

Registre de Commerce et des Sociétés

Numéro RCS : B165419

Référence de dépôt : L190084511

Déposé et enregistré le 24/05/2019

**Annual report including audited financial statements
as at 31st December 2018**

METHOD INVESTMENTS SICAV

Société d'Investissement à Capital Variable
with multiple Sub-Funds
Luxembourg

R.C.S. Luxembourg B 165 419

No subscription can be received on the basis of these financial statements. Subscriptions are only valid if made on the basis of the prospectus and key investor information document ("KIID"), supplemented by the latest annual report including audited financial statements and the most recent semi-annual unaudited report, if published thereafter.

Subscription, redemption and conversion forms are available on request from:

- the Registered Office of the Company at 2, Rue d'Alsace, L-1122 Luxembourg
 - the Sub-Transfer Agent, EUROPEAN FUND ADMINISTRATION, 2, Rue d'Alsace, L-1122 Luxembourg.
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METHOD INVESTMENTS SICAV

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METHOD INVESTMENTS SICAV

Organisation

Registered Office

2, Rue d'Alsace
L-1122 LUXEMBOURG

Board of Directors

Chairman

Daniel VAN HOVE
Managing Director
ORIONIS MANAGEMENT S.A.
370, Route de Longwy
L-1940 LUXEMBOURG

Members

Elisa BIANCHI
Financial Controller and Head of Accounting
METHOD INVESTMENTS & ADVISORY LTD
40 New Bond Street
W1S 2RX LONDON

Carlo Alberto MONTAGNA
THE DIRECTORS' OFFICE
21st Century Building
19, Rue de Bitbourg
L-1273 LUXEMBOURG

Conducting persons

Eric GRENOUILLET
Managing Director
ORIONIS MANAGEMENT S.A.
370, Route de Longwy
L-1940 LUXEMBOURG
(until 14th November 2018)

Carlo Alberto MONTAGNA
THE DIRECTORS' OFFICE
21st Century Building
19, Rue de Bitbourg
L-1273 LUXEMBOURG

Francesco ROCCO VINCENTI
Independent Conducting Officer
370, Route de Longwy
L-1940 LUXEMBOURG

Investment Managers

METHOD INVESTMENTS & ADVISORY LTD
40 New Bond Street
W1S 2RX LONDON
UNITED KINGDOM

FASANARA CAPITAL LTD
40 New Bond Street
W1S 2RX LONDON
UNITED KINGDOM

METHOD INVESTMENTS SICAV

Organisation (continued)

Depository and Paying Agent	KBL EUROPEAN PRIVATE BANKERS S.A. 43, Boulevard Royal L-2955 LUXEMBOURG
Administrative Agent and Domiciliary Agent	EUROPEAN FUND ADMINISTRATION S.A. 2, Rue d'Alsace L-1122 LUXEMBOURG
Cabinet de révision agréé	DELOITTE Audit Société à responsabilité limitée 560, Rue de Neudorf L-2220 LUXEMBOURG
Sponsor	METHOD INVESTMENTS & ADVISORY LTD 40 New Bond Street W1S 2RX LONDON UNITED KINGDOM
Legal adviser	DECHERT (LUXEMBOURG) LLP Avocats à la Cour 1, Allée Scheffer B.P. 709 L-2520 LUXEMBOURG
Representative Agent in Switzerland	ARM SWISS REPRESENTATIVES S.A. Route de Cité-Ouest 2 CH-1196 GLAND
Paying Agent in Switzerland	BANQUE CANTONALE DE GENEVE 17, Quai de l'Île CH-1204 GENEVA

METHOD INVESTMENTS SICAV

Additional information for investors in Switzerland

The Prospectus, the Articles and annual reports including audited financial statements can be obtained free of charge from the representative in Switzerland.

The place of performance and jurisdiction is the registered office of the representative in Switzerland with regards to the Shares distributed in and from Switzerland.

METHOD INVESTMENTS SICAV

Report on activities of the Board of Directors

Dear Shareholders,

As for every year we provide you with a report on the activities of the Fund and on the most important changes that have taken place.

As you will see under Note 16, the Sub-Funds Xingtai China Consumer and Equity Rebalance have been closed temporarily for more than 18 months. After this period of time the Sub-Funds must be erased from the prospectus, for this reason they will not be reactivated and any reference to these Sub-Funds will be shortly removed from the prospectus.

Please find hereunder the report on the activities by every Sub-Fund.

Attractive Global Opportunities.

After a 2017 in which volatility had been completely absent, we expected a market drop and a volatility surge in 2018. After the February negative equity correction we strengthened our bearish outlook, loading our positions against the market. However Q2 and Q3 have seen a rapid recovery from February lows which ended up with new record highs for the U.S. equities. This forced us to reduce our shorts and hold on.

After having recorded a continuous growth for several months, the U.S. stock market began its long-expected negative correction during Q4 as concerns about future global growth and policy tightening by the Federal Reserve started to emerge. These data confirmed our outlook and persuaded us to resume our heavily short positioning for the last part of 2018 and the upcoming 2019.

Attractive Global Opportunities Plus.

We spent the greatest part of the year researching quantitative and systematic strategies for the Sub-Fund. Over 2018, we dedicated our time on building and testing the necessary framework to run a systematic investment approach. This explains why the Sub-Fund has not been marketed and essentially subscribed by the promoter/investment manager. Our marketing efforts are expected to expand during 2019 in order to raise subscriptions from the general public and to get the strategies finally put at work.

Target Selection.

After two years of steady growth in asset prices, 2018 proved to be more challenging for investors, particularly in the last three months of the year. Global stocks fell 7.1% in 2018, as witnessed by the MSCI World Index. Gains in the first nine months of the year were erased and then some in the final three months. Global stocks gained 6.1% in the first three quarters of 2018, but stocks fell more than 12.0% in the third-quarter of 2018. The MSCI World Index suffered its worst quarterly performance in seven years. Regionally, for the whole of 2018, US and Japanese stocks are the laggards, among the five major stock markets we examined. The US S&P 500 and Japan's Nikkei 225 both fell 12.9%. The best performing stock market was the FTSE 100, but that was still down 10.6%. The Stoxx 600 in Europe was down 11.0% and the MSCI Emerging Markets Index was down 12.8%. In the 2018 the portfolio was invested mostly on equities traded on S&P 500, Nikkei 225 and FTSE 100. Over the course of the year we have moved our asset from equities to cash and short term instruments, to reduce our exposure to declining equity markets. The portfolio was hedged against the currency risk through the use of derivatives.

METHOD INVESTMENTS SICAV

Report on activities of the Board of Directors (continued)

Global Brands.

It was a difficult year for the fixed income asset class. Price decreases were recorded on the investment grade (IG) and high-yield (HY) segments in both EUR and USD. To cope with the violent bearish phase, we have improved the credit quality of the portfolio by reducing exposure to HY and hybrid bonds and mainly buying IG bonds in USD with medium / long maturities. We have also increased portfolio hedges in view of further declines in financial markets by building a long position in US Treasuries for around 10% of the Sub-Fund's assets. We reduced the duration by about 1 year compared with the end of 2017. The exchange rate risk was actively managed by using FX forward contracts on USD and GBP.

Luxembourg, 5th April 2019

The Board of Directors

Note: The information in this report represents historical data and is not an indication of future results.

Report of the réviseur d'entreprises agréé

To the Shareholders of
METHOD INVESTMENTS SICAV
2, rue d'Alsace
L-1122 Luxembourg

Opinion

We have audited the financial statements of Method Investments SICAV (the "Company") and of each of its sub-funds, which comprise the statement of net assets and the statement of investments and other net assets as at 31st December 2018 and the statement of operations and other changes in net assets for the year then ended, and notes to the financial statements, including a summary of significant accounting policies.

In our opinion, the accompanying financial statements give a true and fair view of the financial position of the Company and of each of its sub-funds as at 31st December 2018, and of the results of their operations and changes in their net assets for the year then ended in accordance with Luxembourg legal and regulatory requirements relating to the preparation and presentation of the financial statements.

Basis for Opinion

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

Material uncertainty related to going concern

We draw the attention to the Note 15 to the financial statements, which discloses the concern of the Board of Directors of the Company regarding the level of the assets under management of the Fund and requested different actions from the Promoter in order to restore the assets under management to a more sustainable level or to take decision to liquidate the Fund. These events or conditions indicate that a material uncertainty exists that may cast significant doubt on the Company's ability to continue as a going concern. Our opinion is not modified in respect of this matter.

