

EdR FUND II

Société d'Investissement à Capital Variable (SICAV)

**Annual report, including Audited Financial Statements
as at 31/12/23**

R.C.S. Luxembourg B 224156

EdR FUND II

Table of contents

Organisation and administration	3
General information	4
Report on the Activities of the Company	5
Audit report	10
Combined statement of net assets as at 31/12/23	14
Combined statement of operations and changes in net assets for the year ended 31/12/23	15
Sub-funds:	16
INCOME 2024	16
NEXT	30
Notes to the financial statements - Schedule of derivative instruments	38
Other notes to the financial statements	41
Additional unaudited information	49

Subscriptions are only valid if made on the basis of the current Prospectus supplemented by the latest annual report and the latest semi-annual report if published thereafter.

EdR FUND II

Organisation and administration

Registered Office	4, rue Robert Stumper L-2557 Luxembourg
Board of Directors of the Company Chairman of the Board	Mr Flavien Duval, Director and Chairman of the Board Chief Administrative Officer d'Edmond de Rothschild Asset Management, and Member of the Executive Board of Edmond de Rothschild Asset Management (France) 47, rue du Faubourg Saint Honoré F-75008 Paris
Directors	Mr Raphaël Bellaïche, Director Head of Product Management of Edmond de Rothschild Asset Management (France) 47, rue du Faubourg Saint Honoré F-75008 Paris Mr Guy Verhoustraeten, Director (until April 24, 2023) Management Consultant of Edmond de Rothschild Asset Management (Luxembourg) 4, rue Robert Stumper L-2557 Luxembourg Mr Serge Weyland, Director (until January 12, 2024) Chief Executive Officer of Edmond de Rothschild Asset Management (Luxembourg) 4, rue Robert Stumper L-2557 Luxembourg Mr Philippe Visconti (since January 12, 2024) Senior Expert Fund Structuring of Edmond de Rothschild Asset Management (Luxembourg) 4, rue Robert Stumper L – 2557 Luxembourg
Management Company and Central Administration (Including Transfer Agent)	Edmond de Rothschild Asset Management (Luxembourg) 4, rue Robert Stumper L-2557 Luxembourg
Cabinet de Révision Agrée	Deloitte Audit, <i>Société à responsabilité limitée</i> 20, boulevard de Kockelscheuer L-1821 Luxembourg
Depositary Bank and Domiciliary Agent	Edmond de Rothschild (Europe) 4, rue Robert Stumper L-2557 Luxembourg
Investment Manager and Global Distributor	Edmond de Rothschild Asset Management (France) 47, rue du Faubourg Saint-Honoré F-75008 Paris
Legal Adviser	Allen & Overy Société en Commandite Simple 5, avenue J.F. Kennedy
Sub-Transfer Agent	CACEIS Bank, Luxembourg Branch 5, Allée Scheffer L-1855 Luxembourg

(The Sub-Transfer Agent is entitled to receive subscription/redemption orders for distributors previously agreed upon by the Management Company or the Global Distributor, aiming to facilitate the order processing of distributors in other time zone than the Company.)

EdR FUND II

General information

Information to the Shareholders

All information concerning EdR FUND II (the "Company") is published in newspapers designated by the Board of Directors of the Company (hereafter the "Board") and, if required by law, in the Mémorial C, Recueil des Sociétés et Associations, the official gazette of Luxembourg, and deposited with the Registrar of the Luxembourg District Court.

The articles of incorporation have been deposited with the Registrar of the Luxembourg District Court, where they are available for inspection and where copies may be obtained.

Documents about the Company or a Sub-Fund (prospectus, KIDs, Net Asset Value, issue and redemption prices of shares, Annual and Semi-Annual Reports, ... as enumerated in the prospectus) are made public at the registered office of the Company at 4, rue Robert Stumper, L - 2557 Luxembourg, where they may be obtained and can be accessed on the website www.edmond-de-rothschild.com.

Net Asset Value per Share

The Net Asset Value per Share of the active Sub-Fund, Class or Sub-Class is determined in Luxembourg by the Management Company or its sub-contractors under the responsibility of the Board by dividing the net value of the assets of the Sub-Fund (or allocated to the relevant Class or Sub-Class), which corresponds to the value of the assets of the Sub-Fund (or allocated to the relevant Class or Sub-Class) less its liabilities, by the number of Shares in circulation in that Sub-Fund (or Class or Sub-Class) on the same date, and rounding up or down to the nearest higher or lower unit of the Valuation Currency of the Sub-Fund.

The Net Asset Value of the shares of the Sub-Fund is calculated each Business Day in Luxembourg with the exception of Good Friday and December 24 (Christmas Eve) which are not Valuation Days.
The total net assets of the Company are expressed in Euros.

The Net Asset Value per Share of the Class or Sub-Class is available at the registered offices of the Company, the Management Company, the Depository and Administrative Agent and other establishments appointed by them.

The Board decides the terms and conditions for the publication of the Net Asset Value of the Sub-Fund in the press on a case-by-case basis.

EdR FUND II

Report on the Activities of the Company

Macroeconomic context from January 2023 to December 2023

The first month of 2023 ended with a significant upturn for the world's stock markets (+6.5% for the MSCI World in local currencies). At regional level, the US S&P 500 index gained 6.3% and the Nasdaq 10.7%. The outperformance of this US growth index, which is heavily dominated by technology, shows the extent to which investors have regained a taste for risk at the start of the year. Emerging markets also stood out over the month, with the MSCI Emerging Markets index in USD up 6.5%, driven mainly by China. Japan and Europe also performed well (Nikkei 225: +4.7%) and (Stoxx600: +6.7%).

The source of this renewed optimism lies in a change in investor perception of the restrictive mood of central bankers, the spectre of recession which seems to be receding, particularly in Europe, and the reopening of China.

The markets are caught between two opposing scenarios: either the central banks remain aggressive and continue to tighten their key rates against a backdrop of persistent inflation (albeit at a slower pace), or they start to prepare the ground for the end of rate hikes against a backdrop of peak inflation and a desire not to exacerbate the economic slowdown. While the first scenario would entail the risk of a contraction in liquidity that would damage risky assets, it would seem that at the start of this year, and after a particularly difficult 2022, the markets want to favour the second scenario for the time being.

Moreover, the International Monetary Fund (IMF) is leaning in this direction, with the institution now forecasting global growth of 2.9% in 2023, according to its report published at the end of January. This is 0.2 percentage points higher than it expected in October, when it published its previous forecasts.

Optimism was therefore the order of the day on the markets in January, despite some less buoyant news, notably the lacklustre results from the major US banks and the announcement of substantial redundancy plans at large US companies (Google, Goldman Sachs etc.).

On the fixed-income market, slowing inflation in the eurozone, falling gas prices in Europe and the idea that the US economy could slow without falling into recession fuelled a significant easing in sovereign yields. US and German 10-year yields fell from 3.87% to 3.51% and from 2.57% to 2.28% respectively.

Investment-grade private debt benefited from these easing trends, gaining 2.1% in Europe (iBoxx Euro Corporate index) and 5% in the United States (ICE BofA US Corporate index). High-yield debt gained 3.2% (ICE BofA Euro High Yield Index).

Finally, WTI oil rose by 0.4% to \$83.36 a barrel at the end of the month.

However, it is difficult to identify a clear trend for the rest of the month, against the backdrop of a gradual reopening of the Chinese economy, an anticipated slowdown in the developed countries, OPEC+ not wanting to increase production, and negotiations on a price cap for Russian oil.

In precious metals, gold gained 5.7% to \$1,928.36 per ounce.

On the currency markets, the dollar depreciated over the month against a basket of major international currencies (-1.4%) and against the euro (-1.5%), trading at 1.09 dollars to the euro at the end of January.

In February, global equities fell by 1.6% (for the MSCI World in local currencies). However, this figure does not reflect the varying situations in the major regions. While the United States, the index's largest component, weighed on the trend (-2.5% for the S&P 500), Europe fared much better, posting a second consecutive month of gains in the new year (+1.7% for the STOXX 600 index). The French market stood out, with the CAC 40 up 2.6%, driven in particular by cyclical stocks: Publicis Groupe, up 16.2%, Stellantis, up 14.9%, Renault, up 14%, and Thales, up 8.9%.

In the emerging markets, China made a negative contribution to the region's performance. However, this performance needs to be put into perspective, as the Middle Kingdom had anticipated the bullish call of 2023, with the MSCI China index rising by 35.7% between the end of October and the end of 2022, and by 12.3% in January this year.

In the United States, the market was penalised by the energy, utilities, property and healthcare sectors. Only the technology sector was (slightly) positive. US equities were rattled by inflation data and comments by members of the Federal Reserve (Fed), who were a little more restrictive. Consumer prices (+6.4% YoY), producer prices (+6% YoY) and the core PCE (the consumer price index closely monitored by the Fed, which came in at +4.3% quarter-on-quarter) all came in above expectations. In addition, business statistics remained solid, which weighed on investors' expectations of the Fed's final rate level.

In Europe, on the other hand, although the inflation figures still suggest a high rate of inflation, the markets focused more on the receding spectre of recession and on corporate earnings, which emerged rather positively.

These pressures on government rates are penalising investment-grade private debt, which is down 1.5% in Europe (iBoxx Euro Corporate index) and 4.1% in the United States (ICE BofA US Corporate index). High-yield debt remained stable in Europe.

Lastly, oil fell by 1.6% to \$82.46 a barrel at the end of the month.

In precious metals, gold lost 5.2% to \$1829.36 per ounce. It is being penalised in particular by the rise in interest rates.

On the currency markets, the dollar appreciated over the month against a basket of major international currencies (+2.7%) and against the euro (+2.4%), trading at 1.0606 dollars to the euro at the end of February.

Equity markets ended March in positive territory, closing the first quarter up 7.4% worldwide (for the MSCI World in local currencies).

Behind these performances lie wide disparities in style. Growth stocks are up worldwide, while value stocks are down.

EdR FUND II

Report on the Activities of the Company

For almost a year now, investors have been paying close attention to economic statistics that might give an indication of the direction of inflation and hence of monetary policy, but this month has been marked by the turmoil in the banking sector.

It was the collapse of Silicon Valley Bank (SVB) in the United States that really lit the fuse, raising fears in its wake about the solidity of the US regional banks, which were hit by massive withdrawals by their customers. However, the authorities took swift action to limit the impact on the banking system as a whole. The second warning shot came from Europe, and Switzerland in particular. The markets put Credit Suisse on the ropes, and the Swiss bank, which had been criticised for many years, saw its share price plummet, owing its salvation only to the willingness of the Swiss authorities to impose its takeover by historic rival UBS, which negotiated a number of guarantees to accept the deal. Investors then feared that the massacre would continue in the sector when Deutsche Bank also came under attack. The political and monetary authorities had to reassure investors to prevent the downward spiral from continuing.

Against this backdrop, central banks nevertheless continued their monetary tightening cycles, albeit more moderately than expected, citing the risk that this banking turmoil could pose to the economy. This was all it took for the markets to lower their expectations for key rates, allowing the markets to regain their composure and avoid the worst.

On the fixed-income market, these events led to a fall in yields. US and German 10-year yields fell from 3.93% to 3.46% and from 2.65% to 2.29% respectively. But it was above all the US 2-year that corrected, falling from 4.85% to 4.03%, reflecting lower expectations of key rate hikes.

After an extremely complicated year in 2022 for equity and bond markets, the first third of 2023 has been a good one. The global equity index is up 9.2% (for the MSCI World index in local currencies).

In geographical terms, the eurozone stood out, followed by Japan, wider Europe and the United States. Emerging markets were held back by China's underperformance. The rebound in the indices was driven by the publication of corporate results, which continued to look good, and above all by investors' perception that the cycle of rate tightening by central banks, and the Federal Reserve in particular, could be coming to an end. This explains why growth stocks, particularly in technology and luxury goods, outperformed. These sectors, whose valuations are highly dependent on interest-rate levels, have in fact driven the market. In March, however, the collapse of SVB in the United States and the takeover of Cr dit Suisse triggered a fall in equity indices amid fears that the crisis would spread to the entire system. Nevertheless, the authorities on both sides of the Atlantic quickly got to grips with the situation, calming things down and allowing the indices to bounce back from mid-April and the start of publication of companies' Q1 results.

May ended on a mixed note for the equity markets. The global equity index ended the month slightly down (for the MSCI World index in local currencies), but with geographical disparities.

While Japan continued to perform well, thanks in particular to good economic figures, Europe underperformed significantly (-2.8% for the STOXX 600), mainly affected by the fall in the CAC 40 (-3.9%) due to profit-taking, particularly in the luxury goods sector. While the United States saw a slight rise in the S&P 500 (+0.4%), the Nasdaq, the main indicator of the rise in the technology sector, advanced by 5.9%, driven by the craze for artificial intelligence and its star Nvidia (+41.4% in May, +159% in 2023).

This month has been dominated by the story of the US debt ceiling. Indeed, the fateful date of June 1 was at the centre of investors' concerns, marking the point at which the United States could have been declared insolvent in the absence of an agreement between Democratic President Joe Biden and Republican Speaker of the House of Representatives Kevin McCarthy. While history has shown that this type of agreement is always reached, the fact remains that until it is, the markets go through phases of volatility depending on what is said and what progress is made (or not) on the subject. And 2023 was no exception. After an agreement in principle was finally reached on May 22, the House of Representatives voted in favour on May 31. All that remains is Senate approval, and above all – and this is no mean feat – the raising of nearly \$1,000 billion on the bond markets to finance the increase in debt that has been agreed.

The theme of recession and inflation continued to be present, also contributing to market volatility depending on whether investors were anticipating further rate rises or a pause. At present, while the European Central Bank could raise its key rate twice more (by 0.25 basis points), the US Federal Reserve's decision is more uncertain, although the likelihood of a pause is currently greater.

In terms of international relations, it is worth noting that despite the stated desire of China and the United States (and also of the other G7 countries) to see their relations calm down, the Chinese equity market was weighed down by subdued economic statistics.

The first half of 2023 ended with a buoyant June for the world's equity markets. The MSCI World index rose by 5.7%, driven mainly by the United States.

These developments in June enabled global equities to close the first half of the year with an increase of 15.1% (for the MSCI World index in local currencies). The surprise came in the form of geographical performances, with the United States outperforming Europe in recent weeks (+16.9% for the S&P 500 vs +10.9% for the STOXX 600), which was not necessarily expected given the performance of the indices from the start of the year to mid-May (+8.4% for the S&P 500 vs +12% for the STOXX 600). This reversal over the last six weeks can be attributed to two main factors. Firstly, the fall in European luxury goods stocks, which had been driving the indices on the Old Continent, and secondly, the continued good performance of the US technology sector, which has been accompanied by a broader participation in the rise by companies in the S&P 500 index. As a result, the US equity market officially entered a bull market in June, with the S&P 500 up more than 20% since October.

