

PROSPERITY CAPITAL MANAGEMENT SICAV

Société d'investissement à capital variable
(a Luxembourg domiciled open-ended investment company)

Annual report, including audited financial statements,
as at December 31, 2021

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No subscription can be received on the basis of these financial statements. Subscriptions are only valid if made on the basis of the current prospectus accompanied by the Key Investor Information Documents ("KIIDs"), the latest annual report, including audited financial statements, and the most recent unaudited semi-annual report, if published thereafter.

PROSPERITY CAPITAL MANAGEMENT SICAV

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PROSPERITY CAPITAL MANAGEMENT SICAV

Organisation of the SICAV

REGISTERED OFFICE	15, avenue J.F. Kennedy, L-1855 Luxembourg, Grand Duchy of Luxembourg
BOARD OF DIRECTORS OF THE SICAV	
CHAIRMAN	Mr John ALLDIS, Chairman of the Board of Directors, Carne Global Financial Services Luxembourg 3, rue Jean Piret, L-2350 Luxembourg, Grand Duchy of Luxembourg
MEMBERS	<p>Mr Joseph KEANE, Director, Prosperity Capital Management (UK) Ltd, 5th Floor, 184-186, Regent Street, London W1B 5TW, United Kingdom</p> <p>Ms Veronica BUFFONI, Director, Carne Global Financial Services Luxembourg 3, rue Jean Piret, L-2350 Luxembourg, Grand Duchy of Luxembourg</p> <p>Mr Cédric BIART, Affiliate Director, 15, avenue J.F. Kennedy, L-1855, Luxembourg, Grand Duchy of Luxembourg</p>
CENTRAL ADMINISTRATION AND MANAGEMENT COMPANY	FundPartner Solutions (Europe) S.A., 15, avenue J.F. Kennedy, L-1855 Luxembourg, Grand Duchy of Luxembourg
BOARD OF DIRECTORS OF THE MANAGEMENT COMPANY	
CHAIRMAN	<p>Mr Christian SCHRÖDER, Chairman, Organisation Management, Head of Special Projects, Banque Pictet & Cie SA, 60, route des Acacias, CH-1211 Geneva 73, Switzerland (until August 5, 2021)</p> <p>Mr Marc BRIOL, Chief Executive Officer Pictet Asset Services, Banque Pictet & Cie SA, 60, route des Acacias, CH-1211 Geneva 73, Switzerland (since August 5, 2021)</p>
MEMBERS	<p>Mrs Michèle BERGER, Managing Director, Chief Executive Officer, FundPartner Solutions (Europe) S.A., 15, avenue J.F. Kennedy, L-1855 Luxembourg, Grand Duchy of Luxembourg (until January 18, 2021)</p> <p>Mrs Annick BRETON, Managing Director, Chief Executive Officer, FundPartner Solutions (Europe) S.A., 15, avenue J.F. Kennedy, L-1855 Luxembourg, Grand Duchy of Luxembourg (since January 18, 2021 and until June 30, 2021)</p>

PROSPERITY CAPITAL MANAGEMENT SICAV

Organisation of the SICAV (continued)

Mr Dorian JACOB, Managing Director, Chief Executive Officer, FundPartner Solutions (Europe) S.A., 15, avenue J.F. Kennedy, L-1855 Luxembourg, Grand Duchy of Luxembourg (since August 5, 2021)

Mr Geoffroy LINARD DE GUERTECHIN, Independent Director, 15, avenue J.F. Kennedy, L-1855 Luxembourg, Grand Duchy of Luxembourg

Mr Yves FRANCIS, Independent Director, 15, avenue J.F. Kennedy, L-1855 Luxembourg, Grand Duchy of Luxembourg (until July 31, 2021)

MEMBERS OF THE MANAGEMENT COMMITTEE

Mrs Michèle BERGER, Managing Director, Chief Executive Officer, FundPartner Solutions (Europe) S.A., 15, avenue J.F. Kennedy, L-1855 Luxembourg, Grand Duchy of Luxembourg (until January 18, 2021)

Mr Philippe MATELIC, Member of the Management Committee in charge of Compliance, FundPartner Solutions (Europe) S.A., 15, avenue J.F. Kennedy, L-1855 Luxembourg, Grand Duchy of Luxembourg (until May 31, 2021)

Mrs Annick BRETON, Chief Executive Officer, Chief Operations Officer and Chief Financial Officer, FundPartner Solutions (Europe) S.A., 15, avenue J.F. Kennedy, L-1855 Luxembourg, Grand Duchy of Luxembourg (until June 30, 2021)

Mr Dorian JACOB, Chief Executive Officer, FundPartner Solutions (Europe) S.A., 15, avenue J.F. Kennedy, L-1855 Luxembourg, Grand Duchy of Luxembourg

Mr Abdellali KHOKHA, Conducting Officer in charge of Risk Management, Conducting Officer in charge of Compliance (since September 21, 2021), FundPartner Solutions (Europe) S.A., 15, avenue J.F. Kennedy, L-1855 Luxembourg, Grand Duchy of Luxembourg

Mr Pierre BERTRAND, Conducting Officer in charge of Fund Administration of Classic Funds and Valuation, FundPartner Solutions (Europe) S.A., 15, avenue J.F. Kennedy, L-1855 Luxembourg, Grand Duchy of Luxembourg (since September 21, 2021)

Mr Frédéric BOCK, Conducting Officer in charge of Fund Administration of Alternative Funds, FundPartner Solutions (Europe) S.A., 15, avenue J.F. Kennedy, L-1855 Luxembourg, Grand Duchy of Luxembourg (since September 21, 2021)

INVESTMENT MANAGER AND GLOBAL DISTRIBUTOR

Prosperity Capital Management (UK) Ltd, 5th Floor, 184-186, Regent Street, London W1B 5TW, United Kingdom

DEPOSITARY BANK

Pictet & Cie (Europe) S.A., 15A, avenue J.F. Kennedy, L-1855 Luxembourg, Grand Duchy of Luxembourg

PROSPERITY CAPITAL MANAGEMENT SICAV

Organisation of the SICAV (continued)

REVISEUR
D'ENTREPRISES
AGRÉÉ

KPMG Luxembourg, *Société anonyme*, 39, avenue J.F. Kennedy, L-1855 Luxembourg, Grand Duchy of Luxembourg

LEGAL ADVISOR
AS TO
LUXEMBOURG
LAW

Elvinger Hoss Prussen, 2, place Winston Churchill, BP 425, L-2014 Luxembourg, Grand Duchy of Luxembourg

LEGAL ADVISOR
AS TO RUSSIAN
LAW

CMS International B.V. Presnenskaya Nab., 10, 123317, Moscow, Russian Federation

PROSPERITY CAPITAL MANAGEMENT SICAV

General information

PROSPERITY CAPITAL MANAGEMENT SICAV (the "SICAV") publishes an annual report, including audited financial statements, within four months after the end of the business year and an unaudited semi-annual report within two months after the end of the period to which it refers.

