

# Ethna-DYNAMISCH R.C.S. Luxembourg K818

Annual report including audited financial statements  
as at 31 December 2024

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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



**ETHENEA**

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The Sales Prospectus with integrated Management Regulations, the Key Information Document, the statement of the fund's additions and disposals during the reporting period and the fund's annual and semi-annual reports are available free of charge by post 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

The Fund Manager reports on behalf of the management company:

We often refer back to our previous commentary to place new insights in context. With that in mind, our review of 2024 begins with a look at what we said a year ago:

*“At the core of our broader considerations for 2024 is the moderation and normalisation of many key framework conditions. Inflation is only moderately above central bank targets, the interest rate environment is normalising and growth remains subdued but satisfactory, coupled with fair to slightly undervalued equity markets. This approach may not enable significant immediate advancements at the index level, but it offers a promising starting point. Beyond the renowned Magnificent Seven, there exists a wealth of untapped potential within the valuations of numerous stocks, all of which continue to exhibit an intriguing growth profile.”*

- 2 Broadly speaking, that narrative played out over the course of 2024 and provided tailwinds for global equity markets. That said, there were a number of nuances worth highlighting. The key driver of global economic activity was the services sector. Manufacturing showed occasional signs of improvement, but these never gained real momentum. Among the major economies, the US adapted best to this two-speed environment, while Germany’s industry-heavy economy stagnated. Inflation continued to decline, though not as smoothly as many central banks and market participants had hoped. Nonetheless, most central banks began rate-cutting cycles during the year. The European Central Bank made its first cut in June, followed by the US Federal Reserve in September. Both had cut rates by 100 basis points by year-end, and further reductions are expected in 2025. Despite these rate cuts at the short end of the yield curve, long-term yields rose over the course of the year: 10-year US Treasuries ended 2024 at 4.57% (vs. 3.88% at the end of 2023), while their German counterparts stood at 2.37% (vs. 2.02% at the end of 2023).

As anticipated in the outlook cited above, equity markets generally coped well with this backdrop. Even so, the performance was far from uniform. In Europe, the upward trend lost momentum from mid-May onward, with no further gains in the second half of the year. For context, the pan-European STOXX Europe 600 posted a 6.0% gain for the year. German small and mid-caps, as represented by the MDAX and SDAX, were among the few segments to post negative returns. In the US, equity markets were once again driven by the swings of the “Magnificent Seven” – the large-cap tech stocks Alphabet (Google), Amazon, Apple, Meta (Facebook), Microsoft, Nvidia and Tesla. Their absolute and relative weight increased yet again in 2024. One could fill pages with a discussion of their individual trajectories without ever getting bored, especially as this “group,” whose combined market capitalisation of €15.6 trillion now matches that of the entire European equity market, has grown increasingly diverse. For now, however, we’ll summarise US market performance by noting that in 2024, the S&P 500 gained 23.3% in capitalisation-weighted terms, and 10.9% on an equal-weighted basis. Several US small-cap indices showed performance in the same range.

In this fundamentally constructive equity environment, we maintained a consistently high strategic equity allocation of around 75% in Ethna-DYNAMISCH. During brief periods of cloudier outlooks, we responded with tactical hedges that temporarily reduced our net equity exposure to around 50% on three occasions during the year. On the other side of the portfolio, we continued to hold short-dated, high-quality bonds and cash, both of which offered attractive yields with minimal interest rate risk. It wasn’t until yields rose sharply in Q4 2024 that we began building positions in long-dated US Treasuries in late October. By year-end, these accounted for 5.1% of the fund’s portfolio.

Below the surface, equity markets offered greater room for active portfolio management, with notable swings in sentiment over the course of the year. Market participants’ views on the economy, interest rates and sector prospects varied significantly. We took advantage of these rotation trends by continuously adjusting the position sizes of individual stocks in the fund, typically by reallocating from stocks with strong gains to those that had lagged temporarily. We also regularly added new names after price dips, often giving them a prominent weight in the portfolio. Conversely, we exited positions in stocks where, after strong rallies, we no longer saw enough short to medium-term upside to justify keeping them in the fund. Through this countercyclical approach, we were able to keep the fund’s risk-return profile relatively stable despite rising markets. A significant share of equity index gains in the second half of the year came from valuation expansion. By contrast, the valuation of Ethna-DYNAMISCH’s equity portfolio remains relatively modest: at year-end, the portfolio was trading at a forward price-to-earnings ratio of 13.4. This is not only 31% below the equivalent figure for the MSCI World Index, but also more than half a point below the fund’s own P/E as at 30 June 2024.

As we look ahead to 2025, our focused equity portfolio (currently comprising 33 individual stocks) gives us additional confidence in the potential for attractive returns. This optimism is grounded in our macroeconomic base case, which continues to assume modest but sufficient economic growth. Healthy labour markets, which should continue to underpin consumption, coupled with further rate cuts and a realistic chance of recovery in manufacturing after two years of stagnation, form the foundation of this outlook. Additional tailwinds may come from deregulation, tax cuts and a rise in corporate M&A activity. Against this, geopolitical and inflation-related risks remain, but in our view, they are manageable for now.

Perhaps the biggest risk for 2025 lies in the fact that the year is beginning with high expectations. True to the saying “anticipation is the greatest joy,” in 2024 markets priced in a great deal of that enthusiasm for a variety of themes, from artificial intelligence, Trump and rate cuts to growth.

With its diversified approach and selective stock picking, Ethna-DYNAMISCH is well positioned to seize opportunities while managing risk effectively. Above all, the fund’s high degree of flexibility should once again enable us to capitalise on both anticipated trends and unforeseen developments in 2025.

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)
Securities Identification Number:	A0YBK Y	A0YBK Z	A1W66 S	A1W66 T
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)*
Securities Identification Number:	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)*
Securities Identification Number:	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 of Ethna-DYNAMISCH

Geographical breakdown by country <sup>1)</sup>	
United States of America	38.92%
Germany	10.89%
United Kingdom	10.35%
Supranational institutions	6.04%
Israel	3.09%
Ireland	3.06%
Netherlands	3.03%
Switzerland	2.62%
Austria	2.53%
Curacao	2.52%
Sweden	2.05%
South Korea	2.01%
Denmark	1.71%
Spain	0.92%
France	0.88%
<b>Securities holdings</b>	<b>90.62%</b>
Cash at banks <sup>2)</sup>	9.81%
Other receivables and payables (net)	-0.43%
	<b>100.00%</b>

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

<sup>2)</sup> See notes to the Report.

## Breakdown by economic sector of Ethna-DYNAMISCH

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<b>Breakdown by economic sector <sup>1)</sup></b>	
Banks	9.08%
Software & services	8.84%
Human health activities: Equipment & services	7.92%
Wholesale & retail trade	7.28%
Diversified financial services	6.97%
Other information	6.04%
Household goods & personal care products	5.43%
Government bonds	5.09%
Capital goods	5.02%
Pharmaceuticals, biotechnologies & biosciences	4.94%
Hardware & Equipment	4.41%
Energy	3.40%
Media & Entertainment	2.88%
Food, beverages & tobacco	2.64%
Insurance	2.62%
Automobiles & components	2.33%
Property management and development	2.01%
Raw materials & supplies	1.95%
Commercial services & supplies	1.77%
<b>Securities holdings</b>	<b>90.62%</b>
Cash at banks <sup>2)</sup>	9.81%
Other receivables and payables (net)	-0.43%
	<b>100.00%</b>

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

<sup>2)</sup> 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
31/12/2022	28.80	355,044	-2,764.04	81.13
31/12/2023	26.81	305,206	-4,128.61	87.84
31/12/2024	27.14	277,312	-2,609.54	97.85

## Unit class (T)

Date	Net fund assets in EUR millions	Outstanding units	Net inflows in EUR thousands	Unit value EUR
31/12/2022	54.03	638,171	-10,977.86	84.66
31/12/2023	50.38	549,007	-7,726.35	91.77
31/12/2024	46.58	455,084	-9,056.42	102.35

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## Unit class (SIA-A)

Date	Net fund assets in EUR millions	Outstanding units	Net inflows in EUR thousands	Unit value EUR
31/12/2022	9.96	16,431	-14,674.07	606.45
31/12/2023	2.80	4,233	-7,616.01	662.10
31/12/2024	2.02	2,717	-1,030.41	742.46

## Unit class (SIA-T)

Date	Net fund assets in EUR millions	Outstanding units	Net inflows in EUR thousands	Unit value EUR
31/12/2022	5.09	8,276	-564.26	615.42
31/12/2023	4.10	6,091	-1,393.69	672.44
31/12/2024	3.68	4,874	-875.55	754.61

## 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
31/12/2022	0.00	1	0.00	538.59	530.35 <sup>1)</sup>
31/12/2023	0.01	13	6.72	612.65	568.78 <sup>2)</sup>
31/12/2024	0.04	60	29.14	667.19	626.62 <sup>3)</sup>

## Unit class (CHF-T)

Date	Net fund assets in EUR millions	Outstanding units	Net inflows in EUR thousands	Unit value EUR	Unit value CHF
31/12/2022	0.93	9,408	30.33	98.85	97.34 <sup>1)</sup>
31/12/2023	1.09	9,745	34.25	111.54	103.55 <sup>2)</sup>
31/12/2024	1.25	10,377	73.40	120.05	112.75 <sup>3)</sup>

