |                  |
| New Zealand government bond 2% (index linked)<br>September 20, 2025 | 150,000   | 115,044          | 114,258          |
| New Zealand government bond 5.5% April 15, 2023                     | 300,000   | 260,493          | 231,252          |
| New Zealand government bond 6% May 15, 2021                         | 841,000   | 699,288          | 620,151          |
| <b>Total New Zealand dollar</b>                                     |           | <b>1,074,825</b> | <b>965,661</b>   |
| Norwegian Krone: 0.00% (2017: 1.96%)                                |           |                  |                  |
| Peruvian sol: 4.58% (2017: 5.00%)                                   |           |                  |                  |
| Peru government bond 5.7% August 12, 2024                           | 920,000   | 282,060          | 282,396          |
| Peru government bond 6.9% August 12, 2037                           | 700,000   | 221,768          | 222,332          |
| <b>Total Peruvian sol</b>   |           | <b>503,828</b>   | <b>504,728</b>   |
| Polish zloty: 2.61% (2017: 3.40%)                                   |           |                  |                  |
| Poland government bond 1.5% April 25, 2020                          | 187,000   | 46,829           | 50,002           |
| Poland government bond 1.75% July 25, 2021                          | 230,000   | 54,214           | 61,474           |
| Poland government bond 2% April 25, 2021                            | 420,000   | 105,140          | 112,996          |
| Poland government bond 2.5% July 25, 2026                           | 240,000   | 54,084           | 63,326           |
| <b>Total Polish zloty</b>   |           | <b>260,267</b>   | <b>287,798</b>   |

Government bonds are grouped by the currency in which they are denominated.  
The accompanying notes on pages 80 to 185 are an integral part of these financial statements.

# THE COLCHESTER MULTI-STRATEGY GLOBAL BOND FUND PLC

## THE COLCHESTER ALPHA FUND

### SCHEDULE OF INVESTMENTS (Continued)

**AS AT DECEMBER 31, 2018**

**(expressed in United States dollars)**

| <b>Security Description</b><br><b>(% of fair value to net assets)</b>                                  | <b>Par Value</b> | <b>Cost</b><br><b>\$</b> | <b>Fair Value</b><br><b>\$</b> |
|--|------------------|--------------------------|--------------------------------|
| <b>Investments at fair value (continued)</b>   |                  |                          |                                |
| <b>Government bonds: 86.16% (2017: 84.79%)</b>   |                  |                          |                                |
| Singapore dollar: 7.71% (2017: 6.45%)  |                  |                          |                                |
| Singapore government bond 1.25% October 1, 2021  | 90,000           | 64,258                   | 65,019                         |
| Singapore government bond 1.625% October 1, 2019   | 30,000           | 20,902                   | 21,971                         |
| Singapore government bond 2.125% June 1, 2026  | 324,000          | 230,125                  | 240,746                        |
| Singapore government bond 2.25% June 1, 2021   | 170,000          | 126,400                  | 125,979                        |
| Singapore government bond 2.375% June 1, 2025  | 90,000           | 63,202                   | 67,863                         |
| Singapore government bond 2.75% July 1, 2023   | 110,000          | 83,701                   | 83,683                         |
| Singapore government bond 3% September 1, 2024   | 120,000          | 88,722                   | 93,253                         |
| Singapore government bond 3.125% September 1, 2022   | 90,000           | 66,962                   | 69,043                         |
| Singapore government bond 3.5% March 1, 2027   | 100,000          | 80,917                   | 82,016                         |
| <b>Total Singapore dollar</b>  |                  | <b>825,189</b>           | <b>849,573</b>                 |
| US dollar: 29.10% (2017: 18.87%)   |                  |                          |                                |
| United States treasury bond 0% January 3, 2019   | 669,000          | 668,927                  | 668,959                        |
| United States treasury bond 0% February 28, 2019   | 660,000          | 657,521                  | 657,512                        |
| United States treasury bond 0% March 28, 2019  | 675,000          | 671,239                  | 671,221                        |
| United States treasury bond 0% April 25, 2019  | 665,000          | 660,263                  | 659,977                        |
| United States treasury bond 0% May 23, 2019  | 555,000          | 549,638                  | 549,723                        |
| <b>Total US dollar</b>   |                  | <b>3,207,588</b>         | <b>3,207,392</b>               |
| <b>Total investments: 86.16% (2017: 84.79%) (See Note 14)</b>  |                  | <b>10,353,096</b>        | <b>9,496,672</b>               |
| <b>Total unrealised loss on futures contracts: (0.25%) (2017: 0.20%) (See Note 9)</b>                  |                  |                          | <b>(28,017)</b>                |
| <b>Total unrealised gain on forward foreign currency contracts: 0.18% (2017: (0.93%)) (See Note 9)</b> |                  |                          | <b>19,681</b>                  |
| <b>Total unrealised gain on swap contracts: 0.03% (2017: 0.13%) (See Note 9)</b>                       |                  |                          | <b>3,474</b>                   |
| <b>Total cash, foreign cash and margin cash: 13.23% (2017: 15.05%)</b>                                 |                  |                          | <b>1,457,897</b>               |
| <b>Other net assets: 0.65% (2017: 0.76%)</b>   |                  |                          | <b>72,620</b>                  |
| <b>Net assets</b>  |                  |                          | <b>11,022,327</b>              |

Government bonds are grouped by the currency in which they are denominated.  
The accompanying notes on pages 80 to 185 are an integral part of these financial statements.

# THE COLCHESTER MULTI-STRATEGY GLOBAL BOND FUND PLC

## THE COLCHESTER GLOBAL LOW DURATION BOND FUND

### SCHEDULE OF INVESTMENTS

AS AT DECEMBER 31, 2018

(expressed in United States dollars)

| Security Description<br>(% of fair value to net assets)                | Par Value     | Cost<br>\$       | Fair Value<br>\$ |
|--|---------------|------------------|------------------|
| <b>Investments at fair value</b>                                       |               |                  |                  |
| <b>Government bonds: 97.10% (2017: 97.52%)</b>                         |               |                  |                  |
| Australian dollar: 4.39% (2017: 11.67%)                                |               |                  |                  |
| Australia government bond 1.75% November 21, 2020                      | 3,735,000     | 2,884,962        | 2,622,275        |
| Australia government bond 5.75% May 15, 2021                           | 2,122,000     | 1,824,913        | 1,628,525        |
| <b>Total Australian dollar</b>   |               | <b>4,709,875</b> | <b>4,250,800</b> |
| Brazilian real: 2.13% (2017: 5.17%)                                    |               |                  |                  |
| Brazil notas do tesouro nacional 6% (index linked) May 15, 2019        | 191,400       | 1,895,273        | 1,588,555        |
| Brazil notas do tesouro nacional 10%<br>(index linked) January 1, 2019 | 176,400       | 592,625          | 477,226          |
| <b>Total Brazilian real</b>  |               | <b>2,487,898</b> | <b>2,065,781</b> |
| Canadian dollar: 2.93% (2017: 0.00%)                                   |               |                  |                  |
| Canadian government bond 1% September 1, 2022                          | 3,998,000     | 2,907,583        | 2,835,512        |
| <b>Total Canadian dollar</b>   |               | <b>2,907,583</b> | <b>2,835,512</b> |
| Colombian peso: 1.67% (2017: 1.88%)                                    |               |                  |                  |
| Colombia government bond 11% July 24, 2020                             | 4,817,700,000 | 1,667,710        | 1,616,259        |
| <b>Total Colombian peso</b>  |               | <b>1,667,710</b> | <b>1,616,259</b> |
| Euro: 3.07% (2017: 0.50%)  |               |                  |                  |
| Italy buoni poliennali del tesoro 1.35% April 15, 2022                 | 1,745,000     | 2,038,836        | 2,002,018        |
| Spain government bond 0.05% January 31, 2021                           | 844,000       | 984,644          | 969,680          |
| <b>Total Euro</b>  |               | <b>3,023,480</b> | <b>2,971,698</b> |
| Japanese yen: 6.99% (2017: 6.77%)                                      |               |                  |                  |
| Japan government bond 0.10% December 20, 2019                          | 81,050,000    | 719,159          | 740,533          |
| Japan government bond 0.10% September 20, 2022                         | 452,900,000   | 1,836,749        | 1,891,461        |
| Japan government bond 0.2% September 20, 2019                          | 205,600,000   | 3,681,129        | 4,138,308        |
| <b>Total Japanese yen</b>  |               | <b>6,237,037</b> | <b>6,770,302</b> |

Government bonds are grouped by the currency in which they are denominated.  
The accompanying notes on pages 80 to 185 are an integral part of these financial statements.

# THE COLCHESTER MULTI-STRATEGY GLOBAL BOND FUND PLC

## THE COLCHESTER GLOBAL LOW DURATION BOND FUND

### SCHEDULE OF INVESTMENTS

AS AT DECEMBER 31, 2018

(expressed in United States dollars)

| Security Description<br>(% of fair value to net assets)    | Par Value  | Cost<br>\$       | Fair Value<br>\$ |
|--|------------|------------------|------------------|
| <b>Investments at fair value (continued)</b>               |            |                  |                  |
| <b>Government bonds: 97.10% (2017: 97.52%) (continued)</b> |            |                  |                  |
| Malaysian ringgit: 6.58% (2017: 5.75%)                     |            |                  |                  |
| Malaysia government bond 3.492% March 31, 2020             | 2,670,000  | 623,323          | 646,154          |
| Malaysia government bond 3.654% October 31, 2019           | 3,838,000  | 977,142          | 930,373          |
| Malaysia government bond 3.889% July 31, 2020              | 14,520,000 | 3,469,316        | 3,533,126        |
| Malaysia government bond 4.16% July 15, 2021               | 1,540,000  | 364,776          | 377,551          |
| Malaysia government bond 4.378% November 29, 2019          | 3,640,000  | 856,048          | 888,078          |
| <b>Total Malaysian ringgit</b>                             |            | <b>6,290,605</b> | <b>6,375,282</b> |
| Mexican pesos: 9.14% (2017: 8.70%)                         |            |                  |                  |
| Mexican government bond 5% December 11, 2019               | 59,197,000 | 2,998,343        | 2,911,523        |
| Mexican government bond 6.50% June 9, 2022                 | 23,636,000 | 1,202,260        | 1,127,543        |
| Mexican government bond 8% June 11, 2020                   | 95,380,000 | 5,261,052        | 4,811,874        |
| <b>Total Mexican pesos</b>                                 |            | <b>9,461,655</b> | <b>8,850,940</b> |
| New Zealand dollar: 6.98% (2017: 15.98%)                   |            |                  |                  |
| New Zealand government bond 3% April 15, 2020              | 6,130,000  | 4,304,175        | 4,177,431        |
| New Zealand government bond 5% March 15, 2019              | 538,000    | 385,899          | 363,137          |
| New Zealand government bond 6% May 15, 2021                | 3,009,000  | 2,272,125        | 2,218,828        |
| <b>Total New Zealand dollar</b>                            |            | <b>6,962,199</b> | <b>6,759,396</b> |
| Polish zloty: 4.60% (2017: 9.93%)                          |            |                  |                  |
| Poland government bond 2% April 25, 2021                   | 1,069,000  | 289,876          | 287,599          |
| Poland government bond 5.5% October 25, 2019               | 15,112,000 | 4,156,266        | 4,171,865        |
| <b>Total Polish zloty</b>                                  |            | <b>4,446,142</b> | <b>4,459,464</b> |

Government bonds are grouped by the currency in which they are denominated.  
The accompanying notes on pages 80 to 185 are an integral part of these financial statements.

# THE COLCHESTER MULTI-STRATEGY GLOBAL BOND FUND PLC

## THE COLCHESTER GLOBAL LOW DURATION BOND FUND

### SCHEDULE OF INVESTMENTS

**AS AT DECEMBER 31, 2018**

**(expressed in United States dollars)**

| Security Description<br>(% of fair value to net assets)  | Par Value | Cost<br>\$        | Fair Value<br>\$  |
|--|-----------|-------------------|-------------------|
| <b>Investments at fair value (continued)</b>   |           |                   |                   |
| <b>Government bonds: 97.10% (2017: 97.52%) (continued)</b>   |           |                   |                   |
| Singapore dollar: 8.08% (2017: 8.15%)  |           |                   |                   |
| Singapore government bond 1.625% October 1, 2019   | 5,755,000 | 4,104,934         | 4,214,712         |
| Singapore government bond 3.125% September 1, 2022   | 4,709,000 | 3,558,722         | 3,612,491         |
| <b>Total Singapore Dollar</b>  |           | <b>7,663,656</b>  | <b>7,827,203</b>  |
| US dollar: 40.54% (2017: 23.02%)   |           |                   |                   |
| United States treasury bond 0.125% (index linked) April 15, 2019                                       | 3,350,000 | 3,443,860         | 3,563,523         |
| United States treasury bond 0.125% (index linked) April 15, 2020                                       | 2,310,000 | 2,389,545         | 2,438,135         |
| United States treasury bond 0.125% (index linked) April 15, 2021                                       | 2,161,000 | 2,238,782         | 2,241,856         |
| United States treasury bond 1.125% June 30, 2021   | 4,783,000 | 4,667,922         | 4,629,236         |
| United States treasury bond 1.25% October 31, 2019   | 1,973,000 | 1,950,365         | 1,950,727         |
| United States treasury bond 1.375% May 31, 2020  | 4,450,000 | 4,439,994         | 4,378,208         |
| United States treasury bond 1.625% November 15, 2022   | 8,122,000 | 7,779,960         | 7,862,795         |
| United States treasury bond 1.875% March 31, 2022  | 2,013,000 | 1,956,791         | 1,975,256         |
| United States treasury bond 1.875% July 31, 2022   | 991,000   | 953,601           | 970,445           |
| United States treasury bond 3.125% May 15, 2021  | 2,118,000 | 2,146,573         | 2,149,440         |
| United States treasury bond 3.625% August 15, 2019   | 7,090,000 | 7,186,288         | 7,134,866         |
| <b>Total US dollar</b>   |           | <b>39,153,681</b> | <b>39,294,487</b> |
| <b>Total investments: 97.10% (2017: 97.52%) (see Note 14)</b>  |           | <b>95,011,521</b> | <b>94,077,124</b> |
| <b>Total unrealised gain on forward foreign currency contracts: 0.58% (2017: (0.65%)) (see Note 9)</b> |           |                   | <b>558,125</b>    |
| <b>Total cash, foreign cash and margin cash: 1.82% (2017: 2.46%)</b>                                   |           |                   | <b>1,768,041</b>  |
| <b>Other net assets: 0.48% (2017: 0.67%)</b>   |           |                   | <b>482,463</b>    |
| <b>Net assets</b>  |           |                   | <b>96,885,753</b> |

Government bonds are grouped by the currency in which they are denominated.  
The accompanying notes on pages 80 to 185 are an integral part of these financial statements.

# THE COLCHESTER MULTI-STRATEGY GLOBAL BOND FUND PLC

## THE COLCHESTER GLOBAL BOND FUND – 130/30 CURRENCY HEDGED

### SCHEDULE OF INVESTMENTS

AS AT DECEMBER 31, 2018

(expressed in United States dollars)

| Security Description<br>(% of fair value to net assets)         | Par Value   | Cost<br>\$     | Fair Value<br>\$ |
|---|-------------|----------------|------------------|
| <b>Investments at fair value</b>                                |             |                |                  |
| <b>Government bonds: 98.47% (2017: 98.01%)</b>                  |             |                |                  |
| Australian dollar: 2.79% (2017: 7.68%)                          |             |                |                  |
| Australia government bond 4.5% April 15, 2020                   | 101,000     | 78,826         | 73,434           |
| Australia government bond 4.75% April 21, 2027                  | 12,000      | 10,334         | 10,039           |
| Australia government bond 5.75% July 15, 2022                   | 77,000      | 65,474         | 61,470           |
| <b>Total Australian dollar</b>                                  |             | <b>154,634</b> | <b>144,943</b>   |
| Brazilian real: 2.15% (2017: 5.22%)                             |             |                |                  |
| Brazil notas do tesouro nacional 6% (index linked) May 15, 2045 | 7,900       | 75,998         | 74,575           |
| Brazil notas do tesouro nacional 10% January 1, 2025            | 13,100      | 38,579         | 36,931           |
| <b>Total Brazilian real</b>                                     |             | <b>114,577</b> | <b>111,506</b>   |
| Canadian dollar: 1.82% (2017: 2.22%)                            |             |                |                  |
| Canadian government bond 1.75% September 1, 2019                | 34,000      | 26,378         | 24,891           |
| Canadian government bond 2.5% June 1, 2024                      | 92,000      | 73,987         | 69,426           |
| <b>Total Canadian dollar</b>                                    |             | <b>100,365</b> | <b>94,317</b>    |
| Colombian peso: 1.77% (2017: 1.96%)                             |             |                |                  |
| Colombia government bond 7% May 4, 2022                         | 43,500,000  | 14,803         | 13,993           |
| Colombia government bond 7.5% August 26, 2026                   | 103,100,000 | 35,862         | 33,609           |
| Colombia government bond 7.75% September 18, 2030               | 36,600,000  | 13,247         | 12,017           |
| Colombia government bond 10% July 24, 2024                      | 63,400,000  | 24,850         | 23,015           |
| Colombia government bond 11% July 24, 2020                      | 27,500,000  | 10,631         | 9,226            |
| <b>Total Colombian peso</b>                                     |             | <b>99,393</b>  | <b>91,860</b>    |
| Euro: 10.77% (2017: 11.61%)                                     |             |                |                  |
| Belgium government bond 4.25% March 28, 2041                    | 41,000      | 71,328         | 70,297           |
| Ireland government bond 1% May 15, 2026                         | 83,000      | 96,405         | 97,757           |
| Ireland government bond 5.4% March 13, 2025                     | 44,000      | 59,805         | 65,749           |
| Italy buoni poliennali del tesoro 1.45% May 15, 2025            | 36,000      | 40,404         | 39,440           |
| Italy buoni poliennali del tesoro 2% February 1, 2028           | 96,000      | 104,317        | 105,111          |

Government bonds are grouped by the currency in which they are denominated.  
The accompanying notes on pages 80 to 185 are an integral part of these financial statements.

# THE COLCHESTER MULTI-STRATEGY GLOBAL BOND FUND PLC

## THE COLCHESTER GLOBAL BOND FUND – 130/30 CURRENCY HEDGED

### SCHEDULE OF INVESTMENTS (Continued)

AS AT DECEMBER 31, 2018

(expressed in United States dollars)

| Security Description<br>(% of fair value to net assets)    | Par Value  | Cost<br>\$     | Fair Value<br>\$ |
|--|------------|----------------|------------------|
| <b>Investments at fair value (continued)</b>               |            |                |                  |
| <b>Government bonds: 98.47% (2017: 98.01%) (continued)</b> |            |                |                  |
| Euro: 10.77% (2017: 11.61%) (continued)                    |            |                |                  |
| Italy buoni poliennali del tesoro 2.45% September 1, 2033  | 60,000     | 62,319         | 64,153           |
| Italy buoni poliennali del tesoro 2.8% December 1, 2028    | 12,000     | 13,035         | 13,822           |
| Italy buoni poliennali del tesoro 2.95% September 1, 2038  | 13,000     | 13,126         | 14,173           |
| Italy buoni poliennali del tesoro 3.45% March 1, 2048      | 12,000     | 12,650         | 13,621           |
| Spain government bond 0.45% October 31, 2022               | 11,000     | 12,879         | 12,747           |
| Spain government bond 1.4% April 30, 2028                  | 29,000     | 33,480         | 33,311           |
| Spain government bond 1.6% April 30, 2025                  | 11,000     | 13,372         | 13,251           |
| Spain government bond 2.35% July 30, 2033                  | 13,000     | 15,334         | 15,611           |
| <b>Total Euro</b>  |            | <b>548,454</b> | <b>559,043</b>   |
| Japanese yen: 17.74% (2017: 14.23%)                        |            |                |                  |
| Japan government bond 0.1% September 20, 2020              | 37,100,000 | 333,602        | 339,594          |
| Japan government bond 0.1% June 20, 2026                   | 1,950,000  | 17,643         | 18,085           |
| Japan government bond 0.1% March 20, 2027                  | 8,100,000  | 72,440         | 75,067           |
| Japan government bond 0.1% September 20, 2027              | 11,200,000 | 100,080        | 103,649          |
| Japan government bond 0.1% December 20, 2027               | 3,100,000  | 28,077         | 28,662           |
| Japan government bond 0.2% June 20, 2019                   | 20,800,000 | 190,744        | 189,888          |
| Japan government bond 0.6% December 20, 2036               | 2,200,000  | 19,813         | 20,639           |
| Japan government bond 0.6% December 20, 2037               | 9,400,000  | 88,465         | 87,606           |
| Japan government bond 2% March 20, 2042                    | 4,900,000  | 54,978         | 58,205           |
| <b>Total Japanese yen</b>                                  |            | <b>905,842</b> | <b>921,395</b>   |
| Malaysian ringgit: 4.73% (2017: 2.94%)                     |            |                |                  |
| Malaysia government bond 3.441% February 15, 2021          | 71,000     | 18,137         | 17,138           |
| Malaysia government bond 3.654% October 31, 2019           | 46,000     | 10,407         | 11,151           |
| Malaysia government bond 3.8% August 17, 2023              | 336,000    | 77,783         | 81,092           |
| Malaysia government bond 3.882% March 10, 2022             | 148,000    | 37,339         | 36,017           |
| Malaysia government bond 4.181% July 15, 2024              | 409,000    | 98,675         | 100,167          |
| <b>Total Malaysian ringgit</b>                             |            | <b>242,341</b> | <b>245,565</b>   |

Government bonds are grouped by the currency in which they are denominated.  
The accompanying notes on pages 80 to 185 are an integral part of these financial statements.



# THE COLCHESTER MULTI-STRATEGY GLOBAL BOND FUND PLC

## THE COLCHESTER GLOBAL BOND FUND – 130/30 CURRENCY HEDGED

### SCHEDULE OF INVESTMENTS (Continued)

AS AT DECEMBER 31, 2018

(expressed in United States dollars)

| Security Description<br>(% of fair value to net assets)    | Par Value | Cost<br>\$     | Fair Value<br>\$ |
|--|-----------|----------------|------------------|
| <b>Investments at fair value (continued)</b>               |           |                |                  |
| <b>Government bonds: 98.47% (2017: 98.01%) (continued)</b> |           |                |                  |
| Mexican pesos: 7.26% (2017: 7.87%)                         |           |                |                  |
| Mexican government bond 6.5% June 10, 2021                 | 1,988,000 | 104,298        | 96,451           |
| Mexican government bond 7.75% May 29, 2031                 | 530,000   | 31,574         | 24,861           |
| Mexican government bond 7.75% November 13, 2042            | 599,000   | 32,973         | 26,887           |
| Mexican government bond 8.5% May 31, 2029                  | 1,807,000 | 105,965        | 90,298           |
| Mexican government bond 8.5% November 18, 2038             | 1,360,000 | 80,857         | 66,521           |
| Mexican government bond 10% December 5, 2024               | 1,256,000 | 75,242         | 67,802           |
| Mexican government bond 10% November 20, 2036              | 78,000    | 5,049          | 4,363            |
| <b>Total Mexican pesos</b>                                 |           | <b>435,958</b> | <b>377,183</b>   |
| New Zealand dollar: 7.04% (2017: 10.52%)                   |           |                |                  |
| New Zealand government bond 2.75% April 15, 2025           | 144,000   | 102,371        | 100,614          |
| New Zealand government bond 2.5% January 15, 2033          | 17,000    | 23,304         | 24,314           |
| New Zealand government bond 3% April 15, 2020              | 141,000   | 101,784        | 96,088           |
| New Zealand government bond 4.5% April 15, 2027            | 36,000    | 27,870         | 28,335           |
| New Zealand government bond 5.5% April 15, 2023            | 151,000   | 117,737        | 116,397          |
| <b>Total New Zealand dollar</b>                            |           | <b>373,066</b> | <b>365,748</b>   |
| Norwegian Krone: 0.00% (2017: 1.97%)                       |           |                |                  |
| Polish zloty: 4.87% (2017: 4.90%)                          |           |                |                  |
| Poland government bond 1.5% April 25, 2020                 | 136,000   | 36,447         | 36,365           |
| Poland government bond 1.75% July 25, 2021                 | 83,000    | 20,128         | 22,184           |
| Poland government bond 2% April 25, 2021                   | 183,000   | 46,698         | 49,234           |
| Poland government bond 2.5% July 25, 2026                  | 198,000   | 50,490         | 52,244           |
| Poland government bond 4% October 25, 2023                 | 246,000   | 69,468         | 71,038           |
| Poland government bond 5.75% October 25, 2021              | 73,000    | 23,580         | 21,572           |
| <b>Total Polish zloty</b>                                  |           | <b>246,811</b> | <b>252,637</b>   |
| Singapore Dollar: 7.96% (2017: 7.75%)                      |           |                |                  |
| Singapore government bond 1.25% October 1, 2021            | 57,000    | 41,333         | 41,179           |
| Singapore government bond 1.625% October 1, 2019           | 37,000    | 26,944         | 27,097           |
| Singapore government bond 2.125% June 1, 2026              | 55,000    | 39,947         | 40,867           |
| Singapore government bond 2.25% June 1, 2021               | 88,000    | 66,106         | 65,213           |

Government bonds are grouped by the currency in which they are denominated.  
The accompanying notes on pages 80 to 185 are an integral part of these financial statements.

# THE COLCHESTER MULTI-STRATEGY GLOBAL BOND FUND PLC

## THE COLCHESTER GLOBAL BOND FUND – 130/30 CURRENCY HEDGED

### SCHEDULE OF INVESTMENTS (Continued)

AS AT DECEMBER 31, 2018

(expressed in United States dollars)

| Security Description<br>(% of fair value to net assets)  | Par Value | Cost<br>\$       | Fair Value<br>\$ |
|--|-----------|------------------|------------------|
| <b>Investments at fair value (continued)</b>   |           |                  |                  |
| <b>Government bonds: 98.47% (2017: 98.01%) (continued)</b>   |           |                  |                  |
| Singapore dollar: 7.96% (2017: 7.75%) (continued)  |           |                  |                  |
| Singapore government bond 2.75% July 1, 2023   | 85,000    | 63,598           | 64,664           |
| Singapore government bond 3% September 1, 2024   | 65,000    | 49,355           | 50,512           |
| Singapore government bond 3.125% September 1, 2022   | 45,000    | 34,313           | 34,522           |
| Singapore government bond 3.5% March 1, 2027   | 109,000   | 88,043           | 89,398           |
| <b>Total Singapore Dollar</b>  |           | <b>409,639</b>   | <b>413,452</b>   |
| US dollar: 29.57% (2017: 19.14%)   |           |                  |                  |
| United States treasury bond 0.125% (index linked) April 15, 2021   | 112,000   | 115,975          | 116,250          |
| United States treasury bond 0.625% (index linked) January 15, 2024                                       | 134,000   | 142,537          | 142,985          |
| United States treasury bond 1.5% August 15, 2026   | 252,000   | 228,089          | 232,480          |
| United States treasury bond 1.625% August 31, 2019   | 56,000    | 55,759           | 55,634           |
| United States treasury bond 2% August 31, 2021   | 118,000   | 115,596          | 116,562          |
| United States treasury bond 2% February 15, 2025   | 119,000   | 111,979          | 115,151          |
| United States treasury bond 2.125% May 15, 2025  | 82,000    | 77,449           | 79,822           |
| United States treasury bond 2.125% (index linked) February 15, 2041                                      | 96,000    | 135,349          | 131,176          |
| United States treasury bond 2.25% November 15, 2027  | 156,000   | 148,697          | 150,738          |
| United States treasury bond 2.375% August 15, 2024   | 107,000   | 104,604          | 106,051          |
| United States treasury bond 3.5% February 15, 2039   | 29,000    | 30,943           | 31,735           |
| United States treasury bond 4.5% February 15, 2036   | 64,000    | 76,900           | 78,913           |
| United States treasury bond 5.375% February 15, 2031   | 71,000    | 88,764           | 90,235           |
| United States treasury bond 5.5% August 15, 2028   | 71,000    | 86,772           | 87,732           |
| <b>Total US dollar</b>   |           | <b>1,519,413</b> | <b>1,535,464</b> |
| <b>Total investments: 98.47% (2017: 98.01%) (See Note 14)</b>  |           | <b>5,150,493</b> | <b>5,113,113</b> |
| <b>Total unrealised loss on forward foreign currency contracts: (0.67%) (2017: (1.45%)) (See Note 9)</b> |           |                  | <b>(34,620)</b>  |
| <b>Total cash, foreign cash and margin cash: 1.52% (2017: 2.70%)</b>                                     |           |                  | <b>78,786</b>    |
| <b>Other net assets: 0.68% (2017: 0.74%)</b>   |           |                  | <b>35,058</b>    |
| <b>Net assets</b>  |           |                  | <b>5,192,337</b> |

Government bonds are grouped by the currency in which they are denominated.  
The accompanying notes on pages 80 to 185 are an integral part of these financial statements.

# THE COLCHESTER MULTI-STRATEGY GLOBAL BOND FUND PLC

## THE COLCHESTER EMERGING MARKETS BOND FUND

### SCHEDULE OF INVESTMENTS

AS AT DECEMBER 31, 2018

(expressed in United States dollars)

| Security Description<br>(% of fair value to net assets)   | Par Value | Cost<br>\$     | Fair Value<br>\$ |
|---|-----------|----------------|------------------|
| <b>Investment at fair value</b>                           |           |                |                  |
| <b>Sovereign bonds: 12.08% (2017: 11.89%)</b>             |           |                |                  |
| Pound sterling: 6.49% (2017: 6.03%)                       |           |                |                  |
| Petrobras Global Finance 6.625% January 16, 2034          | 115,000   | 165,598        | 147,464          |
| Petroleos Mexicanos 3.75% November 16, 2025               | 140,000   | 197,712        | 159,850          |
| <b>Total Pound sterling</b>                               |           | <b>363,310</b> | <b>307,314</b>   |
| US dollar: 5.59% (2017: 5.86%)                            |           |                |                  |
| Petroleos Mexicanos 6.375% January 23, 2045               | 97,000    | 97,478         | 78,449           |
| Petronas Capital 7.875% May 22, 2022                      | 164,000   | 190,872        | 186,528          |
| <b>Total US dollar</b>                                    |           | <b>288,350</b> | <b>264,977</b>   |
| <b>Total sovereign bonds</b>                              |           | <b>651,660</b> | <b>572,291</b>   |
| <b>Government bonds: 82.94% (2017: 85.46%)</b>            |           |                |                  |
| US dollar: 82.94% (2017: 85.46%)                          |           |                |                  |
| Argentine government bond 7.5% April 22, 2026             | 200,000   | 173,978        | 160,875          |
| Belize government bond 4.9375% February 20, 2034          | 123,500   | 76,841         | 70,704           |
| Cameroon government bond 9.5% November 19, 2025           | 131,000   | 139,372        | 133,937          |
| Chile government bond 3.125% January 21, 2026             | 200,000   | 203,444        | 193,493          |
| Chile government bond 3.86% June 21, 2047                 | 200,000   | 205,683        | 187,100          |
| Colombia government bond 2.625% March 15, 2023            | 100,000   | 94,344         | 94,087           |
| Colombia government bond 4% February 26, 2024             | 100,000   | 98,944         | 99,125           |
| Ghana government bond 8.125% January 18, 2026             | 100,000   | 101,716        | 95,807           |
| Lebanon government bond 6.2% February 26, 2025            | 283,000   | 237,135        | 227,252          |
| Malaysia government bond 3.043% April 22, 2025            | 200,000   | 201,705        | 195,522          |
| Mexican government bond 4.75% March 8, 2044               | 98,000    | 98,720         | 89,327           |
| Mexican government bond 6.75% September 27, 2034          | 70,000    | 89,869         | 79,999           |
| Nigeria government bond 6.75% January 28, 2021            | 276,000   | 287,910        | 279,913          |
| Senegal government bond 6.25% July 30, 2024               | 260,000   | 261,779        | 253,309          |
| South Africa government bond 5.50% March 9, 2020          | 68,000    | 69,869         | 69,050           |
| South Africa government bond 6.25% March 8, 2041          | 40,000    | 42,981         | 38,944           |
| Suriname government bond 9.25% October 26, 2026           | 250,000   | 251,799        | 241,875          |
| Tajik government bond 7.125% September 14, 2027           | 256,000   | 245,943        | 225,886          |
| Trinidad & Tobago government bond 4.375% January 16, 2024 | 286,000   | 294,442        | 276,659          |

Government bonds are grouped by the currency in which they are denominated.  
The accompanying notes on pages 80 to 185 are an integral part of these financial statements.

# THE COLCHESTER MULTI-STRATEGY GLOBAL BOND FUND PLC

## THE COLCHESTER EMERGING MARKETS BOND FUND

### SCHEDULE OF INVESTMENTS

AS AT DECEMBER 31, 2018

(expressed in United States dollars)

| Security Description<br>(% of fair value to net assets)              | Par Value | Cost<br>\$       | Fair Value<br>\$ |
|--|-----------|------------------|------------------|
| <b>Investment at fair value</b>                                      |           |                  |                  |
| <b>Government bonds: 82.94% (2017: 85.46%) (continued)</b>           |           |                  |                  |
| US dollar: 82.94% (2017: 85.46%) (continued)                         |           |                  |                  |
| Tunisia government bond 5.75% January 30, 2025                       | 256,000   | 255,439          | 216,142          |
| Turkey government bond 5.625% March 30, 2021                         | 142,000   | 145,179          | 142,439          |
| Turkey government bond 6.75% May 30, 2040                            | 205,000   | 224,623          | 188,309          |
| Ukraine government bond 7.75% September 1, 2022                      | 100,000   | 105,009          | 92,136           |
| Ukraine government bond 7.75% September 1, 2023                      | 100,000   | 105,055          | 90,193           |
| Zambia government bond 8.50% April 14, 2024                          | 250,000   | 258,166          | 188,082          |
| <b>Total US dollar</b>   |           | <b>4,269,945</b> | <b>3,930,165</b> |
| <b>Total government bonds</b>  |           | <b>4,269,945</b> | <b>3,930,165</b> |
| <b>Total investments: 95.02% (2017: 97.35%) (see Note 14)</b>        |           | <b>4,921,605</b> | <b>4,502,456</b> |
| <b>Total cash, foreign cash and margin cash: 3.14% (2017: 1.09%)</b> |           |                  | <b>148,622</b>   |
| <b>Other net assets: 1.84% (2017: 1.56%)</b>                         |           |                  | <b>87,231</b>    |
| <b>Net assets</b>  |           |                  | <b>4,738,309</b> |

Government bonds are grouped by the currency in which they are denominated.  
The accompanying notes on pages 80 to 185 are an integral part of these financial statements.

# THE COLCHESTER MULTI-STRATEGY GLOBAL BOND FUND PLC

## THE COLCHESTER GLOBAL REAL RETURN BOND FUND

### SCHEDULE OF SIGNIFICANT PURCHASES AND SALES (UNAUDITED)

#### FOR THE FINANCIAL YEAR ENDED DECEMBER 31, 2018

| <b>Largest purchases</b>   | <b>\$</b> |
|--|-----------|
| Italy buoni poliennali del tesoro 2.6% (index linked) September 15, 2023 | 9,598,571 |
| United Kingdom treasury gilt 0.125% (index linked) March 22, 2068        | 6,087,801 |
| New Zealand government bond 2% (index linked) September 20, 2025         | 5,397,497 |
| United States treasury bond 0.125% (index linked) July 15, 2026          | 5,368,682 |
| United States treasury bond 0.125% (index linked) July 15, 2022          | 4,708,233 |
| United Kingdom treasury gilt 0.125% (index linked) March 22, 2044        | 4,672,114 |
| United States treasury bond 0.375% (index linked) July 15, 2027          | 4,474,558 |
| United Kingdom treasury gilt 2% (index linked) January 26, 2035          | 4,446,184 |
| United States treasury bond 0.75% (index linked) February 15, 2042       | 4,092,301 |
| Australia government bond 1.25% (index linked) February 21, 2022         | 3,911,411 |
| Australia government bond 4% (index linked) August 20, 2020              | 3,632,568 |
| Poland government bond 2.75% (index linked) August 25, 2023              | 3,451,516 |
| United States treasury bond 0.125% (index linked) April 15, 2019         | 3,374,994 |
| United Kingdom treasury gilt 0.625% (index linked) March 22, 2040        | 3,147,713 |
| Mexican government bond 4% (index linked) November 15, 2040              | 2,994,442 |
| France government bond 1.8% (index linked) July 25, 2040                 | 2,602,541 |
| United States treasury bond 0.75% (index linked) July 15, 2028           | 2,167,418 |
| Malaysia government bond 3.882% March 10, 2022                           | 2,107,123 |
| United Kingdom treasury gilt 1.875% (index linked) November 11, 2022     | 1,961,199 |
| France government bond 2.25% (index linked) July 25, 2020                | 1,812,730 |
| New Zealand government bond 2.5% (index linked) September 20, 2035       | 1,403,640 |
| United States treasury bond 1% (index linked) February 15, 2048          | 1,348,898 |
| Brazil notas do tesouro nacional 6% (index linked) May 15, 2045          | 1,301,525 |
| Colombia government bond 4.75% (index linked) April 4, 2035              | 1,297,803 |
| Malaysia government bond 3.492% March 31, 2020                           | 1,222,270 |
| Malaysia government bond 4.059% September 30, 2024                       | 1,083,916 |
| United States treasury bond 3.875% (index linked) April 15, 2029         | 1,065,048 |
| Mexican government bond 4% (index linked) June 13, 2019                  | 980,300   |

The significant changes to the portfolio for the financial year ended 31 December 2018 are the aggregate purchases of a security exceeding 1% of the total value of purchases and aggregate disposals greater than 1% of the total value of sales. If there are fewer than 20 purchases/sales that meet the material changes definition, the Company shall disclose those purchases/sales so at least 20 purchases/sales are disclosed.

Copies of all portfolio changes are available free of charge from the Administrator.

# THE COLCHESTER MULTI-STRATEGY GLOBAL BOND FUND PLC

## THE COLCHESTER GLOBAL REAL RETURN BOND FUND

### SCHEDULE OF SIGNIFICANT PURCHASES AND SALES (UNAUDITED) (Continued)

#### FOR THE FINANCIAL YEAR ENDED DECEMBER 31, 2018

| <b>Largest sales</b>   | <b>\$</b> |
|--|-----------|
| Australia government bond 1% (index linked) November 21, 2018            | 7,368,964 |
| United Kingdom treasury gilt 0.625% (index linked) March 22, 2040        | 5,558,127 |
| New Zealand government bond 2.5% (index linked) September 20, 2040       | 4,221,975 |
| New Zealand government bond 2.5% (index linked) September 20, 2035       | 4,180,202 |
| Brazil notas do tesouro nacional 6% (index linked) August 15, 2050       | 3,018,267 |
| United States treasury bond 2.375% (index linked) January 15, 2027       | 2,612,982 |
| United States treasury bond 3.875% (index linked) April 15, 2029         | 2,244,707 |
| United States treasury bond 0.125% (index linked) April 15, 2019         | 1,769,038 |
| United States treasury bond 0.125% (index linked) July 15, 2022          | 1,523,999 |
| Italy buoni poliennali del tesoro 2.6% (index linked) September 15, 2023 | 1,494,350 |
| United States treasury bond 0.75% (index linked) February 15, 2042       | 1,447,138 |
| New Zealand government bond 3% (index linked) September 20, 2030         | 997,727   |
| New Zealand government bond 2% (index linked) September 20, 2025         | 872,355   |
| United Kingdom treasury gilt 0.125% (index linked) March 22, 2044        | 870,345   |
| France government bond 1.8% (index linked) July 25, 2040                 | 810,232   |
| Malaysia government bond 3.759% March 15, 2019                           | 791,946   |
| Brazil notas do tesouro nacional 6% (index linked) May 15, 2045          | 786,245   |
| France government bond 2.25% (index linked) July 25, 2020                | 678,309   |
| Mexican government bond 4.5% (index linked) November 22, 2035            | 653,493   |
| United Kingdom treasury gilt 0.125% (index linked) March 22, 2068        | 582,141   |
| Mexican government bond 4% (index linked) November 15, 2040              | 547,155   |
| Poland government bond 2.75% (index linked) August 25, 2023              | 527,308   |
| Australia government bond 2% (index linked) August 21, 2035              | 513,418   |
| Mexican government bond 4% (index linked) June 13, 2019                  | 504,022   |

The significant changes to the portfolio for the financial year ended 31 December 2018 are the aggregate purchases of a security exceeding 1% of the total value of purchases and aggregate disposals greater than 1% of the total value of sales. If there are fewer than 20 purchases/sales that meet the material changes definition, the Company shall disclose those purchases/sales so at least 20 purchases/sales are disclosed.

Copies of all portfolio changes are available free of charge from the Administrator.

**THE COLCHESTER MULTI-STRATEGY GLOBAL BOND FUND PLC**

**THE COLCHESTER LOCAL MARKETS REAL RETURN BOND FUND**

**SCHEDULE OF SIGNIFICANT PURCHASES AND SALES (UNAUDITED)**

**FOR THE FINANCIAL YEAR ENDED DECEMBER 31, 2018**

|  |           |
|--|-----------|
| <b>All purchases</b>   | <b>\$</b> |
| Turkey government bond 3% (index linked) January 6, 2021           | 142,188   |
| South Africa government bond 5.5% (index linked) December 7, 2023  | 138,201   |
| Brazil notas do tesouro nacional 6% (index linked) August 15, 2030 | 82,607    |
| Russian federal bond 2.5% (index linked) August 16, 2023           | 43,903    |
| Mexican government bond 4.5% (index linked) November 22, 2035      | 29,396    |
| Mexican government bond 4.5% (index linked) December 4, 2025       | 29,134    |
| Brazil notas do tesouro nacional 6% (index linked) August 15, 2020 | 28,851    |
| Mexican government bond 4% (index linked) November 30, 2028        | 26,158    |
| Mexican government bond 4% (index linked) November 15, 2040        | 19,120    |
| South Africa government bond 3.45% (index linked) December 7, 2033 | 13,789    |
| Turkey government bond 4% (index linked) April 1, 2020             | 12,939    |
| <b>All sales</b>   | <b>\$</b> |
| Thailand government bond 1.25% (index linked) March 12, 2028       | 106,996   |
| Russian federal bond 2.5% (index linked) August 16, 2023           | 104,305   |
| Peru government bond 6.8399% (index linked) October 13, 2024       | 38,035    |
| Turkey government bond 3.5% (index linked) February 20, 2019       | 32,662    |
| Mexican government bond 4% (index linked) June 13, 2019            | 30,366    |
| Brazil notas do tesouro nacional 6% (index linked) August 15, 2020 | 29,779    |
| Mexican government bond 4.5% (index linked) December 4, 2025       | 26,028    |
| Brazil notas do tesouro nacional 6% (index linked) August 15, 2050 | 19,340    |
| Colombia government bond 3% (index linked) March 25, 2033          | 13,379    |
| Mexican government bond 4.5% (index linked) November 22, 2035      | 13,171    |

The significant changes to the portfolio for the financial year ended 31 December 2018 are the aggregate purchases of a security exceeding 1% of the total value of purchases and aggregate disposals greater than 1% of the total value of sales. If there are fewer than 20 purchases/sales that meet the material changes definition, the Company shall disclose those purchases/sales so at least 20 purchases/sales are disclosed. The transactions above represent all purchases and sales during the financial year ended 31 December 2018.

Copies of all portfolio changes are available free of charge from the Administrator.

# THE COLCHESTER MULTI-STRATEGY GLOBAL BOND FUND PLC

## THE COLCHESTER GLOBAL BOND FUND

### SCHEDULE OF SIGNIFICANT PURCHASES AND SALES (UNAUDITED)

#### FOR THE FINANCIAL YEAR ENDED DECEMBER 31, 2018

| <b>Largest purchases</b>                                  | <b>\$</b>  |
|---|------------|
| Italy buoni poliennali del tesoro 2% February 1, 2028     | 30,144,179 |
| United States treasury bond 5.5% August 15, 2028          | 28,109,519 |
| United States treasury bond 2% February 15, 2025          | 27,923,041 |
| Japan government bond 0.6% December 20, 2037              | 23,227,044 |
| United States treasury bond 2.125% May 15, 2025           | 22,762,122 |
| United States treasury bond 4.5% February 15, 2036        | 21,560,593 |
| United States treasury bond 1.5% August 15, 2026          | 21,462,620 |
| Italy buoni poliennali del tesoro 2.45% September 1, 2033 | 18,562,259 |
| Japan government bond 0.1% December 20, 2027              | 16,927,608 |
| United States treasury bond 2.25% November 15, 2027       | 16,482,089 |
| United States treasury bond 5.375% February 15, 2031      | 15,965,650 |
| Italy buoni poliennali del tesoro 1.45% May 15, 2025      | 11,525,700 |
| United States treasury bond 1.125% June 30, 2021          | 11,202,832 |
| United States treasury bond 3.5% February 15, 2039        | 11,016,057 |
| Australia government bond 4.5% April 15, 2020             | 9,847,253  |
| Spain government bond 1.4% April 30, 2028                 | 9,766,816  |
| New Zealand government bond 2.75% April 15, 2025          | 8,735,986  |
| United States treasury bond 2.375% August 15, 2024        | 8,626,184  |
| Singapore government bond 3.5% March 1, 2027              | 8,560,062  |
| Brazil notas do tesouro nacional 10% January 1, 2023      | 7,519,965  |
| United States treasury bond 2% August 31, 2021            | 7,100,244  |
| Japan government bond 1.1% September 20, 2021             | 5,739,399  |
| Japan government bond 0.1% September 20, 2027             | 5,456,970  |
| Mexican government bond 7.5% June 3, 2027                 | 5,311,618  |
| Spain government bond 2.35% July 30, 2033                 | 5,023,148  |
| Ireland government bond 1% May 15, 2026                   | 4,811,592  |
| Japan government bond 2% March 20, 2042                   | 4,779,246  |

The significant changes to the portfolio for the financial year ended 31 December 2018 are the aggregate purchases of a security exceeding 1% of the total value of purchases and aggregate disposals greater than 1% of the total value of sales. If there are fewer than 20 purchases/sales that meet the material changes definition, the Company shall disclose those purchases/sales so at least 20 purchases/sales are disclosed.