US equities were mainly buoyed by the resolution of the debt ceiling drama which, although we generally know the end in advance, always disrupts the markets. Next episode in January 2025... The other positive elements were to be found in the economic statistics, which came out "lukewarm" overall. Neither too hot to worry about aggressive rate hikes by the Fed, nor too cold to worry about a potential severe recession. In Europe, the situation is more delicate, with the ECB caught between two contradictory forces: persistent inflation at sustained levels on the one hand (even if on the decline), and economic statistics pointing to a slowdown on the other. Given the ECB's main mandate, which is to fight inflation, it is likely to continue to raise rates between now and the end of the year, making European equities likely less attractive than their US counterparts.

EdR FUND II

Report on the Activities of the Company

July saw a sharp rebound in the global markets, with more stocks in the US market participating in the rally: the Russell 2000 index (US small caps) bounced back 6%, while cyclical sectors such as financials and energy outperformed the rest of the market.

At the FOMC meeting at the end of July, the Fed raised rates by 25 basis points, which had already been widely anticipated, bringing short-term rates down to 5.25-5.50%. The Federal Reserve Chairman also confirmed that future decisions would largely depend on future inflation figures, and that nothing had really been decided for the next FOMC meeting in September.

Earnings announcements for the second quarter (with more than half of the S&P 500 reporting) surprised the markets on the upside, with forecasts for the rest of the year pointing to a stabilising trend. In their earnings reports, companies highlighted the resilience of the consumer, the beginnings of disinflation and the easing of tensions on the labour market. The continuing momentum of positive surprises on the macroeconomic front was another source of support for the markets: the publication of second-quarter GDP at 2.4% well exceeded the consensus of 1.5%, reflecting in part the resilience of consumer spending.

European markets were buoyed by the prospect of the end of the central banks' monetary tightening cycle. The ECB raised its key rates by 25 basis points to bring its deposit rate to 3.75%, but opened the door to a pause in September. The weak earnings growth of the second quarter seems to have already been priced in.

July therefore ended with another positive performance for the US equity markets (S&P +3.1%, Nasdaq +4%), with the S&P recording its fifth consecutive month of gains (in dollars), its longest streak since the summer of 2021, driven by the performance of mega-caps in the technology sector. European markets stalled.

In August, Jackson Hole hosted the traditional summer meeting of the world's leading central bankers, an opportunity for them to reiterate that they would remain inflexible in the face of inflation.

The rates would rise or remain high as long as the macroeconomic statistics did not deteriorate significantly to allow prices to resume rising at a rate of 2%. The leading economic indicators published in Europe and the United States in August point in this direction, anticipating a possible contraction in activity, proof that the rate hikes already implemented to curb demand (and hence inflation) are beginning to have a negative impact on growth. As a result of this slowdown – and the base effects – inflation is falling and has already left the red zone that prompted the Federal Reserve to initiate this cycle of monetary tightening 12 months ago. Investors have therefore not been frightened by the firm rhetoric, and consider the likelihood of further tightening in key rates from their current level to be relatively low.

Growth is also weakening in China. Growing difficulties in the property sector are jeopardising GDP growth targets for 2023 unless a massive stimulus package is announced in the autumn. Attempts at appeasement on the trade war front have so far proved fruitless, and are exacerbating the flight of foreign capital from Chinese markets.

To contain the slowdown, governments are continuing to spend. Deficits, although lower than in the Covid period, remain high and must be refinanced on the markets, while liquidity is becoming scarcer: the Fed's balance sheet is shrinking and the usual lenders (China and Japan) are less keen on Treasuries. As a result, long-term yields rose, reaching 4.3% in the United States before mixed economic data tempered the trend. Oil prices rose sharply in August, more as a result of the OPEC+ production cut and buoyant consumption – which reached a record 107 million barrels per day – than the political situation in Gabon. The Central African country produces "only" 200,000 barrels a day, and the new military government cannot afford to deprive itself of this windfall. The risks of an imbalance in the world energy market as a result of the latest coup d'état therefore appear to be virtually non-existent.

In the end, the results published by companies for the first half of the year were excellent. Margins have been maintained and sales are showing good resilience, demonstrating that companies are genuinely capable of coping with the deterioration in rates and digesting the increase in their costs (inputs and wages).

On the markets, the summer period is generally more volatile due to low trading volumes, and justifies relatively cautious allocations. Despite the mixed macroeconomic news and the correction seen in August, indices have continued to move without any major trend since the spring, and the Vix index, which measures the amplitude of fluctuations, is back to its level at the end of 2019. Stable indices and rising earnings are driving down the valuation of equities, which, from a medium-term perspective, are not that expensive. Now that the bulk of the key rate hikes have passed and inflationary excesses seem to have been contained, investors are focusing their attention on the extent of the economic slowdown to come and the geopolitical developments that are unfortunately still difficult to anticipate.

Equity markets fell significantly in September. Risk aversion is growing, as is the attractiveness of bond yields.

Long-term yields were boosted by a resurgence of inflationary fears following the spectacular rise in oil prices, now anchored above \$90 dollars a barrel. Global energy consumption remains high, while producer countries are confirming their desire for rationing, which is causing reserves to fall. Paradoxically, this apparently inflationary movement serves the interests of central bankers by further dampening growth prospects: high energy costs lead to a transfer of wealth from consumers (who cannot buy anything else) to producers (who mainly save), limiting the circulation of money and underlying inflation. The rise in long-term rates is not doing the federal government any favours, as it has to finance its deficit in a particularly bitter political climate, but this is something we have seen before in recent quarters:

bipartisan negotiations to avoid a potential government shutdown may have added a little more mistrust to the markets and amplified the movement in bond yields, which are at their highest since 2007.

The European Central Bank (ECB) has hinted that the battle against inflation will be a long one yet, but that its key rate is close to the desirable level following the September hike. This tenth increase could therefore be the last. The Federal Reserve (Fed), for its part, has chosen to pass on the hike, but has backed up its inaction with more forceful rhetoric, promising to tighten financial conditions further if necessary. However, this threat of future rate hikes seems less likely: unlike oil, other commodity prices (particularly industrial) fell in September, while sluggish economic growth is unlikely to increase pressure on prices.

The leading indicators of economic activity published during the month confirm a slowdown in the fourth quarter, without the much-touted recession becoming inevitable. In Europe this autumn, some analysts are observing an economy in stagflation (absence of growth and persistent inflation, mainly imported, a disastrous cocktail) and fear that it could become entrenched. However, the end of destocking, the recovery in world trade and continued domestic demand mean that we can expect a gradual recovery in the second half of 2024. In China, the rebound in industrial company profits has been overshadowed by – yet another – setback in the property sector. Major property developers are not easily overcoming the turmoil

EdR FUND II

Report on the Activities of the Company

that regulatory changes have caused to their refinancing capacity. Despite this, over the month, earnings forecasts for the 2023 and 2024 financial years were revised (slightly) upwards in Europe, the United States and even China, once again demonstrating the quality of company management and their ability to adapt to a less buoyant environment. Falling share prices and stable earnings make valuations attractive from a medium-term perspective, even in the – unfortunately not entirely inconceivable but much less likely – event of an economic recession in 2024.

The US Federal Reserve and the world's other major central banks have repeatedly stated their intention to curb economic activity in order to contain inflationary pressures and thus preserve their credibility. Consequently, key rates were raised again during the quarter and the volume of liquidity in circulation was methodically reduced on both sides of the Atlantic. This far-reaching monetary tightening – which began in 2022 in response to the inflation shock caused by the outbreak of war in Ukraine – is restricting consumption, and slowing production and investment to the point where leading indicators are now predicting a sharp contraction in industrial activity. In the services sector, the slowdown is proving more moderate for the time being, due to the gradual lifting of the health constraints that had prevented travel to some parts of the world until 2022. Employment is holding up particularly well and, despite the high cost of credit, is supporting consumption at a fairly robust level.

The outlook for the coming quarters remains uncertain and will once again depend on the stubbornness of the central banks in their fight against inflation, which is objectively slowing. The rate rises already recorded are weighing on the economy, and comparison with benchmark prices (which have already risen) inevitably curbs the pace of further increases. As at this time last year, the European economy's momentum will also depend on the severity of the winter, which could result in insufficient oil and gas supplies to power households and factories. China, for its part, may fail to achieve the authorities' target of growth close to 5% after the burial of the "zero covid" policy that had hampered the country's activity for two years. Despite the reopening of the economy, household savings, which are particularly high, are not circulating sufficiently due to the mistrust of economic agents. The construction sector has still not digested the austerity treatment it received. At the cost of a considerable budget deficit, US growth proved resilient over the first nine months, but signs of a slowdown are now emerging. At the end of the quarter, the IMF revised its outlook for 2023 and 2024, forecasting global economic growth of around 3% in 2023 and slightly less in 2024. If these figures were actually achieved, they would be quite satisfactory.

As a result of the moderation in commodity prices, weaker economic growth and base effects that make for a happier comparison, inflation figures are (at last) returning to bearable levels. Consumer price inflation is continuing at a pace that is now more consistent with the central banks' objective – the famous 2% target is within sight. This gives a clearer picture of the end of the dry regime imposed by central banks for almost two years to curb inflation: rate rises and monetary restrictions have brutally weaned investors who had been dependent on massive injections of liquidity for some fifteen years. This unfavourable monetary environment accelerated the global economic slowdown in the fourth quarter. Although the US economy ultimately weathered the downturn well, it did so at the cost of an abysmal budget deficit and thanks to households that drew on their accumulated savings to maintain a high level of consumption.

The sluggishness of its Chinese customers and the energy dependence of its industry have plunged Germany into recession and consequently wiped out growth in Europe, where the deployment of stimulus plans is less generous than on the other side of the Atlantic.

China's economic activity, which was disappointing in the first part of the year, seems to have picked up in the last quarter. This slow recovery, following the lifting of health restrictions, should nonetheless enable the country to achieve its 2023 growth target of around 5% and retain the potential to accelerate in 2024. Households are sitting on a mountain of savings totalling 3000 billion, and the country has monetary and budgetary leeway, in addition to the political will not to increase regulatory pressure.

The first quarter of 2024 looks set to be another difficult one, with weak economic growth as suggested by the leading indicators. The monetary trajectory, which is now clearly one of easing rates, allows us to foresee an economic recovery later in the year. Better investment financing conditions, a positive change in inventories and consumption supported by unemployment that is still at a standstill on both sides of the Atlantic, should enable global GDP to grow at a rate close to 3% over 2024 as a whole.

Over the course of the year, elections will be held almost everywhere, but especially in the USA, where Joe Biden's chequebook could still be called upon during the campaign. Political uncertainties, in addition to geopolitical upheavals, could add volatility to the markets without hindering the economic recovery, unless they disrupt global supplies of energy or strategic components.

EDR FUND II - INCOME 2024

Management Report

Over the period, the Sub-Fund recorded a performance of +7.39% for the A share.

On the equity side, we maintained a relatively cautious positioning, with gross exposure ranging from 24% to 27% and net exposure from 18% to 21%. At the end of the period, we replaced part of our hedges in the form of short MSCI Europe futures positions with Eurostoxx put-spreads in order to introduce more convexity into the portfolio. During this period, the equity portfolio performed broadly in-line with its Stoxx 600 investment universe (+14.85% vs. +15.81% - source: Front Office data via UBS Delta), which is quite noteworthy in a bull market given the defensive nature of the structural positioning towards Value & Yield stocks. Before the year-end rally, the equity pocket had been outperforming its investment universe by close to 4%pt, finally giving up this outperformance in a rally where growth stocks outperformed while the probability of a deeper recession receded. The equity portfolio, net of hedging, generates around ca. 31% of the Sub-Fund's gross performance.

On the credit side, we maintained our exposure to subordinated financials at around 20%, despite the 13bp loss caused by the crushing of AT1 Credit Suisse bonds. Since 2022, we have modified the HY portfolio to prepare it for a possible cyclical downturn by lowering its weighting (to around 22% at the end of the period) and improving its average quality, notably by drastically reducing the proportion of CCC issues. We continued to increase the weighting of corporate hybrids to 8.5% at the end of the period. Finally, we continued to increase the weighting of IG to 22% at the end of the period. In addition, following the rescue of Crédit Suisse, we took a long position in interest-rate futures with a sensitivity of around 0.5, reduced to 0.35 in October.

Finally, we maintain low cash balances below 1% of NAV in order to maximize the Sub-Fund's carry profile. However, given the coming hard maturity for the Sub-Fund in July 2024, we are paying more and more attention to the liquidity profile of the assets in the portfolio.

Market Report

2023 was marked by the continuation of the monetary tightening initiated by the main Central Banks in 2022 in response to persistent inflation (Fed rate rising from 4.25%-4.50% at the end of 2022 to 5.25%-5.50% at the end of the period, ECB deposit rate rising from 2% to 4% over the same

EdR FUND II

Report on the Activities of the Company

period). Because of the base effect of this monetary tightening, inflation gradually eased (Eurozone preliminary CPI falling from 9.2% yoy at end-2022 to 2.9% yoy at end-October 2023), though remaining at levels higher than the 2% generally targeted by major Central Banks. Partly explaining this persistence of inflation, economic growth has remained surprisingly resilient, particularly in the USA.

On the microeconomic front, the first quarter was marked by volatility surrounding bank issuers, resulting in the bankruptcy of several US regional banks and the takeover of Credit Suisse by UBS following the uncontrolled acceleration of deposit outflows at the former.

Against all expectations, the last part of the year was marked by a sharp decrease in inflation (+3.1% YoY in November), and Central Banks seem to see the light at the end of the tunnel. The perception that not only the rate hike cycle is coming to an end, but also that rate cuts could come sooner than expected, dominates the market following J. Powell's "dovish" speech, leading to a significant rebound.

The decline in Brent has been a supportive element, showing a -10% drop over the year amid falling demand against an OPEC+ that struggles to reconcile the interests of its members. The Middle East conflict will have little influence on the markets, being of interest only for the key rates.

