

**MANDARINE FUNDS**  
**Open-Ended Investment Company (SICAV)**

R.C.S. Luxembourg B 151.691

Annual Report, including audited financial statements as at 31 December 2019

# MANDARINE FUNDS

MANDARINE FUNDS - MANDARINE UNIQUE SMALL & MID CAPS EUROPE

MANDARINE FUNDS - MANDARINE MULTI-ASSETS

MANDARINE FUNDS - MANDARINE EUROPE MICROCAP

MANDARINE FUNDS - MANDARINE GLOBAL MICROCAP

No subscription can be accepted based on financial reports. Subscriptions are only valid if they have been carried out based on the latest applicable prospectus and the key investor information document (KIID), the latter of which will be accompanied by the latest Annual Report, including the financial statements and the latest non-audited semi-annual report if it is more recent than the Annual Report.

**Table of contents**

Structure of the SICAV	2
Shareholder Information	4
Report from the SICAV's Board of Directors	5
Report from the Réviseur d'Entreprises Agréé	13
Statistics	16
Combined statement of the net assets as at 31 December 2019	19
Combined statement of operations and changes in net assets for the financial year ending 31 December 2019	19
<b>MANDARINE FUNDS - MANDARINE UNIQUE SMALL &amp; MID CAPS EUROPE</b>	
Statement of net assets as at 31 December 2019	20
Statement of operations and changes in net assets for the financial year ending 31 December 2019	20
Statement of changes in the number of shares	21
Securities portfolio as at 31 December 2019	22
Derivatives as at 31 December 2019	22
Securities portfolio breakdown by sector and region	23
The ten largest holdings	23
<b>MANDARINE FUNDS - MANDARINE MULTI-ASSETS</b>	
Statement of net assets as at 31 December 2019	24
Statement of operations and changes in net assets for the financial year ending 31 December 2019	24
Statement of changes in the number of shares	25
Securities portfolio as at 31 December 2019	26
Securities portfolio breakdown by sector and region	27
The ten largest holdings	27
<b>MANDARINE FUNDS - MANDARINE EUROPE MICROCAP</b>	
Statement of net assets as at 31 December 2019	28
Statement of operations and changes in net assets for the financial year ending 31 December 2019	28
Statement of changes in the number of shares	29
Securities portfolio as at 31 December 2019	30
Derivatives as at 31 December 2019	31
Securities portfolio breakdown by sector and region	32
The ten largest holdings	32
<b>MANDARINE FUNDS - MANDARINE GLOBAL MICROCAP</b>	
Statement of net assets as at 31 December 2019	33
Statement of operations and changes in net assets for the financial year ending 31 December 2019	33
Statement of changes in the number of shares	34
Securities portfolio as at 31 December 2019	35
Derivatives as at 31 December 2019	37
Securities portfolio breakdown by sector and region	38
The ten largest holdings	38
Notes to financial statements as at 31 December 2019	39
Unaudited information	56
Information for shareholders in Germany (not audited)	57

## Structure of the SICAV

### Registered Office

MANDARINE FUNDS  
60, Avenue J.F. Kennedy  
L-1855 Luxembourg  
Grand Duchy of Luxembourg

### SICAV's Board of Directors

#### President

Rémi LESERVOISIER  
MANDARINE GESTION  
40, Avenue George V  
F-75008 Paris  
France

#### Board members

Isabelle KINTZ (until 31 October 2019)  
La Française Asset Management  
128, Boulevard Raspail  
F-75006 Paris  
France

Guillaume BRICKA  
La Française AM International  
60, Grande Rue  
L-1661 Luxembourg  
Grand Duchy of Luxembourg

Arthur CLOUARD  
MANDARINE GESTION  
40, avenue George V  
F-75008 Paris  
France

#### Management Company

La Française AM International (until 1 March 2019)  
2, boulevard de la Foire  
L-1528 Luxembourg  
Grand Duchy of Luxembourg

La Française AM International (from 2 March 2019 to 30 October 2019)  
60, Grande Rue  
L-1661 Luxembourg  
Grand Duchy of Luxembourg

Mandarine Gestion S.A. (since 31 October 2019)  
Public limited company  
40, Avenue George V  
F-75008 Paris  
France

#### Custodian Bank, Paying Agent and Central Administration

BNP Paribas Securities Services, Luxembourg Branch  
60, avenue John Fitzgerald Kennedy  
L-1855 Luxembourg  
Grand Duchy of Luxembourg

#### Distributor

MANDARINE GESTION S.A.  
Public limited company  
40, Avenue George V  
F-75008 Paris  
France

**Structure of the SICAV (continued)****Management**

MANDARINE GESTION S.A.  
Public limited company  
40, Avenue George V  
F-75008 Paris  
France

**Approved audit firm**

Deloitte Audit  
*Limited Liability Company*  
20, Boulevard de Kockelscheuer  
L-1821 Luxembourg  
Grand Duchy of Luxembourg

**Representatives and Paying Agents outside Luxembourg****Germany**

BNP Paribas Securities Services - Frankfurt Branch  
12, Europa Allee  
D-60327 Frankfurt  
Germany

**Austria**

Erste Bank der oesterreichischen  
Sparkassen AG  
Am Belvedere 1  
AT-1010 Vienna  
Austria

**Switzerland**

Paying Agent  
Banque Cantonale de Genève  
Quai de l'Île 17 - CP 2251  
1211 Geneva 2  
Switzerland

Representative  
Carnegie Fund Services  
11, Rue du Général-Dufour  
1204 Geneva  
Switzerland

**Belgium**

BNP Paribas Securities Services - Brussels Branch  
25, Rue de Loxum  
B-1000 Brussels  
Belgium

**France**

BNP Paribas Securities Services Paris  
3, Rue d'Antin  
F-75002 Paris  
France

**Sweden**

MFEX  
Grev Turegatan 19,  
114 28 Stockholm,  
Sweden

**Italy**

BNP Paribas Securities Services - Milan Branch  
Piazza Lina Bo Bardi, 3,  
I-20124 Milan  
Italy

**United Kingdom**

BNP Paribas Securities Services - London Branch  
Harewood Ave, 10  
Marylebone, London NW1 6AA  
United Kingdom

## Shareholder Information

### Formation

MANDARINE FUNDS (the "SICAV") is an open-ended investment company with multiple sub-funds governed by Luxembourg law established on 3 March 2010, subject to part I of the modified law of 17 December 2010 regarding undertakings of collective investment, incorporating the conditions of the European Directive of 13 July 2009 (2009/65/EC). The articles of association of the SICAV have been published in Mémorial, Recueil des Sociétés et Associations du Luxembourg, and registered with the Luxembourg Registry of Commerce and Companies (RCS) from whom copies may be obtained.

The minimum capital of the SICAV is EUR 1,250,000. The SICAV's capital is denominated in euros (EUR) and is, at any time, equal to the sum of the Net Asset Values of the Sub-Funds.

### Shareholder reports and communication

#### 1. Periodical Reports

Annual Reports as at the close of the financial year on 31 December, unaudited semi-annual reports as at 30 June, as well as a list of changes that have been made to the composition of the Securities Portfolios are made available to the shareholders without cost at the counters of the Custodian Bank, as well as at the SICAV's registered office. These reports contain information both on each of the sub-funds and on the assets of the SICAV as a whole.

The Annual Reports are available in the four months following the close of the financial year.

Semi-annual reports are made public in the two months following the end of the half-year in question.

#### 2. Shareholder Information

##### a) Net asset value

The net asset values of the shares, the share classes or categories of the sub-funds are available every working day from the SICAV's registered office. The SICAV's Board of Directors may decide, at a later date, to publish these net asset values in the press of the countries in which the SICAV's shares are offered or sold. Additionally, they are displayed each working day on Fundsquare or Reuters.

They may also be obtained from the registered office of the Custodian Bank.

##### b) Issue and redemption price

The subscription and redemption prices for shares in each sub-fund of the SICAV and each category or share class of the SICAV are made public every day at the counters of the Custodian Bank.

##### c) Shareholder notifications

Other information intended for shareholders is published in the "Mémorial, Recueil des Sociétés et Associations" of Luxembourg (before 31 May 2016) and the "Recueil Electronique des Sociétés et Associations" (since 1 June 2016), in Luxembourg, if this publication is required by law. Moreover, it may be published in a newspaper in Luxembourg.

## Board of Directors Report

### Significant changes concerning Mandarin Funds SICAV during the year under review – 2019

During 2019, the main changes to the Prospectus were as follows:

1. the change of the Company's management company, following the termination of the service agreement with the management company La Française AM International (formerly Nord Europe Gestion), dated 3 March 2010, and the establishment of a new management contract with the management company Mandarin Gestion, as well as the update of section 9 "Management Company";
2. the update of the section on the protection of personal data, following the entry into force of Regulation (EU) 2016/679 of the European Parliament and of the Council of 27 April 2016 on the protection of natural persons with regard to the processing of personal data and on the free movement of such data, known as the General Data Protection Regulation (GDPR) and the related Luxembourg Law of 1 August 2018;
3. the update of the members of the board of directors of the Company and the management company;
4. the update of section 8 "Risk Factors" and in particular the risk relating to investment grade securities, the currency risk relating to share classes denominated in a currency other than the reference currency of the fund, and the risk policy;
5. the update of section 16 "Taxation of the SICAV and Shareholders";
6. the insertion of a new section 20 "Taking ESG criteria into account" (environmental, social and governance criteria);
7. the insertion of a new section 21 "Information regarding the use of benchmarks" in accordance with Regulation (EU) 2016/1011 of the European Parliament and of the Council of 8 June 2016 on indices used as benchmarks in financial instruments and financial contracts or to measure the performance of investment funds, referred to as "the Benchmark Regulation";
8. the insertion of a new section 22 "Subscription and Conversion Restrictions";
9. the update of Appendix 1 to the description of the sub-funds in order to reflect the above-mentioned changes in each of the sub-funds, where applicable;
10. the update of the investment policy of the Mandarin Europe Microcap Sub-Fund in order to integrate a "best-in-class" style of non-financial strategy following the recent award of the French certification "Investissement Socialement Responsable" (Socially Responsible Investment – SRI);
11. in the Mandarin Multi-Assets Sub-fund, the reduction in the management fee for the M share class from 0.60% to 0.50%;
12. creation and insertion of the description of the new "Mandarine Active" sub-fund;
13. creation and insertion of the description of the new "Mandarine Optimal Value" sub-fund;
14. closure and deletion of the description of the "Mandarine Valeur Fund" sub-fund;
15. closure and deletion of the description of the "Mandarine Reflex Fund" sub-fund; and
16. the correction or adaptation of certain specified terms and the correction of certain typographical errors.

## Board of Directors Report (continued)

### 2019 management report – Mandarin Funds SICAV

*N.B.:* The remarks on the sub-funds' performance as described below are only remarks on each sub-fund's general performance. For specific details on the performance of each sub-fund's active share classes, please refer to the section entitled "Performance".

#### MANDARINE FUNDS – MANDARINE UNIQUE SMALL & MID CAPS EUROPE

##### ➤ Economic and stock market climate

European equity markets grew strongly in 2019, driven by central banks' increasingly relaxed monetary policies. However, they were consistently affected by trade negotiations between China and the United States (downward trend in May and August), which led to the signing of an initial agreement in early 2020. Fears about global economic growth subsided as economic indicators stabilised in the second half of the year. Cyclical companies found significant favour with investors after the summer. On the political front, Boris Johnson's victory in the UK elections in mid-December provided clarity on Brexit. Lastly, mergers and acquisitions remained dynamic in 2019 against a favourable low-rate backdrop.

##### ➤ Fund performance

The Mandarin Unique fund outperformed its benchmark over the first half of the year, driven in particular by healthcare stocks (Amplifon, Diasorin, Straumann) and defensive cyclicals (Spirax Sarco, Halma) while cyclical stocks weighed on performance (Umicore, Andritz, Datalogic). The fund underperformed its index during the second half of the year; it was hit by the cyclical recovery and the declines in Ipsen, Ubisoft and Schoeller Bleckmann, which could not be counteracted by the positive contribution of SIG Combiboc, Teleperformance, JD Sports, Intermediate Capital and Amplifon.

##### ➤ Fund positioning

In the first half of 2019, the most significant transactions were the purchase of Homeserve, Ipsen, Finecobank, DCC and Aarhus Karlshamn, and the sale of Worldline, Qiagen, Jardine Lloyd, Vesuvius and Amadeus.

During the second half of 2019, the most significant transactions were the purchase of JD Sports, Scout 24, TGS Nopec, DCC and ASMI, and the sale of Grenkeleasing, Sika, Thule, Elektro and Entertainment One.

##### ➤ Outlook for 2020

2020 has begun with a greater sense of clarity; the clouds of uncertainty that had overshadowed the previous year have been cast aside thanks to the finalisation of the phase 1 agreement between China and the US, and the Brexit agreement. However, fears surrounding the coronavirus have ramped up volatility and the epidemic could temporarily weigh heavily on Chinese and global growth.

Save for anything exceptional, economic growth in 2020 should remain in positive territory. This will allow our companies to increase both turnover and earnings per share. Over the next 12 months, the growth in earnings per share (EPS) of our companies is expected to be close to 13%. In our opinion, small- and mid-cap European stocks still seem relatively attractive since they offer an 11% premium compared with general indices, against a historical average of 16%. 2020 will remain overshadowed by a broad range of political events such as Brexit and the US elections. International trade negotiations are also expected to remain a hot topic. This could create volatility in the coming months and potentially provide long-term investment opportunities in unique growth companies.

#### MANDARINE FUNDS – MANDARINE MULTI-ASSETS (formerly MANDARINE FUNDS – MANDARINE MULTISTRATEGIES)

##### ➤ Economic and stock market climate

Stock markets had a difficult 2018, yet the recovery in European equities in 2019 was particularly strong despite a complicated macro and micro-economic climate. With the absence of growth in Europe's leading economy, the delays surrounding Brexit, a mini-industrial recession and a lack of profit growth for European companies against a backdrop of outflows in equities in the Old Continent, a rise in markets of more than 25% is difficult to predict. Monetary policy is the main driver of this excellent performance of risk assets as bond markets also posted positive results.

On the back of one of the worst stock market quarters of the decade (Q4 2018), the start of 2019 wrong-footed many investors. The Stoxx 600, representing the European equity markets, recorded a performance of over 16% in the first half of the year. The main reason was the dramatic reversal of monetary policy in the United States. While 2018 ended with a new rate hike by the Fed, the start of 2019 was an opportunity for its president, Jerome Powell, to adjust his monetary policy announcements and adopt a markedly more accommodating tone, pointing towards future rate cuts. The other central banks, notably the ECB, also softened their tone somewhat. The interest rate markets generally improved and the equity markets benefited from strong gains.



## Board of Directors Report (continued)

### 2019 management report – Mandarin Funds SICAV (continued)

The second half of the year was characterised by the implementation of these monetary policy measures, with three rate cuts in the United States and one in the eurozone. This was accompanied by a resumption of the asset purchase programme by the European Central Bank before its president Mario Draghi stepped aside for Christine Lagarde. Equities continued to rise in the second half of the year, posting solid gains, but these were less pronounced than in the first half. On bond markets, short-term rates fell following the intervention of central banks, but long-term rates remained relatively unchanged, leading to a clear re-steepening of the yield curves and more mixed performances.

#### ➤ Fund performance

Against a backdrop of strong growth in risk assets, Mandarin Multi-Assets logically recorded a very satisfactory performance in the first half of the year – rising by close to 12%.

Firstly, the portfolio benefited from its net exposure to equities, which stood at just above 60% over the period.

Within the equity segment, during these first six months of the year there was a sharp divergence in performance between growth stocks, which are favoured against a backdrop of falling interest rates, and value stocks, which lag behind them. The portfolio has therefore benefited from significant rises in companies such as **ICG, Worldline** and **DSM** – which rose by more than 40% over the first six months of the year – but was hampered by the decline of **Vodafone** and **ArcelorMittal**, which were highly recommended by our value management teams.

#### ➤ Fund positioning

Among the main transactions carried out were the purchase of **Homeserve, Straumann, Leonardo, Axa** and **Munich Re** and the sale of **Allianz, HSBC, Qiagen, DSV** and **Elektro**, based on the opinions of our equity management teams.

The performance of Mandarin Multi-Assets was less spectacular in the second half of the year than in the first due to the more moderate rise in equity markets. Nevertheless, the fund still posted a positive performance.

The differences between management styles were less marked than in the first six months of the year and the strongest contributors to performance were companies selected by our growth management team (**Amplifon, ICG, Teleperformance**) and our value managers (**Vodafone, ASM International, Munich Re**).

The main purchases included **Halma, Unicredit, RWE** and **Weir Group**. The main sales were **Straumann** (following its sharp increase) as well as **Leonardo, Vodafone, B&M Value Retail, Wienerberger** and **Siemens**.

In the end, the fund posted a healthy annual performance and has now managed to rise over the last two cumulative financial years, despite a difficult 2018.

#### ➤ Outlook

Due to the steep rise in the equity markets in 2019 in the absence of any profit growth, the absolute valuation level of European equities clearly cannot provide support any longer. In a relative context, however, equities still provide remuneration (especially through the dividend yield) that the interest rate markets no longer really offer, hence the attraction of an overweight position in this asset class over the long term.

We also remain convinced that the equity portfolio's relatively balanced sector breakdown and its composition combining growth companies and value companies should enable it to navigate through the periods of significant rotation in terms of sector and management style that we have experienced in the past two years and which will continue to affect the equity markets over the coming months.

### MANDARINE FUNDS – MANDARINE EUROPE MICROCAP

#### ➤ 2019 economic and stock market climate

After a turbulent end to 2018, markets enjoyed a more prosperous year in 2019.

The year was nevertheless punctuated by the trade war between China and America. In the United Kingdom, Brexit continued to cause disruption, but the situation slowly became clearer leading to a recovery in sterling.

In this climate, central banks remained active. The accommodating interest rate policy and abundant liquidity have thus made it possible to offset different phases of volatility.

In equities, growth management and large cap stocks outperformed, and flows were limited on small caps.

Overall, the MSCI Europe rose by +26.0% in euros, MSCI Europe Smallcap increased by +31.4% and the MSCI Europe Microcap climbed by +22.4%. With regard to European microcaps, Scandinavian companies once again performed well, while Swiss companies recorded a more mixed performance, thus underlining the importance of geographic diversification.

#### ➤ Fund performance and positioning

Against this backdrop, Mandarin Europe Microcap outperformed, rising +31.1% (R unit) and +32.4% (I unit).

#### *In the first half of the year:*

Mandarin Europe Microcap performed slightly better than its benchmark index, posting an increase of +12.7% (R unit) and +13.2% (I unit) compared with +11.4% for the MSCI Europe Microcap. With very few sectoral or geographic positions, the stock-picking strategy was the key driver behind the outperformance. During the period, our noteworthy purchases included 2G Energy, LPKF Laser, LastMinute.com, Admicom and Scanship (now VOW). We also sold our positions in Dr Hoenle, Aures Technologies, Cembre, Aeffe and Midsona.

**Board of Directors Report (continued)**

**2019 management report – Mandarin Funds SICAV (continued)**

**In the second half of the year:**

Outperformance was more pronounced compared with the benchmark. Mandarin Europe Microcap achieved a performance of +15.9% (R unit) and +16.5% (I unit) compared with +9.31% for the MSCI Europe Microcap. With very few sectoral or geographic positions, the stock-picking strategy was the key driver behind the outperformance. During this period, our noteworthy purchases included Poxel, Garofalo Health Care, Hummingbird Resources, Ateme and Centrotec. We also sold Mediawan, Trifast, Fiera Milano, Eland Oil & Gas and Games Workshop.

➤ **Outlook for 2020**

In 2020, the prospect of the American election is reassuring because it generally marks a good year for stock markets. Trade tensions have not dissipated and new phases of volatility may arise. In this regard, central banks still seem attentive and ready to react, and their policies remain very accommodating.

In terms of microcaps, the underperformance has now lasted for two years, despite them offering higher profit growth than large cap stocks. This observation, coupled with reasonable valuations therefore allows us to remain optimistic that microcaps should outperform over the long term and often remain attractive takeover targets.

➤ **Information on taking ESG criteria into account in the investment policy**

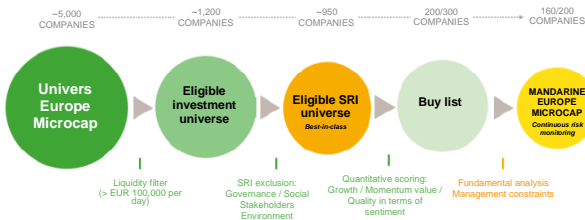
The information on taking ESG criteria into account in the investment policy can be found on the management company's website: [www.mandarine-gestion.com](http://www.mandarine-gestion.com)

The sub-fund does not systematically take account of ESG criteria as defined in Decree No. 2012-132.

The sub-fund obtained the SRI certification under French law on 5 November 2019.

**Reminder of the ESG method implemented in the portfolio**

Firstly, it should be noted that an ESG filter is applied upstream of the Mandarin Europe Microcap investment process, as shown in the diagram below:

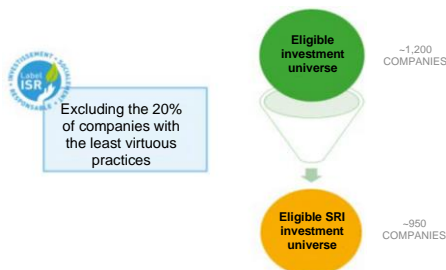


The ESG rating used is the result of internal research. It is a proprietary rating based on 14 non-financial indicators divided into four main themes:



The ESG rating is the equally weighted average of the 14 indicators. It is between [-2 and +2], adjusted over time according to shareholder dialogues with companies.

