

APOLIS SICAV-SIF

*Investment Company with variable capital –
Specialized Investment Fund*

**Audited annual report
December 31, 2016**

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APOLIS SICAV-SIF

Investment Company with variable capital – Specialized Investment Fund

Organization of the Fund

Principal and registered office

5, rue Jean Monnet
L-2180 Luxembourg

Board of Directors of the Fund

Achilleas Kontogouris (Chairman)
George Liaskas
Christophe Langue

Alternative Investment Fund Manager

Iolcus AIFM
Karneadou str. 15
10675 Athens
Greece

Board of Directors of the Alternative Investment Fund Manager

Achilleas Kontogouris
Emanouil Drosatakis
George Liaskas

Conducting Officers of the Alternative Investment Fund Manager

Achilleas Kontogouris
George Liaskas

Depository

Eurobank Private Bank Luxembourg S.A.
5, rue Jean Monnet
L-2180 Luxembourg

Central Administration and Paying Agent

Eurobank Private Bank Luxembourg S.A.
5, rue Jean Monnet
L-2180 Luxembourg

Auditor

PricewaterhouseCoopers, Société coopérative
2, rue Gerhard Mercator
B.P. 1443
L-1014 Luxembourg

APOLIS SICAV-SIF

Activity Report As at December 31, 2016

On the 1st of March 2016 the Apolis Global Macro I-Fixed Income Focus sub-fund, under the umbrella of Apolis SICAV-SIF, was successfully launched. Apolis-Global Macro I-Fixed Income Focus is an AIF with a global macro strategy that focuses mostly on fixed income securities given its conservative annual average volatility target of 7%.

During the 10 month period of operation in 2016 (March – December), Iolcus AIFM, the fund manager, invested the majority of the fund's assets in high yield European corporate bonds and, in certain cases, in high yield US corporate bonds in EUR as well as in Eurobonds issued by governments and companies in emerging markets as well as the Greek Government. Part of the investments has been made in High Yield ETFs.

In particular, the overexposure in the high yield segment of the market reflects the manager's view that bankruptcy rates are constrained in an environment where central banks' policy is credit expansion and in the US the economic recovery is expected to strengthen even further. Bond selection was restricted in accordance with diversification guidelines (maximum position by corporate issuer 5%), spread among an adequate number of sectors. During Q2 & Q3 the sub-fund took profits in the commodities and energy sectors and was overweight in the tourism sector as the manager adopted the view that tourism-related companies will benefit from Asian consumers being able to travel internationally. Exposure in equities was increased to 10% of total assets after Trump's election in the US, as the manager considered that a declared policy shift towards increased fiscal spending and tax cuts will turn out to be risk/reward beneficial.

Net investors' performance stood at 7.5% for the institutional class and 7.1% for the Class A. Average historical volatility for the same period amounted to 5.9%.

Apolis-Hellenic is an AIF that focuses on investments in the Greek capital markets aiming at achieving volatility weighted returns superior to the FTSE/ASE Large Cap Index.

The sub-fund didn't manage to attract investors' interest during the initial subscription period (total subscriptions amounted to EUR 250 000). Further to the redemption of all the outstanding shares on May 31st, 2016, the BoD of the fund decided to temporarily close the sub-fund ("dormant fund"). The performance of the sub-fund was negative by 4.45% due to operating expenses and fees. The BoD keeps the option to re-launch the sub-fund should the prospects about Greece become more positive and relative investors' interest is re-ignited.

Luxembourg, 11 May 2017

The Board of Directors



Audit report

To the Shareholders of
APOLIS SICAV-SIF

We have audited the accompanying financial statements of APOLIS SICAV-SIF and of each of its sub-funds, which comprise the statement of net assets and the schedule of investments as at 31 December 2016 and the statement of operations and the statement of changes in net assets for the year then ended, and a summary of significant accounting policies and other explanatory notes to the financial statements.

Responsibility of the Board of Directors of the SICAV-SIF for the financial statements

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

Responsibility of the “Réviseur d’entreprises agréé”

Our responsibility is to express an opinion on these financial statements based on our audit. We conducted our audit in accordance with International Standards on Auditing as adopted for Luxembourg by the “Commission de Surveillance du Secteur Financier”. Those standards require that we comply with ethical requirements and plan and perform the audit to obtain reasonable assurance about whether the financial statements are free from material misstatement.