In summary, the Stoxx Europe 600 index ended the year with a 12.7% gain, close to its historical high reached two years ago. The dispersion between countries is strong, with Italy leading the annual performance with a +28% gain, driven by its exposure to the banking and automotive sectors, while the CAC 40 lags behind with only a +16.5% gain. From a sectoral point of view, the appetite for risk at the end of the period favored cyclical companies such as distribution (+34.4%) and technology (+31.7%). The semiconductor segment also benefits from the excitement around AI. Conversely, the food and groceries sector is down (-6.7%) due to its defensive positioning and lack of catalysts, while basic resources (-6.5%) are penalized by the main black spot of the past year, namely the strong disappointment regarding the Chinese economic dynamics and the inability of local authorities to restore confidence.

On the credit side, the iTraxx Xover fell from 474bp to 310bp, with a high of around 520bp after the takeover of Crédit Suisse by UBS in March 2023. The ICE COCO index hedged in EUR is only up 3.83%, marked by a loss of almost 7% attributable to the wipeout of Credit Suisse's AT1 instruments. The HEC5 (HY BB-B excluding financials) is up +12.18% and the ER00 (Investment Grade) is up +8.01% over the same period.

The geopolitical situation continues to influence market risk appetite and volatility. While the war between Ukraine and Russia continues, a major new front reopens in the Middle East with the attacks of October 7, 2023. Tensions in the China Sea continue, and could be exacerbated by the elections scheduled for 2024 in Taiwan and the United States.

EDR FUND II – NEXT

Management commentary from January 2023 to December 2023

At 31.12.2023, 98% of the EdR Fund II - NEXT Sub-Fund was exposed to equities, including 73.5% in UCITS and 24.5% in direct equities. In line with the strategy, the three structural trends are represented in a relatively balanced way: 35% for Environmental Transition (compared with 36% at the last benchmark in September), 34.50% for Technological Disruption (compared with 33.25% at the last benchmark in September) and 28.5% for Societal Transformation (compared with 28.5% at the last benchmark in September).

Nevertheless, although the Sub-Fund's equity exposure did not change significantly over the period, there were a number of arbitrages.

We added 1% of Plug Power to the portfolio. Plug Power operates across the entire green hydrogen value chain (only): production of liquid green hydrogen, transport, storage, distribution and end use. In particular, the company offers "GenDrive", a hydrogen-powered fuel cell system that supplies energy to electric handling vehicles (forklift trucks). We purchased the position in November. and to finance this purchase we sold Cheff.

We also used currency-hedged units in the Allianz Global IA and Pictet Robotics funds. We sold these units and added units not hedged against currency risk to the portfolio.

We also strengthened the healthcare theme via the Candriam Oncology fund and sold the Candriam Equity Climate Action fund in its entirety.

In other noteworthy moves, we added Alphabet, Emerson and On Semiconductor to our retail holdings and the First Trust Nasdaq Cybersecurity ETF to the EdR Fund II - NEXT Sub-Fund. On the other hand, we have cut the Wellington Fintech and BGF Sustainable Energy funds.

The Sub-Fund's AUM was €82.5m at 31.12.2023 (compared with €108m at 29.09.2023).

To the Shareholders of
EdR FUND II
(Société d'Investissement à Capital Variable)
4, Rue Robert Stumper
L-2557 Luxembourg

REPORT OF THE *REVISEUR D'ENTREPRISES AGREE*

Opinion

We have audited the financial statements of EdR FUND II (the “Company”) and of each of its sub-funds, which comprise the statement of net assets and the securities portfolio as at December 31, 2023 and the statement of operations and changes in net assets for the year then ended, and notes to the financial statements, including a summary of significant accounting policies.

In our opinion, the accompanying financial statements give a true and fair view of the financial position of the Company and of each of its sub-funds as at December 31, 2023, and of the results of their operations and changes in their net assets for the year then ended in accordance with Luxembourg legal and regulatory requirements relating to the preparation and presentation of the financial statements.

Basis for Opinion

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

Other information

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

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

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

Responsibilities of the Board of Directors of the Company for the Financial Statements

The Board of Directors of the Company is responsible for the preparation and fair presentation of the financial statements in accordance with Luxembourg legal and regulatory requirements relating to the preparation and presentation of the financial statements, and for such internal control as the Board of Directors of the Company determines is necessary to enable the preparation of financial statements that are free from material misstatement, whether due to fraud or error.

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

Responsibilities of the “*réviseur d'entreprises agréé*” for the Audit of the Financial Statements

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

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

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

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

For Deloitte Audit, *Cabinet de révision agréé*

Elisabeth Layer, *Réviseur d'entreprises agréé*

Partner

April 10, 2024

EdR FUND II

Combined financial statements

EdR FUND II

Combined statement of net assets as at 31/12/23

	Note	Expressed in EUR
Assets		129,410,515.13
Securities portfolio at market value	2.2	126,608,422.52
<i>Cost price</i>		120,385,716.61
Options (long positions) at market value	2.6	28,400.00
<i>Options purchased at cost</i>		217,400.00
Cash at banks and liquidities		1,178,518.85
Receivable for investments sold		1,014,510.57
Receivable on subscriptions		36,757.80
Net unrealised appreciation on financial futures	2.7	90,920.26
Dividends receivable, net		1,657.61
Interests receivable, net		448,362.63
Formation expenses, net	2.9	2,964.89
Liabilities		2,067,694.65
Options (short positions) at market value	2.6	13,000.00
<i>Options sold at cost</i>		125,189.67
Bank overdrafts		15,459.65
Payable on investments purchased		509,752.36
Payable on redemptions		1,061,469.02
Expenses payable		468,013.62
Net asset value		127,342,820.48

EdR FUND II

Combined statement of operations and changes in net assets for the year ended 31/12/23

	<i>Note</i>	<i>Expressed in EUR</i>
Income		2,257,495.34
Dividends on securities portfolio, net		921,140.44
Interests on bonds, net		1,327,345.96
Bank interests on cash accounts		8,886.29
Other income		122.65
Expenses		2,907,129.58
Management fees	5	1,866,526.30
Management Company fees	4	65,942.70
All-in fees		156,041.79
Depository and sub-depository fees	6	189,852.54
Administration fees	7	117,284.95
Amortisation of formation expenses	2.9	6,478.50
Transaction fees	2.10	246,052.25
Subscription tax ("Taxe d'abonnement")	8	44,362.62
Interests paid on bank overdraft		18,578.85
Banking fees		4,984.57
Other expenses	11	191,024.51
Net income / (loss) from investments		-649,634.24
Net realised profit / (loss) on:		
- sales of investment securities	2.2,2.3	2,349,117.78
- options	2.6	-460,936.39
- financial futures	2.7	-335,994.32
- foreign exchange	2.4	498,757.87
Net realised profit / (loss)		1,401,310.70
Movement in net unrealised appreciation / (depreciation) on:		
- investments	2.2	13,073,415.82
- options	2.6	-57,016.99
- financial futures	2.7	-27,251.30
Net increase / (decrease) in net assets as a result of operations		14,390,458.23
Dividends distributed	9	-951,069.90
Subscriptions of shares		47,458,271.55
Redemptions of shares		-103,655,379.06
Net increase / (decrease) in net assets		-42,757,719.18
Net assets at the beginning of the year		170,100,539.66
Net assets at the end of the year		127,342,820.48

INCOME 2024

INCOME 2024

Statement of net assets as at 31/12/23

	Note	Expressed in EUR
Assets		46,448,668.56
Securities portfolio at market value	2.2	44,185,777.10
<i>Cost price</i>		43,358,802.57
Options (long positions) at market value	2.6	28,400.00
<i>Options purchased at cost</i>		217,400.00
Cash at banks and liquidities		679,040.39
Receivable for investments sold		1,014,510.57
Net unrealised appreciation on financial futures	2.7	90,920.26
Dividends receivable, net		1,657.61
Interests receivable, net		448,362.63
Liabilities		1,560,058.21
Options (short positions) at market value	2.6	13,000.00
<i>Options sold at cost</i>		125,189.67
Bank overdrafts		15,459.65
Payable on investments purchased		509,752.36
Payable on redemptions		841,166.23
Expenses payable		180,679.97
Net asset value		44,888,610.35

INCOME 2024

Statement of operations and changes in net assets from 01/01/23 to 31/12/23

	Note	Expressed in EUR
Income		1,947,427.13
Dividends on securities portfolio, net		611,072.23
Interests on bonds, net		1,327,345.96
Bank interests on cash accounts		8,886.29
Other income		122.65
Expenses		1,147,149.91
Management fees	5	638,559.12
All-in fees		37,249.52
Depository and sub-depository fees	6	122,626.41
Administration fees	7	6,831.90
Amortisation of formation expenses	2.9	3,094.43
Transaction fees	2.10	121,019.11
Subscription tax ("Taxe d'abonnement")	8	25,810.09
Interests paid on bank overdraft		4,465.45
Banking fees		4,984.57
Other expenses	11	182,509.31
Net income / (loss) from investments		800,277.22
Net realised profit / (loss) on:		
- sales of investment securities	2.2,2.3	-30,202.27
- options	2.6	-460,936.39
- financial futures	2.7	-335,994.32
- foreign exchange	2.4	44,625.01
Net realised profit / (loss)		17,769.25
Movement in net unrealised appreciation / (depreciation) on:		
- investments	2.2	3,690,547.77
- options	2.6	-57,016.99
- financial futures	2.7	-27,251.30
Net increase / (decrease) in net assets as a result of operations		3,624,048.73
Dividends distributed	9	-951,069.90
Redemptions of shares		-13,448,492.51
Net increase / (decrease) in net assets		-10,775,513.68
Net assets at the beginning of the year		55,664,124.03
Net assets at the end of the year		44,888,610.35

INCOME 2024

Statistics

		31/12/23	31/12/22	31/12/21
Total Net Assets	EUR	44,888,610.35	55,664,124.03	65,506,747.09
Class A EUR - capitalisation				
Number of shares		115,794.6400	151,268.2190	163,186.5530
Net asset value per share	EUR	101.37	94.38	102.41
Class B EUR - distribution				
Number of shares		371,268.9040	485,850.4340	513,951.9880
Net asset value per share	EUR	89.29	85.19	94.94

INCOME 2024

Changes in number of shares outstanding from 01/01/23 to 31/12/23

	Shares outstanding as at 01/01/23	Shares issued	Shares redeemed	Shares outstanding as at 31/12/23
Class A EUR - capitalisation	151,268.2190	0.0000	35,473.5790	115,794.6400
Class B EUR - distribution	485,850.4340	0.0000	114,581.5300	371,268.9040

INCOME 2024

Securities portfolio as at 31/12/23

Denomination	Currency	Quantity/ Notional	Cost price (in EUR)	Market value (in EUR)	% of net assets
Transferable securities admitted to an official stock exchange listing and/or dealt in on another regulated market			42,163,094.01	42,989,197.67	95.77
Bonds			19,452,998.91	19,208,745.15	42.79
Australia			100,390.00	106,032.50	0.24
SYDNEY AIRPORT FINAN 4.375 23-33 03/05A	EUR	100,000	100,390.00	106,032.50	0.24
Austria			99,034.00	108,617.50	0.24
AMS-OSRAM AG. 10.5 23-29 30/03S	EUR	100,000	99,034.00	108,617.50	0.24
Belgium			167,437.00	176,585.00	0.39
LONZA FINANCE INTL N 3.875 23-33 25/05A	EUR	100,000	99,791.00	103,909.00	0.23
PROXIMUS SADP 0.7500 21-36 17/11A	EUR	100,000	67,646.00	72,676.00	0.16
Canada			199,230.00	206,567.00	0.46
ROYAL BANK OF CANADA 4.125 23-28 05/07A	EUR	200,000	199,230.00	206,567.00	0.46
Czech Republic			556,860.00	601,680.24	1.34
EP INFRASTRUCTU 2.0450 19-28 09/10A	EUR	282,000	213,760.00	235,630.74	0.52
EP INFRASTRUCTURE AS 1.698 19-26 30/07A	EUR	300,000	243,750.00	269,607.00	0.60
SAZKA GROUP AS 3.875 20-27 15/02S2S	EUR	100,000	99,350.00	96,442.50	0.21
Denmark			298,478.00	308,319.00	0.69
ORSTED 5.25 22-XX 08/12A	EUR	100,000	102,350.00	100,204.00	0.22
TDC NET AS 5.056 22-28 31/05A	EUR	200,000	196,128.00	208,115.00	0.46
Finland			301,664.33	263,420.00	0.59
SPA HOLDINGS 3 OY 3.625 21-28 04/02S	EUR	200,000	202,453.33	181,828.00	0.41
STORA ENSO OYJ 0.625 20-30 02/12A	EUR	100,000	99,211.00	81,592.00	0.18
France			3,617,231.00	3,572,507.00	7.96
ALSTOM SA 0 21-29 11/01A	EUR	100,000	98,927.00	82,593.00	0.18
ARVAL SERVICE LEASE 0 21-24 30/03A	EUR	100,000	98,380.00	96,982.75	0.22
BNP PARIBAS 0.1250 19-26 04/09A	EUR	100,000	86,062.00	92,375.50	0.21
BNP PARIBAS SA 3.625 22-29 01/09A	EUR	100,000	96,131.00	100,542.00	0.22
BPCE 0.625 20-25 28/04A	EUR	-	-	-	0.00
BPCE SA 4.5 23-33 13/01A	EUR	100,000	99,716.00	105,324.00	0.23
CA ASSURANCES SA 2 20-30 17/07A	EUR	100,000	76,940.00	87,851.00	0.20
CGG 7.75 21-27 01/04S	EUR	100,000	86,980.00	92,536.00	0.21
ELIS SA 1.75 19-24 11/04A	EUR	100,000	100,750.00	99,308.50	0.22
ENGIE SA 0.0 19-27 04 03A	EUR	200,000	200,014.00	181,980.00	0.41
ESSILORLUXOTTICA 0.75 19-31 27/11A	EUR	200,000	197,074.00	173,012.00	0.39
FIRMENICH PRODUCTION 1.75 20-30 30/04A	EUR	200,000	177,872.00	185,690.00	0.41
FORVIA 2.375 19-27 15/06S	EUR	200,000	203,000.00	189,552.00	0.42
FORVIA 2.625 18-25 15/06S	EUR	200,000	201,980.00	196,819.00	0.44
FORVIA 3.75 20-28 31/07S	EUR	100,000	100,000.00	98,163.00	0.22
HOLDING D INFRASTRU 0.6250 21-28 16/09A	EUR	100,000	76,050.00	87,159.00	0.19
ICADE SANTE SAS 5.5 23-28 19/09A	EUR	100,000	100,291.00	104,820.50	0.23
ILIAD HOLDING 5.125 21-26 15/10S	EUR	200,000	197,050.00	200,014.00	0.45
ILIAD SA 2.375 20-26 17/06A	EUR	100,000	96,360.00	95,973.00	0.21
INDIGO GROUP SA 4.5 23-30 18/04A	EUR	200,000	197,538.00	208,061.00	0.46
LA POSTE 0.625 20-26 21/04A	EUR	-	-	-	0.00
LEGRAND SA 0.6250 19-28 24/06A	EUR	100,000	85,503.00	91,519.00	0.20
LOXAM SAS 2.875 19-26 15/04S	EUR	100,000	99,990.00	97,147.50	0.22
LOXAM SAS 6.375 23-29 31/05S	EUR	100,000	100,000.00	103,779.50	0.23
PICARD GROUPE 3.875 21-26 07/07S	EUR	150,000	150,000.00	146,733.75	0.33
RENAULT SA 1.75 21-29 01/12A	EUR	100,000	99,616.00	87,485.50	0.19
SPIE SA 2.625 19-26 18/06A	EUR	100,000	99,570.00	98,119.00	0.22
UNIBAIL-RODAMCO-WEST 0.625 20-27 04/12A	EUR	200,000	198,478.00	183,200.00	0.41
VALEO SA 5.375 22-27 28/05A	EUR	100,000	99,787.00	104,103.50	0.23
VERALLIA FRANCE SA 1.875 21-31 10/11A11A	EUR	100,000	93,172.00	88,120.00	0.20

