

**LYXOR INVESTMENT STRATEGIES PLC**  
*(an investment company with variable capital and limited liability)*

**ANNUAL REPORT AND AUDITED FINANCIAL STATEMENTS**

**For the financial year ended 31 December 2022**

## ***LYXOR INVESTMENT STRATEGIES PLC***

<b>Table of Contents</b>	<b>Page</b>
Organisation	2
Background to the Company	3
Investment Manager's Report	4
Directors' Report	7
Annual Depositary Report to Shareholders	11
Independent auditors' report to the members of Lyxor Investment Strategies plc	12
Statement of Comprehensive Income	15
Statement of Financial Position	16
Statement of Changes in Net Assets Attributable to Redeemable Participating Shareholders	17
Statement of Cash Flows	18
Notes to the Financial Statements	19
Schedule of Investments	51
Statement of Changes in Composition of Portfolio (unaudited)	55
Remuneration (unaudited)	58
SFT Regulation (unaudited)	61
Appendix 1 – Transparency of sustainable investments in periodic reports (unaudited)	62

## **LYXOR INVESTMENT STRATEGIES PLC**

### **Organisation**

#### **Board of Directors**

Mr. Bryan Tiernan (Irish, Irish Resident)\*\*  
Mr. Vincent Dodd (Irish, Irish Resident)\*\*  
Mr. Moez Bousarsar (French, French Resident)\*  
Mr. Olivier Germain (French, French Resident)\*×  
Mr. Colm Callaly (Irish, Irish Resident)\*^  
Mr. Declan Murray (Irish, Irish Resident)\*^  
Mr. Paul Weber (Irish, Irish Resident)\*^  
Mr. John O'Toole (Irish, Irish Resident)\*^

#### **Registered Office**

70 Sir John Rogerson's Quay  
Dublin 2  
Ireland

#### **Secretary**

Matsack Trust Limited  
70 Sir John Rogerson's Quay  
Dublin 2  
Ireland

#### **Depositary**

CACEIS Bank, Ireland Branch  
Bloodstone Building  
Sir John Rogerson's Quay  
Dublin 2  
Ireland

#### **Sub-Investment Manager**

Metori Capital Management  
9 rue de la Paix  
75002 Paris  
France

#### **Irish Legal Advisors**

Matheson  
70 Sir John Rogerson's Quay  
Dublin 2  
Ireland

#### **Manager/Promoter/ Investment Manager**

Amundi Asset Management S.A.S^^  
91-93, boulevard Pasteur  
75015 Paris  
France

#### **Chartered Accountants and Statutory Audit Firm**

PricewaterhouseCoopers  
One Spencer Dock  
North Wall Quay  
Dublin 1

#### **Administrator**

CACEIS Ireland Limited  
Bloodstone Building  
Sir John Rogerson's Quay  
Dublin 2  
Ireland

\*Non-Executive

\*\*Independent & Non-Executive

×Resigned 4 February 2022

^Appointed 4 February 2022

^^Appointed 1 June 2022

## ***LYXOR INVESTMENT STRATEGIES PLC***

### **Background to the Company**

Lyxor Investment Strategies plc (the “Company”) is an investment company with variable capital constituted as an umbrella fund with segregated liability between Sub-Funds. The Company was incorporated on 7 December 2010 under the laws of Ireland pursuant to the Companies Act 2014 and is authorised by the Central Bank of Ireland (“Central Bank”) as an Undertaking for Collective Investment in Transferable Securities (“UCITS”) pursuant to the European Communities (Undertakings for Collective Investment in Transferable Securities) Regulations 2011 (as amended) (the “UCITS Regulations”) and the Central Bank (Supervision and Enforcement) Act 2013 (Section 48(1)) (Undertakings for Collective Investment in Transferable Securities) Regulations 2019 (the “Central Bank UCITS Regulations”).

As at 31 December 2022, the Company had one active Sub-Fund, the Lyxor Epsilon Global Trend Fund (launched on 13 April 2011) (the “Sub-Fund”).

### **Investment Objectives**

#### **Lyxor Epsilon Global Trend Fund**

The investment objective of the Sub-Fund is to achieve capital appreciation over the medium to long term by implementing the Lyxor Epsilon Global Trend Strategy.

The Lyxor Epsilon Global Trend Strategy is a systematic trend following strategy as it seeks to identify upward and downward price trends and to capitalise on them. In order to implement the Lyxor Epsilon Global Trend Strategy, the Sub-Fund’s exposure to the several asset classes on the global markets will be achieved through direct investments in the following instruments: futures, options, swaps and forwards on the following asset classes: equities (such as S&P500, CAC40 or DAX equity indices), bonds (such as UK Gilts, US T-Bills and T-Notes or German Bund, Schatz and Boble), volatility and interest rates; forward currency exchange contracts, currency futures, cross currency asset swaps or currency options; structured debt securities selected by the investment manager, provided that such securities fall within the categorization of “transferable securities” as contemplated by the UCITS Notices; fixed income securities and money market instruments issued by government issuers which are listed, traded or dealt in on one or more of the Recognized Markets set out in Annex I of the Prospectus; and cash deposits and near cash instruments for the purpose of cash management.

The Sub-Fund will also invest in structured debt securities selected by the Sub-Investment Manager, provided that such securities fall within the categorization of “transferable securities” as contemplated by the Central Bank UCITS Regulations. The Structured debt securities are expected to provide a sub-set of the Sub-Fund’s exposure to the Lyxor Epsilon Global Trend Strategy. Exposure to the Structured Debt Securities is expected to range between 0 and 20% of the Net Asset Value of the Sub-Fund, 20% being a maximum level of exposure.

### **Calculation of Net Asset Value/Valuation of Assets**

The Net Asset Value of the Sub-Fund shall be calculated by the Administrator as at the Valuation Point for each Dealing Day by valuing the assets of the Sub-Fund and deducting them from the liabilities of the Sub-Fund. Where there is more than one class of Shares in the Sub-Fund, the Net Asset Value per Share of any class is calculated by the Administrator by ascertaining the Net Asset Value of the Sub-Fund as at the Valuation Point for that Sub-Fund on the relevant Dealing Day and determining the amount of the Net Asset Value which is attributable to the relevant class of Shares. The Net Asset Value per Share of the relevant class is calculated by determining that proportion of the Net Asset Value of the Sub-Fund which is attributable to the relevant class at the Valuation Point. The Valuation Point for the Sub-Fund is set out in the Supplement for the Sub-Fund. The Net Asset Value per Share is the resulting sum rounded to the nearest four decimal places.

### **Dealing Day**

Any Business Day on which applications for subscriptions or redemptions will normally be accepted for Shares, as the Directors may from time to time determine, provided there shall be at least one Dealing Day per fortnight in the Sub-Fund.

# **LYXOR INVESTMENT STRATEGIES PLC**

## **Investment Manager's Report**

2022 was particularly challenging for asset allocators. The war in Ukraine followed by inflationary turmoil, interest rate hikes and an energy price shock fueled market volatility. Virtually all asset classes ended the year with negative returns, including bonds which were traditionally perceived as a safe haven.

These macro themes generated significant directional price trends, creating opportunities for trend following strategies that were able to take both short and long positions. In this environment, The Lyxor / Epsilon Global Trends Fund ("Epsilon") closed out 2022 with a strong performance and a realized volatility of 10%.

Short positions on fixed income and currencies contracts were the main performance contributors generating gains of respectively 17% and 9%. Epsilon took advantage of strong trends on both asset classes, while losses on equity positions were contained (-5%).

### **A Global Monetary Tightening Trend**

During the year 2022, the price of Global Monetary Trend was above 2% and most of the central banks have also raised their rates.

The Bank of England has increased its rates by +325bps. FED also followed the suit and leading the consensus with an aggressive rate hike by +425bps. The ECB put an end to negative rates in July increasing its rate for the first time in 11 years. The Bank of Japan remained a noticeable exception by sticking to negative interest rates. In a surprising move, the Japanese central bank did raise the bond yield cap in late December.

### **Bonds/Equities Correlation Shift**

Equities and bonds are increasingly positively correlated. Both the asset classes dropped simultaneously during the year 2022. In a context of global inflation and interest rates hike, bonds failed to act as a safe haven, thus rising a question on traditional strategies of 60/40 portfolio.

### **Currencies**

Currencies posted a strong performance, up 9%. Most of the gains was recorded on the longs USD vs. G10 currencies. The longs emerging currencies (MXN and BRL) added to the positive performance, while losses were mainly recorded on Euro-Crosses positions (long GBP and short JPY). Epsilon maintained its net long USD and short G10 positioning in the first three quarters. In Q4, the short G10 was halved, while the longs Emerging were maintained, turning the model to a small net short on the USD.

### **Fixed Income**

Epsilon recorded solid gains of 17% on Fixed Income markets. The shorts in the UK (Sonia and Gilt) and the US (Eurodollar, SOFR 3M and the 2Y bond) were the main performers. The shorts in Europe (Euribor, France OAT and Italy BTP) added to the gains. Epsilon started the year with a long position on the Japan 10-Y bond, quickly closed early January. The fixed income portfolio then remained stable throughout the year with short exposures in the US, the UK and Europe.

### **Equities**

Losses on equities were contained (-4.9%), thanks to Epsilon's moderate net exposure. Epsilon's positioning reflects the lack of trends in the equities space, as it combined long and short positions. However, it maintained a short bias in Hong Kong all over the year, which was the main contributor. Losses were mainly recorded on the longs in Australia and North America, which were closed in the first semester. Epsilon was net short through Q3, then reverted in Q4 ending the year with a net long in equities (19%), and a gross exposure of 30% (vs. 75% in the beginning of the period).

# LYXOR INVESTMENT STRATEGIES PLC

## Investment Manager's Report (continued)

Annual performance per share classes as at 31 December 2022:

AA-USD	A-EUR	IA-USD	I-CHF	I-EUR	I-GBP	I-USD
9.79%	15.34%	10.26%	17.16%	15.92%	32.72%	10.22%

### Brexit

“The United Kingdom (“UK”) left the European Union (“EU”) on 31st January 2020 pursuant to the terms of a withdrawal agreement between the UK and the EU. Since 1<sup>st</sup> January 2021, the UK is now qualified as a “third party-country” from the EU. As the result of, the UK financial services firms have lost their EU passport rights in EU.

Regarding the Irish UCITS Funds tailored by Amundi Asset Management, the Post-Brexit impacts could be explained and described regarding (1) Delegation of the Investment Portfolio Management to UK Asset Management Company, (2) OTC Agreements/Prime Brokerage Agreements/Clearing Agreements, (3) Marketing Irish UCITS Funds in UK, (4) UK Benchmark Administrator, (5) UK Share Trading and (6) UK Derivatives Trading Obligations.

After closing of the temporary period as of 31 December 2022, Amundi Asset Management is still monitoring any evolution of the UK regulation in respect to registration of any product for marketing and promotion in the UK.

#### 1. Delegation of the Investment Portfolio Management to UK Asset Management Company

First of all, there is no change concerning the relationship with the asset manager located in the UK and Amundi Asset Management. Amundi Asset Management acting as the manager of the Irish UCITS Funds is still entitled to delegate its investment portfolio management to any asset management domiciliated in the UK.

Nonetheless, under Post-Brexit Regime, UK-based businesses have lost its ability to provide their services throughout the EEA without the need for authorization from an EEA national regulator (ie “**regime of equivalence decisions**”).

Subsequently, UK-based businesses can no longer take advantages of passporting rights, principle of reciprocity and principle of freedom of services under EU Regulation.

#### 2. OTC agreements with counterparty located in UK, prime brokerage agreements, clearing agreements with UK CCP

- a) For Irish UCITS Funds, where management of the fund is delegated by Amundi Asset Management (as management company) to an investment manager located outside of the EU, the fund is entitled to execute OTC derivatives agreements or prime brokerage agreements with a counterparty located in the UK since in this case the orders are placed from outside the EU and therefore the investment service is provided outside of the EU. Consequently, the location of counterparty in the UK is not considered an issue.

If, however, orders are sent on behalf of the fund by an entity located in the EU (in the case of an EU investment manager or by the management company for example), then the fund is not entitled to trade with a counterparty located in the UK since the investment service will in this case be provided in the EU.

- b) Under Post-Brexit Regime, Amundi Asset Management for and on behalf of the funds as management company is no longer entitled to execute an OTC clearing agreement using the services of any Central Counterparty Clearing House (“CPP”) located in the UK except for CCPs which benefit from an equivalence decision rendered by the European Commission. To date, only the three following CCPs benefit from such a decision, and do so until June 30<sup>th</sup> 2025, Ice Clear Europe Limited, LCH Limited and LME Clear Limited.

# **LYXOR INVESTMENT STRATEGIES PLC**

## **Investment Manager’s Report** *(continued)*

### **Brexit** *(continued)*

#### **3. Marketing Irish UCITS Funds in UK**

Under Post-Brexit Regime, Amundi Asset Management acting as the manager of the Irish UCITS Funds has made its notification directly to the FCA in order to obtain its authorizations to actively market the Irish UCITS funds (only if they have been notified to the FCA before 30/12/2020) in the UK for three years after the Brexit decision and in compliance with the UK laws (ie “Temporary Permission Regime” or TPR” for three years). Furthermore, Amundi Asset Management could have recourse to any distributor located in UK without any UE passport regime.

#### **4) UK Benchmark Administrator**

Under Post-Brexit Regime, the UK Benchmark administrators are now qualified as “benchmark administrators from of third country” (Regulations EU 20/6/2011 of the EU Parliament and the Council dated 8th June 2016).

Nonetheless, the UK Benchmark administrators would be able to claim for the equivalence regime, or the recognition regime and the endorsement regime in order to be registered into the ESMA register.

#### **5) UK Shares Trading**

Under Post-Brexit Regime, only “shares with GB ISIN” and “shares with EU ISIN” with the pound sterling currency should be admitted to be traded on a regulated markets, on a trading venue, MTF or on a systematic internalizer or via third country venues assessed (“Article 23\_Trading obligations for investment firms under Regulation EU n°65/2014 of the European Parliament of the Council of 15th May 2014 on market in financial instruments amending Regulation EU n°648/2012”).

#### **6) UK Derivative Trading Obligations (“DTO”)**

Under Post-Brexit Regime, the financial instruments such as “IRS” ( Interest Rate Swap”) and “CDS” (“Credit Default Swap”) shall not be eligible on UK Derivatives Trading Platform unless there would be a recognition regime by the EU supervision (Article 28 MIFIR).

# **LYXOR INVESTMENT STRATEGIES PLC**

## **Directors' Report**

The Directors submit their report together with the audited financial statements of Lyxor Investment Strategies plc (the "Company") for the financial year ended 31 December 2022.

### **Statement of Directors' responsibilities**

The Directors are responsible for preparing the annual report and the financial statements in accordance with Irish law and International Financial Reporting Standards (IFRS's), as adopted by the European Union.

Irish company law requires the Directors to prepare financial statements for each financial year. Under Company law, the Directors must not approve those financial statements unless they are satisfied that they give a true and fair view of the assets, liabilities and financial position of the Company at the financial year end date and of the profit or loss of the Company for that year. In preparing those financial statements, the Directors are required to:

- select suitable accounting policies and then apply them consistently;
- make judgments and estimates that are reasonable and prudent;
- state whether the financial statements have been prepared in accordance with the applicable standards, identify those standards, and note the effect and the reasons for any material departure from those standards;
- prepare the financial statements on the going concern basis unless it is inappropriate to presume that the Company will continue in business; and

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

The Directors are responsible for keeping proper adequate accounting records which disclose with reasonable accuracy at any time the financial position of the Company and to enable them to ensure that the financial statements are prepared in accordance with IFRSs as adopted by the European Union and comply with the Irish Companies Act 2014 and the European Communities (Undertakings for Collective Investment in Transferable Securities) Regulations, 2011 (as amended) (the "UCITS Regulations") and the Central Bank (Supervision and Enforcement) Act 2013 (Section 48(1)) (Undertakings for Collective Investment in Transferable Securities) Regulations 2019 (the "Central Bank UCITS Regulations"). They are also responsible for safeguarding the assets of the Company and hence for taking reasonable steps for the prevention and detection of fraud and other irregularities.

Under the Central Bank UCITS Regulations, the Directors are required to entrust the assets of the Company to the Depository for safe-keeping. In this regard, the Directors have appointed CACEIS Bank, Ireland Branch as Depository pursuant to the terms of the Depository Agreement.

The Directors together with Amundi Asset Management are responsible for the maintenance and integrity of the publication of these financial statements online. Legislation in the Republic of Ireland governing the presentation and dissemination of the financial statements may differ from legislation in other jurisdictions.

### **Adequate accounting records**

The measures taken by the Directors to secure compliance with section 281 to 285 of the Companies Act 2014 to keep adequate accounting records are the use of appropriate systems and procedures and employment of competent persons. The accounting records are kept at the following address: CACEIS Ireland Limited, Bloodstone Building, Sir John Rogerson's Quay, Dublin 2, Ireland.

### **Review of the business and future developments**

The Company is an investment company with variable capital constituted as an umbrella fund with segregated liability between Sub-Funds. The Company was incorporated on 7 December 2010 under the laws of Ireland pursuant to the Companies Act 2014 and is authorised by the Central Bank of Ireland ("Central Bank") as an Undertaking for Collective Investment in Transferable Securities ("UCITS") as amended pursuant to the UCITS Regulations.

There can be no assurance that the Company will achieve its investment objective.



## **LYXOR INVESTMENT STRATEGIES PLC**

### **Directors' Report** *(continued)*

#### **Review of the business and future developments** *(continued)*

A detailed review of the business and any future developments are included in the Investment Manager's report.