An audit involves performing procedures to obtain audit evidence about the amounts and disclosures in the financial statements. The procedures selected depend on the judgment of the “Réviseur d’entreprises agréé”, including the assessment of the risks of material misstatement of the financial statements, whether due to fraud or error. In making those risk assessments, the “Réviseur d’entreprises agréé” considers internal control relevant to the entity’s preparation and fair presentation of the financial statements 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 entity’s internal control. An audit also includes evaluating the appropriateness of accounting policies used and the reasonableness of accounting estimates made by the Board of Directors of the SICAV-SIF, as well as evaluating the overall presentation of the financial statements.



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

Opinion

In our opinion, the financial statements give a true and fair view of the financial position of APOLIS SICAV-SIF and of each of its sub-funds as of 31 December 2016, and of the results of their operations and changes in their net assets⁴ for the year then ended in accordance with Luxembourg legal and regulatory requirements relating to the preparation of the financial statements.

Other information

The Board of Directors of the SICAV-SIF is responsible for the other information. The other information comprises the information included in the annual report but does not include the financial statements and our audit report thereon.

Our opinion on the financial statements does not cover the other information and we do not express any form of assurance conclusion thereon.

In connection with our audit of the financial statements, our responsibility is to read the other information and, in doing so, consider whether the other information is materially inconsistent with the financial statements or our knowledge obtained in the audit or otherwise appears to be materially misstated. If, based on the work we have performed, we conclude that there is a material misstatement of this other information, we are required to report this fact. We have nothing to report in this regard.

PricewaterhouseCoopers, Société coopérative
Represented by

Luxembourg, 11 May 2017

Thierry Blondeau

APOLIS SICAV-SIF
Statement of Net Assets
for the year ended December 31, 2016

	Notes	Apolis-Global Macro I-Fixed Income Focus
Currency		EUR
Assets		
Securities portfolio at market value	(Note 2)	11 653 163.18
Cash at bank		1 079 952.54
Receivable on interest and dividends	(Note 2)	176 783.66
Formation expenses	(Note 7)	36 024.83
Total assets		12 945 924.21
Liabilities		
Subscriptions in advance		135 000.00
Other payable and accrued expenses	(Note 5)	158 670.55
Total liabilities		293 670.55
Total net assets at the end of the year		12 652 253.66
Information summary		
Shares outstanding Global Macro - (A) /Initial Serie 02/16		3 405.00
Shares outstanding Global Macro - (A) S0316		1 491.00
Shares outstanding Global Macro - (A) S0416		1 020.00
Shares outstanding Global Macro - (A) S0616		155.00
Shares outstanding Global Macro - (A) S0716		690.00
Shares outstanding Global Macro - (A) S0916		625.00
Shares outstanding Global Macro - (B) /Initial Serie		1 125.00
Shares outstanding Global Macro - (B) S0416		1 450.00
Shares outstanding Global Macro - (B) S1016		1 000.00
Shares outstanding Global Macro - (B) S1116		1 000.00
Net asset value per share : Global Macro - (A) /Initial Serie 02/16		1 071.09
Net asset value per share : Global Macro - (A) S0316		1 078.90
Net asset value per share : Global Macro - (A) S0416		1 060.72
Net asset value per share : Global Macro - (A) S0616		1 060.17
Net asset value per share : Global Macro - (A) S0716		1 041.26
Net asset value per share : Global Macro - (A) S0916		1 026.47
Net asset value per share : Global Macro - (B) /Initial Serie		1 074.97
Net asset value per share : Global Macro - (B) S0416		1 063.81
Net asset value per share : Global Macro - (B) S1016		1 023.00
Net asset value per share : Global Macro - (B) S1116		1 015.43
Cost of securities portfolio		11 175 298.27

APOLIS SICAV-SIF
Statistics
for the year ended December 31, 2016

**Apolis-Global
Macro I-Fixed
Income Focus**

Currency

EUR

Total net assets at year ended:	12 652 253.66
Net asset value per share : Global Macro - (A) /Initial Serie 02/16	1 071.09
Net asset value per share : Global Macro - (A) S0316	1 078.90
Net asset value per share : Global Macro - (A) S0416	1 060.72
Net asset value per share : Global Macro - (A) S0616	1 060.17
Net asset value per share : Global Macro - (A) S0716	1 041.26
Net asset value per share : Global Macro - (A) S0916	1 026.47
Net asset value per share : Global Macro - (B) /Initial Serie	1 074.97
Net asset value per share : Global Macro - (B) S0416	1 063.81
Net asset value per share : Global Macro - (B) S1016	1 023.00
Net asset value per share : Global Macro - (B) S1116	1 015.43