Copies of all portfolio changes are available free of charge from the Administrator.



# THE COLCHESTER MULTI-STRATEGY GLOBAL BOND FUND PLC

## THE COLCHESTER GLOBAL BOND FUND

### SCHEDULE OF SIGNIFICANT PURCHASES AND SALES (UNAUDITED) (Continued)

#### FOR THE FINANCIAL YEAR ENDED DECEMBER 31, 2018

| <b>Largest sales</b>  | <b>\$</b>  |
|---|------------|
| Ireland government bond 5.4% March 13, 2025                         | 25,306,628 |
| Norway government bond 1.75% March 13, 2025                         | 22,480,229 |
| Australia government bond 4.5% April 15, 2020                       | 21,348,390 |
| Australia government bond 3.25% April 21, 2025                      | 21,153,742 |
| New Zealand government bond 4.5% April 15, 2027                     | 17,690,640 |
| United States treasury bond 1.5% December 31, 2018                  | 17,460,429 |
| Australia government bond 3.5% September 15, 2021                   | 16,851,564 |
| New Zealand government bond 5% March 15, 2019                       | 16,381,504 |
| New Zealand government bond 3% April 15, 2020                       | 15,482,010 |
| Australia government bond 5.75% July 15, 2022                       | 15,406,264 |
| Brazil notas do tesouro nacional 10% January 1, 2023                | 14,920,906 |
| United States treasury bond 5.5% August 15, 2028                    | 13,383,361 |
| European Investment Bank 6.5% August 7, 2019                        | 13,234,205 |
| Brazil notas do tesouro nacional 10% January 1, 2025                | 13,058,889 |
| Japan government bond 0.1% June 20, 2026                            | 12,670,927 |
| Brazil notas do tesouro nacional 10% January 1, 2021                | 11,591,963 |
| United States treasury bond 1.125% June 30, 2021                    | 11,270,611 |
| Brazil notas do tesouro nacional 6% (index linked) May 15, 2045     | 11,243,981 |
| Netherlands government bond 3.25% April 21, 2025                    | 10,737,896 |
| Norway government bond 3.75% May 25, 2021                           | 10,556,002 |
| New Zealand government bond 3.5% April 14, 2033                     | 9,989,380  |
| United States treasury bond 2% August 31, 2021                      | 8,521,413  |
| Austria government bond 4.15% March 15, 2037                        | 8,452,080  |
| Belgium government bond 4.25% March 28, 2041                        | 8,077,180  |
| Brazil notas do tesouro nacional 6% (index linked) August 15, 2050  | 6,922,917  |
| United States treasury bonds 0.625% (index linked) January 15, 2024 | 5,699,864  |
| Czech Republic 4.125% March 18, 2020                                | 4,666,807  |
| Belgium government bond 3.75% September 28, 2020                    | 4,418,749  |
| European Investment Bank 6% August 6, 2020                          | 4,176,704  |

The significant changes to the portfolio for the financial year ended 31 December 2018 are the aggregate purchases of a security exceeding 1% of the total value of purchases and aggregate disposals greater than 1% of the total value of sales. If there are fewer than 20 purchases/sales that meet the material changes definition, the Company shall disclose those purchases/sales so at least 20 purchases/sales are disclosed.

Copies of all portfolio changes are available free of charge from the Administrator.

# THE COLCHESTER MULTI-STRATEGY GLOBAL BOND FUND PLC

## THE COLCHESTER LOCAL MARKET BOND FUND

### SCHEDULE OF SIGNIFICANT PURCHASES AND SALES (UNAUDITED)

#### FOR THE FINANCIAL YEAR ENDED DECEMBER 31, 2018

| <b>Largest purchases</b>   | <b>\$</b>  |
|--|------------|
| Brazil notas do tesouro nacional 10% January 1, 2027               | 49,238,185 |
| Thailand government bond 2.125% December 17, 2026                  | 39,249,730 |
| Poland government bond 2.5% July 25, 2027                          | 37,249,056 |
| Mexican government bond 7.5% June 3, 2027                          | 34,525,131 |
| South Africa government bond 10.5% December 21, 2026               | 26,123,072 |
| Colombia government bond 7.5% August 26, 2026                      | 25,164,947 |
| Russian federal bond 7.05% January 19, 2028                        | 20,117,141 |
| Turkey government bond 10.5% August 11, 2027                       | 19,533,421 |
| Colombia government bond 7% May 4, 2022                            | 19,288,106 |
| Brazil notas do tesouro nacional 10% January 1, 2023               | 19,018,270 |
| Turkey government bond 11% February 24, 2027                       | 18,672,797 |
| Indonesia Treasury Bond 6.125% May 15, 2028                        | 17,490,145 |
| Russian federal bond 7.1% October 16, 2024                         | 17,381,003 |
| Brazil notas do tesouro nacional 10% January 1, 2021               | 17,043,168 |
| Poland government bond 2.5% July 25, 2026                          | 16,377,920 |
| Brazil notas do tesouro nacional 10% January 1, 2025               | 16,214,478 |
| Brazil notas do tesouro nacional 6% (index linked) August 15, 2020 | 15,462,324 |
| Turkey government bond 11% March 2, 2022                           | 14,819,771 |
| Poland government bond 2.5% January 25, 2023                       | 14,334,080 |
| Russian federal bond 8.15% February 3, 2027                        | 14,182,328 |
| Mexican government bond 10% December 5, 2024                       | 13,720,391 |
| Malaysia government bond 3.882% March 10, 2022                     | 13,587,426 |
| Mexican government bond 8% June 11, 2020                           | 12,900,241 |
| Turkey government bond 12.4% March 8, 2028                         | 12,345,954 |
| Mexican government bond 10% November 20, 2036                      | 11,991,951 |
| Indonesia Treasury Bond 8.25% May 15, 2029                         | 11,931,463 |
| Indonesia Treasury Bond 8.125% May 15, 2024                        | 11,875,183 |
| Thailand government bond 3.65% June 20, 2031                       | 11,839,500 |
| Indonesia Treasury Bond 7.5% August 15, 2032                       | 11,488,716 |
| South Africa government bond 6.25% March 31, 2036                  | 11,075,406 |
| Turkey government bond 10.5% January 15, 2020                      | 9,795,019  |
| Poland government bond 1.5% April 25, 2020                         | 9,622,337  |
| Turkey government bond 9% July 24, 2024                            | 9,479,938  |
| Poland government bond 2.75% April 25, 2028                        | 8,207,362  |
| Malaysia government bond 4.378% November 29, 2019                  | 7,967,298  |

The significant changes to the portfolio for the financial year ended 31 December 2018 are the aggregate purchases of a security exceeding 1% of the total value of purchases and aggregate disposals greater than 1% of the total value of sales. If there are fewer than 20 purchases/sales that meet the material changes definition, the Company shall disclose those purchases/sales so at least 20 purchases/sales are disclosed.

Copies of all portfolio changes are available free of charge from the Administrator.

# THE COLCHESTER MULTI-STRATEGY GLOBAL BOND FUND PLC

## THE COLCHESTER LOCAL MARKET BOND FUND

### SCHEDULE OF SIGNIFICANT PURCHASES AND SALES (UNAUDITED) (Continued)

#### FOR THE FINANCIAL YEAR ENDED DECEMBER 31, 2018

| <b>Largest sales</b>  | <b>\$</b>  |
|---|------------|
| Peru government bond 8.2% August 12, 2026                       | 30,691,747 |
| Brazil notas do tesouro nacional 10% January 1, 2027            | 24,464,418 |
| Brazil notas do tesouro nacional 10% January 1, 2025            | 23,122,554 |
| South Africa government bond 10.5% December 21, 2026            | 20,938,524 |
| Peru government bond 5.2% September 12, 2023                    | 19,415,879 |
| Brazil notas do tesouro nacional 10% January 1, 2023            | 18,111,032 |
| Turkey government bond 10.6% February 11, 2026                  | 18,033,252 |
| Poland government bond 2% April 25, 2021                        | 17,919,260 |
| Malaysia government bond 3.654% October 31, 2019                | 17,708,802 |
| Russian federal bond 8.15% February 3, 2027                     | 16,670,844 |
| Russian federal bond 7.1% October 16, 2024                      | 14,703,377 |
| Brazil notas do tesouro nacional 6% (index linked) May 15, 2045 | 14,124,160 |
| Peru government bond 5.7% August 12, 2024                       | 12,951,158 |
| South Africa government bond 7.75% February 28, 2023            | 12,579,740 |
| Brazil notas do tesouro nacional 10% January 1, 2021            | 10,548,665 |
| Poland government bond 1.5% April 25, 2020                      | 9,591,836  |
| Russian federal bond 7% August 16, 2023                         | 9,273,856  |
| Mexican government bond 8% June 11, 2020                        | 8,292,054  |
| Poland government bond 1.75% July 25, 2021                      | 8,244,206  |
| Colombia government bond 10% July 24, 2024                      | 6,643,228  |
| Mexican government bond 7.5% June 3, 2027                       | 6,305,881  |
| South Africa government bond 6.25% March 31, 2036               | 5,067,244  |
| Mexican government bond 10% December 5, 2024                    | 5,021,706  |
| South Africa government bond 8.75% February 28, 2048            | 4,620,156  |
| Colombia government bond 7.75% September 18, 2030               | 4,177,083  |
| Turkey government bond 10.5% January 15, 2020                   | 3,852,153  |
| Malaysia government bond 3.882% March 10, 2022                  | 3,540,097  |

The significant changes to the portfolio for the financial year ended 31 December 2018 are the aggregate purchases of a security exceeding 1% of the total value of purchases and aggregate disposals greater than 1% of the total value of sales. If there are fewer than 20 purchases/sales that meet the material changes definition, the Company shall disclose those purchases/sales so at least 20 purchases/sales are disclosed.

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# THE COLCHESTER MULTI-STRATEGY GLOBAL BOND FUND PLC

## THE COLCHESTER ALPHA FUND

### SCHEDULE OF SIGNIFICANT PURCHASES AND SALES (UNAUDITED)

#### FOR THE FINANCIAL YEAR ENDED DECEMBER 31, 2018

| All purchases  | \$      |
|--|---------|
| United States treasury bond 0% March 28, 2019        | 667,411 |
| United States treasury bond 0% December 6, 2018      | 662,040 |
| United States treasury bond 0% January 3, 2019       | 661,770 |
| United States treasury bond 0% October 4, 2018       | 661,369 |
| United States treasury bond 0% August 16, 2018       | 660,120 |
| United States treasury bond 0% February 28, 2019     | 656,413 |
| United States treasury bond 0% April 25, 2019        | 654,780 |
| United States treasury bond 0% May 24, 2018          | 552,008 |
| United States treasury bond 0% May 23, 2019          | 547,912 |
| United States treasury bond 3.75% November 15, 2018  | 445,586 |
| United States treasury bond 0% June 21, 2018         | 219,864 |
| Colombia government bond 10% July 24, 2024           | 210,245 |
| Singapore government bond 2.125% June 1, 2026        | 209,527 |
| Malaysia government bond 3.8% August 17, 2023        | 187,913 |
| Australia government bond 4.5% April 21, 2033        | 122,440 |
| New Zealand government bond 6% May 15, 2021          | 108,381 |
| Brazil notas do tesouro nacional 10% January 1, 2025 | 44,667  |
| Malaysia government bond 3.882% March 10, 2022       | 27,625  |
| Malaysia government bond 3.441% February 15, 2021    | 27,599  |

The significant changes to the portfolio for the financial year ended 31 December 2018 are the aggregate purchases of a security exceeding 1% of the total value of purchases and aggregate disposals greater than 1% of the total value of sales. If there are fewer than 20 purchases/sales that meet the material changes definition, the Company shall disclose those purchases/sales so at least 20 purchases/sales are disclosed. The transactions above represent all purchases during the financial year ended 31 December 2018.

Copies of all portfolio changes are available free of charge from the Administrator.

# THE COLCHESTER MULTI-STRATEGY GLOBAL BOND FUND PLC

## THE COLCHESTER ALPHA FUND

### SCHEDULE OF SIGNIFICANT PURCHASES AND SALES (UNAUDITED) (Continued)

#### FOR THE FINANCIAL YEAR ENDED DECEMBER 31, 2018

| <b>Largest sales</b>  | <b>\$</b> |
|---|-----------|
| United States treasury bond 0% December 6, 2018                 | 669,000   |
| United States treasury bond 0% October 4, 2018                  | 667,000   |
| United States treasury bond 0% August 16, 2018                  | 665,000   |
| United States treasury bond 0% June 21, 2018                    | 660,000   |
| United States treasury bond 0% March 1, 2018                    | 560,000   |
| United States treasury bond 0% May 24, 2018                     | 555,000   |
| United States treasury bond 0% April 12, 2018                   | 550,000   |
| United States treasury bond 0% January 11, 2018                 | 529,948   |
| United States treasury bond 3.75% November 15, 2018             | 440,000   |
| New Zealand government bond 4.5% April 15, 2027                 | 275,008   |
| Colombia government bond 6% April 28, 2028                      | 224,021   |
| Norway government bond 4.5% May 22, 2019                        | 173,455   |
| Brazil notas do tesouro nacional 10% January 1, 2023            | 158,484   |
| Australia government bond 4.5% April 15, 2020                   | 123,200   |
| Brazil notas do tesouro nacional 10% January 1, 2025            | 86,901    |
| Brazil notas do tesouro nacional 6% (index linked) May 15, 2045 | 77,218    |
| Poland government bond 1.5% April 25, 2020                      | 66,800    |
| Norway government bond 2% July 1, 2020                          | 59,683    |
| Malaysia government bond 3.759% March 15, 2019                  | 55,650    |
| Norway government bond 3% March 14, 2024                        | 48,258    |

The significant changes to the portfolio for the financial year ended 31 December 2018 are the aggregate purchases of a security exceeding 1% of the total value of purchases and aggregate disposals greater than 1% of the total value of sales. If there are fewer than 20 purchases/sales that meet the material changes definition, the Company shall disclose those purchases/sales so at least 20 purchases/sales are disclosed.

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# THE COLCHESTER MULTI-STRATEGY GLOBAL BOND FUND PLC

## THE COLCHESTER GLOBAL LOW DURATION BOND FUND

### SCHEDULE OF SIGNIFICANT PURCHASES AND SALES (UNAUDITED)

#### FOR THE FINANCIAL YEAR ENDED DECEMBER 31, 2018

| <b>All purchases</b>  | <b>\$</b> |
|---|-----------|
| United States treasury bond 1.625% November 15, 2022                | 7,740,996 |
| Singapore government bond 3.125% September 1, 2022                  | 3,569,985 |
| Mexican government bond 5% December 11, 2019                        | 2,930,132 |
| Canadian government bond 1% September 1, 2022                       | 2,892,887 |
| United States treasury bond 0.125% (index linked) April 15, 2021    | 2,238,782 |
| United States treasury bond 3.125% May 15, 2021                     | 2,153,286 |
| Italy buoni poliennali del tesoro 1.35% April 15, 2022              | 2,039,447 |
| United States treasury bond 1.125% June 30, 2021                    | 1,993,257 |
| United States treasury bond 1.875% March 31, 2022                   | 1,949,817 |
| United States treasury bond 1.25% October 31, 2019                  | 1,944,520 |
| Mexican government bond 8% June 11, 2020                            | 1,885,483 |
| Spain government bond 0.05% January 31, 2021                        | 984,721   |
| Malaysia government bond 3.654% October 31, 2019                    | 979,983   |
| United States treasury bond 1.875% July 31, 2022                    | 952,366   |
| Mexican government bond 6.50% June 9, 2022                          | 491,300   |
| Poland government bond 2% April 25, 2021                            | 290,014   |
| <b>All sales</b>  | <b>\$</b> |
| New Zealand government bond 5% March 15, 2019                       | 5,777,319 |
| Australia government bond 5.25% March 15, 2019                      | 5,212,110 |
| Mexican government bond 8.5% December 13, 2018                      | 4,812,554 |
| Poland government bond 5.5% October 25, 2019                        | 3,651,267 |
| Singapore government bond 1.625% October 1, 2019                    | 3,544,935 |
| United States treasury bond 0.125% (index linked) April 15, 2018    | 2,239,446 |
| New Zealand government bond 6% May 15, 2021                         | 2,150,743 |
| Brazil notas do tesouro nacional 10% (index linked) January 1, 2019 | 1,730,277 |
| Poland government bond 3.25% July 25, 2019                          | 1,009,187 |
| Australia government bond 5.75% May 15, 2021                        | 974,225   |
| Brazil notas do tesouro nacional 6% (index linked) May 15, 2019     | 711,804   |
| Austria government bond 3.5% September 15, 2021                     | 492,946   |
| Australia government bond 1.75% November 21, 2020                   | 75,219    |

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Copies of all portfolio changes are available free of charge from the Administrator.

# THE COLCHESTER MULTI-STRATEGY GLOBAL BOND FUND PLC

## THE COLCHESTER GLOBAL BOND FUND – 130/30 CURRENCY HEDGED

### SCHEDULE OF SIGNIFICANT PURCHASES AND SALES (UNAUDITED)

#### FOR THE FINANCIAL YEAR ENDED DECEMBER 31, 2018

| <b>Largest purchases</b>  | <b>\$</b> |
|---|-----------|
| United States treasury bond 1.5% August 15, 2026                | 368,471   |
| United States treasury bond 2% August 31, 2021                  | 350,111   |
| United States treasury bond 2.25% November 15, 2027             | 320,958   |
| United States treasury bond 1.50% December 31, 2018             | 240,200   |
| Italy buoni poliennali del tesoro 2% February 1, 2028           | 212,441   |
| Japan government bond 0.6% December 20, 2037                    | 192,639   |
| United States treasury bond 5.5% August 15, 2028                | 190,072   |
| United States treasury bond 4.5% February 15, 2036              | 168,274   |
| United States treasury bond 2% February 15, 2025                | 150,152   |
| New Zealand government bond 2.75% April 15, 2025                | 130,244   |
| Italy buoni poliennali del tesoro 2.45% September 1, 2033       | 124,035   |
| United States treasury bond 5.375% February 15, 2031            | 121,455   |
| Japan government bond 0.1% December 20, 2027                    | 118,299   |
| Japan government bond 0.1% September 20, 2020                   | 117,985   |
| New Zealand government bond 5.5% April 15, 2023                 | 117,856   |
| Malaysia government bond 4.181% July 15, 2024                   | 98,680    |
| Italy buoni poliennali del tesoro 1.45% May 15, 2025            | 87,257    |
| Malaysia government bond 3.882% March 10, 2022                  | 81,866    |
| United States treasury bond 2.375% August 15, 2024              | 78,092    |
| United States treasury bond 2.125% May 15, 2025                 | 77,361    |
| Australia government bond 2.25% November 21, 2022               | 75,347    |
| Spain government bond 1.4% April 30, 2028                       | 72,322    |
| United States treasury bond 3.5% February 15, 2039              | 68,369    |
| Mexican government bond 6.5% June 10, 2021                      | 54,492    |
| Poland government bond 5.75% October 25, 2021                   | 52,511    |
| Brazil notas do tesouro nacional 6% (index linked) May 15, 2045 | 48,884    |
| Singapore government bond 2.25% June 1, 2021                    | 46,765    |
| Mexican government bond 10% December 5, 2024                    | 45,328    |
| Australia government bond 4.5% April 15, 2020                   | 45,009    |
| Austria government bond 0.75% October 20, 2026                  | 44,662    |
| United States treasury bond 1.625% August 31, 2019              | 44,610    |

The significant changes to the portfolio for the financial year ended 31 December 2018 are the aggregate purchases of a security exceeding 1% of the total value of purchases and aggregate disposals greater than 1% of the total value of sales. If there are fewer than 20 purchases/sales that meet the material changes definition, the Company shall disclose those purchases/sales so at least 20 purchases/sales are disclosed.

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# THE COLCHESTER MULTI-STRATEGY GLOBAL BOND FUND PLC

## THE COLCHESTER GLOBAL BOND FUND – 130/30 CURRENCY HEDGED

### SCHEDULE OF SIGNIFICANT PURCHASES AND SALES (UNAUDITED) (Continued)

#### FOR THE FINANCIAL YEAR ENDED DECEMBER 31, 2018

| <b>Largest sales</b>  | <b>\$</b> |
|---|-----------|
| United States treasury bond 1.5% August 15, 2026                    | 579,114   |
| United States treasury bond 1.50% December 31, 2018                 | 548,939   |
| Japan government bond 0.1% September 20, 2020                       | 386,511   |
| New Zealand government bond 3% April 15, 2020                       | 363,919   |
| New Zealand government bond 4.5% April 15, 2027                     | 353,965   |
| Ireland government bond 5.4% March 13, 2025                         | 336,030   |
| Australia government bond 4.5% April 15, 2020                       | 310,865   |
| United States treasury bond 5.375% February 15, 2031                | 246,215   |
| United States treasury bond 2% August 31, 2021                      | 235,138   |
| Brazil notas do tesouro nacional 6% (index linked) May 15, 2045     | 230,321   |
| Japan government bond 0.2% June 20, 2019                            | 227,171   |
| Australia government bond 3.25% April 21, 2025                      | 227,040   |
| Brazil notas do tesouro nacional 10% January 1, 2025                | 219,998   |
| New Zealand government bond B 5.00% March 15, 2019                  | 213,186   |
| Netherlands government bond 3.25% July 15, 2021                     | 205,707   |
| United States treasury bond 0.125% (index linked) April 15, 2021    | 184,568   |
| United States treasury bond 1.625% August 31, 2019                  | 177,277   |
| United States treasury bond 2.125% (index linked) February 15, 2041 | 175,894   |
| United States treasury bond 2.25% November 15, 2027                 | 169,978   |
| Mexican government bond 6.5% June 10, 2021                          | 165,912   |
| United States treasury bond 0.625% (index linked) January 15, 2024  | 165,511   |
| Norway government bond. 3.00% March 14, 2024                        | 165,457   |
| Malaysia government bond 3.654% October 31, 2019                    | 138,312   |
| Australia government bond 5.75% July 15, 2022                       | 129,873   |
| Poland government bond 4% October 25, 2023                          | 126,813   |
| Mexican government bond 10% December 5, 2024                        | 122,979   |
| Japan government bond 0.1% September 20, 2027                       | 116,519   |
| Ireland government bond 1% May 15, 2026                             | 111,948   |
| Mexican government bond 8.5% May 31, 2029                           | 104,064   |
| New Zealand government bond 3.50% April 14, 2033                    | 103,931   |
| Poland government bond 2% April 25, 2021                            | 101,362   |

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# THE COLCHESTER MULTI-STRATEGY GLOBAL BOND FUND PLC

## THE COLCHESTER EMERGING MARKETS BOND FUND

### SCHEDULE OF SIGNIFICANT PURCHASES AND SALES (UNAUDITED)

#### FOR THE FINANCIAL YEAR ENDED DECEMBER 31, 2018

|  |           |
|--|-----------|
| <b>All purchases</b>                             | <b>\$</b> |
| Ghana government bond 8.125% January 18, 2026    | 718,000   |
| Argentine government bond 7.5% April 22, 2026    | 632,220   |
| Colombia government bond 4% February 26, 2024    | 399,520   |
| Colombia government bond 2.625% March 15, 2023   | 379,620   |
| Namibia government bond 5.25% October 29, 2025   | 375,500   |
| Cameroon government bond 9.5% November 19, 2025  | 353,343   |
| Senegal government bond 6.25% July 30, 2024      | 261,950   |
| Zambia government bond 8.50% April 14, 2024      | 259,000   |
| Suriname government bond 9.25% October 26, 2026  | 251,900   |
| Lebanon government bond 6.2% February 26, 2025   | 234,802   |
| Petroleos Mexicanos 3.75% November 16, 2025      | 197,570   |
| Turkey government bond 5.625% March 30, 2021     | 102,000   |
| Belize government bond 4.9375% February 20, 2034 | 75,940    |
| <b>All sales</b>                                 | <b>\$</b> |
| Ghana government bond 8.125% January 18, 2026    | 843,705   |
| Namibia government bond 5.25% October 29, 2025   | 605,800   |
| Argentine government bond 7.5% April 22, 2026    | 434,010   |
| Colombia government bond 4% February 26, 2024    | 296,670   |
| Colombia government bond 2.625% March 15, 2023   | 282,270   |
| Cameroon government bond 9.5% November 19, 2025  | 213,500   |
| Zambia government bond 8.50% April 14, 2024      | 207,160   |
| Suriname government bond 9.25% October 26, 2026  | 201,480   |
| Oman government bond 3.625% June 15, 2021        | 196,200   |
| Oman government bond 4.75% June 15, 2026         | 193,241   |
| Turkey government bond 5.625% March 30, 2021     | 173,400   |
| Petroleos Mexicanos 3.75% November 16, 2025      | 141,093   |
| South Africa government bond 6.25% March 8, 2041 | 126,024   |
| South Africa government bond 5.5% March 9, 2020  | 124,500   |
| Mexican government bond 6.75% September 27, 2034 | 49,440    |

The significant changes to the portfolio for the financial year ended 31 December 2018 are the aggregate purchases of a security exceeding 1% of the total value of purchases and aggregate disposals greater than 1% of the total value of sales. If there are fewer than 20 purchases/sales that meet the material changes definition, the Company shall disclose those purchases/sales so at least 20 purchases/sales are disclosed. The transactions above represent all purchases and sales during the financial year ended 31 December 2018.

Copies of all portfolio changes are available free of charge from the Administrator.

# THE COLCHESTER MULTI-STRATEGY GLOBAL BOND FUND PLC

## NOTES TO THE FINANCIAL STATEMENTS

### FOR THE FINANCIAL YEAR ENDED DECEMBER 31, 2018 (expressed in United States dollars)

#### 1. Organisation

The Colchester Multi-Strategy Global Bond Fund plc (the “Company”) is an umbrella fund with segregated liability between Funds, established as an open-ended, variable capital investment company incorporated as a plc under the laws of Ireland. The Company’s Constitution provides for separate Funds, each representing interests in a separate and defined portfolio of assets and liabilities, which may be issued, from time to time with the approval of the Central Bank. The Company was incorporated by way of continuation of a collective investment undertaking from a prescribed jurisdiction in Ireland on June 24, 2011, and was authorised by the Central Bank pursuant to the European Communities (Undertakings for Collective Investment in Transferable Securities) Regulations 2011, (as amended) (the “UCITS Regulations”) and the Central Bank (Supervision and Enforcement) Act 2013 (Section 48(1)) (Undertakings for Collective Investment in Transferable Securities) Regulations, 2015 (as amended) (the “Central Bank UCITS Regulations”) on June 24, 2011. The Company does not have, nor has it had since its incorporation, any employees.

Details of each Fund’s launch dates and investment objectives can be found in the Director’s Report on page 2 - 3.

#### **Investment Manager**

Colchester Global Investors Limited (the “Investment Manager”) is the investment manager of the Company. The Investment Manager is registered as an investment adviser with the US Securities and Exchange Commission and is authorised and regulated by the Financial Conduct Authority. The Investment Manager was established in 1999.

The investment management agreement between the Company and the Investment Manager provides that the Investment Manager shall be responsible for the investment and reinvestment of the Funds’ assets. The investment management agreement shall continue in force until terminated immediately at any time by the Company or by the Investment Manager on not less than 90 days’ notice in writing.

The Investment Manager has appointed Colchester Global Investors (Singapore) Pte. Ltd as a sub-investment manager of the Funds. Colchester Global Investors (Singapore) Pte. Ltd holds a Capital Markets Services Licence in fund management issued by the Monetary Authority of Singapore pursuant to the Securities and Futures Act Chapter 289 of Singapore.

#### **Administrator**

Northern Trust International Fund Administration Services (Ireland) Limited (the “Administrator”), has been appointed by the Company pursuant to the administration agreement to act as the Company’s administrator. The Administrator performs certain administrative duties for the Company and provides certain regulatory, recordkeeping and accounting services to the Company. The Administrator is wholly owned by the Northern Trust Corporation.

#### **Depository**

Northern Trust Fiduciary Services (Ireland) Limited (the “Depository”), has been appointed as depository of the Company pursuant to the depository agreement. The Depository is a private limited liability company incorporated in Ireland on July 5, 1990. Its main activity is the provision of custodial services to collective investment schemes. The Depository is wholly-owned by the Northern Trust Corporation.

#### 2. Significant accounting policies

The Company’s financial statements have been prepared in conformity with US GAAP and in accordance with applicable sections of the Accounting Standards Codification (“ASC”) of the Financial Accounting Standards Board (“FASB”). The significant accounting policies are as follows:

##### (a) **Security valuation**

The Funds primarily invest in marketable US and global fixed income securities, including inflation-indexed securities. In determining the value of the assets of each Fund, each investment listed, traded or dealt on a stock exchange or regulated market (“Regulated Market”) for which market quotations are readily available shall be valued at the last traded price as at the Valuation Point in the relevant Regulated Market on the relevant Dealing Day, provided that the value of the investment listed, traded or dealt on a Regulated Market but acquired or traded at a premium or at a discount outside or off the relevant stock exchange may be valued, taking into account the level of premium or discount as at the date of valuation of the investment and the Depository must ensure that the adoption of such procedure is justifiable in the context of establishing the probable realisation value of the security.

# THE COLCHESTER MULTI-STRATEGY GLOBAL BOND FUND PLC

## NOTES TO THE FINANCIAL STATEMENTS (Continued)

### FOR THE FINANCIAL YEAR ENDED DECEMBER 31, 2018 (expressed in United States dollars)

#### 2. Significant accounting policies (continued)

##### (a) Security valuation

If the investment is normally listed, traded or dealt on or under the rules of more than one Regulated Market, the relevant Regulated Market shall be that which constitutes the main market for the investment. If prices for an investment listed, traded or dealt in on the relevant Regulated Market are not available at the relevant time or are unrepresentative, or in the event that any investments are not listed or traded on any Regulated Market, such investment shall be valued at such value as shall be certified with care and good faith as the probable realisation value of the investment by a competent professional person appointed by the Directors and approved for such purpose by the Depositary, which may be the Investment Manager.

For index linked securities, the coupon interest rate for each security remains fixed for the term of the security, and quarterly or semi-annual coupon payments are based on the inflation-adjusted principal at the time the interest falls due for payment. The principal amount of the security is adjusted for inflation on a periodic basis by applying the relevant consumer price index factor for the security. The Company's policy is to record the adjustment to the principal value of each bond as interest income.

All other securities are recorded at fair value. Securities are valued on the basis of quotations from the primary market in which they are traded. Securities traded only on over-the-counter markets for which reliable quotations are available are valued at the mid point. Securities traded on generally recognised securities exchanges are valued at their closing price, or if there are no sales, at the mid point.

The adoption of the policy has no impact on the total net assets of the Funds since the securities are recorded at fair value, as described in Note 14. However, it does result in periodic reclassifications from realised and change in unrealised gains/losses to interest income. At maturity, the securities will typically be redeemed at the greater of their inflation-adjusted principal, or the par value at original issue. The adjustments arising from the inflation restatement of principal are reflected in the Statement of Operations, the Statement of Changes in Net Assets and the Financial Highlights.

##### (b) Investment activity

Investment transactions are accounted for on the date the securities are purchased or sold (the trade date). Realised gains or losses on investments sold are computed on an average cost basis and are net of transaction costs.

##### (c) Income recognition

Interest income is recognised on an accrual basis adjusted using the effective interest method for securities purchased at a premium or discount to par value.

##### (d) Forward foreign currency contracts

The Funds may enter into forward foreign currency contracts as a way of managing foreign exchange rate risk on investments or for efficient portfolio management. The Funds may enter into these contracts for the purchase or sale of a specific foreign currency at a fixed price on a future date as a hedge or cross hedge against either specific transactions or portfolio positions. The market value of a contract will fluctuate with changes in currency exchange rates.

Each contract is marked-to-market, and the change in market value is recorded by the Funds as an unrealised gain or loss. Realised gains or losses are recorded upon settlement of the forward foreign currency contract. Risks may arise upon entering these contracts from the potential inability of the counterparty to meet the terms of their contracts.

##### (e) Futures Contracts

Futures contracts are valued at the last reported settlement or closing price as supplied by the exchange on which the contracts are traded. Cost of contracts, which include both the cost to acquire the contract plus any commissions, are determined on the first in first out basis. Futures contracts are recorded on a trade date basis. Gains or losses from futures contracts are considered realised for accounting purposes on the trade date of the transaction closing or expiration of the open position. Realised gains or losses are included in the Statement of Operations. Net unrealised gains/(losses) are reported as an asset and unrealised losses are reported as a liability in the Statement of Assets and Liabilities. When the contract is closed, the Fund records a realised gain or loss equal to the difference between the proceeds from (or cost of) the closing transaction and the Fund's basis in the contract. Unrealised gain or loss on open futures contracts is calculated at the difference between the contract price at trade date and the contracts closing price on the valuation date as reported on the exchange on which futures contracts are traded.

# THE COLCHESTER MULTI-STRATEGY GLOBAL BOND FUND PLC

## NOTES TO THE FINANCIAL STATEMENTS (Continued)

### FOR THE FINANCIAL YEAR ENDED DECEMBER 31, 2018 (expressed in United States dollars)

#### 2. Significant accounting policies (continued)

##### (f) Foreign currency translation

Investment securities and other assets and liabilities denominated in foreign currencies are translated into United States dollars at exchange rates prevailing at the date of valuation. Purchases and sales of investment securities and income and expense items denominated in foreign currencies are translated into United States dollars at the exchange rates prevailing at the dates of the transactions. Translation gains and losses pertaining to investment transactions are included in realised and change in unrealised gains and losses in the Statement of Operations.

##### (g) Use of estimates

The preparation of financial statements in conformity with accounting principles generally accepted in the United States of America requires management to make estimates and assumptions that affect the reported amounts of assets and liabilities and disclosure of contingent assets and liabilities at the date of the financial statements and the reported amounts of revenues and expenses during the reporting year. Actual results could differ from those estimates.

##### (h) Financial instruments

The fair value of the Funds' assets and liabilities which qualify as financial instruments under the FASB ASC 825, *Disclosures about Fair Value of Financial Instruments* ("ASC 825"), approximates the carrying amount presented in the Statement of Assets and Liabilities.

##### (i) Derivative instruments disclosure

FASB ASC 815 *Disclosures about Derivative Instruments and Hedging Activities* ("ASC 815") defines the disclosure requirements for derivative instruments and hedging activities. Entities are required to provide enhanced disclosures about how and why an entity uses derivative instruments and how derivative instruments and related hedged items affect an entity's financial position, financial performance, and cash flows. These disclosures are presented in Note 9.

##### (j) Offsetting Financial Assets and Liabilities

FASB ASU No. 2011-11 *Disclosures about Offsetting Assets and Liabilities* ("ASU No. 2011-11") requires entities to disclose quantitative information about the effect of netting on financial instruments and derivative instruments that are either offset on the Statement of Assets and Liabilities or subject to an enforceable master netting arrangement or similar agreement by providing both net and gross information for these assets and liabilities.

The Funds enter into derivative transactions under International Swaps and Derivatives Association (ISDA) master netting agreements.

In general, under ISDA master netting agreements the amounts owed by each counterparty on a single day in respect of all transactions outstanding in the same currency are aggregated into a single net amount that is payable by one party to the other. 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. In accordance with FASB ASU No. 2011-11, tables setting out the carrying amounts of recognised financial instruments that are subject to the above agreement are presented in Note 9 of the Financial Statements for each Fund.

#### 3. Cash and margin cash

All cash balances (including foreign cash balances) are held in segregated accounts with Northern Trust Company, which the Depositary has appointed as its global depositary. The margin cash balance of The Colchester Alpha Fund is held with Citigroup Global Markets Ltd. The Company continuously monitors the credit standing of its banker and does not expect any material losses as a result of this concentration.

# THE COLCHESTER MULTI-STRATEGY GLOBAL BOND FUND PLC

## NOTES TO THE FINANCIAL STATEMENTS (Continued)

### FOR THE FINANCIAL YEAR ENDED DECEMBER 31, 2018 (expressed in United States dollars)

#### 4. Related persons transactions

The Investment Manager receives a management fee (the “Management Fee”) out of the assets of the Funds on a monthly basis. The Management Fee is calculated and accrued by the Administrator as of each Dealing Day, at the following annual rates set out in respect of the specific fee Class of a Fund below:

|  | I Shares                | A Shares                | B Shares                | R Shares                |
|--|-------------------------|-------------------------|-------------------------|-------------------------|
|  | % of Net<br>Asset Value | % of Net<br>Asset Value | % of Net<br>Asset Value | % of Net<br>Asset Value |
| Fund   |                         |                         |                         |                         |
| The Colchester Global Bond Fund                          | 0.60%                   | 1.40%                   | 1.00%                   | 0.65%                   |
| The Colchester Local Markets Bond Fund                   | 0.75%                   | 1.70%                   | 1.20%                   | 0.85%                   |
| The Colchester Emerging Markets Bond Fund                | 0.75%                   | 1.70%                   | 1.20%                   | 0.85%                   |
| The Colchester Global Real Return Bond Fund              | 0.45%                   | 1.40%                   | 0.90%                   | 0.55%                   |
| The Colchester Local Markets Real Return Bond Fund       | 0.75%                   | 1.70%                   | 1.20%                   | 0.85%                   |
| The Colchester Low Duration Bond Fund                    | 0.45%                   | 1.40%                   | 0.90%                   | 0.55%                   |
| The Colchester Global Bond Fund - 130/30 Currency Hedged | 0.60%                   | 1.40%                   | 1.00%                   | 0.65%                   |
| The Colchester Alpha Fund                                | 0.60%                   | 1.40%                   | 1.00%                   | 0.65%                   |

Shareholders in Class I of a Fund who own greater than US\$25 million (or its foreign currency equivalent) of Shares in value, and who may be eligible to receive a fee rebate, waiver or reduction, may be offered as such from the Investment Manager, which will lower the overall effective rate of the Management Fees payable in respect of their holding of Shares. The Investment Manager will enter into separate agreements with Shareholder, outside of the Company, for the calculation and administration of these rebates/reductions in fees.

For the financial year ended December 31, 2018 The Colchester Global Real Return Bond Fund incurred Management Fees of \$2,030,549 (2017: \$1,468,302), of which \$172,654 (December 31, 2017: \$152,866) remained payable at December 31, 2018.

For the financial year ended December 31, 2018 The Colchester Local Markets Real Return Bond Fund incurred Management Fees of \$18,847 (2017: \$18,052), of which \$1,764 (December 31, 2017: \$1,449) remained payable at December 31, 2018.

For the financial year ended December 31, 2018 The Colchester Global Bond Fund incurred Management Fees of \$8,802,138 (2017: \$7,892,365), of which \$708,476 (December 31, 2017: \$644,742) remained payable at December 31, 2018.

For the financial year ended December 31, 2018 The Colchester Local Markets Bond Fund incurred Management Fees of \$9,944,402 (2017: \$5,662,358), of which \$931,433 (December 31, 2017: \$566,793) remained payable at December 31, 2018.

For the financial year ended December 31, 2018 The Colchester Alpha Fund incurred Management Fees of \$67,056 (2017: \$64,966), of which \$5,587 (December 31, 2017: \$5,225) remained payable at December 31, 2018.

For the financial year ended December 31, 2018 The Colchester Low Duration Bond Fund incurred Management Fees of \$442,387 (2017: \$430,622), of which \$36,676 (December 31, 2017: \$34,769) remained payable at December 31, 2018.

For the financial year ended December 31, 2018 The Colchester Global Bond Fund -130/30 Currency Hedged incurred Management Fees of \$61,194 (2017: \$53,864), of which \$2,619 (December 31, 2017: \$5,447) remained payable at December 31, 2018.

For the financial year ended December 31, 2018 The Colchester Emerging Markets Bond Fund incurred Management Fees of \$36,504 (2017: \$1,859), of which \$3,472 (December 31, 2017: \$1,859) remained payable at December 31, 2018.

# THE COLCHESTER MULTI-STRATEGY GLOBAL BOND FUND PLC

## NOTES TO THE FINANCIAL STATEMENTS (Continued)

### FOR THE FINANCIAL YEAR ENDED DECEMBER 31, 2018 (expressed in United States dollars)

#### 4. Related persons transactions (continued)

As a condition for being appointed as the investment manager of the company, the Investment Manager has agreed to pay all fees and reasonable out of pocket expenses (other than those expenses to be borne by a Fund in accordance with the following paragraphs) payable to the Directors, the Administrator, the Depositary, the Auditor, the Irish legal adviser, provision of a Money Laundering Reporting Officer (part of) and any sub-investment manager(s) as well as legal expenses incurred in the offering and formation of the Funds (and in the offering and formation of any new Funds) and the issuance of shares out of its Management Fee. Should the Management Fee at any time not be sufficient to cover all these expenses, the Investment Manager will exclusively bear these expenses. The Investment Manager shall reimburse the Depositary for the reasonable and customary agent's charges paid by the Depositary to any sub-custodian which shall be charged at normal commercial rates together with value added tax, if any, thereon.

At December 31, 2018, the Investment Manager held 141,740 shares in USD Unhedged Accumulation Class-I Shares (IUUA) of The Colchester Global Bond Fund, 150,000 shares in USD Unhedged Accumulation Class-I Shares (BUUA) and 100,000 shares in USD Hedged Accumulation Class-I Shares (BUHA) of The Colchester Local Markets Real Return Bond Fund, 395,021 shares in USD Unhedged Accumulation Class-I Shares (AUUA) of The Colchester Alpha Fund, 300,000 shares in USD Unhedged Accumulation Class-I Shares (HUUA) of The Colchester Emerging Markets Bond Fund, 100,000 shares in USD Unhedged Accumulation Class-I Shares (SUUA) of The Colchester Global Low Duration Bond Fund, and 100,000 shares in The EUR Hedged Distribution Class-R Shares (LEHJ), 100,000 shares in The GBP Hedged Distribution Class-R Shares (LGHJ) and 100,000 shares in The USD Hedged Distribution Class-R Shares (LUHJ) of The Colchester Local Markets Bond Fund.

In addition to fees paid by the Investment Manager, the Company incurred fees to Carne Group of \$11,330 (2017: \$15,345) for the financial year ended December 31, 2018 in consideration of the provision of a Money Laundering Reporting Officer, of which \$Nil (December 31, 2017: \$Nil) remained payable at December 31, 2018.

The Directors shall be entitled to be paid a fee by way of remuneration for their services at a rate to be determined from time to time by the Directors. Such fees shall be discharged by the Investment Manager. The Directors will be entitled to be reimbursed by the Investment Manager on behalf of each of the Funds for all reasonable disbursements and out-of-pocket expenses incurred by them.

For the financial year ended December 31, 2018, annual fees payable to the Irish Directors amounted to €50,000 (2017: €50,000). Keith Lloyd, Mamak Shahbazi and Michele Connell have or had no entitlement to receive fees for their services as Directors of the Company. Keith Lloyd, Mamak Shahbazi and Michele Connell also serve or served as directors or officers of the Investment Manager. Kevin Murphy is a partner in the law firm Arthur Cox, legal advisors in Ireland to the Company.

#### 5. Transaction costs

There were no transaction costs incurred during the financial year ended December 31, 2018 (2017: none).

Research costs were applied from January 1, 2018 and replaced previous arrangements whereby research costs were bundled in the prices paid for investments. All research costs incurred during the financial year were borne by the Investment Manager.

#### 6. Auditor's Remuneration

Auditor's remuneration for work carried out for the company in respect of the financial years ended December 31, 2018 and December 31, 2017 was as follows:

|                          | 2018          | 2017          |
|--------------------------|---------------|---------------|
|                          | €             | €             |
| Audit services           | 98,950        | 96,350        |
| Other assurance services | -             | -             |
| Tax advisory services    | -             | -             |
| Other non audit services | -             | -             |
|                          | <u>98,950</u> | <u>96,350</u> |

The auditor's remuneration above is paid by the Investment Manager, and is exclusive of VAT.