Report of the réviseur d'entreprises agréé (continued)

Other information

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

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

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

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

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

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

Responsibilities of the *Réviseur d'Entreprises Agréé* for the Audit of the Financial Statements

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

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

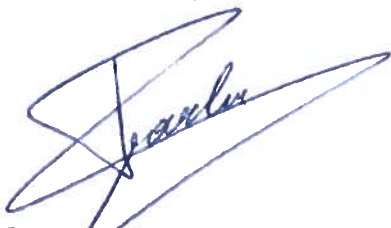
- Identify and assess the risks of material misstatement of the financial statements, whether due to fraud or error, design and perform audit procedures responsive to those risks, and obtain audit evidence that is sufficient and appropriate to provide a basis for our opinion. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control;
- Obtain an understanding of internal control relevant to the audit in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the Company's internal control;

Report of the réviseur d'entreprises agréé (continued)

- Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by the Board of Directors of the Company;
- Conclude on the appropriateness of the Board of Directors of the Company use of the going concern basis of accounting and, based on the audit evidence obtained, whether a material uncertainty exists related to events or conditions that may cast significant doubt on the Company's ability to continue as a going concern. If we conclude that a material uncertainty exists, we are required to draw attention in our report of the *Réviseur d'Entreprises Agréé* to the related disclosures in the financial statements or, if such disclosures are inadequate, to modify our opinion. Our conclusions are based on the audit evidence obtained up to the date of our report of the *Réviseur d'Entreprises Agréé*. However, future events or conditions may cause the Company to cease to continue as a going concern;
- Evaluate the overall presentation, structure and content of the financial statements, including the disclosures, and whether the financial statements represent the underlying transactions and events in a manner that achieves fair presentation.

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

For Deloitte Audit, Cabinet de Révision Agréé



Raphaël Charlier, Réviseur d'Entreprises Agréé
Partner

24th April 2019

METHOD INVESTMENTS SICAV

Combined statement of net assets (in EUR) as at 31st December 2018

Assets

Securities portfolio at market value	30,595,304.23
Deposits on futures contracts	2,763,657.04
Cash at banks	2,447,076.94
Other liquid assets	4,256,093.09
Formation expenses, net	6,451.33
Income receivable on portfolio	280,385.84
Other receivables	321,182.35
Total assets	40,670,150.82

Liabilities

Bank overdrafts	4.46
Other liquid liabilities	136,041.92
Payable on purchases of securities	153,621.00
Interest payable on credit default swap (CDS)	1,986.11
Interest payable on bank overdrafts	1,838.89
Unrealised loss on futures contracts	433,351.44
Unrealised loss on swaps contracts	202,930.00
Unrealised loss on forward foreign exchange contracts	93,725.55
Unrealised loss on contracts for difference (CFD)	151,112.15
Expenses payable	172,296.58
Total liabilities	1,346,908.10
Net assets at the end of the year	39,323,242.72

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

METHOD INVESTMENTS SICAV

Combined statement of operations and other changes in net assets (in EUR) from 1st January 2018 to 31st December 2018

Income

Dividends, net	31,376.10
Interest on bonds and other debt securities, net	1,207,114.56
Interest on bank accounts	30,362.24
Interest on swaps contracts	180.55
Total income	1,269,033.45

Expenses

Investment Management fees	582,083.47
Performance fees	71,142.78
Depositary fees	61,071.37
Banking charges and other fees	24,376.75
Transaction fees	192,547.42
Central administration costs	271,039.33
Professional fees	39,432.28
Other administration costs	204,905.51
Subscription duty ("taxe d'abonnement")	9,457.50
Bank interest paid	143,812.46
Interest paid on swaps contracts	242,477.44
Other expenses	111,665.61
Total expenses	1,954,011.92

Net investment loss	-684,978.47
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Net realised gain/(loss)

- on securities portfolio	-1,302,464.95
- on option contracts	-71,947.34
- on futures contracts	-356,415.16
- on contracts for difference (CFD)	-379,127.90
- on swaps contracts	-835,125.34
- on forward foreign exchange contracts	-721,954.56
- on foreign exchange	76,845.60

Realised result	-4,275,168.12
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Net variation of the unrealised gain/(loss)

- on securities portfolio	-37,604.80
- on option contracts	65,402.60
- on futures contracts	-610,544.42
- on contracts for difference (CFD)	-147,608.15
- on credit default swap (CDS)	956,082.36
- on forward foreign exchange contracts	-362,696.43

Result of operations	-4,412,136.96
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Subscriptions	3,928,411.61
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Redemptions	-24,057,249.90
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Total changes in net assets	-24,540,975.25
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Total net assets at the beginning of the year	63,864,217.97
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Total net assets at the end of the year	39,323,242.72
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The accompanying notes are an integral part of these financial statements.

Method Investments SICAV - Attractive Global Opportunities

Statement of net assets (in EUR) as at 31st December 2018

Assets

Securities portfolio at market value	9,523,363.65
Deposits on futures contracts	2,763,657.04
Cash at banks	488,586.07
Other liquid assets	4,028,565.76
Formation expenses, net	1,183.64
Income receivable on portfolio	75,740.14
Other receivables	321,182.35
Total assets	17,202,278.65

Liabilities

Bank overdrafts	4.46
Other liquid liabilities	136,041.92
Payable on purchases of securities	153,621.00
Interest payable on credit default swap (CDS)	1,986.11
Interest payable on bank overdrafts	1,838.89
Unrealised loss on futures contracts	433,351.44
Unrealised loss on swaps contracts	202,930.00
Unrealised loss on forward foreign exchange contracts	497.31
Unrealised loss on contracts for difference (CFD)	151,112.15
Expenses payable	79,455.93
Total liabilities	1,160,839.21
Net assets at the end of the year	16,041,439.44

Breakdown of net assets per share class

Share class	Number of shares	Currency of share class	NAV per share in currency of share class	Net assets per share class (In EUR)
A-Acc EUR	14,843.4892	EUR	762.25363	11,314,503.53
I-Acc EUR	5,137.0294	EUR	838.30500	4,306,397.45
I-Acc USD H	534.0784	USD	817.85745	382,152.23
Listing-Acc EUR	50.0000	EUR	767.72460	38,386.23
				16,041,439.44

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

Method Investments SICAV - Attractive Global Opportunities

Statement of operations and other changes in net assets (in EUR) from 1st January 2018 to 31st December 2018

Income	
Interest on bonds and other debt securities, net	332,172.29
Interest on bank accounts	29,402.57
Interest on swaps contracts	180.55
Total income	361,755.41
Expenses	
Investment Management fees	447,879.16
Depositary fees	16,672.49
Banking charges and other fees	7,603.28
Transaction fees	107,117.45
Central administration costs	121,415.10
Professional fees	9,858.04
Other administration costs	82,746.05
Subscription duty ("taxe d'abonnement")	6,770.18
Bank interest paid	138,642.50
Interest paid on swaps contracts	242,477.44
Other expenses	39,784.05
Total expenses	1,220,965.74
Net investment loss	-859,210.33
Net realised gain/(loss)	
- on securities portfolio	-313,229.47
- on option contracts	-71,947.34
- on futures contracts	-585,731.24
- on contracts for difference (CFD)	-379,127.90
- on swaps contracts	-835,125.34
- on forward foreign exchange contracts	-120,707.28
- on foreign exchange	-20,433.13
Realised result	-3,185,512.03
Net variation of the unrealised gain/(loss)	
- on securities portfolio	164,627.30
- on option contracts	65,402.60
- on futures contracts	-610,133.35
- on contracts for difference (CFD)	-147,608.15
- on credit default swap (CDS)	956,082.36
- on forward foreign exchange contracts	-55,555.84
Result of operations	-2,812,697.11
Subscriptions	3,882,864.96
Redemptions	-20,461,236.55
Total changes in net assets	-19,391,068.70
Total net assets at the beginning of the year	35,432,508.14
Total net assets at the end of the year	16,041,439.44

