

Ethna-DYNAMISCH R.C.S. Luxembourg K818

Annual report including audited financial statements
as of 31 December 2021

Investment fund under Luxembourg law

Investment fund pursuant to Part I of the Luxembourg Law of 17 December 2010 on Undertakings for Collective Investment, as amended, taking the legal form of a Fonds Commun de Placement (FCP)

Luxembourg registered company B 155427



ETHENEIA

Content

	Page
Fund Management Report	2
Geographical breakdown by country of Ethna-DYNAMISCH	6
Breakdown by economic sector of Ethna-DYNAMISCH	7
Composition of net fund assets of Ethna-DYNAMISCH	10
Statement of operations of Ethna-DYNAMISCH	13
Statement of net assets of Ethna-DYNAMISCH as of 31 December 2021	18
Acquisitions and disposals from 1 January 2021 to 31 December 2021	23
Notes to the Annual Report as of 31 December 2021	25
Report of the Réviseur d'Entreprises agréé	33
Administration, distribution and advisory	36

The Sales Prospectus with integrated Management Regulations, the Key Investor Information Document (KIID) and the fund's annual and semi-annual reports are available free of charge by post, fax or e-mail from the registered office of the management company, or from the depositary, paying agents and the distributor in the respective countries of distribution and the representative in Switzerland. Additional information may be obtained from the Management Company at any time during regular business hours.

Unit subscriptions are valid only if they are made on the basis of the most recent version of the Sales Prospectus (including its annexes) in conjunction with the latest available annual report and any subsequent semi-annual report.

Unit classes (R-A) and (R-T) are intended exclusively for distribution in Italy, France and Spain.

The information and figures contained in this report relate to past performance only and give no indication of future performance.

Fund Management Report

2 The fund management report on behalf of the Board of Directors of the management company:

Dear investors,

Whereas 2020 was the “Annus Horribilis” that shook the global economy, 2021 was the year of the “Great Recovery”. Last year was defined by a strong upturn in the global economy, supported by unprecedented policy stimulus and the gradual introduction of effective COVID-19 vaccines.

The first half of the year benefited from both the reopening and strong political support, which led to a strong upturn in the global economy. However, the recovery, while robust, remained uneven in different countries and sectors, reflecting significant disparities in access to vaccines, disruptions due to the pandemic, and policy support. The solid economic growth slowed during the second half of the year as a result of the resurgence of the pandemic and rising energy prices, raw material shortages, bottlenecks in the global supply chain and rising inflation.

The “Great Recovery” was particularly rapid and highly unusual. It was driven by an increase in aggregate demand, which was made possible by the extraordinary support of fiscal and monetary policy. However, the compromised supply could not meet the recovery in aggregate demand, and the resulting demand-supply mismatch led to a sharp rise in inflation. Growth forecasts for 2021 were revised downwards, if only slightly, and the global economy is expected to have grown at a robust rate of 5.9% last year.

Cyclical growth will continue in 2022, although at a more moderate pace as the global economy is now in the middle of the cycle. The baseline scenario for 2022 is based on a continued expansion of global production at a solid, above-trend pace of around 5%. This will be supported by strong domestic demand, a reorientation of growth towards the services sector and an ongoing rebound in global trade once supply chain issues are resolved. Capital investment and rising inventories will also contribute to solid growth. While the labour market will gradually improve, it is expected to lag the manufacturing recovery and remain uneven across regions. Production gaps will gradually disappear in 2022, and global production is expected to return to pre-pandemic levels. Inflation is also expected to moderate and approach the central bank’s target of 2%.

Monetary and fiscal policy stimulus measures will continue to be key factors for economic development. Varying levels of political support in different countries and regions will continue to lead to disparities in the speed of recovery. While several emerging economies have already begun to reduce their policy support, governments in advanced economies will continue to provide significant fiscal support. Central banks will initiate a gradual normalisation of their policies, but will be cautious about withdrawing monetary support to ensure that the recovery is not interrupted and returns to the moderately good pre-pandemic growth outlook. The US Federal Reserve has started reducing its quantitative easing programme and will soon start raising key interest rates. The European Central Bank will continue its asset purchases after the expiry of its Pandemic Emergency Purchase Programme (PEPP) with an increase in its regular purchase programme (APP), and the Bank of Japan is also likely to continue its highly expansionary policy.

Other central banks in the advanced economies (e.g. the Bank of England and the Bank of Canada) are likely to tighten policy earlier, but given the expected slowdown in growth and inflation, interest rates will only increase slowly. As a result, global financial conditions are likely to remain broadly accommodative in 2022.

Although the baseline scenario is encouraging, the global economy will face a number of headwinds and uncertainty will remain heightened. Persistent commodity shortages, supply chain bottlenecks and rising energy prices could lead to sustained inflationary pressures and entrenched inflation, forcing central banks to tighten policy sooner than expected. The above-mentioned imbalance between supply and demand poses the greatest downside risk to growth and the greatest upside risk to inflation. The combination of slowing economic momentum and persistently high inflation is both a concern for the macroeconomic outlook and a challenge for policymakers. Inflation is likely to remain high in the first half of 2022, but is expected to gradually return to pre-pandemic levels in most countries once the adverse impact of the pandemic has subsided and prices have appropriately adjusted to lower levels. Economic growth is expected to remain solid. Central banks in advanced economies will have to walk a fine line to continue providing support to the economic recovery while not losing control over inflation.

Macroeconomic and geopolitical developments in China and the future of the US-China relationship will also influence the global economy in 2022. Broadly speaking, the year now underway will provide further insights into the trajectory of globalisation. Decisions taken by policymakers around the globe on whether to resolve to return to the path of cooperation and multilateralism or opt for protectionism and unilateralism will shape economic cooperation, international trade and global growth in the years to come. In the final analysis, the COVID-19 pandemic is not yet fully under control, and the development of new infectious variants still poses a significant risk that threatens the resilience of the economic recovery. If inflationary pressures can be moderated and the COVID-19 pandemic can be gradually brought under control at the global level, the relatively favourable scenario of above-trend global growth could continue in 2022.

Ethna-DYNAMISCH:

The 2021 year on the capital markets is now history. But did it also make history? Perhaps not. Developments in 2021 were overshadowed by 2020, the year the global pandemic began. Very few economic, monetary, fiscal or fundamental developments in 2021 can be described or understood in isolation without reference to the previous year 2020. One year ago, we retrospectively described the exceptional year 2020 as unpredictable and speculated that 2021, the following year, would be almost too predictable. The baseline situation at the time was defined by the gradual control over the pandemic, strong economic growth, the positive effects of the massive fiscal programmes, record-low interest rates and continued bond-buying programmes by the central banks, as well as a return of risk tolerance among an increasing number of investors. All of these factors pointed in the direction of a continuation of the upward trend on the global stock markets that began during 2020. Today – one year later – we can describe the past trading year 2021 just as concisely. The many supporting factors mentioned above caused prices to rise significantly in the first few months of the year. Ethna-DYNAMISCH, with a correspondingly high net equity ratio of around 75% to 80%, benefited nicely from the bull market and marked new highs consistently into the summer. However offensively we structured our equity exposure, we were equally disciplined in dealing with underlying opportunities and risks. This meant that, on the one hand, we failed to fully exploit opportunities in more cyclical, structurally less attractive sectors such as oil, commodities and financials. At the same time, however, we sidestepped significant valuation risks in growth segments and in previous crisis winners, which had often already reached their highs for the year by mid-February and subsequently underwent price corrections, some of which were severe.

As the year wore on, the tailwind gradually weakened. This is why we took a more moderate approach in Ethna-DYNAMISCH and maintained the net equity ratio at roughly 60% by increasing the weighting of the hedging components. The decreasing attractiveness of the market environment was reflected in the equity markets, especially in decreasing market breadth. While major market capitalisation-weighted equity indices such as the S&P 500 and the MSCI World continued to push to new all-time highs, an expanding performance gap opened up with their equally weighted index variants (with the same individual equities, but weighted differently) from the summer onwards. A number of other well-known indices, such as the German DAX, the US Russell 2000 and MSCI Emerging Markets, also experienced total stagnation in their performance in the second half of the year. Unfortunately, Ethna-DYNAMISCH's individual equity portfolio was not immune to this broad-based trend, with the result that the performance of the fund in the second half of the year was only slightly positive. There are a variety of reasons for this, but in our opinion they are not sustainable. For example, equities held in the portfolio that benefit from a normalisation of economic and social activities came under renewed pressure as the Delta and Omicron virus variants began to spread. In spite of currently record high case numbers in many places, there is little evidence contradicting our basic scenario that the path back to social normality thanks to vaccinations and new advances in treatments is only a matter of time.

In contrast to equities, fixed-income securities and gold played only a very minor role in the portfolio construction of Ethna-DYNAMISCH in 2021. In light of the unattractive development of both asset classes, this was an opportune decision, and not just in retrospect.

Even in the new year, we consider bond yields too unattractive compared to the opportunities in equity markets to consider a significant investment in debt securities for Ethna-DYNAMISCH, the most offensive fund of the Ethna Funds. This is because the prospects for a continuation of the current bull market – albeit at a more moderate level – are not bad. Accordingly, global economic growth should again be above average in 2022. The central banks in the US and Europe continue to operate extremely cautiously despite higher inflation figures. In parallel to this, the continued low return expectations for fixed-income investments should mean that equities will also experience structurally increased demand in 2022 and current valuation levels will persist for the time being. With this in mind, we believe that the most important price drivers of the recent past will continue to be on the plus side of the equity markets in 2022, in addition to solid corporate sales and earnings growth. However, any further, sustained weakening of these supportive factors is likely to gradually increase uncertainty and nervousness among market participants, which can repeatedly lead to rapid and violent sector or style rotations. The high degree of flexibility of Ethna-DYNAMISCH continues to be correspondingly important to ensure that we are also appropriately prepared to cope with alternative scenarios.

4

Munsbach, January 2022

The Fund Management on behalf of the Board of Directors of the Management Company

The management company is entitled to create unit classes that confer different rights depending on the units.

