

ALKEN FUND

Société d'Investissement à Capital Variable incorporated in Luxembourg

Unaudited semi-annual report as at June 30, 2013

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ALKEN FUND

Organisation of the SICAV

REGISTERED OFFICE	15, avenue J.F. Kennedy, L-1855 Luxembourg
BOARD OF DIRECTORS	
CHAIRMAN	Mr Nicolaus P. BOCKLANDT, Independent Certified Director, 6B, route de Trèves, L-2633 Luxembourg
DIRECTORS	Mrs Michèle BERGER, Executive Vice President, FundPartner Solutions (Europe) S.A., 15, avenue J.F. Kennedy, L-1855 Luxembourg Mr Jean DE COURRÈGES, Independent Director, Courrèges Investment Solutions S.à r.l., 2, rue Jean l'Aveugle, L-1148 Luxembourg Mr Bruno VANDERSCHULDEN, Independent Director, VDS Consult, 23, rue des Bruyères, L-1274 Hesperange
MANAGEMENT COMPANY	Alken Luxembourg S.A.*, 16, rue Jean-Pierre Brasseur, L-1258 Luxembourg
BOARD OF DIRECTORS OF THE MANAGEMENT COMPANY	Mr Nicolas WALEWSKI, Managing Partner, Alken Asset Management LLP, 61, Conduit Street, 3rd Floor, London W1S 2GB, United Kingdom Mr Jean DE COURRÈGES, Independent Director, Courrèges Investment Solutions S.à r.l., 2, rue Jean l'Aveugle, L-1148 Luxembourg Mr Nicolaus P. BOCKLANDT, Independent Certified Director, 6B, route de Trèves, L-2633 Luxembourg Mr Eric CHINCHON, Partner, ME Business Solutions S.à r.l., 16, rue Jean-Pierre Brasseur, L-1258 Luxembourg (since May 17, 2013)
PERSONS IN CHARGE TO CONDUCT THE MANAGEMENT COMPANY'S BUSINESS	Mr Eric CHINCHON, Partner, ME Business Solutions S.à r.l., 16, rue Jean-Pierre Brasseur, L-1258 Luxembourg Mr Arnaud DELAUNE, Chief Compliance Officer, Alken Asset Management LLP, 61, Conduit Street, London W1S 2GB, United Kingdom Mr Philipp GREGOR, Senior Manager, Alken Luxembourg S.A.*, 16, rue Jean-Pierre Brasseur, L-1258 Luxembourg
CUSTODIAN BANK	Pictet & Cie (Europe) S.A., 15A, avenue J.F. Kennedy, L-1855 Luxembourg
CENTRAL ADMINISTRATION AGENT	FundPartner Solutions (Europe) S.A., 15, avenue J.F. Kennedy, L-1855 Luxembourg

* As at July 15, 2013, Alken Luxembourg S.à r.l. changed its legal form to Alken Luxembourg S.A..

Organisation of the SICAV (continued)

INVESTMENT MANAGER	Alken Asset Management LLP, 61, Conduit Street, 3rd Floor, London W1S 2GB, United Kingdom
CABINET DE REVISION AGRÉÉ (/AUDITOR)	Deloitte Audit, <i>Société à responsabilité limitée</i> , 560, rue de Neudorf, L-2220 Luxembourg
PROMOTER	Alken Luxembourg S.A.*, 16, rue Jean-Pierre Brasseur, L-1258 Luxembourg
SWISS REPRESENTATIVE	Pictet Funds S.A., 60, route des Acacias, CH-1211 Geneva 73, Switzerland (until March 1, 2013) FundPartner Solutions (Suisse) S.A., 60, route des Acacias, CH-1211 Geneva 73, Switzerland (since March 1, 2013)
SWISS PAYING AGENT	Pictet & Cie, 60, route des Acacias, CH-1211 Geneva 73, Switzerland
FACILITY SERVICE AGENT	Alken Asset Management LLP, 61, Conduit Street, 3rd Floor, London W1S 2GB, United Kingdom

* As at July 15, 2013, Alken Luxembourg S.à r.l. changed its legal form to Alken Luxembourg S.A..

General information

ALKEN FUND (the "SICAV") publishes an audited annual report within four months after the end of the financial year and an unaudited semi-annual report within two months after the end of the period to which it refers.

All these reports are made available to the Shareholders free of charge at the registered office of the SICAV, the Custodian Bank and other establishments appointed by the Custodian Bank.

Any other financial information to be published concerning the SICAV, including the issue, redemption and conversion price of the shares, is available to the public at the registered office of the SICAV and the Custodian Bank.

The net asset value per share, the issue price and the redemption price are available, in Luxembourg, at the offices of the Custodian Bank.

Any amendments to the articles of incorporation are published in the Mémorial of the Grand Duchy of Luxembourg.

Distribution abroad

Distribution in Switzerland

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

Representative	The representative in Switzerland until March 1, 2013 was Pictet Funds S.A. (the "Representative"), 60, route des Acacias, CH-1211 Geneva 73, Switzerland. It has been replaced on March 1, 2013 by FundPartner Solutions (Suisse) S.A. (the "Representative"), 60, route des Acacias, CH-1211 Geneva 73, Switzerland.
Paying Agent	The paying agent in Switzerland is Pictet & Cie, Geneva with its registered office in 60, route des Acacias, CH-1211 Geneva 73, Switzerland.
Place where the relevant documents may be obtained	The full Prospectus and the Key Investor Information Documents, the articles of incorporation as well as the annual and semi-annual reports may be obtained free of charge from the Swiss representative. A detailed schedule of changes in the investments for the reporting period is available free of charge upon request at the office of the Swiss representative.
Publications	<p>Publications in respect of the foreign collective investment scheme must be made in Switzerland in the Swiss Official Gazette of Commerce (SOGC) and in AGEFI.</p> <p>The issue and the redemption prices or the net asset value together with a footnote stating "excluding commissions" of all shares is published each business day in AGEFI.</p>
Payment of remunerations and distribution remuneration	<p>a) In connection with distribution in Switzerland, the Management Company may pay retrocessions to the following qualified investors who, from the commercial perspective, hold the units of collective investment schemes for third parties:</p> <ul style="list-style-type: none">• life insurance companies,• pension funds and other retirement provision institutions,• investment foundations,• Swiss fund management companies,• foreign fund management companies and providers,• investment companies. <p>b) In connection with distribution in Switzerland, the Management Company may pay distribution remunerations to the following distributors and sales partners:</p> <ul style="list-style-type: none">• distributors subject to the duty to obtain authorization pursuant to Art. 19.1 CISA,• distributors exempt from the duty to obtain authorization pursuant to Art. 19.4 CISA and Art. 8 CISO,• sales partners who place the units of collective investment schemes exclusively with institutional investors with professional treasury facilities,• sales partners who place the units of collective investment schemes exclusively on the basis of a written asset management mandate.
Place of performance and jurisdiction	In respect of the shares distributed in and from Switzerland, the place of performance and jurisdiction is at the registered office of the Swiss representative.

