

Annual Report & Financial Statements

FP Argonaut Funds

For the year ended 28 February 2018

Contents

FP Argonaut Funds	Page
Authorised Corporate Director's ("ACD") Report*	3
Certification of Financial Statements by Directors of the ACD*	4
Statement of the ACD's Responsibilities	5
Statement of the Depositary's Responsibilities	6
Report of the Depositary to the Shareholders of the Company	6
Independent Auditor's Report to the Shareholders of FP Argonaut Funds	7
Accounting Policies and Financial Instruments	10
Individual Funds Investment Commentary and Financial Statements	
FP Argonaut Absolute Return Fund	15
FP Argonaut European Alpha Fund	45
FP Argonaut European Income Opportunities Fund	72
FP Argonaut European Enhanced Income Fund	91
FP Argonaut European Income Fund	107
General Information	123
Contact Information	126

* Collectively these comprise the ACD's Report.

Authorised Corporate Director's ("ACD") Report

We are pleased to present the Annual Report and audited Financial Statements for FP Argonaut Funds for the year ended 28 February 2018.

Authorised Status

FP Argonaut Funds ("the Company") is an investment company with variable capital ("ICVC") incorporated in England and Wales under registered number IC000943 and authorised by the Financial Conduct Authority ("FCA") with effect from 12 March 2012. The Company has an unlimited duration.

Shareholders are not liable for the debts of the Company.

Head Office: The Head Office of the Company is at 8-9 Lovat Lane, London EC3R 8DW.

The Head Office is the address of the place in the UK for service on the Company of notices or other documents required or authorised to be served on it.

Structure of the Company

The Company is structured as an umbrella company, in that different Funds may be established from time to time by the ACD with the approval of the FCA. On the introduction of any new Fund or Share Class, a revised prospectus will be prepared setting out the relevant details of each Fund or Share Class.

The Company is a UCITS scheme.

The assets of each Fund will be treated as separate from those of every other Fund and will be invested in accordance with the investment objective and investment policy applicable to that Fund. Investment of the assets of each of the Funds must comply with the FCA's Collective Investment Schemes Sourcebook ("COLL") and the Investment Objective and Policy of each of the relevant Funds.

Currently the Company has five Funds. In the future there may be other Funds established.

Under the requirements of UCITS V and the UCITS Remuneration Code, Fund Partners, as UCITS Manager, must establish and apply remuneration policies and practices for its staff that have a material impact on the risk profile of Fund Partners or the fund.

These practices must be consistent with and promote sound and effective risk management, not encourage risk taking which is inconsistent with the risk profile of the fund as detailed in the instrument of the fund or the prospectus and does not impair Fund Partners' compliance with its duty to act in the best interest of the fund it manages.

Under the UCITS Remuneration Code, Fund Partners are required to disclose how those individuals whose actions have a material impact on the fund are remunerated (see page 124).

Crossholdings

There were no Shares in any Fund held by any other Fund of the company.

Important Events During the Year

On 27 September 2017, following regulatory approval of the Financial Conduct Authority ("FCA") and the Commission de Surveillance du Secteur Financier ("CSSF"), Fund Partners Limited, became a sister Company to FundRock Management Company S.A. Luxembourg with both entities ultimately owned by FundRock Holding.

Base Currency:

The base currency of the Company and each Fund is Pounds Sterling.

Share Capital:

The minimum share capital of the Company is £1 and the maximum is £100,000,000,000. Shares in the Company have no par value. The share capital of the Company at all times equals the the sum of the net asset values of each of the funds.

**Certification of Financial Statements by Directors of the ACD
For the year ended 28 February 2018**

Directors' Certification

This report has been prepared in accordance with the requirements of COLL, as issued and amended by the FCA. We hereby certify the report on behalf of the Directors of Fund Partners Limited.

The Directors are of the opinion that it is appropriate to continue to adopt the going concern basis in the preparation of the Financial Statements as the assets of the Funds consist predominantly of securities that are readily realisable and, accordingly, the Funds have adequate resources to continue in operational existence for the foreseeable future.

C. Spencer

M. Wood

Fund Partners Limited

22 June 2018

Statement of Authorised Corporate Director's Responsibilities For the year ended 28 February 2018

The Authorised Corporate Director ("ACD") of FP Argonaut Funds ("the Company") is responsible for preparing the Annual Report and the Audited Financial Statements in accordance with the Open-Ended Investment Companies Regulations 2001 ("the OEIC Regulations"), the FCA's Collective Investment Schemes Sourcebook ("COLL") and the Company's Instrument of Incorporation.

The OEIC Regulations and COLL require the ACD to prepare Financial Statements for each annual accounting period which:

- are in accordance with United Kingdom Generally Accepted Accounting Practice ("United Kingdom Accounting Standards and applicable law"), including FRS 102 "The Financial Reporting Standard applicable in the UK and Republic of Ireland" and the Statement of Recommended Practice: "Financial Statements of UK Authorised Funds" issued by the Investment Association ("IA SORP") in May 2014; and
- give a true and fair view of the financial position of the Company and each of its sub funds as at the end of that year and the net revenue and the net capital gains or losses on the property of the Company and each of its sub funds for that year.

In preparing the Financial Statements, the ACD is required to:

- select suitable accounting policies and then apply them consistently;
- make judgments and estimates that are reasonable and prudent;
- state whether applicable UK Accounting Standards and the IA SORP have been followed, subject to any material departures disclosed and explained in the Financial Statements; and
- prepare the Financial Statements on the going concern basis unless it is inappropriate to presume that the Company will continue in operation.

The ACD is responsible for keeping proper accounting records that disclose with reasonable accuracy at any time the financial position of the Company and enable them to ensure that the Financial Statements comply with the applicable IA SORP and United Kingdom Accounting Standards and applicable law. The ACD is also responsible for the system of internal controls, for safeguarding the assets of the Company and for taking reasonable steps for the prevention and detection of fraud and other irregularities.

In accordance with COLL 4.5.8BR, the Annual Report and the audited Financial Statements were approved by the board of directors of the ACD of the Company and authorised for issue on 22 June 2018.

Statement of the Depositary's Responsibilities For the year ended 28 February 2018

The Depositary must ensure that the Company is managed in accordance with the Financial Conduct Authority's Collective Investment Schemes Sourcebook, the Open-Ended Investment Companies Regulations 2001 (SI 2001/1228), as amended, the Financial Services and Markets Act 2000, as amended, (together "the Regulations"), the Company's Instrument of Incorporation and Prospectus (together "the Scheme documents") as detailed below.

The Depositary must in the context of its role act honestly, fairly, professionally, independently and in the interests of the Company and its investors.

The Depositary is responsible for the safekeeping of all custodial assets and maintaining a record of all other assets of the Company in accordance with the Regulations.

The Depositary must ensure that:

- the Company's cash flows are properly monitored and that cash of the Company is booked into the cash accounts;
- the sale, issue, repurchase, redemption and cancellation of shares are carried out;
- the value of shares of the Company are calculated;
- any consideration relating to transactions in the Company's assets is remitted to the Company within the usual time limits;
- the Company's income is applied in accordance with the Regulations; and
- the instructions of the Authorised Fund Manager ("the AFM") which is the UCITS management company, are carried out (unless they conflict with the Regulations).

The Depositary also has a duty to take reasonable care to ensure that the Company is managed in accordance with the Scheme documents and the Regulations in relation to the investment and borrowing powers applicable to the Company.

Report of the Depositary to the Shareholders of the Company For the year ended 28 February 2018

Having carried out such procedures as we considered necessary to discharge our responsibilities as Depositary of the Company it is our opinion, based on the information available to us and the explanations provided, that in all material respects the Company, acting through the AFM:

- (i) has carried out the issue, sale, redemption, cancellation and calculation of the price of the Company's shares and the application of the Company's revenue, in accordance with COLL and, where applicable, the OEIC Regulations, the Instrument of Incorporation and the Prospectus of the Company; and
- (ii) has observed the investment and borrowing powers and restrictions applicable to the Company.

State Street Trustees Limited
Depositary
22 June 2018

Independent Auditor's Report to the Shareholders of FP Argonaut Funds For the year ended 28 February 2018

Report on the audit of the financial statements

Opinion

In our opinion the financial statements:

- give a true and fair view of the financial position of the Company and its sub-funds as at 28 February 2018 and of the net revenue and expense and the net capital gains and losses on the property of the Company and its sub funds for the year ended 28 February 2018; and
- have been properly prepared in accordance with United Kingdom Generally Accepted Accounting Practice including Financial Reporting Standard 102 "The Financial Reporting Standard applicable in the UK and Republic of Ireland", the Statement of Recommended Practice "Financial Statements of UK Authorised Funds", the rules in the Collective Investment Schemes Sourcebook and the Instrument of Incorporation.

We have audited the financial statements of FP Argonaut Funds (the "Company") which comprise for each sub-fund:

- the statement of total return;
- the statement of change in net assets attributable to shareholders;
- the balance sheet;
- the related notes 1 to 19; and
- the distribution tables.

The financial reporting framework that has been applied in their preparation is applicable law and United Kingdom Accounting Standards, including Financial Reporting Standard 102 "The Financial Reporting Standard applicable in the UK and Republic of Ireland" (United Kingdom Generally Accepted Accounting Practice), the Statement of Recommended Practice: "Financial Statements of UK Authorised Funds" issued by the Investment Association in May 2014, the Collective Investment Schemes Sourcebook and the Instrument of Incorporation.

Basis for opinion

We conducted our audit in accordance with International Standards on Auditing (UK) (ISAs(UK)) and applicable law. Our responsibilities under those standards are further described in the auditor's responsibilities for the audit of the financial statements section of our report.

We are independent of the Company in accordance with the ethical requirements that are relevant to our audit of the financial statements in the UK, including the FRC's Ethical Standard, and we have fulfilled our other ethical responsibilities in accordance with these requirements. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion.

Conclusions relating to going concern

We are required by ISAs (UK) to report in respect of the following matters where:

- the Authorised Corporate Director's (ACD's) use of the going concern basis of accounting in preparation of the financial statements is not appropriate; or
- the ACD has not disclosed in the financial statements any identified material uncertainties that may cast significant doubt about the Company's ability to continue to adopt the going concern basis of accounting for a period of at least twelve months from the date when the financial statements are authorised for issue.

We have nothing to report in respect of these matters.

Independent Auditor's Report to the Shareholders of FP Argonaut Funds For the year ended 28 February 2018

Other information

The ACD is responsible for the other information. The other information comprises the information included in the annual report, other than the financial statements and our auditor's report thereon. Our opinion on the financial statements does not cover the other information and, except to the extent otherwise explicitly stated in our report, 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 we identify such material inconsistencies or apparent material misstatements, we are required to determine whether there is a material misstatement in the financial statements or a material misstatement of the other information. 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 that fact.

We have nothing to report in respect of these matters.

Responsibilities of Depositary and ACD

As explained more fully in the Depositary's responsibilities statement and the ACD's responsibilities statement, the Depositary is responsible for the safeguarding the property of the Company and the ACD is responsible for the preparation of the financial statements and for being satisfied that they give a true and fair view, and for such internal control as the ACD 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 ACD 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 ACD either intends to liquidate the Company or to cease operations, or have no realistic alternative but to do so.

Auditor's responsibilities for the audit of the financial statements

Our objectives 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 an auditor's report that includes our opinion. Reasonable assurance is a high level of assurance, but is not a guarantee that an audit conducted in accordance with ISAs (UK) 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.

A further description of our responsibilities for the audit of the financial statements is located on the Financial Reporting Council's website at: www.frc.org.uk/auditorsresponsibilities. This description forms part of our auditor's report.

Use of our report

This report is made solely to the Company's Shareholders, as a body, in accordance with Paragraph 4.5.12R of the Collective Investment Schemes Sourcebook of the Financial Conduct Authority. Our audit work has been undertaken so that we might state to the Company's Shareholders those matters we are required to state to them in an auditor's report and for no other purpose. To the fullest extent permitted by law, we do not accept or assume responsibility to anyone other than the Company and the Company's Shareholders as a body, for our audit work, for this report, or for the opinions we have formed.

**Independent Auditor's Report to the Shareholders of FP Argonaut Funds
For the year ended 28 February 2018**

Report on other legal and regulatory requirements

Opinion on other matters prescribed by the Collective Investment Schemes Sourcebook

In our opinion:

- proper accounting records for the Company and the sub-funds have been kept and the financial statements are in agreement with those records;
- we have received all the information and explanations which, to the best of our knowledge and belief, were necessary for the purposes of our audit; and
- the information disclosed in the annual report for the year ended 28 February 2018 for the purpose of complying with Paragraph 4.5.9R of the Collective Investment Schemes Sourcebook is consistent with the financial statements.

Deloitte LLP
Statutory Auditor
Glasgow, United Kingdom

22 June 2018

Accounting Policies and Financial Instruments For the year ended 28 February 2018

1. Accounting basis and policies

(a) Basis of accounting

The Financial Statements have been prepared under the historical cost basis, as modified by the revaluation of investments and in accordance with FRS 102 "The Financial Reporting Standards Applicable in the UK and Republic of Ireland" and the Statement of Recommended Practice ("SORP") for Financial Statements of UK Authorised Funds issued by the Investment Association in May 2014.

As described in the Certification of Financial Statements by Directors of the ACD on page 4, the ACD continues to adopt the going concern basis in the preparation of the Financial Statements of the Funds.

(b) Realised and unrealised gains and losses

Realised gains or losses have been calculated as the proceeds from disposal less book cost. Where realised gains or losses which have arisen in previous years, a corresponding reversal of such previously recognised loss or gain is recognised in unrealised gains or losses.

All foreign currency transactions are recorded using an exchange rate from the effective date of the transaction (e.g. the trade date of a trade, the ex-div date of a dividend, or the date of a currency disposal).

Unrealised gain/losses are calculated with reference to the original recorded value of the asset or liability, and only the element of gain/loss within the accounting period is recorded in the Financial Statements. All unrealised and realised gains are capital in nature and do not form part of the Fund's distributable income.

(c) Recognition of revenue

Dividends on quoted equities and preference shares are recognised when the securities are quoted ex-dividend and are recognised net of attributable tax credits.

Rebates of annual management charges on underlying investments are accounted for on an accruals basis and recognised as revenue or capital in line with the treatment of the charge on the underlying fund.

Interest on bank and other cash deposits is recognised on an accruals basis.

All revenue includes withholding taxes but excludes irrecoverable tax credits.

Any reported revenue from an offshore fund, in excess of any distribution received in the reporting period, is recognised as revenue no later than the date on which the reporting fund makes this information available.

Returns on derivative transactions have been treated as either revenue or capital depending on the motives and circumstances on acquisition.

Commissions from stock lending are recognised on an accruals basis and disclosed net of fees paid to the ACD and other parties.

(d) Treatment of stock and special dividends

The ordinary element of stock dividends received in lieu of cash dividends is credited to capital in the first instance followed by a transfer to revenue of the cash equivalent being offered and this forms part of the distributable revenue.

Special dividends are reviewed on a case by case basis in determining whether the dividend is to be treated as revenue or capital. Amounts recognised as revenue will form part of the distributable revenue. The tax treatment follows the treatment of the principal amount.

(e) Treatment of expenses

The FP Argonaut European Income Fund and the FP Argonaut European Enhanced Income Fund charge all their expenses to capital. The FP Argonaut Absolute Return Fund and the FP Argonaut European Alpha Fund charge all their expenses to revenue with the exception of those relating to the purchase and sale of investments and stamp duty reserve tax (SDRT), which are charged against capital.

Expenses are recorded on an accruals basis but the Funds may incur additional allowable expenses which are charged as and when they are incurred.

Accounting Policies and Financial Instruments For the year ended 28 February 2018

Performance fee

The Performance Fee will be calculated and accrued daily but will only become payable annually in arrears in respect of each discrete period of twelve months ending 31 December (the "Performance Period"). The Performance Fee will accrue daily as if each day were the end of a Performance Period, therefore if relevant; the fee will crystallise upon redemptions and will be paid to the Investment Manager at the end of Performance Period. There is no maximum value on the Performance Fee that could be taken. Full details can be found in the prospectus.

The amount of Performance Fee payable in respect of each Performance Period is Sterling amount equivalent to the product of:

- (a) the opening NAV;
- (b) the higher of:
 - the excess performance over 5% (the "hurdle Rate"); and
 - highest mid price, net of any performance fee, calculated at the end of any previous Performance Period (the "High Watermark"); the higher being the "Target Price";
- (c) the rate of performance fee (being 20% of the outperformance of the Target Price); and
- (d) the average number of Shares in issue during the Calculation Period.

The accrual for a performance fee shall reflect the average number of Shares in issue during the Performance Period. However, where the actual number of shares in issue (on any day) is less than 95% of the average number of shares in issue is shown on the performance fee calculation (which could occur where large redemptions of shares are placed relative to the number of shares in issue in that share class), the average number of shares in issue will be reset to the actual number of shares in issue.

There is no performance fee in the current year.

(f) Allocation of revenue and expenses to multiple Share Classes and Funds

Any revenue or expenses not directly attributable to a particular Share Class or Fund will normally be allocated pro-rata to the net assets of the relevant Share Classes and Funds.

(g) Taxation

Tax is provided for using tax rates and laws which have been enacted or substantively enacted at the balance sheet date.

Corporation tax is provided for on the income liable to corporation tax less deductible expenses.

Corporation tax is provided for on realised gains on non-reporting offshore funds less deductible expenses. Deferred tax is provided for on unrealised gains on non-reporting offshore funds less deductible expenses.

Where tax has been deducted from revenue that tax can, in some instances, be set off against the corporation tax payable, by way of double tax relief.

Deferred tax is provided using the liability method on all timing differences arising on the treatment of certain items for taxation and accounting purposes, calculated at the rate at which it is anticipated the timing differences will reverse. Deferred tax assets are recognised only when, on the basis of available evidence, it is more likely than not that there will be taxable profits in the future against which the deferred tax asset can be offset.

(h) Distribution policy

The net revenue after taxation, as disclosed in the Financial Statements, after adjustment for items of a capital nature, is distributable to Shareholders as dividend distributions. Any revenue deficit is deducted from capital.

In addition, the portfolio transaction charges will be charged wholly to the capital of the Funds. Accordingly, the imposition of such charges may constrain the capital growth of the Funds.

The ACD has elected to pay all revenue less expenses charged to revenue and taxation as a biannual distribution at the end of each accounting period, with the exception of the FP Argonaut European Income Opportunities Fund where distributions are paid quarterly.

Interim distributions may be made at the ACD's discretion.

Accounting Policies and Financial Instruments For the year ended 28 February 2018

(i) Basis of valuation of investments

Listed investments are valued at close of business bid prices excluding any accrued interest in the case of fixed interest securities, on the last business day of the accounting period.

Market value is defined by the SORP as fair value which is the bid value of each security.

Collective Investment Schemes are valued at quoted bid prices for dual priced funds and at quoted prices for single priced funds, on the last business day of the accounting period.

Unlisted or suspended investments are valued by the Investment Manager taking into account, where appropriate, latest dealing prices, valuations from reliable sources, financial performance and other relevant factors.

The value of derivative contracts is calculated with reference to the price/value of the underlying asset(s) and other relevant factors such as interest rates and volatility.

Non-observable entity specific data is only used where relevant observable market data is not available. Typically this category will include single broker-priced instruments, suspended/unquoted securities, private equity, unlisted close-ended funds and open-ended funds with restrictions on redemption rights.

All investments are recognised by trade date, and any trades that occur between valuation point and close of business are included in the Financial Statements.

(j) Exchange rates

Transactions in foreign currencies are recorded in Sterling at the rate ruling at the date of the transactions. Assets and liabilities expressed in foreign currencies at the end of the accounting period are translated into Sterling at the closing mid market exchange rates ruling on that date.

(k) Dilution adjustment

The ACD may require a dilution adjustment on the sale and redemption of Shares if, in its opinion, the existing Shareholders (for sales) or remaining Shareholders (for redemptions) might otherwise be adversely affected. In particular, the dilution adjustment may be charged in the following circumstances: where the scheme property is in continual decline; on a Fund experiencing large levels of net sales relative to its size; on 'large deals'; in any case where the ACD is of the opinion that the interests of remaining Shareholders require the imposition of a dilution adjustment.

(l) Equalisation

Equalisation applies only to Shares purchased during the distribution period (Group 2 Shares). It represents the accrued revenue included in the purchase price of the Shares.

After averaging it is returned with the distribution as a capital repayment. It is not liable to income tax but must be deducted from the cost of the Shares for Capital Gains tax purposes.

(m) Derivatives

Some of the Funds may enter into permitted transactions such as derivative contracts or forward foreign currency transactions. Where these transactions are used to protect or enhance revenue, the revenue and expenses are included within net revenue in the Statement of Total Return.

Premiums received on option contracts written out of the money are recognised as revenue when received. All other returns on option contracts, including premiums received on option contracts written in the money are treated as capital.

Where the transactions are used to protect or enhance capital, the gains/losses are treated as capital and included within gains/losses on investments in the Statement of Total Return. Any open positions in these types of transactions at the period end are included in the Balance Sheet at their mark to market value.

Accounting Policies and Financial Instruments For the year ended 28 February 2018

2. Derivatives and other financial instruments

In pursuing the investment objectives a number of financial instruments are held which may comprise securities and other investments, cash balances and debtors and creditors that arise directly from operations. Derivatives, such as futures or forward currency contracts, may be utilised for hedging purposes.

The main risks from the Company's holding of financial instruments, together with the ACD's policy for managing these risks, are disclosed below:

(a) Foreign currency risk

A significant portion of the Company's assets may be denominated in a currency other than the base currency of the Company or Class. There is the risk that the value of such assets and/or the value of any distributions from such assets may decrease if the underlying currency in which assets are traded falls relative to the base currency in which Shares of the relevant Fund are valued and priced.

The Company is not required to hedge its foreign currency risk, although it may do so through foreign currency exchange contracts, forward contracts, currency options and other methods. To the extent that the Company does not hedge its foreign currency risk or such hedging is incomplete or unsuccessful, the value of the Company's assets and revenue could be adversely affected by currency exchange rate movements. There may also be circumstances in which a hedging transaction may reduce currency gains that would otherwise arise in the valuation of the Company in circumstances where no such hedging transactions are undertaken.

Hedged Share Classes

A hedging policy is in place for the A Accumulation EUR and I Accumulation EUR Share Classes on FP Argonaut Absolute Return Fund and FP Argonaut European Enhanced Income Fund and for the A Accumulation USD Hedged and I Accumulation USD Hedged Share Classes on FP Argonaut Absolute Return Fund to hedge the currency risk between the GBP base currency of the Fund to the local currency of the share class to ensure that the risk from foreign currency is reduced for these share classes. Entering into a hedge transaction should mitigate the effect of exchange rate fluctuations between the base and hedged currency. Any gains or losses from the hedging instruments are treated as capital and included within the Statement of Total Return.

(b) Interest rate risk profile of financial assets and liabilities

The interest rate risk is the risk that the value of the Company's investments will fluctuate due to changes in the interest rate. Cashflows from floating rate securities, bank balances, or bank overdrafts will be affected by the changes in interest rates. As the Company's objective is to seek capital growth, these cashflows are considered to be of secondary importance and are not actively managed.

The Company did not have any long term financial liabilities at the balance sheet date.

(c) Credit risk

The Company may find that companies in which it invests fail to settle their debts on a timely basis. The value of securities issued by such companies may fall as a result of the perceived increase in credit risk. Adhering to investment guidelines and avoiding excessive exposure to one particular issuer can limit credit risk.

(d) Liquidity risk

Subject to the Regulations, the Company may invest up to and including 10% of the Scheme Property of the Company in transferable securities which are not approved securities (essentially transferable securities which are admitted to official listing in an EEA state or traded on or under the rules of an eligible securities market). Such securities and instruments are generally not publicly traded, may be unregistered for securities law purposes and may only be able to be resold in privately negotiated transactions with a limited number of purchasers. The difficulties and delays associated with such transactions could result in the Company's inability to realise a favourable price upon disposal of such securities, and at times might make disposition of such securities and instruments impossible. To the extent the Company invests in securities and instruments the terms of which are privately negotiated, the terms of such securities and instruments may contain restrictions regarding resale and transfer.

Accounting Policies and Financial Instruments For the year ended 28 February 2018

In addition, certain listed securities and instruments, particularly securities and instruments of smaller capitalised or less seasoned issuers, may from time to time lack an active secondary market and may be subject to more abrupt or erratic price movements than securities of larger, more established companies or stock market averages in general. In the absence of an active secondary market the Company's ability to purchase or sell such securities at a fair price may be impaired or delayed.

(e) Market price risk

The Company invests principally in equities, Collective Investment Schemes and derivatives. The value of these investments are not fixed and may go down as well as up. This may be the result of a specific factor affecting the value of an individual equity or be caused by general market factors (such as government policy or the health of the underlying economy) which can affect the entire portfolio. The Investment Manager seeks to minimise these risks by holding a diversified portfolio of Collective Investment Schemes in line with the Company's objectives. In addition, the management of the Company complies with the FCA's COLL sourcebook, which includes rules prohibiting a holding greater than 30% of assets in any one Fund.

