

Ethna-DYNAMISCH RCS Luxembourg K818

Semi-annual report
for the period ended 30 June 2018

Investment fund under Luxembourg law

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

Luxembourg registered company B 155427



ETHENEIA
managing the Ethna Funds

Content

	Page
Geographical breakdown by country and breakdown by economic sector of Ethna-DYNAMISCH	3-4
Composition of the net fund assets of Ethna-DYNAMISCH	6
Statement of operations of Ethna-DYNAMISCH	9
Statement of net assets of Ethna-DYNAMISCH as of 30 June 2018	12
Acquisitions and disposals of Ethna-DYNAMISCH from 1 January 2018 to 30 June 2018	16
Notes to the semi-annual report for the period ended 30 June 2018	19
Administration, distribution and advisory	23

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

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

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

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

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

Currently the following unit classes exist with these structural features:

	Unit class (A)	Unit class (T)	Unit class (SIA-A)	Unit class (SIA-T)
Security identification no.:	A0YBKY	A0YBKZ	A1W66S	A1W66T
ISIN code:	LU0455734433	LU0455735596	LU0985193357	LU0985193431
Subscription fee:	up to 5.00 %	up to 5.00 %	up to 5.00 %	up to 5.00 %
Redemption fee:	none	none	none	none
Management fee:	1.75 % p.a.	1.75 % p.a.	0.95 % p.a.	0.95 % p.a.
Minimum subsequent investment:	none	none	none	none
Dividend policy:	distributed	reinvested	distributed	reinvested
Currency:	EUR	EUR	EUR	EUR
	Unit class (R-A)*	Unit class (R-T)*		
Security identification no.:	A12EJA	A12EJB		
ISIN code:	LU1134152310	LU1134174397		
Subscription fee:	up to 1.00 %	up to 1.00 %		
Redemption fee:	none	none		
Management fee:	2.15 % p.a.	2.15 % p.a.		
Minimum subsequent investment:	none	none		
Dividend policy:	distributed	reinvested		
Currency:	EUR	EUR		

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

Geographical breakdown by country of Ethna-DYNAMISCH

Geographical breakdown by country ¹⁾	
United States of America	22.23 %
Germany	11.80 %
France	9.12 %
United Kingdom	5.31 %
Netherlands	4.99 %
South Korea	4.59 %
Japan	3.76 %
Switzerland	3.12 %
Finland	2.03 %
Luxembourg	1.21 %
China	0.95 %
Securities holdings	69.11 %
Options	0.98 %
Futures contracts	0.06 %
Cash at banks ²⁾	30.30 %
Other receivables and payables (net)	-0.45 %
	100.00 %

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

²⁾ See notes to the Report.

Breakdown by economic sector of Ethna-DYNAMISCH

4

Breakdown by economic sector ¹⁾	
Telecommunication services	6.35 %
Pharmaceuticals, biotechnology and biosciences	5.75 %
Insurance	5.61 %
Automobiles and components	4.50 %
Commercial services and materials	4.25 %
Software & services	4.16 %
Government bonds	4.08 %
Media	4.02 %
Hardware and equipment	3.96 %
Real estate	3.82 %
Transport	3.77 %
Energy	3.63 %
Raw materials and supplies	3.60 %
Banks	2.96 %
Food, beverages and tobacco	2.87 %
Food and staples retail	2.04 %
Semiconductors & equipment for semiconductor production	1.64 %
Diversified financial services	1.48 %
Capital goods	0.62 %
Securities holdings	69.11 %
Options	0.98 %
Futures contracts	0.06 %
Cash at banks ²⁾	30.30 %
Other receivables and payables (net)	-0.45 %
	100.00 %

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

²⁾ See notes to the Report.

Change over the last 3 financial years

Unit class (A)

Date	Total net fund assets in EUR millions	Outstanding units	Net inflows in EUR thousands	Unit value EUR
31/12/2016	56.68	749,583	-3,293.93	75.62
31/12/2017	53.84	668,744	-6,291.43	80.52
30/06/2018	57.79	725,150	4,511.70	79.69

Unit class (T)

Date	Total net fund assets in EUR millions	Outstanding units	Net inflows in EUR thousands	Unit value EUR
31/12/2016	106.37	1,378,473	-12,684.63	77.17
31/12/2017	121.71	1,456,051	6,429.42	83.59
30/06/2018	139.90	1,690,927	19,688.87	82.73

5

Unit class (SIA-A)

Date	Total net fund assets in EUR millions	Outstanding units	Net inflows in EUR thousands	Unit value EUR
31/12/2016	10.31	19,181	490.03	537.31
31/12/2017	13.77	23,788	2,695.81	578.72
30/06/2018	19.38	33,696	5,705.13	575.05

Unit class (SIA-T)

Date	Total net fund assets in EUR millions	Outstanding units	Net inflows in EUR thousands	Unit value EUR
31/12/2016	54.85	102,328	-8,613.95	536.02
31/12/2017	56.06	95,822	-4,066.53	585.08
30/06/2018	66.18	113,840	10,604.76	581.33

Unit class (R-A)*

Date	Total net fund assets in EUR millions	Outstanding units	Net inflows in EUR thousands	Unit value EUR
31/12/2016	0.31	3,255	-42.32	96.20
31/12/2017	0.21	1,982	-121.76	103.93
30/06/2018	0.08	821	-118.67	102.73