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

Method Investments SICAV - Attractive Global Opportunities

Statistical information (in EUR) as at 31st December 2018

Total net assets	Currency	31.12.2016	31.12.2017	31.12.2018
	EUR	92,307,351.24	35,432,508.14	16,041,439.44
Net asset value per share	Currency	31.12.2016	31.12.2017	31.12.2018
A-Acc EUR	EUR	973.96913	850.40973	762.25363
I-Acc EUR	EUR	1,060.06805	930.52949	838.30500
I-Acc USD H	USD	995.75132	891.83490	817.85745
Listing-Acc EUR	EUR	970.48521	852.31433	767.72460
Number of shares	outstanding at the beginning of the year	issued	redeemed	outstanding at the end of the year
A-Acc EUR	17,359.5939	87.0795	-2,603.1842	14,843.4892
I-Acc EUR	17,051.4170	4,336.9817	-16,251.3693	5,137.0294
I-Acc USD H	5,583.3867	-	-5,049.3083	534.0784
Listing-Acc EUR	770.0000	-	-720.0000	50.0000

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

Method Investments SICAV - Attractive Global Opportunities

Statement of investments and other net assets (in EUR) as at 31st December 2018

Currency	Number / nominal value	Description	Cost	Market value	% of total net assets
<u>Investments in securities</u>					
<u>Transferable securities admitted to an official stock exchange listing</u>					
Bonds					
EUR	1,500,000	Deutschland 0.25% 18/15.08.28	1,464,525.00	1,501,635.00	9.36
EUR	1,700,000	Deutschland 0.5% Sen 18/15.02.28	1,722,095.00	1,750,048.00	10.91
EUR	3,000,000	Italia 2.05% T-Bonds Ser 10Y 17/01.08.27	3,062,160.00	2,890,005.00	18.02
			6,248,780.00	6,141,688.00	38.29
USD	800,000	Ford Motor Cred Co LLC 2.943% Ser MTN 16/08.01.19	733,069.56	699,807.52	4.36
USD	1,400,000	Goldman Sachs Group Inc 5.75% Sen 12/24.01.22	1,424,095.32	1,284,594.92	8.01
			2,157,164.88	1,984,402.44	12.37
Total bonds			8,405,944.88	8,126,090.44	50.66
<u>Open-ended investment funds</u>					
Investment funds (UCITS)					
EUR	1,242.1029	Method Investments Scv Attractive Global Opp Plus I EUR Cap*	1,299,999.93	1,397,273.21	8.71
Total investment funds (UCITS)			1,299,999.93	1,397,273.21	8.71
Total investments in securities			9,705,944.81	9,523,363.65	59.37
Cash at banks				488,586.07	3.05
Bank overdrafts				-4.46	0.00
Other net assets/(liabilities)				6,029,494.18	37.58
Total				16,041,439.44	100.00

*See note 8

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

Method Investments SICAV - Attractive Global Opportunities

Industrial and geographical classification of investments as at 31st December 2018

Industrial classification

(in percentage of net assets)

Countries and governments	38.29 %
Financials	12.37 %
Investment funds	8.71 %
Total	<u>59.37 %</u>

Geographical classification

(by domicile of the issuer)

(in percentage of net assets)

Germany	20.27 %
Italy	18.02 %
United States of America	12.37 %
Luxembourg	8.71 %
Total	<u>59.37 %</u>

Method Investments SICAV - Attractive Global Opportunities Plus

Statement of net assets (in EUR)

as at 31st December 2018

Assets

Securities portfolio at market value	992,530.64
Cash at banks	227,699.54
Other liquid assets	227,527.33
Formation expenses, net	5,267.69
Income receivable on portfolio	12,109.09
Total assets	1,465,134.29

Liabilities

Unrealised loss on forward foreign exchange contracts	5.14
Expenses payable	31,858.32
Total liabilities	31,863.46
Net assets at the end of the year	1,433,270.83

Breakdown of net assets per share class

Share class	Number of shares	Currency of share class	NAV per share in currency of share class	Net assets per share class (in EUR)
I-Acc EUR	1,274.1029	EUR	1,124.92549	1,433,270.83
				1,433,270.83

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

Method Investments SICAV - Attractive Global Opportunities Plus

Statement of operations and other changes in net assets (in EUR) from 1st January 2018 to 31st December 2018

Income

Dividends, net	839.97
Interest on bonds and other debt securities, net	30,101.04
Interest on bank accounts	959.67
Total income	31,900.68

Expenses

Investment Management fees	23,182.07
Performance fees	15,277.05
Depositary fees	14,566.71
Banking charges and other fees	1,718.82
Transaction fees	3,980.18
Central administration costs	49,469.55
Professional fees	9,858.08
Other administration costs	33,798.28
Subscription duty ("taxe d'abonnement")	133.78
Bank interest paid	1,415.04
Other expenses	20,704.83
Total expenses	174,104.39

Net investment loss	-142,203.71
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Net realised gain/(loss)

- on securities portfolio	-18,109.37
- on futures contracts	229,316.08
- on forward foreign exchange contracts	-10,213.06
- on foreign exchange	82,007.39

Realised result	140,797.33
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Net variation of the unrealised gain/(loss)

- on securities portfolio	-62,983.37
- on futures contracts	-411.07
- on forward foreign exchange contracts	-5.14

Result of operations	77,397.75
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Subscriptions	33,566.71
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Redemptions	-
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Total changes in net assets	110,964.46
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Total net assets at the beginning of the year	1,322,306.37
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Total net assets at the end of the year	1,433,270.83
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The accompanying notes are an integral part of these financial statements.

Method Investments SICAV - Attractive Global Opportunities Plus

Statistical information (in EUR)
as at 31st December 2018

Total net assets	Currency	31.12.2017	31.12.2018
	EUR	1,322,306.37	1,433,270.83

Net asset value per share	Currency	31.12.2017	31.12.2018
I-Acc EUR	EUR	1,064.57071	1,124.92549

Number of shares	outstanding at the beginning of the year	issued	redeemed	outstanding at the end of the year
I-Acc EUR	1,242.1029	32.0000	-	1,274.1029

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

Method Investments SICAV - Attractive Global Opportunities Plus

Statement of investments and other net assets (in EUR) as at 31st December 2018

Currency	Number / nominal value	Description	Cost	Market value	% of total net assets
Investments in securities					
Transferable securities admitted to an official stock exchange listing					
Shares					
EUR	16,000	Banco BPM SpA Reg	50,363.20	31,488.00	2.20
EUR	3,555	Deutsche Bank AG Reg	50,424.58	24,767.69	1.73
			100,787.78	56,255.69	3.93
USD	118	Caterpillar Inc Reg	15,927.55	13,118.34	0.92
USD	4,600	Goldcorp Inc	50,392.79	39,440.07	2.75
			66,320.34	52,558.41	3.67
Total shares			167,108.12	108,814.10	7.60
Bonds					
EUR	100,000	Banco Santander SA VAR Sub 14/12.03.Perpetual	95,230.00	95,202.00	6.64
EUR	100,000	Deutschland 0.25% 18/15.08.28	98,710.00	100,109.00	6.98
EUR	100,000	Deutschland 0.5% Sen 18/15.02.28	102,064.80	102,944.00	7.18
EUR	100,000	Société Générale SA VAR Reg S Sub 07.10.Perpetual	111,460.00	101,482.00	7.08
EUR	100,000	Telefonica Europe BV VAR Sub 14/31.03.Perpetual	107,850.00	106,775.50	7.45
			515,314.80	506,512.50	35.33
MXN	1,100,000	EIB 4% EMTN Reg S Ser 2161/0100 15/25.02.20	46,545.79	46,315.85	3.23
USD	70,000	Apple Inc 2.25% Sen 16/23.02.21	55,726.53	60,573.27	4.23
USD	60,000	Goldman Sachs Group Inc 5.75% Sen 12/24.01.22	52,337.60	55,054.07	3.84
USD	110,000	US 2.125% T-Notes Sen 11-2020 15/30.06.22	105,184.73	95,117.70	6.64
USD	100,000	US 2.25% T-Notes Ser K 2021 Sen 14/30.04.21	81,176.58	87,106.30	6.08
			294,425.44	297,851.34	20.79
ZAR	550,000	EIB 6% EMTN Sen Reg S 12/21.10.19	37,738.76	33,036.85	2.30
Total bonds			894,024.79	883,716.54	61.65
Total investments in securities			1,061,132.91	992,530.64	69.25
Cash at banks				227,699.54	15.89
Other net assets/(liabilities)				213,040.65	14.86
Total				1,433,270.83	100.00

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

Method Investments SICAV - Attractive Global Opportunities Plus

Industrial and geographical classification of investments as at 31st December 2018

Industrial classification

(in percentage of net assets)