(f) Counterparty risk

Transactions in securities entered into by the Company give rise to exposure to the risk that the counterparties may not be able to fulfil their responsibility by completing their side of the transaction. The Investment Manager minimises this risk by conducting trades through only the most reputable counterparties.

Counterparty risk is also managed by limiting the exposure to individual counterparties through adherence to the investment spread restrictions included within the Company's prospectus and COLL.

(g) Fair value of financial assets and financial liabilities

There is no material difference between the value of the financial assets and liabilities, as shown in the balance sheet, and their fair value.

(h) Operational risk

Operational risk is the risk of loss arising from systems failure, human error, fraud or external events. When controls fail to perform, operational risks can cause damage to reputation, have legal or regulatory implications, or lead to financial loss. The Company cannot eliminate operational risks but, through the continual review and assessment of its control environment, by monitoring and responding to potential risks, they can be managed.

High level controls include effective segregation of duties, trade confirmation checking and reconciliation procedures, incident reporting and oversight of delegated functions.

(i) Leverage

In accordance with the IA SORP issued in May 2014, as ACD we are required to disclose any leverage of the Fund. Leverage is defined as any method by which the Fund increases its exposure through borrowing or the use of derivatives (calculated as the sum of the net asset value and the incremental exposure through the derivatives and in accordance with the commitment approach (CESR/10-788)) divided by the net asset value.

The Funds' exposure is defined with reference to the 'Commitment' method. Commitment method exposure is calculated as the sum of all positions of the Fund, after netting off derivative and security positions and is disclosed within the individual Funds' Financial Statements Leverage note.

(j) Stock lending

The Funds may enter into stock lending, where these transactions are used to generate additional income. The revenue and expenses are included within net revenue in the Statement of Total Return. Collateral is obtained equal to the value of the securities transferred, to secure the obligation of the counterparty. There is no limit on the value of the Scheme Property of a Fund which maybe the subject of stock lending transactions.

Investment Manager's Report For the year ended 28 February 2018

Investment Objective

To provide positive absolute returns in Sterling share class currency over a 3 year rolling period, utilising a variety of asset classes and regardless of market conditions. The Fund will not be managed against any formal benchmark.

Capital invested in the Fund is at risk and there is no guarantee that the investment objective will be met over the 3 year rolling periods or in respect of any other time period.

Investment Policy

The Investment Adviser will seek to identify methodically those investments, generally in European markets including the UK and Eastern Europe, with the most and least attractive characteristics for investment. This assessment will be made with a view to being long on stocks with superior or underestimated earnings trends and being short on stocks with inferior or overestimated earnings trends.

Initially the investment process may involve the use of stock screening tools and meetings with company management teams or industry experts. The Investment Adviser then applies its stock research process to assess company and industry trends and management ability of specific companies in order to build a valuation model which assesses fair value versus current share price. The Investment Adviser uses this bottom-up approach to determine the appropriate investment exposure, if any, of the Fund (direct or through derivatives) to the listed equity securities of companies from those markets (without particular pre-defined portfolio weightings). Investments may also be made to a lesser extent in the corporate debt securities of those companies. The strategy will focus mainly on investing in the 'extremes' of the market i.e. investing in assets considered to be cheap and undervalued and conversely shorting expensive ones.

Investment strategies will be achieved through some use of derivative products (which will include contracts for difference (swaps), traded options and financial futures) in the pursuit of the investment objective. Direct investment will be made in equities and corporate debt securities for long exposure whereas exchange-traded financial derivative instruments and over-the-counter financial derivative instruments (together 'derivatives'), may be used strategically, for (additional) long and for short exposures. Short positions will be generated synthetically through derivatives, designed to allow the Fund to benefit economically from the fall in the price of the underlying securities to which the derivatives relate.

The Fund will use derivative instruments to generate additional income by systematically writing "out of the money" call options.

The use of call options will constrain capital growth if the call options are exercised against the Fund when they are in the money. Additionally, the call options must be covered.

In pursuit of its investment policy, all or a substantial proportion of the Fund's assets may consist of cash, near cash, deposits, warrants and/or money market instruments; the Fund may also invest in government bonds and other transferable securities Collective Investment Schemes (and use may be made of stock lending, borrowing, hedging techniques permitted by the FCA Rules).

In addition to a cash holding being maintained to contribute to the absolute return, substantial cash holdings could be required in support of derivatives to achieve the same economic return as holding the securities themselves.

The Fund's over-the-counter financial derivatives may be transacted with a single counterparty and strategies may be generated through a single derivative contract. In all circumstances, however, the Fund will comply with the investment restrictions and limits set out in the Prospectus. Derivatives strategies are designed to have the same economic effect as if the Fund were investing directly in the equities underlying the derivatives.

In addition, the Fund has the ability to invest in transferable securities embedding derivatives such as convertible bonds and to employ techniques involving, foreign exchange forwards, futures, options, stock lending and contracts for difference for the purpose of efficient portfolio management. These strategies may be used for reducing risk, reducing cost or generating additional capital for the Fund.

Investment Manager's Report For the year ended 28 February 2018

The Fund aims to generate absolute returns from five principal strategies:

- Long investing where there is a strong conviction that the stock price will rise;
- Short investing where there is a strong conviction that the stock price will fall;
- Pair trades – a combination of long and short investments to minimise sector and market risk. This could take the form of arbitrage opportunities such as long corporate debt paired with short equity;
- Cash holdings of up to 100% of the portfolio;
- Leverage to increase exposure to equity and corporate debt securities whether long or short but only to the extent permitted by the FCA Regulations.

Investment Review

Over the review period (28/02/2017 to 28/02/2018) the fund performed exceptionally well generating a +25.10% return in comparison with the market return over the same time period of +4.74%, and the peer group returns in both the Lipper Global Alternative Long/Short European Equity sector of +1.75% (1st/72 funds) and IA Targeted Absolute Return sector of +2.84% (3rd/82 funds).¹

The fund made positive returns in both long and short books with the overall return weighted toward the former. The profile of the returns was also pleasing with the fund generating positive returns in 3 out of 5 negative market months, giving an overall +11.47% return in 5/12 negative market months whilst the market overall returned -9.65%. The overall correlation of the fund to the market was modest at 0.39 despite on average a net market exposure of 57%.³

In the long book, the biggest contributor to returns was our long-standing investment in German equipment company Aixtron (+144%) which was buoyed by the potential orderbook for its tools in the manufacture of semiconductors for 3-D sensing and next stage LED screen technology. Welsh compound semiconductor foundry IQE (+97%) and French computer game publisher Ubisoft (+47%) were other notable winners within the Technology sector. The fund also benefitted from its long exposure to Eastern Europe, with credit card company Tinkoff (+112%), blue-chip banks Sberbank (+39%) and OTP (+37%) performing strongly, as did oil company Lukoil (+26%). Airlines Wizz (+51%) and Lufthansa (+41%) also performed in a strong ticket environment for most airlines. French mining company Eramet (+29%) was another notable contributor.²

In the short book, the biggest contributor was Steinhoff (-90%) whose share price collapsed following allegations of fraud and embezzlement of shareholders' funds by the management team. We had long been suspicious of the company's opaque reporting, disregard of normal standards of corporate governance and value destructive acquisition policy. The fund also made money from the AA Group (-70%) as its modest growth prospects became apparent and a turnaround plan under a new CEO did not convince investors that the company could continue to operate with such a leveraged balance sheet. Funeral operator Dignity (-55%) collapsed following its announcement that it would have to cut its prices and increase marketing spend in response to competition. Other notable contributors included our long held short position in perennially loss-making airline Norwegian Air Shuttle (-37%) and Dutch sub-prime shopping mall owner Wereldhave (-20%).²

Market Overview

The most notable macro feature of the period was the continued upswing in global economic growth and a gradual normalisation of interest rates. With the strong global outlook, commodity prices were generally robust, with crude oil rising (+18%) and nickel (+26%) the standout metal on future demand in electronic cars. The Federal Reserve raised its key interest rate 3 times by 25bps from 0.75% to 1.50% reflecting an accelerating US growth environment, the first signs of labour tightness and fiscal stimulus from President Trump's tax reforms. However, this did not cause the US dollar to strengthen - which might withdraw liquidity from the global economy - in our view given long term concerns around the US fiscal deficit and anticipation that asset purchase programmes in Europe and Japan are close to an end. Indeed, during the review period the ECB tapered their monthly asset purchases from €60bn to €30bn whilst the Bank of England took back their post-Brexit referendum emergency 25bps cut, raising the base rate to 0.50%. Remarkably, the US dollar fell by 15% against the Euro and 11% against Sterling over the review period.²

Investment Manager's Report For the year ended 28 February 2018

European macroeconomic indicators rose to levels not seen since 2000 and the well-watched German IFO rose to its highest ever level since the series began in 1991. The laggard is now the UK where the economic outlook continues to be weighed down by fears of Brexit. Although, it can hardly be said that the Eurozone economy, as a whole, is operating at anything near full capacity and its headline economic growth is still modest. However, for the first time in a decade the Eurozone economy has no crisis of note, whether economic, political (ex UK) or banking. Whether this relative serene environment can be sustained is of course a moot point, but it at least provides a lower volatility environment in which fund managers are rewarded again for the simple virtues of stock-picking and where the nose-bleed valuations of traditional "safe-havens" no longer provide an easy comfort blanket for returns.

Outlook

Uncertainties over the pace of global monetary tightening may well lead to further position unwinding and market dislocations. However, this should be put in the context of the most benign European macro environment since the financial crisis, where the overall outlook for corporate earnings is improving but now needs to be balanced against a new risk of rising interest rates. With the re-rating of the European equity market now likely behind us, future returns in the long book will need to come from genuine corporate earnings surprise. In the short book, we believe that profit warnings from highly valued companies, with limited growth prospects, will now be properly punished whilst a more discriminating high yield bond market should result in rising defaults amongst highly leveraged business models with poor profitability.

Although we are inclined to a reflationary view, we are avoiding macro or factor risk becoming overly dominant in the portfolio construction, preferring instead to focus on the abundant opportunities for earnings surprise in both long and short books which should also result in the fund being well-diversified. Although, in market corrections that are "technical" rather than "fundamental" in origin it can be challenging to find reliable single stock market hedges. We are looking to manage this potential volatility and correlation challenge by pro-active position sizing to better manage portfolio price momentum. However, we also believe that these market dislocations ultimately create opportunities and therefore appreciate that a rise of volatility in general may be the cost of enhanced longer-term returns.

Source: ¹ Lipper, ² Bloomberg, ³ Argonaut Capital Partners

Investment Manager

Barry Norris, Founder & Fund Manager
15 March 2018

FP Argonaut Absolute Return Fund

Performance Record

As at 28 February 2018

	A GBP Accumulation			A EUR Accumulation		
	28/02/18	28/02/17	29/02/16	28/02/18	28/02/17	29/02/16
Change in net assets per Share	(p)	(p)	(p)	(c)	(c)	(c)
Opening net asset value per Share	150.60	190.23	191.34	128.01	163.75	166.22
Return before operating charges*	39.74	(36.63)	4.93	32.85	(33.17)	1.60
Operating charges	(3.25)	(3.00)	(6.04)	(2.82)	(2.57)	(4.07)
Return after operating charges	36.49	(39.63)	(1.11)	30.03	(35.74)	(2.47)
Distributions	(0.51)	-	-	(0.35)	-	-
Retained distributions on accumulation Shares	0.51	-	-	0.35	-	-
Closing net asset value per Share	187.09	150.60	190.23	158.04	128.01	163.75
* after direct transaction costs of:	1.08	0.57	0.21	0.91	0.47	0.22
Performance						
Return after operating charges	24.23%	(20.83%)	(0.58%)	23.46%	(21.83%)	(1.49%)
Other information						
Closing net asset value	£2,652,016	£2,043,623	£7,750,473	€219,957	€185,357	€2,057,889
Closing number of Shares	1,417,508	1,356,970	4,074,257	139,174	144,798	1,256,706
Operating charges	1.99%	1.77%	1.70%	2.05%	1.83%	1.76%
Performance fee	0.00%	0.00%	1.33%	0.00%	0.00%	0.72%
Direct transaction costs	0.66%	0.33%	0.10%	0.66%	0.33%	0.13%
Prices						
Highest Share price	193.85	191.70	213.58	163.62	165.03	184.71
Lowest Share price	144.04	151.53	187.81	122.55	129.06	161.78

FP Argonaut Absolute Return Fund

Performance Record

As at 28 February 2018

	A USD Accumulation		I GBP Accumulation		
	28/02/17 (c)	29/02/16 (c)	28/02/18 (p)	28/02/17 (p)	29/02/16 (p)
Change in net assets per Share					
Opening net asset value per Share	94.80	100.00	159.59	200.07	201.27
Return before operating charges*	(16.67)	(3.46)	42.27	(38.70)	3.81
Operating charges	(1.45)	(1.74)	(2.14)	(1.78)	(5.01)
Return after operating charges	(18.12)	(5.20)	40.13	(40.48)	(1.20)
Distributions	-	-	(1.16)	-	-
Retained distributions on accumulation Shares	-	-	1.16	-	-
Closing net asset value per Share	76.68	94.80	199.72	159.59	200.07
* after direct transaction costs of:	0.33	0.28	1.14	0.58	0.22
Performance					
Return after operating charges	(19.11%)	(5.20%)	25.15%	(20.23%)	(0.60%)
Other information					
Closing net asset value	\$0	\$486,335	£23,392,319	£64,418,925	£51,057,014
Closing number of Shares	0	513,027	11,712,522	40,365,114	25,519,657
Operating charges	1.83%	1.76%	1.24%	1.02%	0.95%
Performance fee	0.00%	0.00%	0.00%	0.00%	1.44%
Direct transaction costs	0.33%	0.15%	0.66%	0.33%	0.10%
Prices					
Highest Share price	95.53	106.86	206.78	201.62	221.69
Lowest Share price	76.54	93.64	152.80	160.57	197.44

Share Class A USD Accumulation was launched 28 August 2015 and closed 19 December 2016. The change in net assets per Share is shown to the closure date of 19 December 2016.

FP Argonaut Absolute Return Fund

Performance Record

As at 28 February 2018

	I EUR Accumulation			I USD Accumulation		
	28/02/18	28/02/17	29/02/16	28/02/18	28/02/17	29/02/16
	(c)	(c)	(c)	(c)	(c)	(c)
Change in net assets per Share						
Opening net asset value per Share	132.18	168.43	168.70	88.02	109.89	110.32
Return before operating charges*	33.16	(34.69)	2.84	24.87	(20.95)	1.42
Operating charges	(1.57)	(1.56)	(3.11)	(1.34)	(0.92)	(1.85)
Return after operating charges	31.59	(36.25)	(0.27)	23.53	(21.87)	(0.43)
Distributions	(1.45)	-	-	(0.60)	-	-
Retained distributions on accumulation Shares	1.45	-	-	0.60	-	-
Closing net asset value per Share	163.77	132.18	168.43	111.55	88.02	109.89
* after direct transaction costs of:	0.88	0.48	0.23	0.66	0.30	0.16
Performance						
Return after operating charges	23.90%	(21.52%)	(0.16%)	26.73%	(19.90%)	(0.39%)
Other information						
Closing net asset value	€1,959,563	€64,579,757	€276,653,530	\$5,333,667	\$4,465,276	\$5,676,459
Closing number of Shares	1,196,549	48,856,780	164,255,640	4,781,290	5,073,255	5,165,513
Operating charges	1.18%	1.08%	1.01%	1.33%	1.08%	1.01%
Performance fee	0.00%	0.00%	0.84%	0.00%	0.00%	0.72%
Direct transaction costs	0.66%	0.33%	0.13%	0.66%	0.33%	0.15%
Prices						
Highest Share price	169.46	169.74	190.24	115.31	110.75	123.22
Lowest Share price	126.75	133.26	166.32	84.35	88.53	108.51

FP Argonaut Absolute Return Fund

Performance Record As at 28 February 2018

R GBP Accumulation

	28/02/18	28/02/17	29/02/16
Change in net assets per Share	(p)	(p)	(p)
Opening net asset value per Share	136.07	170.60	170.23
Return before operating charges*	36.02	(32.97)	4.36
Operating charges	(1.83)	(1.56)	(3.99)
Return after operating charges	34.19	(34.53)	0.37
Distributions	(1.02)	-	-
Retained distributions on accumulation Shares	1.02	-	-
Closing net asset value per Share	170.26	136.07	170.60
* after direct transaction costs of:	0.97	0.51	0.19
Performance			
Return after operating charges	25.13%	(20.24%)	0.22%
Other information			
Closing net asset value	£27,018,209	£29,466,805	£134,653,279
Closing number of Shares	15,868,611	21,655,111	78,931,265
Operating charges	1.24%	1.02%	0.95%
Performance fee	0.00%	0.00%	1.29%
Direct transaction costs	0.66%	0.33%	0.10%
Prices			
Highest Share price	176.28	171.92	190.95
Lowest Share price	130.28	136.91	168.36

FP Argonaut Absolute Return Fund

Performance Information

As at 28 February 2018

Operating Charges

Date	AMC* (%)	Fund accounting fee for hedged share classes (%)	Synthetic expense ratio (%)	Other expenses (%)	Transaction costs (%)	Total Operating Charges (%)
28/02/18						
Share Class A GBP Accumulation	1.50	0.06	0.01	0.25	0.18	2.00
Share Class A EUR Accumulation	1.50	0.12	0.01	0.25	0.18	2.06
Share Class I GBP Accumulation	0.75	0.06	0.01	0.25	0.18	1.25
Share Class I EUR Accumulation	0.75	0.11	0.01	0.13	0.18	1.18
Share Class I USD Accumulation	0.75	0.14	0.01	0.25	0.18	1.33
Share Class R GBP Accumulation	0.75	0.06	0.01	0.25	0.18	1.25
28/02/17						
Share Class A GBP Accumulation	1.50	0.01	0.01	0.18	0.07	1.77
Share Class A EUR Accumulation	1.50	0.07	0.01	0.18	0.07	1.83
Share Class A USD Accumulation	1.50	0.07	0.01	0.18	0.07	1.83
Share Class I GBP Accumulation	0.75	0.01	0.01	0.18	0.07	1.02
Share Class I EUR Accumulation	0.75	0.07	0.01	0.18	0.07	1.08
Share Class I USD Accumulation	0.75	0.07	0.01	0.18	0.07	1.08
Share Class R GBP Accumulation	0.75	0.01	0.01	0.18	0.07	1.02

Share Class A USD Accumulation was closed on 19 December 2016.

* Annual Management Charge

The Operating Charge is the ratio of the Fund's total disclosable costs (excluding overdraft interest) to the average net assets of the Fund. When a Fund invests a substantial proportion of its assets in other UCITS or Collective Investment Undertakings (CIU), the Operating Charge shall take account of the operating charges incurred in the underlying CIUs and disclose as a Synthetic expense ratio.

Performance Fee

The Performance Fee will be calculated and accrued daily but will only become payable annually in arrears in respect of each discrete period of twelve months ending 31 December (the "Performance Period"). The Performance Fee will accrue daily as if each day were the end of a Performance Period, therefore if relevant; the fee may be payable upon redemptions and will be paid to the Investment Manager at the end of the Performance Period. There is no maximum value on the Performance Fee that could be taken. Full details can be found in the prospectus.

The amount of Performance Fee payable in respect of each Performance Period is a Sterling amount equivalent to the product of:

(a) the opening NAV;

(b) the higher of:

- the excess performance over 5% (the "Hurdle Rate"); and
- the highest mid price, net of any performance fee, calculated at the end of any previous Performance Period (the "High Watermark"); the higher being the "Target Price";

(c) the rate of the performance fee (being 20% of the outperformance of the Target Price); and

(d) the average number of Shares in issue during the Calculation Period.

The accrual for a performance fee shall reflect the average number of Shares in issue during the Performance Period. However, where the actual number of shares in issue (on any day) is less than 95% of the average number of shares in issue shown on the performance fee calculation (which could occur where large redemptions of shares are placed relative to the number of shares in issue in that share class), the average number of shares in issue will be reset to the actual number of shares in issue.

FP Argonaut Absolute Return Fund

Performance Information

As at 28 February 2018

Risk and Reward Profile

As at 28 February 2018

	Typically lower rewards			Typically higher rewards			
	←			→			
	Lower risk			Higher risk			
Share Class A GBP Accumulation	1	2	3	4	5	6	7
Share Class A EUR Accumulation	1	2	3	4	5	6	7
Share Class I GBP Accumulation	1	2	3	4	5	6	7
Share Class I EUR Accumulation	1	2	3	4	5	6	7
Share Class I USD Accumulation	1	2	3	4	5	6	7
Share Class R GBP Accumulation	1	2	3	4	5	6	7

- This indicator is based on historical data and may not be a reliable indication of the future risk profile of the Fund.
- The risk category shown is not guaranteed to remain unchanged and may shift over time.
- The lowest category does not mean 'risk free'.
- The Class A and I Shares above appear as a "4", "5" and "6" on the scale. This is because it invests in the shares of companies whose values tend to vary more widely. Additionally, the Class A and I shares (depending on their currency denomination) may be affected by currency exchange rates.
- The Class R Shares appears as a "4" on the scale. Although the Fund invests in the shares of companies (whose values tend to vary more widely), it uses derivatives which reduce the impact of variations in value.

Risk Warning

An investment in an Open-Ended Investment Company should be regarded as a medium to long term investment. Investors should be aware that the price of Shares and the income from them may fall as well as rise and investors may not receive back the full amount invested. Past performance is not a guide to future performance. Investments denominated in currencies other than the base currency of a fund are subject to fluctuation in exchange rates, which may be favourable or unfavourable.