Unit class (R-T)*

Date	Total net fund assets in EUR millions	Outstanding units	Net inflows in EUR thousands	Unit value EUR
31/12/2016	1.11	11,657	-268.58	94.95
31/12/2017	1.45	14,129	255.94	102.47
30/06/2018	2.45	24,233	1,033.70	101.16

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

Composition of the net fund assets of Ethna-DYNAMISCH

6 Composition of net fund assets as of 30 June 2018

	EUR
Securities holdings (securities acquisition costs: EUR 180,603,127.11)	197,471,561.35
Options	2,785,317.61
Cash at banks ¹⁾	86,592,272.54
Unrealised gains on futures contracts	181,266.37
Interest receivable	73,397.03
Dividends receivable	322,147.86
Receivables from unit sales	407,960.25
	287,833,923.01
Unit redemptions payable	-162,706.83
Unrealised losses on currency forwards	-1,233,095.93
Securities transactions payable	-265,353.00
Other liabilities and equity ²⁾	-394,088.83
	-2,055,244.59
Net fund assets	285,778,678.42

¹⁾ See notes to the Report.

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

Allocation among unit classes

Unit class (A)	
Pro rata net fund assets	EUR 57,789,072.53
Outstanding units	725,149.717
Unit value	EUR 79.69
Unit class (T)	
Pro rata net fund assets	EUR 139,898,095.31
Outstanding units	1,690,927.051
Unit value	EUR 82.73
Unit class (SIA-A)	
Pro rata net fund assets	EUR 19,376,838.12
Outstanding units	33,696.186
Unit value	EUR 575.05
Unit class (SIA-T)	
Pro rata net fund assets	EUR 66,178,976.74
Outstanding units	113,840.343
Unit value	EUR 581.33
Unit class (R-A)*	
Pro rata net fund assets	EUR 84,316.20
Outstanding units	820.768
Unit value	EUR 102.73
Unit class (R-T)*	
Pro rata net fund assets	EUR 2,451,379.52
Outstanding units	24,232.683
Unit value	EUR 101.16

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

Change in net fund assets

in the period under review from 1 January 2018 to 30 June 2018

8

	Total EUR	Unit class (A) EUR	Unit class (T) EUR	Unit class (SIA-A) EUR
Total net fund assets at the beginning of the period under review	247,042,400.28	53,844,466.61	121,714,266.12	13,766,591.68
Ordinary net income	1,855,190.11	310,857.17	744,969.01	180,240.58
Income and expense equalisation	-30,998.68	-823.65	-21,168.89	-12,126.78
Inflow of funds from sale of units	60,264,091.83	10,249,017.73	28,301,805.37	6,022,866.64
Outflow of funds from redemption of units	-18,838,600.35	-5,737,321.83	-8,612,931.78	-317,733.48
Realised gains	12,093,327.76	2,547,981.70	5,783,228.23	729,447.55
Realised losses	-12,296,560.97	-2,570,624.01	-5,860,995.65	-788,895.15
Net change in unrealised gains	-2,762,601.59	-534,887.63	-1,375,910.68	-129,677.71
Net change in unrealised losses	-1,547,569.97	-319,593.56	-775,166.42	-73,875.21
Total net fund assets at the end of the period under review	285,778,678.42	57,789,072.53	139,898,095.31	19,376,838.12

	Unit class (SIA-T) EUR	Unit class (R-A)* EUR	Unit class (R-T)* EUR
Total net fund assets at the beginning of the period under review	56,063,298.20	205,955.61	1,447,822.06
Ordinary net income	612,011.14	340.50	6,771.71
Income and expense equalisation	2,648.03	-204.19	676.80
Inflow of funds from sale of units	14,533,108.27	0.00	1,157,293.82
Outflow of funds from redemption of units	-3,928,348.23	-118,668.03	-123,597.00
Realised gains	2,942,189.81	7,843.94	82,636.53
Realised losses	-2,980,167.62	-6,296.41	-89,582.13
Net change in unrealised gains	-697,776.13	-3,097.98	-21,251.46
Net change in unrealised losses	-367,986.73	-1,557.24	-9,390.81
Total net fund assets at the end of the period under review	66,178,976.74	84,316.20	2,451,379.52