#### **Corporate Governance**

The Board has adopted the voluntary Irish Funds Corporate Governance Code for Irish domiciled Collective Investment Schemes and Management Companies, issued 14 December 2011 (the "Code") with effect from 31 December 2012. The Board has reviewed and assessed the measures included in the Code and considers its corporate governance practices and procedures since the adoption of the Code as consistent therewith.

#### **Companies Registration Office ('CRO')**

Investment companies are now required to file the statutory financial statements, statutory auditors' report and directors' reports with the Company Registration Office (the 'CRO') not later than 11 months after the end of each financial year which commenced on or after the 1st of January 2017. Such documents will be publicly available on the CRO's website.

#### **Risk management objectives and policies**

The main risks arising from the Company's financial instruments are market risk (including market price risk, currency risk and interest rate risk), credit risk and liquidity risk, as set out in note 7.

#### **Results and Dividends**

The results for the year are set out in the Statement of Comprehensive Income on page 15 of the financial statements. The Directors do not propose the payment of a dividend.

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

In June 2021, Société Générale and Amundi Asset Management agreed on the sale of Lyxor Group's entities. This sale was completed on 31 December 2021. On 1 June 2022, Lyxor Asset Management S.A.S. merged into Amundi Asset Management S.A.S. Consequently, the Manager of the Company is Amundi Asset Management S.A.S. as from 1 June 2022 (in lieu of Lyxor Asset Management S.A.S.).

Russia's invasion of Ukraine caused a closure of the Moscow stock exchange and the impossibility of dealing with Russian assets, then the closure of the market for Global Depositary Receipts replicating Russian assets certificates domiciled in developed countries. This has not had a material effect on the Company. We continue to monitor developments in this crisis and its impact on the management.

## **LYXOR INVESTMENT STRATEGIES PLC**

### **Directors' Report** *(continued)*

#### **Significant events since the year ended**

##### **Directors**

The names of persons who were Directors at any time during the year ended 31 December 2022 are set out below.  
Directors:

- Mr. Bryan Tiernan (Irish, Irish resident)\*\*
- Mr. Vincent Dodd (Irish, Irish resident)\*\*
- Mr. Moez Bousarsar (French, French resident)\*
- Mr. Colm Callaly (Irish, Irish resident)^
- Mr. Declan Murray (Irish, Irish resident)^
- Mr. John O'Toole (Irish, Irish resident)^
- Mr. Paul Weber (Irish, Irish resident)^
- Mr. Olivier Germain (French, French resident)\*×

\*Non-Executive

\*\*Independent & Non-Executive

×Resigned 4 February 2022

^Appointed 4 February 2022

##### **Directors' and Secretary's interests**

The Director's and Secretary and their families had no interest in the shares of the Company at 31 December 2022. No Director had at any time during the year, a material interest in any contract of significance, subsisting during or at the end of the year, in relation to the business of the Company. All Directors' fees are borne by the Manager.

##### **Connected Persons Transactions**

The Board is satisfied that: (i) there are adequate arrangements in place, to ensure that the obligations set out in Regulation 41 (1) of the Central Bank UCITS Regulations are applied to all transactions with connected persons; and (ii) transactions with connected persons entered into during the period complied with the obligations set out in that paragraph.

# **LYXOR INVESTMENT STRATEGIES PLC**

## **Directors' Report** *(continued)*

### **Directors Compliance Statement**

The Directors acknowledge that they are responsible for securing the Company's compliance with the relevant obligations as set out in Section 225 of the Companies Act 2014.

The Directors confirm that:

- 1) A compliance policy statement has been drawn up that sets out policies, that in our opinion are appropriate to the Company, respecting compliance by the Company with its relevant obligations,
- 2) Appropriate arrangements or structures are in place that are, in our opinion, designed to secure material compliance with the Company's relevant obligations, and
- 3) During the financial year, the arrangements or structures referred to in (2) have been reviewed.

### **Audit Committee Statement**

The Board has decided not to establish an audit committee. The reason for this decision is that, given the size of the Board, it is likely that an audit committee would comprise all, or a significant majority, of the Board and accordingly it is more efficient for audit matters to be discussed by the entire Board rather than by an audit committee.

### **Audit Information Statement**

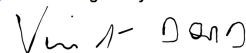
In accordance with Section 330 of the Companies Act 2014, each of the directors believe the following to be the case:

So far as the directors are aware, there is no relevant audit information of which the Company's statutory auditors are unaware, and the directors have taken all the steps that they ought to have taken as directors in order to make themselves aware of any relevant audit information and to establish that the Company's statutory auditors are aware of that information.

### **Independent Auditors**

PricewaterhouseCoopers have expressed their willingness to continue in office in accordance with Section 383(2) of the Companies Act 2014.

Signed on behalf of the board;

DocuSigned by:  
  
015123250CA542F...  
Vincent Dodd

DocuSigned by:  
  
44E302964482489...  
Bryan Tiernan

Date: 25 April 2023

*LYXOR INVESTMENT STRATEGIES PLC*

**Annual Depository Report to Shareholders**

We, CACEIS Bank, Ireland Branch, appointed Depository to Lyxor Investment Strategies plc ('the Company') provide this report solely for the shareholders of the Company for the financial year ended 31 December 2022 ("Annual Accounting Period").

This report is provided in accordance with the UCITS Regulations – European Communities (Undertakings for Collective Investment in Transferable Securities) Regulations 2011 (S.I. No. 352 of 2011) (as amended) and the Central Bank (Supervision and Enforcement) Act 2013 (Section 48 (1)) (Undertakings for Collective Investment in Transferable Securities) Regulations 2019 which implemented Directive 2009/65/EU into Irish Law (the "Regulations"). We do not, in the provision of this report, accept nor assume responsibility for any other purpose or to any other person to whom this report is shown.

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

We are of the opinion that the Company has been managed during the Annual Accounting Period, in all material respects:

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

*Caceis Bank, Ireland Branch*

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CACEIS Bank, Ireland Branch  
25 April 2023



# ***Independent auditors' report to the members of Lyxor Investment Strategies plc***

## **Report on the audit of the financial statements**

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### **Opinion**

In our opinion, Lyxor Investment Strategies plc's financial statements:

- give a true and fair view of the Company's assets, liabilities and financial position as at 31 December 2022 and of its results and cash flows for the year then ended;
- have been properly prepared in accordance with International Financial Reporting Standards ("IFRSs") as adopted by the European Union; and
- have been properly prepared in accordance with the requirements of the Companies Act 2014 and the European Communities (Undertakings for Collective Investment in Transferable Securities) Regulations 2011 (as amended).

We have audited the financial statements, included within the Annual Report and Audited Financial Statements, which comprise:

- the Statement of Financial Position as at 31 December 2022;
  - the Statement of Comprehensive Income for the year then ended;
  - the Statement of Cash Flows for the year then ended;
  - the Statement of Changes in Net Assets Attributable to Redeemable Participating Shareholders for the year then ended;
  - the Schedule of Investments as at 31 December 2022; and
  - the Notes to the Financial Statements, which include a description of the significant accounting policies.
- 

### **Basis for opinion**

We conducted our audit in accordance with International Standards on Auditing (Ireland) ("ISAs (Ireland)") and applicable law.

Our responsibilities under ISAs (Ireland) are further described in the Auditors' responsibilities 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.

### **Independence**

We remained independent of the Company in accordance with the ethical requirements that are relevant to our audit of the financial statements in Ireland, which includes IAASA's Ethical Standard, and we have fulfilled our other ethical responsibilities in accordance with these requirements.

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### **Conclusions relating to going concern**

Based on the work we have performed, we have not identified any material uncertainties relating to events or conditions that, individually or collectively, may cast significant doubt on the Company's ability to continue as a going concern for a period of at least twelve months from the date on which the financial statements are authorised for issue.

In auditing the financial statements, we have concluded that the directors' use of the going concern basis of accounting in the preparation of the financial statements is appropriate.

However, because not all future events or conditions can be predicted, this conclusion is not a guarantee as to the Company's ability to continue as a going concern.

Our responsibilities and the responsibilities of the directors with respect to going concern are described in the relevant sections of this report.



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## Reporting on other information

The other information comprises all of the information in the Annual Report and Audited Financial Statements other than the financial statements and our auditors' report thereon. The directors are responsible for the other information. Our opinion on the financial statements does not cover the other information and, accordingly, we do not express an audit opinion or, except to the extent otherwise explicitly stated in this report, any form of assurance thereon. In connection with our audit of the financial statements, our responsibility is to read the other information and, in doing so, consider whether the other information is materially inconsistent with the financial statements or our knowledge obtained in the audit, or otherwise appears to be materially misstated. If we identify an apparent material inconsistency or material misstatement, we are required to perform procedures to conclude whether there is a material misstatement of the financial statements or a material misstatement of the other information. If, based on the work we have performed, we conclude that there is a material misstatement of this other information, we are required to report that fact. We have nothing to report based on these responsibilities.

With respect to the Directors' Report, we also considered whether the disclosures required by the Companies Act 2014 have been included.

Based on the responsibilities described above and our work undertaken in the course of the audit, ISAs (Ireland) and the Companies Act 2014 require us to also report certain opinions and matters as described below:

- In our opinion, based on the work undertaken in the course of the audit, the information given in the Directors' Report for the year ended 31 December 2022 is consistent with the financial statements and has been prepared in accordance with applicable legal requirements.
- Based on our knowledge and understanding of the Company and its environment obtained in the course of the audit, we have not identified any material misstatements in the Directors' Report.

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## Responsibilities for the financial statements and the audit

### *Responsibilities of the directors for the financial statements*

As explained more fully in the Statement of Directors' responsibilities set out on page 7, the directors are responsible for the preparation of the financial statements in accordance with the applicable framework and for being satisfied that they give a true and fair view.

The directors are also responsible for such internal control as they determine is necessary to enable the preparation of financial statements that are free from material misstatement, whether due to fraud or error.

In preparing the financial statements, the directors are responsible for assessing the Company's ability to continue as a going concern, disclosing as applicable, matters related to going concern and using the going concern basis of accounting unless the directors either intend to liquidate the Company or to cease operations, or have no realistic alternative but to do so.

### *Auditors' responsibilities for the audit of the financial statements*

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

Our audit testing might include testing complete populations of certain transactions and balances, possibly using data auditing techniques. However, it typically involves selecting a limited number of items for testing, rather than testing complete populations. We will often seek to target particular items for testing based on their size or risk characteristics. In other cases, we will use audit sampling to enable us to draw a conclusion about the population from which the sample is selected.

A further description of our responsibilities for the audit of the financial statements is located on the IAASA website at:

[https://www.iaasa.ie/getmedia/b2389013-1cf6-458b-9b8f-a98202dc9c3a/Description\\_of\\_auditors\\_responsibilities\\_for\\_audit.pdf](https://www.iaasa.ie/getmedia/b2389013-1cf6-458b-9b8f-a98202dc9c3a/Description_of_auditors_responsibilities_for_audit.pdf)

This description forms part of our auditors' report.



### *Use of this report*

This report, including the opinions, has been prepared for and only for the Company's members as a body in accordance with section 391 of the Companies Act 2014 and for no other purpose. We do not, in giving these opinions, accept or assume responsibility for any other purpose or to any other person to whom this report is shown or into whose hands it may come save where expressly agreed by our prior consent in writing.

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## **Other required reporting**

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### **Companies Act 2014 opinions on other matters**

- We have obtained all the information and explanations which we consider necessary for the purposes of our audit.
  - In our opinion the accounting records of the Company were sufficient to permit the financial statements to be readily and properly audited.
  - The financial statements are in agreement with the accounting records.
- 

### **Companies Act 2014 exception reporting**

#### *Directors' remuneration and transactions*

Under the Companies Act 2014 we are required to report to you if, in our opinion, the disclosures of directors' remuneration and transactions specified by sections 305 to 312 of that Act have not been made. We have no exceptions to report arising from this responsibility.

*Aoife O' Connor*

Aoife O'Connor  
for and on behalf of PricewaterhouseCoopers  
Chartered Accountants and Statutory Audit Firm  
Dublin  
25 April 2023

## LYXOR INVESTMENT STRATEGIES PLC

### Statement of Comprehensive Income

For the financial year ended 31 December 2022

		Lyxor Epsilon Global Trend Fund* 31 December 2022	Lyxor Epsilon Global Trend Fund* 31 December 2021
		EUR	EUR
<b>Income</b>	<b>Note</b>		
Interest income		279,180	8,590
Net gain/(loss) on financial assets and financial liabilities at fair value through profit or loss	4	101,614,461	(11,836,264)
Other income		2,161	-
<b>Total Investment Gain/(Loss)</b>		<b>101,895,802</b>	<b>(11,827,674)</b>
<b>Operating Expenses</b>			
Management fees	5	(6,009,647)	(5,887,929)
Performance fees	5	(11,228,921)	(34,061)
Global administrative fees	5	(403,730)	(415,091)
Transaction costs		(756,333)	(1,172,879)
Other operating expenses		(808)	-
<b>Total Operating Expenses</b>		<b>(18,399,439)</b>	<b>(7,509,960)</b>
<b>Net Income/(Expenses)</b>		<b>83,496,363</b>	<b>(19,337,634)</b>
<b>Finance Costs</b>			
Interest expense		(904,741)	(1,155,063)
<b>Increase/(Decrease) in net assets attributable to redeemable participating shareholders resulting from operations</b>		<b>82,591,622</b>	<b>(20,492,697)</b>

\*Lyxor Epsilon Global Trend Fund was the only Sub-Fund in the Company and therefore the above details of Lyxor Epsilon Global Trend Fund are also those of the Company for the financial ended 31 December 2022 and 31 December 2021.

Gains and losses arose solely from continuing operations.

There were no gains or losses other than those dealt with in the Statement of Comprehensive Income.

The accompanying notes form an integral part of the financial statements.



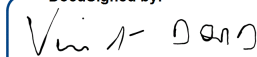
# LYXOR INVESTMENT STRATEGIES PLC

## Statement of Financial Position

As at 31 December 2022

	Note	Lyxor Epsilon Global Trend Fund* 31 December 2022 EUR	Lyxor Epsilon Global Trend Fund* 31 December 2021 EUR
<b>Current assets</b>			
Financial assets at fair value through profit or loss:			
Investments at fair value	7	493,619,530	447,545,450
Unrealised gain on futures contracts	6	1,874,936	11,021,949
Unrealised gain on forward foreign exchange contracts	6	245,219	954,184
Subscriptions receivable		9,197,557	4,073,254
Cash and cash equivalents	3	44,851,193	32,665,122
Margin cash balance	3	92,839,472	61,498,484
Due from brokers		-	60,000
<b>Total Current Assets</b>		<b>642,627,907</b>	<b>557,818,443</b>
<b>Current liabilities</b>			
Financial liabilities at fair value through profit or loss:			
Unrealised loss on futures contracts	6	(9,098,149)	(7,192,350)
Unrealised loss on forward foreign exchange contracts	6	(7,564,822)	(546,981)
Redemptions payable		(8,938,723)	(710,689)
Margin overdraft balance	3	(3,068,939)	(7,775,039)
Management fees payable	5	(1,714,540)	(1,396,180)
Performance fees payable	5	(11,085,338)	(34,964)
Global administrative fees payable	5	(403,730)	(94,584)
<b>Total Current Liabilities</b>		<b>(41,874,241)</b>	<b>(17,750,787)</b>
<b>Net assets attributable to redeemable participating shareholders</b>		<b>600,753,666</b>	<b>540,067,656</b>

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**Vincent Dodd**

**25 April 2023**

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**Bryan Tiernan**

**25 April 2023**

\*Lyxor Epsilon Global Trend Fund was the only Sub-Fund in the Company and therefore the above details of Lyxor Epsilon Global Trend Fund are also those of the Company as at 31 December 2022 and 31 December 2021.

The accompanying notes form an integral part of the financial statements.

**LYXOR INVESTMENT STRATEGIES PLC****Statement of Changes in Net Assets Attributable to Redeemable Participating Shareholders**

For the financial year ended 31 December 2022

	<b>Lyxor Epsilon Global Trend Fund* 31 December 2022 EUR</b>	<b>Lyxor Epsilon Global Trend Fund* 31 December 2021 EUR</b>
<b>Net assets attributable to redeemable participating shareholders as at 1 January</b>	<b>540,067,656</b>	<b>539,240,489</b>
Increase/(Decrease) in net assets attributable to redeemable participating shareholders resulting from operations	82,591,622	(20,492,697)
<b>Share Transactions</b>		
Proceeds from redeemable participating shares issued	293,239,654	227,191,595
Payments for redeemable participating shares redeemed	(315,145,266)	(205,871,731)
Net (decrease)/increase in net assets resulting from share transactions	(21,905,612)	21,319,864
<b>Net assets attributable to redeemable participating shareholders at 31 December</b>	<b><u>600,753,666</u></b>	<b><u>540,067,656</u></b>

\*Lyxor Epsilon Global Trend Fund was the only Sub-Fund in the Company and therefore the above details of Lyxor Epsilon Global Trend Fund are also those of the Company for the financial year ended 31 December 2022 and 31 December 2021.

The accompanying notes form an integral part of the financial statements.