- ⇒ The universe's **ESG ratings** are classified by sector in **quintiles** (A-B-C-D-E)
- ⇒ The **last quintile (E)** of each sector is **excluded** from the investment universe.



## Board of Directors Report (continued)

### 2019 management report – Mandarin Funds SICAV (continued)

#### **Portfolio rating (preferably detailed) vs. benchmark rating**

We have noted that during the last two months of 2019 the fund's ESG rating was higher than that of the index (0.00 vs. -0.17 for December 2019 monthly report).

#### **Measure of the fund's and the index's ESG impact**

A quarterly ESG impact report is produced to compare the performance of the fund and the index. The four ESG indicators used are:

- Greenhouse gas emissions (carbon footprint)
- The independence level of governance bodies
- Existence of an HRD
- Customer satisfaction survey

The report can be found at the below address:

[http://www.mandarine-gestion.com/fileadmin/user\\_upload/Reporting/ReportESG\\_MandarineEuropeMicrocap.pdf](http://www.mandarine-gestion.com/fileadmin/user_upload/Reporting/ReportESG_MandarineEuropeMicrocap.pdf)

#### **Greenhouse gas emissions**

The portfolio's carbon footprint compared with its benchmark index was structurally lower throughout 2019, ending at 226 tonnes of CO<sub>2</sub> per million euros invested against 410 for the index. This is due to selecting securities with low CO<sub>2</sub> emissions within each sector. The information is available in each of the monthly reports of the Mandarin Europe Microcaps.

The data used are provided by the companies on the basis of measurements and/or estimates. The results expressed in tonnes CO<sub>2</sub> equivalent per EUR/million invested are based, for each company, on the share of market capitalisation held by the fund, then reported at EUR 1 million invested. The data used are those of Scopes 1 and 2 (direct and indirect energy-related emissions). Mandarin Gestion did not use Scope 3 (other indirect emissions) because of the lack of availability and uniformity of the data.

#### **Engagement policy followed at fund level**

Mandarin Gestion has had an engagement policy in place since 2017. It applies to the entire Mandarin Gestion range and is not specific to the Mandarin Europe Microcaps. The Mandarin Gestion 2019 Dialogue and Engagement report is available on the management company's website:

[http://www.mandarine-gestion.com/fileadmin/user\\_upload/Documents\\_Reglementaires/Rapport\\_Dialogue\\_et\\_Engagement.pdf](http://www.mandarine-gestion.com/fileadmin/user_upload/Documents_Reglementaires/Rapport_Dialogue_et_Engagement.pdf)

At the same time, shareholder dialogue is undertaken with the lowest-rated companies in each sector in order to encourage them to improve their transparency and, in turn, their ESG rating. This will make them eligible for investment over time.

### **MANDARINE FUNDS - MANDARINE GLOBAL MICROCAP**

#### ➤ **2019 economic and stock market climate**

After a turbulent end to 2018, markets enjoyed a more prosperous year in 2019.

The year was nevertheless punctuated by the trade war between China and America. Hong Kong was also hit by a wave of protests that disrupted activity.

In this climate, central banks remained active. The accommodating interest rate policy and abundant liquidity have thus made it possible to offset different phases of volatility.

In equities, growth management and large cap stocks outperformed, and flows were limited on small caps.

Overall, the MSCI Europe rose by +30.0% in euros, MSCI Europe Smallcap increased by +28.5% and the MSCI Europe Microcap climbed by +22.5%. With regard to global microcaps, European, Japanese, and American companies performed well, posting similar performances, while companies in Hong Kong and Singapore recorded more mixed returns, thus underlining the importance of geographic diversification.

#### ➤ **Fund performance**

Against this backdrop, Mandarin Global Microcap outperformed, rising +26.9% (R unit) and +28.1% (I unit).

#### ***In the first half of the year:***

Mandarin Global Microcap performed slightly better than its benchmark index, posting an increase of +11.7% (R unit) and +12.2% (I unit) compared with +11.5% for the MSCI World Microcap. With very few sectoral or geographic positions, the stock-picking strategy was the key driver behind the outperformance. During the period, our noteworthy purchases included CTT Systems, Northwest Pipe, Takeei, Eolus Vind and G-7 Holdings. We also sold our positions in Juki, Aeffe, CRI Middleware, Patriot One and Willdan.

#### ***In the second half of the year:***

Outperformance was more pronounced compared with the benchmark. Mandarin Global Microcap achieved a performance of +12.6% (R unit) and +13.1% (I unit) compared with +8.7% for the MSCI World Microcap. With very few sectoral or geographic positions, the stock-picking strategy was the key driver behind the outperformance. During the period, our noteworthy purchases included Taiko Pharma, ACM Research, Poxel, Argonaut Gold and Meiho Facility. We also sold Scottish Salmon, Eland Oil & Gas, Roland DG, Hatena and Trifast.

**Board of Directors Report (continued)**

**2019 management report – Mandarin Funds SICAV (continued)**

➤ **Outlook for 2020**

In 2020, the prospect of the American election is reassuring because it generally marks a good year for stock markets. Trade tensions have not dissipated and new phases of volatility may arise. In this regard, central banks still seem attentive and ready to react, and their policies remain very accommodating.

In terms of microcaps, the underperformance has now lasted for two years, despite them offering higher profit growth than large cap stocks. This observation, coupled with reasonable valuations therefore allows us to remain optimistic that microcaps should outperform over the long term and often remain attractive takeover targets.

**Performance**

Past performance is not indicative of future results. Performance is not constant over time

**MANDARINE FUNDS – MANDARINE UNIQUE SMALL & MID CAPS EUROPE**

**Benchmark performance – STOXX® Europe Small 200 (EUR) Net Return: 29.09%**

**Share class performances**

Share class	RUS	IUSH	M	G	I	R	S	L	MG
<b>2019 performance</b>	33.79%	35.20%	32.41%	32.09%	32.09%	30.67%	31.56%	32.92%	32.73%
<b>01/01/2019</b>	690.18	7,342.22	80,175.53	12,573.87	12.594	1,136.8	11,647.36	13,265.69	1,058.52
<b>31/12/2019</b>	923.38	9,926.6	106,161.14	16,608.96	16,634.87	1,485.41	15,323.8	17,632.44	1,404.95

Share class	R	F	FD	LD	LG	RU	FCH	ICH	RCH	B3GBP
<b>2019 performance</b>	30.68%	31.82%	31.86%	32.92%	25.78%	28.29%	31.92%	31.67%	30.15%	25.55%
<b>01/01/2019</b>	101.8	104.67	104.56	1,066.98	1,219.44	81.42	81.76	80.33	79.76	1,493.52
<b>31/12/2019</b>	133.03	137.98	137.87	1,418.21	1,533.83	104.45	107.86	105.77	103.81	1,875.11

**MANDARINE FUNDS – MANDARINE MULTI-ASSETS**

**Benchmark performance – EONIA: -0.40%**

**Share class performances:**

Share class	I2	M	I	R	L
<b>2019 performance</b>	17.13%	17.41%	16.41%	15.46%	17.24%
<b>01/01/2019</b>	978.29	9811.28	977.12	96.91	9799.41
<b>31/12/2019</b>	1145.84	11519.67	1137.45	111.89	11489.21

**MANDARINE FUNDS – MANDARINE EUROPE MICROCAP**

**Benchmark performance – MSCI® Europe Micro Cap – Net Returns: 22.39%**

**Share class performances:**

Share class	R	I	M	G	F
<b>2019</b>	31.13%	32.36%	32.60%	32.54%	32.35%
<b>01/01/2019</b>	15.16	156.08	109.24	108.92	108.66
<b>31/12/2019</b>	19.88	206.58	144.85	144.36	143.81

Share class	L	IUH	B4GBPH	MG	RUH	RU
<b>2019</b>	35.21%	35.37%	36.37%	35.20%	22.85%	28.74%
<b>01/01/2019</b>	110.41	113.72	112.12	110.43	100	75.78
<b>31/12/2019</b>	149.28	153.94	152.9	149.3	122.85	97.56

## Board of Directors Report (continued)

### 2019 management report – Mandarin Funds SICAV (continued)

#### MANDARINE FUNDS – MANDARINE GLOBAL MICROCAP

**Benchmark performance – MSCI® World Micro Cap – Net Returns: 22.46%**

#### Share class performances

Share class	R	I	M	G	S	RUSD
2019	26.92%	28.14%	28.38%	28.14%	27.73%	24.60%
01/01/2019	106.66	107.98	108.71	108.09	107.65	84.68
31/12/2019	135.37	138.37	139.56	138.51	137.5	105.51

Share class	L	IU	B4GBPH	MG	IUH	F
2019	29.68%	25.80%	31.49%	29.68%	30.95%	28.12%
01/01/2019	109.86	85.8	112.49	109.66	78.87	83.7
31/12/2019	142.47	107.94	147.91	142.21	103.28	107.24

#### French tax information (French equity savings plan scheme, hereinafter “PEA”)

As at 31 December 2019:

- The MANDARINE UNIQUE SMALL & MID CAPS EUROPE sub-fund is more than 91.98% invested in PEA-eligible securities;
- The MANDARINE EUROPE MICROCAP sub-fund is more than 92.78% invested in PEA-eligible securities.

### 2019 management report – Mandarin Funds SICAV (continued)

#### Information on risk measures

Valuation by risk

Sub-fund name	Market risk calculation method	Lowest VaR	Highest VaR	Average VaR
MANDARINE FUNDS – MANDARINE UNIQUE SMALL & MID CAPS EUROPE	<i>Commitment</i>	N/A	N/A	N/A
MANDARINE FUNDS – MANDARINE MULTI-ASSETS	<i>Commitment</i>	N/A	N/A	N/A
MANDARINE FUNDS – MANDARINE EUROPE MICROCAP	<i>Commitment</i>	N/A	N/A	N/A
MANDARINE FUNDS – MANDARINE GLOBAL MICROCAP	<i>Commitment</i>	N/A	N/A	N/A

#### Impact of the coronavirus crisis

At the time of writing, the health crisis that began in the Wuhan region of China has become a global pandemic.

Strict containment procedures have been implemented across the world, and several cities, regions and countries have been placed in quarantine, closing many areas and enforcing severe safety measures.

No one can predict when the peak of the COVID-19 epidemic will be reached or how many deaths it will cause.

What we do know is that the economic consequences will be disastrous. With a recession looking inevitable, what compensation tools do countries have at their disposal? However, we can predict the consequences of the current crisis. It is clear that Europe and the rest of the world will fall into recession. The cessation of activity in most economic sectors will result in a large proportion of the working population becoming unemployed. Many companies that have been forced to stop operating risk bankruptcy, which would lead to mass unemployment.

Without a doubt, governments must compensate for this loss of revenue, but public coffers are not a horn of plenty. The amounts in question are so colossal that we have to invent the means for obtaining them. A new wave of monetary expansion is one option. But you really have to push your imagination to the limits to believe that lower interest rates can somehow compensate for the shortfalls caused by employees being unable to work due to the epidemic; during the war, the bombing of factories led to several weeks of supply shortages, and these could not have been offset by a drop in interest rates either.

## Board of Directors Report (continued)

### 2019 management report – Mandarin Funds SICAV (continued)

On the stock markets, 12 March 2020 entered the record books for the sharpest one-day decline. The main stock markets posted drops of more than 12%. The falls continued, one after another.

Will this pandemic change the paradigm of global order? Is the spirit of globalisation and the globalist ideology dying from the coronavirus? Perhaps we were foolish to entrust others with our food supply, our safety, our ability to care, our living standards. Once this crisis passes, it will be up to history to judge whether it marked the end of the “New World” and a powerful resurgence of the “Old World” – will the nation state take centre stage once more at the heart of global order?

Since the end of the financial year and in the wake of a new year marked by an gentle upswing on stock markets, all of the sub-funds have been affected by the COVID-19 crisis and the very sudden and sharp downturn in financial markets that started on 19 February 2020.

At the time of writing this report (31 March 2020), all of the sub-funds have suffered declines in line with the decreases experienced by their benchmark financial markets.

Each fund's relative performance compared with its benchmark has nevertheless been satisfactory; the Mandarin Unique, Mandarin Europe Microcap and Mandarin Global Microcap sub-funds continue to post a positive relative performance compared with their respective indices YTD.

The SICAV's sub-funds invested in equities have not seen liquidity dry up; in fact, the volumes traded were greater than those before the crisis.

As at 31 March 2020, the performance of the different I share class sub-funds was as follows:

- ✓ Mandarin Unique – Small & Mid caps Europe: -24.43%
- ✓ Mandarin Europe Microcap: -29.53%
- ✓ Mandarin Global Microcap: -29.42%
- ✓ Mandarin Multi-Assets: -17.71%

Each sub-fund's net assets were affected by a two-fold phenomenon – the decline on the financial markets and redemptions.

The COVID-19 crisis continues to spread.

The last major global economic crisis dates back to 2008, so it is natural to compare it with the one we are experiencing today. However, the two events have neither the same causes nor the same effects. One was a financial crisis; this is a health crisis. The remedies to combat the current crisis must therefore be different from those for the crisis of 2008.

#### Activation of the business continuity plan

Mandarin Gestion, the SICAV's management company, has been affected by the containment measures implemented as part of the fight against COVID-19. Its business continuity plan has been triggered. At this stage, it should be noted that the company is not experiencing any operational disruption and it remains fully capable of performing its management company role.

At this time, we cannot predict the duration or the extent of this crisis or quantify its long-term consequences. Once this crisis is behind us, we will have to learn from it and identify the positive side effects.

To use President Macron's words, we can only be certain about one thing: “The day after we emerge victorious will not be like the day before”.

Luxembourg, 22 April 2020

Board of Directors of the SICAV

Note: The information provided in this report is given on a historic basis and is not indicative of future results.

To Shareholders of MANDARINE FUNDS  
Open-ended investment company (SICAV)  
60, Avenue John Fitzgerald Kennedy  
L-1855 Luxembourg  
Grand Duchy of Luxembourg

## REPORT FROM THE REVISEUR D'ENTREPRISES AGREE

### Financial statements audit report

#### Audit opinion

We have audited the financial statements for MANDARINE FUNDS (the "SICAV") including the statement of net assets as at 31 December 2019, the statement of operations and changes in net assets for the financial year ending on the aforementioned date, and the notes to the financial statements, including a summary of the main accounting methods.

In our opinion, the accompanying financial statements give an accurate and fair account of the SICAV's financial situation as at 31 December 2019, as well as of the results for the financial year ending on the aforementioned date, in accordance with the legal and regulatory requirements applicable in Luxembourg for the preparation and presentation of financial statements.

#### Basis for the opinion

We performed our audit in accordance with the Audit Law of 23 July 2016 (Law of 23 July 2016) and the International Standards on Auditing (ISA) that have been accepted for Luxembourg by the Commission de Surveillance du Secteur Financier (CSSF). Our responsibilities under the Law of 23 July 2016 and the ISAs as adopted for Luxembourg by the CSSF are more fully described in the section "Responsibility of the Réviseur d'Entreprises Agréé for the audit of the financial statements" of this report. We are independent of the SICAV, as required in order to comply with the International Ethics Standards Board for Accountants' Code of Ethics for Professional Accountants (the IESBA Code), adopted for Luxembourg by the CSSF, and in accordance with the professional rules of conduct which we adhere to in relation to the annual audit, and we have fulfilled all other professional duties under these rules. We believe that we gathered sufficient appropriate evidence to form our audit opinion.

#### Other information

The SICAV's Board of Directors is responsible for the other information. Other information consists of the information contained in the annual report but does not include the financial statements and our report of the Réviseur d'Entreprises Agréé on these financial statements.

Our opinion on the financial statements does not cover the other information and we do not provide any form of guarantee with regard to this information.

As regards our audit of the financial statements, our responsibility is to read the other information and, in doing so, assess whether there is any material inconsistency between it and the financial statements or the knowledge that we have gained during the course of our audit, or whether the other information appears to contain any other material misstatement. If, in light of the work we have carried out, we conclude that there is a material misstatement in the other information, we are obliged to report this fact. We have nothing to point out in this regard.

## **Responsibility of the SICAV's Board of Directors for the financial statements**

The SICAV's Board of Directors is responsible for the preparation and true presentation of these financial statements in accordance with the legal and regulatory requirements in force in Luxembourg relating to the preparation and presentation of financial statements, as well as any internal controls that it deems necessary in order to prepare financial statements that are free from material misstatement, whether due to fraud or error.

In preparing the financial statements, the SICAV's Board of Directors is responsible for assessing the ability of the SICAV to continue its business activities, for providing information on any matters relating to the continuation of the business activities, and for using the assumption of a going concern as the basis for the accounting, unless the SICAV's Board of Directors intends to liquidate the SICAV or cease operations, or has no other realistic alternative than to do so.

## **Responsibility of the Réviseur d'Entreprises Agréé for the annual audit**

The aim of our audit is to obtain sufficient assurance as to whether the financial statements are as a whole free of material misstatements, whether due to fraud or error, and to issue the report of the Réviseur d'Entreprises Agréé containing our audit opinion. Sufficient assurance equates to a high level of certainty, but does not represent a guarantee that an audit conducted in accordance with the Law of 23 July 2016 and the ISAs accepted for Luxembourg by the CSSF will always reveal any material misstatement that may be presented. Misstatements may result from fraud or error and are viewed as material if it can reasonably be assumed that some or all of them could influence any economic decisions made by users on the basis of these annual financial statements.

When undertaking an audit in accordance with the Law of 23 July 2016 and the ISAs adopted for Luxembourg by the CSSF, we exercise due discretion and take a critical stance. In addition:

- We identify and assess the risk of material misstatements in the financial statements resulting from fraud or error, and we plan and implement audit procedures in response to these risks and obtain adequate appropriate audit evidence to serve as the basis for our audit opinion. The risk of failing to detect material misstatements is greater in the case of fraud than with errors, since fraud may involve fraudulent collaboration, falsification, intentional omission of information, misleading information or the disabling of internal controls;
- We gain an understanding about the components of the internal control system that are relevant to the audit in order to plan appropriate audit procedures; however, we do not do so with a view to providing an opinion as to the efficacy of the SICAV's internal control system;
- We assess the adequacy of the accounting methods applied by the SICAV's Board of Directors, its accounts



- estimates, and the related information it provided;
- We draw conclusions regarding the adequacy of the application of going-concern accounting principle by the SICAV's Board of Directors and, on the basis of the audit evidence obtained, conclude whether there is a significant level of uncertainty in connection with events or circumstances which could raise serious doubts regarding the fund's ability to continue its operations. If we conclude that there is significant uncertainty, we are obliged to make reference within our report to the relevant details provided in the financial statements, or, if the information is inappropriate, to modify the audit opinion. These conclusions are based on the audit evidence obtained up to the date of our report. However, future events or circumstances may mean that the SICAV can no longer continue to operate;
  - We assess the overall presentation, structure and content of the financial statements, including the information provided in the notes, and whether this accurately describes the underlying business operations and events.

We communicate with those responsible for supervision regarding such matters as the planned scope of the audit, the period covered and any significant audit conclusions, including any serious flaws in the internal control system we have identified during the audit.

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

The management report is consistent with the financial statements and has been prepared in accordance with applicable legal requirements.

For Deloitte Audit, Cabinet de Révision Agréé



Elisabeth Layer, Réviseur d'Entreprises Agréé  
*Partner*

22 April 2020

# MANDARINE FUNDS

## Statistics

		31 December 2019	31 December 2018	31 December 2017
<b>MANDARINE FUNDS - MANDARINE UNIQUE SMALL &amp; MID CAPS EUROPE</b>				
<b>Net assets</b>	EUR	473,087,846.77	526,796,547.16	1,050,735,915.66
<b>Net asset value per share</b>				
G	EUR	16,608.96	12,573.87	14,870.46
I	EUR	16,634.87	12,594.00	14,898.65
I (USD)	USD	9,926.60	7,342.22	8,471.02
M	EUR	106,161.14	80,175.53	94,518.63
R	EUR	1,485.41	1,136.80	1,362.22
R (USDH)	USD	923.38	690.18	806.61
S	EUR	15,323.80	11,647.36	13,844.22
B3 (GBP)	GBP	1,875.11	1,493.52	1,745.26
B4 (GBPH)	GBP	-	-	1,553.73
F	EUR	137.98	104.67	124.08
F (CHF)	CHF	107.86	81.76	-
F (d)	EUR	137.87	104.56	124.16
I (CHF)	CHF	105.77	80.33	-
L	EUR	17,632.44	13,265.69	15,649.21
L (GBP)	GBP	1,533.83	1,219.44	1,422.01
L (GBPd)	GBP	-	-	1,422.09
L (d)	EUR	1,418.21	1,066.98	1,258.72
MG	EUR	1,404.95	1,058.52	1,251.96
R (CHF)	CHF	103.81	79.76	-
R (USD)	USD	104.45	81.42	102.65
R (d)	EUR	133.03	101.80	121.95
<b>Number of shares</b>				
G		1,669.14	2,792.47	4,935.86
I		5,009.63	9,225.03	12,190.11
I (USD)		220.28	167.88	463.71
M		1,215.61	1,567.51	3,347.07
R		124,417.54	172,098.91	201,553.09
R (USDH)		2,347.84	2,680.92	2,796.26
S		65.63	60.13	336.54
B3 (GBP)		52.48	103.24	864.29
B4 (GBPH)		-	-	4,421.00
F		209,564.73	217,312.61	520,193.15
F (CHF)		1,200.00	600.00	-
F (d)		1,015.52	2,815.86	100.00
I (CHF)		5,500.00	5,800.00	-
L		596.42	1,546.42	5,860.65
L (GBP)		108.00	4,074.00	15,394.09
L (GBPd)		-	-	1,486.46
L (d)		250.00	562.00	1,717.09
MG		10.00	10.00	10.00
R (CHF)		23,060.00	2,350.00	-
R (USD)		1,700.00	3,960.00	500.00
R (d)		128.80	117.00	208.00
<b>MANDARINE FUNDS - MANDARINE MULTI-ASSETS</b>				
<b>Net assets</b>	EUR	120,619,139.67	111,774,488.84	10,497,589.83

The notes appearing in the annex form an integral part of the financial statements.