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

Statement of operations of Ethna-DYNAMISCH

Statement of operations

in the period under review from 1 January 2018 to 30 June 2018

	Total	Unit class (A)	Unit class (T)	Unit class (SIA-A)
	EUR	EUR	EUR	EUR
Income				
Dividends	3,902,962.85	811,836.13	1,877,852.05	250,425.84
Interest on bonds	340,553.14	72,001.65	164,201.29	19,946.05
Bank interest	-107,485.53	-22,697.56	-51,682.65	-6,590.03
Income equalisation	195,928.87	15,209.53	131,167.87	29,650.34
Total income	4,331,959.33	876,349.75	2,121,538.56	293,432.20
Expense				
Interest expense	-7,764.53	-1,500.94	-3,824.11	-499.76
Management fee	-2,062,183.33	-498,539.85	-1,146,076.94	-80,521.51
Taxe d'abonnement	-69,132.26	-14,524.64	-33,283.43	-4,237.62
Publication and audit expenses	-43,327.41	-9,223.04	-21,095.15	-2,537.48
Typesetting, printing and postage and packaging for the annual and semi-annual reports	-8,853.96	-1,874.31	-4,289.61	-531.35
Registrar and transfer agent fee	-9,709.80	-2,014.57	-4,687.44	-615.14
Government fees	-7,618.61	-1,616.67	-3,633.07	-456.64
Other expenses ¹⁾	-103,249.13	-21,812.68	-49,680.82	-6,268.56
Expense equalisation	-164,930.19	-14,385.88	-109,998.98	-17,523.56
Total expense	-2,476,769.22	-565,492.58	-1,376,569.55	-113,191.62
Ordinary net income	1,855,190.11	310,857.17	744,969.01	180,240.58
Swiss total expense ratio in percent before performance fee ²⁾ (for the period from 1 July 2017 to 30 June 2018)		1.94	1.95	1.18
Swiss total expense ratio in percent including performance fee ²⁾ (for the period from 1 July 2017 to 30 June 2018)		2.07	2.09	1.39
Swiss performance fee in percent ²⁾ (for the period from 1 July 2017 to 30 June 2018)		0.13	0.14	0.21

¹⁾ This item mainly comprises paying agents' fees and general management costs.

²⁾ See notes to the Report.

Statement of operations

in the period under review from 1 January 2018 to 30 June 2018

	Unit class (SIA-T) EUR	Unit class (R-A)* EUR	Unit class (R-T)* EUR
Income			
Dividends	931,661.61	1,523.96	29,663.26
Interest on bonds	81,844.47	212.29	2,347.39
Bank interest	-25,690.72	-57.26	-767.31
Income equalisation	14,337.20	-399.77	5,963.70
Total income	1,002,152.56	1,279.22	37,207.04
Expense			
Interest expense	-1,869.85	-1.09	-68.78
Management fee	-313,618.05	-1,410.31	-22,016.67
Taxe d'abonnement	-16,551.73	-35.36	-499.48
Publication and audit expenses	-10,154.91	-28.19	-288.64
Typesetting, printing and postage and packaging for the annual and semi-annual reports	-2,092.22	-5.10	-61.37
Registrar and transfer agent fee	-2,313.28	-4.41	-74.96
Government fees	-1,854.48	-4.55	-53.20
Other expenses ¹⁾	-24,701.67	-53.67	-731.73
Expense equalisation	-16,985.23	603.96	-6,640.50
Total expense	-390,141.42	-938.72	-30,435.33
Ordinary net income	612,011.14	340.50	6,771.71
Swiss total expense ratio in percent before performance fee ²⁾ (for the period from 1 July 2017 to 30 June 2018)	1.15	2.32	2.42
Swiss total expense ratio in percent including performance fee ²⁾ (for the period from 1 July 2017 to 30 June 2018)	1.35	2.46	2.51
Swiss performance fee in percent ²⁾ (for the period from 1 July 2017 to 30 June 2018)	0.20	0.14	0.09

¹⁾ This item mainly comprises paying agents' fees and general management costs.

²⁾ See notes to the Report.

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

Change in number of units in circulation

	Unit class (A) Number	Unit class (T) Number	Unit class (SIA-A) Number	Unit class (SIA-T) Number
Units in circulation at start of period under review	668,743.854	1,456,051.138	23,787.913	95,821.795
Units issued	127,898.907	338,700.653	10,453.913	24,712.960
Units redeemed	-71,493.044	-103,824.740	-545.640	-6,694.412
Units in circulation at end of period under review	725,149.717	1,690,927.051	33,696.186	113,840.343

	Unit class (R-A)* Number	Unit class (R-T)* Number
Units in circulation at start of period under review	1,981.737	14,129.169
Units issued	0.000	11,324.163
Units redeemed	-1,160.969	-1,220.649
Units in circulation at end of period under review	820.768	24,232.683

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

Statement of net assets of Ethna-DYNAMISCH as of 30 June 2018

12

Statement of net assets as of 30 June 2018

ISIN	Securities		Acquisitions in the period under review	Disposals in the period under review	Holdings	Price	Price EUR	% share of NFA ¹⁾
Equities, rights and profit participation certificates								
Securities traded on an exchange								
China								
CNE100000593	PICC Property & Casualty Co. Ltd.	HKD	1,000,000	0	3,000,000	8.2600	2,727,392.80	0.95
							2,727,392.80	0.95
Germany								
DE0008404005	Allianz SE	EUR	0	0	25,000	172.7000	4,317,500.00	1.51
DE0008232125	Dte. Lufthansa AG	EUR	125,035	0	275,035	20.5500	5,651,969.25	1.98
DE000A0Z2ZZ5	Freenet AG	EUR	60,000	0	210,000	22.5300	4,731,300.00	1.66
DE000LEG1110	LEG Immobilien AG	EUR	0	0	50,000	92.0400	4,602,000.00	1.61
DE000PAH0038	Porsche Automobil Holding SE -VZ-	EUR	10,000	0	80,000	55.0600	4,404,800.00	1.54
DE0007164600	SAP SE	EUR	25,000	10,000	60,000	97.2800	5,836,800.00	2.04
DE000A1ML7J1	Vonovia SE	EUR	3,521	20,000	103,521	40.2200	4,163,614.62	1.46
							33,707,983.87	11.80
Finland								
FI0009005987	UPM-Kymmene Corporation	EUR	0	0	190,000	30.4800	5,791,200.00	2.03
							5,791,200.00	2.03
France								
FR0013258662	ALD S.A.	EUR	0	0	350,000	14.6300	5,120,500.00	1.79
FR0000120628	AXA S.A.	EUR	50,000	0	250,000	20.8250	5,206,250.00	1.82
FR0000130577	Publicis Groupe S.A.	EUR	0	0	90,000	58.9600	5,306,400.00	1.86
FR0000131906	Renault S.A.	EUR	40,000	20,000	70,000	73.3200	5,132,400.00	1.80
FR0000120271	Total S.A.	EUR	11,357	0	101,357	52.1700	5,287,794.69	1.85
							26,053,344.69	9.12
Japan								
JP3486800000	Daito Trust Construction Co. Ltd.	JPY	0	0	15,000	18,365.0000	2,156,127.17	0.75
JP3496400007	KDDI Corporation	JPY	0	0	160,000	3,057.0000	3,828,314.44	1.34
JP3735400008	Nippon Telegraph & Telephone Corporation	JPY	0	0	120,000	5,085.0000	4,776,000.71	1.67
							10,760,442.32	3.76
Luxembourg								
LU0061462528	RTL Group S.A.	EUR	5,000	0	55,000	62.6500	3,445,750.00	1.21
							3,445,750.00	1.21