<sup>1)</sup> Converted at the foreign exchange rate into EUR as at 31 December 2022: EUR 1 = CHF 0.9847

<sup>2)</sup> Converted at the foreign exchange rate into EUR as at 31 December 2023: EUR 1 = CHF 0.9284

<sup>3)</sup> Converted at the foreign exchange rate into EUR as at 31 December 2024: EUR 1 = CHF 0.9392



## Unit class (USD-T)

Date	Net fund assets in EUR millions	Outstanding units	Net inflows in EUR thousands	Unit value EUR	Unit value USD
31/12/2022	1.83	17,390	-477.17	105.43	112.44 <sup>1)</sup>
31/12/2023	1.84	16,390	-108.11	111.98	124.34 <sup>2)</sup>
31/12/2024	2.28	16,990	78.55	134.37	140.03 <sup>3)</sup>

## Unit class (R-A) \*

Date	Net fund assets in EUR millions	Outstanding units	Net inflows in EUR thousands	Unit value EUR
31/12/2022	0.06	576	-22.91	102.88
31/12/2023	0.00	32	-56.49	110.99
31/12/2024	0.00	32	0.00	123.19

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## Unit class (R-T) \*

Date	Net fund assets in EUR millions	Outstanding units	Net inflows in EUR thousands	Unit value EUR
31/12/2022	1.00	9,801	-859.15	101.59
31/12/2023	0.75	6,813	-305.08	109.68
31/12/2024	0.60	4,887	-218.46	121.83

<sup>1)</sup> Converted at the foreign exchange rate into EUR as at 31 December 2022: EUR 1 = USD 1.0665

<sup>2)</sup> Converted at the foreign exchange rate into EUR as at 31 December 2023: EUR 1 = USD 1.1104

<sup>3)</sup> Converted at the foreign exchange rate into EUR as at 31 December 2024: EUR 1 = USD 1.0421

\* 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

## Composition of net fund assets

as at 31 December 2024

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	EUR
Securities holdings (Securities purchase costs: EUR 63,230,693.75)	75,747,673.39
Cash at banks <sup>1)</sup>	8,199,870.80
Interest receivable	116,761.56
Dividends receivable	48,348.12
Receivables from unit sales	68,378.03
	<b>84,181,031.90</b>
Unit redemptions payable	-154,414.59
Unrealised losses on forward foreign exchange contracts	-264,693.57
Other liabilities and equity <sup>2)</sup>	-185,169.83
	<b>-604,277.99</b>
<b>Net fund assets</b>	<b>83,576,753.91</b>

<sup>1)</sup> See notes to the Report.

<sup>2)</sup> This item mainly comprises management fees and audit expenses.

**Allocation among unit classes**

Unit class (A)	
Pro rata net fund assets	EUR 27,136,140.09
Outstanding units	277,311.958
Unit value	EUR 97.85

Unit class (T)	
Pro rata net fund assets	EUR 46,577,463.48
Outstanding units	455,084.164
Unit value	EUR 102.35

Unit class (SIA-A)	
Pro rata net fund assets	EUR 2,017,083.27
Outstanding units	2,716.744
Unit value	EUR 742.46

Unit class (SIA-T)	
Pro rata net fund assets	EUR 3,678,052.11
Outstanding units	4,874.079
Unit value	EUR 754.61

Unit class (SIA CHF-T)	
Pro rata net fund assets	EUR 40,031.60
Outstanding units	60.000
Unit value	EUR 667.19
Unit value	CHF 626.62 <sup>1)</sup>

Unit class (CHF-T)	
Pro rata net fund assets	EUR 1,245,767.74
Outstanding units	10,377.167
Unit value	EUR 120.05
Unit value	CHF 112.75 <sup>1)</sup>

Unit class (USD-T)	
Pro rata net fund assets	EUR 2,282,862.65
Outstanding units	16,990.000
Unit value	EUR 134.37
Unit value	USD 140.03 <sup>2)</sup>

Unit class (R-A) *	
Pro rata net fund assets	EUR 3,990.63
Outstanding units	32.394
Unit value	EUR 123.19

Unit class (R-T) *	
Pro rata net fund assets	EUR 595,362.34
Outstanding units	4,886.931
Unit value	EUR 121.83

<sup>1)</sup> Converted at the foreign exchange rate into EUR as at 31 December 2024: EUR 1 = CHF 0.9392

<sup>2)</sup> Converted at the foreign exchange rate into EUR as at 31 December 2024: EUR 1 = USD 1.0421

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

**Change to net asset value**

in the period under review from 1 January 2024 to 31 December 2024

	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	87,770,872.69	26,808,311.21	50,382,935.49	2,802,717.42
Ordinary net expenditure	-254,517.55	-88,727.17	-152,366.37	5,041.62
Income and expense equalisation	-17,286.57	-3,657.32	-14,832.00	301.31
Inflow of funds from sale of units	6,038,871.23	1,068,049.86	4,163,850.08	43,523.29
Outflow of funds from redemption of units	-19,648,158.33	-3,677,589.60	-13,220,268.73	-1,073,928.80
Realised gains	14,924,531.85	4,742,249.60	8,220,721.95	377,762.15
Realised losses	-4,438,636.02	-1,392,266.13	-2,369,402.96	-126,913.99
Net change in unrealised gains	-1,224,765.99	-415,166.65	-681,338.88	-23,599.12
Net change in unrealised losses	457,227.88	124,809.79	248,164.90	13,687.93
Distribution	-31,385.28	-29,873.50	0.00	-1,508.54
<b>Total net fund assets at the end of the period under review</b>	<b>83,576,753.91</b>	<b>27,136,140.09</b>	<b>46,577,463.48</b>	<b>2,017,083.27</b>

	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	4,095,832.45	7,964.48	1,086,901.73	1,835,381.39
Ordinary net expenditure	9,208.76	148.37	-4,804.71	-18,757.71
Income and expense equalisation	694.36	-8.89	49.95	602.65
Inflow of funds from sale of units	539,787.87	29,136.26	77,859.30	78,547.66
Outflow of funds from redemption of units	-1,415,340.44	0.00	-4,455.11	0.00
Realised gains	752,397.78	7,653.83	216,935.45	493,167.58
Realised losses	-292,649.50	-4,171.63	-90,060.94	-126,235.05
Net change in unrealised gains	-35,053.19	-658.27	-41,536.86	-18,684.01
Net change in unrealised losses	23,174.02	-32.55	4,878.93	38,840.14
Distribution	0.00	0.00	0.00	0.00
<b>Total net fund assets at the end of the period under review</b>	<b>3,678,052.11</b>	<b>40,031.60</b>	<b>1,245,767.74</b>	<b>2,282,862.65</b>

	Unit class (R-A) * EUR	Unit class (R-T) * EUR
Total net fund assets at the beginning of the period under review	3,594.99	747,233.53
Ordinary net expenditure	-28.20	-4,232.14
Income and expense equalisation	0.00	-436.63
Inflow of funds from sale of units	0.35	38,116.56
Outflow of funds from redemption of units	0.00	-256,575.65
Realised gains	1,321.61	112,321.90
Realised losses	-850.41	-36,085.41
Net change in unrealised gains	-60.32	-8,668.69
Net change in unrealised losses	15.85	3,688.87
Distribution	-3.24	0.00
<b>Total net fund assets at the end of the period under review</b>	<b>3,990.63</b>	<b>595,362.34</b>

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

# Statement of operations of Ethna-DYNAMISCH

## Statement of operations

12 in the period under review from 1 January 2024 to 31 December 2024

	Total EUR	Unit class (A) EUR	Unit class (T) EUR	Unit class (SIA-A) EUR
<b>Income</b>				
Dividends	1,040,099.28	334,642.13	587,042.33	25,405.92
Interest on bonds	163,210.31	52,114.46	92,224.59	4,048.39
Bank interest	294,058.82	94,117.18	166,095.32	7,293.03
Income equalisation	-98,261.64	-25,884.07	-64,555.55	-3,023.51
<b>Total income</b>	<b>1,399,106.77</b>	<b>454,989.70</b>	<b>780,806.69</b>	<b>33,723.83</b>
<b>Expense</b>				
Interest expense	-5,594.98	-1,739.55	-3,192.68	-149.82
Performance fee	-21,002.23	0.00	0.00	-3,821.13
Management fee	-1,451,624.78	-479,231.64	-846,742.99	-20,262.78
Taxe d'abonnement	-42,629.72	-13,629.78	-24,082.62	-1,058.25
Publication and audit expenses	-62,529.53	-20,018.71	-35,306.45	-1,543.72
Typesetting, printing and postage and packaging for the annual and semi-annual reports	-7,540.79	-2,432.03	-4,257.62	-184.66
Registrar and transfer agent fee	-6,792.00	-2,149.13	-3,834.38	-220.76
Government fees	-12,217.72	-3,871.71	-6,925.94	-313.22
Other expenses <sup>1)</sup>	-159,240.78	-50,185.71	-88,217.93	-3,850.07
Expense equalisation	115,548.21	29,541.39	79,387.55	2,722.20
<b>Total expense</b>	<b>-1,653,624.32</b>	<b>-543,716.87</b>	<b>-933,173.06</b>	<b>-28,682.21</b>
<b>Ordinary net expenditure</b>	<b>-254,517.55</b>	<b>-88,727.17</b>	<b>-152,366.37</b>	<b>5,041.62</b>
<b>Total transaction costs in the financial year <sup>2)</sup></b>	<b>63,586.68</b>			
<b>Total expense ratio in per cent <sup>2)</sup></b>		<b>2.10</b>	<b>2.10</b>	<b>1.30</b>
<b>Performance fee in per cent <sup>2)</sup></b>		<b>-</b>	<b>-</b>	<b>0.18</b>
<b>Ongoing charges in percent <sup>2)</sup></b>		<b>2.13</b>	<b>2.12</b>	<b>1.32</b>
<b>Swiss total expense ratio in per cent before performance fee <sup>2)</sup> (for the period from 1 January 2024 to 31 December 2024)</b>		<b>2.10</b>	<b>2.10</b>	<b>1.30</b>
<b>Swiss total expense ratio in per cent including performance fee <sup>2)</sup> (for the period from 1 January 2024 to 31 December 2024)</b>		<b>2.10</b>	<b>2.10</b>	<b>1.48</b>
<b>Swiss performance fee in per cent <sup>2)</sup> (for the period from 1 January 2024 to 31 December 2024)</b>		<b>-</b>	<b>-</b>	<b>0.18</b>

<sup>1)</sup> This item mainly comprises general management costs and paying agent fees.