APOLIS SICAV-SIF
Statement of Operations
for the year ended December 31, 2016

	Notes	Consolidated	Apolis-Global Macro I - Fixed Income Focus	Apolis - Hellenic Focus
Currency		EUR	EUR	EUR
Income		366 252.78	366 252.78	-
Income on bonds / dividends	(Note 2)	366 252.78	366 252.78	-
Expenses		370 794.91	359 678.89	11 116.02
Management fees	(Note 3/5)	105 991.71	105 991.71	-
Performance fees	(Note 3/5)	123 136.44	123 136.44	-
Custodian fees	(Note 5)	20 948.22	19 889.13	1 059.09
Subscription tax	(Note 4/5)	901.65	895.39	6.26
Amortisation of formation expenses	(Note 5)	11 297.05	11 120.35	176.70
Other expenses	(Note 6)	48 101.68	43 249.85	4 851.83
Directors fees	(Note 6)	9 999.96	9 480.32	519.64
Fund Administration fees	(Note 5)	19 500.00	15 000.00	4 500.00
Brokerage and transactions fees	(Note 5)	30 648.98	30 648.98	-
Other taxes		269.22	266.72	2.50
Net investment income / (loss)		(4 542.13)	6 573.89	(11 116.02)
Net realised gain		265 953.59	265 953.59	-
- on portfolio		225 435.65	225 435.65	-
- on currencies		38 497.94	38 497.94	-
- on financial futures		2 020.00	2 020.00	-
Net realised (loss)		(52 970.29)	(52 970.29)	-
- on portfolio		(9 174.98)	(9 174.98)	-
- on currencies		(43 795.31)	(43 795.31)	-
Realised result		208 441.17	219 557.19	(11 116.02)
Change in net unrealised appreciation		556 276.30	556 276.30	-
- on portfolio		555 925.41	555 925.41	-
- on currencies		350.89	350.89	-
Change in net unrealised depreciation		(78 060.50)	(78 060.50)	-
- on portfolio		(78 060.50)	(78 060.50)	-
Result for the year		686 656.97	697 772.99	(11 116.02)

APOLIS SICAV-SIF
Statement of Changes in Net Assets
for the year ended December 31, 2016

	Consolidated	Apolis-Global Macro I - Fixed Income Focus	Apolis - Hellenic
Currency	EUR	EUR	EUR
Total net assets at the beginning of the year	4 135.51	-	-
Net investment income	(4 542.13)	6 573.89	(11 116.02)
Net realised gain	265 953.59	265 953.59	-
Net realised (loss)	(52 970.29)	(52 970.29)	-
Allocation to Apolis Global Macro I - Fixed Income Focus	26 864.49	26 864.49	-
Change in Net unrealised appreciation	556 276.30	556 276.30	-
Change in Net unrealised depreciation	(78 060.50)	(78 060.50)	-
Movement on capital account	11 965 596.69	11 954 480.67	11 116.02
Subscriptions	12 492 000.00	12 242 000.00	250 000.00
Redemptions	(526 403.31)	(287 519.33)	(238 883.98)
Allocation to Apolis Global Macro I - Fixed Income Focus	(31 000.00)	(31 000.00)	-
Total changes in net assets	12 652 253.66	12 652 253.66	(0.00)
Currency translation	-	-	-
Total net assets	12 652 253.66	12 652 253.66	(0.00)
			-

Apolis-Global Macro I-Fixed Income Focus

Schedule of investments

as at December 31, 2016

(All figures in EUR)