FP Argonaut Absolute Return Fund

Portfolio Statement

As at 28 February 2018

Holdings or Nominal Value	Investments	Market Value £	% of Total Net Assets
Equities 63.09% [37.37%]			
206,658	AIXTRON	3,007,373	5.11
358,320	Cairn Homes	559,503	0.95
20,612	Eramet	2,360,955	4.01
37,640	Gima TT	588,734	1.00
21,387	GRENKE	1,695,308	2.88
71,235	Hellenic Petroleum	517,059	0.88
586,524	Infrastrutture Wireless Italiane	2,961,929	5.03
50,679	KBC Ancora	2,393,292	4.06
8,191,677	Liberbank	3,354,369	5.70
143,590	MOL Hungarian Oil & Gas	1,145,531	1.95
29,424	Motor Oil Hellas Corinth Refineries	496,951	0.84
12,273	Nilfisk	452,313	0.77
25,551	Novo Nordisk	966,269	1.64
69,089	OCI	1,186,129	2.02
55,208	OTP Bank	1,799,104	3.06
38,449	Porsche Automobil Preference	2,349,055	3.99
46,799	Smurfit Kappa	1,184,775	2.01
11,619	Takeaway.com	522,475	0.89
222,647	TCS GDR	3,724,651	6.33
63,221	Tennant	2,954,915	5.02
48,471	Ubisoft Entertainment	2,915,873	4.95
		37,136,563	63.09
Collective Investment Schemes 2.91% [11.43%]			
182,693	SSgA Cash Management Fund	182,693	0.31
1,531,969	Standard Life Investments Sterling Liquidity Fund	1,531,969	2.60
		1,714,662	2.91
Contracts for Difference (0.68)% [(0.24)%]			
(262,061)	AA	104,693	0.18
108,916	Acerinox	16,464	0.03
(218,970)	ALD	73,220	0.12
46,419	ArcelorMittal	1,233	0.00
(421,519)	Brait	(62,980)	(0.11)
265,308	Burford Capital	(180,410)	(0.31)
(22,118)	Casino Guichard Perrachon	13,805	0.02
(88,674)	CECONOMY	32,574	0.05
(206)	Chocoladefabriken Lindt & Spruengli	(10,016)	(0.02)
(126,624)	Citycon	611	0.00
(108,789)	Deutsche EuroShop	3,852	0.01
(19,515)	Dignity	(7,416)	(0.01)
107,494	doBank	(82,782)	(0.14)
(44,661)	Essity	(15,975)	(0.03)
(194,696)	Europcar	(120,639)	(0.20)
(17,847)	Eutelsat	(35,308)	(0.06)
(10,634)	FactSet Research Systems	(10,574)	(0.02)
(19,426)	Fielmann	2,926	0.00
392,607	GKN	90,300	0.15

FP Argonaut Absolute Return Fund

Portfolio Statement

As at 28 February 2018

(35,357) GrandVision	(17,761)	(0.03)
(38,291) H Lundbeck	(1,241)	0.00
15,670 Holmen	21,693	0.04
(106,071) Inmarsat	(40,731)	(0.07)
(21,490) Innogy	(44,132)	(0.07)
1,366,711 IQE	70,700	0.12
50,350 LUKOIL	38,735	0.07
(70,689) Mediaset Espana Comunicacion	(16,269)	(0.03)
(42,340) Mercialys	(7,044)	(0.01)
2,691,693 Meyer Burger Technology	(66,343)	(0.11)
78,759 MMC Norilsk Nickel	(55,446)	(0.09)
1,501 Nilfisk	869	0.00
(193,436) Norwegian Air Shuttle	74,296	0.13
(189,606) Norwegian Finans	(198,407)	(0.34)
71,534 Novo Nordisk	48,639	0.08
(15,294) Novozymes	1,659	0.00
13,341 Orsted	23,632	0.04
(21,592) PSP Swiss Property	(29,931)	(0.05)
(9,825) Reckitt Benckiser	19,287	0.03
65,016 Rhi Magnesita	133,283	0.23
188,064 Sberbank of Russia	50,502	0.09
99,735 Segro	16,357	0.03
(55,902) SES	(93,771)	(0.16)
(67,321) Shire	(19,622)	(0.03)
(19,407) Societe BIC	(16,320)	(0.03)
239,044 Sophos	(49,243)	(0.08)
82,592 Svenska Cellulosa	20,069	0.03
(21,799) Swiss Prime Site	(15,301)	(0.03)
(55,609) Television Francaise 1	3,938	0.01
(292,034) Terna Rete Elettrica Nazionale	(5,113)	(0.01)
(57,661) TPI Composites	(23,435)	(0.04)
(21,902) Vestas Wind Systems	(48,431)	(0.08)
(93,837) Wallenstam	(14,638)	(0.02)
(4,372) Wereldhave	(1,316)	0.00
(6,643) Wirecard	(3,646)	(0.01)
16,295 Wolters Kluwer	30,723	0.05
(14,140) XXL	520	0.00

(399,661) (0.68)

Forward Currency Contracts (0.25)% [0.18%]

Bought CHF682,067 for GBP521,143 Settlement 29/03/2018	3,279	0.01
Bought DKK459,714 for GBP54,399 Settlement 28/03/2018	300	0.00
Bought EUR1,568,502 for GBP1,381,880 Settlement 29/03/2018	7,657	0.01
Bought HUF39,231,332 for GBP111,076 Settlement 29/03/2018	(427)	(0.00)
Bought NOK27,257 for GBP2,491 Settlement 28/03/2018	17	0.00
Bought SEK5,643,217 for GBP499,135 Settlement 29/03/2018	(4,403)	(0.01)
Bought USD289,365 for GBP207,296 Settlement 29/03/2018	2,448	0.00
Sold DKK14,441,440 for GBP1,710,857 Settlement 28/03/2018	(7,446)	(0.01)
Sold EUR30,670,363 for GBP27,062,425 Settlement 29/03/2018	(108,474)	(0.18)
Sold HUF1,131,218,158 for GBP3,198,434 Settlement 29/03/2018	7,912	0.01
Sold NOK639,322 for GBP58,197 Settlement 28/03/2018	(614)	(0.00)
Sold SEK3,363,728 for GBP294,926 Settlement 29/03/2018	33	0.00
Sold USD532,455 for GBP382,858 Settlement 29/03/2018	(3,088)	0.00
Sold USD9,027,848 for GBP6,433,281 Settlement 29/03/2018	(110,484)	(0.19)

FP Argonaut Absolute Return Fund

Portfolio Statement

As at 28 February 2018

Hedged Share Classes		
Bought EUR212,712 for GBP187,844 Settlement 29/03/2018	598	0.00
Bought EUR909 for GBP803 Settlement 29/03/2018	2	0.00
Bought EUR3,559 for GBP3,140 Settlement 29/03/2018	13	0.00
Bought EUR1,891,561 for GBP1,670,421 Settlement 29/03/2018	5,315	0.01
Bought EUR10,413 for GBP9,203 Settlement 29/03/2018	21	0.00
Bought EUR32,792 for GBP28,933 Settlement 29/03/2018	118	0.00
Bought USD5,195,766 for GBP3,708,398 Settlement 29/03/2018	57,712	0.10
Bought USD3,041 for GBP2,171 Settlement 29/03/2018	33	0.00
Bought USD87,914 for GBP62,964 Settlement 29/03/2018	760	0.00
	(148,718)	(0.25)
Portfolio of investments	38,302,846	65.07
Net other assets	20,559,987	34.93
Net assets	58,862,833	100.00

Stock shown as GDR represent Global Depository Receipt.

The investments have been valued in accordance with note 1(i) of the Accounting Policies and Financial Instruments.

All investments are ordinary shares unless otherwise stated and admitted to official stock exchange listings.

Comparative figures shown above in square brackets relate to 28 February 2017.

Gross purchases for the year: £269,164,334 [2017: £441,834,351] (See note 16).

Total sales net of transaction costs for the year: £335,760,369 [2017: £461,112,473] (See note 16).

At the year end, certain securities were on loan under a stock lending agreement (See note 17).

FP Argonaut Absolute Return Fund

Statement of Total Return

For the year ended 28 February 2018

	Note	01/03/17 to 28/02/18		01/03/16 to 28/02/17	
		£	£	£	£
Income:					
Net capital gains/(losses)	2		17,079,832		(57,571,153)
Revenue	3	2,395,404		5,551,650	
Expenses	4	(1,930,735)		(8,268,503)	
Interest payable and similar charges	5	<u>(6,895)</u>		<u>(10,546)</u>	
Net revenue/(expense) before taxation		457,774		(2,727,399)	
Taxation	6	<u>(108,758)</u>		<u>(85,704)</u>	
Net revenue/(expense) after taxation			<u>349,016</u>		<u>(2,813,103)</u>
Total return before distributions			17,428,848		(60,384,256)
Distributions	7		(911,063)		129
Change in net assets attributable to Shareholders from investment activities			<u>16,517,785</u>		<u>(60,384,127)</u>

Statement of Change in Net Assets Attributable to Shareholders

For the year ended 28 February 2018

		01/03/17 to 28/02/18		01/03/16 to 28/02/17	
		£	£	£	£
Opening net assets attributable to Shareholders			154,820,931		415,186,345
Amounts receivable on issue of Shares		10,514,010		101,393,648	
Amounts payable on cancellation of Shares		<u>(123,634,154)</u>		<u>(301,208,866)</u>	
			(113,120,144)		(199,815,218)
Dilution adjustment			72,545		(166,069)
Change in net assets attributable to Shareholders from investment activities (see above)			16,517,785		(60,384,127)
Retained distributions on accumulation Shares			571,716		-
Closing net assets attributable to Shareholders			<u>58,862,833</u>		<u>154,820,931</u>

FP Argonaut Absolute Return Fund

Balance Sheet

As at 28 February 2018

		28/02/18		28/02/17	
	Note	£	£	£	£
Assets:					
Fixed assets:					
Investments			39,832,023		79,890,283
Current assets:					
Debtors	8	1,449,195		12,306,753	
Cash and bank balances	9	<u>20,324,327</u>		<u>130,212,291</u>	
Total current assets			<u>21,773,522</u>		<u>142,519,044</u>
Total assets			<u>61,605,545</u>		<u>222,409,327</u>
Liabilities:					
Investment liabilities			(1,529,177)		(4,425,338)
Creditors:					
Bank overdrafts	11	(815,894)		(60,272,156)	
Other creditors	10	<u>(397,641)</u>		<u>(2,890,902)</u>	
Total creditors			<u>(1,213,535)</u>		<u>(63,163,058)</u>
Total liabilities			<u>(2,742,712)</u>		<u>(67,588,396)</u>
Net assets attributable to Shareholders			<u>58,862,833</u>		<u>154,820,931</u>

Notes to the Financial Statements
For the year ended 28 February 2018

1. Accounting Basis and Policies

The Fund's Financial Statements have been prepared on the basis detailed on pages 10 to 12.

2. Net capital gains/(losses)

01/03/17 to 28/02/18	01/03/16 to 28/02/17
£	£

The net capital gains/(losses) during the year comprise:

Currency losses	(2,977,806)	(7,356,424)
Derivatives contract gains/(losses)	9,989,563	(62,782,133)
Forward currency contract gains	361,342	11,015,463
Non-derivative security gains	9,942,417	5,415,045
Transaction charges	(170,731)	(198,650)
Breach compensation	993,791	-
Contracts for difference financing charges	(1,057,830)	(3,664,454)
ADR Fees	(914)	-
Net capital gains/(losses)	17,079,832	(57,571,153)

3. Revenue

01/03/17 to 28/02/18	01/03/16 to 28/02/17
£	£

Bank interest	15,694	92,279
Offshore funds dividends	11,249	45,741
Overseas dividends	1,654,372	1,485,962
UK dividends	-	189,868
Stock lending income	18,939	88,304
Contracts for difference	695,150	3,649,496
Total revenue	2,395,404	5,551,650

4. Expenses

01/03/17 to 28/02/18	01/03/16 to 28/02/17
£	£

Payable to the ACD, associates of the ACD, and agents of either of them

AMC fees	745,665	2,243,023
General administration charge*	116,461	407,351
Printing, postage, stationery and typesetting costs	5,506	5,485
Administration charge	60,546	146,339
	<u>928,178</u>	<u>2,802,198</u>

Payable to the Depositary, associates of the Depositary and agents of either of them

Safe custody fees	36,553	12,453
	<u>36,553</u>	<u>12,453</u>

Other expenses

Professional fees	76,724	92,309
Contracts for difference	889,280	5,361,543
	<u>966,004</u>	<u>5,453,852</u>
Total expenses	1,930,735	8,268,503

* FCA fees and Audit fees of £10,060 + VAT for the year ended 28 February 2018 (2017: £7,550 + VAT) have been borne by the ACD out of its general administration charge.

Notes to the Financial Statements
For the year ended 28 February 2018

5. Interest payable and similar charges	01/03/17 to 28/02/18	01/03/16 to 28/02/17
	£	£
Interest	6,895	10,546
Total interest payable and similar charges	6,895	10,546

6. Taxation	01/03/17 to 28/02/18	01/03/16 to 28/02/17
	£	£
<i>(a) Analysis of the tax charge in the year</i>		
Overseas tax	108,758	85,704
Total taxation for the year (Note 6 (b))	108,758	85,704

(b) Factors affecting tax charge for the year

The tax assessed for the year is different from that calculated when the standard rate of corporation tax for an Open-Ended Investment Company of 20% (2017: 20%) is applied to the net revenue/(expense) before taxation. The differences are explained below:

	01/03/17 to 28/02/18	01/03/16 to 28/02/17
	£	£
Net revenue/(expense) before taxation	457,774	(2,727,399)
Net revenue/(expense) for the year multiplied by the standard rate of corporation tax	91,555	(545,480)
Effects of:		
Movement in excess management expenses	208,978	875,051
Overseas tax	108,758	85,704
Revenue not subject to corporation tax	(300,533)	(329,571)
Total tax charge for the year	108,758	85,704

OEICs are exempt from tax on capital gains in the UK. Therefore, any capital return is not included within the reconciliation above.

(c) Provision for deferred tax

There is no provision required for deferred taxation at the Balance Sheet date in the current or prior year.

(d) Factors that may affect future tax charges

At the year end, after offset against revenue taxable on receipt, there is a potential deferred tax asset of £2,357,434 (2017: £2,148,456) in relation to surplus management expenses. It is unlikely that the Fund will generate sufficient taxable profits in the future to utilise this amount and therefore no deferred tax asset has been recognised in the year.

Notes to the Financial Statements
For the year ended 28 February 2018

7. Finance costs

Distributions

The distributions take account of revenue received on the creation of Shares and revenue deducted on the cancellation of Shares, and comprise:

	01/03/17 to 28/02/18	01/03/16 to 28/02/17
	£	£
Interim	571,716	-
Add: Revenue paid on cancellation of Shares	351,383	10
Deduct: Revenue received on creation of Shares	(12,036)	(139)
Net distribution for the year	911,063	(129)

Reconciliation of net revenue/(expense) after taxation to distributions

Net revenue/(expense) after taxation	349,016	(2,813,103)
Equalisation on conversion of Shares	9	-
Revenue deficit	562,038	2,812,974
Net distribution for the year	911,063	(129)

Details of the distributions per Share are set out in the distribution tables on pages 40 to 41.

8. Debtors

	28/02/18	28/02/17
	£	£
Accrued bank interest	106	47
Accrued revenue	8,659	2,828
Amounts receivable for creation of Shares	304,295	12,054
Dilution adjustment receivable	-	11,463
Overseas withholding tax recoverable	172,239	71,909
Sales awaiting settlement	960,869	12,208,085
Prepaid expense	3,027	367
Total debtors	1,449,195	12,306,753

9. Cash and bank balances

	28/02/18	28/02/17
	£	£
Cash and bank balances	2,555,220	39,649,862
Amount held at futures clearing houses and brokers	17,769,107	90,562,429
Total cash and bank balances	20,324,327	130,212,291

**Notes to the Financial Statements
For the year ended 28 February 2018**

10. Other creditors	28/02/18	28/02/17
	£	£
Amounts payable for cancellation of Shares	41,033	734,299
Corporation tax payable	39	39
Purchases awaiting settlement	180,850	1,914,345
	<u>221,922</u>	<u>2,648,683</u>
<i>Accrued expenses</i>		
<i>Manager and Agents</i>		
AMC fees	46,927	96,121
Administration charge	15,368	37,934
General administration charge	7,244	15,178
Printing, postage, stationery and typesetting costs	540	1,817
Registration fees	6,345	1,269
Publishing	171	1,596
Contracts for difference	4,450	182
	<u>81,045</u>	<u>154,097</u>
<i>Depositary and Agents</i>		
Safe custody fees	14,989	5,050
Transaction charges	53,166	51,506
	<u>68,155</u>	<u>56,556</u>
<i>Other accrued expenses</i>		
Legal and professional fees	26,134	30,140
Overdraft interest	385	1,426
	<u>26,519</u>	<u>31,566</u>
Total other creditors	<u>397,641</u>	<u>2,890,902</u>
11. Bank overdrafts	28/02/18	28/02/17
	£	£
Bank overdrafts	52,171	1,355
Amounts overdrawn at futures clearing houses and brokers	763,723	60,270,801
Total bank overdrafts	<u>815,894</u>	<u>60,272,156</u>

12. Related party transactions

Management fees paid to the ACD are disclosed in note 4 and amounts due at the year end are disclosed in note 10.

Monies received and paid by the ACD through the creation and cancellation of Shares are disclosed in the Statement of Change in Shareholders' Net Assets and amounts due at the year end are disclosed in notes 8 and 10.

The ACD and its associates (including other authorised investment funds managed by the ACD) have no Shareholdings in the Company at the year end.

**Notes to the Financial Statements
For the year ended 28 February 2018**

13. Share Classes

The Share Class and ACD's Annual Management Charges applicable to each Fund are as follows:

	%
Share Class A GBP Accumulation	1.50
Share Class A EUR Accumulation	1.50
Share Class I GBP Accumulation	0.75
Share Class I EUR Accumulation	0.75
Share Class I USD Accumulation	0.75
Share Class R GBP Accumulation	0.75

Each Share Class has equal rights in the event of the wind up of any Fund.

The reconciliation of the opening and closing numbers of shares of each class is shown below:

	28/02/17	Issued	Cancelled	Converted	28/02/18
Share Class A GBP Accumulation	1,356,970	418,326	(355,573)	(2,215)	1,417,508
Share Class A EUR Accumulation	144,798	-	(5,624)	-	139,174
Share Class I GBP Accumulation	40,365,114	1,752,215	(30,404,807)	-	11,712,522
Share Class I EUR Accumulation	48,856,780	2,814	(47,663,045)	-	1,196,549
Share Class I USD Accumulation	5,073,255	-	(291,965)	-	4,781,290
Share Class R GBP Accumulation	21,655,111	4,155,261	(9,944,206)	2,445	15,868,611

14. Capital commitments and contingent liabilities

There were no contingent liabilities or outstanding commitments at the balance sheet date (2017: nil).

Notes to the Financial Statements
For the year ended 28 February 2018

15. Derivatives and other financial instruments

The main risks from the Fund's holding of financial instruments, together with the ACD's policy for managing these risks, are disclosed in note 2 on pages 13 and 14 of the report.

(a) Foreign currency risk

The table below shows the foreign currency risk profile at the balance sheet date:

Currency	Net foreign currency assets / (liabilities)	
	28/02/18	28/02/17
	£	£
Czech koruna	35,844	150,338
Danish krone	(204,210)	(764,287)
Euro	2,471,893	(875,157)
Hong Kong dollar	-	5
Hungarian forint	92,495	868,991
Norwegian krone	402,630	187,777
Polish zloty	-	(99)
South African rand	(189,551)	-
Swedish krona	174,183	81,027
Swiss franc	(131,890)	(398,780)
Turkish lira	13	(267,292)
US dollar	3,923,291	(550,599)
Total foreign currency exposure	6,574,698	(1,568,076)
Sterling	52,288,135	156,389,007
Total net assets	58,862,833	154,820,931

If GBP to foreign currency exchange rates had strengthened/increased by 10% as at the balance sheet date, the net asset value of the Fund would have decreased by £597,700 (2017: increased by £142,552). If GBP to foreign currency exchange rates had weakened/decreased by 10% as at the balance sheet date, the net asset value of the Fund would have increased by £730,522 (2017: decreased by £174,231). These calculations assume all other variables remain constant.

Notes to the Financial Statements
For the year ended 28 February 2018

(b) Interest rate risk profile of financial assets and liabilities

The table below shows the interest rate risk profile at the balance sheet date:

Currency Assets	Floating rate	Fixed rate	Financial	Total
	financial assets	financial assets	assets not carrying interest	
	£	£	£	£
28/02/18				
Czech koruna	21	-	35,822	35,843
Danish krone	-	-	1,572,643	1,572,643
Euro	-	-	27,038,561	27,038,561
Hungarian forint	1	-	3,180,743	3,180,744
Norwegian krone	546,634	-	110,722	657,356
Sterling	19,652,179	-	2,457,179	22,109,358
Swedish krona	57	-	41,794	41,851
Swiss franc	-	-	3,279	3,279
Turkish lira	13	-	-	13
US dollar	125,422	-	6,840,475	6,965,897
Total	20,324,327	-	41,281,218	61,605,545
28/02/17				
Czech koruna	150,338	-	-	150,338
Danish krone	1,740,870	-	17,095,178	18,836,048
Euro	-	-	30,305,970	30,305,970
Hong Kong dollar	4	-	-	4
Hungarian forint	868,991	-	-	868,991
Norwegian krone	64	-	12,635,705	12,635,769
Polish zloty	211,107	-	-	211,107
Sterling	126,689,512	-	18,700,881	145,390,393
Swedish krona	58	-	9,882,318	9,882,376
Swiss franc	551,347	-	1,882,790	2,434,137
US dollar	-	-	1,694,194	1,694,194
Total	130,212,291	-	92,197,036	222,409,327

Notes to the Financial Statements
For the year ended 28 February 2018

	Floating rate financial liabilities	Fixed rate financial liabilities	Financial liabilities not carrying interest	Total
	£	£	£	£
Currency Liabilities				
28/02/18				
Danish krone	63,275	-	57,118	120,393
Euro	54,000	-	732,467	786,467
Hungarian forint	466	-	427	893
Norwegian krone	-	-	199,021	199,021
South African rand	126,571	-	62,980	189,551
Sterling	-	-	510,904	510,904
Swedish krona	36,861	-	35,016	71,877
Swiss franc	534,721	-	121,590	656,311
US dollar	-	-	207,295	207,295
Total	815,894	-	1,926,818	2,742,712
28/02/17				
Danish krone	-	-	711,300	711,300
Euro	46,582,786	-	2,285,134	48,867,920
Norwegian krone	9,699,174	-	8,723	9,707,897
Polish zloty	-	-	1,205	1,205
Sterling	-	-	1,581,461	1,581,461
Swedish krona	2,713,396	-	34,928	2,748,324
Swiss franc	-	-	451,420	451,420
Turkish lira	267,293	-	-	267,293
US dollar	1,009,507	-	2,242,069	3,251,576
Total	60,272,156	-	7,316,240	67,588,396

During the year the ACD entered into derivative contracts on behalf of the Fund for Efficient Portfolio Management (EPM).

At the year end, a sensitivity analysis or value at risk approach is not significant given the level and nature of the derivatives held.

Changes in interest rates would have no material impact to the valuation of floating rate financial assets or liabilities as at the balance sheet date. Consequently, no sensitivity analysis has been presented.

(c) Market price risk

If market prices had increased by 10% as at the balance sheet date, the net asset value of the Fund would have increased by the amounts set out in the table below. If market prices had decreased by 10% as at the balance sheet date, the net asset value of the Fund would have decreased by the amounts set out in the table below. These calculations have been applied to non-derivative securities only (see note 2(i) Accounting Policies and Financial Instruments for an explanation of the Fund's leverage during the year). These calculations assume all other variables remain constant.

	Increase	Decrease
	£	£
2018	3,885,123	3,885,123
2017	7,556,721	7,556,721

Notes to the Financial Statements
For the year ended 28 February 2018

(d) Counterparty risk

The table below shows the counterparty risk as at the balance sheet date:

	Counterparty	Derivative Exposure £	Collateral Posted £	Collateral Received £	Collateral Asset Class
2018	State Street Bank and Trust	-	-	-	Cash
	UBS	-	-	-	Cash
2017	State Street Bank and Trust	270,591	-	-	Cash
	UBS	-	49,450,000	-	Cash

(e) Leverage

There was 202.80% leverage as at 28 February 2018, other than that available to the Fund as a result of its ability to borrow up to 10% of its value on a permanent basis.

16. Portfolio transaction costs

	01/03/17 to 28/02/18		01/03/16 to 28/02/17	
Analysis of total purchase costs	£	£	£	£
Purchases in the year before transaction costs:				
Equities		268,758,823		431,196,494
Collective Investment Schemes		12,207		10,045,741
		<u>268,771,030</u>		<u>441,242,235</u>
Commissions - Equities	208,496		346,471	
Taxes - Equities	<u>184,808</u>		<u>245,645</u>	
Total purchase costs		393,304		592,116
Gross purchase total		<u>269,164,334</u>		<u>441,834,351</u>
Analysis of total sale costs				
Gross sales in the year before transaction costs:				
Equities		320,005,746		461,508,196
Collective Investment Schemes		16,000,000		-
		<u>336,005,746</u>		<u>461,508,196</u>
Commissions - Equities	(244,113)		(394,182)	
Taxes - Equities	<u>(1,264)</u>		<u>(1,541)</u>	
Total sale costs		(245,377)		(395,723)
Total sales net of transaction costs		<u>335,760,369</u>		<u>461,112,473</u>

The portfolio transaction costs table above includes direct transaction costs suffered by the Fund during the year.

**Notes to the Financial Statements
For the year ended 28 February 2018**

Separately identifiable direct transaction costs (commissions and taxes etc.) are attributable to the Fund's purchase and sale of equity shares. Additionally for equity shares there is a dealing spread cost (the difference between the buying and selling prices) which will be suffered on purchase and sale transactions.

For the Fund's investment in Collective Investment Scheme holdings there will potentially be dealing spread costs applicable to purchases and sales. However additionally there are indirect transaction costs suffered in those underlying funds, throughout the holding period for the instruments, which are not separately identifiable and do not form part of the analysis above.

	01/03/17 to 28/02/18	01/03/16 to 28/02/17
Transaction costs as percentage of principal amounts	%	%
Purchases - Commissions		
Equities	0.0776%	0.0804%
Purchases - Taxes		
Equities	0.0688%	0.0570%
Sales - Commissions		
Equities	0.0763%	0.0854%
Sales - Taxes		
Equities	0.0004%	0.0003%
	01/03/17 to 28/02/18	01/03/16 to 28/02/17
Transaction costs as percentage of average net asset value	%	%
Commissions	0.4664%	0.2505%
Taxes	0.1917%	0.0836%

At the balance sheet date the average portfolio dealing spread was 0.27% (2017: 0.12%).

17. Stock Lending

The Fund enters into stock lending arrangements with various counterparties. At the balance sheet date the bid value of securities on loan was £3,761,115 (2017: £23,594,524). The value of collateral held in respect of securities on loan was £3,888,396 (2017: £24,961,820).

Counterparty	28/02/18		28/02/17	
	Value of stock	Collateral	Value of	Collateral
	£	£	£	£
BNP Paribas Arbitrage SNC	85,730	87,248	-	-
CitiGroup Global Markets Inc	-	-	393,984	413,519
Credit Suisse Securities (Europe) Ltd	-	-	554,692	571,726
Deutsche Bank AG	105,688	111,141	873,494	943,314
Goldman Sachs International	578,527	607,944	9,538,186	10,040,891
JP Morgan Securities Plc	-	-	1,739,245	1,874,202
Merrill Lynch International	2,020,891	2,060,612	6,050,440	6,419,739
Morgan Stanley & Co. International Plc	970,279	1,021,451	-	-
State Street Bank International GmbH	-	-	2,359,916	2,482,843
UBS AG	-	-	2,084,567	2,215,586
	3,761,115	3,888,396	23,594,524	24,961,820

FP Argonaut Absolute Return Fund

Notes to the Financial Statements For the year ended 28 February 2018

Collateral by asset class	01/03/17 to 28/02/18	01/03/16 to 28/02/17
Equities	-	5,051,299
Government bonds	2,781,265	986,935
Corporate bonds	-	-
Cash	1,107,131	18,923,586
	<u>3,888,396</u>	<u>24,961,820</u>
Analysis of stock lending income	01/03/17 to 28/02/18	01/03/16 to 28/02/17
Gross stock lending income	25,252	135,853
Fees paid to the ACD	(6,313)	(47,549)
	<u>18,939</u>	<u>88,304</u>

18. Post balance sheet events

There are no post balance sheet events which require adjustments at the year end.