Annual reports, including audited financial statements, and semi-annual reports provide information on each sub-fund and, on a consolidated basis, the SICAV as a whole.

The following documents are also available, free of charge, and copy thereof may be obtained at the registered office of the SICAV:

- (i) the Articles of Incorporation;
- (ii) the annual report, including audited financial statements, and semi-annual reports of the SICAV;
- (iii) the Prospectus;
- (iv) the KIIDs; and
- (v) a copy of the changes in the investment portfolio for the year from January 1, 2021 to December 31, 2021

Additional information is made available by the Management Company at its registered office, upon request, in accordance with the provisions of Luxembourg laws and regulations. This additional information includes the procedures relating to complaints handling, the strategy followed for the exercise of voting rights of the SICAV, the policy for placing orders to deal on behalf of the SICAV with other entities, the best execution policy as well as the arrangements relating to the fee, commission or non-monetary benefit in relation to the investment management and administration of the SICAV.

A detailed schedule of changes in the securities portfolios for the sub-fund for the year ending December 31, 2021 is available free of charge upon request at the registered office of the SICAV and from the representative in each country in which the SICAV is authorised for distribution.

PROSPERITY CAPITAL MANAGEMENT SICAV

Distribution abroad

DISTRIBUTION IN AND FROM SWITZERLAND

The SICAV has been authorised in Switzerland as a foreign investment fund.

Representative and Paying Agent

The representative and paying agent in Switzerland is BNP Paribas Securities Services, Paris, succursale de Zurich (the "Representative"), with its registered office in Selnaustrasse 16, CH-8002 Zurich, Switzerland.

Place of distribution of reference documents

The Prospectus, the Key Investor Information Documents ("KIIDs"), the Articles of Incorporation, the annual and semi-annual reports of the SICAV, and a breakdown of the purchases and sales of the SICAV during the financial year under review can be obtained free of charge from the registered office of the Representative in Switzerland.

DISTRIBUTION IN LIECHTENSTEIN

Paying Agent in Liechtenstein

Volksbank AG
Feldkircher Str. 2
FL-9494 Schaan

The current prospectus, the KIIDs, the articles of incorporation and the annual and semi-annual reports are available free of charge from the Paying Agent in Liechtenstein.

Any notices and amendments to the current prospectus and the articles of incorporation must be published in a Liechtenstein newspaper, the "*Liechtensteiner Vaterland*".

The subscription and redemption prices of the shares of the SICAV shall be published at least twice per month in a Liechtenstein newspaper, the "*Liechtensteiner Vaterland*".

The place of execution and jurisdiction for shares distributed in Liechtenstein is Schaan.

DISTRIBUTION IN GERMANY

Paying Agent in Germany

Deutsche Bank AG
Taunusanlage 12
60325 Frankfurt/Main

PROSPERITY CAPITAL MANAGEMENT SICAV

Management report

After the last two months it feels redundant to give too much detail of last year's events. As a result of Russia's invasion into Ukraine on 24 February the landscape in which the SICAV operates has changed dramatically. The invasion is not something we expected, not least because of the enormous costs the war would have brought on both nations.

Foremost, we regret the loss of life and immense disruption to the lives of millions of people. We wish for a negotiated solution to the conflict and lasting peace, though at the time of writing this appears elusive as two countries' political positions are far apart, for instance as regards Russia's insistence on Ukraine's recognition of independence of Donbass and loss of Crimea to Russia. We do not know at this point how long the conflict will last, as Russia has immense resources of its own while Ukraine is getting significant support from the West. It looks like the best we can hope for is a ceasefire at some point which will largely bring hostilities to an end, just like in a large number of frozen conflicts around the world.

Despite the emotional toll of what happened, our team remains intact and we are keen to do all we can to protect the value of our investments, for the sake of our clients and our own.

The SICAV's investments into local shares as well as DRs based on local shares in Russia which comprise the vast majority of the portfolio are not being traded at the moment, though business on Moscow Exchange has resumed for local investors after a few weeks' break. It is likely that some semblance of the market will re-appear later during the year, but we do not know yet, if this will be on exchange market or only OTC or both. We also do not know if this market will operate in roubles or dollars, but we believe that the SICAV's capital will be locked within Russia, based on reciprocal action by the local government following the freezing of Russian FX reserves in the West. Whatever dividends we receive are also likely to remain in Russia for the time being, though based on the strong current account surplus the country is enjoying we have a higher chance of eventually being able to repatriate them.

Outside of Russia, the SICAV is facing certain restrictions as well, such as various government sanctions limiting or even removing altogether its ability to re-invest in Russia should it be possible to liquidate some of its existing investments. We will of course need to take this into account while managing the portfolio going forward.

Russian economy as a whole is facing a lot of headwinds, stemming from official sanctions, as well as reluctance of private players to transact. GDP is expected to decline between 8 and 11% this year, inflation is running at around 17% and logistical links have to be reorganized resulting in sometimes significant discounts against market prices for Russia's export commodities. Obviously living standards in the country will decline and opportunity will become more limited. Of course limited indebtedness in the economy and surplus government budget going into the crisis are mitigating factors at the moment.

While most of our portfolio has strong balance sheets and viable business models, even in today's very difficult environment, the degree of uncertainty is very high where it comes to business planning and execution, particularly as economic restrictions against Russia continue to broaden. Some companies have indicated intention to continue paying dividends even this year, but it remains to be seen how many will carry through with such decision. On the governance side, the companies are keen to be good corporate citizens as before, which gives us hope that despite current illiquidity the underlying value of the portfolio will be protected.

PROSPERITY CAPITAL MANAGEMENT SICAV

Management report (continued)

Looking forward, it is clear that once the market resumes its functioning, there will be a period of a lot of forced selling by Western institutions and other investors. While we are in an unprecedented situation primarily because it is driven by military and political conflict, historically we see examples of countries introducing capital controls and later when conditions allow coming out of such regime. While the risk of asset seizure is clearly there, we hope that governments will have good sense to avoid such scenario. Furthermore, we think that ultimately equity prices will stabilize and start reflecting the underlying values again. It is our intention as the Manager to see through this period so that we can protect the value of the portfolio through our daily work.