Financials	28.94 %
Countries and governments	26.88 %
International institutions	5.53 %
Technologies	4.23 %
Raw materials	2.75 %
Industrials	0.92 %
Total	<u>69.25 %</u>

Geographical classification

(by domicile of the issuer)

(in percentage of net assets)

United States of America	21.71 %
Germany	15.89 %
The Netherlands	7.45 %
France	7.08 %
Spain	6.64 %
Luxembourg	5.53 %
Canada	2.75 %
Italy	2.20 %
Total	<u>69.25 %</u>

Method Investments SICAV - Target Selection

Statement of net assets (in EUR) as at 31st December 2018

Assets

Securities portfolio at market value	6,696,082.14
Cash at banks	1,209,158.34
Total assets	7,905,240.48

Liabilities

Unrealised loss on forward foreign exchange contracts	71,956.71
Expenses payable	33,647.81
Total liabilities	105,604.52
Net assets at the end of the year	7,799,635.96

Breakdown of net assets per share class

Share class	Number of shares	Currency of share class	NAV per share in currency of share class	Net assets per share class (in EUR)
A-Acc EUR	72.0011	EUR	905.37769	65,188.19
I-Acc EUR	8,472.2303	EUR	912.91755	7,734,447.77
				7,799,635.96

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

Method Investments SICAV - Target Selection

Statement of operations and other changes in net assets (in EUR) from 1st January 2018 to 31st December 2018

Income	
Dividends, net	30,536.13
Total income	30,536.13
Expenses	
Investment Management fees	95,528.71
Performance fees	55,865.73
Depository fees	14,818.74
Banking charges and other fees	3,713.90
Transaction fees	60,975.91
Central administration costs	52,191.71
Professional fees	9,858.08
Other administration costs	44,413.48
Subscription duty ("taxe d'abonnement")	1,033.82
Bank interest paid	2,282.28
Other expenses	26,750.59
Total expenses	367,432.95
Net investment loss	-336,896.82
Net realised gain/(loss)	
- on securities portfolio	-202,045.29
- on forward foreign exchange contracts	-115,584.19
- on foreign exchange	19,210.30
Realised result	-635,316.00
Net variation of the unrealised gain/(loss)	
- on securities portfolio	-358,550.96
- on forward foreign exchange contracts	-166,409.40
Result of operations	-1,160,276.36
Subscriptions	11,979.94
Redemptions	-1,596,482.41
Total changes in net assets	-2,744,778.83
Total net assets at the beginning of the year	10,544,414.79
Total net assets at the end of the year	7,799,635.96

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

Method Investments SICAV - Target Selection

Statistical information (in EUR)
as at 31st December 2018

Total net assets	Currency	31.12.2017	31.12.2018	
	EUR	10,544,414.79	7,799,635.96	
Net asset value per share	Currency	31.12.2017	31.12.2018	
A-Acc EUR	EUR	1,036.87401	905.37769	
I-Acc EUR	EUR	1,040.23720	912.91755	
Number of shares	outstanding at the beginning of the year	issued	redeemed	outstanding at the end of the year
A-Acc EUR	495.0267	11.9774	-435.0030	72.0011
I-Acc EUR	9,643.1222	-	-1,170.8919	8,472.2303

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

Method Investments SICAV - Target Selection

Statement of investments and other net assets (in EUR) as at 31st December 2018

Currency	Number / nominal value	Description	Cost	Market value	% of total net assets
<u>Investments in securities</u>					
<u>Transferable securities admitted to an official stock exchange listing</u>					
Shares					
GBP	16,000	Hikma Pharmaceutical Plc	337,487.40	305,763.28	3.92
JPY	4,500	Eisai Co Ltd	356,568.07	305,071.48	3.91
JPY	19,000	Showa Shell Sekiyu KK	358,248.26	233,466.31	2.99
JPY	13,000	Sumitomo Dainippo Pharm Co Ltd Reg	346,282.05	362,291.81	4.65
JPY	27,500	Takara Holdings Inc Reg	370,785.56	293,397.76	3.76
JPY	60,000	Tokyo Electric Power Co Inc	345,002.73	312,415.39	4.01
			1,776,886.67	1,506,642.75	19.32
USD	6,000	TripAdvisor Inc	324,999.34	283,149.61	3.63
Total shares			2,439,373.41	2,095,555.64	26.87
<u>Money market instruments</u>					
Money market instruments					
EUR	2,100,000	Italia 0% BOT 18/14.02.19	2,105,420.80	2,100,546.00	26.93
EUR	1,900,000	Italia 0% BOT Ser 12M 18/14.01.19	1,901,682.29	1,900,199.50	24.36
EUR	600,000	Italia 0% BOT Ser 1Y 18/14.05.19	599,358.62	599,781.00	7.69
Total money market instruments			4,606,461.71	4,600,526.50	58.98
Total investments in securities			7,045,835.12	6,696,082.14	85.85
Cash at banks				1,209,158.34	15.50
Other net assets/(liabilities)				-105,604.52	-1.35
Total				7,799,635.96	100.00

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

Method Investments SICAV - Target Selection

Industrial and geographical classification of investments as at 31st December 2018

Industrial classification

(in percentage of net assets)

Countries and governments	58.98 %
Healthcare	12.48 %
Utilities	4.01 %
Non-cyclical consumer goods	3.76 %
Technologies	3.63 %
Energy	2.99 %
Total	<u>85.85 %</u>

Geographical classification

(by domicile of the issuer)

(in percentage of net assets)

Italy	58.98 %
Japan	19.32 %
United Kingdom	3.92 %
United States of America	3.63 %
Total	<u>85.85 %</u>

Method Investments SICAV - Global Brands

Statement of net assets (in EUR) as at 31st December 2018

Assets

Securities portfolio at market value	13,383,327.80
Cash at banks	521,632.99
Income receivable on portfolio	192,536.61
Total assets	14,097,497.40

Liabilities

Unrealised loss on forward foreign exchange contracts	21,266.39
Expenses payable	27,334.52
Total liabilities	48,600.91
Net assets at the end of the year	14,048,896.49

Breakdown of net assets per share class

Share class	Number of shares	Currency of share class	NAV per share in currency of share class	Net assets per share class (in EUR)
P-Acc EUR	15,401.0256	EUR	912.20525	14,048,896.49
				14,048,896.49

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

Method Investments SICAV - Global Brands

Statement of operations and other changes in net assets (in EUR) from 1st January 2018 to 31st December 2018

Income

Interest on bonds and other debt securities, net	844,841.23
Total income	844,841.23

Expenses

Investment Management fees	15,493.53
Depository fees	15,013.43
Banking charges and other fees	11,340.75
Transaction fees	20,473.88
Central administration costs	47,962.97
Professional fees	9,858.08
Other administration costs	43,947.70
Subscription duty ("taxe d'abonnement")	1,519.72
Bank interest paid	1,472.64
Other expenses	24,426.14
Total expenses	191,508.84

Net investment income	653,332.39
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Net realised gain/(loss)

- on securities portfolio	-769,080.82
- on forward foreign exchange contracts	-475,450.03
- on foreign exchange	-3,938.96
Realised result	-595,137.42

Net variation of the unrealised gain/(loss)

- on securities portfolio	219,302.23
- on forward foreign exchange contracts	-140,726.05
Result of operations	-516,561.24

Subscriptions	-
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Redemptions	-1,999,530.94
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Total changes in net assets	-2,516,092.18
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Total net assets at the beginning of the year	16,564,988.67
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Total net assets at the end of the year	14,048,896.49
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The accompanying notes are an integral part of these financial statements.

