

**Annual report including audited financial statements
as at 31st December 2018**

IOR

Investment Fund-Specialised Investment Fund (FCP-SIF), Luxembourg

R.C.S. Luxembourg K64

Notice

The sole legally binding basis for the purchase of units of the Fund described in this report is the latest valid sales prospectus with its terms of contract.

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Organisation

**Management Company
Central Administrator and
Alternative Investment Fund Manager
(AIFM)**
(since 22nd December 2018)

FundRock Management Company S.A.
H2O building
33, rue de Gasperich
L-5826 Hesperange

**Board of Directors of
the Management Company
and the AIFM**

Chairman
Michel Marcel VAREIKA
Independent Non-Executive Director, Luxembourg

Directors
Romain DENIS
Executive Director - IT Projects, Data Management &
Strategic Projects
FundRock Management Company S.A., Luxembourg

Eric MAY
Non-Executive Director
Founding Partner
BlackFin Capital Partners, Paris

Tracey MC DERMOTT
Independent Non-Executive Director
Luxembourg

Grégory NICOLAS
Executive Director - Legal, Compliance, Corporate
FundRock Management Company S.A., Luxembourg

Serge RAGOZIN
Executive Director - Chief Operating Officer
FundRock Management Company S.A., Luxembourg

Ross THOMSON
Executive Director - Managing Director
FundRock Management Company S.A., Luxembourg

**Management Company
Central Administrator and
Alternative Investment Fund Manager
(AIFM)**
(until 21st December 2018)

FundRock Nordics S.A.
(until 15th November 2018 named SEB Fund Services S.A.)
4, rue Peternelchen
L-2370 Howald

**Board of Directors of
the Management Company**

Chairman
Göran FORS
Deputy Head of Investor Services
Skandinaviska Enskilda Banken AB (publ), Stockholm
(until 15th November 2018)

Directors
Claes-Johan GEIJER
Independent Director and Advisor
G Advisors S.à.r.l., Luxembourg

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Organisation (continued)

Marie JUHLIN
Managing Director
FundRock Nordics S.A., Luxembourg
(until 15th November 2018 named SEB Fund Services S.A.)

Jonas LINDGREN
Client Executive, Hedge Fund Coverage
Large Corporates and Financial Institutions
Skandinaviska Enskilda Banken AB (publ), Stockholm
(until 15th November 2018)

Serge RAGOZIN
Executive Director - Chief Operating Officer
FundRock Management Company S.A., Luxembourg
(since 15th November 2018)

Revel WOOD
Executive Director - Chief Executive Officer
FundRock Management Company S.A., Luxembourg
(from 15th November 2018 to 4th December 2018)

Conducting Officers

Marie JUHLIN, Managing Director
Jan HEDMAN, Deputy Managing Director

Depositary and Paying Agent

Skandinaviska Enskilda Banken S.A.
4, rue Peternelchen
L-2370 Howald

Central Administration Agent

FundRock Management Company S.A.
H2O building
33, rue de Gasperich
L-5826 Hesperange
(since 22nd December 2018)

FundRock Nordics S.A.
(until 15th November 2018 named SEB Fund Services S.A.)
4, rue Peternelchen
L-2370 Howald
(until 21st December 2018)

Sub-Administrator including Registrar and Transfer Agent

European Fund Administration S.A.
2, rue d'Alsace
L-1122 Luxembourg

Portfolio Manager

Skandinaviska Enskilda Banken AB (publ)
Kungsträdgården 8
SE-106 40 Stockholm

Auditor

PricewaterhouseCoopers, Société coopérative
2, rue Gerhard Mercator
L-2182 Luxembourg

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General information

IOR (the "Fund") was incorporated on 15th November 2007 and is organised as an FCP-SIF, a common mutual investment fund (*Fonds Commun de Placement* - Specialised investment Fund), governed by the Laws of the Grand Duchy of Luxembourg and subject to the amended Law of 13th February 2007 on Specialised Investment Funds (the "2007 Law"). The Fund is established for an unlimited duration and qualifies as an Alternative Investment Fund ("AIF") under the Luxembourg Law of 12th July 2013 on Alternative Investment Fund Managers, (the "AIFM Law"). The Fund is managed by FundRock Management Company S.A. (formerly FundRock Nordics S.A. / formerly SEB Fund Services S.A.) (the "Management Company"), a Management Company governed by Chapter 15 of the amended 2010 Law, relating to Undertakings for Collective Investment. The Management Company also acts as Alternative Investment Fund Manager (the "AIFM") in accordance with the provisions of Chapter 2 of the 2013 Law.

The Fund is an unincorporated co-proprietorship of holders of Units ("Unitholders") of the securities and other assets of the Fund subject to the provisions of these Management Regulations. It is managed in the interest of the Unitholders by FundRock Nordics S.A.*. (the "Management Company"), a Management Company incorporated under Chapter 15 of the Law of 17th December 2010 (the "2010 Law") relating to Undertakings for Collective Investment and having its registered office in Luxembourg at 33, rue de Gasperich, L-5826 Hesperange. FundRock Management Company S.A. also acts as an internal Alternative Investment Fund Manager (the "AIFM") authorized in accordance with the provisions of Chapter 2 of the AIFM Law.