# THE COLCHESTER MULTI-STRATEGY GLOBAL BOND FUND PLC

## NOTES TO THE FINANCIAL STATEMENTS (Continued)

### FOR THE FINANCIAL YEAR ENDED DECEMBER 31, 2018 (expressed in United States dollars)

#### 7. Capital

A number of Classes of Shares are available in respect of the Funds including currency classes, unhedged and hedged classes, accumulation and distribution classes. None of the Share Classes of the Funds are listed.

All Shares belong to one of the following fee Classes: I Shares and R Shares (available to invest in by Professional Investors and also by all categories of investor when investing via a professional intermediary) and A Shares and B Shares (available to invest in by all categories of investor but must be invested in via a professional intermediary).

All Share Classes are denominated in the following currencies: Australian dollar, Canadian dollar, Swiss francs, Danish krone, Euro, pound sterling, Hong Kong dollar, Japanese yen, Norwegian krone, New Zealand dollar, Swedish krona, Singapore dollar, US dollar, and South African rand. For each currency there is a hedged accumulation share class, an unhedged accumulation share class, a hedged distribution share class and an unhedged distribution share class. Unhedged Classes are not available in The Colchester Global Bond Fund – 130/30 Currency Hedged Fund.

#### **The Colchester Global Real Return Bond Fund**

Shares in issue during the financial year were USD Unhedged Accumulation Class – I Shares (IUUA), USD Hedged Accumulation Class – I Shares (IUHA), EUR Unhedged Accumulation Class – I Shares (IEUA), EUR Hedged Accumulation Class – I Shares (IEHA), The GBP Unhedged Accumulation Class – I Shares (IGUA), GBP Hedged Accumulation Class – I Shares (IGHA), and SGD Hedged Accumulation Class – I Shares (ISHA).

#### **The Colchester Local Markets Real Return Bond Fund**

Shares in issue during the financial year were USD Unhedged Accumulation Class – I Shares (BUUA) and USD Hedged Accumulation Class - I Shares (BUHA).

#### **The Colchester Global Bond Fund**

Shares in issue during the financial year were USD Unhedged Accumulation Class – I Shares (GUUA), USD Hedged Accumulation Class – I Shares (GUHA), EUR Hedged Accumulation Class – I Shares (GEHA), GBP Hedged Accumulation Class – I Shares (GGHA), SGD Hedged Accumulation Class – I Shares (GSHA), CHF Hedged Accumulation Class – I Shares (GFHA), CAD Unhedged Accumulation Class – I Shares (GCUA), and USD Unhedged Accumulation Class – I Shares (GUUA).

#### **The Colchester Local Markets Bond Fund**

Shares in issue during the financial year were USD Unhedged Accumulation Class – I Shares (LUUA), EUR Unhedged Accumulation Class – I Shares (LEUA), EUR Unhedged Accumulation Premier Class – I Shares (LEUA(P)) (closed on April 18, 2018), CAD Unhedged Accumulation Class – I Shares (LCUA); CAD Hedged Accumulation Class – I Shares (LCHA), EUR Unhedged Distribution Class – I Shares (LEUI), GBP Hedged Distribution Class – I Shares (LGHI), CAD Hedged Accumulation Class – I Shares (LCHA), The EUR Hedged Distribution Class - R Shares (LEHJ), The USD Hedged Distribution Class - R Shares (LUHJ) and The GBP Hedged Distribution Class - R Shares (LGHJ).

#### **The Colchester Alpha Fund**

Shares in issue during the financial year were USD Unhedged Accumulation Class – I Shares (AUUA).

#### **The Colchester Global Low Duration Bond Fund**

Shares in issue during the financial year were USD Unhedged Accumulation Class – I Shares (SUUA).

#### **The Colchester Global Bond Fund – 130/30 Currency Hedged**

Shares in issue during the financial year were USD Long/Short Hedged Accumulation Class – I Shares (TUHA).

#### **The Colchester Emerging Markets Bond Fund**

Shares in issue during the financial year were USD Unhedged Accumulation Class - I Shares (HUUA).

A Fund may suffer a reduction in value, known as “dilution” when trading the underlying investments as a result of net subscriptions or net redemptions of such Fund. This is due to the spreads between the buying and selling prices and any transaction charges and other costs that may be incurred by selling and purchasing the underlying assets.

# THE COLCHESTER MULTI-STRATEGY GLOBAL BOND FUND PLC

## NOTES TO THE FINANCIAL STATEMENTS (Continued)

### FOR THE FINANCIAL YEAR ENDED DECEMBER 31, 2018 (expressed in United States dollars)

#### 7. Capital (continued)

In order to counter this effect and to protect Shareholders' interests the company may adopt a swing pricing mechanism as part of its valuation policy. This means that in certain circumstances the company may make adjustments to the Net Asset Value per Share to counter the impact of dealing and other costs. This can occur from time to time on the Funds and the size of the dilution adjustment is reviewed by the company on a periodic basis.

#### The Colchester Global Real Return Bond Fund – December 31, 2018

Movements in participating shares during the financial year were as follows:

|   | IUUA                  | IUHA                  | IEUA                  |
|---|-----------------------|-----------------------|-----------------------|
| Balance at beginning of the financial year  | 3,189,974.0340        | 6,982,457.0389        | 2,679,016.3011        |
| Issued during the financial year            | 705,940.7628          | 2,847,583.7947        | -                     |
| Redeemed during the financial year          | (67,240.8226)         | (376,575.8030)        | (1,397,886.1150)      |
| <b>Balance at end of the financial year</b> | <b>3,828,673.9742</b> | <b>9,453,465.0306</b> | <b>1,281,130.1861</b> |

|   | IEHA                  | IGUA               | IGHA                  |
|---|-----------------------|--------------------|-----------------------|
| Balance at beginning of the financial year  | 4,181,116.0665        | 30,000.0000        | 3,012,873.2642        |
| Issued during the financial year            | 1,773.9298            | -                  | 25,271.6424           |
| Redeemed during the financial year          | -                     | -                  | (9,400.4452)          |
| <b>Balance at end of the financial year</b> | <b>4,182,889.9963</b> | <b>30,000.0000</b> | <b>3,028,744.4614</b> |

|   | ISHA                   |
|---|------------------------|
| Balance at beginning of the financial year  | 10,714,989.8953        |
| Issued during the financial year            | 2,498,714.3537         |
| Redeemed during the financial year          | (187,923.0716)         |
| <b>Balance at end of the financial year</b> | <b>13,025,781.1774</b> |

Movements in US dollar equivalent values during the financial year were as follows:

|                                    | IUUA       | IUHA        | IEUA         | IEHA   |
|------------------------------------|------------|-------------|--------------|--------|
| Issued during the financial year   | 11,004,813 | 43,632,164  | -            | 31,832 |
| Redeemed during the financial year | (988,613)  | (5,708,559) | (23,325,657) | -      |

|                                    | IGUA | IGHA      | ISHA        | Total               |
|------------------------------------|------|-----------|-------------|---------------------|
| Issued during the financial year   | -    | 552,202   | 20,994,603  | <b>76,215,614</b>   |
| Redeemed during the financial year | -    | (187,477) | (1,481,055) | <b>(31,691,361)</b> |



# THE COLCHESTER MULTI-STRATEGY GLOBAL BOND FUND PLC

## NOTES TO THE FINANCIAL STATEMENTS (Continued)

### FOR THE FINANCIAL YEAR ENDED DECEMBER 31, 2018 (expressed in United States dollars)

#### 7. Capital (continued)

##### The Colchester Local Markets Real Return Bond Fund – December 31, 2018

Movements in participating shares during the financial year were as follows:

|   | BUUA                | BUHA                |
|---|---------------------|---------------------|
| Balance at beginning of the financial year  | 150,000.0000        | 100,000.0000        |
| Issued during the financial year            | -                   | -                   |
| Redeemed during the financial year          | -                   | -                   |
| <b>Balance at end of the financial year</b> | <b>150,000.0000</b> | <b>100,000.0000</b> |

Movements in US dollar equivalent values during the financial year were as follows:

|                                    | BUUA | BUHA | Total |
|------------------------------------|------|------|-------|
| Issued during the financial year   | -    | -    | -     |
| Redeemed during the financial year | -    | -    | -     |

##### The Colchester Global Bond Fund – December 31, 2018

Movements in participating shares during the financial year were as follows:

|   | GUUA                   | GUHA                   | GEHA                   |
|---|------------------------|------------------------|------------------------|
| Balance at beginning of the financial year  | 37,699,188.6808        | 12,095,443.7350        | 37,051,270.3602        |
| Issued during the financial year            | 6,302,336.5751         | 4,643,618.3600         | 4,919,710.8178         |
| Redeemed during the financial year          | (9,897,525.2255)       | (71,510.0162)          | (7,132,498.7536)       |
| <b>Balance at end of the financial year</b> | <b>34,104,000.0304</b> | <b>16,667,552.0788</b> | <b>34,838,482.4244</b> |

|   | GGHA                   | GSHA                   | GFHA                  |
|---|------------------------|------------------------|-----------------------|
| Balance at beginning of the financial year  | 10,107,632.9253        | 19,656,427.6341        | 2,416,345.9993        |
| Issued during the financial year            | 1,887,403.4804         | -                      | -                     |
| Redeemed during the financial year          | (88.6468)              | -                      | -                     |
| <b>Balance at end of the financial year</b> | <b>11,994,947.7589</b> | <b>19,656,427.6341</b> | <b>2,416,345.9993</b> |

|   | GCUA                  | GGUI               |
|---|-----------------------|--------------------|
| Balance at beginning of the financial year  | 5,692,503.8016        | -                  |
| Issued during the financial year            | 932,230.7702          | 58,156.7801        |
| Redeemed during the financial year          | -                     | -                  |
| <b>Balance at end of the financial year</b> | <b>6,624,734.5718</b> | <b>58,156.7801</b> |

# THE COLCHESTER MULTI-STRATEGY GLOBAL BOND FUND PLC

## NOTES TO THE FINANCIAL STATEMENTS (Continued)

### FOR THE FINANCIAL YEAR ENDED DECEMBER 31, 2018 (expressed in United States dollars)

#### 7. Capital (continued)

##### The Colchester Global Bond Fund – December 31, 2018 (continued)

Movements in US dollar equivalent values during the financial year were as follows:

|                                    | <b>GUUA</b>          | <b>GUHA</b> | <b>GEHA</b>  | <b>GGHA</b> |
|------------------------------------|----------------------|-------------|--------------|-------------|
| Issued during the financial year   | 63,414,163           | 52,280,539  | 64,710,795   | 28,466,346  |
| Redeemed during the financial year | (99,389,143)         | (800,000)   | (87,141,344) | (1,258)     |
|                                    |                      |             |              |             |
|                                    | <b>GSHA</b>          | <b>GFHA</b> | <b>GCUA</b>  | <b>GGUI</b> |
| Issued during the financial year   | -                    | -           | 8,697,186    | 773,736     |
| Redeemed during the financial year | -                    | -           | -            | -           |
|                                    |                      |             |              |             |
|                                    | <b>Total</b>         |             |              |             |
| Issued during the financial year   | <b>218,342,765</b>   |             |              |             |
| Redeemed during the financial year | <b>(187,331,746)</b> |             |              |             |

##### The Colchester Local Markets Bond Fund – December 31, 2018

Movements in participating shares during the financial year were as follows:

|   | <b>LUUA</b>            | <b>LEUA</b>             | <b>LCUA</b>           |
|---|------------------------|-------------------------|-----------------------|
| Balance at beginning of the financial year  | 15,879,326.5586        | 42,553,448.6274         | 4,423,360.2200        |
| Issued during the financial year            | 515,225.9986           | 66,432,044.6681         | 341,328.4189          |
| Redeemed during the financial year          | (3,521,601.8310)       | (790,147.4632)          | (1,482,090.3324)      |
| <b>Balance at end of the financial year</b> | <b>12,872,950.7262</b> | <b>108,195,345.8323</b> | <b>3,282,598.3065</b> |
|   |                        |                         |                       |
|   | <b>LCHA</b>            | <b>LEUI</b>             | <b>LGHI</b>           |
| Balance at beginning of the financial year  | 4,427,780.1400         | -                       | -                     |
| Issued during the financial year            | 345,553.5504           | 2,067,197.1423          | 25,977.8710           |
| Redeemed during the financial year          | (1,629,026.1109)       | -                       | (7,519.5602)          |
| <b>Balance at end of the financial year</b> | <b>3,144,307.5795</b>  | <b>2,067,197.1423</b>   | <b>18,458.3108</b>    |
|   |                        |                         |                       |
|   | <b>LEHJ</b>            | <b>LUHJ</b>             | <b>LGHJ</b>           |
| Balance at beginning of the financial year  | -                      | -                       | -                     |
| Issued during the financial year            | 100,000.0000           | 100,000.0000            | 100,000.0000          |
| Redeemed during the financial year          | -                      | -                       | -                     |
| <b>Balance at end of the financial year</b> | <b>100,000.0000</b>    | <b>100,000.0000</b>     | <b>100,000.0000</b>   |

# THE COLCHESTER MULTI-STRATEGY GLOBAL BOND FUND PLC

## NOTES TO THE FINANCIAL STATEMENTS (Continued)

### FOR THE FINANCIAL YEAR ENDED DECEMBER 31, 2018 (expressed in United States dollars)

#### 7. Capital (continued)

##### The Colchester Local Markets Bond Fund – December 31, 2018 (continued)

Movements in participating shares during the financial year were as follows (continued):

|   | LEUA (P)          | LEHA                  |
|---|-------------------|-----------------------|
| Balance at beginning of the financial year  | 35,027,120.1822   | -                     |
| Issued during the financial year            | 3,242.4279        | 1,354,190.1666        |
| Redeemed during the financial year          | (35,030,362.6101) | -                     |
| <b>Balance at end of the financial year</b> | <b>-</b>          | <b>1,354,190.1666</b> |

Movements in US dollar equivalent values during the financial year were as follows:

|                                    | LUUA         | LEUA         | LCUA         | LCHA         |
|------------------------------------|--------------|--------------|--------------|--------------|
| Issued during the financial year   | 4,653,031    | 841,222,684  | 2,737,985    | 2,738,705    |
| Redeemed during the financial year | (30,950,000) | (10,330,744) | (11,379,213) | (12,630,833) |

|                                    | LEUI       | LGHI     | LEHJ      | LUHJ      |
|------------------------------------|------------|----------|-----------|-----------|
| Issued during the financial year   | 24,525,477 | 352,008  | 1,138,650 | 1,000,000 |
| Redeemed during the financial year | -          | (90,555) | -         | -         |

|                                    | LGHI      | LEUA (P)      | LEHA       | Total         |
|------------------------------------|-----------|---------------|------------|---------------|
| Issued during the financial year   | 1,277,750 | 42,862        | 15,452,676 | 895,141,828   |
| Redeemed during the financial year | -         | (471,041,765) | -          | (536,423,110) |

##### The Colchester Alpha Fund – December 31, 2018

Movements in participating shares during the financial year were as follows:

|   | AUUA                  |
|---|-----------------------|
| Balance at beginning of the financial year  | 1,082,777.0584        |
| Issued during the financial year            | 2,057.3978            |
| Redeemed during the financial year          | -                     |
| <b>Balance at end of the financial year</b> | <b>1,084,834.4562</b> |

Movements in US dollar equivalent values during the financial year were as follows:

|                                    | AUUA   | Total  |
|------------------------------------|--------|--------|
| Issued during the financial year   | 21,107 | 21,107 |
| Redeemed during the financial year | -      | -      |

# THE COLCHESTER MULTI-STRATEGY GLOBAL BOND FUND PLC

## NOTES TO THE FINANCIAL STATEMENTS (Continued)

### FOR THE FINANCIAL YEAR ENDED DECEMBER 31, 2018 (expressed in United States dollars)

#### 7. Capital (continued)

##### The Colchester Global Low Duration Bond Fund – December 31, 2018

Movements in participating shares during the financial year were as follows:

|   | SUUA                  |
|---|-----------------------|
| Balance at beginning of the financial year  | 9,278,468.5341        |
| Issued during the financial year            | 9,040.4463            |
| Redeemed during the financial year          | -                     |
| <b>Balance at end of the financial year</b> | <b>9,287,508.9804</b> |

Movements in US dollar equivalent values during the financial year were as follows:

|                                    | SUUA   | Total         |
|------------------------------------|--------|---------------|
| Issued during the financial year   | 95,252 | <b>95,252</b> |
| Redeemed during the financial year | -      | -             |

##### The Colchester Global Bond Fund – 130/30 Currency Hedged – December 31, 2018

Movements in participating shares during the financial year were as follows:

|   | TUHA                |
|---|---------------------|
| Balance at beginning of the financial year  | 1,130,324.6170      |
| Issued during the financial year            | 49,143.8985         |
| Redeemed during the financial year          | (674,814.1211)      |
| <b>Balance at end of the financial year</b> | <b>504,654.3944</b> |

Movements in US dollar equivalent values during the financial year were as follows:

|                                    | TUHA        | Total              |
|------------------------------------|-------------|--------------------|
| Issued during the financial year   | 500,000     | <b>500,000</b>     |
| Redeemed during the financial year | (6,820,898) | <b>(6,820,898)</b> |

##### The Colchester Emerging Markets Bond Fund – December 31, 2018

Movements in participating shares during the financial year were as follows:

|   | HUUA                |
|---|---------------------|
| Balance at beginning of the financial year  | 501,326.6810        |
| Issued during the financial year            | 590.0847            |
| Redeemed during the financial year          | -                   |
| <b>Balance at end of the financial year</b> | <b>501,916.7657</b> |

Movements in US dollar equivalent values during the financial year were as follows:

|                                    | HUUA  | Total        |
|------------------------------------|-------|--------------|
| Issued during the financial year   | 5,698 | <b>5,698</b> |
| Redeemed during the financial year | -     | -            |

# THE COLCHESTER MULTI-STRATEGY GLOBAL BOND FUND PLC

## NOTES TO THE FINANCIAL STATEMENTS (Continued)

### FOR THE FINANCIAL YEAR ENDED DECEMBER 31, 2018 (expressed in United States dollars)

#### 7. Capital (continued)

##### The Colchester Global Real Return Bond Fund – December 31, 2017

Movements in participating shares during the financial year were as follows:

|   | IUUA                  | IUHA                  | IEUA                  |
|---|-----------------------|-----------------------|-----------------------|
| Balance at beginning of the financial year  | 141,760.2828          | 3,388,217.6350        | 1,634,182.5063        |
| Issued during the financial year            | 3,048,213.7512        | 4,050,274.6511        | 1,395,978.7948        |
| Redeemed during the financial year          | -                     | (456,035.2472)        | (351,145.0000)        |
| <b>Balance at end of the financial year</b> | <b>3,189,974.0340</b> | <b>6,982,457.0389</b> | <b>2,679,016.3011</b> |

|   | IEHA                  | IGUA               | IGHA                  |
|---|-----------------------|--------------------|-----------------------|
| Balance at beginning of the financial year  | 3,937,016.7146        | 30,000.0000        | 2,686,903.8720        |
| Issued during the financial year            | 470,811.9900          | -                  | 933,768.6659          |
| Redeemed during the financial year          | (226,712.6381)        | -                  | (607,799.2737)        |
| <b>Balance at end of the financial year</b> | <b>4,181,116.0665</b> | <b>30,000.0000</b> | <b>3,012,873.2642</b> |

|   | ISHA                   |
|---|------------------------|
| Balance at beginning of the financial year  | 1,650,000.0000         |
| Issued during the financial year            | 9,064,989.8953         |
| Redeemed during the financial year          | -                      |
| <b>Balance at end of the financial year</b> | <b>10,714,989.8953</b> |

Movements in US dollar equivalent values during the financial year were as follows:

|                                    | IUUA       | IUHA        | IEUA        | IEHA        |
|------------------------------------|------------|-------------|-------------|-------------|
| Issued during the financial year   | 45,000,302 | 60,513,164  | 21,208,255  | 8,139,885   |
| Redeemed during the financial year | -          | (6,705,412) | (5,619,427) | (3,657,608) |

|                                    | IGUA | IGHA         | ISHA       | Total               |
|------------------------------------|------|--------------|------------|---------------------|
| Issued during the financial year   | -    | 18,979,635   | 70,310,187 | <b>224,151,428</b>  |
| Redeemed during the financial year | -    | (12,032,208) | -          | <b>(28,014,655)</b> |

##### The Colchester Local Markets Real Return Bond Fund – December 31, 2017

Movements in participating shares during the financial year were as follows:

|   | BUUA                | BUHA                |
|---|---------------------|---------------------|
| Balance at beginning of the financial year  | 150,000.0000        | 100,000.0000        |
| Issued during the financial year            | -                   | -                   |
| Redeemed during the financial year          | -                   | -                   |
| <b>Balance at end of the financial year</b> | <b>150,000.0000</b> | <b>100,000.0000</b> |

# THE COLCHESTER MULTI-STRATEGY GLOBAL BOND FUND PLC

## NOTES TO THE FINANCIAL STATEMENTS (Continued)

### FOR THE FINANCIAL YEAR ENDED DECEMBER 31, 2018 (expressed in United States dollars)

#### 7. Capital (continued)

##### The Colchester Local Markets Real Return Bond Fund – December 31, 2017 (continued)

Movements in US dollar equivalent values during the financial year were as follows:

|                                    | BUUA | BUHA | Total |
|------------------------------------|------|------|-------|
| Issued during the financial year   | -    | -    | -     |
| Redeemed during the financial year | -    | -    | -     |

##### The Colchester Global Bond Fund – December 31, 2017

Movements in participating shares during the financial year were as follows:

|   | GUUA                   | GUHA                   | GEHA                   |
|---|------------------------|------------------------|------------------------|
| Balance at beginning of the financial year  | 52,099,563.3935        | 10,636,165.5697        | 27,358,664.4984        |
| Issued during the financial year            | 3,753,382.6166         | 1,459,278.1653         | 10,664,681.3964        |
| Redeemed during the financial year          | (18,153,757.3293)      | -                      | (972,075.5346)         |
| <b>Balance at end of the financial year</b> | <b>37,699,188.6808</b> | <b>12,095,443.7350</b> | <b>37,051,270.3602</b> |

|   | GGHA                   | GSHA                   | GFHA                  |
|---|------------------------|------------------------|-----------------------|
| Balance at beginning of the financial year  | 9,393,477.4450         | 19,656,427.6341        | 2,416,345.9993        |
| Issued during the financial year            | 714,155.4803           | -                      | -                     |
| Redeemed during the financial year          | -                      | -                      | -                     |
| <b>Balance at end of the financial year</b> | <b>10,107,632.9253</b> | <b>19,656,427.6341</b> | <b>2,416,345.9993</b> |

|   | GCUA                  |
|---|-----------------------|
| Balance at beginning of the financial year  | 3,538,470.3194        |
| Issued during the financial year            | 2,154,033.4822        |
| Redeemed during the financial year          | -                     |
| <b>Balance at end of the financial year</b> | <b>5,692,503.8016</b> |

Movements in US dollar equivalent values during the financial year were as follows:

|                                    | GUUA          | GUHA       | GEHA         | GGHA       |
|------------------------------------|---------------|------------|--------------|------------|
| Issued during the financial year   | 37,104,054    | 16,309,230 | 131,677,765  | 10,564,867 |
| Redeemed during the financial year | (180,534,969) | -          | (11,599,564) | -          |

  

|                                    | GSHA | GFHA | GCUA       | Total                |
|------------------------------------|------|------|------------|----------------------|
| Issued during the financial year   | -    | -    | 19,191,652 | <b>214,847,568</b>   |
| Redeemed during the financial year | -    | -    | -          | <b>(192,134,533)</b> |

# THE COLCHESTER MULTI-STRATEGY GLOBAL BOND FUND PLC

## NOTES TO THE FINANCIAL STATEMENTS (Continued)

### FOR THE FINANCIAL YEAR ENDED DECEMBER 31, 2018

(expressed in United States dollars)

#### 7. Capital (continued)

##### The Colchester Local Markets Bond Fund – December 31, 2017

Movements in participating shares during the financial year were as follows:

|   | LUUA                   | LEUA                   | LCUA                  |
|---|------------------------|------------------------|-----------------------|
| Balance at beginning of the financial year  | 16,392,962.6786        | 5,353,571.4874         | -                     |
| Issued during the financial year            | 455,158.7900           | 37,594,690.9200        | 4,423,360.2200        |
| Redeemed during the financial year          | (968,794.9100)         | (394,813.7800)         | -                     |
| <b>Balance at end of the financial year</b> | <b>15,879,326.5586</b> | <b>42,553,448.6274</b> | <b>4,423,360.2200</b> |

|   | LCHA                  | LEUA (P)               |
|---|-----------------------|------------------------|
| Balance at beginning of the financial year  | -                     | 37,034,102.4222        |
| Issued during the financial year            | 4,427,780.1400        | 10,164,051.7300        |
| Redeemed during the financial year          | -                     | (12,171,033.9700)      |
| <b>Balance at end of the financial year</b> | <b>4,427,780.1400</b> | <b>35,027,120.1822</b> |

Movements in US dollar equivalent values during the financial year were as follows:

|                                    | LUUA        | LEUA        | LCUA       | LCHA       |
|------------------------------------|-------------|-------------|------------|------------|
| Issued during the financial year   | 4,201,732   | 433,119,579 | 32,866,257 | 32,866,862 |
| Redeemed during the financial year | (8,300,000) | (4,544,254) | -          | -          |

|                                    | LEUA (P)      | Total                |
|------------------------------------|---------------|----------------------|
| Issued during the financial year   | 124,743,037   | <b>627,797,467</b>   |
| Redeemed during the financial year | (139,161,738) | <b>(152,005,992)</b> |

##### The Colchester Alpha Fund – December 31, 2017

Movements in participating shares during the financial year were as follows:

|   | AUUA                  |
|---|-----------------------|
| Balance at beginning of the financial year  | 1,081,597.8887        |
| Issued during the financial year            | 1,179.1697            |
| Redeemed during the financial year          | -                     |
| <b>Balance at end of the financial year</b> | <b>1,082,777.0584</b> |

Movements in US dollar equivalent values during the financial year were as follows:

|                                    | AUUA   | Total         |
|------------------------------------|--------|---------------|
| Issued during the financial year   | 11,895 | <b>11,895</b> |
| Redeemed during the financial year | -      | -             |

# THE COLCHESTER MULTI-STRATEGY GLOBAL BOND FUND PLC

## NOTES TO THE FINANCIAL STATEMENTS (Continued)

### FOR THE FINANCIAL YEAR ENDED DECEMBER 31, 2018 (expressed in United States dollars)

#### 7. Capital (continued)

##### The Colchester Global Low Duration Bond Fund – December 31, 2017

Movements in participating shares during the financial year were as follows:

|   | SUUA                  |
|---|-----------------------|
| Balance at beginning of the financial year  | 9,269,574.0028        |
| Issued during the financial year            | 8,894.5313            |
| Redeemed during the financial year          | -                     |
| <b>Balance at end of the financial year</b> | <b>9,278,468.5341</b> |

Movements in US dollar equivalent values during the financial year were as follows:

|                                    | SUUA   | Total         |
|------------------------------------|--------|---------------|
| Issued during the financial year   | 91,753 | <b>91,753</b> |
| Redeemed during the financial year | -      | -             |

##### The Colchester Global Bond Fund – 130/30 Currency Hedged – December 31, 2017

Movements in participating shares during the financial year were as follows:

|   | TUHA                  |
|---|-----------------------|
| Balance at beginning of the financial year  | 521,500.8250          |
| Issued during the financial year            | 638,461.3835          |
| Redeemed during the financial year          | (29,637.5915)         |
| <b>Balance at end of the financial year</b> | <b>1,130,324.6170</b> |

Movements in US dollar equivalent values during the financial year were as follows:

|                                    | TUHA      | Total            |
|------------------------------------|-----------|------------------|
| Issued during the financial year   | 6,381,210 | <b>6,381,210</b> |
| Redeemed during the financial year | (300,000) | <b>(300,000)</b> |

##### The Colchester Emerging Markets Bond Fund – December 31, 2017

Movements in participating shares during the financial year were as follows:

|   | HUUA                |
|---|---------------------|
| Balance at beginning of the financial year  |                     |
| Issued during the financial year            | 501,326.6810        |
| Redeemed during the financial year          | -                   |
| <b>Balance at end of the financial year</b> | <b>501,326.6810</b> |

Movements in US dollar equivalent values during the financial year were as follows:

|                                    | HUUA      | Total            |
|------------------------------------|-----------|------------------|
| Issued during the financial year   | 5,013,317 | <b>5,013,317</b> |
| Redeemed during the financial year | -         | -                |



# THE COLCHESTER MULTI-STRATEGY GLOBAL BOND FUND PLC

## NOTES TO THE FINANCIAL STATEMENTS (Continued)

### FOR THE FINANCIAL YEAR ENDED DECEMBER 31, 2018 (expressed in United States dollars)

#### 8. Soft Commission Arrangements

The Investment Manager has never made use of soft commission arrangements. Accordingly, there have been no soft commission payments relating to any Fund from January 1, 2018 (financial year ended December 31, 2017: none).

#### 9. Financial Instruments

In the normal course of business, the Funds enter into forward foreign currency contracts (all Funds), futures contracts and interest rate swaps (The Colchester Alpha Fund), which may result in “off-balance-sheet” market and credit risks, the amounts of which are not apparent from the Statement of Assets and Liabilities.

##### **Market and credit risk**

Market risk is the possibility that future changes in market prices may make a financial instrument less valuable. The Funds’ exposure to market risk may be due to many factors, including the movements in interest rates, foreign exchange rates, and market volatility underlying these instruments. The Funds invest on a global basis in both developed and developing markets. In doing so, the Funds are subject to: (i) currency exchange-rate risk; (ii) the possible imposition of withholding, income or excise taxes; (iii) the absence of uniform accounting, auditing and financial reporting standards, practices and disclosure requirements and little or potentially biased government supervision and regulation; (iv) financial, economic and political risks, including expropriation, currency exchange control and potential restrictions on foreign investment and repatriation of capital; and (v) global market turmoil. Credit ratings applied to debt securities are not absolute measures of credit quality and do not reflect all potential market risks. Ratings agencies may fail to reflect changes in an issuer’s underlying financial condition in a timely manner. The Investment Manager does not rely solely on credit ratings, and develops its own analysis of the credit quality of debt issuers. By focusing on a relatively small number of sovereign markets, the Investment Manager identifies country bond markets with low credit risk that possess investment value rather than on the contribution from the credit risk component of different issuers. Diversification of risk is achieved by ensuring an adequate spread of investments and the use of limits on the maximum size of investments appropriate in each country taking into account its financial market, infrastructure, economic conditions, liquidity and other factors. The credit risk component of risk is controlled via the country allocation process by restricting total exposure to lower rated countries.

Another source of credit risk arises due to the assets under custodial (and sub-custodial) arrangements and the other areas where there are credit exposures can be summarised into cash and net foreign exchange mark to market exposures. As securities are settled delivery-against-payment, there is little counterparty risk on these transactions.

As described above in the normal course of business, the Funds enter into forward foreign currency contracts, futures contracts and interest rate swaps which may result in “off-balance-sheet” market and credit risks, the amounts of which are not apparent from the Statement of Assets and Liabilities. To mitigate the credit risk of cash, low cash balances are maintained generally although cash balances may be increased to meet redemption requests and/or the settlement of forward foreign currency contracts.

The principal credit risk is counterparty default (i.e., failure by the counterparty to perform as specified in the contract) due to financial impairment or other reasons. Credit risk is reduced by dealing with reputable counterparties and obtaining collateral that may be used to offset losses. Credit risk is generally higher when a non-exchange-traded financial instrument is involved because the counterparty for exchange-traded financial instruments is the exchange’s clearing house, which is backed by the membership of the exchange. When the Funds enter into forward foreign currency contracts, futures contracts and interest rate swaps the Funds are exposed to credit risk arising from the potential inability of counterparties to perform under the terms and obligations of the contracts. All forward foreign exchange contracts, futures contracts and interest rate swaps utilise the Depositary, Citibank and JP Morgan Chase respectively as their counterparty. No collateral has been obtained from any of the counterparties.

# THE COLCHESTER MULTI-STRATEGY GLOBAL BOND FUND PLC

## NOTES TO THE FINANCIAL STATEMENTS (Continued)

### FOR THE FINANCIAL YEAR ENDED DECEMBER 31, 2018 (expressed in United States dollars)

#### 9. Financial Instruments (continued)

##### **Credit risk statement**

Credit risk is the risk that one party to a financial instrument will cause a financial loss for the other party by failing to discharge an obligation.

Northern Trust Fiduciary Services (Ireland) Limited (“NTFSIL”) is the appointed Depositary of the Funds, responsible for the safe-keeping of assets. NTFSIL has appointed The Northern Trust Company (“TNTC”) as its global sub-custodian. Both NTFSIL and TNTC are wholly owned subsidiaries of Northern Trust Corporation (“NTC”). As at year-end date December 31, 2018, NTC had a long term credit rating from Standard & Poor’s of A+ (December 31, 2017: A+).

TNTC (as global sub-custodian of NTFSIL) does not appoint external sub-custodians within the US, the UK, Ireland and Canada. However, in all other markets, TNTC appoints local external sub-custodians.

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

TNTC, in the discharge of its delegated depositary duties, holds in custody (i) all financial instruments that may be registered in a financial instruments account opened on the books of TNTC and (ii) all financial instruments that can be physically delivered to TNTC. TNTC ensures all financial instruments (held in a financial instruments account on the books of TNTC) are held in segregated accounts in the name of the Funds, clearly identifiable as belonging to the Funds, and distinct and separately from the proprietary assets of TNTC, NTFSIL and NTC.

In addition TNTC, as banker, holds cash of the Funds on deposit. Such cash is held on the Statement of Assets and Liabilities of TNTC. In the event of insolvency of TNTC, in accordance with standard banking practice, the Funds will rank as an unsecured creditor of TNTC in respect of any cash deposits.

Insolvency of NTFSIL and or one of its agents or affiliates may cause the Funds’ rights with respect to its assets to be delayed.

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

##### **Liquidity risk**

Liquidity risk is the risk that the Funds will encounter difficulties in meeting obligations associated with its financial liabilities. Liquidity risk to the Funds arises from the redemption requests of investors and the liquidity of the underlying investments held by the Funds. Diversification of risk is achieved by ensuring an adequate spread of investments and the use of limits on the maximum size of investments appropriate in each country taking into account its financial market, infrastructure, economic conditions, liquidity and other factors. The Investment Manager monitors its concentration limits closely to ensure continued liquidity and an absence of large exposure risk is achieved

##### **Foreign currency risk**

The Funds may invest in securities denominated in currencies other than its reporting currency. Consequently, the Funds are exposed to risks that the exchange rate of the reporting currency relative to other currencies may change in a manner which has an adverse effect on the value of the portion of the Funds’ assets which are denominated in currencies other than its own currency.

The Investment Manager monitors the exposure on foreign currency denominated assets and liabilities and, where considered appropriate, uses forward foreign currency contracts to manage foreign currency risk.

# THE COLCHESTER MULTI-STRATEGY GLOBAL BOND FUND PLC

## NOTES TO THE FINANCIAL STATEMENTS (Continued)

### FOR THE FINANCIAL YEAR ENDED DECEMBER 31, 2018 (expressed in United States dollars)

#### 9. Financial Instruments (continued)

##### Foreign currency risk (continued)

Forward foreign exchange transactions (including non-deliverable forward foreign exchange transactions) may be used to reduce the risk of adverse market changes in exchange rates or to increase exposure to foreign currencies or to shift exposure in order to address foreign currency fluctuations between currencies. The Investment Manager uses the “commitment approach” to calculate the global exposure of all Funds with the exception of The Colchester Alpha Fund. This approach converts the Financial Derivative Instruments (“FDI”) positions into the equivalent positions of the underlying assets, and seeks to ensure that the risk associated with the use of FDI is monitored in terms of any future commitments to which it is (or may be) obligated. The FDI transactions are valued daily and can be closed out at fair value at any time at the request of the Investment Manager on behalf of the Funds.

The Colchester Alpha Fund seeks to establish long and short positions that will benefit from the difference in some currencies relative to others. This Fund may manage currency risk through the use of spot and forward currency contracts, both deliverable and non-deliverable.

The Colchester Alpha Fund may also use interest rate swaps, forwards (including currency forwards and non-deliverable currency forwards) and bond futures in establishing its long and short positions. Interest rate swaps or futures may be a more efficient means than a bond to create a short or pay fix, position and may also provide greater flexibility in the management of portfolio duration. The Colchester Alpha Fund uses a Value at Risk approach to measure global exposure. In accordance with the requirements of the Central Bank, the Fund will be managed subject to the below VaR limits. The Colchester Alpha Fund employs leverage. In this context, “leverage” is calculated, in accordance with the requirements of the Central Bank, as the sum of the notionals of the derivatives used. The following table discloses information on the Fund’s Value at Risk approach in accordance with the requirements of the Central Bank.

#### As at December 31, 2018

| Type         | Index Exposure | Leverage | VaR<br>Minimum | VaR<br>Maximum | VaR<br>Average |
|--------------|----------------|----------|----------------|----------------|----------------|
| Absolute VaR | n/a            | 217.61%  | 1.72%          | 2.26%          | 2.91%          |

#### Comparative as at December 31, 2017

| Type         | Index Exposure | Leverage | VaR<br>Minimum | VaR<br>Maximum | VaR<br>Average |
|--------------|----------------|----------|----------------|----------------|----------------|
| Absolute VaR | n/a            | 217.82%  | 2.62%          | 3.97%          | 3.46%          |

The disclosed level of leverage is not intended to be an additional risk exposure limit for The Colchester Alpha Fund. Furthermore, it is not intended that the leverage level by itself will be indicative of the risk profile of the Fund. Leverage is just one of many risk factors considered in constructing the Fund’s portfolio.

As at December 31, 2018, the Funds had unsettled forward foreign currency contracts for each class of share as detailed on the following page.

# THE COLCHESTER MULTI-STRATEGY GLOBAL BOND FUND PLC

## NOTES TO THE FINANCIAL STATEMENTS (Continued)

### FOR THE FINANCIAL YEAR ENDED DECEMBER 31, 2018 (expressed in United States dollars)

#### 9. Financial Instruments (continued)

##### The Colchester Global Real Return Bond Fund Forward Foreign Currency Contracts - Single Asset Pool

| Currency to be received<br>under contract |               | Currency to be delivered<br>under contract |             | Unrealised<br>gain/(loss)\$ | Maturity         |
|---|---------------|--|-------------|-----------------------------|------------------|
| Canadian dollar                           | 255,000       | United States dollar                       | 190,841     | (4,035)                     | January 24, 2019 |
| Canadian dollar                           | 11,294,000    | United States dollar                       | 8,445,059   | (171,389)                   | January 24, 2019 |
|   |               |  |             | <b>(175,424)</b>            |                  |
| Columbian peso                            | 703,260,000   | United States dollar                       | 222,059     | (5,680)                     | January 24, 2019 |
|   |               |  |             | <b>(5,680)</b>              |                  |
| Euro                                      | 401,000       | United States dollar                       | 456,378     | 2,841                       | January 24, 2019 |
| Euro                                      | 80,000        | United States dollar                       | 91,588      | 27                          | January 24, 2019 |
|   |               |  |             | <b>2,868</b>                |                  |
| British pound sterling                    | 82,473,000    | United States dollar                       | 103,738,663 | 1,409,473                   | January 24, 2019 |
| British pound sterling                    | 2,710,000     | United States dollar                       | 3,424,752   | 30,336                      | January 24, 2019 |
| British pound sterling                    | 613,000       | United States dollar                       | 775,782     | 5,756                       | January 24, 2019 |
|   |               |  |             | <b>1,445,565</b>            |                  |
| Japanese yen                              | 2,673,790,000 | United States dollar                       | 23,626,314  | 783,896                     | January 24, 2019 |
| Japanese yen                              | 60,388,000    | United States dollar                       | 536,473     | 14,836                      | January 24, 2019 |
| Japanese yen                              | 15,397,000    | United States dollar                       | 138,307     | 2,259                       | January 24, 2019 |
|   |               |  |             | <b>800,991</b>              |                  |
| Mexican peso                              | 8,392,000     | United States dollar                       | 416,086     | 8,639                       | January 24, 2019 |
| Mexican peso                              | 1,836,000     | United States dollar                       | 91,938      | 983                         | January 24, 2019 |
|   |               |  |             | <b>9,622</b>                |                  |
| Norwegian krone                           | 2,410,000     | United States dollar                       | 280,194     | (1,604)                     | January 24, 2019 |
| Norwegian krone                           | 105,955,000   | United States dollar                       | 12,305,096  | (56,963)                    | January 24, 2019 |
|   |               |  |             | <b>(58,567)</b>             |                  |
| Polish zloty                              | 1,719,000     | United States dollar                       | 452,190     | 5,563                       | January 24, 2019 |
| Polish zloty                              | 860,000       | United States dollar                       | 228,126     | 883                         | January 24, 2019 |
|   |               |  |             | <b>6,446</b>                |                  |
| Swedish krona                             | 269,066,000   | United States dollar                       | 29,702,102  | 698,739                     | January 24, 2019 |
| Swedish krona                             | 6,075,000     | United States dollar                       | 674,687     | 11,706                      | January 24, 2019 |
| Swedish krona                             | 1,239,000     | United States dollar                       | 138,362     | 1,629                       | January 24, 2019 |
|   |               |  |             | <b>712,074</b>              |                  |

# THE COLCHESTER MULTI-STRATEGY GLOBAL BOND FUND PLC

## NOTES TO THE FINANCIAL STATEMENTS (Continued)

### FOR THE FINANCIAL YEAR ENDED DECEMBER 31, 2018 (expressed in United States dollars)

#### 9. Financial Instruments (continued)

##### The Colchester Global Real Return Bond Fund

##### Forward Foreign Currency Contracts - Single Asset Pool (continued)

| Currency to be received<br>under contract                   |            | Currency to be delivered<br>under contract |                | Unrealised<br>gain/(loss)\$ | Maturity         |
|---|------------|--|----------------|-----------------------------|------------------|
| United States dollar  | 35,074,809 | Australian dollar                          | 48,940,000     | 605,713                     | January 24, 2019 |
| United States dollar  | 41,597,472 | New Zealand dollar                         | 61,193,000     | 548,594                     | January 24, 2019 |
| United States dollar  | 15,697,327 | Brazilian real                             | 60,430,000     | 127,585                     | January 24, 2019 |
| United States dollar  | 4,288,880  | Columbian peso                             | 13,628,344,000 | 95,711                      | January 24, 2019 |
| United States dollar  | 942,989    | New Zealand dollar                         | 1,372,000      | 22,638                      | January 24, 2019 |
| United States dollar  | 597,384    | Australian dollar                          | 830,000        | 12,804                      | January 24, 2019 |
| United States dollar  | 360,660    | Brazilian real                             | 1,388,000      | 3,043                       | January 24, 2019 |
| United States dollar  | 14,591     | Mexican peso                               | 294,000        | (288)                       | January 24, 2019 |
| United States dollar  | 717,323    | Polish zloty                               | 2,699,000      | (1,394)                     | January 24, 2019 |
| United States dollar  | 1,255,714  | Euro                                       | 1,100,000      | (3,988)                     | January 24, 2019 |
| United States dollar  | 991,244    | British pound sterling                     | 782,000        | (5,760)                     | January 24, 2019 |
| United States dollar  | 39,248,915 | Euro                                       | 34,663,000     | (446,578)                   | January 24, 2019 |
| United States dollar  | 12,730,467 | Mexican peso                               | 261,071,000    | (482,536)                   | January 24, 2019 |
|   |            |  |                | <b>475,544</b>              |                  |
|   |            |  |                | <b>3,213,439</b>            |                  |
| <b>Total forward currency contracts - single asset pool</b> |            |  |                |                             |                  |