## LYXOR INVESTMENT STRATEGIES PLC

### Statement of Cash Flows

For the financial year ended 31 December 2022

	Lyxor Epsilon Global Trend Fund* 31 December 2022 Note	Lyxor Epsilon Global Trend Fund* 31 December 2021 EUR
<b>Cash flows from operating activities</b>		
Interest received	279,180	8,590
Proceeds from sale of investments	1,208,332,373	1,115,963,578
Purchase of investments	(1,133,952,374)	(1,105,764,636)
Movement in margin cash balance	(36,047,088)	(9,971,125)
Operating expenses paid	(6,719,398)	(16,931,001)
Interest paid	(904,741)	(1,155,063)
<b>Net cash (used in) operating activities</b>	<u>30,987,952</u>	<u>(17,849,657)</u>
<b>Cash flows from financing activities</b>		
Proceeds from issue of redeemable shares	288,115,351	223,405,216
Payments on redemption of redeemable shares	(306,917,232)	(209,666,453)
<b>Net cash provided by financing activities</b>	<u>(18,801,881)</u>	<u>13,738,763</u>
<b>Net increase/(decrease) in cash and cash equivalents</b>	12,186,071	(4,110,894)
Cash and cash equivalents as at the beginning of the year	3 32,665,122	36,776,016
<b>Cash and cash equivalents as at the end of the year</b>	<u>3 44,851,193</u>	<u>32,665,122</u>
<b>Cash and cash equivalents as at the end of the year is made up of the following balances</b>		
Cash and cash equivalents	<b>44,851,193</b>	<b>32,665,122</b>

\*Lyxor Epsilon Global Trend Fund was the only Sub-Fund in the Company and therefore the above details of Lyxor Epsilon Global Trend Fund are also those of the Company for the financial year 31 December 2022 and 31 December 2021.

The accompanying notes form an integral part of the financial statements.

**Notes to the Financial Statements**

**1. Significant Accounting Policies**

The principal accounting policies and estimation techniques applied in the preparation of these financial statements are set out below.

**a) Basis of Preparation**

Lyxor Investment Strategies plc (the “Company”) was incorporated on 7 December 2010 under registration number 492330. These financial statements have been prepared for the financial year ended 31 December 2022. Comparative figures are for the financial year ended 31 December 2021. As at 31 December 2022 and 31 December 2021, the Company had one active Sub-Fund, the Lyxor Epsilon Global Trend Fund (launched on 13 April 2011) (the “Sub-Fund”).

The financial statements of the Company have been prepared in accordance with International Financial Reporting Standards (“IFRS”) and IFRS Interpretations Committee (IFRS IC) interpretations as adopted by the European Union and those parts of the Companies Act 2014 applicable to companies reporting under IFRS as adopted by the European Union. The financial statements have been prepared on a going concern basis under the historical cost convention, as modified by the revaluation of financial assets and financial liabilities (including derivative financial instruments) at fair value through profit or loss.

The preparation of financial statements in conformity with IFRS, as adopted by the European Union, requires the use of certain critical accounting estimates. It also requires the Board of Directors, based on the advice of the Investment Manager, to exercise its judgement in the process of applying the Company’s accounting policies. The areas involving a higher degree of judgement or complexity, or areas where assumptions and estimates are significant to the financial statements are disclosed below. Management makes estimates and assumptions concerning the future. The resulting accounting estimates will, by definition, seldom equal the related actual results.

**b) Standards, amendments and interpretations to existing standards**

**(a) Standards and amendments to existing standards effective 1 January 2022**

**(b) New standards, amendments and interpretations effective after 1 January 2023 and have not been early adopted**

A number of new standards, amendments to standards and interpretations are effective for annual periods beginning after 1 January 2023, and have not been early adopted in preparing these financial statements. None of these are expected to have a material effect on the financial statements of the company.

**c) Financial Assets/Liabilities at Fair Value through Profit or Loss Classification**

Assets:

The Sub-Fund classifies its investments based on both the Sub-Fund’s business model for managing those financial assets and the contractual cash flow characteristics of the financial assets. The portfolio of financial assets is managed and performance is evaluated on a fair value basis. The Sub-Fund is primarily focused on fair value information and uses that information to assess the assets’ performance and to make decisions.

## **LYXOR INVESTMENT STRATEGIES PLC**

### **Notes to the Financial Statements** *(continued)*

#### **1. Significant Accounting Policies** *(continued)*

##### **c) Financial Assets/Liabilities at Fair Value through Profit or Loss Classification** *(continued)*

Assets: *(continued)*

The Sub-Fund has not taken the option to irrevocably designate any equity securities as fair value through other comprehensive income. The contractual cash flows of the Sub-Fund's debt securities are solely principal and interest, however, these securities are neither held for the purpose of collecting contractual cash flows nor held both for collecting contractual cash flows and for sale. The collection of contractual cash flows is only incidental to achieving the Sub-Fund's business model's objective. Consequently, all investments are measured at fair value through profit or loss.

Liabilities:

Derivative contracts that have a negative fair value are presented as liabilities at fair value through profit or loss.

As such, the Sub-Fund classifies all of its investment portfolio as financial assets or liabilities at fair value through profit or loss.

The Fund's policy requires the Investment Manager and the Board of Directors to evaluate the information about these financial assets and liabilities on a fair value basis together with other related financial information.

#### **Recognition/Derecognition**

Regular-way purchases and sales of investments are recognised on the trade date, which is the date that the Company commits to purchase or sell the asset. Investments are initially recognised at cost, and transaction costs for all financial assets and financial liabilities carried at fair value through profit or loss are expensed as incurred. Investments are derecognised when the rights to receive cash flows from the investments have expired or the Company has transferred substantially all risks and rewards of ownership.

#### **Measurement**

Subsequent to initial recognition, all financial assets and financial liabilities at fair value through profit or loss are measured at fair value. Gains and losses arising from changes in the fair value of the financial assets or financial liabilities at fair value through profit or loss are presented in the Statement of Comprehensive Income in the period in which they arise.

#### **Fair Value Estimation**

Fair value is the price that would be received to sell an asset or paid to transfer a liability in an orderly transaction between market participants at the measurement date. The fair value of financial assets and liabilities traded in active markets (such as publicly traded derivatives and trading securities) are based on quoted market prices at the close of trading on the reporting date. The Company utilises the last traded market price for both financial assets and financial liabilities where the last traded price falls within the bid-ask spread. In circumstances where the last traded price is not within the bid-ask spread, management will determine the point within the bid-ask spread that is most representative of fair value.

#### **Government/Private bonds**

A government/private bond is a debt security issued by a government/private company to support spending. The fair value of the government bond is determined by active market prices. The private bonds are priced by the counterparty statements received from the issuer.

#### **Treasury bills**

A Treasury bill is a short-term debt obligation backed by a government department with a maturity of less than one year. Treasury bills have various maturities. The fair value of the treasury bill is determined by active market prices.

## **LYXOR INVESTMENT STRATEGIES PLC**

### **Notes to the Financial Statements** *(continued)*

#### **1. Significant Accounting Policies** *(continued)*

##### **c) Financial Assets/Liabilities at Fair Value through Profit or Loss** *(continued)*

###### **Forward foreign exchange contracts**

The Sub-Fund may enter into forward foreign exchange contracts. All forward foreign exchange contracts are fair valued using forward exchange rates prevailing at the relevant valuation date for the remaining period to maturity and any resulting unrealised gains are recorded as financial assets and unrealised losses as financial liabilities in the Statement of Financial Position, accordingly. Realised gains and losses are recorded in the Statement of Comprehensive Income at the time the forward exchange contracts settle.

###### **Futures**

Futures are contracts for delayed delivery of commodities, securities or money market instruments in which the seller agrees to make delivery at a specified future date of a specified commodity or instrument, at a specified price or yield.

Futures contracts are valued on the basis of the latest available active market prices. Gains and losses on futures are recorded by the Sub-Fund based upon market fluctuations and are recorded as realised or unrealised gains or losses in the Statement of Comprehensive Income.

###### **Offsetting**

Disclosures about offsetting of the Company's financial assets and financial liabilities are discussed in note 7.

###### **Realised Gains and Losses from Sale of Investments**

Realised gains and losses on investment transactions are calculated using the average cost method or on a FIFO basis for certain derivative contracts.

Gains and losses realised on the sale of all financial assets and financial liabilities carried at fair value through profit or loss are recognised in the Statement of Comprehensive Income.

##### **d) Accounting for Investment Income and Expenses**

###### **Interest income/expense and interest from financial assets at fair value through profit or loss**

Interest is recognised on a time-proportionate basis using the effective interest method. Interest income includes interest from cash and cash equivalents. Interest from financial assets at fair value through profit or loss includes interest from debt securities.

Interest expense represents interest costs on cash deposits and bank overdraft and margin cash and margin overdraft.

###### **Operating Expenses**

The Sub-Fund of the Company shall pay all of its expenses and such proportion of the Company's expenses as is attributable to it. All expenses are accrued on a daily basis as part of net asset valuation each day. See note 5 for further details on fees paid by the Company.

## **LYXOR INVESTMENT STRATEGIES PLC**

### **Notes to the Financial Statements (continued)**

#### **1. Significant Accounting Policies (continued)**

##### **e) Foreign Currency**

Items included in the Sub-Fund's financial statements are measured using the currency of the primary economic environment in which it operates (the "functional currency"). The Euro ("EUR") is the functional and presentation currency for the Sub-Fund. The EUR is the presentation currency for the Company as a whole.

Monetary assets and liabilities denominated in currencies other than the functional currencies are translated into the functional currency at the closing rates of exchange at each year end. Transactions during the year, including purchases and sales of securities, income and expenses, are translated at the rate of exchange prevailing on the date of the transaction. Foreign currency transaction gains and losses are included in realised and unrealised gains and losses on investments in the Statement of Comprehensive Income.

The following exchange rates were used at 31 December 2022 and 31 December 2021 to convert investments and other assets and liabilities denominated from local to base currency:

<b>31 December 2022</b>		<b>31 December 2021</b>	
	<b>EUR</b>		<b>EUR</b>
<b>AUD</b>	1.57375	<b>AUD</b>	1.56415
<b>CAD</b>	1.44605	<b>CAD</b>	1.43650
<b>CHF</b>	0.98745	<b>CHF</b>	1.03615
<b>EUR</b>	1.00000	<b>EUR</b>	1.00000
<b>GBP</b>	0.88725	<b>GBP</b>	0.83960
<b>HKD</b>	8.32985	<b>HKD</b>	8.86595
<b>JPY</b>	140.81830	<b>JPY</b>	130.95425
<b>SAR</b>	4.01075	<b>SAR</b>	4.26950
<b>SEK</b>	11.12025	<b>SEK</b>	10.29600
<b>USD</b>	1.06725	<b>USD</b>	1.13720
<b>ZAR</b>	18.15925	<b>ZAR</b>	18.14975

##### **f) Redeemable Participating Shares**

All redeemable shares issued by the Sub-Fund provide the investors with the right to require redemption for cash at the value proportionate to the investors share in the Sub-Fund's net assets at the redemption date. In accordance with IAS 32 such instruments give rise to a financial liability for the present value of the redemption amount.

##### **g) Subscriptions Receivable/ Redemptions Payable**

Subscriptions receivable and redemptions payable represent amounts due from or to investors for share dealing contracted but unsettled at Statement of Financial Position date.

##### **h) Cash and Cash Equivalents**

Cash and cash equivalents includes cash in hand, deposits held at call with banks and other short-term investments in an active market with original maturities of three months or less. Bank overdrafts are presented as a liability in the Statement of Financial Position.

##### **i) Margin Cash and Margin Overdraft**

Margin cash and margin overdraft consist of cash holdings with/due to brokers, transferred as collateral against derivatives.

##### **j) Taxation**

Liabilities relating to uncertain tax positions are accrued only when such liabilities are probable and can be estimated with reasonable accuracy.

## LYXOR INVESTMENT STRATEGIES PLC

### Notes to the Financial Statements (continued)

#### 1. Significant Accounting Policies (continued)

##### k) Transaction costs

Transaction costs are incremental costs that are directly attributable to the acquisition, issue or disposal of a financial asset or financial liability. An incremental cost is one that would not have been incurred if the entity had not acquired, issued or disposed of the financial instrument. Only transaction costs which are separately identifiable are disclosed in the Statement of Comprehensive Income. These include transaction costs paid to depositaries, identifiable brokerage charges and commissions, identifiable transaction related taxes and other market charges and separately identifiable transaction costs related to financial derivative instruments.

##### l) Receivable on Securities Sold/Payable on Securities Purchased

Receivables for securities sold and payables for securities purchases are investment trades that have been contracted for but not yet settled or delivered on the Statement of Financial Position date respectively. These amounts are recognised at fair value, less any provision for impairment for amounts receivable.

#### 2. Number of Shares in Issue and Net Assets attributable to Redeemable Participating Shareholders

##### Authorised

The authorised share capital of the Company is 500,000,000,002 Shares of no par value divided into 2 Subscriber Shares of no par value and 500,000,000,000 Ordinary Shares of no par value.

The Subscriber Shares entitle the holders to attend and vote at general meetings of the Company but do not entitle the holders to participate in the profits or assets of the Company except for a return of capital on a winding-up.

The Redeemable Participating Shares entitle the holders to attend and vote at general meetings of the Company and to participate equally in the profits and assets of the Sub-Funds to which the Shares relate.

The Subscriber Shares are solely held by Amundi Asset Management.

The movement in redeemable participating shares in the Company during the year ended 31 December 2022 was as follows:

	Lyxor Epsilon Global Trend Fund EUR Class A	Lyxor Epsilon Global Trend Fund CHF Class I	Lyxor Epsilon Global Trend Fund EUR Class I	Lyxor Epsilon Global Trend Fund GBP Class I
Shares in issue at beginning of the year	144,452	427,490	2,454,578	438,600
Shares issued during the year	133,871	47,653	1,633,335	33,017
Shares redeemed during the year	(65,944)	(422,902)	(1,415,738)	(73,945)
Shares in issue at the end of the year	<b>212,379</b>	<b>52,241</b>	<b>2,672,175</b>	<b>397,672</b>

	Lyxor Epsilon Global Trend Fund USD Class I	Lyxor Epsilon Global Trend Fund USD Class AA	Lyxor Epsilon Global Trend Fund USD Class IA
Shares in issue at beginning of the year	462,847	100	100
Shares issued during the year	86,540	400	-
Shares redeemed during the year	(219,588)	-	-
Shares in issue at the end of the year	<b>329,799</b>	<b>500</b>	<b>100</b>



## LYXOR INVESTMENT STRATEGIES PLC

### Notes to the Financial Statements (continued)

#### 2. Number of Shares in Issue and Net Assets attributable to Redeemable Participating Shareholders (continued)

The movement in redeemable participating shares in the Company during the year ended 31 December 2021 was as follows:

	Lyxor Epsilon Global Trend Fund EUR Class A	Lyxor Epsilon Global Trend Fund CHF Class I	Lyxor Epsilon Global Trend Fund EUR Class I	Lyxor Epsilon Global Trend Fund GBP Class I
Shares in issue at beginning of the year	138,320	426,968	2,350,954	413,886
Shares issued during the year	34,988	132,207	1,267,256	84,723
Shares redeemed during the year	(28,856)	(131,685)	(1,163,632)	(60,009)
Shares in issue at the end of the year	<b>144,452</b>	<b>427,490</b>	<b>2,454,578</b>	<b>438,600</b>

	Lyxor Epsilon Global Trend Fund USD Class I	Lyxor Epsilon Global Trend Fund USD Class AA	Lyxor Epsilon Global Trend Fund USD Class IA
Shares in issue at beginning of the year	482,456	100	100
Shares issued during the year	88,557	-	-
Shares redeemed during the year	(108,166)	-	-
Shares in issue at the end of the year	<b>462,847</b>	<b>100</b>	<b>100</b>

#### 3. Cash and Cash Equivalents

	Lyxor Epsilon Global Trend Fund 31 December 2022 EUR	Lyxor Epsilon Global Trend Fund 31 December 2021 EUR
Cash and cash equivalents	44,851,193	32,665,122
Margin cash balance	92,839,472	61,498,484
Margin overdraft balance	(3,068,939)	(7,775,039)
	<b>134,621,726</b>	<b>86,388,567</b>

All cash balances and overdrafts are held with CACEIS Bank, Ireland Branch. Margin balances and overdrafts are held with Société Générale.

## LYXOR INVESTMENT STRATEGIES PLC

### Notes to the Financial Statements (continued)

#### 4. Net gains and losses on financial assets and liabilities at fair value through profit or loss

	Lyxor Epsilon Global Trend Fund 31 December 2022 EUR	Lyxor Epsilon Global Trend Fund 31 December 2021 EUR
<b>Net realised gain/(loss) from financial assets and financial liabilities at fair value through profit or loss:</b>		
Bond positions	14,714,649	(27,239,410)
Treasury bills	(2,526,389)	(2,699,252)
Futures contracts	70,168,355	43,583,318
Forward foreign exchange contracts	9,346,795	10,125,921
Foreign currency	(1,056,439)	(1,022,475)
	<b>90,646,971</b>	<b>22,748,102</b>
<b>Net change in unrealised gain/(loss) from financial assets and financial liabilities at fair value through profit or loss:</b>		
Bond positions	28,634,550	(30,067,839)
Treasury bills	1,112,558	(91,239)
Futures contracts	(11,052,811)	(6,729,845)
Forward foreign exchange contracts	(7,726,807)	2,304,557
	<b>10,967,490</b>	<b>(34,584,366)</b>
<b>Total net gain/(loss) on financial assets and financial liabilities at fair value through profit or loss</b>	<b>101,614,461</b>	<b>(11,836,264)</b>

\*The above gains/losses on forward currency contracts and foreign exchange also includes those related to FX contracts placed for share class hedging purpose

#### 5. Fees

##### Management Fee

The Company may charge a management fee which will be paid to the Manager (Amundi Asset Management (the "Manager")). The management fee, with the exception of any performance fee payable in respect of the Sub-Fund, shall accrue daily and be payable quarterly in arrears. The Manager will pay any sub-investment manager fee out of the management fee.

The management fee rates applicable to each class are as follows: Class A Shares up to 1.75% per annum, Class I Shares up to 1.00% per annum, Class AA Shares up to 1.9% per annum and Class IA Shares up to 1.25% per annum. Management fees charged during the year amounted to EUR 6,009,647 (31 December 2021: EUR 5,887,929) of which EUR 1,714,540 (31 December 2021: EUR 1,396,180) was payable at the year end.