The updated Management Regulations of the Fund have been signed by the Management Company and the Depositary on 14th October 2016, effective as of 1st November 2016.

For this Fund, the Management Company decided to issue one class of units:

Distribution Units ("D" units)

The "D" Units may pay a dividend.

The base currency of the Fund is Euro.

The Units of the Fund are reserved to Eligible Investors within the meaning of article 2 of the 2007 Law. The Management Company will refuse to issue Units to persons and companies that do not characterize as Eligible Investors.

The Net Asset Value per unit as well as the issue and redemption prices, which are computed quarterly on bank business days in Luxembourg except 24th December and 31st December, can be obtained from the registered offices of the Management Company, the AIFM, the Depositary and the Paying Agents.

The Fund's financial year begins on 1st January of each year and ends on 31st December of the same year. Financial reports of the Fund are published annually.

The following documents can be inspected by the Unitholders at the offices of the Depositary and the Management Company:

- Management Regulations
- the Issue Document
- Agreement with the Depositary
- Portfolio Management Agreement with Skandinaviska Enskilda Banken AB (publ).

* as of 15th November 2018

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Report on activities of the Directors of the Management Company

Market update

The global economy grew at a steady rate in 2018. The pace of growth in the US was quite strong, and this was also reflected in strong earnings and Europe also began the first half of the year with quite strong growth, but in the second half we start to see signs of lower activity in several European countries including Germany. Also in Asia we saw slowing growth but overall the global GDP growth according to IMF will be 3.7 per cent for 2018 and 3.5 per cent for 2019. Despite the relatively high growth and tight labour market, inflation in the developed markets is still around two per cent. The Trump administration introduced the promised tax cuts which fueled the positive momentum and somehow made it easier for the FED to continue to tighten monetary policy. But after the last interest hike in September and the significant reduction of the Federal Reserve's balance sheet, markets started to tumble. Needless to say the fourth quarter of 2018 was a very weak period for financial assets. Broad equity indices declined massive but recovered slightly during the last few days of December. To put this in perspective the US stock market ended 2018 with the worst December since 1931.

At the end of the year we saw more dovish statements from central banks, which probably means that the existing low interest rate environment will continue for some time. The US trade conflict with China, Brexit negotiations and the Italian budget discussions have had negative implications on the financial markets.

Fund update

Developments for the Fund were slightly positive during the year. The Funds private equity and fixed income portfolios contributed positive to the fund performance, while the equity and the hedge fund portfolios had a negative impact.

The Fund performance for the financial year was 1.7 per cent.

Cleanergy changed its name into Azelio and was listed on Nasdaq First North.

Veoneer is a spin off from Autoliv.

Kinnevik distributed their shares in Modern Times Group to its shareholders.

Over the year we slightly decreased the allocation to equities. We sold the shares in Danske Bank, Sandvik, Nobia, Industrivärden, Nektar Fd Units and White Peak Real Estate I LP.

We bought shares in Investor, Kinnevik and Veoneer, Cerebras Systems Inc Pref Ser.

Within the hedge fund portfolio we redeemed part of the holding in Ram One and increased the holdings in Bodenholm and Gladiator. Brummer Multi Strategi 2 XL is a new holding in the portfolio.

No new private equity commitments were made during 2018.

The relatively weak SEK have had an overall negative impact on the Fund.

Strategy going forward

Even though we are late in the economic cycle growth seems to hold up well and interest rates will probably stay low for a longer period of time. This environment will be supportive for equities but volatility is normally higher in this phase. One shall of course also take into consideration the fact that that we see a lot of geopolitical tensions out there.

Luxembourg, 22nd February 2019

The Board of Directors of the Management Company

Note: The information in this report represents historical data and is not an indication of future results.



Audit report

To the Unitholders of
IOR

Our opinion

In our opinion, the accompanying financial statements give a true and fair view of the financial position of IOR (the "Fund") as at 31 December 2018, and of the results of its operations and changes in its net assets for the year then ended in accordance with Luxembourg legal and regulatory requirements relating to the preparation and presentation of the financial statements.

What we have audited

The Fund's financial statements comprise:

- the statement of net assets as at 31 December 2018;
- the statement of investments and other net assets as at 31 December 2018;
- the statement of operations for the year then ended;
- the statement of changes in net assets for the year then ended; and
- the notes to the financial statements, which include a summary of significant accounting policies.

Basis for opinion

We conducted our audit in accordance with the Law of 23 July 2016 on the audit profession (Law of 23 July 2016) and with International Standards on Auditing (ISAs) as adopted for Luxembourg by the "Commission de Surveillance du Secteur Financier" (CSSF). Our responsibilities under the Law of 23 July 2016 and ISAs as adopted for Luxembourg by the CSSF are further described in the "Responsibilities of the "Réviseur d'entreprises agréé" for the audit of the financial statements" section of our report.

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

We are independent of the Fund in accordance with the International Ethics Standards Board for Accountants' Code of Ethics for Professional Accountants (IESBA Code) as adopted for Luxembourg by the CSSF together with the ethical requirements that are relevant to our audit of the financial statements. We have fulfilled our other ethical responsibilities under those ethical requirements.