19. Fair value disclosure

Valuation technique	28/02/18		28/02/17	
	Assets £	Liabilities £	Assets £	Liabilities £
Level 1: The unadjusted quoted price in an active market for identical assets or liabilities	37,136,563	-	57,864,758	-
Level 2: Inputs other than quoted prices included within Level 1 that are observable for the asset or liability, either directly or	2,695,460	(1,529,177)	22,025,525	(4,425,338)
Level 3: Inputs are unobservable (ie for which market data is unavailable) for the asset or liability	-	-	-	-
	<u>39,832,023</u>	<u>(1,529,177)</u>	<u>79,890,283</u>	<u>(4,425,338)</u>

The valuation techniques and the ACD's policy is disclosed in note 1(i) on page 12.

FP Argonaut Absolute Return Fund

Distribution Tables

As at 28 February 2018

Interim Distribution in pence per Share

Group 1 Shares purchased prior to 1 March 2017

Group 2 Shares purchased on or after 1 March to 31 August 2017

	Net revenue #	Equalisation #	Distribution paid 31/10/17 #	Distribution paid 31/10/16 #
Share Class A GBP Accumulation				
Group 1	0.5054	-	0.5054	0.0000
Group 2	0.1519	0.3535	0.5054	0.0000
Share Class A EUR Accumulation				
Group 1	0.3500	-	0.3500	0.0000
Group 2	0.3500	0.0000	0.3500	0.0000
Share Class A USD Accumulation†				
Group 1	0.0000	-	0.0000	0.0000
Group 2	0.0000	0.0000	0.0000	0.0000
Share Class I GBP Accumulation				
Group 1	1.1576	-	1.1576	0.0000
Group 2	0.4700	0.6876	1.1576	0.0000
Share Class I EUR Accumulation				
Group 1	1.4541	-	1.4541	0.0000
Group 2	1.2695	0.1846	1.4541	0.0000
Share Class I USD Accumulation				
Group 1	0.5990	-	0.5990	0.0000
Group 2	0.5990	0.0000	0.5990	0.0000
Share Class R GBP Accumulation				
Group 1	1.0150	-	1.0150	0.0000
Group 2	0.3040	0.7110	1.0150	0.0000

Rates are disclosed in pence/cents depending on Share Class currency.

† Share Class A USD Accumulation was closed on 19 December 2016.

FP Argonaut Absolute Return Fund

Distribution Tables

As at 28 February 2018

Final Distribution in pence per Share

Group 1 Shares purchased prior to 1 September 2017

Group 2 Shares purchased on or after 1 September 2017 to 28 February 2018

	Net revenue #	Equalisation #	Distribution payable 30/04/18 #	Distribution paid 28/04/17 #
Share Class A GBP Accumulation				
Group 1	0.0000	-	0.0000	0.0000
Group 2	0.0000	0.0000	0.0000	0.0000
Share Class A EUR Accumulation				
Group 1	0.0000	-	0.0000	0.0000
Group 2	0.0000	0.0000	0.0000	0.0000
Share Class A USD Accumulation†				
Group 1	0.0000	-	0.0000	0.0000
Group 2	0.0000	0.0000	0.0000	0.0000
Share Class I GBP Accumulation				
Group 1	0.0000	-	0.0000	0.0000
Group 2	0.0000	0.0000	0.0000	0.0000
Share Class I EUR Accumulation				
Group 1	0.0000	-	0.0000	0.0000
Group 2	0.0000	0.0000	0.0000	0.0000
Share Class I USD Accumulation				
Group 1	0.0000	-	0.0000	0.0000
Group 2	0.0000	0.0000	0.0000	0.0000
Share Class R GBP Accumulation				
Group 1	0.0000	-	0.0000	0.0000
Group 2	0.0000	0.0000	0.0000	0.0000

Rates are disclosed in pence/cents depending on Share Class currency.

† Share Class A USD Accumulation was closed on 19 December 2016.

FP Argonaut Absolute Return Fund

Securities Financing Transactions As at 28 February 2018

GLOBAL DATA

<u>Proportion of securities and commodities on loan</u>	<u>£</u>	<u>%</u>
Total lendable assets excluding cash and cash equivalents:	25,579,326	
Securities and commodities on loan	3,761,115	14.70%

<u>Assets engaged in SFTs and total return swaps</u>	<u>£</u>	<u>%</u>
Fund assets under management (AUM)	59,166,779	
Absolute value of assets engaged in:		
Securities lending	3,761,115	6.36%

CONCENTRATION DATA

Top 10 Collateral Issuers

<u>Name and value of collateral and commodities received</u>	<u>£</u>
Cash Collateral	1,107,131
Kingdom of Netherlands	534,818
Kingdom of Belgium	403,408
Republic of France	398,857
Federal Republic of Germany	336,312
United States of America Treasury	307,030
Government of United Kingdom	215,494
Republic of Austria	204,289
Republic of Finland	204,289
Government of Canada	176,767

Top 10 Counterparties

<u>Name and value of outstanding transactions</u>	<u>£</u>
Securities lending	
Merrill Lynch	2,020,891
Morgan Stanley International	970,279
Goldman Sachs	578,527
Deutsche Bank	105,688
BNP Paribas Arbitrage	85,730

FP Argonaut Absolute Return Fund

Securities Financing Transactions
As at 28 February 2018

AGGREGATE TRANSACTION DATA

Type, Quality and Currency of Collateral

Type	Quality	Currencies	£
Securities lending			
Fixed Income	Investment Grade	Sterling	215,494
Fixed Income	Investment Grade	Canadian dollar	176,767
Fixed Income	Investment Grade	Euro	2,081,974
Fixed Income	Investment Grade	US dollar	307,030
Cash	Cash Collateral	Euro	1,107,131

Maturity Tenor of Collateral (remaining period to maturity)

Type	Less than one day £	One day to one week £	One week to one month £	One to three months £	Three months to one year £	Above one year £	Open maturity £	Total £
Securities lending	1,107,131	0	0	0	47,568	2,733,697	0	3,888,396
	1,107,131	0	0	0	47,568	2,733,697	0	3,888,396

Counterparty details

Type	Countries of counterparty	Settlement and clearing	£
Securities lending	Germany	Bi-lateral	95,241
Securities lending	United Kingdom	Bi-lateral	1,107,131
Securities lending	France	Tri-party	87,248
Securities lending	Germany	Tri-party	15,900
Securities lending	United Kingdom	Tri-party	2,582,876

Maturity Tenor of SFTs and Total Return Swaps (remaining period to maturity)

Type	Less than one day £	One day to one week £	One week to one month £	One to three months £	Three months to one year £	Above one year £	Open transactions £	Total £
Securities lending	0	0	0	0	0	0	3,761,115	3,761,115
	0	0	0	0	0	0	3,761,115	3,761,115

RE-USE OF COLLATERAL

The Fund does not engage in re-use of collateral.

FP Argonaut Absolute Return Fund

Securities Financing Transactions
As at 28 February 2018

SAFEKEEPING OF COLLATERAL RECEIVED

<u>Names and value of custodians safekeeping collateral</u>	<u>£</u>
Bank of New York	2,582,876
State Street	1,202,372
JP Morgan	103,148
Number of custodians safekeeping collateral	3

<u>RETURN AND COST</u>	<u>Collective Investment Undertaking £</u>	<u>Manager of Collective Investment Undertaking £</u>	<u>Third Parties (e.g. lending agent) £</u>	<u>Total £</u>
Securities lending				
Gross return	18,939	6,313	0	25,252
% of total gross return	75.00%	25.00%	0.00%	

Investment Manager's Report For the year ended 28 February 2018

Investment Objective

To achieve above average returns and attempt to perform a top quartile profile when measured against competing funds in the same sector.

Investment Policy

To aim to achieve its objective, the Fund will invest in a concentrated portfolio of approximately 30-60 stocks. The Fund will invest predominantly in securities of companies incorporated in Continental Europe and Ireland. The Fund may also invest in companies that are headquartered or quoted outside Europe which derive a significant part of their business from Europe and whose securities are listed or traded on an eligible securities exchange.

The Fund will not concentrate on any particular sector but will invest in a broad range of stocks without regard to market capitalisation. The fund manager will however have regard to liquidity and tracking error.

The Fund may also invest in other transferable securities, units in Collective Investment Schemes, money market instruments and deposits.

The Fund may also make use of derivatives and forward transactions for the purpose of efficient portfolio management, including the use of hedging techniques and stock lending.

Investment Review

Over the review period (28/02/2017 to 28/02/2018) the fund performed strongly, generating a +15.40% return in comparison with the MSCI Europe ex UK return over the same time period of +12.07% and the peer group return in IA Europe ex UK sector of +13.69% (22nd/100 funds).¹

The biggest contributor to returns was our long-standing investment in German equipment company Aixtron (+140%) which was buoyed by the potential orderbook for its tools in the manufacture of semiconductors for 3-D sensing and next stage LED screen technology. French computer game publisher Ubisoft (+49%) and Swiss software company Temenos (34%) were notable winners within the Technology sector. The fund also benefitted from its exposure to Eastern Europe with credit card company Tinkoff (+22%) and blue-chip bank Sberbank (+76%) performing strongly. Airlines Wizz (+52%) and Lufthansa (+38%) also performed in a strong ticket environment for most airlines. French mining company Eramet (+66%), Swiss pharmaceutical Lonza Group (+21%) and Italian financial service firm Finecobank (+103%) were other notable contributors.²

Market Overview

The most notable macro feature of the period was the continued upswing in global economic growth and a gradual normalisation of interest rates. With the strong global outlook, commodity prices were generally robust, with crude oil rising (+18%) and nickel (+26%) the standout metal on future demand in electronic cars. The Federal Reserve raised its key interest rate 3 times by 25bps from 0.75% to 1.50% reflecting an accelerating US growth environment, the first signs of labour tightness and fiscal stimulus from President Trump's tax reforms. However, this did not cause the US dollar to strengthen - which might withdraw liquidity from the global economy - in our view given long term concerns around the US fiscal deficit and anticipation that asset purchase programmes in Europe and Japan are close to an end. Indeed, during the review period the ECB tapered their monthly asset purchases from €60bn to €30bn whilst the Bank of England took back their post-Brexit referendum emergency 25bps cut, raising the base rate to 0.50%. Remarkably, the US dollar fell by 15% against the Euro and 11% against Sterling over the review period.²

European macroeconomic indicators rose to levels not seen since 2000 and the well-watched German IFO rose to its highest ever level since the series began in 1991. The laggard is now the UK where the economic outlook continues to be weighed down by fears of Brexit. Although, it can hardly be said that the Eurozone economy, as a whole, is operating at anything near full capacity and its headline economic growth is still modest. However, for the first time in a decade the Eurozone economy has no crisis of note, whether economic, political (ex UK) or banking. Whether this relative serene environment can be sustained is of course a moot point, but it at least provides a lower volatility environment in which fund managers are rewarded again for the simple virtues of stock-picking and where the nose-bleed valuations of traditional "safe-havens" no longer provide an easy comfort blanket for returns.

Investment Manager's Report For the year ended 28 February 2018

Outlook

Uncertainties over the pace of global monetary tightening may well lead to further position unwinding and market dislocations. However, this should be put in the context of the most benign European macro environment since the financial crisis, where the overall outlook for corporate earnings is improving but now needs to be balanced against a new risk of rising interest rates. With the re-rating of the European equity market now likely behind us, future returns will need to come from genuine corporate earnings surprise.

Although we are inclined to a reflationary view, we are avoiding macro or factor risk becoming overly dominant in the portfolio construction, preferring instead to focus on the abundant opportunities for earnings surprise. We are looking to manage this potential volatility and correlation challenge by pro-active position sizing to better manage portfolio price momentum. However, we also believe that these market dislocations ultimately create opportunities and therefore appreciate that a rise of volatility in general may be the cost of enhanced longer-term returns.

Source: ¹ Lipper, ² Bloomberg

Investment Manager

Barry Norris, Founder & Fund Manager
15 March 2018

FP Argonaut European Alpha Fund

Performance Record

As at 28 February 2018

	A GBP Income			A GBP Accumulation		
	28/02/18	28/02/17	29/02/16	28/02/18	28/02/17	29/02/16
Change in net assets per Share	(p)	(p)	(p)	(p)	(p)	(p)
Opening net asset value per Share	151.80	143.64	141.74	318.94	299.91	295.41
Return before operating charges*	25.84	11.91	4.95	54.41	24.90	10.35
Operating charges	(3.20)	(2.81)	(2.80)	(6.74)	(5.87)	(5.85)
Return after operating charges	22.64	9.10	2.15	47.67	19.03	4.50
Distributions	(1.15)	(0.94)	(0.25)	(2.41)	(1.96)	(0.52)
Retained distributions on accumulation Shares	-	-	-	2.41	1.96	0.52
Closing net asset value per Share	173.29	151.80	143.64	366.61	318.94	299.91
* after direct transaction costs of:	1.34	0.85	0.20	2.82	1.78	0.43
Performance						
Return after operating charges	14.91%	6.34%	1.52%	14.95%	6.35%	1.52%
Other information						
Closing net asset value	£651,703	£711,529	£987,802	£55,235,722	£63,805,056	£78,144,501
Closing number of Shares	376,082	468,741	687,695	15,066,721	20,005,106	26,056,050
Operating charges	1.96%	1.91%	1.90%	1.96%	1.91%	1.90%
Direct transaction costs	0.82%	0.58%	0.14%	0.82%	0.58%	0.14%
Prices						
Highest Share price	178.58	156.46	154.87	377.79	327.62	323.36
Lowest Share price	149.01	135.63	130.31	313.06	283.18	272.08

	A EUR Accumulation			I GBP Income		
	28/02/18	28/02/17	29/02/16	28/02/18	28/02/17	29/02/16
Change in net assets per Share	(c)	(c)	(c)	(p)	(p)	(p)
Opening net asset value per Share	153.41	158.02	167.19	153.99	145.67	143.28
Return before operating charges*	19.70	(1.83)	(6.10)	26.30	12.12	4.99
Operating charges	(3.13)	(2.78)	(3.07)	(1.57)	(1.36)	(1.34)
Return after operating charges	16.57	(4.61)	(9.17)	24.73	10.76	3.65
Distributions	(0.97)	(0.96)	(0.30)	(1.98)	(2.44)	(1.26)
Retained distributions on accumulation Shares	0.97	0.96	0.30	-	-	-
Closing net asset value per Share	169.98	153.41	158.02	176.74	153.99	145.67
* after direct transaction costs of:	1.31	0.84	0.29	1.34	0.87	0.21
Performance						
Return after operating charges	10.80%	(2.92%)	(5.49%)	16.06%	7.39%	2.55%
Other information						
Closing net asset value	€98,230	€102,529	€1,534,328	£15,967,105	£93,483,151	£123,092,030
Closing number of Shares	57,789	66,834	970,989	9,034,178	60,706,244	84,502,438
Operating charges	1.96%	1.91%	1.90%	0.96%	0.91%	0.90%
Direct transaction costs	0.82%	0.58%	0.18%	0.82%	0.58%	0.14%
Prices						
Highest Share price	176.19	164.33	188.06	181.95	159.97	157.49
Lowest Share price	152.39	138.44	143.80	151.40	138.00	132.76

FP Argonaut European Alpha Fund

Performance Record

As at 28 February 2018

	I GBP Accumulation			I GBP Accumulation (Hedged)	
	28/02/18	28/02/17	29/02/16	28/02/18	28/02/17
Change in net assets per Share	(p)	(p)	(p)	(p)	(p)
Opening net asset value per Share	277.90	258.72	252.28	96.58	100.00
Return before operating charges*	47.60	21.60	8.81	14.02	(2.63)
Operating charges	(2.86)	(2.42)	(2.37)	(1.17)	(0.79)
Return after operating charges	44.74	19.18	6.44	12.85	(3.42)
Distributions	(3.56)	(4.34)	(2.22)	(0.95)	(1.43)
Retained distributions on accumulation Shares	3.56	4.34	2.22	0.95	1.43
Closing net asset value per Share	322.64	277.90	258.72	109.43	96.58
* after direct transaction costs of:	2.45	1.54	0.37	0.83	0.56
Performance					
Return after operating charges	16.10%	7.41%	2.55%	13.31%	(3.42%)
Other information					
Closing net asset value	£21,664,257	£54,690,672	£82,603,864	£1,862,814	£16,182,757
Closing number of Shares	6,714,714	19,679,663	31,927,386	1,702,266	16,756,609
Operating charges	0.96%	0.91%	0.90%	1.15%	0.91%
Direct transaction costs	0.82%	0.58%	0.14%	0.82%	0.58%
Prices					
Highest Share price	332.15	285.41	278.28	113.45	103.58
Lowest Share price	273.15	245.10	234.59	96.39	87.14

Share Class I GBP Accumulation (Hedged) was launched 07/04/16.

	I EUR Accumulation			R GBP Income		
	28/02/18	28/02/17	29/02/16	28/02/18	28/02/17	29/02/16
Change in net assets per Share	(c)	(c)	(c)	(p)	(p)	(p)
Opening net asset value per Share	162.59	165.77	173.66	173.38	164.01	161.32
Return before operating charges*	21.10	(1.76)	(6.36)	29.62	13.65	5.62
Operating charges	(1.62)	(1.42)	(1.53)	(1.78)	(1.53)	(1.51)
Return after operating charges	19.48	(3.18)	(7.89)	27.84	12.12	4.11
Distributions	(1.90)	(2.55)	(1.46)	(2.22)	(2.75)	(1.42)
Retained distributions on accumulation Shares	1.90	2.55	1.46	-	-	-
Closing net asset value per Share	182.07	162.59	165.77	199.00	173.38	164.01
* after direct transaction costs of:	1.39	0.91	0.30	1.52	0.98	0.23
Performance						
Return after operating charges	11.98%	(1.92%)	(4.54%)	16.06%	7.39%	2.55%
Other information						
Closing net asset value	€9,083,780	€15,136,765	€18,086,162	£4,416,074	£11,532,906	£14,507,932
Closing number of Shares	4,989,295	9,309,759	10,909,762	2,219,135	6,651,795	8,846,011
Operating charges	0.96%	0.91%	0.90%	0.96%	0.91%	0.90%
Direct transaction costs	0.82%	0.58%	0.18%	0.82%	0.58%	0.14%
Prices						
Highest Share price	188.52	172.85	196.82	204.87	180.11	177.32
Lowest Share price	162.00	145.75	150.78	170.45	155.38	149.48

**Performance Record
As at 28 February 2018**

R GBP Accumulation

	28/02/18	28/02/17	29/02/16
Change in net assets per Share	(p)	(p)	(p)
Opening net asset value per Share	180.50	168.04	163.86
Return before operating charges*	30.93	14.03	5.72
Operating charges	(1.87)	(1.57)	(1.54)
Return after operating charges	29.06	12.46	4.18
Distributions	(2.31)	(2.82)	(1.44)
Retained distributions on accumulation Shares	2.31	2.82	1.44
Closing net asset value per Share	209.56	180.50	168.04
* after direct transaction costs of:	1.60	1.00	0.24
Performance			
Return after operating charges	16.10%	7.41%	2.55%
Other information			
Closing net asset value	£36,100,606	£67,069,677	£78,597,557
Closing number of Shares	17,227,048	37,157,614	46,772,927
Operating charges	0.96%	0.91%	0.90%
Direct transaction costs	0.82%	0.58%	0.14%
Prices			
Highest Share price	215.73	185.37	180.74
Lowest Share price	177.41	159.19	152.37

FP Argonaut European Alpha Fund

Performance Information

As at 28 February 2018

Operating Charges

Date	AMC* (%)	Fund accounting fee for hedged share classes (%)	General administration fee (%)	Other expenses (%)	Transaction costs (%)	Total Operating Charges (%)
28/02/18						
Share Class A	1.75	0.00	0.11	0.08	0.02	1.96
Share Class I	0.75	0.00	0.11	0.08	0.02	0.96
Share Class I Hedged	0.75	0.19	0.11	0.08	0.02	1.15
Share Class R	0.75	0.00	0.11	0.08	0.02	0.96
28/02/17						
Share Class A	1.75	0.00	0.11	0.04	0.01	1.91
Share Class I	0.75	0.00	0.11	0.04	0.01	0.91
Share Class I Hedged	0.75	0.00	0.11	0.04	0.01	0.91
Share Class R	0.75	0.00	0.11	0.04	0.01	0.91

* Annual Management Charge

The Operating Charge is the ratio of the Fund's total disclosable costs (excluding overdraft interest) to the average net assets of the Fund.

Risk and Reward Profile

As at 28 February 2018

	Typically lower rewards ←					Typically higher rewards →	
	Lower risk					Higher risk	
Share Class A	1	2	3	4	5	6	7
Share Class I	1	2	3	4	5	6	7
Share Class R	1	2	3	4	5	6	7

- This indicator is based on historical data and may not be a reliable indication of the future risk profile of the Fund.
- The risk category shown is not guaranteed to remain unchanged and may shift over time.
- The lowest category does not mean 'risk free'.
- The Class A, I and R Shares above appear as "6" on the scale. This is partly because the Fund invests in the shares of companies, whose values tend to vary more widely. Additionally, the Class A and I Shares (depending on their currency denomination) may be affected by currency exchange rates.

Risk Warning

An investment in an Open-Ended Investment Company should be regarded as a medium to long term investment. Investors should be aware that the price of Shares and the income from them may fall as well as rise and investors may not receive back the full amount invested. Past performance is not a guide to future performance. Investments denominated in currencies other than the base currency of a fund are subject to fluctuation in exchange rates, which may be favourable or unfavourable.