<sup>2)</sup> See notes to the Report.

The notes are an integral part of this annual report.

**Statement of operations**

in the period under review from 1 January 2024 to 31 December 2024

	Unit class (SIA-T) EUR	Unit class (SIA CHF-T) EUR	Unit class (CHF-T) EUR	Unit class (USD-T) EUR
<b>Income</b>				
Dividends	46,484.17	411.30	13,627.41	24,721.66
Interest on bonds	7,482.70	64.61	2,174.19	3,880.81
Bank interest	13,325.67	115.70	3,936.47	6,992.60
Income equalisation	-5,807.75	69.55	930.53	1,107.89
<b>Total income</b>	<b>61,484.79</b>	<b>661.16</b>	<b>20,668.60</b>	<b>36,702.96</b>
<b>Expense</b>				
Interest expense	-271.40	-1.75	-70.63	-123.50
Performance fee	-6,920.94	0.00	0.00	-10,260.16
Management fee / fund management fee / investment advisory fee, if applicable	-37,172.10	-307.22	-19,544.09	-34,693.16
Taxe d'abonnement	-1,942.37	-16.83	-570.63	-1,012.35
Publication and audit expenses	-2,862.61	-24.10	-823.72	-1,481.33
Typesetting, printing and postage and packaging for the annual and semi-annual reports	-329.99	-2.88	-98.53	-178.16
Registrar and transfer agent fee	-302.26	-2.43	-84.25	-141.99
Government fees	-566.21	-4.69	-155.21	-283.06
Other expenses <sup>1)</sup>	-7,021.54	-92.23	-3,145.77	-5,576.42
Expense equalisation	5,113.39	-60.66	-980.48	-1,710.54
<b>Total expense</b>	<b>-52,276.03</b>	<b>-512.79</b>	<b>-25,473.31</b>	<b>-55,460.67</b>
<b>Ordinary net expenditure</b>	<b>9,208.76</b>	<b>148.37</b>	<b>-4,804.71</b>	<b>-18,757.71</b>
<b>Total expense ratio in per cent <sup>2)</sup></b>	<b>1.30</b>	<b>1.34</b>	<b>2.15</b>	<b>2.15</b>
<b>Performance fee in per cent <sup>2)</sup></b>	<b>0.18</b>	<b>-</b>	<b>-</b>	<b>0.51</b>
<b>Ongoing charges in percent <sup>2)</sup></b>	<b>1.32</b>	<b>1.36</b>	<b>2.17</b>	<b>2.17</b>
<b>Swiss total expense ratio in per cent before performance fee <sup>2)</sup> (for the period from 1 January 2024 to 31 December 2024)</b>	<b>1.30</b>	<b>1.34</b>	<b>2.15</b>	<b>2.15</b>
<b>Swiss total expense ratio in per cent including performance fee <sup>2)</sup> (for the period from 1 January 2024 to 31 December 2024)</b>	<b>1.48</b>	<b>1.34</b>	<b>2.15</b>	<b>2.66</b>
<b>Swiss performance fee in per cent <sup>2)</sup> (for the period from 1 January 2024 to 31 December 2024)</b>	<b>0.18</b>	<b>-</b>	<b>-</b>	<b>0.51</b>

<sup>1)</sup> This item mainly comprises general management costs and paying agent fees.<sup>2)</sup> See notes to the Report.

**Statement of operations**

in the period under review from 1 January 2024 to 31 December 2024

	Unit class (R-A)* EUR	Unit class (R-T)* EUR
<b>Income</b>		
Dividends	46.53	7,717.83
Interest on bonds	6.84	1,213.72
Bank interest	13.06	2,169.79
Income equalisation	0.00	-1,098.73
<b>Total income</b>	<b>66.43</b>	<b>10,002.61</b>
<b>Expense</b>		
Interest expense	-0.24	-45.41
Performance fee	0.00	0.00
Management fee / fund management fee / investment advisory fee, if applicable	-82.16	-13,588.64
Taxe d'abonnement	-2.12	-314.77
Publication and audit expenses	-2.04	-466.85
Typesetting, printing and postage and packaging for the annual and semi-annual reports	-0.31	-56.61
Registrar and transfer agent fee	-0.29	-56.51
Government fees	-0.51	-97.17
Other expenses <sup>1)</sup>	-6.96	-1,144.15
Expense equalisation	0.00	1,535.36
<b>Total expense</b>	<b>-94.63</b>	<b>-14,234.75</b>
<b>Ordinary net expenditure</b>	<b>-28.20</b>	<b>-4,232.14</b>
<b>Total expense ratio in per cent <sup>2)</sup></b>	<b>2.48</b>	<b>2.51</b>
<b>Performance fee in per cent <sup>2)</sup></b>	<b>-</b>	<b>-</b>
<b>Ongoing charges in percent <sup>2)</sup></b>	<b>2.51</b>	<b>2.53</b>
<b>Swiss total expense ratio in per cent before performance fee <sup>2)</sup> (for the period from 1 January 2024 to 31 December 2024)</b>	<b>2.48</b>	<b>2.51</b>
<b>Swiss total expense ratio in per cent including performance fee <sup>2)</sup> (for the period from 1 January 2024 to 31 December 2024)</b>	<b>2.48</b>	<b>2.51</b>
<b>Swiss performance fee in per cent <sup>2)</sup> (for the period from 1 January 2024 to 31 December 2024)</b>	<b>-</b>	<b>-</b>

<sup>1)</sup> This item mainly comprises general management costs and paying agent fees.<sup>2)</sup> 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: 31/12/2024

Fund	ISIN WKN	Unit class currency	6 months	1 year	3 years	10 years
<b>Ethna-DYNAMISCH (A)</b> since 10/11/2009	LU0455734433 A0YBKY	EUR	6.56%	11.53%	6.42%	35.76%
<b>Ethna-DYNAMISCH (CHF-T)</b> since 15/01/2020	LU1939236409 A2PB17	CHF	5.17%	8.88%	1.72%	---
<b>Ethna-DYNAMISCH (R-A)</b> since 07/05/2015	LU1134152310 A12EJA	EUR	6.35%	11.09%	5.19%	---
<b>Ethna-DYNAMISCH (R-T)</b> since 20/04/2015	LU1134174397 A12EJB	EUR	6.34%	11.08%	5.01%	---
<b>Ethna-DYNAMISCH (SIA-A)</b> since 02/04/2014	LU0985193357 A1W66S	EUR	6.80%	12.22%	8.80%	46.35%
<b>Ethna-DYNAMISCH (SIA CHF-T)</b> since 17/04/2019	LU1939236318 A2PB18	CHF	5.58%	10.17%	4.62%	---
<b>Ethna-DYNAMISCH (SIA-T)</b> since 19/06/2014	LU0985193431 A1W66T	EUR	6.80%	12.22%	8.79%	46.57%
<b>Ethna-DYNAMISCH (T)</b> since 10/11/2009	LU0455735596 A0YBKZ	EUR	6.56%	11.53%	6.42%	35.76%
<b>Ethna-DYNAMISCH (USD-T)</b> since 04/03/2019	LU1939236748 A2PB19	USD	7.03%	12.61%	11.72%	---

\* On the basis of published unit values (BVI method and AMAS Guidelines on the Calculation and Publication of Performance of Collective Investment Schemes of 16 May 2008 (version of 5 August 2021)).