Currency	Shares / Nominal	Name	Cost Price	Market Price	% of Net Assets
Transferable securities admitted to an official exchange listing					
Equities					
EUR	5 000	DEUTSCHE BANK AG	52 050.00	86 250.00	0.68%
Total Investments in Equities			52 050.00	86 250.00	0.68%
Bonds					
EUR	200 000	AIR FRANCE-KLM 29/12/2049 6.25 VARIABLE	198 250.00	202 180.00	1.60%
EUR	100 000	ALTICE FINANCING SA 15/2/2023 5.25 FIXED	103 400.00	106 320.00	0.84%
EUR	200 000	ARDAGH PKG FIN/HLDS USA 15/5/2024 6.75 FIXED	202 000.00	214 726.00	1.70%
EUR	200 000	NEW AREVA HOLDING SA 23/9/2024 4.875 FIXED	176 533.33	207 478.00	1.64%
EUR	200 000	ASTALDI SPA 1/12/2020 7.125 FIXED	201 600.00	209 051.00	1.65%
EUR	300 000	BOMBARDIER INC 15/5/2021 6.125 FIXED	301 725.00	317 329.50	2.51%
EUR	100 000	BOPARAN FINANCE PLC 15/7/2021 4.375 FIXED	93 650.00	99 330.00	0.79%
EUR	200 000	CIRSA FUNDING LUXEMBOURG 15/5/2023 5.875 FIXED	203 000.00	213 107.00	1.68%
EUR	300 000	CMA CGM SA 15/1/2021 7.75 FIXED	243 200.00	280 305.00	2.22%
EUR	100 000	CONSTELLIUM NV 15/5/2021 4.625 FIXED	90 700.00	96 562.50	0.76%
EUR	200 000	CONSTELLIUM NV 15/1/2023 7 FIXED	190 500.00	202 588.00	1.60%
EUR	230 000	DEUTSCHE BANK AG 17/2/2025 2.75 FIXED	209 178.10	218 129.70	1.72%
EUR	100 000	EUROPCAR GROUPE SA 15/6/2022 5.75 FIXED	103 550.00	105 984.00	0.84%
EUR	300 000	HAPAG-LLOYD AG /10/2018 7.75 FIXED	310 850.00	308 824.50	2.44%
EUR	1 500 000	HELLENIC REPUBLIC 24/2/2032 3 STEP CPN	918 750.00	1 021 612.50	8.07%
EUR	200 000	HUNTSMAN INTERNATIONAL L 1/4/2025 4.25 FIXED	189 250.00	203 000.00	1.60%
EUR	200 000	INTESA SANPAOLO SPA 29/10/2049 8.375 VARIABLE	228 250.00	224 752.00	1.78%
EUR	100 000	INTRALOT CAPITAL LUX 15/9/2021 6.75 FIXED	100 000.00	101 704.50	0.80%
EUR	100 000	LOCK AS 15/8/2021 7 FIXED	105 100.00	106 784.50	0.84%
EUR	300 000	SFR GROUP SA 15/5/2024 5.625 FIXED	311 000.00	317 818.50	2.51%
EUR	200 000	ONORATO ARMATORI SPA 15/2/2023 7.75 FIXED	194 750.00	197 627.00	1.56%
EUR	300 000	OUTOKUMPU OYJ 16/6/2021 7.25 FIXED	306 750.00	331 731.00	2.62%
EUR	200 000	RABOBANK STICHTING AK 29/12/2049 6.5 FIXED	221 500.00	227 383.00	1.80%
EUR	600 000	REPUBLIC OF ARGENTINA 31/12/2038 2.26 STEP CPN	393 300.00	341 997.00	2.70%
EUR	200 000	SCHUMANN SPA 31/7/2023 7 FIXED	201 300.00	208 635.00	1.65%
EUR	200 000	SILK BIDCO 1/2/2022 7.5 FIXED	212 500.00	213 227.00	1.69%
EUR	200 000	SNAI SPA 7/11/2021 6.375 FIXED	203 360.00	209 983.00	1.66%
EUR	300 000	SWISSPORT INVESTMENTS SA 15/12/2021 6.75 FIXED	319 100.00	327 904.50	2.59%
EUR	200 000	TELECOM ITALIA SPA 17/3/2055 5.25 FIXED	205 700.00	200 293.00	1.58%
EUR	400 000	TESCO PLC 10/4/2047 5.125 FIXED	384 900.00	396 028.00	3.13%
EUR	200 000	THOMAS COOK FINANCE PLC 15/6/2021 6.75 FIXED	187 000.00	213 190.00	1.68%
EUR	200 000	UNICREDIT INTL BANK 29/12/2049 8.125 VARIABLE	220 150.00	218 666.00	1.73%
EUR	200 000	UNIVEG HOLDING BV 15/11/2020 7.875 FIXED	212 950.00	207 602.00	1.64%
EUR	200 000	VALEANT PHARMACEUTICALS 15/5/2023 4.5 FIXED	155 000.00	146 005.00	1.15%
EUR	200 000	VALLOUREC SA 30/9/2024 2.25 FIXED	140 550.00	160 104.00	1.27%
EUR	100 000	VIRGIN MEDIA FINANCE PLC 15/1/2025 4.5 FIXED	96 750.00	103 536.50	0.82%
EUR	100 000	VOLKSWAGEN INTL FIN NV 29/12/2049 3.5 VARIABLE	82 250.00	88 597.00	0.70%
			8 218 296.43	8 550 096.20	67.58%
USD	200 000	DEUTSCHE BANK AG 1/4/2025 4.5 FIXED	169 127.27	181 504.60	1.43%
USD	200 000	HERTZ CORP 15/10/2024 5.5 FIXED	165 669.97	167 021.16	1.32%
			334 797.24	348 525.76	2.75%
Total Investments in Bonds			8 553 093.67	8 898 621.96	70.33%
Funds					
EUR	5 000	ISHARES MARKIT IBOXX USD GHG	1 043 525.00	1 065 600.00	8.42%
EUR	10 000	ISHARES MARKIT IBOXX EUR	445 622.50	493 000.00	3.90%
EUR	21 000	ISHARES MSCI HEALTH CARE ETF	497 490.00	502 320.00	3.97%
			1 986 637.50	2 060 920.00	16.29%
USD	3 000	ISHARES CORE S&P 500	583 517.10	607 371.22	4.80%
Total Investments in Funds			2 570 154.60	2 668 291.22	21.09%
Total Investments			11 175 298.27	11 653 163.18	92.10%