##### Administration, Depositary and Global Administrative Fees

CACEIS Ireland Limited acts as Administrator to the Company, pursuant to the Administration Agreement dated 4 April 2011. For administration, registrar services and transfer agent services provided, the Administrator shall be entitled to receive out of the net assets of the Sub-Fund an annual fee, accrued daily and paid quarterly in arrears.

CACEIS Bank, Ireland Branch acts as Depositary to the Company, pursuant to the Custodian Agreement 4 April 2011 and updated on 6 June 2017. For services rendered the Depositary shall be entitled to receive out of the net assets of the Sub-Fund an annual fee, accrued daily and paid quarterly in arrears.

## LYXOR INVESTMENT STRATEGIES PLC

### Notes to the Financial Statements (continued)

#### 5. Fees (continued)

##### Administration, Depository and Global Administrative Fees (continued)

The Sub-Fund is subject to an administrative expense fee of 0.07% of the Net Asset Value of each Class of the Sub-Fund per annum, out of which will be paid the fees and expenses of the Depository and the Administrator.

The Administrative expense fees charged for Sub-Fund for the financial year ended 31 December 2022 amounted to EUR 403,730 (31 December 2021: EUR 415,091) of which EUR 403,730 (31 December 2021: EUR 94,584) was payable at the year end.

##### Performance Fees

A class performance fee of up to 15% may be applied to each Share in Class A and Class I and up to 20% in Class AA and Class IA of the Sub-Fund and is payable to the Manager. The return of the Sub-Fund's Net Asset Value per Share will reflect a performance fee to be charged at the end of each incentive fee period if the Sub-Fund's

Net Asset Value per Share, at the end of such incentive fee period, exceeds the High Water Mark (after deduction of all fees charged to the Sub-Fund, to the exclusion of the Sub-Fund's class performance fees).

The High Water Mark is

(i) for any Share Class issued on or after 25 February 2014, for the initial Incentive Fee Period, the initial offer price per Share of the relevant Share Class and thereafter, the highest value of the Sub-Fund's Net Asset Value per Share on the last Valuation Day of any Incentive Fee Period after deduction of all fees charged to the Sub-Fund or the initial offer price per Share of the relevant Share Class, whichever is greater, in each case adjusted to reflect a rate of return equal to the 1-year Euribor interest rate in effect at the beginning of the relevant Incentive Fee Period (each Incentive Fee Period being the period ending on the last Valuation Day of December in each year).

(ii) for any Share Class already in issue on 25 February 2014, initially equal to the high watermark of the Lyxor Global Trend Strategy Index on 25 February 2014 adjusted to reflect a rate of return equal to the 1-year Euribor interest rate in effect on 24 December 2013 and for each subsequent Incentive Fee Period it will be the highest value of the Sub-Fund's Net Asset Value per Share on the last Valuation Day of any Incentive Fee Period after deduction of all fees charged to the Sub-Fund (or the high watermark of the Lyxor Global Trend Strategy Index on 25 February 2014, whichever is greater) in each case adjusted to reflect a rate of return equal to the 1-year Euribor interest rate in effect at the beginning of the relevant Incentive Fee Period.

Performance fees charged for the financial year ended 31 December 2022 amounted to EUR 11,228,921 (31 December 2021: EUR 34,061) and EUR 11,085,338 was payable at the year end (31 December 2021: EUR 34,964).

	<b>For the Period Ended</b>
	<b>31 December 2022</b>
	<b>EUR</b>
<b>Share Class</b>	
CHF Class I	63,972
EUR Class A	564,580
EUR Class I	7,879,150
GBP Class I	1,423,834
USD Class I	1,296,938
USD Class IA	196
USD Class AA	251
	<u>11,228,921</u>

The performance fee is paid to the Manager who in turn pays a portion of the fee to the Sub-Investment Manager.

## **LYXOR INVESTMENT STRATEGIES PLC**

### **Notes to the Financial Statements (continued)**

#### **5. Fees (continued)**

##### **Directors Fees**

The Directors shall be entitled to a fee as remuneration for their services at a rate to be determined from time to time by the Directors provided that the amount of remuneration payable to each Director in any one (1) year in respect of the Company shall not exceed in one year €15,000 per Sub-Fund or such other amount as may be approved by a resolution of the Directors and disclosed to the Shareholders in the annual or semi-annual accounts.

For the financial year ended 31 December 2022 all Directors fees were paid by the Manager on behalf of the Company. This amounted to EUR 29,000 for 2022 (2021: EUR 29,000).

The Manager, Administrator, Depository and Directors were entitled to reimbursement of all out-of-pocket expenses.

Only the Independent Directors were entitled to receive the fees for their services during the year.

##### **Auditors' Remuneration**

Fees and expenses charged by the statutory auditors, PricewaterhouseCoopers, in respect of the financial year ended 31 December 2022 and 31 December 2021 are as follows:

	<b>2022</b>		<b>2021</b>
	<b>USD</b>		<b>USD</b>
Audit of statutory accounts	9,000*	Audit of statutory accounts	8,400*
Tax Services	Nil	Tax Services	Nil

\*All amounts are included ex-VAT

The audit fees of the Company are borne by the Manager.

#### **6. Derivative Contracts**

The Sub-Fund uses futures to achieve its investment objective and forward currency exchange contracts to hedge non-base currency share classes.

Forward foreign exchange contracts entered into by the Sub-Fund of the Company represent a firm commitment to buy or sell an underlying asset or currency at a specified value and point in time based upon an agreed or contracted quantity. The realised gain or loss is equal to the difference between the value of the contract at the onset and the value of the contract at settlement date and are included in the Statement of Comprehensive Income. The fair value of the forward foreign exchange contracts are included in the Statement of Financial Position.

Futures contracts held by the Sub-Fund of the Company are exchange traded derivatives which represent agreements to buy or sell a financial instrument in the future for a specified price. The future contracts are collateralised by cash held by brokers in margin accounts and changes in the value of the contracts are settled net, on a daily basis. The realised gain or loss is equal to the difference between the value of the contract at the onset and the value of the contract at settlement date and are included in the Statement of Comprehensive Income. The fair value of the future contracts are included in the Statement of Financial Position.

## LYXOR INVESTMENT STRATEGIES PLC

### Notes to the Financial Statements (continued)

#### 6. Derivative Contracts (continued)

As at 31 December 2022, the following derivative contracts were included in the Company's Statement of Financial Position at fair value through profit or loss:

#### Forward foreign exchange contracts

CCY	Buy CCY	Sell	Maturity	Unrealised Gain EUR	Counterparty
EUR	1,898,500 USD	(1,971,205)	13 January 2023	53,527	Société Générale
EUR	1,571,161 GBP	(1,355,216)	13 January 2023	44,671	Société Générale
EUR	7,647,956 USD	(8,143,699)	13 January 2023	25,498	Société Générale
EUR	888,040 USD	(924,240)	13 January 2023	22,793	Société Générale
EUR	1,694,620 USD	(1,787,113)	13 January 2023	21,892	Société Générale
EUR	7,388,337 USD	(7,871,169)	13 January 2023	20,801	Société Générale
EUR	428,155 GBP	(369,310)	13 January 2023	12,162	Société Générale
EUR	2,313,987 GBP	(2,044,964)	13 January 2023	10,589	Société Générale
EUR	337,632 GBP	(293,350)	13 January 2023	7,212	Société Générale
EUR	184,173 USD	(189,406)	13 January 2023	6,900	Société Générale
EUR	2,685,790 USD	(2,863,376)	04 January 2023	2,842	Société Générale
EUR	80,172 GBP	(68,806)	13 January 2023	2,667	Société Générale
EUR	196,632 CHF	(191,769)	13 January 2023	2,331	Société Générale
EUR	151,349 GBP	(132,329)	13 January 2023	2,293	Société Générale
EUR	57,756 GBP	(49,663)	13 January 2023	1,817	Société Générale
EUR	59,335 GBP	(51,073)	13 January 2023	1,806	Société Générale
EUR	63,323 GBP	(55,209)	13 January 2023	1,138	Société Générale
EUR	69,375 GBP	(60,586)	13 January 2023	1,135	Société Générale
EUR	88,353 GBP	(77,705)	13 January 2023	832	Société Générale
EUR	41,181 USD	(43,365)	13 January 2023	593	Société Générale
EUR	41,397 GBP	(36,320)	13 January 2023	487	Société Générale
EUR	681,228 GBP	(604,253)	13 January 2023	441	Société Générale
EUR	78,146 GBP	(69,030)	13 January 2023	389	Société Générale
CHF	101,885 EUR	(102,934)	13 January 2023	276	Société Générale
EUR	1,441 USD	(1,496)	13 January 2023	41	Société Générale
EUR	5,864 CHF	(5,768)	13 January 2023	19	Société Générale
EUR	1,361 USD	(1,435)	13 January 2023	18	Société Générale
EUR	14,410 GBP	(12,774)	03 January 2023	13	Société Générale
EUR	7,598 USD	(8,101)	13 January 2023	12	Société Générale
EUR	307 USD	(319)	13 January 2023	9	Société Générale
EUR	16,832 CHF	(16,602)	13 January 2023	9	Société Générale
EUR	271 USD	(286)	13 January 2023	4	Société Générale
EUR	9,363 CHF	(9,241)	13 January 2023	2	Société Générale
<b>Total unrealised gains on forward foreign exchange contracts</b>				<b>245,219</b>	

**LYXOR INVESTMENT STRATEGIES PLC**

**Notes to the Financial Statements (continued)**

**6. Derivative Contracts (continued)**

**Forward foreign exchange contracts (continued)**

<b>CCY</b>	<b>Buy CCY</b>	<b>Sell</b>	<b>Maturity</b>	<b>Unrealised (Loss) EUR</b>	<b>Counterparty</b>
USD	75,842,083 EUR	(76,183,200)	13 January 2023	(5,196,442)	Société Générale
GBP	70,886,099 EUR	(82,160,614)	13 January 2023	(2,314,345)	Société Générale
USD	283,105 EUR	(288,427)	13 January 2023	(23,442)	Société Générale
CHF	6,691,065 EUR	(6,796,361)	13 January 2023	(16,947)	Société Générale
USD	59,313 EUR	(59,580)	13 January 2023	(4,064)	Société Générale
USD	2,863,376 EUR	(2,684,146)	13 January 2023	(2,723)	Société Générale
GBP	49,382 EUR	(57,126)	13 January 2023	(1,502)	Société Générale
USD	44,349 EUR	(42,989)	13 January 2023	(1,479)	Société Générale
USD	154,063 EUR	(145,321)	13 January 2023	(1,084)	Société Générale
USD	64,714 EUR	(61,405)	13 January 2023	(830)	Société Générale
USD	12,027 EUR	(12,081)	13 January 2023	(824)	Société Générale
USD	75,779 EUR	(71,422)	13 January 2023	(488)	Société Générale
GBP	604,253 EUR	(681,501)	04 January 2023	(461)	Société Générale
USD	46,890 EUR	(44,002)	13 January 2023	(115)	Société Générale
EUR	160,287 CHF	(158,237)	13 January 2023	(49)	Société Générale
USD	8,101 EUR	(7,603)	03 January 2023	(13)	Société Générale
GBP	12,774 EUR	(14,406)	13 January 2023	(12)	Société Générale
CHF	9,241 EUR	(9,360)	04 January 2023	(2)	Société Générale
<b>Total unrealised loss on forward foreign exchange contracts</b>				<b><u>(7,564,822)</u></b>	

All open Forward Foreign Exchange Contracts held at 31 December 2022 are held for share class hedging purposes.

# LYXOR INVESTMENT STRATEGIES PLC

## Notes to the Financial Statements (continued)

### 6. Derivative Contracts (continued)

#### Futures Contracts

Contract Size	Description	Maturity Date	Unrealised Gain/(Loss) EUR	Counterparty
<b>Currency Futures</b>				
5,051	USD/MXN CME Mar23	31 March 2023	1,137,606	Société Générale Newedge-UK Limited
(122)	USD/GBP CME FUT Mar23	31 March 2023	232,326	Société Générale Newedge-UK Limited
(16)	USD/AUD FUT CME Mar23	31 March 2023	8,937	Société Générale Newedge-UK Limited
<b>Total unrealised gain on currency futures</b>			<u>1,378,869</u>	
<b>Index Futures</b>				
(1,393)	3MO EURO Mar23	31 March 2023	373,450	Société Générale Newedge-UK Limited
(620)	3MO EURO Jan23	31 January 2023	41,579	Société Générale Newedge-UK Limited
<b>Total unrealised gain on index futures</b>			<u>415,029</u>	
<b>Interest Rate Futures</b>				
(583)	SOFRRATE 3M FUT Jun23	30 June 2023	81,038	Société Générale Newedge-UK Limited
<b>Total unrealised gain on interest rate futures</b>			<u>81,038</u>	
<b>Total unrealised gain on futures contracts</b>			<u><b>1,874,936</b></u>	
<b>Currency Futures</b>				
(2,554)	ICE 3M SONIA Jun23	30 June 2023	(2,835,912)	Société Générale Newedge-UK Limited
594	EUR/JPY Mar23	31 March 2023	(1,827,350)	Société Générale Newedge-UK Limited
(662)	JPN YEN Mar23	31 March 2023	(1,603,988)	Société Générale Newedge-UK Limited
2,964	BRAZIL REAL Feb23	28 February 2023	(762,277)	Société Générale Newedge-UK Limited
(345)	EUR/USD Mar23	31 March 2023	(120,231)	Société Générale Newedge-UK Limited
(75)	USD/CAD Mar23	31 March 2023	(12,125)	Société Générale Newedge-UK Limited
<b>Total unrealised loss on currency futures</b>			<u>(7,161,883)</u>	
<b>Index Futures</b>				
353	FTSE/MIB Mar23	31 March 2023	(1,419,905)	Société Générale Newedge-UK Limited
970	FTSE 100 IND Mar23	31 March 2023	(247,878)	Société Générale Newedge-UK Limited
59	DJ EURO STOXX Mar23	31 March 2023	(103,545)	Société Générale Newedge-UK Limited
(22)	NASDAQ 100 E Mar23	31 March 2023	(83,415)	Société Générale Newedge-UK Limited
224	IBEX 35 INDEX Jan23	31 January 2023	(81,523)	Société Générale Newedge-UK Limited
<b>Total unrealised loss on index futures</b>			<u>(1,936,266)</u>	
<b>Total unrealised loss on futures contracts</b>			<u><b>(9,098,149)</b></u>	

## LYXOR INVESTMENT STRATEGIES PLC

### Notes to the Financial Statements (continued)

#### 6. Derivative Contracts (continued)

As at 31 December 2021, the following derivative contracts were included in the Company's Statement of Financial Position at fair value through profit or loss:

##### Forward foreign exchange contracts

CCY	Buy CCY	Sell	Maturity	Unrealised Gain EUR	Counterparty
CHF	45,599,849 EUR	(43,407,096)	07 January 2022	603,064	Société Générale
GBP	61,455,776 EUR	(72,879,491)	07 January 2022	309,138	Société Générale
EUR	1,734,506 USD	(1,958,000)	07 January 2022	13,207	Société Générale
CHF	757,651 EUR	(721,184)	07 January 2022	10,033	Société Générale
GBP	392,000 EUR	(458,997)	07 January 2022	7,841	Société Générale
GBP	1,063,370 EUR	(1,261,081)	07 January 2022	5,439	Société Générale
GBP	68,000 EUR	(79,760)	07 January 2022	1,222	Société Générale
EUR	254,299 USD	(288,000)	07 January 2022	1,094	Société Générale
GBP	54,000 EUR	(63,280)	07 January 2022	1,030	Société Générale
EUR	289,770 USD	(329,000)	07 January 2022	533	Société Générale
GBP	28,000 EUR	(32,839)	07 January 2022	507	Société Générale
GBP	158,912 EUR	(188,840)	07 January 2022	404	Société Générale
GBP	13,800 EUR	(16,232)	07 January 2022	202	Société Générale
CHF	10,000 EUR	(9,535)	07 January 2022	116	Société Générale
CHF	17,000 EUR	(16,318)	07 January 2022	88	Société Générale
CHF	25,000 EUR	(24,046)	07 January 2022	82	Société Générale
CHF	15,000 EUR	(14,413)	07 January 2022	63	Société Générale
CHF	10,000 EUR	(9,600)	07 January 2022	51	Société Générale
GBP	2,000 EUR	(2,352)	07 January 2022	29	Société Générale
GBP	1,000 EUR	(1,175)	07 January 2022	16	Société Générale
EUR	1,767 USD	(2,000)	07 January 2022	8	Société Générale
CHF	1,000 EUR	(959)	07 January 2022	6	Société Générale
EUR	886 USD	(1,000)	07 January 2022	6	Société Générale
CHF	1,000 EUR	(959)	07 January 2022	5	Société Générale
<b>Total unrealised gains on forward foreign exchange contracts</b>				<b>954,184</b>	



**LYXOR INVESTMENT STRATEGIES PLC****Notes to the Financial Statements (continued)****6. Derivative Contracts (continued)****Forward foreign exchange contracts (continued)**

<b>CCY</b>	<b>Buy CCY</b>	<b>Sell</b>	<b>Maturity</b>	<b>Unrealised (Loss) EUR</b>	<b>Counterparty</b>
USD	69,700,046 EUR	(61,777,129)	07 January 2022	(498,995)	Société Générale
EUR	2,052,475 GBP	(1,740,000)	07 January 2022	(19,863)	Société Générale
USD	1,185,752 EUR	(1,051,082)	07 January 2022	(8,387)	Société Générale
EUR	1,205,034 CHF	(1,256,000)	07 January 2022	(7,182)	Société Générale
EUR	270,577 GBP	(232,000)	07 January 2022	(5,719)	Société Générale
USD	193,000 EUR	(171,427)	07 January 2022	(1,749)	Société Générale
EUR	69,243 GBP	(59,000)	07 January 2022	(1,021)	Société Générale
EUR	22,126 GBP	(19,000)	07 January 2022	(501)	Société Générale
EUR	32,867 GBP	(28,000)	07 January 2022	(478)	Société Générale
EUR	80,616 CHF	(84,000)	07 January 2022	(454)	Société Générale
USD	100,000 EUR	(88,368)	07 January 2022	(448)	Société Générale
EUR	32,955 GBP	(28,000)	07 January 2022	(391)	Société Générale
USD	52,000 EUR	(46,069)	07 January 2022	(352)	Société Générale
USD	95,700 EUR	(84,472)	07 January 2022	(336)	Société Générale
EUR	22,414 GBP	(19,000)	07 January 2022	(213)	Société Générale
EUR	14,104 GBP	(12,000)	07 January 2022	(187)	Société Générale
USD	20,000 EUR	(17,747)	07 January 2022	(164)	Société Générale
EUR	19,171 CHF	(20,000)	07 January 2022	(131)	Société Générale
EUR	23,064 CHF	(24,000)	07 January 2022	(98)	Société Générale
EUR	95,046 CHF	(98,578)	07 January 2022	(81)	Société Générale
USD	9,918 EUR	(8,791)	07 January 2022	(71)	Société Générale
USD	9,881 EUR	(8,759)	07 January 2022	(71)	Société Générale
EUR	2,343 GBP	(2,000)	07 January 2022	(39)	Société Générale
EUR	8,302 GBP	(7,000)	07 January 2022	(34)	Société Générale
EUR	3,844 CHF	(4,000)	07 January 2022	(16)	Société Générale
<b>Total unrealised loss on forward foreign exchange contracts</b>				<b>(546,981)</b>	

All open Forward Foreign Exchange Contracts held at 31 December 2021 are held for share class hedging purposes.