Responsibilities of the Board of Directors of the Management Company for the financial statements

The Board of Directors of the Management Company is responsible for the preparation and fair presentation of the financial statements in accordance with Luxembourg legal and regulatory requirements relating to the preparation and presentation of the financial statements, and for such internal control as the Board of Directors of the Management Company determines is necessary to enable the preparation of financial statements that are free from material misstatement, whether due to fraud or error.

*PricewaterhouseCoopers, Société coopérative, 2 rue Gerhard Mercator, B.P. 1443, L-1014 Luxembourg
T : +352 494848 1, F : +352 494848 2900, www.pwc.lu*

*Cabinet de révision agréé. Expert-comptable (autorisation gouvernementale n°10028256)
R.C.S. Luxembourg B 65 477 - TVA LU25482518*



In preparing the financial statements, the Board of Directors of the Management Company is responsible for assessing the Fund's ability to continue as a going concern, disclosing, as applicable, matters related to going concern and using the going concern basis of accounting unless the Board of Directors of the Management Company either intends to liquidate the Fund or to cease operations, or has no realistic alternative but to do so.

Responsibilities of the “Réviseur d’entreprises agréé” for the audit of the financial statements

The objectives of our audit are to obtain reasonable assurance about whether the financial statements as a whole are free from material misstatement, whether due to fraud or error, and to issue an audit report that includes our opinion. Reasonable assurance is a high level of assurance, but is not a guarantee that an audit conducted in accordance with the Law of 23 July 2016 and with ISAs as adopted for Luxembourg by the CSSF will always detect a material misstatement when it exists. Misstatements can arise from fraud or error and are considered material if, individually or in the aggregate, they could reasonably be expected to influence the economic decisions of users taken on the basis of these financial statements.

As part of an audit in accordance with the Law of 23 July 2016 and with ISAs as adopted for Luxembourg by the CSSF, we exercise professional judgment and maintain professional scepticism throughout the audit. We also:

- identify and assess the risks of material misstatement of the financial statements, whether due to fraud or error, design and perform audit procedures responsive to those risks, and obtain audit evidence that is sufficient and appropriate to provide a basis for our opinion. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control;
- obtain an understanding of internal control relevant to the audit in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the Fund's internal control;
- evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by the Board of Directors of the Management Company;
- conclude on the appropriateness of the Board of Directors of the Management Company's use of the going concern basis of accounting and, based on the audit evidence obtained, whether a material uncertainty exists related to events or conditions that may cast significant doubt on the Fund's ability to continue as a going concern. If we conclude that a material uncertainty exists, we are required to draw attention in our audit report to the related disclosures in the financial statements or, if such disclosures are inadequate, to modify our opinion. Our conclusions are based on the audit evidence obtained up to the date of our audit report. However, future events or conditions may cause the Fund to cease to continue as a going concern;
- evaluate the overall presentation, structure and content of the financial statements, including the disclosures, and whether the financial statements represent the underlying transactions and events in a manner that achieves fair presentation.



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

PricewaterhouseCoopers, Société coopérative
Represented by

Luxembourg, 4 June 2019

A handwritten signature in blue ink, appearing to read 'Philippe Sergiel', is written over the printed name. The signature is fluid and cursive, with a long horizontal stroke extending to the right.

Philippe Sergiel

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Statement of net assets (in EUR) as at 31st December 2018

Assets

Investments

Securities portfolio at market value	77,656,971.65
	<u>77,656,971.65</u>

Cash and cash equivalents

Cash at banks	9,861,189.00
	<u>9,861,189.00</u>

Total assets

87,518,160.65

Liabilities

Payables

Expenses payable	185,744.50
	<u>185,744.50</u>

Borrowings

Bank overdrafts	1.24
	<u>1.24</u>

Total liabilities

185,745.74

Total net assets at the end of the year

87,332,414.91

Breakdown of net assets per unit class

Unit class	Number of units	Currency of unit class	NAV per unit in currency of unit class	Net assets per unit class (in EUR)
D	422,785.359	EUR	206.564	87,332,414.91
				<u>87,332,414.91</u>

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

IOR

Statement of operations (in EUR)

from 1st January 2018 to 31st December 2018

Income

Investment income

Dividends, net	586,622.40
Interest on bonds and other debt securities, net	16,743.92
Interest on investments	3,264.45
Interest on bank accounts	13,099.45
	<hr/>
	619,730.22

Realised gain on investments

- on securities portfolio	2,142,532.25
- on foreign exchange	142,991.03
- on intercompany loans	525.58
	<hr/>
	2,286,048.86

Appreciation of unrealised results on investments

- on securities portfolio	8,546,887.23
	<hr/>
	8,546,887.23

Other income

Other commissions received	67,156.42
	<hr/>
	67,156.42

Total income

11,519,822.73

Expenses

Investment advisory or management fees

Management fees	351,133.04
	<hr/>
	351,133.04

Other expenses

Banking charges and other fees	140.04
Transaction fees	19.99
Other administration costs	345.00
Subscription duty ("taxe d'abonnement")	8,520.67
Bank interest paid	40,187.86
	<hr/>
	49,213.56

Realised loss on investments

- on securities portfolio	1,381,908.25
	<hr/>
	1,381,908.25

Depreciation of unrealised results on investments

- on securities portfolio	8,254,511.37
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	8,254,511.37