INCOME 2024

Securities portfolio as at 31/12/23

Denomination	Currency	Quantity/ Notional	Cost price (in EUR)	Market value (in EUR)	% of net assets
VERALLIA SASU 1.625 21-28 14/05A	EUR	100,000	100,000.00	93,543.00	0.21
Germany			1,884,600.00	1,866,984.00	4.16
ADIDAS AG 0.0000 20-28 05/10U	EUR	100,000	84,150.00	88,425.00	0.20
CHEPLAPHARM ARZ 7.5000 23-30 15/05S	EUR	100,000	100,000.00	106,760.50	0.24
DEUTSCHE LUFTHANSA 3 20-26 29/05A	EUR	300,000	299,898.00	292,567.50	0.65
DEUTSCHE LUFTHANSA A 3.75 21-28 11/02A	EUR	200,000	206,485.00	197,683.00	0.44
HP PELZER HOLDING GMBH 9.5 23-27 01/04S	EUR	100,000	90,199.00	99,806.00	0.22
HT TROPLAST 9.375 23-28 15/07S	EUR	100,000	100,000.00	101,803.50	0.23
IHO VERWALTUNGS 3.75 16-26 15/09S	EUR	200,000	203,000.00	197,763.00	0.44
IHO VERWALTUNGS 3.875 19-27 15/05S	EUR	100,000	98,324.00	98,170.00	0.22
INFINEON TECHNOLOGIES 0.625 22-25 17/02A	EUR	100,000	99,748.00	96,741.50	0.22
MAHLE GMBH 2.375 21-28 14/05A	EUR	100,000	100,000.00	85,726.50	0.19
VONOVIA SE 4.75 22-27 23/05A	EUR	200,000	204,506.00	207,674.00	0.46
ZF FINANCE GMBH 3.00 20-25 21/09A	EUR	300,000	298,290.00	293,863.50	0.65
Greece			99,000.00	97,602.50	0.22
ALPHA SERVICES AND H 5.5 21-31 11/03A	EUR	100,000	99,000.00	97,602.50	0.22
Ireland			313,875.95	296,912.00	0.66
ARDAGH PACKAGING FIN 2.125 19-26 15/08S	EUR	100,000	100,000.00	89,447.00	0.20
JOHNSON CONTROLS INT 0.375 20-27 15/09A	EUR	115,000	114,209.95	103,891.00	0.23
SECURITAS TREASURY I 4.375 23-29 06/03A	EUR	100,000	99,666.00	103,574.00	0.23
Isle of Man			103,303.00	98,310.50	0.22
PLAYTECH PLC 4.25 19-26 07/03S	EUR	100,000	103,303.00	98,310.50	0.22
Italy			2,739,465.60	2,649,119.10	5.90
A2A SPA 1.5 22-28 16/03A	EUR	100,000	99,308.00	93,821.00	0.21
AUTOSTRADA ITALIA SPA 2 20-28 08/03A	EUR	200,000	173,636.00	184,115.00	0.41
AUTOSTRADA PER L ITA 4.75 23-31 24/01A	EUR	100,000	99,906.50	103,446.00	0.23
CASTOR SPA 6.00 22-29 15/02S	EUR	200,000	200,000.00	182,700.00	0.41
FIBER BIDCO 11.00 22-27 25/10S	EUR	100,000	97,250.00	109,523.00	0.24
HERA S.P.A. 0.25 20-30 03/12A	EUR	200,000	198,076.00	161,158.00	0.36
IMA SPA 3.75 20-28 15/01S 5 20-28 29/12S	EUR	200,000	201,500.00	186,955.00	0.42
INTESA SANPAOLO 4.75 22-27 06/09A	EUR	150,000	150,600.00	155,712.00	0.35
ITALMATCH CHEMICALS SP 10.0 23-28 06/02S	EUR	200,000	202,250.00	207,044.00	0.46
REKEEP SPA 7.25 21-26 01/02S	EUR	100,000	91,000.00	90,092.00	0.20
SNAM S.P.A. 0.75 20-30 17/06A	EUR	200,000	199,712.00	170,183.00	0.38
SNAM SPA 1.2500 19-25 28/08A	EUR	-	-	-	0.00
TELECOM ITALIA SPA 6.875 23-28 15/02S	EUR	300,000	300,681.00	320,191.50	0.71
TERNA SPA 0.75 20-32 24/07A	EUR	170,000	169,359.10	139,094.85	0.31
UNICREDIT SPA 4.4500 21-XX XX/XXS	EUR	200,000	209,750.00	178,345.00	0.40
WEBUILD SPA 7.0000 23-28 27/09A	EUR	350,000	346,437.00	366,738.75	0.82
Japan			94,009.00	97,122.50	0.22
ASAHI GROUP HOLDINGS 0.155 20-24 23/10A	EUR	100,000	94,009.00	97,122.50	0.22
Liechtenstein			92,520.00	100,367.00	0.22
SWISS LIFE FINANCE 3.25 22-29 31/08A	EUR	100,000	92,520.00	100,367.00	0.22
Luxembourg			840,498.00	832,259.50	1.85
CNH INDUSTRIAL 1.625 19-29 03/07A	EUR	100,000	98,926.00	91,168.50	0.20
EPHIOS SUBCO S.A R.L. 7.875 23-31 31/01S	EUR	300,000	301,125.00	310,981.50	0.69
MEDTRONIC GLOBAL HOLD 1.125 19-27 07/03A	EUR	100,000	90,912.00	94,594.50	0.21
SUMMER BC HOLDC 5.75 19-26 31/10S	EUR	250,000	250,000.00	239,937.50	0.53
TELENET INT FIN REGS 3.50 17-28 01/03S	EUR	100,000	99,535.00	95,577.50	0.21
Netherlands			3,032,375.87	3,007,341.10	6.70
AKZO NOBEL NV 1.625 20-30 14/04A	EUR	110,000	109,336.70	99,529.10	0.22
ASML HOLDING NV 0.625 20-29 07/05A	EUR	100,000	84,423.00	89,591.00	0.20
DAVIDE CAMPARI-MILAN 1.25 20-27 06/10A	EUR	200,000	199,520.00	183,095.00	0.41

INCOME 2024

Securities portfolio as at 31/12/23

Denomination	Currency	Quantity/ Notional	Cost price (in EUR)	Market value (in EUR)	% of net assets
EDP FINANCE BV 1.625 18-26 26/01A	EUR	100,000	106,839.00	96,815.00	0.22
ENEL FINANCE INTL 1.125 18-26 16/09A	EUR	-	-	-	0.00
ENEL FIN INTL 0.25 22-25 17/11A	EUR	-	-	-	0.00
GLOBAL SWITCH FINANCE 1.375 20-30 07/10A	EUR	100,000	84,730.00	90,667.00	0.20
LKQ EURO HOLDINGS BV 4.125 18-28 01/04S	EUR	200,000	198,400.00	200,091.00	0.45
NOBIAN FINANCE B.V. 3.625 21-26 01/07S	EUR	100,000	99,990.00	96,472.00	0.21
PPF TELECOM GROUP BV 3.125 19-26 27/03A	EUR	200,000	200,080.00	196,654.00	0.44
Q-PARK HOLDING BV 1.5 20-25 13/02S	EUR	400,000	387,500.00	392,880.00	0.88
SAIPEM FINANCE INTER 3.375 20-26 15/07A	EUR	200,000	181,750.00	194,674.00	0.43
SARTORIUS FINAN 4.3750 23-29 14/09A	EUR	100,000	99,834.00	103,707.00	0.23
STELLANTIS N.V. 1.25 21-33 18/06A	EUR	100,000	75,258.00	80,813.50	0.18
UNITED GROUP BV 3.125 20-26 15/02S	EUR	400,000	385,516.67	384,618.00	0.86
UPC HOLDING BV 3.875 17-29 15/06S	EUR	200,000	201,796.00	185,917.00	0.41
WP/AP TELECOM H 3.7500 21-29 15/01S	EUR	350,000	337,740.00	333,070.50	0.74
ZF EUROPE FINANCE BV 2.5 19-27 23/10A10A	EUR	100,000	97,872.50	93,772.00	0.21
ZF EUROPE FINANCE BV 2 19-26 23/02A3/02A	EUR	100,000	87,980.00	95,555.00	0.21
ZIGGO BV 2.875 19-30 15/01S	EUR	100,000	93,810.00	89,420.00	0.20
Portugal			99,744.00	95,844.00	0.21
EDP SA 1.7 20-80 20/07A	EUR	100,000	99,744.00	95,844.00	0.21
Spain			870,919.40	865,578.00	1.93
BANCO DE SABADELL SA 1.125 19-25 27/03A	EUR	200,000	199,114.40	193,731.00	0.43
BANCO SANTANDER SA 1.375 20-26 05/05A	EUR	100,000	92,848.00	95,949.00	0.21
BANCO SANTANDER SA 2.125 18-28 08/02A	EUR	100,000	86,968.00	94,884.00	0.21
CELLNEX FINANCE CO 2.25 22-26 12/04A	EUR	100,000	98,524.00	97,162.50	0.22
CELLNEX FINANCE COMP 0.75 21-26 15/02A	EUR	100,000	99,236.00	92,761.00	0.21
CELLNEX TELECOM S.A. 1 20-27 20/01A	EUR	100,000	94,079.00	92,476.50	0.21
NH HOTEL GROUP S.A 4 21-26 28/06S	EUR	200,000	200,150.00	198,614.00	0.44
United Kingdom			1,295,201.76	1,269,881.21	2.83
AVIS BUDGET FINANCE 7.25 23-30 31/07S	EUR	100,000	100,100.00	107,253.00	0.24
AVIVA PLC 3.375 15-45 04/12A	EUR	100,000	102,603.00	97,682.00	0.22
BCP V MOD SERV FIN II 4.75 21-28 30/1S	EUR	100,000	100,000.00	93,047.50	0.21
DS SMITH PLC 08750 1 4.375 23-27 27/07A	EUR	100,000	99,749.00	102,962.50	0.23
HSBC HOLDINGS PLC 4.6 20-49 31/12S	USD	200,000	164,887.26	150,767.21	0.34
INFORMA PLC 2.125 20-25 06/10A	EUR	100,000	93,571.00	97,276.50	0.22
ITV PLC 1.375 19-20 26/09A	EUR	150,000	149,593.50	141,417.00	0.32
PHOENIX GROUP HLDG 4.375 18-29 24/01A	EUR	100,000	111,500.00	96,023.00	0.21
PINNACLE BID 8.25 23-28 11/10S	EUR	100,000	100,000.00	104,255.00	0.23
RENTOKIL INITIAL PLC 0.8750 19-26 30/05A	EUR	100,000	101,298.00	94,729.50	0.21
VMED O2 UK FIN I PLC 3.25 20-31 31/01S	EUR	200,000	171,900.00	184,468.00	0.41
United States of America			2,647,162.00	2,587,695.50	5.76
A AND T INC 0.25 19-26 04/03A	EUR	100,000	97,537.00	93,956.00	0.21
AMERICAN TOWER 0.5 20-28 10/09A	EUR	200,000	199,110.00	178,589.00	0.40
ARDAGH METAL PACK 2 21-28 01/09S	EUR	100,000	92,250.00	89,017.00	0.20
AT T INC 1.80 18-26 05/09A	EUR	100,000	108,020.00	96,606.50	0.22
AVANTOR FUNDING INC 2.625 20-25 06/11S	EUR	200,000	202,494.00	196,272.00	0.44
BOOKING HOLDING 4.2500 22-29 15/05A	EUR	100,000	99,721.00	105,983.50	0.24
INTL GAME TECHNOLOGY 2.375 19-28 15/04A	EUR	100,000	100,000.00	93,224.00	0.21
INTL GAME TECHNOLOGY 3.50 19-26 15/06S	EUR	400,000	408,400.00	398,138.00	0.89
IQVIA INC 2.25 21-29 03/03S	EUR	200,000	185,608.00	183,589.00	0.41
LEVI STRAUSS & CO 3.375 17-27 15/03S	EUR	200,000	207,500.00	198,280.00	0.44
MMS USA INVESTMENTS 0.625 19-25 13/06A	EUR	100,000	99,323.00	95,903.00	0.21
MOODY'S CORPORATION 0.95 19-30 25/02A	EUR	100,000	81,605.00	88,880.50	0.20
MORGAN STANLEY 1.375 16-26 27/10	EUR	100,000	91,526.00	95,088.00	0.21
NETFLIX INC 3.625 17-27 05/02S	EUR	200,000	197,720.00	202,756.00	0.45
PANTHER BF AGGREGATOR 4.375 19-26 15/05S	EUR	100,000	100,775.00	99,536.50	0.22
PROLOGIS EURO FINANC 3.875 23-30 31/01A	EUR	100,000	99,274.00	101,920.00	0.23