# MANDARINE FUNDS

## Statistics

		31 December 2019	31 December 2018	31 December 2017
<b>Net asset value per share</b>				
G2	EUR	-	-	1,073.73
I	EUR	1,137.45	977.12	1,073.44
I2	EUR	1,145.84	978.29	1,073.74
L	EUR	11,489.21	9,799.41	10,741.89
M	EUR	11,519.67	9,811.28	10,744.76
R	EUR	111.89	96.91	107.23
<b>Number of shares</b>				
G2		-	-	200.00
I		1,268.99	738.99	1,149.38
I2		100.00	100.00	100.00
L		10.00	10.00	10.00
M		10,260.00	11,239.00	524.00
R		6,743.02	6,063.43	29,879.45
<b>MANDARINE FUNDS - MANDARINE EUROPE MICROCAP</b>				
<b>Net assets</b>	EUR	117,564,472.79	122,659,546.30	130,941,472.67
<b>Net asset value per share</b>				
B3 (GBP)	GBP	-	-	140.53
B4 (GBPH)	GBP	152.90	112.12	135.69
F	EUR	143.81	108.66	132.64
G	EUR	144.36	108.92	132.81
I	EUR	206.58	156.08	190.33
I (USDH)	USD	153.94	113.72	135.35
L	EUR	149.28	110.41	134.62
M	EUR	144.85	109.24	132.88
MG	EUR	149.30	110.43	134.63
R	EUR	19.88	15.16	18.72
R (USD)	USD	97.56	75.78	-
R (USDH)	USD	122.85	-	133.04
S	EUR	-	-	132.28
<b>Number of shares</b>				
B3 (GBP)		-	-	100.00
B4 (GBPH)		100.00	100.00	100.00
F		64,873.67	31,978.39	36,078.57
G		69,900.00	23,671.45	25,589.75
I		65,072.26	155,707.34	186,852.18
I (USDH)		3,050.00	3,030.00	100.00
L		100.00	100.00	100.00
M		81,586.74	144,786.74	235,851.00
MG		100.00	100.00	100.00
R		3,639,159.44	5,017,870.08	2,951,605.66
R (USD)		600.00	902.97	-
R (USDH)		60.00	-	4,794.00
S		-	-	100.00
<b>MANDARINE FUNDS - MANDARINE GLOBAL MICROCAP</b>				
<b>Net assets</b>	EUR	56,758,346.70	56,062,413.39	56,093,281.58

The notes appearing in the annex form an integral part of the financial statements.

# MANDARINE FUNDS

## Statistics

		31 December 2019	31 December 2018	31 December 2017
<b>Net asset value per share</b>				
B3 (GBP)	GBP	-	-	144.69
B4 (GBPH)	GBP	147.91	112.49	138.25
F	EUR	107.24	83.70	-
G	EUR	138.51	108.09	134.20
I	EUR	138.37	107.98	134.18
I (USD)	USD	107.94	85.80	111.65
I (USDH)	USD	103.28	78.87	-
L	EUR	142.47	109.86	136.37
M	EUR	139.56	108.71	134.60
MG	EUR	142.21	109.66	136.13
R	EUR	135.37	106.66	134.02
R (USD)	USD	105.51	84.68	111.29
S	EUR	137.50	107.65	134.16
<b>Number of shares</b>				
B3 (GBP)		-	-	100.00
B4 (GBPH)		100.00	100.00	100.00
F		3,713.00	3,713.00	-
G		26,330.00	24,158.00	26,624.00
I		11,211.17	53,679.76	19,278.85
I (USD)		21,013.00	300.00	300.00
I (USDH)		22,909.01	2,500.00	-
L		100.00	100.00	100.00
M		17,250.00	78,931.42	99,602.55
MG		100.00	100.00	100.00
R		328,862.66	353,862.56	263,947.21
R (USD)		530.00	10,545.00	11,365.00
S		100.00	100.00	100.00

The notes appearing in the annex form an integral part of the financial statements.

Combined statement

Statement of net assets as at 31 December 2019

Statement of operations and changes in net assets for the financial year ending 31 December 2019

	Notes	EUR		Notes	EUR
<b>Assets</b>			<b>Income</b>		
Securities Portfolio at acquisition cost		589,424,194.52	Dividends (net deductions at source)	3.4	11,726,345.64
Unrealised Gain or (Loss) on Securities Portfolio		152,491,076.02	Interest on bonds	3.4	268,278.01
Securities Portfolio at their market value	3.3	741,915,270.54	Bank interest	3.4	10,511.43
Cash at bank	3.3	27,576,255.01	Other income		5,804.02
Receivable on sale of securities		476,149.35	<b>Total income</b>		<b>12,010,939.10</b>
To be received from share subscriptions		245,147.90	<b>Fees</b>		
Tax credits to be received	3.5	1,549,352.73	Management fee	6	10,025,601.13
Unrealised gain on forward foreign exchange contracts	3.3, 13	15,227.12	Custodian bank fees	8	12,471.10
Interest and dividends to be received	3.3	520,076.01	Performance fee	6	4,769,512.95
<b>Total assets</b>		<b>772,297,478.66</b>	Service fee	7	3,691,313.84
<b>Liabilities</b>			Transaction fees	12	1,845,575.74
Bank overdraft	3.3	1,536,606.26	Subscription tax	9	76,334.56
Fees payable	10	5,964,597.64	Bank interest and fees		252,835.74
To pay for purchase of securities		1,036,322.76	Printing and publication fees		1,106.45
To pay on share redemptions		435,733.60	Other fees	11	18,699.79
Unrealised losses on forward foreign exchange contracts	3.3, 13	10,070.69	<b>Total fees</b>		<b>20,693,451.30</b>
<b>Total liabilities</b>		<b>8,983,330.95</b>	<b>Net Profit/(Loss) on investments</b>		<b>(8,682,512.20)</b>
<b>Net assets at the end of the financial year</b>		<b>763,314,147.71</b>	Net Profit/(Loss) on:		
			Securities portfolio	3.3	52,774,608.26
			Exchange rate	3.2	9,205.43
			Forward foreign exchange contracts	3.3, 13	125,763.22
			<b>Net Profit/(Loss) made in the financial year</b>		<b>44,227,064.71</b>
			Change of the unrealised net gain or (loss) on:		
			Securities Portfolio	3.3	155,306,197.05
			Forward foreign exchange contracts	3.3, 13	56,366.27
			<b>Increase/(Reduction) of the net assets originating from operations</b>		<b>199,589,628.03</b>
			Subscriptions		118,114,850.23
			Redemptions		(368,148,701.38)
			Net assets at the beginning of the financial year		813,758,370.83
			<b>Net assets at the end of the financial year</b>		<b>763,314,147.71</b>

The notes appearing in the annex form an integral part of the financial statements.

MANDARINE FUNDS - MANDARINE UNIQUE SMALL & MID CAPS EUROPE (in EUR)

Statement of net assets as at 31 December 2019

	Notes	EUR
<b>Assets</b>		
Securities Portfolio at acquisition cost		357,125,190.05
Unrealised Gain or (Loss) on Securities Portfolio		113,087,199.98
Securities Portfolio at their market value	3.3	470,212,390.03
Cash at bank	3.3	6,983,045.27
To be received from share subscriptions		64,883.25
Tax credits to be received	3.5	1,066,466.64
Unrealised gain on forward foreign exchange contracts	3.3, 13	15,227.12
Interest and dividends to be received	3.3	248,562.70
<b>Total assets</b>		<b>478,590,575.01</b>
<b>Liabilities</b>		
Bank overdraft	3.3	1,514,591.94
Fees payable	10	2,918,962.47
To pay for purchase of securities		681,938.46
To pay on share redemptions		387,235.37
<b>Total liabilities</b>		<b>5,502,728.24</b>
<b>Net assets at the end of the financial year</b>		<b>473,087,846.77</b>

Statement of operations and changes in net assets for the financial year ending 31 December 2019

	Notes	EUR
<b>Income</b>		
Dividends (net deductions at source)	3.4	6,669,354.87
Bank interest	3.4	6,995.53
<b>Total income</b>		<b>6,676,350.40</b>
<b>Fees</b>		
Management fee	6	6,484,586.83
Performance fee	6	2,156,698.40
Service fee	7	2,411,167.98
Transaction fees	12	835,250.85
Subscription tax	9	48,238.42
Bank interest and fees		149,848.30
Other fees	11	3,750.00
<b>Total fees</b>		<b>12,089,540.78</b>
<b>Net Profit/(Loss) on investments</b>		<b>(5,413,190.38)</b>
Net Profit/(Loss) on:		
Securities portfolio	3.3	44,037,338.04
Exchange rate	3.2	(39,967.77)
Forward foreign exchange contracts	3.3, 13	123,112.77
<b>Net Profit/(Loss) made in the financial year</b>		<b>38,707,292.66</b>
Change of the unrealised net gain or (loss) on:		
Securities Portfolio		100,005,329.46
Forward foreign exchange contracts	3.3, 13	61,069.76
<b>Increase/(Reduction) of the net assets originating from operations</b>		<b>138,773,691.88</b>
Subscriptions		65,311,255.99
Redemptions		(257,793,648.26)
Net assets at the beginning of the financial year		526,796,547.16
<b>Net assets at the end of the financial year</b>		<b>473,087,846.77</b>

# MANDARINE FUNDS

## MANDARINE FUNDS - MANDARINE UNIQUE SMALL & MID CAPS EUROPE (in EUR)

### Statement of changes in the number of shares

	Number of shares in circulation at the start of the financial year	Number of shares subscribed	Number of shares redeemed	Number of shares in circulation at the end of the financial year
G	2,792.47	293.68	(1,417.01)	1,669.14
I	9,225.03	1,185.09	(5,400.49)	5,009.63
I (USD)	167.88	159.28	(106.88)	220.28
M	1,567.51	2.61	(354.51)	1,215.61
R	172,098.91	14,796.41	(62,477.78)	124,417.54
R (USDH)	2,680.92	-	(333.08)	2,347.84
S	60.13	26.27	(20.77)	65.63
B3 (GBP)	103.24	-	(50.76)	52.48
B4 (GBPH)	-	-	-	-
F	217,312.61	153,113.82	(160,861.70)	209,564.73
F (CHF)	600.00	6,500.00	(5,900.00)	1,200.00
F (d)	2,815.86	10.49	(1,810.83)	1,015.52
I (CHF)	5,800.00	1,700.00	(2,000.00)	5,500.00
L	1,546.42	-	(950.00)	596.42
L (GBP)	4,074.00	3.00	(3,969.00)	108.00
L (GBPd)	-	-	-	-
L (d)	562.00	10.00	(322.00)	250.00
MG	10.00	-	-	10.00
R (CHF)	2,350.00	26,380.00	(5,670.00)	23,060.00
R (USD)	3,960.00	-	(2,260.00)	1,700.00
R (d)	117.00	17.44	(5.64)	128.80

The notes appearing in the annex form an integral part of the financial statements.

MANDARINE FUNDS - MANDARINE UNIQUE SMALL & MID CAPS EUROPE (in EUR)

Securities portfolio as at 31 December 2019

Quantity or nominal	Name	Currency	Market value in EUR	% NAV
<b>Transferable securities officially listed on a stock exchange</b>				
<b>Shares</b>				
<b>Cosmetics</b>				
646,000.00	AMPLIFON SPA	EUR	16,563,440.00	3.49
100,000.00	DIASORIN SPA	EUR	11,540,000.00	2.44
420,000.00	ELEKTA AB-B SHS	SEK	4,930,360.92	1.04
13,500.00	EUROFINS SCIENTIFIC	EUR	6,671,700.00	1.41
385,000.00	FAGRON	EUR	7,442,050.00	1.57
80,000.00	IPSEN	EUR	6,320,000.00	1.34
23,400.00	LONZA GROUP AG-REG	CHF	7,603,385.46	1.61
11,500.00	STRAUMANN HOLDING AG-REG	CHF	10,054,829.81	2.13
1,017,000.00	UDG HEALTHCARE PLC	GBP	9,673,712.16	2.04
			<b>80,799,478.35</b>	<b>17.07</b>
<b>Construction materials</b>				
81,000.00	ACKERMANS & VAN HAAREN SA	EUR	11,315,700.00	2.39
125,000.00	GAZTRANSPORT ET TECHNIGA SA	EUR	10,675,000.00	2.26
952,000.00	HOMESERVE SHS	GBP	14,201,073.94	3.00
185,000.00	KINGSPAN GROUP PLC	EUR	10,073,250.00	2.13
			<b>46,265,023.94</b>	<b>9.78</b>
<b>Chemicals</b>				
80,000.00	ARKEMA	EUR	7,576,000.00	1.60
182,466.00	CRODA INTERNATIONAL PLC	GBP	11,025,266.06	2.33
44,000.00	KONINKLIJKE DSM	EUR	5,108,400.00	1.08
493,000.00	OC OERLIKON CORP AG-REG	CHF	5,152,235.51	1.09
75,000.00	SCHOELLER-BLECKMANN OILFIELD	EUR	3,772,500.00	0.80
250,000.00	TGS NOPEC GEOPHYSICAL CO ASA	NOK	6,769,737.68	1.43
			<b>39,404,139.25</b>	<b>8.33</b>
<b>Office technology</b>				
227,000.00	LOGITECH INTERNATIONAL-REG	CHF	9,570,754.37	2.02
550,000.00	SOLUTIONS 30 SE	EUR	5,478,000.00	1.16
260,000.00	S&T AG	EUR	5,532,800.00	1.17
70,000.00	TELEPERFORMANCE	EUR	15,218,000.00	3.22
			<b>35,799,554.37</b>	<b>7.57</b>
<b>Electrical and electronic devices</b>				
46,700.00	ASM INTERNATIONAL NV	EUR	4,677,005.00	0.99
35,000.00	BARCO N.V.	EUR	7,665,000.00	1.62
558,000.00	HALMA PLC	GBP	13,934,360.06	2.95
142,500.00	TKH GROUP NV-DUTCH CERT	EUR	7,110,750.00	1.50
			<b>33,387,115.06</b>	<b>7.06</b>
<b>Miscellaneous services</b>				
191,500.00	EDENRED	EUR	8,828,150.00	1.87
750,000.00	ELIS SA -W/I	EUR	13,875,000.00	2.93
150,000.00	EURAZEO SE	EUR	9,150,000.00	1.93
			<b>31,853,150.00</b>	<b>6.73</b>
<b>Energy</b>				
150,000.00	DCC PLC	GBP	11,584,351.21	2.45
260,000.00	NEST OYJ	EUR	8,065,200.00	1.70
175,000.00	RUBIS	EUR	9,581,250.00	2.03
			<b>29,230,801.21</b>	<b>6.18</b>
<b>Automotive accessories &amp; equipment</b>				
190,000.00	INTERPUMP GROUP SPA	EUR	5,365,600.00	1.13
700,000.00	SIG COMBIBLOC GROUP AG	CHF	9,955,841.77	2.10
113,000.00	SPIRAX-SARCO ENGINEERING PLC	GBP	11,855,431.64	2.51
			<b>27,176,873.41</b>	<b>5.74</b>
<b>Leisure</b>				
770,000.00	INTERMEDIATE CAPITAL GROUP	GBP	14,630,318.05	3.10
9,000.00	PARTNERS GROUP HOLDING AG	CHF	7,347,378.10	1.55
			<b>21,977,696.15</b>	<b>4.65</b>
<b>Commerce &amp; Distribution</b>				
2,000,000.00	B&M EUROPEAN VALUE RETAIL SA	GBP	9,667,787.81	2.04
1,218,000.00	JD SPORTS FASHION PLC	GBP	12,036,976.46	2.55
			<b>21,704,764.27</b>	<b>4.59</b>

Quantity or nominal	Name	Currency	Market value in EUR	% NAV
<b>Software</b>				
49,200.00	DASSAULT SYSTEMES SA	EUR	7,210,260.00	1.53
51,000.00	TEMENOS AG - REG	CHF	7,187,856.49	1.52
91,000.00	UBISOFT ENTERTAINMENT	EUR	5,603,780.00	1.18
			<b>20,001,896.49</b>	<b>4.23</b>
<b>Food</b>				
529,000.00	AAK AB	SEK	8,961,195.31	1.89
40,000.00	REMY COINTREAU	EUR	4,380,000.00	0.93
			<b>13,341,195.31</b>	<b>2.82</b>
<b>Advertising</b>				
175,000.00	STROEER SE + CO KGAA	EUR	12,608,750.00	2.67
			<b>12,608,750.00</b>	<b>2.67</b>
<b>Internet</b>				
170,000.00	SCOUT24 AG	EUR	10,021,500.00	2.12
			<b>10,021,500.00</b>	<b>2.12</b>
<b>Banks</b>				
900,000.00	FINECOBANK SPA	EUR	9,621,000.00	2.03
			<b>9,621,000.00</b>	<b>2.03</b>
<b>Textiles</b>				
200,000.00	MONCLER SPA	EUR	8,014,000.00	1.69
			<b>8,014,000.00</b>	<b>1.69</b>
			<b>441,206,937.81</b>	<b>93.26</b>
<b>Fund</b>				
<b>Undertakings for collective investment</b>				
<b>Open-ended UCI</b>				
2,300.00	FEDERAL SUPPORT MONETAIRE	EUR	24,289,794.00	5.13
22,906.00	MANDARINE EUROPE MICROCAP ICA (note 15 and 16)	EUR	4,715,658.22	1.00
			<b>29,005,452.22</b>	<b>6.13</b>
			<b>29,005,452.22</b>	<b>6.13</b>
<b>Securities portfolio total</b>			<b>470,212,390.03</b>	<b>99.39</b>

Derivatives as at 31 December 2019

Purchase	Sale	Date Maturity	Commitment in EUR	Unrealised gains or losses in EUR
<b>Forward foreign exchange contracts</b>				
189.00 EUR	207.00 CHF	31/03/2020	189.00	(1.58)
3,104,360.38 CHF	2,829,161.71 EUR	31/03/2020	2,829,161.71	29,010.04
4,384,991.28 USD	3,897,098.52 EUR	31/03/2020	3,897,098.52	(13,781.34)
				<b>15,227.12</b>
<b>Total forward foreign exchange contracts</b>				<b>15,227.12</b>
<b>Total derivatives</b>				<b>15,227.12</b>

Summary of net assets

	Market value in EUR	% NAV
<b>Securities portfolio total</b>	<b>470,212,390.03</b>	<b>99.39</b>
<b>Total derivatives</b>	<b>15,227.12</b>	<b>-</b>
<b>Cash at bank</b>	<b>5,468,453.33</b>	<b>1.16</b>
<b>Other assets and liabilities</b>	<b>(2,608,223.71)</b>	<b>(0.55)</b>
<b>Total net assets</b>	<b>473,087,846.77</b>	<b>100.00</b>

The notes appearing in the annex form an integral part of the financial statements.



MANDARINE FUNDS - MANDARINE UNIQUE SMALL & MID CAPS EUROPE (in EUR)

Securities portfolio breakdown by sector and country

Division by type of security	% of the portfolio	% of the net assets
Shares	93.83	93.26
Undertakings for collective investment	6.17	6.13
	<b>100.00</b>	<b>99.39</b>

Distribution by country	% of the portfolio	% of the net assets
France	26.11	25.95
United Kingdom	16.52	16.44
Switzerland	12.10	12.02
Italy	10.87	10.78
Ireland	6.66	6.62
Luxembourg	5.64	5.61
Belgium	5.62	5.58
Germany	4.81	4.79
Netherlands	3.59	3.57
Sweden	2.95	2.93
Other	5.13	5.10
	<b>100.00</b>	<b>99.39</b>

The ten largest holdings

The ten largest holdings	Sector	Market value EUR	% of the net assets
FEDERAL SUPPORT MONETAIRE	Open-ended UCI	24,289,794.00	5.13
AMPLIFON SPA	Cosmetics	16,563,440.00	3.49
TELEPERFORMANCE	Office technology	15,218,000.00	3.22
INTERMEDIATE CAPITAL GROUP	Leisure	14,630,318.05	3.10
HOMESERVE SHS	Construction materials	14,201,073.94	3.00
HALMA PLC	Electrical and electronic devices	13,934,360.06	2.95
ELIS SA -W/I	Miscellaneous services	13,875,000.00	2.93
STROEER SE + CO KGAA	Advertising	12,608,750.00	2.67
JD SPORTS FASHION PLC	Commerce & Distribution	12,036,976.46	2.55
SPIRAX-SARCO ENGINEERING PLC	Automotive accessories & equipment	11,855,431.64	2.51

The notes appearing in the annex form an integral part of the financial statements.