Total expenses

10,036,766.22

Net income

1,483,056.51

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

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Statement of changes in net assets (in EUR) from 1st January 2018 to 31st December 2018

Net income	1,483,056.51
Subscriptions	990,529.15
Redemptions	0.00
Total changes in net assets	<u>2,473,585.66</u>
Total net assets at the beginning of the year	<u>84,858,829.25</u>
<u>Total net assets at the end of the year</u>	<u><u>87,332,414.91</u></u>

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

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Statistical information (in EUR)

as at 31st December 2018

Total net assets	Currency	31.12.2016	31.12.2017	31.12.2018
	EUR	79,237,214.00	84,858,829.25	87,332,414.91

Net asset value per unit	Currency	31.12.2016	31.12.2017	31.12.2018
D	EUR	192.949	203.089	206.564

Number of units	outstanding at the beginning of the year	issued	redeemed	outstanding at the end of the year
D	417,840.773	4,944.586	-	422,785.359

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Statement of investments and other net assets (in EUR) as at 31st December 2018

Currency	Number / nominal value	Description	Cost	Market value	% of total net assets
<u>Investments in securities</u>					
<u>Transferable securities admitted to an official stock exchange listing</u>					
Shares					
SEK	193,845	Active Biotech AB	674,896.12	57,436.41	0.07
SEK	20,000	Autoliv Inc SDR	1,076,377.43	1,241,997.82	1.42
SEK	249,620	Azelio AB Reg	962,463.12	301,166.76	0.34
SEK	250,000	Hoist Finance AB	1,923,045.30	1,063,675.10	1.22
SEK	100,000	Investor AB B	3,751,476.23	3,703,512.09	4.24
SEK	110,000	Kinnevik AB B	2,936,858.07	2,317,850.34	2.65
SEK	3,571	Modern Times Group AB B	0.00	103,168.15	0.12
SEK	200,000	Oncopeptides AB Reg	971,878.95	2,591,275.23	2.97
SEK	160,000	Recipharm AB B	1,668,134.23	1,785,889.53	2.04
SEK	30,000	Veoneer Inc SDR	791,062.92	664,531.94	0.76
Total shares			14,756,192.37	13,830,503.37	15.83
Bonds					
SEK	107,700	Proventus Capital Part II AB FRN 11/29.06.21*	97,556.34	48,188.94	0.06
SEK	7,654,250	Proventus Capital Part III AB FRN Ser A1 14/14.05.24 *	912,062.59	1,040,752.76	1.19
Total bonds			1,009,618.93	1,088,941.70	1.25
<u>Other transferable securities</u>					
Shares					
SEK	395,676	Halsingestintan AB	703,044.38	296,508.49	0.34
USD	55,882	Cerebras Systems Inc Pref Ser C*	439,018.89	437,117.41	0.50
USD	2,755	Cerebras Systems Inc Pref Ser D*	39,155.94	38,885.63	0.04
USD	20,461	Docker Inc Pref Stock Ser E*	419,405.88	437,459.05	0.50
USD	2,000,000	Green Bay Ventures LLC Class A Units*	849,275.77	979,815.40	1.12
Total shares			1,746,856.48	1,893,277.49	2.16
Total shares			2,449,900.86	2,189,785.98	2.50
Closed-ended investment funds					
EUR	1,000,000	Atomico Ventures III LP*	704,502.69	1,089,000.00	1.25
EUR	680,000	Berens Afri Dev Par I Ac Fd LP *	320,415.00	614,715.00	0.70
EUR	1,000,000	Creandum III LP*	853,717.36	1,390,132.00	1.59
EUR	1,500,000	Creandum IV LP*	738,616.57	958,319.00	1.10
EUR	1,209	EQT Credit II Holding BV*	25,013.11	348,517.36	0.40
EUR	1,000,000	EQT Credit Opp III (No.1)*	136,454.07	96,561.00	0.11
EUR	159,983.68	EQT Holding Guernsey II Ltd*	159,983.68	6,724,222.26	7.70
EUR	10,800	EQT Infrastructure II Holding B.V.*	47,408.89	1,090,731.19	1.25
EUR	1,000,000	EQT Infrastructure III*	576,049.89	717,053.00	0.82
EUR	1,000,000	EQT Infrastructure No1 LP*	9,099.92	222,740.00	0.26
EUR	12,000	EQT Mid Market Holding BV*	44,946.60	639,655.93	0.73
EUR	1,000,000	EQT Mid Mkt Europe No1 Feeder LP*	388,705.50	410,190.00	0.47
EUR	1,000,000	EQT Ventures (No.1) SCSp*	515,380.44	782,573.00	0.90
EUR	1,000,000	EQT VI Fd*	501,845.55	742,093.00	0.85
EUR	1,000,000	IK VIII N4 LP*	611,148.07	671,179.00	0.77

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

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Statement of investments and other net assets (in EUR) (continued) as at 31st December 2018

