

ANNUAL REPORT

OF THE FRENCH MUTUAL FUND (FCP)
CARMIGNAC EURO-ENTREPRENEURS

(For the period ended
31 December 2021)

Contents

Statutory Auditor's Certification	3
Main features of the Fund	8
Investment policy	19
Regulatory information	23

Statutory Auditor's Certification

[Logo]

**STATUTORY AUDITOR'S REPORT ON THE ANNUAL
FINANCIAL STATEMENTS
Financial year ended 31 December 2021**

CARMIGNAC EURO-ENTREPRENEURS
UCITS IN THE FORM OF A FRENCH MUTUAL FUND (FCP)
Governed by the French Monetary and Financial Code

Management company
CARMIGNAC GESTION
24, place Vendôme
75001 PARIS

Opinion

Following our appointment by the management company, we have audited the annual financial statements of the CARMIGNAC EURO ENTREPRENEURS, established as a French mutual fund (FCP), for the financial year ended 31 December 2021, as they are appended to this report.

In our opinion, the annual financial statements give, in accordance with French accounting rules and principles, a true and fair view of the financial position and assets and liabilities of the fund and of the results of its operations at the end of the financial year.

Basis for our opinion

Audit framework

We conducted our audit in accordance with the professional auditing standards applicable in France. We believe that the evidence gathered is pertinent and sufficient to serve as a basis for our opinion. Our responsibilities in light of these standards are described in this report in the section entitled "Responsibilities of the statutory auditor in relation to auditing the annual financial statements".

Independence

We carried out our audit in accordance with the independence rules set out in the French Commercial Code and the Code of Ethics for Statutory Auditors, for the period from 1 January 2021 to the date on which our report was issued.

Justification of the evaluations

PricewaterhouseCoopers Audit, 63, rue de Villiers, 92208 Neuilly-sur-Seine Cedex
T: +33 (0)1 56 57 58 59, F: +33 (0)1 56 57 58 60, www.pwc.fr

Accounting firm registered with the Order of Paris - Ile de France. Auditing firm, member of the Compagnie Régionale de Versailles A simplified joint stock company with a capital of €2,510,460. Registered office: 63, rue de Villiers 92200 Neuilly-sur-Seine. RCS Nanterre 672 006 483. VAT no. FR 76 672 006 483. Siret 672 006 483 00362. APE code 6920 Z. Offices: Bordeaux, Grenoble, Lille, Lyon, Marseille, Metz, Nantes, Nice, Paris, Poitiers, Rennes, Rouen, Strasbourg, Toulouse.

[Logo]

CARMIGNAC EURO-ENTREPRENEURS

The global crisis related to the COVID-19 pandemic creates special conditions for the preparation and audit of this year's accounts. This crisis and the exceptional measures taken in the context of the state of health emergency have multiple consequences for funds, their investments and the valuation of the corresponding assets and liabilities. Some of these measures, such as travel restrictions and teleworking, also had an impact on the operational management of funds and on the way audits were carried out.

Given these complex and changing conditions, and the provisions of articles L.823-9 and R.823-7 of the French Commercial Code in relation to the justification of our evaluations, we wish to highlight that the evaluations which, in our professional opinion, were the most significant in our audit of the annual financial statements, concerned the appropriateness of the accounting principles applied and the reasonableness of the significant estimates made and the overall presentation of the financial statements.

The evaluations were made in the context of the audit of the annual financial statements, taken as a whole, and the formation of the opinion expressed herein. We offer no opinion on parts of these annual financial statements taken in isolation.

Specific verifications

We have also carried out the specific verifications required by laws and regulations in accordance with the professional auditing standards applicable in France.

We have no comment as to the fair presentation and conformity with the annual financial statements of the information given in the management report drawn up by the management company.

*PricewaterhouseCoopers Audit, 63, rue de Villiers, 92208 Neuilly-sur-Seine Cedex
T: +33 (0)1 56 57 58 59, F: +33 (0)1 56 57 58 60, www.pwc.fr*

Accounting firm registered with the Order of Paris - Ile de France. Auditing firm, member of the Compagnie Régionale de Versailles A simplified joint stock company with a capital of €2,510,460. Registered office: 63, rue de Villiers 92200 Neuilly-sur-Seine. RCS Nanterre 672 006 483. VAT no. FR 76 672 006 483. Siret 672 006 483 00362. APE code 6920 Z. Offices: Bordeaux, Grenoble, Lille, Lyon, Marseille, Metz, Nantes, Nice, Paris, Poitiers, Rennes, Rouen, Strasbourg, Toulouse.

[Logo]

CARMIGNAC EURO-ENTREPRENEURS

Responsibilities of the management company regarding the annual financial statements

The management company is required to prepare annual financial statements that present a true and fair image, in accordance with French accounting rules and principles, and to establish the internal control measures that it deems necessary for producing annual financial statements free of material misstatement, whether due to fraud or error.

When producing the annual financial statements, it is incumbent on the management company to assess the ability of the fund to continue operating, and where appropriate to include the necessary information on business continuity, and apply the going concern accounting policy unless there are plans to liquidate the fund or cease trading.

The annual financial statements were prepared by the management company.

Responsibilities of the statutory auditor when auditing the annual financial statements

Audit objective and approach

We are required to produce a report on the annual financial statements. Our aim is to gain reasonable assurance that the annual financial statements taken as a whole are free of material misstatement. Reasonable assurance means a high level of assurance, albeit without any guarantee, that an audit carried out in accordance with industry standards could systematically detect every material misstatement. Misstatements may arise from fraud or error, and are considered to be material when one could reasonably expect them, either individually or cumulatively, to influence the financial decisions that readers make as a result.

As stipulated in article L.823-10-1 of the French Commercial Code, our role as auditors is not to guarantee the viability or quality of management of the fund.

A statutory auditor exercises its professional judgement throughout any audit performed in accordance with professional standards applicable in France. Furthermore:

- It identifies and evaluates the risk that the annual financial statements may include material misstatement, whether resulting from fraud or error, defines and implements auditing procedures in response to these risks, and gathers the items it deems sufficient and appropriate as a basis for its opinion. The risk of material misstatement not being detected is considerably higher when it is the result of fraud rather than error, since fraud may involve collusion, falsification, voluntary omissions, false declarations or the circumvention of the internal control system;

PricewaterhouseCoopers Audit, 63, rue de Villiers, 92208 Neuilly-sur-Seine Cedex
T: +33 (0)1 56 57 58 59, F: +33 (0)1 56 57 58 60, www.pwc.fr

Accounting firm registered with the Order of Paris - Ile de France. Auditing firm, member of the Compagnie Régionale de Versailles A simplified joint stock company with a capital of €2,510,460. Registered office: 63, rue de Villiers 92200 Neuilly-sur-Seine. RCS Nanterre 672 006 483. VAT no. FR 76 672 006 483. Siret 672 006 483 00362. APE code 6920 Z. Offices: Bordeaux, Grenoble, Lille, Lyon, Marseille, Metz, Nantes, Nice, Paris, Poitiers, Rennes, Rouen, Strasbourg, Toulouse.

[Logo]

CARMIGNAC EURO-ENTREPRENEURS

- It notes the internal control system that is relevant for the audit in order to define audit procedures that are appropriate in the circumstances, and not for the purpose of expressing an opinion on the internal control system;
- It evaluates the appropriateness of the accounting methods used and the reasonableness of the accounting estimates made by the management company, as well as the related information in the annual financial statements;
- it evaluates the appropriateness of the management company's application of the going concern accounting principle and, based on the information gathered, the existence or absence of significant uncertainty linked to events or circumstances likely to cast doubt on the fund's ability to continue its operations. This evaluation is based on the information gathered prior to the date of its report; however, it should be noted that subsequent circumstances or events may cast doubt on the continuity of its operations. If it concludes that there is a material uncertainty, it draws readers' attention to the information provided in the annual financial statements regarding this uncertainty, or if such information is not provided or not relevant, it certifies the accounts with reservations, or refuses to certify them;
- It assesses the presentation of all of the annual financial statements and evaluates whether or not the annual financial statements depict the underlying operations and events fairly.

Neuilly sur Seine, date of electronic signature

Document authenticated by electronic signature
The Statutory Auditor
PricewaterhouseCoopers Audit
Frédéric SELLAM

2022.04.14 17:54:26 +0200

[signature]

CARMIGNAC EURO-ENTREPRENEURS 2021 ANNUAL REPORT

Main features of the Fund

Allocation of distributable income

Distributable income	"Acc" units
Allocation of net income	Accumulation (dividends are recorded on an accruals basis)
Allocation of net realised capital gains or losses	Accumulation (dividends are recorded on an accruals basis)

Countries in which the Fund is authorised for distribution

A EUR Acc units: Austria, Belgium, Switzerland, Germany, Spain, France, United Kingdom, Italy, Luxembourg, Netherlands and Singapore.

F EUR Acc units: Switzerland, Germany, France and Singapore.

Investment objective

The fund is managed on a discretionary basis with an active asset allocation policy based on an investment universe encompassing small and mid-cap European stocks. Its objective is to outperform its reference indicator.

The fund seeks to invest sustainably and applies a socially responsible investment approach. The ways in which the socially responsible investment approach is followed are described in the extra-financial characteristics section below, and can be found on www.carmignac.com and https://www.carmignac.fr/fr_FR/nous-connaître/investissement-socialement-responsable-isr-1252.

Reference indicator

The reference indicator is the STOXX Europe Mid 200 NR (EUR).

The STOXX Europe Mid 200 NR (EUR) index is calculated in euro, with net dividends reinvested, by STOXX Ltd. (Bloomberg code: MCXR). This index includes around 200 securities representing mid-cap companies of European Union countries. Further information on the reference indicator can be found on the website of the reference indicator's administrator: <https://www.stoxx.com>.

This fund is an actively managed UCITS. An actively managed UCITS is one where the investment manager has discretion over the composition of its portfolio, subject to the stated investment objectives and policy. The fund's investment universe is totally independent from the indicator, the individual constituents of which are not necessarily representative of the assets invested in by the fund. The fund's investment strategy is not dependent on the reference indicator. Therefore, the fund's holdings and the weightings may substantially deviate from the composition of the indicator. There is no limit on the level of such deviation. However, it is an indicator with which investors can compare the fund's performance and risk profile over its recommended investment horizon.

The reference indicator is entered in the register kept by ESMA. The management company may replace the reference indicator if it undergoes substantial modifications or ceases to be published.

Investment strategy

STRATEGIES USED

The fund has an active and discretionary investment strategy focused on European Economic Area equity markets. The fund is primarily exposed to European small and mid-cap equities.

At least 75% of the fund's portfolio is invested in securities eligible for the PEA (French equity savings plan) and at least 60% of its net assets are permanently exposed to European Economic Area equities. The investment approach is essentially based on the selection of small and mid caps from countries eligible for the PEA (member states of the European Economic Area (EEA)), which offer the best upside potential. For each of these asset classes, up to 25% of the fund's net assets may be exposed to equity and foreign exchange markets in countries that are not eligible for the PEA.

Equity strategy:

The fund's investment strategy is based on a rigorous financial and extra-financial analysis of the companies in which the fund invests. The selection of equities is made following a fundamental analysis taking into account each company's governance. The fundamental analysis has four key aspects:

- A clear investment thesis, taking into account:
 - The quality of the company's management and its governance,
 - The quality of its financial structure, visibility of the company's future earnings, growth prospects for its business.
- a divergence between the price of the long-term security estimated by us and that estimated by the market,
- identification of catalysts/events that could have an impact on the share price,
- analysis of the risk/reward profile.

As the fund is managed on a flexible, active basis, its asset allocation may differ substantially from that of its reference indicator.

And, secondarily:

Foreign exchange strategy:

The portfolio manager's decisions regarding exposure to the foreign exchange market are made on the basis of the outlook for growth, inflation and monetary and fiscal policy of the different economic zones and countries. The fund invests on all international markets, with a focus on Europe.