Currently the following unit classes exist with these structural features:

	Unit class (A)	Unit class (T)	Unit class (SIA-A)	Unit class (SIA-T)
Security identification no.:	A0YBKY	A0YBKZ	A1W66S	A1W66T
ISIN code:	LU0455734433	LU0455735596	LU0985193357	LU0985193431
Subscription fee:	up to 5.00%	up to 5.00%	up to 5.00%	up to 5.00%
Redemption fee:	none	none	none	none
Management fee:	up to 1.75% p.a.	up to 1.75% p.a.	up to 1.05% p.a.	up to 1.05% p.a.
Minimum subsequent investment:	none	none	none	none
Dividend policy:	distributed	reinvested	distributed	reinvested
Currency:	EUR	EUR	EUR	EUR
	Unit class (SIA CHF-T)	Unit class (CHF-T)	Unit class (USD-T)	Unit class (R-A)*
Security identification no.:	A2PB18	A2PB17	A2PB19	A12EJA
ISIN code:	LU1939236318	LU1939236409	LU1939236748	LU1134152310
Subscription fee:	up to 5.00%	up to 5.00%	up to 5.00%	up to 1.00%
Redemption fee:	none	none	none	none
Management fee:	up to 1.05% p.a.	up to 1.75% p.a.	up to 1.75% p.a.	up to 2.15% p.a.
Minimum subsequent investment:	none	none	none	none
Dividend policy:	reinvested	reinvested	reinvested	distributed
Currency:	CHF	CHF	USD	EUR
	Unit class (R-T)*			
Security identification no.:	A12EJB			
ISIN code:	LU1134174397			
Subscription fee:	up to 1.00%			
Redemption fee:	none			
Management fee:	up to 2.15% p.a.			
Minimum subsequent investment:	none			
Dividend policy:	reinvested			
Currency:	EUR			

* Unit classes (R-A) and (R-T) are intended exclusively for distribution in Italy, France and Spain.

Geographical breakdown by country of Ethna-DYNAMISCH

6	Geographical breakdown by country ¹⁾	
	United States of America	43.45%
	Germany	15.95%
	United Kingdom	8.85%
	Supranational institutions	5.11%
	Switzerland	4.57%
	South Korea	2.33%
	Spain	2.09%
	Ireland	2.04%
	Denmark	1.83%
	Cayman Islands	1.66%
	New Zealand	0.90%
	Securities holdings	88.78%
	Options	0.06%
	Futures contracts	-0.31%
	Cash at banks ²⁾	11.60%
	Other receivables and payables (net)	-0.13%
		100.00%

¹⁾ Due to rounding differences in the individual items, the total amounts may deviate from the actual value.

²⁾ See notes to the Report.

Breakdown by economic sector of Ethna-DYNAMISCH

Breakdown by economic sector ¹⁾	
Software & services	13.24%
Diversified financial services	11.73%
Banks	7.10%
Capital goods	6.91%
Consumer services	6.81%
Wholesale and retail	6.62%
Media & entertainment	6.28%
Healthcare: Equipment & services	5.77%
Food, beverages and tobacco	4.98%
Pharmaceuticals, biotechnology and biosciences	4.66%
Hardware and equipment	4.56%
Other	3.39%
Raw materials and supplies	2.28%
Household goods & personal care products	2.07%
Real estate	1.95%
Automobiles and components	0.43%
Securities holdings	88.78%
Options	0.06%
Futures contracts	-0.31%
Cash at banks ²⁾	11.60%
Other receivables and payables (net)	-0.13%
	100.00%

¹⁾ Due to rounding differences in the individual items, the total amounts may deviate from the actual value.

²⁾ See notes to the Report.

Change over the last 3 financial years

Unit class (A)

Date	Net fund assets in EUR millions	Outstanding units	Net inflows in EUR thousands	Unit value EUR
31/12/2019	39.30	476,426	-16,062.35	82.48
31/12/2020	35.47	412,204	-5,191.23	86.06
31/12/2021	35.74	387,348	-2,219.43	92.27

Unit class (T)

Date	Net fund assets in EUR millions	Outstanding units	Net inflows in EUR thousands	Unit value EUR
31/12/2019	152.01	1,773,171	-10,757.24	85.73
31/12/2020	146.86	1,639,617	-10,051.83	89.57
31/12/2021	73.52	764,439	-82,948.75	96.17

8

Unit class (SIA-A)

Date	Net fund assets in EUR millions	Outstanding units	Net inflows in EUR thousands	Unit value EUR
31/12/2019	15.85	26,317	-7,152.81	602.34
31/12/2020	19.62	30,961	2,465.50	633.70
31/12/2021	27.25	39,833	6,063.61	684.02

Unit class (SIA-T)

Date	Net fund assets in EUR millions	Outstanding units	Net inflows in EUR thousands	Unit value EUR
31/12/2019	15.42	25,281	-52,705.72	609.89
31/12/2020	5.58	8,686	-8,988.17	641.92
31/12/2021	6.37	9,181	322.29	693.66

Unit class (SIA-CHF-T)

Date	Net fund assets in EUR millions	Outstanding units	Net inflows in EUR thousands	Unit value EUR	Unit value CHF
31/12/2019	0.00	1	-26.63	485.04	528.26 ¹⁾
31/12/2020	0.00	1	0.00	512.21	554.83 ²⁾
31/12/2021	0.00	1	0.00	577.91	598.95 ³⁾

¹⁾ Converted at the foreign exchange rate into EUR as of 31 December 2019: EUR 1 = CHF 1.0891

²⁾ Converted at the foreign exchange rate into EUR as of 31 December 2020: EUR 1 = CHF 1.0832

³⁾ Converted at the foreign exchange rate into EUR as of 31 December 2021: EUR 1 = CHF 1.0364

Unit class (USD-T)

Date	Net fund assets in EUR millions	Outstanding units	Net inflows in EUR thousands	Unit value EUR	Unit value USD
31/12/2019	1.69	17,195	1,524.31	98.21	109.62 ³⁾
31/12/2020	1.68	17,690	58.71	94.87	116.12 ⁴⁾
31/12/2021	2.37	21,490	394.62	110.44	125.34 ⁵⁾

Unit class (R-A)*

Date	Net fund assets in EUR millions	Outstanding units	Net inflows in EUR thousands	Unit value EUR
31/12/2019	0.07	692	-16.63	105.73
31/12/2020	0.08	758	6.98	109.92
31/12/2021	0.09	789	3.66	117.44

Unit class (R-T)*

Date	Net fund assets in EUR millions	Outstanding units	Net inflows in EUR thousands	Unit value EUR
31/12/2019	2.21	21,186	-988.15	104.21
31/12/2020	2.24	20,649	-55.48	108.44
31/12/2021	2.06	17,768	-324.36	116.02

Performance since launch

Unit class (CHF-T)

Date	Net fund assets in EUR millions	Outstanding units	Net inflows in EUR thousands	Unit value EUR	Unit value CHF
14.01.2020	Launch	-	-	92.52	100.00 ⁶⁾
31/12/2020	0.68	7,070	660.10	95.72	103.68 ¹⁾
31/12/2021	0.98	9,122	209.50	106.95	110.84 ²⁾

¹⁾ Converted at the foreign exchange rate into EUR as of 31 December 2020: EUR 1 = CHF 1.0832

²⁾ Converted at the foreign exchange rate into EUR as of 31 December 2021: EUR 1 = CHF 1.0364

³⁾ Converted at the foreign exchange rate into EUR as of 31 December 2019: EUR 1 = USD 1.1162

⁴⁾ Converted at the foreign exchange rate into EUR as of 31 December 2020: EUR 1 = USD 1.2240

⁵⁾ Converted at the foreign exchange rate into EUR as of 31 December 2021: EUR 1 = USD 1.1349

⁶⁾ Converted at the foreign exchange rate into EUR as of 14 January 2020: EUR 1 = CHF 1.0808

* Unit classes (R-A) and (R-T) are intended exclusively for distribution in Italy, France and Spain.

Composition of net fund assets of Ethna-DYNAMISCH

10 Composition of net fund assets as of 31 December 2021

	EUR
Securities holdings (securities acquisition costs: EUR 107,007,673.32)	131,781,674.81
Options	79,639.30
Cash at banks ¹⁾	17,206,354.72
Interest receivable	63,816.30
Dividends receivable	95,162.92
Receivables from unit sales	55,627.02
	149,282,275.07
Unit redemptions payable	-53,946.85
Unrealised losses on futures contracts	-454,862.79
Unrealised losses on forward foreign exchange contracts	-72,454.40
Other liabilities and equity ²⁾	-322,033.69
	-903,297.73
Net fund assets	148,378,977.34

¹⁾ See notes to the Report.

²⁾ This item mainly comprises management fees and the taxe d'abonnement.

Allocation among unit classes

Unit class (A)	
Pro rata net fund assets	EUR 35,741,251.53
Outstanding units	387,347.559
Unit value	EUR 92.27

Unit class (T)	
Pro rata net fund assets	EUR 73,518,512.40
Outstanding units	764,439.401
Unit value	EUR 96.17

Unit class (SIA-A)	
Pro rata net fund assets	EUR 27,246,852.75
Outstanding units	39,833.461
Unit value	EUR 684.02

Unit class (SIA-T)	
Pro rata net fund assets	EUR 6,368,749.17
Outstanding units	9,181.435
Unit value	EUR 693.66

Unit class (SIA-CHF-T)	
Pro rata net fund assets	EUR 577.91
Outstanding units	1.000
Unit value	EUR 577.91
Unit value	CHF 598.95 ¹⁾

Unit class (CHF-T)	
Pro rata net fund assets	EUR 975,624.62
Outstanding units	9,121.838
Unit value	EUR 106.95
Unit value	CHF 110.84 ¹⁾

Unit class (USD-T)	
Pro rata net fund assets	EUR 2,373,260.77
Outstanding units	21,490.000
Unit value	EUR 110.44
Unit value	CHF 125.34 ²⁾

Unit class (R-A)*	
Pro rata net fund assets	EUR 92,683.30
Outstanding units	789.208
Unit value	EUR 117.44

Unit class (R-T)*	
Pro rata net fund assets	EUR 2,061,464.89
Outstanding units	17,768.297
Unit value	EUR 116.02

¹⁾ Converted at the foreign exchange rate into EUR as of 31 December 2021: EUR 1 = CHF 1.0364

²⁾ Converted at the foreign exchange rate into EUR as of 31 December 2021: EUR 1 = USD 1.1349

* Unit classes (R-A) and (R-T) are intended exclusively for distribution in Italy, France and Spain.