# LYXOR INVESTMENT STRATEGIES PLC

## Notes to the Financial Statements (continued)

### 6. Derivative Contracts (continued)

#### Future Contracts

Contract Size	Description	Maturity Date	Unrealised Gain/(loss) EUR	Counterparty
<b>Currency Futures</b>				
(1,364)	EURO/GBP FUTURE Mar22	31 March 2022	3,148,099	Société Générale Newedge-UK Limited
(1,283)	JPN YEN CURR FUT Mar22	31 March 2022	1,616,893	Société Générale Newedge-UK Limited
<b>Total unrealised gain on currency futures</b>			<u>4,764,992</u>	
<b>Index Futures</b>				
309	SP 500 MINI 0322	31 March 2022	1,353,972	Société Générale Newedge-UK Limited
270	XEUR FSMI SWI 0322	31 March 2022	928,418	Société Générale Newedge-UK Limited
254	E-MIN RUS 200 0322	31 March 2022	738,826	Société Générale Newedge-UK Limited
705	SPI 200 FUT 0322	31 March 2022	537,049	Société Générale Newedge-UK Limited
70	DAX INDEX FUTURE Mar22	31 March 2022	431,550	Société Générale Newedge-UK Limited
84	DJIA MINI e-CBOT Mar22	31 March 2022	269,385	Société Générale Newedge-UK Limited
76	NASDAQ 100 E-MINI Mar22	31 March 2022	244,185	Société Générale Newedge-UK Limited
29	S&P MID 400 EMINI Mar22	31 March 2022	231,476	Société Générale Newedge-UK Limited
15	S&P/TSX 60 IX FUT Mar22	31 March 2022	46,232	Société Générale Newedge-UK Limited
1	FTSE/MIB 0322	31 March 2022	3,790	Société Générale Newedge-UK Limited
2	EURO STOXX 50 0322	31 March 2022	2,460	Société Générale Newedge-UK Limited
1	CAC40 10 EUR /202201	31 January 2022	2,150	Société Générale Newedge-UK Limited
1	FTSE 100 FUT 0322	31 March 2022	1,870	Société Générale Newedge-UK Limited
<b>Total unrealised gain on index futures</b>			<u>4,791,363</u>	
<b>Interest Rate Futures</b>				
(3,619)	90DAY EURODLR 0922	30 September 2022	1,234,963	Société Générale Newedge-UK Limited
(3,104)	ICE 3M SONIA 202203	30 June 2022	230,631	Société Générale Newedge-UK Limited
<b>Total unrealised gain on interest rate futures</b>			<u>1,465,594</u>	
<b>Total unrealised gain on futures contracts</b>			<u><b>11,021,949</b></u>	
<b>Currency Futures</b>				
(1,885)	AUDUSD CmcY Fut Mar22	31 March 2022	(3,743,277)	Société Générale Newedge-UK Limited
(1,279)	EURO FX CURR FUT Mar22	31 March 2022	(1,246,872)	Société Générale Newedge-UK Limited
(874)	CD CADUSD 0322	31 March 2022	(932,259)	Société Générale Newedge-UK Limited
469	RUSSIAN RUBLE FUT Mar22	31 March 2022	(252,814)	Société Générale Newedge-UK Limited
<b>Total unrealised loss on currency futures</b>			<u>(6,175,222)</u>	
<b>Index Futures</b>				
(483)	HANG SENG IN /202201	31 January 2022	(671,564)	Société Générale Newedge-UK Limited
(1,226)	H-SHARES IDX /202201	31 January 2022	(345,564)	Société Générale Newedge-UK Limited
<b>Total unrealised loss on index futures</b>			<u>(1,017,128)</u>	
<b>Total unrealised loss on futures contracts</b>			<u><b>(7,192,350)</b></u>	

**Notes to the Financial Statements** (*continued*)

**7. Financial Risk Management**

**a) Overall risk management**

The Company/Sub-Fund is exposed to a number of risks due to the nature of its activities. These risks include market risk (including currency risk, interest rate risk and price risk), credit risk and liquidity risk. The Company/Sub-Fund trades financial instruments that may be impacted by market liquidity, credit worthiness of issuers and/or counterparties, changes in interest rate, currency, market prices and volatility.

The Company/Sub-Fund is also exposed to operational risk such as Custody or counterparty risk. Custody or counterparty risk is the risk of loss being incurred on securities in custody as a result of the counterparty's or the Custody's insolvency, negligence, misuse of assets, fraud, poor administration or inadequate record-keeping. In the event that one of the Company/Sub-Fund's counterparties or Custody becomes bankrupt and/or fails to segregate the Company/Sub-Fund's assets on deposit as required, the Company/Sub-Fund may be subject to a risk of loss. Although an appropriate legal framework is in place that reduces the risk of loss of value of the securities held by the counterparty, in the event of its failure, the ability of the Company/Sub-Fund to transfer the securities might be temporarily impaired.

The Company/Sub-Fund's risk management policies are approved by the Board of Directors and seek to minimise the potential adverse effects of these risks on the Company/Sub-Fund's financial performance. The risk management system is an ongoing process of identification, measurement, monitoring and controlling risk.

In order to avoid excessive concentrations of risk, the Company/Sub-Fund's investment policies and risk management procedures include specific guidelines to ensure the maintenance of a diversified portfolio.

**b) Credit Risk**

Credit risk is the risk that an issuer or counterparty will be unable to meet a commitment that it has entered into with the Company/Sub-Fund. There is a possibility that an issuer will be unable to make interest payments and repay principal when due. Changes in an issuer's financial strength or in a financial instrument's credit rating may affect a financial instrument's value.

At the reporting date, financial assets and financial liabilities exposed to credit risk include treasury bills which have a credit rating of AA (31 December 2021: AA) and private bonds the issuer of which has a credit rating of A (31 December 2021: A). The carrying amount of the financial assets and financial liabilities are disclosed in the Statement of Financial Position on page 16. It is the opinion of the Manager that the carrying amounts of these financial assets and financial liabilities represent the credit risk exposure at the reporting date. The notional amounts on derivatives represents the maximum potential credit risk exposure on derivatives. The notional amounts on derivatives held by the Company/Sub-Fund as at 31 December 2022 and 31 December 2021 are disclosed in note 6 to these financial statements.

The credit risk on cash transactions and transactions involving derivative financial instruments is mitigated by transacting with counterparties that are regulated entities subject to prudential supervision, or with counterparties with high credit ratings assigned by a recognised rating agency.

The Fund measures credit risk and expected credit losses using probability of default, exposure at default and loss given default. Management consider both historical analysis and forward looking information in determining any expected credit loss. At 31 December 2022 and 31 December 2021, all other receivables, amounts due from brokers, cash and short-term deposits are held with counterparties with a credit rating of AA/Aa or higher and are due to be settled within 1 week. Management consider the probability of default to be close to zero as the counterparties have a strong capacity to meet their contractual obligations in the near term. As a result, no loss allowance has been recognised based on 12-month expected credit losses as any such impairment would be wholly insignificant to the Sub-Fund.

## LYXOR INVESTMENT STRATEGIES PLC

### Notes to the Financial Statements (continued)

#### 7. Financial Risk Management (continued)

##### b) Credit Risk (continued)

###### Counterparties Risk

In accordance with the investment restrictions as described in the prospectus, where the Company/Sub-Fund directly enters into over-the-counter derivative transactions or other arrangements with counterparties and where assets are transferred to those counterparties, each counterparty must have a minimum credit rating of at least A-2 from S&P or equivalent by a recognised rating agency.

Substantially all of the assets of the Company/Sub-Fund are held in segregated accounts by the Depositary, CACEIS Bank, Ireland Branch and by the counterparty Société Générale. Bankruptcy or insolvency of the Depositary or counterparties may cause the Company/Sub-Fund's rights with respect to securities held by the Depositary or counterparty to be delayed or limited in certain cases. The Company/Sub-Fund monitors its risk by monitoring the credit quality and financial positions of the counterparties the Company/Sub-Fund uses.

The below table illustrates the credit rating of counterparties associated with the Company/Sub-Fund:

	31 December 2022	31 December 2021
	Credit Rating*	Credit Rating*
CACEIS Bank, Ireland Branch	A+	A+
Société Générale	A	A
Société Générale Newedge-UK Limited**	N/A	N/A

\*Standard and Poor's ratings

\*\*Société Générale Newedge-UK Limited is owned by Société Générale so does not have a separate independent credit rating

###### Offsetting financial assets and financial liabilities

As at 31 December 2022 and 31 December 2021, the Company/Sub-Fund was not subject to any master netting arrangements with its counterparty, Société Générale. The forward foreign exchange contracts and Futures contracts were held with Société Générale.

Forward foreign exchange contracts and futures contracts are settled on a gross basis. The fair value of the forward foreign exchange contracts and futures contracts as at 31 December 2022 and 31 December 2021 is disclosed in the Statement of Financial Position on page 16.

##### c) Liquidity Risk

Liquidity risk is the risk that the Company/Sub-Fund may not be able to generate sufficient cash resources to settle its obligations in full as they fall due or can only do so on terms that are materially disadvantageous.

The Company/Sub-Fund's redeemable shares are redeemable at the shareholder's option daily for cash equal to a proportionate share of the Company/Sub-Fund's net asset value. The Company/Sub-Fund is therefore potentially exposed to daily redemptions by its shareholders.

The Company/Sub-Fund invests in marketable securities and other financial instruments, which under normal market conditions are readily convertible to cash. It is also the Company/Sub-Fund's policy to maintain sufficient cash and cash equivalents to meet normal operating requirements and expected redemption requests.

To manage liquidity risk, where outstanding redemption requests from all holders of Shares in the Company/Sub-Fund on any Dealing Day total an aggregate of more than 10% of the Net Asset Value of the Company/Sub-Fund on such Dealing Day, the Directors shall be entitled at their discretion to refuse to redeem such number of Shares in issue in respect of the Company/Sub-Fund on that Dealing Day in respect of which redemption requests have been received in excess of 10% of the Net Asset Value of the Company/Sub-Fund as the Directors shall determine.

## LYXOR INVESTMENT STRATEGIES PLC

### Notes to the Financial Statements (continued)

#### 7. Financial Risk Management (continued)

##### c) Liquidity Risk (continued)

If the Company/Sub-Fund refuses to redeem Shares for this reason, the requests for redemption on such date shall be reduced rateably and the Shares to which each request relates which are not redeemed shall be redeemed on subsequent Dealing Days, provided that the Company/Sub-Fund shall not be obliged to redeem more than 10% of the Net Asset Value of the Company/Sub-Fund outstanding on any Dealing Day, until all the Shares to which the original request related have been redeemed.

The Investment Manager monitors the Company/Sub-Fund's liquidity risk on a daily basis in accordance with the Company/Sub-Fund's investment objectives, policies and investment guidelines. The Company/Sub-Fund's overall liquidity positions are reviewed on a daily basis by the Manager.

The following tables detail the Company/Sub-Fund's remaining contractual maturity for its financial liabilities with agreed repayment periods. The tables have been drawn up based on the undiscounted cash flows of financial liabilities based on the earliest date on which the Company/Sub-Fund can be required to pay.

The following table sets out the Company/Sub-Fund's total exposure to liquidity risk as at the 31 December 2022:

Lyxor Epsilon Global Trend Fund	Less than 1 Month EUR	1 - 3 Months EUR	3 - 12 Months EUR	Over 12 Months EUR	No Stated Maturity EUR	Total EUR
<b>Liabilities</b>						
Derivative liabilities	7,646,345	6,180,714	2,835,912	-	-	16,662,971
Redemptions payable	8,938,723	-	-	-	-	8,938,723
Margin overdraft balance	3,068,939	-	-	-	-	3,068,939
Management fees payable	1,714,540	-	-	-	-	1,714,540
Performance fees payable	11,085,338	-	-	-	-	11,085,338
Global administrative fees payable	403,730	-	-	-	-	403,730
Net assets attributable to redeemable participating shareholders	600,753,666	-	-	-	-	600,753,666
<b>Total financial liabilities</b>	<b>633,611,281</b>	<b>6,180,714</b>	<b>2,835,912</b>	<b>-</b>	<b>-</b>	<b>642,627,907</b>

The following table sets out the Company/Sub-Fund's total exposure to liquidity risk as at the 31 December 2021:

Lyxor Epsilon Global Trend Fund	Less than 1 Month EUR	1 - 3 Months EUR	3 - 12 Months EUR	Over 12 Months EUR	No Stated Maturity EUR	Total EUR
<b>Liabilities</b>						
Derivative liabilities	1,564,108	6,175,223	-	-	-	7,739,331
Redemptions payable	710,689	-	-	-	-	710,689
Margin overdraft balance	7,775,039	-	-	-	-	7,775,039
Management fees payable	1,396,180	-	-	-	-	1,396,180
Performance fees payable	34,964	-	-	-	-	34,964
Global administrative fees payable	94,584	-	-	-	-	94,584
Net assets attributable to redeemable participating shareholders	540,067,656	-	-	-	-	540,067,656
<b>Total financial liabilities</b>	<b>551,643,220</b>	<b>6,175,223</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>557,818,443</b>

## LYXOR INVESTMENT STRATEGIES PLC

### Notes to the Financial Statements (continued)

#### 7. Financial Risk Management (continued)

##### d) Market Risk

Market risk is the risk that the fair value or future cash flows of financial instruments will fluctuate due to changes in market variables such as interest rates, foreign exchange rates and market prices.

The Company/Sub-Fund employs an advanced risk management methodology which monitors global exposure using a risk management process which, in compliance with the UCITS Regulations and the Central Bank UCITS Regulations, aims to ensure that on any day the absolute Value at Risk (VaR) of the Company/Sub-Fund will be no greater than 20% of the Net Asset Value of the Company/Sub-Fund over a period of 20 days or that the relative VaR of the Company/Sub-Fund will not exceed twice the Value at Risk of the relevant Reference Assets, as appropriate. The daily VaR will be calculated using 99% confidence level, and the historical observation period will not be less than one year unless a shorter period is justified.

Where this 20% limit is exceeded, the Investment Manager is notified and ensures that appropriate action is taken so that this threshold is not breached at the next valuation point, notwithstanding that immediate action will not be taken if this would be detrimental to investors in the Company/Sub-Fund.

Sub-Fund	Holding Period	VaR 31-Dec-22	VaR 31-Dec-21
Lyxor Epsilon Global Trend Fund	20 Day	7.18%	6.12%

Some limitations of VaR/sensitivity analysis are;

- the models are based on historical data and cannot take account of the fact that future market price movements, correlations between markets and levels of market liquidity in conditions of market stress may bear no relation to historical patterns;
- the market price risk information is a relative estimate of risk rather than a precise and accurate number;
- the market price information represents a hypothetical outcome and is not intended to be predictive (in the case of probability-based methods, such as VaR, profits and losses are almost certain to exceed the reported amount with a frequency depending on the confidence interval chosen); and
- future market conditions could vary significantly from those experienced in the past.

##### (i) Global exposure and leverage

Global exposure is measured using the VaR approach which considers the full constituents of the portfolio.

The table below details the highest, lowest and average utilisation of the VaR limit, expressed as a percentage of the respective absolute VaR regulatory limit for they year ended 31 December 2022:

Sub-Fund	Market Risk Approach	Highest utilisation of the VaR limit %	Lowest utilisation of the VaR limit %	Average utilisation of the VaR limit %
Lyxor Epsilon Global Trend Fund	Absolute VaR	41.18%	16.36%	24.64%

The table below details the highest, lowest and average utilisation of the VaR limit, expressed as a percentage of the respective absolute VaR regulatory limit for they year ended 31 December 2021:

Sub-Fund	Market Risk Approach	Highest utilisation of the VaR limit %	Lowest utilisation of the VaR limit %	Average utilisation of the VaR limit %
Lyxor Epsilon Global Trend Fund	Absolute VaR	75.85%	3.32%	39.76%

## LYXOR INVESTMENT STRATEGIES PLC

### Notes to the Financial Statements (continued)

#### 7. Financial Risk Management (continued)

##### d) Market Risk (continued)

##### (i) Global exposure and leverage (continued)

The use of derivative instruments may expose the Company/Sub-Fund to a higher degree of risk, in particular derivative contracts can be highly volatile, and the amount of initial margin is generally small relative to the size of the contract so that transactions may be leveraged in terms of market exposure. A relatively small market movement may have a potentially larger impact on derivatives than on standard equities. Leveraged derivative positions can therefore increase volatility of the Company/Sub-Fund.