# THE COLCHESTER MULTI-STRATEGY GLOBAL BOND FUND PLC

## NOTES TO THE FINANCIAL STATEMENTS (Continued)

### FOR THE FINANCIAL YEAR ENDED DECEMBER 31, 2018 (expressed in United States dollars)

#### 9. Financial Instruments (continued)

##### The Colchester Global Real Return Bond Fund (continued) Forward Foreign Currency Contracts – Colchester code IUHA

| Currency to be received<br>under contract                              |             | Currency to be delivered<br>under contract |             | Unrealised<br>gain/(loss)\$ | Maturity         |
|--|-------------|--|-------------|-----------------------------|------------------|
| Columbian peso   | 228,554,000 | United States dollar                       | 71,927      | (1,605)                     | January 24, 2019 |
|  |             |  |             | <b>(1,605)</b>              |                  |
| United States dollar   | 2,427,936   | Canadian dollar                            | 3,247,000   | 49,274                      | January 24, 2019 |
| United States dollar   | 2,468,568   | Norwegian krone                            | 21,256,000  | 11,427                      | January 24, 2019 |
| United States dollar   | 182,608     | Canadian dollar                            | 244,000     | 3,861                       | January 24, 2019 |
| United States dollar   | 187,067     | Norwegian krone                            | 1,609,000   | 1,071                       | January 24, 2019 |
| United States dollar   | 28,939      | Canadian dollar                            | 39,000      | 369                         | January 24, 2019 |
| United States dollar   | 43,704      | Polish złoty                               | 164,000     | 33                          | January 24, 2019 |
| United States dollar   | 73,270      | Euro                                       | 64,000      | (21)                        | January 24, 2019 |
| United States dollar   | 43,631      | Norwegian krone                            | 378,000     | (65)                        | January 24, 2019 |
| United States dollar   | 57,826      | Malaysian ringgit                          | 242,000     | (755)                       | January 24, 2019 |
| United States dollar   | 72,910      | Mexican peso                               | 1,456,000   | (780)                       | January 24, 2019 |
| United States dollar   | 211,149     | Polish złoty                               | 796,000     | (818)                       | January 24, 2019 |
| United States dollar   | 117,032     | Swedish krona                              | 1,048,000   | (1,378)                     | January 24, 2019 |
| United States dollar   | 87,761      | Japanese yen                               | 9,770,000   | (1,434)                     | January 24, 2019 |
| United States dollar   | 115,476     | Malaysian ringgit                          | 483,000     | (1,444)                     | January 24, 2019 |
| United States dollar   | 422,235     | Euro                                       | 371,000     | (2,628)                     | January 24, 2019 |
| United States dollar   | 564,435     | British pound sterling                     | 446,000     | (4,188)                     | January 24, 2019 |
| United States dollar   | 319,551     | Mexican peso                               | 6,445,000   | (6,635)                     | January 24, 2019 |
| United States dollar   | 299,010     | Japanese yen                               | 33,658,000  | (8,269)                     | January 24, 2019 |
| United States dollar   | 636,927     | Swedish krona                              | 5,735,000   | (11,051)                    | January 24, 2019 |
| United States dollar   | 3,201,069   | British pound sterling                     | 2,533,000   | (28,355)                    | January 24, 2019 |
| United States dollar   | 2,766,803   | Polish złoty                               | 10,518,000  | (34,037)                    | January 24, 2019 |
| United States dollar   | 5,543,741   | Euro                                       | 4,896,000   | (63,077)                    | January 24, 2019 |
| United States dollar   | 3,898,445   | Japanese yen                               | 441,187,000 | (129,346)                   | January 24, 2019 |
| United States dollar   | 4,172,702   | Mexican peso                               | 85,572,000  | (158,162)                   | January 24, 2019 |
| United States dollar   | 8,361,464   | Swedish krona                              | 75,745,000  | (196,703)                   | January 24, 2019 |
| United States dollar   | 42,159,358  | British pound sterling                     | 33,517,000  | (572,809)                   | January 24, 2019 |
|  |             |  |             | <b>(1,155,920)</b>          |                  |
| <b>Total forward foreign currency contracts - Colchester code IUHA</b> |             |  |             | <b>(1,157,525)</b>          |                  |

# THE COLCHESTER MULTI-STRATEGY GLOBAL BOND FUND PLC

## NOTES TO THE FINANCIAL STATEMENTS (Continued)

### FOR THE FINANCIAL YEAR ENDED DECEMBER 31, 2018 (expressed in United States dollars)

#### 9. Financial Instruments (continued)

##### The Colchester Global Real Return Bond Fund (continued) Forward Foreign Currency Contracts – Colchester code IEHA

| <u>Currency to be received<br/>under contract</u>                      |             | <u>Currency to be delivered<br/>under contract</u> |             | <u>Unrealised<br/>gain/(loss)\$</u> | <u>Maturity</u>  |
|--|-------------|--|-------------|-------------------------------------|------------------|
| Columbian peso   | 429,227,000 | United States dollar                               | 135,079     | (3,014)                             | January 24, 2019 |
|  |             |  |             | <u>(3,014)</u>                      |                  |
| Euro   | 51,520,000  | United States dollar                               | 58,336,096  | 663,754                             | January 24, 2019 |
|  |             |  |             | <u>663,754</u>                      |                  |
| United States dollar   | 1,245,747   | Canadian dollar                                    | 1,666,000   | 25,282                              | January 24, 2019 |
| United States dollar   | 764,169     | Norwegian krone                                    | 6,580,000   | 3,537                               | January 24, 2019 |
| United States dollar   | 14,390      | Polish zloty                                       | 54,000      | 11                                  | January 24, 2019 |
| United States dollar   | 28,621      | Euro   | 25,000      | (8)                                 | January 24, 2019 |
| United States dollar   | 14,428      | Norwegian krone                                    | 125,000     | (22)                                | January 24, 2019 |
| United States dollar   | 21,633      | Mexican peso                                       | 432,000     | (231)                               | January 24, 2019 |
| United States dollar   | 21,505      | Malaysian ringgit                                  | 90,000      | (281)                               | January 24, 2019 |
| United States dollar   | 36,182      | Swedish krona                                      | 324,000     | (426)                               | January 24, 2019 |
| United States dollar   | 28,960      | Japanese yen                                       | 3,224,000   | (473)                               | January 24, 2019 |
| United States dollar   | 186,036     | British pound sterling                             | 147,000     | (1,380)                             | January 24, 2019 |
| United States dollar   | 881,249     | Malaysian ringgit                                  | 3,686,000   | (11,022)                            | January 24, 2019 |
| United States dollar   | 1,316,586   | Polish zloty                                       | 5,005,000   | (16,196)                            | January 24, 2019 |
| United States dollar   | 2,392,498   | Japanese yen                                       | 270,759,000 | (79,381)                            | January 24, 2019 |
| United States dollar   | 2,184,949   | Mexican peso                                       | 44,808,000  | (82,818)                            | January 24, 2019 |
| United States dollar   | 4,170,742   | Swedish krona                                      | 37,782,000  | (98,116)                            | January 24, 2019 |
| United States dollar   | 21,832,502  | British pound sterling                             | 17,357,000  | (296,633)                           | January 24, 2019 |
|  |             |  |             | <u>(558,157)</u>                    |                  |
| <b>Total forward foreign currency contracts - Colchester code IEHA</b> |             |  |             | <u><b>102,583</b></u>               |                  |

# THE COLCHESTER MULTI-STRATEGY GLOBAL BOND FUND PLC

## NOTES TO THE FINANCIAL STATEMENTS (Continued)

### FOR THE FINANCIAL YEAR ENDED DECEMBER 31, 2018

(expressed in United States dollars)

#### 9. Financial Instruments (continued)

##### The Colchester Global Real Return Bond Fund (continued) Forward Foreign Currency Contracts – Colchester code IGHA

| Currency to be received<br>under contract |            | Currency to be delivered<br>under contract |            | Unrealised<br>gain/(loss)\$ | Maturity         |
|---|------------|--|------------|-----------------------------|------------------|
| Canadian dollar                           | 33,000     | United States dollar                       | 24,487     | (312)                       | January 24, 2019 |
|   |            |  |            | <u>(312)</u>                |                  |
| Columbian peso                            | 5,664,000  | United States dollar                       | 1,782      | (40)                        | January 24, 2019 |
|   |            |  |            | <u>(40)</u>                 |                  |
| Euro                                      | 48,000     | United States dollar                       | 54,953     | 16                          | January 24, 2019 |
|   |            |  |            | <u>16</u>                   |                  |
| British pound sterling                    | 26,898,000 | United States dollar                       | 33,833,649 | 459,690                     | January 24, 2019 |
| British pound sterling                    | 312,000    | United States dollar                       | 394,852    | 2,930                       | January 24, 2019 |
|   |            |  |            | <u>462,620</u>              |                  |
| Japanese yen                              | 6,828,000  | United States dollar                       | 61,334     | 1,002                       | January 24, 2019 |
|   |            |  |            | <u>1,002</u>                |                  |
| Mexican peso                              | 977,000    | United States dollar                       | 48,924     | 523                         | January 24, 2019 |
|   |            |  |            | <u>523</u>                  |                  |
| Malaysian ringgit                         | 177,000    | United States dollar                       | 42,294     | 553                         | January 24, 2019 |
|   |            |  |            | <u>553</u>                  |                  |
| Norwegian krone                           | 264,000    | United States dollar                       | 30,472     | 45                          | January 24, 2019 |
|   |            |  |            | <u>45</u>                   |                  |
| Polish zloty                              | 91,000     | United States dollar                       | 24,251     | (18)                        | January 24, 2019 |
|   |            |  |            | <u>(18)</u>                 |                  |
| Swedish krona                             | 714,000    | United States dollar                       | 79,734     | 939                         | January 24, 2019 |
|   |            |  |            | <u>939</u>                  |                  |



# THE COLCHESTER MULTI-STRATEGY GLOBAL BOND FUND PLC

## NOTES TO THE FINANCIAL STATEMENTS (Continued)

### FOR THE FINANCIAL YEAR ENDED DECEMBER 31, 2018 (expressed in United States dollars)

#### 9. Financial Instruments (continued)

##### The Colchester Global Real Return Bond Fund (continued)

##### Forward Foreign Currency Contracts – Colchester code IGHA (continued)

| <u>Currency to be received<br/>under contract</u>                      |           | <u>Currency to be delivered<br/>under contract</u> |             | <u>Unrealised<br/>gain/(loss)\$</u> | <u>Maturity</u>  |
|--|-----------|--|-------------|-------------------------------------|------------------|
| United States dollar   | 1,073,018 | Canadian dollar                                    | 1,435,000   | 21,776                              | January 24, 2019 |
| United States dollar   | 1,221,974 | Norwegian krone                                    | 10,522,000  | 5,657                               | January 24, 2019 |
| United States dollar   | 802,831   | Malaysian ringgit                                  | 3,358,000   | (10,041)                            | January 24, 2019 |
| United States dollar   | 1,248,718 | Polish zloty                                       | 4,747,000   | (15,361)                            | January 24, 2019 |
| United States dollar   | 2,465,017 | Euro   | 2,177,000   | (28,047)                            | January 24, 2019 |
| United States dollar   | 1,955,218 | Japanese yen                                       | 221,272,000 | (64,872)                            | January 24, 2019 |
| United States dollar   | 1,920,364 | Mexican peso                                       | 39,382,000  | (72,790)                            | January 24, 2019 |
| United States dollar   | 4,030,989 | Swedish krona                                      | 36,516,000  | (94,829)                            | January 24, 2019 |
|  |           |  |             | <u>(258,507)</u>                    |                  |
| <b>Total forward foreign currency contracts - Colchester code IGHA</b> |           |  |             | <u><b>206,821</b></u>               |                  |

# THE COLCHESTER MULTI-STRATEGY GLOBAL BOND FUND PLC

## NOTES TO THE FINANCIAL STATEMENTS (Continued)

### FOR THE FINANCIAL YEAR ENDED DECEMBER 31, 2018 (expressed in United States dollars)

#### 9. Financial Instruments (continued)

##### The Colchester Global Real Return Bond Fund (continued) Forward Foreign Currency Contracts – Colchester code ISHA

| Currency to be received<br>under contract                              |               | Currency to be delivered<br>under contract |             | Unrealised<br>gain/(loss)\$ | Maturity         |
|--|---------------|--|-------------|-----------------------------|------------------|
| Columbian peso   | 3,092,118,000 | United States dollar                       | 973,099     | (21,716)                    | January 24, 2019 |
|  |               |  |             | <b>(21,716)</b>             |                  |
| Singapore dollar   | 121,774,000   | United States dollar                       | 88,511,412  | 872,320                     | January 24, 2019 |
|  |               |  |             | <b>872,320</b>              |                  |
| United States dollar   | 1,859,648     | Canadian dollar                            | 2,487,000   | 37,741                      | January 24, 2019 |
| United States dollar   | 1,189,572     | Norwegian krone                            | 10,243,000  | 5,507                       | January 24, 2019 |
| United States dollar   | 20,777        | Canadian dollar                            | 28,000      | 265                         | January 24, 2019 |
| United States dollar   | 31,179        | Polish złoty                               | 117,000     | 23                          | January 24, 2019 |
| United States dollar   | 62,967        | Euro                                       | 55,000      | (18)                        | January 24, 2019 |
| United States dollar   | 31,280        | Norwegian krone                            | 271,000     | (47)                        | January 24, 2019 |
| United States dollar   | 41,338        | Malaysian ringgit                          | 173,000     | (540)                       | January 24, 2019 |
| United States dollar   | 52,279        | Mexican peso                               | 1,044,000   | (559)                       | January 24, 2019 |
| United States dollar   | 83,977        | Swedish krona                              | 752,000     | (989)                       | January 24, 2019 |
| United States dollar   | 73,434        | Japanese yen                               | 8,175,000   | (1,200)                     | January 24, 2019 |
| United States dollar   | 446,739       | British pound sterling                     | 353,000     | (3,315)                     | January 24, 2019 |
| United States dollar   | 1,348,650     | Malaysian ringgit                          | 5,641,000   | (16,868)                    | January 24, 2019 |
| United States dollar   | 2,041,826     | Polish złoty                               | 7,762,000   | (25,118)                    | January 24, 2019 |
| United States dollar   | 4,230,273     | Euro                                       | 3,736,000   | (48,132)                    | January 24, 2019 |
| United States dollar   | 2,909,075     | Japanese yen                               | 329,220,000 | (96,520)                    | January 24, 2019 |
| United States dollar   | 3,188,822     | Mexican peso                               | 65,395,000  | (120,869)                   | January 24, 2019 |
| United States dollar   | 6,036,769     | Swedish krona                              | 54,686,000  | (142,014)                   | January 24, 2019 |
| United States dollar   | 31,673,921    | British pound sterling                     | 25,181,000  | (430,346)                   | January 24, 2019 |
|  |               |  |             | <b>(842,999)</b>            |                  |
| <b>Total forward foreign currency contracts - Colchester code ISHA</b> |               |  |             | <b>7,605</b>                |                  |
| <b>Total unrealised gain on forward foreign currency contracts</b>     |               |  |             | <b>6,561,260</b>            |                  |
| <b>Total unrealised loss on forward foreign currency contracts</b>     |               |  |             | <b>(4,188,337)</b>          |                  |
| <b>Total unrealised gain on forward foreign currency contracts</b>     |               |  |             | <b>2,372,923</b>            |                  |

# THE COLCHESTER MULTI-STRATEGY GLOBAL BOND FUND PLC

## NOTES TO THE FINANCIAL STATEMENTS (Continued)

### FOR THE FINANCIAL YEAR ENDED DECEMBER 31, 2018

(expressed in United States dollars)

#### 9. Financial Instruments (continued)

##### The Colchester Local Markets Real Return Bond Fund Forward Foreign Currency Contracts - Single Asset Pool

| Currency to be received<br>under contract                   |             | Currency to be delivered<br>under contract |             | Unrealised<br>gain/(loss)\$ | Maturity         |
|---|-------------|--|-------------|-----------------------------|------------------|
| Argentine Peso  | 730,000     | United States dollar                       | 18,093      | 1,239                       | January 7, 2019  |
| Argentine Peso  | 492,000     | United States dollar                       | 12,364      | 488                         | January 17, 2019 |
| Argentine Peso  | 327,000     | United States dollar                       | 8,232       | 228                         | January 24, 2019 |
|   |             |  |             | <b>1,955</b>                |                  |
| Chilean peso  | 15,523,000  | United States dollar                       | 22,905      | (526)                       | January 24, 2019 |
|   |             |  |             | <b>(526)</b>                |                  |
| Indonesian rupiah   | 786,275,000 | United States dollar                       | 53,984      | 495                         | January 24, 2019 |
|   |             |  |             | <b>495</b>                  |                  |
| Israeli new shekel  | 485,000     | United States dollar                       | 128,888     | 1,094                       | January 24, 2019 |
|   |             |  |             | <b>1,094</b>                |                  |
| Philippine piso   | 4,852,000   | United States dollar                       | 92,007      | 308                         | January 24, 2019 |
|   |             |  |             | <b>308</b>                  |                  |
| Polish zloty  | 519,000     | United States dollar                       | 136,525     | 1,672                       | January 24, 2019 |
|   |             |  |             | <b>1,672</b>                |                  |
| Thai baht   | 130,000     | United States dollar                       | 3,978       | 15                          | January 24, 2019 |
|   |             |  |             | <b>15</b>                   |                  |
| United States dollar  | 267,838     | Brazilian real                             | 1,031,097   | 2,126                       | January 24, 2019 |
| United States dollar  | 93,846      | Columbian peso                             | 298,205,000 | 2,084                       | January 24, 2019 |
| United States dollar  | 31,703      | Russian ruble                              | 2,112,000   | 1,339                       | January 24, 2019 |
| United States dollar  | 520         | Brazilian real                             | 2,000       | 4                           | January 24, 2019 |
| United States dollar  | 851         | Mexican peso                               | 17,000      | (9)                         | January 24, 2019 |
| United States dollar  | 9,752       | Mexican peso                               | 200,000     | (374)                       | January 24, 2019 |
| United States dollar  | 60,099      | Turkish lira                               | 331,000     | (1,480)                     | January 24, 2019 |
|   |             |  |             | <b>3,690</b>                |                  |
| South African rand  | 40,000      | United States dollar                       | 2,765       | 9                           | January 24, 2019 |
|   |             |  |             | <b>9</b>                    |                  |
| <b>Total forward currency contracts - single asset pool</b> |             |  |             | <b>8,712</b>                |                  |

# THE COLCHESTER MULTI-STRATEGY GLOBAL BOND FUND PLC

## NOTES TO THE FINANCIAL STATEMENTS (Continued)

### FOR THE FINANCIAL YEAR ENDED DECEMBER 31, 2018

(expressed in United States dollars)

#### 9. Financial Instruments (continued)

##### The Colchester Local Markets Real Return Bond Fund (continued)

##### Forward Foreign Currency Contracts – Colchester code BUHA

| Currency to be received<br>under contract                       |         | Currency to be delivered<br>under contract |            | Unrealised<br>gain/(loss)\$ | Maturity         |
|---|---------|--|------------|-----------------------------|------------------|
| Argentine Peso  | 4,000   | United States dollar                       | 101        | 3                           | January 24, 2019 |
|   |         |  |            | <u>3</u>                    |                  |
| Brazilian real  | 2,000   | United States dollar                       | 520        | (4)                         | January 24, 2019 |
|   |         |  |            | <u>(4)</u>                  |                  |
| Mexican peso  | 17,000  | United States dollar                       | 851        | 9                           | January 24, 2019 |
|   |         |  |            | <u>9</u>                    |                  |
| Turkish lira  | 2,000   | United States dollar                       | 373        | (1)                         | January 24, 2019 |
|   |         |  |            | <u>(1)</u>                  |                  |
| United States dollar  | 264,754 | Brazilian real                             | 1,019,223  | 2,101                       | January 24, 2019 |
| United States dollar  | 16,287  | Russian ruble                              | 1,085,000  | 688                         | January 24, 2019 |
| United States dollar  | 9,628   | Chilean peso                               | 6,525,000  | 221                         | January 24, 2019 |
| United States dollar  | 4       | Columbian peso                             | 12,000     | -                           | January 24, 2019 |
| United States dollar  | 5,759   | Indonesian rupiah                          | 83,887,000 | (53)                        | January 24, 2019 |
| United States dollar  | 38,874  | Philippine piso                            | 2,050,000  | (130)                       | January 24, 2019 |
| United States dollar  | 5,303   | Argentine Peso                             | 211,000    | (209)                       | January 17, 2019 |
| United States dollar  | 4,288   | Argentine Peso                             | 173,000    | (294)                       | January 7, 2019  |
| United States dollar  | 124,925 | South African rand                         | 1,807,000  | (416)                       | January 24, 2019 |
| United States dollar  | 53,416  | Israeli new shekel                         | 201,000    | (453)                       | January 24, 2019 |
| United States dollar  | 43,141  | Polish zloty                               | 164,000    | (528)                       | January 24, 2019 |
| United States dollar  | 121,469 | Turkish lira                               | 669,000    | (2,988)                     | January 24, 2019 |
| United States dollar  | 290,234 | Mexican peso                               | 5,952,000  | (11,136)                    | January 24, 2019 |
|   |         |  |            | <u>(13,197)</u>             |                  |
| South African rand  | 5,000   | United States dollar                       | 348        | (3)                         | January 24, 2019 |
|   |         |  |            | <u>(3)</u>                  |                  |
| Total forward foreign currency contracts - Colchester code BUHA |         |  |            | <u>(13,193)</u>             |                  |
| Total unrealised gain on forward foreign currency contracts     |         |  |            | 14,123                      |                  |
| Total unrealised loss on forward foreign currency contracts     |         |  |            | (18,604)                    |                  |
| Total unrealised loss on forward foreign currency contracts     |         |  |            | <u>(4,481)</u>              |                  |

# THE COLCHESTER MULTI-STRATEGY GLOBAL BOND FUND PLC

## NOTES TO THE FINANCIAL STATEMENTS (Continued)

### FOR THE FINANCIAL YEAR ENDED DECEMBER 31, 2018 (expressed in United States dollars)

#### 9. Financial Instruments (continued)

##### The Colchester Global Bond Fund Forward Foreign Currency Contracts - Single Asset Pool

| <u>Currency to be received<br/>under contract</u>           |               | <u>Currency to be delivered<br/>under contract</u> |                | <u>Unrealised<br/>gain/(loss)\$</u> | <u>Maturity</u>  |
|---|---------------|--|----------------|-------------------------------------|------------------|
| Canadian dollar   | 2,438,000     | United States dollar                               | 1,823,008      | (37,130)                            | January 24, 2019 |
|   |               |  |                | <b>(37,130)</b>                     |                  |
| Columbian peso  | 3,161,902,000 | United States dollar                               | 993,996        | (21,035)                            | January 24, 2019 |
| Columbian peso  | 5,015,286,000 | United States dollar                               | 1,568,257      | (24,983)                            | January 24, 2019 |
|   |               |  |                | <b>(46,018)</b>                     |                  |
| Euro  | 46,937,000    | United States dollar                               | 53,146,765     | 591,695                             | January 24, 2019 |
|   |               |  |                | <b>591,695</b>                      |                  |
| British pound sterling                                      | 111,674,000   | United States dollar                               | 140,469,141    | 1,888,116                           | January 24, 2019 |
|   |               |  |                | <b>1,888,116</b>                    |                  |
| Japanese yen  | 9,393,498,000 | United States dollar                               | 83,003,428     | 2,734,860                           | January 24, 2019 |
| Japanese yen  | 69,036,000    | United States dollar                               | 622,543        | 7,576                               | January 24, 2019 |
| Japanese yen  | 62,568,000    | United States dollar                               | 567,289        | 3,795                               | January 24, 2019 |
|   |               |  |                | <b>2,746,231</b>                    |                  |
| Norwegian krone   | 433,560,000   | United States dollar                               | 50,351,541     | (239,752)                           | January 24, 2019 |
|   |               |  |                | <b>(239,752)</b>                    |                  |
| Swedish krona   | 526,483,000   | United States dollar                               | 58,118,276     | 1,353,283                           | January 24, 2019 |
|   |               |  |                | <b>1,353,283</b>                    |                  |
| United States dollar  | 83,188,145    | New Zealand dollar                                 | 122,376,000    | 1,101,438                           | January 24, 2019 |
| United States dollar  | 35,145,044    | Australian dollar                                  | 49,038,000     | 609,021                             | January 24, 2019 |
| United States dollar  | 26,760,832    | Columbian peso                                     | 85,035,220,000 | 594,304                             | January 24, 2019 |
| United States dollar  | 28,377,016    | Brazilian real                                     | 109,243,000    | 225,201                             | January 24, 2019 |
| United States dollar  | 1,286,183     | Canadian dollar                                    | 1,724,000      | 23,731                              | January 11, 2019 |
| United States dollar  | 413,291       | Euro   | 361,000        | (20)                                | January 24, 2019 |
| United States dollar  | 273,359       | British pound sterling                             | 216,000        | (1,989)                             | January 24, 2019 |
| United States dollar  | 553,173       | Japanese yen                                       | 61,582,000     | (8,911)                             | January 24, 2019 |
| United States dollar  | 27,413,126    | Polish złoty                                       | 104,211,000    | (335,773)                           | January 24, 2019 |
| United States dollar  | 104,173,572   | Singapore dollar                                   | 143,322,000    | (1,020,081)                         | January 24, 2019 |
| United States dollar  | 38,516,109    | Mexican peso                                       | 789,872,000    | (1,477,879)                         | January 24, 2019 |
|   |               |  |                | <b>(290,958)</b>                    |                  |
| <b>Total forward currency contracts - single asset pool</b> |               |  |                | <b>5,965,467</b>                    |                  |

# THE COLCHESTER MULTI-STRATEGY GLOBAL BOND FUND PLC

## NOTES TO THE FINANCIAL STATEMENTS (Continued)

### FOR THE FINANCIAL YEAR ENDED DECEMBER 31, 2018 (expressed in United States dollars)

#### 9. Financial Instruments (continued)

##### The Colchester Global Bond Fund (continued)

##### Forward Foreign Currency Contracts – Colchester code GUHA

| Currency to be received<br>under contract                       |            | Currency to be delivered<br>under contract |               | Unrealised<br>gain/(loss)\$ | Maturity         |
|---|------------|--|---------------|-----------------------------|------------------|
| Brazilian real  | 792,000    | United States dollar                       | 205,730       | (1,633)                     | January 24, 2019 |
|   |            |  |               | <u>(1,633)</u>              |                  |
| Columbian peso  | 32,754,000 | United States dollar                       | 10,308        | (229)                       | January 24, 2019 |
|   |            |  |               | <u>(229)</u>                |                  |
| United States dollar  | 3,265,413  | Canadian dollar                            | 4,367,000     | 66,509                      | January 24, 2019 |
| United States dollar  | 5,105,764  | Norwegian krone                            | 43,964,000    | 24,311                      | January 24, 2019 |
| United States dollar  | 131,658    | Euro                                       | 115,000       | (7)                         | January 24, 2019 |
| United States dollar  | 37,513     | Norwegian krone                            | 325,000       | (51)                        | January 24, 2019 |
| United States dollar  | 37,557     | Mexican peso                               | 750,000       | (419)                       | January 24, 2019 |
| United States dollar  | 37,745     | Swedish krona                              | 338,000       | (435)                       | January 24, 2019 |
| United States dollar  | 65,057     | Norwegian krone                            | 568,000       | (594)                       | January 24, 2019 |
| United States dollar  | 361,137    | Euro                                       | 316,000       | (653)                       | January 24, 2019 |
| United States dollar  | 93,651     | British pound sterling                     | 74,000        | (681)                       | January 24, 2019 |
| United States dollar  | 55,675     | Malaysian ringgit                          | 233,000       | (725)                       | January 24, 2019 |
| United States dollar  | 70,959     | Malaysian ringgit                          | 297,000       | (932)                       | January 24, 2019 |
| United States dollar  | 208,121    | British pound sterling                     | 164,000       | (939)                       | January 24, 2019 |
| United States dollar  | 91,212     | Mexican peso                               | 1,823,000     | (1,092)                     | January 24, 2019 |
| United States dollar  | 91,436     | Swedish krona                              | 823,000       | (1,530)                     | January 24, 2019 |
| United States dollar  | 312,545    | Singapore dollar                           | 430,000       | (3,060)                     | January 24, 2019 |
| United States dollar  | 207,285    | Japanese yen                               | 23,076,000    | (3,339)                     | January 24, 2019 |
| United States dollar  | 513,935    | Japanese yen                               | 56,992,000    | (6,255)                     | January 24, 2019 |
| United States dollar  | 4,211,232  | Polish zloty                               | 16,009,000    | (51,582)                    | January 24, 2019 |
| United States dollar  | 5,497,406  | Malaysian ringgit                          | 22,994,000    | (68,487)                    | January 24, 2019 |
| United States dollar  | 6,916,133  | Swedish krona                              | 62,652,000    | (161,042)                   | January 24, 2019 |
| United States dollar  | 15,939,475 | British pound sterling                     | 12,672,000    | (214,251)                   | January 24, 2019 |
| United States dollar  | 6,895,550  | Mexican peso                               | 141,411,000   | (264,585)                   | January 24, 2019 |
| United States dollar  | 27,527,345 | Euro                                       | 24,311,000    | (306,468)                   | January 24, 2019 |
| United States dollar  | 38,705,222 | Japanese yen                               | 4,380,270,000 | (1,275,289)                 | January 24, 2019 |
|   |            |  |               | <u>(2,271,596)</u>          |                  |
| Total forward foreign currency contracts - Colchester code GUHA |            |  |               | <u>(2,273,458)</u>          |                  |

# THE COLCHESTER MULTI-STRATEGY GLOBAL BOND FUND PLC

## NOTES TO THE FINANCIAL STATEMENTS (Continued)

### FOR THE FINANCIAL YEAR ENDED DECEMBER 31, 2018 (expressed in United States dollars)

#### 9. Financial Instruments (continued)

##### The Colchester Global Bond Fund (continued)

##### Forward Foreign Currency Contracts – Colchester code GEHA

| Currency to be received<br>under contract                       |               | Currency to be delivered<br>under contract |                | Unrealised<br>gain/(loss)\$ | Maturity         |
|---|---------------|--|----------------|-----------------------------|------------------|
| Brazilian real  | 1,841,000     | United States dollar                       | 478,219        | (3,795)                     | January 24, 2019 |
|   |               |  |                | <b>(3,795)</b>              |                  |
| Columbian peso  | 8,976,087,000 | United States dollar                       | 2,824,801      | (62,733)                    | January 24, 2019 |
|   |               |  |                | <b>(62,733)</b>             |                  |
| Euro  | 263,780,000   | United States dollar                       | 298,678,094    | 3,325,250                   | January 24, 2019 |
| Euro  | 1,064,000     | United States dollar                       | 1,218,279      | (99)                        | January 24, 2019 |
| Euro  | 2,268,000     | United States dollar                       | 2,597,767      | (1,120)                     | January 24, 2019 |
|   |               |  |                | <b>3,324,031</b>            |                  |
| United States dollar  | 7,533,555     | Canadian dollar                            | 10,075,000     | 153,440                     | January 24, 2019 |
| United States dollar  | 8,779,699     | Norwegian krone                            | 75,599,000     | 41,805                      | January 24, 2019 |
| United States dollar  | 414,964       | Australian dollar                          | 579,000        | 7,191                       | January 24, 2019 |
| United States dollar  | 135,878       | Mexican peso                               | 2,675,000      | 433                         | January 24, 2019 |
| United States dollar  | 133,839       | British pound sterling                     | 105,000        | (10)                        | January 24, 2019 |
| United States dollar  | 372,383       | Japanese yen                               | 40,808,000     | (88)                        | January 24, 2019 |
| United States dollar  | 290,738       | British pound sterling                     | 229,000        | (1,181)                     | January 24, 2019 |
| United States dollar  | 788,853       | Japanese yen                               | 87,005,000     | (5,277)                     | January 24, 2019 |
| United States dollar  | 9,238,459     | Polish zloty                               | 35,120,000     | (113,158)                   | January 24, 2019 |
| United States dollar  | 15,167,476    | Malaysian ringgit                          | 63,441,000     | (188,957)                   | January 24, 2019 |
| United States dollar  | 14,774,441    | Swedish krona                              | 133,839,000    | (344,023)                   | January 24, 2019 |
| United States dollar  | 33,358,182    | British pound sterling                     | 26,520,000     | (448,384)                   | January 24, 2019 |
| United States dollar  | 15,475,014    | Mexican peso                               | 317,355,000    | (593,783)                   | January 24, 2019 |
| United States dollar  | 89,344,022    | Japanese yen                               | 10,111,063,000 | (2,943,775)                 | January 24, 2019 |
|   |               |  |                | <b>(4,435,767)</b>          |                  |
| Total forward foreign currency contracts - Colchester code GEHA |               |  |                | <b>(1,178,264)</b>          |                  |

# THE COLCHESTER MULTI-STRATEGY GLOBAL BOND FUND PLC

## NOTES TO THE FINANCIAL STATEMENTS (Continued)

### FOR THE FINANCIAL YEAR ENDED DECEMBER 31, 2018 (expressed in United States dollars)

#### 9. Financial Instruments (continued)

##### The Colchester Global Bond Fund (continued)

##### Forward Foreign Currency Contracts – Colchester code GGHA

| <u>Currency to be received<br/>under contract</u> |             | <u>Currency to be delivered<br/>under contract</u> |             | <u>Unrealised<br/>gain/(loss)\$</u> | <u>Maturity</u>  |
|---|-------------|--|-------------|-------------------------------------|------------------|
| Canadian dollar                                   | 115,000     | United States dollar                               | 85,334      | (1,094)                             | January 24, 2019 |
|   |             |  |             | (1,094)                             |                  |
| Columbian peso                                    | 777,351,000 | United States dollar                               | 244,635     | (5,433)                             | January 24, 2019 |
|   |             |  |             | <b>(5,433)</b>                      |                  |
| Euro  | 619,000     | United States dollar                               | 708,662     | 35                                  | January 24, 2019 |
|   |             |  |             | <b>35</b>                           |                  |
| British pound sterling                            | 107,819,000 | United States dollar                               | 135,620,129 | 1,822,938                           | January 24, 2019 |
| British pound sterling                            | 367,000     | United States dollar                               | 464,457     | 3,379                               | January 24, 2019 |
| British pound sterling                            | 159,000     | United States dollar                               | 201,776     | 911                                 | January 24, 2019 |
|   |             |  |             | <b>1,827,228</b>                    |                  |
| Japanese yen                                      | 119,746,000 | United States dollar                               | 1,075,643   | 17,327                              | January 24, 2019 |
|   |             |  |             | <b>17,327</b>                       |                  |
| Mexican peso                                      | 4,145,000   | United States dollar                               | 207,562     | 2,314                               | January 24, 2019 |
|   |             |  |             | <b>2,314</b>                        |                  |
| Malaysian ringgit                                 | 1,146,000   | United States dollar                               | 273,835     | 3,564                               | January 24, 2019 |
|   |             |  |             | <b>3,564</b>                        |                  |
| Norwegian krone                                   | 1,495,000   | United States dollar                               | 172,561     | 234                                 | January 24, 2019 |
|   |             |  |             | <b>234</b>                          |                  |
| Polish zloty                                      | 453,000     | United States dollar                               | 120,720     | (96)                                | January 24, 2019 |
|   |             |  |             | <b>(96)</b>                         |                  |
| Swedish krona                                     | 1,710,000   | United States dollar                               | 190,959     | 2,203                               | January 24, 2019 |
|   |             |  |             | <b>2,203</b>                        |                  |



# THE COLCHESTER MULTI-STRATEGY GLOBAL BOND FUND PLC

## NOTES TO THE FINANCIAL STATEMENTS (Continued)

### FOR THE FINANCIAL YEAR ENDED DECEMBER 31, 2018 (expressed in United States dollars)

#### 9. Financial Instruments (continued)

##### The Colchester Global Bond Fund (continued)

##### Forward Foreign Currency Contracts – Colchester code GGHA (continued)

| <u>Currency to be received</u><br><u>under contract</u>                |            | <u>Currency to be delivered</u><br><u>under contract</u> |               | <u>Unrealised</u><br><u>gain/(loss)\$</u> | <u>Maturity</u>  |
|--|------------|--|---------------|---|------------------|
| United States dollar   | 2,957,341  | Canadian dollar  | 3,955,000     | 60,234                                    | January 24, 2019 |
| United States dollar   | 5,062,446  | Norwegian krone  | 43,591,000    | 24,105                                    | January 24, 2019 |
| United States dollar   | 183,473    | Australian dollar  | 256,000       | 3,179                                     | January 24, 2019 |
| United States dollar   | 153,629    | New Zealand dollar                                       | 226,000       | 2,034                                     | January 24, 2019 |
| United States dollar   | 53,736     | Japanese yen   | 5,959,000     | (654)                                     | January 24, 2019 |
| United States dollar   | 126,437    | Malaysian ringgit  | 530,000       | (1,854)                                   | January 24, 2019 |
| United States dollar   | 3,957,648  | Polish złoty   | 15,045,000    | (48,476)                                  | January 24, 2019 |
| United States dollar   | 7,632,151  | Malaysian ringgit  | 31,923,000    | (95,081)                                  | January 24, 2019 |
| United States dollar   | 7,066,152  | Swedish krona  | 64,011,000    | (164,535)                                 | January 24, 2019 |
| United States dollar   | 6,362,234  | Mexican peso   | 130,474,000   | (244,122)                                 | January 24, 2019 |
| United States dollar   | 25,592,245 | Euro   | 22,602,000    | (284,924)                                 | January 24, 2019 |
| United States dollar   | 36,594,433 | Japanese yen   | 4,141,392,000 | (1,205,741)                               | January 24, 2019 |
|  |            |  |               | <b>(1,955,835)</b>                        |                  |
| <b>Total forward foreign currency contracts - Colchester code GGHA</b> |            |  |               | <b>(109,553)</b>                          |                  |

# THE COLCHESTER MULTI-STRATEGY GLOBAL BOND FUND PLC

## NOTES TO THE FINANCIAL STATEMENTS (Continued)

### FOR THE FINANCIAL YEAR ENDED DECEMBER 31, 2018 (expressed in United States dollars)

#### 9. Financial Instruments (continued)

##### The Colchester Global Bond Fund (continued)

##### Forward Foreign Currency Contracts - Colchester code GSHA

| <u>Currency to be received</u><br><u>under contract</u>                |               | <u>Currency to be delivered</u><br><u>under contract</u> |               | <u>Unrealised</u><br><u>gain/(loss)\$</u> | <u>Maturity</u>  |
|--|---------------|--|---------------|---|------------------|
| Columbian peso   | 4,697,947,000 | United States dollar                                     | 1,478,458     | (32,834)                                  | January 24, 2019 |
|  |               |  |               | <u>(32,834)</u>                           |                  |
| Singapore dollar   | 190,136,000   | United States dollar                                     | 138,200,320   | 1,353,275                                 | January 24, 2019 |
|  |               |  |               | <u>1,353,275</u>                          |                  |
| United States dollar   | 2,775,638     | Canadian dollar  | 3,712,000     | 56,533                                    | January 24, 2019 |
| United States dollar   | 3,503,100     | Norwegian krone  | 30,164,000    | 16,680                                    | January 24, 2019 |
| United States dollar   | 217,157       | Australian dollar  | 303,000       | 3,763                                     | January 24, 2019 |
| United States dollar   | 150,910       | New Zealand dollar                                       | 222,000       | 1,998                                     | January 24, 2019 |
| United States dollar   | 130,513       | Euro   | 114,000       | (6)                                       | January 24, 2019 |
| United States dollar   | 32,550        | Norwegian krone  | 282,000       | (44)                                      | January 24, 2019 |
| United States dollar   | 32,649        | Mexican peso   | 652,000       | (364)                                     | January 24, 2019 |
| United States dollar   | 32,720        | Swedish krona  | 293,000       | (377)                                     | January 24, 2019 |
| United States dollar   | 80,995        | British pound sterling                                   | 64,000        | (589)                                     | January 24, 2019 |
| United States dollar   | 48,507        | Malaysian ringgit  | 203,000       | (631)                                     | January 24, 2019 |
| United States dollar   | 196,515       | Japanese yen   | 21,877,000    | (3,166)                                   | January 24, 2019 |
| United States dollar   | 3,526,240     | Polish zloty   | 13,405,000    | (43,192)                                  | January 24, 2019 |
| United States dollar   | 5,448,156     | Malaysian ringgit  | 22,788,000    | (67,873)                                  | January 24, 2019 |
| United States dollar   | 5,713,327     | Swedish krona  | 51,756,000    | (133,035)                                 | January 24, 2019 |
| United States dollar   | 13,477,863    | British pound sterling                                   | 10,715,000    | (181,163)                                 | January 24, 2019 |
| United States dollar   | 6,057,518     | Mexican peso   | 124,225,000   | (232,429)                                 | January 24, 2019 |
| United States dollar   | 23,842,841    | Euro   | 21,057,000    | (265,448)                                 | January 24, 2019 |
| United States dollar   | 33,462,746    | Japanese yen   | 3,786,979,000 | (1,102,556)                               | January 24, 2019 |
|  |               |  |               | <u>(1,951,899)</u>                        |                  |
| <b>Total forward foreign currency contracts - Colchester code GSHA</b> |               |  |               | <u><b>(631,458)</b></u>                   |                  |

# THE COLCHESTER MULTI-STRATEGY GLOBAL BOND FUND PLC

## NOTES TO THE FINANCIAL STATEMENTS (Continued)

### FOR THE FINANCIAL YEAR ENDED DECEMBER 31, 2018 (expressed in United States dollars)

#### 9. Financial Instruments (continued)

##### The Colchester Global Bond Fund (continued)

##### Forward Foreign Currency Contracts – Colchester code GFHA

| Currency to be received<br>under contract                       |               | Currency to be delivered<br>under contract |             | Unrealised<br>gain/(loss)\$ | Maturity         |
|---|---------------|--|-------------|-----------------------------|------------------|
| Swiss franc   | 20,701,000    | United States dollar                       | 20,840,632  | 193,982                     | January 24, 2019 |
|   |               |  |             | <b>193,982</b>              |                  |
| Columbian peso  | 1,337,019,000 | United States dollar                       | 420,764     | (9,344)                     | January 24, 2019 |
|   |               |  |             | <b>(9,344)</b>              |                  |
| United States dollar  | 409,018       | Canadian dollar                            | 547,000     | 8,331                       | January 24, 2019 |
| United States dollar  | 693,675       | Norwegian krone                            | 5,973,000   | 3,303                       | January 24, 2019 |
| United States dollar  | 31,534        | Australian dollar                          | 44,000      | 547                         | January 24, 2019 |
| United States dollar  | 5,194         | Canadian dollar                            | 7,000       | 67                          | January 24, 2019 |
| United States dollar  | 7,462         | Polish zloty                               | 28,000      | 6                           | January 24, 2019 |
| United States dollar  | 38,925        | Euro                                       | 34,000      | (2)                         | January 24, 2019 |
| United States dollar  | 9,811         | Norwegian krone                            | 85,000      | (13)                        | January 24, 2019 |
| United States dollar  | 9,827         | Swedish krona                              | 88,000      | (113)                       | January 24, 2019 |
| United States dollar  | 12,319        | Mexican peso                               | 246,000     | (137)                       | January 24, 2019 |
| United States dollar  | 14,576        | Malaysian ringgit                          | 61,000      | (190)                       | January 24, 2019 |
| United States dollar  | 26,577        | British pound sterling                     | 21,000      | (193)                       | January 24, 2019 |
| United States dollar  | 59,250        | Japanese yen                               | 6,596,000   | (954)                       | January 24, 2019 |
| United States dollar  | 555,307       | Polish zloty                               | 2,111,000   | (6,802)                     | January 24, 2019 |
| United States dollar  | 839,649       | Malaysian ringgit                          | 3,512,000   | (10,460)                    | January 24, 2019 |
| United States dollar  | 802,312       | Swedish krona                              | 7,268,000   | (18,682)                    | January 24, 2019 |
| United States dollar  | 1,918,221     | British pound sterling                     | 1,525,000   | (25,784)                    | January 24, 2019 |
| United States dollar  | 898,985       | Mexican peso                               | 18,436,000  | (34,494)                    | January 24, 2019 |
| United States dollar  | 3,565,613     | Euro                                       | 3,149,000   | (39,697)                    | January 24, 2019 |
| United States dollar  | 5,102,554     | Japanese yen                               | 577,456,000 | (168,123)                   | January 24, 2019 |
|   |               |  |             | <b>(293,390)</b>            |                  |
| Total forward foreign currency contracts - Colchester code GFHA |               |  |             | <b>(108,752)</b>            |                  |
| Total fair value losses on forward foreign currency contracts   |               |  |             | <b>(4,301,485)</b>          |                  |
| Total unrealised gain on forward foreign currency contracts     |               |  |             | <b>16,332,901</b>           |                  |
| Total unrealised loss on forward foreign currency contracts     |               |  |             | <b>(14,668,919)</b>         |                  |
| Total unrealised gain on forward foreign currency contracts     |               |  |             | <b>1,663,982</b>            |                  |