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	305,206.227	549,006.513	4,233.089	6,090.960
Units issued	11,637.150	43,224.806	60.328	789.545
Units redeemed	-39,531.419	-137,147.155	-1,576.673	-2,006.426
<b>Units in circulation at end of period under review</b>	<b>277,311.958</b>	<b>455,084.164</b>	<b>2,716.744</b>	<b>4,874.079</b>

	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	13.000	9,744.676	16,390.000	32.391
Units issued	47.000	670.000	600.000	0.003
Units redeemed	0.000	-37.509	0.000	0.000
<b>Units in circulation at end of period under review</b>	<b>60.000</b>	<b>10,377.167</b>	<b>16,990.000</b>	<b>32.394</b>

	Unit class (R-T)* Number
Units in circulation at start of period under review	6,812.845
Units issued	316.830
Units redeemed	-2,242.744
<b>Units in circulation at end of period under review</b>	<b>4,886.931</b>

\* 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 at 31 December 2024

### Statement of net assets as at 31 December 2024

ISIN	Securities		Acquisitions in the period under review	Disposals in the period under review	Holdings	Price	Price EUR	% share of NAV <sup>1)</sup>
<b>Equities, rights and profit participation certificates</b>								
<b>Listed securities</b>								
<b>Curacao</b>								
AN8068571086	Schlumberger NV (Schlumberger Ltd.)	USD	58,000	0	58,000	37.8000	2,103,828.81	2.52
							<b>2,103,828.81</b>	<b>2.52</b>
<b>Denmark</b>								
DK0060738599	Demant AS	DKK	10,000	13,000	40,000	266.2000	1,427,192.79	1.71
							<b>1,427,192.79</b>	<b>1.71</b>
<b>Germany</b>								
DE000CBK1001	Commerzbank AG	EUR	160,000	0	160,000	15.5150	2,482,400.00	2.97
DE0007664039	VOLKSWAGEN AG -VZ-	EUR	22,000	0	22,000	88.6600	1,950,520.00	2.33
DE000A1ML7J1	Vonovia SE	EUR	0	0	56,842	29.4900	1,676,270.58	2.01
							<b>6,109,190.58</b>	<b>7.31</b>
<b>France</b>								
FR0000120271	TotalEnergies SE	EUR	14,000	0	14,000	52.7500	738,500.00	0.88
							<b>738,500.00</b>	<b>0.88</b>
<b>Ireland</b>								
IE00BTN1Y115	Medtronic Plc.	USD	8,000	0	33,000	80.7400	2,556,779.58	3.06
							<b>2,556,779.58</b>	<b>3.06</b>
<b>Israel</b>								
US6536561086	NICE Ltd. ADR	USD	15,500	0	15,500	173.4500	2,579,862.78	3.09
							<b>2,579,862.78</b>	<b>3.09</b>
<b>Netherlands</b>								
NL0013654783	Prosus NV	EUR	0	25,000	65,000	38.9800	2,533,700.00	3.03
							<b>2,533,700.00</b>	<b>3.03</b>
<b>Austria</b>								
AT0000652011	Erste Group Bank AG	EUR	20,000	4,000	36,000	58.8200	2,117,520.00	2.53
							<b>2,117,520.00</b>	<b>2.53</b>
<b>Sweden</b>								
SE0007100581	Assa-Abloy AB	SEK	0	0	60,000	327.4000	1,712,552.09	2.05
							<b>1,712,552.09</b>	<b>2.05</b>

<sup>1)</sup> NAV = Net Asset Value. Due to rounding differences in the individual items, the total amounts may deviate from the actual value.

## Statement of net assets as at 31 December 2024

ISIN	Securities		Acquisitions in the period under review	Disposals in the period under review	Holdings	Price	Price EUR	% share of NAV <sup>1)</sup>
<b>Switzerland</b>								
CH0012032048	Roche Holding AG participation certificates	CHF	0	900	8,100	253.6000	2,187,137.99	2.62
							<b>2,187,137.99</b>	<b>2.62</b>
<b>Spain</b>								
ES0148396007	Industria de Diseño Textil S.A.	EUR	0	46,500	15,500	49.8300	772,365.00	0.92
							<b>772,365.00</b>	<b>0.92</b>
<b>South Korea</b>								
KR7005931001	Samsung Electronics Co. Ltd. -VZ-	KRW	7,500	5,000	57,500	44,800.0000	1,683,647.81	2.01
							<b>1,683,647.81</b>	<b>2.01</b>
<b>United States of America</b>								
US02079K3059	Alphabet Inc.	USD	1,200	6,200	13,000	192.7600	2,404,644.47	2.88
US0231351067	Amazon.com Inc.	USD	9,000	0	9,000	223.7500	1,932,396.12	2.31
US0311621009	Amgen Inc.	USD	0	3,300	7,700	262.6500	1,940,701.47	2.32
US0758871091	Becton, Dickinson & Co.	USD	12,000	0	12,000	228.4900	2,631,110.26	3.15
US0846707026	Berkshire Hathaway Inc.	USD	0	2,000	5,000	456.5100	2,190,336.82	2.62
US09290D1019	Blackrock Inc.	USD	1,400	0	1,400	1,044.1800	1,402,794.36	1.68
US34959E1091	Fortinet Inc.	USD	30,000	11,500	18,500	96.0800	1,705,671.24	2.04
US3703341046	General Mills Inc.	USD	7,000	4,000	36,000	63.9500	2,209,192.98	2.64
US5949181045	Microsoft Corporation	USD	3,500	0	3,500	430.5300	1,445,979.27	1.73
US70438V1061	Paylocity Holding Corporation	USD	0	7,300	7,700	199.6600	1,475,273.01	1.77
US70450Y1038	PayPal Holdings Inc.	USD	6,000	10,000	31,000	86.8600	2,583,878.71	3.09
US79466L3024	Salesforce Inc.	USD	1,900	9,800	5,100	338.4500	1,656,362.15	1.98
US8725401090	TJX Companies Inc.	USD	0	17,800	7,200	123.9400	856,317.05	1.02
US92826C8394	VISA Inc.	USD	0	5,000	6,000	318.6600	1,834,718.36	2.20
US9288811014	Vontier Corporation	USD	7,000	35,000	57,000	36.6100	2,002,466.17	2.40
							<b>28,271,842.44</b>	<b>33.83</b>
<b>United Kingdom</b>								
GB00B0744B38	Bunzl Plc.	GBP	0	12,000	62,000	33.1200	2,479,401.11	2.97
GB00BJFFLV09	Croda International Plc.	GBP	40,000	0	40,000	33.7900	1,631,972.95	1.95
GB00B24CGK77	Reckitt Benckiser Group Plc.	GBP	40,000	0	40,000	48.2800	2,331,803.91	2.79
GB00B10RZP78	Unilever Plc.	EUR	13,000	18,000	40,000	55.2600	2,210,400.00	2.64
							<b>8,653,577.97</b>	<b>10.35</b>
<b>Listed securities</b>							<b>63,447,697.84</b>	<b>75.91</b>
<b>Equities, rights and profit participation certificates</b>							<b>63,447,697.84</b>	<b>75.91</b>
<b>Bonds</b>								
<b>Listed securities</b>								
<b>EUR</b>								
XS2292260960	5.166% European Investment Bank (EIB) EMTN Reg.S. FRN v.21(2028)		1,500,000	0	1,500,000	105.5450	1,583,175.00	1.89
XS1207449684	0.125% European Investment Bank (EIB) v.15(2025)		1,000,000	0	1,000,000	99.3090	993,090.00	1.19

<sup>1)</sup> NAV = Net Asset Value. Due to rounding differences in the individual items, the total amounts may deviate from the actual value.

**Statement of net assets as at 31 December 2024**

ISIN	Securities	Acquisitions in the period under review	Disposals in the period under review	Holdings	Price	Price EUR	% share of NAV <sup>1)</sup>
<b>EUR (continued)</b>							
XS1850111789	0.375% European Investment Bank (EIB) v.18(2025)	1,500,000	0	1,500,000	98.8990	1,483,485.00	1.77
DE000A254PM6	0.000% Kreditanstalt für Wiederaufbau EMTN Reg.S. v.20(2025)	0	0	1,500,000	99.6140	1,494,210.00	1.79
DE000A11QTD2	0.625% Kreditanstalt für Wiederaufbau v.15(2025)	1,500,000	0	1,500,000	99.9010	1,498,515.00	1.79
						<b>7,052,475.00</b>	<b>8.43</b>
<b>USD</b>							
US912810SP49	1.375% United States of America v.20(2050)	3,000,000	0	3,000,000	48.5781	1,398,468.24	1.67
US912810SS87	1.625% United States of America v.20(2050)	3,000,000	0	3,000,000	51.9453	1,495,402.90	1.79
US912810SN90	1.250% United States of America v.20(2050)	3,000,000	0	3,000,000	47.2266	1,359,559.41	1.63
						<b>4,253,430.55</b>	<b>5.09</b>
<b>Listed securities</b>						<b>11,305,905.55</b>	<b>13.52</b>
<b>Securities admitted to or included on organised markets</b>							
<b>EUR</b>							
XS2120068403	0.000% European Investment Bank (EIB) v.20(2025)	0	0	1,000,000	99.4070	994,070.00	1.19
						<b>994,070.00</b>	<b>1.19</b>
<b>Securities admitted to or included on organised markets</b>						<b>994,070.00</b>	<b>1.19</b>
<b>Bonds</b>						<b>12,299,975.55</b>	<b>14.71</b>
<b>Securities holdings</b>						<b>75,747,673.39</b>	<b>90.62</b>
<b>Cash at banks - Current account <sup>2)</sup></b>						<b>8,199,870.80</b>	<b>9.81</b>
<b>Other receivables and payables (net)</b>						<b>-370,790.28</b>	<b>-0.43</b>
<b>Net fund assets in EUR</b>						<b>83,576,753.91</b>	<b>100.00</b>

<sup>1)</sup> NAV = Net Asset Value. Due to rounding differences in the individual items, the total amounts may deviate from the actual value.