These investments on the foreign exchange market, which depend on expectations of changes in different currencies, are determined by the currency allocation between the various regions through exposure generated by direct investments in securities denominated in foreign currencies or directly through currency derivatives.

Fixed income and credit strategy:

The fund may also invest in bonds, debt securities or money market instruments denominated in a foreign currency or the euro for diversification purposes if the portfolio manager expects the equity markets to perform poorly. Investments on fixed income and credit markets are also chosen on the basis of an analysis of the various central banks' monetary policies.

For all of these strategies, in addition to long positions:

The portfolio manager may also open short positions on underlying assets eligible for the portfolio if he or she feels that the market is overvaluing these underlying assets.

The portfolio manager also pursues relative value strategies by combining long and short positions on underlying assets eligible for the portfolio.

The investment universe for all strategies includes emerging markets within the limits stipulated in the section “Description of asset categories and financial contracts as well as their contribution to the investment objective being achieved”.

Extra-financial characteristics

The fund has environmental (E) and governance (G) characteristics. It complies with Article 8 of Regulation (EU) 2019/2088 on sustainability-related disclosures in the financial services sector (SFDR).

The fund is managed according to a low-carbon-emission approach with the goal of keeping its carbon intensity 30% lower than that of the reference indicator (measured in tonnes of CO₂ equivalent per million euro of revenue, scope 1 and 2 of the GHG Protocol (Greenhouse Gas Protocol)). The results are presented in the fund’s annual report. Data on carbon emissions is provided by S&P Trucost to calculate the carbon footprint. The analysis uses reported and estimated data from Scopes 1 and 2, excluding the fund’s cash holdings and companies for which data is unavailable. The Greenhouse Gas (GHG) Protocol establishes three emission scopes for calculating and reporting carbon emissions. Basically, scope 1 concerns direct emissions from the company’s facilities, scope 2 indirect emissions related to the company’s energy consumption, and scope 3 other indirect emissions. However, data in this latter category is not standardised, nor is it considered sufficiently reliable to be used. We have therefore chosen not to include it when calculating emissions at portfolio level.

For more information, please refer to the climate policy available in the Responsible Investment section of the Carmignac website.

The fund applies either a “best-in-universe” approach to identify companies whose activities are sustainable, or a “best-efforts” approach, which favours issuers that exhibit an improvement or strong prospects for improvement in their ESG practices and performance over time.

Extra-financial criteria are taken into account in (1) the definition and screening of the equity investment universe, (2) portfolio construction and (3) the final security selection.

The fund employs an active voting policy and active engagement in its investments. For details, please refer to the voting and engagement policies available at: https://www.carmignac.fr/fr_FR/nous-connaitre/investissement-socialement-responsable-isr-1252

DETAILS OF THE IMPLEMENTATION OF THE EXTRA-FINANCIAL ANALYSIS IN THE FUND’S INVESTMENT STRATEGY

The fund takes a global view of sustainability risk management, identifying and assessing the sustainability risks associated with its investments and their stakeholders.

Extra-financial analysis is applied to the investment strategy through the following processes, which have actively reduced the fund’s investment universe by at least 20%:

- (1) Negative screening to exclude certain equity issuers on the basis of energy-related or ethical criteria.
- (2) Positive screening to define the equity investment universe in order to identify companies demonstrating solid governance and corporate conduct which, in our view, leads to long-term growth in the interest of their clients, shareholders and other stakeholders. Particular attention is paid to the way in which companies can contribute positively to achieving these sustainable development objectives.

The fund also applies standards-based exclusions to exclude certain companies having exposure to controversial sectors and/or activities, and breaching international standards.

EXAMPLES OF EXTRA-FINANCIAL CRITERIA (NON-EXHAUSTIVE LIST)

Governance: independence of the board of directors, management committees, skills and experience, treatment of minority shareholders and remuneration. Corporate conduct during incidents, past controversies and mitigation plans (accounting practices, corruption, tax), corporate culture and human capital.

Environment: energy supply and suppliers, energy type and efficiency, waste water management, carbon emissions data, water consumption relative to revenue.

Social: human capital policies, protection of client data and cybersecurity.

WARNING ON THE LIMITATIONS OF THE APPROACH

The fund uses an external ESG rating body to measure its ESG performance and makes the results publicly available. The fund's sustainability risk may differ from that of the reference indicator.

APPLICATION OF EXTRA-FINANCIAL ANALYSIS TO THE INVESTMENT UNIVERSE

In ordinary circumstances, the extra-financial analysis concerns at least 90% of the portfolio.

Description of asset categories and financial contracts as well as their contribution to the investment objective being achieved

EQUITIES

A minimum of 75% of the portfolio is invested in equities of small and mid capitalisation companies eligible for the PEA.

The remainder may be invested in equities or other equity securities of any capitalisation worldwide.

DEBT SECURITIES AND MONEY MARKET INSTRUMENTS

In order to allow the portfolio manager to diversify the portfolio, up to 25% of the fund's net assets may be invested in money market instruments, negotiable debt securities, and fixed or floating rate, covered or uncovered bonds, which may be linked to inflation in the Eurozone or international – including emerging – markets. The fund may invest in securities issued by corporate or government issuers.

The portfolio manager reserves the right to invest up to 10% of the net assets in debt instruments with ratings below investment grade. The portfolio manager retains the option of investing in unrated fixed income products. In this case, the company may carry out its own analysis and assessment of creditworthiness.

For all of these assets, the management company will carry out its own analysis of the risk/reward profile of the securities (profitability, creditworthiness, liquidity, maturity). As a result, the decision to buy, hold or sell a security (particularly where agency ratings have changed) is not solely based on the rating criteria, but also reflects an internal analysis of the credit risks and market conditions carried out by the management company.

CURRENCIES

The fund may use currencies other than the fund's valuation currency for exposure, hedging or relative value purposes. It may invest in futures and options on regulated, organised or over-the-counter markets in order to generate exposure to currencies other than its valuation currency or to hedge the fund against currency risk. The fund's net currency exposure may differ from that of its reference indicator and/or equity and bond portfolio.

UCIS AND OTHER INVESTMENT FUNDS

The fund may invest up to 10% of its net assets in:

- Units or shares of French or foreign UCITS;

- Units or shares of French or European AIFs;
- Foreign investment funds.

Provided that the foreign UCITS, AIF or investment fund meets the criteria of article R214-13 of the French Monetary and Financial Code.

The fund may invest in funds managed by Carmignac.

The fund may use trackers, listed index funds and exchange traded funds.

DERIVATIVES

In order to achieve its investment objective, the fund may invest in futures traded on Eurozone and international – including emerging – regulated, organised or over-the-counter markets for exposure, relative value or hedging purposes.

The derivatives liable to be used by the portfolio manager include options (vanilla, barrier, binary), futures, forwards, swaps (including performance swaps) and CFDs (contracts for difference), involving one or more risks/underlying instruments in which the portfolio manager may invest.

These derivatives allow the portfolio manager to expose the fund to the following risks, while respecting the portfolio's overall constraints:

- Equities (all capitalisations, not exceeding 100% of the net assets),
- Currencies,
- Fixed income,
- Dividends,
- Volatility and variance (up to 10% of the net assets),
- Commodities through eligible financial contracts for up to 20% of the net assets,
- And exchange-traded funds (ETFs) (financial instruments).

STRATEGY FOR USING DERIVATIVES TO ACHIEVE THE INVESTMENT OBJECTIVE

Derivatives of equities, equity indices and baskets of equities or equity indices are used to gain long or short exposure, or hedge exposure to, an issuer, group of issuers, economic sector or region, or simply adjust the fund's overall exposure to equity markets, depending on the country, region, economic sector, issuer or group of issuers.

They are also used to pursue relative value strategies, where the fund takes simultaneous long and short positions on equity markets.

Currency derivatives are used to gain long or short exposure, hedge exposure to a currency, or simply adjust the fund's overall exposure to currency risk. They may also be used to pursue relative value strategies, where the fund takes simultaneous long and short positions on foreign exchange markets.

Interest rate derivatives are used to gain long or short exposure, hedge against interest rate risk, or simply adjust the portfolio's modified duration. Interest rate derivatives are also used to pursue relative value strategies, where the fund takes simultaneous long and short positions on different fixed income markets, depending on the country, region or yield curve segment.

Volatility or variance instruments are used to gain long or short exposure to market volatility, to hedge equity exposure or to adjust the portfolio's overall exposure to market volatility or variance. They are also used to pursue relative value strategies, where the fund takes simultaneous long and short positions on market volatility.

Dividend derivatives are used to gain long or short exposure to the dividend of an issuer or group of issuers, or to hedge the dividend risk on an issuer or group of issuers, dividend risk being the risk that the dividend of a share or equity index is not paid as anticipated by the market. They are also used to pursue relative value strategies, where the fund takes simultaneous long and short positions on equity market dividends.

Commodity derivatives are used to gain long or short exposure to commodities, to hedge commodity exposure, or to adjust the portfolio's commodity exposure. They are also used to pursue relative value strategies, where the fund takes simultaneous long and short positions on commodities.

Overall exposure to derivatives is controlled by combining leverage, defined as the sum of gross nominal amounts of derivatives without netting or hedging, with the fund's VaR limit (cf. section VI. "Overall risk").

Derivative transactions may be concluded with counterparties selected by the management company in accordance with its "Best Execution/Best Selection" policy and the approval procedure for new counterparties. The latter are major French or international counterparties, such as credit institutions, and collateral is required. It should be noted that these counterparties have no discretionary decision-making powers over the composition or management of the fund's portfolio or over the underlying assets of financial derivative instruments.

SECURITIES WITH EMBEDDED DERIVATIVES

The fund may invest in securities with embedded derivatives (particularly warrants, convertible bonds, callable/puttable bonds, credit-linked notes (CLN), EMTN, subscription certificates) traded on regulated, organised or over-the-counter Eurozone and/or international markets.

These securities with embedded derivatives allow the portfolio manager to expose the fund to the following risks, while respecting the portfolio's overall constraints:

- Equities (all capitalisations, not exceeding 100% of the net assets),
- Currencies,
- Fixed income,
- Dividends,
- Volatility and variance (up to 10% of the net assets),
- Commodities through eligible financial contracts for up to 20% of the net assets,
- ETFs (financial instruments).

STRATEGY FOR USING SECURITIES WITH EMBEDDED DERIVATIVES TO ACHIEVE THE INVESTMENT OBJECTIVE

The portfolio manager uses securities with embedded derivatives, as opposed to the other derivatives mentioned above, to optimise the portfolio's exposure or hedging by reducing the cost of using these financial instruments or gaining exposure to several performance drivers.

The amount of this type of investment in securities with embedded derivatives, excluding contingent convertible bonds and callable/puttable bonds, may not exceed 10% of the net assets.

The portfolio manager may invest up to 10% of the net assets in contingent convertible bonds ("CoCos"). These securities often deliver a higher return (in exchange for higher risk) than conventional bonds due to their specific structure and the place they occupy in the capital structure of the issuer (subordinated debt). They are issued by banks under the oversight of a supervisory authority. They may have bond and equity features, being hybrid convertible instruments. They may have a safeguard mechanism that turns them into ordinary shares if a trigger event threatens the issuing bank.

The fund may also invest up to 25% of its net assets in callable bonds and puttable bonds. These negotiable debt securities have an optional component allowing for early redemption subject to certain conditions (holding period, occurrence of a specific event, etc.) on the initiative of the issuer (in the case of callable bonds) or at the request of the investor (in the case of puttable bonds).

DEPOSITS AND CASH

The fund may use deposits in order to optimise its cash management and to manage the various subscription or redemption settlement dates of the underlying funds. These trades are made within the limit of 20% of the net assets. This type of transaction will be made on an exceptional basis.