INCOME 2024

Securities portfolio as at 31/12/23

Denomination	Currency	Quantity/ Notional	Cost price (in EUR)	Market value (in EUR)	% of net assets
PROLOGIS EURO FINANCE 0.375 20-28 06/02A	EUR	100,000	99,749.00	89,367.00	0.20
TOYOTA MOTOR CREDIT 0.25 20-26 16/01A	EUR	-	-	-	0.00
VERIZON COMMUNICATION 2.875 17-38 15/01A	EUR	100,000	88,100.00	92,673.00	0.21
WMG ACQUISITION 2.25 21-31 15/08S	EUR	100,000	88,450.00	87,916.50	0.20
Convertible bonds			190,500.00	199,945.00	0.45
Spain			190,500.00	199,945.00	0.45
BANKINTER SA FL.R 20-XX 17/10Q	EUR	200,000	190,500.00	199,945.00	0.45
Shares			9,640,603.17	11,097,861.95	24.72
Belgium			216,610.56	137,730.60	0.31
COFINIMMO SA	EUR	1,929	216,610.56	137,730.60	0.31
Denmark			87,782.94	284,501.12	0.63
NOVO NORDISK - BEARER AND/OR - REG SHS	DKK	3,038	87,782.94	284,501.12	0.63
Finland			241,443.73	198,438.97	0.44
NESTE	EUR	3,767	158,016.23	121,335.07	0.27
STORA ENSO -R-	EUR	6,156	83,427.50	77,103.90	0.17
France			4,091,403.78	4,887,018.59	10.89
AIRBUS SE	EUR	2,196	219,719.57	306,956.88	0.68
AIR LIQUIDE SA	EUR	1,365	145,524.62	240,403.80	0.54
AMUNDI SA	EUR	3,650	203,738.07	224,840.00	0.50
AXA SA	EUR	11,587	257,655.43	341,700.63	0.76
BNP PARIBAS SA	EUR	1,940	122,184.95	121,424.60	0.27
BOUYGUES SA	EUR	7,052	226,369.30	240,614.24	0.54
CARREFOUR SA	EUR	16,932	266,068.46	280,478.58	0.62
CIE DE SAINT-GOBAIN	EUR	2,317	80,027.49	154,451.22	0.34
COFACE SA	EUR	13,447	158,497.22	159,212.48	0.35
CREDIT AGRICOLE SA	EUR	10,983	134,810.87	141,153.52	0.31
GAZTRANSPORT ET TECHNIGAZ SA	EUR	2,034	173,702.73	243,876.60	0.54
GETLINK ACT	EUR	10,123	127,775.94	167,687.50	0.37
ICADE SA	EUR	4,762	310,747.41	169,241.48	0.38
ORANGE	EUR	20,639	259,284.08	212,664.26	0.47
PERNOD RICARD SA	EUR	939	133,457.43	150,005.25	0.33
SANOFI	EUR	3,642	274,679.83	326,905.92	0.73
SPIE SA	EUR	8,616	148,426.29	243,832.80	0.54
THALES	EUR	1,689	144,770.20	226,241.55	0.50
TOTALENERGIES SE	EUR	4,569	208,502.08	281,450.40	0.63
VEOLIA ENVIRONNEMENT SA	EUR	11,493	237,752.48	328,240.08	0.73
VINCI SA	EUR	2,864	257,709.33	325,636.80	0.73
Germany			722,742.38	946,304.09	2.11
ALLIANZ SE PREFERENTIAL SHARE	EUR	1,214	230,838.89	293,727.30	0.65
DEUTSCHE TELEKOM AG - REG SHS	EUR	13,281	196,463.11	288,861.75	0.64
SAP AG	EUR	1,790	181,162.77	249,669.20	0.56
VONOVIA SE	EUR	3,996	114,277.61	114,045.84	0.25
Italy			1,027,453.24	1,190,387.93	2.65
ENEL SPA	EUR	44,273	256,314.42	297,957.29	0.66
INFRASTRUTTURE WIRELESS ITALIANE SPA	EUR	10,809	102,966.54	123,763.05	0.28
INTESA SANPAOLO	EUR	54,440	131,143.14	143,912.14	0.32
SNAM SPA	EUR	64,822	281,629.83	301,746.41	0.67
TERNA SPA	EUR	42,760	255,399.31	323,009.04	0.72
Netherlands			974,381.04	1,186,140.17	2.64
ASR NEDERLAND NV	EUR	5,227	213,468.36	223,192.90	0.50
EURONEXT NV	EUR	2,261	149,743.53	177,827.65	0.40
KONINKLIJKE AHOLD DELHAIZE NV	EUR	10,085	219,805.70	262,361.28	0.58
KONINKLIJKE KPN NV	EUR	75,166	188,334.56	234,367.59	0.52

INCOME 2024

Securities portfolio as at 31/12/23

Denomination	Currency	Quantity/ Notional	Cost price (in EUR)	Market value (in EUR)	% of net assets
ROYAL PHILIPS NV	EUR	6,442	100,564.56	135,829.57	0.30
STELLANTIS --- BEARER AND REGISTERED SHS	EUR	7,215	102,464.33	152,561.18	0.34
Norway			279,168.14	218,528.46	0.49
EQUINOR ASA	NOK	7,610	279,168.14	218,528.46	0.49
Spain			470,279.69	423,820.45	0.94
CELLNEX TELECOM SA	EUR	6,390	248,967.45	227,867.40	0.51
REPSOL SA	EUR	14,569	221,312.24	195,953.05	0.44
Switzerland			1,041,203.93	1,176,614.04	2.62
NESTLE SA	CHF	2,874	238,940.51	301,434.59	0.67
NOVARTIS AG PREFERENTIAL SHARE	CHF	2,628	204,503.87	239,903.58	0.53
ROCHE HOLDING LTD	CHF	767	204,053.42	201,711.84	0.45
SWISSCOM SHS NOM	CHF	398	207,271.11	216,616.11	0.48
SWISS RE - REG SHS	CHF	2,133	186,435.02	216,947.92	0.48
United Kingdom			488,133.74	448,377.53	1.00
GSK REG SHS	GBP	8,706	147,437.66	145,697.78	0.32
RECKITT BENCKISER GROUP PLC	GBP	2,381	169,427.36	148,924.12	0.33
UNILEVER	EUR	3,506	171,268.72	153,755.63	0.34
Floating rate notes			12,501,886.41	12,112,426.58	26.98
Austria			299,620.00	273,037.00	0.61
BAWAG GROUP AG FL.R 20-30 23/09A	EUR	200,000	204,880.00	178,562.00	0.40
OMV AG FL.R 20-XX 31/12A	EUR	100,000	94,740.00	94,475.00	0.21
Belgium			484,687.00	486,390.50	1.08
ELIA GROUP SANV FL.R 23-XX 15/06A	EUR	100,000	101,000.00	101,865.50	0.23
KBC GROUPE FL.R 1.5 22-26 29/03A	EUR	100,000	99,921.00	97,292.00	0.22
KBC GROUPE FL.R 22-27 23/11A	EUR	100,000	99,766.00	102,457.00	0.23
KBC GROUPE NV FL.R 18-XX XX/XXS	EUR	200,000	184,000.00	184,776.00	0.41
France			3,241,038.33	3,052,647.65	6.80
ACCOR FL.R 23-XX 11/04A	EUR	100,000	99,842.00	108,950.50	0.24
ARKEMA SA FL.R 20-XX 21/01A	EUR	100,000	89,320.00	92,827.00	0.21
AXA SA FL.R 14-XX 08/10A	EUR	200,000	211,700.00	198,269.00	0.44
BFCM FL.R 22-32 16/06A	EUR	200,000	199,928.00	197,897.00	0.44
BNP PARIBAS CARDIF FL.R 14-XX 25/11A	EUR	100,000	105,590.00	98,855.50	0.22
BNP PARIBAS FL.R 20-29 17/04A	EUR	100,000	87,095.00	90,414.00	0.20
BNP PARIBAS SA FL.R 22-99 31/12S	USD	200,000	166,962.22	158,637.57	0.35
BPCE SA FL.R 23-35 25/01A	EUR	100,000	99,535.00	103,024.00	0.23
CREDIT AGRICOLE FL.R 15-XX 13/01A	EUR	200,000	216,000.00	199,306.00	0.44
GROUPAMA SA FL.R 14-XX 28/05A	EUR	100,000	113,390.00	100,498.00	0.22
LA BANQUE POSTALE FL.R 19-XX 20/05S	EUR	200,000	200,000.00	179,783.00	0.40
LA MONDIALE FL.R 14-XX 17/12A	EUR	200,000	220,000.00	200,655.00	0.45
MACIF FL.R 21-XX 21/12S	EUR	200,000	202,050.00	149,491.00	0.33
ORANGE SA FL.R 19-XX 15/04A	EUR	100,000	99,365.00	97,464.00	0.22
SCOR SE FL.R 14-XX 01/10A	EUR	200,000	220,500.00	195,679.00	0.44
SOCIETE GENERALE FL.R 21-99 31/12S	USD	200,000	164,545.04	159,604.40	0.36
SOCIETE GENERALE SA FL.R 18-99 06/04S	USD	200,000	184,079.40	161,302.68	0.36
SOGECAP SA FL.R 14-XX 18/02A14-49 29/12A	EUR	100,000	106,750.00	98,901.00	0.22
TOTALENERGIES SE FL.R 21-XX 25/01A	EUR	100,000	91,875.00	89,708.00	0.20
UNIBAIL-RODAMCO FL.R 18-XX 25/04A	EUR	200,000	162,341.67	176,486.00	0.39
VEOLIA ENVIRONNEMEN FL.R 23-XX 22/02A	EUR	100,000	100,000.00	105,182.50	0.23
VEOLIA ENVIRONNEMENT FL.R 20-XX 20/04A4A	EUR	100,000	100,170.00	89,712.50	0.20
Germany			266,060.00	276,721.00	0.62
BERTELSMANN SE FL.R 15-75 23/04A5 23/04A	EUR	100,000	91,950.00	95,531.00	0.21
DEUTSCHE BAHN FINANCE FL.R 19-XX 22/04A	EUR	100,000	92,940.00	95,646.50	0.21
ENBW ENERGIE 1.375 21-81 31/08A	EUR	100,000	81,170.00	85,543.50	0.19

INCOME 2024

Securities portfolio as at 31/12/23

Denomination	Currency	Quantity/ Notional	Cost price (in EUR)	Market value (in EUR)	% of net assets
Greece			609,337.00	635,414.50	1.42
ALPHA BANK AE FL.R 23-29 27/06A	EUR	100,000	99,487.00	106,526.50	0.24
ALPHA BANK A FL.R 22-27 16/06A	EUR	100,000	99,326.00	106,222.00	0.24
EFG EUROBANK FL.R 22-32 06/12A	EUR	100,000	99,058.00	112,200.00	0.25
EFG EUROBANK SA FL.R 23-29 28/11A	EUR	100,000	100,000.00	103,602.00	0.23
NATIONAL BANK G FL.R 19-29 18/07A	EUR	100,000	111,980.00	101,751.50	0.23
PIRAEUS BANK FL.R 23-29 05/12A	EUR	100,000	99,486.00	105,112.50	0.23
Ireland			200,750.00	197,964.00	0.44
AIB GROUP PLC FL.R 19 XX XX.XXS	EUR	200,000	200,750.00	197,964.00	0.44
Italy			1,693,137.93	1,666,757.97	3.71
ASSICURAZ GENERALI FL.R 14-XX 21/11A	EUR	100,000	101,050.00	99,911.50	0.22
ASSICURAZ GENERALI FL.R 15-47 27/10A	EUR	100,000	109,000.00	104,212.00	0.23
ENEL SPA FL.R 19-80 24/05A	EUR	100,000	90,570.00	98,405.50	0.22
ENEL SPA FL.R 23-XX 16/07A	EUR	100,000	101,140.00	106,587.50	0.24
ENI SPA FL.R 20-XX 13/01A	EUR	125,000	124,321.53	120,155.00	0.27
ENI SPA FL.R 20-XX 13/10A	EUR	225,000	237,186.00	206,895.37	0.46
INTESA SAN PAOLO FL.R 17-XX 11/07S	EUR	200,000	216,490.00	205,541.00	0.46
INTESA SANPAOLO FL.R 23-34 20/02A	EUR	200,000	200,000.00	211,607.00	0.47
SOC CATTOLICA ASSI FL.R 17-47 14/12A	EUR	100,000	97,700.00	99,512.00	0.22
TERNA RETE ELETTRICAS FL.R 22-49 31/12	EUR	140,000	139,420.40	125,774.60	0.28
UNICREDIT SPA FL.R 19-49 19/03S	EUR	-	-	-	0.00
UNICREDIT SPA FL.R 20-32 15/01A	EUR	200,000	176,405.00	187,945.00	0.42
UNIPOLSAI SPA FL.R 14-XX 18/06A	EUR	100,000	99,855.00	100,211.50	0.22
Netherlands			1,819,200.14	1,755,856.11	3.91
ABERTIS FINANCE BV FL.R 20-XX 24/02A	EUR	200,000	204,708.33	192,409.00	0.43
ACHMEA BV FL.R 15-XX 04/02AA	EUR	100,000	101,650.00	99,362.50	0.22
AEGON NV FL.R 14-44 25/04A	EUR	100,000	105,812.00	99,654.00	0.22
ASR NEDERLAND NV FL.R 14-XX 30/09A	EUR	-	-	-	0.00
ELM BV FL.R 20-XX 03/09A	EUR	100,000	96,220.00	98,185.50	0.22
ING GROUP CV SUB FL.R 15-XX 16/10S	USD	200,000	186,145.81	177,094.11	0.39
ING GROUP NV FL.R 22-26 23/05A	EUR	200,000	199,856.00	195,715.00	0.44
KONINKLIJKE KPN NV FL.R 19-XX 08/02A	EUR	100,000	95,200.00	97,316.50	0.22
NN GROUP NV FL.R 14-XX 15/07A	EUR	300,000	316,800.00	299,667.00	0.67
REPSOL INTL FINANCE FL.R 20-XX 11/12A	EUR	200,000	222,400.00	195,370.00	0.44
TELEFONICA EUROPE BV FL.R 18-XX 22/09A	EUR	200,000	190,408.00	194,101.00	0.43
TELEFONICA EUROPE BV FL.R 23-99 31/12A	EUR	100,000	100,000.00	106,981.50	0.24
Portugal			100,000.00	103,858.50	0.23
ENERGIAS DE PORTUGAL FL.R 23-83 23/04A	EUR	100,000	100,000.00	103,858.50	0.23
Spain			2,014,068.00	1,940,039.50	4.32
ABANCA CORP BANCA FL.R 21-49 31/12Q	EUR	200,000	201,000.00	190,098.00	0.42
BANCO DE BADELL FL.R 23-33 16/08A	EUR	100,000	99,815.00	101,562.00	0.23
BANCO DE SABADELL FL.R 21-99 31/12Q	EUR	200,000	201,100.00	172,691.00	0.38
BANCO NTANDER FL.R 23-33 23/08A	EUR	100,000	99,739.00	104,983.50	0.23
BANCO SANTANDER SA FL.R 20-XX 14/01A	EUR	200,000	203,900.00	184,683.00	0.41
BANQUE FED CRED 1.25 17-27 26/05A	EUR	200,000	199,594.00	178,589.00	0.40
BBVA FL.R 23-XX 21/09Q	EUR	200,000	200,000.00	217,113.00	0.48
CAIXABANK SA FL.R 18-XX 23/03Q	EUR	200,000	187,500.00	186,345.00	0.42
IBERCAJA BANCO S.A.U FL.R 20-30 23/01A	EUR	100,000	100,000.00	95,889.00	0.21
IBERCAJA FL.R 23-XX 25/04Q	EUR	200,000	200,000.00	208,333.00	0.46
MAPFRE FL.R 17-27 31/03A	EUR	200,000	221,750.00	197,704.00	0.44
REDELA CORPORACION FL.R 23-XX 07/08A	EUR	100,000	99,670.00	102,049.00	0.23
Sweden			283,537.27	273,160.81	0.61
SKANDINAVISKA ENSKILDA FL.R 22-XX 30/12S	USD	200,000	187,631.27	178,195.81	0.40
VATTENFALL AB FL.R 15-77 19/03A	EUR	100,000	95,906.00	94,965.00	0.21