Change in net fund assets

in the period under review from 1 January 2021 to 31 December 2021

	Total EUR	Unit class (A) EUR	Unit class (T) EUR	Unit class (SIA-A) EUR
Total net fund assets at the beginning of the period under review	212,203,071.77	35,473,196.73	146,855,980.24	19,620,076.96
Ordinary net expenditure	-1,137,384.14	-328,941.71	-649,680.12	-81,230.10
Income and expense equalisation	-681,005.54	-10,516.44	-694,917.45	22,140.24
Inflow of funds from sale of units	31,956,772.26	2,990,349.60	17,712,526.49	9,361,039.96
Outflow of funds from redemption of units	-110,455,625.46	-5,209,774.91	-100,661,279.19	-3,297,424.97
Realised gains	33,590,423.07	5,501,602.40	22,310,180.28	3,632,762.08
Realised losses	-12,693,000.26	-2,082,353.46	-8,348,233.09	-1,345,034.50
Net change in unrealised gains	-2,365,344.63	-247,862.97	-1,511,950.37	-492,744.04
Net change in unrealised losses	-1,983,490.09	-304,382.98	-1,494,114.39	-157,433.78
Distribution	-55,439.64	-40,064.73	0.00	-15,299.10
Total net fund assets at the end of the period under review	148,378,977.34	35,741,251.53	73,518,512.40	27,246,852.75

12

	Unit class (SIA-T) EUR	Unit class (SIA CHF-T) EUR	Unit class (CHF-T) EUR	Unit class (USD-T) EUR
Total net fund assets at the beginning of the period under review	5,575,620.71	512.21	676,801.45	1,678,270.88
Ordinary net expenditure	-16,751.13	-0.35	-9,370.54	-24,481.90
Income and expense equalisation	44.34	0.00	1,436.58	2,429.62
Inflow of funds from sale of units	1,021,396.98	0.00	212,153.12	394,621.87
Outflow of funds from redemption of units	-699,108.63	0.00	-2,657.39	0.00
Realised gains	1,055,208.69	1,284.50	192,447.57	559,803.04
Realised losses	-469,588.41	-1,214.12	-79,029.20	-238,574.79
Net change in unrealised gains	-52,083.22	-4.00	-11,263.82	-42,083.09
Net change in unrealised losses	-45,990.16	-0.33	-4,893.15	43,275.14
Distribution	0.00	0.00	0.00	0.00
Total net fund assets at the end of the period under review	6,368,749.17	577.91	975,624.62	2,373,260.77

	Unit class (R-A)* EUR	Unit class (R-T)* EUR
Total net fund assets at the beginning of the period under review	83,362.04	2,239,250.55
Ordinary net expenditure	-1,201.30	-25,726.99
Income and expense equalisation	48.24	-1,670.67
Inflow of funds from sale of units	4,955.72	259,728.52
Outflow of funds from redemption of units	-1,295.75	-584,084.62
Realised gains	14,287.43	322,847.08
Realised losses	-5,723.84	-123,248.85
Net change in unrealised gains	-957.21	-6,395.91
Net change in unrealised losses	-716.22	-19,234.22
Distribution	-75.81	0.00
Total net fund assets at the end of the period under review	92,683.30	2,061,464.89

* Unit classes (R-A) and (R-T) are intended exclusively for distribution in Italy, France and Spain.

Statement of operations of Ethna-DYNAMISCH

13

Statement of operations

in the period under review from 1 January 2021 to 31 December 2021

	Total EUR	Unit class (A) EUR	Unit class (T) EUR	Unit class (SIA-A) EUR
Income				
Dividends	2,078,491.31	337,209.67	1,434,399.51	202,720.47
Interest on bonds	337,379.10	55,078.14	232,049.68	33,196.58
Income from refund of withholding tax	27,523.17	4,574.86	18,158.17	3,312.00
Bank interest	-92,831.00	-15,693.43	-62,229.50	-9,963.24
Other income	9,497.11	1,580.46	6,327.89	1,089.12
Income equalisation	-817,124.01	-10,244.69	-862,997.88	52,581.34
Total income	1,542,935.68	372,505.01	765,707.87	282,936.27
Expense				
Interest expense	-4,295.64	-710.00	-2,917.98	-445.50
Performance fee	-77,946.38	-12,200.82	-27,923.75	-28,593.08
Management fee	-3,634,421.53	-632,261.30	-2,635,117.23	-211,859.21
Taxe d'abonnement	-103,774.12	-16,599.15	-71,979.40	-10,035.68
Publication and audit expenses	-80,543.87	-13,346.43	-55,368.39	-7,808.78
Typesetting, printing and postage and packaging for the annual and semi-annual reports	-10,551.56	-1,702.86	-7,252.15	-1,064.29
Registrar and transfer agent fee	-12,658.66	-2,035.41	-8,775.17	-1,215.63
Government fees	-7,673.56	-1,305.53	-5,198.45	-777.70
Other expenses ¹⁾	-246,584.05	-42,046.35	-158,770.80	-27,644.92
Expense equalisation	1,498,129.55	20,761.13	1,557,915.33	-74,721.58
Total expense	-2,680,319.82	-701,446.72	-1,415,387.99	-364,166.37
Ordinary net expenditure	-1,137,384.14	-328,941.71	-649,680.12	-81,230.10
Total transaction costs in the financial year ²⁾	98,767.35			
Total expense ratio in percent ²⁾		1.97	1.96	1.17
Performance fee in percent ²⁾		0.03	0.02	0.13
Ongoing charges in percent ²⁾		1.98	1.97	1.18
Swiss total expense ratio in percent before performance fee ²⁾ (for the period from 1 January 2021 to 31 December 2021)		1.97	1.96	1.17
Swiss total expense ratio in percent including performance fee ²⁾ (for the period from 1 January 2021 to 31 December 2021)		2.00	1.98	1.30
Swiss performance fee in percent ²⁾ (for the period from 1 January 2021 to 31 December 2021)		0.03	0.02	0.13

¹⁾ This item mainly comprises general management costs and costs of the collateral manager.

²⁾ See notes to the Report.

Statement of operations

in the period under review from 1 January 2021 to 31 December 2021

	Unit class (SIA-T) EUR	Unit class (SIA-CHF-T) EUR	Unit class (CHF-T) EUR	Unit class (USD-T) EUR
Income				
Dividends	57,736.77	5.05	7,209.68	18,632.16
Interest on bonds	9,419.99	0.34	1,195.53	3,058.07
Income from refund of withholding tax	785.45	0.07	119.16	297.87
Bank interest	-2,712.27	-0.01	-362.53	-917.27
Other income	266.63	0.02	38.92	97.17
Income equalisation	602.56	0.00	1,511.94	2,314.10
Total income	66,099.13	5.47	9,712.70	23,482.10
Expense				
Interest expense	-121.84	0.00	-16.12	-41.01
Performance fee	-6,934.01	-0.57	0.00	-2,294.15
Management fee	-59,066.04	-4.21	-13,780.58	-34,957.54
Taxe d'abonnement	-2,847.73	0.02	-366.08	-931.46
Publication and audit expenses	-2,203.99	-0.10	-275.03	-697.78
Typesetting, printing and postage and packaging for the annual and semi-annual reports	-294.76	-0.02	-37.43	-96.96
Registrar and transfer agent fee	-352.52	-0.02	-43.84	-114.82
Government fees	-214.00	-0.01	-27.16	-68.87
Other expenses ¹⁾	-10,168.47	-0.91	-1,588.48	-4,017.69
Expense equalisation	-646.90	0.00	-2,948.52	-4,743.72
Total expense	-82,850.26	-5.82	-19,083.24	-47,964.00
Ordinary net expenditure	-16,751.13	-0.35	-9,370.54	-24,481.90
Total expense ratio in percent ²⁾	1.21	0.96	1.99	1.99
Performance fee in percent ²⁾	0.11	0.00	0.00	0.11
Ongoing charges in percent ²⁾	1.23	0.98	2.00	2.00
Swiss total expense ratio in percent before performance fee ²⁾ (for the period from 1 January 2021 to 31 December 2021)	1.21	0.96	1.99	1.99
Swiss total expense ratio in percent including performance fee ²⁾ (for the period from 1 January 2021 to 31 December 2021)	1.32	0.96	1.99	2.10
Swiss performance fee in percent ²⁾ (for the period from 1 January 2021 to 31 December 2021)	0.11	0.00	0.00	0.11

¹⁾ This item mainly comprises general management costs and costs of the collateral manager.

²⁾ See notes to the Report.

Statement of operations

in the period under review from 1 January 2021 to 31 December 2021

	Unit class (R-A)* EUR	Unit class (R-T)* EUR
Income		
Dividends	824.98	19,753.02
Interest on bonds	134.41	3,246.36
Income from refund of withholding tax	11.68	263.91
Bank interest	-39.18	-913.57
Other income	3.97	92.93
Income equalisation	31.60	-922.98
Total income	967.46	21,519.67
Expense		
Interest expense	-1.68	-41.51
Performance fee	0.00	0.00
Management fee	-1,906.78	-45,468.64
Taxe d'abonnement	-40.51	-974.13
Publication and audit expenses	-32.85	-810.52
Typesetting, printing and postage and packaging for the annual and semi-annual reports	-4.24	-98.85
Registrar and transfer agent fee	-4.97	-116.28
Government fees	-3.16	-78.68
Other expenses ¹⁾	-94.73	-2,251.70
Expense equalisation	-79.84	2,593.65
Total expense	-2,168.76	-47,246.66
Ordinary net expenditure	-1,201.30	-25,726.99
Total expense ratio in percent ²⁾	2.36	2.36
Performance fee in percent ²⁾	0.00	0.00
Ongoing charges in percent ²⁾	2.37	2.37
Swiss total expense ratio in percent before performance fee ²⁾ (for the period from 1 January 2021 to 31 December 2021)	2.36	2.36
Swiss total expense ratio in percent including performance fee ²⁾ (for the period from 1 January 2021 to 31 December 2021)	2.36	2.36
Swiss performance fee in percent ²⁾ (for the period from 1 January 2021 to 31 December 2021)	0.00	0.00

¹⁾ This item mainly comprises general management costs and costs of the collateral manager.

²⁾ See notes to the Report.

* Unit classes (R-A) and (R-T) are intended exclusively for distribution in Italy, France and Spain.

Performance in percent *

As of 31 December 2021

Fund	ISIN WKN	Unit class currency	6 months	1 year	3 years	10 years
Ethna-DYNAMISCH (A) since 10/11/2009	LU0455734433 A0YBKY	EUR	0.29%	7.34%	24.53%	66.64%
Ethna-DYNAMISCH (CHF-T) since 14/01/2020	LU1939236409 A2PB17	CHF	0.11%	6.91%	10.84% ***	---
Ethna-DYNAMISCH (R-A)** since 07/05/2015	LU1134152310 A12EJA	EUR	0.10%	6.93%	23.08%	---
Ethna-DYNAMISCH (R-T)** since 20/04/2015	LU1134174397 A12EJB	EUR	0.13%	6.98%	23.17%	---
Ethna-DYNAMISCH (SIA-A) since 02/04/2014	LU0985193357 A1W66S	EUR	0.58%	8.02%	27.31%	---
Ethna-DYNAMISCH (SIA CHF-T) since 16/04/2019	LU1939236318 A2PB18	CHF	0.61%	7.95%	19.79% ***	---
Ethna-DYNAMISCH (SIA-T) since 19/06/2014	LU0985193431 A1W66T	EUR	0.62%	8.06%	27.36%	---
Ethna-DYNAMISCH (T) since 10/11/2009	LU0455735596 A0YBKZ	EUR	0.33%	7.38%	24.57%	66.36%
Ethna-DYNAMISCH (USD-T) since 01/03/2019	LU1939236748 A2PB19	USD	0.58%	7.93%	25.34 ***	---

* On the basis of published unit values (BVI method); the result complies with the Guidelines on the "Calculation and Publication of Performance Data of Collective Investment Schemes" issued by the Swiss Funds & Asset Management Association on 16 May 2008.