<sup>2)</sup> See notes to the Report.

**Currency forwards**

The following forward foreign exchange contracts were open as at 31 December 2024:

Currency	Counterparty		Currency amount	Price EUR	% share of NAV <sup>1)</sup>
CHF/EUR	DZ PRIVATBANK S.A.	Currency purchases	1,243,785.00	1,331,171.06	1.59
USD/EUR	DZ PRIVATBANK S.A.	Currency purchases	2,445,000.00	2,337,985.72	2.80
EUR/CHF	DZ PRIVATBANK S.A.	Currency sales	33,000.00	35,318.52	0.04
EUR/USD	DZ PRIVATBANK S.A.	Currency sales	26,661,000.00	25,540,967.43	30.56

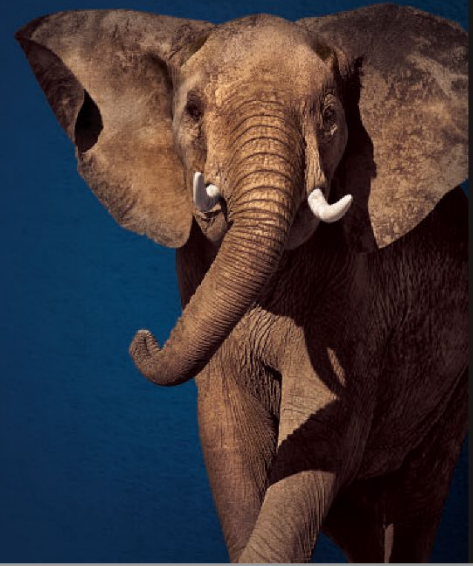
<sup>1)</sup> NAV = Net Asset Value. Due to rounding differences in the individual items, the total amounts may deviate from the actual value.

**Exchange rates**

For the valuation of assets in a foreign currency, the following exchange rate for 31 December 2024\* was used for conversion into euro.

Australian Dollar	AUD	1	1.6767
Pound Sterling	GBP	1	0.8282
Danish Krone	DKK	1	7.4608
Norwegian Krone	NOK	1	11.8425
Swedish Krona	SEK	1	11.4706
Swiss Franc	CHF	1	0.9392
South Korean Won	KRW	1	1,530.0112
US Dollar	USD	1	1.0421

\* The last valuation day in the 2024 financial year was 30 December 2024. As a result, the foreign exchange rates as at 30 December 2024 were used for the translation of the assets into foreign currency.



## Notes to the Annual Report as at 31 December 2024

### 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 at 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 22 December 2023 and were published in the *Mémorial* on 22 January 2024. 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.

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 is suspended or no redemption prices are established for certain investment units, these units and all other assets will be valued at their market value, as determined in good faith by the Management Company in line with 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. Gains and losses on foreign exchange transactions are shown net.

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. Gains and losses on foreign exchange transactions are shown net. 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.

For accounting reasons, the tables published in this report may contain rounding discrepancies of +/- one unit (currency, per cent, 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 taxe d'abonnement in the Grand Duchy of Luxembourg at the current rate of 0.05% p.a. A reduced taxe 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 taxe d'abonnement is payable quarterly on the net fund assets as reported at the end of each quarter. The rate of the taxe d'abonnement for the fund or unit classes is mentioned in the annex to the Sales Prospectus. An exemption from the taxe d'abonnement is applicable, inter alia, if the fund assets are invested in other Luxembourg investment funds that are already subject to the taxe 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:

Total cost in fund currency

Total cost in fund currency

TER = -----X 100

Average fund volume  
(basis: NAV calculated daily \*)

\* NAV = Net Asset Value

The TER indicates the level of expenses charged to the fund assets. In addition to management and depositary fees and the taxe 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

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 taxe 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.

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## 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.) Statement of changes in the securities portfolio and in the derivatives

A statement detailing all 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, is available free of charge on request at the registered office of the management company.

## 12.) 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. Investor attention is drawn to the fact that no conclusions can be drawn from this information with respect to the risk entailed in the Fund. It is also made explicit that the published expected degree of leverage is 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:

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**UCITS**

Ethna-DYNAMISCH

**Risk management procedure applied**

Commitment Approach

**13.) 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 =  $((\text{Total 1} - \text{Total 2}) / M) * 100$  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 2024 to 31 December 2024 is 63.65%.

**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 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.

This compensation is subject to VAT.

For the financial year ended 31 December 2024, the actual performance fee accrued and the corresponding performance fee percentage (calculated on the basis of the respective average net unit class assets) for the respective unit classes of the Fund are as follows:

Currency	Fund name	ISIN	Performance fee	
			in EUR	in %
EUR	Ethna-DYNAMISCH (A)	LU0455734433	0.00	0.00
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	3,821.13	0.18
EUR	Ethna-DYNAMISCH (SIA-T)	LU0985193431	6,920.94	0.18
EUR	Ethna-DYNAMISCH (T)	LU0455735596	0.00	0.00
EUR	Ethna-DYNAMISCH (USD-T)	LU1939236748	10,260.16	0.51

## 15.) Significant events during the period under review

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The Sales Prospectus was updated with effect from 1 January 2024. The following amendments were made:

- Deletion of ETHNEA Independent Investors (Schweiz) AG for possible fund management support services
- Editorial changes.

### Russia/Ukraine conflict

European exchanges in particular recorded significant price losses as a result of the measures adopted worldwide in response to the invasion of Ukraine by Russian troops at the end of February 2022. The financial markets and the global economy are facing a medium-term future that will be primarily defined by uncertainty.

It is impossible to anticipate the impact on the Fund's assets resulting from the ongoing conflict in Ukraine.

At the time this report was drawn up, the management company was of the opinion that there were no indications that would suggest that the Fund could not continue as a going concern, nor were there any valuation or liquidity problems for the Fund.

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

## 16.) Significant events after the period under review

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



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00117514/13. 00117514/14.00117514/15, 00117514/17. 00117514/18. 00117514/19

## **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 and the statement of net assets as at 31 December 2024, as well as the statement of operations and the changes in net fund assets 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 2024, 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 ("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 as they have been adopted in Luxembourg by the CSSF is further described in the section "Responsibility of the Réviseur d'entreprises agréé for the audit of the financial statements". We are also independent of the Company 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.



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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.



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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.

Among other things, we communicate with the persons responsible for monitoring the planned audit scope and period as well as key audit findings, including material weaknesses in the internal control system, which we identify during the audit.

Ernst & Young  
Société anonyme  
Cabinet de révision agréé

Jesus Orozco

Luxembourg, 17 March 2025

## ADDITIONAL NOTES (UNAUDITED)

### 1.) SFDR Regulation (EU 2019/2088) Classification

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

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For more information in relation to the promotion of environmental and/or social characteristics and, where applicable, the sustainable investment objectives of the Fund Manager in accordance with Article 8 of Regulation (EU) 2019/2088 and Article 6 of Regulation (EU) 2020/852 (EU Taxonomy) for these sub-funds, please refer to the respective Annex below (Annex in accordance with Disclosure and Taxonomy Regulation).

### 2.) Remuneration policy

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 2023, the total remuneration of the 19.10 employees of ETHENEA Independent Investors S.A. for the year was EUR 3,691,000.00. 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.

The total remuneration is broken down into:

Total amount of employee remuneration paid in the past financial year as at 31 December 2023:	EUR 3,691,000.00
Of which fixed remuneration:	EUR 3,226,000.00
Of which variable remuneration:	EUR 465,000.00
Remuneration paid directly from the Fund:	EUR 0.00
Headcount of the outsourcing company:	19.10

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

### 3.) Transparency of securities financing transactions and their reuse

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](http://www.ethenea.com).



## 4.) Information for Swiss investors

### a) General

The Sales Prospectus, including the Key Information Document and the annual and semi-annual reports, as well as the statement of the fund's additions and disposals during the reporting period, are available free of charge by post or e-mail from the representative in Switzerland.

### b. 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

### c) Total Expense Ratio (TER) in accordance with the guidelines of the Asset Management Association Switzerland dated 16 May 2008 (version dated 5 August 2021):

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

In accordance with the guidelines of the Asset Management Association dated 16 May 2008 (version dated 16 May 2021), the following TER was calculated as a percentage for the period from 1 January 2024 to 31 December 2024:

Ethna-DYNAMISCH

### Swiss TER in %

	Without performance fee	With performance fee
Unit class (A)	2.10	2.10
Unit class (T)	2.10	2.10
Unit class (SIA-A)	1.30	1.48
Unit class (SIA-T)	1.30	1.48
Unit class (SIA CHF-T)	1.34	1.34
Unit class (CHF-T)	2.15	2.15
Unit class (USD-T)	2.15	2.66

### d.) 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.

### e.) 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](http://www.swissfunddata.ch).

Periodic disclosure for the financial products referred to in Article 8, paragraphs 1, 2 and 2a, of Regulation (EU) 2019/2088 and Article 6, first paragraph, of Regulation (EU) 2020/852.

**Sustainable investment** means an investment in an economic activity that contributes to an environmental or social objective, provided that the investment does not significantly harm any environmental or social objective and that the investee companies follow good governance practices.