The fund may hold cash on an ancillary basis, in particular in order to meet its redemption obligations in relation to investors.

Cash lending is prohibited.

CASH BORROWING

The fund may borrow cash, in particular to cover investment/disinvestments and subscriptions/redemptions. As the fund is not intended to be a structural borrower of cash, these loans will be temporary and limited to 10% of the fund's net assets.

TEMPORARY PURCHASE AND SALE OF SECURITIES

For efficient portfolio management purposes, and without deviating from its investment objectives, the fund may allocate up to 20% of its net assets to temporary purchases/sales (securities financing transactions) of securities eligible for the fund (essentially equities and money market instruments). These trades are made to optimise the fund's income, invest its cash, adjust the portfolio to changes in the assets under management, or implement the strategies described above. The transactions consist of:

- Securities repurchase and reverse repurchase agreements,
- Securities lending/borrowing.

The expected proportion of assets under management that may be involved in such transactions is 10% of the net assets.

The counterparty to these transactions is CACEIS Bank, Luxembourg Branch. CACEIS Bank, Luxembourg Branch, does not have any power over the composition or management of the fund's portfolio.

Within the scope of these transactions, the fund may receive/give financial guarantees (collateral); the section entitled "Collateral management" contains information on how these work and on their characteristics.

Additional information on fees linked to such transactions appears under the heading "Fees and expenses".

Contracts constituting financial guarantees

Within the scope of OTC derivatives transactions and temporary purchases/sales of securities, the fund may receive or give financial assets constituting guarantees with the objective of reducing its overall counterparty risk.

The financial guarantees shall primarily take the form of cash in the case of OTC derivatives transactions, and cash and government bonds/Treasury bills in the case of temporary purchases/sales of securities. All financial guarantees received or given are transferred with full ownership.

The counterparty risk inherent in OTC derivatives transactions, combined with the risk resulting from temporary purchases/sales of securities, may not exceed 10% of the fund's net assets where the counterparty is one of the credit institutions defined in the current regulations, or 5% of its assets in other cases.

In this regard, any financial guarantee (collateral) received and serving to reduce counterparty risk exposure shall comply with the following:

- It shall take the form of cash or bonds or treasury bills (of any maturity) issued or guaranteed by OECD member states, by their regional public authorities or by supranational institutions and bodies with EU, regional or worldwide scope;

- It shall be held by the Custodian of the fund or by one of its agents or a third party under its supervision or by any third-party custodian subject to prudential supervision and which is not linked in any way to the provider of the financial guarantees;
- In accordance with the regulations in force, they shall at all times fulfil liquidity, valuation (at least daily), issuer credit rating (at least AA-), counterparty correlation (low) and diversification criteria, and exposure to any given issuer shall not exceed 20% of the net assets.
- Financial guarantees received in the form of cash shall be mainly deposited with eligible entities and/or used in reverse repurchase transactions, and to a lesser extent invested in first-rate government bonds or treasury bills and short-term money market funds.

Government bonds and treasury bills received as collateral shall be subject to a discount of between 1% and 10%. The management company agrees this contractually with each counterparty.

Risk profile

The fund invests in financial instruments and, where applicable, funds selected by the management company. The performance of these instruments depends on the evolution and fluctuations of the market.

The risk factors described below are not exhaustive. It is up to each investor to analyse the risk associated with such an investment and to form his/her own opinion independent of CARMIGNAC GESTION, where necessary seeking the opinion of any advisers specialised in such matters in order to ensure that this investment is appropriate in relation to his/her financial situation.

a) Risk associated with discretionary management: discretionary management is based on the expected evolution of the financial markets. The fund's performance will depend on the companies selected and asset allocation chosen by the management company. There is a risk that the management company may not invest in the best performing companies.

b) Risk of capital loss: the portfolio is managed on a discretionary basis and does not guarantee or protect the capital invested. A capital loss occurs when a unit is sold at a lower price than that paid at the time of purchase.

c) Equity risk: the net asset value of the fund may fall when equity markets either rise or fall. As there are fewer small and mid-cap stocks listed on stock exchanges, market falls are more pronounced and rapid than in the case of large cap stocks, and may cause the fund's net asset value to fall.

d) Capitalisation risk: the Fund is mainly exposed to one or more equity markets of small and medium cap stocks. As there are fewer small and mid-cap stocks listed on stock exchanges, market movements are more pronounced than in the case of large cap stocks. The net asset value of the fund may therefore be affected.

e) Currency risk: currency risk is linked to exposure – through investments and the use of forward financial instruments – to a currency other than the fund's valuation currency. The fluctuations of currencies in relation to the euro may have a positive or negative influence on the net asset value of the fund.

f) Liquidity risk: the markets in which the fund participates may be subject to temporary illiquidity. These market distortions could have an impact on the pricing conditions under which the fund may have to liquidate, initiate or modify its positions.

g) Interest rate risk: interest rate risk is the risk that the net asset value may fall in the event of a change in interest rates. When the modified duration of the portfolio is positive, a rise in interest rates may lead to a reduction in the value of the portfolio. When the modified duration of the portfolio is negative, a fall in interest rates may lead to a reduction in the value of the portfolio.

h) Credit risk: credit risk is the risk that the issuer may default. Should the quality of issuers decline, for example in the event of a downgrade in their rating by the financial rating agencies, the value of the bonds may drop and lead to a fall in the fund's net asset value.

i) Emerging markets risk: investors should note that the fund may be exposed to emerging markets, where operating and supervisory conditions may deviate from the standards of major international marketplaces. Price variations may also be high.

j) Risk associated with high yield bonds: a bond is considered a high yield bond when its credit rating is below investment grade. The value of high yield bonds may fall more substantially and more rapidly than other bonds and negatively affect the net asset value of the fund, which may decrease as a result.

k) Risks associated with investment in contingent convertible bonds (CoCos): risk related to the trigger threshold: these securities have characteristics specific to them. The occurrence of the contingent event may result in a conversion into shares or even a temporary or definitive writing off of all or part of the debt. The level of conversion risk may vary, for example depending on the distance between the issuer's capital ratio and a threshold defined in the issuance prospectus. Risk of loss of coupon: with certain types of CoCo, payment of coupons is discretionary and may be cancelled by the issuer. Risk linked to the complexity of the instrument: as these securities are recent, their performance in periods of stress has not been established beyond doubt. Risk linked to late or non repayment: contingent convertible bonds are perpetual instruments repayable only at predetermined levels with the approval of the relevant authority. Capital structure risk: unlike with the standard capital hierarchy, investors in this type of instrument may suffer a capital loss, which holders of shares in the same issuer would not incur.

l) Risk associated with commodity indices: changes in commodity prices and the volatility of this sector may cause the net asset value to fall.

m) Counterparty risk: counterparty risk measures the potential loss in the event of a counterparty defaulting on over-the-counter financial contracts or failing to meet its contractual obligations on temporary purchases or sales of securities. The fund is exposed to it through over-the-counter financial contracts agreed with various counterparties. In order to reduce the fund's exposure to counterparty risk, the management company may establish financial guarantees in favour of the fund.

n) Volatility risk: the increase or decrease in volatility may lead to a fall in net asset value. The fund is exposed to this risk, particularly through derivative products with volatility or variance as the underlying instrument.

o) Risks associated with temporary purchases and sales of securities: the use of these transactions and management of their collateral may carry certain specific risks, such as operational risks and custody risk. Use of these transactions may therefore have a negative effect on the fund's net asset value.

p) Legal risk: this is the risk that contracts agreed with counterparties to temporary purchases/sales of securities, or over-the-counter forward financial instruments, may be drafted inappropriately.

q) Risk associated with the reinvestment of collateral: the Fund does not intend to reinvest collateral received, but if it does, there would be a risk of the resultant value being lower than the value initially received.

r) ESG risk: There is no guarantee that investments which factor environmental, social and governance criteria into the companies' selection will match or beat the performance of the reference market.

s) Sustainability risk: refers to an event or an environmental, social or governance factor that, if it were to occur, could have a significant real or potential impact on the value of investments and, ultimately, on the net asset value of the fund (this risk is detailed above in paragraph (b) "Extra-financial characteristics" of the investment strategy).

✓ Incorporation of sustainability risk into investment decisions

The fund's investments are exposed to sustainability risks, representing a real or potential threat to maximising long-term risk-adjusted rewards. The Management Company has therefore incorporated the identification and

assessment of sustainability risks into its investment decisions and risk management processes, through a three-step procedure:

1) Exclusion: Investments in companies that the Management Company believes do not meet the Fund's sustainability standards are excluded. The Management Company has established an exclusion policy that, amongst other things, provides for company exclusions and tolerance thresholds for business in fields such as controversial weapons, tobacco, adult entertainment, thermal coal production and electricity generation. For more information, please refer to the exclusion policy: https://www.carmignac.fr/fr_FR/responsible-investment/politiques-et-rapports-d-investissement-responsable-4738.

2) Analysis: the Management Company incorporates an ESG analysis alongside a traditional financial analysis to identify sustainability risks from issuers in the investment universe, covering more than 90% of corporate bonds and equities. Carmignac's proprietary research system, START, is used by the Management Company to assess sustainability risks. For more information, please refer to the ESG incorporation policy at:

https://www.carmignac.fr/fr_FR/responsible-investment/politiques-et-rapports-d-investissement-responsable-4738

and to details of the START system: https://www.carmignac.fr/fr_FR/responsible-investment/en-pratique-4692.

3) Engagement: The Management Company works with issuers on ESG-related matters to raise awareness and gain a better understanding of sustainability risks to portfolios. This engagement may concern a specific environmental, social or governance matter, a long-term impact, controversial behaviour or proxy voting decisions. For more information, please refer to the engagement policy: https://www.carmignac.fr/fr_FR/responsible-investment/politiques-et-rapports-d-investissement-responsable-4738 and

https://www.carmignac.fr/fr_FR/responsible-investment/en-pratique-4692.

Potential impact of sustainability risk on the fund's returns.

Sustainability risks can have adverse effects on sustainability in terms of a significant real or potential negative impact on the value of investments and net asset value of the Fund, and ultimately on investors' return on investment.

There are several ways in which the Management Company may monitor and assess the financial significance of sustainability risks on a company's financial returns:

Environment: the Management Company believes that if a company does not take into account the environmental impact of its business and the production of its goods and services, then it may lose natural capital, incur environmental fines, or suffer lower demand for its goods and services. Where relevant, a company's carbon footprint, water and waste management, and supply chain, are therefore all monitored.

Social: The Management Company believes that social indicators are important in monitoring a company's long-term growth potential and financial stability. These policies on human capital, product safety checks and client data protection are just some of the important practices that are monitored.

Governance: The Management Company believes that poor corporate governance may present a financial risk. The independence of the board of directors, composition and skills of the executive committee, treatment of minority shareholders, and remuneration, are the key factors studied. Companies' approach to accounting, tax and anti-corruption practices is also checked.

Target subscribers and investor profile

Units of this fund have not been registered in accordance with the US Securities Act of 1933. They may therefore not be offered or sold, either directly or indirectly on behalf of or for the benefit of a US person, as defined in Regulation S. Furthermore, units of this fund may not be offered or sold, either directly or indirectly, to US

persons and/or to any entities held by one or more US persons as defined by the US Foreign Account Tax Compliance Act (FATCA).

Aside from this exception, the fund is open to all investors.

The fund is intended for all types of investors, natural persons and legal entities wishing to diversify their investments through European Economic Area small and mid-cap stocks.

The recommended investment period is more than five years.

The amount that is appropriate to invest in this fund depends on the personal situation of each investor. To determine this amount, investors' personal wealth, their cash requirements now and five years from now as well as their degree of risk aversion must all be taken into account. It is recommended that investors seek professional advice with a view to diversifying their investments and deciding on the proportion of their financial portfolio or wealth that should be invested in this fund. It is also recommended that investments be sufficiently diversified so as to avoid exposure exclusively to the risks of this fund.