** Unit classes (R-A) and (R-T) are intended exclusively for distribution in Italy, France and Spain.

*** Since launch

Past performance is no indicator of current or future performance. The performance data do not include commissions and charges incurred in the issue and redemption of units.

Change in number of units in circulation

	Unit class (A) Number	Unit class (T) Number	Unit class (SIA-A) Number	Unit class (SIA-T) Number
Units in circulation at start of period under review	412,203.616	1,639,617.439	30,961.308	8,685.811
Units issued	32,787.716	190,355.014	13,770.401	1,516.489
Units redeemed	-57,643.773	-1,065,533.052	-4,898.248	-1,020.865
Units in circulation at end of period under review	387,347.559	764,439.401	39,833.461	9,181.435

	Unit class (SIA CHF-T) Number	Unit class (CHF-T) Number	Unit class (USD-T) Number	Unit class (R-A)* Number
Units in circulation at start of period under review	1.000	7,070.420	17,690.000	758.395
Units issued	0.000	2,077.174	3,800.000	41.793
Units redeemed	0.000	-25.756	0.000	-10.980
Units in circulation at end of period under review	1.000	9,121.838	21,490.000	789.208

	Unit class (R-T)* Number
Units in circulation at start of period under review	20,648.755
Units issued	2,280.420
Units redeemed	-5,160.878
Units in circulation at end of period under review	17,768.297

* Unit classes (R-A) and (R-T) are intended exclusively for distribution in Italy, France and Spain.

Statement of net assets of Ethna-DYNAMISCH as of 31 December 2021

18 **Statement of net assets as of 31 December 2021**

ISIN	Securities		Acquisitions in the period under review	Disposals in the period under review	Holdings	Price	Price EUR	% share of NFA ¹⁾
Equities, rights and profit participation certificates								
Securities traded on an exchange								
Cayman Islands								
US01609W1027	Alibaba Group Holding Ltd. ADR	USD	10,000	15,000	25,000	112.0900	2,469,160.28	1.66
							2,469,160.28	1.66
Denmark								
DK0060738599	Demant AS	DKK	0	140,000	60,000	337.2000	2,720,524.96	1.83
							2,720,524.96	1.83
Germany								
DE000A2LQ884	AUTO1 Group SE	EUR	20,000	0	20,000	19.5650	391,300.00	0.26
DE000BASF111	BASF SE	EUR	0	45,000	55,000	61.4700	3,380,850.00	2.28
DE000A288904	CompuGroup Medical SE & Co.KgaA	EUR	8,486	23,486	40,000	70.6500	2,826,000.00	1.90
DE0007571424	GK Software SE	EUR	15,000	8,000	7,000	155.5000	1,088,500.00	0.73
DE000A3CMGN3	hGears AG	EUR	45,000	15,000	30,000	21.4000	642,000.00	0.43
DE0007164600	SAP SE	EUR	0	7,000	28,000	123.5600	3,459,680.00	2.33
DE000A1ML7J1	Vonovia SE	EUR	2,774	25,169	60,000	48.2900	2,897,400.00	1.95
							14,685,730.00	9.88
Ireland								
IE00BTN1Y115	Medtronic Plc.	USD	0	22,000	33,000	103.9500	3,022,601.11	2.04
							3,022,601.11	2.04
New Zealand								
NZATME0002S8	The a2 Milk Co. Ltd.	AUD	0	175,000	375,000	5.5600	1,334,314.60	0.90
							1,334,314.60	0.90
Switzerland								
CH0038389992	BB Biotech AG	CHF	0	30,000	50,000	76.5000	3,690,659.98	2.49
CH0012032048	Roche Holding AG participation certificates	CHF	0	9,100	8,400	380.9000	3,087,186.41	2.08
							6,777,846.39	4.57

¹⁾ NFA = net fund assets. Due to rounding differences in the individual items, the total amounts may deviate from the actual value.

Statement of net assets as of 31 December 2021

ISIN	Securities		Acquisitions in the period under review	Disposals in the period under review	Holdings	Price	Price EUR	% share of NFA ¹⁾
Spain								
ES0148396007	Industria de Diseño Textil S.A.	EUR	0	120,000	110,000	28.1900	3,100,900.00	2.09
							3,100,900.00	2.09
South Korea								
KR7005931001	Samsung Electronics Co. Ltd. -VZ-	KRW	0	55,000	65,000	71,700.0000	3,461,627.85	2.33
							3,461,627.85	2.33
United States of America								
US00507V1098	Activision Blizzard Inc.	USD	0	27,000	53,000	67.1600	3,136,382.06	2.11
US02079K3059	Alphabet Inc.	USD	0	2,700	1,300	2,933.1000	3,359,793.81	2.26
US0311621009	Amgen Inc.	USD	9,000	15,000	14,000	227.6000	2,807,648.25	1.89
US0846707026	Berkshire Hathaway Inc.	USD	0	22,500	15,000	299.4600	3,957,969.87	2.67
US09247X1019	Blackrock Inc.	USD	0	9,500	3,500	909.7200	2,805,551.15	1.89
US8085131055	Charles Schwab Corporation	USD	0	90,000	40,000	84.9600	2,994,448.85	2.02
US2681501092	Dynatrace Inc.	USD	60,000	6,000	54,000	60.6000	2,883,425.85	1.94
US3703341046	General Mills Inc.	USD	0	52,000	58,000	67.0200	3,425,112.34	2.31
US5962781010	Middleby Corporation	USD	0	17,000	18,000	197.1100	3,126,249.01	2.11
US6177001095	Morningstar Inc.	USD	5,000	17,000	13,000	344.0300	3,940,778.92	2.66
US70432V1026	Paycom Software Inc.	USD	7,500	0	7,500	417.2100	2,757,137.19	1.86
US70438V1061	Paylocity Holding Corporation	USD	15,000	1,500	13,500	237.2000	2,821,570.18	1.90
US72703H1014	Planet Fitness Inc.	USD	0	42,000	38,000	90.8600	3,042,276.85	2.05
US79466L3024	salesforce.com Inc.	USD	32,500	17,000	15,500	254.5400	3,476,403.21	2.34
US8725401090	TJX Companies Inc.	USD	0	37,500	52,500	75.4600	3,490,748.08	2.35
US92826C8394	VISA Inc.	USD	0	8,500	16,500	218.1700	3,171,913.83	2.14
US9288811014	Vontier Corporation	USD	60,000	100,000	120,000	31.2800	3,307,427.97	2.23
US88579Y1010	3M Co.	USD	0	21,500	18,500	178.4100	2,908,260.64	1.96
							57,413,098.06	38.69
United Kingdom								
GB0006731235	Associated British Foods Plc.	GBP	0	40,000	110,000	20.1400	2,632,992.63	1.77
GB00B0744B38	Bunzl Plc.	GBP	20,000	100,000	120,000	29.5100	4,208,699.79	2.84
GB00BFZM640	S4 Capital Plc.	GBP	495,000	120,000	375,000	6.3700	2,839,018.30	1.91
GB00BMTV7393	THG Plc.	GBP	0	0	150,000	2.1920	390,777.28	0.26
GB00B10RZP78	Unilever Plc.	EUR	0	75,000	65,000	47.2200	3,069,300.00	2.07
							13,140,788.00	8.85
Securities traded on an exchange							108,126,591.25	72.84
Securities admitted to or included on organised markets								
Germany								
DE000A3CMGM5	APONTIS PHARMA AG	EUR	60,000	6,500	53,500	19.1000	1,021,850.00	0.69
DE0005570808	UmweltBank AG	EUR	22,500	0	22,500	19.8500	446,625.00	0.30
							1,468,475.00	0.99
Securities admitted to or included on organised markets							1,468,475.00	0.99
Equities, rights and profit participation certificates							109,595,066.25	73.83

¹⁾ NFA = net fund assets. Due to rounding differences in the individual items, the total amounts may deviate from the actual value.

Statement of net assets as of 31 December 2021

ISIN	Securities	Acquisitions in the period under review	Disposals in the period under review	Holdings	Price	Price EUR	% share of NFA ¹⁾	
Bonds								
Securities traded on an exchange								
EUR								
XS0832628423	2.250% European Investment Bank (EIB) EMTN Reg.S. v.12(2022)	3,000,000	500,000	2,500,000	102.2980	2,557,450.00	1.72	
DE000A2LQSS1	0.000% Kreditanstalt für Wiederaufbau EMTN Reg.S. v.19(2022)	3,000,000	500,000	2,500,000	100.3350	2,508,375.00	1.69	
DE000A2GSKL9	0.000% Kreditanstalt für Wiederaufbau v.17(2022)	0	500,000	2,500,000	100.6330	2,515,825.00	1.70	
						7,581,650.00	5.11	
NOK								
XS1858079160	1.645% European Investment Bank (EIB) EMTN Reg.S. v.18(2023)	40,000,000	15,000,000	25,000,000	100.5460	2,523,162.32	1.70	
XS1555330999	1.500% European Investment Bank(EIB) EMTN v.17(2024)	0	10,000,000	25,000,000	100.1240	2,512,572.40	1.69	
XS2046690827	1.250% Kreditanstalt für Wiederaufbau EMTN Green Bond v.19(2023)	35,000,000	10,000,000	25,000,000	99.8750	2,506,323.84	1.69	
						7,542,058.56	5.08	
Securities traded on an exchange						15,123,708.56	10.19	
Bonds						15,123,708.56	10.19	
Certificates								
Securities traded on an exchange								
United States of America								
DE000A0S9GB0	Dte. Börse Commodities GmbH/Gold Ounce 999 Cert. v.07(2199)	EUR	0	55,000	120,000	51.1050	6,132,600.00	4.13
IE00B4ND3602	iShares Physical Metals Plc./Gold Ounce 999 Cert. v.11(2199)	EUR	0	0	30,000	31.0100	930,300.00	0.63
						7,062,900.00	4.76	
Securities traded on an exchange						7,062,900.00	4.76	
Certificates						7,062,900.00	4.76	
Securities holdings						131,781,674.81	88.78	
Options								
Long positions								
EUR								
Put on Euro Stoxx 50 Price Index March 2022/3,800.00			160	0	160	68,320.00	0.05	
						68,320.00	0.05	
USD								
Put on E-Mini S&P 500 Index Future March 2022/4,200.00			55	0	55	87,232.36	0.06	
						87,232.36	0.06	
Long positions						155,552.36	0.11	

¹⁾ NFA = net fund assets. Due to rounding differences in the individual items, the total amounts may deviate from the actual value.