# THE COLCHESTER MULTI-STRATEGY GLOBAL BOND FUND PLC

## NOTES TO THE FINANCIAL STATEMENTS (Continued)

### FOR THE FINANCIAL YEAR ENDED DECEMBER 31, 2018 (expressed in United States dollars)

#### 9. Financial Instruments (continued)

##### The Colchester Local Markets Bond Fund Forward Foreign Currency Contracts - Single Asset Pool

| <u>Currency to be received</u><br><u>under contract</u> |                | <u>Currency to be delivered</u><br><u>under contract</u> |            | <u>Unrealised</u><br><u>gain/(loss)\$</u> | <u>Maturity</u>  |
|---|----------------|--|------------|---|------------------|
| Argentine Peso  | 566,779,000    | United States dollar                                     | 14,047,438 | 961,732                                   | January 7, 2019  |
| Argentine Peso  | 257,775,000    | United States dollar                                     | 6,477,980  | 255,688                                   | January 17, 2019 |
| Argentine Peso  | 342,120,000    | United States dollar                                     | 8,612,209  | 238,706                                   | January 24, 2019 |
|   |                |  |            | <b>1,456,126</b>                          |                  |
| Chilean peso  | 5,701,084,000  | United States dollar                                     | 8,412,401  | (193,148)                                 | January 24, 2019 |
|   |                |  |            | <b>(193,148)</b>                          |                  |
| Indonesian rupiah                                       | 64,311,850,250 | United States dollar                                     | 4,415,506  | 40,469                                    | January 24, 2019 |
| Indonesian rupiah                                       | 64,311,850,250 | United States dollar                                     | 4,415,506  | 40,469                                    | January 24, 2019 |
| Indonesian rupiah                                       | 64,311,850,250 | United States dollar                                     | 4,415,506  | 40,469                                    | January 24, 2019 |
| Indonesian rupiah                                       | 64,311,850,250 | United States dollar                                     | 4,415,506  | 40,469                                    | January 24, 2019 |
| Indonesian rupiah                                       | 64,311,850,250 | United States dollar                                     | 4,415,506  | 40,469                                    | January 24, 2019 |
| Indonesian rupiah                                       | 64,311,850,250 | United States dollar                                     | 4,415,506  | 40,469                                    | January 24, 2019 |
| Indonesian rupiah                                       | 64,311,850,250 | United States dollar                                     | 4,415,506  | 40,469                                    | January 24, 2019 |
| Indonesian rupiah                                       | 64,311,850,250 | United States dollar                                     | 4,415,506  | 40,469                                    | January 24, 2019 |
| Indonesian rupiah                                       | 54,812,061,000 | United States dollar                                     | 3,765,082  | 32,681                                    | January 24, 2019 |
|   |                |  |            | <b>356,433</b>                            |                  |
| Peruvian sol  | 3,831,500      | United States dollar                                     | 1,140,039  | (6,728)                                   | January 24, 2019 |
|   |                |  |            | <b>(6,728)</b>                            |                  |
| Philippine piso   | 1,266,305,000  | United States dollar                                     | 24,012,610 | 80,372                                    | January 24, 2019 |
|   |                |  |            | <b>80,372</b>                             |                  |
| Polish zloty  | 268,409,000    | United States dollar                                     | 70,606,077 | 864,827                                   | January 24, 2019 |
|   |                |  |            | <b>864,827</b>                            |                  |
| Romanian leu  | 288,387,000    | United States dollar                                     | 69,956,094 | 833,998                                   | January 25, 2019 |
|   |                |  |            | <b>833,998</b>                            |                  |

# THE COLCHESTER MULTI-STRATEGY GLOBAL BOND FUND PLC

## NOTES TO THE FINANCIAL STATEMENTS (Continued)

### FOR THE FINANCIAL YEAR ENDED DECEMBER 31, 2018 (expressed in United States dollars)

#### 9. Financial Instruments (continued)

##### The Colchester Local Markets Bond Fund (continued)

##### Forward Foreign Currency Contracts - Single Asset Pool (continued)

| <u>Currency to be received</u><br><u>under contract</u>     |             | <u>Currency to be delivered</u><br><u>under contract</u> |                | <u>Unrealised</u><br><u>gain/(loss)\$</u> | <u>Maturity</u>  |
|---|-------------|--|----------------|---|------------------|
| United States dollar  | 127,631,764 | Brazilian real   | 491,344,000    | 1,012,889                                 | January 24, 2019 |
| United States dollar  | 21,725,919  | Russian ruble  | 1,447,359,000  | 917,421                                   | January 24, 2019 |
| United States dollar  | 16,861,570  | Columbian peso   | 53,579,325,500 | 374,462                                   | January 24, 2019 |
| United States dollar  | 16,861,570  | Columbian peso   | 53,579,325,500 | 374,462                                   | January 24, 2019 |
| United States dollar  | 949,081     | Hungarian forint   | 271,722,000    | (20,376)                                  | January 24, 2019 |
| United States dollar  | 15,054,118  | South African rand                                       | 217,753,000    | (50,154)                                  | January 24, 2019 |
| United States dollar  | 31,272,087  | Thai baht  | 1,021,878,000  | (119,868)                                 | January 24, 2019 |
| United States dollar  | 10,356,053  | Turkish lira   | 57,037,000     | (254,783)                                 | January 24, 2019 |
| United States dollar  | 7,290,867   | Mexican peso   | 149,518,000    | (279,753)                                 | January 24, 2019 |
|   |             |  |                | <b>1,954,300</b>                          |                  |
|   |             |  |                |   |                  |
| <b>Total forward currency contracts - single asset pool</b> |             |  |                | <b>5,346,180</b>                          |                  |

# THE COLCHESTER MULTI-STRATEGY GLOBAL BOND FUND PLC

## NOTES TO THE FINANCIAL STATEMENTS (Continued)

### FOR THE FINANCIAL YEAR ENDED DECEMBER 31, 2018 (expressed in United States dollars)

#### 9. Financial Instruments (continued)

##### The Colchester Local Markets Bond Fund (continued) Forward Foreign Currency Contracts – Colchester code LEHA

| Currency to be received<br>under contract |             | Currency to be delivered<br>under contract |            | Unrealised<br>gain/(loss)\$ | Maturity         |
|---|-------------|--|------------|-----------------------------|------------------|
| Brazilian real                            | 42,000      | United States dollar                       | 10,913     | (90)<br><b>(90)</b>         | January 24, 2019 |
| Columbian peso                            | 44,184,000  | United States dollar                       | 13,616     | (20)<br><b>(20)</b>         | January 24, 2019 |
| Euro                                      | 11,343,000  | United States dollar                       | 12,843,679 | 142,992<br><b>142,992</b>   | January 24, 2019 |
| Indonesian rupiah                         | 254,732,000 | United States dollar                       | 17,507     | 142<br><b>142</b>           | January 24, 2019 |
| Mexican peso                              | 428,000     | United States dollar                       | 21,432     | 239<br><b>239</b>           | January 24, 2019 |
| Malaysian ringgit                         | 63,000      | United States dollar                       | 15,054     | 196<br><b>196</b>           | January 24, 2019 |
| Polish zloty                              | 65,000      | United States dollar                       | 17,322     | (14)<br><b>(14)</b>         | January 24, 2019 |
| Romanian leu                              | 29,000      | United States dollar                       | 7,127      | (9)<br><b>(9)</b>           | January 25, 2019 |
| Russian ruble                             | 569,000     | United States dollar                       | 8,307      | (126)<br><b>(126)</b>       | January 24, 2019 |
| Turkish lira                              | 62,000      | United States dollar                       | 11,576     | (42)<br><b>(42)</b>         | January 24, 2019 |

# THE COLCHESTER MULTI-STRATEGY GLOBAL BOND FUND PLC

## NOTES TO THE FINANCIAL STATEMENTS (Continued)

### FOR THE FINANCIAL YEAR ENDED DECEMBER 31, 2018 (expressed in United States dollars)

#### 9. Financial Instruments (continued)

##### The Colchester Local Markets Bond Fund (continued)

##### Forward Foreign Currency Contracts – Colchester code LEHA (continued)

| Currency to be received<br>under contract                              |           | Currency to be delivered<br>under contract |                | Unrealised<br>gain/(loss)\$ | Maturity         |
|--|-----------|--|----------------|-----------------------------|------------------|
| United States dollar   | 893,799   | Russian ruble                              | 59,544,000     | 37,742                      | January 24, 2019 |
| United States dollar   | 1,414,396 | Columbian peso                             | 4,494,386,000  | 31,411                      | January 24, 2019 |
| United States dollar   | 1,102,943 | Brazilian real                             | 4,246,000      | 8,753                       | January 24, 2019 |
| United States dollar   | 62,995    | Chilean peso                               | 42,692,000     | 1,446                       | January 24, 2019 |
| United States dollar   | 77,391    | Euro                                       | 68,000         | (463)                       | January 24, 2019 |
| United States dollar   | 144,720   | Thai baht                                  | 4,729,000      | (555)                       | January 24, 2019 |
| United States dollar   | 222,490   | Philippine peso                            | 11,733,000     | (745)                       | January 24, 2019 |
| United States dollar   | 113,727   | Hungarian forint                           | 32,560,000     | (2,442)                     | January 24, 2019 |
| United States dollar   | 107,867   | Argentine peso                             | 4,285,000      | (2,990)                     | January 24, 2019 |
| United States dollar   | 1,132,206 | South African rand                         | 16,377,000     | (3,772)                     | January 24, 2019 |
| United States dollar   | 594,314   | Romanian leu                               | 2,450,000      | (7,085)                     | January 25, 2019 |
| United States dollar   | 993,617   | Malaysian ringgit                          | 4,156,000      | (12,378)                    | January 24, 2019 |
| United States dollar   | 1,789,839 | Indonesian rupiah                          | 26,069,010,000 | (16,404)                    | January 24, 2019 |
| United States dollar   | 1,537,814 | Polish zloty                               | 5,846,000      | (18,836)                    | January 24, 2019 |
| United States dollar   | 912,012   | Turkish lira                               | 5,023,000      | (22,438)                    | January 24, 2019 |
| United States dollar   | 1,703,224 | Mexican peso                               | 34,929,000     | (65,353)                    | January 24, 2019 |
|  |           |  |                | <b>(74,109)</b>             |                  |
| South African rand   | 155,000   | United States dollar                       | 10,802         | (51)                        | January 24, 2019 |
|  |           |  |                | <b>(51)</b>                 |                  |
| <b>Total forward foreign currency contracts - Colchester code LEHA</b> |           |  |                | <b>69,108</b>               |                  |

# THE COLCHESTER MULTI-STRATEGY GLOBAL BOND FUND PLC

## NOTES TO THE FINANCIAL STATEMENTS (Continued)

### FOR THE FINANCIAL YEAR ENDED DECEMBER 31, 2018 (expressed in United States dollars)

#### 9. Financial Instruments (continued)

##### The Colchester Local Markets Bond Fund (continued) Forward Foreign Currency Contracts – Colchester code LCHA

| Currency to be received<br>under contract |             | Currency to be delivered<br>under contract |            | Unrealised<br>gain/(loss)\$ | Maturity         |
|---|-------------|--|------------|-----------------------------|------------------|
| Argentine Peso                            | 348,000     | United States dollar                       | 8,770      | 233                         | January 24, 2019 |
|   |             |  |            | <b>233</b>                  |                  |
| Brazilian real                            | 130,000     | United States dollar                       | 33,779     | (279)                       | January 24, 2019 |
|   |             |  |            | <b>(279)</b>                |                  |
| Canadian dollar                           | 26,665,000  | United States dollar                       | 19,938,685 | (406,103)                   | January 24, 2019 |
|   |             |  |            | <b>(406,103)</b>            |                  |
| Columbian peso                            | 137,311,000 | United States dollar                       | 42,315     | (62)                        | January 24, 2019 |
|   |             |  |            | <b>(62)</b>                 |                  |
| Indonesian rupiah                         | 795,046,000 | United States dollar                       | 54,642     | 444                         | January 24, 2019 |
|   |             |  |            | <b>444</b>                  |                  |
| Mexican peso                              | 1,331,000   | United States dollar                       | 66,650     | 743                         | January 24, 2019 |
|   |             |  |            | <b>743</b>                  |                  |
| Malaysian ringgit                         | 197,000     | United States dollar                       | 47,073     | 613                         | January 24, 2019 |
|   |             |  |            | <b>613</b>                  |                  |
| Philippine piso                           | 384,000     | United States dollar                       | 7,202      | 104                         | January 24, 2019 |
|   |             |  |            | <b>104</b>                  |                  |
| Polish zloty                              | 203,000     | United States dollar                       | 54,097     | (43)                        | January 24, 2019 |
|   |             |  |            | <b>(43)</b>                 |                  |
| Romanian leu                              | 89,000      | United States dollar                       | 21,873     | (27)                        | January 25, 2019 |
|   |             |  |            | <b>(27)</b>                 |                  |
| Russian ruble                             | 1,778,000   | United States dollar                       | 25,956     | (394)                       | January 24, 2019 |
|   |             |  |            | <b>(394)</b>                |                  |
| Turkish lira                              | 192,000     | United States dollar                       | 35,850     | (131)                       | January 24, 2019 |
|   |             |  |            | <b>(131)</b>                |                  |



# THE COLCHESTER MULTI-STRATEGY GLOBAL BOND FUND PLC

## NOTES TO THE FINANCIAL STATEMENTS (Continued)

### FOR THE FINANCIAL YEAR ENDED DECEMBER 31, 2018 (expressed in United States dollars)

#### 9. Financial Instruments (continued)

##### The Colchester Local Markets Bond Fund (continued)

##### Forward Foreign Currency Contracts – Colchester code LCHA (continued)

| Currency to be received<br>under contract                              |           | Currency to be delivered<br>under contract |                | Unrealised<br>gain/(loss)\$ | Maturity         |
|--|-----------|--|----------------|-----------------------------|------------------|
| United States dollar   | 1,317,642 | Russian ruble                              | 87,780,000     | 55,640                      | January 24, 2019 |
| United States dollar   | 2,098,579 | Columbian peso                             | 6,668,445,000  | 46,605                      | January 24, 2019 |
| United States dollar   | 1,666,623 | Brazilian real                             | 6,416,000      | 13,226                      | January 24, 2019 |
| United States dollar   | 116,606   | Chilean peso                               | 79,024,000     | 2,677                       | January 24, 2019 |
| United States dollar   | 46,114    | Canadian dollar                            | 62,000         | 698                         | January 24, 2019 |
| United States dollar   | 19,962    | Argentine peso                             | 793,000        | (553)                       | January 24, 2019 |
| United States dollar   | 221,348   | Thai baht                                  | 7,233,000      | (848)                       | January 24, 2019 |
| United States dollar   | 364,028   | Philippine peso                            | 19,197,000     | (1,218)                     | January 24, 2019 |
| United States dollar   | 186,741   | Hungarian forint                           | 53,464,000     | (4,009)                     | January 24, 2019 |
| United States dollar   | 132,387   | Argentine peso                             | 5,268,000      | (5,225)                     | January 17, 2019 |
| United States dollar   | 1,724,546 | South African rand                         | 24,945,000     | (5,745)                     | January 24, 2019 |
| United States dollar   | 107,640   | Argentine peso                             | 4,343,000      | (7,369)                     | January 7, 2019  |
| United States dollar   | 1,119,736 | Romanian leu                               | 4,616,000      | (13,349)                    | January 25, 2019 |
| United States dollar   | 1,795,013 | Malaysian ringgit                          | 7,508,000      | (22,362)                    | January 24, 2019 |
| United States dollar   | 2,643,695 | Indonesian rupiah                          | 38,505,419,000 | (24,230)                    | January 24, 2019 |
| United States dollar   | 2,643,956 | Polish zloty                               | 10,051,000     | (32,385)                    | January 24, 2019 |
| United States dollar   | 1,364,660 | Turkish lira                               | 7,516,000      | (33,574)                    | January 24, 2019 |
| United States dollar   | 2,560,420 | Mexican peso                               | 52,508,000     | (98,244)                    | January 24, 2019 |
|  |           |  |                | <b>(130,265)</b>            |                  |
| South African rand   | 486,000   | United States dollar                       | 33,870         | (159)                       | January 24, 2019 |
|  |           |  |                | <b>(159)</b>                |                  |
| <b>Total forward foreign currency contracts - Colchester code LCHA</b> |           |  |                | <b>(535,326)</b>            |                  |

# THE COLCHESTER MULTI-STRATEGY GLOBAL BOND FUND PLC

## NOTES TO THE FINANCIAL STATEMENTS (Continued)

### FOR THE FINANCIAL YEAR ENDED DECEMBER 31, 2018 (expressed in United States dollars)

#### 9. Financial Instruments (continued)

##### The Colchester Local Markets Bond Fund (continued) Forward Foreign Currency Contracts – Colchester code LGHI

| Currency to be received<br>under contract |            | Currency to be delivered<br>under contract |         | Unrealised<br>gain/(loss)\$ | Maturity         |
|---|------------|--|---------|-----------------------------|------------------|
| Argentine Peso                            | 36,000     | United States dollar                       | 925     | 28                          | January 7, 2019  |
| Argentine Peso                            | 8,000      | United States dollar                       | 202     | 5                           | January 24, 2019 |
|   |            |  |         | <u>33</u>                   |                  |
| Brazilian real                            | 3,000      | United States dollar                       | 780     | (6)                         | January 24, 2019 |
|   |            |  |         | <u>(6)</u>                  |                  |
| Columbian peso                            | 3,159,000  | United States dollar                       | 974     | (1)                         | January 24, 2019 |
|   |            |  |         | <u>(1)</u>                  |                  |
| British pound sterling                    | 151,210    | United States dollar                       | 190,200 | 2,557                       | January 24, 2019 |
|   |            |  |         | <u>2,557</u>                |                  |
| Hungarian forint                          | 27,000     | United States dollar                       | 96      | -                           | January 24, 2019 |
|   |            |  |         | <u>-</u>                    |                  |
| Indonesian rupiah                         | 18,209,000 | United States dollar                       | 1,251   | 10                          | January 24, 2019 |
|   |            |  |         | <u>10</u>                   |                  |
| Mexican peso                              | 31,000     | United States dollar                       | 1,552   | 17                          | January 24, 2019 |
|   |            |  |         | <u>17</u>                   |                  |
| Malaysian ringgit                         | 5,000      | United States dollar                       | 1,195   | 16                          | January 24, 2019 |
|   |            |  |         | <u>16</u>                   |                  |
| Peruvian sol                              | 850        | United States dollar                       | 253     | (1)                         | January 24, 2019 |
|   |            |  |         | <u>(1)</u>                  |                  |
| Philippine piso                           | 9,000      | United States dollar                       | 169     | 2                           | January 24, 2019 |
|   |            |  |         | <u>2</u>                    |                  |
| Polish zloty                              | 5,000      | United States dollar                       | 1,332   | (1)                         | January 24, 2019 |
|   |            |  |         | <u>(1)</u>                  |                  |
| Romanian leu                              | 2,000      | United States dollar                       | 492     | (1)                         | January 25, 2019 |
|   |            |  |         | <u>(1)</u>                  |                  |

# THE COLCHESTER MULTI-STRATEGY GLOBAL BOND FUND PLC

## NOTES TO THE FINANCIAL STATEMENTS (Continued)

### FOR THE FINANCIAL YEAR ENDED DECEMBER 31, 2018 (expressed in United States dollars)

#### 9. Financial Instruments (continued)

##### The Colchester Local Markets Bond Fund (continued)

##### Forward Foreign Currency Contracts – Colchester code LGHI (continued)

| Currency to be received<br>under contract                              |        | Currency to be delivered<br>under contract |             | Unrealised<br>gain/(loss)\$ | Maturity         |
|--|--------|--|-------------|-----------------------------|------------------|
| Russian ruble  | 41,000 | United States dollar                       | 599         | (9)                         | January 24, 2019 |
|  |        |  |             | <u>(9)</u>                  |                  |
| Thai baht  | 4,000  | United States dollar                       | 123         | -                           | January 24, 2019 |
|  |        |  |             | <u>-</u>                    |                  |
| Turkish lira   | 4,000  | United States dollar                       | 747         | (3)                         | January 24, 2019 |
|  |        |  |             | <u>(3)</u>                  |                  |
| United States dollar   | 12,746 | Russian ruble                              | 849,128     | 538                         | January 24, 2019 |
| United States dollar   | 20,560 | Columbian peso                             | 65,333,000  | 457                         | January 24, 2019 |
| United States dollar   | 16,040 | Brazilian real                             | 61,750      | 127                         | January 24, 2019 |
| United States dollar   | 1,116  | Chilean peso                               | 756,000     | 26                          | January 24, 2019 |
| United States dollar   | 2,234  | Thai baht                                  | 73,000      | (9)                         | January 24, 2019 |
| United States dollar   | 3,489  | Philippine peso                            | 184,000     | (12)                        | January 24, 2019 |
| United States dollar   | 818    | Argentine peso                             | 32,500      | (23)                        | January 24, 2019 |
| United States dollar   | 1,677  | Hungarian forint                           | 480,000     | (36)                        | January 24, 2019 |
| United States dollar   | 1,382  | Argentine peso                             | 55,000      | (55)                        | January 17, 2019 |
| United States dollar   | 16,571 | South African rand                         | 239,700     | (55)                        | January 24, 2019 |
| United States dollar   | 1,252  | Argentine peso                             | 50,500      | (86)                        | January 7, 2019  |
| United States dollar   | 10,625 | Romanian leu                               | 43,800      | (127)                       | January 25, 2019 |
| United States dollar   | 25,564 | Indonesian rupiah                          | 372,342,000 | (234)                       | January 24, 2019 |
| United States dollar   | 20,346 | Malaysian ringgit                          | 85,100      | (253)                       | January 24, 2019 |
| United States dollar   | 26,621 | Polish zloty                               | 101,200     | (326)                       | January 24, 2019 |
| United States dollar   | 13,636 | Turkish lira                               | 75,100      | (335)                       | January 24, 2019 |
| United States dollar   | 25,722 | Mexican peso                               | 527,500     | (987)                       | January 24, 2019 |
|  |        |  |             | <u>(1,390)</u>              |                  |
| South African rand   | 11,000 | United States dollar                       | 767         | (4)                         | January 24, 2019 |
|  |        |  |             | <u>(4)</u>                  |                  |
| <b>Total forward foreign currency contracts - Colchester code LGHI</b> |        |  |             | <u><b>1,219</b></u>         |                  |

# THE COLCHESTER MULTI-STRATEGY GLOBAL BOND FUND PLC

## NOTES TO THE FINANCIAL STATEMENTS (Continued)

### FOR THE FINANCIAL YEAR ENDED DECEMBER 31, 2018 (expressed in United States dollars)

#### 9. Financial Instruments (continued)

##### The Colchester Local Markets Bond Fund (continued) Forward Foreign Currency Contracts – Colchester code LEHJ

| <u>Currency to be received</u><br><u>under contract</u>                |         | <u>Currency to be delivered</u><br><u>under contract</u> |               | <u>Unrealised</u><br><u>gain/(loss)\$</u> | <u>Maturity</u>  |
|--|---------|--|---------------|---|------------------|
| Euro   | 837,000 | United States dollar                                     | 947,735       | 10,551                                    | January 24, 2019 |
|  |         |  |               | <u>10,551</u>                             |                  |
| Peruvian sol   | 5,000   | United States dollar                                     | 1,488         | (9)                                       | January 24, 2019 |
|  |         |  |               | <u>(9)</u>                                |                  |
| United States dollar   | 65,282  | Russian ruble  | 4,349,000     | 2,757                                     | January 24, 2019 |
| United States dollar   | 103,254 | Columbian peso   | 328,101,000   | 2,293                                     | January 24, 2019 |
| United States dollar   | 80,526  | Brazilian real   | 310,000       | 639                                       | January 24, 2019 |
| United States dollar   | 4,506   | Chilean peso   | 3,054,000     | 103                                       | January 24, 2019 |
| United States dollar   | 5,691   | Euro   | 5,000         | (34)                                      | January 24, 2019 |
| United States dollar   | 10,833  | Thai baht  | 354,000       | (42)                                      | January 24, 2019 |
| United States dollar   | 16,536  | Philippine peso  | 872,000       | (55)                                      | January 24, 2019 |
| United States dollar   | 8,302   | Hungarian forint   | 2,377,000     | (178)                                     | January 24, 2019 |
| United States dollar   | 9,188   | Argentine peso   | 365,000       | (255)                                     | January 24, 2019 |
| United States dollar   | 82,892  | South African rand                                       | 1,199,000     | (276)                                     | January 24, 2019 |
| United States dollar   | 43,421  | Romanian leu   | 179,000       | (518)                                     | January 25, 2019 |
| United States dollar   | 73,637  | Malaysian ringgit  | 308,000       | (917)                                     | January 24, 2019 |
| United States dollar   | 130,770 | Indonesian rupiah  | 1,904,660,000 | (1,199)                                   | January 24, 2019 |
| United States dollar   | 112,587 | Polish zloty   | 428,000       | (1,379)                                   | January 24, 2019 |
| United States dollar   | 65,727  | Turkish lira   | 362,000       | (1,617)                                   | January 24, 2019 |
| United States dollar   | 124,149 | Mexican peso   | 2,546,000     | (4,764)                                   | January 24, 2019 |
|  |         |  |               | <u>(5,442)</u>                            |                  |
| <b>Total forward foreign currency contracts - Colchester code LEHJ</b> |         |  |               | <u><b>5,100</b></u>                       |                  |

# THE COLCHESTER MULTI-STRATEGY GLOBAL BOND FUND PLC

## NOTES TO THE FINANCIAL STATEMENTS (Continued)

### FOR THE FINANCIAL YEAR ENDED DECEMBER 31, 2018 (expressed in United States dollars)

#### 9. Financial Instruments (continued)

##### The Colchester Local Markets Bond Fund (continued) Forward Foreign Currency Contracts – Colchester code LGHJ

| <u>Currency to be received<br/>under contract</u> |            | <u>Currency to be delivered<br/>under contract</u> |           | <u>Unrealised<br/>gain/(loss)\$</u> | <u>Maturity</u>  |
|---|------------|--|-----------|-------------------------------------|------------------|
| Brazilian real                                    | 3,000      | United States dollar                               | 780       | (6)<br><u>(6)</u>                   | January 24, 2019 |
| Columbian peso                                    | 3,431,000  | United States dollar                               | 1,057     | (2)<br><u>(2)</u>                   | January 24, 2019 |
| British pound sterling                            | 893,000    | United States dollar                               | 1,123,260 | 15,098<br><u>15,098</u>             | January 24, 2019 |
| Indonesian rupiah                                 | 19,809,000 | United States dollar                               | 1,361     | 11<br><u>11</u>                     | January 24, 2019 |
| Mexican peso                                      | 33,000     | United States dollar                               | 1,652     | 18<br><u>18</u>                     | January 24, 2019 |
| Malaysian ringgit                                 | 5,000      | United States dollar                               | 1,195     | 16<br><u>16</u>                     | January 24, 2019 |
| Peruvian sol                                      | 5,000      | United States dollar                               | 1,488     | (9)<br><u>(9)</u>                   | January 24, 2019 |
| Polish zloty                                      | 5,000      | United States dollar                               | 1,332     | (1)<br><u>(1)</u>                   | January 24, 2019 |
| Romanian leu                                      | 2,000      | United States dollar                               | 492       | (1)<br><u>(1)</u>                   | January 25, 2019 |
| Russian ruble                                     | 45,000     | United States dollar                               | 657       | (10)<br><u>(10)</u>                 | January 24, 2019 |
| Turkish lira                                      | 5,000      | United States dollar                               | 934       | (3)<br><u>(3)</u>                   | January 24, 2019 |

# THE COLCHESTER MULTI-STRATEGY GLOBAL BOND FUND PLC

## NOTES TO THE FINANCIAL STATEMENTS (Continued)

### FOR THE FINANCIAL YEAR ENDED DECEMBER 31, 2018 (expressed in United States dollars)

#### 9. Financial Instruments (continued)

##### The Colchester Local Markets Bond Fund (continued)

##### Forward Foreign Currency Contracts – Colchester code LGHJ (continued)

| Currency to be received<br>under contract                              |         | Currency to be delivered<br>under contract |               | Unrealised<br>gain/(loss)\$ | Maturity         |
|--|---------|--|---------------|-----------------------------|------------------|
| United States dollar   | 73,703  | Russian ruble                              | 4,910,000     | 3,113                       | January 24, 2019 |
| United States dollar   | 116,667 | Columbian peso                             | 370,721,000   | 2,591                       | January 24, 2019 |
| United States dollar   | 91,176  | Brazilian real                             | 351,000       | 724                         | January 24, 2019 |
| United States dollar   | 5,201   | Chilean peso                               | 3,525,000     | 119                         | January 24, 2019 |
| United States dollar   | 12,241  | Thai baht                                  | 400,000       | (47)                        | January 24, 2019 |
| United States dollar   | 18,697  | Philippine peso                            | 986,000       | (63)                        | January 24, 2019 |
| United States dollar   | 9,466   | Hungarian forint                           | 2,710,000     | (203)                       | January 24, 2019 |
| United States dollar   | 93,746  | South African rand                         | 1,356,000     | (312)                       | January 24, 2019 |
| United States dollar   | 12,863  | Argentine peso                             | 511,000       | (357)                       | January 24, 2019 |
| United States dollar   | 59,431  | Romanian leu                               | 245,000       | (709)                       | January 25, 2019 |
| United States dollar   | 144,991 | Indonesian rupiah                          | 2,111,795,000 | (1,329)                     | January 24, 2019 |
| United States dollar   | 115,476 | Malaysian ringgit                          | 483,000       | (1,439)                     | January 24, 2019 |
| United States dollar   | 70,085  | Turkish lira                               | 386,000       | (1,724)                     | January 24, 2019 |
| United States dollar   | 149,415 | Polish zloty                               | 568,000       | (1,830)                     | January 24, 2019 |
| United States dollar   | 151,407 | Mexican peso                               | 3,105,000     | (5,810)                     | January 24, 2019 |
|  |         |  |               | <b>(7,276)</b>              |                  |
| South African rand   | 12,000  | United States dollar                       | 836           | (4)                         | January 24, 2019 |
|  |         |  |               | <b>(4)</b>                  |                  |
| <b>Total forward foreign currency contracts - Colchester code LGHJ</b> |         |  |               | <b>7,831</b>                |                  |

# THE COLCHESTER MULTI-STRATEGY GLOBAL BOND FUND PLC

## NOTES TO THE FINANCIAL STATEMENTS (Continued)

### FOR THE FINANCIAL YEAR ENDED DECEMBER 31, 2018 (expressed in United States dollars)

#### 9. Financial Instruments (continued)

##### The Colchester Local Markets Bond Fund (continued) Forward Foreign Currency Contracts – Colchester code LUHJ

| Currency to be received<br>under contract                       |         | Currency to be delivered<br>under contract |               | Unrealised<br>gain/(loss)\$ | Maturity         |
|---|---------|--|---------------|-----------------------------|------------------|
| Peruvian sol  | 4,000   | United States dollar                       | 1,190         | (7)                         | January 24, 2019 |
|   |         |  |               | (7)                         |                  |
| United States dollar  | 57,791  | Russian ruble                              | 3,850,000     | 2,441                       | January 24, 2019 |
| United States dollar  | 89,399  | Columbian peso                             | 284,073,000   | 1,985                       | January 24, 2019 |
| United States dollar  | 71,434  | Brazilian real                             | 275,000       | 567                         | January 24, 2019 |
| United States dollar  | 4,101   | Chilean peso                               | 2,779,000     | 94                          | January 24, 2019 |
| United States dollar  | 409     | Russian ruble                              | 28,000        | 6                           | January 24, 2019 |
| United States dollar  | 520     | Brazilian real                             | 2,000         | 4                           | January 24, 2019 |
| United States dollar  | 558     | South African rand                         | 8,000         | 3                           | January 24, 2019 |
| United States dollar  | 560     | Turkish lira                               | 3,000         | 2                           | January 24, 2019 |
| United States dollar  | 687     | Columbian peso                             | 2,228,000     | 1                           | January 24, 2019 |
| United States dollar  | 799     | Polish zloty                               | 3,000         | 1                           | January 24, 2019 |
| United States dollar  | 246     | Romanian leu                               | 1,000         | -                           | January 25, 2019 |
| United States dollar  | 877     | Indonesian rupiah                          | 12,760,000    | (7)                         | January 24, 2019 |
| United States dollar  | 717     | Malaysian ringgit                          | 3,000         | (9)                         | January 24, 2019 |
| United States dollar  | 1,102   | Mexican peso                               | 22,000        | (12)                        | January 24, 2019 |
| United States dollar  | 9,609   | Thai baht                                  | 314,000       | (37)                        | January 24, 2019 |
| United States dollar  | 14,658  | Philippine peso                            | 773,000       | (49)                        | January 24, 2019 |
| United States dollar  | 7,443   | Hungarian forint                           | 2,131,000     | (160)                       | January 24, 2019 |
| United States dollar  | 8,156   | Argentine peso                             | 324,000       | (226)                       | January 24, 2019 |
| United States dollar  | 72,591  | South African rand                         | 1,050,000     | (242)                       | January 24, 2019 |
| United States dollar  | 46,575  | Romanian leu                               | 192,000       | (555)                       | January 25, 2019 |
| United States dollar  | 73,398  | Malaysian ringgit                          | 307,000       | (914)                       | January 24, 2019 |
| United States dollar  | 112,681 | Indonesian rupiah                          | 1,641,194,000 | (1,033)                     | January 24, 2019 |
| United States dollar  | 112,324 | Polish zloty                               | 427,000       | (1,376)                     | January 24, 2019 |
| United States dollar  | 56,831  | Turkish lira                               | 313,000       | (1,398)                     | January 24, 2019 |
| United States dollar  | 107,765 | Mexican peso                               | 2,210,000     | (4,135)                     | January 24, 2019 |
|   |         |  |               | (5,049)                     |                  |
| Total forward foreign currency contracts - Colchester code LUHJ |         |  |               | (5,056)                     |                  |
| Total unrealised gain on forward foreign currency contracts     |         |  |               | 6,661,814                   |                  |
| Total unrealised loss on forward foreign currency contracts     |         |  |               | (1,772,758)                 |                  |
| Total unrealised gain on forward foreign currency contracts     |         |  |               | 4,889,056                   |                  |

# THE COLCHESTER MULTI-STRATEGY GLOBAL BOND FUND PLC

## NOTES TO THE FINANCIAL STATEMENTS (Continued)

### FOR THE FINANCIAL YEAR ENDED DECEMBER 31, 2018 (expressed in United States dollars)

#### 9. Financial Instruments (continued)

##### The Colchester Alpha Fund Forward Foreign Currency Contracts - Single Asset Pool

| <u>Currency to be received<br/>under contract</u> |             | <u>Currency to be delivered<br/>under contract</u> |         | <u>Unrealised<br/>gain/(loss)\$</u> | <u>Maturity</u>  |
|---|-------------|--|---------|-------------------------------------|------------------|
| Canadian dollar                                   | 478,000     | United States dollar                               | 357,423 | (7,280)<br><u>(7,280)</u>           | January 24, 2019 |
| Columbian peso                                    | 196,788,000 | United States dollar                               | 62,137  | (1,583)<br><u>(1,583)</u>           | January 24, 2019 |
| British pound sterling                            | 329,000     | United States dollar                               | 413,833 | 5,562<br><u>5,562</u>               | January 24, 2019 |
| Japanese yen                                      | 12,710,000  | United States dollar                               | 112,309 | 3,700<br><u>3,700</u>               | January 24, 2019 |
| Norwegian krone                                   | 4,616,000   | United States dollar                               | 536,080 | (2,553)<br><u>(2,553)</u>           | January 24, 2019 |
| Polish złoty                                      | 552,000     | United States dollar                               | 145,206 | 1,779<br><u>1,779</u>               | January 24, 2019 |
| Swedish krona                                     | 5,697,000   | United States dollar                               | 628,890 | 14,644<br><u>14,644</u>             | January 24, 2019 |



# THE COLCHESTER MULTI-STRATEGY GLOBAL BOND FUND PLC

## NOTES TO THE FINANCIAL STATEMENTS (Continued)

### FOR THE FINANCIAL YEAR ENDED DECEMBER 31, 2018 (expressed in United States dollars)

#### 9. Financial Instruments (continued)

##### The Colchester Alpha Fund (continued)

##### Forward Foreign Currency Contracts - Single Asset Pool (continued)

| Currency to be received<br>under contract                          |           | Currency to be delivered<br>under contract |               | Unrealised<br>gain/(loss)\$ | Maturity         |
|--|-----------|--|---------------|-----------------------------|------------------|
| United States dollar   | 1,300,792 | Australian dollar                          | 1,815,000     | 22,541                      | January 24, 2019 |
| United States dollar   | 1,600,190 | New Zealand dollar                         | 2,354,000     | 21,187                      | January 24, 2019 |
| United States dollar   | 261,200   | Columbian peso                             | 829,989,000   | 5,801                       | January 24, 2019 |
| United States dollar   | 812,295   | Peruvian sol                               | 2,730,000     | 4,794                       | January 24, 2019 |
| United States dollar   | 248,331   | Brazilian real                             | 956,000       | 1,971                       | January 24, 2019 |
| United States dollar   | 4,516     | Czech koruna                               | 103,000       | (61)                        | January 24, 2019 |
| United States dollar   | 6,067     | Danish krone                               | 40,000        | (70)                        | January 24, 2019 |
| United States dollar   | 499,985   | Thai baht                                  | 16,338,000    | (1,917)                     | January 24, 2019 |
| United States dollar   | 426,627   | Indonesian rupiah                          | 6,213,826,000 | (3,910)                     | January 24, 2019 |
| United States dollar   | 521,494   | Swiss franc                                | 518,000       | (4,854)                     | January 24, 2019 |
| United States dollar   | 824,248   | Singapore dollar                           | 1,134,000     | (8,071)                     | January 24, 2019 |
| United States dollar   | 264,195   | Mexican peso                               | 5,418,000     | (10,137)                    | January 24, 2019 |
| United States dollar   | 502,777   | Hungarian forint                           | 143,945,000   | (10,794)                    | January 24, 2019 |
| United States dollar   | 994,159   | Euro                                       | 878,000       | (11,068)                    | January 24, 2019 |
|  |           |  |               | <b>5,412</b>                |                  |
|  |           |  |               |                             |                  |
| <b>Total forward currency contracts - single asset pool</b>        |           |  |               | <b>19,681</b>               |                  |
|  |           |  |               |                             |                  |
| <b>Total unrealised gain on forward foreign currency contracts</b> |           |  |               | <b>81,979</b>               |                  |
| <b>Total unrealised loss on forward foreign currency contracts</b> |           |  |               | <b>(62,298)</b>             |                  |
|  |           |  |               |                             |                  |
| <b>Total unrealised gain on forward foreign currency contracts</b> |           |  |               | <b>19,681</b>               |                  |

##### Swap Contracts - Single Asset Pool

| Description                                    | Maturity      | Counterparty | Par value    | Unrealised<br>gain/(loss)<br>\$ |
|--|---------------|--------------|--------------|---------------------------------|
| IRS Czech koruna Rcv Prbor6M Pay 1.28%         | June 19, 2025 | JP Morgan    | 13,750,000   | 18,773                          |
| IRS Danish krone Rcv Cibor6M Pay .9425%        | May 05, 2025  | JP Morgan    | 3,860,000    | -                               |
| IRS Czech koruna Rcv Prbor6M Pay 1.28%         | June 19, 2025 | JP Morgan    | (13,750,000) | -                               |
| IRS Danish krone Rcv Cibor6M Pay .9425%        | May 05, 2025  | JP Morgan    | (3,860,000)  | (15,299)                        |
|  |               |              |              | <b>3,474</b>                    |
|  |               |              |              |                                 |
| <b>Total unrealised gain on swap contracts</b> |               |              |              | <b>3,474</b>                    |

# THE COLCHESTER MULTI-STRATEGY GLOBAL BOND FUND PLC

## NOTES TO THE FINANCIAL STATEMENTS (Continued)

### FOR THE FINANCIAL YEAR ENDED DECEMBER 31, 2018 (expressed in United States dollars)

#### 9. Financial Instruments (continued)

##### The Colchester Alpha Fund (continued) Futures Contracts - Single Asset Pool

| <u>Description</u>                                | <u>Currency</u>        | <u>No. of<br/>contracts</u> | <u>Notional value<br/>of contracts</u> | <u>Unrealised<br/>loss<br/>\$</u> |
|---|------------------------|-----------------------------|--|-----------------------------------|
| Fut. Eurooo-Bobl Eux Mar19                        | Euro                   | (9)                         | (1,363,412)                            | (5,827)                           |
| Fut. Eurooo-Oat Eux Mar19                         | Euro                   | (4)                         | (689,548)                              | (2,053)                           |
| Fut. Long Gilt Icf Mar19                          | British pound sterling | (7)                         | (1,098,085)                            | (8,964)                           |
| Fut. Jpn 10Y Bond(Ose) Ose Mar19                  | Japanese yen           | (1)                         | (1,389,783)                            | (11,173)                          |
|   |                        |                             | <u>(4,540,828)</u>                     | <u>(28,017)</u>                   |
| <b>Total unrealised gain on futures contracts</b> |                        |                             | -                                      | -                                 |
| <b>Total unrealised loss on futures contracts</b> |                        |                             | (4,540,828)                            | (28,017)                          |
| <b>Total unrealised loss on futures contracts</b> |                        | <u>(21)</u>                 | <u>(4,540,828)</u>                     | <u>(28,017)</u>                   |

# THE COLCHESTER MULTI-STRATEGY GLOBAL BOND FUND PLC

## NOTES TO THE FINANCIAL STATEMENTS (Continued)

### FOR THE FINANCIAL YEAR ENDED DECEMBER 31, 2018 (expressed in United States dollars)

#### 9. Financial Instruments (continued)

##### The Colchester Global Low Duration Bond Fund Forward Foreign Currency Contracts - Single Asset Pool

| Currency to be received<br>under contract                          |               | Currency to be delivered<br>under contract |               | Unrealised<br>gain/(loss)\$ | Maturity         |
|--|---------------|--|---------------|-----------------------------|------------------|
| Columbian peso   | 453,410,000   | United States dollar                       | 143,167       | (3,646)                     | January 24, 2019 |
|  |               |  |               | <b>(3,646)</b>              |                  |
| Euro   | 5,615,000     | United States dollar                       | 6,357,865     | 70,784                      | January 24, 2019 |
|  |               |  |               | <b>70,784</b>               |                  |
| British pound sterling   | 6,511,000     | United States dollar                       | 8,189,861     | 110,084                     | January 24, 2019 |
|  |               |  |               | <b>110,084</b>              |                  |
| Japanese yen   | 1,148,905,000 | United States dollar                       | 10,152,028    | 334,497                     | January 24, 2019 |
|  |               |  |               | <b>334,497</b>              |                  |
| Norwegian krone  | 30,797,000    | United States dollar                       | 3,576,613     | (17,030)                    | January 24, 2019 |
|  |               |  |               | <b>(17,030)</b>             |                  |
| Swedish krona  | 35,596,000    | United States dollar                       | 3,929,430     | 91,497                      | January 24, 2019 |
|  |               |  |               | <b>91,497</b>               |                  |
| United States dollar   | 6,534,677     | New Zealand dollar                         | 9,613,000     | 86,521                      | January 24, 2019 |
| United States dollar   | 4,070,799     | Australian dollar                          | 5,680,000     | 70,542                      | January 24, 2019 |
| United States dollar   | 1,714,888     | Columbian peso                             | 5,449,229,000 | 38,084                      | January 24, 2019 |
| United States dollar   | 808,315       | Canadian dollar                            | 1,081,000     | 16,463                      | January 24, 2019 |
| United States dollar   | 1,880,666     | Brazilian real                             | 7,240,000     | 14,925                      | January 24, 2019 |
| United States dollar   | 1,906,616     | Polish zloty                               | 7,248,000     | (23,353)                    | January 24, 2019 |
| United States dollar   | 7,378,253     | Singapore dollar                           | 10,151,000    | (72,249)                    | January 24, 2019 |
| United States dollar   | 4,143,640     | Mexican peso                               | 84,976,000    | (158,994)                   | January 24, 2019 |
|  |               |  |               | <b>(28,061)</b>             |                  |
| <b>Total forward currency contracts - single asset pool</b>        |               |  |               | <b>558,125</b>              |                  |
| <b>Total unrealised gain on forward foreign currency contracts</b> |               |  |               | <b>833,397</b>              |                  |
| <b>Total unrealised loss on forward foreign currency contracts</b> |               |  |               | <b>(275,272)</b>            |                  |
| <b>Total unrealised gain on forward foreign currency contracts</b> |               |  |               | <b>558,125</b>              |                  |

# THE COLCHESTER MULTI-STRATEGY GLOBAL BOND FUND PLC

## NOTES TO THE FINANCIAL STATEMENTS (Continued)

### FOR THE FINANCIAL YEAR ENDED DECEMBER 31, 2018 (expressed in United States dollars)

#### 9. Financial Instruments (continued)

##### The Colchester Global Bond Fund – 130/30 Currency Hedged Forward Foreign Currency Contracts - Single Asset Pool

| Currency to be received<br>under contract                          |             | Currency to be delivered<br>under contract |             | Unrealised<br>gain/(loss)\$ | Maturity         |
|--|-------------|--|-------------|-----------------------------|------------------|
| Canadian dollar  | 16,000      | United States dollar                       | 11,964      | (244)                       | January 24, 2019 |
|  |             |  |             | <b>(244)</b>                |                  |
| Columbian peso   | 167,499,000 | United States dollar                       | 52,712      | (1,171)                     | January 24, 2019 |
|  |             |  |             | <b>(1,171)</b>              |                  |
| British pound sterling   | 169,000     | United States dollar                       | 212,577     | 2,857                       | January 24, 2019 |
|  |             |  |             | <b>2,857</b>                |                  |
| Norwegian krone  | 727,000     | United States dollar                       | 84,430      | (402)                       | January 24, 2019 |
|  |             |  |             | <b>(402)</b>                |                  |
| Swedish krona  | 1,622,000   | United States dollar                       | 179,052     | 4,169                       | January 24, 2019 |
|  |             |  |             | <b>4,169</b>                |                  |
| United States dollar   | 679,775     | New Zealand dollar                         | 1,000,000   | 9,001                       | January 24, 2019 |
| United States dollar   | 297,426     | Australian dollar                          | 415,000     | 5,154                       | January 24, 2019 |
| United States dollar   | 85,695      | Brazilian real                             | 329,900     | 680                         | January 24, 2019 |
| United States dollar   | 50,285      | Peruvian sol                               | 169,000     | 297                         | January 24, 2019 |
| United States dollar   | 1,536       | Philippine piso                            | 81,000      | (5)                         | January 24, 2019 |
| United States dollar   | 93,644      | Thai baht                                  | 3,060,000   | (359)                       | January 24, 2019 |
| United States dollar   | 50,536      | Indonesian rupiah                          | 736,052,000 | (463)                       | January 24, 2019 |
| United States dollar   | 165,106     | Swiss franc                                | 164,000     | (1,537)                     | January 24, 2019 |
| United States dollar   | 195,449     | Polish zloty                               | 743,000     | (2,394)                     | January 24, 2019 |
| United States dollar   | 401,948     | Singapore dollar                           | 553,000     | (3,936)                     | January 24, 2019 |
| United States dollar   | 199,605     | Hungarian forint                           | 57,147,000  | (4,285)                     | January 24, 2019 |
| United States dollar   | 204,412     | Mexican peso                               | 4,192,000   | (7,843)                     | January 24, 2019 |
| United States dollar   | 732,598     | Euro                                       | 647,000     | (8,156)                     | January 24, 2019 |
| United States dollar   | 788,592     | Japanese yen                               | 89,245,000  | (25,983)                    | January 24, 2019 |
|  |             |  |             | <b>(39,829)</b>             |                  |
| <b>Total forward currency contracts - single asset pool</b>        |             |  |             | <b>(34,620)</b>             |                  |
| <b>Total unrealised gain on forward foreign currency contracts</b> |             |  |             | <b>22,158</b>               |                  |
| <b>Total unrealised loss on forward foreign currency contracts</b> |             |  |             | <b>(56,778)</b>             |                  |
| <b>Total unrealised loss on forward foreign currency contracts</b> |             |  |             | <b>(34,620)</b>             |                  |

# THE COLCHESTER MULTI-STRATEGY GLOBAL BOND FUND PLC

## NOTES TO THE FINANCIAL STATEMENTS (Continued)

### FOR THE FINANCIAL YEAR ENDED DECEMBER 31, 2018 (expressed in United States dollars)

#### 9. Financial Instruments (continued)

The Funds transact in derivative instruments including forward foreign currency contracts primarily for trading purposes with each instrument's primary risk exposure being interest rate, credit, foreign exchange or commodity risk. The fair value of these derivative instruments is included as a separate line item in the Statement of Assets and Liabilities with changes in fair value reflected as realised gains/losses or net change in unrealised gains/losses on derivatives within the Statement of Operations.