In order to calculate the leverage level inherent in each Strategy Index, the gross exposure is divided by the total value of the Strategy Index as outlined in the Company/Sub-Fund's risk management program.

Disclosed in the table below is the average leverage employed during the year:

Sub-Fund	Average leverage employed during the year ended 31 December 2022	Average leverage employed during the year ended 31 December 2021
Lyxor Epsilon Global Trend Fund	803.00%	1,226.29%

##### (ii) Price Risk

Price risk is the risk that fair value or future cash flows of a financial instrument will fluctuate because of changes in market prices.

The Company/Sub-Fund is exposed to price risk arising from its investments in debt securities and derivatives.

The overall price risk exposure at 31 December 2022 and as at 31 December 2021 is set out in the Schedule of Investments on pages 51-54.

While pricing information is generally available for most of the financial instruments in which the Company/Sub-Fund invests, some pricing inputs may not always be available for over-the-counter instruments. Such instruments shall be valued at their probable realisation value estimated with care and in good faith by the Directors or a competent person appointed by the Directors and approved for the purpose by the Depositary, however, there can be no assurance that the value of an asset owned by the Company/Sub-Fund will be realised upon its disposition.

The Investment Manager manages the Company/Sub-Funds's market price risk on a daily basis in accordance with the Company/Sub-Fund's investment objectives, policies and investment guidelines. The Company/Sub-Fund's overall market positions are monitored on a daily basis by the Manager.

##### (iii) Interest Rate Risk

Interest rate risk is the risk that the fair value or future cash flows of a financial instrument will fluctuate because of changes in market interest rates.

The Company/Sub-Fund's interest bearing financial assets and liabilities expose it to risk associated with the effects of fluctuations in the prevailing levels of market interest rates on its financial position and cash flows. The table overleaf summarises the Company/Sub-Fund's exposure to interest rate risks. It includes the Company/Sub-Fund's assets and liabilities at fair value, categorised by the earlier of contractual re-pricing or maturity dates.

**LYXOR INVESTMENT STRATEGIES PLC**

**Notes to the Financial Statements (continued)**

**7. Financial Risk Management (continued)**

**d) Market Risk (continued)**

**(iii) Interest Rate Risk (continued)**

The below table shows the interest rate risk for the financial year ended 31 December 2022.

	Less than 1 month EUR	1 - 3 Months EUR	3 - 12 Months EUR	1 - 5 Years EUR	Non-Interest Bearing EUR	Total EUR
<b>Assets</b>						
Cash and cash equivalents	44,851,193	-	-	-	-	44,851,193
Margin cash balance	-	-	-	-	92,839,472	92,839,472
Financial assets at fair value through profit or loss:						
Treasury bills	201,949,330	249,428,000	-	-	-	451,377,330
Private bonds	-	-	-	42,242,200	-	42,242,200
Futures contracts	-	-	-	-	1,874,936	1,874,936
Forward foreign exchange contracts	-	-	-	-	245,219	245,219
Other receivables	-	-	-	-	9,197,557	9,197,557
<b>Total assets</b>	<b>246,800,523</b>	<b>249,428,000</b>	<b>-</b>	<b>42,242,200</b>	<b>104,157,184</b>	<b>642,627,907</b>
<b>Liabilities</b>						
Margin overdraft balance	(3,068,939)	-	-	-	-	(3,068,939)
Financial liabilities at fair value through profit or loss:						
Futures contracts	-	-	-	-	(9,098,149)	(9,098,149)
Forward foreign exchange contracts	-	-	-	-	(7,564,822)	(7,564,822)
Other payables	-	-	-	-	(22,142,331)	(22,142,331)
<b>Total liabilities</b>	<b>(3,068,939)</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>(38,805,302)</b>	<b>(41,874,241)</b>
<b>Total Interest sensitivity gap</b>	<b>243,731,584</b>	<b>249,428,000</b>	<b>-</b>	<b>42,242,200</b>	<b>65,351,882</b>	<b>600,753,666</b>

A 5% change in the market value of interest bearing assets would have impacted the profit and net asset value of the Sub-Fund by EUR 26,770,089 (31 December 2021: EUR 23,624,777).



**LYXOR INVESTMENT STRATEGIES PLC**

**Notes to the Financial Statements (continued)**

**7. Financial Risk Management (continued)**

**d) Market Risk (continued)**

**(iii) Interest Rate Risk (continued)**

The below table shows the interest rate risk for the financial year ended 31 December 2021.

	<b>Less than 1 month EUR</b>	<b>1 - 3 Months EUR</b>	<b>3 - 12 Months EUR</b>	<b>1 – 5 Years EUR</b>	<b>Non-Interest Bearing EUR</b>	<b>Total EUR</b>
<b>Assets</b>						
Cash and cash equivalents	32,665,122	-	-	-	-	32,665,122
Margin cash balance	-	-	-	-	61,498,484	61,498,484
Financial assets at fair value through profit or loss:						
Treasury bills	35,018,550	150,192,150	230,654,750	-	-	415,865,450
Private bonds	-	-	-	31,680,000	-	31,680,000
Futures contracts	-	-	-	-	11,021,949	11,021,949
Forward foreign exchange contracts	-	-	-	-	954,184	954,184
Due from brokers	60,000	-	-	-	-	60,000
Other receivables	-	-	-	-	4,073,254	4,073,254
<b>Total assets</b>	<b>67,743,672</b>	<b>150,192,150</b>	<b>230,654,750</b>	<b>31,680,000</b>	<b>77,547,871</b>	<b>557,818,443</b>
<b>Liabilities</b>						
Margin overdraft balance	(7,775,039)	-	-	-	-	(7,775,039)
Financial liabilities at fair value through profit or loss:						
Futures contracts	-	-	-	-	(7,192,350)	(7,192,350)
Forward foreign exchange contracts	-	-	-	-	(546,981)	(546,981)
Other payables	-	-	-	-	(2,236,417)	(2,236,417)
<b>Total liabilities</b>	<b>(7,775,039)</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>(9,975,748)</b>	<b>(17,750,787)</b>
<b>Total Interest sensitivity gap</b>	<b>59,968,633</b>	<b>150,192,150</b>	<b>230,654,750</b>	<b>31,680,000</b>	<b>67,572,123</b>	<b>540,067,656</b>

The Manager reviews exposure to underlying rate movements on a weekly basis.

## LYXOR INVESTMENT STRATEGIES PLC

### Notes to the Financial Statements (continued)

#### 7. Financial Risk Management (continued)

##### d) Market Risk (continued)

##### (iv) Currency Risk

Currency risk is the risk that the value of a financial instrument will fluctuate due to changes in foreign exchange rates.

The Company/Sub-Fund may invest in financial instruments denominated in currencies other than the base currency or in financial instruments which are determined with references to currencies other than the base currency.

The Company/Sub-Fund, however, will invest a portion of its assets in financial instruments denominated in EUR or in financial instruments which are determined with references to EUR. To the extent the base currency is a denomination other than the denomination of the financial instruments owned by the Company/Sub-Fund and no hedge is utilised, the value of the Company/Sub-Fund's net assets will fluctuate based on fluctuations of the exchange rates as well as with price changes of their investments in the various local markets and currencies.

An increase in the value of the EUR compared to the other currencies in which the Company/Sub-Fund may make investments will reduce the effect of increases and magnify the EUR equivalent of the effect of decreases in the prices of the Company/Sub-Fund's financial instruments in their local markets. Conversely, a decrease in the value of the EUR will have the opposite effect of magnifying the effect of increases and reducing the effect of decreases in the prices of the Company/Sub-Fund's non-EUR financial instruments. It may not be possible or practical to hedge against the consequent currency risk exposure and in certain instances the Investment Manager may consider it desirable not to hedge against such risk.

The carrying amount of the Company/Sub-Fund's foreign denominated financial assets and financial liabilities at the reporting date is as follows:

#### Lyxor Epsilon Global Trend Fund

Assets	Trade Currency	EUR	EUR
		Monetary	Non-Monetary
	CHF	2,464	6,888,644
	GBP	2,918,436	80,645,262
	HKD	-	41,579
	JPY	4,079,604	-
	USD	2,692,599	75,907,130
		<b>9,693,103</b>	<b>163,482,615</b>

Liabilities		EUR	EUR
		Monetary	Non-Monetary
	CHF	(9,410)	(465,182)
	GBP	(673,752)	(10,631,727)
	HKD	(2,126,154)	-
	JPY	-	(1,827,350)
	USD	(971,908)	(26,233,708)
		<b>(3,781,224)</b>	<b>(39,157,967)</b>

## LYXOR INVESTMENT STRATEGIES PLC

### Notes to the Financial Statements (continued)

#### 7. Financial Risk Management (continued)

##### d) Market Risk (continued)

##### (iv) Currency Risk (continued)

The carrying amount of the Company/Sub-Fund's foreign denominated financial assets and financial liabilities as at 31 December 2021 was:

#### Lyxor Epsilon Global Trend Fund

Assets	Trade Currency	EUR	EUR
		Monetary	Non-Monetary
	AUD	-	537,049
	CAD	-	46,232
	CHF	48,844	928,419
	GBP	26,408	3,295,326
	HKD	450,471	-
	USD	503,430	5,689,701
		<b>1,029,153</b>	<b>10,496,727</b>
Liabilities		EUR	EUR
		Monetary	Non-Monetary
	AUD	(363,397)	-
	CAD	(47,693)	-
	CHF	(1,079,554)	(114,625)
	GBP	(3,356,005)	(189,312)
	HKD	-	(1,017,127)
	USD	(2,928,390)	(6,333,939)
		<b>(7,775,039)</b>	<b>(7,655,003)</b>

#### Foreign Currency Sensitivity

The table below summarises the sensitivity of the foreign currency exposed Company/Sub-Fund's monetary and non monetary assets and liabilities to changes in foreign exchange movement. The analysis is based on the assumptions that the relevant foreign exchange rate increased or decreased against the Company/Sub-Fund's base currency by the percentages disclosed in the table below, with all other variables held constant. This represents management's best estimate of a reasonable possible shift in the foreign exchange rates, having regard to historical volatility of those rates.

#### Lyxor Epsilon Global Trend Fund

	31 December 2022	31 December 2022	31 December 2021	31 December 2021
	10% Strengthening	10% Weakening	10% Strengthening	10% Weakening
	EUR	EUR	EUR	EUR
AUD	-	-	17,365	(17,365)
CAD	-	-	(146)	146
CHF	641,652	(641,652)	(21,692)	21,692
GBP	7,225,822	(7,225,822)	(22,358)	22,358
HKD	(208,458)	208,458	(56,666)	56,666
JPY	225,225	(225,225)	-	-
USD	5,139,411	(5,139,411)	(306,920)	306,920

**Notes to the Financial Statements** *(continued)*

**7. Financial Risk Management** *(continued)*

**e) Fair value of financial instruments**

The Company/Sub-Fund is required to classify fair value measurements using a fair value hierarchy that reflects the significance of the inputs used in making the measurements. In accordance with IFRS 13, the inputs have been categorised into a three-level hierarchy which gives the highest priority to quoted prices in active markets for identical assets or liabilities (Level 1) and the lowest priority to significant unobservable inputs (Level 3). If the inputs used to value an investment fall within different levels of the hierarchy, the categorization is based on the lowest level input that is significant to the fair value measurement of the investment.

The Company/Sub-Fund uses the “market approach” valuation technique to value its investments. A financial instrument’s level within the fair value hierarchy is based on the lowest level of any input that is significant to the fair value measurement. However, the determination of what constitutes “observable” may require significant judgement but can generally be considered as that market data which is readily available, regularly distributed or updated, reliable and verifiable, not proprietary, and provided by independent sources that are actively involved in the relevant market. The categorisation of a financial instrument within the hierarchy is based upon the pricing transparency of the instrument and does not necessarily correspond to the risk of that instrument.

The three levels of the fair value hierarchy are as follows:

- Level 1 fair value measurements are those derived from quoted prices (unadjusted) in active markets for identical assets or liabilities that the Company/Sub-Fund has the ability to access at the measurement date;
- Level 2 fair value measurements are those derived from inputs other than quoted prices included within Level 1 that are observable for the asset or liability, either directly (i.e., as a price) or indirectly (i.e., derived from prices); and
- Level 3 fair value measurements are those derived from valuation techniques that include inputs for the asset or liability that are not based on observable market data (unobservable inputs) and which are significant to the valuation.

Investments typically classified within level 1 include active listed equities, exchange traded derivatives and certain Government bonds. Investments typically classified within level 2 include investments in corporate bonds, certain Government bonds, certain listed equities and over the counter derivatives. Investment funds are also considered level 2 investments if there is evidence that redemptions occurred during the year and there were no restrictions preventing redemptions at the year end. As level 2 investments include positions that are not traded in active markets and/ or are subject to transfer restrictions, valuations may be adjusted to reflect illiquidity and/or non-transferability. Such adjustments are generally based on available market information. Investments typically classified within level 3 include certain corporate bonds, private equities and investment funds that have suspended redemptions, created side pocket classes or imposed gates. Within level 3, the use of the market approach generally consists of using comparable market transactions.

## LYXOR INVESTMENT STRATEGIES PLC

### Notes to the Financial Statements (continued)

#### 7. Financial Risk Management (continued)

##### e) Fair value of financial instruments (continued)

The table below summarises the Company/Sub-Fund's classification of investments, into the above hierarchy levels as of 31 December 2022:

##### Lyxor Epsilon Global Trend Fund

	Level 1	Level 2	Level 3	Total
<b>Financial assets at fair value</b>				
<b>through profit or loss - held for trading:</b>				
Treasury bills	451,377,330	-	-	451,377,330
Private bonds	-	-	42,242,200	42,242,200
<i>Derivative Assets</i>				
Futures contracts	1,874,936	-	-	1,874,936
Forward foreign exchange contracts	-	245,219	-	245,219
	<b>453,252,266</b>	<b>245,219</b>	<b>42,242,200</b>	<b>495,739,685</b>
<b>Financial liabilities at fair value</b>				
<b>through profit or loss:</b>				
<i>Derivative liabilities</i>				
Futures contracts	(9,098,149)	-	-	(9,098,149)
Forward foreign exchange contracts	-	(7,564,822)	-	(7,564,822)
	<b>(9,098,149)</b>	<b>(7,564,822)</b>	<b>-</b>	<b>(16,662,971)</b>

There were no transfers between the levels for the financial year ended 31 December 2022.

The table below summarises the Company/Sub-Fund's classification of investments, into the above hierarchy levels as of 31 December 2021:

##### Lyxor Epsilon Global Trend Fund

	Level 1	Level 2	Level 3	Total
<b>Financial assets at fair value</b>				
<b>through profit or loss - held for trading:</b>				
Treasury bills	415,865,450	-	-	415,865,450
Private bonds	-	-	31,680,000	31,680,000
<i>Derivative Assets</i>				
Futures contracts	11,021,949	-	-	11,021,949
Forward foreign exchange contracts	-	954,184	-	954,184
	<b>426,887,399</b>	<b>954,184</b>	<b>31,680,000</b>	<b>459,521,583</b>
<b>Financial liabilities at fair value</b>				
<b>through profit or loss:</b>				
<i>Derivative liabilities</i>				
Futures contracts	(7,192,350)	-	-	(7,192,350)
Forward foreign exchange contracts	-	(546,981)	-	(546,981)
	<b>(7,192,350)</b>	<b>(546,981)</b>	<b>-</b>	<b>(7,739,331)</b>

There were no transfers between the levels for the financial year ended 31 December 2021.

## LYXOR INVESTMENT STRATEGIES PLC

### Notes to the Financial Statements (continued)

#### 7. Financial Risk Management (continued)

##### e) Fair value of financial instruments (continued)

The table presented below summarises the change in the Statement of Net Assets carrying value associated with level 3 assets during the year ended 31 December 2022 and 31 December 2021.

	31 December 2022	31 December 2021
	Private Bonds	Private Bonds
Level 3	EUR	EUR
Beginning balance as at 1 January	31,680,000	66,771,944
Purchases	1,907,000	144,023,773
Sales	(34,694,000)	(121,808,469)
Realised gain/(loss)	14,714,650	(27,239,410)
Change in unrealised gain/(loss)	28,634,550	(30,067,838)
<b>Ending balance as at period end</b>	<b>42,242,200</b>	<b>31,680,000</b>

The Level 3 investments are Private Bonds issued by and held with Société Générale. The fair value of these investments are not based on observable market data.

#### Sensitivity Analysis

Asset Type	Fair Value at 31 December 2022 EUR	Valuation Technique	Unobservable Inputs NAV of the underlying fund is the significant input	Range of Prices	Range of Impact for Unobservable Element on NAV
Private Bonds	42,242,200	Broker Price		30%	12,672,660

Asset Type	Fair Value at 31 December 2021 EUR	Valuation Technique	Unobservable Inputs NAV of the underlying fund is the significant input	Range of Prices	Range of Impact for Unobservable Element on NAV
Private Bonds	31,680,000	Broker Price		30%	9,504,000

Management consider 30% a reasonable range based on maximum prior period price movements in times of market uncertainty.

The following tables analyse within the fair value hierarchy the Company/Sub-Fund's assets and liabilities (by class) not measured at fair value 31 December 2022, but for which fair value is disclosed.