Investment policy



Performance review

The year was a very difficult one overall, with numerous volatility spikes, sector rotations and factor rotations. The fund trailed its reference indicator, with a performance of 18.77% for A units, versus 19.13% for the reference indicator.

Our positions in the technology, industrial and healthcare sectors contributed positively to performance, notably through ASM International, Dermapharm, IMCD Group and BE Semiconductor Industries. The main detractors were in the consumer discretionary sector, and included Delivery Hero, Auto1 and Adevinta.

Table showing the annual performance of the different Carmignac Euro Entrepreneurs units over 2021

Units	ISIN	Currency	Performance 2021	Reference indicator*
F EUR ACC	FR0014000AL1	EUR	18.08% (from 4 Jan 2021)	18.45% (from 4 Jan 2021)
A EUR ACC	FR0010149112	EUR	18.77%	19.13%

* Stoxx Mid 200 NR (EUR) net dividends reinvested

Past performance is not an indication of future results. Performance is shown net of fees (excluding any entry charges applied by the distributor).

Main changes to the portfolio during the year

Holding	Movement ("Accounting currency")	
	Acquisitions	Disposals
IMCD BV	0.00	23,914,656.29
HELLA GMBH & CO KGAA	13,019,928.77	9,865,845.92
NEMETSCHKE	7,211,843.20	11,935,310.40
MORPHOSYS AG	8,282,367.10	9,956,704.42
BE SEMICONDUCTOR INDUSTRIES	3,124,855.83	10,638,201.74
ZALANDO SE	0.00	11,987,448.20
EURONEXT NV - W/I	6,331,988.50	5,228,363.51
SHOP APOTHEKE EUROPE NV	5,572,177.44	5,793,097.96
ASM INTERNATIONAL N.V.	0.00	10,227,859.24
KINNEVIK AB-B-RED	9,599,189.69	366,865.72

Efficient portfolio and financial derivative management techniques

A) EXPOSURE OBTAINED THROUGH EFFICIENT PORTFOLIO MANAGEMENT TECHNIQUES AND FINANCIAL DERIVATIVES AT 31 DECEMBER 2021

- **Exposure obtained through efficient management techniques: 0.00**
 - Securities lending: 0.00
 - Securities borrowing: 0.00
 - Reverse repurchase agreements: 0.00
 - Repurchase agreements: 0.00
- **Exposure to underlying instruments achieved through financial derivatives: 156,105,345.46**
 - Forward exchange contracts: 9,931,474.37
 - Futures: 13,744,025.00
 - Options: 0.00
 - Swap: 132,429,846.09

B) IDENTITY OF COUNTERPARTY/COUNTERPARTIES TO EFFICIENT PORTFOLIO MANAGEMENT TECHNIQUES AND FINANCIAL DERIVATIVES AT 31 DECEMBER 2021

Efficient management techniques	Financial derivatives (*)
	CREDIT AGRICOLE CIB GOLDMAN SACHS INTERNATIONAL LTD UBS EUROPE SE MERRILL LYNCH MORGAN STANLEY JP MORGAN GOLDMAN SACHS

(*) Except listed derivatives

FINANCIAL GUARANTEES RECEIVED BY THE FUND IN ORDER TO REDUCE COUNTERPARTY RISK AT 31 DECEMBER 2021

Types of instrument	Amount in portfolio currency
Efficient management techniques	
. Term deposits	0.00
. Equities	0.00
. Bonds	0.00
. UCITS	0.00
. Cash (*)	0.00
Total	0.00
Financial derivatives	
. Term deposits	0.00
. Equities	0.00
. Bonds	0.00
. UCITS	0.00
. Cash	10,000.00
Total	10,000.00

(*) The Cash account also includes cash resulting from repurchase agreements.

INCOME AND OPERATING EXPENSES ARISING FROM EFFICIENT MANAGEMENT TECHNIQUES FROM 1 JANUARY 2021 TO 31 DECEMBER 2021

Income and operating expenses	Amount in portfolio currency
. Income (*)	0.00
. Other income	0.00
Total income	0.00
. Direct operating expenses	0.00
. Indirect operating expenses	0.00
. Other expenses	0.00
Total expenses	0.00

(*) Income from lending and repurchase agreements

Transparency of securities financing transactions and the reuse of financial instruments pursuant to the SFTR in the fund's currency of account (EUR)

The fund took no part in any trades covered by the SFTR during the year.

Regulatory information

Policy for the selection of intermediaries

“In its capacity as management company, Carmignac Gestion selects service providers whose execution policy guarantees the best possible result when executing orders transmitted on behalf of its UCITS or its clients. It also selects service providers to aid in making investment decisions and to execute orders. In both cases, Carmignac Gestion has defined a policy for selecting and evaluating intermediaries according to certain criteria. You can find the updated version of this policy at www.carmignac.com”. You will also find a report on intermediary fees on this website.

Communication on environmental, social and governance criteria (ESG)

As part of our commitment to the PRI (Principles for Responsible Investment) and as an Article 8 financial product under Regulation (EU) 2019/2088 of the European Parliament and of the Council of 27 November 2019 on sustainability-related disclosures in the financial services sector (SFDR), the fund incorporated sustainability risk analyses into investment decisions in three ways in 2021: 1) incorporating ESG risk analysis (through our proprietary ESG research system, START¹), for more than 90% of those net assets that are eligible 2) excluding companies and issuers that carry excessive sustainability risks by eliminating at least 20% of the investment universe on the basis of ESG² criteria, and 3) engaging in active dialogue with companies to reduce significant ESG risks.

Carmignac Euro-Entrepreneurs also obtained the SRI Label in May 2021.

As a responsible investor, we consider that our fiduciary duty includes explicitly considering environmental, social and governance (ESG) issues when investing on behalf of our clients. We believe that by integrating ESG analysis into our investment process, we can ensure the sustainable performance of our funds through an approach that mitigates risk, identifies growth opportunities and uncovers the financial value of intangible factors, while aiming to achieve social and environmental benefits. We incorporate ESG analysis into our equity and bond investment processes using START, which draws on a wide range of external data and expert assessments. START is a four-step process 1) Categorisation: companies are grouped into 90 sector categories; 2) Information gathering: large amounts of raw data on company practices (ESG indicators) are collected from specialised sources (see table below); 3) Ranking: companies are ranked against their peers; 4) Our analysts take over, assigning an internal score (which overrides the automatically generated score) and writing a commentary to detail their work and justify their choice. To learn more about our ESG incorporation policies, please visit the website³.

ESG indicators

Environment	Social	Governance
Carbon emissions - Scopes 1 and 2	Staff satisfaction	Independence of the Audit Committee
Carbon intensity - Scopes 1 and 2	Staff turnover rate	Independence of the Remuneration Committee

¹ START (System for Tracking and Analysis of a Responsible Trajectory), a proprietary ESG research system, combines and aggregates data from leading ESG indicator providers. Given the lack of standardised reporting of certain indicators by listed companies, not all indicators need to be considered. START provides a centralised system in which Carmignac's own analysis and knowledge of each company is expressed, irrespective of the incompleteness of aggregated external data.

² Please refer to the fund's prospectus for more information.

³ <https://www.carmignac.fr/frFR/responsible-investment/politiques-et-rapports-d-investissement-responsable-4738>

Natural gas flaring	Number of women in management roles	Involvement of the Appointments Committee
Energy consumption / Revenue	Number of hours of staff training	Size of the Board of Directors
Renewable energy ratio	Work stoppages after accidents	Independent directors
Total energy consumption	Staff fatalities	Average term of corporate officers
Total waste production / Revenue	Difference between CEO's salary and average salary	Gender balance on the Board of Directors
Recycled waste / Total waste production	Gender pay gap	Highest total remuneration
Direct and accidental oil spills	Customer satisfaction	Executive compensation linked to long-term objectives
Total volume of waste water / Revenue		Incentives for sustainable development
Recycled water		
Total freshwater withdrawal		

Carmignac applies an exclusion policy aimed at ruling out sectors that have a negative impact on the environment or on society. Companies whose business has links to the controversial arms industry, and in particular to anti-personal mines and cluster bombs, are systematically excluded. Other restriction lists are taken into account for stock selection, such as the list of companies that do not respect human rights. Tobacco companies, adult entertainment and pornography companies, coal companies and power plants (coal, gas or nuclear) whose CO₂/kWh emissions are not aligned with the Paris Agreement are excluded from the investment universe. For more information on our exclusion thresholds, please visit the website.

In terms of these ESG criteria, the fund's score of A⁴ is slightly lower than the AA of its reference indicator. In addition, more than 82% of our holdings are rated BB or above, and ratings of between A and AAA account for more than 56% of the portfolio. A key differentiating factor for the fund is its lack of exposure to the fossil fuel sector, compared to 1.1% for its reference indicator.

⁴ Source: MSCI ESG, with a coverage rate of 89% for the Fund's net assets as at 31/12/2021. MSCI ESG Research provides MSCI ESG ratings on global public and some private companies on a scale from AAA (leader) to CCC (laggard), based on exposure to industry-specific ESG risks and ability to manage those risks relative to peers. Reference indicator: Stoxx Small 200 NR EUR (net dividends reinvested). The weights are calculated by rebasing the values to 100 to allow a better comparison with the benchmark. Reference to a ranking or price does not guarantee the future ranking or price of these funds or the Management Company.

Our commitments

Our fiduciary responsibility involves the full exercise of our rights as shareholders and engagement with the companies in which we are invested. Dialogue is maintained by financial analysts, portfolio managers and ESG team. We believe that our engagement leads to a better understanding of how companies manage their extra-financial risks and significantly improve their ESG profile while delivering long-term value creation for our clients, society and the environment. Our engagement may concern one of five considerations: 1) ESG risks, 2) an ESG theme, 3) a desired impact, 4) controversial behaviour, or 5) a voting decision at a General Meeting. Carmignac may collaborate with other shareholders and bondholders when doing so would help influence the actions and governance of companies held in the portfolio. In order to ensure that the company correctly identifies, foresees and manages any potential or confirmed conflict of interest situation, Carmignac has put in place and maintains policies and guidelines. For more information on our engagement policies, please visit the website.

In 2021, we engaged with 84 companies at Carmignac level, and 4 companies at Carmignac Euro Entrepreneurs level.

For example, in 2021 we entered into active dialogue with Delivery Hero SE on the social theme of the gig economy. This engagement allowed us to gain Delivery Hero's perspective on both the general debate and their own initiatives to improve pay practices. The company is convinced that freelancing works well for some people – as evidenced by decent engagement scores. Couriers actively choose this type of contract in countries where permanent employee contracts are offered (such as Norway). The company believes that the debate has become controversial because of some large companies that are not known for treating their employees well. The company hopes that in the future, through collaboration with governments, clarity on what constitutes good practice for self-employed people will be established.

Investment strategy and transparency on climate risk

Carmignac has formalised its commitment to factor climate change issues into its investment process, combining its efforts under the COP21 initiatives with adherence to the principles of article 173 of the energy transition act, which will be replaced by those of article 29 of the energy-climate act through article L533-22-1 of the French Monetary and Financial Code. In January 2020, Carmignac became a member and supporter of the Task Force on Climate-related Financial Disclosures (TCFD) and we have included a review aligned with TCFD recommendations in our 'Climate Policy and Report on Carbon Emissions'. At present, portfolio companies publish too little data on their physical and transition risk exposures to allow us to produce satisfactory reporting. We also encourage portfolio companies to provide more information in this regard as part of our shareholder engagement activities. In the last two years, Carmignac has tightened its policy of excluding coal producers and coal, nuclear and gas power plants by incorporating a CO₂/kWh emissions tolerance threshold in line with the Paris Agreement and a limit of 10% of revenue or 20 million tonnes from coal production. Carmignac is committed to a total phase-out of coal (mines and power plants) by 2030 in all regions of the world.