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

Statement of net assets as of 30 June 2018

ISIN	Securities		Acquisitions in the period under review	Disposals in the period under review	Holdings	Price	Price EUR	% share of NFA ¹⁾
Netherlands								
NL0011540547	ABN AMRO GROUP N.V. ADR	EUR	0	0	190,000	22.1100	4,200,900.00	1.47
NL0009434992	Lyondellbasell Industries NV	USD	2,500	0	47,500	109.3500	4,486,589.79	1.57
NL0010773842	NN Group N.V.	EUR	0	0	110,000	34.4800	3,792,800.00	1.33
NL0011821392	Signify NV	EUR	0	0	81,000	21.8100	1,766,610.00	0.62
							14,246,899.79	4.99
Switzerland								
CH0021783391	Pargesa Holding S.A.	CHF	3,500	14,500	59,000	82.9500	4,236,539.13	1.48
CH0012032048	Roche Holding AG Genussscheine	CHF	25,000	0	25,000	217.2000	4,700,484.76	1.64
							8,937,023.89	3.12
South Korea								
KR7000270009	Kia Motors Corporation	KRW	0	0	140,000	30,700.0000	3,302,965.72	1.16
KR7032640005	LG Uplus Corporation	KRW	0	0	450,000	13,900.0000	4,806,898.70	1.68
KR7005931001	Samsung Electronics Co. Ltd. -VZ-	KRW	171,500	0	175,000	37,200.0000	5,002,863.39	1.75
							13,112,727.81	4.59
United States of America								
US0311621009	Amgen Inc.	USD	2,500	0	37,500	183.3400	5,938,714.69	2.08
US17275R1023	Cisco Systems Inc.	USD	0	0	170,000	42.9400	6,305,433.19	2.21
US25470F1049	Discovery Inc. -A-	USD	0	0	110,000	28.4800	2,706,055.11	0.95
US4581401001	Intel Corporation	USD	10,000	0	110,000	49.2500	4,679,537.01	1.64
US5007541064	Kraft Heinz Co., The	USD	80,000	0	80,000	62.6500	4,329,273.56	1.51
US68389X1054	Oracle Corporation	USD	40,000	0	160,000	43.8400	6,058,909.91	2.12
US7170811035	Pfizer Inc.	USD	25,000	0	185,000	36.3600	5,810,313.55	2.03
US9024941034	Tyson Foods Inc.	USD	5,000	0	65,000	69.2600	3,888,658.55	1.36
							39,716,895.57	13.90
United Kingdom								
GB0008706128	Lloyds Banking Group Plc.	GBP	0	0	6,000,000	0.6255	4,244,994.91	1.49
GB00B03MLX29	Royal Dutch Shell Plc. -A-	EUR	0	0	170,000	29.9450	5,090,650.00	1.78
GB0008847096	Tesco Plc.	GBP	2,000,000	0	2,000,000	2.5710	5,816,084.15	2.04
							15,151,729.06	5.31
Securities traded on an exchange							173,651,389.80	60.78
Equities, rights and profit participation certificates							173,651,389.80	60.78
Bonds								
Securities traded on an exchange								
USD								
US912810RJ97	3.000 % Vereinigte Staaten von Amerika v.14(2044)		0	0	4,000,000	100.6406	3,477,260.95	1.22
US912810RN00	2.875 % Vereinigte Staaten von Amerika v.15(2045)		5,000,000	0	5,000,000	98.2539	4,243,495.98	1.48
US912810RK60	2.500 % Vereinigte Staaten von Amerika v.15(2045)		5,000,000	0	5,000,000	91.3984	3,947,414.62	1.38
							11,668,171.55	4.08
Securities traded on an exchange							11,668,171.55	4.08
Bonds							11,668,171.55	4.08