Distribution abroad (continued)

Distribution in Germany

Additional information for Investors in Germany

Paying and Information Agent:
B. Metzler seel. Sohn & Co., KGaA
Große Gallusstraße 18
D-60311 Frankfurt am Main

Bank B. Metzler seel. Sohn & Co., KGaA, Große Gallusstraße 18, D-60311 Frankfurt am Main, assumes the role of Paying and Information Agent in the Federal Republic of Germany. Applications for the redemption and conversion of shares may be filed with the Paying and Information Agent in Germany. At the request of Shareholders, the proceeds of redemptions, any dividends as well as other payments may be paid to them via the Paying and information Agent in Germany (by credit transfer, cheque or cash deposit).

The current full prospectuses and the Key Investor Information Documents, the articles of incorporation of the SICAV, the annual and semi-annual reports, the issue, redemption and conversion prices of shares as well as any other information intended for Shareholders are available free of charge from the Paying and Information Agent in Germany. In addition, the issue and redemption prices as well as any other information to Shareholders shall be published in the "Börsen-Zeitung".

A detailed schedule of changes in the investments of the different sub-funds for the reporting period is available free of charge upon request at the registered office of the SICAV and for investors in Germany also at the office of the German Paying and Information Agent.

Additional Information for investors in the Republic of Austria

Paying Agent for the shares of the SICAV authorised for public distribution in Austria :

Raiffeisen Bank International AG
Am Stadtpark 9
A-1030 Vienna

Applications for the redemption of shares of the SICAV may be sent to the Paying Agent in Austria, which will arrange for the processing of the redemptions and the payment of the redemption proceeds as well as other payments from the SICAV to Austrian Shareholders, at their request, in collaboration with the SICAV and the Custodian.

The latest version of the prospectus including the addendum for Austrian investors, the Key Investor Information Documents, the annual and semi-annual reports, the articles of incorporation of the SICAV as well as the subscription and redemption prices of the shares may be obtained from the Paying Agent in Austria, where other available documents if provided for that purpose may also be consulted.

The net asset values of the sub-funds and Share Classes published in Luxembourg shall also be published in Austria in the daily newspaper "Wiener Zeitung".

The SICAV's tax consultant in Austria is:

Deloitte Exinger GmbH
Renngasse 1/Freyung
P.O. Box 18
A-1013 Vienna

Distribution abroad (continued)

Taxation

Shareholders are invited to contact their tax advisor in order to obtain information regarding the taxation applicable to their investment in their country of residence or in any other country concerned.

Statement of net assets as at June 30, 2013

	COMBINED	ALKEN FUND - EUROPEAN OPPORTUNITIES	ALKEN FUND - SMALL CAP EUROPE	ALKEN FUND - ABSOLUTE RETURN EUROPE
	EUR	EUR	EUR	EUR
ASSETS				
Investments in securities at acquisition cost	2,393,943,548.38	2,120,973,876.44	43,777,790.58	229,191,881.36
Net unrealised gain on investments	937,330,666.31	861,501,422.01	9,542,365.55	66,286,878.75
Investments in securities at market value (note 2)	3,331,274,214.69	2,982,475,298.45	53,320,156.13	295,478,760.11
Cash at banks	260,308,290.94	177,695,675.43	3,707,179.13	78,905,436.38
Interest receivable, net	4,804.68	182.49	0.00	4,622.19
Net unrealised gain on forward exchange contracts (note 10)	34,628.99	0.00	0.00	34,628.99
	3,591,621,939.30	3,160,171,156.37	57,027,335.26	374,423,447.67
LIABILITIES				
"Taxe d'abonnement" payable (note 3)	416,009.39	391,189.73	7,065.77	17,753.89
Management fee payable (note 4)	12,240,519.13	10,935,249.08	212,151.45	1,093,118.60
Performance fee payable (note 5)	23,664,511.18	21,636,306.06	316,064.19	1,712,140.93
Formation expenses	4,846.66	0.00	0.00	4,846.66
Other fees payable (note 6)	2,171,565.56	1,928,821.67	32,124.04	210,619.85
	38,497,451.92	34,891,566.54	567,405.45	3,038,479.93
TOTAL NET ASSETS AS AT JUNE 30, 2013	3,553,124,487.38	3,125,279,589.83	56,459,929.81	371,384,967.74
TOTAL NET ASSETS AS AT DECEMBER 31, 2012	2,500,102,979.25	2,239,554,315.05	31,016,089.65	229,532,574.55
TOTAL NET ASSETS AS AT DECEMBER 31, 2011	1,890,529,231.87	1,753,699,722.61	20,645,974.52	116,183,534.74

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

Statement of operations and changes in net assets for the period ended June 30, 2013

	COMBINED	ALKEN FUND - EUROPEAN OPPORTUNITIES	ALKEN FUND - SMALL CAP EUROPE	ALKEN FUND - ABSOLUTE RETURN EUROPE
	EUR	EUR	EUR	EUR
NET ASSETS AT THE BEGINNING OF THE PERIOD	2,500,102,979.25	2,239,554,315.05	31,016,089.65	229,532,574.55
INCOME				
Dividends, net	47,762,169.98	43,693,244.53	852,706.19	3,216,219.26
Interest on bonds, net	203,821.11	0.00	0.00	203,821.11
Bank interest	48,147.66	1,176.51	0.00	46,971.15
	48,014,138.75	43,694,421.04	852,706.19	3,467,011.52
EXPENSES				
Management fee (note 4)	22,687,748.91	20,376,895.88	368,637.54	1,942,215.49
Performance fee (note 5)	41,771,717.95	35,375,597.10	487,781.92	5,908,338.93
Custodian fees, bank charges and interest	1,133,030.35	854,718.29	34,936.08	243,375.98
Professional fees, audit fees and other expenses	1,819,723.94	1,604,012.42	39,303.92	176,407.60
Administration fees	1,691,662.65	1,511,963.05	23,028.39	156,671.21
"Taxe d'abonnement" (note 3)	834,487.88	791,464.18	11,996.62	31,027.08
Transaction fees (note 2.m)	3,169,556.69	2,768,182.83	59,385.19	341,988.67
	73,107,928.37	63,282,833.75	1,025,069.66	8,800,024.96
NET INVESTMENT LOSS	-25,093,789.62	-19,588,412.71	-172,363.47	-5,333,013.44
Net realised gain on sales of investments	66,930,298.21	63,140,271.16	1,252,196.30	2,537,830.75
Net realised gain/loss on forward exchange contracts	-105,283.70	-27,786.49	18.35	-77,515.56
Net realised gain/loss on foreign exchange	-16,091.70	-355,962.74	-8,881.42	348,752.46
Net realised loss on futures contracts	-14,673,762.06	-9,868,129.52	-251,009.42	-4,554,623.12
NET REALISED GAIN/LOSS	27,041,371.13	33,299,979.70	819,960.34	-7,078,568.91
Change in net unrealised appreciation/depreciation:				
- on investments	393,643,312.85	350,490,132.30	5,282,731.94	37,870,448.61
- on forward exchange contracts	-27,177.65	0.00	0.00	-27,177.65
INCREASE IN NET ASSETS AS A RESULT OF OPERATIONS	420,657,506.33	383,790,112.00	6,102,692.28	30,764,702.05
Proceeds from subscriptions of shares	1,353,782,920.57	1,097,234,971.70	24,440,534.90	232,107,413.97
Cost of shares redeemed	-721,549,793.85	-595,299,808.92	-5,099,387.02	-121,150,597.91
Revaluation difference*	130,875.08	0.00	0.00	130,875.08
NET ASSETS AT THE END OF THE PERIOD	3,553,124,487.38	3,125,279,589.83	56,459,929.81	371,384,967.74

*The difference mentioned above is the result of fluctuations in the exchange rates used to convert the net assets at the beginning of the period related to classes of shares denominated in a currency other than the currency of the sub-fund into the currency of the sub-fund concerned between January 1, 2013, and June 30, 2013.