INCOME 2024

Securities portfolio as at 31/12/23

Denomination	Currency	Quantity/ Notional	Cost price (in EUR)	Market value (in EUR)	% of net assets
United Kingdom			1,398,102.74	1,354,228.04	3.02
BP CAPITAL MARKETS FL.R 20-XX 22/06A	EUR	100,000	92,420.00	96,825.00	0.22
LLOYDS BANKING GR FL.R 14-XX 27/06Q	EUR	200,000	213,480.00	195,563.00	0.44
NATIONWIDE BUILDING FL.R 17-29 25/07A	EUR	200,000	197,202.00	196,334.00	0.44
NATWEST GROUP PLC FL.R 21-99 31/12Q	GBP	200,000	233,808.74	193,694.54	0.43
SSE PLC FL.R 22-XX 21/04A	EUR	300,000	300,000.00	291,307.50	0.65
VODAFONE GROUP PLC FL.R 20-80 27/08A/08A	EUR	400,000	361,192.00	380,504.00	0.85
United States of America			92,348.00	96,351.00	0.21
AT AND T INC FL.R 20-XX 01/05A	EUR	100,000	92,348.00	96,351.00	0.21
Floating			377,105.52	370,218.99	0.82
Italy			202,140.00	198,647.00	0.44
INTESA SANPAOLO SPA FL.R 20-XX 20/06S	EUR	200,000	202,140.00	198,647.00	0.44
Switzerland			174,965.52	171,571.99	0.38
UBS GROUP SA FL.R 20-XX 29/07A	USD	200,000	174,965.52	171,571.99	0.38
Other transferable securities			685,956.20	686,879.50	1.53
Bonds			585,937.20	577,212.00	1.29
France			199,580.00	212,091.00	0.47
SUEZ 4.6250 22-28 03/11A	EUR	200,000	199,580.00	212,091.00	0.47
Luxembourg			99,101.00	86,653.50	0.19
TYCO ELECTRONICS GRO 0 21-29 16/02A	EUR	100,000	99,101.00	86,653.50	0.19
United Kingdom			200,711.20	186,457.00	0.42
AMCOR UK FINANCE PLC 1.125 20-27 23/06A	EUR	200,000	200,711.20	186,457.00	0.42
United States of America			86,545.00	92,010.50	0.20
MASTERCARD INC 1.00 22-29 22/02A	EUR	100,000	86,545.00	92,010.50	0.20
Floating rate notes			100,019.00	109,667.50	0.24
Germany			100,019.00	109,667.50	0.24
ALLIANZ SE FL.R 23-53 25/07A	EUR	100,000	100,019.00	109,667.50	0.24
Undertakings for Collective Investment			509,752.36	509,699.93	1.14
Investment funds			509,752.36	509,699.93	1.14
France			509,752.36	509,699.93	1.14
EDR CREDIT VERY SHORT TERM R	EUR	5	509,752.36	509,699.93	1.14
Total securities portfolio			43,358,802.57	44,185,777.10	98.43
Cash at bank/(bank liabilities)				663,580.74	1.48
Other net assets/(liabilities)				39,252.51	0.09
Total				44,888,610.35	100.00

INCOME 2024

Geographical breakdown of investments as at 31/12/23

Country	% of net assets
France	27.25
Netherlands	13.25
Italy	12.71
Spain	7.64
United Kingdom	7.26
Germany	7.13
United States of America	6.18
Switzerland	3.00
Luxembourg	2.05
Belgium	1.78
Greece	1.63
Czech Republic	1.34
Denmark	1.32
Ireland	1.10
Finland	1.03
Austria	0.85
Sweden	0.61
Norway	0.49
Canada	0.46
Portugal	0.45
Australia	0.24
Liechtenstein	0.22
Isle of Man	0.22
Japan	0.22
Total	98.43
Other assets/(liabilities) and liquid assets	1.57
Total	100.00

INCOME 2024

Economic breakdown of investments as at 31/12/23

Sector	% of net assets
Holding and finance companies	20.41
Banks and other financial institutions	17.60
Communications	8.37
Utilities	8.32
Insurance	7.83
Real Estate companies	4.30
Petroleum	3.71
Pharmaceuticals and cosmetics	2.78
Internet and Internet services	2.77
Road vehicles	2.69
Building materials and trade	2.42
Transportation	2.32
Miscellaneous services	1.93
Chemicals	1.84
Foods and non alcoholic drinks	1.34
Retail trade and department stores	1.21
Aeronautic and astronautic industry	1.19
Packaging industries	1.03
Electronics and semiconductors	0.96
Tobacco and alcoholic drinks	0.96
Miscellaneous consumer goods	0.73
Hotels and restaurants	0.68
Textiles and garments	0.64
Graphic art and publishing	0.64
Electrical engineering and electronics	0.58
Machine and apparatus construction	0.42
Healthcare and social services	0.41
Paper and forest products	0.35
Total	98.43
Other assets/(liabilities) and liquid assets	1.57
Total	100.00

NEXT

NEXT

Statement of net assets as at 31/12/23

	Note	Expressed in EUR
Assets		82,961,846.57
Securities portfolio at market value	2.2	82,422,645.42
<i>Cost price</i>		<i>77,026,914.04</i>
Cash at banks and liquidities		499,478.46
Receivable on subscriptions		36,757.80
Formation expenses, net	2.9	2,964.89
Liabilities		507,636.44
Payable on redemptions		220,302.79
Expenses payable		287,333.65
Net asset value		82,454,210.13

NEXT

Statement of operations and changes in net assets from 01/01/23 to 31/12/23

	Note	Expressed in EUR
Income		310,068.21
Dividends on securities portfolio, net		310,068.21
Expenses		1,759,979.67
Management fees	5	1,227,967.18
Management Company fees	4	65,942.70
All-in fees		118,792.27
Depository and sub-depository fees	6	67,226.13
Administration fees	7	110,453.05
Amortisation of formation expenses	2.9	3,384.07
Transaction fees	2.10	125,033.14
Subscription tax ("Taxe d'abonnement")	8	18,552.53
Interests paid on bank overdraft		14,113.40
Other expenses	11	8,515.20
Net income / (loss) from investments		-1,449,911.46
Net realised profit / (loss) on:		
- sales of investment securities	2.2,2.3	2,379,320.05
- foreign exchange	2.4	454,132.86
Net realised profit / (loss)		1,383,541.45
Movement in net unrealised appreciation / (depreciation) on:		
- investments	2.2	9,382,868.05
Net increase / (decrease) in net assets as a result of operations		10,766,409.50
Subscriptions of shares		47,458,271.55
Redemptions of shares		-90,206,886.55
Net increase / (decrease) in net assets		-31,982,205.50
Net assets at the beginning of the year		114,436,415.63
Net assets at the end of the year		82,454,210.13

NEXT

Statistics

		31/12/23	31/12/22	31/12/21
Total Net Assets	EUR	82,454,210.13	114,436,415.63	148,667,490.42
Class A EUR - capitalisation				
Number of shares		422,537.6590	491,546.2740	489,722.3340
Net asset value per share	EUR	127.69	113.94	146.71
Class CR EUR - capitalisation				
Number of shares		211,845.2920	496,062.1610	499,842.9520
Net asset value per share	EUR	131.08	116.33	148.82
Class CR USD - capitalisation				
Number of shares		6,597.8830	7,317.8830	19,334.8830
Net asset value per share	USD	122.63	105.15	143.33

NEXT

Changes in number of shares outstanding from 01/01/23 to 31/12/23

	Shares outstanding as at 01/01/23	Shares issued	Shares redeemed	Shares outstanding as at 31/12/23
Class A EUR - capitalisation	491,546.2740	86,602.4720	155,611.0870	422,537.6590
Class CR EUR - capitalisation	496,062.1610	296,830.9260	581,047.7950	211,845.2920
Class CR USD - capitalisation	7,317.8830	0.0000	720.0000	6,597.8830

NEXT

Securities portfolio as at 31/12/23

Denomination	Currency	Quantity/ Notional	Cost price (in EUR)	Market value (in EUR)	% of net assets
Transferable securities admitted to an official stock exchange listing and/or dealt in on another regulated market			24,249,684.13	25,271,930.64	30.65
Shares			20,922,267.61	21,145,169.74	25.64
Belgium			1,296,609.59	849,563.10	1.03
UMICORE SA	EUR	34,119	1,296,609.59	849,563.10	1.03
France			3,444,330.08	4,606,526.37	5.59
CIE DE SAINT-GOBAIN	EUR	13,601	724,654.44	906,642.66	1.10
DASSAULT SYST.	EUR	28,290	954,011.09	1,251,408.15	1.52
SCHNEIDER ELECTRIC SE	EUR	9,042	1,063,862.02	1,643,654.76	1.99
VEOLIA ENVIRONNEMENT SA	EUR	28,180	701,802.53	804,820.80	0.98
Germany			1,122,601.78	1,250,985.80	1.52
SIEMENS HEALTHINEERS	EUR	23,783	1,122,601.78	1,250,985.80	1.52
Norway			2,476,013.10	1,518,329.91	1.84
TOMRA SYSTEMS ASA	NOK	137,978	2,476,013.10	1,518,329.91	1.84
Switzerland			1,676,594.82	1,190,848.00	1.44
DSM FIRMENICH	EUR	12,944	1,676,594.82	1,190,848.00	1.44
United States of America			10,906,118.24	11,728,916.56	14.22
ALIGN TECHNOLOGY INC	USD	5,071	1,580,712.16	1,257,822.84	1.53
ALPHABET INC -C-	USD	6,308	781,943.32	804,767.52	0.98
AMAZON.COM INC	USD	8,926	1,122,465.43	1,227,734.07	1.49
CROWDSTRIKE HOLDINGS INC	USD	4,171	645,604.05	964,051.71	1.17
EMERSON ELECTRIC CO	USD	9,730	821,072.46	857,304.03	1.04
INTUITIVE SURGICAL	USD	4,245	929,618.11	1,296,422.58	1.57
NEXTERA ENERGY	USD	22,590	1,521,675.35	1,242,127.91	1.51
ON SEMICONDUCTOR CORP	USD	12,336	772,214.00	932,807.75	1.13
TRIMBLE	USD	29,912	1,424,341.43	1,440,563.44	1.75
WASTE MANAGEMENT	USD	5,065	573,742.83	821,202.64	1.00
XYLEM INC	USD	8,540	732,729.10	884,112.07	1.07
Investment funds			3,327,416.52	4,126,760.90	5.00
Luxembourg			3,327,416.52	4,126,760.90	5.00
PICTET ROB -I EUR- CAP	EUR	12,905	3,327,416.52	4,126,760.90	5.00
Undertakings for Collective Investment			52,777,229.91	57,150,714.78	69.31
Investment funds			52,777,229.91	57,150,714.78	69.31
France			4,596,084.97	4,748,649.00	5.76
ECHIQUIER FUND SICAV ECHIQUIER SPACE	EUR	2,590	1,839,918.28	2,132,347.00	2.59
EDR SICAV GREEN NEW DEAL PART I EUR	EUR	24,440	2,756,166.69	2,616,302.00	3.17
Ireland			4,330,655.77	4,190,159.84	5.08
FIRST TRUST NASDAQ CYBERSECURITY ETF C	EUR	91,600	2,047,232.52	2,099,472.00	2.55
WELLINGTON FINTECH FUND N EUR CAP	EUR	166,590	2,283,423.25	2,090,687.84	2.54
Luxembourg			43,850,489.17	48,211,905.94	58.47
ALLIANZ GLOBAL INVESTORS FUND SICAV - AL	EUR	2,191	4,278,746.53	5,374,347.72	6.52
BGF SUSTAINABLE ENERGY I2 ACC EUR	EUR	287,410	4,428,360.30	5,113,023.90	6.20
BNP PA AQUA I C	EUR	7,296	1,870,123.88	2,590,152.96	3.14
BNP PARIBAS FUNDS SICAV GREEN TIGERS	EUR	31,741	6,493,801.33	5,514,681.34	6.69
BNP PARIBAS SMART FOOD	EUR	25,473	3,260,996.24	3,360,398.16	4.08
CANDRIAM EQT L ONCOLOGY IMPACT R EUR C	EUR	34,990	7,938,459.59	8,240,844.80	9.99
CPR INVEST EDUCATION - I - ACC	EUR	43,901	4,704,558.65	4,965,642.11	6.02
EDR FUND BIG DATA-I-EUR	EUR	19,055	3,854,033.69	5,452,016.60	6.61
PARVEST ENVIRONMENTAL OPP -I- CAP	EUR	12,826	3,620,947.43	4,138,308.90	5.02
PICTET-H DIV S -I EUR- CAP	EUR	15,395	3,400,461.53	3,462,489.45	4.20

NEXT

Securities portfolio as at 31/12/23

Denomination	Currency	Quantity/ Notional	Cost price (in EUR)	Market value (in EUR)	% of net assets
Total securities portfolio			77,026,914.04	82,422,645.42	99.96
Cash at bank/(bank liabilities)				499,478.46	0.61
Other net assets/(liabilities)				-467,913.75	-0.57
Total				82,454,210.13	100.00