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

Statement of net assets as of 30 June 2018

ISIN	Securities		Acquisitions in the period under review	Disposals in the period under review	Holdings	Price	Price EUR	% share of NFA ¹⁾
Certificates								
Securities traded on an exchange								
United States of America								
DE000A0S9GB0	Dte. Börse Commodities GmbH/Gold Unze 999 Zert. Perp.	EUR	40,000	0	350,000	34.7200	12,152,000.00	4.25
							12,152,000.00	4.25
Securities traded on an exchange							12,152,000.00	4.25
Certificates							12,152,000.00	4.25
Securities holdings							197,471,561.35	69.11
Options								
Long positions								
EUR								
	Put on Euro Stoxx 50 Price Index September 2018/3,350.00		2,500	0	2,500		2,560,000.00	0.90
							2,560,000.00	0.90
USD								
	Put on Advanced Micro Devices Inc. August 2018/11.00		800	0	800		8,292.30	0.00
	Put on CME Nasdaq 100 E-Mini Index Future September 2018/6,300.00		200	0	200		272,091.22	0.10
	Put on E-Mini S&P 500 Index Future September 2018/2,650.00		400	0	400		872,419.45	0.31
							1,152,802.97	0.41
Long positions							3,712,802.97	1.31
Short positions²⁾								
EUR								
	Put on Euro Stoxx 50 Price Index September 2018/3,050.00		1,000	2,500	-1,500		-474,000.00	-0.17
							-474,000.00	-0.17
USD								
	Put on CME Nasdaq 100 E-Mini Index Future September 2018/5,700.00		0	200	-200		-103,653.80	-0.04
	Put on E-Mini S&P 500 Index Future September/2,450.00		0	400	-400		-349,831.56	-0.12
							-453,485.36	-0.16
Short positions²⁾							-927,485.36	-0.33
Options							2,785,317.61	0.98
Futures contracts								
Short positions								
EUR								
	EUX 10YR Euro-Bund Future September 2018		30	100	-70		31,227.50	0.01
							31,227.50	0.01

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

²⁾ The total amount of commitments from options written as of the reporting date, valued at the underlying price, is EUR 830,937.29.

Statement of net assets as of 30 June 2018

ISIN	Securities	Acquisitions in the period under review	Disposals in the period under review	Holdings	Price	Price EUR	% share of NFA ¹⁾
USD							
	CME Nasdaq 100 E-Mini Index Future September 2018	0	75	-75		150,038.87	0.05
						150,038.87	0.05
Short positions						181,266.37	0.06
Futures contracts						181,266.37	0.06
Cash at banks - current accounts²⁾						86,592,272.54	30.30
Other receivables and payables (net)						-1,251,739.45	-0.45
Total net fund assets in EUR						285,778,678.42	100.00

Forward foreign exchange contracts

The following forward foreign exchange contracts were open as of 30 June 2018:

Currency	Counterparty		Currency amount	Price EUR	% share of NFA ¹⁾
USD/EUR	J.P. Morgan Securities PLC, London	Currency purchases	4,500,000.00	3,880,939.67	1.36
EUR/JPY	DZ PRIVATBANK S.A.	Currency sales	750,000,000.00	5,868,061.89	2.05
EUR/USD	DZ PRIVATBANK S.A.	Currency sales	1,500,000.00	1,293,646.56	0.45
EUR/USD	J.P. Morgan Securities PLC, London	Currency sales	9,000,000.00	7,761,879.34	2.72
EUR/USD	Morgan Stanley & Co. Intl. PLC, London	Currency sales	19,500,000.00	16,817,405.24	5.88

Forward foreign exchange contracts with cash settlement

The following forward foreign exchange contracts with cash settlement were open as of 30 June 2018:

Currency	Counterparty		Currency amount	Price EUR	% share of NFA ¹⁾
EUR/KRW	Citigroup Global Markets Ltd.	Currency sales	5,000,000,000.00	3,832,512.99	1.34
EUR/KRW	J.P. Morgan Securities PLC, London	Currency sales	10,000,000,000.00	7,665,025.98	2.68

Futures contracts

	Holdings	Commitments EUR	% share of NFA ¹⁾
Short positions			
EUR			
EUX 10YR Euro-Bund Future September 2018	-70	-11,372,200.00	-3.98
		-11,372,200.00	-3.98
USD			
CME Nasdaq 100 E-Mini Index Future September 2018	-75	-9,148,095.36	-3.20
		-9,148,095.36	-3.20
Short positions			-20,520,295.36
Futures contracts			-20,520,295.36

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

²⁾ See notes to the Report.

Acquisitions and disposals

from 1 January 2018 to 30 June 2018

16 Acquisitions and disposals from 1 January 2018 to 30 June 2018

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

ISIN	Securities		Acquisitions in the period under review	Disposals in the period under review
Equities, rights and profit participation certificates				
Securities traded on an exchange				
Germany				
DE000SHL1006	Siemens Healthineers AG	EUR	100,000	100,000
Ireland				
IE00BF0L3536	AIB Group Plc.	EUR	0	500,000
United States of America				
US4592001014	IBM Corporation	USD	2,500	32,500
Unlisted securities				
Germany				
DE000A2LQ1S0	Dte. Lufthansa AG BZR 28.05.18	EUR	210,000	210,000
DE000A2LQ132	Vonovia SE BZR 28.05.18	EUR	100,000	100,000
Bonds				
Securities traded on an exchange				
USD				
US779382AU43	7.375 % Rowan Companies Inc. v.16(2025)		0	4,000,000
US912810QY73	2.750 % Vereinigte Staaten von Amerika v.12(2042)		0	4,000,000
US912810RB61	2.875 % Vereinigte Staaten von Amerika v.13(2043)		0	4,000,000
Securities admitted to or included in organised markets				
USD				
US45332JAA07	8.625 % Inception Merger Sub Inc. 144A v.16(2024)		0	4,000,000
Unlisted securities				
USD				
US465349AA60	7.125 % Informatica LLC 144A v.15(2023)		0	4,000,000
Certificates				
Securities traded on an exchange				
United Kingdom				
IE00B579F325	Source Physical Markets Plc./Gold Unze 999 Zert. v.09(2100)	USD	40,000	40,000

The accompanying notes form an integral part of this semi-annual report.