Currency	Number / nominal value	Description	Cost	Market value	% of total net assets
EUR	1,000,000	Northzone VII LP*	825,103.78	784,912.00	0.90
EUR	1,500,000	Northzone VIII LP*	829,219.17	1,042,258.01	1.19
EUR	66.919	SEB Priv Equity Fd SICAV-SIF Opportunity II	87,464.03	198,804.05	0.23
			7,375,074.32	18,523,655.80	21.22
GBP	745,000	Haddeo Partners LLP Interim*	879,585.67	736,904.42	0.84
SEK	5,000,000	Alder Fd I AB Class B Shares*	426,126.20	457,857.13	0.52
SEK	20,000,000	Greenbridge Inv LP*	874,279.57	1,121,177.15	1.28
SEK	10,000,000	Monterro I AB*	116,643.90	1,323,507.43	1.52
SEK	10,000,000	Monterro Tec Inv AB *	639,495.97	697,220.27	0.80
SEK	5,000,000	Segulah IV F&F LP*	178,504.18	177,240.46	0.20
SEK	10,000,000	Segulah V F&F LP*	894,187.67	743,058.72	0.85
			3,129,237.49	4,520,061.16	5.17
USD	1,000,000	Arlon Food Agric Partner II LP *	468,951.48	478,919.51	0.55
USD	1,200,000	Atomico Ventures IV LP*	688,273.85	1,060,367.45	1.21
USD	17,544	Bloom Energy B_Co-Invest DAG*	377,903.37	166,230.55	0.19
USD	1,200,000	EQT Mid Mkt Asia III *	306,264.97	319,673.67	0.37
USD	1,200,000	EQT Mid Mkt US*	837,034.57	842,303.59	0.96
USD	28.1903	Frontier Fd (Bermuda) Ltd A5 Ser 1	21,053.02	0.00	0.00
USD	581.2796	Frontier Fd (Bermuda) Ltd A5 Ser 2	337,347.20	395,032.41	0.45
USD	2,000,000	Innovation Works Dev LP*	89,757.75	3,385,824.15	3.88
USD	1,000,000	Maloekeo Capital Partners *	432,007.49	337,127.73	0.39
USD	1,000,000	New Silk Route PE Asia Fd*	541,506.07	325,938.76	0.37
USD	1,000,000	SAIF Partners IV LP*	628,308.02	1,176,720.91	1.35
USD	1,000,000	Sonanz Impact 1 GmbH & Co *	231,398.52	191,489.94	0.22
			4,959,806.31	8,679,628.67	9.94
Total closed-ended investment funds			16,343,703.79	32,460,250.05	37.17
Warrants and rights					
SEK	2,186	Azelio AB Call Wts Ser TO 24 26.06.19**	0.00	0.00	0.00
Total warrants and rights			0.00	0.00	0.00
Open-ended investment funds					
Investment funds (UCITS)					
EUR	1,372,880.273	J O Hambro Cap Mgt Umbr Fd Plc Eur Select Val X EUR Dist	2,000,100.00	2,121,100.02	2.43
EUR	829,559.286	J O Hambro Cap Mgt Umbr Fd Plc Global Select B EUR Cap	2,000,000.00	2,010,022.15	2.30
			4,000,100.00	4,131,122.17	4.73
SEK	248,082.524139	Lannebo Fonder Smabolag Units Dist	1,044,998.21	2,228,449.17	2.55
USD	142,616.73	Macquarie Fd Solutions Asia New Stars I USD Cap	1,687,692.48	1,457,285.95	1.67
USD	1,060,070.671	SEB Fd 3 Ethical Global Index C USD Cap	1,263,477.09	1,255,761.76	1.44
			2,951,169.57	2,713,047.71	3.11
Total investment funds (UCITS)			7,996,267.78	9,072,619.05	10.39

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

IOR

Statement of investments and other net assets (in EUR) (continued)
as at 31st December 2018

Currency	Number / nominal value	Description	Cost	Market value	% of total net assets
Investment funds (UCI)					
SEK	24,559.750647	Bodenholm One	2,730,307.36	2,934,939.12	3.36
SEK	13,873.142872	Brummer Multi-Strategy 2xL Cap	2,555,100.59	2,218,463.58	2.54
SEK	13,669.571442	Carve 2 Units	1,634,403.45	1,542,296.23	1.77
SEK	11,041.0683	Gladiator Units	2,964,920.13	3,754,794.54	4.30
SEK	39,941.030362	Lannebo NanoCap Dist	4,272,192.12	5,216,931.66	5.97
SEK	10,770.791807	Ram One A Units	1,421,606.74	1,464,429.47	1.68
			<u>15,578,530.39</u>	<u>17,131,854.60</u>	<u>19.62</u>
USD	23,856	Arisaig Asia Consumer Fd Ltd Red Pref Shares	961,186.56	1,883,016.90	2.16
			<u>16,539,716.95</u>	<u>19,014,871.50</u>	<u>21.78</u>
Total investment funds (UCI)			<u>16,539,716.95</u>	<u>19,014,871.50</u>	<u>21.78</u>
Total investments in securities			<u>59,095,400.68</u>	<u>77,656,971.65</u>	<u>88.92</u>
Cash at banks				9,861,189.00	11.29
Bank overdrafts				-1.24	0.00
Other net assets/(liabilities)				-185,744.50	-0.21
Total				<u>87,332,414.91</u>	<u>100.00</u>

*Investment fair-valued by the Management Company

**The warrant is not yet exercised

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Industrial and geographical classification of investments as at 31st December 2018

Industrial classification

(in percentage of net assets)