Method Investments SICAV - Global Brands

Statistical information (in EUR) as at 31st December 2018

Total net assets	Currency	31.12.2016	31.12.2017	31.12.2018
	EUR	13,783,485.88	16,564,988.67	14,048,896.49
Net asset value per share	Currency	31.12.2016	31.12.2017	31.12.2018
P-Acc EUR	EUR	926.86489	943.28139	912.20525
Number of shares	outstanding at the beginning of the year	issued	redeemed	outstanding at the end of the year
P-Acc EUR	17,561.0256	-	-2,160.0000	15,401.0256

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

Method Investments SICAV - Global Brands

Statement of investments and other net assets (in EUR) as at 31st December 2018

Currency	Number / nominal value	Description	Cost	Market value	% of total net assets
Investments in securities					
Transferable securities admitted to an official stock exchange listing					
Bonds					
AUD	260,000	IBRD 2.8% MTN Sen 16/13.01.21	167,806.50	161,945.77	1.15
EUR	300,000	Banco BPM SpA 5.5% Sk Serie 359 Sen Sub 13/18.11.20	123,536.52	123,481.20	0.88
EUR	500,000	RCI Banque SA FRN Sen 17/12.04.21	496,013.50	493,730.00	3.51
EUR	100,000	Sace SpA VAR Reg S Sub 15/10.02.Perpetual	90,250.00	89,451.00	0.64
EUR	350,000	Teva Pharmaceutical Fin II BV 0.375% Reg S Sen 16/25.07.20	342,775.00	342,186.25	2.44
EUR	200,000	Trevi Finanziaria SpA VAR Sen 14/28.07.19	193,800.00	137,000.00	0.97
EUR	200,000	Unione di Banche Italiane SpA 6% Sub 12/08.10.19	41,150.60	40,909.60	0.29
EUR	500,000	Unione di Banche Italiane SpA VAR 09/30.06.19	499,800.00	500,062.50	3.56
EUR	350,000	Voestalpine VAR EMTN Sub Ser 2 13/31.10.Perpetual	384,250.00	357,017.50	2.54
			2,171,575.62	2,083,838.05	14.83
GBP	200,000	BAT Intl Finance Plc 7.25% EMTN Ser 33 Sen Reg S 08/12.03.24	290,352.14	271,142.18	1.93
GBP	600,000	ENEL SpA VAR Sen Sub Reg S 13/10.09.75	774,266.30	707,468.46	5.04
GBP	200,000	Orange VAR Sub Reg S 14/07.02.Perpetual	253,986.60	234,955.29	1.67
GBP	500,000	Prudential Plc VAR EMTN Ser 15 Sub Reg S 09/29.05.39	653,226.13	578,334.26	4.12
GBP	200,000	RWE AG VAR Sub Reg S 12/20.03.Perpetual	238,791.58	224,400.13	1.60
GBP	300,000	United Kingdom 4.5% T-Stock 08/07.03.19	347,608.76	336,316.22	2.39
			2,558,231.51	2,352,616.54	16.75
USD	250,000	Arconic Inc 6.15% Sen 10/15.08.20	214,149.25	223,455.81	1.59
USD	500,000	BHP Billiton Finance USA Ltd VAR Reg S Sub 15/19.10.75	452,115.00	448,322.39	3.19
USD	500,000	Coca-Cola Co 1.875% Sen 15/27.10.20	420,758.77	430,115.92	3.06
USD	200,000	Dow Chemical Co 7.375% Sen 99/01.11.29	239,165.82	212,506.56	1.51
USD	500,000	EIB 1.75% Sen 14/17.06.19	436,612.90	435,870.52	3.10
USD	600,000	Gaz Capital SA 9.25% Ser REGS 09/23.04.19	601,989.65	533,209.98	3.80
USD	400,000	Goldman Sachs Group Inc 5.95% Sub 06/15.01.27	405,460.01	369,790.02	2.63
USD	200,000	IBM Corp 7% Sen 95/30.10.25	220,273.99	207,435.69	1.48
USD	100,000	JPMorgan Chase & Co 8% Sen Sub 97/29.04.27	119,292.62	107,780.57	0.77
USD	250,000	MGM Resorts Intl 8.625% Ser B Sen 13/01.02.19	212,278.37	219,546.15	1.56
USD	500,000	Petroleos Mexicanos 8% Ser B Sen GI 09/03.05.19	442,772.19	443,449.26	3.16
USD	500,000	Pfizer Inc 1.7% Sen 19/15.12.19	426,429.96	433,374.89	3.08
USD	500,000	Procter & Gamble Co 1.9% Sen 17/23.10.20	421,227.78	430,918.63	3.07
USD	700,000	Telecom Italia SA 7.175% Sen 09/18.06.19	614,089.56	620,740.15	4.42
USD	1,000,000	UBS Gr Funding Switzerland AG VAR Sen Su Reg S 15/19.02.Perp	897,836.54	880,393.70	6.27
USD	1,750,000	US 1.375% T-Notes Ser AE-2020 15/31.10.20	1,457,953.80	1,500,347.72	10.68
USD	700,000	Volkswagen Gr of Am Fin LLC 2.45% B Sen Reg S 14/20.11.19	613,483.62	608,118.11	4.33
USD	150,000	Walgreens Boots Alliance Inc 2.7% Sen 14/18.11.19	130,293.33	130,767.71	0.93
			8,326,183.16	8,236,143.78	58.63
Total bonds			13,223,796.79	12,834,544.14	91.36
Bonds in default of payment					
EUR	250,000	Alitalia Soci Aerea Italia SpA 5.25% Reg S Sen 15/30.07.20	247,500.00	17,518.75	0.12
Total bonds in default of payment			247,500.00	17,518.75	0.12

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

Method Investments SICAV - Global Brands

Statement of investments and other net assets (in EUR) (continued) as at 31st December 2018

Currency	Number / nominal value	Description	Cost	Market value	% of total net assets
<u>Transferable securities dealt in on another regulated market</u>					
Bonds					
EUR	200,000	Unicredit SpA FRN MTN Ser 02/12 Sen Sub 15/03.05.25	203,668.00	191,350.00	1.36
USD	100,000	JPMorgan Chase Bank NA FRN Sen 16/23.09.19	86,273.45	87,671.91	0.62
USD	250,000	Siemens Financieringsmaatsc NV 6.125% Reg S Sen 06/17.08.26	267,595.70	252,243.00	1.80
			353,869.15	339,914.91	2.42
			557,537.15	531,264.91	3.78
Total bonds					
Total investments in securities			14,028,833.94	13,383,327.80	95.26
Cash at banks				521,632.99	3.71
Other net assets/(liabilities)				143,935.70	1.03
Total				14,048,896.49	100.00

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

Method Investments SICAV - Global Brands

Industrial and geographical classification of investments as at 31st December 2018

Industrial classification

(in percentage of net assets)

Financials	42.23 %
Countries and governments	13.07 %
Non-cyclical consumer goods	7.06 %
Utilities	6.64 %
Cyclical consumer goods	5.89 %
International institutions	4.25 %
Raw materials	4.05 %
Energy	3.16 %
Healthcare	3.08 %
Industrials	2.68 %
Telecommunications services	1.67 %
Technologies	1.48 %
Total	<u>95.26 %</u>

Geographical classification

(by domicile of the issuer)

(in percentage of net assets)

United States of America	36.46 %
Italy	12.86 %
Luxembourg	11.32 %
United Kingdom	8.44 %
Switzerland	6.27 %
France	5.18 %
The Netherlands	4.24 %
Australia	3.19 %
Mexico	3.16 %
Austria	2.54 %
Germany	1.60 %
Total	<u>95.26 %</u>

METHOD INVESTMENTS SICAV

Notes to the financial statements as at 31st December 2018

Note 1 - General information

METHOD INVESTMENTS SICAV (the "Company") is an open-ended investment company organised under the laws of Luxembourg as a "*Société d'Investissement à Capital Variable*" (SICAV). The Company was incorporated under the form of a public limited liability company (*Société Anonyme*) on 14th December 2011 and is authorised under Part I of the amended law of 17th December 2010 (the "2010 Act") relating to Undertakings for Collective Investment under the Council Directive 2009/65/EC, as amended. The Company is a self-managed SICAV in accordance with article 27 of the 2010 Act.

The accounts of the Company are closed on 31st December each year.

The complaints handling procedure setup in accordance with the CSSF Regulation relating to the out-of-court resolution of complaints is available at the Company's registered office free of charge upon request.

The following documents are available for inspection by Shareholders during normal business hours on any Business Day at the Registered Office of the Company:

- the Articles of incorporation,
- the Investment Management Agreement,
- the General Agreement, and
- the most recent annual reports including audited financial statements and semi-annual unaudited reports of the Company.

A copy of the Prospectus, the key investor information document ("KIID"), the most recent financial statements and the Articles of incorporation may be obtained free of charge upon request at the Registered Office of the Company.

Note 2 - Significant accounting policies

a) Presentation of the financial statements

The financial statements of the Company are prepared in accordance with Luxembourg legal and regulatory requirements concerning Undertakings for Collective Investment and with generally accepted accounting principles in Luxembourg.

b) Valuation of assets

The value of any cash in hand or on deposit, notes and bills payable on demand and accounts receivable (including reimbursements of fees and expenses payable by any UCI in which the Company may invest), prepaid expenses and cash dividends declared and interest accrued but not yet collected, is deemed the nominal value of these assets unless it is improbable that it can be paid and collected in full; in which case, the value will be arrived at after deducting such amounts as the Board of Directors of the Company may consider appropriate to reflect the true value of these assets.