Acquisitions and disposals from 1 January 2018 to 30 June 2018

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

ISIN	Securities	Acquisitions in the period under review	Disposals in the period under review
Options			
EUR			
	Put on Euro Stoxx 50 Price Index June 2018/2,800.00	2,500	2,500
	Put on Euro Stoxx 50 Price Index June 2018/2,900.00	2,500	2,500
	Put on Euro Stoxx 50 Price Index June 2018/2,950.00	2,500	2,500
	Put on Euro Stoxx 50 Price Index June 2018/3,100.00	2,500	2,500
	Put on Euro Stoxx 50 Price Index June 2018/3,200.00	2,500	2,500
	Put on Euro Stoxx 50 Price Index June 2018/3,250.00	2,500	2,500
	Put on Euro Stoxx 50 Price Index March 2018/2,900.00	2,500	2,500
	Put on Euro Stoxx 50 Price Index March 2018/3,100.00	2,500	0
	Put on Euro Stoxx 50 Price Index March 2018/3,200.00	2,500	2,500
	Put on Euro Stoxx 50 Price Index March 2018/3,400.00	0	2,500
USD			
	Put on Amazon.com Inc. June 2018/1,200.00	10	10
	Put on Amazon.com Inc. June 2018/1,500.00	10	10
	Put on Amazon.com Inc. March 2018/1,200.00	10	10
	Put on Apple Inc. June 2018/170.00	100	100
	Put on Boeing Co. June 2018/330.00	40	40
	Put on CME E-Mini S&P 500 Index Future June 2018/2,250.00	400	400
	Put on CME E-Mini S&P 500 Index Future June 2018/2,400.00	800	800
	Put on CME E-Mini S&P 500 Index Future June 2018/2,450.00	400	400
	Put on CME E-Mini S&P 500 Index Future June 2018/2,600.00	800	800
	Put on CME E-Mini S&P 500 Index Future March 2018/2,200.00	600	400
	Put on CME E-Mini S&P 500 Index Future March 2018/2,400.00	400	800
	Put on CME E-Mini S&P 500 Index Future March 2018/2,400.00	400	400
	Put on CME E-Mini S&P 500 Index Future September 2018/2,500.00	400	400
	Put on CME Nasdaq 100 E-Mini Index Future June 2018 June 2018/5,900.00	100	100
	Put on CME Nasdaq 100 E-Mini Index Future June 2018 June 2018/6,500.00	100	100
	Put on CME Nasdaq 100 E-Mini Index Future June 2018/5,600.00	100	100
	Put on CME Nasdaq 100 E-Mini Index Future June 2018/6,200.00	100	100
	Put on CME Nasdaq 100 E-Mini Index Future March 2018/5,300.00	100	0
	Put on CME Nasdaq 100 E-Mini Index Future March 2018/6,200.00	250	250
	Put on CME Nasdaq 100 E-Mini Index March 2018/5,600.00	250	250
	Put on CME Nasdaq 100 E-Mini Index March 2018/5,800.00	0	250
	Put on Coca-Cola Co. June 2018/43.00	400	400
	Put on E-Mini S&P 500 Index Future March 2018 March 2018/2,600.00	400	400
	Put on E-Mini S&P 500 Index Future September 2018 September 2018/2,300.00	400	400
	Put on Kimberly-Clark Corporation May 2018/110.00	150	150
	Put on Nvidia Corporation June 2018/200.00	50	50
	Put on Tesla Inc. June 2018/305.00	50	50
Futures contracts			
EUR			
	DAX Performance-Index Future June 2018	30	30
	DAX Performance-Index Future March 2018	90	90
	EUREX Dow Jones EURO STOXX 50 Index Future March 2018	200	200

Acquisitions and disposals from 1 January 2018 to 30 June 2018

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

ISIN	Securities	Acquisitions in the period under review	Disposals in the period under review
USD			
	CME Nasdaq 100 E-Mini Index Future June 2018	145	145
	CME Nasdaq 100 E-Mini Index Future March 2018	70	70
	E-Mini S&P 500 Index Future June 2018	60	60
	E-Mini S&P 500 Index Future March 2018	60	60

18

Exchange rates

For the valuation of assets in a foreign currency, the following exchange rate for 30 June 2018 was used for conversion into euro.