## LYXOR INVESTMENT STRATEGIES PLC

### Notes to the Financial Statements (continued)

#### 7. Financial Risk Management (continued)

##### e) Fair value of financial instruments (continued)

The following tables analyse within the fair value hierarchy the Company/Sub-Fund's assets and liabilities (by class) not measured at fair value 31 December 2022, but for which fair value is disclosed.

Lyxor Epsilon Global Trend Fund	Level 1	Level 2	Level 3	Total
<b>Assets</b>				
Cash	44,851,193	-	-	44,851,193
Margin Cash	92,839,472	-	-	92,839,472
Subscriptions Receivable	9,197,557	-	-	9,197,557
<b>Total</b>	<b>146,888,222</b>	<b>-</b>	<b>-</b>	<b>146,888,222</b>
<b>Liabilities</b>				
Management fee payable	-	(1,714,540)	-	(1,714,540)
Performance fee payable	-	(11,085,338)	-	(11,085,338)
Global administrative fee payable	-	(403,730)	-	(403,730)
Redemptions Payable	(8,938,723)	-	-	(8,938,723)
Margin overdraft	(3,068,939)	-	-	(3,068,939)
<b>Total</b>	<b>(12,007,662)</b>	<b>(13,203,608)</b>	<b>-</b>	<b>(25,211,270)</b>

The following tables analyse within the fair value hierarchy the Company/Sub-Fund's assets and liabilities (by class) not measured at fair value 31 December 2021, but for which fair value is disclosed.

Lyxor Epsilon Global Trend Fund	Level 1	Level 2	Level 3	Total
<b>Assets</b>				
Cash	32,665,122	-	-	32,665,122
Margin Cash	61,498,484	-	-	61,498,484
Subscriptions Receivable	4,073,254	-	-	4,073,254
Due from brokers	60,000	-	-	60,000
<b>Total</b>	<b>98,296,860</b>	<b>-</b>	<b>-</b>	<b>98,296,860</b>
<b>Liabilities</b>				
Management fee payable	-	(1,396,180)	-	(1,396,180)
Performance fee payable	-	(34,964)	-	(34,964)
Global administrative fee payable	-	(94,584)	-	(94,584)
Redemptions Payable	(710,689)	-	-	(710,689)
Margin overdraft	(7,775,039)	-	-	(7,775,039)
<b>Total</b>	<b>(8,485,728)</b>	<b>(1,525,728)</b>	<b>-</b>	<b>(10,011,456)</b>

The assets and liabilities included in the above table are carried at amortised cost; their carrying values are a reasonable approximation of fair value.

Cash and cash equivalents include cash in hand, deposits held with banks and other short-term investments in an active market.

Other receivables represent present obligations due to the Company/Sub-Fund. Accruals represent expenses.

The puttable value of redeemable shares is calculated based on the net difference between total assets and all other liabilities of the Company/Sub-Fund's in accordance with the Company/Sub-Fund's offering memorandum.

## **LYXOR INVESTMENT STRATEGIES PLC**

### **Notes to the Financial Statements** *(continued)*

#### **7. Financial Risk Management** *(continued)*

##### **e) Fair value of financial instruments** *(continued)*

These shares are not traded on an active market. A demand feature is attached to these shares, as they are redeemable at the holders' option and can be put back to the Company/Sub-Fund at any dealing date for cash equal to a proportionate share of the Company/Sub-Fund's net asset value attributable to the share class. The fair value is based on the amount payable on demand. As such, Level 2 is deemed to be most appropriate categorization for net assets attributable to holders of redeemable shares.

#### **8. Taxation**

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

However, Irish tax can arise on the happening of a "chargeable event" in the Company. A chargeable event includes any distribution payments to shareholders or any encashment, redemption, cancellation or transfer of shares and the holding of shares at the end of each eight year beginning with the acquisition of such shares.

No Irish tax will arise on the Company in respect of chargeable events in respect of certain exempted Irish tax resident shareholders who have provided the Company with the necessary signed statutory declarations; and a shareholder who is neither Irish resident nor Irish ordinarily resident for tax purposes, at the time of the chargeable event, provided appropriate valid declarations in accordance with the provisions of the Taxes Consolidation Act, 1997, as amended, are held by the Company or the Company has been authorised by the Irish Revenue to make gross payments in the absence of appropriate declarations.

Dividends, interest and capital gains (if any) received on investments made by the Company may be subject to withholding taxes imposed by the country from which the investment income/gains are received and such taxes may not be recoverable by the Company or its shareholders.

#### **9. Related Party Transactions**

Amundi Asset Management, the Manager, is a wholly-owned subsidiary of Amundi, a credit institution authorized by the Autorité de contrôle prudentiel et de résolution (ACPR) and European Central Bank under n°19530. Amundi's majority shareholder is Credit Agricole SA. Credit Agricole SA is controlled by SAS Rue La Boetie. The Manager and Crédit Agricole SA are related by virtue therefore, all subsidiary companies of Crédit Agricole SA are considered as related and connected party.

The Manager is responsible for the day to day management, administration and investment management of the Company. The Manager provides or procures the provision of management, administration, accounting, registration, transfer agency, distribution, investment management or advisory and shareholder services to or for the benefit of the Company.

IAS 24 - Parties are considered to be related if one party has the ability to control the other party or exercise significant influence over the other party in making financial or operational decisions.

Directors and dependents thereof are considered related parties.

Mr. Moez Bousarsar is the Sales Director EMEA, Alternative Assets at Amundi Asset Management.  
Mr. Olivier Germain, who resigned as a Director of the company on 4 February 2022, was the Head of the Risk Department for Lyxor Asset Management S.A.S.  
Mr. Colm Callaly is Head of Legal Ireland at Amundi Ireland Ltd.  
Mr. Declan Murray is Director of Management Company Services at Amundi Ireland Ltd.  
Mr. John O'Toole is Global Head of Multi-Asset Fund Solutions at Amundi Ireland Ltd.  
Mr. Paul Weber is Head of Fund Research & Manager Selection, Multi-Asset Fund Solutions at Amundi Ireland Ltd.



## **LYXOR INVESTMENT STRATEGIES PLC**

### **Notes to the Financial Statements** *(continued)*

#### **9. Related Party Transactions** *(continued)*

##### **Significant shareholders**

There were no significant shareholders for the Fund as at 31 December 2022 (2021:same).

##### **Manager, Distributor and Investment Manager**

Amundi Asset Management (the "**Manager**") has been appointed as the Manager of the Sub-Funds pursuant to which the Manager has responsibility for the administration of the Sub-Funds, the investment of the assets of the Sub-Funds and the valuation of the assets and liabilities of the Sub-Funds, the issue, repurchase and cancellation of redeemable participating preference shares, and the calculation of the prices of redeemable participating preference shares. In addition, the Manager is responsible for determining the number of redeemable participating preference shares in issue from time to time, keeping and arranging for the safe-keeping and inspection of such returns, records and accounting information of the Sub-Funds as are required by the law, maintaining the Register, acting as Secretary of the Sub-Funds, and providing the registered office of the Sub-Funds.

The Manager also acts as the Distributor of the Company.

Until 1 June 2022, date of the merger between Lyxor Asset Management and Amundi Asset Management, Lyxor Asset Management was Manager and Investment Manager of the Company. Therefore, it was entitled to management and performance fees during the period from 1 January 2022 to 31 May 2022.

The management fees recognized during the year were disclosed in Note 5.

On 5 May 2017, Lyxor Asset Management appointed Metori Capital Management as Sub-Investment Manager of the Lyxor Epsilon Global Trend Fund. Metori Capital Management is an asset management company whose founders came from Lyxor Asset Management S.A.S.

The Sub-Investment Manager expenses fees charged for Sub-Fund for the financial year ended 31 December 2022 amounted to EUR 3,933,237 (31 December 2021: 3,680,740) of which EUR 1,166,475 (31 December 2021: EUR 848,519) was payable at the year end.

##### **Depositary**

The Company has appointed CACEIS Bank, Ireland Branch to act as depositary of the assets of the Company (the "**Depositary**"). Pursuant to the depositary agreement, the Depositary will provide safekeeping for the Company's assets in accordance with the UCITS Regulations and will collect any income arising on such assets on the Company's behalf.

The Depositary may delegate the performance of its safekeeping duties to third parties (hereinafter referred to as "**Sub-custodians**") in accordance with the requirements of UCITS V. Sub-custodians may be considered as related and connected party as subsidiary companies of Crédit Agricole SA. The list of the entities to whom safekeeping of the Company's assets have been sub-delegated is set out in Annex II of the Prospectus, and any updates to the list are available via the website: <https://www.caceis.com/regulatory-environment/regulatory-watch/ucits-v-undertakings-for-collective-investment-in-transferable-securities/> or such other website as may be notified by the Depositary to the Company from time to time and notified to the Shareholders or made available to investors upon request.

Depositary fees are included within administration fees as disclosed in Note 5.

##### **Administrator**

The Manager has appointed CACEIS Ireland Limited (formerly known as CACEIS Fastnet Ireland Limited) to act as administrator of the Company (the "**Administrator**"). The Administrator is owned by CACEIS which is a joint venture between Credit Agricole S.A. (85%) and Natixis S.A. (15%). The Administrator is engaged in the provision of fund administration, accounting, registration, transfer agency and related shareholder services to collective investment schemes and investment funds.

# LYXOR INVESTMENT STRATEGIES PLC

## Notes to the Financial Statements (continued)

### 9. Related Party Transactions (continued)

#### Administrator (continued)

Administrator fees are included within administration fees as disclosed in Note 5.

### 10. Net Asset Value Comparison

#### Lyxor Epsilon Global Trend Fund

	31 December 2022	31 December 2021	31 December 2020
<b>EUR Class A</b>			
Net Asset Value	EUR 36,713,025	EUR 21,649,800	EUR 21,995,552
Shares in Issue	212,379	144,452	138,320
Net Asset Value per share	EUR 172.87	EUR 149.88	EUR 159.02
<b>CHF Class I</b>			
Net Asset Value	CHF 6,515,590	CHF 45,506,612	CHF 47,909,659
Shares in Issue	52,241	427,490	426,968
Net Asset Value per share	CHF 124.72	CHF 106.45	CHF 112.21
<b>EUR Class I</b>			
Net Asset Value	EUR 427,969,269	EUR 339,150,310	EUR 342,188,673
Shares in Issue	2,672,175	2,454,578	2,350,954
Net Asset Value per share	EUR 160.16	EUR 138.17	EUR 145.55
<b>GBP Class I</b>			
Net Asset Value	GBP 74,350,218	GBP 61,787,430	GBP 61,129,987
Shares in Issue	397,672	438,600	413,886
Net Asset Value per share	GBP 186.96	GBP 140.87	GBP 147.70
<b>USD Class I</b>			
Net Asset Value	USD 55,141,656	USD 70,210,721	USD 76,408,660
Shares in Issue	329,799	462,847	482,456
Net Asset Value per share	USD 167.20	USD 151.69	USD 158.37
<b>USD Class AA</b>			
Net Asset Value	USD 53,138	USD 9,680	USD 10,199
Shares in Issue	500	100	100
Net Asset Value per share	USD 106.28	USD 96.80	USD 101.99
<b>USD Class IA</b>			
Net Asset Value	USD 10,770	USD 9,768	USD 10,213
Shares in Issue	100	100	100
Net Asset Value per share	USD 107.70	USD 97.68	USD 102.13

## **LYXOR INVESTMENT STRATEGIES PLC**

### **Notes to the Financial Statements** *(continued)*

#### **11. Efficient Portfolio Management**

To the extent permitted by the investment objectives and policies of the Company and subject to the limits set down by the Central Bank of Ireland from time to time and to the provisions of the Prospectus, utilisation of financial derivative instruments and investment techniques shall be employed for efficient portfolio management purposes by all the Sub-Funds. The Sub-Funds may use these financial derivative instruments and investment techniques to hedge against changes in interest rates, non-functional currency exchange rates or securities prices or as part of their overall investment strategies.

During the year the Company entered into forward foreign exchange contracts for currency hedging purposes. The counterparty in respect of the forward foreign exchange contracts is Société Générale. Forward foreign exchange contracts outstanding at 31 December 2022 are disclosed in note 6. The counterparty in respect of the futures is Société Générale. Future contracts outstanding at 31 December 2022 are disclosed in note 6. Realised gains and losses on financial instruments used for efficient portfolio management purposes are disclosed in note 4. Excluding futures contracts, transaction costs are embedded in the cost of the investments and therefore cannot be separately disclosed.

#### **12. Significant events during the year**

In June 2021, Société Générale and Amundi Asset Management agreed on the sale of Lyxor Group's entities. This sale was completed on 31 December 2021. On 1 June 2022, Lyxor Asset Management S.A.S. merged into Amundi Asset Management S.A.S. Consequently, the Manager of the Company is Amundi Asset Management S.A.S. as from 1 June 2022 (in lieu of Lyxor Asset Management S.A.S.).

Russia's invasion of Ukraine caused a closure of the Moscow stock exchange and the impossibility of dealing with Russian assets, then the closure of the market for Global Depositary Receipts replicating Russian assets - certificates domiciled in developed countries. This has not had a material effect on the Company. We continue to monitor developments in this crisis and its impact on the management.

There were no other significant events during the financial year.

#### **13. Soft Commissions**

There were no soft commission arrangements entered into during the current year or prior year.

#### **14. Significant events since the year end**

There are no significant events to report since the financial year end.

#### **15. Approval of the Financial Statements**

The financial statements were approved by the Board of Directors on 25 April 2023.

## LYXOR INVESTMENT STRATEGIES PLC

### Schedule of Investments

#### Lyxor Epsilon Global Trend Fund

As at 31 December 2022

Quantity	Description	Fair Value EUR	As a % of the Net Assets
	<b>Transferable Securities</b>		
	<b>Treasury Bills</b>		
	<b>France</b>		
50,000,000	FRANCE TREASURY BILL ZCP 040123	49,999,000	8.32%
50,000,000	FRANCE TREASURY BILL ZCP 110123	49,994,250	8.32%
52,000,000	FRANCE TREASURY BILL ZCP 180123	51,982,580	8.65%
50,000,000	FRANCE TREASURY BILL ZCP 250123	49,973,500	8.32%
50,000,000	FRANCE TREASURY BILL ZCP 080223	49,934,750	8.31%
50,000,000	FRANCE TREASURY BILL ZCP 150223	49,913,500	8.31%
50,000,000	FRANCE TREASURY BILL ZCP 220223	49,898,250	8.31%
50,000,000	FRANCE TREASURY BILL ZCP 080323	49,857,250	8.30%
50,000,000	FRANCE TREASURY BILL ZCP 220323	49,824,250	8.30%
		<hr/>	<hr/>
		451,377,330	75.14%
		<hr/>	<hr/>
	<b>Total Investment in Treasury Bills</b>	<b>451,377,330</b>	<b>75.14%</b>

**LYXOR INVESTMENT STRATEGIES PLC**

**Schedule of Investments (continued)**

**Lyxor Epsilon Global Trend Fund (continued)**

As at 31 December 2022 (continued)

Quantity	Description	Fair Value EUR	As a % of the Net Assets
	<b>Private Bonds</b>		
11,000,000	SG ISSUER SA 21-24 07/10U	21,121,100	3.52%
11,000,000	SOCIETE GENERALE SA 21-24 07/10U	21,121,100	3.51%
		<u>42,242,200</u>	<u>7.03%</u>
	<b>Total Investment in Private Bonds</b>	<u><b>42,242,200</b></u>	<u><b>7.03%</b></u>
	Unrealised gain on futures contracts (note 6)	1,874,936	0.31%
	Unrealised gain on forward foreign exchange contracts (note 6)	245,219	0.04%
	<b>Financial Assets at fair value through profit or loss</b>	<u><b>495,739,685</b></u>	<u><b>82.52%</b></u>
	Unrealised loss on futures contracts (note 6)	(9,098,149)	(1.51%)
	Unrealised loss on forward foreign contracts (note 6)	(7,564,822)	(1.26%)
	<b>Financial Liabilities at fair value through profit or loss</b>	<u><b>(16,662,971)</b></u>	<u><b>(2.77%)</b></u>
	Other assets in excess of other liabilities	121,676,952	20.25%
	<b>Net Assets attributable to redeemable participating shareholders</b>	<u><u><b>600,753,666</b></u></u>	<u><u><b>100.00%</b></u></u>
	<b>Analysis of Total Assets</b>		
	<b>Assets</b>		<b>% of Total Assets</b>
	Deposits with credit institutions		6.98%
	Transferable securities admitted to an official stock exchange listing		70.24%
	Private bonds		6.57%
	Financial derivative instruments dealt in on a regulated market		0.33%
	Other assets		15.88%
			<u><u><b>100.00%</b></u></u>

**LYXOR INVESTMENT STRATEGIES PLC****Schedule of Investments (continued)****Lyxor Epsilon Global Trend Fund (continued)****As at 31 December 2021**

<b>Quantity</b>	<b>Description</b>	<b>Fair Value EUR</b>	<b>As a % of the Net Assets</b>
	<b>Transferable Securities</b>		
	<b>Treasury Bills</b>		
	<b>France</b>		
35,000,000	FRANCE TREASURY BILL ZCP 260122	35,018,550	6.49%
30,000,000	FRANCE TREASURY BILL ZCP 090222	30,024,150	5.56%
40,000,000	FRANCE TREASURY BILL ZCP 230222	40,044,200	7.41%
40,000,000	FRANCE TREASURY BILL ZCP 090322	40,058,400	7.42%
40,000,000	FRANCE TREASURY BILL ZCP 230322	40,065,400	7.42%
40,000,000	FRANCE TREASURY BILL ZCP 060422	40,073,600	7.42%
40,000,000	FRANCE TREASURY BILL ZCP 210422	40,085,800	7.42%
40,000,000	FRANCE TREASURY BILL ZCP 040522	40,097,400	7.42%
40,000,000	FRANCE TREASURY BILL ZCP 180522	40,103,800	7.43%
30,000,000	FRANCE TREASURY BILL ZCP 150622	30,099,150	5.57%
40,000,000	FRANCE TREASURY BILL ZCP 070922	40,195,000	7.44%
		<hr/>	<hr/>
		415,865,450	77.00%
	<b>Total Investment in Treasury Bills</b>	<hr/>	<hr/>
		<b>415,865,450</b>	<b>77.00%</b>

**LYXOR INVESTMENT STRATEGIES PLC**

**Schedule of Investments** *(continued)*

**Lyxor Epsilon Global Trend Fund** *(continued)*

As at 31 December 2021 *(continued)*

Quantity	Description	Fair Value EUR	As a % of the Net Assets
	<b>Private Bonds</b>		
20,000,000	*SG ISSUER SA 21-24 07/10U	15,840,000	2.93%
20,000,000	*SOCIETE GENERALE SA 21-24 07/10U	15,840,000	2.93%
		<u>31,680,000</u>	<u>5.86%</u>
	<b>Total Investment in Private Bonds</b>	<u><b>31,680,000</b></u>	<u><b>5.86%</b></u>
	Unrealised gain on futures contracts (note 6)	11,021,949	2.05%
	Unrealised gain on forward foreign exchange contracts (note 6)	954,184	0.18%
	<b>Financial Assets at fair value through profit or loss</b>	<u><b>459,521,583</b></u>	<u><b>85.09%</b></u>
	Unrealised loss on futures contracts (note 6)	(7,192,350)	(1.33%)
	Unrealised loss on forward foreign contracts (note 6)	(546,981)	(0.10%)
	<b>Financial Liabilities at fair value through profit or loss</b>	<u><b>(7,739,331)</b></u>	<u><b>(1.43%)</b></u>
	Other assets in excess of other liabilities	88,285,404	16.34%
	<b>Net Assets attributable to redeemable participating shareholders</b>	<u><u><b>540,067,656</b></u></u>	<u><u><b>100.00%</b></u></u>
	<b>Analysis of Total Assets</b>		
	<b>Assets</b>		<b>% of Total Assets</b>
	Cash and cash equivalents and margin cash balance		16.89%
	Transferable securities traded on a regulated market		74.56%
	Private bonds		5.68%
	Financial derivative instruments		2.15%
	Other assets		0.72%
			<u><u><b>100.00%</b></u></u>

\*Held with Société Générale – related party investments.