Securities and Money Market Instruments listed on an official stock exchange or dealt on any other Regulated Market are valued at their last available price on the Valuation Day and, if the security or Money Market Instrument is traded on several markets, on the basis of the last known price on the main market of this security. If the last known price is not representative, valuation is based on the fair value at which it is expected it can be sold, as determined with prudence and in good faith by the Board of Directors of the Company.

Unlisted securities and securities or Money Market Instruments not traded on a stock exchange or any other Regulated Market as well as listed securities and securities or Money Market

METHOD INVESTMENTS SICAV

Notes to the financial statements (continued) as at 31st December 2018

Instruments listed on a Regulated Market for which no price is available, or securities or Money Market Instruments whose quoted price is, in the opinion of the Board of Directors of the Company, not representative of actual market value, are valued at their last known price in Luxembourg or, in the absence of such price, on the basis of their probable realisation value, as determined with prudence and in good faith by the Board of Directors of the Company.

The valuation of investments reaching maturity within a maximum period of 90 days may include straight-line daily amortisation of the difference between the principal 91 days before maturity and the value at maturity.

The liquidation value of futures, spot, forward or option contracts that are not traded on stock exchanges or other Regulated Markets is equal to their net liquidation value determined in accordance with the policies established by the Board of Directors of the Company on a basis consistently applied to each type of contract. The liquidation value of futures, spot, forward or option contracts traded on stock exchanges or other Regulated Markets is based on the latest available price for these contracts on the stock exchanges and Regulated Markets on which these option, spot, forward or futures contracts are traded, provided that if an option or futures contract cannot be liquidated on the date on which the net assets are valued, the basis for determining the liquidation value of said contract shall be determined by the Board of Directors of the Company in a fair and reasonable manner.

Liquid assets and money market instruments are valued at their nominal value plus accrued interest, or on the basis of amortised costs. The money market instruments are shown at cost and the difference between the cost and the cost of redemption on maturity is shown as interest.

Any other securities and assets are valued in accordance with the procedures put in place by the Board of Directors of the Company and with the help of specialist valuers, as the case may be, who are instructed by the Board of Directors of the Company to carry out the said valuations.

Shares or Units in underlying open-ended investment funds are valued at their last available Net Asset Value.

c) Acquisition cost of securities in the portfolio

The acquisition cost of the securities held by each Sub-Fund that are denominated in currencies other than the reference currency of the Sub-Fund is converted into this currency at the exchange rate prevailing on the date of purchase.

d) Net realised gain/(loss) on securities portfolio

The realised gains and losses on securities portfolio are calculated on the basis of the average acquisition cost and are disclosed net in the statement of operations and other changes in net assets.

e) Investment portfolio income

Dividend income is recorded at the ex-date, net of any withholding tax.

Interest income accrued and payable is recorded, net of any withholding tax.

f) Valuation of forward foreign exchange contracts

Open forward foreign exchange contracts are valued at forward market rates for the remaining period from valuation date to the maturity of the contracts. Net unrealised gains or losses are disclosed in the statement of net assets. Net variation of the unrealised gains or losses and net realised gains or losses are disclosed in the statement of operations and other changes in net assets.

METHOD INVESTMENTS SICAV

Notes to the financial statements (continued) as at 31st December 2018

g) Valuation of futures contracts

Open futures contracts are valued at the last settlement or close price on the stock exchanges or regulated markets. Net unrealised gains or losses of open contracts are disclosed in the statement of net assets. Net variation of the unrealised gains or losses and net realised gains or losses are disclosed in the statement of operations and other changes in net assets.

h) Valuation of option contracts

Premiums paid on the purchase of options are disclosed under the item "Option contracts at market value" in the statement of net assets and are presented as cost in the statement of investments and other net assets. Premiums received on issued options are disclosed under the item "Short option contracts at market value" in the statement of net assets and are presented as cost received in the statement of investments and other net assets. Option contracts outstanding at the date of the financial statements are valued at the last settlement or closing price on the stock exchanges or regulated markets. Net variation of the unrealised gains or losses and net realised gains and losses are disclosed in the statement of operations and other changes in net assets.

i) Valuation of Contracts For Differences (CFD)

Contracts For Differences (CFD) are registered in the off-balance sheet and valued on the basis of the last available price of their underlying. Net unrealised gains or losses are disclosed in the statement of net assets. Net variation of the unrealised gains or losses and net realised gains or losses are disclosed in the statement of operations and other changes in net assets.

j) Valuation of swaps contracts

Swaps contracts are registered on the off-balance sheet and valued on the basis of the recalculated market prices by using the traditional elements of pricing, considering the value, the volatility of the underlying, the interest rates and the residual value of the swap. Unrealised gains or losses are disclosed in the statement of net assets. Net variation of the unrealised gains or losses and net realised gains or losses are disclosed in the statement of operations and other changes in net assets.

k) Formation expenses

Formation expenses are amortised on a straight line basis over a period of five years.

If the launch of a Sub-Fund occurs after the launch date of the Company, the formation expenses related to the launch of the new Sub-Fund is charged to such Sub-Fund alone and may be amortised over a maximum of five years with effect from the Sub-Fund's launch date.

l) Conversion of foreign currencies

Cash at banks, other net assets, liabilities and the market value of the securities in portfolio expressed in currencies other than the reference currency of the Sub-Fund are converted into this currency at the exchange rate prevailing on the date of the financial statements. Income and expenses expressed in currencies other than the reference currency of the Sub-Fund are converted into this currency at the exchange rate prevailing on the date of the transaction. Net realised gains or losses on foreign exchange are disclosed in the statement of operations and other changes in net assets.

METHOD INVESTMENTS SICAV

Notes to the financial statements (continued) as at 31st December 2018

m) Combined financial statements

The combined financial statements of the Company are expressed in EUR and are equal to the sum of the corresponding items in the financial statements of each Sub-Fund converted into this currency at the exchange rate prevailing at the date of the financial statements.

n) Other liquid assets / Other liquid liabilities

The captions "Other liquid assets" and "Other liquid liabilities" disclosed in the statement of net assets are mainly composed of treasury accounts held with brokers.

o) Transaction fees

Transaction costs disclosed under the item "Transaction fees" in the expenses of the statement of operations and other changes in net assets are mainly composed of broker fees incurred by the Company and of fees relating to liquidation of transactions paid to the depositary as well as of transaction fees on financial instruments and derivatives.

Note 3 - Investment Management Fee

The Investment Manager is entitled to receive out of the assets of each share Class an Investment Management Fee accrued on each Valuation Day and payable monthly in arrears at the following rates p.a.:

Sub-Fund	Effective rate
- Method Investments SICAV - Attractive Global Opportunities	
- for class A-Acc EUR	2.25%
- for class I-Acc EUR , class I-Acc USD H and class Listing-Acc EUR	1.75%
- Method Investments SICAV - Attractive Global Opportunities Plus	
- for class I-Acc EUR	1.75%
- Method Investments SICAV - Target Selection	
- for class A-Acc EUR	1.50%
- for class I-Acc EUR	1.00%
- Method Investments SICAV - Global Brands	
- for class P-Acc EUR	0.10%

Note 4 - Management fees of the target funds

The Sub-Fund invests in UCITS and/or other UCIs whose management fees do not exceed 3% per year of the respective UCITS and/or other UCIs' net asset value.

METHOD INVESTMENTS SICAV

Notes to the financial statements (continued) as at 31st December 2018

Note 5 - Performance Fee

In addition to the Investment Management Fee, the Investment Manager is entitled to receive a Performance Fee out of the appreciation of the Net Asset Value per share and which is due as of each Valuation Day and is payable monthly in arrears. The Performance Fee is calculated with the following rates:

Sub-Fund	Rate
- Method Investments SICAV - Attractive Global Opportunities	
- for class A-Acc EUR	20% above Bofa* 1M EUR LIBID
- for class I-Acc EUR shares	20% above Bofa* 1M EUR LIBID
- for class I-Acc USD H shares	20% above Bofa* 1M USD LIBID
- for class Listing-Acc EUR	20% above Bofa* 1M EUR LIBID
- Method Investments SICAV - Attractive Global Opportunities Plus	
- for class I-Acc EUR	20% above Bofa* 1M EUR LIBID
- Method Investments SICAV - Target Selection	
- for class H-Acc EUR shares	15%.
- for class Listing-Acc EUR	15%
- Method Investments SICAV - Global Brands	
- for class P-Acc EUR shares	0%
- for class I-Acc EUR shares	15%

*Bofa=Bank of America

The Performance Fee accrues only on the Valuation Day on which the Net Asset Value per share exceeds the "High Water Mark", which is equal to the highest Net Asset Value per share on any previous Valuation Day.