Australian dollar	EUR 1 =	AUD	1.5755
Sterling	EUR 1 =	GBP	0.8841
Chinese renminbi yuan	EUR 1 =	CNY	7.6715
Hong Kong dollars	EUR 1 =	HKD	9.0856
Japanese yen	EUR 1 =	JPY	127.7638
New Zealand dollar	EUR 1 =	NZD	1.7141
Norwegian krone	EUR 1 =	NOK	9.4825
Swiss franc	EUR 1 =	CHF	1.1552
South Korean Won	EUR 1 =	KRW	1,301.2548
US dollar	EUR 1 =	USD	1.1577



Notes to the semi-annual report for the period ended 30 June 2018

19

1.) General

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

They were filed with the Luxembourg Trade and Companies Register with a reference to this filing published in *Mémorial, Recueil des Sociétés et Associations*, Official Gazette of the Grand Duchy of Luxembourg ("Mémorial"), on 30 November 2009. The Management Regulations were last amended on 13 October 2016 and published in the Recueil électronique des sociétés et associations ("RESA").

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

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

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

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

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

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

However, the management company may decide to determine the unit value on 24 and 31 December of any given year, without this constituting a calculation of the unit value on a valuation day as specified in sentence 1 above of this point 3. As a consequence, investors shall not be entitled to demand the issue, redemption and/or exchange of units on the basis of a unit value calculated on 24 and/or 31 December in any year.

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

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

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

The management company can determine for the fund that securities, money market instruments, derivatives and other assets that are officially listed on a stock exchange are valued at the last available price at the close of trading, ensuring a reliable valuation. This is mentioned in the annex to the fund's Sales Prospectus.

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

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

The management company can determine for the fund that securities, money market instruments, derivatives and other assets not officially listed on a stock exchange (or whose exchange prices are not considered representative because of a lack of liquidity, for example) but which are traded on a regulated market are valued at the last available price that the management company considers in good faith to be the best possible price at which the securities, money market instruments, derivatives and other assets may be sold. This is mentioned in the annex to the fund's Sales Prospectus.

- c) OTC derivatives are valued on a daily basis using a verifiable method to be specified by the management company.
- d) Units of UCITS or UCIs shall be valued at the last redemption price determined before the valuation day, or at the last available price which ensures a reliable valuation. If redemption has been suspended for investment fund units or a redemption price has not been specified, these units are valued in the same way as all other assets at the relevant market value as determined by the management company in good faith using generally accepted and verifiable valuation rules.
- e) If prices are not in line with the market, if the financial instruments specified under b) are not traded on a regulated market and if no prices have been specified for financial instruments other than those under a) to d), these financial instruments and any of the other legally permissible assets are valued at the relevant market value as determined by the management company in good faith on the basis of generally accepted and verifiable valuation rules (e.g. suitable valuation models, taking into account current market conditions).
- f) Liquid assets are valued at face value plus interest.
- g) Receivables, such as deferred interest and liabilities, are generally valued at their nominal value.
- h) The market value of securities, money market instruments, derivative financial instruments (derivatives) and other assets that are denominated in a currency other than the fund currency is converted into the relevant fund currency on the basis of the exchange rate determined at the WM/Reuters fixing at 5:00 p.m. (4:00 p.m. London time) on the trading day preceding the valuation day. Gains and losses on foreign exchange transactions will be added or deducted as appropriate.

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

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

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

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

3.) Taxation

Taxation of the fund

The fund assets are subject to a tax in the Grand Duchy of Luxembourg, the *taxe d'abonnement*, payable quarterly at the current rate of 0.05 % p.a. of the net fund assets as reported at the end of the relevant quarter. The rate of the *taxe d'abonnement* for the fund or unit classes is mentioned in the annex to the Sales Prospectus. If the fund assets are invested in other Luxembourg investment funds that are already subject to the *taxe d'abonnement*, the tax is waived for the portion of the fund assets invested in those Luxembourg investment funds. The fund's income from the investment of fund assets is not taxed in the Grand Duchy of Luxembourg. However, this income may be subject to withholding tax in the countries in which the fund assets are invested. In such cases, neither the depositary nor the management company is required to collect tax certificates.

Taxation on income from investment fund units for the investor

Investors who are not resident in the Grand Duchy of Luxembourg, or who do not maintain a permanent establishment there, do not have to pay income, inheritance, or wealth tax on units or income from units in the Grand Duchy of Luxembourg. They are subject to the national tax regulations of their country of residence.

Since 1 January 2017, in accordance with the Luxembourg law implementing the Directive, natural persons who are resident in the Grand Duchy of Luxembourg and who are not resident for tax purposes in another country have had to pay a final withholding tax of 20 % on the interest income mentioned in the legislation. Under certain conditions, this withholding tax may also apply to the interest income of an investment fund.

It is recommended that unitholders ensure they are informed about laws and regulations which apply to the purchase, ownership and redemption of units and seek advice if necessary.

21

4.) Appropriation of income

Income from unit classes (A), (SIA-A) and (R-A) is distributed. Income from unit classes (T), (SIA-T) and (R-T) is reinvested. Distribution takes place at the intervals determined from time to time by the management company. Further details on the appropriation of income are provided in the Sales Prospectus.

5.) Information relating to charges and expenditure

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

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

All of the fund's current accounts (including those in different currencies) that actually and legally form only part of a single current account are designated as a single current account in connection with net fund assets. Current accounts in foreign currencies, if applicable, are converted into the currency of the fund. Interest is calculated on the basis of the terms of the relevant individual account.