MANDARINE FUNDS - MANDARINE MULTI-ASSETS (in EUR)

Statement of net assets as at 31 December 2019

Statement of operations and changes in net assets for the financial year ending 31 December 2019

	Notes	EUR
<b>Assets</b>		
Securities Portfolio at acquisition cost		101,921,384.88
Unrealised Gain or (Loss) on Securities Portfolio		7,199,964.84
Securities Portfolio at their market value	3.3	109,121,349.72
Cash at bank	3.3	11,527,810.98
Tax credits to be received	3.5	81,436.87
Interest and dividends to be received	3.3	146,054.45
<b>Total assets</b>		<b>120,876,652.02</b>
<b>Liabilities</b>		
Fees payable	10	257,512.35
<b>Total liabilities</b>		<b>257,512.35</b>
<b>Net assets at the end of the financial year</b>		<b>120,619,139.67</b>

	Notes	EUR
<b>Income</b>		
Dividends (net deductions at source)	3.4	1,929,187.15
Interest on bonds	3.4	268,278.01
Bank interest	3.4	522.53
<b>Total income</b>		<b>2,197,987.69</b>
<b>Fees</b>		
Management fee	6	608,156.79
Custodian bank fees	8	12,471.10
Performance fee	6	155,980.53
Service fee	7	474,952.84
Transaction fees	12	370,915.90
Subscription tax	9	12,024.97
Bank interest and fees		60,137.06
Other fees	11	4,550.01
<b>Total fees</b>		<b>1,699,189.20</b>
<b>Net Profit/(Loss) of investments</b>		<b>498,798.49</b>
Net Profit/(Loss) on:		
Securities portfolio	3.3	2,541,340.06
Exchange rate	3.2	3,586.86
<b>Net Profit/(Loss) made in the financial year</b>		<b>3,043,725.41</b>
Change of the unrealised net gain or (loss) on:		
Securities Portfolio	3.3	15,857,651.42
<b>Increase/(Reduction) of the net assets originating from operations</b>		<b>18,901,376.83</b>
Subscriptions		3,510,569.78
Redemptions		(13,567,295.78)
Net assets at the beginning of the financial year		111,774,488.84
<b>Net assets at the end of the financial year</b>		<b>120,619,139.67</b>

The notes appearing in the annex form an integral part of the financial statements.

# MANDARINE FUNDS

## MANDARINE FUNDS - MANDARINE MULTI-ASSETS (in EUR)

### Statement of changes in the number of shares

	Number of shares in circulation at the start of the financial year	Number of shares subscribed	Number of shares redeemed	Number of shares in circulation at the end of the financial year
G2	-	-	-	-
I	738.99	530.00	-	1,268.99
I2	100.00	-	-	100.00
L	10.00	-	-	10.00
M	11,239.00	-	(979.00)	10,260.00
R	6,063.43	27,580.82	(26,901.23)	6,743.02

The notes appearing in the annex form an integral part of the financial statements.

MANDARINE FUNDS - MANDARINE MULTI-ASSETS (in EUR)

Securities portfolio as at 31 December 2019

Quantity or nominal	Name	Currency	Market value in EUR	% NAV
<b>Transferable securities officially listed on a stock exchange</b>				
<b>Shares</b>				
<b>Cosmetics</b>				
90,000.00	AMPLIFON SPA	EUR	2,307,600.00	1.91
14,465.00	DIASORIN SPA	EUR	1,669,261.00	1.38
24,350.00	FRESENIUS SE & CO KGAA	EUR	1,221,883.00	1.01
13,681.00	L'OREAL	EUR	3,611,784.00	3.00
18,068.00	NOVARTIS AG-REG	CHF	1,527,552.16	1.27
4,525.00	ROCHE HOLDING AG-GENUSSCHEIN	CHF	1,307,129.71	1.08
35,915.00	SANOFI	EUR	3,218,702.30	2.67
			<b>14,863,912.17</b>	<b>12.32</b>
<b>Energy</b>				
391,184.00	BP PLC	GBP	2,177,168.51	1.81
216,806.00	IBERDROLA SA	EUR	1,990,279.08	1.65
77,009.00	ROYAL DUTCH SHELL PLC-A SHS	GBP	2,031,216.32	1.68
60,000.00	RWE AG	EUR	1,641,000.00	1.36
			<b>7,839,663.91</b>	<b>6.50</b>
<b>Banks</b>				
588,043.00	BANCO SANTANDER SA	EUR	2,193,400.39	1.82
234,599.00	ING GROEP NV	EUR	2,507,394.11	2.08
73,210.00	STANDARD CHARTERED PLC	GBP	615,504.86	0.51
140,000.00	UNICREDIT SPA	EUR	1,822,800.00	1.51
			<b>7,139,099.36</b>	<b>5.92</b>
<b>Automotive accessories &amp; equipment</b>				
46,545.00	NOKIAN RENKAAT OYJ	EUR	1,192,948.35	0.99
13,429.00	SPIRAX-SARCO ENGINEERING PLC	GBP	1,408,907.89	1.17
8,676.00	VOLKSWAGEN AG-PREF	EUR	1,529,058.24	1.27
100,000.00	WEIR GROUP PLC/THE	GBP	1,781,436.24	1.47
			<b>5,912,350.72</b>	<b>4.90</b>
<b>Insurance</b>				
118,415.00	AXA SA	EUR	2,973,400.65	2.46
8,061.00	MUENCHENER RUECKVER AG-REG	EUR	2,120,043.00	1.76
			<b>5,093,443.65</b>	<b>4.22</b>
<b>Food</b>				
8,480.00	ANHEUSER-BUSCH INBEV SA/NV	EUR	616,580.80	0.51
42,000.00	ASSOCIATED BRITISH FOODS PLC	GBP	1,287,732.34	1.07
24,759.00	KERRY GROUP PLC-A	EUR	2,750,724.90	2.28
			<b>4,655,038.04</b>	<b>3.86</b>
<b>Electrical and electronic devices</b>				
24,172.00	ASM INTERNATIONAL NV	EUR	2,420,825.80	2.01
88,838.00	HALMA PLC	GBP	2,218,460.00	1.84
			<b>4,639,285.80</b>	<b>3.85</b>
<b>Chemicals</b>				
23,027.00	CRODA INTERNATIONAL PLC	GBP	1,391,375.94	1.15
5,500.00	KONINKLIJKE DSM	EUR	638,550.00	0.53
11,017.00	LINDE PLC	EUR	2,102,043.60	1.75
			<b>4,131,969.54</b>	<b>3.43</b>
<b>Construction materials</b>				
7,500.00	GAZTRANSPORT ET TECHNIGA SA	EUR	640,500.00	0.53
142,486.00	HOMESERVE SHS	GBP	2,125,477.12	1.76
24,785.00	KINGSPAN GROUP PLC	EUR	1,349,543.25	1.12
			<b>4,115,520.37</b>	<b>3.41</b>
<b>Textiles</b>				
5,000.00	ADIDAS AG	EUR	1,449,000.00	1.20
3,110.00	HERMES INTERNATIONAL	EUR	2,071,882.00	1.72
			<b>3,520,882.00</b>	<b>2.92</b>
<b>Metals</b>				
169,733.00	ARCELORMITTAL	EUR	2,654,963.59	2.20
			<b>2,654,963.59</b>	<b>2.20</b>
<b>Leisure</b>				
101,595.00	INTERMEDIATE CAPITAL GROUP	GBP	1,930,346.96	1.60

Quantity or nominal	Name	Currency	Market value in EUR	% NAV
828.00	PARTNERS GROUP HOLDING AG	CHF	675,958.79	0.56
			<b>2,606,305.75</b>	<b>2.16</b>
<b>Office technology</b>				
10,473.00	TELEPERFORMANCE	EUR	2,276,830.20	1.89
			<b>2,276,830.20</b>	<b>1.89</b>
<b>Telecommunications</b>				
338,980.00	TELEFONICA SA	EUR	2,110,828.46	1.75
			<b>2,110,828.46</b>	<b>1.75</b>
<b>Software</b>				
13,154.00	DASSAULT SYSTEMES SA	EUR	1,927,718.70	1.60
			<b>1,927,718.70</b>	<b>1.60</b>
<b>Advertising</b>				
26,504.00	STROEER SE + CO KGAA	EUR	1,909,613.20	1.58
			<b>1,909,613.20</b>	<b>1.58</b>
<b>Commerce &amp; Distribution</b>				
128,319.00	JD SPORTS FASHION PLC	GBP	1,268,122.16	1.05
			<b>1,268,122.16</b>	<b>1.05</b>
<b>Real estate</b>				
3,500.00	WAREHOUSES DE PAUW SCA	EUR	567,700.00	0.47
			<b>567,700.00</b>	<b>0.47</b>
			<b>77,233,247.62</b>	<b>64.03</b>
<b>Bonds and other debt securities</b>				
<b>Governments</b>				
4,000,000.00	FRANCE O.A.T. 0% 15-25/05/2020	EUR	4,008,840.00	3.32
4,000,000.00	FRANCE O.A.T. 0% 17-25/02/2020	EUR	4,003,520.00	3.32
3,600,000.00	FRANCE O.A.T. 2.25% 13-25/05/2024	EUR	4,025,754.36	3.34
4,000,000.00	FRANCE O.A.T. 2.5% 10-25/10/2020	EUR	4,101,200.00	3.40
3,200,000.00	FRANCE O.A.T. 4.25% 07-25/10/2023	EUR	3,783,424.00	3.14
			<b>19,922,738.36</b>	<b>16.52</b>
			<b>19,922,738.36</b>	<b>16.52</b>
<b>Fund</b>				
<b>Undertakings for collective investment</b>				
<b>Open-ended UCI</b>				
1,133.00	FEDERAL SUPPORT MONETAIRE	EUR	11,965,363.74	9.92
			<b>11,965,363.74</b>	<b>9.92</b>
			<b>11,965,363.74</b>	<b>9.92</b>
<b>Securities portfolio total</b>			<b>109,121,349.72</b>	<b>90.47</b>

Summary of net assets

		% NAV
<b>Securities portfolio total</b>	<b>109,121,349.72</b>	<b>90.47</b>
<b>Cash at bank</b>	<b>11,527,810.98</b>	<b>9.56</b>
<b>Other assets and liabilities</b>	<b>(30,021.03)</b>	<b>(0.03)</b>
<b>Total net assets</b>	<b>120,619,139.67</b>	<b>100.00</b>

The notes appearing in the annex form an integral part of the financial statements.

MANDARINE FUNDS - MANDARINE MULTI-ASSETS (in EUR)

Securities portfolio breakdown by sector and region

Division by type of security	% of the portfolio	% of the net assets
Shares	70.77	64.03
Bonds and other debt securities	18.26	16.52
Undertakings for collective investment	10.97	9.92
	<b>100.00</b>	<b>90.47</b>

Distribution by country	% of the portfolio	% of the net assets
France	44.55	40.31
United Kingdom	16.71	15.11
Germany	9.05	8.18
Spain	5.77	5.22
Italy	5.31	4.80
Netherlands	5.10	4.62
Ireland	3.76	3.40
Switzerland	3.22	2.91
Luxembourg	2.43	2.20
Other	4.10	3.72
	<b>100.00</b>	<b>90.47</b>

The ten largest holdings

The ten largest holdings	Sector	Market value EUR	% of the net assets
FEDERAL SUPPORT MONETAIRE	Open-ended UCI	11,965,363.74	9.92
FRANCE O.A.T. 2.5% 10-25/10/2020	Governments	4,101,200.00	3.40
FRANCE O.A.T. 2.25% 13-25/05/2024	Governments	4,025,754.36	3.34
FRANCE O.A.T. 0% 15-25/05/2020	Governments	4,008,840.00	3.32
FRANCE O.A.T. 0% 17-25/02/2020	Governments	4,003,520.00	3.32
FRANCE O.A.T. 4.25% 07-25/10/2023	Governments	3,783,424.00	3.14
L'OREAL	Cosmetics	3,611,784.00	3.00
SANOFI	Cosmetics	3,218,702.30	2.67
AXA SA	Insurance	2,973,400.65	2.46
KERRY GROUP PLC-A	Food	2,750,724.90	2.28

The notes appearing in the annex form an integral part of the financial statements.

# MANDARINE FUNDS

## MANDARINE FUNDS - MANDARINE EUROPE MICROCAP (in EUR)

### Statement of net assets as at 31 December 2019

### Statement of operations and changes in net assets for the financial year ending 31 December 2019

	Notes	EUR
<b>Assets</b>		
Securities Portfolio at acquisition cost		89,378,700.29
Unrealised Gain or (Loss) on Securities Portfolio		23,370,956.13
Securities Portfolio at their market value	3.3	112,749,656.42
Cash at bank	3.3	6,454,743.89
Receivable on sale of securities		37,079.53
To be received from share subscriptions		96,309.51
Tax credits to be received	3.5	378,501.91
Interest and dividends to be received	3.3	69,885.35
<b>Total assets</b>		<b>119,786,176.61</b>
<b>Liabilities</b>		
Bank overdraft	3.3	21,992.59
Fees payable	10	2,152,749.56
To pay for purchase of securities		11,225.95
To pay on share redemptions		33,854.66
Unrealised losses on forward foreign exchange contracts	3.3, 13	1,881.06
<b>Total liabilities</b>		<b>2,221,703.82</b>
<b>Net assets at the end of the financial year</b>		<b>117,564,472.79</b>

	Notes	EUR
<b>Income</b>		
Dividends (net deductions at source)	3.4	2,348,154.83
Bank interest	3.4	459.22
<b>Total income</b>		<b>2,348,614.05</b>
<b>Fees</b>		
Management fee	6	1,924,432.28
Performance fee	6	1,938,727.04
Service fee	7	545,060.87
Transaction fees	12	438,195.61
Subscription tax	9	10,857.40
Bank interest and fees		26,996.44
Printing and publication fees		1,106.45
Other fees	11	3,750.29
<b>Total fees</b>		<b>4,889,126.38</b>
<b>Net Profit/(Loss) on investments</b>		<b>(2,540,512.33)</b>
Net Profit/(Loss) on:		
Securities portfolio	3.3	5,672,440.81
Exchange rate	3.2	30,027.30
Forward foreign exchange contracts	3.3, 13	1,305.54
<b>Net Profit/(Loss) made in the financial year</b>		<b>3,163,261.32</b>
Change of the unrealised net gain or (loss) on:		
Securities Portfolio	3.3	27,367,285.82
Forward foreign exchange contracts	3.3, 13	1,534.45
<b>Increase/(Reduction) of the net assets originating from operations</b>		<b>30,532,081.59</b>
Subscriptions		36,486,994.70
Redemptions		(72,114,149.80)
Net assets at the beginning of the financial year		122,659,546.30
<b>Net assets at the end of the financial year</b>		<b>117,564,472.79</b>

The notes appearing in the annex form an integral part of the financial statements.

MANDARINE FUNDS - MANDARINE EUROPE MICROCAP (in EUR)

Statement of changes in the number of shares

	Number of shares in circulation at the start of the financial year	Number of shares subscribed	Number of shares redeemed	Number of shares in circulation at the end of the financial year
B3 (GBP)	-	-	-	-
B4 (GBPH)	100.00	-	-	100.00
F	31,978.39	58,171.40	(25,276.12)	64,873.67
G	23,671.45	69,900.00	(23,671.45)	69,900.00
I	155,707.34	17,678.21	(108,313.29)	65,072.26
I (USDH)	3,030.00	120.00	(100.00)	3,050.00
L	100.00	-	-	100.00
M	144,786.74	12,526.00	(75,726.00)	81,586.74
MG	100.00	-	-	100.00
R	5,017,870.08	867,280.14	(2,245,990.78)	3,639,159.44
R (USD)	902.97	-	(302.97)	600.00
R (USDH)	-	60.00	-	60.00
S	-	-	-	-

The notes appearing in the annex form an integral part of the financial statements.

MANDARINE FUNDS - MANDARINE EUROPE MICROCAP (in EUR)

Securities portfolio as at 31 December 2019

Quantity or nominal	Name	Currency	Market value in EUR	% NAV
<b>Transferable securities officially listed on a stock exchange</b>				
<b>Shares</b>				
<b>Cosmetics</b>				
17,900.00	BASTIDE LE CONFORT MEDICAL	EUR	674,830.00	0.57
7,500.00	BIOVENTIX PLC	GBP	292,972.21	0.25
225,000.00	BONESUPPORT HOLDING AB	SEK	695,914.92	0.59
20,000.00	CELLINK AB - B	SEK	635,721.25	0.54
3,900.00	ECKERT + ZIEGLER STRAHLEN UN	EUR	743,340.00	0.63
690,000.00	EKF DIAGNOSTICS HOLDINGS PLC	GBP	278,898.92	0.24
160,000.00	ERGOMED PLC	GBP	742,078.24	0.63
124,000.00	GAROFALO HEALTH CARE SPA	EUR	714,240.00	0.61
306,000.00	GENOVIS AB	SEK	728,034.07	0.62
17,000.00	INFANT BACTERIAL THERAPEUTIC	SEK	231,353.05	0.20
19,500.00	LUMBIRD	EUR	296,400.00	0.25
52,000.00	MEDCAP AB	SEK	687,873.24	0.59
355,000.00	MEDICA GROUP PLC	GBP	680,798.96	0.58
43,000.00	MOLECULAR PARTNERS AG	CHF	693,063.48	0.59
25,000.00	PHARMANUTRA SPA	EUR	585,000.00	0.50
83,000.00	POXEL SA	EUR	1,012,600.00	0.86
753,000.00	SDI GROUP PLC	GBP	688,705.97	0.59
151,300.00	TRISTEL PLC	GBP	687,443.21	0.58
			<b>11,069,267.52</b>	<b>9.42</b>
<b>Construction materials</b>				
20,500.00	CENTROTEC SUSTAINABLE AG	EUR	337,430.00	0.29
65,000.00	EKINOPS	EUR	429,650.00	0.37
73,000.00	EOLUS VIND AB-B SHS	SEK	761,418.95	0.65
590,000.00	EPWIN GROUP PLC	GBP	724,139.97	0.62
46,900.00	H & H INTERNATIONAL A/S	DKK	783,288.06	0.67
17,800.00	HELMA EIGENHEIMBAU AG	EUR	747,600.00	0.64
57,500.00	INSTALCO AB	SEK	739,834.88	0.63
49,500.00	LU-VE SPA	EUR	633,600.00	0.54
32,500.00	MJ GLEESON PLC	GBP	366,289.02	0.31
228,500.00	NORCROS PLC	GBP	755,059.89	0.64
73,000.00	NORDIC WATERPROOFING HOL	SEK	668,325.76	0.57
21,500.00	PER AARSLEFF A/S-CL B	DKK	617,162.93	0.52
60,000.00	RENEW HOLDINGS PLC	GBP	386,617.10	0.33
728,000.00	SEVERFIELD PLC	GBP	721,685.25	0.61
22,800.00	STEICO SE	EUR	624,720.00	0.53
495,000.00	TCLARKE PLC	GBP	800,318.64	0.67
37,500.00	TCM GROUP A/S	DKK	632,318.50	0.54
			<b>10,729,458.95</b>	<b>9.13</b>
<b>Software</b>				
13,200.00	ADMICOM OYJ	EUR	850,080.00	0.72
4,750.00	ATOSS SOFTWARE AG	EUR	681,625.00	0.58
54,500.00	BIGBEN INTERACTIVE	EUR	874,180.00	0.74
247,500.00	CODEMASTERS GROUP HOLDINGS P	GBP	819,304.30	0.70
157,000.00	CRAYON GROUP HOLDING AS	NOK	827,677.10	0.70
530,000.00	DOTDIGITAL GROUP PLC	GBP	600,460.26	0.51
8,000.00	ESKER SA	EUR	739,200.00	0.63
107,000.00	EXPERT SYSTEM SPA	EUR	327,420.00	0.28
47,000.00	FORTNOX AB	SEK	751,445.36	0.64
17,300.00	MENSCH MASCHINE SOFTWARE SE	EUR	738,710.00	0.63
9,200.00	NEXUS AG	EUR	318,320.00	0.27
640,000.00	OXFORD METRICS	GBP	800,613.68	0.68
52,500.00	TINEXTA SPA	EUR	609,000.00	0.52
89,000.00	TRACSIS PLC	GBP	740,485.04	0.63
			<b>9,678,520.74</b>	<b>8.23</b>
<b>Miscellaneous services</b>				
21,600.00	AB DYNAMICS PLC	GBP	535,315.99	0.46
266,000.00	AUGEAN PLC	GBP	696,902.11	0.59
58,000.00	BALCO GROUP AB	SEK	517,751.18	0.44
332,000.00	GATELEY HOLDINGS PLC	GBP	777,742.37	0.66
36,000.00	GRUPPO MUTUIONLINE SPA	EUR	721,800.00	0.61
209,000.00	HOLLYWOOD BOWL GROUP PLC	GBP	702,956.28	0.60
337,500.00	JOHNSON SERVICE GROUP PLC	GBP	780,669.15	0.66
13,500.00	MGI DIGITAL GRAPHIC TECHNOLO	EUR	737,100.00	0.63
39,500.00	MIPS AB	SEK	745,811.42	0.63
11,400.00	PIRAEUS PORT AUTHORITY SA	EUR	249,090.00	0.21
29,000.00	REJLERS AB	SEK	329,804.19	0.28
20,000.00	TALENOM OYJ	EUR	900,000.00	0.78