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

ALKEN FUND

Statistics

Sub-fund	Class	Currency	Number of shares outstanding	Net asset value per share	Net asset value per share	Net asset value per share
			30.06.2013	30.06.2013	31.12.2012	31.12.2011
ALKEN FUND - EUROPEAN OPPORTUNITIES	H	EUR	225,534.59	167.28	144.18	112.13
	R	EUR	16,002,019.07	160.09	138.44	108.32
	EU1	EUR	2,187,345.74	116.69	101.14	-
	U	EUR	934,853.60	124.29	107.44	84.05
	US1 (note 1)	USD	10,000.00	98.54	-	-
	GB1 (note 1)	GBP	761.00	108.48	-	-
	Z1 (note 13)	EUR	543,516.38	151.95	131.37	102.75
	A	EUR	513,442.25	137.97	119.75	94.36
ALKEN FUND - SMALL CAP EUROPE	R	EUR	526,391.30	106.92	91.26	69.10
	A (note 1)	EUR	1,723.16	102.27	-	-
ALKEN FUND - ABSOLUTE RETURN EUROPE	A	EUR	226,637.48	116.15	104.37	-
	I	EUR	1,184,675.03	124.09	111.00	100.19
	EU1 (note 1)	EUR	883,249.44	109.78	-	-
	US1	USD	169,316.86	112.70	100.73	-
	GB1 (note 1)	GBP	2,000.00	100.04	-	-
	K	EUR	467,904.48	126.05	112.68	101.69
	H	EUR	215,247.09	126.38	112.63	101.01

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

ALKEN FUND - EUROPEAN OPPORTUNITIES

Statement of investments and other net assets as at June 30, 2013 (expressed in EUR)

Description	Quantity	Market value (note 2)	% of net assets
TRANSFERABLE SECURITIES ADMITTED TO AN OFFICIAL EXCHANGE LISTING OR DEALT IN ON ANOTHER REGULATED MARKET			
SHARES			
<i>BERMUDA</i>			
LANCASHIRE HOLDINGS (GBP)	5,141,541.50	47,514,616.69	1.52
SIGNET JEWELERS (GBP)	470,636.05	24,414,407.79	0.78
		71,929,024.48	2.30
<i>DENMARK</i>			
COLOPLAST 'B'	1,497,402.14	64,503,759.50	2.06
		64,503,759.50	2.06
<i>FRANCE</i>			
ALSTOM	380,765.04	9,580,048.32	0.31
BENETEAU	203,019.02	1,723,631.48	0.06
CAP GEMINI	83,880.01	3,132,918.30	0.10
CARREFOUR	4,865,570.47	102,809,504.02	3.29
EIFFAGE	1,472,618.14	53,065,794.75	1.70
EULER HERMES	169,487.02	13,126,769.42	0.42
ILIAD	678,255.07	112,692,079.12	3.61
LAFARGE	1,670,054.16	78,893,358.57	2.52
LEGRAND	284,055.03	10,123,721.18	0.32
NATIXIS	7,926,955.76	25,493,089.74	0.82
NEOPOST	1,884,264.18	96,097,473.27	3.07
NEXITY 'A'	788,064.08	22,451,945.53	0.72
VALEO	2,859,791.28	138,085,021.77	4.42
		667,275,355.47	21.36
<i>GERMANY</i>			
AAREAL BANK	599,636.06	10,733,485.44	0.34
B.M.W.	1,088,843.11	73,148,479.80	2.34
BEIERSDORF	516,993.05	34,638,534.34	1.11
CONTINENTAL GUMMIWERKE	563,698.05	57,835,420.38	1.85
ELRINGKLINGER	1,093,730.11	28,043,239.91	0.90
FREENET AG	1,638,940.16	27,501,415.85	0.88
KABEL DEUTSCHLAND HOLDING	1,123,732.11	94,820,515.31	3.03
SOFTWARE	2,264,352.22	52,068,779.27	1.67
WIRECARD	6,030,560.58	126,099,021.77	4.03
		504,888,892.07	16.15
<i>IRELAND</i>			
RYANAIR HOLDINGS	13,226,073.28	94,037,380.99	3.01
SEAGATE TECHNOLOGY	7,518,245.73	259,294,379.56	8.30
		353,331,760.55	11.31

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

ALKEN FUND - EUROPEAN OPPORTUNITIES

Statement of investments and other net assets as at June 30, 2013 (expressed in EUR)

Description	Quantity	Market value (note 2)	% of net assets
<i>ITALY</i>			
MEDIOLANUM	4,818,775.47	22,937,371.21	0.73
		22,937,371.21	0.73
<i>JERSEY</i>			
WOLSELEY	3,041,591.29	107,642,052.42	3.44
		107,642,052.42	3.44
<i>LUXEMBOURG</i>			
GRAND CITY PROPERTIES	1,398,983.14	7,974,203.87	0.26
		7,974,203.87	0.26
<i>NETHERLANDS</i>			
ASML HOLDING	948,922.09	57,523,657.19	1.84
GEMALTO	502,777.05	34,973,171.49	1.12
		92,496,828.68	2.96
<i>SOUTH KOREA</i>			
KIA MOTORS	969,847.09	40,572,823.92	1.30
		40,572,823.92	1.30
<i>SPAIN</i>			
AMADEUS IT HOLDING 'A'	5,266,622.51	129,321,915.69	4.14
BANCO POPULAR ESPANOL (NEW)	14,758,426.42	34,756,094.23	1.11
DIA	3,364,521.32	19,547,868.90	0.63
ENAGAS	2,891,927.28	54,903,239.40	1.76
GAMESA	3,026,530.29	12,650,896.62	0.40
GAS NATURAL SDG	4,542,226.44	70,359,087.53	2.25
GRIFOLS S.A. 'A'	4,304,931.42	121,399,065.92	3.88
INDITEX	223,645.02	21,210,493.85	0.68
		464,148,662.14	14.85
<i>SWITZERLAND</i>			
SYNGENTA AG	103,336.01	31,054,998.00	0.99
TEMENOS GROUP	3,446,295.33	64,731,001.49	2.07
		95,785,999.49	3.06
<i>UNITED KINGDOM</i>			
BARRATT DEVELOPMENTS	1,018,409.10	3,679,018.11	0.12
INTERNATIONAL PERSONAL FINANCE	4,292,366.41	24,992,289.15	0.80
JAZZTEL	8,862,469.86	52,908,945.04	1.69
PROVIDENT FINANCIAL	3,293,581.32	57,223,154.01	1.83
SPIRIT PUB COMPANY	25,456,297.46	19,826,917.99	0.63
TELECITY GROUP	2,787,375.27	32,979,350.67	1.06
		191,609,674.97	6.13
<i>UNITED STATES</i>			
WESTERN DIGITAL	6,225,591.60	297,378,889.68	9.52
		297,378,889.68	9.52