7.) Information for Swiss investors

a.) Securities numbers:

Ethna-DYNAMISCH unit class (A) securities no. 10724364

Ethna-DYNAMISCH unit class (T) securities no. 10724365

Ethna-DYNAMISCH unit class (SIA-A) securities no. 22830636

Ethna-DYNAMISCH unit class (SIA-T) securities no. 22830638

b.) Total expense ratio (TER) in accordance with the guidelines issued by the Swiss Funds & Management Association (SFAMA) on 16 May 2008:

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

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

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

22

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

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

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

As per the Swiss Funds & Asset Management Association (SFAMA) guidelines of 16 May 2008, the following TER in per cent was calculated for the period from 1 January 2018 to 30 June 2018:

Ethna-DYNAMISCH	Swiss TER in %	Swiss performance fee in %
Unit class (A)	1.94	0.13
Unit class (T)	1.95	0.14
Unit class (SIA-A)	1.18	0.21
Unit class (SIA-T)	1.15	0.20

c.) Information for investors

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

d.) Amendments to the Prospectus in the financial year

Published amendments to the Prospectus in the financial year are made available in the Swiss Official Gazette of Commerce at shab.ch and at swissfunddata.ch.

8.) Significant events during the period under review

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

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

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

In the financial year of the investment fund, no securities financing transactions or total return swaps within the meaning of this regulation were used. Thus, no disclosures pursuant to Article 13 of this regulation are to be made to investors in the semi-annual report.

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

Administration, distribution and advisory

Management company:	ETHENEA Independent Investors S.A. 16, rue Gabriel Lippmann L-5365 Munsbach	23
Managing directors of the management company:	Thomas Bernard Frank Hauprich Josiane Jennes	
Board of Directors of the management company (managing body):		
Chairman:	Luca Pesarini ETHENEA Independent Investors S.A.	
Members:	Thomas Bernard ETHENEA Independent Investors S.A. Nikolaus Rummler IPConcept (Luxemburg) S.A. Arnoldo Valsangiacomo ETHENEA Independent Investors S.A.	
Auditor for the fund and the management company:	KPMG Luxembourg, Société coopérative Cabinet de révision agréé 39, Avenue John F. Kennedy L-1855 Luxembourg	
Depositary:	DZ PRIVATBANK S.A. 4, rue Thomas Edison L-1445 Strassen, Luxembourg	

Fund manager: **ETHENEA Independent Investors S.A.**
16, rue Gabriel Lippmann
L-5365 Munsbach

Central administration, registrar and transfer agent: **DZ PRIVATBANK S.A.**
4, rue Thomas Edison
L-1445 Strassen, Luxembourg

Paying agent in the Grand Duchy of Luxembourg: **DZ PRIVATBANK S.A.**
4, rue Thomas Edison
L-1445 Strassen, Luxembourg

24

**Information for investors in the
Federal Republic of Germany:**

Paying agent and information agent: **DZ BANK AG**
Deutsche Zentral-Genossenschaftsbank
Frankfurt am Main
Platz der Republik
D-60265 Frankfurt am Main

Information for investors in Austria:

**Credit institution as defined by section 141 (1)
of the Austrian Investment Fund Act (InvFG) 2011:** **ERSTE BANK**
der oesterreichischen Sparkassen AG
Am Belvedere 1
A-1100 Wien

**Agent from which unitholders may obtain the
prescribed information pursuant to section 141 of
the Austrian Investment Fund Act (InvFG) 2011:** **ERSTE BANK**
der oesterreichischen Sparkassen AG
Am Belvedere 1
A-1100 Wien

**Domestic tax representative as as defined by
section 186 (2) no. 2 of the Austrian Investment
Fund Act (InvFG) 2011:** **ERSTE BANK**
der oesterreichischen Sparkassen AG
Am Belvedere 1
A-1100 Wien

Information for investors in Switzerland:

Representative in Switzerland: **IPConcept (Schweiz) AG**
Münsterhof 12
Postfach
CH-8022 Zürich

Paying agent in Switzerland:

DZ PRIVATBANK (Schweiz) AG

Münsterhof 12
Postfach 2918
CH-8022 Zürich

Information for investors in Belgium:

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

Paying agent and distributor:

CACEIS Belgium SA/NV

Avenue du Port / Havenlaan 86C b 320
B-1000 Brussels

25

Distributor:

DEUTSCHE BANK AG

Brussels branch, Marnixlaan 13 - 15
B-1000 Brussels

**Information for investors in the
Principality of Liechtenstein:**

Paying agent:

VOLKSBANK AG

Feldkircher Strasse 2
FL-9494 Schaan

Information for investors in Italy:

Paying agents:

BNP Paribas Securities Services

Via Ansperto no. 5
IT-20123 Milano

Société Générale Securities Services

Via Benigno Crespi, 19/A - MAC 2
IT-20159 Milano

RBC Investor Services Bank S.A.

Via Vittor Pisani 26
IT-20124 Milano

State Street Bank S.p.A.

Via Ferrante Aporti 10
IT-20125 Milano

Banca Sella Holding S.p.A.

Piazza Gaudenzio Sella 1
IT-13900 Biella

Allfunds Bank S.A.

Via Santa Margherita 7
IT-20121 Milano

Information for investors in Spain:

Paying agent:

Allfunds Bank S.A.

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

Information for investors in France:

Paying agent:

Caceis Bank

1/3 Place Valhubert
F-75013 Paris

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