Quantity or nominal	Name	Currency	Market value in EUR	% NAV
205,000.00	TEN ENTERTAINMENT GROUP PLC	GBP	730,630.79	0.62
96,500.00	YOUNGOV PLC	GBP	732,277.10	0.62
			<b>9,157,850.58</b>	<b>7.79</b>
<b>Financial services</b>				
102,500.00	ABC ARBITRAGE	EUR	686,750.00	0.58
45,000.00	ALANTRA PARTNERS SA	EUR	688,500.00	0.59
1,400,000.00	BADGER EXPLORER ASA	NOK	777,797.49	0.66
450,000.00	BEGBIES TRAYNOR GROUP PLC	GBP	485,926.71	0.41
950.00	CIE DU BOIS SAUVAGE SA	EUR	365,750.00	0.31
17,218.00	CREADES AB-A SHARES	SEK	784,070.14	0.67
190,000.00	IMPAX ASSET MANAGEMENT GROUP	GBP	872,248.78	0.75
64,500.00	LIONTRUST ASSET MANAGEMENT	GBP	837,316.34	0.71
75,200.00	MORTGAGE ADVICE BUREAU HOLDI	GBP	686,903.88	0.58
183,000.00	PARETO BANK ASA	NOK	716,137.37	0.61
36,042.00	ROCKROSE ENERGY PLC	GBP	795,403.79	0.68
11,500.00	S + U PLC	GBP	286,363.37	0.24
1,075,000.00	SIGMAROC PLC	GBP	627,987.25	0.53
			<b>8,611,155.12</b>	<b>7.32</b>
<b>Electrical and electronic devices</b>				
63,000.00	ATEME SA	EUR	705,600.00	0.60
23,800.00	CHEMOMETEC A/S	DKK	652,927.40	0.56
90,500.00	COHORT PLC	GBP	771,121.73	0.66
118,000.00	DISCOVERIE GROUP PLC	GBP	793,768.81	0.68
42,700.00	GROUPE GORGE	EUR	727,608.00	0.62
11,850.00	JUDGES SCIENTIFIC PLC	GBP	790,139.85	0.67
743,000.00	KITRON ASA	NOK	828,589.53	0.69
47,700.00	LPKF LASER & ELECTRONICS	EUR	753,660.00	0.64
535,500.00	LUCECO PLC	GBP	798,810.41	0.68
35,500.00	MICROWAVE VISION	EUR	656,750.00	0.56
77,500.00	SCANFIL OYJ	EUR	378,975.00	0.32
			<b>7,857,950.73</b>	<b>6.68</b>
<b>Real estate</b>				
9,200.00	ARGAN	EUR	713,920.00	0.61
9,600.00	ATENOR	EUR	693,120.00	0.59
334,700.00	COREM PROPERTY GROUP-B SHARE	SEK	860,022.36	0.72
44,500.00	DEUTSCHE KONSUM REIT AG	EUR	707,550.00	0.60
33,500.00	NP3 FASTIGHETER AB	SEK	360,257.90	0.31
96,000.00	NP3 FASTIGHETER AB-PREF	SEK	333,468.15	0.28
21,200.00	PEACH PROPERTY GROUP AG	CHF	770,377.18	0.66
217,000.00	RENTA CORP REAL ESTATE SA	EUR	683,550.00	0.58
109,000.00	SELVAAG BOLIG ASA	NOK	817,741.73	0.70
26,700.00	VIB VERMOEGEN AG	EUR	795,660.00	0.68
231,000.00	WATKIN JONES PLC	GBP	662,453.53	0.56
			<b>7,398,120.85</b>	<b>6.29</b>
<b>Office technology</b>				
10,200.00	DATAGROUP SE	EUR	667,080.00	0.57
137,500.00	D4T4 SOLUTIONS PLC	GBP	354,561.28	0.30
82,500.00	EUROTECH SPA	EUR	695,475.00	0.59
235,000.00	F-SECURE OYJ	EUR	715,575.00	0.61
87,000.00	KAINOS GROUP PLC	GBP	761,833.95	0.65
36,300.00	KNOW IT AB	SEK	720,282.65	0.61
75,853.00	MIDWICH GROUP PLC	GBP	492,348.50	0.42
335,000.00	ORDINA NV	EUR	681,725.00	0.58
17,500.00	PROACT IT GROUP AB	SEK	306,440.48	0.26
205,500.00	RM PLC	GBP	693,609.49	0.59
27,000.00	SOCIETE POUR L'INFORMATIQUE	EUR	774,900.00	0.66
120,000.00	SYSOPEN DIGIA PLC	EUR	478,800.00	0.41
			<b>7,342,631.35</b>	<b>6.25</b>
<b>Commerce &amp; Distribution</b>				
33,200.00	CHURCHILL CHINA PLC	GBP	713,093.76	0.61
47,500.00	FERRONORDIC MACHINES AB-ORD	SEK	736,837.10	0.63
49,000.00	FOCUSRITE PLC	GBP	374,721.19	0.32
75,000.00	IG DESIGN GROUP PLC	GBP	630,200.04	0.54
152,900.00	KID ASA	NOK	770,409.83	0.65
621,000.00	MACFARLANE GROUP PLC	GBP	789,670.74	0.66
62,000.00	MOMENTUM GROUP AB-CLASS B	SEK	687,987.44	0.59
10,250.00	THERMADOR GROUPE	EUR	543,250.00	0.46
			<b>5,246,170.10</b>	<b>4.46</b>

The notes appearing in the annex form an integral part of the financial statements.



MANDARINE FUNDS - MANDARINE EUROPE MICROCAP (in EUR)

Securities portfolio as at 31 December 2019

Quantity or nominal	Name	Currency	Market value in EUR	% NAV
<b>Banks</b>				
21,500.00	GLARNER KANTONALBANK	CHF	658,647.65	0.56
1,378,000.00	SIAULIU BANKAS	EUR	697,268.00	0.59
179,500.00	SPAREBANK 1 BV	NOK	720,638.70	0.61
117,000.00	SPAREBANKEN VEST	NOK	752,026.36	0.64
70,500.00	TF BANK AB	SEK	781,637.36	0.67
1,100,000.00	VESTJYSK BANK A/S	DKK	454,867.85	0.39
			<b>4,065,085.92</b>	<b>3.46</b>
<b>Miscellaneous equipment</b>				
30,000.00	AVON RUBBER PLC	GBP	739,953.97	0.63
13,000.00	DELTA PLUS GROUP	EUR	635,700.00	0.54
575.00	GURIT HOLDING AG-BR	CHF	790,294.39	0.67
95,500.00	PORVAIR PLC	GBP	752,864.81	0.64
11,000.00	SP GROUP AS	DKK	356,239.55	0.30
120,000.00	TUBACEX SA	EUR	339,600.00	0.29
			<b>3,614,652.72</b>	<b>3.07</b>
<b>Food</b>				
78,300.00	ALTA CORP	EUR	640,494.00	0.54
72,000.00	ATRIA OYJ	EUR	722,880.00	0.62
21,500.00	KOPPARBERGS BRYGGERI AB-B	SEK	356,022.94	0.30
770,000.00	PREMIER FOODS PLC	GBP	343,948.78	0.29
99,000.00	SCANDI STANDARD AB	SEK	700,968.33	0.60
80,000.00	SWEDENCARE AB	SEK	705,003.45	0.60
			<b>3,469,317.50</b>	<b>2.95</b>
<b>Energy</b>				
187,000.00	MAHA ENERGY AB	SEK	441,350.43	0.38
349,000.00	PANORO ENERGY ASA	NOK	810,249.65	0.69
455,000.00	SERICA ENERGY PLC	GBP	693,762.91	0.59
43,500.00	TERNA ENERGY SA	EUR	333,210.00	0.28
49,500.00	TETHYS OIL AB	SEK	397,592.25	0.34
16,500.00	2G ENERGY AG	EUR	740,850.00	0.63
			<b>3,417,015.24</b>	<b>2.91</b>
<b>Advertising</b>				
450,000.00	CELLO HEALTH PLC	GBP	714,285.71	0.61
619,173.00	HUNTSWORTH PLC	GBP	594,803.59	0.51
111,300.00	NEXT FIFTEEN COMMUNICATIONS	GBP	706,666.67	0.60
100,000.00	REWORLD	EUR	275,000.00	0.23
			<b>2,290,755.97</b>	<b>1.95</b>
<b>Metal</b>				
280,000.00	ANGLO PACIFIC GROUP PLC	GBP	634,448.58	0.54
288,000.00	ATALAYA MINING PLC	GBP	652,575.68	0.56
2,870,000.00	HUMMINGBIRD RESOURCES PLC	GBP	719,743.91	0.61
			<b>2,006,768.17</b>	<b>1.71</b>
<b>Chemicals</b>				
285,000.00	ERCROS SA	EUR	729,600.00	0.62
1,453,411.00	IOFINA PLC	GBP	485,413.71	0.41
9,500.00	NABALTEC AG	EUR	313,500.00	0.27
43,500.00	RECTICEL	EUR	361,485.00	0.31
			<b>1,889,998.71</b>	<b>1.61</b>
<b>Leisure</b>				
155,000.00	CAPMAN OYJ B	EUR	365,025.00	0.31
118,500.00	DRAPER ESPRIT PLC	GBP	671,269.25	0.57
60,500.00	MUTARES SE & CO KGAA	EUR	769,560.00	0.66
			<b>1,805,854.25</b>	<b>1.54</b>
<b>Transport</b>				
300,000.00	AIR PARTNER PLC	GBP	337,758.90	0.29
260,000.00	RAILCARE GROUPS AB	SEK	658,180.87	0.56
209,000.00	WINCANTON PLC	GBP	754,753.05	0.64
			<b>1,750,692.82</b>	<b>1.49</b>
<b>Engineering &amp; construction</b>				
43,000.00	CTT SYSTEMS AB	SEK	723,504.08	0.62
23,056.00	ECA	EUR	751,625.60	0.63
			<b>1,475,129.68</b>	<b>(1.25)</b>
<b>Media</b>				

48,000.00 FUTURE PLC		GBP 821,384.32 0.70		
Quantity or nominal	Name	Currency	Market value in EUR	% NAV
235,000.00	TELE COLUMBUS AG	EUR	649,540.00	0.55
			<b>1,470,924.32</b>	<b>(1.25)</b>
<b>Internet</b>				
170,000.00	EDREAMS ODIGEO SL	EUR	725,900.00	0.61
16,000.00	LASTMINUTE.COM NV	CHF	677,092.92	0.58
			<b>1,402,992.92</b>	<b>1.19</b>
<b>Private equity</b>				
13,000.00	IBET-AT-HOME.COM AG	EUR	687,700.00	0.58
16,100.00	IXILAM ANIMATION	EUR	714,840.00	0.61
			<b>1,402,540.00</b>	<b>1.19</b>
<b>Textiles</b>				
127,000.00	BASICNET SPA	EUR	660,400.00	0.56
285,000.00	PIQUADRO SPA	EUR	703,950.00	0.60
			<b>1,364,350.00</b>	<b>1.16</b>
<b>Telecommunications</b>				
14,500.00	NED APPARATEN FABRIEK- NEDAP	EUR	703,250.00	0.60
402,000.00	RETELIT SPA	EUR	639,180.00	0.54
			<b>1,342,430.00</b>	<b>1.14</b>
<b>Automotive accessories &amp; equipment</b>				
4,900.00	EINHELL GERMANY AG-VORZUG	EUR	293,020.00	0.25
261,500.00	ISCANSHIP HOLDING ASA	NOK	795,336.46	0.68
			<b>1,088,356.46</b>	<b>0.93</b>
<b>Warehouse and storage</b>				
270.00	VETROPACK HOLDING AG-BR	CHF	755,105.80	0.64
			<b>755,105.80</b>	<b>0.64</b>
<b>Hotels and restaurants</b>				
14,800.00	IUBM DEVELOPMENT AG	EUR	698,560.00	0.59
			<b>698,560.00</b>	<b>0.59</b>
<b>Insurance</b>				
40,000.00	FBD HOLDINGS PLC	EUR	348,000.00	0.30
			<b>348,000.00</b>	<b>0.30</b>
			<b>112,749,656.42</b>	<b>95.90</b>
<b>Securities portfolio total</b>			<b>112,749,656.42</b>	<b>95.90</b>

Derivatives as at 31 December 2019

Purchase	Sale	Maturity Date	Commitment in EUR	Unrealised gain or loss in EUR
<b>Forward foreign exchange contracts</b>				
GBP 15,072.90	EUR 18,034.52	31/03/2020	18,034.52	(302.93)
USD 472,049.10	EUR 419,621.46	31/03/2020	419,621.46	(1,578.13)
				<b>(1,881.06)</b>
<b>Total forward foreign exchange contracts</b>				<b>(1,881.06)</b>
<b>Total derivatives</b>				<b>(1,881.06)</b>

Summary of net assets

	Market value in EUR	% NAV
<b>Securities portfolio total</b>	<b>112,749,656.42</b>	<b>95.90</b>
<b>Total derivatives</b>	<b>(1,881.06)</b>	<b>-</b>
<b>Cash at bank</b>	<b>6,432,751.30</b>	<b>5.47</b>
<b>Other assets and liabilities</b>	<b>(1,616,053.87)</b>	<b>(1.37)</b>
<b>Total net assets</b>	<b>117,564,472.79</b>	<b>100.00</b>

MANDARINE FUNDS - MANDARINE EUROPE MICROCAP (in EUR)

Securities portfolio breakdown by sector and region

Division by type of security	% of the portfolio	% of the net assets
Shares	100.00	95.90
	<b>100.00</b>	<b>95.90</b>

Distribution by country	% of the portfolio	% of the net assets
United Kingdom	33.03	31.65
Sweden	14.53	13.95
France	10.60	10.15
Germany	9.37	9.00
Norway	6.93	6.63
Italy	5.58	5.35
Finland	4.48	4.31
Denmark	3.69	3.55
Switzerland	3.25	3.12
Spain	2.17	2.08
Other	6.37	6.11
	<b>100.00</b>	<b>95.90</b>

The ten largest holdings

The ten largest holdings	Sector	Market value EUR	% of the net assets
POXEL SA	Cosmetics	1,012,600.00	0.86
TALENOM OYJ	Miscellaneous services	900,000.00	0.78
BIGBEN INTERACTIVE	Software	874,180.00	0.74
IMPAX ASSET MANAGEMENT GROUP	Financial services	872,248.78	0.75
COREM PROPERTY GROUP-B SHARE	Real estate	860,022.36	0.72
ADMICOM OYJ	Software	850,080.00	0.72
LIONTRUST ASSET MANAGEMENT	Financial services	837,316.34	0.71
KITRON ASA	Electrical and electronic devices	828,589.53	0.69
CRAYON GROUP HOLDING AS	Software	827,677.10	0.70
FUTURE PLC	Media	821,384.32	0.70

The notes appearing in the annex form an integral part of the financial statements.

MANDARINE FUNDS - MANDARINE GLOBAL MICROCAP (in EUR)

Statement of net assets as at 31 December 2019

Statement of operations and changes in net assets for the financial year ending 31 December 2019

	Notes	EUR
<b>Assets</b>		
Securities Portfolio at acquisition cost		44,058,184.52
Unrealised Gain or (Loss) on Securities Portfolio		10,489,348.07
Securities Portfolio at their market value	3.3	54,547,532.59
Cash at bank	3.3	2,610,654.87
Receivable on sale of securities		439,069.82
To be received from share subscriptions		83,955.14
Tax credits to be received	3.5	22,947.31
Interest and dividends to be received	3.3	55,573.51
<b>Total assets</b>		<b>57,759,733.24</b>
<b>Liabilities</b>		
Bank overdraft	3.3	21.73
Fees payable	10	635,373.26
To pay for purchase of securities		343,158.35
To pay on share redemptions		14,643.57
Unrealised losses on forward foreign exchange contracts	3.3, 13	8,189.63
<b>Total liabilities</b>		<b>1,001,386.54</b>
<b>Net assets at the end of the financial year</b>		<b>56,758,346.70</b>

	Notes	EUR
<b>Income</b>		
Dividends (net deductions at source)	3.4	779,648.79
Bank interest	3.4	2,534.15
Other income		5,804.02
<b>Total income</b>		<b>787,986.96</b>
<b>Fees</b>		
Management fee	6	1,008,425.23
Performance fee	6	518,106.98
Service fee	7	260,132.15
Transaction fees	12	201,213.38
Subscription tax	9	5,213.77
Bank interest and fees		15,853.94
Other fees	11	6,649.49
<b>Total fees</b>		<b>2,015,594.94</b>
<b>Net Profit/(Loss) on investments</b>		<b>(1,227,607.98)</b>
Net Profit/(Loss) on:		
Securities portfolio	3.3	523,489.35
Exchange rate	3.2	15,559.04
Forward foreign exchange contracts	3.3, 13	1,344.91
<b>Net Profit/(Loss) made in the financial year</b>		<b>(687,214.68)</b>
Change of the unrealised net gain or (loss) on:		
Securities Portfolio	3.3	13,732,323.35
Forward foreign exchange contracts	3.3, 13	(6,237.94)
<b>Increase/(Reduction) of the net assets originating from operations</b>		<b>13,038,870.73</b>
Subscriptions		12,330,670.12
Redemptions		(24,673,607.54)
Net assets at the beginning of the financial year		56,062,413.39
<b>Net assets at the end of the financial year</b>		<b>56,758,346.70</b>

The notes appearing in the annex form an integral part of the financial statements.

# MANDARINE FUNDS

## MANDARINE FUNDS - MANDARINE GLOBAL MICROCAP (in EUR)

### Statement of changes in the number of shares

	Number of shares in circulation at the start of the financial year	Number of shares subscribed	Number of shares redeemed	Number of shares in circulation at the end of the financial year
B3 (GBP)	-	-	-	-
B4 (GBPH)	100.00	-	-	100.00
F	3,713.00	-	-	3,713.00
G	24,158.00	20,557.00	(18,385.00)	26,330.00
I	53,679.76	7,118.17	(49,586.76)	11,211.17
I (USD)	300.00	21,033.00	(320.00)	21,013.00
I (USDH)	2,500.00	25,950.37	(5,541.36)	22,909.01
L	100.00	-	-	100.00
M	78,931.42	-	(61,681.42)	17,250.00
MG	100.00	-	-	100.00
R	353,862.56	40,482.58	(65,482.48)	328,862.66
R (USD)	10,545.00	-	(10,015.00)	530.00
S	100.00	-	-	100.00

The notes appearing in the annex form an integral part of the financial statements.



MANDARINE FUNDS - MANDARINE GLOBAL MICROCAP (in EUR)