FP Argonaut European Alpha Fund

Portfolio Statement

As at 28 February 2018

Holdings or Nominal Value	Investments	Market Value £	% of Total Net Assets
	Austria 3.03% [2.51%]		
16,967	Austria Mirkro Systeme	1,456,766	1.01
78,999	Erste Bank	2,913,225	2.02
		4,369,991	3.03
	Belgium 3.97% [0.00%]		
91,127	KBC Ancora	4,303,430	2.99
16,313	Warehouses De Pauw*	1,410,788	0.98
		5,714,218	3.97
	Cyprus 5.78% [0.00%]		
162,738	TCS GDR (UK Listing)	2,722,436	1.89
334,949	TCS GDR (US Listing)	5,603,346	3.89
		8,325,782	5.78
	Czech Republic 0.00% [2.17%]		
	Denmark 9.29% [15.38%]		
1,933	Genmab	285,877	0.20
44,835	Nilfisk	1,652,362	1.15
225,394	Novo Nordisk	8,523,783	5.92
64,708	Orsted	2,915,571	2.02
		13,377,593	9.29
	Finland 0.00% [5.05%]		
	France 8.03% [0.00%]		
51,684	Eramet	5,920,026	4.11
93,865	Ubisoft Entertainment	5,646,642	3.92
		11,566,668	8.03
	Germany 11.07% [9.84%]		
496,900	AIXTRON	7,231,094	5.02
25,216	GRENKE	1,998,826	1.39
109,824	Porsche Automobil Preference	6,709,736	4.66
		15,939,656	11.07
	Greece 1.09% [0.00%]		
107,820	Hellenic Petroleum	782,612	0.54
47,134	Motor Oil Hellas Corinth Refineries	796,060	0.55
		1,578,672	1.09
	Hungary 4.90% [2.95%]		
338,639	MOL Hungarian Oil & Gas	2,701,592	1.88
133,433	OTP Bank	4,348,280	3.02
		7,049,872	4.90

FP Argonaut European Alpha Fund

Portfolio Statement

As at 28 February 2018

Ireland 2.87% [7.58%]			
841,189	Cairn Homes	1,313,486	0.91
111,393	Smurfit Kappa	2,820,052	1.96
		4,133,538	2.87
Italy 6.52% [11.16%]			
205,602	doBank	2,083,848	1.45
252,934	FinecoBank	2,264,677	1.57
999,240	Infrastrutture Wireless Italiane	5,046,132	3.50
		9,394,657	6.52
Luxembourg 3.98% [0.00%]			
229,220	ArcelorMittal	5,731,973	3.98
		5,731,973	3.98
Netherlands 7.86% [4.11%]			
166,262	OCI	2,854,408	1.98
94,864	Rhi Magnesita	4,173,410	2.90
32,748	Takeaway.com	1,472,590	1.02
76,433	Wolters Kluwer	2,818,600	1.96
		11,319,008	7.86
Norway 0.00% [7.67%]			
Poland 0.00% [1.39%]			
Russia 10.08% [4.83%]			
56,619	Lukoil ADR (UK Listing)	2,757,291	1.91
65,275	Lukoil ADR (US Listing)	3,146,141	2.18
116,584	MMC Norilsk Nickel ADR (UK Listing)	1,686,336	1.17
75,305	MMC Norilsk Nickel ADR (US Listing)	1,076,136	0.75
265,869	Sberbank of Russia ADR (UK Listing)	3,936,368	2.73
131,551	Sberbank of Russia ADR (US Listing)	1,924,786	1.34
		14,527,058	10.08
Spain 4.98% [5.12%]			
17,507,442	Liberbank	7,169,035	4.98
		7,169,035	4.98
Sweden 1.90% [5.44%]			
378,427	Svenska Cellulosa	2,730,756	1.90
		2,730,756	1.90
Switzerland 5.55% [4.97%]			
1,538	Lonza	284,417	0.20
4,961,733	Meyer Burger Technology	6,310,104	4.38
40,665	Oriflame	1,394,186	0.97
		7,988,707	5.55
United Kingdom 3.76% [4.29%]			
380,335	Burford Capital	3,978,304	2.76
288,485	Sophos	1,437,809	1.00
		5,416,113	3.76

FP Argonaut European Alpha Fund

Portfolio Statement

As at 28 February 2018

United States 3.97% [3.98%]		
122,432 Tennant	5,722,405	3.97
	5,722,405	3.97
Forward Currency Contracts (0.01)% [(0.03)%]		
Bought EUR9,100 for GBP8,011 Settlement 01/03/2018	44	0.00
Bought EUR180 for GBP158 Settlement 05/03/2018	1	0.00
Hedged Share Classes		
Bought CHF18,994 for GBP14,543 Settlement 29/03/2018	61	0.00
Bought DKK84,991 for GBP10,098 Settlement 28/03/2018	14	0.00
Bought HUF730,656 for GBP2,068 Settlement 29/03/2018	(7)	0.00
Bought NOK99,327 for GBP9,076 Settlement 28/03/2018	61	0.00
Bought RUB489,014 for GBP6,159 Settlement 29/03/2018	116	0.00
Bought SEK29,447 for GBP2,612 Settlement 29/03/2018	(31)	0.00
Bought USD2,841 for GBP2,035 Settlement 29/03/2018	25	0.00
Sold CHF125,903 for GBP96,198 Settlement 29/03/2018	(605)	0.00
Sold CZK11 for GBP0 Settlement 29/03/2018	-	0.00
Sold DKK1,553,009 for GBP183,985 Settlement 28/03/2018	(799)	0.00
Sold EUR1,183,988 for GBP1,044,720 Settlement 29/03/2018	(4,176)	0.00
Sold HUF33,712,743 for GBP95,320 Settlement 29/03/2018	236	0.00
Sold NOK99,327 for GBP9,042 Settlement 28/03/2018	(95)	0.00
Sold RUB17,896,883 for GBP224,865 Settlement 29/03/2018	(4,820)	(0.01)
Sold SEK639,829 for GBP56,578 Settlement 29/03/2018	485	0.00
Sold USD108,833 for GBP77,609 Settlement 29/03/2018	(1,278)	0.00
	(10,768)	(0.01)
Portfolio of investments	142,044,934	98.62
Net other assets	1,981,109	1.38
Net assets	144,026,043	100.00

* Real Estate Investment Trusts

Stock shown as ADR's and GDR's represent American Depositary Receipts and Global Depositary Receipts.

The investments have been valued in accordance with note 1(i) of the Accounting Policies and Financial Instruments.

All investments are ordinary shares unless otherwise stated and admitted to official stock exchange listings.

Comparative figures shown above in square brackets relate to 28 February 2017.

Gross purchases for the year: £687,475,183 [2017: £792,704,451] (See note 16).

Total sales net of transaction costs for the year: £892,479,759 [2017: £887,986,536] (See note 16).

At the year end, certain securities were on loan under a stock lending agreement (See note 17).

FP Argonaut European Alpha Fund

Statement of Total Return For the year ended 28 February 2018

	Note	01/03/17 to 28/02/18		01/03/16 to 28/02/17	
		£	£	£	£
Income:					
Net capital gains	2		30,751,514		16,464,147
Revenue	3	6,339,854		9,053,151	
Expenses	4	(2,718,827)		(3,950,776)	
Interest payable and similar charges	5	<u>(19,061)</u>		<u>(105,216)</u>	
Net revenue before taxation		3,601,966		4,997,159	
Taxation	6	<u>(610,111)</u>		<u>646,087</u>	
Net revenue after taxation			<u>2,991,855</u>		<u>5,643,246</u>
Total return before distributions			33,743,369		22,107,393
Distributions	7		<u>(3,511,030)</u>		<u>(5,646,468)</u>
Change in net assets attributable to Shareholders from investment activities			<u>30,232,339</u>		<u>16,460,925</u>

Statement of Change in Net Assets Attributable to Shareholders For the year ended 28 February 2018

		01/03/17 to 28/02/18		01/03/16 to 28/02/17	
		£	£	£	£
Opening net assets attributable to Shareholders			320,478,669		393,231,223
Amounts receivable on issue of Shares		9,067,141		56,065,623	
Amounts payable on cancellation of Shares		<u>(217,128,856)</u>		<u>(147,831,254)</u>	
			(208,061,715)		(91,765,631)
Dilution adjustment			19,174		(289,732)
Change in net assets attributable to Shareholders from investment activities (see above)			30,232,339		16,460,925
Retained distributions on accumulation Shares			1,357,576		2,841,884
Closing net assets attributable to Shareholders			<u>144,026,043</u>		<u>320,478,669</u>

FP Argonaut European Alpha Fund

Balance Sheet

As at 28 February 2018

		28/02/18		28/02/17	
	Note	£	£	£	£
Assets:					
Fixed assets:					
Investments			142,056,745		315,478,995
Current assets:					
Debtors	8	4,788,277		2,432,756	
Cash and bank balances	9	<u>621,090</u>		<u>8,979,826</u>	
Total current assets			<u>5,409,367</u>		<u>11,412,582</u>
Total assets			<u>147,466,112</u>		<u>326,891,577</u>
Liabilities:					
Investment liabilities			(11,811)		(104,458)
Creditors:					
Bank overdrafts	11	(5,737)		-	
Distribution payable on income shares		-		(1,211,122)	
Other creditors	10	<u>(3,422,521)</u>		<u>(5,097,328)</u>	
Total creditors			<u>(3,428,258)</u>		<u>(6,308,450)</u>
Total liabilities			<u>(3,440,069)</u>		<u>(6,412,908)</u>
Net assets attributable to Shareholders			<u>144,026,043</u>		<u>320,478,669</u>

Notes to the Financial Statements
For the year ended 28 February 2018

1. Accounting Basis and Policies

The Fund's Financial Statements have been prepared on the basis detailed on pages 10 to 12.

2. Net capital gains

01/03/17 to 28/02/18	01/03/16 to 28/02/17
£	£

The net capital gains during the year comprise:

Currency losses	(1,764,862)	(1,528,456)
Forward currency contract losses	(293,307)	(1,289,182)
Non-derivative security gains	32,653,019	19,513,712
Transaction charges	(35,452)	(33,115)
Tax reclaims written off	198,813	(194,845)
ADR Fees	(6,697)	(3,967)
Net capital gains	30,751,514	16,464,147

3. Revenue

01/03/17 to 28/02/18	01/03/16 to 28/02/17
£	£

Bank interest	127,120	891
Overseas dividends	5,821,852	7,919,249
UK dividends	305,557	308,677
Stock lending income	85,325	348,924
Interest on Fokus Bank Reclaims	-	475,410
Total revenue	6,339,854	9,053,151

4. Expenses

01/03/17 to 28/02/18	01/03/16 to 28/02/17
£	£

Payable to the ACD, associates of the ACD, and agents of either of them

Administration charge	28,288	496
AMC fees	2,281,489	3,425,965
General administration charge*	236,171	388,935
Printing, postage, stationery and typesetting costs	12,183	9,659
	<u>2,558,131</u>	<u>3,825,055</u>

Payable to the Depositary, associates of the Depositary and agents of either of them

Safe custody fees	91,648	73,068
	<u>91,648</u>	<u>73,068</u>

Other expenses

Professional fees	69,048	52,653
	<u>69,048</u>	<u>52,653</u>
Total expenses	2,718,827	3,950,776

* FCA fees and Audit fees of £7,960 + VAT for the year ended 28 February 2018 (2017: £7,550 + VAT) have been borne by the ACD out of its general administration charge.

Notes to the Financial Statements
For the year ended 28 February 2018

5. Interest payable and similar charges	01/03/17 to 28/02/18	01/03/16 to 28/02/17
	£	£
Interest	19,061	105,216
Total interest payable and similar charges	19,061	105,216

6. Taxation	01/03/17 to 28/02/18	01/03/16 to 28/02/17
	£	£

(a) Analysis of the tax charge/(credit) in the year

Overseas tax	610,111	(646,087)
Total taxation for the year (Note 6 (b))	610,111	(646,087)

(b) Factors affecting tax charge/(credit) for the year

The tax assessed for the year is different from that calculated when the standard rate of corporation tax for an Open-Ended Investment Company of 20% (2017: 20%) is applied to the net revenue before taxation. The differences are explained below:

	01/03/17 to 28/02/18	01/03/16 to 28/02/17
	£	£
Net revenue before taxation	3,601,966	4,997,159
Net revenue for the year multiplied by the standard rate of corporation tax	720,393	999,432
Effects of:		
Movement in excess management expenses	405,900	694,225
Overseas tax	610,111	(646,087)
Revenue not subject to corporation tax	(1,126,293)	(1,693,657)
Total tax charge/(credit) for the year	610,111	(646,087)

OEICs are exempt from tax on capital gains in the UK. Therefore, any capital return is not included within the reconciliation above.

The overseas tax prior year balance includes Fokus Bank windfall receipts.

(c) Provision for deferred tax

There is no provision required for deferred taxation at the Balance Sheet date in the current or prior year.

(d) Factors that may affect future tax charges

At the year end, after offset against revenue taxable on receipt, there is a potential deferred tax asset of £3,477,672 (2017: £3,071,772) in relation to surplus management expenses. It is unlikely that the Fund will generate sufficient taxable profits in the future to utilise this amount and therefore no deferred tax asset has been recognised in the year.

Notes to the Financial Statements
For the year ended 28 February 2018

7. Finance costs

Distributions

The distributions take account of revenue received on the creation of Shares and revenue deducted on the cancellation of Shares, and comprise:

	01/03/17 to 28/02/18	01/03/16 to 28/02/17
	£	£
Interim	2,472,008	1,488,809
Final	-	3,129,791
Add: Revenue paid on cancellation of Shares	1,096,993	1,425,075
Deduct: Revenue received on creation of Shares	(57,971)	(397,207)
Net distribution for the year	3,511,030	5,646,468

Reconciliation of net revenue after taxation to distributions

Net revenue after taxation	2,991,855	5,643,246
Equalisation on conversion of Shares	578	3,227
Net movement in revenue account	88	(5)
Revenue deficit	518,308	-
Tax relief from capital*	201	-
Net distribution for the year	3,511,030	5,646,468

* Tax relief from capital expenses.

Details of the distributions per Share are set out in the distribution tables on pages 67 to 68.

8. Debtors

	28/02/18	28/02/17
	£	£
Accrued bank interest	10	32
Accrued revenue	15,862	118,972
Amounts receivable for creation of Shares	28,426	274,810
Overseas withholding tax recoverable	648,890	488,932
Sales awaiting settlement	4,092,062	1,549,643
Prepaid expense	3,027	367
Total debtors	4,788,277	2,432,756

9. Cash and bank balances

	28/02/18	28/02/17
	£	£
Cash and bank balances	621,090	8,979,826
Total cash and bank balances	621,090	8,979,826

Notes to the Financial Statements
For the year ended 28 February 2018

10. Other creditors	28/02/18	28/02/17
	£	£
Amounts payable for cancellation of Shares	812,094	784,069
Dilution adjustment payable	4,582	8,370
Purchases awaiting settlement	2,384,117	3,963,844
	<u>3,200,793</u>	<u>4,756,283</u>
<i>Accrued expenses</i>		
<i>Manager and Agents</i>		
AMC fees	124,199	240,024
Administration charge	6,289	496
General administration charge	11,492	26,376
Printing, postage, stationery and typesetting costs	540	1,817
Registration fees	8,086	1,269
Publishing	171	1,596
	<u>150,777</u>	<u>271,578</u>
<i>Depositary and Agents</i>		
Safe custody fees	30,264	43,607
Transaction charges	12,498	13,972
	<u>42,762</u>	<u>57,579</u>
<i>Other accrued expenses</i>		
Legal and professional fees	27,574	11,721
Overdraft interest	615	167
	<u>28,189</u>	<u>11,888</u>
Total other creditors	<u>3,422,521</u>	<u>5,097,328</u>
11. Bank overdrafts	28/02/18	28/02/17
	£	£
Bank overdrafts	5,737	-
Total bank overdrafts	<u>5,737</u>	<u>-</u>

12. Related party transactions

Management fees paid to the ACD are disclosed in note 4 and amounts due at the year end are disclosed in note 10.

Monies received and paid by the ACD through the creation and cancellation of Shares are disclosed in the Statement of Change in Shareholders' Net Assets and amounts due at the year end are disclosed in notes 8 and 10.

The ACD and its associates (including other authorised investment funds managed by the ACD) have no Shareholdings in the Company at the year end.

**Notes to the Financial Statements
For the year ended 28 February 2018**

13. Share Classes

The Share Class and ACD's Annual Management Charges applicable to each Fund are as follows:

	%
Share Class A GBP Income	1.75
Share Class A GBP Accumulation	1.75
Share Class A EUR Accumulation	1.75
Share Class I GBP Income	0.75
Share Class I GBP Accumulation	0.75
Share Class I GBP Accumulation (Hedged)	0.75
Share Class I EUR Accumulation	0.75
Share Class R GBP Income	0.75
Share Class R GBP Accumulation	0.75

Each Share Class has equal rights in the event of the wind up of any Fund.

The reconciliation of the opening and closing numbers of shares of each class is shown below:

	28/02/17	Issued	Cancelled	Converted	28/02/18
Share Class A GBP Income	468,741	34,671	(116,316)	(11,014)	376,082
Share Class A GBP	20,005,106	352,768	(5,160,319)	(130,834)	15,066,721
Share Class A EUR	66,834	1,262	(10,307)	-	57,789
Share Class I GBP Income	60,706,244	2,508,350	(54,182,218)	1,802	9,034,178
Share Class I GBP	19,679,663	125,148	(13,104,627)	14,530	6,714,714
Share Class I GBP Accumulation (Hedged)	16,756,609	1,801,093	(16,855,436)	-	1,702,266
Share Class I EUR	9,309,759	414,370	(4,734,834)	-	4,989,295
Share Class R GBP Income	6,651,795	422,962	(4,866,221)	10,599	2,219,135
Share Class R GBP	37,157,614	145,113	(20,281,003)	205,324	17,227,048

14. Capital commitments and contingent liabilities

There were no contingent liabilities or outstanding commitments at the balance sheet date (2017: nil).

Notes to the Financial Statements
For the year ended 28 February 2018

15. Derivatives and other financial instruments

The main risks from the Fund's holding of financial instruments, together with the ACD's policy for managing these risks, are disclosed in note 2 on pages 13 and 14 of the report.

(a) Foreign currency risk

The table below shows the foreign currency risk profile at the balance sheet date:

Currency	Net foreign currency assets / (liabilities)	
	28/02/18	28/02/17
	£	£
Czech koruna	31	6,943,161
Danish krone	13,612,928	49,389,467
Euro	76,199,203	144,095,401
Hungarian forint	7,253,145	9,448,389
Norwegian krone	34,872	25,905,395
Polish zloty	-	4,457,915
Russian ruble	(223,408)	7,904
Swedish krona	4,071,476	28,191,907
Swiss franc	6,329,957	5,146,127
US dollar	28,554,075	26,232,829
Total foreign currency exposure	135,832,279	299,818,495
Sterling	8,193,764	20,660,174
Total net assets	144,026,043	320,478,669

If GBP to foreign currency exchange rates had strengthened/increased by 10% as at the balance sheet date, the net asset value of the Fund would have decreased by £12,348,389 (2017: £27,256,227). If GBP to foreign currency exchange rates had weakened/decreased by 10% as at the balance sheet date, the net asset value of the Fund would have increased by £15,092,475 (2017: £33,313,166). These calculations assume all other variables remain constant.

Notes to the Financial Statements
For the year ended 28 February 2018

(b) Interest rate risk profile of financial assets and liabilities

The table below shows the interest rate risk profile at the balance sheet date:

Currency Assets	Floating rate	Fixed rate	Financial	Total
	financial assets	financial assets	assets not carrying interest	
	£	£	£	£
28/02/18				
Czech koruna	31	-	-	31
Danish krone	-	-	14,094,159	14,094,159
Euro	29	-	77,260,750	77,260,779
Hungarian forint	-	-	7,347,011	7,347,011
Norwegian krone	4	-	34,929	34,933
Russian ruble	-	-	116	116
Sterling	620,980	-	6,869,463	7,490,443
Swedish krona	45	-	4,125,427	4,125,472
Swiss franc	-	-	8,482,241	8,482,241
US dollar	2	-	28,630,925	28,630,927
Total	621,091	-	146,845,021	147,466,112
28/02/17				
Czech koruna	-	-	6,946,324	6,946,324
Danish krone	1	-	49,412,341	49,412,342
Euro	69	-	145,817,308	145,817,377
Hungarian forint	-	-	9,452,139	9,452,139
Norwegian krone	4	-	26,178,803	26,178,807
Polish zloty	-	-	4,459,215	4,459,215
Russian ruble	-	-	7,904	7,904
Sterling	8,974,719	-	14,022,912	22,997,631
Swedish krona	46	-	28,191,861	28,191,907
Swiss franc	-	-	5,148,376	5,148,376
US dollar	4,987	-	28,274,568	28,279,555
Total	8,979,826	-	317,911,751	326,891,577

Notes to the Financial Statements
For the year ended 28 February 2018

Currency Liabilities	Floating rate financial liabilities	Fixed rate financial liabilities	Financial liabilities not carrying interest	Total
	£	£	£	£
28/02/18				
Danish krone	-	-	307,343	307,343
Euro	-	-	25,025	25,025
Hungarian forint	-	-	613	613
Norwegian krone	-	-	95	95
Russian ruble	-	-	4,820	4,820
Sterling	-	-	1,030,234	1,030,234
Swedish krona	-	-	31	31
Swiss franc	-	-	2,070,630	2,070,630
US dollar	-	-	1,278	1,278
Total	-	-	3,440,069	3,440,069
28/02/17				
Czech koruna	-	-	3,164	3,164
Danish krone	-	-	22,874	22,874
Euro	-	-	1,714,828	1,714,828
Hungarian forint	-	-	3,751	3,751
Norwegian krone	-	-	273,412	273,412
Polish zloty	-	-	1,300	1,300
Sterling	-	-	2,344,606	2,344,606
Swiss franc	-	-	2,248	2,248
US dollar	-	-	2,046,725	2,046,725
Total	-	-	6,412,908	6,412,908

Changes in interest rates would have no material impact to the valuation of floating rate financial assets or liabilities as at the balance sheet date. Consequently, no sensitivity analysis has been presented.

(c) Market price risk

If market prices had increased by 10% as at the balance sheet date, the net asset value of the Fund would have increased by the amounts set out in the table below. If market prices had decreased by 10% as at the balance sheet date, the net asset value of the Fund would have decreased by the amounts set out in the table below. These calculations have been applied to non-derivative securities only (see note 2(i) Accounting Policies and Financial Instruments for an explanation of the Fund's leverage during the year). These calculations assume all other variables remain constant.

	Increase £	Decrease £
2018	14,205,570	14,205,570
2017	31,546,245	31,546,245

(d) Counterparty risk

The table below shows the counterparty risk as at the balance sheet date:

	Counterparty	Derivative Exposure £	Collateral Posted £	Collateral Received £	Collateral Asset Class
2018	State Street Bank and Trust	-	-	-	Cash
2017	State Street Bank and Trust	-	-	-	Cash

Notes to the Financial Statements
For the year ended 28 February 2018

(e) Leverage

There was 99.57% leverage as at 28 February 2018, other than that available to the Fund as a result of its ability to borrow up to 10% of its value on a permanent basis.

16. Portfolio transaction costs	01/03/17 to 28/02/18		01/03/16 to 28/02/17	
Analysis of total purchase costs	£	£	£	£
Purchases in the year before transaction costs:				
Equities		686,384,821		791,453,671
		<u>686,384,821</u>		<u>791,453,671</u>
Commissions - Equities	585,374		717,002	
Taxes - Equities	<u>504,988</u>		<u>533,778</u>	
Total purchase costs		1,090,362		1,250,780
Gross purchase total		<u>687,475,183</u>		<u>792,704,451</u>
Analysis of total sale costs				
Gross sales in the year before transaction costs:				
Equities		893,234,457		888,846,275
		<u>893,234,457</u>		<u>888,846,275</u>
Commissions - Equities	(753,513)		(856,520)	
Taxes - Equities	<u>(1,185)</u>		<u>(3,219)</u>	
Total sale costs		(754,698)		(859,739)
Total sales net of transaction costs		<u>892,479,759</u>		<u>887,986,536</u>

The portfolio transaction costs table above includes direct transaction costs suffered by the Fund during the year.

Separately identifiable direct transaction costs (commissions and taxes etc.) are attributable to the Fund's purchase and sale of equity shares. Additionally for equity shares there is a dealing spread cost (the difference between the buying and selling prices) which will be suffered on purchase and sale transactions.

Notes to the Financial Statements
For the year ended 28 February 2018

	01/03/17 to 28/02/18	01/03/16 to 28/02/17
Transaction costs as percentage of principal amounts	%	%
Purchases - Commissions		
Equities	0.0853%	0.0906%
Purchases - Taxes		
Equities	0.0736%	0.0674%
Sales - Commissions		
Equities	0.0844%	0.0964%
Sales - Taxes		
Equities	0.0001%	0.0004%
Transaction costs as percentage of average net asset value	%	%
Commissions	0.5952%	0.4343%
Taxes	0.2250%	0.1482%

At the balance sheet date the average portfolio dealing spread was 0.28% (2017: 0.12%).

17. Stock Lending

The Fund enters into stock lending arrangements with various counterparties. At the balance sheet date the bid value of securities on loan was £21,877,525 (2017: £55,331,228). The value of collateral held in respect of securities on loan was £22,840,858 (2017: £58,362,082).

Counterparty	28/02/18		28/02/17	
	Value of stock on loan £	Collateral £	Value of stock on loan £	Collateral £
BNP Paribas Arbitrage SNC	102,173	107,394	4,574,245	4,795,409
Credit Suisse Securities (Europe) Limited	-	-	310,692	320,233
Deutsche Bank AG	4,137,909	4,267,081	4,184,061	4,537,284
Goldman Sachs International	8,524,597	8,968,784	18,363,656	19,260,895
HSBC Bank Plc	65,892	66,984	2,715,884	2,828,528
JP Morgan Securities Plc	1,654,916	1,717,214	4,726,321	5,099,985
Merrill Lynch International	3,029,287	3,091,452	14,250,361	15,006,298
Morgan Stanley & Co. International Plc	3,561,954	3,803,343	2,031,457	2,075,650
UBS AG	800,797	818,606	4,174,551	4,437,800
	21,877,525	22,840,858	55,331,228	58,362,082

Collateral by asset class	01/03/17 to 28/02/18	01/03/16 to 28/02/17
Equities	633,120	18,004,024
Government bonds	13,349,114	10,773,016
Cash	8,858,624	29,585,042
	22,840,858	58,362,082

Analysis of stock lending income	01/03/17 to 28/02/18	01/03/16 to 28/02/17
Gross stock lending income	113,767	552,914
Fees paid to the ACD	(28,442)	(203,989)
	85,325	348,925

**Notes to the Financial Statements
For the year ended 28 February 2018**

18. Post balance sheet events

There are no post balance sheet events which require adjustments at the year end.

19. Fair value disclosure

Valuation technique	28/02/18		28/02/17	
	Assets £	Liabilities £	Assets £	Liabilities £
Level 1: The unadjusted quoted price in an active market for identical assets or liabilities	142,055,702	-	315,462,446	-
Level 2: Inputs other than quoted prices included within Level 1 that are observable for the asset or liability, either directly or indirectly	1,043	(11,811)	16,549	(104,458)
Level 3: Inputs are unobservable (ie for which market data is unavailable) for the asset or liability	-	-	-	-
	142,056,745	(11,811)	315,478,995	(104,458)

The valuation techniques and the ACD's policy is disclosed in note 1(i) on page 12.