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

ALKEN FUND - EUROPEAN OPPORTUNITIES

Statement of investments and other net assets as at June 30, 2013 (expressed in EUR)

Description	Market value (note 2)	% of net assets
TOTAL INVESTMENTS	2,982,475,298.45	95.43
CASH AT BANKS	177,695,675.43	5.69
OTHER NET LIABILITIES	-34,891,384.05	-1.12
TOTAL NET ASSETS	3,125,279,589.83	100.00

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

ALKEN FUND - EUROPEAN OPPORTUNITIES

Geographical and industrial classification of investments as at June 30, 2013

Geographical classification

(in % of net assets)

France	21.36
Germany	16.15
Spain	14.85
Ireland	11.31
United States	9.52
United Kingdom	6.13
Jersey	3.44
Switzerland	3.06
Netherlands	2.96
Bermuda	2.30
Denmark	2.06
South Korea	1.30
Italy	0.73
Luxembourg	0.26
	95.43

Industrial classification

(in % of net assets)

Internet, software and IT services	14.99
Computer and office equipment	9.62
Electronics and electrical equipment	9.13
Automobiles	8.96
Utilities	7.91
Construction and building materials	7.78
Communications	5.30
Holding and finance companies	4.56
Banks and credit institutions	4.10
Retail and supermarkets	4.07
Public utilities	4.01
Transport and freight	3.01
Chemicals	2.10
Pharmaceuticals and cosmetics	2.06
Insurance	1.94
Tyres and rubber	1.85
Miscellaneous	1.69
Real estate	0.98
Gastronomy	0.69
Textiles and clothing	0.68
	95.43

ALKEN FUND - SMALL CAP EUROPE

Statement of investments and other net assets as at June 30, 2013 (expressed in EUR)

Description	Quantity	Market value (note 2)	% of net assets
TRANSFERABLE SECURITIES ADMITTED TO AN OFFICIAL EXCHANGE LISTING OR DEALT IN ON ANOTHER REGULATED MARKET			
SHARES			
<i>BERMUDA</i>			
LANCASHIRE HOLDINGS (GBP)	68,687.00	634,758.37	1.12
SIGNET JEWELERS (GBP)	10,762.00	558,282.48	0.99
		1,193,040.85	2.11
<i>FRANCE</i>			
BENETEAU	9,262.00	78,634.38	0.14
EIFPAGE	18,934.00	682,286.69	1.21
GROUPE NORBERT DENTRESSANGLE	9,267.00	579,187.50	1.03
ILIAD	11,271.00	1,872,676.65	3.32
NEOPOST	49,112.00	2,504,712.00	4.44
NEXITY 'A'	38,449.00	1,095,412.01	1.94
TRIGANO	45,134.00	434,189.08	0.77
VALEO	50,260.00	2,426,804.10	4.30
		9,673,902.41	17.15
<i>GERMANY</i>			
AAREAL BANK	27,606.00	494,147.40	0.88
BIOTEST AG -OSR-	5,531.00	297,567.80	0.53
DRILLISCH	47,329.00	608,177.65	1.08
ELRINGKLINGER	94,633.00	2,426,390.12	4.30
FREENET AG	25,381.00	425,893.18	0.75
KABEL DEUTSCHLAND HOLDING	13,980.00	1,179,632.40	2.09
SOFTWARE	25,612.00	588,947.94	1.04
TAKKT	62,951.00	730,231.60	1.29
WIRECARD	30,887.00	645,847.17	1.14
		7,396,835.26	13.10
<i>ITALY</i>			
BANCA IFIS	330,297.00	2,698,526.49	4.78
DANIELI & C. OFFICINE MECCANICHE	29,761.00	533,614.73	0.95
DANIELI & C. RISP NC	78,357.00	907,374.06	1.61
IMMOBILIARE GRANDE DISTRIBUZIONE	574,576.00	446,732.84	0.79
MEDIOLANUM	186,934.00	889,805.84	1.58
VITTORIA ASSICURAZIONI	55,133.00	354,505.19	0.63
		5,830,559.15	10.34
<i>LUXEMBOURG</i>			
GRAND CITY PROPERTIES	309,772.00	1,765,700.40	3.13
		1,765,700.40	3.13
<i>NETHERLANDS</i>			
GEMALTO	7,708.00	536,168.48	0.95
		536,168.48	0.95

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

ALKEN FUND - SMALL CAP EUROPE

Statement of investments and other net assets as at June 30, 2013 (expressed in EUR)

Description	Quantity	Market value (note 2)	% of net assets
<i>SPAIN</i>			
BANCO POPULAR ESPANOL (NEW)	179,479.00	422,673.05	0.75
DIA	158,556.00	921,210.36	1.63
ENAGAS	51,576.00	979,170.36	1.73
GAMESA	336,257.00	1,405,554.26	2.49
GAS NATURAL SDG	70,633.00	1,094,105.17	1.94
GRIFOLS S.A. 'A'	42,049.00	1,185,781.80	2.10
VIDRALA	59,020.00	1,572,292.80	2.78
		7,580,787.80	13.42
<i>SWITZERLAND</i>			
BELIMO HOLDING	122.00	209,012.48	0.37
FORBO HOLDING AG	547.00	267,973.74	0.47
SYNGENTA AG	1,786.00	536,736.68	0.95
TEMENOS GROUP	66,898.00	1,256,530.31	2.23
		2,270,253.21	4.02
<i>UNITED KINGDOM</i>			
ALENT	338,756.00	1,296,491.11	2.30
ELEMENTIS	243,393.00	623,093.77	1.10
INTERNATIONAL PERSONAL FINANCE	520,216.00	3,028,955.93	5.36
JAZZTEL	495,265.00	2,956,732.05	5.24
PARAGON GROUP OF COMPANIES	387,409.00	1,385,055.48	2.45
PROVIDENT FINANCIAL	64,225.00	1,115,854.36	1.98
SPIRIT PUB COMPANY	408,705.00	318,324.40	0.56
TELECITY GROUP	68,428.00	809,618.65	1.43
		11,534,125.75	20.42
<i>UNITED STATES</i>			
CHENIERE ENERGY	81,213.00	1,734,414.37	3.07
WESTERN DIGITAL	79,644.00	3,804,368.45	6.73
		5,538,782.82	9.80
TOTAL INVESTMENTS		53,320,156.13	94.44
CASH AT BANKS		3,707,179.13	6.57
OTHER NET LIABILITIES		-567,405.45	-1.01
TOTAL NET ASSETS		56,459,929.81	100.00

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

ALKEN FUND - SMALL CAP EUROPE

Geographical and industrial classification of investments as at June 30, 2013

Geographical classification

(in % of net assets)