Carbon emissions of Carmignac Euro-Entrepreneurs

The Carmignac Euro-Entrepreneurs portfolio's carbon dioxide emissions (in terms of CO₂ emissions per millions of dollars of revenue, converted into euros) are 55.7% lower than those of the reference indicator. Unlike its reference indicator, the fund has no assets invested in companies with fossil fuel reserves.

	Weighted average carbon intensity ¹	Total carbon emissions ²	Availability of carbon emissions data ³	Exposure to fossil fuels ⁴
FUND	63.5	12,016.9	83.8%	0.0%
Stoxx 200 Small	143.4	25,996.7	96.8%	1.15%
Difference in % between Fund and benchmark	-55.7%	-53.8%	N/A	-100%

1. Tonnes of CO₂ equivalent per million dollars of revenue, converted into EUR. To calculate the portfolio's carbon emissions, the carbon intensity of each company (tonnes of CO₂e/USD million in revenue converted into EUR, (Scope 1 and 2 GHG Protocol), S&P Trucost) is weighted according to its weighting in the portfolio (rebased to 100%), and then added together.

2. Tonnes of CO₂ equivalent calculated as a percentage of the Fund's net assets and therefore not rebased to 100%.

3. As a percentage, excluding cash and assets that are outside the scope: sovereign bonds and derivatives.

4. Weighted average of % of revenue from fossil fuels for each company in the portfolio.

Source: S&P Trucost, Carmignac, 31/12/2021

In line with the new regulatory requirements, in 2022 we are publishing the percentage of activities eligible for the first two objectives of the Taxonomy Regulation in the report for 2021.

Information on the Taxonomy Regulation

With regards to Regulation (EU) 2020/852 on the establishment of a framework to facilitate sustainable investment (referred to as the "Taxonomy Regulation"), the fund's investments make a contribution to the following environmental objectives: climate change mitigation and adaptation. The revenues of companies in which the fund invests are analysed as a key performance indicator to assess whether their activities are eligible for the Taxonomy Regulation. These companies are subject to an analysis of the minimum guarantees in place to ensure that their business activities comply with the Organisation for Economic Cooperation and Development (OECD) Guidelines for Multinational Enterprises and the United Nations Guiding Principles on Business and Human Rights. In addition, the fund ensures that these activities do no significant harm to the environmental objectives. The fund assesses whether a business activity makes a substantial contribution to climate change adaptation or to climate change mitigation when the issuing companies make the technical screening criteria or data necessary for this assessment available, or when these are not required. If these technical screening criteria are required but not yet made available by the issuing companies, the fund will not be able to properly carry out this assessment. In this case, the fund nevertheless undertakes an analysis of the minimum guarantees and ensures no significant harm is done to the environmental objectives. The proportion of the fund's investments that contribute to the two environmental objectives mentioned above is currently low. The fund anticipates an increase in the proportion of investments aligned with the Taxonomy Regulation once it is in a position to identify more companies whose business activities are aligned with the environmental objectives defined in the Taxonomy Regulation, as companies make the technical screening criteria and data necessary for this analysis available to the fund. The principle of "do no significant harm" only applies to the underlying investments of the financial product that consider the European Union's criteria regarding environmentally sustainable economic activities. The underlying investments of the remainder of this financial product do not consider the European Union's criteria regarding environmentally sustainable economic activities.

Alignment with the Taxonomy Regulation*

	Fund exposure (%) **
Revenue eligible for the Taxonomy Regulation ¹	28.2%
Revenue aligned with the Taxonomy Regulation ²	0.6%
Revenue not aligned with the Taxonomy Regulation ³	95.1%
Enabling activities ⁴	0.6%
Transition activities ⁵	0.0%

1. Eligible revenue: portion of eligible companies' revenue generated by the sectors covered by the Taxonomy Regulation.
2. Aligned revenue: portion of eligible companies' revenue aligned with the environmental objectives of the Taxonomy Regulation.
3. Non-aligned revenue: portion of eligible companies' revenue not aligned with the environmental objectives of the Taxonomy Regulation.
4. Enabling activities: portion of companies' aligned revenue (2) from activities that enable other activities to reduce their CO₂ emissions.
5. Transition activities: portion of companies' aligned revenue (2) from activities that contribute to the transition towards a net zero carbon economy by 2050.

Sources: At 31/12/2021. For each company in the fund, Carmignac analyses FactSet company revenue data to determine the amount of revenue specified as coming from activities eligible for the Taxonomy Regulation. The data reported by the companies was used to verify the substantial contribution criteria, in accordance with the guidelines set out in the "Taxonomy 2020" of 9 March: Final Report of the Technical Expert Group on Sustainable Finance. Where data was not available, no alignment could be observed. Carmignac's proprietary analysis is supplemented by MSCI and ISS data to perform the do no significant harm and minimum guarantee checks.

The Taxonomy eligibility and alignment assessment was carried out in accordance with the Technical Annex to the Taxonomy Regulation: Final Report of the Technical Expert Group on Sustainable Finance of 9 March 2020 (https://ec.europa.eu/info/sites/default/files/business_economy_euro/bankingandfinance/documents/200309-sustainable-finance-teg-final-report-taxonomy-annexes.en.pdf). Carmignac's analysis is based on its own assessment of the activities listed in the Regulation and its knowledge of the companies.

* Regulation EU 2020/852 on the establishment of a framework to facilitate sustainable investment

** Exposure figures as a % of revenue have been calculated in accordance with the guidelines set out in the Taxonomy Regulation of 9 March 2020: Final Report of the Technical Expert Group on Sustainable Finance. The investments considered in the fund's exposure are equity investments. https://ec.europa.eu/info/sites/default/files/business_economy_euro/banking_and_finance/documents/200309-sustainable-finance-teg-final-report-taxonomyen.pdf

Overall risk calculation method

The method used to determine the fund's overall risk is the relative Value-at-Risk (VaR) method, using a benchmark portfolio as a comparison (the fund's reference indicator is its benchmark portfolio) over a two-year historical horizon, with a 99% confidence threshold over 20 days. The envisaged leverage, calculated as the sum of nominal amounts without netting or hedging, is 200% but may be higher under certain conditions.

	VaR 99%, 20 days		
	Min	Average	Max
Carmignac Euro-Entrepreneurs	14.84	17.10	21.24

PEA

Pursuant to Article 91 quater L of the French Tax Code, Appendix 2, at least 75% of the fund is permanently invested in securities and interests mentioned in a, b and c of 1° of I of Article L. 221-31 of the French Monetary and Financial Code. Proportion of investments actually made during the year: 89.75%.

Remuneration policy

Carmignac Gestion SA’s remuneration policy is designed to comply with European and national remuneration and governance rules as set out in the UCITS Directive 2009/65/EC of the European Parliament and of the Council of 13 July 2009 and 2014/91/EU of 23 July 2014, the ESMA guideline of 14 October 2016 (ESMA/2016/575), and the AIFM Directive 2011/61/EU of the European Parliament and of the Council.

It promotes sound and effective risk management without excessive risk taking. In particular, it ties employees to the risks they take to ensure that Identified Staff are fully committed to the Company’s long-term performance.

The remuneration policy was approved by the Board of Directors of the management company. The principles of this policy are re-evaluated at least once a year by the remuneration and nominations committee and Board of Directors, and are adjusted to fit the changing regulatory framework. Details of the remuneration policy, including a description of how the remuneration and benefits are calculated, as well as information on the remuneration and nominations committee, can be found at www.carmignac.com. A printout of the remuneration policy is available free of charge upon request.

VARIABLE PART: DETERMINATION AND CALCULATION

Variable remuneration depends on both the individual success of the employee and the performance of the Company as a whole.

The variable remuneration budget is determined on the basis of Carmignac Gestion SA’s results over the previous financial year, while ensuring that capital remains at a sufficient level. It is then distributed between the various departments according to the assessment of their performance, and within each department according to employees’ individual performance appraisals.

The amount of the variable portion allocated to each employee reflects their performance and the achievement of targets set by the Company.

These targets may be quantitative and/or qualitative and are linked to the employee’s position. They take into account individual behaviour to avoid short-term risk taking. They give particular consideration to the sustainability of action taken by the employee and its long-term benefits for the company, the employee’s personal involvement and the completion of assigned tasks.

2020 FINANCIAL YEAR

The implementation of the remuneration policy for 2020 has been assessed internally and independently to check compliance with the remuneration policies and procedures adopted by Carmignac Gestion's Board of Directors.

2021 FINANCIAL YEAR

The annual report produced by Carmignac Gestion's Board of Directors is available on the Carmignac website (www.carmignac.com).

2021	
Number of employees	168
Fixed salaries paid in 2021	€12,227,813.87
Total variable remuneration paid in 2021	€48,181,037.55
Total remuneration paid in 2021	€60,408,851.42
> of which risk takers	€47,582,902.80
> of which non-risk takers	€12,825,948.62

Below is the 2021 remuneration table for Carmignac Gestion Luxembourg, management company authorised by the Commission de Surveillance du Secteur Financier in Luxembourg, and to which management of the portfolio has been delegated.

2021	
Number of employees	145
Fixed salaries paid in 2021	€12,212,440.10
Total variable remuneration paid in 2021	€48,441,071.86
Total remuneration paid in 2021	€60,653,511.96
> of which risk takers	€50,602,599.35
> of which non-risk takers	€10,050,912.61

Substantial changes during the year

As of 14/06/2021, the minimum initial and subsequent subscription amounts are cancelled for all units.

On 11/02/2021, extraordinary, one-off costs for recovering a debt or exercising a right (e.g. class action), only where the outcome is in the fund's favour, and when the fund has actually received the money, were included under "other fees".

As of 11/02/2021, sustainability risks have been formally integrated into the investment policy.

The F EUR Acc unit class was launched on 01/01/2021.

In addition, as of 01/01/2021, the portfolio's reference indicator, STOXX Europe Small 200 NR, has been replaced by STOXX Europe Mid 200 NR.

Finally, as of 01/01/2021, environmental and governance characteristics have been integrated into the investment policy.

The portfolio's statutory auditor was replaced by PriceWaterhouseCoopers on 1 January 2021.