As of each Valuation Day, the Performance Fee (if any) which shall accrue is the amount equal to:

- (i) the positive difference between:
 - (A) the Net Asset Value per share of the relevant class as of such Valuation Day and
 - (B) the highest Net Asset Value per share of the relevant class on any previous Valuation Day plus the prorated benchmark;
- (ii) multiplied by the number of shares, which are in issue on the Valuation Day and
- (iii) multiplied by the percentage rate applicable to the calculation of the Performance Fee.

METHOD INVESTMENTS SICAV

Notes to the financial statements (continued) as at 31st December 2018

At the date of the financial statements, the performance fees are recorded for the following Sub-Funds and amounted to:

Method Investments SICAV - Attractive Global Opportunities Plus	EUR	15,277.05
Method Investments SICAV - Target Selection	EUR	55,865.73

No performance fees are recorded for the other Sub-Funds.

Note 6 - Central administration costs

The item "Central administration costs" disclosed in the statement of operations and other changes in net assets is composed of administrative agent fees.

Note 7 - Subscription duty ("taxe d'abonnement")

The Company is governed by Luxembourg law.

Pursuant to the legislation and regulations in force, the Company is subject to an annual subscription duty ("*taxe d'abonnement*") of 0.05% of its net assets, calculated and payable quarterly and calculated on the basis of the net assets of each Sub-Fund on the last day of each quarter.

A reduced rate of 0.01% is applied to the classes reserved to institutional investors according to Article 174 (2) of the 2010 Act.

Pursuant to Article 175 (a) of the 2010 Act, the net assets invested in undertakings for collective investment already subject to the "*taxe d'abonnement*" are exempt from this tax.

Note 8 - Cross investments

Pursuant to Article 181 (8) of the 2010 Act relating to Undertakings for Collective Investment, the Subs-Fund Method Investments SICAV - Attractive Global Opportunities invested in the Sub-Fund Method Investment SICAV - Attractive Global Opportunities Plus as described below as at 31st December 2018:

Investing Sub-Fund	Description Invested	Currency	Quantity	Market value	% of total net assets of Investing Sub-Fund
Method Investments SICAV - Attractive Global Opportunities	Method Investments Scv Attractive Global Opp Plus I EUR Cap	EUR	1,242.1029	1,397,273.21	8.71%

The combined statement of net assets has not been adjusted to remove the impact of the above.

The commission on subscriptions and redemptions and the management fees detailed in note 3 are not applied to these assets.

METHOD INVESTMENTS SICAV

Notes to the financial statements (continued)
as at 31st December 2018

Note 9 - Forward foreign exchange contracts

As at 31st December 2018, the Sub-Funds are committed in the following forward foreign exchange contracts:

Method Investments SICAV - Attractive Global Opportunities					
Currency	Purchases	Currency	Sales	Maturity	Unrealised result (in EUR)
Forward foreign exchange contracts (Bank of America Corp, United States of America)					
EUR	2,921,112.47	USD	3,340,000.00	04.01.2019	-571.19
					-571.19
Forward foreign exchange contracts linked to class I-Acc USD H (Bank of America Corp, United States of America)					
USD	432,000.00	EUR	377,820.54	04.01.2019	73.88
					73.88
Method Investments SICAV - Attractive Global Opportunities Plus					
Currency	Purchases	Currency	Sales	Maturity	Unrealised result (in EUR)
Forward foreign exchange contracts (Morgan Stanley & Co Intl Plc, United Kingdom)					
EUR	250,000.00	USD	285,800.00	04.01.2019	-5.14
					-5.14
Method Investments SICAV - Target Selection					
Currency	Purchases	Currency	Sales	Maturity	Unrealised result (in EUR)
Forward foreign exchange contracts (KBL European Private Bankers SA, Luxembourg)					
EUR	800,000.00	GBP	710,660.00	30.04.2019	12,075.61
EUR	1,250,000.00	JPY	161,687,500.00	30.04.2019	-38,915.45
EUR	450,000.00	JPY	57,631,500.00	30.04.2019	-9,416.63
EUR	400,000.00	JPY	51,440,000.00	30.04.2019	-10,060.79
EUR	1,300,000.00	USD	1,529,255.00	30.04.2019	-24,798.20
USD	50,000.00	JPY	5,538,250.00	30.04.2019	-841.25
					-71,956.71
Method Investments SICAV - Global Brands					
Currency	Purchases	Currency	Sales	Maturity	Unrealised result (in EUR)
Forward foreign exchange contracts (KBL Europ. Private Bankers SA, Luxembourg)					
EUR	2,500,000.00	GBP	2,222,687.50	30.04.2019	35,648.21
EUR	8,500,000.00	USD	9,878,700.00	30.04.2019	-56,914.60
					-21,266.39

Note 10 - Futures contracts

As at 31st December 2018, the following Sub-Fund is committed in the following futures contracts with MORGAN STANLEY & CO INTL PLC, UNITED KINGDOM and INTERACTIVE BROKERS LTD, UNITED KINGDOM:

Method Investments SICAV - Attractive Global Opportunities					
	Number of contracts	Denomination	Currency	Exposure (in EUR)	Unrealised result (in EUR)
Sale	22	Euro BTP 10 Years FUT 03/19 EUX	EUR	-2,812,040.00	-103,400.00
Sale	7	Euro Bund 10 Years FUT 03/19 EUX	EUR	-1,144,780.00	-6,160.00
Sale	85	Euro-Schatz 6% 2 Years	EUR	-9,514,900.00	-2,550.00

METHOD INVESTMENTS SICAV

Notes to the financial statements (continued) as at 31st December 2018

	Number of contracts	Denomination	Currency	Exposure (in EUR)	Unrealised result (in EUR)
Sale	11	FUT 03/19 EUX Nikkei 225 Index FUT 03/19 CME	JPY	-869,009.96	-8,332.67
Sale	18	Nasdaq 100 Stock Index FUT 03/19 CME E-Mini	USD	-1,994,724.41	-142,559.06
Sale	27	S&P 500 Index FUT 03/19 CME E-Mini	USD	-2,958,956.69	-170,349.71
					<u>-433,351.44</u>

At the date of the financial statements, the Sub-Fund has pledged assets, recorded in the item "Deposits on futures contracts" disclosed in the statement of net assets in favour of MORGAN STANLEY & CO INTL PLC, UNITED KINGDOM as well as with GOLDMAN SACHS GROUP INC, NEW-YORK.

Note 11 - Contracts For Differences (CFD)

As at 31st December 2018, the Sub-Fund Method Investments SICAV - Attractive Global Opportunities is committed in the following Contracts For Differences with MORGAN STANLEY & CO INTL PLC, UNITED KINGDOM and INTERACTIVE BROKERS LTD, UNITED KINGDOM:

Method Investments SICAV - Attractive Global Opportunities

	Number of contracts	Denomination	Currency	Market value (in EUR)	Unrealised result (in EUR)
Sale	-488	Abiomed Inc CFD	USD	-138,774.73	-20,321.52
Sale	-400	Alphabet Inc A CFD	USD	-365,690.29	-10,502.71
Sale	-42,000	Anglo American Plc CFD	GBP	-817,502.49	-66,316.61
Sale	-12,000	Anglo American Plc CFD	GBP	-233,572.14	-9,675.38
Sale	-2,996	Apple Inc CFD	USD	-413,463.73	-9,583.32
Sale	-567	Facebook Inc A CFD	USD	-65,028.90	3,171.29
Sale	-280,000	Glencore Plc CFD	GBP	-908,492.01	-36,265.77
Sale	-10,400	Rio Tinto Plc CFD	GBP	-432,006.45	-1,618.13
				<u>-3,374,530.74</u>	<u>-151,112.15</u>

Note 12 - Credit default swap contracts

As at 31st December 2018, the Sub-Fund Method Investments SICAV - Attractive Global Opportunities is committed in the following Credit default swap contract:

Sense of protection	Underlying	Counterparty	Maturity	Currency	Nominal	Unrealised result (in EUR)
Purchase	Anglo American Capital Plc 4.125% Reg S Sen 14/15.04.21	Goldman Sachs Ltd London	20.12.2023	EUR	-1,300,000	-202,930.00
						<u>-202,930.00</u>

Note 13 - Changes in investments

The statement of changes in investments for the reporting period is available free of charge at the registered office of the Company.