Investment funds	69.34 %
Financials	10.98 %
Healthcare	5.08 %
Cyclical consumer goods	2.30 %
Technologies	0.54 %
Energy	0.34 %
Non-cyclical consumer goods	0.34 %
Total	<u>88.92 %</u>

Geographical classification

(by domicile of the issuer)
(in percentage of net assets)

Sweden	42.94 %
Cayman Islands	10.00 %
Guernsey	8.55 %
Jersey	4.99 %
United States of America	4.89 %
Ireland	4.73 %
Luxembourg	4.24 %
United Kingdom	2.95 %
The Netherlands	2.80 %
British Virgin Islands	2.16 %
Bermuda	0.45 %
Germany	0.22 %
Total	<u>88.92 %</u>

IOR

Notes to the financial statements as at 31st December 2018

Note 1 - Significant accounting policies

a) Presentation of the financial statements

The financial statements of the Fund are established in accordance with the Luxembourg legal and regulatory requirements concerning Specialised Investment Funds and with generally accepted accounting principles in Luxembourg.

In accordance with the prospectus, the last trading/official Net Asset Value is dated 28th December 2018. An unofficial Net Asset Value dated 31st December 2018 has been calculated for reporting purposes and is disclosed in these financial statements.

b) Valuation

- (a) Transferable securities and money market instruments, which are officially listed on the stock exchange, are valued at the last available price;
- (b) Transferable securities and money market instruments, which are not officially listed on a stock exchange, but which are traded on another regulated market are valued at a price no lower than the bid price and no higher than the ask price at the time of the valuation and at which the AIFM considers to be an appropriate market price;
- (c) Transferable securities and money market instruments quoted or traded on several markets are valued on the basis of the last available price of the principal market for the transferable securities or money market instruments in question, unless these prices are not representative.
- (d) In the event that such prices are not in line with market condition, or for securities and money market instruments other than those covered in a), b) and c) above for which there are no fixed prices, these securities and money market instruments, as well as other assets, is value at the current market value as determined in good faith by the AIFM, following generally accepted valuation principles verifiable by auditor.
- (e) Liquid assets are valued at their nominal value plus accrued interest.
- (f) Time deposits may be valued at their yield value if a contract exists between the AIFM and the Depository stipulating that these time deposits can be withdrawn at any time and their yield value is equal to the realized value.
- (g) All assets denominated in a different currency to the Fund's currency are converted into this Fund's currency at the last available average exchange rate.
- (h) Financial instruments which are not traded on the futures exchanges but on a regulated market are valued at their settlement value, as stipulated by the AIFM in accordance with generally accepted principles taking into consideration the principles of proper accounting, the customary practices in line with the market, and the interests of the Unitholders, provided that the above-mentioned principles correspond with generally accepted valuation regulations which can be verified by the independent auditor.
- (i) The value of the participations in UCIs and investment funds is based on the last available valuation. Generally, such participations will be valued in accordance with the methods provided by the documents governing such vehicles. These valuations shall normally be provided by the Company administrator or valuation agent of the vehicle and adjusted for subsequent calls and distributions, as necessary, at year end.

IOR

Notes to the financial statements (continued)

as at 31st December 2018

- (j) In case of extraordinary circumstances, which make the valuation in accordance with the above-mentioned criteria impossible or improper, the AIFM is authorised to temporarily follow other valuation regulations in good faith and which are according to the verifiable valuation regulations laid down by the independent auditors in order to achieve a proper valuation of the Fund's assets.

c) Realised gain/ (loss) on securities portfolio

The realised gain/ (loss) on securities portfolio is determined on the basis of the average cost of securities sold.

d) Cost of securities

The acquisition cost of a security denominated in a currency other than that of the Fund is converted to the Fund's currency at the exchange rate prevailing on the date of purchase.

e) Exchange translation

Bank balances, other assets and liabilities and the value of securities held that are denominated in other currencies than the Fund's currency are converted at the prevailing exchange rate of the closing day. Income and expenses incurred in currencies other than the Fund's currency are converted at the prevailing exchange rate of the day of each transaction. Exchange gains and losses are disclosed in the statement of operations.

At the date of the financial statements, the prevailing exchange rates on the closing day were as follows:

1	EUR	=	1.1264265	CHF	Swiss Franc
			7.8616683	CNY	Chinese Yuan Renminbi
			7.4607039	DKK	Danish Krona
			0.8979496	GBP	Pound Sterling
			8.9490614	HKD	Hong Kong Dollar
			10.1417247	SEK	Swedish Krona
			1.1430000	USD	US Dollar

f) Investment income

Dividend income is recognised on an ex-dividend basis and is recorded net of withholding tax.

Interest income accrued and payable are recorded, net of any withholding tax.

Note 2 - Management fees

Out of the Fund's net assets, FundRock Management Company S.A. is entitled to an all-in fee up to 0.40% p.a. for its services as Management Company, AIFM and Central Administration. This fee is paid semi-annually (June and December) and based on the average net assets of the Fund calculated quarterly during the relevant period. This fee shall in particular serve as compensation for the Administrative Agent, the Registrar and Transfer Agent, the Paying Agent and the Portfolio Manager of the Fund as well for the services of the Depositary.

Furthermore, the Fund pays all taxes owed on the Fund's assets and income.