NEXT

Geographical breakdown of investments as at 31/12/23

Country	% of net assets
Luxembourg	63.48
United States of America	14.22
France	11.35
Ireland	5.08
Norway	1.84
Germany	1.52
Switzerland	1.44
Belgium	1.03
Total	99.96
Other assets/(liabilities) and liquid assets	0.04
Total	100.00

Economic breakdown of investments as at 31/12/23

Sector	% of net assets
Investment funds	51.69
Banks and other financial institutions	22.63
Pharmaceuticals and cosmetics	4.62
Internet and Internet services	3.66
Utilities	3.55
Electrical engineering and electronics	3.03
Electronics and semiconductors	2.88
Machine and apparatus construction	1.84
Retail trade and department stores	1.49
Holding and finance companies	1.44
Building materials and trade	1.10
Non-ferrous metals	1.03
Environmental services and recycling	1.00
Total	99.96
Other assets/(liabilities) and liquid assets	0.04
Total	100.00

EdR FUND II

Notes to the financial statements - Schedule of derivative instruments

EdR FUND II

Notes to the financial statements - Schedule of derivative instruments

Options

As at December 31, 2023, the following options contracts were outstanding:

INCOME 2024

Quantity	Denomination	Currency	Commitment (in EUR) (in absolute value)	Market value (in EUR)	Unrealised (in EUR)
Options purchased					
Options on index					
200.00	EURO STOXX 50 MAR 4000.0 15.03.24 PUT	EUR	-	28,400.00	-189,000.00
				28,400.00	-189,000.00
Options issued					
Options on index					
200.00	EURO STOXX 50 MAR 3700.0 15.03.24 PUT	EUR	280,342.30	-13,000.00	112,189.67
				-13,000.00	112,189.67

EdR FUND II

Notes to the financial statements - Schedule of derivative instruments

Financial futures

As at December 31, 2023, the following future contracts were outstanding:

INCOME 2024

Quantity Buy/(Sell)	Denomination	Currency	Commitment (in EUR) (in absolute value)	Unrealised (in EUR)	Broker
Futures on currencies					
2.00	EUR/GBP (CME) 03/24	GBP	250,150.02	2,567.65	Société Générale
11.00	EUR/USD (CME) 03/24	USD	1,374,066.45	35,350.56	Société Générale
Futures on index					
-40.00	MSCI EUROPE INDEX 03/24	EUR	1,237,760.00	2,472.05	Société Générale
Futures on bonds					
31.00	EURO BOBL FUTURE 03/24	EUR	3,163,906.50	50,530.00	Société Générale
				90,920.26	

EdR FUND II

Other notes to the financial statements

EdR FUND II

Other notes to the financial statements

1 - General information

EdR FUND II is an investment company with variable capital ("Company") with multiple sub-funds formed as a limited liability company under the amended Law of August 10, 1915 and authorised pursuant to Part I of the amended Law of December 17, 2010. EdR FUND II has appointed Edmond de Rothschild Asset Management (Luxembourg) as its management company in accordance with Chapter 15 of the amended Law of December 17, 2010.

The Company was incorporated on May 8, 2018 for an unlimited duration and was registered with the Registry of Trade and Companies in Luxembourg. The registered office of the Company is established at 4, Rue Robert Stumper, L-2557 Luxembourg.

The Management Company is registered with the Registry of Trade and Companies of Luxembourg under number B 88591.

As at December 31, 2023, the Company includes the following Sub-Funds:

- EdR FUND II - INCOME 2024
- EdR FUND II - NEXT

The main objective of the Company is to preserve the capital in real terms and ensure the growth of its assets. Obviously, no guarantee is given that this objective will be achieved.

Generally speaking, the Sub-Fund portfolios consist of transferable securities, without restriction or limitation as to industrial, economic or geographical diversification, unless otherwise specifically defined in the investment policy of each Sub-Fund offered.

The Management Company may create within each Sub-Fund different Classes of Shares whose assets are commonly invested pursuant to the specific investment policy of the relevant Sub-Fund. Such Classes are distinguished by their fee structure, their distribution policy, their liquidity, and the minimum subscription applicable to them (this list is not exhaustive). The features of the relevant Classes issued within each Sub-Fund are as set out in the relevant Data Sheets.

The Classes in certain Sub-Fund may themselves be divided into a number of Sub-Classes, each with a different valuation currency by a decision of the Board. Investors' attention is drawn to the fact that depending upon the foreign exchange risk hedging operations put in place or not for each Sub-Class (hedged Sub-Classes are denominated "(H)"), investors are exposed to the risk that the Net Asset Value of any Sub-Class denominated in a given valuation currency may change unfavourably in comparison with that of a Sub-Class denominated in a different valuation currency. It is nevertheless stipulated that the expenses related to any financial instruments that may be employed in foreign exchange risk hedging operations for the Sub-Class in question are allocated exclusively to that Sub-Class.

The Management Company has appointed, at the request and with the consent of the Company, Edmond de Rothschild Asset Management (France), the "Investment Manager", as investment manager of the Sub-Fund, as described in the relevant Data Sheets.

The Investment Manager is in charge of the day-to-day management of (all or portion of) the assets of the Sub-Fund for which it has been appointed as investment manager and will deal in the relevant investments on account of the relevant Sub-Funds on a discretionary, subject to and in accordance with instructions received from the Management Company from time to time, and in accordance with each Sub-Fund's investment objective, policy and restrictions.

With the consent of the Company and the Management Company, the Investment Manager may delegate its investment management function to third parties in respect of one or more Sub-Funds for which it has been appointed as investment manager.

The Investment Manager may, on its own responsibility, appoint one or more investment advisors for each Sub-Fund for which it has been appointed as investment manager. Their mission will be to advise it on investment opportunities and obtain assistance for the Sub-Funds whose assets it manages. The investment advisor(s) appointed by the Investment Manager are paid by the Investment Manager.

Edmond de Rothschild Asset Management (France) is a 99.99% subsidiary of Edmond de Rothschild (France), Paris, which is a French commercial bank, belonging to the Edmond de Rothschild Group. Edmond de Rothschild Asset Management (France) is registered in the Register of Companies under the number 332 652 536. Edmond de Rothschild Asset Management (France) received its authorisation as an investment firm active in portfolio management in April 15, 2004 from the Financial Markets Authority (AMF) in France, under the number GP04000015. The share capital of Edmond de Rothschild Asset Management (France) is EUR 11,033,769 and is fully paid up. Edmond de Rothschild Asset Management (France) is active in asset management for both private and institutional investors.

In order to ensure efficient management, the Board of Directors may decide in accordance with the Articles to manage all or a part of the assets of one or more Sub-Fund together with those of other Sub-Fund (the pooling technique), or to co-manage the entirety or part of the assets with, if necessary, the exception of a reserve in cash, of one or several Sub-Funds together with the assets of other Luxembourg investment funds, or of one or more sub-funds of other Luxembourg investment funds (the Party or Parties to the Assets under Co-Management) for which the Depositary has been designated as the depositary bank. The Co-Management of the relevant assets shall be carried out in accordance with the respective investment policies of the Parties to the Assets under Co-Management, where each pursues identical or comparable objectives (the assets so co-managed or pooled being the Assets under Co-Management). The Parties to the Assets under Co-Management shall only participate in any such pooling or co-management arrangements authorised by their own individual Prospectuses, and in compliance with their own specific investment restrictions.

Each Party to the Assets under Co-Management will participate in the Assets under Co-Management in proportion to their contribution to the Assets under Co-Management. The assets shall be attributed to each Party to the Assets under Co-Management in proportion to their contribution to the Assets under Co-Management.

The rights of each Party to the Assets under Co-Management which take part shall be applicable to each of the lines of investment of such Assets under Co-Management.

EdR FUND II

Other notes to the financial statements

1 - General information

Such Assets under Co-Management shall be constituted by the transfer of cash or, if appropriate, other assets of each of the Parties to the Assets under Co-Management. Subsequently, the Board may proceed regularly to make transfers to the Assets under Co-Management. The Assets may equally be transferred back to one of the Parties to the Assets under Co-Management up to the value of the holding of that Party to the Assets under Co-Management.

Dividends, interest, and other distributions which are by nature earnings generated within the context of the Asset Co-Management shall be due to each of the Parties to the Assets under Co-Management in proportion to their holding. Such earnings may be retained by the Party to the Assets under Co-Management with a holding, or be reinvested in the Assets under Co-Management.

All of the costs and expenses incurred with the context of the Co-Management of Assets shall be debited from the Assets under Co-Management. Such costs and expenses shall be attributed to each Party to the Assets under Co-Management in proportion to the rights of each in respect of the Assets under Co-Management.

In the event of a breach of the investment restrictions affecting a Sub-Fund, when such Sub-Fund is a Party to the Assets under Co-Management, the Board of Directors shall, even if the Management Company or, if applicable, the Manager has observed the investment restrictions by applying them to the Assets under Co-Management in question, require that the Management Company or, if applicable, the Manager reduces the investments in question in proportion to the holding of the Sub-Fund in question in the Assets under Co-Management or, if appropriate, shall reduce the holding in the Assets under Co-Management in question such that the investment restrictions are observed in respect of that Sub-Fund.

In the event that the Company is dissolved or if the Board of Directors decides without the required notice to withdraw the holding of the Company or of a Sub-Fund in the Assets under Co-Management, the Assets under Co-Management shall be allocated to the Parties to the Assets under Co-Management, each in proportion to their holding in the Assets under Co-Management. Investors should be aware of the fact that such Assets under Co-Management are employed solely in order to ensure effective management insofar as all of the Parties to the Assets under Co-Management have the same depositary bank. The Assets under Co-Management do not constitute distinct legal entities and are not directly accessible to investors. Nevertheless, the assets and liabilities of each of the Sub-Funds shall at all times be separate and identifiable.

2 - Principal accounting policies

2.1 - Presentation of the financial statements

The financial statements have been prepared in accordance with Luxembourg regulations relating to undertakings for collective investment funds and reflect the following policies:

2.2 - Portfolio valuation

All securities listed on an official stock exchange or on any other regulated market, operating regularly, recognised and open to the public are valued at the last price known in Luxembourg on the valuation day and, if the security is traded on several markets, on the basis of the last known price on the main market of this security. If the last known price is not representative, the valuation is based on their probable realisation value as determined with prudence and in good faith by the Board of Directors.

Unlisted securities or securities not traded on a stock exchange or any other regulated market, operating regularly, recognised and open to the public, are valued based on their probable realisation value as determined with prudence and in good faith by the Board of Directors.

The value of money market instruments are valued by the amortised cost method, which approximates market values. At maturity the difference with the purchase price is disclosed under interest on bonds.

Shares or units of undertakings for collective investment are valued on the basis of their last available net asset value.

The unrealised appreciation or depreciation is disclosed in the statement of net assets. Net realised profit or loss and movement in net unrealised appreciation or depreciation are disclosed in the statement of operations and other changes in net assets.

EdR FUND II

Other notes to the financial statements

2 - Principal accounting policies

2.3 - Net realised profits or losses on sales of investments

The net realised profit or loss on sales of investment securities is disclosed in the statement of operations and other changes in net assets.

Realised profit or losses on sales of investments are calculated on the basis of average cost of investments sold.

2.4 - Foreign currency translation

The accounts of the Sub-Fund of the Company are kept in EUR.

The financial statements of the Sub-Funds are expressed in the below-mentioned currencies. Bank accounts, other net assets/(liabilities) as well as the valuation value of the portfolio securities that are expressed in a currency other than the currency of the Sub-Fund were converted to the applicable currency at the exchange rates prevailing on December 31, 2023.

Income and fees in currencies other than the currency of each Sub-Fund were converted to the applicable currency at the exchange rates prevailing on the transaction date.

1 EUR =	0.9297	CHF	1 EUR =	7.45455	DKK	1 EUR =	0.86655	GBP
1 EUR =	11.2185	NOK	1 EUR =	1.10465	USD			

2.5 - Combined financial statements

The various positions of the combined financial statements of the Company are equal to the sum of the various corresponding positions in the financial statements of each Sub-Fund and are expressed in euros (EUR). Bank accounts, other net assets/(liabilities), the value of the portfolio securities, the income and fees that are expressed in a currency other than EUR were converted to EUR at the exchange rates prevailing on December 31, 2023.

2.6 - Valuation of options contracts

The liquidating value of options contracts traded on exchanges or on Regulated markets is based upon the last available prices of these contracts on exchanges and regulated markets on which the particular options contracts are traded.

The net realised profit or loss on options is disclosed in the statement of operations and other changes in net assets.

2.7 - Valuation of futures contracts

Futures contracts are valued based on their closing price the previous day on the market concerned. Prices used are settlement prices on forward markets.

The net realised profit or loss on financial futures is disclosed in the statement of operations and other changes in net assets.

2.8 - Dividend and interest income

Dividends are taken into account on the date upon which the relevant investments are first listed as ex-dividend. Interest income is accrued on a daily basis. Income is recorded net of withholding tax, if any.

2.9 - Formation expenses

If a new Sub-Fund is created in the future, the preliminary and incorporation expenses of this Sub-Fund will, in principle, be borne by this Sub-Fund exclusively and amortised over a 5 year period, as of the aforesaid Sub-Fund launching date.

2.10 - Transaction fees

The total amount of transaction fees is included in the Statement of operations and changes in net assets and includes Correspondent's expenses and Brokerage fees.

EdR FUND II

Other notes to the financial statements

2 - Principal accounting policies

2.11 - Abbreviations used in securities portfolios

In the Securities portfolio as at 31/12/2023, the abbreviations refer to :

XX: Perpetual bonds

S: Semi-annual

Q: Quarterly

M: Monthly

A: Annual

U: Zero coupon bond

3 - Issue, conversion and redemption of shares

The issue of Shares takes place every Valuation Day.

The Shares may be subscribed with the Transfer Agent or the Global Distributor or sales agents or distributors.

Investors should note that the redemption price of the Shares is based on the Net Asset Value per Share which may significantly vary over time and that therefore, the redemption price may be higher than, equal to, or lower than the price at which the Shares were acquired by the shareholder at the time of their subscription.

All shareholders who have subscribed to Shares in the Company may, at any time, request the redemption of all or part of their Shares.

Requests for conversion should be sent to the Transfer Agent, the Global Distributor, the sales agents or distributors at its registered office in Luxembourg.