Apolis-Global Macro I - Fixed Income Focus

Portfolio breakdown

as at December 31, 2016

By countries / by issuers

Argentina	2.93%
Canada	3.98%
Finland	2.85%
France	10.93%
Germany	6.82%
Greece	8.77%
Ireland	24.74%
Italy	10.73%
Luxembourg	8.30%
Netherlands	7.06%
Norway	2.75%
United Kingdom	6.97%
United States	3.18%
Total	100.00%

By industry groups

Basic Materials	6.45%
Communications	6.90%
Consumer, Cyclical	11.76%
Consumer, Non-cyclical	8.33%
Financial	13.40%
Funds	22.90%
Government	3.22%
Industrial	27.05%
Total	100.00%

APOLIS SICAV-SIF

Notes to the financial statements As at December 31, 2016

1. General

APOLIS SICAV-SIF (the “SICAV-SIF”) qualifies as Alternative Investment Fund in accordance with the AIFM Law. The SICAV-SIF is managed by an Alternative Investment Fund Manager (the “AIFM”) established in another member state (Greece) in accordance with Chapter II of the Directive 2011/61/EC (the “AIFM Directive”), which was transposed locally into Luxembourg law by the law of July 12, 2013 on Alternative Investment Fund Managers as amended (the “AIFM Law”).

The Company was incorporated on September 16, 2014 as a Société en Commandite par Actions qualifying as a Société d’Investissement à Capital Variable - Fonds d’Investissement Spécialisé, under the Law of February 13, 2007, as amended.

The Company is registered with the Luxembourg Registre du Commerce et des Sociétés under number B.190937.

The Articles of Association of the Company have been published in the Luxembourg Mémorial C – N. 3006 on October 18, 2014 and amended for the last time on November 25, 2015.

As at 31 December 2016, the below list of active series is as follows:

Sub-Funds – Class of Shares	Launch date
Apolis-Global Macro I-Fixed Income Focus - (A) /Initial Serie 02/16	01/03/2016
Apolis-Global Macro I-Fixed Income Focus - (A) S0316	01/04/2016
Apolis-Global Macro I-Fixed Income Focus - (A) S0416	01/05/2016
Apolis-Global Macro I-Fixed Income Focus - (A) S0616	01/07/2016
Apolis-Global Macro I-Fixed Income Focus - (A) S0716	01/08/2016
Apolis-Global Macro I-Fixed Income Focus - (A) S0916	01/10/2016
Apolis-Global Macro I-Fixed Income Focus - (B) /Initial Serie	01/03/2016
Apolis-Global Macro I-Fixed Income Focus - (B) S0416	01/05/2016
Apolis-Global Macro I-Fixed Income Focus - (B) S1016	01/11/2016
Apolis-Global Macro I-Fixed Income Focus - (B) S1116	01/12/2016

2. Summary of significant accounting policies

The financial statements have been prepared in conformity with accounting principles generally accepted in Luxembourg and the provisions of the articles of incorporation.