Statement of net assets as of 31 December 2021

ISIN	Securities	Acquisitions in the period under review	Disposals in the period under review	Holdings	Price	Price EUR	% share of NFA ¹⁾
Short positions ²⁾							
EUR							
	Put on Euro Stoxx 50 Price Index March 2022/3,450.00	0	160	-160		-34,720.00	-0.02
						-34,720.00	-0.02
USD							
	Put on E-Mini S&P 500 Index Future March 2022/3,800.00	0	55	-55		-41,193.06	-0.03
						-41,193.06	-0.03
						-75,913.06	-0.05
						79,639.30	0.06
Options							
Futures contracts							
Short positions							
EUR							
	Euro Stoxx 50 Price Index Future March 2022	0	120	-120		-147,730.00	-0.10
						-147,730.00	-0.10
USD							
	E-Mini S&P 500 Index Future March 2022	0	40	-40		-280,773.64	-0.19
	Nasdaq 100 Index Future March 2022	0	10	-10		-26,359.15	-0.02
						-307,132.79	-0.21
						-454,862.79	-0.31
						-454,862.79	-0.31
						17,206,354.72	11.60
						-233,828.70	-0.13
						148,378,977.34	100.00

¹⁾ NFA = net fund assets. Due to rounding differences in the individual items, the total amounts may deviate from the actual value.

²⁾ The total amount of the commitments of the written options in force as at the reporting date, valued at the strike price, is EUR 14,773,475.00.

³⁾ See notes to the Report.

Forward foreign exchange contracts

The following forward foreign exchange contracts were open as of 31 December 2021:

Currency	Counterparty		Currency amount	Price EUR	% share of NFA ¹⁾
CHF/EUR	DZ PRIVATBANK S.A.	Currency purchases	1,029,604.00	994,266.78	0.67
USD/EUR	DZ PRIVATBANK S.A.	Currency purchases	2,720,000.00	2,386,075.85	1.61
EUR/CHF	DZ PRIVATBANK S.A.	Currency sales	17,005.00	16,421.37	0.01
EUR/GBP	J.P. Morgan AG, Frankfurt	Currency sales	5,000,000.00	5,937,318.54	4.00
EUR/USD	DZ PRIVATBANK S.A.	Currency sales	24,000.00	21,053.61	0.01
EUR/USD	J.P. Morgan AG, Frankfurt	Currency sales	30,000,000.00	26,409,403.86	17.80

Futures contracts

	Holdings	Commitments EUR	% share of NFA ¹⁾
Short positions			
EUR			
Euro Stoxx 50 Price Index Future March 2022	-120	-5,119,200.00	-3.45
		-5,119,200.00	-3.45
USD			
E-Mini S&P 500 Index Future March 2022	-40	-8,431,579.87	-5.68
Nasdaq 100 Index Future March 2022	-10	-2,906,071.02	-1.96
		-11,337,650.89	-7.64
Short positions		-16,456,850.89	-11.09
Futures contracts		-16,456,850.89	-11.09

¹⁾ NFA = net fund assets. Due to rounding differences in the individual items, the total amounts may deviate from the actual value.

Acquisitions and disposals

from 1 January 2021 to 31 December 2021

23

Acquisitions and disposals from 1 January 2021 to 31 December 2021

Purchases and sales of securities, promissory note loans and derivatives executed during the period under review, including changes excluding capital movements to the extent not reported in the statement of net assets.

ISIN	Securities		Acquisitions in the period under review	Disposals in the period under review
Equities, rights and profit participation certificates				
Securities traded on an exchange				
Germany				
DE000A3MQB30	Vonovia SE BZR 07.12.21	EUR	85,169	85,169
Netherlands				
US55406W1036	Myt Netherlands Parent BV ADR	USD	1,000	1,000
United States of America				
US17275R1023	Cisco Systems Inc.	USD	0	110,000
US7476012015	Qualtrics International Inc.	USD	1,000	1,000
Bonds				
Securities traded on an exchange				
EUR				
XS0676294696	2.750% European Investment Bank (EIB) EMTN v.11(2021)		0	3,000,000
DE000A2LQHU0	0.000% Kreditanstalt für Wiederaufbau EMTN Reg.S. v.18(2021)		0	3,000,000
NOK				
XS1227593933	1.500% European Investment Bank (EIB) EMTN Reg.S. v.15(2022)		0	40,000,000
XS1489186947	1.000% Kreditanstalt für Wiederaufbau EMTN v.16(2021)		0	35,000,000
USD				
US912810SH23	2.875% United States of America v.19(2049)		0	3,000,000
US912810SL35	2.000% United States of America v.20(2050)		0	3,000,000
US912810SN90	1.250% United States of America v.20(2050)		0	8,000,000
Options				
EUR				
	Put on Euro Stoxx 50 Price Index December 2021/3,500.00		300	300
	Put on Euro Stoxx 50 Price Index December 2021/3,900.00		300	300
	Put on Euro Stoxx 50 Price Index June 2021/3,200.00		250	250
	Put on Euro Stoxx 50 Price Index June 2021/3,550.00		250	250
	Put on Euro Stoxx 50 Price Index March 2021/2,900.00		250	0
	Put on Euro Stoxx 50 Price Index March 2021/3,200.00		0	250
	Put on Euro Stoxx 50 Price Index September 2021/3,400.00		300	300
	Put on Euro Stoxx 50 Price Index September 2021/3,800.00		300	300

Acquisitions and disposals from 1 January 2021 to 31 December 2021

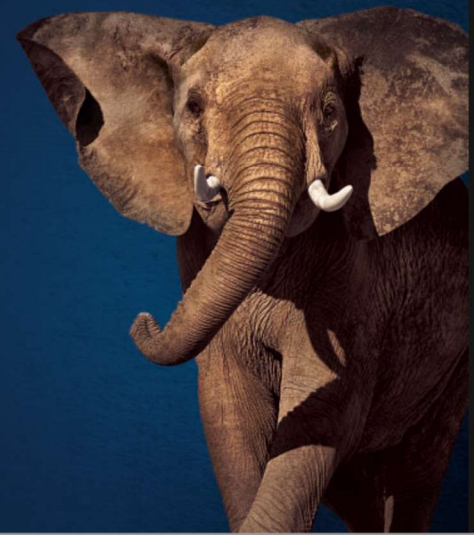
Purchases and sales of securities, promissory note loans and derivatives executed during the period under review, including changes excluding capital movements to the extent not reported in the statement of net assets.

ISIN	Securities	Acquisitions in the period under review	Disposals in the period under review
USD			
	Put on E-Mini Nasdaq 100 Index Future September 2021/11,500.00	150	150
	Put on E-Mini Nasdaq 100 Index Future September 2021/13,000.00	150	150
	Put on E-Mini S&P 500 Index Future December 2021/3,750.00	100	100
	Put on E-Mini S&P 500 Index Future December 2021/4,150.00	100	100
	Put on E-Mini S&P 500 Index Future June 2021/3,250.00	70	70
	Put on E-Mini S&P 500 Index Future June 2021/3,600.00	70	70
	Put on E-Mini S&P 500 Index Future March 2021/3,000.00	60	0
	Put on E-Mini S&P 500 Index Future March 2021/3,300.00	0	60
	Put on E-Mini S&P 500 Index Future September 2021/3,500.00	100	100
	Put on E-Mini S&P 500 Index Future September 2021/3,900.00	100	100
Futures contracts			
EUR			
	Euro Stoxx 50 Price Index Future December 2021	240	240
	Euro Stoxx 50 Price Index Future June 2021	120	120
	Euro Stoxx 50 Price Index Future September 2021	120	120
USD			
	E-Mini S&P 500 Index Future December 2021	80	80
	E-Mini S&P 500 Index Future September 2021	105	105
	Nasdaq 100 Index Future December 2021	20	20
	Nasdaq 100 Index Future June 2021	10	10
	Nasdaq 100 Index Future September 2021	10	10
	S&P 500 Index Future June 2021	40	40
	S&P 500 Index Future March 2021	280	280

Foreign exchange rates

For the valuation of assets in a foreign currency, the following exchange rate for 31 December 2021 was used for conversion into euro.

Australian dollar	EUR 1 =	AUD	1.5626
Pound sterling	EUR 1 =	GBP	0.8414
Danish krone	EUR 1 =	DKK	7.4368
Norwegian krone	EUR 1 =	NOK	9.9623
Swiss franc	EUR 1 =	CHF	1.0364
South Korean won	EUR 1 =	KRW	1,346.3319
US dollar	EUR 1 =	USD	1.1349



Notes to the Annual Report as of 31 December 2021

1.) General

The Ethna-DYNAMISCH investment fund is managed by ETHENEA Independent Investors S.A. pursuant to the fund's management regulations. The Management Regulations first came into force on 10 November 2009.

They were filed with the Luxembourg Trade and Companies Register with a reference to this filing published in the Mémorial, Recueil des Sociétés et Associations, Official Gazette of the Grand Duchy of Luxembourg ("Mémorial"), on 30 November 2009. The Mémorial was replaced by the new information platform Recueil électronique des sociétés et associations ("RESA") of the Trade and Companies Register in Luxembourg as of 1 June 2016. The Management Regulations were last amended on 1 January 2020 and published in the Recueil électronique des sociétés et associations ("RESA").

Ethna-DYNAMISCH is a Luxembourg investment fund (Fonds Commun de Placement) set up in the form of a mono fund for an indefinite period in accordance with Part I of the Luxembourg Law of 17 December 2010 on undertakings for collective investment, as amended (the "Law of 17 December 2010").

The management company of the fund is ETHENEA Independent Investors S.A. ("management company"), a public limited company incorporated under the laws of the Grand Duchy of Luxembourg with its registered office at 16, rue Gabriel Lippmann, L-5365 Munsbach. It was established on 10 September 2010 for an indefinite period. Its Articles of Association were published on 15 September 2010 in the Mémorial. Amendments to the management company's Articles of Association entered into force on 1 January 2015 and were published in the Mémorial on 13 February 2015. The management company is registered with the Luxembourg Trade and Companies Register under the registration number R.C.S. Luxembourg B-155427

Unit classes (R-A) and (R-T) are intended exclusively for distribution in Italy, France and Spain.

2.) Main accounting and valuation principles; unit value calculation

Responsibility for preparing this annual report in accordance with the applicable Luxembourg statutory provisions and regulations relating to the preparation and presentation of annual reports lies with the Board of Directors of the management company.

1. The fund's net assets are stated in euros (EUR) ("reference currency").
2. The value of a fund unit ("unit value") is stated in the currency ("fund currency") as specified in the annex to the Sales Prospectus, unless a currency other than the fund currency is specified for any other unit classes in the annex to the Sales Prospectus ("unit class currency").
3. The unit value is calculated by the management company or its delegate under the supervision of the depositary on each day that is a bank working day in Luxembourg, with the exception of 24 and 31 December of each year ("valuation day"), and rounded to two decimal places. The management company may stipulate a different arrangement for the fund, taking into account that the unit value must be calculated at least twice a month.