The **EU Taxonomy** is a classification system laid down in Regulation (EU) 2020/852, establishing a list of **environmentally sustainable economic activities**. That Regulation does not include a list of socially sustainable economic activities. Sustainable investments with an environmental objective might be aligned with the Taxonomy or not.

Product name: **Ethna-DYNAMISCH**

Legal entity identifier: **5299009YF07LKR4ADA63**

### Environmental and/or social characteristics

#### Did this financial product have a sustainable investment objective?

☒ ☒ ☐ **Yes**

☐ Sustainable investments with an environmental objective were made: %

☐ in economic activities that qualify as environmentally sustainable under the EU Taxonomy

☐ in economic activities that do not qualify as environmentally sustainable under the EU Taxonomy

☐ Sustainable investments with a social objective were made: %

☒ ☐ ☒ **No**

☐ It promoted **Environmental/Social (E/S) characteristics** and while it does not have as its objective a sustainable investment, it had 0.00% of sustainable investments

☐ with an environmental objective in economic activities that qualify as environmentally sustainable under the EU Taxonomy

☐ with an environmental objective in economic activities that do not qualify as environmentally sustainable under the EU Taxonomy

☐ with a social objective

☒ It promoted E/S characteristics, but **did not make any sustainable investments**

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#### To what extent were the environmental and/or social characteristics promoted by the financial product fulfilled?

In its bond and equity investments, the Fund favours companies that already have low exposure to material ESG risks or that actively manage and so reduce the ESG risks inevitably associated with their business activities.

The analyses of the external rating agency Sustainalytics are used to assess the ESG risks that are relevant for the individual companies and to evaluate the active management of ESG risks within the companies. The ESG Risk Score calculated by Sustainalytics assesses three factors that are crucial for a risk assessment:

- Governance
- Material ESG risks at sector level and the individual measures taken by the company to counter them
- Idiosyncratic risks (controversies that companies are involved in)

The corporate governance assessment is an important feature for assessing the financial and ESG risks associated with an investment. The analysis of the environmental and social characteristics focuses on material risks for the sector. Besides social factors, resource consumption is always a risk factor in the manufacturing sector. Consequently, the analysis incorporates ecological features, for example:

- Greenhouse gas emissions and greenhouse gas intensity,
- Protection of natural resources, especially water,
- Limiting of soil sealing,
- Protection of biodiversity.

Service companies have a much lower environmental impact due to their activities, and so they focus on social characteristics, which include, for example:

- Fair working conditions and adequate pay,
- Health and safety at work,
- Prevention of corruption,
- Prevention of fraud,
- Control of product quality.

As such, the Fund focuses on taking into account relevant environmental and social risks, which may vary from company to company. The Fund seeks not only to avoid environmental risks by investing in companies whose environmental risks are already low based on the company's activities, but also to consider companies that use appropriate management policies to limit and reduce the environmental risks associated with their business model.

There are also comprehensive exclusions that prohibit the Fund from making a large number of investments that are generally regarded as critical. Specifically, investments in companies with a core activity in the areas of armaments, tobacco, pornography, staple food speculation and/or the production/distribution of coal are prohibited. Additionally, investments in companies are prohibited when serious violations of the principles of the UN Global Compact have been identified and there is no compelling prospect that the violations will be remedied. For sovereign issuers, investments in bonds of countries declared "unfree" in the annual analysis by Freedom House ([www.freedomhouse.org](http://www.freedomhouse.org)) are prohibited.

**Sustainability indicators** measure how the environmental or social characteristics promoted by the financial product are attained.

#### ● ***How did the sustainability indicators perform?***

The analyses of the external rating agency Sustainalytics are used to assess the ESG risks that are relevant for the individual companies and to evaluate the active management of ESG risks within the companies.

Sustainalytics summarises the results of its analyses in an ESG risk score ranging from 0 to 100, where the risk assumptions are assessed as follows:

less than 10: minor risks

from 10 to 19.99: low risks

from 20 to 29.99: medium risks

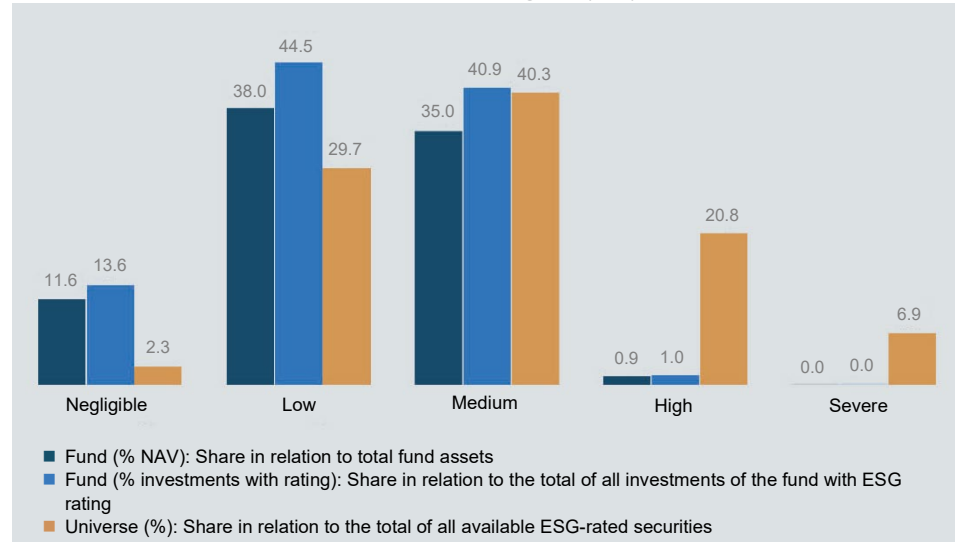
from 30 to 39.99: high risks

greater than 40: serious risks.

Measured against this ESG risk score, the Fund is expected to achieve on average at least a solid medium ESG risk profile (ESG risk score less than 25). This objective was achieved. During the reporting period, the fund's ESG risk score was consistently below 25. The average ESG risk score for the reporting period was 17.2. As of 31 December 2024, the ESG risk score was 17.8.

Individual securities with serious risks (ESG risk score greater than 40) will only be considered for inclusion as an investment in the Fund in justified exceptional cases and should be accompanied by an active engagement process to improve the ESG risk profile of the investment. There were no investments in the fund with a correspondingly high ESG risk score during the reporting period.

As of 31 December 2024, the distribution of ESG risk categories (in %) in the fund was as follows:



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The fund excludes investments in companies or products issued by companies that violate the UN conventions on cluster munitions, chemical weapons and other outlawed weapons of mass destruction or that finance such companies/products. Additional product-related exclusions apply if the turnover of a company from the production and/or distribution of certain goods exceeds the revenue volumes listed below: coal (25%), armaments (10%), small arms (10%), adult entertainment (10%), tobacco (5%).

Additionally, investments in companies are prohibited when serious violations of the principles of the UN Global Compact have been identified and there is no compelling prospect that the violations will be remedied.

For sovereign issuers, investments in bonds of countries declared "unfree" in the annual analysis by Freedom House ([www.freedomhouse.org](http://www.freedomhouse.org)) are prohibited.

All listed exclusion criteria were met during the reporting period.

The development of the sustainability indicators was calculated and made available by the outsourced fund management or by the investment advisor used.

### ● ... and in comparison with previous periods?

The average ESG risk score for 2023 was 16.7. This was minimally higher than the average for the current reporting period (17.2). In both years, however, the averages were well below the target of 25.

As of 31 December 2023, the ESG risk score was 17.4. This was therefore minimally higher than the figure at the end of the current reporting period (17.8). In both years, however, the figures were well below the target of 25.

All listed exclusion criteria were also met during the previous year (2023).

All of the exclusion criteria were also met in 2022; the ESG risk score was 17.3 on average for the year and 17.1 at the end of the year.

### ● What were the objectives of the sustainable investments that the financial product partially intended to make and how does the sustainable investment contribute to such objectives?

E/S characteristics are promoted with the financial product, but no sustainable investments will be made.

**Principal adverse impacts** are the most significant negative impacts of investment decisions on sustainability factors relating to environmental, social and employee matters, respect for human rights, anticorruption and antibribery matters.

- **How have the sustainable investments, which were in part made with the financial product, not caused significant harm to any environmental or social sustainable investment objective?**

E/S characteristics are promoted with the financial product, but no sustainable investments will be made.

- **How were the indicators for adverse impacts on sustainability factors taken into account?**

E/S characteristics are promoted with the financial product, but no sustainable investments will be made.

- **Were sustainable investments aligned with the OECD Guidelines for Multinational Enterprises and the UN Guiding Principles on Business and Human Rights? Details:**

E/S characteristics are promoted with the financial product, but no sustainable investments will be made.

*The EU Taxonomy sets out a “do no significant harm” principle by which Taxonomy-aligned investments should not significantly harm EU Taxonomy objectives and is accompanied by specific Union criteria.*

The “do no significant harm” principle applies only to those investments underlying the financial product that take into account the EU criteria for environmentally sustainable economic activities. The investments underlying the remaining portion of this financial product do not take into account the EU criteria for environmentally sustainable economic activities.

*Any other sustainable investments must also not significantly harm any environmental or social objectives.*



## **How did this financial product consider principal adverse impacts on sustainability factors?**

Within the Fund, the principal adverse impacts of investment decisions on sustainability factors from the following groups of issues from Annex 1 of Table I of Regulation (EU) 2022/1288 of the European Parliament and of the Council of 6 April 2022 are taken into consideration: greenhouse gas emissions, biodiversity, water, waste, and social and employment issues.