CARMIGNAC EURO-ENTREPRENEURS BALANCE SHEET

ASSETS IN EUR

	31/12/2021	31/12/2020
NET FIXED ASSETS	0.00	0.00
DEPOSITS	0.00	0.00
FINANCIAL INSTRUMENTS	190,158,669.13	153,473,542.32
Equities and similar securities	188,100,261.45	148,387,589.64
Traded on a regulated or similar market	188,100,261.45	148,387,589.64
Not traded on a regulated or similar market	0.00	0.00
Bonds and similar securities	0.00	0.00
Traded on a regulated or similar market	0.00	0.00
Not traded on a regulated or similar market	0.00	0.00
Debt securities	0.00	0.00
Traded on a regulated or similar market	0.00	0.00
Transferable debt securities	0.00	0.00
Other debt securities	0.00	0.00
Not traded on a regulated or similar market	0.00	0.00
Undertakings for collective investment	0.00	0.00
Retail UCITS and AIFs aimed at non-professional investors and equivalent funds of other countries	0.00	0.00
Other funds aimed at non-professional investors and equivalent funds of other EU member states	0.00	0.00
Professional investment funds and equivalent funds of other EU member states and listed securitisation funds	0.00	0.00
Other professional investment funds and equivalent funds of other EU member states and unlisted securitisation funds	0.00	0.00
Other non-European funds	0.00	0.00
Temporary transactions on securities	0.00	0.00
Receivables on securities received under a repurchase agreement (<i>pension</i>)	0.00	0.00
Receivables on securities lent	0.00	0.00
Securities borrowed	0.00	0.00
Securities transferred under a repurchase agreement (<i>pension</i>)	0.00	0.00
Other temporary transactions	0.00	0.00
Forward financial instruments	2,058,407.68	5,085,952.68
Transactions on a regulated or similar market	292,000.00	1,268,757.59
Other transactions	1,766,407.68	3,817,195.09
Other financial instruments	0.00	0.00
RECEIVABLES	11,538,224.19	53,238,152.82
Currency forward exchange contracts	9,931,474.37	47,409,866.52
Other	1,606,749.82	5,828,286.30
FINANCIAL ACCOUNTS	9,911,211.29	18,225,272.38
Cash	9,911,211.29	18,225,272.38
TOTAL ASSETS	211,608,104.61	224,936,967.52

CARMIGNAC EURO-ENTREPRENEURS BALANCE SHEET

LIABILITIES AND OWNER'S EQUITY IN EUR

	31/12/2021	31/12/2020
EQUITY		
Share capital	150,535,725.16	172,468,476.57
Non-distributed prior net capital gains and losses (a)	0.00	0.00
Retained earnings (a)	0.00	0.00
Net capital gains and losses for the financial year (a,b)	46,796,217.90	-37,174.93
Profit/(loss) for the financial year (a,b)	-835,512.75	-1,530,886.77
TOTAL EQUITY*	196,496,430.31	170,900,414.87
<i>*Amount corresponding to the net assets</i>		
FINANCIAL INSTRUMENTS	3,797,445.40	2,187,639.31
Sales of financial instruments	0.00	0.00
Temporary transactions on securities	0.00	0.00
Payables on securities transferred under a repurchase agreement (<i>pension</i>)	0.00	0.00
Payables on securities borrowed	0.00	0.00
Other temporary transactions	0.00	0.00
Forward financial instruments	3,797,445.40	2,187,639.31
Transactions on a regulated or similar market	292,000.03	1,268,757.60
Other transactions	3,505,445.37	918,881.71
PAYABLES	11,021,148.24	49,191,048.35
Currency forward exchange contracts	10,004,791.63	47,265,700.53
Other	1,016,356.61	1,925,347.82
FINANCIAL ACCOUNTS	293,080.66	2,657,864.99
Short-term bank loans	293,080.66	2,657,864.99
Borrowings	0.00	0.00
TOTAL LIABILITIES	211,608,104.61	224,936,967.52

(a) Including accruals and deferrals

(b) Less interim dividends paid for the financial year

CARMIGNAC EURO-ENTREPRENEURS OFF-BALANCE SHEET

	31/12/2021	31/12/2020
HEDGING TRANSACTIONS		
Commitment on regulated or similar markets		
Futures contracts		
XETA CBKH COM 0321	0.00	8,157,949.80
GR THY 100 0321	0.00	4,779,062.40
EURO STOXX 50 0321	0.00	6,638,500.00
EURO STOXX 50 0322	6,431,250.00	0.00
Commitment on OTC markets		
Contracts for difference		
ML LANXESS AG	9,019,804.50	0.00
CFD UBS TEG	7,892,131.68	0.00
JPX UNITED IN 1230	8,560,300.00	0.00
GS PROSIEBENSAT. 123	3,222,300.00	0.00
GS EVOTEC SE 1230	4,250,000.00	0.00
CFD G24	2,040,372.40	0.00
BGS HUGO BOSS 1230	9,095,000.00	0.00
MS FREENET AG 1230	8,144,500.00	0.00
MS HYPOPORT SE 1230	8,176,000.00	0.00
MS GRAND CITY 1230	7,830,000.00	0.00
Other commitments		
OTHER TRANSACTIONS		
Commitment on regulated or similar markets		
Futures contracts		
DJE SML200 0321	0.00	5,077,380.00
DJE SML200 0322	7,312,775.00	0.00
Commitment on OTC markets		
Contracts for difference		
CFD KNORRBRE BOF	0.00	3,449,460.16
CFD UB REGE 1230	2,750,658.90	3,546,313.79
CFDOPU ML PUM	13,482,005.00	15,546,688.44
ML TELEPE 1230	6,292,384.00	4,354,907.60
CFD GS INF LN 1230	2,845,207.11	3,315,350.34
CFD MS ALCON 1230	0.00	2,677,191.44
CFD UB CCXI 1230	0.00	975,649.28
CFD ML CARA 1230	0.00	3,398,156.82
ML LANXESS AG	0.00	6,621,242.76
CFD MS THGLN 1230	0.00	1,854,650.21
JP MEDACTA GR 1230	3,755,054.77	2,219,259.40
ML DUFY AG 1230	0.00	1,513,052.51
MS ADEVINTA 1230	4,031,466.30	8,048,920.96
JPX DELIVERY 1230	6,228,488.00	0.00
GS MEDMIX AG 1230	6,359,533.93	0.00
MS IMCD NV 1230	18,454,639.50	0.00
Other commitments		

CARMIGNAC EURO-ENTREPRENEURS INCOME STATEMENT

	31/12/2021	31/12/2020
Income from financial transactions		
Income from deposits and financial accounts	2,378.56	2,537.63
Income from equities and similar securities	2,187,887.88	1,695,714.69
Income from bonds and similar securities	0.00	0.00
Income from debt securities	149.94	0.00
Income from temporary purchases and sales of securities	286.24	0.00
Income from financial futures	0.00	0.00
Other financial income	0.00	0.00
TOTAL (1)	2,190,702.62	1,698,252.32
Payables on financial transactions		
Payables on temporary purchases and sales of securities	0.00	1,584.08
Payables on financial futures	0.00	0.00
Payables on financial debts	82,228.59	88,961.27
Other payables	0.00	0.00
TOTAL (2)	82,228.59	90,545.35
PROFIT/(LOSS) ON FINANCIAL TRANSACTIONS (1 - 2)	2,108,474.03	1,607,706.97
Other income (3)	0.00	0.00
Management fee and depreciation allowance (4) (*)	2,924,747.40	3,291,749.76
Net profit/(loss) for the financial year (L. 214-17-1) (1 - 2 + 3 - 4)	-816,273.37	-1,684,042.79
Income equalisation for the financial year (5)	-19,239.38	153,156.02
Interim dividends on income paid for the financial year (6)	0.00	0.00
PROFIT/(LOSS) (1 - 2 + 3 - 4 + 5 - 6)	-835,512.75	-1,530,886.77

(*) Research costs are included under "Management fee and depreciation allowance".

NOTES TO THE FINANCIAL STATEMENTS OF CARMIGNAC EURO-ENTREPRENEURS

Accounting methods and rules

The annual financial statements are drawn up in the form required by ANC Regulation 2014-01, as amended.

The general principles of accounting apply:

- a true and fair view, comparability, going concern,
- lawfulness and fairness,
- prudence,
- consistent practice from one financial year to the next.

Income from fixed income securities is recorded on the basis of accrued interest.

Purchases and sales of securities are recorded exclusive of costs.

The accounting currency of the portfolio is the euro.

There are 12 months in the financial year.

Information on the impact of the COVID-19 crisis

The accounts have been prepared by the management company on the basis of available information in the context of the evolving COVID-19 crisis.

Asset valuation rules

Financial instruments are recorded in the financial statements using the historical cost method and are entered on the balance sheet at their current value as determined by the last-known market value or, where a market does not exist, by any external means or by using financial models.

Differences between the current values used to calculate the net asset value and the historical costs of transferable securities when first included in the portfolio are recorded in "valuation differentials" accounts.

Securities that are not denominated in the currency of the portfolio are valued in accordance with the principle described below; the valuation is then converted into the currency of the portfolio on the basis of the exchange rate prevailing on the valuation day.

DEPOSITS:

Deposits with a residual maturity of less than or equal to three months are valued using the straight-line method.

EQUITIES, BONDS AND OTHER SECURITIES TRADED ON A REGULATED OR SIMILAR MARKET:

For the calculation of the net asset value, equities and other securities traded on a regulated or similar market are valued on the basis of the last market price of the day.

Bonds and other similar securities are valued at the closing price supplied by various financial service providers.

Interest accrued on bonds and other similar securities is calculated up to the date of the net asset value.

EQUITIES, BONDS AND OTHER SECURITIES NOT TRADED ON A REGULATED OR SIMILAR MARKET:

Securities not traded on a regulated market are valued by the management company using methods based on the market value and the yield, while taking account of recent prices observed for significant transactions.

TRANSFERABLE DEBT SECURITIES:

Transferable debt securities and similar securities that are not traded in large volumes are valued on the basis of an actuarial method, the reference rate (as defined below) being increased, where applicable, by a differential representative of the intrinsic characteristics of the issuer:

- Transferable debt securities with a maturity of less than or equal to one year: Interbank rate in euro (Euribor);
- Transferable debt securities with a maturity exceeding one year: valued using rates for French Treasury bills (BTAN and OAT) with similar maturity dates for the longer durations.

Transferable debt securities with a residual maturity of less than three months may be valued using the straight-line method.

French treasury bills are valued on the basis of market prices, as published daily by the Bank of France or by treasury bill specialists.

FUNDS HELD:

Units or shares of UCIs will be valued at their last-known net asset value.

TEMPORARY TRANSACTIONS ON SECURITIES:

Securities received under repurchase agreements are recorded as an asset under the heading "Receivables on securities received under a repurchase agreement (*pension*)" at the contract amount, plus any accrued interest receivable.

Securities transferred under a repurchase agreement are recorded as securities purchased at their current value. The payables on securities transferred under a repurchase agreement are recorded as securities sold at the value determined in the contract, plus any accrued interest payable.

Securities lent are valued at their current value and are recorded as an asset under the heading "Receivables on securities lent" at their current value, plus any accrued interest receivable.

Securities borrowed are recorded as an asset under the heading "Securities borrowed" at the contract amount and as a liability under the heading "Payables on securities borrowed" at the contract amount, plus any accrued interest payable.

FORWARD FINANCIAL INSTRUMENTS:

Forward financial instruments traded on a regulated or similar market:

Forward financial instruments traded on regulated markets are valued at the settlement price of that day.

Forward financial instruments not traded on a regulated or similar market:

Swaps:

Interest rate and/or currency swaps are valued at their market value by discounting future interest payments at the interest rate and/or currency exchange rate prevailing on the market. This price is adjusted to the issuer's risk.

Index swaps are valued using an actuarial method on the basis of a reference rate provided by the counterparty.

Other swaps are valued at their market value or at a value estimated according to the terms and conditions determined by the management company.

Off-balance sheet commitments:

Futures contracts are recorded at their market value as off-balance sheet commitments on the basis of the price used in the portfolio.

Options are converted into the underlying equivalent.

Swap commitments are recorded at their nominal value or, where there is no nominal value, at an equivalent amount.

Financial instruments:

Name	Description
CFD UB REGE 1230	CONTRACT FOR DIFFERENCE ON SHARES
CFDOPU ML PUM	CONTRACT FOR DIFFERENCE ON SHARES
ML TELEPE 1230	CONTRACT FOR DIFFERENCE ON SHARES
CFD GS INF LN 1230	CONTRACT FOR DIFFERENCE ON SHARES
ML LANXESS AG	CONTRACT FOR DIFFERENCE ON SHARES
JP MEDACTA GR 1230	CONTRACT FOR DIFFERENCE ON SHARES
MS ADEVINTA 1230	CONTRACT FOR DIFFERENCE ON SHARES
CFD UBS TEG	CONTRACT FOR DIFFERENCE ON SHARES
JPX UNITED IN 1230	CONTRACT FOR DIFFERENCE ON SHARES
JPX DELIVERY 1230	CONTRACT FOR DIFFERENCE ON SHARES
GS PROSIEBENSAT	CONTRACT FOR DIFFERENCE ON SHARES
GS MEDMIX AG 1230	CONTRACT FOR DIFFERENCE ON SHARES
GS EVOTEC SE 1230	CONTRACT FOR DIFFERENCE ON SHARES
CFD G24	CONTRACT FOR DIFFERENCE ON SHARES
BGS HUGO BOSS 1230	CONTRACT FOR DIFFERENCE ON SHARES
MS FREENET AG 1230	CONTRACT FOR DIFFERENCE ON SHARES
MS HYPOPORT SE 1230	CONTRACT FOR DIFFERENCE ON SHARES
MS GRAND CITY 1230	CONTRACT FOR DIFFERENCE ON SHARES
MS IMCD NV 1230	CONTRACT FOR DIFFERENCE ON SHARES
DJE SML200 0322	FUTURES ON SCXP DJ STOXX SMAL 200 PRICE INDEX
EURO STOXX 50 0322	FUTURES ON SX5E DJ STOXX50 E

Management fees

Management fees and operating costs cover all the charges relating to the UCI: investment, administrative, accounting, custody, distribution, audit fees, etc.