However, the management company may decide to determine the unit value on 24 and 31 December of any given year, without this constituting a calculation of the unit value on a valuation day as specified in sentence 1 above of this point 3. Consequently, investors may not request the issue, redemption and/or conversion of units on the basis of a unit value determined on 24 December and/or 31 December of any year.

4. To calculate the unit value, the value of the assets in the fund less any fund liabilities ("net fund assets") is calculated on each valuation day, divided by the number of fund units in circulation on the valuation day.

5. To the extent that information regarding the position of the fund assets as a whole needs to be provided in annual reports, semi-annual reports or other financial statistics in accordance with legal requirements or the rules in the fund management regulations, the fund assets are translated into the reference currency. The net fund assets are calculated on the basis of the following principles:

- a) securities, money market instruments, derivative financial instruments (derivatives) and other assets which are officially listed on a stock exchange are valued at the last available price of the trading day preceding the valuation day which ensures a reliable valuation.

The management company may determine for the fund that securities, money market instruments, derivative financial instruments (derivatives) and other assets which are officially listed on a stock exchange are valued at the last available closing price of the trading day which ensures a reliable valuation. This is mentioned in the annex to the fund's Sales Prospectus.

26

Where securities, money market instruments, derivatives and other assets are officially listed on several stock exchanges, the exchange with the highest liquidity is used.

- b) Securities, money market instruments, derivatives and other assets not officially listed on a stock exchange (or whose exchange prices are not considered representative because of a lack of liquidity, for example) but which are traded on a regulated market are valued at a price that may be no lower than the bid price and no higher than the offer price of the trading day preceding the valuation day and that the management company considers in good faith to be the best possible price at which the securities, money market instruments, derivatives and other assets may be sold.

The management company can determine for the fund that securities, money market instruments, derivatives and other assets not officially listed on a stock exchange (or whose exchange prices are not considered representative because of a lack of liquidity, for example) but which are traded on a regulated market are valued at a price that may be no lower than the bid price and no higher than the offer price of the trading day preceding the valuation day and that the management company considers in good faith to be the best possible price at which the securities, money market instruments, derivatives and other assets may be sold. This is mentioned in the annex to the fund's Sales Prospectus.

- c) OTC derivatives are valued on a daily basis using a verifiable method to be specified by the management company.
- d) units of UCITS or UCIs shall be valued at the last redemption price determined before the valuation day, or at the last available price which ensures a reliable valuation. If redemption has been suspended for investment fund units or a redemption price has not been specified, these units are valued in the same way as all other assets at the relevant market value as determined by the management company in good faith using generally accepted and verifiable valuation rules.
- e) if the applicable prices are not in line with the market, if the financial instruments referred to in b) are not traded on a regulated market and if no prices have been determined for financial instruments other than those referred to in letters a) to d), these financial instruments shall be valued in the same way as the other legally permissible assets at the applicable market value as determined by the management company in good faith and in accordance with generally recognised and verifiable valuation rules (e.g. suitable valuation models taking into account current market conditions).
- f) cash and cash equivalents are valued at their nominal value plus interest.
- g) receivables, such as deferred interest and liabilities, are generally valued at their nominal value.

- h) the market value of securities, money market instruments, derivative financial instruments (derivatives) and other assets that are denominated in a currency other than the fund currency is converted into the relevant fund currency on the basis of the exchange rate determined at the WM/Reuters fixing at 5:00 p.m. (4:00 p.m. London time) on the trading day preceding the valuation day. Profits and losses from foreign exchange transactions are added or deducted as appropriate.

The management company can determine for the fund that securities, money market instruments, derivatives and other assets denominated in a currency other than the fund currency are converted into the relevant fund currency on the basis of the exchange rate determined on the valuation day. Profits and losses from foreign exchange transactions are added or deducted as appropriate. This is mentioned in the annex to the fund's Sales Prospectus.

Net fund assets are reduced by any distributions paid to investors in the fund.

6. The unit value is calculated in accordance with the aforementioned criteria. However, if unit classes have been created within the fund, the unit value is calculated in accordance with the aforementioned criteria separately for each unit class.

7. In connection with listed derivatives, the fund is required to cover risks by providing collateral in the form of bank deposits or securities. The collateral provided in the form of bank deposits amounts to:

ESMA - Initial Margin/Variation Margin for the financial year ending 31 December 2021:

Fund name	Counterparty	Initial margin	Variation margin
Ethna-DYNAMISCH	DZ PRIVATBANK S.A.	USD 621,007.50	USD 357,965.00
Ethna-DYNAMISCH	DZ PRIVATBANK S.A.	EUR 348,039.80	EUR 162,130.00

For accounting reasons, the tables published in this report may contain rounding discrepancies of +/- one unit (currency, percent, etc.).

3.) Taxation

Taxation of the fund

From a Luxembourg tax perspective, as an investment fund the fund does not have any legal personality and is tax transparent.

The fund is not liable to tax on its income or profits in the Grand Duchy of Luxembourg. The fund assets are only subject to the tax d'abonnement in the Grand Duchy of Luxembourg at the current rate of 0.05% p.a. A reduced tax d'abonnement at the rate of 0.01% p.a. is applicable to (i) unit classes, the units of which are issued exclusively to institutional investors pursuant to Article 174 of the Law of 17 December 2010, (ii) funds, the exclusive purpose of which is to invest in money market instruments, term deposits at credit institutions, or both. The tax d'abonnement is payable quarterly on the net fund assets as reported at the end of each quarter. The rate of the tax d'abonnement for the fund or unit classes is mentioned in the annex to the Sales Prospectus. An exemption from the tax d'abonnement is applicable, inter alia, if the fund assets are invested in other Luxembourg investment funds that are already subject to the tax d'abonnement.

Income earned by the fund (in particular interest and dividends) may be subject to withholding tax or other taxes in the countries in which the fund assets are invested. The fund may also be liable to tax on realised or unrealised capital gains on its investments in the source country.

Distributions by the fund and profits from liquidations or disposals are not subject to withholding tax in the Grand Duchy of Luxembourg. Neither the depositary nor the management company is required to collect tax certificates.

Taxation on income from investment fund units for the investor

Investors that are or were not tax resident in the Grand Duchy of Luxembourg, and do not have a permanent establishment or permanent representative there, are not subject to any Luxembourg income tax in relation to their income from or gains from disposals of their fund units.

Natural persons who are tax residents in the Grand Duchy of Luxembourg are subject to Luxembourg's progressive income tax.

Companies that are tax resident in the Grand Duchy of Luxembourg are liable to pay corporation tax on income from fund units.

It is recommended that investors and prospective investors ensure they are informed about laws and regulations applicable to the taxation of fund assets and to the subscription, purchase, ownership, redemption or transfer of units and obtain advice from an independent third party, in particular from a tax advisor.

4.) Appropriation of income

The income of unit classes (A), (SIA-A) and (R-A) is distributed. The income of unit classes (T), (SIA-T), (SIA CHF-T), (CHF-T), (USD-T) and (R-T) is reinvested. Distribution takes place at the intervals determined from time to time by the management company.

Further details on the appropriation of income are provided in the Sales Prospectus.

5.) Information relating to charges and expenditure

Information on management and depositary fees and charges may be found in the current Sales Prospectus.

6.) Transaction costs

Transaction costs include all costs which were accounted for and/or settled separately on account of the fund in the financial year and are directly connected with a purchase or sale of securities, money market instruments, derivatives or other assets. These costs essentially include commissions, settlement fees and taxes.

7.) Total Expense Ratio (TER)

In calculating the total expense ratio (TER), the following BVI calculation method was applied:

$$\text{TER} = \frac{\text{Total cost in fund currency}}{\text{Average fund volume (basis: NFA calculated daily *)}} * 100$$

* NFA = net fund assets

The TER indicates the level of expenses charged to the fund assets. In addition to management and depositary fees and the tax d'abonnement, all other costs are included, with the exception of transaction costs incurred by the fund. It shows the total amount of these costs as a percentage of the average fund volume in a financial year. (Any performance fees are shown separately in direct relation to the TER.)

8.) Ongoing charges

28

Ongoing charges is a figure calculated pursuant to Article 10(2)(b) of Commission Regulation (EU) No 583/2010 of 1 July 2010 implementing Directive 2009/65/EC of the European Parliament.

The ongoing charges indicate the level of expenses charged to the fund assets in the past financial year. In addition to management and depositary fees and the tax d'abonnement, all other costs are included, with the exception of applicable performance fees. The figure shows the total amount of these charges as a percentage of the average fund volume in the financial year. In the case of investment funds which invest more than 20% of their assets in other fund products / target funds, the charges for the target funds are also included – any retrocession receipts (trailer fees) for these products are offset against the charges.

9.) Income and expense equalisation

An income equalisation amount and expense equalisation amount are set against ordinary income and expense. This covers net income arising during the period under review which the purchaser of units pays for as part of the issue price and the seller of units receives as part of the redemption price.

10.) Fund current accounts (cash at banks and/or liabilities to banks)

All of the fund's current accounts (including those in different currencies) that actually and legally form only part of a single current account are designated as a single current account in connection with net fund assets.

Current accounts in foreign currencies, if applicable, are converted into the currency of the fund. Interest is calculated on the basis of the terms of the relevant individual account.

11.) Risk management (unaudited)

The management company applies a risk management procedure which enables it to monitor and measure at all times the risk contained in the investment positions and their contribution to the overall risk profile of the investment portfolio of the funds managed by the management company. In accordance with the Law of 17 December 2010 and the applicable regulatory requirements of the Commission de Surveillance du Secteur Financier (CSSF), the management company reports regularly to the CSSF on the risk management process adopted. The management company shall ensure, as part of the risk management process, using appropriate and reasonable methods, that the total risk associated with derivatives of the funds under management does not exceed the total net value of their portfolios. The management company uses the following methods for this purpose:

Commitment approach:

Under the Commitment Approach, positions in derivative financial instruments are converted into their underlying equivalent using the delta method. This takes account of netting and hedging effects between derivative financial instruments and their underlyings. Equivalent to underlyings, their total value must not exceed the total net value of the fund portfolio.

VaR approach:

The Value-at-Risk (VaR) figure is a statistical concept and is used as a standard measure of risk in the financial sector. The VaR indicates the potential loss on a portfolio during a given period (the holding period) which has a given probability (the confidence level) of not being exceeded.

Relative VaR approach:

In the relative VaR approach, the VaR for the fund must not exceed the VaR for a reference portfolio by a factor contingent on the level of the fund's risk profile. The maximum factor permitted by the supervisory authorities is 200%. The benchmark portfolio provides a correct representation of the fund's investment policy.

Absolute VaR approach:

In the absolute VaR approach, the VaR for the fund (99% confidence level, 20-day holding period) must not exceed a portion of the fund's assets contingent on the level of the fund's risk profile. The maximum limited permitted by the supervisory authorities is 20% of the fund's assets.