United Kingdom	20.42
France	17.15
Spain	13.42
Germany	13.10
Italy	10.34
United States	9.80
Switzerland	4.02
Luxembourg	3.13
Bermuda	2.11
Netherlands	0.95
	94.44

Industrial classification

(in % of net assets)

Banks and credit institutions	10.84
Electronics and electrical equipment	10.48
Communications	9.64
Holding and finance companies	9.50
Automobiles	8.60
Computer and office equipment	6.73
Real estate	5.86
Miscellaneous	5.36
Public utilities	3.67
Utilities	3.24
Oil	3.07
Packaging	2.78
Construction of machines and appliances	2.56
Retail and supermarkets	2.28
Chemicals	2.05
Internet, software and IT services	1.79
Insurance	1.75
Gastronomy	1.47
Construction and building materials	1.21
Transport and freight	1.03
Biotechnology	0.53
	94.44

ALKEN FUND - ABSOLUTE RETURN EUROPE

Statement of investments and other net assets as at June 30, 2013 (expressed in EUR)

Description	Quantity	Market value (note 2)	% of net assets
TRANSFERABLE SECURITIES ADMITTED TO AN OFFICIAL EXCHANGE LISTING OR DEALT IN ON ANOTHER REGULATED MARKET			
SHARES			
<i>BERMUDA</i>			
LANCASHIRE HOLDINGS (GBP)	460,099.00	4,251,920.88	1.14
SIGNET JEWELERS (GBP)	106,937.00	5,547,393.89	1.49
		9,799,314.77	2.63
<i>DENMARK</i>			
COLOPLAST 'B'	224,046.00	9,651,254.58	2.60
		9,651,254.58	2.60
<i>FRANCE</i>			
ALSTOM	33,774.00	849,753.84	0.23
BENETEAU	32,097.00	272,503.53	0.07
CAP GEMINI	7,797.00	291,217.95	0.08
CARREFOUR	340,624.00	7,197,385.12	1.94
EIFFAGE	141,282.00	5,091,096.87	1.37
ILIAD	37,665.00	6,258,039.75	1.69
LAFARGE	131,899.00	6,230,908.76	1.68
LEGRAND	136,047.00	4,848,715.08	1.31
NEOPOST	199,749.00	10,187,199.00	2.74
TERREIS	137,712.00	2,286,019.20	0.62
VALEO	196,602.00	9,492,927.57	2.56
		53,005,766.67	14.29
<i>GERMANY</i>			
AAREAL BANK	91,927.00	1,645,493.30	0.44
B.M.W.	112,523.00	7,559,295.14	2.04
BEIERSDORF	84,678.00	5,673,426.00	1.53
BIOTEST AG -OSR-	28,833.00	1,551,215.40	0.42
CONTINENTAL GUMMIWERKE	56,326.00	5,779,047.60	1.56
ELRINGKLINGER	143,999.00	3,692,134.36	0.99
FREENET AG	278,750.00	4,677,425.00	1.26
KABEL DEUTSCHLAND HOLDING	84,769.00	7,152,808.22	1.93
SOFTWARE	54,987.00	1,264,426.07	0.34
WIRECARD	196,536.00	4,109,567.76	1.11
		43,104,838.85	11.62
<i>IRELAND</i>			
RYANAIR HOLDINGS	1,166,285.00	8,292,286.35	2.23
SEAGATE TECHNOLOGY	600,322.00	20,704,314.04	5.56
		28,996,600.39	7.79

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

ALKEN FUND - ABSOLUTE RETURN EUROPE

Statement of investments and other net assets as at June 30, 2013 (expressed in EUR)

Description	Quantity	Market value (note 2)	% of net assets
<i>ITALY</i>			
BANCA IFIS	150,000.00	1,225,500.00	0.33
DANIELI & C. OFFICINE MECCANICHE	59,068.00	1,059,089.24	0.29
DANIELI & C. RISP NC	86,516.00	1,001,855.28	0.27
MEDIOLANUM	649,112.00	3,089,773.12	0.83
		6,376,217.64	1.72
<i>JERSEY</i>			
WOLSELEY	103,164.00	3,650,978.59	0.98
		3,650,978.59	0.98
<i>NETHERLANDS</i>			
ASML HOLDING	113,747.00	6,895,343.14	1.86
GEMALTO	45,888.00	3,191,969.28	0.86
		10,087,312.42	2.72
<i>SOUTH KOREA</i>			
KIA MOTORS	177,760.00	7,436,455.94	2.00
		7,436,455.94	2.00
<i>SPAIN</i>			
AMADEUS IT HOLDING 'A'	438,024.00	10,755,679.32	2.89
BANCO POPULAR ESPANOL (NEW)	1,105,842.00	2,604,257.91	0.70
DIA	327,116.00	1,900,543.96	0.51
ENAGAS	367,909.00	6,984,752.37	1.88
GAMESA	297,539.00	1,243,713.02	0.33
GAS NATURAL SDG	402,810.00	6,239,526.90	1.68
GRIFOLS S.A. 'A'	438,084.00	12,353,968.80	3.32
INDITEX	23,496.00	2,228,360.64	0.60
		44,310,802.92	11.91
<i>SWITZERLAND</i>			
SYNGENTA AG	9,909.00	2,977,896.82	0.80
TEMENOS GROUP	301,657.00	5,665,956.58	1.53
		8,643,853.40	2.33
<i>UNITED KINGDOM</i>			
ALENT	1,053,658.00	4,032,572.79	1.09
INTERNATIONAL PERSONAL FINANCE	581,810.00	3,387,586.79	0.91
JAZZTEL	953,433.00	5,691,995.01	1.53
PARAGON GROUP OF COMPANIES	1,148,799.00	4,107,158.98	1.11
PROVIDENT FINANCIAL	339,219.00	5,893,639.54	1.59
TELECITY GROUP	259,260.00	3,067,483.07	0.83
		26,180,436.18	7.06

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

ALKEN FUND - ABSOLUTE RETURN EUROPE

Statement of investments and other net assets as at June 30, 2013 (expressed in EUR)

Description	Currency	Quantity/Nominal	Market value (note 2)	% of net assets
<i>UNITED STATES</i>				
CHENIERE ENERGY		500,489.00	10,688,625.15	2.88
PITNEY BOWES		308,430.00	3,483,297.10	0.94
WESTERN DIGITAL		596,193.00	28,478,452.13	7.66
			42,650,374.38	11.48
TOTAL SHARES			293,894,206.73	79.13
BONDS				
<i>NETHERLANDS</i>				
FR SUB. GENERALI FINANCE 06/PERP. -JR-S-	GBP	1,500,000.00	1,584,553.38	0.43
			1,584,553.38	0.43
TOTAL BONDS			1,584,553.38	0.43
TOTAL INVESTMENTS			295,478,760.11	79.56
CASH AT BANKS			78,905,436.38	21.25
OTHER NET LIABILITIES			-2,999,228.75	-0.81
TOTAL NET ASSETS			371,384,967.74	100.00

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

ALKEN FUND - ABSOLUTE RETURN EUROPE

Geographical and industrial classification of investments as at June 30, 2013

Geographical classification

(in % of net assets)