These fees are recorded in the UCI's income statement.

Management fees do not include transaction fees. Please refer to the prospectus for further details on the charges actually invoiced to the UCI.

They are recorded on a pro-rata basis each time the net asset value is calculated.

The combined total of these fees respects the limit of the net assets, as specified in the prospectus or fund rules:

FR0010149112 – A EUR Acc: Maximum of 1.5% inclusive of tax.
 FR0014000AL1 – F EUR Acc: Maximum of 0.85% inclusive of tax.

The variable management fees are calculated according to the following method:

The performance fees are based on a comparison between the performance of the fund and its reference indicator over the financial year. If the performance since the beginning of the financial year is positive and exceeds the performance of the Stoxx Europe Mid 200 NR index, a maximum daily provision of 20% of this outperformance is established. In the event of underperformance in relation to this index, a daily amount corresponding to a maximum of 20% of this underperformance is deducted from the provision established since the beginning of the year. If the fund is eligible for the booking of a performance fee, then:

- In the event of subscriptions, a system for neutralising the volume effect of these units on the performance fee is applied. This involves systematically deducting the share of the performance fee actually booked as a result of these newly subscribed units from the daily provision;
- In the event of redemptions, the portion of the performance fee provision corresponding to redeemed shares is transferred to the management company under the crystallisation principle.

The performance fee is paid to the management company in full at the end of the financial year.

Allocation of distributable income

DEFINITION OF DISTRIBUTABLE INCOME

Distributable income is made up of:

NET INCOME:

The net income for the financial year is equal to the amount of interest, arrears, premiums and prizes, dividends, director's fees and any other income relating to the securities constituting the portfolio, plus income generated by temporary cash holdings and minus the amount of management fees and interest charges on loans.

This is increased by retained earnings, plus or minus the balance of the income equalisation accounts.

CAPITAL GAINS AND LOSSES:

Realised capital gains, net of fees, minus realised capital losses, net of fees, recognised during the financial year, plus net capital gains of a similar nature recognised during previous financial years and which have not been distributed or accumulated, plus or minus the balance of the capital gains equalisation account.

ALLOCATION OF DISTRIBUTABLE INCOME:

Unit(s)	Allocation of net income	Allocation of net realised capital gains or losses
A EUR Acc units	Accumulation	Accumulation
F EUR Acc unit class	Accumulation	Accumulation

CARMIGNAC EURO-ENTREPRENEURS NET ASSET CHANGES

	31/12/2021	31/12/2020
NET ASSETS AT THE BEGINNING OF THE FINANCIAL YEAR	170,900,414.87	218,772,632.99
Subscriptions (including subscription fees paid to the Fund)	74,290,756.10	22,141,365.39

Redemptions (after deduction of redemption fees paid to the UCI)	-80,380,877.53	-77,377,754.88
Realised gains on deposits and financial instruments	59,601,340.01	14,214,764.25
Realised losses on deposits and financial instruments	-3,691,258.60	-16,023,538.70
Realised gains on forward financial instruments	35,949,201.59	49,768,543.64
Realised losses on forward financial instruments	-42,651,295.98	-46,404,788.44
Transaction fees	-1,765,316.98	-1,067,904.43
Foreign exchange differences	583,823.69	-1,027,206.12
Changes in the valuation differential of deposits and financial instruments	-12,105,211.07	8,977,197.97
<i>Valuation differential for the financial year N</i>	29,681,357.09	41,786,568.16
<i>Valuation differential for the financial year N-1</i>	-41,786,568.16	-32,809,370.19
Changes in the valuation differential of forward financial instruments	-3,418,872.42	611,145.99
<i>Valuation differential for the financial year N</i>	-1,608,197.24	1,810,675.18
<i>Valuation differential for the financial year N-1</i>	-1,810,675.18	-1,199,529.19
Dividends paid in the previous financial year on net capital gains and losses	0.00	0.00
Dividends paid in the previous financial year on income	0.00	0.00
Net profit/(loss) for the financial year prior to the income equalisation account	-816,273.37	-1,684,042.79
Interim dividend(s) paid during the financial year on net capital gains and losses	0.00	0.00
Interim dividend(s) paid during the financial year on income	0.00	0.00
Other items	0.00	0.00
NET ASSETS AT THE END OF THE FINANCIAL YEAR	196,496,430.31	170,900,414.87

BREAKDOWN OF THE FINANCIAL INSTRUMENTS OF CARMIGNAC EURO-ENTREPRENEURS BY LEGAL OR ECONOMIC STRUCTURE

	Amount	%
ASSETS		
BONDS AND SIMILAR SECURITIES		
TOTAL BONDS AND SIMILAR SECURITIES	0.00	0.00
DEBT SECURITIES		
TOTAL DEBT SECURITIES	0.00	0.00
LIABILITIES		
SALES OF FINANCIAL INSTRUMENTS		
TOTAL SALES OF FINANCIAL INSTRUMENTS	0.00	0.00
OFF-BALANCE SHEET		
HEDGING TRANSACTIONS		
Equities	74,661,658.58	38.00
TOTAL HEDGING TRANSACTIONS	74,661,658.58	38.00
OTHER TRANSACTIONS		
Equities	71,512,212.51	36.39
TOTAL OTHER TRANSACTIONS	71,512,212.51	36.39

BREAKDOWN BY INTEREST RATES OF ASSET, LIABILITY AND OFF-BALANCE SHEET ITEMS OF CARMIGNAC EURO-ENTREPRENEURS

	Fixed rate	%	Variable rate	%	Adjustable rate	%	Other	%
ASSETS								
Deposits	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00
Bonds and similar securities	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00
Debt securities	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00
Temporary transactions on securities	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00
Financial accounts	0.00	0.00	0.00	0.00	0.00	0.00	9,911,211.29	5.04
LIABILITIES								
Temporary transactions on securities	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00
Financial accounts	0.00	0.00	0.00	0.00	0.00	0.00	293,080.66	0.15
OFF-BALANCE SHEET								
Hedging transactions	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00
Other transactions	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00

BREAKDOWN BY RESIDUAL MATURITY OF ASSET, LIABILITY AND OFF-BALANCE SHEET ITEMS OF CARMIGNAC EURO-ENTREPRENEURS(*)

	< 3 months	%	[3 months – 1 year]	%	[1–3 years]	%	[3–5 years]	%	>5 years	%
ASSETS										
Deposits	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00
Bonds and similar securities	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00
Debt securities	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00
Temporary transactions on securities	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00
Financial accounts	9,911,211.29	5.04	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00
LIABILITIES										
Temporary transactions on securities	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00
Financial accounts	293,080.66	0.15	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00
OFF-BALANCE SHEET										
Hedging transactions	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00
Other transactions	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00

(*) Positions in interest rate futures are shown according to the maturity of the underlying instrument.

BREAKDOWN BY LISTING CURRENCY OR VALUATION CURRENCY OF ASSET, LIABILITY AND OFF-BALANCE SHEET ITEMS OF CARMIGNAC EURO-ENTREPRENEURS

	Currency 1 CHF		Currency 2 NOK		Currency 3 GBP		Currency N OTHER(S)	
	Amount		Amount		Amount		Amount	
ASSETS								
Deposits	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00
Equities and similar securities	3,482,010.67	1.77	0.00	0.00	7,516,935.08	3.83	2,439,386.99	1.24
Bonds and similar securities	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00
Debt securities	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00
UCIs	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00
Temporary transactions on securities	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00
Receivables	0.00	0.00	0.00	0.00	1,249,306.11	0.64	0.00	0.00
Financial accounts	63,405.68	0.03	0.00	0.00	0.35	0.00	1,459.09	0.00
LIABILITIES								
Sales of financial instruments	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00
Temporary transactions on securities	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00
Payables	0.00	0.00	0.00	0.00	8,004,439.35	4.07	765,350.98	0.39
Financial accounts	63,394.61	0.03	0.07	0.00	0.61	0.00	1,232.94	0.00
OFF-BALANCE SHEET								
Hedging transactions	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00
Other transactions	10,114,588.70	5.15	4,031,466.30	2.05	2,845,207.11	1.45	2,750,658.90	1.40

RECEIVABLES AND PAYABLES: BREAKDOWN BY TYPE OF CARMIGNAC EURO-ENTREPRENEURS

	Nature of the debit/credit	31/12/2021
RECEIVABLES		
	Forward currency purchases	1,249,306.11
	Funds receivable on forward currency sales	8,682,168.26
	Subscriptions receivable	22,158.82
	Guarantee deposits in cash	1,584,591.00
TOTAL RECEIVABLES		11,538,224.19
PAYABLES		
	Forward currency sales	8,769,790.33
	Funds payable on forward currency purchases	1,235,001.30
	Redemption price payable	584,000.99
	Fixed management fee	64,727.39
	Performance fees	105,063.91
	Collateral	10,000.00
	Other payables	252,564.32
TOTAL PAYABLES		11,021,148.24
TOTAL RECEIVABLES AND PAYABLES		517,075.95

NUMBER OF CARMIGNAC EURO-ENTREPRENEURS SECURITIES ISSUED OR REDEEMED

	In units	In euro
A EUR Acc units		
Units subscribed during the financial year	104,549.183	48,850,881.16
Units redeemed during the financial year	-136,386.258	-64,252,140.38
Net balance of subscriptions/redemptions	-31,837.075	-15,401,259.22
Number of units outstanding at the end of the financial year	372,213.201	
F EUR Acc unit class		
Units subscribed during the financial year	224,819.976	25,439,874.94
Units redeemed during the financial year	-144,893.816	-16,128,737.15
Net balance of subscriptions/redemptions	79,926.160	9,311,137.79
Number of units outstanding at the end of the financial year	79,926.160	

CARMIGNAC EURO-ENTREPRENEURS SUBSCRIPTION AND/OR REDEMPTION FEES

	In euro
A EUR Acc units	
Total fees paid to the Fund	0.00
Subscription fees paid to the Fund	0.00
Redemption fees paid to the Fund	0.00
F EUR Acc unit class	
Total fees paid to the Fund	0.00
Subscription fees paid to the Fund	0.00
Redemption fees paid to the Fund	0.00

MANAGEMENT FEES OF CARMIGNAC EURO-ENTREPRENEURS

	31/12/2021
A EUR Acc units	
Guarantee fees	0.00
Fixed management fees	2,750,067.32
Percentage of fixed management fees	1.50
Performance fee provisions	-0.02
Percentage of fixed management fee provisions	0.00
Performance fees paid to the Fund	101,810.71
Percentage of fixed management fees paid to the Fund	0.06
Trailer fees	0.00
F EUR Acc unit class	
Guarantee fees	0.00
Fixed management fees	67,949.17
Percentage of fixed management fees	0.85
Performance fee provisions	0.02
Percentage of fixed management fee provisions	0.00
Performance fees paid to the Fund	3,253.20
Percentage of fixed management fees paid to the Fund	0.04
Trailer fees	0.00

“The amount of variable management fees shown above is the sum of provisions and reversals of provisions that impacted net assets during the period under review.”