Bank and brokerage fees for transactions in securities marking up the Fund's portfolio as well as fees on transfers referring to redemption of Units is borne by the Fund.

All other costs and expenses are not to be borne by the Fund

Investment in target funds can lead to duplicate (or, if the target funds are fund of funds, triplicate) costs, in particular to double (or triple) management fees, since fees are incurred both on the side of the Fund as well on the side of the target fund (as well on the side of the target funds of the target funds).

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Notes to the financial statements (continued) as at 31st December 2018

Note 3 - Subscription duty ("taxe d'abonnement")

The Fund is governed by Luxembourg law.

Pursuant to the legislation and regulations which are prevailing, the Fund is subject to an annual subscription duty ("taxe d'abonnement") of 0.01% which is payable quarterly and calculated on the basis of the net assets of each Sub-Fund on the last day of each quarter.

Pursuant to Article 68 (2) of the amended law of 13th February 2007 the net assets invested in Undertakings for Collective Investment already subject to the "taxe d'abonnement" are exempt from this tax.

Note 4 - Commitments and guarantees

The Fund has commitments in a limited number of direct or indirect investments and will therefore require follow-up investments to be drawn over the next few years.

Target name	Currency	Commitment (in local currency)	Funded Commitment (in local currency)	Recallable (in local currency)	Outstanding callable commitment (In local currency)
Alder Fund I AB	SEK	5,000,000.00	4,678,420.00	-	321,580.00
Arlon Food and Agriculture Partners II LP	USD	1,000,000.00	637,723.00	91,480.00	453,757.00
Atomico IV	EUR	1,200,000.00	821,678.00	-	378,322.00
Atomico Ventures	EUR	1,000,000.00	938,418.00	-	61,582.00
Berens Africa Development LP	EUR	680,000.00	696,395.00	23,110.00	-
Creandum III L.P.	EUR	1,000,000.00	1,000,000.00	18,725.00	18,725.00
Creandum IV L.P.	EUR	1,500,000.00	738,652.00	-	761,348.00
EQT Credit II Holding B.V.	EUR	-	-	-	-
EQT Credit Opp III (No.1)	EUR	1,000,000.00	150,760.00	17,020.00	866,260.00
EQT Holding Guernsey II Limited	EUR	-	-	-	-
EQT Infrastructure	EUR	1,000,000.00	1,134,140.00	129,828.00	51,873.00
EQT Infrastructure II Holdings B.V.	EUR	-	-	-	-
EQT Infrastructure III	EUR	1,000,000.00	624,819.00	46,681.00	421,862.00
EQT Mid Market - EQT Mid-Market Holding B.V.	EUR	-	-	-	-
EQT Mid Market Europe	EUR	1,000,000.00	412,820.00	3,537.00	607,688.00
EQT Mid Market US (no.1) Feeder Ltd Partnership	USD	1,200,000.00	980,193.00	27,414.00	247,221.00
EQT Mid Mkt Asia III	USD	1,200,000.00	353,982.00	-	846,018.00
EQT Ventures	EUR	1,000,000.00	521,225.00	-	478,775.00
EQT VI L.P.	EUR	1,000,000.00	1,111,058.00	185,412.00	74,354.00
Greenbridge Investment LP	SEK	20,000,000.00	8,406,907.00	-	11,593,093.00
Green Bay Ventures LLC	USD	2,000,000.00	991,000.00	-	1,009,000.00
Haddeo Partners LLP	GBP	745,000.00	745,000.00	-	-
IKVIII	EUR	1,000,000.00	610,208.00	-	389,792.00

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Notes to the financial statements (continued) as at 31st December 2018

Target name	Currency	Commitment (in local currency)	Funded Commitment (in local currency)	Recallable (in local currency)	Outstanding callable commitment (In local currency)
Innovation Works Development	USD	2,000,000.00	2,000,000.00	-	-
Maloekoe Capital Partners	USD	1,000,000.00	437,419.00	-	562,581.00
Monterro I AB	SEK	10,000,000.00	8,428,848.00	-	1,571,152.00
Monterro Technology Investment AB	SEK	10,000,000.00	6,203,389.00	-	3,796,611.00
New Silk Route PE Asia Fund	USD	1,000,000.00	863,400.00	-	136,600.00
Northzone VII L.P.	EUR	1,000,000.00	825,800.00	-	174,200.00
Northzone VIII L.P.	EUR	1,500,000.00	829,219.00	-	670,781.00
Proventus Capital II AB 29/06/2021	SEK	10,000,000.00	10,000,000.00	-	-
Proventus Capital III AB 29/06/2016	SEK	20,000,000.00	17,000,000.00	-	3,000,000.00
SAIF Partners IV L.P.	USD	1,000,000.00	1,000,000.00	-	-
Segulah IV F&F LP	SEK	5,000,000.00	3,595,098.00	-	1,404,902.00
Segulah V F&F LP	SEK	10,000,000.00	8,593,660.00	-	1,406,340.00
Sonanz Impact I GmbH & Co	USD	1,000,000.00	270,000.00	-	730,000.00

Note 5 - Event

FundRock Management Company S.A. has completed the acquisition of SEB Fund Services S.A. from Skandinaviska Enskilda Banken AB (publ) on the 15th November 2018. The deal was first announced on 22nd May 2018 and concluded following regulatory approval of the Commission de Surveillance du Secteur Financier.