Liabilities valued using observable market data are forward currency contracts which are valued using forward exchange rates.

FP Argonaut European Alpha Fund

Distribution Tables

As at 28 February 2018

Interim Distribution in pence per Share

Group 1 Shares purchased prior to 1 March 2017

Group 2 Shares purchased on or after 1 March to 31 August 2017

	Net revenue #	Equalisation #	Distribution paid 31/10/17 #	Distribution paid 31/10/16 #
Share Class A GBP Income				
Group 1	1.1481	-	1.1481	0.4196
Group 2	0.0000	1.1481	1.1481	0.4196
Share Class A GBP Accumulation				
Group 1	2.4123	-	2.4123	0.8765
Group 2	0.2398	2.1725	2.4123	0.8765
Share Class A EUR Accumulation				
Group 1	0.9707	-	0.9707	0.4238
Group 2	0.9707	0.0000	0.9707	0.4238
Share Class I GBP Income				
Group 1	1.9788	-	1.9788	0.6723
Group 2	0.4373	1.5415	1.9788	0.6723
Share Class I GBP Accumulation				
Group 1	3.5601	-	3.5601	1.1916
Group 2	1.4690	2.0911	3.5601	1.1916
Share Class I GBP Accumulation (Hedged)				
Group 1	0.9472	-	0.9472	0.3842
Group 2	0.3720	0.5752	0.9472	0.3842
Share Class I EUR Accumulation				
Group 1	1.9035	-	1.9035	0.7010
Group 2	0.5347	1.3688	1.9035	0.7010
Share Class R GBP Income				
Group 1	2.2248	-	2.2248	0.7567
Group 2	0.9971	1.2277	2.2248	0.7567
Share Class R GBP Accumulation				
Group 1	2.3135	-	2.3135	0.7756
Group 2	1.1151	1.1984	2.3135	0.7756

Rates are disclosed in pence/cents depending on Share Class currency.

Share Class I GBP Accumulation (Hedged) launched on 7 April 2016.

FP Argonaut European Alpha Fund

Distribution Tables

As at 28 February 2018

Final Distribution in pence per Share

Group 1 Shares purchased prior to 1 September 2017

Group 2 Shares purchased on or after 1 September 2017 to 28 February 2018

	Net revenue #	Equalisation #	Distribution payable 30/04/18 #	Distribution paid 28/04/17 #
Share Class A GBP Income				
Group 1	0.0000	-	0.0000	0.5195
Group 2	0.0000	0.0000	0.0000	0.5195
Share Class A GBP Accumulation				
Group 1	0.0000	-	0.0000	1.0839
Group 2	0.0000	0.0000	0.0000	1.0839
Share Class A EUR Accumulation				
Group 1	0.0000	-	0.0000	0.5349
Group 2	0.0000	0.0000	0.0000	0.5349
Share Class I GBP Income				
Group 1	0.0000	-	0.0000	1.7723
Group 2	0.0000	0.0000	0.0000	1.7723
Share Class I GBP Accumulation				
Group 1	0.0000	-	0.0000	3.1468
Group 2	0.0000	0.0000	0.0000	3.1468
Share Class I GBP Accumulation (Hedged)				
Group 1	0.0000	-	0.0000	1.0435
Group 2	0.0000	0.0000	0.0000	1.0435
Share Class I EUR Accumulation				
Group 1	0.0000	-	0.0000	1.8440
Group 2	0.0000	0.0000	0.0000	1.8440
Share Class R GBP Income				
Group 1	0.0000	-	0.0000	1.9963
Group 2	0.0000	0.0000	0.0000	1.9963
Share Class R GBP Accumulation				
Group 1	0.0000	-	0.0000	2.0475
Group 2	0.0000	0.0000	0.0000	2.0475

Rates are disclosed in pence/cents depending on Share Class currency.

Share Class I GBP Accumulation (Hedged) launched on 7 April 2016.

FP Argonaut European Alpha Fund

Securities Financing Transactions As at 28 February 2018

GLOBAL DATA

<u>Proportion of securities and commodities on loan</u>	<u>£</u>	<u>%</u>
Total lendable assets excluding cash and cash equivalents:	109,159,546	
Securities and commodities on loan	21,877,525	20.04%

<u>Assets engaged in SFTs and total return swaps</u>	<u>£</u>	<u>%</u>
Fund assets under management (AUM)	144,266,748	
Absolute value of assets engaged in:		
Securities lending	21,877,525	15.16%

CONCENTRATION DATA

Top 10 Collateral Issuers

<u>Name and value of collateral and commodities received</u>	<u>£</u>
Cash Collateral	8,858,624
France, Republic of (Government)	2,815,563
United States of America (Government)	2,556,884
Belgium, Kingdom of (Government)	1,909,503
United Kingdom of Great Britain and Northern Ireland (Government)	1,800,008
Netherlands, Kingdom of the (Government)	1,745,020
Germany, Federal Republic of (Government)	1,583,509
Austria, Republic of (Government)	318,335
Finland, Republic of (Government)	318,334
Canada (Government)	296,931

Top 10 Counterparties

<u>Name and value of outstanding transactions</u>	<u>£</u>
Securities lending	
Goldman Sachs International	8,524,597
Deutsche Bank AG	4,137,909
Morgan Stanley & Co. International Plc.	3,561,954
Merrill Lynch International	3,029,287
Jp Morgan Securities Plc	1,654,916
UBS AG	800,797
BNP Paribas Arbitrage SNC	102,173
HSBC Bank Plc	65,892

FP Argonaut European Alpha Fund

Securities Financing Transactions
As at 28 February 2018

AGGREGATE TRANSACTION DATA

Type, Quality and Currency of Collateral

Type	Quality	Currencies	£
Securities lending			
Bond	Investment Grade	Sterling	1,800,008
Bond	Investment Grade	Canadian dollar	296,931
Bond	Investment Grade	Euro	8,690,263
Bond	Investment Grade	Swedish krona	5,028
Bond	Investment Grade	US dollar	2,556,884
Equity	Traded on Recognised Exchange	Canadian dollar	966
Equity	Traded on Recognised Exchange	Swiss franc	3,708
Equity	Traded on Recognised Exchange	US dollar	628,446
Cash	Cash Collateral	Euro	8,858,624

Maturity Tenor of Collateral (remaining period to maturity)

Type	Less than one day £	One day to one week £	One week to one month £	One to three months £	Three months to one year £	Above one year £	Open maturity £	Total £
Securities lending	8,858,624	0	0	27,300	776,660	12,545,154	633,120	22,840,858
	8,858,624	0	0	27,300	776,660	12,545,154	633,120	22,840,858

Counterparty details

Type	Countries of counterparty	Settlement and clearing	£
Securities lending	France	Bi-lateral	107,394
Securities lending	Germany	Bi-lateral	1,472,027
Securities lending	Switzerland	Bi-lateral	725,441
Securities lending	United Kingdom	Bi-lateral	8,858,624
Securities lending	Germany	Tri-party	2,795,054
Securities lending	Switzerland	Tri-party	93,165
Securities lending	United Kingdom	Tri-party	8,789,153

Maturity Tenor of SFTs and Total Return Swaps (remaining period to maturity)

Type	Less than one day £	One day to one week £	One week to one month £	One to three months £	Three months to one year £	Above one year £	Open trans- actions £	Total £
Securities lending	0	0	0	0	0	0	21,877,525	21,877,525
	0	0	0	0	0	0	21,877,525	21,877,525

RE-USE OF COLLATERAL

The Fund does not engage in re-use of collateral.

FP Argonaut European Alpha Fund

Securities Financing Transactions As at 28 February 2018

SAFEKEEPING OF COLLATERAL RECEIVED

<u>Names and value of custodians safekeeping collateral</u>	<u>£</u>
State Street	11,163,486
Bank of New York	7,098,120
JP Morgan	4,579,252
Number of custodians safekeeping collateral	3

<u>RETURN AND COST</u>	Collective Investment Undertaking £	Manager of Collective Investment Undertaking £	Third Parties (e.g. lending agent) £	Total £
Securities lending				
Gross return	85,325	28,442	0	113,767
% of total gross return	75.00%	25.00%	0.00%	

Investment Manager's Report For the year ended 28 February 2018

Investment Objective

The Fund aims to provide an income in excess of the yield of the MSCI Europe ex UK Index, with long term capital growth.

Investment Policy

The Fund will invest in a concentrated portfolio of approximately 30-60 stocks. The Fund will invest predominantly in securities of companies incorporated in Europe (including up to 5% in UK companies).

The Fund may also invest in companies that are headquartered or quoted outside Europe which derive a significant part of their business from Europe and whose securities are listed or traded on an eligible securities or derivatives exchange. The Fund may also invest in emerging European markets including Russia and Eastern Europe.

The Fund is not constrained by any index weightings and will not concentrate on any particular country, sector or market capitalisation.

To aid liquidity, the Fund also has the ability to invest in assets such as American Depositary Receipts and Global Depositary Receipts.

The Fund may also invest in other transferable securities, units in collective investment schemes, money market instruments and deposits.

The Fund may make use of derivatives and forward transactions for the purposes of investment and for efficient portfolio management, including the use of hedging techniques and stock lending.

Investment Review

It is pleasing to report that the fund enjoyed a strong year, returning +22.8% versus the market return of +12.0%.¹ Importantly, the fund also delivered a level of income to its unitholders comfortably above that of the market - paying 4.59p of income, implying a yield of 4.6% (based on a price of 100.1p at the start of the year).²

As a reminder, the fund aims to deliver a yield comfortably ahead of the market by investing in companies where we believe there is scope for positive dividend surprise, primarily as a function of their underlying earnings / free cash flow profile. Importantly, the capacity for dividend growth should be well above inflation.

During the year, the fund had key overweight positions in Financials, Telecoms and Real Estate. The key underweight positions were Healthcare and Consumer Staples. This positioning is a clear function of where we believe the most attractive yield and positive dividend surprise stocks are to be found. On a sector basis, the most significant contributions to performance came from Financials (driven by Banks and Diversified Financials), Technology and our underweight in Healthcare. Looking at individual stocks, the largest contributors to performance were Eramet (+200%), Uniper (+107%), FincoBank (+103%), Van Lanschot Kempen (+56%) and Weifa (+41%). The main detractors to performance were Veon (-31%), Norway Royal Salmon (-25%), Porr (-20%) and Greig Seafood (-14%).²

In terms of positioning, during the period we increased our positions in Real Estate (German residential and Benelux logistics) where yields are both sustainable and well above the market, as well as offering a hedge to our interest rate sensitive positions in Banks. We also increased our positions in Telecoms (mainly infrastructure assets and mobile and cable companies) and Materials (mining, paper & pulp and fertilizer). We also initiated positions in Energy, initially focusing on the refining sector where margins were strong through most of the year, and latterly moving towards more upstream exposure. On the other hand, we held significant underweight positions in the Healthcare and Consumer Staples sectors as we generally see little scope for dividend opportunities, given their general anaemic earnings trajectory and high valuations.

In terms of geographic exposure, the fund held significant underweight positions across the major markets of Germany, France and Switzerland. Again, this is purely a reflection of the lack of income opportunities in these countries, particularly as dividend withholding tax rates are amongst the highest in these areas. On the other hand, the fund held material overweight positions in countries such as Italy, the Netherlands and Belgium. The fund's positions in Eastern Europe (particularly the Czech Republic) and Greece also contributed positively to performance as the general underlying improvement in the earnings outlook is driving dividend potential higher and, coupled with attractive valuations, means yields are compelling.

Investment Manager's Report For the year ended 28 February 2018

Outlook

The fund continues to focus on those areas and companies in the market whose dividend potential we believe is underestimated. We actively pursue these ideas irrespective of sector and country. In fact, the further one goes from the core countries of Germany, France and Switzerland, the more compelling the opportunities become. As at the end of February, the prospective 12-month yield on the underlying portfolio was 4.8% versus the 3.4% of the market.²

Source: ¹ Lipper, ² Bloomberg

Investment Manager

Greg Bennett, Fund Manager

15 March 2018

FP Argonaut European Income Opportunities Fund

Performance Record As at 28 February 2018

	R GBP Income		R GBP Accumulation	
	28/02/18	28/02/17	28/02/18	28/02/17
Change in net assets per Share	(p)	(p)	(p)	(p)
Opening net asset value per Share	100.12	100.00	100.28	100.00
Return before operating charges*	23.19	0.49	23.77	0.46
Operating charges	(1.27)	(0.18)	(1.32)	(0.18)
Return after operating charges	21.92	0.31	22.45	0.28
Distributions	(5.01)	(0.19)	(5.08)	(0.19)
Retained distributions on accumulation Shares	-	-	5.08	0.19
Closing net asset value per Share	117.03	100.12	122.73	100.28
* after direct transaction costs of:	0.27	0.10	0.27	0.10
Performance				
Return after operating charges	21.89%	0.31%	22.39%	0.28%
Other information				
Closing net asset value	£751,083	£200,475	£799,960	£152,240
Closing number of Shares	641,789	200,241	651,794	151,819
Operating charges	0.99%	0.99%	0.99%	0.99%
Direct transaction costs	0.24%	0.09%	0.24%	0.09%
Prices				
Highest Share price	120.74	101.57	125.91	101.54
Lowest Share price	99.07	98.50	99.22	98.50

The fund was launched 30 December 2016. Opening net asset value per Share shown is the class launch price.

FP Argonaut European Income Opportunities Fund

Performance Information As at 28 February 2018

Operating Charges

Date	AMC* (%)	AMC rebate (%)	Rebates from underlying funds (%)	Other expenses (%)	Transaction costs (%)	Total Operating Charges (%)
28/02/18						
Share Class R GBP Income	0.65	(6.76)	(0.30)	4.40	3.00	0.99
Share Class R GBP Accumulation	0.65	(6.76)	(0.30)	4.40	3.00	0.99
28/02/17						
Share Class R GBP Income	0.65	(39.16)	(0.30)	33.85	5.95	0.99
Share Class R GBP Accumulation	0.65	(39.16)	(0.30)	33.85	5.95	0.99

* Annual Management Charge

The Operating Charge is the ratio of the Fund's total disclosable costs (excluding overdraft interest) to the average net assets of the Fund.

Risk and Reward Profile As at 28 February 2018

	Typically lower rewards ←—————→ Typically higher rewards						
	Lower risk			Higher risk			
Share Class R GBP Income	1	2	3	4	5	6	7
Share Class R GBP Accumulation	1	2	3	4	5	6	7

- This indicator is based on historical data and may not be a reliable indication of the future risk profile of the Fund.
- The risk category shown is not guaranteed to remain unchanged and may shift over time.
- The lowest category does not mean 'risk free'.
- The Fund appears as a "5" on the scale. This is because it invests in the shares of companies whose values tend to vary more widely.

Risk Warning

An investment in an Open-Ended Investment Company should be regarded as a medium to long term investment. Investors should be aware that the price of Shares and the income from them may fall as well as rise and investors may not receive back the full amount invested. Past performance is not a guide to future performance. Investments denominated in currencies other than the base currency of a fund are subject to fluctuation in exchange rates, which may be favourable or unfavourable.

FP Argonaut European Income Opportunities Fund

Portfolio Statement

As at 28 February 2018

Holdings or Nominal Value	Investments	Market Value £	% of Total Net Assets
	Austria 2.05% [4.46%]		
455	Erste Bank	16,779	1.08
342	Rhi Magnesita	15,046	0.97
		31,825	2.05
	Belgium 7.25% [7.78%]		
1,000	KBC Ancora	47,224	3.04
768	Montea*	29,300	1.89
416	Warehouses De Pauw*	35,977	2.32
		112,501	7.25
	Cyprus 3.38% [0.00%]		
3,481	Globaltrans Investment GDR	27,639	1.78
1,484	TCS GDR	24,826	1.60
		52,465	3.38
	Czech Republic 6.79% [5.67%]		
1,199	Komerční Banka	38,783	2.50
13,443	Moneta Money Bank	39,572	2.55
2,852	O2 Czech Republic	27,024	1.74
		105,379	6.79
	Denmark 2.65% [7.11%]		
123	Genmab	18,191	1.17
1,600	Scandinavian Tobacco	22,883	1.48
		41,074	2.65
	Finland 2.53% [3.02%]		
2,558	DNA	39,263	2.53
		39,263	2.53
	France 4.89% [0.00%]		
480	Eramet	54,981	3.54
557	Kaufman & Broad	20,846	1.35
		75,827	4.89
	Germany 4.03% [6.09%]		
1,972	AIXTRON	28,697	1.85
542	Hapag-Lloyd	15,900	1.03
292	Porsche Automobil Preference	17,840	1.15
		62,437	4.03
	Greece 9.39% [0.00%]		
2,611	Aegean Airlines	21,009	1.35
5,958	GEK Terna	27,952	1.80
8,381	Hellenic Exchanges - Athens Stock Exchange	37,984	2.45
2,866	Hellenic Telecommunications Organization	29,657	1.91
6,367	Terna Energy	29,081	1.88
		145,683	9.39

FP Argonaut European Income Opportunities Fund

Portfolio Statement

As at 28 February 2018

Holdings or Nominal Value	Investments	Market Value £	% of Total Net Assets
	Guernsey 2.02% [0.00%]		
4,386	Eurocastle Investment	31,370	2.02
		31,370	2.02
	Hungary 0.00% [2.45%]		
	Italy 14.14% [11.85%]		
5,163	doBank	52,329	3.37
662	Ei Towers	27,278	1.76
2,624	FinecoBank	23,495	1.51
2,535	Gima TT	39,650	2.56
5,092	Infrastrutture Wireless Italiane	25,714	1.66
3,205	Poste Italiane	20,035	1.29
7,519	RAI Way	30,816	1.99
		219,317	14.14
	Luxembourg 2.08% [0.00%]		
1,986	Grand City Properties	32,240	2.08
		32,240	2.08
	Netherlands 13.03% [21.85%]		
1,102	ABN AMRO	24,923	1.60
582	BE Semiconductor Industries	41,884	2.70
2,708	OCI	46,491	3.00
2,215	Van Lanschot	53,331	3.44
16,926	VEON ADR	35,502	2.29
		202,131	13.03
	Norway 5.41% [4.09%]		
5,191	Salmones Camanchaca	22,116	1.43
4,840	Storebrand	30,900	1.99
5,541	Wallenius Wilhelmsen Logistics	30,848	1.99
		83,864	5.41
	Poland 2.54% [1.00%]		
5,514	PLAY	39,473	2.54
		39,473	2.54
	Portugal 4.13% [2.95%]		
7,575	Altri	31,313	2.02
2,489	Galp Energia	32,762	2.11
		64,075	4.13

FP Argonaut European Income Opportunities Fund

Portfolio Statement

As at 28 February 2018

Holdings or Nominal Value	Investments	Market Value £	% of Total Net Assets
Russia 4.47% [4.89%]			
139	Lukoil ADR(UK Listed)	6,769	0.44
673	Lukoil ADR(US Listed)	32,438	2.09
1,204	MMC Norilsk Nickel ADR(UK Listed)	17,415	1.12
888	MMC Norilsk Nickel ADR(US Listed)	12,690	0.82
		69,312	4.47
Spain 4.97% [2.96%]			
1,274	Bolsas y Mercados Espanoles SHMSF	31,283	2.02
111,893	Liberbank	45,819	2.95
		77,102	4.97
Sweden 1.24% [0.00%]			
29,535	Rottneros	19,196	1.24
		19,196	1.24
Switzerland 1.86% [2.63%]			
838	Oriflame	28,730	1.86
		28,730	1.86
United Kingdom 0.00% [7.65%]			
Portfolio of investments		1,533,264	98.85
Net other assets		17,779	1.15
Net assets		1,551,043	100.00

Stock shown as ADR's, GDR's represent American Depository Receipts and Global Depository Receipts.

* Real Estate Investment Trust.

The investments have been valued in accordance with note 1(i) of the Accounting Policies and Financial Instruments.

All investments are ordinary shares unless otherwise stated and admitted to official stock exchange listings.

Comparative figures shown above in square brackets relate to 28 February 2017.

Gross purchases for the year/period: £2,116,025 [2017: £387,508] (See note 15).

Total sales net of transaction costs for the year/period: £1,009,158 [2017: £49,292] (See note 15).

FP Argonaut European Income Opportunities Fund

Statement of Total Return

For the year ended 28 February 2018

	Note	01/03/17 to 28/02/18		30/12/16 to 28/02/17	
		£	£	£	£
Income:					
Net capital gains	2		83,978		836
Revenue	3	25,168		673	
Expenses	4	(4,615)		(405)	
Interest payable and similar charges	5	<u>(6)</u>		<u>(50)</u>	
Net revenue before taxation		20,547		218	
Taxation	6	<u>(1,779)</u>		<u>(29)</u>	
Net revenue after taxation			<u>18,768</u>		<u>189</u>
Total return before distributions			102,746		1,025
Distributions	7		<u>(23,383)</u>		<u>(594)</u>
Change in net assets attributable to Shareholders from investment activities			<u>79,363</u>		<u>431</u>

Statement of Change in Net Assets Attributable to Shareholders

For the year ended 28 February 2018

		01/03/17 to 28/02/18		30/12/16 to 28/02/17	
		£	£	£	£
Opening net assets attributable to Shareholders			352,716		-
Amounts receivable on issue of Shares		1,290,894		366,003	
Amounts payable on cancellation of Shares		<u>(190,588)</u>		<u>(14,012)</u>	
			1,100,306		351,991
Dilution adjustment			3,000		-
Change in net assets attributable to Shareholders from investment activities (see above)			79,363		431
Retained distributions on accumulation Shares			15,658		294
Closing net assets attributable to Shareholders			<u>1,551,043</u>		<u>352,716</u>

FP Argonaut European Income Opportunities Fund

Balance Sheet

As at 28 February 2018

		28/02/18		28/02/17	
	Note	£	£	£	£
Assets:					
Fixed assets:					
Investments			1,533,264		339,730
Current assets:					
Debtors	8	76,162		29,609	
Cash and bank balances	9	<u>47,837</u>		<u>2,814</u>	
Total current assets			<u>123,999</u>		<u>32,423</u>
Total assets			<u>1,657,263</u>		<u>372,153</u>
Liabilities:					
Creditors:					
Distribution payable on income shares		(4,213)		(387)	
Other creditors	10	<u>(102,007)</u>		<u>(19,050)</u>	
Total creditors			<u>(106,220)</u>		<u>(19,437)</u>
Total liabilities			<u>(106,220)</u>		<u>(19,437)</u>
Net assets attributable to Shareholders			<u>1,551,043</u>		<u>352,716</u>

FP Argonaut European Income Opportunities Fund

Notes to the Financial Statements For the year ended 28 February 2018

1. Accounting Basis and Policies

The Fund's Financial Statements have been prepared on the basis detailed on pages 10 to 12.

2. Net capital gains

01/03/17 to 28/02/18	30/12/16 to 28/02/17
£	£

The net capital gains during the year/period comprise:

Currency losses	(1,601)	(3,939)
Non-derivative security gains	87,345	1,514
Transaction charges	(19,138)	(2,828)
Breach compensation	39	3,332
Transaction charges rebate	17,426	2,757
ADR Fees	(93)	-
Net capital gains	83,978	836

3. Revenue

01/03/17 to 28/02/18	30/12/16 to 28/02/17
£	£

Overseas dividends	24,690	575
UK dividends	478	98
Total revenue	25,168	673

4. Expenses

01/03/17 to 28/02/18	30/12/16 to 28/02/17
£	£

Payable to the ACD, associates of the ACD, and agents of either of them

Administration charge	(2,931)	4,833
AMC fees	4,149	309
AMC's fee rebate	(1,915)	(143)
Investment Manager subsidy	(25,726)	(15,846)
Printing, postage, stationery and typesetting costs	1,729	1,800
Registration fees	4,591	485
	(20,103)	(8,562)

Payable to the Depositary, associates of the Depositary and agents of either of them

Depositary's fees	11,178	2,762
Safe custody fees	263	10
	11,441	2,772

Other expenses

Audit fees*	8,998	6,195
FCA fees*	93	-
Professional fees	4,186	-
	13,277	6,195
Total expenses	4,615	405

* FCA fees and Audit fees of £7,960 + VAT for the year ended 28 February 2018 (2017: £5,285 + VAT) have been paid out of the property of the Fund.

**Notes to the Financial Statements
For the year ended 28 February 2018**

5. Interest payable and similar charges	01/03/17 to 28/02/18	30/12/16 to 28/02/17
	£	£
Interest	6	50
Total interest payable and similar charges	6	50

6. Taxation	01/03/17 to 28/02/18	30/12/16 to 28/02/17
	£	£
(a) Analysis of the tax charge in the year/period		
Overseas tax	1,779	29
Total taxation for the year/period (Note 6 (b))	1,779	29

(b) Factors affecting tax charge for the year/period

The tax assessed for the year is different from that calculated when the standard rate of corporation tax for an Open-Ended Investment Company of 20% (2017: 20%) is applied to the net revenue before taxation. The differences are explained below:

	01/03/17 to 28/02/18	30/12/16 to 28/02/17
	£	£
Net revenue before taxation	20,547	218
Net revenue for the year multiplied by the standard rate of corporation tax	4,109	44
Effects of:		
Movement in excess management expenses	928	91
Overseas tax	1,779	29
Revenue not subject to corporation tax	(5,037)	(135)
Total tax charge for the year/period	1,779	29

OEICs are exempt from tax on capital gains in the UK. Therefore, any capital return is not included within the reconciliation above.