France	14.29
Spain	11.91
Germany	11.62
United States	11.48
Ireland	7.79
United Kingdom	7.06
Netherlands	3.15
Bermuda	2.63
Denmark	2.60
Switzerland	2.33
South Korea	2.00
Italy	1.72
Jersey	0.98
	79.56

Industrial classification

(in % of net assets)

Internet, software and IT services	10.05
Electronics and electrical equipment	8.86
Computer and office equipment	8.68
Automobiles	7.59
Utilities	4.43
Banks and credit institutions	4.17
Construction and building materials	4.03
Holding and finance companies	3.67
Public utilities	3.56
Retail and supermarkets	3.43
Communications	3.22
Oil	2.88
Pharmaceuticals and cosmetics	2.60
Miscellaneous	2.43
Chemicals	2.33
Transport and freight	2.23
Tyres and rubber	1.56
Insurance	1.14
Real estate	0.62
Textiles and clothing	0.60
Construction of machines and appliances	0.56
Bonds issued by companies	0.43
Biotechnology	0.42
Gastronomy	0.07
	79.56

Notes to the financial statements as at June 30, 2013

NOTE 1

GENERAL

ALKEN FUND (the "SICAV") is an open-ended investment company organised as a "société anonyme" under the laws of the Grand Duchy of Luxembourg and qualifies as a Société d'Investissement à Capital Variable ("SICAV") under Part I of the amended Luxembourg Law of December 17, 2010 relating to Undertakings for Collective Investment (the "Law") and Luxembourg Law of August 10, 1915 related to Commercial Companies, whose object is to invest in transferable securities under the principle of risk spreading in accordance with, and as more fully described in its Articles and the Prospectus.

The SICAV was incorporated for an indefinite period on November 16, 2005, with an initial capital of EUR 31,000. Its articles of incorporation were published in the official gazette Mémorial on December 14, 2005. They were last amended by a notarial deed dated October 22, 2012, published in the Mémorial on November 26, 2012.

The SICAV is registered at the Trade and Companies Register of Luxembourg under the number B111842.

The SICAV's capital shall at all times be equal to the value of its total net assets.

As at June 30, 2013, the SICAV includes three sub-funds in operation:

- ALKEN FUND - EUROPEAN OPPORTUNITIES, denominated in Euro (EUR);
- ALKEN FUND - SMALL CAP EUROPE, denominated in Euro (EUR);
- ALKEN FUND - ABSOLUTE RETURN EUROPE, denominated in Euro (EUR).

The SICAV reserves the possibility to create new sub-funds according to economic circumstances.

The sub-fund ALKEN FUND - EUROPEAN OPPORTUNITIES may issue twelve classes of shares: Class H, Class R, Class CH1, Class CH2, Class EU1, Class US1, Class US2, Class GB1, Class U, Class Z1, Class Z2 and Class A.

The sub-fund ALKEN FUND - SMALL CAP EUROPE may issue five classes of shares: Class R, Class U, Class Z1, Class Z2 and Class A.

The sub-fund ALKEN FUND - ABSOLUTE RETURN EUROPE may issue ten classes of shares: Class A, Class CH1, Class CH2, Class I, Class EU1, Class US1, Class US2, Class GB1, Class K and Class H.

As at June 30, 2013, the following classes of shares were active for each sub-fund:

- ALKEN FUND - EUROPEAN OPPORTUNITIES: Class H, Class R, Class EU1, Class U, Class US1 (launched on May 27, 2013), Class GB1 (launched on February 15, 2013), Class Z1 and Class A;
- ALKEN FUND - SMALL CAP EUROPE: Class R and Class A (launched on June 26, 2013)
- ALKEN FUND - ABSOLUTE RETURN EUROPE: Class A, Class I, Class EU1 (launched on February 5, 2013), Class US1, Class GB1 (launched on June 28, 2013), Class K and Class H.

Notes to the financial statements as at June 30, 2013 (continued)

NOTE 2

SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

a) Presentation of financial statements

The financial statements are presented in accordance with the legal reporting requirements in Luxembourg.

b) Foreign exchange translation for each sub-fund

Cash at banks, other net assets as well as the market value of the investment portfolio in currencies other than the currency of the sub-fund are translated into the currency of the sub-fund at the exchange rate prevailing at the period-end.

Income and expenses in currencies other than the currency of the sub-fund are translated into the currency of the sub-fund at the exchange rate prevailing at the payment date.

Resulting realised and unrealised foreign exchange gains and losses are included in the statement of operations.

c) Combined financial statements of the SICAV

The combined financial statements of the SICAV are expressed in Euro (EUR) and correspond to the sum of the corresponding items in the financial statements of the different sub-funds, converted into EUR at the exchange rate prevailing at the end of the period.

d) Valuation of investment securities

1) Securities and other assets listed or dealt in on a stock exchange or another regulated market are valued at the last available price; where such securities or other assets are listed or dealt in one or by more than one stock exchange or any other regulated market, the Directors shall make regulations for the order of priority in which stock exchanges or other regulated markets are used for the provisions of prices of securities or assets.

2) Assets not listed or dealt in on a stock exchange or another organised market, or assets so listed or dealt in for which the last available price is not representative of a fair market value, are valued, prudently and in good faith, on the basis of their estimated sale prices.

3) The units/shares of open-ended undertakings for collective investment are valued on the basis of the last known Net Asset Value or, if the price so determined is not representative of their fair market value, are valued as the Directors may deem fair and reasonable. Units/shares of closed-ended undertakings for collective investment are valued on the basis of their last available market value.

4) For each sub-fund, securities whose value is expressed in a currency other than the reference currency of that sub-fund are converted into that reference currency at the average rate between the last available buy/sell rate in Luxembourg or, failing that, in a financial centre which is most representative for those securities.

Notes to the financial statements as at June 30, 2013 (continued)

e) Net realised gain/loss on sales of investments

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

f) Cost of investment securities

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

g) Valuation of forward exchange contracts

The unrealised gains or losses resulting from outstanding forward exchange contracts are determined on the basis of the forward rates applicable at the period-end and are recorded in the statement of net assets.

h) Valuation of futures

Futures contracts not dealt in on a stock exchange or another regulated market are valued at their liquidating value determined pursuant to the policies established in good faith by the Directors, on a basis consistently applied for each different variety of contracts. The liquidating value of futures contracts dealt in on a stock exchange or another organized market is based on the last available settlement prices for the relevant Net Asset Value date published by such stock exchange or other regulated market where these particular futures contracts are traded. If a futures contract could not be liquidated on the valuation day of the relevant assets, the basis for determining the liquidating value of such contract is such value as the Directors may deem fair and reasonable.

i) Valuation of contracts for difference

Contracts for difference (CFD) are valued on the basis of the difference between the price of their underlying on the valuation date and on the acquisition date.

j) Accounting of futures contracts and CFD

Unrealised gains and losses on futures contracts and CFD are settled daily through the reception/payment of a cash amount corresponding to the daily increase/decrease of the market value of each opened future contract or CFD. Such cash amount is recorded under the caption "Cash at banks" in the statement of net assets and the corresponding amount is recorded under the caption "Net realised gain and/or loss on futures contracts" in the statement of operations and changes in net assets.

k) Income

Dividends are recorded at ex-date. Interest is recorded on an accruals basis.

l) Formation expenses

Formation expenses are amortised over a maximum period of five years.