SEB Fund Services S.A. was renamed into FundRock Nordics S.A. on the 15th November 2018. On the 21st December 2018 FundRock Nordics S.A. was merged into FundRock Management Company S.A.

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Additional information (unaudited)

as at 31st December 2018

1 - Risk management disclosure

1.1. Risk Profile

The current risk profile of the Sub-Fund as disclosed in the Prospectus has not been amended throughout the reporting period. The AIFM monitors the overall risk profile of the Fund, including market, liquidity, counterparty as well as the level of the leverage.

No limits as set by the Board of Directors of the AIFM as part of the risk profile have been exceeded or are likely to be exceeded by the Sub-Funds.

1.2. Risk Management systems

The risk monitoring is based on the risk management process adopted by the Board of the AIFM and is performed independently from the portfolio management. No changes have been applied to the risk management procedures.

1.3. Leverage

In accordance with the Law of 12th July 2013 (the "2013 Law"), the maximum level of leverage which the AIFM is entitled to employ on behalf of IOR is 200% in accordance with the commitment method and 200% in accordance with the gross method of the total assets.

The AIFM calculates the leverage on a gross and on a commitment method in accordance with Article 7 and Article 8 of the Commission Delegated Regulation EU/231/2013 (the "AIFM Regulation") on a monthly basis. The gross method converts all positions on derivative financial instruments into equivalent positions in the underlying assets, while the commitment method applies the same while allowing netting and hedging arrangements.

The level of leverage during the reporting period is disclosed below:

Sub-Fund	Internal Leverage -limit	Gross Method Leverage			
		Minimum	Average	Maximum	As at 31st December 2018
IOR	200% Gross (200% Commitment)	87.28%	92.01%	96.03%	96.03%
		Commitment Method Leverage			
		Minimum	Average	Maximum	As at 31st December 2018
		98.96%	100.73%	103.36%	100.24%

2 - Remuneration disclosure

FundRock Management Company S.A. ("FundRock") has established and applies a remuneration policy in accordance with the principles laid out under the AIFMD and UCITS V directive, and any related legal & regulatory provisions applicable in Luxembourg. The remuneration policy is aligned with the business strategy, objectives, values and interests of the Management Company and the Funds that it manages and of the investors in such Funds, and which includes, *inter alia*, measures to avoid conflicts of interest; and it is consistent with and promotes sound and effective risk management and does not encourage risk taking which is inconsistent with the risk profiles, rules or instruments of incorporation of the Funds that the Management Company manages.

IOR

Additional information (unaudited) (continued)

as at 31st December 2018

As an independent management company relying on a full-delegation model (i.e. delegation of the collective portfolio management function), FundRock ensures that its remuneration policy adequately reflects the predominance of its oversight activity within its core activities. As such, it should be noted that FundRock's employees who are identified as risk-takers under UCITS V are not remunerated based on the performance of the funds under management.

A paper version of the remuneration policy is made available free of charge to investors at FundRock's registered office.

The amount of remuneration, including social charges and benefits, for the financial year ending 31st December 2018 was: EUR 6,459,595.00

Fixed remuneration: EUR 6,271,345.00

Variable remuneration: EUR 188,250.00

This does not include the remuneration to SEB Fund Services/FundRock Nordics for the period from the 1st of January 2018 till the 21st of December 2018 prior to the merger of SEB Fund Services/FundRock Nordics with FundRock Management Company on the 21st December 2018.

Number of beneficiaries: 64

The aggregated amount of remuneration for the financial year ending 31 December 2018 of Identified staff/risk takers is as follows:

Identified staff/risk takers: EUR 1,069,358.00

Other risk takers: EUR Nil

The remuneration to SEB Fund Services/FundRock Nordics for the period from the 1st of January 2018 till the 21st December 2018 prior to the merger of SEB Fund Services/FundRock Nordics with FundRock Management Company on the 21st December 2018, including social charges and benefits was:

EUR 2,286,192.83

Fixed remuneration: EUR 2,245,970.33

Variable remuneration: EUR 40,222.50

Number of beneficiaries: 19

The aggregated amount of remuneration for the period from the 1st of January 2018 till the 21st December 2018 prior to the merger of SEB Fund Services/FundRock Nordics with FundRock Management Company on the 21st December 2018, of Identified staff/risk takers is as follows:

Identified staff/risk takers: EUR 489,625.06

Other risk takers: EUR Nil

The total amount of remuneration is based on a combination of the assessment of the performance of the individual, the overall results of FundRock, and when assessing individual performance, financial as well as non-financial criteria are taken into account.

The Policy is subject to annual review by the Compliance Officer and the update is performed by HR department of FundRock and is presented for review to the Remuneration Committee and approval by the Board of FundRock.

The policy was last updated in February 2019, to reflect the additional requirements of the "UCITS V" Directive.

3 - Information concerning the transparency of securities financing transactions and of reuse of cash collateral (regulation EU 2015/2365, hereafter "SFTR")

During the reporting period, the Fund did not engage in transactions which are subject to the publication requirements of SFTR. Accordingly, no information concerning the transparency of securities financing transactions and of reuse of cash collateral should be reported.