The total notional or contractual amounts and fair values of derivative instruments by contract type have been appropriately disclosed above.

The following table indicates the gains and losses on derivatives, by contract type, as included in the Statement of Operations for the financial year ended December 31, 2018.

|  | <b>The Colchester<br/>Global Real<br/>Return Bond<br/>Fund<br/>\$</b> | <b>The Colchester<br/>Local Markets<br/>Real Return<br/>Bond Fund<br/>\$</b> | <b>The Colchester<br/>Global Bond<br/>Fund<br/>\$</b> | <b>The Colchester<br/>Local Markets<br/>Bond Fund<br/>\$</b> |
|--|---|--|---|--|
| Realised (loss)/gain on forward foreign currency contracts   | (2,540,545)   | 73,203   | (28,758,728)  | (3,120,553)  |
| Unrealised gain/(loss) on forward foreign currency contracts | 2,372,923   | (4,481)  | 1,663,982   | 4,889,056  |
| <b>Total</b>   | <b>(167,622)</b>  | <b>68,722</b>  | <b>(27,094,746)</b>                                   | <b>1,768,503</b>   |

  

|  | <b>The Colchester<br/>Alpha Fund<br/>\$</b> | <b>The Colchester<br/>Global Low<br/>Duration<br/>Bond Fund<br/>\$</b> | <b>The Colchester<br/>Global Bond<br/>Fund - 130/30<br/>Currency Hedged<br/>\$</b> | <b>The Colchester<br/>Emerging<br/>Markets<br/>Bond Fund<br/>\$</b> |
|--|---|--|--|---|
| Realised gain/(loss) on forward foreign currency contracts   | 146,033                                     | (778,037)  | 244,393  | -   |
| Unrealised gain/(loss) on forward foreign currency contracts | 19,681                                      | 558,125  | (34,620)   | -   |
| Realised gain on futures contracts                           | 15,858                                      | -  | -  | -   |
| Unrealised loss on futures contracts                         | (28,017)                                    | -  | -  | -   |
| Unrealised gain on swap contracts                            | 3,474                                       | -  | -  | -   |
| <b>Total</b>   | <b>157,029</b>                              | <b>(219,912)</b>   | <b>209,773</b>   | <b>-</b>  |

# THE COLCHESTER MULTI-STRATEGY GLOBAL BOND FUND PLC

## NOTES TO THE FINANCIAL STATEMENTS (Continued)

### FOR THE FINANCIAL YEAR ENDED DECEMBER 31, 2018 (expressed in United States dollars)

#### 9. Financial Instruments (continued)

The following table indicates the gains and losses on derivatives, by contract type, as included in the Statement of Operations for the financial year ended December 31, 2017.

|  | <b>The Colchester<br/>Global Real<br/>Return Bond<br/>Fund<br/>\$</b> | <b>The Colchester<br/>Local Markets<br/>Real Return<br/>Bond Fund<br/>\$</b> | <b>The Colchester<br/>Global Bond<br/>Fund<br/>\$</b> | <b>The Colchester<br/>Local Markets<br/>Bond Fund<br/>\$</b> |
|--|---|--|---|--|
| Realised gain/(loss) on forward foreign currency contracts   | 5,590,801   | (93,200)   | -   | (5,244,533)  |
| Unrealised (loss)/gain on forward foreign currency contracts | (270,979)   | 32,923   | 1,063,381   | 7,143,557  |
| <b>Total</b>   | <b>5,319,822</b>  | <b>(60,277)</b>  | <b>1,063,381</b>                                      | <b>1,899,024</b>   |

|   | <b>The Colchester<br/>Alpha Fund<br/>\$</b> | <b>The Colchester<br/>Global Low<br/>Duration<br/>Bond Fund<br/>\$</b> | <b>The Colchester<br/>Global Bond<br/>Fund - 130/30<br/>Currency Hedged<br/>\$</b> | <b>The Colchester<br/>Emerging<br/>Markets<br/>Bond Fund<br/>\$</b> |
|---|---|--|--|---|
| Realised loss on forward foreign currency contracts   | (170,845)                                   | (743,742)  | (147,165)  | -   |
| Unrealised loss on forward foreign currency contracts | (102,694)                                   | (638,452)  | (165,199)  | -   |
| Realised loss on futures contracts                    | (122,708)                                   | -  | -  | -   |
| Unrealised gain on futures contracts                  | 54,871                                      | -  | -  | -   |
| Unrealised loss on swap contracts                     | (8,175)                                     | -  | -  | -   |
| <b>Total</b>  | <b>(349,551)</b>                            | <b>(1,382,194)</b>   | <b>(312,364)</b>   | <b>-</b>  |

\* The Colchester Emerging Markets Bond Fund launched on December 11, 2017.

The significant accounting policies relating to recording of derivatives and related gain/(loss) have been summarised in Note 2 of the financial statements.

# THE COLCHESTER MULTI-STRATEGY GLOBAL BOND FUND PLC

## NOTES TO THE FINANCIAL STATEMENTS (Continued)

### FOR THE FINANCIAL YEAR ENDED DECEMBER 31, 2018 (expressed in United States dollars)

#### 9. Financial Instruments (continued)

The unpaid financial assets/liabilities subject to offsetting, enforceable master netting arrangements and similar agreements are disclosed below showing the potential affect if the Funds were to settle their current derivative portfolio:

#### The Colchester Global Real Return Bond Fund - December 31, 2018

| Description        | Gross Amounts<br>of Recognised<br>Financial<br>Assets | Gross Amounts<br>of Recognised<br>Financial<br>Liabilities<br>set-off in the<br>Statement of<br>Assets and<br>Liabilities | Net Amounts of<br>Financial Assets<br>presented in<br>the Statement<br>of Assets and<br>Liabilities | Related Amounts not set-off in<br>the Statement of Assets and Liabilities |                        |                  |
|--------------------|---|---|---|---|------------------------|------------------|
|                    |   |   |   | Financial<br>Instruments  | Collateral<br>Received | Net Amount       |
|                    | \$  | \$  | \$  | \$  | \$                     | \$               |
| Currency Contracts |   |   |   |   |                        |                  |
| - Northern Trust   | 6,561,260   | -   | 6,561,260   | (4,188,337)   | -                      | 2,372,923        |
| <b>Total</b>       | <b>6,561,260</b>                                      | <b>-</b>  | <b>6,561,260</b>  | <b>(4,188,337)</b>  | <b>-</b>               | <b>2,372,923</b> |

| Description        | Gross Amounts<br>of Recognised<br>Financial<br>Liabilities | Gross Amounts<br>of Recognised<br>Financial<br>Assets<br>set-off in the<br>Statement of<br>Assets and<br>Liabilities | Net Amounts of<br>Financial<br>Liabilities<br>presented in<br>the Statement<br>of Assets and<br>Liabilities | Related Amounts not set-off in<br>the Statement of Assets and Liabilities |                            |            |
|--------------------|--|--|---|---|----------------------------|------------|
|                    |  |  |   | Financial<br>Instruments  | Cash collateral<br>Pledged | Net amount |
|                    | \$   | \$   | \$  | \$  | \$                         | \$         |
| Currency Contracts |  |  |   |   |                            |            |
| - Northern Trust   | (4,188,337)  | -  | (4,188,337)   | 4,188,337   | -                          | -          |
| <b>Total</b>       | <b>(4,188,337)</b>   | <b>-</b>   | <b>(4,188,337)</b>  | <b>4,188,337</b>  | <b>-</b>                   | <b>-</b>   |

# THE COLCHESTER MULTI-STRATEGY GLOBAL BOND FUND PLC

## NOTES TO THE FINANCIAL STATEMENTS (Continued)

### FOR THE FINANCIAL YEAR ENDED DECEMBER 31, 2018 (expressed in United States dollars)

#### 9. Financial Instruments (continued)

The unpaid financial assets/liabilities subject to offsetting, enforceable master netting arrangements and similar agreements are disclosed below showing the potential affect if the Funds were to settle their current derivative portfolio:

#### The Colchester Local Markets Real Return Bond Fund - December 31, 2018

| Description        | Gross Amounts<br>of Recognised<br>Financial<br>Assets | Gross Amounts<br>of Recognised<br>Financial<br>Liabilities<br>set-off in the<br>Statement of<br>Assets and<br>Liabilities | Net Amounts of<br>Financial Assets<br>presented in<br>the Statement<br>of Assets and<br>Liabilities | Related Amounts not set-off in<br>the Statement of Assets and Liabilities |                        |            |
|--------------------|---|---|---|---|------------------------|------------|
|                    |   |   |   | Financial<br>Instruments  | Collateral<br>Received | Net Amount |
|                    | \$  | \$  | \$  | \$  | \$                     | \$         |
| Currency Contracts |   |   |   |   |                        |            |
| - Northern Trust   | 14,123  | -   | 14,123  | (14,123)  | -                      | -          |
| <b>Total</b>       | <b>14,123</b>   | <b>-</b>  | <b>14,123</b>   | <b>(14,123)</b>   | <b>-</b>               | <b>-</b>   |

| Description        | Gross amounts<br>of Recognised<br>Financial<br>Liabilities | Gross Amounts<br>of Recognised<br>Financial<br>Assets<br>set-off in the<br>Statement of<br>Assets and<br>Liabilities | Net Amounts of<br>Financial<br>Liabilities<br>presented in<br>the Statement<br>of Assets and<br>Liabilities | Related Amounts not set-off in<br>the Statement of Assets and Liabilities |                            |                |
|--------------------|--|--|---|---|----------------------------|----------------|
|                    |  |  |   | Financial<br>Instruments  | Cash collateral<br>Pledged | Net amount     |
|                    | \$   | \$   | \$  | \$  | \$                         | \$             |
| Currency Contracts |  |  |   |   |                            |                |
| - Northern Trust   | (18,604)   | -  | (18,604)  | 14,123  | -                          | (4,481)        |
| <b>Total</b>       | <b>(18,604)</b>  | <b>-</b>   | <b>(18,604)</b>   | <b>14,123</b>   | <b>-</b>                   | <b>(4,481)</b> |



# THE COLCHESTER MULTI-STRATEGY GLOBAL BOND FUND PLC

## NOTES TO THE FINANCIAL STATEMENTS (Continued)

### FOR THE FINANCIAL YEAR ENDED DECEMBER 31, 2018 (expressed in United States dollars)

#### 9. Financial Instruments (continued)

The unpaid financial assets/liabilities subject to offsetting, enforceable master netting arrangements and similar agreements are disclosed below showing the potential affect if the Funds were to settle their current derivative portfolio:

#### The Colchester Global Bond Fund - December 31, 2018

| Description        | Gross Amounts<br>of Recognised<br>Financial<br>Assets | Gross Amounts<br>of Recognised<br>Financial<br>Liabilities<br>set-off in the<br>Statement of<br>Assets and<br>Liabilities | Net Amounts of<br>Financial Assets<br>presented in<br>the Statement<br>of Assets and<br>Liabilities | Related Amounts not set-off in<br>the Statement of Assets and Liabilities |                        |                  |
|--------------------|---|---|---|---|------------------------|------------------|
|                    |   |   |   | Financial<br>Instruments  | Collateral<br>Received | Net Amount       |
|                    | \$  | \$  | \$  | \$  | \$                     | \$               |
| Currency Contracts |   |   |   |   |                        |                  |
| - Northern Trust   | 16,332,901  | -   | 16,332,901  | (14,668,919)  | -                      | 1,663,982        |
| <b>Total</b>       | <b>16,332,901</b>                                     | <b>-</b>  | <b>16,332,901</b>   | <b>(14,668,919)</b>   | <b>-</b>               | <b>1,663,982</b> |

| Description        | Gross amounts<br>of Recognised<br>Financial<br>Liabilities | Gross Amounts<br>of Recognised<br>Financial<br>Assets<br>set-off in the<br>Statement of<br>Assets and<br>Liabilities | Net Amounts of<br>Financial<br>Liabilities<br>presented in<br>the Statement<br>of Assets and<br>Liabilities | Related Amounts not set-off in<br>the Statement of Assets and Liabilities |                            |            |
|--------------------|--|--|---|---|----------------------------|------------|
|                    |  |  |   | Financial<br>Instruments  | Cash collateral<br>Pledged | Net amount |
|                    | \$   | \$   | \$  | \$  | \$                         | \$         |
| Currency Contracts |  |  |   |   |                            |            |
| - Northern Trust   | (14,668,919)   | -  | (14,668,919)  | 14,668,919  | -                          | -          |
| <b>Total</b>       | <b>(14,668,919)</b>  | <b>-</b>   | <b>(14,668,919)</b>   | <b>14,668,919</b>   | <b>-</b>                   | <b>-</b>   |

# THE COLCHESTER MULTI-STRATEGY GLOBAL BOND FUND PLC

## NOTES TO THE FINANCIAL STATEMENTS (Continued)

### FOR THE FINANCIAL YEAR ENDED DECEMBER 31, 2018

(expressed in United States dollars)

#### 9. Financial Instruments (continued)

The unpaid financial assets/liabilities subject to offsetting, enforceable master netting arrangements and similar agreements are disclosed below showing the potential affect if the Funds were to settle their current derivative portfolio:

#### The Colchester Local Markets Bond Fund -December 31, 2018

| Description        | Gross Amounts<br>of Recognised<br>Financial<br>Assets | Gross Amounts<br>of Recognised<br>Financial<br>Liabilities<br>set-off in the<br>Statement of<br>Assets and<br>Liabilities | Net Amounts of<br>Financial Assets<br>presented in<br>the Statement<br>of Assets and<br>Liabilities | Related Amounts not set-off in<br>the Statement of Assets and Liabilities |                        |                  |
|--------------------|---|---|---|---|------------------------|------------------|
|                    |   |   |   | Financial<br>Instruments  | Collateral<br>Received | Net Amount       |
|                    | \$  | \$  | \$  | \$  | \$                     | \$               |
| Currency Contracts |   |   |   |   |                        |                  |
| - Northern Trust   | 6,661,814   | -   | 6,661,814   | (1,772,758)   | -                      | 4,889,056        |
| <b>Total</b>       | <b>6,661,814</b>                                      | <b>-</b>  | <b>6,661,814</b>  | <b>(1,772,758)</b>  | <b>-</b>               | <b>4,889,056</b> |

| Description        | Gross amounts<br>of Recognised<br>Financial<br>Liabilities | Gross Amounts<br>of Recognised<br>Financial<br>Assets<br>set-off in the<br>Statement of<br>Assets and<br>Liabilities | Net Amounts of<br>Financial<br>Liabilities<br>presented in<br>the Statement<br>of Assets and<br>Liabilities | Related Amounts not set-off in<br>the Statement of Assets and Liabilities |                            |            |
|--------------------|--|--|---|---|----------------------------|------------|
|                    |  |  |   | Financial<br>Instruments  | Cash collateral<br>Pledged | Net amount |
|                    | \$   | \$   | \$  | \$  | \$                         | \$         |
| Currency Contracts |  |  |   |   |                            |            |
| - Northern Trust   | (1,772,758)  | -  | (1,772,758)   | 1,772,758   | -                          | -          |
| <b>Total</b>       | <b>(1,772,758)</b>   | <b>-</b>   | <b>(1,772,758)</b>  | <b>1,772,758</b>  | <b>-</b>                   | <b>-</b>   |

# THE COLCHESTER MULTI-STRATEGY GLOBAL BOND FUND PLC

## NOTES TO THE FINANCIAL STATEMENTS (Continued)

### FOR THE FINANCIAL YEAR ENDED DECEMBER 31, 2018 (expressed in United States dollars)

#### 9. Financial Instruments (continued)

The unpaid financial assets/liabilities subject to offsetting, enforceable master netting arrangements and similar agreements are disclosed below showing the potential affect if the Funds were to settle their current derivative portfolio:

#### The Colchester Alpha Fund - December 31, 2018

| Description        | Gross Amounts<br>of Recognised<br>Financial<br>Assets | Gross Amounts<br>of Recognised<br>Financial<br>Liabilities<br>set-off in the<br>Statement of<br>Assets and<br>Liabilities | Net Amounts of<br>Financial Assets<br>presented in<br>the Statement<br>of Assets and<br>Liabilities | Related Amounts not set-off in<br>the Statement of Assets and Liabilities |                        |               |
|--------------------|---|---|---|---|------------------------|---------------|
|                    |   |   |   | Financial<br>Instruments  | Collateral<br>Received | Net Amount    |
|                    | \$  | \$  | \$  | \$  | \$                     | \$            |
| Futures Contracts  |   |   |   |   |                        |               |
| - Citi             | -   | -   | -   | -   | -                      | -             |
| Swap Contracts     |   |   |   |   |                        |               |
| - JP Morgan        | 18,773  | -   | 18,773  | (15,299)  | -                      | 3,474         |
| Currency Contracts |   |   |   |   |                        |               |
| - Northern Trust   | 81,979  | -   | 81,979  | (62,298)  | -                      | 19,681        |
| <b>Total</b>       | <b>100,752</b>  | <b>-</b>  | <b>100,752</b>  | <b>(77,597)</b>   | <b>-</b>               | <b>23,155</b> |

| Description        | Gross amounts<br>of Recognised<br>Financial<br>Liabilities | Gross Amounts<br>of Recognised<br>Financial<br>Assets<br>set-off in the<br>Statement of<br>Assets and<br>Liabilities | Net Amounts of<br>Financial<br>Liabilities<br>presented in<br>the Statement<br>of Assets and<br>Liabilities | Related Amounts not set-off in<br>the Statement of Assets and Liabilities |                            |                 |
|--------------------|--|--|---|---|----------------------------|-----------------|
|                    |  |  |   | Financial<br>Instruments  | Cash collateral<br>Pledged | Net amount      |
|                    | \$   | \$   | \$  | \$  | \$                         | \$              |
| Swap Contracts     |  |  |   |   |                            |                 |
| - JP Morgan        | (15,299)   | -  | (15,299)  | 15,299  | -                          | -               |
| Futures Contracts  |  |  |   |   |                            |                 |
| - Citi             | (28,017)   | -  | (28,017)  | -   | -                          | (28,017)        |
| Currency Contracts |  |  |   |   |                            |                 |
| - Northern Trust   | (62,298)   | -  | (62,298)  | 62,298  | -                          | -               |
| <b>Total</b>       | <b>(105,614)</b>   | <b>-</b>   | <b>(105,614)</b>  | <b>77,597</b>   | <b>-</b>                   | <b>(28,017)</b> |

# THE COLCHESTER MULTI-STRATEGY GLOBAL BOND FUND PLC

## NOTES TO THE FINANCIAL STATEMENTS (Continued)

### FOR THE FINANCIAL YEAR ENDED DECEMBER 31, 2018

(expressed in United States dollars)

#### 9. Financial Instruments (continued)

The unpaid financial assets/liabilities subject to offsetting, enforceable master netting arrangements and similar agreements are disclosed below showing the potential affect if the Funds were to settle their current derivative portfolio:

#### The Colchester Global Low Duration Fund - December 31, 2018

| Description        | Gross Amounts<br>of Recognised<br>Financial<br>Assets | Gross Amounts<br>of Recognised<br>Financial<br>Liabilities<br>set-off in the<br>Statement of<br>Assets and<br>Liabilities | Net Amounts of<br>Financial Assets<br>presented in<br>the Statement<br>of Assets and<br>Liabilities | Related Amounts not set-off in<br>the Statement of Assets and Liabilities |                        |                |
|--------------------|---|---|---|---|------------------------|----------------|
|                    |   |   |   | Financial<br>Instruments  | Collateral<br>Received | Net Amount     |
|                    | \$  | \$  | \$  | \$  | \$                     | \$             |
| Currency Contracts |   |   |   |   |                        |                |
| - Northern Trust   | 833,397   | -   | 833,397   | (275,272)   | -                      | 558,125        |
| <b>Total</b>       | <b>833,397</b>  | <b>-</b>  | <b>833,397</b>  | <b>(275,272)</b>  | <b>-</b>               | <b>558,125</b> |

| Description        | Gross amounts<br>of Recognised<br>Financial<br>Liabilities | Gross Amounts<br>of Recognised<br>Financial<br>Assets<br>set-off in the<br>Statement of<br>Assets and<br>Liabilities | Net Amounts of<br>Financial<br>Liabilities<br>presented in<br>the Statement<br>of Assets and<br>Liabilities | Related Amounts not set-off in<br>the Statement of Assets and Liabilities |                            |            |
|--------------------|--|--|---|---|----------------------------|------------|
|                    |  |  |   | Financial<br>Instruments  | Cash collateral<br>Pledged | Net amount |
|                    | \$   | \$   | \$  | \$  | \$                         | \$         |
| Currency Contracts |  |  |   |   |                            |            |
| - Northern Trust   | (275,272)  | -  | (275,272)   | 275,272   | -                          | -          |
| <b>Total</b>       | <b>(275,272)</b>   | <b>-</b>   | <b>(275,272)</b>  | <b>275,272</b>  | <b>-</b>                   | <b>-</b>   |

# THE COLCHESTER MULTI-STRATEGY GLOBAL BOND FUND PLC

## NOTES TO THE FINANCIAL STATEMENTS (Continued)

### FOR THE FINANCIAL YEAR ENDED DECEMBER 31, 2018 (expressed in United States dollars)

#### 9. Financial Instruments (continued)

The unpaid financial assets/liabilities subject to offsetting, enforceable master netting arrangements and similar agreements are disclosed below showing the potential affect if the Funds were to settle their current derivative portfolio:

#### The Colchester Global Bond Fund - 130/30 Currency Hedged - December 31, 2018

| Description        | Gross Amounts<br>of Recognised<br>Financial<br>Assets | Gross Amounts<br>of Recognised<br>Financial<br>Liabilities<br>set-off in the<br>Statement of<br>Assets and<br>Liabilities | Net Amounts of<br>Financial Assets<br>presented in<br>the Statement<br>of Assets and<br>Liabilities | Related Amounts not set-off in<br>the Statement of Assets and Liabilities |                        |            |
|--------------------|---|---|---|---|------------------------|------------|
|                    |   |   |   | Financial<br>Instruments  | Collateral<br>Received | Net Amount |
|                    | \$  | \$  | \$  | \$  | \$                     | \$         |
| Currency Contracts |   |   |   |   |                        |            |
| - Northern Trust   | 22,158  | -   | 22,158  | (22,158)  | -                      | -          |
| <b>Total</b>       | <b>22,158</b>   | <b>-</b>  | <b>22,158</b>   | <b>(22,158)</b>   | <b>-</b>               | <b>-</b>   |

| Description        | Gross amounts<br>of Recognised<br>Financial<br>Liabilities | Gross Amounts<br>of Recognised<br>Financial<br>Assets<br>set-off in the<br>Statement of<br>Assets and<br>Liabilities | Net Amounts of<br>Financial<br>Liabilities<br>presented in<br>the Statement<br>of Assets and<br>Liabilities | Related Amounts not set-off in<br>the Statement of Assets and Liabilities |                            |                 |
|--------------------|--|--|---|---|----------------------------|-----------------|
|                    |  |  |   | Financial<br>Instruments  | Cash collateral<br>Pledged | Net amount      |
|                    | \$   | \$   | \$  | \$  | \$                         | \$              |
| Currency Contracts |  |  |   |   |                            |                 |
| - Northern Trust   | (56,778)   | -  | (56,778)  | 22,158  | -                          | (34,620)        |
| <b>Total</b>       | <b>(56,778)</b>  | <b>-</b>   | <b>(56,778)</b>   | <b>22,158</b>   | <b>-</b>                   | <b>(34,620)</b> |

The Colchester Emerging Markets Bond Fund did not hold any Currency Contracts as at December 31, 2018.

# THE COLCHESTER MULTI-STRATEGY GLOBAL BOND FUND PLC

## NOTES TO THE FINANCIAL STATEMENTS (Continued)

### FOR THE FINANCIAL YEAR ENDED DECEMBER 31, 2018

(expressed in United States dollars)

#### 9. Financial Instruments (continued)

The unpaid financial assets/liabilities subject to offsetting, enforceable master netting arrangements and similar agreements are disclosed below showing the potential affect if the Funds were to settle their current derivative portfolio:

#### The Colchester Global Real Return Bond Fund - December 31, 2017

| Description        | Gross Amounts<br>of Recognised<br>Financial<br>Assets | Gross Amounts<br>of Recognised<br>Financial<br>Liabilities<br>set-off in the<br>Statement of<br>Assets and<br>Liabilities | Net Amounts of<br>Financial Assets<br>presented in<br>the Statement<br>of Assets and<br>Liabilities | Related Amounts not set-off in<br>the Statement of Assets and Liabilities |                        |            |
|--------------------|---|---|---|---|------------------------|------------|
|                    |   |   |   | Financial<br>Instruments  | Collateral<br>Received | Net Amount |
|                    | \$  | \$  | \$  | \$  | \$                     | \$         |
| Currency Contracts |   |   |   |   |                        |            |
| - Northern Trust   | 5,188,749   | -   | 5,188,749   | (5,188,749)   | -                      | -          |
| <b>Total</b>       | <b>5,188,749</b>                                      | <b>-</b>  | <b>5,188,749</b>  | <b>(5,188,749)</b>  | <b>-</b>               | <b>-</b>   |

| Description        | Gross amounts<br>of Recognised<br>Financial<br>Liabilities | Gross Amounts<br>of Recognised<br>Financial<br>Assets<br>set-off in the<br>Statement of<br>Assets and<br>Liabilities | Net Amounts of<br>Financial<br>Liabilities<br>presented in<br>the Statement<br>of Assets and<br>Liabilities | Related Amounts not set-off in<br>the Statement of Assets and Liabilities |                            |                  |
|--------------------|--|--|---|---|----------------------------|------------------|
|                    |  |  |   | Financial<br>Instruments  | Cash collateral<br>Pledged | Net amount       |
|                    | \$   | \$   | \$  | \$  | \$                         | \$               |
| Currency Contracts |  |  |   |   |                            |                  |
| - Northern Trust   | (5,459,728)  | -  | (5,459,728)   | 5,188,749   | -                          | (270,979)        |
| <b>Total</b>       | <b>(5,459,728)</b>   | <b>-</b>   | <b>(5,459,728)</b>  | <b>5,188,749</b>  | <b>-</b>                   | <b>(270,979)</b> |

# THE COLCHESTER MULTI-STRATEGY GLOBAL BOND FUND PLC

## NOTES TO THE FINANCIAL STATEMENTS (Continued)

### FOR THE FINANCIAL YEAR ENDED DECEMBER 31, 2018 (expressed in United States dollars)

#### 9. Financial Instruments (continued)

The unpaid financial assets/liabilities subject to offsetting, enforceable master netting arrangements and similar agreements are disclosed below showing the potential affect if the Funds were to settle their current derivative portfolio:

#### The Colchester Local Markets Real Return Bond Fund - December 31, 2017

| Description        | Gross Amounts<br>of Recognised<br>Financial<br>Assets | Gross Amounts<br>of Recognised<br>Financial<br>Liabilities<br>set-off in the<br>Statement of<br>Assets and<br>Liabilities | Net Amounts of<br>Financial Assets<br>presented in<br>the Statement<br>of Assets and<br>Liabilities | Related Amounts not set-off in<br>the Statement of Assets and Liabilities |                        |               |
|--------------------|---|---|---|---|------------------------|---------------|
|                    |   |   |   | Financial<br>Instruments  | Collateral<br>Received | Net Amount    |
|                    | \$  | \$  | \$  | \$  | \$                     | \$            |
| Currency Contracts |   |   |   |   |                        |               |
| - Northern Trust   | 57,265  | -   | 57,265  | (24,342)  | -                      | 32,923        |
| <b>Total</b>       | <b>57,265</b>   | <b>-</b>  | <b>57,265</b>   | <b>(24,342)</b>   | <b>-</b>               | <b>32,923</b> |

| Description        | Gross amounts<br>of Recognised<br>Financial<br>Liabilities | Gross Amounts<br>of Recognised<br>Financial<br>Assets<br>set-off in the<br>Statement of<br>Assets and<br>Liabilities | Net Amounts of<br>Financial<br>Liabilities<br>presented in<br>the Statement<br>of Assets and<br>Liabilities | Related Amounts not set-off in<br>the Statement of Assets and Liabilities |                            |            |
|--------------------|--|--|---|---|----------------------------|------------|
|                    |  |  |   | Financial<br>Instruments  | Cash collateral<br>Pledged | Net amount |
|                    | \$   | \$   | \$  | \$  | \$                         | \$         |
| Currency Contracts |  |  |   |   |                            |            |
| - Northern Trust   | (24,342)   | -  | (24,342)  | 24,342  | -                          | -          |
| <b>Total</b>       | <b>(24,342)</b>  | <b>-</b>   | <b>(24,342)</b>   | <b>24,342</b>   | <b>-</b>                   | <b>-</b>   |

# THE COLCHESTER MULTI-STRATEGY GLOBAL BOND FUND PLC

## NOTES TO THE FINANCIAL STATEMENTS (Continued)

### FOR THE FINANCIAL YEAR ENDED DECEMBER 31, 2018

(expressed in United States dollars)

#### 9. Financial Instruments (continued)

The unpaid financial assets/liabilities subject to offsetting, enforceable master netting arrangements and similar agreements are disclosed below showing the potential affect if the Funds were to settle their current derivative portfolio:

#### The Colchester Global Bond Fund - December 31, 2017

| Description        | Gross Amounts<br>of Recognised<br>Financial<br>Assets | Gross Amounts<br>of Recognised<br>Financial<br>Liabilities<br>set-off in the<br>Statement of<br>Assets and<br>Liabilities | Net Amounts of<br>Financial Assets<br>presented in<br>the Statement<br>of Assets and<br>Liabilities | Related Amounts not set-off in<br>the Statement of Assets and Liabilities |                        |                  |
|--------------------|---|---|---|---|------------------------|------------------|
|                    |   |   |   | Financial<br>Instruments  | Collateral<br>Received | Net Amount       |
|                    | \$  | \$  | \$  | \$  | \$                     | \$               |
| Currency Contracts |   |   |   |   |                        |                  |
| - Northern Trust   | 17,989,051  | -   | 17,989,051  | (16,925,670)  | -                      | 1,063,381        |
| <b>Total</b>       | <b>17,989,051</b>                                     | <b>-</b>  | <b>17,989,051</b>   | <b>(16,925,670)</b>   | <b>-</b>               | <b>1,063,381</b> |

| Description        | Gross amounts<br>of Recognised<br>Financial<br>Liabilities | Gross Amounts<br>of Recognised<br>Financial<br>Assets<br>set-off in the<br>Statement of<br>Assets and<br>Liabilities | Net Amounts of<br>Financial<br>Liabilities<br>presented in<br>the Statement<br>of Assets and<br>Liabilities | Related Amounts not set-off in<br>the Statement of Assets and Liabilities |                            |            |
|--------------------|--|--|---|---|----------------------------|------------|
|                    |  |  |   | Financial<br>Instruments  | Cash collateral<br>Pledged | Net amount |
|                    | \$   | \$   | \$  | \$  | \$                         | \$         |
| Currency Contracts |  |  |   |   |                            |            |
| - Northern Trust   | (16,925,670)   | -  | (16,925,670)  | 16,925,670  | -                          | -          |
| <b>Total</b>       | <b>(16,925,670)</b>  | <b>-</b>   | <b>(16,925,670)</b>   | <b>16,925,670</b>   | <b>-</b>                   | <b>-</b>   |



# THE COLCHESTER MULTI-STRATEGY GLOBAL BOND FUND PLC

## NOTES TO THE FINANCIAL STATEMENTS (Continued)

### FOR THE FINANCIAL YEAR ENDED DECEMBER 31, 2018

(expressed in United States dollars)

#### 9. Financial Instruments (continued)

The unpaid financial assets/liabilities subject to offsetting, enforceable master netting arrangements and similar agreements are disclosed below showing the potential affect if the Funds were to settle their current derivative portfolio:

#### The Colchester Local Markets Bond Fund - December 31, 2017

| Description        | Gross Amounts<br>of Recognised<br>Financial<br>Assets | Gross Amounts<br>of Recognised<br>Financial<br>Liabilities<br>set-off in the<br>Statement of<br>Assets and<br>Liabilities | Net Amounts of<br>Financial Assets<br>presented in<br>the Statement<br>of Assets and<br>Liabilities | Related Amounts not set-off in<br>the Statement of Assets and Liabilities |                        |                  |
|--------------------|---|---|---|---|------------------------|------------------|
|                    |   |   |   | Financial<br>Instruments  | Collateral<br>Received | Net Amount       |
|                    | \$  | \$  | \$  | \$  | \$                     | \$               |
| Currency Contracts |   |   |   |   |                        |                  |
| - Northern Trust   | 11,942,833  | -   | 11,942,833  | (4,799,276)   | -                      | 7,143,557        |
| <b>Total</b>       | <b>11,942,833</b>                                     | <b>-</b>  | <b>11,942,833</b>   | <b>(4,799,276)</b>  | <b>-</b>               | <b>7,143,557</b> |

| Description        | Gross amounts<br>of Recognised<br>Financial<br>Liabilities | Gross Amounts<br>of Recognised<br>Financial<br>Assets<br>set-off in the<br>Statement of<br>Assets and<br>Liabilities | Net Amounts of<br>Financial<br>Liabilities<br>presented in<br>the Statement<br>of Assets and<br>Liabilities | Related Amounts not set-off in<br>the Statement of Assets and Liabilities |                            |            |
|--------------------|--|--|---|---|----------------------------|------------|
|                    |  |  |   | Financial<br>Instruments  | Cash collateral<br>Pledged | Net amount |
|                    | \$   | \$   | \$  | \$  | \$                         | \$         |
| Currency Contracts |  |  |   |   |                            |            |
| - Northern Trust   | (4,799,276)  | -  | (4,799,276)   | 4,799,276   | -                          | -          |
| <b>Total</b>       | <b>(4,799,276)</b>   | <b>-</b>   | <b>(4,799,276)</b>  | <b>4,799,276</b>  | <b>-</b>                   | <b>-</b>   |

# THE COLCHESTER MULTI-STRATEGY GLOBAL BOND FUND PLC

## NOTES TO THE FINANCIAL STATEMENTS (Continued)

### FOR THE FINANCIAL YEAR ENDED DECEMBER 31, 2018

(expressed in United States dollars)

#### 9. Financial Instruments (continued)

The unpaid financial assets/liabilities subject to offsetting, enforceable master netting arrangements and similar agreements are disclosed below showing the potential affect if the Funds were to settle their current derivative portfolio:

#### The Colchester Alpha Fund - December 31, 2017

| Description        | Gross Amounts<br>of Recognised<br>Financial<br>Assets | Gross Amounts<br>of Recognised<br>Financial<br>Liabilities<br>set-off in the<br>Statement of<br>Assets and<br>Liabilities | Net Amounts of<br>Financial Assets<br>presented in<br>the Statement<br>of Assets and<br>Liabilities | Related Amounts not set-off in<br>the Statement of Assets and Liabilities |                        |               |
|--------------------|---|---|---|---|------------------------|---------------|
|                    |   |   |   | Financial<br>Instruments  | Collateral<br>Received | Net Amount    |
|                    | \$  | \$  | \$  | \$  | \$                     | \$            |
| Futures Contracts  |   |   |   |   |                        |               |
| - Citi             | 22,332  | -   | 22,332  | -   | -                      | 22,332        |
| Swap Contracts     |   |   |   |   |                        |               |
| - JP Morgan        | 22,367  | -   | 22,367  | (8,175)   | -                      | 14,192        |
| Currency Contracts |   |   |   |   |                        |               |
| - Northern Trust   | 84,337  | -   | 84,337  | (84,337)  | -                      | -             |
| <b>Total</b>       | <b>129,036</b>  | <b>-</b>  | <b>129,036</b>  | <b>(92,512)</b>   | <b>-</b>               | <b>36,524</b> |

| Description        | Gross amounts<br>of Recognised<br>Financial<br>Liabilities | Gross Amounts<br>of Recognised<br>Financial<br>Assets<br>set-off in the<br>Statement of<br>Assets and<br>Liabilities | Net Amounts of<br>Financial<br>Liabilities<br>presented in<br>the Statement<br>of Assets and<br>Liabilities | Related Amounts not set-off in<br>the Statement of Assets and Liabilities |                            |                  |
|--------------------|--|--|---|---|----------------------------|------------------|
|                    |  |  |   | Financial<br>Instruments  | Cash collateral<br>Pledged | Net amount       |
|                    | \$   | \$   | \$  | \$  | \$                         | \$               |
| Swap Contracts     |  |  |   |   |                            |                  |
| - JP Morgan        | (8,175)  | -  | (8,175)   | 8,175   | -                          | -                |
| Futures Contracts  |  |  |   |   |                            |                  |
| - Citi             | -  | -  | -   | -   | -                          | -                |
| Currency Contracts |  |  |   |   |                            |                  |
| - Northern Trust   | (187,031)  | -  | (187,031)   | 84,337  | -                          | (102,694)        |
| <b>Total</b>       | <b>(195,206)</b>   | <b>-</b>   | <b>(195,206)</b>  | <b>92,512</b>   | <b>-</b>                   | <b>(102,694)</b> |

# THE COLCHESTER MULTI-STRATEGY GLOBAL BOND FUND PLC

## NOTES TO THE FINANCIAL STATEMENTS (Continued)

### FOR THE FINANCIAL YEAR ENDED DECEMBER 31, 2018 (expressed in United States dollars)

#### 9. Financial Instruments (continued)

The unpaid financial assets/liabilities subject to offsetting, enforceable master netting arrangements and similar agreements are disclosed below showing the potential affect if the Funds were to settle their current derivative portfolio:

#### The Colchester Global Low Duration Fund - December 31, 2017

| Description        | Gross Amounts<br>of Recognised<br>Financial<br>Assets | Gross Amounts<br>of Recognised<br>Financial<br>Liabilities<br>set-off in the<br>Statement of<br>Assets and<br>Liabilities | Net Amounts of<br>Financial Assets<br>presented in<br>the Statement<br>of Assets and<br>Liabilities | Related Amounts not set-off in<br>the Statement of Assets and Liabilities |                        |            |
|--------------------|---|---|---|---|------------------------|------------|
|                    |   |   |   | Financial<br>Instruments  | Collateral<br>Received | Net Amount |
|                    | \$  | \$  | \$  | \$  | \$                     | \$         |
| Currency Contracts |   |   |   |   |                        |            |
| - Northern Trust   | 690,252   | -   | 690,252   | (690,252)   | -                      | -          |
| <b>Total</b>       | <b>690,252</b>  | <b>-</b>  | <b>690,252</b>  | <b>(690,252)</b>  | <b>-</b>               | <b>-</b>   |

| Description        | Gross amounts<br>of Recognised<br>Financial<br>Liabilities | Gross Amounts<br>of Recognised<br>Financial<br>Assets<br>set-off in the<br>Statement of<br>Assets and<br>Liabilities | Net Amounts of<br>Financial<br>Liabilities<br>presented in<br>the Statement<br>of Assets and<br>Liabilities | Related Amounts not set-off in<br>the Statement of Assets and Liabilities |                            |                  |
|--------------------|--|--|---|---|----------------------------|------------------|
|                    |  |  |   | Financial<br>Instruments  | Cash collateral<br>Pledged | Net amount       |
|                    | \$   | \$   | \$  | \$  | \$                         | \$               |
| Currency Contracts |  |  |   |   |                            |                  |
| - Northern Trust   | (1,328,704)  | -  | (1,328,704)   | 690,252   | -                          | (638,452)        |
| <b>Total</b>       | <b>(1,328,704)</b>   | <b>-</b>   | <b>(1,328,704)</b>  | <b>690,252</b>  | <b>-</b>                   | <b>(638,452)</b> |

# THE COLCHESTER MULTI-STRATEGY GLOBAL BOND FUND PLC

## NOTES TO THE FINANCIAL STATEMENTS (Continued)

### FOR THE FINANCIAL YEAR ENDED DECEMBER 31, 2018

(expressed in United States dollars)

#### 9. Financial Instruments (continued)

The unpaid financial assets/liabilities subject to offsetting, enforceable master netting arrangements and similar agreements are disclosed below showing the potential affect if the Funds were to settle their current derivative portfolio:

#### The Colchester Global Bond Fund - 130/30 Currency Hedged - December 31, 2017

| Description        | Gross Amounts<br>of Recognised<br>Financial<br>Assets | Gross Amounts<br>of Recognised<br>Financial<br>Liabilities<br>set-off in the<br>Statement of<br>Assets and<br>Liabilities | Net Amounts of<br>Financial Assets<br>presented in<br>the Statement<br>of Assets and<br>Liabilities | Related Amounts not set-off in<br>the Statement of Assets and Liabilities |                        |            |
|--------------------|---|---|---|---|------------------------|------------|
|                    |   |   |   | Financial<br>Instruments  | Collateral<br>Received | Net Amount |
|                    | \$  | \$  | \$  | \$  | \$                     | \$         |
| Currency Contracts |   |   |   |   |                        |            |
| - Northern Trust   | 45,557  | -   | 45,557  | (45,557)  | -                      | -          |
| <b>Total</b>       | <b>45,557</b>   | <b>-</b>  | <b>45,557</b>   | <b>(45,557)</b>   | <b>-</b>               | <b>-</b>   |

| Description        | Gross amounts<br>of Recognised<br>Financial<br>Liabilities | Gross Amounts<br>of Recognised<br>Financial<br>Assets<br>set-off in the<br>Statement of<br>Assets and<br>Liabilities | Net Amounts of<br>Financial<br>Liabilities<br>presented in<br>the Statement<br>of Assets and<br>Liabilities | Related Amounts not set-off in<br>the Statement of Assets and Liabilities |                            |                  |
|--------------------|--|--|---|---|----------------------------|------------------|
|                    |  |  |   | Financial<br>Instruments  | Cash collateral<br>Pledged | Net amount       |
|                    | \$   | \$   | \$  | \$  | \$                         | \$               |
| Currency Contracts |  |  |   |   |                            |                  |
| - Northern Trust   | (210,756)  | -  | (210,756)   | 45,557  | -                          | (165,199)        |
| <b>Total</b>       | <b>(210,756)</b>   | <b>-</b>   | <b>(210,756)</b>  | <b>45,557</b>   | <b>-</b>                   | <b>(165,199)</b> |

The Colchester Emerging Markets Bond Fund did not hold any Currency Contracts as at December 31, 2017.