For funds which use the VaR approaches to ascertain the total risk, the Management Company estimates the expected degree of leverage effect. The extent of this leverage effect may deviate from the actual value depending on prevailing market conditions, falling below or exceeding it. Investors' attention is drawn to the fact that no conclusions can be drawn from this information with respect to the risk entailed in the fund. Furthermore, the expected leverage published is explicitly not to be understood as an investment limit. The method used to determine the overall risk and, if applicable the publication of the reference portfolio and the expected degree of leverage, as well as the calculation method, are stated in the fund-specific appendix.

In accordance with the Prospectus valid at the end of the financial year, Ethna-DYNAMISCH is subject to the following risk management procedure:

UCITS	Risk management procedure applied
Ethna-DYNAMISCH	absolute VaR

12.) Portfolio turnover rate (TOR)

Asset managers are required to disclose certain information on the basis of Shareholder Rights Directive II (SRD II). This document contains the portfolio turnover ratios (TORs) for the same period as the annual reports of the listed funds as part of specific fund disclosures.

The turnover figures are calculated using the following method adopted by the CSSF:

Turnover = ((Total 1 - Total 2) / M)*100 Where: Total 1 = Total of all securities transactions (purchases and sales) made during the period; Total 2 = Total of all new investments and redemptions made during the period; M = Average net assets of the fund.

The TOR for the Ethna-DYNAMISCH fund for the period from 1 January 2021 to 31 December 2021 is 10.35.

13.) Information for Swiss investors (unaudited)**a.) Securities numbers:**

Ethna-DYNAMISCH unit class (A) securities no. 10724364
 Ethna-DYNAMISCH unit class (T) securities no. 10724365
 Ethna-DYNAMISCH unit class (SIA-A) securities no. 22830636
 Ethna-DYNAMISCH unit class (SIA-T) securities no. 22830638
 Ethna-DYNAMISCH unit class (CHF-T) securities no. 46028816
 Ethna-DYNAMISCH unit class (USD-T) securities no. 46028820
 Ethna-DYNAMISCH unit class (SIA CHF-T) securities no. 46028814

b.) Total Expense Ratio (TER) in accordance with the guidelines issued by the Swiss Funds & Asset Management Association (SFAMA) on 16 May 2008 (updated on 1 June 2015):

Commissions and costs incurred in the management of the collective investment scheme must be disclosed using the internationally recognised measure known as the "Total Expense Ratio (TER)". This figure expresses the total of those commissions and costs which are incurred by the assets of the collective investment scheme on an ongoing basis (operating expense) retrospectively as a percentage of net assets and is to be calculated using the following formula:

$$\text{TER} = \frac{\text{Total operating expense in UA}^*}{\text{Average net assets in UA}^*} \times 100$$

* UA = Units in the currency of account of the collective investment scheme

For newly established funds, the TER is to be calculated for the first time using the statement of operations published in the first annual or semi-annual report. Operating expense may be converted to a 12-month period. The median of month-end values over the period under review is used to calculate the average value for fund assets.

$$\text{Annualised operating expense in UA}^* = \frac{\text{Operating expense in n months}}{N} \times 12$$

* UA = Units in the currency of account of the collective investment scheme

As per the Swiss Funds & Asset Management Association (SFAMA) guidelines of 16 May 2008 (updated as of 1 June 2015), the following TER in percent was calculated for the period from 1 January 2021 to 31 December 2021:

Ethna-DYNAMISCH	Swiss TER in %	
	Without performance fee	With performance fee
Unit class (A)	1.97	2.00
Unit class (T)	1.96	1.98
Unit class (SIA-A)	1.17	1.30
Unit class (SIA-T)	1.21	1.32
Unit class (SIA-CHF)	0.96	1.06
Unit class (CHF-T)	1.99	1.99
Unit class (USD-T)	1.99	2.10

30

c.) Information for investors

Payments may be made from the fund management fee to distributors and asset managers in return for distribution of the investment fund (trailer fees). Reimbursements may be granted from the management fee to institutional investors which hold the fund units for third-party beneficial owners.

d.) Amendments to the Prospectus in the financial year

Published amendments to the Prospectus in the financial year are made available for download at www.swissfunddata.ch.

14.) Performance fee

The Management Company receives a performance fee of 20% of the performance in excess of 5% (hurdle rate), which can be withdrawn from the fund at the expense of the unit class concerned at the end of the financial year. The increase in value in each case is calculated using the so-called net capital appreciation method, i.e. the calculation is made for the fund on the basis of the net asset value per unit valid at the end of the previous financial year in respect of which a profit participation was last paid out. In the year of the initial issue of units, the calculation is based on the initial issue price.

If the net unit value at the end of the past financial year shows an increase in value compared to the net asset value at the end of the previous financial year, but the hurdle rate was not exceeded, this last net unit value of the past financial year is the high watermark for the next financial year.

If net impairments have to be reported in a financial year, they are carried forward with regard to the calculation of the performance fee of the following financial years and then taken into account, with the result that no performance fee is paid out as long as the unit value is below the level which last gave rise to the payment of a performance fee.

These fees are exclusive of any value added tax.

For the financial year ended 31 December 2021, the actual performance fee accrued and the corresponding performance fee percentage (calculated on the basis of the respective average net assets of the subfunds) for the respective subfunds are as follows:

Currency	Fund name	ISIN	Performance fee	
			in EUR	in %
EUR	Ethna-DYNAMISCH (A)	LU0455734433	12 200.82	0.03
EUR	Ethna-DYNAMISCH (CHF-T)	LU1939236409	0.00	0.00
EUR	Ethna-DYNAMISCH (R-A)	LU1134152310	0.00	0.00
EUR	Ethna-DYNAMISCH (R-T)	LU1134174397	0.00	0.00
EUR	Ethna-DYNAMISCH (SIA CHF-T)	LU1939236318	0.00	0.00
EUR	Ethna-DYNAMISCH (SIA-A)	LU0985193357	28 593.08	0.13
EUR	Ethna-DYNAMISCH (SIA-T)	LU0985193431	6 934.01	0.11
EUR	Ethna-DYNAMISCH (T)	LU0455735596	27 923.75	0.02
EUR	Ethna-DYNAMISCH (USD-T)	LU1939236748	2 294.15	0.11

15.) Significant events during the period under review

The Sales Prospectus was updated with effect from 19 February 2021. The following amendments entered into force:

- Adjustment with reference to the Disclosure Regulation (SFDR):
- The fund has been classified as an Art. 8 fund and the ESG strategy has been accordingly included under the investment objectives.
- Alignments to template and editorial changes

Information regarding the COVID-19 pandemic

On 11 March 2020, the World Health Organization (WHO) declared a global pandemic as a result of the spread of the coronavirus (COVID-19). This is the first time this has happened since the outbreak of the H1N1 virus over 10 years ago in 2009/2010.

The pandemic that started in China at the end of December 2019 is first and foremost a humanitarian catastrophe. However, since the imposition of extensive lockdowns worldwide from March 2020, it is also having a significant impact on the global economy. Record daily falls in practically all major indices in March 2020 are just one sign of this, alongside many others.

As such, developments as a result of the COVID-19 outbreak also have a concrete impact on the performance of the fund:

1. The crisis management implemented by all of the fund's counterparties means that its daily operations can be maintained. All of the fund's service providers (including the management company, central administration, depository, registrar and transfer agent, paying agent and fund manager) are in a position to continue with the provision of the same fund management services, thanks to the potential for full server-based homeworking. In the event of general lockdowns, border closures or more far-reaching measures, which had not yet been announced on the date of the audit opinion in Luxembourg, this would ensure the unrestricted continuation of the fund management. All of the fund's counterparties have adequate staff to continue to fulfil their contractual duties, even in the event of the spread of COVID-19 and related staff absences due to employees contracting the illness. All employees in each team have adequate training to be able to take over the duties of any other team members who may be absent due to illness.
2. The management company is responsible for the risk management of the fund. In this context, ETHENEA Independent Investors S.A. has introduced a range of measures, including closer scrutiny of unit transactions, in particular, in order to identify any significant redemptions and take the necessary action. Although the fund generally consists of assets that can be liquidated on a short-term basis, there is a risk that significant redemptions could not be met during the extreme market conditions prevailing during the crisis. The management company can suspend unit transactions if such a situation regarding redemptions appears likely. Should redemptions occur at such a level that liquidation of the funds becomes an issue for consideration, the management company will take the appropriate measures to ensure that all investors in the fund are treated equally.
3. Information regarding the most recent market trends for the fund is available upon request, and on the website of the management company: www.ethenea.com. All investors will be informed in good time of any further events to explain the most recent market trends for the fund. Furthermore, any documentation connected to such events will subsequently be available upon request from the management company.

There were no other noteworthy changes or significant events in the period under review.

16.) Significant events after the period under review

The Sales Prospectus was updated with effect from 1 January 2022. The following amendments entered into force:

- Implementation of the Taxonomy Regulation
- Implementation of the ESMA Guidelines on performance fees
- Alignments to template

There were no other noteworthy changes or significant events after the period under review.

17.) Classification under the SFDR Regulation (EU 2019/2088) (unaudited)

Article 8 of Regulation (EU) 2019/2088 and Article 6 of Regulation (EU) 2020/852 (EU Taxonomy) apply to this Fund.

In compliance with the ESG strategy of the fund manager, ESG criteria, in particular sustainability risks, are taken into consideration for the fund in the investment decision process.

ETHENEA Independent Investors S.A. (management company and fund manager of the fund) has signed the UN PRI (United Nations-supported Principles for Responsible Investment).

The investment universe includes global equities and corporate bonds, which have been subject to a systematic selection process. This selection process also takes into consideration ESG aspects based on our own analyses and supported by external research services. The fund invests exclusively in corporate securities that apply best practice in corporate governance and do not fall under the general exclusion criteria.

In addition, the fund management of the Management Company makes use of external research from one or more sustainability rating agencies. Their findings are taken into consideration as one component in the fund manager's investment decision process.

For the assessment of the suitability of investments for the fund assets, the individual ESG criteria are accordingly taken into account in addition to the traditional parameters for risk and return expectations.

Detailed information on the principles of responsible investment of the Management Company and the appointment of sustainability rating agencies used can be found on www.ethenea.com under “ABOUT ETHENEA”.

The fund manager does not currently consider any adverse impact of investment decisions on sustainability factors for this fund. In the market, the relevant data that must be used to determine and weight the adverse sustainability impacts are currently not sufficiently available. No later than 30 December 2022, the fund manager will provide information on whether and how the main adverse effects of investment decisions on sustainability factors are taken into account.