The financial statements are presented in Euro (“EUR”)

APOLIS SICAV-SIF

Notes to the financial statements As at December 31, 2016

a) Basis of presentation of the financial statements

As at December 31, 2016, one sub-fund was active: Apolis-Global Macro I-Fixed Income Focus.

b) Security Valuation

Securities quoted or dealt in on any stock exchange or another regulated market are valued at the latest available price.

When such prices are not representative of the fair value of the relevant securities and in the case of unquoted securities, the valuation is based on the respective reasonable foreseeable sales price as determined prudently and in good faith by the Board of Directors of the SICAV-SIF.

Cash equivalent or money market instruments with a remaining maturity of 60 days or less are stated at amortized cost, which approximates the market value.

Investments in open-ended UCIs are valued on the basis of the last available NAV of the units or shares of such UCIs.

c) Foreign currency translation

The cost of investments and the transactions during the year, expressed in foreign currencies, are converted into the reporting currency of each sub-fund at the rate of exchange ruling at the time of the purchase or transaction.

The market value of investments and other assets and other liabilities, expressed in foreign currencies, are translated into the reporting currency of each sub-fund at end of period exchange rates. Exchange differences arising on foreign currency translation are taken to the statement of operations and changes in net assets. The combined statement is calculated at year end exchange rates.

Closing exchange rate as at December 31, 2016 relating to EUR is:

1 USD = 0.9487 EUR

d) Interest and Dividend income

Interest income is recognised on an accrual basis, net of any irrecoverable withholding tax. Dividends are recorded on an ex-dividend basis, net of any irrecoverable withholding tax.

e) Forward foreign exchange contracts

Forward foreign exchange contracts are valued at the forward rate applicable at the date of the statement of net assets of each sub-fund for the remaining period until maturity. Realised gains/losses and change in unrealised appreciation/depreciation resulting therefore are included in the statement of operations of each sub-fund under "Financial derivative instruments: options, swaps and forward contracts".

APOLIS SICAV-SIF

Notes to the financial statements As at December 31, 2016

3. Management and performance fees

In consideration for the management services performed for the benefit of the Sub-Fund, Iolcus AIFM is entitled to receive for each class in the relevant sub fund a Management Fee, calculated and payable at the end of each calendar month in arrears at an annual rate not exceeding the percentage amount indicated within the relevant sub fund information sheet. This percentage amount will be calculated on each valuation date on the Net Asset Value of that day of the relevant Class over the period by reference to which the fee is calculated.

As at December 31, 2016 the following rates are applicable per annum:

Class A Shares	Maximum 1.5%
Class B Shares	Maximum 1%

In addition to the Management Fee, Iolcus AIFM may also be entitled to a performance Fee calculated in respect of A and B classes. The performance fee is subject to a High Water Mark and is calculated and accrued on each Valuation date and payable annually as follows:

For each Performance Period, the performance fees will be 15% for A and B Class of the overall performance (net of all deductible fees and expenses including any Management fees but for the purpose of calculating the Performance Fee, not reduced by the Performance Fee), if the Hurdle Rate is achieved. The Hurdle Rate is defined as the Euribor 12month rate + 2% and its value for a given Performance Period is set as the value on the last day of the preceding twelve month period.

The Performance Period starts on the first day of the relevant twelve month period and ends on the last day of the same twelve month period (31 December).

The first Performance Period will start at the launch date of the Class and will end on 31 December 2016 and the initial reference value will be the Initial Price.

The High Water Mark in respect of each Class is the last Net Asset Value per Share on which a Performance Fee has been paid in respect of that Class. The first High Water Mark is the Initial Price. Should the market conditions or other critical factors to the performance of the Sub-Fund factors dictate so, the Board of Directors may from time to time decide to reset the High Water Mark subject to six (6) months prior notice to the Shareholders.