As of February 24, 2022 the SICAV's portfolio had the following composition:

- 5.4% CIS Banks, such as Halyk, TBC and Bank of Georgia;
- 11% Ukrainian agriculture investments - MHP;
- 27% Russian oil and gas holdings, such as Gazprom, Lukoil, Rosneft and Surgutneftegas;
- 14.5% Russian and CIS metals and mining holdings, such as Polymetal, Petropavlovsk, NLMK, Magnitogorsk, EN+ and Evraz;
- 10.3% in Russian food retailers: Magnit, X5 and Lenta;
- 6.7% in Russian banks, Sberbank and VTB;
- 4.7% in Russian healthcare, MD Medical;
- 8.3% in Russian power generation and distribution assets;
- 4% in Russian residential real estate developers, such as LSR and Etalon;
- 2.4% in Russian technology companies, such as VK;
- 2.9% in Russian primary agriculture companies, such as Rosagro;
- 2.3% in CIS telecom holding VEON;
- 1.3% in Russian container port terminal, Globalports.

The CIS banks, MHP, Polymetal, Petropavlovsk and VEON (c24% of portfolio as of February 24) are trading on international exchanges at the moment of writing, while the remainder of portfolio does not trade for foreign holders, such as the SICAV.

Depository receipts of Russian companies will cease to exist from April 27, so all foreign holders will get local shares in Russian custody. The SICAV has very insignificant exposure to depository receipts of Russian companies (2% of the SICAV as of 25 February).

Within the meaning of SFDR regulation (regulation EU 2019/2088 of November 27, 2019 on sustainability-related disclosures in the financial services sector), the sub-fund does not promote environmental and/or social characteristics nor has a sustainable investment as its objective.

For the purpose of the "taxonomy" regulation (regulation EU 2020/852 of June 18, 2020 on the establishment of a framework to facilitate sustainable investment, and amending the EU regulation 2019/2088), the investments underlying the sub-fund do not take into account the EU criteria for environmentally sustainable economic activities.

April 2022

Prosperity Capital Management (UK) Ltd

Approved by the Board of Directors of the SICAV

Past performance is not an indicator of current or future returns.



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Internet: www.kpmg.lu

To the Shareholders of
Prosperity Capital Management SICAV
15, avenue J.F. Kennedy
Grand Duchy of Luxembourg

REPORT OF THE REVISEUR D'ENTREPRISES AGREE

Report on the audit of the financial statements

Opinion

We have audited the financial statements of Prosperity Capital Management SICAV ("the Fund" or "the SICAV"), which comprise the statement of net assets and the statement of investments and other net assets as at 31 December 2021 and the statement of operations and changes in net assets for the year then ended, and notes to the financial statements, including a summary of significant accounting policies.

In our opinion, the accompanying financial statements give a true and fair view of the financial position of Prosperity Capital Management SICAV as at 31 December 2021 and of the results of its operations and changes in its net assets for the year then ended in accordance with Luxembourg legal and regulatory requirements relating to the preparation and presentation of the financial statements.

Basis for opinion

We conducted our audit in accordance with the Law of 23 July 2016 on the audit profession ("Law of 23 July 2016") and with International Standards on Auditing ("ISAs") as adopted for Luxembourg by the Commission de Surveillance du Secteur Financier ("CSSF"). Our responsibilities under the Law of 23 July 2016 and ISAs as adopted for Luxembourg by the CSSF are further described in the « Responsibilities of "réviseur d'entreprises agréé" for the Audit of the Financial Statements » section of our report. We are also independent of the Fund in accordance with the International Code of Ethics for Professional Accountants, including International Independence Standards, issued by the International Ethics Standards Board for Accountants ("IESBA Code") as adopted for Luxembourg by the CSSF together with the ethical requirements that are relevant to our audit of the financial statements, and have fulfilled our other ethical responsibilities under those ethical requirements. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion.

Material uncertainty related to going concern

We draw attention to note 2a) of the financial statements which indicates that the SICAV had an exposure of 75% of its Net Asset Value ("NAV") to Russian companies as of February 25, 2022. Due to sanctions, it was not possible for the SICAV to trade its Russian securities on the Moscow Stock Exchange or any other stock markets since February 25, 2022 such that the SICAV's NAV and investment activities have been suspended since February 27, 2022. It is unknown as to when sanctions will be lifted



and when trading will be possible for the SICAV in relation to its investments made in Russian companies. As stated in note 2a), these events or conditions indicate that a material uncertainty exists that may cast significant doubt on the SICAV's ability to continue as a going concern. Our opinion is not modified in respect of this matter.

Other information

The Board of Directors of the Fund is responsible for the other information. The other information comprises the information stated in the annual report but does not include the financial statements and our report of the "réviseur d'entreprises agréé" thereon.

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

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

Responsibilities of the Board of Directors of the Fund for the financial statements

The Board of Directors of the Fund is responsible for the preparation and fair presentation of these financial statements in accordance with Luxembourg legal and regulatory requirements relating to the preparation and presentation of the financial statements, and for such internal control as the Board of Directors of the Fund determines 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 Board of Directors of the Fund is responsible for assessing the Fund's ability to continue as a going concern, disclosing, as applicable, matters related to going concern and using the going concern basis of accounting unless the Board of Directors of the Fund either intends to liquidate the Fund or to cease operations, or has no realistic alternative but to do so.

Responsibilities of the "réviseur d'entreprises agréé" for the audit of the financial statements

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



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

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

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

Luxembourg, April 28, 2022

KPMG Luxembourg
Société anonyme
Cabinet de révision agréé

Rushvin Appadoo
Partner

PROSPERITY CAPITAL MANAGEMENT SICAV

Statement of net assets as at December 31, 2021

	COMBINED	PROSPERITY CAPITAL MANAGEMENT SICAV - RUSSIAN PROSPERITY FUND (LUXEMBOURG)
	EUR	USD
ASSETS		
Investments in securities at acquisition cost (note 2.f)	203,463,107.77	231,378,192.57
Net unrealised loss on investments	-2,521,310.25	-2,867,233.35
Investments in securities at market value (note 2.d)	200,941,797.52	228,510,959.22
Cash at banks (note 2.d)	1,641,819.87	1,867,077.12
	202,583,617.39	230,378,036.34
LIABILITIES		
Investment management fee payable (note 4)	272,448.94	309,828.86
Performance fee payable (note 5)	396,899.51	451,354.02
"Taxe d'abonnement" payable (note 3)	15,024.03	17,085.32
Other fees payable (note 9)	101,513.27	115,440.86
	785,885.75	893,709.06
TOTAL NET ASSETS AS AT DECEMBER 31, 2021	201,797,731.64	229,484,327.28
TOTAL NET ASSETS AS AT DECEMBER 31, 2020	175,950,731.85	215,284,502.09
TOTAL NET ASSETS AS AT DECEMBER 31, 2019	413,288,873.77	463,917,071.64