18.) Remuneration policy (unaudited)

The Management Company of ETHENEA Independent Investors S.A. applies a remuneration policy that complies with the legal requirements. The remuneration system is designed to be compatible with sound and effective risk management, neither encouraging the assumption of risks that are inconsistent with the risk profiles, management regulations or articles of association of the undertakings for collective investment in transferable securities (hereinafter “UCITS”) under management, nor preventing ETHENEA Independent Investors S.A. from duly acting in the best interests of the UCITS.

Employee remuneration consists of an appropriate fixed annual salary and variable performance and results-based remuneration.

As of 31 December 2020, the total remuneration of the 23 employees of ETHENEA Independent Investors S.A. for the year was EUR 1,817,473.43 in fixed annual salaries plus EUR 484,000.00 in variable remuneration. The aforementioned remuneration pertains to all of the UCITS managed by ETHENEA Independent Investors S.A. All employees are involved in total management activities for all funds; therefore, distribution based on fund is not possible.

More detailed information on the current remuneration policy can be obtained free of charge on the website of the Management Company, www.ethenea.com, in the legal notices section. A hard-copy version will be provided to investors free of charge upon request.

19.) Transparency of securities financing transactions and their reuse (unaudited)

By definition, ETHENEA Independent Investors S.A., as a management company of undertakings for collective investment in transferable securities (UCITS), comes within the scope of Regulation (EU) 2015/2365 of the European Parliament and of the Council of 25 November 2015 on transparency of securities financing transactions and of reuse and amending Regulation (EU) No 648/2012 (“SFTR”).

No securities financing transactions or total return swaps within the meaning of this Regulation were used in the financial year of the investment fund. Thus, no disclosures pursuant to Article 13 of this regulation are to be made to investors in the Annual Report.

More detailed information on the fund’s investment strategy and the financial instruments it uses can be found in the current prospectus, and can be obtained free of charge from the website of the management company at www.ethenea.com.

Report of the Réviseur d'Entreprises agréé

To the unitholders of
Ethna-DYNAMISCH
16, rue Gabriel Lippmann
L-5365 Munsbach

Audit opinion

We have audited the annual financial statements of Ethna-DYNAMISCH (“the Fund”), consisting of the composition of net fund assets as of 31 December 2021, changes in net fund assets as well as the statement of operations for the financial year ending on that date; and notes, along with a summary of key accounting methods.

In our opinion, the accompanying financial statements give a true and fair view of the financial position of the Fund as at 31 December 2021, and of its financial performance and its changes in net assets for the year ended on that date in accordance with Luxembourg legal and regulatory requirements relating to the preparation and presentation of the financial statements.

Basis for the audit opinion

We have carried out our audit in accordance with the Law concerning the audit profession (the “Law of 23 July 2016”) and international standards on auditing (“ISAs”) accepted for Luxembourg by the Commission de Surveillance du Secteur Financier (“CSSF”). Our responsibility under the Law of 23 July 2016 and the ISA Standards is further described in the section “Responsibility of the Réviseur d’entreprises agréé for the audit of the financial statements”. We are 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 (the “IESBA Code”) accepted for Luxembourg by the CSSF, together with professional conduct requirements to be upheld within the framework of the audit of the annual financial statements and have fulfilled all other professional obligations in accordance with these conduct requirements. We are of the opinion that the audit evidence we have obtained is sufficient and appropriate to serve as a basis for our audit opinion.

Additional information

The Management Company’s Board of Directors is responsible for the additional information. The additional information includes the information contained in the Annual Report, but not the financial statements or our report as Réviseur d’entreprises agréé on these financial statements.

Our audit results for the financial statements do not cover the additional information, and we make no guarantee whatsoever regarding this information.

In auditing the financial statements, our responsibility is to read the additional information and to assess whether there is a significant discrepancy between it and the financial statements or the findings obtained from the audit, or whether the additional information appears otherwise misrepresented. If, based on the work we have performed, we conclude that any other information contains a material misstatement, we are required to report that fact. We have nothing to report in this regard.

Responsibility of the Board of Directors for the annual financial statements

The Board of Directors of the Management Company is responsible for the preparation and fair presentation of the annual financial statements in accordance with the legal provisions and regulations applying in Luxembourg to the preparation and presentation of annual financial statements, and for the internal controls which the Board of Directors of the Management Company deems necessary in order to ensure that annual financial statements are prepared which are free of material misstatement – whether due to error or fraud.

In preparing the financial statements, the Board of Directors of the management company is responsible for assessing the ability of the Fund to continue as a going concern and, as applicable, to disclose matters related to the going concern assumption as a matter of accounting policy unless the Board of Directors of the management company intends to liquidate the Fund, to cease operations, or has no realistic alternative but to do so.

Responsibility of the Réviseur d'entreprises agréé for the audit of the annual financial statements

The aim of our audit is to obtain reasonable assurance that the annual financial statements as a whole are free of material misstatement – whether due to error or fraud – and prepare a Report of the Réviseur d'entreprises agréé containing our audit opinion. Reasonable assurance corresponds to 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 the ISAs adopted for Luxembourg by the CSSF will always identify a material misstatement, if any. Misstatements can arise from error or fraud 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.

In accordance with the Law of 23 July 2016 and the ISAs as adopted for Luxembourg by the CSSF, we have carried out our audit in accordance with our professional judgement and have maintained a critical perspective. Furthermore:

- We identify and assess the risk of material misstatements in the annual financial statements due to fraud or error, plan and carry out audit procedures in response to these risks and obtain sufficient and appropriate audit evidence to provide a basis for our audit opinion. The risk that material misstatements will not be identified is higher for fraud than for errors, as fraud may involve collusion, forgery, intentional omissions, misleading statements or the override of internal controls.
- We 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.
- We evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by the Board of Directors of the management company.
- We reach a conclusion on the appropriateness of the application of the going concern accounting principle by the Board of Directors of the management company, as well as on the basis of the audit evidence obtained as to whether a material uncertainty exists in connection with events or circumstances that could create serious doubt about the Fund's ability to continue with its activities. If we conclude that there is material uncertainty, we are required to draw attention in the report of the Réviseur d'entreprises agréé to the related notes to the financial statements or, if the disclosures are inadequate, to modify our opinion. These conclusions are based on the audit evidence obtained up to the date of the report of the Réviseur d'entreprises agréé. Future or events or circumstances may result in the Fund no longer being able to continue with its business activities.
- We assess the overall presentation, structure and contents of the annual financial statements, including the notes, and assess whether this gives a reasonable presentation of underlying transactions and events.

We communicate with those responsible for governance about the planned audit scope and time frame, as well as significant findings including material weaknesses in the internal control system identified within the framework of the audit.

Luxembourg, 11 March 2022

Ernst & Young
Société anonyme
Cabinet de révision agréé

Nadia Faber

Administration, distribution and advisory

36	Management company:	ETHENEA Independent Investors S.A. 16, rue Gabriel Lippmann L-5365 Munsbach
	Managing directors of the management company:	Thomas Bernard Frank Hauprich Josiane Jennes
	Board of Directors of the management company (managing body):	
	Chairman:	Luca Pesarini ETHENEA Independent Investors S.A.
	Directors:	Thomas Bernard ETHENEA Independent Investors S.A. Nikolaus Rummler IPConcept (Luxemburg) S.A. Arnoldo Valsangiacomo ETHENEA Independent Investors S.A.
	Auditor of the Fund and the management company:	Ernst & Young S.A. 35E, Avenue John F. Kennedy L-1855 Luxembourg
	Depositary:	DZ PRIVATBANK S.A. 4, rue Thomas Edison L-1445 Strassen, Luxembourg
	Fund manager:	ETHENEA Independent Investors S.A. 16, rue Gabriel Lippmann L-5365 Munsbach

Central administration,
registrar and transfer agent:

DZ PRIVATBANK S.A.
4, rue Thomas Edison
L-1445 Strassen, Luxembourg

Paying agent in the
Grand Duchy of Luxembourg:

DZ PRIVATBANK S.A.
4, rue Thomas Edison
L-1445 Strassen, Luxembourg

Information for investors in the Federal
Republic of Germany:

Paying agent and information agent:

DZ BANK AG
Deutsche Zentral-Genossenschaftsbank,
Frankfurt am Main
Platz der Republik
D-60265 Frankfurt am Main

37

Information for investors in Austria:

Credit institution as defined by section
141 (1) of the Austrian Investment Fund
Act (InvFG) 2011:

ERSTE BANK
der oesterreichischen Sparkassen AG
Am Belvedere 1
A-1100 Wien

Agent from which unitholders may obtain
the prescribed information pursuant to
section 141 of the Austrian Investment
Fund Act (InvFG) 2011:

ERSTE BANK
der oesterreichischen Sparkassen AG
Am Belvedere 1
A-1100 Wien

Domestic tax representative as defined
by section 186 (2) no. 2 of the Austrian
Investment Fund Act (InvFG) 2011:

ERSTE BANK
der oesterreichischen Sparkassen AG
Am Belvedere 1
A-1100 Wien

Information for investors in Switzerland:

Representative in Switzerland:

IPConcept (Schweiz) AG
Münsterhof 12
P.O. Box
CH-8022 Zurich

Paying agent in Switzerland:

DZ PRIVATBANK (Schweiz) AG
Münsterhof 12
P.O. Box
CH-8022 Zurich

Information for investors in Belgium:

Unit classes (T) and (SIA-T) are licensed for public distribution in Belgium. Units in other unit classes may not be publicly distributed to investors in Belgium.

Paying agent and distributor:

CACEIS Belgium SA/NV
Avenue du Port / Havenlaan 86C b 320
B-1000 Brussels

Distributor:

DEUTSCHE BANK AG
Brussels branch, Marnixlaan 13 - 15
B-1000 Brussels

38

Information for investors in the
Principality of Liechtenstein:

Paying agent:

SIGMA Bank AG
Feldkircher Strasse 2
FL-9494 Schaan

Information for investors in Italy:

Paying agents:

Société Générale Securities Services
Via Benigno Crespi, 19/A - MAC 2
IT-20159 Milan

**State Street Bank International GmbH –
Succursale Italia**
Via Ferrante Aporti 10
IT-20125 Milan

Banca Sella Holding S.p.A.
Piazza Gaudenzio Sella 1
IT-13900 Biella

**Allfunds Bank S.A.U. –
Succursale di Milano**
Via Bocchetto 6
IT-20123 Milan

Information for investors in Spain:

Paying agent:

Allfunds Bank S.A.
c/ Estafeta nº 6 (La Moraleja)
Complejo Plaza de la Fuente - Edificio 3-
ES-28109 Alcobendas (Madrid)

Information for investors in France:

Paying agent:

Caceis Bank
1/3 Place Valhubert
F-75013 Paris

ETHENEA Independent Investors S.A.
16, rue Gabriel Lippmann · 5365 Munsbach · Luxembourg
Phone +352 276 921-0 · Fax +352 276 921-1099
info@ethenea.com · ethenea.com