The portfolio managers draw on the external analyses of ESG agencies, public documents of the companies and notes from direct dialogues with company leaders to identify, measure and assess adverse sustainability impacts. The adverse sustainability impacts can then be subjected to comprehensive analysis and taken into account in investment decisions.

Different sustainability aspects are weighted in the sustainability assessment of investments depending on their relevance for the respective business model. For example, greenhouse gas emissions are significantly more relevant in particularly CO<sub>2</sub>-intensive sectors than in less CO<sub>2</sub>-intensive sectors. Regular reporting of the sustainability factors is based on the raw data provided by the Sustainalytics rating agency.



## What are the main investments of this financial product?

Average of four reporting dates (31/03/2024; 30/06/2024; 30/09/2024 and 31/12/2024):

The list includes the investments constituting **the greatest proportion of investments** of the financial product during the reference period which is:  
01/01/2024 - 31/12/2024

Largest investments	Sector	% assets	Country
Prosus NV	PROVISION OF PROFESSIONAL, SCIENTIFIC AND TECHNICAL SERVICES	3.17	Netherlands
Unilever Plc.	PROVISION OF PROFESSIONAL, SCIENTIFIC AND TECHNICAL SERVICES	3.08	UK
Bunzl Plc.	PROVISION OF PROFESSIONAL, SCIENTIFIC AND TECHNICAL SERVICES	3.03	UK
Medtronic Plc.	HUMAN HEALTH AND SOCIAL WORK ACTIVITIES	3.03	Ireland
PayPal Holdings Inc.	FINANCIAL AND INSURANCE ACTIVITIES	2.94	United States of America
General Mills Inc.	MANUFACTURING/PRODUCTION OF GOODS	2.89	United States of America
Berkshire Hathaway Inc.	FINANCIAL AND INSURANCE ACTIVITIES	2.83	United States of America
Roche Holding AG participation certificates	PROVISION OF PROFESSIONAL, SCIENTIFIC AND TECHNICAL SERVICES	2.72	Switzerland
Alphabet Inc.	INFORMATION AND COMMUNICATION	2.64	United States of America
Amgen Inc.	MANUFACTURING/PRODUCTION OF GOODS	2.62	United States of America
VISA Inc.	FINANCIAL AND INSURANCE ACTIVITIES	2.53	United States of America
Salesforce Inc.	INFORMATION AND COMMUNICATION	2.53	United States of America
Samsung Electronics Co. Ltd. - VZ-	MANUFACTURING/PRODUCTION OF GOODS	2.39	South Korea
Paylocity Holding Corporation	INFORMATION AND COMMUNICATION	2.31	United States of America
Vontier Corporation	MANUFACTURING/PRODUCTION OF GOODS	2.28	United States of America



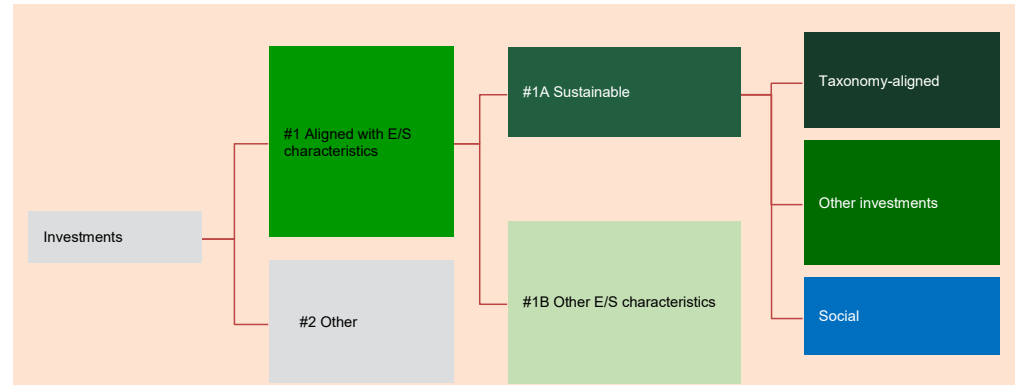
## What was the share of sustainability-related investments?

Sustainability-related investments refers to all investments that contribute to achieving the environmental and/or social characteristics of the investment strategy.

### Asset allocation

describes the share of investments in specific assets.

### What were the asset allocations?



**#1 Aligned with E/S characteristics** includes the investments of the financial product used to attain the environmental or social characteristics promoted by the financial product. The share of these investments amounts to 91.00% as at the reporting date.

**#2 Other** includes the remaining investments of the financial product which are neither aligned with the environmental or social characteristics, nor are qualified as sustainable investments. The share of these investments amounts to 9.00% as at the reporting date.

Category **#1 Aligned with environmental or social characteristics** includes the following sub-categories:

- The sub-category **#1A Sustainable** covers environmentally and socially sustainable investments. The share of these investments amounts to 0.00% as at the reporting date.
- The sub-category **#1B Other E/S characteristics** covers investments aligned with the environmental or social characteristics that do not qualify as sustainable investments. The share of these investments amounts to 91.00% as at the reporting date.

### In which economic sectors were the investments made?

In addition, in the period under review, 1.8075% of investments were made in the fossil fuel sector. The proportion includes companies that generate revenue in the fossil fuel sector, including the extraction, processing, storage and transport of petroleum products, natural gas and thermal and metallurgical coal.

*Average of four reporting dates (31/03/2024; 30/06/2024; 30/09/2024 and 31/12/2024):*

Sector	Sub-sector	% assets
MINING AND QUARRYING	Provision of services for the extraction of crude oil and natural gas	1.81
FINANCIAL AND INSURANCE ACTIVITIES	Equity investments	4.36
FINANCIAL AND INSURANCE ACTIVITIES	Credit institutions (excluding special credit institutions)	17.12
FINANCIAL AND INSURANCE ACTIVITIES	Other financial service activities n.e.c.	1.38
FINANCIAL AND INSURANCE ACTIVITIES	Other activities auxiliary to financial services, except insurance and pension funding	6.07
PROVISION OF PROFESSIONAL, SCIENTIFIC AND TECHNICAL SERVICES	Business and other management consultancy activities	20.62
HUMAN HEALTH AND SOCIAL WORK ACTIVITIES	Healthcare n.e.c.	3.03
TRADE, MAINTENANCE AND REPAIR OF MOTOR VEHICLES AND MOTORCYCLES	Retail sale of clothing	1.89
TRADE, MAINTENANCE AND REPAIR OF MOTOR VEHICLES AND MOTORCYCLES	Clothing and footwear wholesale trade	1.65

TRADE, MAINTENANCE AND REPAIR OF MOTOR VEHICLES AND MOTORCYCLES	Mail order and internet retail trade	1.95
INFORMATION AND COMMUNICATION	Provision of consultancy services in the field of information technology	1.48
INFORMATION AND COMMUNICATION	Computer programming activities	4.16
INFORMATION AND COMMUNICATION	Other software publishing	6.50
ARTS, ENTERTAINMENT AND RECREATION	Fitness centres	0.57
MANUFACTURING	Manufacture of computers and peripheral equipment	1.51
MANUFACTURING	Manufacture of motor vehicles	1.91
MANUFACTURING	Manufacture of machinery for food, beverage and tobacco processing	0.54
MANUFACTURING	Manufacture of instruments and appliances for measuring, testing and navigation; manufacture of watches and clocks	2.28
MANUFACTURING	Manufacture of electronic components	2.39
MANUFACTURING	Manufacture of medical and dental instruments and supplies	2.96
MANUFACTURING	Manufacture of pharmaceutical preparations	2.62
MANUFACTURING	Manufacture of other food products n.e.c.	2.89
MANUFACTURING	Manufacture of other chemical products n.e.c.	1.06
PUBLIC ADMINISTRATION AND DEFENCE; COMPULSORY SOCIAL SECURITY	Public administration	1.27

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With respect to EU Taxonomy compliance, the criteria for fossil gas include limiting emissions and switching to renewable energy or low-carbon fuels by the end of 2035. The criteria for nuclear energy include comprehensive safety and waste management regulations.

**Enabling activities** directly enable other activities to make a substantial contribution to an environmental objective.

**Transitional activities are economic activities** for which low-carbon alternatives are not yet available and that have greenhouse gas emission levels corresponding to the best performance.



### To what extent were sustainable investments with an environmental objective aligned with the EU Taxonomy?

The share of Taxonomy-aligned investments was calculated on the basis of the total portfolio or the total portfolio excluding government issuers. The measurement of the investments with regard to the previously mentioned asset allocation in “#1 Aligned with E/S characteristics”, “#2 Other investments” and “#1A Sustainable investments” was not taken into account.