METHOD INVESTMENTS SICAV

Notes to the financial statements (continued) as at 31st December 2018

Note 14 - Petrochemicals

The receivable on Petrochemicals was written off in 2017 due to the bankruptcy of the creditor. The past report provided by the credit recovery specialist (Fire Spa) about the unpaid trade receivables, highlighted a worsening of the credit recovery process, the TWS, which left very little chances to recover any amount given the unsecured nature of the credit.

Thus, at the date of the report, the Board of Directors of the Company is in the opinion that the value of the receivable on Petrochemical is still nil

The caption "payable on purchase of securities" is including fees to be paid in connection with the acquisition of this security on the exchange platform. Due to the situation described above, those fees remain unpaid at the date of the report.

Note 15 - Material uncertainty related to going concern

The Board of Directors of the Company acknowledges that the level of Assets under Management ("AuM") of the Company as of 31st December 2018 has decreased importantly, creating uncertainty about the mid-term future. The Board of Directors of the Company has escalated this concern to Method Investments & Advisory Company Ltd, considered as Promoter of the Company, requesting to implement concrete actions to restore the AuM to a more sustainable level or to take the decision to liquidate the Fund.

These events and conditions may cast doubt on the Company's ability to continue as a going concern. As a result, the Company may be unable to realize its assets and discharges its liabilities in the normal course of business.

As of today, no final decision has been taken.

Note 16 - Events

By circular resolution dated 12th May 2017, the Board of Directors of the Company has resolved to suspend any subscription and redemption of the Sub-Fund Method Investments SICAV - Equity Rebalance with immediate effect until 8th June 2017 and decided to maintain the Sub-Fund under CSSF circular 12/540 during a maximum period of 18 months starting at 8th June 2017 with the view to be able to accept further subscription request.

The cash account held by the Sub-Fund Method Investments SICAV - Equity Rebalance was closed on 28th September 2018.

The Board of Directors of the Company resolves on 28th December 2016 to close the Sub-Fund Method Investments SICAV - Xingtai China Consumer temporarily on 28th December 2016 while awaiting reactivation.

The cash account held by the Sub-Fund Method Investments SICAV - Xingtai China Consumer was closed on 5th January 2018.

METHOD INVESTMENTS SICAV

Additional information (unaudited)
as at 31st December 2018

1 - Risk Management

As required by Circular CSSF 11/512, the Board of Directors of the Company needs to determine the global risk exposure of the Company either by applying the commitment approach or the VaR approach.

In terms of risk management, the Board of Directors of the Company decided to adopt the absolute VaR approach as a method of determining the global exposure for the following Sub-Funds:

- Attractive Global Opportunities
- Attractive Global Opportunities Plus

The Board of Directors of the Company decided to adopt the commitment approach as a method of determining the global exposure for the following Sub-Funds:

- Global Brands
- Target Selection

The table below summarises for each Sub-Fund the following items:

- the maximum VaR limit over the period under monitoring (Limit)
- the VaR-fluctuation range of the VaR over the period under monitoring (Min + Max)
- the average daily VaR over the period under monitoring (Avg)

Monthly VaR 01/01/2018 - 31/12/2018	Limit	Min	Avg	Max
Attractive Global Opportunities	3%	0.75%	2.37%	10.56%
Attractive Global Opportunities Plus	8%	1.93%	2.86%	9.40%

The Risk Management model used by StatPro is Historical Simulation on Risk Factors with Full Re-Pricing. The simulations of future expected prices are generated by pricing functions. Each pricing function is fed with risk factors (i.e. IRS curves, CDS curves, Implied Volatilities etc.). EFA uses historical scenarios on risk factors to generate future expected prices.

Inside the pricing functions there are several models:

- analytical models (e.g. Black-Scholes formula) ;
- lattice models (e.g. Trinomial models) ;
- finite differences models ;
- Monte Carlo models (used for path-dependent stochastic pay-offs).

VaR calculation is implemented in accordance with the following parameters:

- One-tailed confidence interval of 99%
- Holding period equivalent to 1 month (20 business days)
- Effective observation period (history) of risk factors of 3 years (750 days)
- Daily data set updates
- Daily calculation or any other if requested.

METHOD INVESTMENTS SICAV

Additional information (unaudited) (continued)
as at 31st December 2018

Leverage:

1. Leverage risk levels measured during the year 2018

For each Sub-Fund using the VaR approach, the leverage was measured during the full year with both gross and commitment methods on a daily basis. The tables below summarise the following items:

- the maximum leverage limit (Limit)
- the leverage-fluctuation range over the year 2018 (Min + Max)
- the average daily leverage over the year 2018 (Avg)

Leverage Risk (Gross Method) 01/01/2018 - 31/12/2018	Min	Avg	Max	Limit
Attractive Global Opportunities	42.23%	279.85%	500.23%	300%
Attractive Global Opportunities Plus	14.79%	47.15%	114.40%	600%

Leverage Risk (Commitment Method) 01/01/2018 - 31/12/2018	Min	Avg	Max
Attractive Global Opportunities	15.47%	243.60%	439.29%
Attractive Global Opportunities Plus	13.77%	36.23%	96.79%

2. Comments

Please be informed that during 2018 the Sub-Funds Equity Rebalance and Xingtai China Consumer have been dormant, no VaR, Commitment and Leverage has been calculated during this period.

2.1. Regulation

Method Investments SICAV falls under the scope of the UCITS regulation.

According to Box 23 of ESMA guidelines 10-788, UCITS using VaR approaches should disclose the expected level of leverage and the possibility of higher leverage levels in the prospectus.

Leverage should be calculated as the sum of the notionals of the derivatives used.

Since the VaR approach does not directly limit the level of leverage, the UCITS' prospectus should disclose the possibility of higher leverage levels and also the expected level of leverage that might be reached. However, the disclosed expected level of leverage is not intended to be an additional exposure limit for the UCITS. The level of leverage may vary over time.

METHOD INVESTMENTS SICAV

Additional information (unaudited) (continued)
as at 31st December 2018

2.2. Prospectus

In the version of the prospectus dated February 2017, it is indicated:

- in the special sections relating to "Attractive Global Opportunities" that "the leverage of the Sub-Fund (calculated as the sum of the notional of the Derivatives used) is not expected to exceed 300% of the Sub-Fund's Net Asset Value."
- in the special sections relating to "Attractive Global Opportunities Plus" that "the leverage of the Sub-Fund (calculated as the sum of the notional of the Derivatives used) is not expected to exceed 600% of the Sub-Fund's Net Asset Value."
- in the special sections relating to "Equity Rebalance" that "the leverage of the Sub-Fund (calculated as the sum of the notional of the Derivatives used) is not expected to exceed 350% of the Sub-Fund's Net Asset Value."

2.3. Interpretation / analysis

Since the disclosed expected level of leverage is not intended to be an additional exposure limit for the UCITS, and due to the good monitoring of the level of the net leverage, the Board of Directors of the Company has decided not to undertake any further additional action.

2 - Remuneration

The Company is a self-managed UCITS, that employs two part-time Conducting Officers who receive a fixed remuneration. Two members of the Board of Directors of the Company also received a fixed remuneration and one of them received an additional variable remuneration.

Accordingly, and taking into account the principle of proportionality, there is no specific requirement for the Company to establish a remuneration policy.

The total fixed remuneration paid in 2018 to the senior management of the Company (Board of Directors and Conducting Officers) was EUR 162,500.00 (VAT excl.). This amount excludes remuneration paid to delegates.

The total variable remuneration paid in 2018 to senior management of the Company (Director) was EUR 7,699.47 (VAT excl.).

3 - Information concerning the transparency of securities financing transactions and of reuse of cash collateral (regulation EU 2015/2365, hereafter "SFTR")

During the reporting period, the Company did not engage in transactions which are subject to the publication requirements of SFTR. Accordingly, no information concerning the transparency of securities financing transactions and of reuse of cash collateral should be reported.