(c) Provision for deferred tax

There is no provision required for deferred taxation at the Balance Sheet date in the current year or prior period.

(d) Factors that may affect future tax charges

At the year end, after offset against revenue taxable on receipt, there is a potential deferred tax asset of £1,019 (2017: £91) in relation to surplus management expenses. It is unlikely that the Fund will generate sufficient taxable profits in the future to utilise this amount and therefore no deferred tax asset has been recognised in the year.

**Notes to the Financial Statements
For the year ended 28 February 2018**

7. Finance costs

Distributions

The distributions take account of revenue received on the creation of Shares and revenue deducted on the cancellation of Shares, and comprise:

	01/03/17 to 28/02/18	30/12/16 to 28/02/17
	£	£
Final	28,918	681
Add: Revenue paid on cancellation of Shares	1,063	11
Deduct: Revenue received on creation of Shares	(6,598)	(98)
Net distribution for the year/period	23,383	594

Reconciliation of net revenue after taxation to distributions

Net revenue after taxation	18,768	189
Expenses charged to capital	4,615	405
Net distribution for the year/period	23,383	594

Details of the distributions per Share are set out in the distribution tables on pages 89 to 90.

8. Debtors

	28/02/18	28/02/17
	£	£
Accrued revenue	-	98
Amounts receivable for creation of Shares	59,377	-
Dilution adjustment receivable	-	603
Overseas withholding tax recoverable	1,256	69
Sales awaiting settlement	21,261	10,236
Prepaid expense	9	-
Investment manager subsidy	(5,741)	18,603
Total debtors	76,162	29,609

9. Cash and bank balances

	28/02/18	28/02/17
	£	£
Cash and bank balances	47,837	2,814
Total cash and bank balances	47,837	2,814

Notes to the Financial Statements
For the year ended 28 February 2018

10. Other creditors	28/02/18	28/02/17
	£	£
Amounts payable for cancellation of Shares	49,606	-
Dilution adjustment payable	30	-
Purchases awaiting settlement	32,103	-
	<u>81,739</u>	<u>-</u>
<i>Accrued expenses</i>		
<i>Manager and Agents</i>		
AMC fees	683	230
AMC's fee rebate	(315)	(143)
Administration charge	1,902	4,833
Printing, postage, stationery and typesetting costs	540	1,800
Registration fees	1,764	485
	<u>4,574</u>	<u>7,205</u>
<i>Depositary and Agents</i>		
Depositary fees	1,940	2,762
Safe custody fees	108	10
Transaction charges	5,045	2,828
Transaction charges rebate	(283)	-
	<u>6,810</u>	<u>5,600</u>
<i>Other accrued expenses</i>		
Legal and professional fees	8,851	6,195
Overdraft interest	33	50
	<u>8,884</u>	<u>6,245</u>
Total other creditors	<u>102,007</u>	<u>19,050</u>

11. Related party transactions

Management fees paid to the ACD are disclosed in note 4 and amounts due at the year end are disclosed in note 10.

Monies received and paid by the ACD through the creation and cancellation of Shares are disclosed in the Statement of Change in Shareholders' Net Assets and amounts due at the year end are disclosed in notes 8 and 10.

The ACD and its associates (including other authorised investment funds managed by the ACD) have no Shareholdings in the Company at the year end.

**Notes to the Financial Statements
For the year ended 28 February 2018**

12. Share Classes

The Share Class and ACD's Annual Management Charges applicable to each Fund are as follows:

	%
Share Class R GBP Income	0.65
Share Class R GBP Accumulation	0.65

Each Share Class has equal rights in the event of the wind up of any Fund.

The reconciliation of the opening and closing numbers of shares of each class is shown below:

	28/02/17	Issued	Cancelled	Converted	28/02/18
Share Class R GBP Income	200,241	489,546	(47,998)	-	641,789
Share Class R GBP Accumulation	151,819	612,899	(112,924)	-	651,794

13. Capital commitments and contingent liabilities

There were no contingent liabilities or outstanding commitments at the balance sheet date (2017: nil).

14. Derivatives and other financial instruments

The main risks from the Fund's holding of financial instruments, together with the ACD's policy for managing these risks, are disclosed in note 2 on pages 13 and 14 of the report.

(a) Foreign currency risk

The table below shows the foreign currency risk profile at the balance sheet date:

Currency	Net foreign currency assets	
	28/02/18	28/02/17
	£	£
Czech koruna	105,379	19,959
Danish krone	41,392	25,155
Euro	1,048,680	228,070
Hungarian forint	-	8,645
Norwegian krone	84,030	14,418
Polish zloty	39,507	3,538
Swedish krona	47,929	9,271
Swiss franc	92	23
US dollar	157,345	26,630
Total foreign currency exposure	1,524,354	335,709
Sterling	26,689	17,007
Total net assets	1,551,043	352,716

If GBP to foreign currency exchange rates had strengthened/increased by 10% as at the balance sheet date, the net asset value of the Fund would have decreased by £138,578 (2017: £30,519). If GBP to foreign currency exchange rates had weakened/decreased by 10% as at the balance sheet date, the net asset value of the Fund would have increased by £169,373 (2017: £37,301). These calculations assume all other variables remain constant.

Notes to the Financial Statements
For the year ended 28 February 2018

(b) Interest rate risk profile of financial assets and liabilities

The table below shows the interest rate risk profile at the balance sheet date:

	Floating rate financial assets	Fixed rate financial assets	Financial assets not carrying interest	Total
	£	£	£	£
Currency Assets				
28/02/18				
Sterling	47,161	-	53,644	100,805
Czech koruna	-	-	105,379	105,379
Danish krone	101	-	41,291	41,392
Euro	396	-	1,080,389	1,080,785
Norwegian krone	4	-	84,025	84,029
Polish zloty	14	-	39,493	39,507
Swedish krona	2	-	47,927	47,929
Swiss franc	92	-	-	92
US dollar	67	-	157,278	157,345
Total	47,837	-	1,609,426	1,657,263
28/02/17				
Sterling	2,241	-	34,203	36,444
Czech koruna	-	-	19,959	19,959
Danish krone	97	-	25,058	25,155
Euro	338	-	227,733	228,071
Hungarian forint	22	-	8,623	8,645
Norwegian krone	4	-	14,413	14,417
Polish zloty	13	-	3,524	3,537
Swedish krona	2	-	9,270	9,272
Swiss franc	23	-	-	23
US dollar	74	-	26,556	26,630
Total	2,814	-	369,339	372,153
Currency Liabilities				
	Floating rate financial liabilities	Fixed rate financial liabilities	Financial liabilities not carrying interest	Total
	£	£	£	£
28/02/18				
Sterling	-	-	74,116	74,116
Euro	-	-	32,104	32,104
Total	-	-	106,220	106,220
28/02/17				
Sterling	-	-	19,437	19,437
Total	-	-	19,437	19,437

Changes in interest rates would have no material impact to the valuation of floating rate financial assets or liabilities as at the balance sheet date. Consequently, no sensitivity analysis has been presented.

Notes to the Financial Statements
For the year ended 28 February 2018

(c) Market price risk

If market prices had increased by 10% as at the balance sheet date, the net asset value of the Fund would have increased by the amounts set out in the table below. If market prices had decreased by 10% as at the balance sheet date, the net asset value of the Fund would have decreased by the amounts set out in the table below. These calculations have been applied to non-derivative securities only (see note 2(i) Accounting Policies and Financial Instruments for an explanation of the Fund's leverage during the year). These calculations assume all other variables remain constant.

	Increase	Decrease
	£	£
2018	153,326	153,326
2017	33,973	33,973

(d) Leverage

There was 97.04% leverage as at 28 February 2018, other than that available to the Fund as a result of its ability to borrow up to 10% of its value on a permanent basis.

15. Portfolio transaction costs

	01/03/17 to	30/12/16 to
	28/02/18	28/02/17
	£	£
Analysis of total purchase costs		
Purchases in the period before transaction costs:		
Equities	<u>2,114,766</u>	<u>387,232</u>
	2,114,766	387,232
Commissions - Equities	584	101
Taxes - Equities	<u>675</u>	<u>175</u>
Total purchase costs	1,259	276
Gross purchase total	<u>2,116,025</u>	<u>387,508</u>
Analysis of total sale costs		
Gross sales in the period before transaction costs:		
Equities	<u>1,009,441</u>	<u>49,309</u>
	1,009,441	49,309
Commissions - Equities	(270)	(17)
Taxes - Equities	<u>(13)</u>	<u>-</u>
Total sale costs	(283)	(17)
Total sales net of transaction costs	<u>1,009,158</u>	<u>49,292</u>

The portfolio transaction costs table above includes direct transaction costs suffered by the Fund during the year/period.

Notes to the Financial Statements
For the year ended 28 February 2018

Separately identifiable direct transaction costs (commissions and taxes etc.) are attributable to the Fund's purchase and sale of equity shares. Additionally for equity shares there is a dealing spread cost (the difference between the buying and selling prices) which will be suffered on purchase and sale transactions.

For the Fund's investment in Collective Investment Scheme holdings there will potentially be dealing spread costs applicable to purchases and sales. However additionally there are indirect transaction costs suffered in those underlying funds, throughout the holding period for the instruments, which are not separately identifiable and do not form part of the analysis above.

Transaction costs as percentage of principal amounts	01/03/17 to 28/02/18 %	30/12/16 to 28/02/17 %
Purchases - Commissions Equities	0.0276%	0.0261%
Purchases - Taxes Equities	0.0319%	0.0452%
Sales - Commissions Equities	0.0267%	0.0345%
Sales - Taxes Equities	0.0013%	0.0000%
Transaction costs as percentage of average net asset value	01/03/17 to 28/02/18 %	30/12/16 to 28/02/17 %
Commissions	0.1338%	0.0381%
Taxes	0.1078%	0.0565%

At the balance sheet date the average portfolio dealing spread was 0.32% (2017: 0.18%).

16. Post balance sheet events

There are no post balance sheet events which require adjustments at the year end.

17. Fair value disclosure

Valuation technique	28/02/18		28/02/17	
	Assets £	Liabilities £	Assets £	Liabilities £
Level 1: The unadjusted quoted price in an active market for identical assets or liabilities	1,533,264	-	339,730	-
Level 2: Inputs other than quoted prices included within Level 1 that are observable for the asset or liability, either directly or indirectly	-	-	-	-
Level 3: Inputs are unobservable (ie for which market data is unavailable) for the asset or liability	-	-	-	-
	1,533,264	-	339,730	-

The valuation techniques and the ACD's policy is disclosed in note 1(i) on page 12.

FP Argonaut European Income Opportunities Fund

Distribution Tables

As at 28 February 2018

First Interim Distribution in pence per Share

Group 1 Shares purchased prior to 1 March 2017

Group 2 Shares purchased on or after 1 March to 31 May 2017

	Net revenue (p)	Equalisation (p)	Distribution paid 14/07/17 (p)
Share Class R GBP Income			
Group 1	2.1811	-	2.1811
Group 2	2.0773	0.1038	2.1811
Share Class R GBP Accumulation			
Group 1	2.1850	-	2.1850
Group 2	1.9609	0.2241	2.1850

Second Interim Distribution in pence per Share

Group 1 Shares purchased prior to 1 June 2017

Group 2 Shares purchased on or after 1 June to 31 August 2017

	Net revenue (p)	Equalisation (p)	Distribution paid 13/10/17 (p)
Share Class R GBP Income			
Group 1	1.9719	-	1.9719
Group 2	0.4631	1.5088	1.9719
Share Class R GBP Accumulation			
Group 1	1.9973	-	1.9973
Group 2	0.3620	1.6353	1.9973

FP Argonaut European Income Opportunities Fund

Distribution Tables

As at 28 February 2018

Third Interim Distribution in pence per Share

Group 1 Shares purchased prior to 1 September 2017

Group 2 Shares purchased on or after 1 September to 30 November 2017

	Net revenue (p)	Equalisation (p)	Distribution paid 15/01/18 (p)
Share Class R GBP Income			
Group 1	0.2025	-	0.2025
Group 2	0.1632	0.0393	0.2025
Share Class R GBP Accumulation			
Group 1	0.2103	-	0.2103
Group 2	0.1363	0.0740	0.2103

Final Distribution in pence per Share

Group 1 Shares purchased prior to 1 December 2017

Group 2 Shares purchased on or after 1 December 2017 to 28 February 2018

	Net revenue (p)	Equalisation (p)	Distribution payable 13/04/18 (p)	Distribution paid 13/04/17 (p)
Share Class R GBP Income				
Group 1	0.6565	-	0.6565	0.1933
Group 2	0.0214	0.6351	0.6565	0.1933
Share Class R GBP Accumulation				
Group 1	0.6849	-	0.6849	0.1933
Group 2	0.0233	0.6616	0.6849	0.1933

FP Argonaut European Enhanced Income Fund

Investment Manager's Report For the year ended 28 February 2018

The FP Argonaut European Enhanced Income Fund will commence the termination process in due course and therefore there is no Investment Manager's Report.

FP Argonaut European Enhanced Income Fund

Performance Record

As at 28 February 2018

	A GBP Income		A GBP Accumulation	
	28/02/17	29/02/16	28/02/17	29/02/16
	(p)	(p)	(p)	(p)
Change in net assets per Share				
Opening net asset value per Share	107.35	118.68	144.79	153.29
Return before operating charges*	(7.39)	(4.20)	(4.85)	(5.76)
Operating charges	(0.67)	(2.11)	(0.89)	(2.74)
Return after operating charges	(8.06)	(6.31)	(5.74)	(8.50)
Distributions	-	(5.02)	-	(6.52)
Retained distributions on accumulation Shares	-	-	-	6.52
Closing net asset value per Share	99.29	107.35	139.05	144.79
* after direct transaction costs of:	0.06	0.11	0.07	0.14
Performance				
Return after operating charges	(7.51%)	(5.32%)	(3.96%)	(5.55%)
Other information				
Closing net asset value	£0	£3,433,061	£0	£7,220,371
Closing number of Shares	0	3,197,941	0	4,986,922
Operating charges	1.70%	1.73%	1.70%	1.73%
Direct transaction costs	0.05%	0.09%	0.05%	0.09%
Prices				
Highest Share price	113.61	129.62	153.21	168.54
Lowest Share price	100.00	102.03	135.94	135.16

FP Argonaut European Enhanced Income Fund merged with Liontrust European Enhanced Income Fund on 8 July 2016 and therefore the Net Asset Value of all Classes is nil.

FP Argonaut European Enhanced Income Fund

Performance Record As at 28 February 2018

	A EUR Accumulation (Hedged)		I GBP Income	
	28/02/17	29/02/16	28/02/17	29/02/16
	(c)	(c)	(p)	(p)
Change in net assets per Share				
Opening net asset value per Share	148.13	156.91	112.03	122.90
Return before operating charges*	(4.47)	(6.09)	(7.74)	(4.44)
Operating charges	(0.87)	(2.69)	(0.39)	(1.22)
Return after operating charges	(5.34)	(8.78)	(8.13)	(5.66)
Distributions	-	(6.53)	-	(5.21)
Retained distributions on accumulation Shares	-	6.53	-	-
Closing net asset value per Share	142.79	148.13	103.90	112.03
* after direct transaction costs of:	0.07	0.17	0.06	0.11
Performance				
Return after operating charges	(3.60%)	(5.61%)	(7.26%)	(4.61%)
Other information				
Closing net asset value	€0	€1,559,292	£0	£61,505,923
Closing number of Shares	0	1,052,685	0	54,902,423
Operating charges	1.73%	1.79%	0.95%	0.98%
Direct transaction costs	0.05%	0.11%	0.05%	0.09%
Prices				
Highest Share price	156.56	172.24	118.78	134.63
Lowest Share price	139.51	138.16	104.62	106.44

FP Argonaut European Enhanced Income Fund merged with Liontrust European Enhanced Income Fund on 8 July 2016 and therefore the Net Asset Value of all Classes is nil.

FP Argonaut European Enhanced Income Fund

Performance Record

As at 28 February 2018

	I GBP Accumulation		I EUR Accumulation (Hedged)	
	28/02/17	29/02/16	28/02/17	29/02/16
Change in net assets per Share				
Opening net asset value per Share	152.57	160.30	152.39	160.24
Return before operating charges*	(5.13)	(6.12)	(4.61)	(6.25)
Operating charges	(0.53)	(1.61)	(0.51)	(1.60)
Return after operating charges	(5.66)	(7.73)	(5.12)	(7.85)
Distributions	-	(6.84)	-	(6.68)
Retained distributions on accumulation Shares	-	6.84	-	6.68
Closing net asset value per Share	146.91	152.57	147.27	152.39
* after direct transaction costs of:	0.08	0.15	0.07	0.18
Performance				
Return after operating charges	(3.71%)	(4.82%)	(3.36%)	(4.90%)
Other information				
Closing net asset value	£0	£3,708,339	€0	€119,110
Closing number of Shares	0	2,430,564	0	78,160
Operating charges	0.95%	0.98%	0.98%	1.04%
Direct transaction costs	0.05%	0.09%	0.05%	0.11%
Prices				
Highest Share price	161.73	176.78	161.34	176.38
Lowest Share price	143.59	142.37	143.87	142.09

FP Argonaut European Enhanced Income Fund merged with Liontrust European Enhanced Income Fund on 8 July 2016 and therefore the Net Asset Value of all Classes is nil.

FP Argonaut European Enhanced Income Fund

Performance Record

As at 28 February 2018

	R GBP Income		R GBP Accumulation	
	28/02/17	29/02/16	28/02/17	29/02/16
	(p)	(p)	(p)	(p)
Change in net assets per Share				
Opening net asset value per Share	132.48	145.33	153.39	161.18
Return before operating charges*	(9.16)	(5.23)	(5.17)	(6.17)
Operating charges	(0.46)	(1.44)	(0.53)	(1.62)
Return after operating charges	(9.62)	(6.67)	(5.70)	(7.79)
Distributions	-	(6.18)	-	(6.88)
Retained distributions on accumulation Shares	-	-	-	6.88
Closing net asset value per Share	122.86	132.48	147.69	153.39
* after direct transaction costs of:	0.07	0.13	0.08	0.15
Performance				
Return after operating charges	(7.26%)	(4.59%)	(3.72%)	(4.83%)
Other information				
Closing net asset value	£0	£24,510,542	£0	£24,785,841
Closing number of Shares	0	18,501,768	0	16,158,811
Operating charges	0.95%	0.98%	0.95%	0.98%
Direct transaction costs	0.05%	0.09%	0.05%	0.09%
Prices				
Highest Share price	140.45	159.22	161.92	177.72
Lowest Share price	123.71	125.87	143.75	143.13

FP Argonaut European Enhanced Income Fund merged with Liontrust European Enhanced Income Fund on 8 July 2016 and therefore the Net Asset Value of all Classes is nil.

FP Argonaut European Enhanced Income Fund

Performance Information As at 28 February 2018

Operating Charges

Date	Total Operating Charges (%)
28/02/18	
Share Class A GBP	n/a
Share Class A EUR (Hedged)	n/a
Share Class I GBP	n/a
Share Class I EUR (Hedged)	n/a
Share Class R GBP	n/a
28/02/17	
Share Class A GBP	n/a
Share Class A EUR (Hedged)	n/a
Share Class I GBP	n/a
Share Class I EUR (Hedged)	n/a
Share Class R GBP	n/a

The Operating Charge is the ratio of the Fund's total disclosable costs (excluding overdraft interest) to the average net assets of the Fund.

FP Argonaut European Enhanced Income Fund merged with Liontrust European Enhanced Income Fund on 8 July 2016.

At the period end there will be no distribution, as revenue was distributed to the Shareholders along with their final redemption proceeds.

Risk Warning

An investment in an Open-Ended Investment Company should be regarded as a medium to long term investment. Investors should be aware that the price of Shares and the income from them may fall as well as rise and investors may not receive back the full amount invested. Past performance is not a guide to future performance. Investments denominated in currencies other than the base currency of a fund are subject to fluctuation in exchange rates, which may be favourable or unfavourable.

FP Argonaut European Enhanced Income Fund

Portfolio Statement As at 28 February 2018

Holdings or Nominal Value	Investments	Market Value £	% of Total Net Assets
	Portfolio of investments	0	0.00
	Net other assets	<u>0</u>	<u>0.00</u>
	Net assets	<u>0</u>	<u>0.00</u>

There are no holdings at 28 February 2018 (28/02/2017: no holdings).

Gross purchases for the year: nil [2017: £7,588,317] (See note 15).

Total sales net of transaction costs for the year: nil [2017: £28,982,278] (See note 15).

FP Argonaut European Enhanced Income Fund

Statement of Total Return

For the year ended 28 February 2018

	Note	01/03/17 to 28/02/18		01/03/16 to 28/02/17	
		£	£	£	£
Income:					
Net capital gains/(losses)	2		18,070		(8,491,766)
Revenue	3	(14,833)		4,908,346	
Expenses	4	4,023		(551,031)	
Interest payable and similar charges	5	(20)		(6,492)	
Net (expense)/revenue before taxation		(10,830)		4,350,823	
Taxation	6	(122,344)		(226,515)	
Net (expense)/revenue after taxation			(133,174)		4,124,308
Total return before distributions			(115,104)		(4,367,458)
Distributions	7		-		(4,626,877)
Change in net assets attributable to Shareholders from investment activities			(115,104)		(8,994,335)

Statement of Change in Net Assets Attributable to Shareholders

For the year ended 28 February 2018

	01/03/17 to 28/02/18		01/03/16 to 28/02/17	
	£	£	£	£
Opening net assets attributable to Shareholders		-		126,472,689
Residual balance payable to Liontrust		115,104		(77,335)
Inspecie transfer*		-		(109,701,587)
Amounts receivable on issue of Shares		-	12,166,257	
Amounts payable on cancellation of Shares		-	(21,317,958)	
				(9,151,701)
Dilution adjustment				(22,574)
Change in net assets attributable to Shareholders from investment activities (see above)		(115,104)		(8,994,335)
Retained distributions on accumulation Shares				1,474,843
Closing net assets attributable to Shareholders		-		-

* Amount due to Liontrust European Enhanced Income Fund.

FP Argonaut European Enhanced Income Fund

Balance Sheet

As at 28 February 2018

		28/02/18		28/02/17	
	Note	£	£	£	£
Assets:					
Fixed assets:					
Investments			-		-
Current assets:					
Debtors	8	-		364,916	
Cash and bank balances	9	<u>447,586</u>		<u>543,334</u>	
Total current assets			<u>447,586</u>		<u>908,250</u>
Total assets			<u>447,586</u>		<u>908,250</u>
Liabilities:					
Creditors:					
Bank overdrafts	11	(228)		(220)	
Distribution payable		-		7	
Other creditors	10	<u>(447,358)</u>		<u>(908,037)</u>	
Total creditors			<u>(447,586)</u>		<u>(908,250)</u>
Total liabilities			<u>(447,586)</u>		<u>(908,250)</u>
Net assets attributable to Shareholders			<u>-</u>		<u>-</u>

FP Argonaut European Enhanced Income Fund

Notes to the Financial Statements For the year ended 28 February 2018

1. Accounting Basis and Policies

The Fund's Financial Statements have been prepared on the basis detailed on pages 10 to 12.

2. Net capital gains/(losses)

01/03/17 to 28/02/18	01/03/16 to 28/02/17
£	£

The net capital gains/(losses) during the year comprise:

Currency gains	2,744	476,203
Derivatives contract gains	-	148,587
Forward currency contract losses	-	(10,883,631)
Non-derivative security gains	15,326	1,771,438
Transaction charges	-	(4,363)
Net capital gains/(losses)	18,070	(8,491,766)

3. Revenue

01/03/17 to 28/02/18	01/03/16 to 28/02/17
£	£

Bank interest	1,012	1,211
Overseas dividends	(15,845)	4,785,998
Stock lending income	-	31,328
Option premium income	-	89,809
Total revenue	(14,833)	4,908,346

4. Expenses

01/03/17 to 28/02/18	01/03/16 to 28/02/17
£	£

Payable to the ACD, associates of the ACD, and agents of either of them

Administration charge	-	28,369
AMC fees*	-	377,410
General administration charge	-	51,675
Printing, postage, stationery and typesetting costs	-	4,646
Registration fees	(2,342)	-
	(2,342)	462,100

Payable to the Depositary, associates of the Depositary and agents of either of them

Safe custody fees	-	4,360
	-	4,360

Other expenses

Professional fees	(1,681)	11,546
Closure costs	-	73,025
	(1,681)	84,571
Total expenses	(4,023)	551,031

* FCA fees and Audit fees of £3,060 + VAT for the year ended 28 February 2018 (2017: £5,285) have been borne by the ACD.