## **LYXOR INVESTMENT STRATEGIES PLC**

### **Statement of Changes in Composition of Portfolio (unaudited)**

	<b><u>Largest Purchases</u></b>	<b><u>Security</u></b>	<b><u>Cost</u></b> <b><u>EUR</u></b>
1		FRANCE TREASURY BILL ZCP 040123	60,251,308
2		FRANCE TREASURY BILL ZCP 180123	51,910,791
3		FRANCE TREASURY BILL ZCP 301122	50,218,718
4		FRANCE TREASURY BILL ZCP 051022	50,179,805
5		FRANCE TREASURY BILL ZCP 250123	50,126,171
6		FRANCE TREASURY BILL ZCP 021122	50,093,350
7		FRANCE TREASURY BILL ZCP 191022	50,060,634
8		FRANCE TREASURY BILL ZCP 280922	50,022,976
9		FRANCE TREASURY BILL ZCP 161122	49,990,516
10		FRANCE TREASURY BILL ZCP 261022	49,988,725
11		FRANCE TREASURY BILL ZCP 091122	49,972,282
12		FRANCE TREASURY BILL ZCP 231122	49,970,705
13		FRANCE TREASURY BILL ZCP 110123	49,905,678
14		FREN REP PRES ZCP 15	49,852,851
15		FRANCE TREASURY BILL ZCP 080223	49,843,864
16		FRANCE TREASURY BILL ZCP 220223	49,787,408
17		FRANCE TREASURY BILL ZCP 080323	49,741,491
18		FRANCE TREASURY BILL ZCP 220323	49,725,992
19		FRANCE TREASURY BILL ZCP 100822	40,114,409
20		FRANCE TREASURY BILL ZCP 130722	40,090,687
21		FRANCE TREASURY BILL ZCP 240822	40,081,293
22		FRANCE TREASURY BILL ZCP 210922	40,038,743
23		FRANCE TREASURY BILL ZCP 140922	40,032,140
24		FRANCE TREASURY BILL ZCP 150622	20,044,837

Per the UCITS regulations, the Company is required to disclose aggregate purchases of a security exceeding 1% of the total value of purchases for the year and aggregate disposals greater than 1% of the total value of sales. At a minimum the largest 20 purchases and largest 20 sales must be given.



**LYXOR INVESTMENT STRATEGIES PLC****Statement of Changes in Composition of Portfolio (unaudited) (continued)**

<u>Largest Sales</u>	<u>Security</u>	<u>Proceeds</u> <u>EUR</u>
1	FRANCE TREASURY BILL ZCP 150622	50,020,640
2	FRANCE TREASURY BILL ZCP 051022	50,000,000
3	FRANCE TREASURY BILL ZCP 301122	50,000,000
4	FRANCE TREASURY BILL ZCP 191022	50,000,000
5	FRANCE TREASURY BILL ZCP 161122	50,000,000
6	FRANCE TREASURY BILL ZCP 091122	50,000,000
7	FRANCE TREASURY BILL ZCP 231122	50,000,000
8	FRANCE TREASURY BILL ZCP 280922	50,000,000
9	FRANCE TREASURY BILL ZCP 261022	49,995,713
10	FRANCE TREASURY BILL ZCP 021122	49,992,508
11	FRANCE TREASURY BILL ZCP 180522	40,015,654
12	FRANCE TREASURY BILL ZCP 040522	40,012,598
13	FRANCE TREASURY BILL ZCP 210422	40,010,247
14	FRANCE TREASURY BILL ZCP 060422	40,007,161
15	FRANCE TREASURY BILL ZCP 230322	40,003,881
16	FRANCE TREASURY BILL ZCP 090322	40,001,274
17	FRANCE TREASURY BILL ZCP 230222	40,000,000
18	FRANCE TREASURY BILL ZCP 130722	40,000,000
19	FRANCE TREASURY BILL ZCP 100822	40,000,000
20	FRANCE TREASURY BILL ZCP 070922	40,000,000
21	FRANCE TREASURY BILL ZCP 240822	40,000,000
22	FRANCE TREASURY BILL ZCP 140922	40,000,000
23	FRANCE TREASURY BILL ZCP 210922	40,000,000
24	FRANCE TREASURY BILL ZCP 260122	35,000,000
25	FRANCE TREASURY BILL ZCP 090222	30,005,192

Per the UCITS regulations, the Company is required to disclose aggregate purchases of a security exceeding 1% of the total value of purchases for the year and aggregate disposals greater than 1% of the total value of sales. At a minimum the largest 20 purchases and largest 20 sales must be given.

**LYXOR INVESTMENT STRATEGIES PLC**

**Total Expenses Ratio (unaudited)**

**Lyxor Epsilon Global Trend Fund**

<b>Share Class</b>	<b>Total Rate</b>	<b>Management Fees</b>	<b>Global Administration Fees</b>	<b>Other Administration Fees</b>	<b>Investment Advisory Fees</b>	<b>Performance Fees</b>
EUR Class A	3.57%	1.75%	0.07%	0.00%	0.00%	1.75%
USD Class IA	3.14%	1.15%	0.07%	0.00%	0.00%	1.92%
USD Class I	3.07%	1.00%	0.07%	0.00%	0.00%	2.00%
EUR Class I	3.07%	0.00%	0.07%	0.00%	1.00%	2.00%
GBP Class I	2.95%	1.00%	0.07%	0.00%	0.00%	1.88%
USD Class AA	2.88%	1.90%	0.07%	0.00%	0.00%	0.91%
CHF Class I	1.67%	1.00%	0.07%	0.00%	0.00%	0.60%

## **LYXOR INVESTMENT STRATEGIES PLC**

### **Remuneration (unaudited)**

For the financial year ended 31 December 2022

#### **1. Remuneration policy and practices of the AIFM/Management company**

The remuneration policy implemented by Amundi Asset Management is compliant with the rules in terms of remuneration specified in the Directive 2011/61/UE of the European Parliament and of the Council of June 8th 2011 on Alternative Investment Fund Managers (the “*AIFM Directive*”), and in the Directive 2014/91/UE of July 23rd 2014 on undertakings for collective investment in transferable securities (the “*UCITS V Directive*”). These rules, about remuneration policies and practices, have for objective to promote sound and effective risk management of fund managers and the funds they manage.

Moreover, the remuneration policy is compliant with Regulation (EU) 2019/2088 (“*SFDR*”), integrating sustainability risk and ESG criteria in Amundi control framework, with responsibilities spread between the first level of controls performed by the Investment teams and second level of controls performed by the Risk teams, that can verify the compliance with ESG objectives and constraints of a fund at all time.

This policy is incorporated within the framework of the remuneration policy of Amundi reviewed each year by its Remuneration Committee. The latter checked the application of the remuneration policy in relation to the 2021 fiscal year, its compliance with the AIFM/UCITS Directives’ principles and approved the policy applicable for the 2022 exercise at its meeting held on February 1st 2022.

In 2022, the implementation of the Amundi remuneration policy was subject to an internal, central and independent audit, driven by the Amundi Internal Audit.

#### **1.1 Amounts of remuneration paid by the Management companies to its employees**

In 2022, Amundi Asset Management’s headcount increased due to the integration of Lyxor’s employees.

During fiscal year 2022, the total amount of compensation (including fixed, deferred and non-deferred variable compensation) paid by Amundi Asset Management to its employees (1,673 employees at December 31<sup>st</sup> 2022) is EUR 202,172,869. This amount is split as follows:

- Total amount of fixed remuneration paid by Amundi Asset Management in 2022:  
EUR 134,493,396 which represents 67% of the total amount of compensation paid by Amundi Asset Management to its staff, were in the form of fixed remuneration.
- Total amount of variable compensation deferred and non-deferred paid by Amundi Asset Management in 2022: EUR 67,679,473 which represents 33% of the total amount of compensation paid by Amundi Asset Management to its staff, were in this form. The entire staff is eligible for variable compensation.

Additionally, some ‘carried interest’ was paid by Amundi AM with respect to fiscal year 2022, and is taken into account in the total amount of bonus referred to here above.

Of the total amount of remuneration (fixed and variable compensation deferred and non-deferred) paid during the fiscal year, EUR 19,393,477 were paid to the ‘executives and senior managers’ of Amundi Asset Management (31 employees at December 31<sup>st</sup> 2022), and EUR 16,540,119 were paid to the ‘senior investment managers’ whose professional activities have a material impact on Amundi Asset Management’s risk profile (50 employees at December 31<sup>st</sup> 2022).

## **LYXOR INVESTMENT STRATEGIES PLC**

### **Remuneration (unaudited) (continued)**

#### **Alignment of remuneration policy and practices with risk profile of the AIFs/UCITS**

The Amundi Group has adopted and implemented remuneration policy and practices compliant with the latest norms, rules, and guidelines issued from the regulatory authorities for its management companies (AIFM/UCITS).

The Amundi Group has also identified all of its 'Identified Staff', that include all the employees of the Amundi Group having a decision authority on the UCITS/AIFM management companies or the UCITS/AIFs managed and consequently likely to have a significant impact on the performance or the risk profile.

The variable remuneration awarded to the Amundi Group staff takes into account the performance of the employee, its business unit and the Amundi Group as a whole, and is based on quantitative and qualitative criteria as well as the respect of sound risk management rules.

The criteria taken into account for performance assessment and remuneration award depends on the nature of the employee's functions :

#### **1. Management and selection of AIFs/UCITS functions**

##### ***Quantitative criteria:***

- IR/Sharpe over 1, 3, 5 years
- Gross/absolute/relative performance of the investment strategies (based on GIPS composites) over 1, 3, 5 years, outlook mainly focused on 1 year, adjusted with long-term figures (3,5 years)
- Performance risk adjusted based on IR/Sharpe over 1, 3, 5 years
- Competitive positioning through Morningstar rankings
- Net inflows / Successful requests for proposals, mandates
- Performance fees generation
- ESG rating of the funds according to different providers when applicable (Morningstar, CDP)
- Respect of ESG beat the benchmark, ESG exclusion policies and climate transition index

##### ***Qualitative criteria:***

- Compliance with risk policy, compliance and legal rules
- Quality of management
- Innovation/product development
- Collaboration/Sharing of best practices
- Commercial engagement – including the ESG component of commercial effort and flows
- ESG
  - Compliance with ESG policy and participation to the ESG and net-zero offering
  - Integration of ESG into investment processes
  - Capacity to promote and project ESG knowledge internally and externally
  - Extent of proposition and innovation in the ESG space
  - Demonstrates capacity to manage well the combination of risk return and ESG (the risk and ESG adjusted return)

## **LYXOR INVESTMENT STRATEGIES PLC**

### **Remuneration (unaudited) (continued)**

#### **2. Sales and marketing functions**

##### ***Quantitative criteria:***

- Net inflows, notably on ESG and impact denominated products
- Revenues
- Gross Inflows
- Client base development and retention; product mix
- Number of commercial activities per year, notably prospection activities
- Number of clients approached on their net zero strategy

##### ***Qualitative criteria:***

- Compliance with risk policy, compliance and legal rules
- Joint consideration of Amundi's interests and of client's interests
- Securing/developing the business
- Client satisfaction
- Quality of management
- Cross-functional approach and sharing of best practices
- Entrepreneurial spirit
- Capacity to explain and promote ESG policies and capabilities as well as solutions of the firm

#### **3. Control and support functions**

For control and support functions, performance assessment and remuneration award are independent from the performance of the business they oversee.

Common criteria taken into account are:

- Mainly criteria related to the meeting of objectives linked to their functions (risk management, quality of controls, completion of projects, tools and systems improvement etc.)
- When financial criteria are used, these are mainly related to management/ optimization of expenses.

The above-mentioned performance criteria, and specifically those applicable to Identified staff in charge of the management of AIFs/UCITS, comply with the applicable regulation as well as to the AIF's/UCITS investment policy. These internal rules of Amundi Group contribute to a sound and effective risk management.

Furthermore, Amundi Group has adopted and implemented, for its entire staff, measures aiming to align remuneration with long-term performance and risks in order to avoid conflicts of interest.

In this respect, notably:

- The deferral policy has been adapted to comply with the AIFM and UCITS V Directives' requirements.
- The deferred portion of variable compensation for identified staff members is awarded at 100% in instruments indexed on the performance of a representative basket of AIFs and/or UCITS funds.
- The actual payment of the deferred portion is linked to the financial situation of Amundi Group, to the continued employment within the group and to a sound and effective risk management over the vesting period.

## ***LYXOR INVESTMENT STRATEGIES PLC***

### **SFT Regulation (unaudited)**

For the financial year ended 31 December 2022

### **EU Securities Financing Transactions Regulation (“SFTR”)**

The Regulation 2015/2365 of the European Parliament and of the Council of 25 November 2015 on Transparency of Securities Financing Transactions and of Reuse (the « SFTR ») entered into force on January 12, 2016 aiming to improve transparency in securities and commodities lending, repurchase transactions, margin loans and certain collateral arrangements. Derivative contracts as defined by EMIR are considered out of scope.

As the Lyxor Epsilon Global Trend Fund does not have exposure to any of the above mentioned securities or lending activity, no further disclosure is required in these Financial Statements.

### **Metori Capital Management**

Metori has established a remuneration policy in compliance with AIFM and UCITS directives. This remuneration policy aims at retaining talents, encouraging staff to contribute to the long-term performance of the company, ensuring that all employees participate to the management of risks and comply with regulations and internal rules. The remuneration policy, as well as fixed and variable compensations, are set by the Management Committee of Metori.

Variable compensations will be determined at the discretion of the Management Committee of Metori, based on both quantitative and qualitative criteria, but not based on any formula. Such criteria will include, for each team and each employee:

- the performance of the funds and mandates managed or advised by Metori, in absolute terms but also relatively to relevant peer groups or benchmarks;
- the overall profitability of the team, net of operational costs attributable to such business line;
- the overall profitability of the company;
- the achievement of objectives assigned to the team / employee;
- the proper management of risks;
- the compliance with internal rules and procedures, codes of good conduct and regulatory obligations.

Part of variable compensations may be differed up to 4 years. Differed compensations will be payable subject to the employee’s being present, to compliance with good practices and risk management policies and to the company’s financial situation.

**Appendix 1 – Transparency of sustainable investments in periodic reports (unaudited information)**

Regulation (EU) 2020/852 on the establishment of a framework to facilitate sustainable investment (the “Taxonomy Regulation”) sets out criteria to determine which economic activities qualify as environmentally sustainable at Union level.

According to the Taxonomy Regulation, an economic activity shall qualify as environmentally sustainable where that economic activity contributes substantially to one or more of the six environmental objectives defined by the Taxonomy Regulation (Climate change mitigation; Climate change adaptation; Sustainable use and protection of water and marine resources; Transition to a circular economy; Pollution prevention and control; Protection and restoration of biodiversity and ecosystems).

In addition, such economic activity shall not significantly harm any such environmental objectives (“do no significant harm” or “DNSH” principle) and shall be carried out in compliance with the minimum safeguards laid down in Article 18 of the Taxonomy Regulation.

In accordance with Article 7 of the Taxonomy Regulation, the management company draws the attention of investors to the fact that the investments of the Sub-Fund does not take into account the European Union criteria for environmentally sustainable economic activities.

This Fund falls under Article 6 of regulation (EU) 2019/2088 (“SFDR”). It does not promote environmental and/or social characteristics, nor it has sustainable investment as its objective.