Securities portfolio as at 31 December 2019

Quantity or nominal	Name	Currency	Market value in EUR	% NAV	Quantity or nominal	Name	Currency	Market value in EUR	% NAV
58,000.00	WATKIN JONES PLC	GBP	166,330.32	0.29	370,000.00	PENGUIN INTERNATIONAL LTD	SGD	181,402.59	0.32
			<b>3,730,891.30</b>	<b>6.57</b>	57,500.00	PWR HOLDINGS LTD	AUD	172,480.20	0.30
					71,000.00	SCANSHIP HOLDING ASA	NOK	215,942.21	0.39
	<b>Metals</b>				5,500.00	SEIKOH GIKEN CO LTD	JPY	152,843.28	0.27
13,000.00	ADVANCED EMISSIONS SOLUTIONS	USD	121,603.56	0.21	11,500.00	SPARTAN MOTORS INC	USD	185,229.40	0.33
69,000.00	ANGLO PACIFIC GROUP PLC	GBP	156,346.26	0.28	5,900.00	YOKOWO CO LTD	JPY	156,946.15	0.28
153,000.00	ARGONAUT GOLD INC	CAD	204,967.02	0.36				<b>2,739,215.09</b>	<b>4.83</b>
46,600.00	DUNDEE PRECIOUS METALS INC	CAD	178,639.74	0.31		<b>Commerce &amp; Distribution</b>			
12,500.00	ERO COPPER CORP	CAD	202,751.44	0.36	2,000.00	AMERICAS CAR-MART INC	USD	195,385.30	0.34
1,220,000.00	IMAGE RESOURCES NL	AUD	191,001.03	0.34	155,000.00	CHINA MEIDONG AUTO HOLDINGS	HKD	181,116.59	0.32
105,500.00	K92 MINING	CAD	208,738.66	0.37	99,000.00	CITY CHIC COLLECTIVE LTD	AUD	156,852.55	0.28
50,000.00	MAJOR DRILLING GROUP INTL	CAD	194,765.05	0.34	24,900.00	COLLINS FOODS LTD	AUD	138,935.40	0.24
305,172.00	MOUNT GIBSON IRON LTD	AUD	182,508.85	0.32	14,100.00	FUNKO INC-CLASS A	USD	215,551.00	0.37
16,200.00	NORTH AMERICAN CONSTRUCTION	CAD	175,177.25	0.31	9,700.00	GREMZ INC	JPY	185,511.33	0.33
105,400.00	NRW HOLDINGS LTD	AUD	213,195.98	0.38	9,000.00	G-7 HOLDINGS INC	JPY	179,575.48	0.32
135,500.00	PREMIER GOLD MINES LTD	CAD	183,384.86	0.32	22,500.00	IG DESIGN GROUP PLC	GBP	189,060.01	0.33
311,000.00	RAMELIUS RESOURCES LTD	AUD	240,526.66	0.42	10,000.00	MIMASU SEMICONDUCTOR INDUST	JPY	180,264.08	0.32
605,000.00	ROYAL NICKEL CORP	CAD	207,818.08	0.37	23,800.00	RESTAURANT BRANDS NZ LTD	NZD	199,543.23	0.35
248,000.00	SILVER LAKE RESOURCES LTD	AUD	208,109.72	0.37	9,500.00	SANYO TRADING CO LTD	JPY	206,061.76	0.36
36,700.00	WESDOME GOLD MINES LTD	CAD	256,415.91	0.45	17,000.00	TILLYS INC-CLASS A SHRS	USD	185,523.39	0.33
			<b>3,125,950.07</b>	<b>5.51</b>	16,900.00	TOKMANNI GROUP CORP	EUR	213,278.00	0.38
	<b>Office technology</b>				15,000.00	TRANSACTION CO LTD	JPY	125,176.55	0.22
4,500.00	BAYCURRENT CONSULTING INC	JPY	205,840.42	0.36	3,600.00	UNIVERSAL ELECTRONICS INC	USD	167,604.45	0.30
445,000.00	CSE GLOBAL LTD	SGD	162,155.89	0.29				<b>2,719,439.12</b>	<b>4.79</b>
79,000.00	DATA 3 LTD	AUD	183,542.60	0.32		<b>Construction materials</b>			
3,250.00	DATAGROUP SE	EUR	212,550.00	0.38	12,200.00	CAESARSTONE LTD	USD	163,789.76	0.29
10,600.00	DIEBOLD NIXDORF INC	USD	99,720.27	0.18	18,000.00	EOLUS VIND AB-B SHS	SEK	187,747.14	0.33
74,000.00	D4T4 SOLUTIONS PLC	GBP	190,818.43	0.34	18,300.00	GREAT LAKES DREDGE & DOCK CO	USD	184,711.80	0.33
18,800.00	EUROTECH SPA	EUR	158,484.00	0.28	11,500.00	H & H INTERNATIONAL A/S	DKK	192,064.24	0.34
12,000.00	ILL INC	JPY	195,560.70	0.34	4,000.00	HELMA EIGENHEIMBAU AG	EUR	168,000.00	0.30
7,000.00	KNOW IT AB	SEK	138,897.48	0.24	15,500.00	INSTALCO AB	SEK	199,433.75	0.34
24,000.00	MCJ CO LTD	JPY	164,278.86	0.29	2,200.00	KAWADA TECHNOLOGIES INC	JPY	121,192.55	0.21
84,000.00	ORDINA NV	EUR	170,940.00	0.30	31,000.00	LIFESTYLE COMMUNITIES LTD	AUD	178,795.75	0.32
88,000.00	PENTAMASTER CORP BHD	MYR	87,011.06	0.15	5,400.00	MYR GROUP INC/DELAWARE	USD	156,780.40	0.28
17,000.00	POLETOWIN PITCREW HOLDINGS	JPY	135,735.00	0.24	30,600.00	NIPPON AQUA CO LTD	JPY	157,279.79	0.28
10,500.00	PROACT IT GROUP AB	SEK	183,864.29	0.32	61,000.00	NORCROS PLC	GBP	201,569.60	0.35
55,000.00	RM PLC	GBP	185,637.58	0.33	74,500.00	OSJB HOLDINGS CORP	JPY	165,504.39	0.29
23,000.00	SCALA INC	JPY	147,629.64	0.26	25,700.00	PS MITSUBISHI CONSTRUCTION	JPY	154,636.90	0.27
4,700.00	SWORD GROUP	EUR	160,270.00	0.28	6,000.00	STEICO SE	EUR	164,400.00	0.29
6,700.00	ULS GROUP INC	JPY	159,388.20	0.28	11,800.00	STERLING CONSTRUCTION CO	USD	148,012.47	0.26
			<b>2,942,324.42</b>	<b>5.18</b>	8,000.00	TCM GROUP A/S	DKK	134,894.61	0.24
	<b>Electrical and electronic devices</b>							<b>2,678,813.15</b>	<b>4.72</b>
11,800.00	ACM RESEARCH INC-CLASS A	USD	193,951.00	0.34		<b>Financial services</b>			
21,300.00	A&D CO LTD	JPY	185,957.27	0.33	30,000.00	CAN FIN HOMES LTD	INR	147,169.32	0.26
8,300.00	CAMTEK LTD	USD	80,079.29	0.14	12,000.00	COWEN INC - A	USD	168,374.16	0.30
5,400.00	CHEMOMETEC A/S	DKK	148,143.19	0.26	1,500.00	FEDERAL AGRIC MTG CORP-CL C	USD	111,581.29	0.20
20,000.00	DISCOVERIE GROUP PLC	GBP	134,537.09	0.24	3,800.00	GOEASY LTD	CAD	181,567.74	0.32
9,300.00	ESPEC CORP	JPY	171,533.69	0.30	15,000.00	ICHINEN CO LTD	JPY	197,355.96	0.35
274,000.00	FRENCKEN GROUP LTD	SGD	167,919.97	0.30	72,944.00	IMF BENTHAM LTD	AUD	204,189.30	0.36
15,400.00	FURUNO ELECTRIC CO LTD	JPY	170,679.50	0.30	15,400.00	LIONTRUST ASSET MANAGEMENT	GBP	199,917.39	0.35
7,700.00	INTER ACTION CORP	JPY	200,093.94	0.35	115,000.00	MONEY3 CORP LTD	AUD	164,198.27	0.29
3,050.00	JUDGES SCIENTIFIC PLC	GBP	203,369.33	0.36	14,000.00	MORTGAGE SERVICE JAPAN LTD	JPY	197,167.42	0.35
160,000.00	KITRON ASA	NOK	178,431.12	0.31	9,000.00	NEWTEK BUSINESS SERVICES COR	USD	181,603.56	0.32
134,000.00	LUCECO PLC	GBP	199,889.07	0.35	43,500.00	PARETO BANK ASA	NOK	170,229.38	0.30
6,500.00	NAPCO SECURITY TECHNOLOGIES	USD	170,187.08	0.30	12,000.00	PAYSIGN INC	USD	108,507.80	0.19
20,000.00	NIRECO CORP	JPY	197,396.95	0.35	8,000.00	PREMIUM GROUP CO LTD	JPY	155,163.18	0.27
8,500.00	NITTO KOGYO CORP	JPY	177,124.42	0.31	10,158.00	ROCKROSE ENERGY PLC	GBP	224,174.90	0.39
56,500.00	ORION ENERGY SYSTEMS INC	USD	168,619.15	0.30				<b>2,411,199.67</b>	<b>4.25</b>
6,500.00	TRANSCAT INC	USD	184,489.98	0.33		<b>Internet</b>			
			<b>2,932,402.04</b>	<b>5.17</b>	16,000.00	BEENOS INC	JPY	184,805.52	0.33
	<b>Automotive accessories &amp; equipment</b>				25,000.00	EDREAMS ODIGEO SL	EUR	106,750.00	0.19
66,800.00	AUSTAL LTD	AUD	159,799.61	0.28	9,200.00	JUMBO INTERACTIVE LTD	AUD	85,901.62	0.15
9,000.00	BLUE BIRD CORP	USD	183,768.37	0.32	6,000.00	KAMAKURA SHINSHO LTD	JPY	84,795.43	0.15
4,500.00	DXP ENTERPRISES INC	USD	159,594.65	0.28	13,000.00	MEDPEER INC	JPY	193,634.28	0.34
3,100.00	ESTIC CORP	JPY	170,517.19	0.30	9,500.00	MEMBERS CO LTD	JPY	177,325.25	0.31
11,200.00	HIRANO TECSEED CO (KINZOKU)	JPY	184,267.76	0.32	15,000.00	PROTO CORP	JPY	147,801.79	0.26
15,000.00	HOKUETSU INDUSTRIES CO LTD	JPY	162,065.52	0.29	26,200.00	RACCOON HOLDINGS INC	JPY	178,478.65	0.31
25,000.00	ICHIKOH INDUSTRIES LTD	JPY	155,548.47	0.27	26,700.00	RUBICON PROJECT INC/THE	USD	194,095.32	0.34
16,700.00	IWAKI CO LTD	JPY	169,344.12	0.30	8,500.00	TECHTARGET	USD	197,639.20	0.35
6,700.00	JAPAN ELEVATOR SERVICE HOLDI	JPY	150,655.35	0.27	3,100.00	TEMAIRAZU INC	JPY	167,213.58	0.29
6,000.00	LUXFER HOLDINGS PLC	USD	98,939.87	0.17	9,900.00	VALUECOMMERCE CO LTD	JPY	190,229.01	0.34
15,200.00	NITTO SEIKO CO LTD	JPY	79,870.35	0.14					

The notes appearing in the annex form an integral part of the financial statements.

# MANDARINE FUNDS

## MANDARINE FUNDS - MANDARINE GLOBAL MICROCAP (in EUR)

### Securities portfolio as at 31 December 2019

Quantity or nominal	Name	Currency	Market value in EUR	% NAV
27,300.00	ZIX CORP	USD	164,894.43	0.29
			<b>2,073,564.08</b>	<b>3.65</b>
<b>Energy</b>				
5,500.00	AMERESCO INC-CL A	USD	85,746.10	0.15
718,000.00	CHINA SUNTIEN GREEN ENERGY-H	HKD	184,706.68	0.33
4,420,000.00	CONCORD NEW ENERGY GROUP LTD	HKD	192,035.49	0.34
463,500.00	COOPER ENERGY LTD	AUD	175,606.66	0.31
9,000.00	GEOARK LTD	USD	177,193.76	0.31
730,000.00	HIBISCUS PETROLEUM BHD	MYR	149,446.82	0.26
284,000.00	KAROON ENERGY LTD	AUD	205,416.91	0.36
45,000.00	MAHA ENERGY AB	SEK	106,207.32	0.19
11,700.00	POWERCELL SWEDEN AB	SEK	171,696.13	0.30
119,000.00	SERICA ENERGY PLC	GBP	181,445.68	0.32
13,300.00	WEST HOLDINGS CORP	JPY	198,974.98	0.35
4,600.00	2G ENERGY AG	EUR	206,540.00	0.37
			<b>2,035,016.53</b>	<b>3.59</b>
<b>Food</b>				
90,500.00	BALRAMPUR CHINI MILLS LTD	INR	207,155.34	0.36
4,500.00	INGLES MARKETS INC-CLASS A	USD	190,463.25	0.34
6,800.00	KYOKUYO CO LTD	JPY	160,262.06	0.28
4,500.00	OLVI OY-J-A SHARES	EUR	185,400.00	0.33
7,900.00	PICKLES CORP	JPY	172,910.88	0.30
10,900.00	RIDE ON EXPRESS HOLDINGS CO	JPY	192,109.53	0.34
25,000.00	SCANDI STANDARD AB	SEK	177,012.21	0.31
25,000.00	SHUFERSAL LTD	ILS	141,729.64	0.25
20,000.00	SWEDENCARE AB	SEK	176,250.86	0.31
12,500.00	SYNLAIT MILK LTD	NZD	66,787.87	0.12
1,380,000.00	TIANYUN INTERNATIONAL HOLDIN	HKD	157,781.00	0.28
			<b>1,827,862.64</b>	<b>3.22</b>
<b>Chemicals</b>				
173,000.00	INDEX LTD	AUD	159,798.98	0.28
4,300.00	JCU CORP	JPY	114,208.24	0.20
2,600.00	KOPPERS HOLDINGS INC	USD	88,527.39	0.16
7,000.00	OSAKA SODA CO LTD	JPY	180,755.93	0.32
10,000.00	RECTICEL	EUR	83,100.00	0.15
41,500.00	RIKEN TECHNOS CORP	JPY	183,026.65	0.32
4,700.00	SAKAI CHEMICAL INDUSTRY CO	JPY	96,436.77	0.17
2,600,000.00	SPT ENERGY GROUP INC	HKD	199,169.93	0.35
6,300.00	TOYO GOSEI CO LTD	JPY	226,203.13	0.39
2,800.00	TRI CHEMICAL LABORATORIES IN	JPY	196,478.83	0.35
			<b>1,527,705.85</b>	<b>2.69</b>
<b>Telecommunications</b>				
9,000.00	AUDIOCODES LTD	USD	205,977.73	0.36
38,000.00	CODAN LTD	AUD	177,286.53	0.31
800,000.00	COMBA TELECOM SYSTEMS HOLDINGS	HKD	198,483.93	0.35
29,000.00	LUNA INNOVATIONS INC	USD	188,338.53	0.33
3,250.00	NED APPARATEN FABRIEK- NEDAP	EUR	157,625.00	0.28
6,032.00	OPTOELECTRONICS SOLUTIONS CO	KRW	229,781.16	0.40
105,000.00	SERVICE STREAM LTD	AUD	174,906.85	0.31
12,500.00	VISION INC/TOKYO JAPAN	JPY	185,674.46	0.33
			<b>1,518,074.19</b>	<b>2.67</b>
<b>Miscellaneous equipment</b>				
1,100,000.00	FU YU CORP LTD	SGD	185,841.59	0.33
160.00	GURIT HOLDING AG-BR	CHF	219,908.00	0.38
16,000.00	KURIYAMA HOLDINGS CORP	JPY	102,567.72	0.18
6,300.00	NORTHWEST PIPE CO	USD	186,951.45	0.33
7,400.00	TAMRON CO LTD	JPY	152,807.21	0.27
62,000.00	TUBACEX SA	EUR	175,460.00	0.31
			<b>1,023,535.97</b>	<b>1.80</b>
<b>Transport</b>				
21,500.00	BW OFFSHORE LTD	NOK	143,860.09	0.25
4,700.00	HAMAKYOREX CO LTD	JPY	138,124.58	0.24
5,000.00	MARUZEN SHOWA UNYU CO LTD	JPY	131,570.64	0.23
30,000.00	MIE KOTSU GROUP HOLDINGS INC	JPY	151,982.54	0.27
33,000.00	RADIANT LOGISTICS INC	USD	163,750.56	0.29
11,500.00	SBS HOLDINGS INC	JPY	178,927.88	0.32
			<b>908,216.29</b>	<b>1.60</b>

Quantity or nominal	Name	Currency	Market value in EUR	% NAV
<b>Advertising</b>				
157,244.00	HUNTSWORTH PLC	GBP	151,055.20	0.27
30,200.00	NEXT FIFTEEN COMMUNICATIONS	GBP	191,746.03	0.33
17,600.00	ORCHESTRA HOLDINGS INC	JPY	175,007.81	0.31
			<b>517,809.04</b>	<b>0.91</b>
<b>Leisure</b>				
12,000.00	ALARIS ROYALTY CORP	CAD	180,791.43	0.31
25,000.00	DRAPER ESPRIT PLC	GBP	141,617.99	0.25
9,000.00	VICTORY CAPITAL HOLDING - A	USD	168,133.63	0.30
			<b>490,543.05</b>	<b>0.86</b>
<b>Warehouse and storage</b>				
4,300.00	UFP TECHNOLOGIES INC	USD	190,042.76	0.34
65.00	VETROPACK HOLDING AG-BR	CHF	181,784.73	0.32
			<b>371,827.49</b>	<b>0.66</b>
<b>Insurance</b>				
14,000.00	DONEGAL GROUP INC-CL A	USD	184,837.42	0.33
18,500.00	FBD HOLDINGS PLC	EUR	160,950.00	0.28
			<b>345,787.42</b>	<b>0.61</b>
<b>Media</b>				
12,000.00	FUTURE PLC	GBP	205,346.08	0.36
			<b>205,346.08</b>	<b>0.36</b>
<b>Textiles</b>				
32,000.00	BASICNET SPA	EUR	166,400.00	0.29
			<b>166,400.00</b>	<b>0.29</b>
			<b>54,376,485.82</b>	<b>95.80</b>
<b>Other transferable securities</b>				
<b>Shares</b>				
<b>Cosmetics</b>				
4,000.00	SEMLER SCIENTIFIC INC	USD	171,046.77	0.30
			<b>171,046.77</b>	<b>0.30</b>
			<b>171,046.77</b>	<b>0.30</b>
<b>Securities portfolio total</b>			<b>54,547,532.59</b>	<b>96.10</b>

### Derivatives as at 31 December 2019

Purchase	Sale	Maturity Date	Commitment in EUR	Unrealised gain or loss in EUR
<b>Forward foreign exchange contracts</b>				
GBP 14,800.00	EUR 17,703.99	31/03/2020	17,703.99	(293.43)
USD 2,362,855.96	EUR 2,100,424.69	31/03/2020	2,100,424.69	(7,896.20)
				<b>(8,189.63)</b>
<b>Total forward foreign exchange contracts</b>				<b>(8,189.63)</b>
<b>Total derivatives</b>				<b>(8,189.63)</b>

### Summary of net assets

	Market value in EUR	% NAV
<b>Securities portfolio total</b>	<b>54,547,532.59</b>	<b>96.10</b>
<b>Total derivatives</b>	<b>(8,189.63)</b>	<b>(0.01)</b>
<b>Cash at bank</b>	<b>2,610,633.14</b>	<b>4.60</b>
<b>Other assets and liabilities</b>	<b>(391,629.40)</b>	<b>(0.69)</b>
<b>Total net assets</b>	<b>56,758,346.70</b>	<b>100.00</b>

The notes appearing in the annex form an integral part of the financial statements.

MANDARINE FUNDS - MANDARINE GLOBAL MICROCAP (in EUR)

Securities portfolio breakdown by sector and country

Division by type of security	% of the portfolio	% of the net assets
Shares	100.00	96.10
	<b>100.00</b>	<b>96.10</b>

Distribution by country	% of the portfolio	% of the net assets
Japan	27.83	26.74
United States	22.41	21.61
United Kingdom	8.29	7.94
Australia	7.05	6.78
Canada	5.35	5.13
Sweden	4.56	4.35
Germany	3.18	3.07
Cayman Islands	2.75	2.63
France	2.34	2.24
Other	16.24	15.61
	<b>100.00</b>	<b>96.10</b>

The ten largest holdings

The ten largest holdings	Sector	Market value EUR	% of the net assets
POXEL SA	Cosmetics	268,400.00	0.46
WESDOME GOLD MINES LTD	Metals	256,415.91	0.45
RAMELIUS RESOURCES LTD	Metals	240,526.66	0.42
OPTOELECTRONICS SOLUTIONS CO	Telecommunications	229,781.16	0.40
TOYO GOSEI CO LTD	Chemicals	226,203.13	0.39
ROCKROSE ENERGY PLC	Financial services	224,174.90	0.39
STILLFRONT GROUP AB	Software	220,337.37	0.38
GURIT HOLDING AG-BR	Miscellaneous equipment	219,908.00	0.38
VIB VERMOEGEN AG	Real estate	217,540.00	0.38
SCANSHIP HOLDING ASA	Automotive accessories & equipment	215,942.21	0.39

The notes appearing in the annex form an integral part of the financial statements.



**Notes to financial statements as at 31 December 2019****Note 1 – General information**

MANDARINE FUNDS (the “SICAV”) is an open-ended investment company with multiple sub-funds governed by Luxembourg law established on the 3 March 2010, subject to Part I of the amended Law of the 17 December 2010 on undertakings for collective investment in transferable securities, incorporating the provisions of the European Directive of the 13 July 2009 (2009/65/EC) as amended.

As at 31 December 2019, the following sub-funds are open for subscription:

MANDARINE FUNDS - MANDARINE UNIQUE SMALL & MID CAPS EUROPE denominated in EUR  
MANDARINE FUNDS - MANDARINE MULTI-ASSETS denominated in EUR  
MANDARINE FUNDS - MANDARINE EUROPE MICROCAP denominated in EUR  
MANDARINE FUNDS - MANDARINE GLOBAL MICROCAP denominated in EUR

The aim of the MANDARINE FUNDS - MANDARINE UNIQUE SMALL & MID CAPS EUROPE sub-fund is to provide investors with long-term capital growth from a diversified portfolio containing actively managed transferable securities, and to outperform the benchmark index: Stoxx Europe Small 200 (EUR) Net Return. The MANDARINE FUNDS - MANDARINE UNIQUE SMALL & MID CAPS EUROPE sub-fund invests at least 75% of its net assets in the shares of companies whose registered office is located in the European Economic Area (EEA).

The objective of the sub-fund MANDARINE FUNDS - MANDARINE MULTI-ASSETS is to encourage the formation of long-term assets by investing in a diversified portfolio exposed to different asset classes. The MANDARINE FUNDS - MANDARINE MULTI-ASSETS sub-fund invests in a wide range of asset classes through multiple strategies combining different performance drivers.

The aim of the MANDARINE FUNDS - MANDARINE EUROPE MICROCAP sub-fund is to provide investors with long-term growth from an actively managed portfolio consisting of listed shares selected from among small and mid-cap European companies, and to outperform the benchmark index: MSCI® Europe Micro Cap – Net Returns. The sub-fund invests at least 75% of its net assets in shares of companies whose registered office is located in the EEA.

The aim of the MANDARINE FUNDS - MANDARINE GLOBAL MICROCAP sub-fund is to provide investors with long-term growth from an actively managed portfolio consisting of listed shares selected from among small and mid-cap European companies, and to outperform the benchmark index: MSCI® World Micro Cap – Net Returns.

Notes to financial statements as at 31 December 2019 (continued)

Note 2 – SICAV shares

The SICAV's shares are capitalisation and distribution shares.

The SICAV may issue shares in the following categories:

MANDARINE FUNDS - MANDARINE UNIQUE SMALL & MID CAPS EUROPE

	Minimum initial subscription	Investor
<b>Z shares</b>	EUR 50	reserved for individual investors, subscribing directly with the SICAV
<b>R, R (USD), R (d), R (CHF) and R (USDH) shares</b>	EUR/USD/CHF 50	reserved for institutional investors
<b>F, F (d) and F (CHF) shares</b>	EUR/USD/CHF 50	reserved for any type of investor
<b>I, I (USD), I (USDH) and I (CHF) shares</b>	EUR/USD/CHF 500,000	reserved for institutional investors
<b>G shares</b>	EUR 500,000	reserved for institutional investors under German and Austrian law: corporate entities subject to German tax law and regulations
<b>S shares</b>	EUR 250,000	primarily reserved for Spanish and Italian institutional investors
<b>M shares</b>	EUR 20,000,000	reserved for institutional investors
<b>L shares</b>	EUR 20,000,000	reserved for institutional investors
<b>L (d) shares</b>	EUR 20,000,000	reserved for institutional investors
<b>L (GBPd) shares</b>	GBP 15,000,000	reserved for institutional investors
<b>L (GBP) shares</b>	GBP 15,000,000	reserved for institutional investors
<b>B1 (GBP) shares</b>	GBP 15,000,000	reserved for institutional investors
<b>B2 (GBPH) shares</b>	GBP 15,000,000	reserved for institutional investors
<b>B3 (GBP) shares</b>	GBP 1,000	reserved for institutional investors
<b>B4 (GBPH) shares</b>	GBP 1,000	reserved for institutional investors
<b>MG shares</b>	EUR 1,000	reserved for Mandarine Gestion and entities of its group

For I (USDH), B2 (GBPH), B4 (GBPH), R (USDH), R (CHF), F (CHF) and I (CHF) shares, currency hedging has been implemented in order to limit the impact of changes in the EUR/USD, EUR/GBP and EUR/CHF exchange rates on performance and to hedge against the USD/EUR, GBP/EUR and CHF/EUR exchange rate risk as far as possible.