A Performance Fee will only be paid in the case:

- the Net Asset Value per Share of the Share Class at the end of the Performance Period exceeds the previous highest Net Asset Value per Share of the Share Class in any preceding period in respect of which Performance Fees were the last calculated and paid; and
- the performance of the Net Asset Value per Share of the Share Class during the Performance period exceeds the Hurdle Rate.

APOLIS SICAV-SIF

Notes to the financial statements As at December 31, 2016

The over performance calculation will be based on the highest value between the Hurdle and the High Water Mark.

In case a Shareholder redeems Shares prior to the end of the Performance Period, any accrued but unpaid Performance Fees in respect of such Shares will be paid at the end of the Performance Period.

Series Accounting:

A new series of Shares will be issued on each date that Shares of A and B Classes are subscribed in order to permit the Performance fees to be calculated separately with respect to each series. Accordingly, each Series will have a different Net Asset Value per Share.

At the end of each year, each Series (other than the Initial Series) will be re-designated and converted into the Initial Series (after payment of any Performance Fee to the AIFM). Such conversion will be effected at the prevailing Net Asset Value per Share of the Initial Series; provided, however, that no re-designation and conversion shall occur with respect to a series of shares if no Performance Fees are payable in relation to such Series or the Initial Series.

4. Taxation

The SICAV - SIF's assets are subject to a subscription tax (taxe d'abonnement) in Luxembourg of 0.01% p.a. on net assets, payable quarterly. In case some sub-funds are invested in other Luxembourg Undertakings for Collective Investment, which in turn are subject to the subscription tax provided for by the 2007 Act or the 2010 Act no subscription tax is due from the SICAV - SIF on the portion of assets invested therein.

5. Other payable and accrued expenses

The other payable and accrued expenses represent a total amount of EUR 158 670.55 which is splitted as follows:

- Audit fees (including VAT) total EUR 12 543.60 and represent the audit fees payable to PricewaterhouseCoopers, Société coopérative for the 2016 audit.
- Performance fees: EUR 123 136.44
- Management fees: EUR 14 331.65
- Custodian fees: EUR 3 842.54
- Administration fees: EUR 4 500.00
- Taxe d'abonnement: EUR 316.32

6. Directors' fees and other expenses

The other expenses represent a total amount of EUR 48 101.68 which is splitted as follows:

For Apolis-Global Macro I-Fixed Income Focus:

- CSSF fees: EUR 16 500

APOLIS SICAV-SIF

Notes to the financial statements As at December 31, 2016

- PWC Advisory fees: EUR 22 973.46
- Other fees for a total amount of EUR 3 776.39

For Apolis-Hellenic:

- CSSF fees: EUR 1 500
- PWC Advisory fees: EUR 3 083.88
- Other fees for a total amount of EUR 267.95

The directors' fees represent a total amount of EUR 9 999.96 and relate to the periods of 2015 and 2016.

7. Formation expenses

The net formation expenses represent a total amount of EUR 36 024.83 which is splitted as follows:

- Notary fees: EUR 2 197.87
- CSSF registration fees: EUR 5 342.20
- Administration set up fees: EUR 3 052.59
- Advisory fees relating to the set-up of the SICAV-SIF: EUR 25 432.17

The prospectus of the SICAV-SIF foresees that the establishment costs will be borne by Sub-Funds established within a five (5) year period beginning with the incorporation of the SICAV-SIF in proportion to their net assets. Therefore, the formation expenses will be amortised as from February 29, 2016 (launching date of the first two sub-funds) until September 16, 2019 (end of 5 year period as from the incorporation of the SICAV-SIF).

APOLIS SICAV-SIF

Unaudited additional information

AIF Directives

Iolcus AIFM has paid the following amounts to its staff for the financial year:

Total gross amount of the fixed remunerations paid (excluding the payments or benefits that may be deemed to form part of a general and non-discretionary policy and having no incentive effect on risk management): EUR 14 658.15.

Total gross amount of the variable remunerations paid: EUR 31 341.86.

Number of beneficiaries: 3

Aggregate amount of the remunerations, broken down between the senior management and the members of staff of the management company whose activities have a significant impact on the risk profile of the AIF.

Aggregate amount of the remunerations of the senior management: EUR 34 693.21.