4 - Management Company fees

The Board has appointed Edmond de Rothschild Asset Management (Luxembourg) as management company the "Management Company" responsible, under the supervision of the Board, for the administration, management, and distribution of the Company and its Sub-Fund pursuant to a management company agreement entered into for an indefinite period the "Management Company Agreement".

In relation to the administration function, the Management Company is in charge in particular of processing of the issue, redemption and conversion of the Shares and settlement arrangements thereof, keeping the register of the Company's shareholders, calculating the Net Asset Value per Share, maintaining the records, assisting the Board in verifying that investors qualify as eligible investors under applicable Luxembourg law and other general functions as more fully described in the Management Company Agreement and the central administration agreement "Central Administration Agreement". The rights and duties of the Management Company are further laid down in articles 107 et seq. of the amended Law of December 17, 2010.

The Management Company was incorporated as a limited liability company on July 25, 2002, and its Articles were amended for the last time on September 18, 2014 and published in the Memorial on November 4, 2014. The Management Company is registered with the Registry of Trade and Companies of Luxembourg under number B 88.591. The Management Company is approved under Chapter 15 of the amended Law of December 17, 2010.

5 - Management fees

The global management fee is paid out of the Sub-Fund's net assets to the benefit of the Management Company, the Investment Managers and the Global Distributor. The global management fee covers all expenses incurred by persons belonging to the Edmond de Rothschild Group, including financial studies and travel, to the exclusion of the performance and outperformance fees and the remuneration of the Depositary and Administrative Agent.

The effective fee rate actually paid corresponds to the hereafter mentioned maximum rates.

Global Management Fee:

The rates applicable as at December 31, 2023 are as follows:

Sub-funds	Share class	ISIN	Management fee p.a. (max)
INCOME 2024	Class A EUR - capitalisation	LU1813147888	1.60
	Class B EUR - distribution	LU1813148001	1.60
NEXT	Class A EUR - capitalisation	LU2038611765	1.50
	Class CR EUR - capitalisation	LU2038612490	0.85
	Class CR USD - capitalisation	LU2038612573	0.85

EdR FUND II

Other notes to the financial statements

5 - Management fees

Sub-Funds Management Fee:

Sub-funds	Denomination	ISIN	Management fee p.a. (max)
INCOME 2024	EDR CREDIT VERY SHORT TERM R	FR0011031392	0.20
NEXT	PARVEST ENVIRONMENTAL OPP -I- CAP	LU0406802768	1.10
	PICTET-H DIV S -I EUR- CAP	LU0503633769	1.20
	ECHIQUIER FUND SICAV ECHIQUIER SPACE	LU2466449001	1.00
	EDR FUND BIG DATA-I-EUR	LU1244894231	0.75
	PICTET ROB -I EUR- CAP	LU1279334053	1.20
	CPR INVEST EDUCATION - I - ACC	LU1861294582	0.75
	BNP PARIBAS SMART FOOD	LU1165137651	0.85
	BNP PA AQUA I C	LU1165135952	0.90
	CANDRIAM EQT L ONCOLOGY IMPACT R EUR C	LU1864483166	0.80
	WELLINGTON FINTECH FUND N EUR CAP	IE00BKKJBP83	0.80
	BGF SUSTAINABLE ENERGY I2 ACC EUR	LU0368234703	1.00
	ALLIANZ GLOBAL INVESTORS FUND SICAV - AL	LU1548499711	1.50
	EDR SICAV GREEN NEW DEAL PART I EUR	FR0013429040	1.00
	BNP PARIBAS FUNDS SICAV GREEN TIGERS	LU0823438733	0.90
	FIRST TRUST NASDAQ CYBERSECURITY ETF C	IE00P16KP52	0.60

6 - Depositary and sub-depositary fees

Edmond de Rothschild (Europe) (the Depositary) has been appointed as depositary of the Company under a depositary agreement (the Depositary Agreement). Edmond de Rothschild (Europe) is a bank organised as a société anonyme, regulated by the CSSF and incorporated under the laws of the Grand Duchy of Luxembourg. Its registered office and administrative offices are at 4, Rue Robert Stumper, L-2557 Luxembourg.

The Depositary Agreement between the Company, the Depositary and the Management Company provides that it will remain in force for an unlimited period and that it may be terminated by either party at any time upon ninety (90) days' prior written notice.

The Depositary Agreement is governed by Luxembourg law and the courts of Luxembourg will have exclusive jurisdiction to hear any disputes or claims arising out of or in connection with the Depositary Agreement.

The Depositary will assume its functions and responsibilities in accordance with applicable Luxembourg law and regulations and the Depositary Agreement. With respect to its duties under the amended Law of December 17, 2010, the Depositary will ensure the safekeeping of the Company's assets. The Depositary has also to ensure that the Company's cash flows are properly monitored in accordance with the amended Law of December 17, 2010.

The Depositary Bank's commission based on the total net assets of each Sub-Fund (excluding the sub-depositary fees) is set at a maximum of 0.30% per annum.

7 - Administration fees

The Central Administration is in charge of processing of the issue, redemption and conversion of the Company's shares and settlement arrangements thereof, keeping the register of the Company's shareholders, calculating the net asset value per share, maintaining the records and other general functions as more fully described in the Central Administration Agreement.

The Central Administration may delegate, with the prior consent of the Management Company and subject to the approval of the CSSF, part or all of its administrative functions and duties to a sub-contractor, which, having regard to the nature of the functions and duties to be delegated, must be qualified and capable of undertaking the duties in question.

The Central Administration's commission based on the total net assets of each Sub-Fund (excluding the sub-depositary fees) is set at a maximum of 0.30% per annum.

Any sub-contractor of the Central Administration is paid by the Administrative Agent out of its own remuneration.

EdR FUND II

Other notes to the financial statements

8 - Subscription tax ("*Taxe d'abonnement*")

Under the terms of the legislation in force and current practice, the Company is not subject to any tax on income or capital gains in Luxembourg.

The Sub-Fund is subject to the subscription tax, an annual tax on its assets, and is calculated and payable quarterly on the basis of the Net Asset Value of the Company at the end of each quarter.

Nevertheless, this tax is not assessed on the Company's assets that have been invested in other Investment Funds set up in Luxembourg. Moreover, the issue of Shares is not subject to any stamp duty or other tax in Luxembourg.

Some of the revenues of the portfolio of the Company in the form of dividends and interest may be subject to tax at various rates, withheld at source in the countries in which they arise.

The subscription tax rate is as follows:

- Classes A/B/CR: 0.05% per annum

9 - Dividend distributions

The Company distributed the following dividends during the year ended December 31, 2023:

Sub-funds	Share class	ISIN	Ccy	Dividend	Ex-date	Payment date
INCOME 2024	Class B EUR - distribution	LU1813148001	EUR	2.12	09/08/23	14/08/23

10 - Swing pricing

The actual cost of purchasing or selling assets and investments for a Sub-Fund may however deviate from the latest available price or net asset value used, as appropriate, in calculating the Net Asset Value due to duties and charges and spreads from buying and selling prices of the underlying investments. These costs have an adverse effect on the value of a Sub-Fund and are known as "dilution". To mitigate the effects of dilution, the Board may, at its discretion, make a dilution adjustment to the Net Asset Value.

To mitigate the effect of dilution, the Net Asset Value may be adjusted on any Valuation Day in the manner set out below depending on whether or not a Sub-Fund is in a net subscription position or in a net redemption position on such Valuation Day. Where there is no dealing on a Sub-Fund or Class of a Sub-Fund on any Valuation Day, the applicable price will be the unadjusted Net Asset Value. The Board will retain the discretion in relation to the circumstances under which to make such a dilution adjustment. As a general rule, the requirement to make a dilution adjustment will depend upon the volume of subscriptions or redemptions of Shares in the relevant Sub-Fund. The Board may make a dilution adjustment if, in its opinion, the existing shareholders (in case of subscriptions) or remaining shareholders (in case of redemptions) might otherwise be adversely affected.

The dilution adjustment will involve adding to, when the Sub-Fund is in a net subscription position, and deducting from, when the Sub-Fund is in a net redemption position, the Net Asset Value such figure as the Board considers represents an appropriate figure to meet duties and charges and spreads. In particular, the Net Asset Value of the relevant Sub-Fund will be adjusted (upwards or downwards) by an amount which reflects the estimated fiscal charges, dealing costs that may be incurred by the Sub-Fund and the estimated bid/offer spread of the assets in which the Sub-Fund invests. As certain stock markets and jurisdictions may have different charging structures on the buy and sell sides, the resulting adjustment may be different for net inflows than for net outflows. Adjustments will however be limited to a maximum of 2% of the then applicable Net Asset Value.

The Net Asset Value of each Class in the Sub-Fund will be calculated separately but any dilution adjustment will in percentage terms affect the Net Asset Value of each Class in an identical manner.

As at December 31, 2023, no swing was applied.

11 - Other expenses

The Sub-Fund INCOME 2024 disclosed other expenses which represent retroceded fees and other operational expenses. Regarding the Sub-Fund NEXT, only VAT and Reporting fees are disclosed into other expenses.

12 - Transactions with related parties

During the year ended December 31, 2023, the Company invested its assets in the units of other Investment funds promoted by Edmond de Rothschild Asset Management group. The Company endeavors to ensure that the minimum level of underlying fees is applicable to the Sub-Fund

EdR FUND II

Other notes to the financial statements

12 - Transactions with related parties

then investing in Target Investment funds.

13 - Delegation

Edmond de Rothschild Asset Management (Luxembourg) and Edmond de Rothschild (Europe) may delegate all or part of their functions and duties to a sub-contractor which, having regard to the nature of the functions and duties to be delegated, must be qualified and capable of undertaking the duties in question.

14 - Changes in the composition of securities portfolio

A copy of the securities portfolio of the Sub-Funds may be obtained free of charge from the registered office of the Company.

15 - Significant events during the year

During the course of the year, the Management Company has assessed the Sub-Fund's exposure to various macro-economic events such as the Ukrainian/Russian war, the US regional banking crisis and the Israeli conflict.

At the date of this report, the Sub-Fund's assets have not been directly nor materially impacted by valuation, liquidity and/or market issues related to these events.

16 - Subsequent events

As specified in the Company's current prospectus and more particularly in the data sheet of the sub-fund EdR Fund II – Income 2024 (the "Sub-Fund"), the maturity date of the Sub-Fund is the sixth (6th) anniversary of the Launch Date, i.e., 25 July 2024 (the "Maturity Date"). All Shares outstanding on the Maturity Date will be compulsorily redeemed at the Net Asset Value per Share calculated of the Sub-Fund on the Maturity Date. The Sub-Fund will be put into liquidation after payment of all liquidation proceeds.

EdR FUND II

Additional unaudited information

EdR FUND II

Additional unaudited information

Remuneration policy

1. Remuneration of the Management Company

In accordance with applicable legislation, the Management Company has developed a remuneration policy which:

- ⇒ Aims to maintain a policy that is compatible with sound and effective risk management in order not to lead to excessive risk taking;
- ⇒ Takes into account the principles governing the client and investor protection when services are delivered;
- ⇒ Aims to manage and reduce potential or actual conflicts of interest within the Management Company among its different activities, and between managed UCIs and their managers.

The remuneration policy of the Management Company is available on the website: www.edmond-de-rothschild.com.

For the period from January 1, 2023 to December 31, 2023, the tables below indicate:

- a) The total remuneration split in fixed remuneration³ and variable remuneration⁴ paid or payable by the Management Company to its employees and the number of beneficiaries.

Type of employees of the Management Company	Number of Beneficiaries	Fixed Remuneration ³ EUR	Variable Remuneration ⁴ EUR
Identified Staff ¹	36	5,327,885	1,678,000
Employees of the Management Company (Identified Staff ¹ included)	152	14,938,907	2,231,400

- b) A pro-rata allocation of total remuneration (fixed remuneration³ and variable remuneration⁴) paid or payable to employees of the Management Company (including Identified Staff¹) by reference to the average Net Asset Value of the Company when compared to the average net assets of all AIF's and UCITS managed by the Management Company.

Remuneration EUR
42,686

2. Remuneration of the Delegates²

- a) A pro-rata allocation of total remuneration (fixed remuneration³ and variable remuneration⁴) paid to the Identified Staff¹ of the Delegates² as reported to the Management Company by the Delegates² by reference to the portion of the assets managed by the Delegates² for the Company when compared to their total assets under management.

Delegates ²	Number of Identified Staff ¹	Fixed Remuneration ³ EUR	Variable Remuneration ⁴ EUR
EDRAM France	81	46,909.97	39,053.89

Further to the implementation of the 2023 remuneration policy, no significant irregularities were identified. As well, to date, no major changes have been made to the remuneration policy.

1) Identified Staff corresponds to the categories of staff of the Management Company and the Delegates² defined in their remuneration policies in accordance with the legislations in force.

2) Delegates means the entities to which the Management Company has delegated portfolio management functions.

3) Fixed remuneration means the total of fixed salaries, including 13th month pays and business bonuses, as well as various contractual allowances.

4) Variable remuneration means performance-related bonuses (recorded in the annual accounts of the Management Company as at December 31, 2023 and paid to the employees in March 2024), as well as legal and extra-legal transactional compensations.

EdR FUND II

Additional unaudited information

Global Risk Exposure

The Sub-Funds use the Commitment Approach to monitor their global exposure.

EdR FUND II

Additional unaudited information

Securities Financing Transactions Regulation (SFTR) Disclosures

The Company does not use any instruments falling into the scope of SFTR.

EdR FUND II

Additional unaudited information

SFDR (Sustainable Finance Disclosure Regulation)

The Sub-Funds do not promote any environmental or social characteristics, and do not have as objective sustainable investment (as provided for under Articles 8 or 9 of the Regulation (EU) 2019/2088 of the European Parliament and of the Council of November 27, 2019 on sustainability-related disclosures in the financial services sector (the Sustainability Regulation)).

Even though the Sub-Funds do not promote environmental, social or governance characteristics, the security selection process includes a negative filter to exclude companies that contribute to the production of controversial weapons in compliance with international conventions in this area as well as companies that are exposed to activities related to thermal coal or tobacco in accordance with the exclusion policy of Edmond de Rothschild Group, which is available on its website. Although the inclusion of a Sustainability Risk analysis could help to develop a risk-adjusted return in the long term, the Investment Manager considers that, at the date of this prospectus, these elements are not essential for generating a return for investors in line with the Sub-Funds' investment objectives and Sustainability Risks are therefore not systematically integrated into the investment decision making.

The underlying investments of the Sub-Funds do not take into account the EU criteria for environmentally sustainable economic activities in the context of the Taxonomy Regulation.