As at 31 December 2019, only R, R (USD), R (USDH), I, I (USD), I (CHF), G, S, M, B3 (GBP), L, L (d), L (GBP), R (d), F, F (d), MG, F (CHF) and R (CHF) shares are in circulation.

Notes to financial statements as at 31 December 2019 (continued)

Note 2 – SICAV shares (continued)

MANDARINE FUNDS - MANDARINE MULTI-ASSETS

	Minimum initial subscription	Investor
<b>Z shares</b>	EUR 50	reserved for individual investors, subscribing directly with the SICAV
<b>R and R (d) shares</b>	EUR 50	reserved for institutional investors
<b>F shares</b>	EUR 50	reserved for any type of investor
<b>I and I2 shares</b>	EUR 500,000	reserved for institutional investors
<b>G and G2 shares</b>	EUR 500,000	reserved for institutional investors under German and Austrian law: corporate entities subject to German tax law and legislation
<b>S shares</b>	EUR 500,000	primarily reserved for Spanish and Italian institutional investors
<b>M shares</b>	EUR 20,000,000	reserved for institutional investors
<b>L shares</b>	EUR 20,000,000	reserved for institutional investors
<b>MG shares</b>	EUR 1,000	reserved for Mandarine Gestion and entities of its group

As at 31 December 2019, only R, I, I2, M and L shares were in circulation.

MANDARINE FUNDS - MANDARINE EUROPE MICROCAP

	Minimum initial subscription	Investor
<b>Z shares</b>	EUR 50	reserved for individual investors, subscribing directly with the SICAV
<b>R, R (USD), R (USDH) shares</b>	EUR 50/USD 50	reserved for institutional investors
<b>I, I (USD) and I (USDH) shares</b>	EUR 100,000/USD 100,000	reserved for institutional investors
<b>G shares</b>	EUR 100,000	reserved for institutional investors under German and Austrian law: corporate entities subject to German tax law and regulations
<b>S shares</b>	EUR 100,000	primarily reserved for Spanish and Italian institutional investors
<b>M shares</b>	EUR 10,000,000	reserved for institutional investors
<b>L shares</b>	EUR 10,000,000	reserved for institutional investors
<b>F shares</b>	EUR 50	reserved for any type of investor
<b>MG shares</b>	EUR 1,000	reserved for Mandarine Gestion and entities of its group
<b>B1 (GBP) and B2 (GBPH) shares</b>	GBP 10,000,000	reserved for institutional investors
<b>B3 (GBP) and B4 (GBPH) shares</b>	GBP 1,000	reserved for institutional investors

For I (USDH), R (USDH), B2 (GBPH) and B4 (GBPH) shares, currency hedging is implemented in order to limit the impact of changes in the EUR/USD, EUR/GBP exchange rates on performance and to hedge against the USD/EUR and GBP/EUR exchange rate risk as far as possible.

As at 31 December 2019, only F, G, L, M, R, B4 (GBPH), MG, I, I (USDH), R (USDH) and R (USD) shares were in circulation.

Notes to financial statements as at 31 December 2019 (continued)

Note 2 – SICAV shares (continued)

MANDARINE FUNDS - MANDARINE GLOBAL MICROCAP

	Minimum initial subscription	Investor
Z shares	EUR 50	reserved for individual investors, subscribing directly with the SICAV
R, R (USD), R (USDH) shares	EUR 50/USD 50	reserved for institutional investors
F shares	EUR 50/USD 50	reserved for any type of investor
I, I (USD) and I (USDH) shares	EUR 100,000/USD 100,000	reserved for institutional investors
G shares	EUR 100,000	reserved for institutional investors under German and Austrian law: corporate entities subject to German tax law and regulations
S shares	EUR 100,000	primarily reserved for Spanish and Italian institutional investors
M shares	EUR 10,000,000	reserved for institutional investors
L shares	EUR 10,000,000	reserved for institutional investors
MG shares	EUR 1,000	reserved for Mandarine Gestion and entities of its group
B1 (GBP) and B2 (GBPH) shares	GBP 10,000,000	reserved for institutional investors
B3 (GBP) and B4 (GBPH) shares	GBP 1,000	reserved for institutional investors
A1 (AUD) and A2 (AUD) shares	AUD 20,000,000	reserved for institutional investors

For I (USDH), R (USDH), B2 (GBPH) and B4 (GBPH) shares, currency hedging is implemented in order to limit the impact of changes in the EUR/USD, EUR/GBP exchange rates on performance and to hedge against the USD/EUR and GBP/EUR exchange rate risk as far as possible.

As at 31 December 2019, only F, G, M, MG, S, L, B4 (GBPH), I, I (USD), R, R (USD) and I (USDH) shares were in circulation.

Note 3 – Main accounting methods

The financial statements of the SICAV are established in accordance with the legal directives and regulations in force in Luxembourg relating to undertakings of collective investment in transferable securities, and with generally accepted accounting principles.

3.1 Combination of the different sub-funds

The MANDARINE FUNDS financial statements are denominated in euros (EUR) by converting and adding the financial statements of sub-funds denominated in currencies other than the euro at the prevailing exchange rate at the close of the financial year.

3.2 Currency Conversion

The accounts of each sub-fund are held in the currency of their net asset value (NAV) and the financial statements of each sub-fund are expressed in this same currency.

The acquisition cost of securities in a currency other than that of the sub-fund is converted into the sub-fund currency based on the exchange rate in force on the purchase date of the securities.

Income and charges denominated in a currency other than that of the sub-fund are converted into the sub-fund currency based on the exchange rate in force on the date of the transaction.

For the financial year ending 31 December 2019, the estimated values of securities (determined in the manner described below), receivables, bank deposits and debts denominated in a currency other than that of the sub-fund are converted into the sub-fund's currency based on the exchange rate in effect on this date, with exchange rate differences resulting from the conversion of receivables, bank deposits and debts being included in the Realised Profit/(Loss) on Exchange Rate in the Statement of operations and changes in net assets.

**Notes to financial statements as at 31 December 2019 (continued)****Note 3 – Main accounting methods (continued)****3.3 Valuation of Investments held by the SICAV**

The assets and liabilities of each of the SICAV's sub-funds are valued according to the following principles:

- a) The value of cash in hand or on deposit, bills and demand notes and accounts receivable, prepaid expenses, cash dividends and interest declared or accrued but not yet received consists of the nominal value of such assets, unless this value is unlikely to be received, in which case, the value is determined by subtracting the amount that the SICAV deems appropriate, in order to reflect its true value;
- b) The value of all securities and money market instruments listed or traded on a stock market is based on their latest available price;
- c) The value of all securities traded on another recognised regulated market that operates regularly and is open to the public is determined based on the latest available price;
- d) Money market instruments and fixed income securities may be valued on an amortised cost basis. This method, following the purchase, takes account of continuous amortisation to achieve the redemption price at maturity of the security;
- e) The value of securities representing any mutual fund institution shall be calculated based on the most recent official Inventory Net Asset Value. Unless the portfolio securities on the Valuation Date are listed or traded on a stock market or on another recognised regulated market that operates regularly and is open to the public, or where, for securities listed and traded on a stock market or on another market, the price determined as per the second and third paragraphs above is not representative of the actual value of these securities, valuation is based on their likely recoverable value, estimated prudently and in good faith by the SICAV's Board of Directors;
- f) The profits and loss realised on sales of securities are calculated based on the average acquisition cost;
- g) Open forward foreign exchange contracts are valued depending on the forward exchange rate for the remaining duration of the contract. Net profit and losses realised and changes in unrealised net gains and losses are included in the Statement of operations and changes in net assets;
- h) Futures contracts are valued based on the latest available market price. Profits and losses realised are included in the Statement of Operations and Changes in Net Assets. For the purposes of calculating net investments in financial instruments by currency, the investments are converted using the prevailing exchange rates at the end of the financial year and the unrealised profit/(loss) is included in the Statement of net assets.
- i) The liquidation value of options traded on stock markets is based on the closing prices published by the stock markets or the SICAV on which the company entered into the contracts in question. The liquidation value of options not traded on stock markets is determined in accordance with the rules established by the Board of Directors of the SICAV, according to uniform criteria for each category of contract.

All net profit and losses realised and changes in unrealised net gains and losses are included in the Statement of operations and changes in net assets;

**3.4 Revenues**

Bank interest is recorded upon receipt in the SICAV's accounts.

Dividends are recorded on the date on which the shares are listed as net "ex-dividend" for the first time.

Interest from bonds is applied daily net of taxes.

**3.5 Taxation of the SICAV**

Payments of dividends or of the redemption price to shareholders may be subject to withholding tax in accordance with the provisions on the automatic exchange of information set out in Council Directive 2003/48/EC of 3 June 2003 and the Savings Directive on taxation of savings income in the form of interest payments (under the provisions of Directive 2003/48/EC). If such payments are subject to withholding tax, investors have the option of not paying the tax if they submit a certificate of exemption or an authorisation for exchange of information, in accordance with the options made available by the paying agent.

The Directive was transposed into Luxembourg legislation through the law of 21 June 2005 ("the Law").

The dividends distributed by a sub-fund of the SICAV shall be subject to the Directive and the Law if more than 15% of the sub-fund's assets are invested in receivables as defined by the Law.

The capital gains that a shareholder earns upon the sale of shares of a sub-fund are subject to the Directive and the Law if more than 25% of the sub-fund's assets are invested in receivables as defined by the Law.

Notes to financial statements as at 31 December 2019 (continued)

Note 4 – Exchange rate as at 31 December 2019

The exchange rates used for the conversion of the SICAV's assets and liabilities not denominated in EUR are as follows:

EUR 1	=	1.596850	AUD	EUR 1	=	4.591600	MYR
EUR 1	=	1.455600	CAD	EUR 1	=	9.863750	NOK
EUR 1	=	1.087000	CHF	EUR 1	=	1.663850	NZD
EUR 1	=	7.472500	DKK	EUR 1	=	4.251250	PLN
EUR 1	=	0.847350	GBP	EUR 1	=	10.507750	SEK
EUR 1	=	8.746300	HKD	EUR 1	=	1.509350	SGD
EUR 1	=	3.877100	ILS	EUR 1	=	33.649150	TWD
EUR 1	=	80.122000	INR	EUR 1	=	1.122500	USD
EUR 1	=	121.987700	JPY	EUR 1	=	15.696500	ZAR
EUR 1	=	1,298.115150	KRW				

Note 5 – Fees payable by the subscriber

For the MANDARINE FUNDS - MANDARINE UNIQUE SMALL & MID CAPS EUROPE sub-fund, the fees payable by the subscriber by class are as follows:

	Subscription fee	Redemption fee	Conversion fee
<b>Z shares</b>	Up to 2.00% p.a.	-	Up to 1.00% p.a.
<b>R, R (USD), R (d), R (CHF) and R (USDH) shares</b>	Up to 2.00% p.a.	-	Up to 1.00% p.a.
<b>F, F(d) and F (CHF) shares</b>	Up to 2.00% p.a.	-	Up to 1.00% p.a.
<b>I, I (USD), I (USDH) and I (CHF) shares</b>	Up to 2.00% p.a.	-	Up to 1.00% p.a.
<b>G shares</b>	Up to 2.00% p.a.	-	Up to 1.00% p.a.
<b>S shares</b>	Up to 2.00% p.a.	-	Up to 1.00% p.a.
<b>M shares</b>	Up to 2.00% p.a.	-	Up to 1.00% p.a.
<b>B1 (GBP) shares</b>	Up to 2.00% p.a.	-	Up to 1.00% p.a.
<b>B2 (GBPH) shares</b>	Up to 2.00% p.a.	-	Up to 1.00% p.a.
<b>B3 (GBP) shares</b>	Up to 2.00% p.a.	-	Up to 1.00% p.a.
<b>B4 (GBPH) shares</b>	Up to 2.00% p.a.	-	Up to 1.00% p.a.
<b>L shares</b>	Up to 2.00% p.a.	-	Up to 1.00% p.a.
<b>L (d) shares</b>	Up to 2.00% p.a.	-	Up to 1.00% p.a.
<b>L (GBP) shares</b>	Up to 2.00% p.a.	-	Up to 1.00% p.a.
<b>L (GBPd) shares</b>	Up to 2.00% p.a.	-	Up to 1.00% p.a.
<b>MG shares</b>	Up to 2.00% p.a.	-	Up to 1.00% p.a.

Notes to financial statements as at 31 December 2019 (continued)

Note 5 – Fees payable by the subscriber (continued)

For the MANDARINE FUNDS - MANDARINE MULTI-ASSETS sub-fund, the fees payable by the subscriber by class are as follows:

	Subscription fee	Redemption fee	Conversion fee
Z shares	Up to 2.00% p.a.	-	Up to 1.00% p.a.
R shares	Up to 2.00% p.a.	-	Up to 1.00% p.a.
R (d) shares	Up to 2.00% p.a.	-	Up to 1.00% p.a.
F shares	Up to 2.00% p.a.	-	Up to 1.00% p.a.
I and I2 shares	Up to 2.00% p.a.	-	Up to 1.00% p.a.
G and G2 shares	Up to 2.00% p.a.	-	Up to 1.00% p.a.
S shares	Up to 2.00% p.a.	-	Up to 1.00% p.a.
M shares	Up to 2.00% p.a.	-	Up to 1.00% p.a.
L shares	Up to 2.00% p.a.	-	Up to 1.00% p.a.
MG shares	Up to 2.00% p.a.	-	Up to 1.00% p.a.

For the MANDARINE FUNDS - MANDARINE EUROPE MICROCAP sub-fund, the fees payable by the subscriber by class are as follows:

	Subscription fee	Redemption fee	Conversion fee
Z shares	Up to 2.00% p.a.	-	Up to 1.00% p.a.
R, R (USD), R (USDH) shares	Up to 2.00% p.a.	-	Up to 1.00% p.a.
I, I (USD) and I (USDH) shares	Up to 2.00% p.a.	-	Up to 1.00% p.a.
G shares	Up to 2.00% p.a.	-	Up to 1.00% p.a.
S shares	Up to 2.00% p.a.	-	Up to 1.00% p.a.
M shares	Up to 2.00% p.a.	-	Up to 1.00% p.a.
L shares	Up to 2.00% p.a.	-	Up to 1.00% p.a.
F shares	Up to 2.00% p.a.	-	Up to 1.00% p.a.
MG shares	Up to 2.00% p.a.	-	Up to 1.00% p.a.
B1 (GBP) and B2 (GBPH) shares	Up to 2.00% p.a.	-	Up to 1.00% p.a.
B3 (GBP) and B4 (GBPH) shares	Up to 2.00% p.a.	-	Up to 1.00% p.a.

Notes to financial statements as at 31 December 2019 (continued)

Note 5 – Fees payable by the subscriber (continued)

For the MANDARINE FUNDS - MANDARINE GLOBAL MICROCAP sub-fund, the fees payable by the subscriber by class are as follows:

	Subscription fee	Redemption fee	Conversion fee
Z shares	Up to 2.00% p.a.	-	Up to 1.00% p.a.
R shares	Up to 2.00% p.a.	-	Up to 1.00% p.a.
I shares	Up to 2.00% p.a.	-	Up to 1.00% p.a.
G shares	Up to 2.00% p.a.	-	Up to 1.00% p.a.
S shares	Up to 2.00% p.a.	-	Up to 1.00% p.a.
M shares	Up to 2.00% p.a.	-	Up to 1.00% p.a.
L shares	Up to 2.00% p.a.	-	Up to 1.00% p.a.
B1 (GBP) shares	Up to 2.00% p.a.	-	Up to 1.00% p.a.
B2 (GBPH) shares	Up to 2.00% p.a.	-	Up to 1.00% p.a.
B3 (GBP) shares	Up to 2.00% p.a.	-	Up to 1.00% p.a.
B4 (GBPH) shares	Up to 2.00% p.a.	-	Up to 1.00% p.a.
I (USD), I USD H and F shares	Up to 2.00% p.a.	-	Up to 1.00% p.a.
R (USD) and R (USDH) shares	Up to 2.00% p.a.	-	Up to 1.00% p.a.
MG shares	Up to 2.00% p.a.	-	Up to 1.00% p.a.
A1 (AUD) and A2 (AUD) shares	Up to 2.00% p.a.	-	Up to 1.00% p.a.

Note 6 – Management fee and performance fee

For the MANDARINE FUNDS - MANDARINE UNIQUE SMALL & MID CAPS EUROPE sub-fund, the management fee and the performance fee per class are as follows:

	Management fee*	Performance fee	
Z shares	Up to 2.20% p.a.	15% of the outperformance above the Stoxx Europe Small 200 (EUR) Net Return.	
R, R (USD), R (USDH) and R (CHF) shares	Up to 2.20% p.a.		
R (d) shares	Up to 2.20% p.a.		
F, F (d) and F (CHF) shares	Up to 1.10% p.a.		
I, I (USD), I (USDH) and I (CHF) shares	Up to 0.90% p.a.		
G shares	Up to 0.90% p.a.		
S shares	Up to 1.40% p.a.		
M shares	Up to 0.60% p.a.		
B1 (GBP) shares	Up to 0.60% p.a.		
B2 (GBPH) shares	Up to 0.60% p.a.		
B3 (GBP) shares	Up to 0.95% p.a.		-
B4 (GBPH) shares	Up to 0.95% p.a.		-
L shares	Up to 0.75% p.a.		-
L (d) shares	Up to 0.75% p.a.		-
L (GBP) shares	Up to 0.75% p.a.	-	
L (GBPd) shares	Up to 0.75% p.a.	-	
MG shares	Up to 0.90% p.a.	-	

\* The management fee is payable monthly and is based on the average net assets of the sub-fund during the month in question. The payment is due during the month following the end of the month in question.

**Performance fee:** The calculation period for the performance fee shall be the sub-fund's financial year. However, the first calculation period shall begin on the date the first NAV is calculated and shall end on the last day of the current financial year. Each time the net asset value is determined, the outperformance of the sub-fund shall be defined as the positive difference between the valuation of the sub-fund prior to taking into account any provision for the performance fee, and the valuation of a notional UCI achieving the performance of the benchmark and using the same set of subscriptions and redemptions as the sub-fund.



Notes to financial statements as at 31 December 2019 (continued)

Note 6 – Management fee and performance fee (continued)

For each establishment of a net asset value, the performance fee is equal to 15% (including taxes) of the outperformance above the Stoxx Small 200 (EUR) Net Return index.

Such a provision may only be booked on condition that the NAV, after taking into account a provision (in full or in part) for the performance fee, is greater than the sub-fund's NAV at the beginning of the financial year. In the event of redemptions, the share of the performance fee corresponding to the redeemed shares is collected by the Management Company. Excluding redemptions, the performance fee shall be collected by the Management Company on the last day of the financial year.

As at 31 December 2019, the performance fee totalled EUR 2,156,698.40 for the MANDARINE FUNDS - MANDARINE UNIQUE SMALL & MID CAPS EUROPE sub-fund.

For the MANDARINE FUNDS - MANDARINE MULTI-ASSET sub-fund, the management fee and the performance fee by class are as follows:

	Management fee*	Performance fee
<b>Z shares</b>	Up to 1.60% p.a.	15%
<b>R shares</b>	Up to 1.60% p.a.	15%
<b>R (d) shares</b>	1.60% max p.a. (until 31 October 2019) 2.00% max p.a. (since 1 November 2019)	15%
<b>F shares</b>	Up to 0.80% p.a.	15%
<b>I shares</b>	Up to 0.70% p.a.	15%
<b>I2 shares</b>	Up to 0.85% p.a.	-
<b>G shares</b>	Up to 0.70% p.a.	15%
<b>G2 shares</b>	Up to 0.85% p.a.	-
<b>S shares</b>	Up to 1.00% p.a.	15%
<b>M shares</b>	0.60% max p.a. (until 31 October 2019) 0.50% max p.a. (since 1 November 2019)	15%
<b>L shares</b>	Up to 0.75% p.a.	-
<b>MG shares</b>	Up to 1.00% p.a.	-

\* The management fee is payable monthly and is based on the average net assets of the sub-fund during the month in question. The payment is due during the month following the end of the month in question.

**Performance fee:** the performance fee is based on a comparison between the performance of the sub-fund and that of a notional UCI achieving the performance of the capitalised EONIA rate +300 basis points (300 bps) and using the same set of subscriptions and redemptions as the sub-fund.

Each time the net asset value is determined, the performance fee shall be subject to a provision (of 15% of the outperformance) once the performance of the sub-fund exceeds that of the notional UCI over the observation period, or a write-back within the limits of the existing provision in the event of underperformance.

This performance fee, calculated each financial year, in principle has a "high water mark": in the event of underperformance over the financial year, the observation period is extended by one financial year and the performance fee is then calculated over an accumulation of two financial years.