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

PROSPERITY CAPITAL MANAGEMENT SICAV

Statement of operations and changes in net assets for the year ended December 31, 2021

	COMBINED	PROSPERITY CAPITAL MANAGEMENT SICAV - RUSSIAN PROSPERITY FUND (LUXEMBOURG)
	EUR	USD
NET ASSETS AT THE BEGINNING OF THE YEAR	175,950,731.85	215,284,502.09
INCOME		
Dividends, net (note 2.h)	10,228,521.19	11,631,871.60
Other income	98,202.77	111,676.16
	10,326,723.96	11,743,547.76
EXPENSES		
Investment management fees (note 4)	3,270,322.84	3,719,010.27
Performance fees (note 5)	400,935.92	455,944.22
Depositary Bank and Central Administration fees (note 7)	259,934.12	295,597.01
Audit and legal fees	134,346.53	152,778.84
Directors' fees (note 8)	83,251.09	94,673.12
Printing and publishing fees	3,677.76	4,182.35
"Taxe d'abonnement" (note 3)	65,151.34	74,090.09
Transaction fees (note 2.i)	58,589.54	66,628.01
Other expenses (note 6)	498,691.18	567,111.48
	4,774,900.32	5,430,015.39
NET INVESTMENT INCOME	5,551,823.64	6,313,532.37
Net realised gain on sales of investments (note 2.e)	19,807,058.15	22,524,581.31
Net realised loss on foreign exchange	-126,980.16	-144,401.80
NET REALISED GAIN	25,231,901.63	28,693,711.88
Change in net unrealised depreciation:		
- on investments	-4,979,395.02	-5,662,566.71
INCREASE IN NET ASSETS AS A RESULT OF OPERATIONS	20,252,506.61	23,031,145.17
Proceeds from subscriptions of shares	57,708,359.12	65,625,930.79
Cost of shares redeemed	-65,474,206.84	-74,457,250.77
Revaluation difference on the net assets at the beginning of the year*	13,360,340.90	
NET ASSETS AT THE END OF THE YEAR	201,797,731.64	229,484,327.28

* The difference mentioned above results from the conversion of the net assets at the beginning of the year (for the sole sub-fund denominated in USD) at exchange rates applicable on December 31, 2020 and exchange rates applicable on December 31, 2021.

PROSPERITY CAPITAL MANAGEMENT SICAV

Number of shares outstanding and net asset value per share

Sub-fund Class	Currency	Number of shares outstanding	Net asset value per share	Net asset value per share	Net asset value per share
		31.12.2021	31.12.2021	31.12.2020	31.12.2019
PROSPERITY CAPITAL MANAGEMENT SICAV - RUSSIAN PROSPERITY FUND (LUXEMBOURG)					
A EUR	EUR	52,158.39	149.20	124.84	139.78
A USD	USD	219,925.31	127.48	115.65	118.31
B EUR	EUR	181,370.31	149.31	125.18	138.71
B USD	USD	8,958.37	132.01	118.66	120.19
F EUR	EUR	320,440.74	112.38	-	-
I USD	USD	307,332.22	248.84	224.24	227.88
S EUR	EUR	21,204.43	183.74	152.97	170.42
X EUR	EUR	181,267.98	190.53	155.53	169.85

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

PROSPERITY CAPITAL MANAGEMENT SICAV - RUSSIAN PROSPERITY FUND (LUXEMBOURG)

Statement of investments and other net assets as at December 31, 2021 (expressed in USD)

Description	Currency	Quantity	Market value (note 2)	% of net assets
I. TRANSFERABLE SECURITIES ADMITTED TO AN OFFICIAL STOCK EXCHANGE LISTING OR DEALT IN ON ANOTHER REGULATED MARKET				
SHARES				
<i>BERMUDA</i>				
VEON ADR -SPONS.-	USD	2,471,760.00	4,226,709.60	1.84
			4,226,709.60	1.84
<i>BRITISH VIRGIN ISLANDS</i>				
LENTA -GDR SPONSORED- REG.S	USD	2,342,893.00	5,994,362.03	2.61
VK CO. GDR -SPONS.-	USD	700,613.00	8,120,104.67	3.54
			14,114,466.70	6.15
<i>CYPRUS</i>				
GLOBAL PORTS INVESTMENTS	USD	917,316.00	3,605,051.88	1.57
MD MED GROUP INVESTMENT GDR -SPONS.-	USD	978,582.00	10,413,384.64	4.54
			14,018,436.52	6.11
<i>KAZAKHSTAN</i>				
HALYK SAVINGS BANK OF KAZAKHSTAN GDR -SPONS.-S-	USD	376,654.00	6,214,791.00	2.71
			6,214,791.00	2.71
<i>RUSSIA</i>				
EN+ GROUP -GDR SPONS.- 'S'	USD	515,843.00	6,035,363.10	2.63
EN+ GROUP INTERNATIONAL	USD	398,030.00	4,705,287.76	2.05
ETALON GROUP GDR -SPONS.- REG.S	USD	2,678,338.00	2,919,388.42	1.27
GAZPROM	USD	4,845,196.00	22,146,954.85	9.65
IDGC CENTER & VOLGA	USD	755,104,498.00	2,325,721.85	1.01
INTER RAO UES	USD	38,695,501.00	2,200,613.14	0.96
LENTA	USD	52,064.00	693,665.33	0.30
LSR GROUP	USD	484,783.00	3,943,952.10	1.72
LUKOIL OIL COMPANY	USD	252,428.00	22,150,478.75	9.66
M.VIDEO	USD	212,712.00	1,243,367.58	0.54
MAGNIT	USD	137,592.00	9,999,843.96	4.36
OGK-2	USD	363,327,889.00	3,077,387.22	1.34
POLYMETAL INTERNATIONAL	USD	531,636.00	9,411,355.40	4.10
ROS AGRO GDR -SPONS.-	USD	275,000.00	4,191,000.00	1.83
ROSNEFT OIL COMPANY	USD	1,890,322.00	15,116,262.32	6.59
ROSSETI CENTRE	USD	563,271,909.00	3,120,526.38	1.36
ROSSETTI SOUTH	USD	1,425,065,773.00	855,039.46	0.37
SBERBANK OF RUSSIA	USD	2,824,787.00	11,067,797.94	4.82
SURGUTNEFTEGAS PUBLIC	USD	16,057,698.00	8,555,541.49	3.73
T PLUS PJSC	USD	79,833,588.00	1,912,014.43	0.83
VTB BANK	USD	17,484,982,708.00	11,190,388.93	4.88
X5 RETAIL GROUP GDR -SPONS.-	USD	219,046.00	5,798,147.62	2.53
			152,660,098.03	66.53