Notes to the financial statements as at June 30, 2013 (continued)

m) Transaction fees

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

Transaction fees include brokerage fees as well as bank commissions, foreign tax, depositary fees and other transaction fees, and are included in the statement of operations and changes in net assets and covered for the financial period from January 1, 2013 to June 30, 2013.

NOTE 3

"TAXE D'ABONNEMENT"

The SICAV's net assets are subject to a subscription tax ("Taxe d'abonnement") of 0.05% per annum payable at the end of each calendar quarter and calculated on the basis of the SICAV's total net assets at the end of the relevant quarter; such tax is reduced to 0.01% per annum in respect of Share Classes comprising institutional investors only (as per article 174 of the amended Law of December 17, 2010). This tax is not applicable for the portion of the assets of a sub-fund invested in other Luxembourg undertakings for collective investment already subject to "taxe d'abonnement".

NOTE 4

MANAGEMENT FEE

The Management Company is entitled to receive a management fee payable out of the net assets of the respective Share Class of the sub-fund on a quarterly basis at a total annual rate of:

Sub-fund	Class	Up to
ALKEN FUND - EUROPEAN OPPORTUNITIES	H	0.90%
	R	1.50%
	EU1	1.00%
	U	1.50%
	US1	1.00%
	GB1	1.00%
	Z1	1.50%
	A	2.25%
ALKEN FUND - SMALL CAP EUROPE	R	1.75%
	A	2.25%
ALKEN FUND - ABSOLUTE RETURN EUROPE	A	2.25%
	I	1.50%
	EU1	1.10%
	US1	1.10%
	GB1	1.10%
	K	1.50%
	H	0.90%

The Management Company is responsible for the payment of the fees and expenses of the Investment Manager and, where relevant, the distributors.

Notes to the financial statements as at June 30, 2013 (continued)

NOTE 5

PERFORMANCE FEE

The Management Company is also entitled to receive a performance fee that may be levied only in case there is a difference in favour of the Investor between the relative evolution of the relevant sub-fund and a reference index (i.e. an outperformance).

The performance fee is calculated and accrued at each Applicable NAV on the basis of Net Asset Value after deducting all expenses, the management fee (but not the performance fee) and adjusted for subscriptions and redemptions during the relevant performance year. Such performance fee will be payable quarterly in arrears.

Details about the performance fee calculation method can be found in the latest prospectus.

The performance fee for the period ended June 30, 2013 amounts to:

- EUR 35,375,597.10 for the sub-fund ALKEN FUND - EUROPEAN OPPORTUNITIES,
- EUR 487,781.92 for the sub-fund ALKEN FUND - SMALL CAP EUROPE,
- EUR 5,908,338.93 for the sub-fund ALKEN FUND - ABSOLUTE RETURN EUROPE.

NOTE 6

OTHER FEES PAYABLE

As at June 30, 2013, the other fees payable include mainly administration, custodian and promotor expenses.

NOTE 7

SUBSCRIPTION AND REDEMPTION COMMISSION (DILUTION LEVY)

The issue price for Shares in each Class is equal to the Net Asset Value of each Share in that Class, dated on the Business Day of the applicable day of subscription.

The redemption price for Shares in each Class is equal to the Net Asset Value of each Share in that Class dated the Business Day on which application for redemption has been accepted.

Under certain circumstances (for example, large volumes of deals) investment and/or disinvestment costs may have an adverse effect on the Shareholders' interest in the SICAV. In order to prevent this effect, called "dilution", the Board of Directors of the SICAV has the power to charge a "dilution levy" on the issue, redemption and/or conversion of Shares. If charged, the dilution levy is paid into the relevant sub-fund and becomes part of relevant the sub-fund. The dilution levy for each sub-fund is calculated by reference to the costs of dealing in the underlying investments of that sub-fund, including any dealing spreads, commission and transfer taxes.

The need to charge a dilution levy depends on the volume of issues, redemptions or conversions. The Board of Directors of the SICAV may charge a discretionary dilution levy on the issue, redemption and/or conversion of Shares, if in its opinion, the existing Shareholders (for issues) or remaining Shareholders (for redemptions) might otherwise be adversely affected. In any case the dilution levy shall not exceed 2.00% of the Net Asset Value per Share.

Notes to the financial statements as at June 30, 2013 (continued)

In addition the issue or redemption price may be increased/reduced by sales commissions, which are paid to intermediaries and do not exceed:

- Maximum 3.00% of the net asset value of each share for subscription,
- Maximum 3.00% of the net asset value of each share for redemption.

The issue price/redemption price shall be increased/reduced to cover any duties, taxes and stamp duties which might have to be paid.

In addition, for the Class CH1, Class US1 and Class EU1: up to 2.00% of the Net Asset Value per Share subscribed may be charged at the discretion of the Board of Directors for the benefit of the Management Company.

NOTE 8

FUTURES CONTRACTS

The SICAV had the following futures contracts outstanding as at June 30, 2013:

ALKEN FUND - EUROPEAN OPPORTUNITIES

	Maturity	Currency	Commitment in EUR
Sale of 6,852.00 EUROSTOXX 50 ESTX 50 EUR -PRICE-	23/09/2013	EUR	-178,329,484.01

ALKEN FUND - SMALL CAP EUROPE

	Maturity	Currency	Commitment in EUR
Sale of 83.00 EUROSTOXX 50 ESTX 50 EUR -PRICE-	23/09/2013	EUR	-2,160,149.70

ALKEN FUND - ABSOLUTE RETURN EUROPE

	Maturity	Currency	Commitment in EUR
Purchase of 3,467.00 EURO STOXX BANKS-PRICE-	23/09/2013	EUR	17,575,956.50
Sale of 5,516.00 EUROSTOXX 50 ESTX 50 EUR -PRICE-	23/09/2013	EUR	-143,558,864.40

NOTE 9

CONTRACTS FOR DIFFERENCE

The SICAV had the following Contracts For Difference (CFDs) outstanding as at June 30, 2013:

ALKEN FUND - ABSOLUTE RETURN EUROPE

Description	Quantity/Nominal value	Currency
BUREAU VERITAS	-174,477.00	EUR
DAIMLER	-69,072.00	EUR
E.ON NAMEN	-337,193.00	EUR
GDF SUEZ	-505,904.00	EUR
HENNES & MAURITZ 'B'	-397,839.00	SEK
JC DECAUX	-154,644.00	EUR
KPN KONINKLIJKE	-3,425,796.00	EUR
LANXESS	-100,785.00	EUR

ALKEN FUND

Notes to the financial statements as at June 30, 2013 (continued)

ALKEN FUND - ABSOLUTE RETURN EUROPE (continued)

Description	Quantity/Nominal value	Currency
NORSK HYDRO REG.	-605,030.00	NOK
ORANGE	-532,113.00	EUR
SABMILLER (GBP)	67,635.00	GBP
SAINT-GOBAIN	-127,166.00	EUR
SAINT-GOBAIN ISS.13	-127,166.00	EUR

NOTE 10 FORWARD EXCHANGE CONTRACTS

Forward exchange contracts on identical currency pairs listed below are aggregated. Only the longest maturity date is shown.