# THE COLCHESTER MULTI-STRATEGY GLOBAL BOND FUND PLC

## NOTES TO THE FINANCIAL STATEMENTS (Continued)

### FOR THE FINANCIAL YEAR ENDED DECEMBER 31, 2018 (expressed in United States dollars)

#### 10. Taxation

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

However, Irish tax may arise if a “chargeable event” occurs. A chargeable event includes any distribution payments to shareholders or any encashment, redemption, cancellation, transfer or deemed disposal of shares for Irish tax purposes, arising as a result of holding shares in the Company for a period of eight years or more, or the appropriation or cancellation of shares of a shareholder by the Company for the purposes of meeting the amount of tax payable on a gain arising on a transfer.

No Irish tax will arise on the Company in respect of chargeable events in respect of:

- (i) a shareholder who is neither Irish resident nor ordinarily resident in Ireland for tax purposes, at the time of the chargeable event, provided that a relevant declaration is in place (in accordance with Schedule 2b of the TCA) and the Company is not in possession of any information which would reasonably suggest that the information contained therein is no longer materially correct; or
- (ii) a shareholder who is an exempt Irish investor (as defined in Section 739D TCA)

Dividends, interest and capital gains (if any) received on investments made by the Company may be subject to withholding taxes imposed by the country from which the investment income/gains are received and recovery of such taxes by the Company or its shareholders is subject to the applicable tax treaty of such country.

The Company has adopted the authoritative guidance on accounting for and disclosure of uncertainty in tax positions, which requires the Directors to determine whether a tax position of the Company is more likely than not to be sustained upon examination, including resolution of any related appeals or litigation processes, based on the technical merits of the position. For tax positions meeting the more likely than not threshold, the tax amount recognised in the financial statements is reduced by the largest benefit that has a greater than 50% likelihood of being realised upon ultimate settlement with the relevant taxing authority.

The Directors have analysed the Company’s tax position and have concluded that no liability for unrecognised tax benefits should be recorded in these financial statements.

ASC 740 *Accounting for Uncertainty in Income Taxes*, (“ASC 740”) established financial accounting and disclosure requirements for recognition and measurement of tax positions taken or expected to be taken on a tax return. The Directors have reviewed the Company’s tax positions for all open tax years (the current and prior four tax years) and have concluded that no material provision for income tax is required in the Company’s financial statements. Such open tax years remain subject to examination by tax authorities.

The Finance Act 2010 provides that the Revenue Commissioners may grant approval for Investment Company’s marketed outside of Ireland to make payments to non-resident investors without deduction of Irish tax where no relevant declaration is in place, subject to meeting the “equivalent measures”. An Investment Company wishing to receive approval must apply in writing to the Revenue Commissioners, confirming compliance with the relevant conditions.

#### 11. Indemnifications and warranties

In the normal course of its business, the Company has entered into contracts or agreements that provide a variety of indemnifications. Any exposure to the Funds under these arrangements would involve future claims that may be made against a Fund. The Funds’ maximum exposure under these arrangements is unknown. No such claims have occurred, nor are they expected to occur and the Funds expect the risk of loss to be remote.

# THE COLCHESTER MULTI-STRATEGY GLOBAL BOND FUND PLC

## NOTES TO THE FINANCIAL STATEMENTS (Continued)

### FOR THE FINANCIAL YEAR ENDED DECEMBER 31, 2018

(expressed in United States dollars)

#### 12. Financial highlights

The financial highlights tables below are intended to facilitate the understanding of the Funds' financial performance of The Colchester Global Real Return Bond Fund Share Classes IUUA, IUHA, IEUA, IEHA, IGUA, IGHA and ISHA, The Colchester Local Markets Real Return Bond Fund Share Classes BUUA and BUHA, The Colchester Global Bond Fund Share Classes GUUA, GUHA, GEHA, GGUI, GGHA, GSHA, GFHA and GCUA, The Colchester Local Markets Bond Fund Share Classes LUUA, LEUA and PEUA, The Colchester Alpha Fund Share Class AUUA, The Colchester Global Low Duration Bond Fund Share Class SUUA, The Colchester Global Bond Fund - 130/30 Currency Hedged Share Class TUHA, and The Colchester Emerging Markets Bond Fund Share Class HUUA, during 2018 and 2017.

The per share operating performance and ratios below are computed based upon the weighted average number of shares outstanding and the weighted average net assets, respectively, for the financial year ended December 31, 2018 .

#### Financial year ended December 31, 2018

##### The Colchester Global Real Return Bond Fund

|   | IUUA - USD          | IUHA - USD          | IEUA - EUR          | IEHA - EUR          |
|---|---------------------|---------------------|---------------------|---------------------|
| <b>Per Share operating performance:</b>                 |                     |                     |                     |                     |
| Net asset value at the beginning of the financial year  | <u>15.42</u>        | <u>15.28</u>        | <u>13.88</u>        | <u>15.36</u>        |
| (Expense)/income from Investment operations:            |                     |                     |                     |                     |
| Net investment income/(expense)                         | 0.30                | -                   | (0.07)              | 0.17                |
| Net realised and unrealised (loss)/gain on investments  | <u>(0.89)</u>       | <u>-</u>            | <u>0.21</u>         | <u>(0.50)</u>       |
| Total from investment operations                        | <u>(0.59)</u>       | <u>-</u>            | <u>0.14</u>         | <u>(0.33)</u>       |
| <b>Net asset value at the end of the financial year</b> | <b><u>14.83</u></b> | <b><u>15.28</u></b> | <b><u>14.02</u></b> | <b><u>15.03</u></b> |
| Total return  | <u>(3.83) %</u>     | <u>- %</u>          | <u>1.01 %</u>       | <u>(2.15) %</u>     |
| Supplemental data                                       |                     |                     |                     |                     |
| Ratios to average net assets:                           |                     |                     |                     |                     |
| Expenses  | (0.45) %            | (0.45) %            | (0.45) %            | (0.45) %            |
| Net investment income                                   | 1.89 %              | 1.86 %              | 1.88 %              | 1.89 %              |
| Capital gains tax                                       | - %                 | - %                 | - %                 | - %                 |
| Distributions   | - %                 | - %                 | - %                 | - %                 |
| Net decrease in net assets resulting from operations    | <u>(3.68) %</u>     | <u>(3.62) %</u>     | <u>(3.66) %</u>     | <u>(3.68) %</u>     |

# THE COLCHESTER MULTI-STRATEGY GLOBAL BOND FUND PLC

## NOTES TO THE FINANCIAL STATEMENTS (Continued)

### FOR THE FINANCIAL YEAR ENDED DECEMBER 31, 2018 (expressed in United States dollars)

#### 12. Financial highlights (continued)

#### Financial year ended December 31, 2018 (continued)

#### The Colchester Global Real Return Bond Fund (continued)

|   | IGUA - GBP          | IGHA - GBP          | ISHA - SGD          |
|---|---------------------|---------------------|---------------------|
| <b>Per Share operating performance:</b>                         |                     |                     |                     |
| Net asset value at the beginning of the financial year          | <u>15.18</u>        | <u>15.99</u>        | <u>10.99</u>        |
| Income/(expense) from Investment operations:                    |                     |                     |                     |
| Net investment (expense)/income                                 | (0.16)              | 0.09                | 0.04                |
| Net realised and unrealised gain/(loss) on investments          | <u>0.48</u>         | <u>(0.26)</u>       | <u>(0.12)</u>       |
| Total from investment operations                                | <u>0.32</u>         | <u>(0.17)</u>       | <u>(0.08)</u>       |
| <b>Net asset value at the end of the financial year</b>         | <b><u>15.50</u></b> | <b><u>15.82</u></b> | <b><u>10.91</u></b> |
| Total return  | <u>2.11 %</u>       | <u>(1.06) %</u>     | <u>(0.73) %</u>     |
| Supplemental data   |                     |                     |                     |
| Ratios to average net assets:                                   |                     |                     |                     |
| Expenses  | (0.45) %            | (0.45) %            | (0.45) %            |
| Net investment income   | 1.89 %              | 1.89 %              | 1.89 %              |
| Capital gains tax   | - %                 | - %                 | - %                 |
| Distributions   | - %                 | - %                 | - %                 |
| Net (decrease)/increase in net assets resulting from operations | <u>(3.68) %</u>     | <u>(3.68) %</u>     | <u>(3.67) %</u>     |

# THE COLCHESTER MULTI-STRATEGY GLOBAL BOND FUND PLC

## NOTES TO THE FINANCIAL STATEMENTS (Continued)

### FOR THE FINANCIAL YEAR ENDED DECEMBER 31, 2018 (expressed in United States dollars)

#### 12. Financial highlights (continued)

##### Financial year ended December 31, 2018 (continued)

##### The Colchester Local Markets Real Return Bond Fund

|   | BUUA - USD          | BUHA - USD          |
|---|---------------------|---------------------|
| <b>Per Share operating performance:</b>                 |                     |                     |
| Net asset value at the beginning of the financial year  | <u>11.09</u>        | <u>11.66</u>        |
| (Expense)/income from Investment operations:            |                     |                     |
| Net investment expense                                  | 3.80                | (4.03)              |
| Net realised and unrealised gain on investments         | <u>(4.13)</u>       | <u>4.38</u>         |
| Total from investment operations                        | <u>(0.33)</u>       | <u>0.35</u>         |
| <b>Net asset value at the end of the financial year</b> | <b><u>10.76</u></b> | <b><u>12.01</u></b> |
| Total return  | <u>(2.98) %</u>     | <u>3.00 %</u>       |
| Supplemental data                                       |                     |                     |
| Ratios to average net assets:                           |                     |                     |
| Expenses  | (0.67) %            | (0.67) %            |
| Net investment income                                   | 6.00 %              | 5.99 %              |
| Capital gains tax                                       | - %                 | - %                 |
| Distributions   | - %                 | - %                 |
| Net decrease in net assets resulting from operations    | <u>(0.53) %</u>     | <u>(0.53) %</u>     |



# THE COLCHESTER MULTI-STRATEGY GLOBAL BOND FUND PLC

## NOTES TO THE FINANCIAL STATEMENTS (Continued)

### FOR THE FINANCIAL YEAR ENDED DECEMBER 31, 2018 (expressed in United States dollars)

#### 12. Financial highlights (continued)

##### Financial year ended December 31, 2018 (continued)

##### The Colchester Global Bond Fund

|   | GUUA - USD          | GUHA - USD          | GEHA - EUR          | GGHA - GBP          |
|---|---------------------|---------------------|---------------------|---------------------|
| <b>Per Share operating performance:</b>                 |                     |                     |                     |                     |
| Net asset value at the beginning of the financial year  | <u>10.17</u>        | <u>11.21</u>        | <u>10.86</u>        | <u>11.34</u>        |
| (Expense)/income from Investment operations:            |                     |                     |                     |                     |
| Net investment income/(expense)                         | 0.07                | (0.11)              | 0.04                | (0.03)              |
| Net realised and unrealised (loss)/gain on investments  | <u>(0.19)</u>       | <u>0.29</u>         | <u>(0.10)</u>       | <u>0.08</u>         |
| Total from investment operations                        | <u>(0.12)</u>       | <u>0.18</u>         | <u>(0.06)</u>       | <u>0.05</u>         |
| <b>Net asset value at the end of the financial year</b> | <b><u>10.05</u></b> | <b><u>11.39</u></b> | <b><u>10.80</u></b> | <b><u>11.39</u></b> |
| Total return  | <u>(1.18) %</u>     | <u>1.61 %</u>       | <u>(0.55) %</u>     | <u>0.44 %</u>       |
| Supplemental data                                       |                     |                     |                     |                     |
| Ratios to average net assets:                           |                     |                     |                     |                     |
| Expenses  | (0.60) %            | (0.60) %            | (0.61) %            | (0.60) %            |
| Net investment income                                   | 1.91 %              | 1.89 %              | 1.91 %              | 1.90 %              |
| Capital gains tax                                       | (0.02) %            | (0.02) %            | (0.02) %            | (0.02) %            |
| Distributions   | - %                 | - %                 | - %                 | - %                 |
| Net decrease in net assets resulting from operations    | <u>(3.10) %</u>     | <u>(3.06) %</u>     | <u>(3.10) %</u>     | <u>(3.09) %</u>     |

# THE COLCHESTER MULTI-STRATEGY GLOBAL BOND FUND PLC

## NOTES TO THE FINANCIAL STATEMENTS (Continued)

### FOR THE FINANCIAL YEAR ENDED DECEMBER 31, 2018 (expressed in United States dollars)

#### 12. Financial highlights (continued)

##### Financial year ended December 31, 2018 (continued)

##### The Colchester Global Bond Fund (continued)

|   | GSHA - SGD          | GFHA - CHF          | GCUA - CAD          | GGUI - GBP          |
|---|---------------------|---------------------|---------------------|---------------------|
| <b>Per Share operating performance:</b>                 |                     |                     |                     |                     |
| Net asset value at the beginning of the financial year  | <u>11.26</u>        | <u>10.21</u>        | <u>11.36</u>        | <u>-</u>            |
| Income/(expense) from Investment operations:            |                     |                     |                     |                     |
| Net investment (expense)/income                         | (0.06)              | 0.09                | (0.55)              | (6.47)              |
| Net realised and unrealised gain on investments         | <u>0.16</u>         | <u>(0.24)</u>       | <u>1.43</u>         | <u>16.90</u>        |
| Total from investment operations                        | <u>0.10</u>         | <u>(0.15)</u>       | <u>0.88</u>         | <u>10.43</u>        |
| <b>Net asset value at the end of the financial year</b> | <b><u>11.36</u></b> | <b><u>10.06</u></b> | <b><u>12.24</u></b> | <b><u>10.43</u></b> |
| Total return  | <u>0.89 %</u>       | <u>(1.47)</u>       | <u>7.75 %</u>       | <u>- %</u>          |
| Supplemental data                                       |                     |                     |                     |                     |
| Ratios to average net assets:                           |                     |                     |                     |                     |
| Expenses  | (0.60) %            | (0.60) %            | (0.60) %            | (0.38) %            |
| Net investment income                                   | 1.90 %              | 1.90 %              | 1.90 %              | 1.86 %              |
| Capital gains tax                                       | (0.02) %            | (0.02) %            | (0.02) %            | (0.02) %            |
| Distributions   | - %                 | - %                 | - %                 | (0.01) %            |
| Net decrease in net assets resulting from operations    | <u>(3.09) %</u>     | <u>(3.09) %</u>     | <u>(3.08) %</u>     | <u>(3.70) %</u>     |

# THE COLCHESTER MULTI-STRATEGY GLOBAL BOND FUND PLC

## NOTES TO THE FINANCIAL STATEMENTS (Continued)

### FOR THE FINANCIAL YEAR ENDED DECEMBER 31, 2018 (expressed in United States dollars)

#### 12. Financial highlights (continued)

#### Financial year ended December 31, 2018 (continued)

#### The Colchester Local Markets Bond Fund

|   | LUUA - USD         | LEUA - EUR          | LEHA - EUR          | LCUA - CAD          |
|---|--------------------|---------------------|---------------------|---------------------|
| <b>Per Share operating performance:</b>                 |                    |                     |                     |                     |
| Net asset value at the beginning of the financial year  | <u>9.63</u>        | <u>10.28</u>        | <u>-</u>            | <u>9.68</u>         |
| (Expense)/income from Investment operations:            |                    |                     |                     |                     |
| Net investment (expense)/income                         | 0.51               | (0.02)              | (11.61)             | (0.39)              |
| Net realised and unrealised gain/(loss) on investments  | <u>(0.96)</u>      | <u>0.04</u>         | <u>21.76</u>        | <u>0.73</u>         |
| Total from investment operations                        | <u>(0.45)</u>      | <u>0.02</u>         | <u>10.15</u>        | <u>0.34</u>         |
| <b>Net asset value at the end of the financial year</b> | <b><u>9.18</u></b> | <b><u>10.30</u></b> | <b><u>10.15</u></b> | <b><u>10.02</u></b> |
| Total return  | <u>(4.67) %</u>    | <u>0.19 %</u>       | <u>- %</u>          | <u>3.51 %</u>       |
| Supplemental data                                       |                    |                     |                     |                     |
| Ratios to average net assets:                           |                    |                     |                     |                     |
| Expenses  | (0.76) %           | (0.73) %            | (0.50) %            | (0.77) %            |
| Net investment income                                   | 4.55 %             | 4.37 %              | 26.91 %             | 4.58 %              |
| Capital gains tax                                       | (0.03) %           | (0.03) %            | (0.15) %            | (0.03) %            |
| Distributions   | - %                | - %                 | - %                 | - %                 |
| Net decrease in net assets resulting from operations    | <u>(4.00) %</u>    | <u>(3.85) %</u>     | <u>(23.68) %</u>    | <u>(4.03) %</u>     |

# THE COLCHESTER MULTI-STRATEGY GLOBAL BOND FUND PLC

## NOTES TO THE FINANCIAL STATEMENTS (Continued)

### FOR THE FINANCIAL YEAR ENDED DECEMBER 31, 2018 (expressed in United States dollars)

#### 12. Financial highlights (continued)

##### Financial year ended December 31, 2018 (continued)

##### The Colchester Local Markets Bond Fund (continued)

|   | LCHA - CAD          | LEUI - EUR         | LGHI - GBP         | LEHJ - EUR          |
|---|---------------------|--------------------|--------------------|---------------------|
| <b>Per Share operating performance:</b>                 |                     |                    |                    |                     |
| Net asset value at the beginning of the financial year  | <u>9.95</u>         | <u>-</u>           | <u>-</u>           | <u>-</u>            |
| Income from Investment operations:                      |                     |                    |                    |                     |
| Net investment expense                                  | (0.13)              | (11.02)            | (10.91)            | (11.54)             |
| Net realised and unrealised gain on investments         | <u>0.24</u>         | <u>20.65</u>       | <u>20.45</u>       | <u>21.63</u>        |
| Total from investment operations                        | <u>0.11</u>         | <u>9.63</u>        | <u>9.54</u>        | <u>10.09</u>        |
| <b>Net asset value at the end of the financial year</b> | <b><u>10.06</u></b> | <b><u>9.63</u></b> | <b><u>9.54</u></b> | <b><u>10.09</u></b> |
| Total return  | <u>1.11 %</u>       | <u>- %</u>         | <u>- %</u>         | <u>- %</u>          |
| Supplemental data                                       |                     |                    |                    |                     |
| Ratios to average net assets:                           |                     |                    |                    |                     |
| Expenses  | (0.77) %            | (0.49) %           | (0.57) %           | (0.45) %            |
| Net investment income                                   | 4.59 %              | 4.47 %             | 4.49 %             | 26.91 %             |
| Capital gains tax                                       | (0.03) %            | (0.03) %           | (0.03) %           | (0.15) %            |
| Distributions   | - %                 | (2.30) %           | (2.31) %           | - %                 |
| Net decrease in net assets resulting from operations    | <u>(4.04) %</u>     | <u>(6.23) %</u>    | <u>(6.26) %</u>    | <u>(23.68) %</u>    |

# THE COLCHESTER MULTI-STRATEGY GLOBAL BOND FUND PLC

## NOTES TO THE FINANCIAL STATEMENTS (Continued)

### FOR THE FINANCIAL YEAR ENDED DECEMBER 31, 2018 (expressed in United States dollars)

#### 12. Financial highlights (continued)

##### Financial year ended December 31, 2018 (continued)

##### The Colchester Local Markets Bond Fund (continued)

|   | LGHJ - GBP          | LUHJ - USD          | LEUA (P) - EUR    |
|---|---------------------|---------------------|-------------------|
| <b>Per Share operating performance:</b>                 |                     |                     |                   |
| Net asset value at the beginning of the financial year  | <u>-</u>            | <u>-</u>            | <u>10.57</u>      |
| Expense from Investment operations:                     |                     |                     |                   |
| Net investment expense                                  | (11.55)             | (11.58)             | -                 |
| Net realised and unrealised gain on investments         | <u>21.65</u>        | <u>21.70</u>        | <u>-</u>          |
| Total from investment operations                        | <u>10.10</u>        | <u>10.12</u>        | <u>(10.57)</u>    |
| <b>Net asset value at the end of the financial year</b> | <b><u>10.10</u></b> | <b><u>10.12</u></b> | <b><u>-</u></b>   |
| Total return  | <u>- %</u>          | <u>- %</u>          | <u>(100.00) %</u> |
| Supplemental data                                       |                     |                     |                   |
| Ratios to average net assets:                           |                     |                     |                   |
| Expenses  | (0.44) %            | (0.45) %            | (0.53) %          |
| Net investment income                                   | 26.79 %             | 26.91 %             | 18.06 %           |
| Capital gains tax                                       | (0.15) %            | (0.15) %            | (0.10) %          |
| Distributions   | - %                 | - %                 | - %               |
| Net decrease in net assets resulting from operations    | <u>(23.57) %</u>    | <u>(23.68) %</u>    | <u>(15.89) %</u>  |

# THE COLCHESTER MULTI-STRATEGY GLOBAL BOND FUND PLC

## NOTES TO THE FINANCIAL STATEMENTS (Continued)

### FOR THE FINANCIAL YEAR ENDED DECEMBER 31, 2018 (expressed in United States dollars)

#### 12. Financial highlights (continued)

##### Financial year ended December 31, 2018 (continued)

##### The Colchester Alpha Fund

|   | AUUA - USD                 |
|---|----------------------------|
| <b>Per Share operating performance:</b>                 |                            |
| Net asset value at the beginning of the financial year  | <u>10.15</u>               |
| Income from Investment operations:                      |                            |
| Net investment income                                   | 0.19                       |
| Net realised and unrealised loss on investments         | <u>(0.18)</u>              |
| Total from investment operations                        | <u>0.01</u>                |
| <b>Net asset value at the end of the financial year</b> | <b><u><u>10.16</u></u></b> |
| <br>  |                            |
| Total return  | <u><u>0.10 %</u></u>       |
| <br>  |                            |
| Supplemental data                                       |                            |
| <br>  |                            |
| Ratios to average net assets:                           |                            |
| Expenses  | (0.60) %                   |
| Net investment income                                   | 2.55 %                     |
| Capital gains tax                                       | (0.03) %                   |
| Distributions   | - %                        |
| <br>  |                            |
| Net increase in net assets resulting from operations    | <u><u>0.10 %</u></u>       |

# THE COLCHESTER MULTI-STRATEGY GLOBAL BOND FUND PLC

## NOTES TO THE FINANCIAL STATEMENTS (Continued)

### FOR THE FINANCIAL YEAR ENDED DECEMBER 31, 2018 (expressed in United States dollars)

#### 12. Financial highlights (continued)

##### Financial year ended December 31, 2018 (continued)

##### The Colchester Low Duration Bond Fund

SUUA - USD

##### Per Share operating performance:

|   |                            |
|---|----------------------------|
| Net asset value at the beginning of the financial year  | <u>10.52</u>               |
| Expense from Investment operations:                     |                            |
| Net investment expense                                  | 0.24                       |
| Net realised and unrealised loss on investments         | <u>(0.33)</u>              |
| Total from investment operations                        | <u>(0.09)</u>              |
| <b>Net asset value at the end of the financial year</b> | <b><u><u>10.43</u></u></b> |
| Total return  | <u><u>(0.86) %</u></u>     |
| Supplemental data                                       |                            |
| Ratios to average net assets:                           |                            |
| Expenses  | (0.38) %                   |
| Net investment income                                   | 2.34 %                     |
| Capital gains tax                                       | (0.01) %                   |
| Distributions   | - %                        |
| Net decrease in net assets resulting from operations    | <u><u>(0.88) %</u></u>     |

# THE COLCHESTER MULTI-STRATEGY GLOBAL BOND FUND PLC

## NOTES TO THE FINANCIAL STATEMENTS (Continued)

### FOR THE FINANCIAL YEAR ENDED DECEMBER 31, 2018 (expressed in United States dollars)

#### 12. Financial highlights (continued)

##### Financial year ended December 31, 2018 (continued)

##### The Colchester Global Bond Fund – 130/30 Currency Hedged

TUHA - USD

##### Per Share operating performance:

|   |                     |
|---|---------------------|
| Net asset value at the beginning of the financial year  | <u>10.09</u>        |
| Income from Investment operations:                      |                     |
| Net investment income                                   | 0.32                |
| Net realised and unrealised loss on investments         | <u>(0.12)</u>       |
| Total from investment operations                        | <u>0.20</u>         |
| <b>Net asset value at the end of the financial year</b> | <b><u>10.29</u></b> |
| Total return  | <u>1.98 %</u>       |

##### Supplemental data

##### Ratios to average net assets:

|  |               |
|--|---------------|
| Expenses   | (0.63) %      |
| Net investment income                                | 1.85 %        |
| Capital gains tax                                    | (0.02) %      |
| Distributions  | - %           |
| Net increase in net assets resulting from operations | <u>1.16 %</u> |



# THE COLCHESTER MULTI-STRATEGY GLOBAL BOND FUND PLC

## NOTES TO THE FINANCIAL STATEMENTS (Continued)

### FOR THE FINANCIAL YEAR ENDED DECEMBER 31, 2018 (expressed in United States dollars)

#### 12. Financial highlights (continued)

##### Financial year ended December 31, 2018 (continued)

##### The Colchester Emerging Markets Bond Fund

HUUA - USD

##### Per Share operating performance:

|   |                    |
|---|--------------------|
| Net asset value at the beginning of the financial year  | <u>10.07</u>       |
| Expense from Investment operations:                     |                    |
| Net investment income                                   | 0.46               |
| Net realised and unrealised loss on investments         | <u>(1.09)</u>      |
| Total from investment operations                        | <u>(0.63)</u>      |
| <b>Net asset value at the end of the financial year</b> | <b><u>9.44</u></b> |
| Total return  | <u>(6.26) %</u>    |
| Supplemental data                                       |                    |
| Ratios to average net assets:                           |                    |
| Expenses  | (0.76) %           |
| Net investment income                                   | 4.70 %             |
| Capital gains tax                                       | - %                |
| Distributions   | - %                |
| Net decrease in net assets resulting from operations    | <u>(6.50) %</u>    |

# THE COLCHESTER MULTI-STRATEGY GLOBAL BOND FUND PLC

## NOTES TO THE FINANCIAL STATEMENTS (Continued)

### FOR THE FINANCIAL YEAR ENDED DECEMBER 31, 2018 (expressed in United States dollars)

#### 12. Financial highlights (continued)

The per share operating performance and ratios below are computed based upon the weighted average number of shares outstanding and the weighted average net assets, respectively, for the financial year ended December 31, 2017.

#### Financial year ended December 31, 2017

##### The Colchester Global Real Return Bond Fund

|   | IUUA - USD          | IUHA - USD          | IEUA - EUR          | IEHA - EUR          |
|---|---------------------|---------------------|---------------------|---------------------|
| <b>Per Share operating performance:</b>                 |                     |                     |                     |                     |
| Net asset value at the beginning of the financial year  | <u>14.05</u>        | <u>14.52</u>        | <u>14.40</u>        | <u>15.21</u>        |
| Income from Investment operations:                      |                     |                     |                     |                     |
| Net investment income/expense                           | 0.25                | 0.14                | (0.09)              | 0.03                |
| Net realised and unrealised gain/(loss) on investments  | <u>1.12</u>         | <u>0.62</u>         | <u>(0.43)</u>       | <u>0.12</u>         |
| Total from investment operations                        | <u>1.37</u>         | <u>0.76</u>         | <u>(0.52)</u>       | <u>0.15</u>         |
| <b>Net asset value at the end of the financial year</b> | <b><u>15.42</u></b> | <b><u>15.28</u></b> | <b><u>13.88</u></b> | <b><u>15.36</u></b> |
| Total return  | <u>9.75 %</u>       | <u>5.23 %</u>       | <u>(3.61) %</u>     | <u>0.99</u>         |
| Supplemental data                                       |                     |                     |                     |                     |
| Ratios to average net assets:                           |                     |                     |                     |                     |
| Expenses  | (0.43) %            | (0.44) %            | (0.44) %            | (0.44) %            |
| Net investment income                                   | 1.67 %              | 1.70 %              | 1.71 %              | 1.71 %              |
| Net increase in net assets resulting from operations    | <u>9.32 %</u>       | <u>9.51 %</u>       | <u>9.53 %</u>       | <u>9.54 %</u>       |

# THE COLCHESTER MULTI-STRATEGY GLOBAL BOND FUND PLC

## NOTES TO THE FINANCIAL STATEMENTS (Continued)

### FOR THE FINANCIAL YEAR ENDED DECEMBER 31, 2018 (expressed in United States dollars)

#### 12. Financial highlights (continued)

##### Financial year ended December 31, 2017 (continued)

##### The Colchester Global Real Return Bond Fund (continued)

|   | IGUA - GBP          | IGHA - GBP          | ISHA - SGD          |
|---|---------------------|---------------------|---------------------|
| <b>Per Share operating performance:</b>                 |                     |                     |                     |
| Net asset value at the beginning of the financial year  | <u>15.14</u>        | <u>15.61</u>        | <u>10.64</u>        |
| Income from Investment operations:                      |                     |                     |                     |
| Net investment income                                   | 0.01                | 0.07                | 0.06                |
| Net realised and unrealised gain on investments         | <u>0.03</u>         | <u>0.31</u>         | <u>0.29</u>         |
| Total from investment operations                        | <u>0.04</u>         | <u>0.38</u>         | <u>0.35</u>         |
| <b>Net asset value at the end of the financial year</b> | <b><u>15.18</u></b> | <b><u>15.99</u></b> | <b><u>10.99</u></b> |
| Total return  | <u>0.26 %</u>       | <u>2.43 %</u>       | <u>3.29 %</u>       |
| Supplemental data                                       |                     |                     |                     |
| Ratios to average net assets:                           |                     |                     |                     |
| Expenses  | (0.45) %            | (0.44) %            | (0.38) %            |
| Net investment income                                   | 1.72 %              | 1.70 %              | 1.47 %              |
| Net increase in net assets resulting from operations    | <u>9.62 %</u>       | <u>9.49 %</u>       | <u>8.20 %</u>       |

# THE COLCHESTER MULTI-STRATEGY GLOBAL BOND FUND PLC

## NOTES TO THE FINANCIAL STATEMENTS (Continued)

### FOR THE FINANCIAL YEAR ENDED DECEMBER 31, 2018 (expressed in United States dollars)

#### 12. Financial highlights (continued)

##### Financial year ended December 31, 2017 (continued)

##### The Colchester Local Markets Real Return Bond Fund

|   | BUUA - USD          | BUHA - USD          |
|---|---------------------|---------------------|
| <b>Per Share operating performance:</b>                 |                     |                     |
| Net asset value at the beginning of the financial year  | <u>9.84</u>         | <u>11.09</u>        |
| Income from Investment operations:                      |                     |                     |
| Net investment income                                   | 0.87                | 0.40                |
| Net realised and unrealised gain on investments         | <u>0.38</u>         | <u>0.17</u>         |
| Total from investment operations                        | <u>1.25</u>         | <u>0.57</u>         |
| <b>Net asset value at the end of the financial year</b> | <b><u>11.09</u></b> | <b><u>11.66</u></b> |
| Total return  | <u>12.70 %</u>      | <u>5.14 %</u>       |
| Supplemental data                                       |                     |                     |
| Ratios to average net assets:                           |                     |                     |
| Expenses  | (0.65) %            | (0.65) %            |
| Net investment income                                   | 6.08 %              | 6.10 %              |
| Net increase in net assets resulting from operations    | <u>8.75 %</u>       | <u>8.77 %</u>       |

# THE COLCHESTER MULTI-STRATEGY GLOBAL BOND FUND PLC

## NOTES TO THE FINANCIAL STATEMENTS (Continued)

### FOR THE FINANCIAL YEAR ENDED DECEMBER 31, 2018 (expressed in United States dollars)

#### 12. Financial highlights (continued)

#### Financial year ended December 31, 2017 (continued)

#### The Colchester Global Bond Fund

|   | GUUA - USD          | GUHA - USD          | GEHA - EUR          | GGHA - GBP          |
|---|---------------------|---------------------|---------------------|---------------------|
| <b>Per Share operating performance:</b>                 |                     |                     |                     |                     |
| Net asset value at the beginning of the financial year  | <u>9.41</u>         | <u>10.81</u>        | <u>10.92</u>        | <u>11.23</u>        |
| Income/(expense) from Investment operations:            |                     |                     |                     |                     |
| Net investment income/(expense)                         | 0.18                | 0.10                | (0.01)              | 0.03                |
| Net realised and unrealised gain/(loss) on investments  | <u>0.58</u>         | <u>0.30</u>         | <u>(0.05)</u>       | <u>0.08</u>         |
| Total from investment operations                        | <u>0.76</u>         | <u>0.40</u>         | <u>(0.06)</u>       | <u>0.11</u>         |
| <b>Net asset value at the end of the financial year</b> | <b><u>10.17</u></b> | <b><u>11.21</u></b> | <b><u>10.86</u></b> | <b><u>11.34</u></b> |
| Total return  | <u>8.08 %</u>       | <u>3.70 %</u>       | <u>(0.55) %</u>     | <u>0.98 %</u>       |
| Supplemental data                                       |                     |                     |                     |                     |
| Ratios to average net assets:                           |                     |                     |                     |                     |
| Expenses  | (0.61) %            | (0.59) %            | (0.58) %            | (0.59) %            |
| Net investment income                                   | 2.26 %              | 2.22 %              | 2.18 %              | 2.21 %              |
| Net increase in net assets resulting from operations    | <u>9.33 %</u>       | <u>9.15 %</u>       | <u>9.01 %</u>       | <u>9.12 %</u>       |

# THE COLCHESTER MULTI-STRATEGY GLOBAL BOND FUND PLC

## NOTES TO THE FINANCIAL STATEMENTS (Continued)

### FOR THE FINANCIAL YEAR ENDED DECEMBER 31, 2018 (expressed in United States dollars)

#### 12. Financial highlights (continued)

##### Financial year ended December 31, 2017 (continued)

##### The Colchester Global Bond Fund (continued)

|   | GSHA - SGD          | GFHA - CHF          | GCUA - CAD          |
|---|---------------------|---------------------|---------------------|
| <b>Per Share operating performance:</b>                 |                     |                     |                     |
| Net asset value at the beginning of the financial year  | <u>11.07</u>        | <u>10.14</u>        | <u>11.26</u>        |
| Income from Investment operations:                      |                     |                     |                     |
| Net investment income                                   | 0.05                | 0.02                | 0.02                |
| Net realised and unrealised gain on investments         | <u>0.14</u>         | <u>0.05</u>         | <u>0.08</u>         |
| Total from investment operations                        | <u>0.19</u>         | <u>0.07</u>         | <u>0.10</u>         |
| <b>Net asset value at the end of the financial year</b> | <b><u>11.26</u></b> | <b><u>10.21</u></b> | <b><u>11.36</u></b> |
| Total return  | <u>1.72 %</u>       | <u>0.69 %</u>       | <u>0.89 %</u>       |
| Supplemental data                                       |                     |                     |                     |
| Ratios to average net assets:                           |                     |                     |                     |
| Expenses  | (0.60) %            | (0.60) %            | (0.58) %            |
| Net investment income                                   | 2.22 %              | 2.23 %              | 2.17 %              |
| Net increase in net assets resulting from operations    | <u>9.18 %</u>       | <u>9.19 %</u>       | <u>8.95 %</u>       |

# THE COLCHESTER MULTI-STRATEGY GLOBAL BOND FUND PLC

## NOTES TO THE FINANCIAL STATEMENTS (Continued)

### FOR THE FINANCIAL YEAR ENDED DECEMBER 31, 2018 (expressed in United States dollars)

#### 12. Financial highlights (continued)

#### Financial year ended December 31, 2017 (continued)

#### The Colchester Local Markets Bond Fund

|   | LEUA - EUR          | LCHA - CAD         | LCUA - CAD         | LUUA - USD         |
|---|---------------------|--------------------|--------------------|--------------------|
| <b>Per Share operating performance:</b>                 |                     |                    |                    |                    |
| Net asset value at the beginning of the financial year  | <u>10.15</u>        | <u>-</u>           | <u>-</u>           | <u>8.35</u>        |
| Income from Investment operations:                      |                     |                    |                    |                    |
| Net investment income                                   | 0.06                | 4.60               | 4.47               | 0.59               |
| Net realised and unrealised gain on investments         | <u>0.07</u>         | <u>5.35</u>        | <u>5.21</u>        | <u>0.69</u>        |
| Total from investment operations                        | <u>0.13</u>         | <u>9.95</u>        | <u>9.68</u>        | <u>1.28</u>        |
| <b>Net asset value at the end of the financial year</b> | <b><u>10.28</u></b> | <b><u>9.95</u></b> | <b><u>9.68</u></b> | <b><u>9.63</u></b> |
| Total return  | <u>1.28 %</u>       | <u>- %</u>         | <u>- %</u>         | <u>15.33 %</u>     |
| Supplemental data                                       |                     |                    |                    |                    |
| Ratios to average net assets:                           |                     |                    |                    |                    |
| Expenses  | 0.71 %              | (0.70) %           | (0.44) %           | (0.74) %           |
| Net investment income                                   | 5.70 %              | 9.09 %             | 5.39 %             | 5.68 %             |
| Net increase in net assets resulting from operations    | <u>12.32 %</u>      | <u>19.65 %</u>     | <u>11.65 %</u>     | <u>12.28 %</u>     |

# THE COLCHESTER MULTI-STRATEGY GLOBAL BOND FUND PLC

## NOTES TO THE FINANCIAL STATEMENTS (Continued)

### FOR THE FINANCIAL YEAR ENDED DECEMBER 31, 2018 (expressed in United States dollars)

#### 12. Financial highlights (continued)

Financial year ended December 31, 2017 (continued)

The Colchester Local Markets Bond Fund (continued)

LEUA (P) - EUR

**Per Share operating performance:**

|   |                     |
|---|---------------------|
| Net asset value at the beginning of the financial year  | <u>10.41</u>        |
| Income from Investment operations:                      |                     |
| Net investment income                                   | 0.07                |
| Net realised and unrealised gain on investments         | <u>0.09</u>         |
| Total from investment operations                        | <u>0.16</u>         |
| <b>Net asset value at the end of the financial year</b> | <b><u>10.57</u></b> |
| Total return  | <u>1.54 %</u>       |
| Supplemental data                                       |                     |
| Ratios to average net assets:                           |                     |
| Expenses  | (0.70) %            |
| Net investment income                                   | 9.11 %              |
| Net increase in net assets resulting from operations    | <u>19.70 %</u>      |



# THE COLCHESTER MULTI-STRATEGY GLOBAL BOND FUND PLC

## NOTES TO THE FINANCIAL STATEMENTS (Continued)

### FOR THE FINANCIAL YEAR ENDED DECEMBER 31, 2018 (expressed in United States dollars)

#### 12. Financial highlights (continued)

##### Financial year ended December 31, 2017 (continued)

##### The Colchester Alpha Fund

|   | AUUA - USD          |
|---|---------------------|
| <b>Per Share operating performance:</b>                 |                     |
| Net asset value at the beginning of the financial year  | <u>9.78</u>         |
| Income from Investment operations:                      |                     |
| Net investment income                                   | 0.27                |
| Net realised and unrealised gain on investments         | <u>0.10</u>         |
| Total from investment operations                        | <u>0.37</u>         |
| <b>Net asset value at the end of the financial year</b> | <b><u>10.15</u></b> |
| <br>  |                     |
| Total return  | <u>3.78 %</u>       |
| <br>  |                     |
| Supplemental data                                       |                     |
| <br>  |                     |
| Ratios to average net assets:                           |                     |
| Expenses  | (0.60) %            |
| Net investment income                                   | 2.68 %              |
| <br>  |                     |
| Net increase in net assets resulting from operations    | <u>3.64 %</u>       |

# THE COLCHESTER MULTI-STRATEGY GLOBAL BOND FUND PLC

## NOTES TO THE FINANCIAL STATEMENTS (Continued)

### FOR THE FINANCIAL YEAR ENDED DECEMBER 31, 2018 (expressed in United States dollars)

#### 12. Financial highlights (continued)

##### Financial year ended December 31, 2017 (continued)

##### The Colchester Low Duration Bond Fund

SUUA - USD

##### Per Share operating performance:

Net asset value at the beginning of the financial year

9.95

Income from Investment operations:

Net investment expense

0.06

Net realised and unrealised gain on investments

0.51

Total from investment operations

0.57

**Net asset value at the end of the financial year**

**10.52**

Total return

5.73 %

##### Supplemental data

Ratios to average net assets:

Expenses

(0.45) %

Net investment income

0.63 %

Net increase in net assets resulting from operations

5.54 %

# THE COLCHESTER MULTI-STRATEGY GLOBAL BOND FUND PLC

## NOTES TO THE FINANCIAL STATEMENTS (Continued)

### FOR THE FINANCIAL YEAR ENDED DECEMBER 31, 2018 (expressed in United States dollars)

#### 12. Financial highlights (continued)

##### Financial year ended December 31, 2017 (continued)

##### The Colchester Global Bond Fund – 130/30 Currency Hedged

TUHA - USD

##### Per Share operating performance:

|   |              |
|---|--------------|
| Net asset value at the beginning of the financial year  | 9.82         |
| Income from Investment operations:                      |              |
| Net investment income                                   | 0.23         |
| Net realised and unrealised gain on investments         | 0.04         |
| Total from investment operations                        | 0.27         |
| <b>Net asset value at the end of the financial year</b> | <b>10.09</b> |
| Total return  | 2.75 %       |
| Supplemental data                                       |              |
| Ratios to average net assets:                           |              |
| Expenses  | (0.58) %     |
| Net investment income                                   | 1.81 %       |
| Net increase in net assets resulting from operations    | 2.13 %       |

# THE COLCHESTER MULTI-STRATEGY GLOBAL BOND FUND PLC

## NOTES TO THE FINANCIAL STATEMENTS (Continued)

### FOR THE FINANCIAL YEAR ENDED DECEMBER 31, 2018 (expressed in United States dollars)

#### 12. Financial highlights (continued)

##### Financial year ended December 31, 2017 (continued)

##### The Colchester Emerging Markets Bond Fund

HUUA - USD

##### Per Share operating performance:

Net asset value at the beginning of the financial year

-

Income from Investment operations:

Net investment income

2.73

Net realised and unrealised gain on investments

7.34

Total from investment operations

10.07

**Net asset value at the end of the financial year**

**10.07**

Total return

- %

Supplemental data

Ratios to average net assets:

Expenses

(0.44) %

Net investment income

2.14 %

Net increase in net assets resulting from operations

7.87 %

The return calculation assumes a share was invested for the entire year/period. An individual investor's return may vary from these returns based on the timing of capital transactions.