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

PROSPERITY CAPITAL MANAGEMENT SICAV - RUSSIAN PROSPERITY FUND (LUXEMBOURG)

Statement of investments and other net assets as at December 31, 2021 (expressed in USD) (continued)

Description	Currency	Quantity	Market value (note 2)	% of net assets
SWEDEN				
ENERGYO SOLUTION RUSSIA	SEK	370,555.00	691,899.15	0.30
			691,899.15	0.30
UKRAINE				
MHP GDR -SPONS.- -S-	USD	2,373,197.00	16,090,275.66	7.01
			16,090,275.66	7.01
UNITED KINGDOM				
BANK OF GEORGIA GROUP	USD	45,080.00	1,014,960.87	0.44
PETROPAVLOVSK	USD	48,734,455.00	12,597,369.27	5.49
TBC BANK GROUP	USD	168,855.00	3,760,687.90	1.64
			17,373,018.04	7.57
TOTAL I.			225,389,694.70	98.22
II. OTHER TRANSFERABLE SECURITIES				
SHARES				
CYPRUS				
MRIYA AGRO HOLDING GDR -SPONS.-	EUR	1,490,861.00	0.00	0.00
			0.00	0.00
TOTAL II.			0.00	0.00
III. UNITS OF INVESTMENT FUNDS				
CAYMAN ISLANDS				
NEW RUSSIAN GENERATION B USD *	USD	6,785,357.66	3,121,264.52	1.36
			3,121,264.52	1.36
TOTAL III.			3,121,264.52	1.36
TOTAL INVESTMENTS			228,510,959.22	99.58
CASH AT BANKS			1,867,077.12	0.81
OTHER NET LIABILITIES			-893,709.06	-0.39
TOTAL NET ASSETS			229,484,327.28	100.00

* Refer to note 8
The accompanying notes form an integral part of these financial statements.

PROSPERITY CAPITAL MANAGEMENT SICAV - RUSSIAN PROSPERITY FUND (LUXEMBOURG)

Geographical and industrial classification of investments as at December 31, 2021

Geographical classification

(in % of net assets)

Russia	66.53
United Kingdom	7.57
Ukraine	7.01
British Virgin Islands	6.15
Cyprus	6.11
Kazakhstan	2.71
Bermuda	1.84
Cayman Islands	1.36
Sweden	0.30
	99.58

Industrial classification

(in % of net assets)

Oil and gas	29.63
Banks and credit institutions	14.49
Food and other agricultural products	7.01
Public utilities	6.17
Retail and supermarkets	5.68
Gold	5.49
Electronics and electrical equipment	4.68
Holding and finance companies	4.54
Food and soft drinks	4.36
Precious metals and stones	4.10
Internet, software and IT services	3.54
Construction and building materials	2.99
Communications	1.84
Agriculture and fisheries	1.83
Oil	1.57
Units of investment funds	1.36
Gastronomy	0.30
	99.58

PROSPERITY CAPITAL MANAGEMENT SICAV

Notes to the financial statements as at December 31, 2021

NOTE 1

GENERAL

PROSPERITY CAPITAL MANAGEMENT SICAV (the "SICAV") is a limited liability company organised as a *société d'investissement à capital variable* incorporated in Luxembourg on January 30, 2013 for an unlimited duration. The SICAV is subject to the provisions of the Law of August 10, 1915 on commercial companies, as amended (the 1915 Law), and of Part I of the amended Law of December 17, 2010 (the 2010 Law) relating to undertakings for collective investment ("UCIs").

The SICAV qualifies as an undertaking for collective investment in transferable securities ("UCITS") under article 1(2) of the Directive 2009/65/EC, as modified. Directive 2014/91/EU of the European Parliament and the Council of July 23, 2014 on the coordination of laws, regulations and administrative provisions relating to UCIs in transferable securities modifying Directive 2009/65/EC was implemented in national law under the Luxembourg Law of May 10, 2016 amending the 2010 Law.

The Articles of Incorporation were published in the *Mémorial C, Recueil Spécial des Sociétés et Associations du Grand-Duché de Luxembourg* on February 18, 2013 and deposited with the *Registre de Commerce et des Sociétés* of Luxembourg, where they are available for inspection.

The share capital of the SICAV shall at any time be equal to the total net assets of the various sub-funds and is represented by registered shares of no par value and fully paid up. The minimum capital is EUR 1,250,000.

The SICAV has appointed FundPartner Solutions (Europe) S.A., a public limited company (*société anonyme*) with registered office at 15, avenue J.F. Kennedy, L-1855 Luxembourg, as its management company as of July 2, 2015. It is registered on the official list of Luxembourg management companies governed by Chapter 15 of the 2010 Law.

The SICAV provides investors with an opportunity for investment in all types of transferable securities and/or in other liquid financial assets referred to in Article 41 of the 2010 Law through professionally managed sub-funds, which are distinguished mainly by their specific investment policy and objective, and, as the case may be, by the currency in which they are denominated or other specific features applicable to each of them.

a) Sub-fund in activity

As at December 31, 2021, the following sub-fund is available to investors:

- PROSPERITY CAPITAL MANAGEMENT SICAV - RUSSIAN PROSPERITY FUND (LUXEMBOURG) (denominated in US Dollars)

b) Significant events and material changes

A new prospectus came into force as at February 2021.

c) Share classes

The following classes of share are issued as at December 31, 2021:

- A EUR
- A USD

PROSPERITY CAPITAL MANAGEMENT SICAV

Notes to the financial statements as at December 31, 2021 (continued)

- B EUR
- B USD
- F EUR (launched on May 11, 2021)
- I USD
- S EUR
- X EUR

Class A and B shares are capitalisation shares and may be held by natural persons or legal entities.

Class F share is called the founder share Class, it has only one investor who has been invested in the SICAV from its inception.

The issue of Class I and Class IP shares is restricted to institutional investors within the meaning of Article 174 (2) of the 2010 Law ("Institutional Investors").