The SICAV has the following forward exchange contracts outstanding as at June 30, 2013:

ALKEN FUND - ABSOLUTE RETURN EUROPE

	Purchase		Sale	Maturity
USD	18,542,367.72	EUR	14,228,882.11	31/07/2013

The net unrealised gain on this contract as at June 30, 2013 was EUR 34,628.99 and is included in the statement of net assets.

NOTE 11 LOANS AND GUARANTEES

On September 30, 2012, the SICAV entered into a Loan agreement (the "Loan Agreement") with Pictet & Cie (Europe) S.A. (the "Bank"), in respect of the sub-fund EUROPEAN OPPORTUNITIES, for an unconfirmed credit line amount fixed to EUR 180,000,000.

Under the terms of the Loan Agreement, the SICAV agreed to duly pledge the portfolio of the Participating sub-fund in favour of the Bank.

As at June 30, 2013, the sub-fund is not using this credit line.

NOTE 12 SECURITIES LENDING

During the period ended June 30, 2013, the SICAV entered into securities lending transactions. In the framework of these lending transactions, the sub-funds of the SICAV receive a guarantee (in the form of government or supranational bonds), whose value at the time of concluding the loan contract is at least equal to 100% of the total market value of the securities lent.

As at June 30, 2013, no securities were lent by the sub-funds of the SICAV.

NOTE 13 POST PERIOD-END EVENTS

On July 12, 2013, the Board of Directors of the SICAV decided to introduce a number of changes which will increase the attractiveness of the SICAV and should improve the management.

Notes to the financial statements as at June 30, 2013 (continued)

Although most of the proposed modifications of the prospectus are purely formal, the Board of Directors of the SICAV would like to draw particularly your attention on the following modifications:

The Board of Directors of the SICAV decided:

- to amend the general part of the prospectus
 - Redefine settlement period for subscription and redemption proceeds, the settlement period is reduced from 5 to 4 business days.
 - Update of all parties reference (Directors, Address, Company names...)
- to make some amendments linked to the investment restrictions applicable to US investors in the SICAV;
- to amend the Company Expenses Section and introduced a fixed Operating and Administrative Expense of a maximum of 0.35% per annum of the concerned sub-fund's total average net assets in line with the historical Total Expense Ratio of each sub-fund in replacement of the Custodian Bank and the Central Administration Agent remuneration up to a maximum of 0.50% per annum of the concerned sub-fund's total average net assets;
- to rename the ALKEN FUND - European Opportunities Class Z1 shares into ALKEN FUND - European Opportunities Class Z shares and to delete any reference to the ALKEN FUND - European Opportunities Class Z2 shares which are not active;
- to delete any reference to the ALKEN FUND - Small Cap Europe Class Z1, ALKEN FUND - Small Cap Europe Class Z2 shares and ALKEN FUND - Small Cap Europe Class U shares which are not active;
- to create a new class EU1 in EUR and a new class GB1 in GBP for the ALKEN FUND - Small Cap Europe sub-fund;
- that the ALKEN FUND - Absolute Return Europe Class I, the ALKEN FUND - Absolute Return Europe Class GB1 and the ALKEN FUND - Absolute Return Europe Class US2 shall be accessible to all types of investors;
- to amend Appendix II - UK Tax Supplement to comply with the new UK Reporting Regime.

Copies of the new version of the prospectus are available free of charge at the registered office of the Central Administration.

ALKEN FUND

TER (Total Expense Ratio) and PTR (Portfolio Turnover Ratio)

Sub-fund	Class	Currency	TER in % including performance fees	TER in % excluding performance fees	PTR
			30.06.2013	30.06.2013	30.06.2013
ALKEN FUND - EUROPEAN OPPORTUNITIES	H	EUR	2.59	1.23	3.13%
	R	EUR	3.25	1.84	3.13%
	EU1	EUR	2.99	1.34	3.13%
	U	EUR	3.22	1.84	3.13%
	US1	USD	1.80	1.32	3.13%
	GB1	GBP	2.63	1.39	3.13%
	Z1	EUR	3.19	1.84	3.13%
	A	EUR	4.22	2.59	3.13%
ALKEN FUND - SMALL CAP EUROPE	R	EUR	3.49	2.14	12.97%
	A	EUR	4.92	4.91	12.97%
ALKEN FUND - ABSOLUTE RETURN EUROPE	A	EUR	5.91	2.60	-95.08%
	I	EUR	4.09	1.79	-95.08%
	EU1	EUR	2.77	1.41	-95.08%
	US1	USD	3.76	1.43	-95.08%
	GB1	GBP	2.78	2.77	-95.08%
	K	EUR	3.88	1.83	-95.08%
	H	EUR	3.68	1.19	-95.08%

Calculation of Total Expense Ratio (TER):

$$\text{TER \%} = \frac{\text{OPERATING CHARGES (*)}}{\text{AVERAGE NAV (**)}} \times 100$$

Calculation of the Portfolio Turnover Ratio (PTR):

$$\text{PTR} = \frac{(\text{TOTAL PURCHASES} + \text{TOTAL SALES}) - (\text{TOTAL SUBSCRIPTIONS} + \text{TOTAL REDEMPTIONS})}{\text{AVERAGE NAV (**)}} \times 100$$

(*) Operating charges primarily consist of management and investment advisory fees, custodian fees, bank charges and interest, service fees, performance fees, taxes and duties.

(**) Calculated on the basis of the daily average of the total net assets for the period from January 1, 2013 to June 30, 2013.

ALKEN FUND

Performance

	Class	Currency	Performance in % for the period ending	Performance in % for the fiscal year ending	Performance in % for the fiscal year ending
Sub-fund			30.06.2013	31.12.2012	31.12.2011
ALKEN FUND - EUROPEAN OPPORTUNITIES	H	EUR	16.02	28.58	-11.41
	R	EUR	15.64	27.81	-11.93
	EU1	EUR	15.37	1.14*	-
	U	EUR	15.68	27.83	-12.02
	US1	USD	-1.46*	-	-
	GB1	GBP	8.48*	-	-
	Z1	EUR	15.67	27.85	-11.94
	A	EUR	15.22	26.91	-12.59
ALKEN FUND - SMALL CAP EUROPE	R	EUR	17.16	32.07	-23.00
	A	EUR	2.27*	-	-
ALKEN FUND - ABSOLUTE RETURN EUROPE	A	EUR	11.29	4.37*	-
	I	EUR	11.79	10.79	0.19*
	EU1	EUR	9.78*	-	-
	US1	USD	11.88	0.73*	-
	GB1	GBP	0.04*	-	-*
	K	EUR	11.87	10.81	1.69*
	H	EUR	12.21	11.50	1.01*

* The performance of share classes launched during the year/period was calculated by comparing the net assets per share as at the launch date of the share class with the net assets per share as at the end of the year/period.

Past performance is not an indicator of current or future returns. Performance data do not take into account the fees and expenses arising from the issue and redemption of units.