#### ● Did the financial product invest in EU Taxonomy-aligned fossil gas and/or nuclear energy activities<sup>1</sup>?

☐

Yes:

☐

in fossil gas

☐

in nuclear energy

☒

No

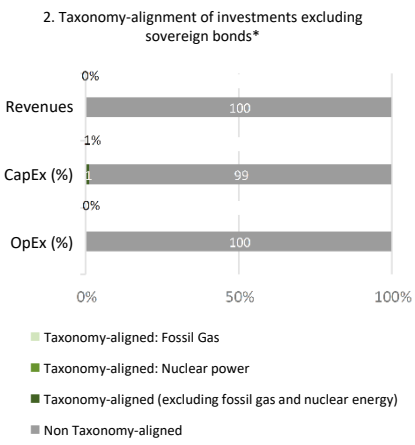
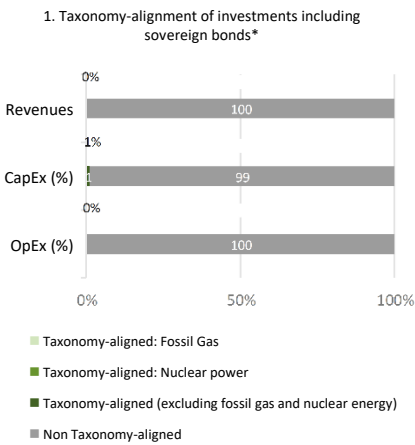
<sup>1</sup> Fossil gas and/or nuclear energy activities are only EU Taxonomy-aligned if they contribute to climate change mitigation and do not significantly affect any EU Taxonomy objective - see explanation in the left margin. The detailed criteria for EU Taxonomy-aligned economic activities in the sector of fossil gas and nuclear energy are set out in Commission Delegated Regulation (EU) 2022/1214.



Taxonomy-aligned activities are expressed as a share of:

- **turnover** reflecting the current “environmental friendliness” of investee companies
- **capital expenditure (CapEx)** showing the relevant green investments made by investee companies for a transition to a green economy
- **operational expenditure (OpEx)** reflecting green operational activities of investee companies

The following charts present the minimum percentage of EU Taxonomy-aligned investments in green. As there is no appropriate methodology to determine the Taxonomy-alignment of sovereign bonds\*, the first graph shows the Taxonomy alignment in relation to all the investments of the financial product including sovereign bonds, while the second graph shows the Taxonomy-alignment only in relation to the investments of the financial product other than sovereign bonds.



This chart reflects 94.91% of the total investment.

\* For the purpose of these graphs, ‘sovereign bonds’ excludes sovereign exposures.

● **What is the share of investments made in transitional and enabling activities?**

Enabling activities: 0%  
Transitional activities: 0%

● **How has the share of investments brought into line with the EU Taxonomy evolved compared to previous reference periods?**

Reporting period	2023/2024	2022/2023
Taxonomy-aligned	0.00%	0.00%



are sustainable investments with an environmental objective that **do not take into account the criteria** for environmentally sustainable economic activities under Regulation (EU) 2020/852.



**What was the share of non-EU- Taxonomy-compliant sustainable investments with an environmental objective?**

E/S characteristics are promoted with the financial product, but no sustainable investments will be made.  
As of the reporting date, the percentage share was as follows: 0%.



**What was the share of socially sustainable investments?**

E/S characteristics are promoted with the financial product, but no sustainable investments will be made.  
As of the reporting date, the percentage share was as follows: 0%.



## What investments were included under “Other Investments”, what was their purpose and were there any minimum environmental or social safeguards?

This includes hedging instruments, investments used for diversification purposes (for example commodities and other investment funds), investments for which no data is available, and cash.

“#2 Other investments” in particular is used for diversification of the Fund and for liquidity management in order to achieve the investment objectives described in the investment policy.

The sustainability indicators used to measure the achievement of the individual environmental or social characteristics in “#1 Investments focused on environmental or social characteristics” do not apply systematically in “#2 Other investments”. There is no minimum protection for “#2 Other investments”.



## What measures were taken during the reference period to fulfil the environmental and/or social characteristics?

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A key measure was the consideration of the comprehensive exclusions that permanently prohibit the fund from making a large number of investments that are generally regarded as critical. Specifically, investments in companies or products issued by companies that violate the UN conventions on cluster munitions, chemical weapons and other outlawed weapons of mass destruction or that finance such companies/products were excluded during the reporting period. Additional product-related exclusions apply if the turnover of a company from the production and/or distribution of certain goods exceeded the revenue volumes listed below: Coal (25%), armaments (10%), small arms (10%), adult entertainment (10%), tobacco (5%). Additionally, investments in companies were prohibited when serious violations of the principles of the UN Global Compact have been identified and there was no compelling prospect that the violations will be remedied. For sovereign issuers, investments in bonds of countries declared “unfree” in the annual analysis by Freedom House ([www.freedomhouse.org](http://www.freedomhouse.org)) were prohibited.

Another significant measure was the fundamental approach in the selection of bond and equity investments for the fund. Here, the focus continued to be on companies that already had low exposure to material ESG risks or that actively managed and consequently reduced the ESG risks inevitably associated with their business activities.

The analyses of the external rating agency Sustainalytics were used to assess the ESG risks that are relevant for the individual companies and to evaluate the active management of ESG risks within the companies.

The ESG Risk Score calculated by Sustainalytics assesses three factors that are crucial for a risk assessment: corporate governance, sector-level material ESG risks, as well as individual company countermeasures and idiosyncratic risks (controversies involving companies).

The corporate governance assessment is an important feature for assessing the financial and ESG risks associated with an investment.

The analysis of the environmental and social characteristics focuses on material risks for the sector. Besides social factors, resource consumption is always a risk factor in the manufacturing sector. Consequently, the analysis incorporates environmental characteristics, such as greenhouse gas emissions and intensity, the protection of natural resources, especially water, the limiting of soil sealing and the protection of species diversity (biodiversity). Service companies have a much lower environmental impact due to their activities, and so they focus on social characteristics, which include, for example: fair working conditions and adequate remuneration, health and safety at work, prevention of corruption, prevention of fraud and control of product quality.

As such, the fund focused on taking into account relevant environmental and social risks, which may vary from company to company. The Fund was seeking not only to avoid environmental risks by investing in companies whose environmental risks are already low based on the company's activities, but also to consider companies that use appropriate management policies to limited and reduced the environmental risks associated with their business model.

Another measure was engagement with the fund's investee companies. This entailed corresponding communication with company representatives on how to improve certain aspects of good corporate governance and the potential consequences of controversies, for example. In addition, voting rights at general meetings in particular were used as an important communication channel. While dialogues are opportunities to discuss positions, they are not usually formally binding. In contrast, exercising voting rights at a general meeting has just such characteristics. This makes it a powerful tool for influencing the direction of companies. Further details on the implementation of this measure can be found in both the voting policy and the voting report on the website of the management company of the fund (<https://www.ethnea.com/dokumente-zu-esg/>).



**Reference benchmarks** are indexes to measure whether the financial product attains the environmental or social characteristics that they promote.

## How did this financial product perform compared to the specific reference benchmark?

No benchmark was defined within the framework of the sustainability strategy.

- ***How does the reference benchmark differ from a broad market index?***

No index is designated as a reference benchmark to determine whether this Fund is aligned with the environmental and/or social characteristics that it promotes.

- ***How did this financial product perform with regard to the sustainability indicators to determine the alignment of the reference benchmark with the environmental or social characteristics promoted?***

No benchmark was defined within the framework of the sustainability strategy.

- ***How did this financial product perform compared with the reference benchmark?***

No benchmark was defined within the framework of the sustainability strategy.

- ***How did this financial product perform compared to the broad market index?***

No benchmark was defined within the framework of the sustainability strategy.

## Administration, distribution and advisory

<b>Management company:</b>	<b>ETHENEA Independent Investors S.A.</b> 16, rue Gabriel Lippmann L-5365 Munsbach	43
<b>Managing directors of the management company:</b>	Thomas Bernard Josiane Jennes Luca Pesarini Frank Hauprich (from 1 July 2024)	
<b>Board of Directors of the Management Company (managing body) until 30 June 2024:</b>		
<b>Chairman:</b>	Thomas Bernard ETHENEA Independent Investors S.A.	
<b>Directors:</b>	Frank Hauprich MainFirst (Luxembourg) S.à r.l.  Nikolaus Rummler IPConcept (Luxembourg) S.A.	
<b>Board of Directors of the Management Company (managing body) from 1 July 2024:</b>		
<b>Chairman of the Board of Directors:</b>	Luca Pesarini ETHENEA Independent Investors S.A.	
<b>Vice-Chairman of the Board of Directors:</b>	Thomas Bernard ETHENEA Independent Investors S.A.	
<b>Directors:</b>	Nikolaus Rummler (until 31 December 2024) IPConcept (Luxembourg) S.A.  Julien Zimmer JULZIM-S S.à r.l.	

**Auditor of the Fund and the management company: Ernst & Young S.A.**

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**Fund manager:**

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L-5365 Munsbach

**Central administration, registrar  
and transfer agent:**

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**Domestic tax representative as defined by  
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**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.

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**Institution in accordance with the provisions of EU Directive 2019/1160 Art. 92:**

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**State Street Bank International GmbH – Succursale Italia**

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IT-20125 Milan

**Banca Sella Holding S.p.A.**

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IT-13900 Biella

**Allfunds Bank S.A.U. – Succursale di Milano**

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IT-20123 Milan

**Information for investors in Spain:**

**Institution in accordance with the provisions of EU Directive 2019/1160 Art. 92:**

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Complejo Plaza de la Fuente - Edificio 3-  
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**Information for investors in France:**

**Institution in accordance with the provisions  
of EU Directive 2019/1160 Art. 92:**

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