Class S shares are shares with no rebate to be paid and which may be offered in certain limited circumstances for distribution in certain countries and through distributors, platforms and/or brokers/dealers who (i) have separate fee arrangements with their clients and (ii) who, at the discretion of the Board of Directors of the SICAV and/or the Global Distributor, may be considered wholesale investors (i.e. intermediaries (such as platforms) providing financial services to other financial institutions, rather than to individuals) by dealing in large volume and/or providing services to other investors. In addition, Class S shares may be offered to professional investors and/or other investors at the discretion of the Board of Directors of the SICAV and/or the Global Distributor.

Class R shares are restricted to Institutional Investors specially approved by the Board of Directors of the SICAV and/or the Global Distributor.

Class X shares are restricted to investors who are approved by the Board of Directors of the SICAV and are party to a discretionary management agreement with the Investment Manager or one of its affiliates (including any sub-fund of the SICAV).

NOTE 2

SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

a) General

The financial statements are prepared in accordance with generally accepted accounting principles and presented in accordance with the legal reporting requirements applicable in Luxembourg relating to UCIs. The financial statements have been prepared based on the Net Asset Value ("NAV") as of December 31, 2021.

Going concern

On February 24, 2022, Russia invaded Ukraine. In addition to tragic human consequences of the war, economic consequences included: suspension of trading on the Moscow Stock Exchange on February 25, 2022, suspension of trading of various depositary receipts, and various sanctions being imposed on Russian individuals and companies and retaliatory sanctions by the Russian government on foreign entities.

PROSPERITY CAPITAL MANAGEMENT SICAV

Notes to the financial statements as at December 31, 2021 (continued)

As the SICAV had an exposure of 75% of its Net Asset Value ("NAV") to Russian companies as of February 25, 2022 and considering that it was not possible to trade those Russian securities on the Moscow Stock Exchange or any other stock markets after February 25, 2022 due to above-mentioned sanctions, the Board of Directors of the SICAV resolved to suspend the calculation of the SICAV's NAV as well as the issuance and redemption of shares as of February 27, 2022 ("the NAV suspension date"). The last official NAV calculation of the SICAV was on February 25, 2022. As of the date of the Board of Directors of the SICAV's approval of these financial statements on April 26, 2022, the situation remains unchanged with the SICAV's NAV being still suspended and it is unknown as to when sanctions will be lifted and when trading will be possible for the SICAV in relation to its investments made in Russian companies. These events or conditions indicate that a material uncertainty exists that may cast significant doubt on the SICAV's ability to continue as a going concern.

Management has made an assessment of the SICAV's ability to continue as a going concern for a period of at least 12 months from the approval date of these financial statements.

As of the date of the Board of Directors of the SICAV's approval of these financial statements on April 26, 2022, the SICAV has a cash balance of USD 1,224,440 and assets comprising of tradable non-Russian listed investments valued at USD 16,910,701 which is available to meet the liquidity needs of the SICAV in the foreseeable future.

In addition, the Investment Manager has deferred the collection of currently provisioned investment management fees before the NAV suspension date until the SICAV has sufficient cash to make payment of those fees. Payment of investment management fees for the suspension period have also been deferred until an appropriate basis for calculation can be determined and agreed and the SICAV has sufficient cash to make payment. Transaction costs and agency fees linked to trading of Russian securities are no longer being incurred by the SICAV.

The Board of Directors of the SICAV is satisfied that as at date of approval of these financial statements the SICAV has sufficient cash and tradable assets comprising of non-Russian listed investments to continue in operation for the foreseeable future and that the use of the going concern basis remains appropriate for the preparation of these financial statements.

The Board of Directors of the SICAV, the Investment Manager and the Management Company will regularly review the situation of the SICAV with a view to lifting the suspension once assets can be accurately priced, and there is adequate liquidity in the market and reliable settlement.

b) Foreign exchange translation

Assets and liabilities expressed in currencies other than the sub-fund's reporting currency are translated into the currency of the sub-fund at the exchange rate prevailing at the reporting date.

Income and expenses in currencies other than the sub-fund's reporting currency are translated into the currency of the sub-fund at the exchange rate prevailing on the transaction date.

Resulting realised and variation on unrealised foreign exchange gains and losses are included in the statement of operations and changes in net assets.

PROSPERITY CAPITAL MANAGEMENT SICAV

Notes to the financial statements as at December 31, 2021 (continued)

c) Combined financial statements

The combined financial statements of the SICAV are equal to the sum of the various corresponding positions in the financial statements of each sub-fund converted into euros (EUR) at the exchange rate prevailing at the date of the financial statements.

At the date of the financial statements, the exchange rate is the following:

1 USD = 0.879353 EUR

d) Valuation of assets

1) The value of any cash on hand or on deposit, bills and demand notes and accounts receivable, prepaid expenses, cash dividends and interest declared or accrued as aforesaid and not yet received are deemed to be the full amount thereof, unless in any case the same is unlikely to be paid or received in full, in which case the value thereof is arrived at after making such discount as the SICAV considers appropriate in such case to reflect the true value thereof;

2) Transferable securities and money market instruments which are quoted or dealt in on any stock exchange or dealt in on any other Regulated Market are, where such transferable security or money market instrument has been traded since the last Valuation Point, valued according to the following principles:

- (i) Where the last trade price falls within the bid/ask spread at the applicable Valuation Point on the stock exchange or any other Regulated Market on which it is traded, such transferable security or money market instrument is valued at the last trade price; and
- (ii) Where the last trade price at which such transferable security or money market instrument has been traded on the applicable Valuation Day falls outside the bid/ask spread at the relevant Valuation Point on the stock exchange and any other Regulated Market on which it is traded, such transferable security or money market instrument is valued at the average of the bid and ask price at this Valuation Point;

3) Transferable securities and money market instruments which have not been traded on any stock exchange or any other Regulated Market since the last Valuation Point shall be valued at the average of the closing bid and closing ask price at which it traded most recently prior to the applicable Valuation Day. For the purpose of this provision, the reference to "closing" bid or ask price means to be the last bid or ask price of the relevant transferable securities and money market instruments at the Valuation Point on the stock exchange or other Regulated Market on which the relevant transferable securities and money market instruments traded most recently prior to the applicable Valuation Day;

4) Units or shares in UCIs are valued on the basis of their last available NAV;

5) Liquid assets and money market instruments are valued at nominal value plus any accrued interest or on an amortised cost basis. All other assets, where practice allows, are valued in the same manner;

PROSPERITY CAPITAL MANAGEMENT SICAV

Notes to the financial statements as at December 31, 2021 (continued)

6) In the event that any of the transferable securities and money market instruments held in the SICAV's portfolios are not quoted or dealt in on any stock exchange, over-the-counter market or other Regulated Market or if, with respect to transferable securities and money market instruments quoted or dealt in on any stock exchange or dealt in on any over-the-counter market or other Regulated Market, the price as determined pursuant to the above valuation rules is not representative of the fair market value of the relevant transferable securities and money market instruments, the value of such transferable securities and money market instruments is determined based on the reasonably foreseeable sales price determined prudently and in good faith by the Board of Directors of the SICAV.

e) Net realised gain/loss on sales of investments

The net realised gain/loss on sales of investments is calculated on the basis of the weighted average cost of the investments sold.

f) Cost of investment securities

Cost of investment securities in currencies other than the sub-fund's reporting currency is converted into the sub-fund's reporting currency at the exchange rate applicable at purchase date.

g) Formation expenses

Formation expenses are amortised on a straight line basis over a period of 5 years.

h) Income

Dividends are recorded net of withholding tax at ex-date. Interest is recorded on an accrual basis.

i) Transaction fees

The transaction fees represent the costs incurred by each sub-fund in connection with purchases and sales of investments.