COMMITMENTS RECEIVED AND GIVEN BY CARMIGNAC EURO-ENTREPRENEURS

Guarantees received by the Fund

None.

Other commitments received and/or given:

None.

MARKET VALUE OF SECURITIES SUBJECT TO A TEMPORARY PURCHASE TRANSACTION BY CARMIGNAC EURO-ENTREPRENEURS

	31/12/2021
Securities held under repurchase agreements (<i>pension</i>)	0.00
Securities borrowed	0.00

MARKET VALUE OF SECURITIES REPRESENTING GUARANTEE DEPOSITS OF CARMIGNAC EURO-ENTREPRENEURS

	31/12/2021
Financial instruments given as a guarantee and kept as their original entry	0.00
Financial instruments received as a guarantee and not entered on the balance sheet	0.00

FINANCIAL INSTRUMENTS OF THE GROUP HELD IN THE CARMIGNAC EURO-ENTREPRENEURS PORTFOLIO

	ISIN	Name	31/12/2021
Equities			0.00
Bonds			0.00
Transferable debt securities			0.00
UCIs			0.00
Forward financial instruments			0.00
Total group securities			0.00

ALLOCATION OF DISTRIBUTABLE INCOME RELATING TO THE INCOME OF CARMIGNAC EURO-ENTREPRENEURS

	31/12/2021	31/12/2020
Amounts to be allocated		
Retained earnings	0.00	0.00
Income	-835,512.75	-1,530,886.77
Total	-835,512.75	-1,530,886.77

	31/12/2021	31/12/2020
A EUR Acc units		
Allocation		
Distribution	0.00	0.00
Retained earnings for the financial year	0.00	0.00
Accumulation	-820,562.46	-1,530,886.77
Total	-820,562.46	-1,530,886.77

	31/12/2021	31/12/2020
F EUR Acc unit class		
Allocation		
Distribution	0.00	0.00
Retained earnings for the financial year	0.00	0.00
Accumulation	-14,950.29	0.00
Total	-14,950.29	0.00

ALLOCATION OF DISTRIBUTABLE INCOME RELATING TO CAPITAL GAINS AND LOSSES OF CARMIGNAC EURO- ENTREPRENEURS

	31/12/2021	31/12/2020
Amounts to be allocated		
Non-distributed prior net capital gains and losses	0.00	0.00
Net capital gains and losses for the financial year	46,796,217.90	-37,174.93
Interim dividends paid on net capital gains and losses in the financial year	0.00	0.00
Total	46,796,217.90	-37,174.93

	31/12/2021	31/12/2020
A EUR Acc units		
Allocation		
Distribution	0.00	0.00
Non-distributed net capital gains and losses	0.00	0.00
Accumulation	44,532,125.21	-37,174.93
Total	44,532,125.21	-37,174.93

	31/12/2021	31/12/2020
F EUR Acc unit class		
Allocation		
Distribution	0.00	0.00
Non-distributed net capital gains and losses	0.00	0.00
Accumulation	2,264,092.69	0.00
Total	2,264,092.69	0.00

OVERVIEW OF RESULTS AND OTHER SIGNIFICANT ITEMS FOR THE LAST FIVE FINANCIAL YEARS – CARMIGNAC EURO- ENTREPRENEURS

	29/12/2017	31/12/2018	31/12/2019	31/12/2020	31/12/2021
Total net assets in EUR	422,394,328.52	199,878,428.42	218,772,632.99	170,900,414.87	196,496,430.31
A EUR Acc units in EUR					
Net assets	422,394,328.52	199,878,428.42	218,772,632.99	170,900,414.87	186,975,329.52
Number of units	1,131,669.101	635,118.743	552,968.565	404,050.276	372,213.201
Net asset value per unit	373.24	314.71	395.63	422.96	502.33
Accumulation per unit on net capital gains or losses	20.79	46.34	-1.50	-0.09	119.64
Accumulation per unit on income	-7.06	-2.39	1.15	-3.78	-2.20
F EUR Acc units in EUR					
Net assets	0.00	0.00	0.00	0.00	9,521,100.79
Number of units	0.00	0.00	0.00	0.00	79,926.160
Net asset value per unit	0.00	0.00	0.00	0.00	119.12
Accumulation per unit on net capital gains or losses	0.00	0.00	0.00	0.00	28.32
Accumulation per unit on income	0.00	0.00	0.00	0.00	-0.18

LIST OF SECURITIES OF CARMIGNAC EURO-ENTREPRENEURS AT 31 DECEMBER 2021

Name of securities	Currency	Quantity or nominal amount	Current value	% of net assets
Equities and similar securities				
Equities and similar securities traded on a regulated or similar market				
GERMANY				
AUTO1 GROUP SE	EUR	87,119	1,693,593.36	0.86
BIOTEST ORD. AG	EUR	23,853	1,018,523.10	0.52
BORUSSIA DORTMUND GMBH UND CO	EUR	265,093	1,150,503.62	0.59
DERMAPHARM HOLDING SE	EUR	214,820	19,183,426.00	9.76
EVOTEC OAI AG	EUR	100,000	4,250,000.00	2.15
FREENET NOM.	EUR	350,000	8,144,500.00	4.15
HELLA GMBH & CO KGAA	EUR	50,988	3,161,256.00	1.61
HELLA GMBH & CO KGAA-TEND	EUR	125,000	7,450,000.00	3.79
HUGO BOSS NOM.	EUR	170,000	9,095,000.00	4.63
HYPOPORT AG	EUR	16,000	8,176,000.00	4.16
INSTONE REAL ESTATE GROUP AG	EUR	229,281	3,815,235.84	1.95
LANXESS AG	EUR	165,501	9,019,804.50	4.59
OSRAM LICHT AG	EUR	76,607	4,366,599.00	2.22
PROSIEBEN SAT.1 MEDIA N	EUR	230,000	3,222,300.00	1.64
SCOUT24 AG	EUR	73,431	4,510,132.02	2.30
TAG TEGERNSEE IMMOBILIEN	EUR	320,688	7,892,131.68	4.01
UNITED INTERNET AG	EUR	245,000	8,560,300.00	4.35
TOTAL GERMANY			104,709,305.12	53.28
AUSTRIA				
DO CO RESTAURANTS	EUR	122,892	9,106,297.20	4.63
TOTAL AUSTRIA			9,106,297.20	4.63
BELGIUM				
AKITA MIDCO 1 NV	EUR	93,333	2,354,324.93	1.20
TOTAL BELGIUM			2,354,324.93	1.20
FRANCE				
REGENXBIO INC	USD	25,980	747,050.65	0.39
TRIGANO SA	EUR	12,912	2,207,952.00	1.12
TOTAL FRANCE			2,955,002.65	1.51
ITALY				
ENAV SPA	EUR	571,565	2,246,250.45	1.15
TOTAL ITALY			2,246,250.45	1.15
LUXEMBOURG				
GRAND CITY PROPERTIES	EUR	375,000	7,830,000.00	3.98
SUSESA	EUR	249,245	10,019,649.00	5.10
TOTAL LUXEMBOURG			17,849,649.00	9.08
NETHERLANDS				
ASM INTERNATIONAL N.V.	EUR	42,221	16,411,302.70	8.35
ASR NEDERLAND NV	EUR	174,838	7,080,939.00	3.60
BE SEMICONDUCTOR INDUSTRIES	EUR	41,053	3,079,796.06	1.57

LIST OF SECURITIES OF CARMIGNAC EURO-ENTREPRENEURS AT 31 DECEMBER 2021

Name of securities	Currency	Quantity or nominal amount	Current value	% of net assets
EURONEXT NV - W/I	EUR	19,597	1,788,226.25	0.91
VAN LANSCHOT KEMP NV	EUR	355,813	7,827,886.00	3.99
TOTAL NETHERLANDS			36,188,150.01	18.42
UNITED KINGDOM				
INFORMA PLC	GBP	19,595	120,566.66	0.06
JET2 PLC	GBP	249,362	3,311,560.62	1.69
Molten Ventures PLC	GBP	189,454	2,297,095.90	1.16
UNITE GROUP	GBP	135,161	1,787,711.90	0.91
TOTAL UNITED KINGDOM			7,516,935.08	3.82
SWEDEN				
HEMNET GROUP AB	SEK	104,150	1,692,336.34	0.87
TOTAL SWEDEN			1,692,336.34	0.87
SWITZERLAND				
MEDMIX AG	CHF	49,321	2,149,627.33	1.09
POLYPEPTIDE GROUP AG	CHF	10,077	1,332,383.34	0.68
TOTAL SWITZERLAND			3,482,010.67	1.77
TOTAL Equities and similar securities traded on a regulated or similar market			188,100,261.45	95.73
TOTAL equities and similar securities			188,100,261.45	95.73
Forward financial instruments				
Futures				
Futures on regulated or similar markets				
DJE SML200 0322	EUR	365	292,000.00	0.15
EURO STOXX 50 0322	EUR	-150	-161,159.55	-0.08
TOTAL Futures on regulated or similar markets			130,840.45	0.07
TOTAL futures			130,840.45	0.07
Other forward financial instruments				
CFDs				
BGS HUGO BOSS 1230	EUR	-170,000	-182,791.31	-0.09
CFD G24	EUR	-33,220	-107,282.83	-0.05
CFD GS INF LN 1230	GBP	462,415	273,175.13	0.14
CFDOPU ML PUM	EUR	125,414	94,060.50	0.05
CFD UB REGE 1230	USD	95,659	58,882.61	0.03
CFD UBS TEG	EUR	-320,688	-35,275.68	-0.02
GS EVOTEC SE 1230	EUR	-100,000	-70,000.00	-0.04
GS MEDMIX AG 1230	CHF	145,913	191,518.29	0.10
GS PROSIEBENSAT. 123	EUR	-230,000	-233,450.00	-0.11
JP MEDACTA GR 1230	CHF	27,400	343,772.62	0.17
JPX DELIVERY 1230	EUR	63,556	-1,252,053.20	-0.64
JPX UNITED IN 1230	EUR	-245,000	-438,550.00	-0.23
ML LANXESS AG	EUR	-165,501	-532,913.22	-0.27
ML TELEPE 1230	EUR	16,052	470,323.60	0.24
MS ADEVINTA 1230	NOK	344,656	-422,736.88	-0.22

LIST OF SECURITIES OF CARMIGNAC EURO-ENTREPRENEURS AT 31 DECEMBER 2021

Name of securities	Currency	Quantity or nominal amount	Current value	% of net assets
MS FREENET AG 1230	EUR	-350,000	-88,305.70	-0.05
MS GRAND CITY 1230	EUR	-375,000	-53,277.75	-0.03
MS HYPOPORT SE 1230	EUR	-16,000	-88,808.80	-0.04
MS IMCD NV 1230	EUR	94,785	334,674.93	0.17
TOTAL CFD			-1,739,037.69	-0.89
TOTAL other forward financial instruments			-1,739,037.69	-0.89
TOTAL Forward financial instruments			-1,608,197.24	-0.82
Margin calls				
MARGIN CALL B.P.S.S.	EUR	-130,840.48	-130,840.48	-0.07
TOTAL margin calls			-130,840.48	-0.07
Receivables			11,538,224.19	5.87
Payables			-11,021,148.24	-5.60
Financial accounts			9,618,130.63	4.89
Net assets			196,496,430.31	100.00

F EUR Acc unit class	EUR	79,926.160	119.12
A EUR Acc units	EUR	372,213.201	502.33



CARMIGNAC GESTION

24, place Vendôme – 75001 Paris

Tel: +33 (0)1 42 86 53 35 – Fax: +33 (0)1 42 86 52 10

Portfolio management company (AMF authorisation no. GP 97-08 of 13/03/1997).

SA with capital of EUR 15 million - RCS Paris B 349 501 676

www.carmignac.com