As at 31 December 2019, the performance fee totalled EUR 155,980.53 for the MANDARINE FUNDS - MANDARINE MULTI-ASSETS sub-fund.

Notes to financial statements as at 31 December 2019 (continued)

Note 6 – Management fee and performance fee (continued)

For the MANDARINE FUNDS - MANDARINE EUROPE MICROCAP sub-fund, the management fee and the performance fee by class are as follows:

	Management fee*	Performance fee
Z shares	Up to 2.20% p.a.	20% of the outperformance above the MSCI Europe Micro Cap - Net Returns
R shares	Up to 2.20% p.a.	
I shares	Up to 1.00% p.a.	
G shares	Up to 1.00% p.a.	
S shares	Up to 1.40% p.a.	
F shares	Up to 1.10% p.a.	
M shares	Up to 0.75% p.a.	
B1 (GBP) shares	Up to 0.75% p.a.	
B2 (GBPH) shares	Up to 0.75% p.a.	
R (USD) and R (USDH) shares	Up to 2.20% p.a.	
I (USD) and I (USDH) shares	Up to 1.00% p.a.	
MG shares	Up to 1.00% p.a.	-
L shares	Up to 1.00% p.a.	-
B3 (GBP) shares	Up to 1.00% p.a.	-
B4 (GBPH) shares	Up to 1.00% p.a.	-

\* The management fee is payable monthly and is based on the average net assets of the sub-fund during the month in question. The payment is due during the month following the end of the month in question.

Performance fee: The calculation period for the performance fee shall be the sub-fund's financial year. However, the first calculation period begins on the calculation date of the first net asset value and ends on the last day of the financial year in progress. Each time the NAV is determined, the outperformance of the sub-fund shall be defined as the positive difference between the valuation of the sub-fund prior to taking into account any provision for the performance fee, and the valuation of a notional UCI achieving the performance of the benchmark and using the same set of subscriptions and redemptions as the sub-fund.

Each time the NAV is determined, the performance fee, set at 20% (including taxes) of the outperformance exceeding the MSCI © Europe Micro Cap – Net Returns (dividends reinvested), is subject to a provision or a write-back within the limits of the existing provision.

Such a provision may only be booked on condition that the NAV, after taking into account a provision (in full or in part) for the performance fee, is greater than the sub-fund's net asset value at the beginning of the financial year. In the event of redemptions, the share of the performance fee corresponding to the redeemed units is collected by the Management Company. Excluding redemptions, the performance fee shall be collected by the Management Company on the last day of the financial year.

As at 31 December 2019, the performance fee totalled EUR 1,938,727.04 for the MANDARINE FUNDS - MANDARINE EUROPE MICROCAP sub-fund.

Notes to financial statements as at 31 December 2019 (continued)

Note 6 – Management fee and performance fee (continued)

For the MANDARINE FUNDS - MANDARINE GLOBAL MICROCAP sub-fund, the management fee and the performance fee by class are as follows:

	Management fee*	Performance fee
Z shares	Up to 2.20% p.a.	20% of the outperformance above that of the MSCI World Micro Cap - Net Returns
R shares	Up to 2.20% p.a.	
I shares	Up to 1.00% p.a.	
G shares	Up to 1.00% p.a.	
S shares	Up to 1.40% p.a.	
M shares	Up to 0.75% p.a.	
B1 (GBP) shares	Up to 0.75% p.a.	
B2 (GBPH) shares	Up to 0.75% p.a.	
R (USD) and R (USDH) shares	Up to 2.20% p.a.	
I (USD) and I (USDH) shares	Up to 1.00% p.a.	
F shares	Up to 1.10% p.a.	
A1 (AUD) shares	Up to 0.90% p.a.	
MG shares	Up to 1.00% p.a.	
L shares	Up to 1.00% p.a.	-
B3 (GBP) shares	Up to 1.00% p.a.	-
B4 (GBPH) shares	Up to 1.00% p.a.	-
A2 (AUD) shares	Up to 1.15% p.a.	-

\* The management fee is payable monthly and is based on the average net assets of the sub-fund during the month in question. The payment is due during the month following the end of the month in question.

Performance fee: The calculation period for the performance fee shall be the sub-fund's financial year. However, the first calculation period shall begin on the date the first NAV is calculated and shall end on the last day of the current financial year. Each time the NAV is determined, the outperformance of the sub-fund shall be defined as the positive difference between the valuation of the sub-fund prior to taking into account any provision for the performance fee, and the valuation of a notional UCI achieving the performance of the benchmark and using the same set of subscriptions and redemptions as the sub-fund.

Each time the NAV is determined, the performance fee, set at 20% of any performance exceeding the MSCI © World Micro Cap – Net Returns (dividends reinvested), is subject to a provision or a write-back within the limits of the existing provision.

Such a provision may only be booked on condition that the NAV, after taking into account a provision (in full or in part) for the performance fee, is greater than the sub-fund's net asset value at the beginning of the financial year. In the event of redemptions, the share of the performance fee corresponding to the redeemed units is collected by the Management Company. Excluding redemptions, the performance fee shall be collected by the Management Company on the last day of the financial year.

As at 31 December 2019, the performance fee totalled EUR 518,106.98 for the MANDARINE FUNDS - MANDARINE GLOBAL MICROCAP sub-fund.

Note 7 – Service fees

In a services agreement, the SICAV has appointed MANDARINE GESTION as Management Company for the provision of management, administration and marketing services.

These service fees are payable quarterly and are based on the sub-fund's average net assets during the quarter in question, with a minimum of EUR 25,000 p.a.

Under its responsibility and control, the SICAV's Management Company has delegated central administration to BNP Paribas Securities Services, Luxembourg branch.

Notes to financial statements as at 31 December 2019 (continued)

Note 7 – Service fees (continued)

It has been agreed that the Management Company receive an income in exchange for its services, as summarised in the following table:

MANDARINE FUNDS - MANDARINE UNIQUE SMALL & MID CAPS EUROPE

	Service fee
Z shares	Up to 0.50% p.a.
R, R (USD), R (USDH) and R (CHF) shares	Up to 0.50% p.a.
R (d) shares	Up to 0.50% p.a.
F, F (d) and F (CHF) shares	Up to 0.50% p.a.
I, I (USD), I USD (H) and I (CHF) shares	Up to 0.50% p.a.
G shares	Up to 0.50% p.a.
S shares	Up to 0.50% p.a.
M shares	Up to 0.50% p.a.
B1 (GBP) shares	Up to 0.25% p.a.
B2 (GBPH) shares	Up to 0.25% p.a.
B3 (GBP) shares	Up to 0.25% p.a.
B4 (GBPH) shares	Up to 0.25% p.a.
L shares	Up to 0.50% p.a.
L (d) shares	Up to 0.50% p.a.
L (GBP) shares	Up to 0.25% p.a.
L (GBPd) shares	Up to 0.25% p.a.
MG shares	Up to 0.50% p.a.

As at 31 December 2019, the service fees for the MANDARINE FUNDS - MANDARINE UNIQUE SMALL & MID CAPS EUROPE sub-fund amounted to EUR 2,411,167.98.

MANDARINE FUNDS - MANDARINE MULTI-ASSETS

	Service fee
Z shares	Up to 0.40% p.a.
R shares	Up to 0.40% p.a.
R (d) shares	Up to 0.40% p.a.
F shares	Up to 0.40% p.a.
I shares	Up to 0.40% p.a.
I2 shares	Up to 0.40% p.a.
G shares	Up to 0.40% p.a.
G2 shares	Up to 0.40% p.a.
S shares	Up to 0.40% p.a.
M shares	Up to 0.40% p.a.
L shares	Up to 0.40% p.a.
MG shares	Up to 0.40% p.a.

As at 31 December 2019, the service fees for the MANDARINE FUNDS - MANDARINE MULTI-ASSETS sub-fund amounted to EUR 474,952.84.

Notes to financial statements as at 31 December 2019 (continued)

Note 7 – Service fees (continued)

MANDARINE FUNDS - MANDARINE EUROPE MICROCAP

	Service fee
Z shares	Up to 0.50% p.a.
R shares	Up to 0.50% p.a.
I shares	Up to 0.50% p.a.
G shares	Up to 0.50% p.a.
S shares	Up to 0.50% p.a.
F shares	Up to 0.50% p.a.
M shares	Up to 0.50% p.a.
B1 (GBP) shares	Up to 0.50% p.a.
B2 (GBPH) shares	Up to 0.50% p.a.
R (USD) and R (USDH) shares	Up to 0.50% p.a.
I (USD) and I (USDH) shares	Up to 0.50% p.a.
MG shares	Up to 0.50% p.a.
L shares	Up to 0.50% p.a.
B3 (GBP) shares	Up to 0.50% p.a.
B4 (GBPH) shares	Up to 0.50% p.a.

As at 31 December 2019, the service fee for the MANDARINE FUNDS - MANDARINE EUROPE MICROCAP sub-fund amounted to EUR 545,060.87.

MANDARINE FUNDS - MANDARINE GLOBAL MICROCAP

	Service fee
Z shares	Up to 0.50% p.a.
R shares	Up to 0.50% p.a.
I shares	Up to 0.50% p.a.
G shares	Up to 0.50% p.a.
S shares	Up to 0.50% p.a.
M shares	Up to 0.50% p.a.
B1 (GBP) shares	Up to 0.50% p.a.
B2 (GBPH) shares	Up to 0.50% p.a.
R (USD) shares	Up to 0.50% p.a.
I (USD), I (USDH) and F shares	Up to 0.50% p.a.
MG shares	Up to 0.50% p.a.
L shares	Up to 0.50% p.a.
B3 (GBP) shares	Up to 0.50% p.a.
R (USDH) shares	Up to 0.50% p.a.
A1 (AUD) shares	Up to 0.50% p.a.
A2 (AUD) shares	Up to 0.50% p.a.

As at 31 December 2019, the service fee for the MANDARINE FUNDS - MANDARINE GLOBAL MICROCAP sub-fund amounted to EUR 260,132.45.

Notes to financial statements as at 31 December 2019 (continued)

Note 8 – Custodian bank fees

BNP Paribas Securities Services, Luxembourg Branch (the “Bank”) was appointed as the custodian bank and Paying Agent by the SICAV, under a contract dated 3 March 2010. The Bank shall fulfil its obligations and duties as set out in the Law of 17 December 2010 on undertakings of collective investment, as amended, and the regulatory provisions in force (Directive 2014/91/EU).

The custodian bank fees are payable quarterly and are based on each sub-fund's average net assets during the quarter in question, with a minimum of EUR 6,000 p.a. and per sub-fund.

MANDARINE FUNDS - MANDARINE UNIQUE SMALL & MID CAPS EUROPE

	<b>Custodian bank fees</b>
<b>Z shares</b>	Up to 0.10% p.a.
<b>R, R (USD), R (USDH) and R (CHF) shares</b>	Up to 0.10% p.a.
<b>R (d) shares</b>	Up to 0.10% p.a.
<b>F, F (d) and F (CHF) shares</b>	Up to 0.10% p.a.
<b>I, I (USD), I (USDH) and I (CHF) shares</b>	Up to 0.10% p.a.
<b>G shares</b>	Up to 0.10% p.a.
<b>S shares</b>	Up to 0.10% p.a.
<b>M shares</b>	Up to 0.10% p.a.
<b>B1 (GBP) shares</b>	Up to 0.10% p.a.
<b>B2 (GBPH) shares</b>	Up to 0.10% p.a.
<b>B3 (GBP) shares</b>	Up to 0.10% p.a.
<b>B4 (GBPH) shares</b>	Up to 0.10% p.a.
<b>L shares</b>	Up to 0.10% p.a.
<b>L (d) shares</b>	Up to 0.10% p.a.
<b>L (GBP) shares</b>	Up to 0.10% p.a.
<b>L (GBPd) shares</b>	Up to 0.10% p.a.
<b>MG shares</b>	Up to 0.10% p.a.

MANDARINE FUNDS - MANDARINE MULTI-ASSETS

	<b>Custodian bank fees</b>
<b>Z shares</b>	Up to 0.10% p.a.
<b>R shares</b>	Up to 0.10% p.a.
<b>R (d) shares</b>	Up to 0.10% p.a.
<b>F shares</b>	Up to 0.10% p.a.
<b>I shares</b>	Up to 0.10% p.a.
<b>I2 shares</b>	Up to 0.10% p.a.
<b>G shares</b>	Up to 0.10% p.a.
<b>G2 shares</b>	Up to 0.10% p.a.
<b>S shares</b>	Up to 0.10% p.a.
<b>M shares</b>	Up to 0.10% p.a.
<b>L shares</b>	Up to 0.10% p.a.
<b>MG shares</b>	Up to 0.10% p.a.

Notes to financial statements as at 31 December 2019 (continued)

Note 8 – Custodian bank fees (continued)

MANDARINE FUNDS - MANDARINE EUROPE MICROCAP

	<b>Custodian bank fees</b>
Z shares	Up to 0.10% p.a.
R shares	Up to 0.10% p.a.
I shares	Up to 0.10% p.a.
G shares	Up to 0.10% p.a.
S shares	Up to 0.10% p.a.
F shares	Up to 0.10% p.a.
M shares	Up to 0.10% p.a.
B1 (GBP) shares	Up to 0.10% p.a.
B2 (GBPH) shares	Up to 0.10% p.a.
R (USD) and R (USDH) shares	Up to 0.10% p.a.
I (USD) and I (USDH) shares	Up to 0.10% p.a.
MG shares	Up to 0.10% p.a.
L shares	Up to 0.10% p.a.
B3 (GBP) shares	Up to 0.10% p.a.
B4 (GBPH) shares	Up to 0.10% p.a.

MANDARINE FUNDS - MANDARINE GLOBAL MICROCAP

	<b>Custodian bank fees</b>
Z shares	Up to 0.10% p.a.
R shares	Up to 0.10% p.a.
I shares	Up to 0.10% p.a.
G shares	Up to 0.10% p.a.
S shares	Up to 0.10% p.a.
M shares	Up to 0.10% p.a.
B1 (GBP) shares	Up to 0.10% p.a.
B2 (GBPH) shares	Up to 0.10% p.a.
R (USD) and R (USDH) shares	Up to 0.10% p.a.
I (USD), I (USDH) and F shares	Up to 0.10% p.a.
MG shares	Up to 0.10% p.a.
L shares	Up to 0.10% p.a.
B3 (GBP) shares	Up to 0.10% p.a.
B4 (GBPH) shares	Up to 0.10% p.a.
A1 (AUD) and A2 (AUD) shares	Up to 0.10% p.a.

**Notes to financial statements as at 31 December 2019 (continued)****Note 9 – Taxe d'abonnement**

Pursuant to current legislation and regulations, the SICAV is subject to the taxe d'abonnement at a rate of 0.01% p.a. for the "institutional Investor" categories and 0.05% p.a. for the other categories, calculated and payable quarterly, based on the average net assets of the SICAV at the end of each quarter.

The value of assets represented by shares held in other undertakings for collective investment is exempt from the taxe d'abonnement if these shares have already been subject to subscription tax in Luxembourg.

**Note 10 – Fees payable**

As at 31 December 2019, the "Fees payable" item mainly comprises the management fee, performance fee and service fees payable.

**Note 11 – Other fees**

As at 31 December 2019, the "Other fees" item is made up of CSSF fees and professional costs.

**Note 12 – Transaction fees**

The SICAV is exposed to transaction costs such as brokerage fees, certain custodian taxes and fees for purchases and sales of investments, derivatives and other qualifying assets. These fees include the Statement of Operations and Net Asset Variations.

**Note 13 – Forward foreign exchange contracts**

As at 31 December 2019, the MANDARINE FUNDS - MANDARINE UNIQUE SMALL & MID CAPS EUROPE sub-fund had open forward foreign exchange contracts. The counterparty of these forward foreign exchange contracts is BNP Paribas Securities Services, Luxembourg Branch, and the sub-fund has not received a guarantee.

As at 31 December 2019, the MANDARINE FUNDS - MANDARINE EUROPE MICROCAP sub-fund had open forward foreign exchange contracts. The counterparty of these forward foreign exchange contracts is BNP Paribas Securities Services, Luxembourg Branch, and the sub-fund has not received a guarantee.

As at 31 December 2019, the MANDARINE FUNDS - MANDARINE GLOBAL MICROCAP sub-fund had one open forward foreign exchange contract. The counterparty of this forward foreign exchange contract is BNP Paribas Securities Services, Luxembourg Branch, and the sub-fund has not received a guarantee.

**Note 14 – Changes in the composition of the securities portfolio**

Any changes in the composition of the securities portfolio during the financial year are available free of charge from the Custodian Bank and at the registered office of the SICAV.

**Note 15 – Relationships with affiliated parties**

During the financial year ending 31 December 2019, the MANDARINE FUNDS - MANDARINE UNIQUE SMALL & MID CAPS EUROPE sub-fund invested some of its assets in other UCIs of the Mandarin Gestion group. The SICAV has not been required to pay out any subscription or redemption fees and these UCIs have not borne any management fee.



**Notes to financial statements as at 31 December 2019 (continued)****Note 16 – Investments across sub-funds (Article 181 of the Law of 17 December 2010, as amended)**

Investment between sub-funds means that any sub-fund launched within an undertaking for collective investment (UCI) having several sub-funds may invest in one or more sub-funds of the same UCI. This gives rise to a distinct legal structure for the UCI to subscribe to, purchase and hold its own shares as part of an investment within the same UCI.

During the financial year, the MANDARINE FUNDS - MANDARINE UNIQUE SMALL & MID CAPS EUROPE sub-fund invested in the MANDARINE FUNDS - MANDARINE EUROPE MICROCAP sub-fund.

As at 31 December 2019, total crossover investments for the MANDARINE FUNDS - MANDARINE UNIQUE SMALL & MID CAPS EUROPE sub-fund was EUR 4,715,658.22, which was 1% of this sub-fund's net asset value.

The market value of investments, the realised and unrealised amounts have been deleted in the combined statement of net assets at 31 December 2019 and the combined statement of operations and changes in net assets for the year ending on that date.

**Note 17 – Post year-end events**

Mandarine Gestion, the SICAV's management company, has been affected by the containment measures implemented as part of the fight against COVID-19.

Its business continuity plan has been triggered. At this stage, it should be noted that the company is not experiencing any operational disruption and it remains fully capable of performing its management company role.

At this time, the Board of Directors of the SICAV cannot predict the duration or the extent of this crisis or quantify its long-term consequences. Once this crisis is behind us, we will have to learn from it and identify the positive side effects.

The sub-funds of the Mandarin Funds SICAV, which are mainly invested in equities, were obviously affected by the market downturn but have not suffered liquidity problems or experienced a massive sell-off.

Information on changes to the NAV (unaudited figures) of the various sub-funds is available on the financial information platforms and on the management company's website [www.mandarine-gestion.com](http://www.mandarine-gestion.com). The monthly fact sheets published by the management company are also accessible free of charge on the website.

**Unaudited information****SFTR regulations**

During the financial year ending on 31 December 2019, the SICAV did not carry out transactions covered by Regulation (EU) 2015/2365 on transparency of securities financing transactions and of reuse. Consequently, no global, concentration or transaction data nor any information on the re-use or safeguarding of the encumbered assets need to be declared.

**Remuneration policy**

The latest remuneration policy of Mandarine Gestion S.A., including a description of the method used to calculate the pay and benefits and the identity of the persons in charge of granting these, is available at <http://www.mandarine-gestion.com/france/fr/menu-bas/documents-reglementaires/>. A paper copy is available free of charge, on request, from the registered office of Mandarine Gestion S.A.

Scope (as at 31/12/2019)	Fixed remuneration	Variable remuneration	Number of persons affected
All employees	4,175,003	2,432,807	41
Risk takers	3,454,683	2,131,417	30

**Information for shareholders in Germany (not audited)****Right to publicly market shares in Germany**

The SICAV has notified the Bundesanstalt für Finanzdienstleistungsaufsicht ("BaFin") of its intention to publicly market shares in Germany. Since completion of the notification process the SICAV has the right to publicly market shares in Germany.

With respect to the following sub-fund no registration notification has been filed with BaFin and consequently shares in the following sub-fund may not be publicly distributed in Germany:

MANDARINE FUNDS - MANDARINE MULTI-ASSETS

**Paying and Information Agent in Germany**

The function of the paying and information agent in the Federal Republic of Germany has been assumed by:

BNP Paribas Securities Services S.A.  
Zweigniederlassung Frankfurt am Main  
Europa-Allee 12  
60327 Frankfurt  
Federal Republic of Germany

Redemption and conversion applications may be sent to the paying and information agent for onward transmission to the Depositary Bank.

Investors with their place of residence in Germany may request that all payments (redemption proceeds, any distributions and other payments) be forwarded to the investors through the paying and information agent.

Investors in Germany will be entitled to receive the same information and documents from the paying and information agent as investors may request in Luxembourg.

The Prospectus, the Key Investor Information Documents, the prospectus and articles of incorporation as well as the annual, including and semi-annual unaudited reports of the SICAV are available free of charge in hardcopy at the registered office of the paying and information agent.

The paying and information agent will also hold available all documents which shareholders are entitled to at the registered office of the SICAV.

The subscription, redemption and conversion prices are also available free of charge at the registered office of the paying and information agent.

No units of EU UCITS will be issued as printed individual certificates.

**Publications**

The subscription and redemption prices as well as any shareholder notifications will be published on the website <http://www.mandarine-gestion.com>.

In the cases enumerated in Sec. 298 (2) of the German Investment Code (Kapitalanlagegesetzbuch, KAGB)), shareholders will also be notified by means of a durable medium in accordance with the terms of Sec. 167 KAGB.