Transactions fees include brokerage fees, bank commissions and other transaction fees. They are included in the statement of operations and changes in net assets.

NOTE 3

"TAXE D'ABONNEMENT"

The SICAV is not subject to taxation in Luxembourg on its income, profits or gains.

No stamp duty, capital duty or other tax are payable in Luxembourg upon the issue of the shares of the SICAV.

The SICAV is however subject to a subscription tax ("*taxe d'abonnement*") levied at the rate of 0.05% per annum based on its NAV at the end of the relevant quarter, calculated and paid quarterly. A reduced subscription tax of 0.01% per annum is applicable to Classes of the sub-fund which are reserved to one or more institutional investors.

PROSPERITY CAPITAL MANAGEMENT SICAV

Notes to the financial statements as at December 31, 2021 (continued)

NOTE 4

INVESTMENT MANAGEMENT FEES

The Investment Manager is entitled to an investment management fee payable monthly by the sub-fund PROSPERITY CAPITAL MANAGEMENT SICAV - RUSSIAN PROSPERITY FUND (LUXEMBOURG) at the following rates:

Class A : 2.50% of the NAV per annum
Class B : 1.50% of the NAV per annum
Class F : 1.75%* of the NAV per annum
Class I : 1.875% of the NAV per annum
Class S : 2.00% of the NAV per annum
Class X : none

** For the period from May 10, 2021 to December 31, 2021.*

When a sub-fund invests in the units/shares of other UCITS, "Undertakings for Collective in Transferable Securities Directives", and/or other UCIs linked to the SICAV by common management or control, or by a substantial direct or indirect holding, or managed by a management company linked to the relevant Investment Manager, the total management fee (excluding any performance fee, if any) charged to the sub-fund and each of the UCITS or other UCIs concerned shall not exceed 2.50% of the relevant net assets under management.

NOTE 5

PERFORMANCE FEES

The Investment Manager receives out of the portion of the NAV attributable to the Class B shares, a performance fee equal to 15.00% of the excess of the NAV attributable to the Class B shares, before deduction of accrued performance fees, over the Target NAV (as defined in the Prospectus).

The performance fee is accrued at each Valuation Day and becomes payable on the last Valuation Day of the year. In the case of redemptions, the pro rata portion of the accrued performance fee attributable to those shares becomes payable immediately upon the Valuation Day as of which the shares are redeemed.

PROSPERITY CAPITAL MANAGEMENT SICAV - RUSSIAN PROSPERITY FUND (LUXEMBOURG)

ISIN code	Share class	Class currency	Performance fees	% of net assets*
LU0859782095	B	USD	5,516.87	0.23
LU0859781956	B	EUR	397,728.25	1.42

** Based on the average of the Net Assets of the Class for the year ended December 31, 2021*

NOTE 6

MANAGEMENT COMPANY FEES

The Management Company is entitled to a management company fee payable quarterly in arrears by the SICAV at a rate of up to 0.05% of the net assets of the sub-fund per annum with a minimum of EUR 50,000. Management company fees are recorded under the caption "Other expenses" in the statement of operations and changes in net assets.

PROSPERITY CAPITAL MANAGEMENT SICAV

Notes to the financial statements as at December 31, 2021 (continued)

For the year ended December 31, 2021, the management company fees amounted to USD 116,984.43 for the sub-fund PROSPERITY CAPITAL MANAGEMENT SICAV - RUSSIAN PROSPERITY FUND (LUXEMBOURG).

NOTE 7

DEPOSITARY BANK AND CENTRAL ADMINISTRATION FEES

The Depositary Bank is entitled to charge the SICAV a commission payable quarterly in arrears of a maximum of up to 0.04% of the average NAV of the sub-fund per annum with a minimum of up to EUR 40,000 for acting as Depositary Bank.

The Depositary Bank is also entitled to charge the SICAV an oversight fee of 0.01% of the average Net Asset Value of each sub-fund per annum.

The centrale administration function, performed by the Management Company, is entitled to charge the SICAV a commission payable quarterly in arrears of a maximum of up to 0.06% of the average NAV of the sub-fund per annum with a minimum of up to EUR 60,000 for acting as Central Administration of the SICAV.

NOTE 8

RELATED PARTY TRANSACTIONS

a) Directors' fees

Each Director may receive a fee to be determined by the Annual General Meeting (the "AGM") of shareholders. In addition, directors may be reimbursed for any other expenses they incur in fulfilling their duties to the Company, to the extent that these expenses are deemed reasonable.

For the year ended December 31, 2021 an amount of USD 94,673.12 has been paid as directors' fees.

b) Investments

The SICAV has an investment representing 1.36% of its year end NAV in the Class B shares of New Russian Generation Limited, a closed ended fund domiciled in the Cayman Islands. The investment manager of New Russian Generation Limited is Prosperity Capital Management Limited, with registered office at Windward 1, Regatta Office Park, Cayman Islands KY1-1103. Prosperity Capital Management Limited is a related party of the Investment Manager and Global Distributor of the fund.

NOTE 9

OTHER FEES PAYABLE

As at December 31, 2021, the other fees payable include mainly directors fees, administration fees, management company fees, depositary fees and audit fees.

NOTE 10

SUBSCRIPTION AND REDEMPTION COMMISSION

A subscription fee of up to 2.5%, and a redemption fee of 0.5%, calculated as a percentage of the NAV of the shares subscribed/redeemed, may be charged by the SICAV on behalf of the relevant Class of shares (except for Class F and Class X shares) and may be payable to the Global Distributor.