# THE COLCHESTER MULTI-STRATEGY GLOBAL BOND FUND PLC

## NOTES TO THE FINANCIAL STATEMENTS (Continued)

### FOR THE FINANCIAL YEAR ENDED DECEMBER 31, 2018

(expressed in United States dollars)

#### 13. Net Asset Value Per Share

| The Colchester Global Real Return Bond Fund |                                       |                              | The Colchester Local Markets Real Return Bond Fund |                                       |                              |
|---|---------------------------------------|------------------------------|--|---------------------------------------|------------------------------|
| Colchester Code                             | Total Net Assets<br>December 31, 2018 | Net Asset Value per<br>Share | Colchester Code                                    | Total Net Assets<br>December 31, 2018 | Net Asset Value per<br>Share |
| IUUA - USD                                  | 56,793,317                            | 14.83                        | BUUA - USD   | 1,613,423                             | 10.76                        |
| IUHA - USD                                  | 144,493,532                           | 15.28                        | BUHA - USD   | 1,201,106                             | 12.01                        |
| IEUA - EUR                                  | 17,960,511                            | 14.02                        |  |                                       |                              |
| IEHA - EUR                                  | 62,877,997                            | 15.03                        |  |                                       |                              |
| IGUA - GBP                                  | 465,041                               | 15.50                        |  |                                       |                              |
| IGHA - GBP                                  | 47,916,959                            | 15.82                        |  |                                       |                              |
| ISHA - SGD                                  | 142,090,117                           | 10.91                        |  |                                       |                              |

  

| The Colchester Global Bond Fund |                                       |                              | The Colchester Local Markets Bond Fund |                                       |                              |
|---------------------------------|---------------------------------------|------------------------------|--|---------------------------------------|------------------------------|
| Colchester Code                 | Total Net Assets<br>December 31, 2018 | Net Asset Value<br>per Share | Colchester Code                        | Total Net Assets<br>December 31, 2018 | Net Asset Value<br>per Share |
| GUUA - USD                      | 342,750,429                           | 10.05                        | LCHA - CAD                             | 31,644,098                            | 10.06                        |
| GUHA - USD                      | 189,925,192                           | 11.39                        | LCUA - CAD                             | 32,893,443                            | 10.02                        |
| GEHA - EUR                      | 376,280,746                           | 10.80                        | LEHA - EUR                             | 13,742,646                            | 10.15                        |
| GGHA - GBP                      | 136,656,299                           | 11.39                        | LEUA - EUR                             | 1,114,625,486                         | 10.30                        |
| GSHA - SGD                      | 223,337,692                           | 11.36                        | LEUI - EUR                             | 19,904,577                            | 9.63                         |
| GFHA - CHF                      | 24,317,460                            | 10.06                        | LGHI - GBP                             | 176,153                               | 9.54                         |
| GCUA - CAD                      | 81,093,901                            | 12.24                        | LEHJ - EUR                             | 1,008,908                             | 10.09                        |
| GGUI - GBP                      | 606,614                               | 10.43                        | LGHJ - GBP                             | 1,010,295                             | 10.10                        |
|                                 |                                       |                              | LUHJ - USD                             | 1,012,071                             | 10.12                        |
|                                 |                                       |                              | LUUA - USD                             | 118,197,782                           | 9.18                         |

  

| The Colchester Alpha Fund |                                       |                              | The Colchester Global Low Duration Bond Fund |                                       |                              |
|---------------------------|---------------------------------------|------------------------------|--|---------------------------------------|------------------------------|
| Colchester Code           | Total Net Assets<br>December 31, 2018 | Net Asset Value<br>per Share | Colchester Code                              | Total Net Assets<br>December 31, 2018 | Net Asset Value<br>per Share |
| AUUA - USD                | 11,022,327                            | 10.16                        | SUUA - USD                                   | 96,885,753                            | 10.43                        |

  

| The Colchester Global Bond Fund – 130/30 Currency<br>Hedged |                                       |                              | The Colchester Emerging Markets Bond Fund |                                       |                              |
|---|---------------------------------------|------------------------------|---|---------------------------------------|------------------------------|
| Colchester Code   | Total Net Assets<br>December 31, 2018 | Net Asset Value<br>per Share | Colchester Code                           | Total Net Assets<br>December 31, 2018 | Net Asset Value<br>per Share |
| TUHA - USD  | 5,192,337                             | 10.29                        | HUUA - USD                                | 4,738,309                             | 9.44                         |

# THE COLCHESTER MULTI-STRATEGY GLOBAL BOND FUND PLC

## NOTES TO THE FINANCIAL STATEMENTS (Continued)

### FOR THE FINANCIAL YEAR ENDED DECEMBER 31, 2018 (expressed in United States dollars)

#### 13. Net Asset Value Per Share (continued)

| The Colchester Global Real Return Bond Fund |                                       |                              | The Colchester Local Markets Real Return Bond Fund |                                       |                              |
|---|---------------------------------------|------------------------------|--|---------------------------------------|------------------------------|
| Colchester Code                             | Total Net Assets<br>December 31, 2017 | Net Asset Value per<br>Share | Colchester Code                                    | Total Net Assets<br>December 31, 2017 | Net Asset Value per<br>Share |
| IUUA - USD                                  | 49,202,066                            | 15.42                        | BUUA - USD   | 1,663,778                             | 11.09                        |
| IUHA - USD                                  | 106,660,020                           | 15.28                        | BUHA - USD   | 1,165,631                             | 11.66                        |
| IEUA - EUR                                  | 37,177,567                            | 13.88                        |  |                                       |                              |
| IEHA - EUR                                  | 64,218,325                            | 15.36                        |  |                                       |                              |
| IGUA - GBP                                  | 455,254                               | 15.18                        |  |                                       |                              |
| IGHA - GBP                                  | 48,168,656                            | 15.99                        |  |                                       |                              |
| ISHA - SGD                                  | 117,780,697                           | 10.99                        |  |                                       |                              |

  

| The Colchester Global Bond Fund |                                       |                              | The Colchester Local Markets Bond Fund |                                       |                              |
|---------------------------------|---------------------------------------|------------------------------|--|---------------------------------------|------------------------------|
| Colchester Code                 | Total Net Assets<br>December 31, 2017 | Net Asset Value<br>per Share | Colchester Code                        | Total Net Assets<br>December 31, 2017 | Net Asset Value<br>per Share |
| GUUA - USD                      | 383,254,517                           | 10.17                        | LEUA - EUR                             | 437,532,017                           | 10.28                        |
| GUHA - USD                      | 135,637,514                           | 11.21                        | LCHA - CAD                             | 44,045,758                            | 9.95                         |
| GEHA - EUR                      | 402,364,682                           | 10.86                        | LCUA - CAD                             | 42,629,797                            | 9.68                         |
| GGHA - GBP                      | 114,574,291                           | 11.34                        | LUUA - USD                             | 152,857,248                           | 9.63                         |
| GSHA - SGD                      | 221,404,302                           | 11.26                        | LEUA (P) - EUR                         | 370,403,752                           | 10.57                        |
| GFHA - CHF                      | 24,672,071                            | 10.21                        |  |                                       |                              |
| GCUA - CAD                      | 64,662,567                            | 11.36                        |  |                                       |                              |

  

| The Colchester Alpha Fund |                                       |                              | The Colchester Low Duration Bond Fund |                                       |                              |
|---------------------------|---------------------------------------|------------------------------|---------------------------------------|---------------------------------------|------------------------------|
| Colchester Code           | Total Net Assets<br>December 31, 2017 | Net Asset Value<br>per Share | Colchester Code                       | Total Net Assets<br>December 31, 2017 | Net Asset Value<br>per Share |
| AUUA - USD                | 10,989,719                            | 10.15                        | SUUA - USD                            | 97,651,625                            | 10.52                        |

  

| The Colchester Global Bond 130/30 Fund |                                       |                              | The Colchester Emerging Markets Bond Fund |                                       |                              |
|--|---------------------------------------|------------------------------|---|---------------------------------------|------------------------------|
| Colchester Code                        | Total Net Assets<br>December 31, 2017 | Net Asset Value<br>per Share | Colchester Code                           | Total Net Assets<br>December 31, 2017 | Net Asset Value<br>per Share |
| TUHA - USD                             | 11,401,802                            | 10.09                        | HUUA - USD                                | 5,046,431                             | 10.07                        |

# THE COLCHESTER MULTI-STRATEGY GLOBAL BOND FUND PLC

## NOTES TO THE FINANCIAL STATEMENTS (Continued)

### FOR THE FINANCIAL YEAR ENDED DECEMBER 31, 2018

(expressed in United States dollars)

#### 13. Net Asset Value Per Share (continued)

| The Colchester Global Real Return Bond Fund |                  |                           | The Colchester Local Markets Real Return Bond Fund |                  |                           |
|---|------------------|---------------------------|--|------------------|---------------------------|
| Colchester Code                             | Total Net Assets | Net Asset Value per Share | Colchester Code                                    | Total Net Assets | Net Asset Value per Share |
| December 31 2016                            |                  |                           | December 31 2016                                   |                  |                           |
| IUUA - USD                                  | 1,992,358        | 14.05                     | BUUA - USD   | 1,476,288        | 9.84                      |
| IUHA - USD                                  | 49,192,505       | 14.52                     | BUHA - USD   | 1,108,795        | 11.09                     |
| IEUA - EUR                                  | 23,525,770       | 14.40                     |  |                  |                           |
| IEHA - EUR                                  | 59,892,536       | 15.21                     |  |                  |                           |
| IGUA - GBP                                  | 454,143          | 15.14                     |  |                  |                           |
| IGHA - GBP                                  | 41,934,646       | 15.61                     |  |                  |                           |
| ISHA - SGD                                  | 17,555,332       | 10.64                     |  |                  |                           |

  

| The Colchester Global Bond Fund |                  |                           | The Colchester Local Markets Bond Fund |                  |                           |
|---------------------------------|------------------|---------------------------|--|------------------|---------------------------|
| Colchester Code                 | Total Net Assets | Net Asset Value per Share | Colchester Code                        | Total Net Assets | Net Asset Value per Share |
| December 31 2016                |                  |                           | December 31 2016                       |                  |                           |
| GUUA - USD                      | 490,370,349      | 9.41                      | LEUA - EUR                             | 54,328,975       | 10.15                     |
| GUHA - USD                      | 114,999,624      | 10.81                     | LUUA - USD                             | 136,805,381      | 8.35                      |
| GEHA - EUR                      | 298,746,790      | 10.92                     | LEUA (P) - EUR                         | 385,383,922      | 10.41                     |
| GGHA - GBP                      | 105,494,186      | 11.23                     |  |                  |                           |
| GSHA - SGD                      | 217,663,265      | 11.07                     |  |                  |                           |
| GFHA - CHF                      | 24,492,406       | 10.14                     |  |                  |                           |
| GCUA - CAD                      | 39,830,085       | 11.26                     |  |                  |                           |

  

| The Colchester Alpha Fund |                  |                           | The Colchester Low Duration Bond Fund |                  |                           |
|---------------------------|------------------|---------------------------|---------------------------------------|------------------|---------------------------|
| Colchester Code           | Total Net Assets | Net Asset Value per Share | Colchester Code                       | Total Net Assets | Net Asset Value per Share |
| December 31 2016          |                  |                           | December 31 2016                      |                  |                           |
| AUUA - USD                | 10,581,990       | 9.78                      | SUUA - USD                            | 92,224,205       | 9.95                      |

  

| The Colchester Global Bond 130/30 Fund |                  |                           |
|--|------------------|---------------------------|
| Colchester Code                        | Total Net Assets | Net Asset Value per Share |
| December 31 2016                       |                  |                           |
| TUHA - USD                             | 5,122,120        | 9.82                      |

# THE COLCHESTER MULTI-STRATEGY GLOBAL BOND FUND PLC

## NOTES TO THE FINANCIAL STATEMENTS (Continued)

### FOR THE FINANCIAL YEAR ENDED DECEMBER 31, 2018 (expressed in United States dollars)

#### 14. Fair Value Measurements

ASC 820 *Fair Value Measurements* ("ASC 820") establishes a fair value hierarchy that prioritises the inputs to valuation techniques used to measure fair value. The hierarchy gives the highest priority to unadjusted quoted prices in active markets for identical assets or liabilities (level 1 measurements) and the lowest priority to unobservable inputs (level 3 measurements). Valuation techniques shall maximise the use of observable inputs and minimise the use of unobservable inputs.

The three levels of the fair value hierarchy under ASC 820 are as follows:

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

Inputs are used in applying the various valuation techniques and broadly refer to the assumptions that market participants use to make valuation decisions, including assumptions about risk. Inputs may include price information, volatility statistics, specific and broad credit data, liquidity statistics, and other factors. A financial instrument's level within the fair value hierarchy is based on the lowest level of any input that is significant to the fair value measurement. However, the determination of what constitutes "observable" requires significant judgment by the Investment Manager. The Investment Manager considers observable data to be that market data which is readily available, regularly distributed or updated, reliable and verifiable, not proprietary, and provided by independent sources that are actively involved in the relevant market. The categorisation of a financial instrument within the hierarchy is based upon the pricing transparency of the instrument and does not necessarily correspond to the Investment Manager's perceived risk of that instrument.

#### *Investments*

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

#### *Derivative Instruments*

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

OTC derivatives, including forward foreign currency contracts, are valued by the Investment Manager using observable inputs, such as quotations received from the counterparty, dealers or brokers, whenever available and considered reliable. In instances where models are used, the value of an OTC derivative depends upon the contractual terms of, and specific risks inherent in, the instrument as well as the availability and reliability of observable inputs. Such inputs include market prices for reference securities, yield curves, credit curves, measures of volatility, prepayment rates and correlations of such inputs. Certain OTC derivatives, such as generic forward foreign currency contracts, have inputs which can generally be corroborated by market data and are therefore classified within level 2.

The following table presents the financial instruments carried on the Statement of Assets and Liabilities by caption and by level within the valuation hierarchy as at December 31, 2018.



# THE COLCHESTER MULTI-STRATEGY GLOBAL BOND FUND PLC

## NOTES TO THE FINANCIAL STATEMENTS (Continued)

### FOR THE FINANCIAL YEAR ENDED DECEMBER 31, 2018

(expressed in United States dollars)

#### 14. Fair Value Measurements (continued)

##### The Colchester Global Real Return Bond Fund

|  | Level 1            | Level 2            | Level 3  | Total              |
|--|--------------------|--------------------|----------|--------------------|
|  | \$                 | \$                 | \$       | \$                 |
| <b>Assets at fair value as at December 31, 2018</b>      |                    |                    |          |                    |
| Bonds  | 451,230,016        | -                  | -        | 451,230,016        |
| Futures contracts  | -                  | -                  | -        | -                  |
| Forward foreign currency contracts                       | -                  | 6,561,260          | -        | 6,561,260          |
| <b>Subtotal</b>  | <b>451,230,016</b> | <b>6,561,260</b>   | <b>-</b> | <b>457,791,276</b> |
| <b>Liabilities at fair value as at December 31, 2018</b> |                    |                    |          |                    |
| Forward foreign currency contracts                       | -                  | (4,188,337)        | -        | (4,188,337)        |
| <b>Subtotal</b>  | <b>-</b>           | <b>(4,188,337)</b> | <b>-</b> | <b>(4,188,337)</b> |
| <b>Total</b>   | <b>451,230,016</b> | <b>2,372,923</b>   | <b>-</b> | <b>453,602,939</b> |

##### The Colchester Local Markets Real Return Bond Fund

|  | Level 1          | Level 2         | Level 3  | Total            |
|--|------------------|-----------------|----------|------------------|
|  | \$               | \$              | \$       | \$               |
| <b>Assets at fair value as at December 31, 2018</b>      |                  |                 |          |                  |
| Bonds  | 2,748,721        | -               | -        | 2,748,721        |
| Futures contracts  | -                | -               | -        | -                |
| Forward foreign currency contracts                       | -                | 14,123          | -        | 14,123           |
| <b>Subtotal</b>  | <b>2,748,721</b> | <b>14,123</b>   | <b>-</b> | <b>2,762,844</b> |
| <b>Liabilities at fair value as at December 31, 2018</b> |                  |                 |          |                  |
| Forward foreign currency contracts                       | -                | (18,604)        | -        | (18,604)         |
| <b>Subtotal</b>  | <b>-</b>         | <b>(18,604)</b> | <b>-</b> | <b>(18,604)</b>  |
| <b>Total</b>   | <b>2,748,721</b> | <b>(4,481)</b>  | <b>-</b> | <b>2,744,240</b> |

# THE COLCHESTER MULTI-STRATEGY GLOBAL BOND FUND PLC

## NOTES TO THE FINANCIAL STATEMENTS (Continued)

### FOR THE FINANCIAL YEAR ENDED DECEMBER 31, 2018

(expressed in United States dollars)

#### 14. Fair Value Measurements (continued)

##### The Colchester Global Bond Fund

|  | Level 1              | Level 2             | Level 3  | Total                |
|--|----------------------|---------------------|----------|----------------------|
|  | \$                   | \$                  | \$       | \$                   |
| <b>Assets at fair value as at December 31, 2018</b>      |                      |                     |          |                      |
| Bonds  | 1,358,498,419        | -                   | -        | 1,358,498,419        |
| Forward foreign currency contracts                       | -                    | 16,332,901          | -        | 16,332,901           |
| <b>Subtotal</b>  | <b>1,358,498,419</b> | <b>16,332,901</b>   | <b>-</b> | <b>1,374,831,320</b> |
| <b>Liabilities at fair value as at December 31, 2018</b> |                      |                     |          |                      |
| Forward foreign currency contracts                       | -                    | (14,668,919)        | -        | (14,668,919)         |
| <b>Subtotal</b>  | <b>-</b>             | <b>(14,668,919)</b> | <b>-</b> | <b>(14,668,919)</b>  |
| <b>Total</b>   | <b>1,358,498,419</b> | <b>1,663,982</b>    | <b>-</b> | <b>1,360,162,401</b> |

##### The Colchester Local Markets Bond Fund

|  | Level 1              | Level 2            | Level 3  | Total                |
|--|----------------------|--------------------|----------|----------------------|
|  | \$                   | \$                 | \$       | \$                   |
| <b>Assets at fair value as at December 31, 2018</b>      |                      |                    |          |                      |
| Bonds  | 1,427,360,440        | -                  | -        | 1,427,360,440        |
| Forward foreign currency contracts                       | -                    | 6,661,814          | -        | 6,661,814            |
| <b>Subtotal</b>  | <b>1,427,360,440</b> | <b>6,661,814</b>   | <b>-</b> | <b>1,434,022,254</b> |
| <b>Liabilities at fair value as at December 31, 2018</b> |                      |                    |          |                      |
| Swap contracts   | -                    | -                  | -        | -                    |
| Forward foreign currency contracts                       | -                    | (1,772,758)        | -        | (1,772,758)          |
| <b>Subtotal</b>  | <b>-</b>             | <b>(1,772,758)</b> | <b>-</b> | <b>(1,772,758)</b>   |
| <b>Total</b>   | <b>1,427,360,440</b> | <b>4,889,056</b>   | <b>-</b> | <b>1,432,249,496</b> |

# THE COLCHESTER MULTI-STRATEGY GLOBAL BOND FUND PLC

## NOTES TO THE FINANCIAL STATEMENTS (Continued)

### FOR THE FINANCIAL YEAR ENDED DECEMBER 31, 2018 (expressed in United States dollars)

#### 14. Fair Value Measurements (continued)

##### The Colchester Alpha Fund

|  | Level 1<br>\$    | Level 2<br>\$   | Level 3<br>\$ | Total<br>\$      |
|--|------------------|-----------------|---------------|------------------|
| <b>Assets at fair value as at December 31, 2018</b>      |                  |                 |               |                  |
| Bonds  | 9,496,672        | -               | -             | 9,496,672        |
| Swap contracts   | -                | 18,773          | -             | 18,773           |
| Futures contracts  | -                | -               | -             | -                |
| Forward foreign currency contracts                       | -                | 81,979          | -             | 81,979           |
| <b>Subtotal</b>  | <b>9,496,672</b> | <b>100,752</b>  | <b>-</b>      | <b>9,597,424</b> |
| <b>Liabilities at fair value as at December 31, 2018</b> |                  |                 |               |                  |
| Swap contracts   | -                | (15,299)        | -             | (15,299)         |
| Futures contracts  | (28,017)         | -               | -             | (28,017)         |
| Forward foreign currency contracts                       | -                | (62,298)        | -             | (62,298)         |
| <b>Subtotal</b>  | <b>(28,017)</b>  | <b>(77,597)</b> | <b>-</b>      | <b>(105,614)</b> |
| <b>Total</b>   | <b>9,468,655</b> | <b>23,155</b>   | <b>-</b>      | <b>9,491,810</b> |

##### The Colchester Global Low Duration Bond Fund

|  | Level 1<br>\$     | Level 2<br>\$    | Level 3<br>\$ | Total<br>\$       |
|--|-------------------|------------------|---------------|-------------------|
| <b>Assets at fair value as at December 31, 2018</b>      |                   |                  |               |                   |
| Bonds  | 94,077,124        | -                | -             | 94,077,124        |
| Forward foreign currency contracts                       | -                 | 833,397          | -             | 833,397           |
| <b>Subtotal</b>  | <b>94,077,124</b> | <b>833,397</b>   | <b>-</b>      | <b>94,910,521</b> |
| <b>Liabilities at fair value as at December 31, 2018</b> |                   |                  |               |                   |
| Forward foreign currency contracts                       | -                 | (275,272)        | -             | (275,272)         |
| <b>Subtotal</b>  | <b>-</b>          | <b>(275,272)</b> | <b>-</b>      | <b>(275,272)</b>  |
| <b>Total</b>   | <b>94,077,124</b> | <b>558,125</b>   | <b>-</b>      | <b>94,635,249</b> |

# THE COLCHESTER MULTI-STRATEGY GLOBAL BOND FUND PLC

## NOTES TO THE FINANCIAL STATEMENTS (Continued)

### FOR THE FINANCIAL YEAR ENDED DECEMBER 31, 2018 (expressed in United States dollars)

#### 14. Fair Value Measurements (continued)

##### The Colchester Global Bond Fund – 130/30 Currency Hedged

|  | Level 1          | Level 2         | Level 3  | Total            |
|--|------------------|-----------------|----------|------------------|
|  | \$               | \$              | \$       | \$               |
| <b>Assets at fair value as at December 31, 2018</b>      |                  |                 |          |                  |
| Bonds  | 5,113,113        | -               | -        | 5,113,113        |
| Futures contracts  | -                | -               | -        | -                |
| Forward foreign currency contracts                       | -                | 22,158          | -        | 22,158           |
| <b>Subtotal</b>  | <b>5,113,113</b> | <b>22,158</b>   | <b>-</b> | <b>5,135,271</b> |
| <b>Liabilities at fair value as at December 31, 2018</b> |                  |                 |          |                  |
| Forward foreign currency contracts                       | -                | (56,778)        | -        | (56,778)         |
| <b>Subtotal</b>  | <b>-</b>         | <b>(56,778)</b> | <b>-</b> | <b>(56,778)</b>  |
| <b>Total</b>   | <b>5,113,113</b> | <b>(34,620)</b> | <b>-</b> | <b>5,078,493</b> |

##### The Colchester Emerging Markets Bond Fund

|  | Level 1          | Level 2  | Level 3  | Total            |
|--|------------------|----------|----------|------------------|
|  | \$               | \$       | \$       | \$               |
| <b>Assets at fair value as at December 31, 2018</b>      |                  |          |          |                  |
| Bonds  | 4,502,456        | -        | -        | 4,502,456        |
| Futures contracts  | -                | -        | -        | -                |
| Forward foreign currency contracts                       | -                | -        | -        | -                |
| <b>Subtotal</b>  | <b>4,502,456</b> | <b>-</b> | <b>-</b> | <b>4,502,456</b> |
| <b>Liabilities at fair value as at December 31, 2018</b> |                  |          |          |                  |
| Forward foreign currency contracts                       | -                | -        | -        | -                |
| <b>Subtotal</b>  | <b>-</b>         | <b>-</b> | <b>-</b> | <b>-</b>         |
| <b>Total</b>   | <b>4,502,456</b> | <b>-</b> | <b>-</b> | <b>4,502,456</b> |

# THE COLCHESTER MULTI-STRATEGY GLOBAL BOND FUND PLC

## NOTES TO THE FINANCIAL STATEMENTS (Continued)

### FOR THE FINANCIAL YEAR ENDED DECEMBER 31, 2018 (expressed in United States dollars)

#### 14. Fair Value Measurements (continued)

The following table presents the financial instruments carried on the Statement of Assets and Liabilities by caption and by level within the valuation hierarchy as at December 31, 2017.

#### The Colchester Global Real Return Bond Fund

|  | Level 1            | Level 2            | Level 3  | Total              |
|--|--------------------|--------------------|----------|--------------------|
|  | \$                 | \$                 | \$       | \$                 |
| <b>Assets at fair value as at December 31, 2017</b>      |                    |                    |          |                    |
| Bonds  | 422,238,471        | -                  | -        | 422,238,471        |
| Futures contracts  | -                  | -                  | -        | -                  |
| Forward foreign currency contracts                       | -                  | 5,188,749          | -        | 5,188,749          |
| <b>Subtotal</b>  | <b>422,238,471</b> | <b>5,188,749</b>   | <b>-</b> | <b>427,427,220</b> |
| <b>Liabilities at fair value as at December 31, 2017</b> |                    |                    |          |                    |
| Forward foreign currency contracts                       | -                  | (5,459,728)        | -        | (5,459,728)        |
| <b>Subtotal</b>  | <b>-</b>           | <b>(5,459,728)</b> | <b>-</b> | <b>(5,459,728)</b> |
| <b>Total</b>   | <b>422,238,471</b> | <b>(270,979)</b>   | <b>-</b> | <b>421,967,492</b> |

#### The Colchester Local Markets Real Return Bond Fund

|  | Level 1          | Level 2         | Level 3  | Total            |
|--|------------------|-----------------|----------|------------------|
|  | \$               | \$              | \$       | \$               |
| <b>Assets at fair value as at December 31, 2017</b>      |                  |                 |          |                  |
| Bonds  | 2,724,807        | -               | -        | 2,724,807        |
| Futures contracts  | -                | -               | -        | -                |
| Forward foreign currency contracts                       | -                | 57,265          | -        | 57,265           |
| <b>Subtotal</b>  | <b>2,724,807</b> | <b>57,265</b>   | <b>-</b> | <b>2,782,072</b> |
| <b>Liabilities at fair value as at December 31, 2017</b> |                  |                 |          |                  |
| Forward foreign currency contracts                       | -                | (24,342)        | -        | (24,342)         |
| <b>Subtotal</b>  | <b>-</b>         | <b>(24,342)</b> | <b>-</b> | <b>(24,342)</b>  |
| <b>Total</b>   | <b>2,724,807</b> | <b>32,923</b>   | <b>-</b> | <b>2,757,730</b> |

# THE COLCHESTER MULTI-STRATEGY GLOBAL BOND FUND PLC

## NOTES TO THE FINANCIAL STATEMENTS (Continued)

### FOR THE FINANCIAL YEAR ENDED DECEMBER 31, 2018 (expressed in United States dollars)

#### 14. Fair Value Measurements (continued)

##### The Colchester Global Bond Fund

|  | Level 1              | Level 2             | Level 3  | Total                |
|--|----------------------|---------------------|----------|----------------------|
|  | \$                   | \$                  | \$       | \$                   |
| <b>Assets at fair value as at December 31, 2017</b>      |                      |                     |          |                      |
| Bonds  | 1,347,667,905        | -                   | -        | 1,347,667,905        |
| Forward foreign currency contracts                       | -                    | 17,989,051          | -        | 17,989,051           |
| <b>Subtotal</b>  | <b>1,347,667,905</b> | <b>17,989,051</b>   | <b>-</b> | <b>1,365,656,956</b> |
| <b>Liabilities at fair value as at December 31, 2017</b> |                      |                     |          |                      |
| Forward foreign currency contracts                       | -                    | (16,925,670)        | -        | (16,925,670)         |
| <b>Subtotal</b>  | <b>-</b>             | <b>(16,925,670)</b> | <b>-</b> | <b>(16,925,670)</b>  |
| <b>Total</b>   | <b>1,347,667,905</b> | <b>1,063,381</b>    | <b>-</b> | <b>1,348,731,286</b> |

##### The Colchester Local Markets Bond Fund

|  | Level 1              | Level 2            | Level 3  | Total                |
|--|----------------------|--------------------|----------|----------------------|
|  | \$                   | \$                 | \$       | \$                   |
| <b>Assets at fair value as at December 31, 2017</b>      |                      |                    |          |                      |
| Bonds  | 1,146,124,816        | -                  | -        | 1,146,124,816        |
| Forward foreign currency contracts                       | -                    | 11,942,833         | -        | 11,942,833           |
| <b>Subtotal</b>  | <b>1,146,124,816</b> | <b>11,942,833</b>  | <b>-</b> | <b>1,158,067,649</b> |
| <b>Liabilities at fair value as at December 31, 2017</b> |                      |                    |          |                      |
| Swap contracts   | -                    | -                  | -        | -                    |
| Forward foreign currency contracts                       | -                    | (4,799,276)        | -        | (4,799,276)          |
| <b>Subtotal</b>  | <b>-</b>             | <b>(4,799,276)</b> | <b>-</b> | <b>(4,799,276)</b>   |
| <b>Total</b>   | <b>1,146,124,816</b> | <b>7,143,557</b>   | <b>-</b> | <b>1,153,268,373</b> |

# THE COLCHESTER MULTI-STRATEGY GLOBAL BOND FUND PLC

## NOTES TO THE FINANCIAL STATEMENTS (Continued)

### FOR THE FINANCIAL YEAR ENDED DECEMBER 31, 2018 (expressed in United States dollars)

#### 14. Fair Value Measurements (continued)

##### The Colchester Alpha Fund

|  | Level 1          | Level 2          | Level 3  | Total            |
|--|------------------|------------------|----------|------------------|
|  | \$               | \$               | \$       | \$               |
| <b>Assets at fair value as at December 31, 2017</b>      |                  |                  |          |                  |
| Bonds  | 9,319,110        | -                | -        | 9,319,110        |
| Swap contracts   | -                | 22,367           | -        | 22,367           |
| Futures contracts  | 22,332           | -                | -        | 22,332           |
| Forward foreign currency contracts                       | -                | 84,337           | -        | 84,337           |
| <b>Subtotal</b>  | <b>9,341,442</b> | <b>106,704</b>   | <b>-</b> | <b>9,448,146</b> |
| <b>Liabilities at fair value as at December 31, 2017</b> |                  |                  |          |                  |
| Swap contracts   | -                | (8,175)          | -        | (8,175)          |
| Futures contracts  | -                | -                | -        | -                |
| Forward foreign currency contracts                       | -                | (187,031)        | -        | (187,031)        |
| <b>Subtotal</b>  | <b>-</b>         | <b>(195,206)</b> | <b>-</b> | <b>(195,206)</b> |
| <b>Total</b>   | <b>9,341,442</b> | <b>(88,502)</b>  | <b>-</b> | <b>9,252,940</b> |

##### The Colchester Global Low Duration Bond Fund

|  | Level 1           | Level 2            | Level 3  | Total              |
|--|-------------------|--------------------|----------|--------------------|
|  | \$                | \$                 | \$       | \$                 |
| <b>Assets at fair value as at December 31, 2017</b>      |                   |                    |          |                    |
| Bonds  | 95,228,239        | -                  | -        | 95,228,239         |
| Forward foreign currency contracts                       | -                 | 690,252            | -        | 690,252            |
| <b>Subtotal</b>  | <b>95,228,239</b> | <b>690,252</b>     | <b>-</b> | <b>95,918,491</b>  |
| <b>Liabilities at fair value as at December 31, 2017</b> |                   |                    |          |                    |
| Forward foreign currency contracts                       | -                 | (1,328,704)        | -        | (1,328,704)        |
| <b>Subtotal</b>  | <b>-</b>          | <b>(1,328,704)</b> | <b>-</b> | <b>(1,328,704)</b> |
| <b>Total</b>   | <b>95,228,239</b> | <b>(638,452)</b>   | <b>-</b> | <b>94,589,787</b>  |

# THE COLCHESTER MULTI-STRATEGY GLOBAL BOND FUND PLC

## NOTES TO THE FINANCIAL STATEMENTS (Continued)

### FOR THE FINANCIAL YEAR ENDED DECEMBER 31, 2018 (expressed in United States dollars)

#### 14. Fair Value Measurements (continued)

##### The Colchester Global Bond Fund – 130/30 Currency Hedged

|  | Level 1           | Level 2          | Level 3  | Total             |
|--|-------------------|------------------|----------|-------------------|
|  | \$                | \$               | \$       | \$                |
| <b>Assets at fair value as at December 31, 2017</b>      |                   |                  |          |                   |
| Bonds  | 11,174,708        | -                | -        | 11,174,708        |
| Futures contracts  | -                 | -                | -        | -                 |
| Forward foreign currency contracts                       | -                 | 45,557           | -        | 45,557            |
| <b>Subtotal</b>  | <b>11,174,708</b> | <b>45,557</b>    | <b>-</b> | <b>11,220,265</b> |
| <b>Liabilities at fair value as at December 31, 2017</b> |                   |                  |          |                   |
| Forward foreign currency contracts                       | -                 | (210,756)        | -        | (210,756)         |
| <b>Subtotal</b>  | <b>-</b>          | <b>(210,756)</b> | <b>-</b> | <b>(210,756)</b>  |
| <b>Total</b>   | <b>11,174,708</b> | <b>(165,199)</b> | <b>-</b> | <b>11,009,509</b> |

##### The Colchester Emerging Markets Bond Fund

|  | Level 1          | Level 2  | Level 3  | Total            |
|--|------------------|----------|----------|------------------|
|  | \$               | \$       | \$       | \$               |
| <b>Assets at fair value as at December 31, 2017</b>      |                  |          |          |                  |
| Bonds  | 4,912,683        | -        | -        | 4,912,683        |
| Futures contracts  | -                | -        | -        | -                |
| Forward foreign currency contracts                       | -                | -        | -        | -                |
| <b>Subtotal</b>  | <b>4,912,683</b> | <b>-</b> | <b>-</b> | <b>4,912,683</b> |
| <b>Liabilities at fair value as at December 31, 2017</b> |                  |          |          |                  |
| Forward foreign currency contracts                       | -                | -        | -        | -                |
| <b>Subtotal</b>  | <b>-</b>         | <b>-</b> | <b>-</b> | <b>-</b>         |
| <b>Total</b>   | <b>4,912,683</b> | <b>-</b> | <b>-</b> | <b>4,912,683</b> |

There were no transfers between levels 1, 2 and 3 during the financial year ended December 31, 2018 or the financial year ended December 31, 2017.



# THE COLCHESTER MULTI-STRATEGY GLOBAL BOND FUND PLC

## NOTES TO THE FINANCIAL STATEMENTS (Continued)

### FOR THE FINANCIAL YEAR ENDED DECEMBER 31, 2018 (expressed in United States dollars)

#### 15. Efficient Portfolio Management

In accordance with paragraph 6(d) Schedule 7, the Central Bank UCITS Regulations require disclosure to be included in the annual reports for the Company regarding revenues arising from efficient portfolio management techniques for the entire reporting period together with the direct and indirect operational costs and fees incurred.

The Central Bank has stated that a reasonable interpretation of the reference to “revenue” in paragraph 6(d) Schedule 7, subject to any clarification which may be provided by ESMA, would be that it is applicable only to revenue from securities lending arrangements and repurchase/reverse repurchase agreements. As the Company does not engage in securities lending arrangements or the use of repurchase/reverse repurchase agreements, no details of revenues arising from efficient portfolio management techniques are included in this note.

#### 16. Exchange Rates

The following exchange rates (against the US dollar) were used to convert the investments and other assets and liabilities denominated in currencies other than US dollar at December 31, 2018 and at December 31, 2017:

|                        | December 31, 2018 | December 31, 2017 |
|------------------------|-------------------|-------------------|
| Argentine peso         | 37.6600           | 18.8250           |
| Australian dollar      | 1.4205            | 1.2785            |
| Brazilian real         | 3.8758            | 3.3171            |
| British Sterling pound | 0.7852            | 0.7392            |
| Canadian dollar        | 1.3658            | 1.2530            |
| Chilean peso           | 694.0000          | 614.9800          |
| Colombian peso         | 3,247.5000        | 2,984.5000        |
| Czech koruna           | 22.5141           | 21.2600           |
| Danish krone           | 6.5280            | 6.2004            |
| Euro                   | 0.8748            | 0.8328            |
| Hong Kong dollar       | 7.8294            | 7.8173            |
| Hungarian forint       | 280.6281          | 258.3320          |
| Indonesian rupiah      | 14,380.0000       | 13,567.5000       |
| Israel shekel          | 3.7368            | 3.4717            |
| Japanese yen           | 109.7150          | 112.6500          |
| Malaysian ringgit      | 4.1325            | 4.0470            |
| Mexican peso           | 19.6938           | 19.5655           |
| New Zealand dollar     | 1.4913            | 1.4061            |
| Norwegian krone        | 8.6592            | 8.1794            |
| Peruvian sol           | 3.3785            | 3.2405            |
| Philippine peso        | 52.5850           | 49.9200           |
| Polish zloty           | 3.7568            | 3.4748            |
| Romanian leu           | 4.0721            | 3.8880            |
| Russian ruble          | 69.3725           | 57.5713           |
| Singapore dollar       | 1.3630            | 1.3364            |
| South African rand     | 14.3850           | 12.3800           |
| Swedish krona          | 8.8659            | 8.1875            |
| Swiss franc            | 0.9858            | 0.9745            |
| Thai bahts             | 32.5600           | 32.5900           |
| Turkish lira           | 5.3199            | 3.7916            |

#### 17. Prospectus

An updated Prospectus was issued on October 18, 2018. Subsequently, after the financial year end, an updated Prospectus was issued in February 13, 2019. Details of these updates are disclosed in note 19 and note 20, respectively.

# THE COLCHESTER MULTI-STRATEGY GLOBAL BOND FUND PLC

## NOTES TO THE FINANCIAL STATEMENTS (Continued)

### FOR THE FINANCIAL YEAR ENDED DECEMBER 31, 2018

(expressed in United States dollars)

#### 18. Distributions

For the financial year January 1, 2018, to December 31, 2018, dividends amounting to \$531,753 were declared and paid by the Company in respect of The Colchester Global Bond Fund and The Colchester Local Markets Bond Fund (2017: Nil).

#### 19. Significant events during the financial year

Mamak Shahbazi resigned as a Director on May 23, 2018.

Michelle Connell was appointed as a Director on July 2, 2018.

The following classes launched on The Colchester Global Bond Fund:

GBP Unhedged Distribution Class - I Shares (GGUI); and

The following classes launched on The Colchester Local Markets Bond Fund:

EUR Hedged Accumulation Class - I Shares (LEHA) launched November 20, 2018;

EUR Unhedged Distribution Class - I Shares (LEUI) launched May 3, 2018;

GBP Hedged Distribution Class – I Shares (LGHI) launched March 26, 2018;

The EUR Hedged Distribution Class - R Shares (LEHJ) launched November 30, 2018;

The USD Hedged Distribution Class - R Shares (LUHJ) launched November 30, 2018; and

The GBP Hedged Distribution Class – R Shares (LGHJ) launched November 30, 2018.

The Colchester Local Markets Bond Fund EUR Unhedged Accumulating Shares Class - I Shares (LEUA (P)) closed on April 18, 2018.

An updated Prospectus was issued on October 18, 2018.

The Prospectus was amended to reflect the following: (i) the re-designation of existing share classes to “I Shares”; (ii) the establishment of new share class ranges with different fee rates and minimum investment amounts from the I Shares; (iii) the definition of “Settlement Time” for the receipt of cleared funds was amended to 3.00pm (Irish time) three Business Days after the Dealing Day; (iv) the definition of “Business Day”, which affects the definition of “Dealing Day”, was amended to include a day on which retail banks are also generally open for business in the United Kingdom as well as Ireland; (v) the minimum holding amount for the I Shares was increased from US\$ 1,000,000 (or its equivalent in the relevant class currency) to US\$ 3,000,000; (vi) the Management Fee for The Colchester Local Markets Real Return Bond Fund was increased to 75bps from 65bps per annum in respect of I Shares; (vii) the introduction of a preliminary charge which may be imposed by intermediaries in respect of a Shareholder’s investment in the A Shares, B Shares or R Shares, which may be up to 5% of the amount of the investment in the Fund; and (viii) the introduction of a switch charge which may be imposed by distributors or intermediaries in respect of a Shareholder’s investment in A Shares or R Shares, which may be up to 1% of the subscription price for the number of shares being switched.

There were no other significant events during the financial year.

#### 20. Subsequent Events

The Company has evaluated subsequent events for the period from the financial year end to the date the financial statements became available to be issued.

Since the financial year end, the only subscriptions and redemptions into The Colchester Global Real Return Bond Fund were subscriptions of \$1,380,879 and redemptions of \$160,236 in USD Hedged Accumulation Class - I Shares (IUHA), subscriptions of \$8,391,116 and redemptions of \$106,080 in GBP Hedged Accumulation Class - I Shares (IGHA), subscriptions of \$819 in USD Unhedged Accumulation Class - I Shares (IUUA), subscriptions of \$4,754 in EUR Hedged Accumulation Class - I Shares (IEHA) and subscriptions of \$17,883 in SGD Hedged Accumulation Shares Class - I Shares (ISHA).

# THE COLCHESTER MULTI-STRATEGY GLOBAL BOND FUND PLC

## NOTES TO THE FINANCIAL STATEMENTS (Continued)

### FOR THE FINANCIAL YEAR ENDED DECEMBER 31, 2018

(expressed in United States dollars)

#### 20. Subsequent Events (continued)

Since the financial year end, there were no subscriptions and redemptions into The Colchester Local Markets Real Return Bond Fund.

Since the financial year end, the only subscriptions and redemptions into The Colchester Global Bond Fund were subscriptions of \$2,213,530 in GBP Hedged Accumulation Class - I Shares (GGHA), subscriptions of \$9,138,713 and redemptions of \$130,426,485 in EUR Hedged Accumulation Class - I Shares (GEHA), subscriptions of \$1,601 in CAD Unhedged Accumulation Class - I Shares (GCUA), subscriptions of \$8,113,204 and redemptions of \$4,361,373 in USD Unhedged Accumulation Class - I Shares (GUUA), subscriptions of \$2,003,022 and redemptions of \$2,800,000 in USD Hedged Accumulation Class - I Shares (GUHA) and redemptions of \$7,321,390 in CHF Hedged Accumulation Class - I Shares (GFHA).

Since the financial year end, the only subscriptions and redemptions into The Colchester Local Markets Bond Fund were \$1,200,846 and redemptions of \$15,912,116 in EUR Hedged Accumulation Class - I Shares (LEHA), subscriptions of \$912,812 and redemptions of \$20,424,626 in EUR Unhedged Accumulation Class - I Shares (LEUA), subscription of \$12,327 in USD Unhedged Accumulation Class - I Shares (LUUA), subscriptions of \$386,555 and redemptions of 50,328 in GBP Hedged Distribution Class - I Shares (LGHI), subscriptions of \$11,468,008 in EUR Unhedged Distribution Class - I Shares (LEUI), subscriptions of \$2,817,294 in The EUR Hedged Distribution Class - R Shares (LEHJ), subscriptions of \$17,598,948 in The USD Hedged Distribution Class - R Shares (LUHJ) and subscriptions of \$249,098,532 and redemptions of \$435,691 in The GBP Hedged Distribution Class - R Shares (LGHJ).

Since the financial year end, the only subscriptions into The Colchester Alpha Fund were \$3,567 in USD Unhedged Accumulation Class - I Shares (AUUA).

Since the financial year end, the only subscriptions into The Colchester Global Low Duration Bond Fund were \$15,890 in USD Unhedged Accumulation Class - I Shares (SUUA).

Since the financial year end, the only subscriptions into The Colchester Global Bond Fund – 130/30 Currency Hedged were \$1,000,000 in USD Hedged Accumulation Class - I Shares (TUHA).

Since the financial year end, the only subscriptions into The Colchester Emerging Markets Bond Fund were \$978 in USD Unhedged Accumulation Class - I Shares (HUUA).

An updated Prospectus was issued on February 13, 2019.

The Prospectus has been updated to add a new category of shares, known as the “R Premier Shares”. These shares will only be available in The Colchester Local Markets Bond Fund. The Minimum Holding and Minimum Initial Investment amount is US\$100,000,000. The R Premier Shares will be available across the full currency range and unhedged/hedged and accumulation/distribution shares are available. There has also been a small addition to the Currency Risk disclosure due to Central Bank of Ireland requirements.

#### 21. Approval of Financial Statements

The financial statements were approved and available for issue on March 21, 2019.

# THE COLCHESTER MULTI-STRATEGY GLOBAL BOND FUND PLC

## APPENDIX 1

### REMUNERATION POLICY

The Company has adopted a remuneration policy as required by the UCITS Regulations (the “Remuneration Policy”) and which is consistent with the principles outlined in the ESMA guidelines on sound remuneration policies under the UCITS Directive (the “Remuneration Guidelines”). The Remuneration Policy seeks to be consistent with, and promote, sound and effective risk management and is designed to discourage risk-taking by the Company which is inconsistent with the risk profiles of the Funds. The Remuneration Policy applies to those categories of staff of the Company whose professional activities have a material impact on the risk profile of the Company or the Funds (“Identified Staff”). As at the date of these financial statements, the Identified Staff comprise of the Directors. While certain Directors are paid a fixed annual fee for their services to the Company, Directors who are employees of the Investment Manager or an affiliate are not paid any fees for their services as Director. Due to the size and internal organisation of the Company and the nature, scope and complexity of its activities, a remuneration committee has not been established by the Company. Any fee arrangements with Directors of the Company shall be subject to the approval of the Board of Directors. Please see note 4 for details of the fees and expenses payable to the Directors.

Further information on the current remuneration policy of the Company, including a description of how remuneration and benefits are calculated and the identity of persons responsible for awarding the remuneration and benefits is available online at [www.colchesterglobal.com](http://www.colchesterglobal.com) or such other website as may be notified to investors from time to time. A paper copy of this information is available free of charge upon request from the Company.

The Company has delegated investment management (including risk management) to the Investment Manager. No remuneration has been paid to the staff of the Investment Manager by the Company. The Investment Manager pays remuneration to its staff in accordance with its own remuneration policy. The Company has requested, and the Investment Manager has provided confirmation that, being subject to Directive 2011/61/EU remuneration rules, it has a remuneration policy in place that is consistent with the Remuneration Guidelines and that is equally as effective as the requirements under the UCITS Directive. The disclosure relating to the Investment Manager remuneration policy can be viewed here [https://www.colchesterglobal.com/sites/default/files/public\\_document/pillar\\_3\\_2018.pdf](https://www.colchesterglobal.com/sites/default/files/public_document/pillar_3_2018.pdf).

The Remuneration Policy and its implementation is reviewed at least annually and was reviewed in 2018. It is confirmed that no material changes have been made to the Remuneration Policy since its adoption. The Remuneration Policy was amended in November 2016 to reflect the provisions of the Remuneration Guidelines and other general non-material updates.