PROSPERITY CAPITAL MANAGEMENT SICAV

Notes to the financial statements as at December 31, 2021 (continued)

Swing Pricing

If on any Valuation Day the aggregate transactions in shares of a sub-fund result in a net increase or decrease of shares which exceeds a threshold set by the Board of Directors of the SICAV from time to time for that sub-fund (relating to the cost of market dealing for that sub-fund), the NAV of the sub-fund may be adjusted by an amount (not exceeding 2% of that NAV) which reflects both the estimated fiscal charges and dealing costs that may be incurred by the sub-fund and the estimated bid/offer spread of the assets in which the sub-fund invests. The adjustment is an addition when the net movement results in an increase of all shares of the sub-fund and a deduction when it results in a decrease.

The SICAV has the power to charge a dilution levy of up to 1% of the applicable NAV on individual subscriptions or redemptions, such dilution levy to accrue to the affected sub-fund. The SICAV operates this measure in a fair and consistent manner to reduce dilution and only for that purpose and such dilution levy is not to be applied if the swing pricing mechanism is used.

The Board of Directors of the SICAV decided on May 17, 2013 not to apply the swing pricing at least during the first year of the SICAV. Additionally, the Board of Directors of the SICAV has not taken any further decision to start the application of the swing pricing since the launch of the SICAV.

NOTE 11

SUBSEQUENT EVENTS

A significant subsequent event occurred after the year-end pertaining to the Russian / Ukraine crisis. These subsequent events are considered non-adjusting events which occurred post year end. The impact of those events, including management's going concern analysis is presented in the note 2a) of the financial statements.

PROSPERITY CAPITAL MANAGEMENT SICAV

Total Expense Ratio ("TER") (unaudited appendix)

Pursuant to the "Guidelines on the calculation and disclosure of the total expense ratio (TER) of collective investment schemes" of May 16, 2008 (version of August 5, 2021) of the Asset Management Association Switzerland ("AMAS"), the SICAV is obliged to publish a TER for the latest 12-month period.

The TER is defined as the ratio between the total operating expenses (operating charges primarily consist of management and investment advisory fees, depositary fees, bank charges and interest, service fees, performance fees, taxes and duties) and the relevant sub-fund's / Classes of share average NAV (calculated on the basis of the daily average of the total net assets for the relevant year) expressed in its reference currency.

For the year from January 1, 2021 to December 31, 2021, the TER were the following:

Class	Currency	Annualised TER including performance fees	Annualised TER excluding performance fees
PROSPERITY CAPITAL MANAGEMENT SICAV - RUSSIAN PROSPERITY FUND (LUXEMBOURG)			
A EUR	EUR	2.94%	2.94%
A USD	USD	2.93%	2.93%
B EUR	EUR	3.37%	1.95%
B USD	USD	2.16%	1.93%
F EUR	EUR	2.10%	2.10%
I USD	USD	2.28%	2.28%
S EUR	EUR	2.45%	2.45%
X EUR	EUR	0.47%	0.47%

PROSPERITY CAPITAL MANAGEMENT SICAV

Performance (unaudited appendix)

The performance per Class of shares was calculated by comparing the net assets per share as at December 31, 2021 with the net assets per share as at December 31, 2020.

The performance was calculated at the end of each financial year according to the "Guidelines on the calculation and publication of the performance data of collective investment schemes" of May 16, 2008 (version of August 5, 2021) of the Asset Management Association Switzerland ("AMAS").

The performance is based on historical data, which is no guide to current or future performance. Commissions and fees levied for the issue or redemption of shares, as applicable, have not been taken into account in this performance calculation.

Performances for active share classes as at December 31, 2021 were the following:

Class	Currency	Performance for the financial year ending December 31, 2021	Performance for the financial year ending December 31, 2020	Performance for the financial year ending December 31, 2019
PROSPERITY CAPITAL MANAGEMENT SICAV - RUSSIAN PROSPERITY FUND (LUXEMBOURG)				
A EUR	EUR	19.51%	-10.69%	39.47%
A USD	USD	10.23%	-2.25%	36.65%
B EUR	EUR	19.28%	-9.75%	35.94%
B USD	USD	11.25%	-1.27%	35.24%
F EUR	EUR	12.38% *	-	-
I USD	USD	10.97%	-1.60%	37.55%
S EUR	EUR	20.12%	-10.24%	40.15%
X EUR	EUR	22.50%	-8.43%	42.97%

PROSPERITY CAPITAL MANAGEMENT SICAV

Other information to Shareholders (unaudited appendix)

1. Securities Financing Transactions Regulation ("SFTR")

As at December 31, 2021, the SICAV is in the scope of the requirements of the Regulation (EU) 2015/2365 on transparency of securities financing transactions and of reuse. Nevertheless, no corresponding transactions were carried out during the period referring to the financial statements.

2. Remuneration of the members of the Management Company

The Management Company has adopted a Remuneration Policy which is in accordance with the principles established by the law of 10 May 2016, amending the law of December 17, 2010 ("the 2010 Law").

The financial year of the Management Company ends on December 31 of each year.

The table below shows the total amount of the remuneration for the financial year ended as at December 31, 2021, split into fixed and variable remuneration, paid by the Management Company to its staff.

The table has been prepared taking into consideration point 162 of section 14.1 of the European Securities and Market Authority ("ESMA") remuneration guidelines relating to the confidentiality and data protection in presenting the remuneration information.

	Number of beneficiaries	Total remuneration (EUR)	Fixed remuneration (EUR)	Variable remuneration (target or discretionary bonuses, parts remuneration) (EUR)
Total remuneration paid by the Management Company during 2021	20	13,831	9,102	4,729

Additional explanation :

- The beneficiaries reported are composed of the risk takers (including the 4 Conducting Officers) and the staff of the Management Company dedicated to Management Company activities for all the Funds under management, remunerated by the Management Company. In addition, the Management Company did not remunerate directly the staff of the Investment Manager, but rather ensured that the Investment Manager complies with the Remuneration Policy requirements itself.
- The benefits have been attributed according to criteria such as level of seniority, hierarchic level, or other eligibility criteria, not taking into account performance criteria, and are thus excluded from the fixed or variable remuneration figures provided above.
- Total fixed and variable remuneration disclosed is based on apportionment of Asset Under Management represented by the SICAV."
- The 2021 annual review outcome showed no exception.
- There have been no changes to the adopted remuneration policy since its implementation.

PROSPERITY CAPITAL MANAGEMENT SICAV

Other information to Shareholders (unaudited appendix)

3. Information on risk measurement

The sub-funds' global risk exposure is monitored by using the Commitment approach. In that respect, financial derivatives instruments are converted into their equivalent position in the underlying asset. The global risk exposure shall not exceed the sub-fund's NAV.