5. Interest payable and similar charges

01/03/17 to 28/02/18	01/03/16 to 28/02/17
£	£

Interest	20	6,492
Total interest payable and similar charges	20	6,492

Notes to the Financial Statements
For the year ended 28 February 2018

6. Taxation	01/03/17 to	01/03/16 to
	28/02/18	28/02/17
	£	£
(a) Analysis of the tax charge in the year		
Overseas tax	122,344	226,515
Total taxation for the year (Note 6 (b))	122,344	226,515

(b) Factors affecting tax charge for the year

The tax assessed for the year is different from that calculated when the standard rate of corporation tax for an Open-Ended Investment Company of 20% (2017: 20%) is applied to the net (expense)/revenue before taxation. The differences are explained below:

	01/03/17 to	01/03/16 to
	28/02/18	28/02/17
	£	£
Net (expense)/revenue before taxation	(10,830)	4,350,823
Net (expense)/revenue for the year multiplied by the standard rate of corporation tax	(2,166)	870,165

Effects of:

Expenses not deductible for tax purposes	-	28,961
Movement in excess management expenses	13,786	60,512
Overseas tax	122,344	226,515
Revenue not subject to corporation tax	2,860	(956,253)
Excess management expenses adjustments in respect of prior years	(14,480)	-
Overseas tax expensed	-	(3,385)
Total tax charge for the year	122,344	226,515

OEICs are exempt from tax on capital gains in the UK. Therefore, any capital return is not included within the reconciliation above.

(c) Provision for deferred tax

There is no provision required for deferred taxation at the Balance Sheet date in the current or prior year.

(d) Factors that may affect future tax charges

At the year end, after offset against revenue taxable on receipt, there is a potential deferred tax asset of £467,601 (2017: £453,815) in relation to surplus management expenses. It is unlikely that the Fund will generate sufficient taxable profits in the future to utilise this amount and therefore no deferred tax asset has been recognised in the year.

Notes to the Financial Statements
For the year ended 28 February 2018

7. Finance costs

Distributions

The distributions take account of revenue received on the creation of Shares and revenue deducted on the cancellation of Shares, and comprise:

	01/03/17 to 28/02/18	01/03/16 to 28/02/17
	£	£
Interims	-	4,306,805
Final	-	-
Add: Revenue paid on cancellation of Shares	-	517,961
Deduct: Revenue received on creation of Shares	-	(197,889)
Net distribution for the year	-	4,626,877

Reconciliation of net (expense)/revenue after taxation to distributions

Net (expense)/revenue after taxation	(133,174)	4,124,308
Equalisation on conversion of Shares	-	(1)
Expenses charged to capital	(4,023)	551,053
Net movement in revenue account	137,587	(41,284)
Tax relief from capital	(390)	(7,199)
Net distribution for the year	-	4,626,877

8. Debtors

	28/02/18	28/02/17
	£	£
Amounts receivable for creation of Shares	-	9
Overseas withholding tax recoverable	-	364,907
Total debtors	-	364,916

9. Cash and bank balances

	28/02/18	28/02/17
	£	£
Cash and bank balances	447,044	220,272
Amount held at futures clearing houses and brokers	542	323,062
Total cash and bank balances	447,586	543,334

FP Argonaut European Enhanced Income Fund

Notes to the Financial Statements For the year ended 28 February 2018

10. Other creditors	28/02/18	28/02/17
	£	£
Amounts payable for cancellation of Shares	-	7
Funds payable to Liontrust European Enhanced Income Fund	402,505	843,723
	<u>402,505</u>	<u>843,730</u>
<i>Accrued expenses</i>		
<i>Manager and Agents</i>		
General administration charge	-	(2)
Closure costs	44,853	60,285
	<u>44,853</u>	<u>60,283</u>
<i>Other accrued expenses</i>		
Legal and professional fees	-	4,024
	<u>-</u>	<u>4,024</u>
Total other creditors	<u>447,358</u>	<u>908,037</u>
11. Bank overdrafts	28/02/18	28/02/17
	£	£
Amounts overdrawn at futures clearing houses and brokers	228	220
Total bank overdrafts	<u>228</u>	<u>220</u>

12. Related party transactions

Management fees paid to the ACD are disclosed in note 4 and amounts due at the year end are disclosed in note 10.

Monies received and paid by the ACD through the creation and cancellation of Shares are disclosed in the Statement of Change in Shareholders' Net Assets and amounts due at the year end are disclosed in notes 8 and 10.

The ACD and its associates (including other authorised investment funds managed by the ACD) have no Shareholdings in the Company at the year end.

13. Capital commitments, contingent liabilities and contingent assets

There were no contingent liabilities or outstanding commitments at the balance sheet date (2017: nil).

The fund has a contingent asset at the balance sheet date of £134,183 (2017: nil) resulting from a potential recovery of overseas withholding taxes, this has been removed from the value of the fund but still has the potential to be recovered by the fund in the future. The table below shows the potential recovery of overseas withholding

Country	Currency	Value
		£
Belgium	Euro	13,896
Portugal	Euro	25,684
Switzerlan	Swiss franc	94,603

Notes to the Financial Statements
For the year ended 28 February 2018

14. Derivatives and other financial instruments

The main risks from the Fund's holding of financial instruments, together with the ACD's policy for managing these risks, are disclosed in note 2 on pages 13 and 14 of the report.

(a) Foreign currency risk

The table below shows the foreign currency risk profile at the balance sheet date:

Currency	Net foreign currency assets / (liabilities)	
	28/02/18	28/02/17
	£	£
Euro	(228)	200,558
Norwegian krone	-	65,281
Swiss franc	387	99,253
Total foreign currency exposure	159	365,092
Sterling	(159)	(365,092)
Total net assets	-	-

If GBP to foreign currency exchange rates had strengthened/increased by 10% as at the balance sheet date, the net asset value of the Fund would have decreased by £14 (2017: £33,190). If GBP to foreign currency exchange rates had weakened/decreased by 10% as at the balance sheet date, the net asset value of the Fund would have increased by £18 (2017: £40,566). These calculations assume all other variables remain constant.

(b) Interest rate risk profile of financial assets and liabilities

The table below shows the interest rate risk profile at the balance sheet date:

Currency Assets	Floating rate	Fixed rate	Financial	Total
	financial assets	financial assets	not carrying interest	
	£	£	£	£
28/02/18				
Euro	-	-	-	-
Sterling	447,199	-	-	447,199
Swiss franc	387	-	-	387
Total	447,586	-	-	447,586
28/02/17				
Euro	-	-	200,778	200,778
Norwegian krone	1	-	65,280	65,281
Sterling	542,929	-	9	542,938
Swiss franc	404	-	98,849	99,253
Total	543,334	-	364,916	908,250

Notes to the Financial Statements
For the year ended 28 February 2018

	Floating rate financial liabilities	Fixed rate financial liabilities	Financial liabilities not carrying interest	Total
	£	£	£	£
Currency Liabilities				
28/02/18				
Euro	228	-	-	228
Sterling	-	-	447,358	447,358
Total	228	-	447,358	447,586
28/02/17				
Euro	220	-	-	220
Sterling	-	-	908,030	908,030
Total	220	-	908,030	908,250

Changes in interest rates would have no material impact to the valuation of floating rate financial assets or liabilities as at the balance sheet date. Consequently, no sensitivity analysis has been presented.

15. Portfolio transaction costs	01/03/17 to 28/02/18		01/03/16 to 28/02/17	
Analysis of total purchase costs	£	£	£	£
Purchases in the year before transaction costs:				
Equities		-		7,570,079
		-		7,570,079
Commissions - Equities	-		14,303	
Taxes - Equities	-		3,935	
Total purchase costs		-		18,238
Gross purchase total		-		7,588,317
Analysis of total sale costs				
Gross sales in the year before transaction costs:				
Equities		-		29,029,076
		-		29,029,076
Commissions - Equities	-		(46,797)	
Taxes - Equities	-		(1)	
Total sale costs		-		(46,798)
Total sales net of transaction costs		-		28,982,278

The portfolio transaction costs table above includes direct transaction costs suffered by the Fund during the year.

Notes to the Financial Statements
For the year ended 28 February 2018

Separately identifiable direct transaction costs (commissions and taxes etc.) are attributable to the Fund's purchase and sale of equity shares. Additionally for equity shares there is a dealing spread cost (the difference between the buying and selling prices) which will be suffered on purchase and sale transactions.

	01/03/17 to 28/02/18	01/03/16 to 28/02/17
Transaction costs as percentage of principal amounts	%	%
Purchases - Commissions Equities	0.0000%	0.1889%
Purchases - Taxes Equities	0.0000%	0.0520%
Sales - Commissions Equities	0.0000%	0.1612%
Sales - Taxes Equities	0.0000%	0.0000%
	01/03/17 to 28/02/18	01/03/16 to 28/02/17
Transaction costs as percentage of average net asset value	%	%
Commissions	0.0000%	0.0475%
Taxes	0.0000%	0.0031%

At the balance sheet date the average portfolio dealing spread was nil (2017: nil).

16. Post balance sheet events

There are no post balance sheet events which require adjustments at the year end.

17. Fair value disclosure

Fund has no holdings and no Fair Value at the end of current and previous year.

FP Argonaut European Income Fund

Investment Manager's Report For the year ended 28 February 2018

The FP Argonaut European Income Fund will commence the termination process in due course and therefore there is no Investment Manager's Report.

FP Argonaut European Income Fund

Performance Record

As at 28 February 2018

	A GBP Income		A GBP Accumulation	
	28/02/17	29/02/16	28/02/17	29/02/16
	(p)	(p)	(p)	(p)
Change in net assets per Share				
Opening net asset value per Share	102.37	109.32	169.42	171.18
Return before operating charges*	4.30	0.74	13.15	1.10
Operating charges	(0.70)	(1.80)	(1.16)	(2.86)
Return after operating charges	3.60	(1.06)	11.99	(1.76)
Distributions	-	(5.89)	-	(9.27)
Retained distributions on accumulation Shares	-	-	-	9.27
Closing net asset value per Share	105.97	102.37	181.41	169.42
* after direct transaction costs of:	0.02	0.04	0.04	0.06
Performance				
Return after operating charges	3.52%	(0.97%)	7.08%	(1.03%)
Other information				
Closing net asset value	£0	£27,940,142	£0	£15,169,599
Closing number of Shares	0	27,292,053	0	8,953,975
Operating charges	1.83%	1.64%	1.83%	1.64%
Performance fee				
Direct transaction costs	0.02%	0.03%	0.02%	0.03%
Prices				
Highest Share price	114.02	117.55	195.19	184.07
Lowest Share price	102.02	97.53	169.09	158.38

FP Argonaut European Income Fund merged with Liontrust European Income Fund on 8 July 2016 and therefore the Net Asset Value of all Classes is nil.

FP Argonaut European Income Fund

Performance Record As at 28 February 2018

	A EUR Accumulation		I GBP Income	
	28/02/17	29/02/16	28/02/17	29/02/16
	(c)	(c)	(p)	(p)
Change in net assets per Share				
Opening net asset value per Share	148.96	161.66	109.76	116.30
Return before operating charges*	(0.32)	(10.24)	4.60	0.78
Operating charges	(0.79)	(2.46)	(0.44)	(1.04)
Return after operating charges	(1.11)	(12.70)	4.16	(0.26)
Distributions	-	(8.59)	-	(6.28)
Retained distributions on accumulation Shares	-	8.59	-	-
Closing net asset value per Share	147.85	148.96	113.92	109.76
* after direct transaction costs of:	0.03	0.07	0.02	0.04
Performance				
Return after operating charges	(0.75%)	(7.86%)	3.79%	(0.22%)
Other information				
Closing net asset value	€0	€144,471	£0	£54,071,113
Closing number of Shares	0	96,989	0	49,264,165
Operating charges	1.83%	1.64%	1.08%	0.89%
Performance fee				
Direct transaction costs	0.02%	0.04%	0.02%	0.03%
Prices				
Highest Share price	158.80	175.83	122.67	125.18
Lowest Share price	143.69	138.53	109.62	104.51

FP Argonaut European Income Fund merged with Liontrust European Income Fund on 8 July 2016 and therefore the Net Asset Value of all Classes is nil.

FP Argonaut European Income Fund

Performance Record As at 28 February 2018

	I GBP Accumulation		I EUR Accumulation	
	28/02/17	29/02/16	28/02/17	29/02/16
Change in net assets per Share	(p)	(p)	(c)	(c)
Opening net asset value per Share	180.89	181.42	153.11	164.94
Return before operating charges*	14.07	1.12	(1.36)	(10.44)
Operating charges	(0.73)	(1.65)	(0.47)	(1.39)
Return after operating charges	13.34	(0.53)	(1.83)	(11.83)
Distributions	-	(9.85)	-	(8.81)
Retained distributions on accumulation Shares	-	9.85	-	8.81
Closing net asset value per Share	194.23	180.89	151.28	153.11
* after direct transaction costs of:	0.04	0.06	0.03	0.07
Performance				
Return after operating charges	7.37%	(0.29%)	(1.20%)	(7.17%)
Other information				
Closing net asset value	£0	£1,128,318	€0	€373,842
Closing number of Shares	0	623,770	0	244,159
Operating charges	1.08%	0.89%	1.08%	0.89%
Performance fee				
Direct transaction costs	0.02%	0.03%	0.02%	0.04%
Prices				
Highest Share price	209.14	195.23	163.40	179.91
Lowest Share price	180.85	169.06	148.07	142.35

FP Argonaut European Income Fund merged with Liontrust European Income Fund on 8 July 2016 and therefore the Net Asset Value of all Classes is nil.

FP Argonaut European Income Fund

Performance Record As at 28 February 2018

	R GBP Income		R GBP Accumulation	
	28/02/17	29/02/16	28/02/17	29/02/16
	(p)	(p)	(p)	(p)
Change in net assets per Share				
Opening net asset value per Share	131.10	138.91	152.19	152.61
Return before operating charges*	5.50	0.91	11.82	0.96
Operating charges	(0.53)	(1.23)	(0.61)	(1.38)
Return after operating charges	4.97	(0.32)	11.21	(0.42)
Distributions	-	(7.49)	-	(8.28)
Retained distributions on accumulation Shares	-	-	-	8.28
Closing net asset value per Share	136.07	131.10	163.40	152.19
* after direct transaction costs of:	0.03	0.05	0.03	0.05
Performance				
Return after operating charges	3.79%	(0.23%)	7.37%	(0.28%)
Other information				
Closing net asset value	£0	£46,583,311	£0	£16,579,725
Closing number of Shares	0	35,532,131	0	10,894,290
Operating charges	1.08%	0.89%	1.08%	0.89%
Performance fee				
Direct transaction costs	0.02%	0.03%	0.02%	0.03%
Prices				
Highest Share price	141.27	149.48	164.95	164.23
Lowest Share price	130.39	124.84	151.51	142.22

FP Argonaut European Income Fund merged with Liontrust European Income Fund on 8 July 2016 and therefore the Net Asset Value of all Classes is nil.

FP Argonaut European Income Fund

Performance Information

As at 28 February 2018

Operating Charges

Date	Total Operating Charges (%)
28/02/18	
Share Class A	n/a
Share Class I	n/a
Share Class R	n/a
28/02/17	
Share Class A	n/a
Share Class I	n/a
Share Class R	n/a

The Operating Charge is the ratio of the Fund's total disclosable costs (excluding overdraft interest) to the average net assets of the Fund.

FP Argonaut European Income Fund merged with Liontrust European Income Fund on 8 July 2016.

At the period end there will be no distribution, as revenue was distributed to Shareholders along with their final redemption proceeds.

Risk Warning

An investment in an Open-Ended Investment Company should be regarded as a medium to long term investment. Investors should be aware that the price of Shares and the income from them may fall as well as rise and investors may not receive back the full amount invested. Past performance is not a guide to future performance. Investments denominated in currencies other than the base currency of a fund are subject to fluctuation in exchange rates, which may be favourable or unfavourable.

FP Argonaut European Income Fund

Portfolio Statement As at 28 February 2018

Holdings or Nominal Value	Investments	Market Value £	% of Total Net Assets
	Portfolio of investments	0	0.00
	Net other assets	<u>0</u>	<u>0.00</u>
	Net assets	<u>0</u>	<u>0.00</u>

There are no holdings at 28 February 2018 (28/02/2017: no holdings).

Gross purchases for the year: nil [2017: £5,910,531] (See note 14).

Total sales net of transaction costs for the year: nil [2017: £13,401,162] (See note 14).

FP Argonaut European Income Fund

Statement of Total Return

For the year ended 28 February 2018

	Note	01/03/17 to 28/02/18		01/03/16 to 28/02/17	
		£	£	£	£
Income:					
Net capital gains	2		10,786		6,733,225
Revenue	3	(27,417)		6,243,611	
Expenses	4	4,023		(835,513)	
Interest payable and similar charges	5	(35)		(9,298)	
Net (expense)/revenue before taxation		(23,429)		5,398,800	
Taxation	6	(210,024)		(417,576)	
Net (expense)/revenue after taxation			(233,453)		4,981,224
Total return before distributions			(222,667)		11,714,449
Distributions	7		-		(5,762,388)
Change in net assets attributable to Shareholders from investment activities			(222,667)		5,952,061

Statement of Change in Net Assets Attributable to Shareholders

For the year ended 28 February 2018

	01/03/17 to 28/02/18		01/03/16 to 28/02/17	
	£	£	£	£
Opening net assets attributable to Shareholders		-		161,876,322
Residual balance payable to Liontrust Fund		222,514		(32,975)
Inspecie transfer*		-		(162,505,316)
Amounts receivable on issue of Shares		-	6,873,883	
Amounts payable on cancellation of Shares		-	(13,323,808)	
				(6,449,925)
Dilution adjustment				(29,271)
Change in net assets attributable to Shareholders from investment activities (see above)		(222,667)		5,952,061
Retained distributions on accumulation Shares				1,189,104
Unclaimed distributions		153		-
Closing net assets attributable to Shareholders		-		-

FP Argonaut European Income Fund

Balance Sheet

As at 28 February 2018

		28/02/18		28/02/17	
	Note	£	£	£	£
Assets:					
Fixed assets:					
Investments			-		-
Current assets:					
Debtors	8	-		478,805	
Cash and bank balances	9	<u>76,565</u>		<u>95,651</u>	
Total current assets			<u>76,565</u>		<u>574,456</u>
Total assets			<u>76,565</u>		<u>574,456</u>
Liabilities:					
Creditors:					
Other creditors	10	<u>(76,565)</u>		<u>(574,456)</u>	
Total creditors			<u>(76,565)</u>		<u>(574,456)</u>
Total liabilities			<u>(76,565)</u>		<u>(574,456)</u>
Net assets attributable to Shareholders			<u>-</u>		<u>-</u>

**Notes to the Financial Statements
For the year ended 28 February 2018**

1. Accounting Basis and Policies

The Fund's Financial Statements have been prepared on the basis detailed on pages 10 to 12.

2. Net capital gains

	01/03/17 to 28/02/18	01/03/16 to 28/02/17
	£	£
The net capital gains during the year comprise:		
Currency gains/(losses)	963	(248,532)
Forward currency contract gains	-	299
Non-derivative security gains	9,823	6,982,638
Transaction charges	-	(1,180)
Net capital gains	10,786	6,733,225

3. Revenue

	01/03/17 to 28/02/18	01/03/16 to 28/02/17
	£	£
Bank interest	2,689	708
Overseas dividends	(30,106)	6,234,371
Stock lending income	-	8,532
Total revenue	(27,417)	6,243,611

4. Expenses

	01/03/17 to 28/02/18	01/03/16 to 28/02/17
	£	£
Payable to the ACD, associates of the ACD, and agents of either of them		
AMC fees*	-	557,741
General administration charge	-	67,009
Printing, postage, stationery and typesetting costs	-	5,959
Registration fees	(4,023)	12,170
	(4,023)	642,879
Payable to the Depositary, associates of the Depositary and agents of either of them		
Safe custody fees	-	5,450
	-	5,450
Other expenses		
Professional fees	-	106,343
Closure costs	-	80,841
	-	187,184
Total expenses	(4,023)	835,513

* FCA fees and Audit fees of £3,060 + VAT for the year ended 28 February 2018 (2017: £5,285 + VAT) have been borne by the ACD.

5. Interest payable and similar charges

	01/03/17 to 28/02/18	01/03/16 to 28/02/17
	£	£
Interest	35	9,298
Total interest payable and similar charges	35	9,298

Notes to the Financial Statements
For the year ended 28 February 2018

6. Taxation	01/03/17 to 28/02/18 £	01/03/16 to 28/02/17 £
<i>(a) Analysis of the tax charge in the year</i>		
Overseas tax	210,024	417,576
Total taxation for the year (Note 6 (b))	210,024	417,576

The overseas tax balance includes Fokus Bank windfall receipts.

(b) Factors affecting tax charge for the year

The tax assessed for the year is different from that calculated when the standard rate of corporation tax for an Open-Ended Investment Company of 20% is applied to the net (expense)/revenue before taxation. The differences are explained below:

	01/03/17 to 28/02/18 £	01/03/16 to 28/02/17 £
Net (expense)/revenue before taxation	(23,429)	5,398,800
Net (expense)/revenue for the year multiplied by the standard rate of corporation tax	(4,686)	1,079,760
Effects of:		
Expenses not deductible for tax purposes	-	16,060
Movement in excess management expenses	(1,171)	106,537
Overseas tax	210,024	417,575
Revenue not subject to corporation tax	5,857	(1,198,163)
Overseas tax expensed	-	(4,193)
Total tax charge for the year	210,024	417,576

OEICs are exempt from tax on capital gains in the UK. Therefore, any capital return is not included within the reconciliation above.

(c) Provision for deferred tax

There is no provision required for deferred taxation at the Balance Sheet date in the current or prior year.

(d) Factors that may affect future tax charges

At the year end, after offset against revenue taxable on receipt, there is a potential deferred tax asset of £1,679,716 (2017: £1,680,887) in relation to surplus management expenses. It is unlikely that the Fund will generate sufficient taxable profits in the future to utilise this amount and therefore no deferred tax asset has been recognised in the year.

Notes to the Financial Statements
For the year ended 28 February 2018

7. Finance costs

Distributions

The distributions take account of revenue received on the creation of Shares and revenue deducted on the cancellation of Shares, and comprise:

	01/03/17 to 28/02/18	01/03/16 to 28/02/17
	£	£
Interim	-	5,591,656
Final	-	-
Add: Revenue paid on cancellation of Shares	-	265,889
Deduct: Revenue received on creation of Shares	-	(95,157)
Net distribution for the year	-	5,762,388

Reconciliation of net (expense)/revenue after taxation to distributions

Net (expense)/revenue after taxation	(233,453)	4,981,224
Equalisation on conversion of Shares	-	(6)
Expenses charged to capital	(4,023)	835,545
Net movement in revenue account	-	(26,139)
Revenue deficit	237,840	-
Tax relief from capital	(364)	(28,236)
Net distribution for the year	-	5,762,388

8. Debtors

	28/02/18	28/02/17
	£	£
Amounts receivable for creation of Shares	-	(5)
Overseas withholding tax recoverable	-	478,809
Prepaid expense	-	1
Total debtors	-	478,805

9. Cash and bank balances

	28/02/18	28/02/17
	£	£
Cash and bank balances	76,565	95,651
Total cash and bank balances	76,565	95,651

Notes to the Financial Statements
For the year ended 28 February 2018

10. Other creditors	28/02/18	28/02/17
	£	£
Amounts payable for cancellation of Shares	-	4
Dilution adjustment payable	-	5,074
Funds payable to Liontrust European Income Fund	28,597	497,117
	<u>28,597</u>	<u>502,195</u>
<i>Accrued expenses</i>		
<i>Manager and Agents</i>		
Closure costs	47,968	68,204
	<u>47,968</u>	<u>68,204</u>
<i>Other accrued expenses</i>		
Legal and professional fees	-	4,023
Performance fees	-	34
	<u>-</u>	<u>4,057</u>
Total other creditors	<u>76,565</u>	<u>574,456</u>

11. Related party transactions

Management fees paid to the ACD are disclosed in note 4 and amounts due at the year end are disclosed in note 10.

Monies received and paid by the ACD through the creation and cancellation of Shares are disclosed in the Statement of Change in Shareholders' Net Assets and amounts due at the year end are disclosed in notes 8 and 10.

The ACD and its associates (including other authorised investment funds managed by the ACD) have no Shareholdings in the Company at the year end.

12. Capital commitments, contingent liabilities and contingent assets

There were no contingent liabilities or outstanding commitments at the balance sheet date (2017: nil).

The fund has a contingent asset at the balance sheet date of £232,383 (2017: nil) resulting from a potential recovery of overseas withholding taxes, this has been removed from the value of the fund but still has the potential to be recovered by the fund in the future. The table below shows the potential recovery of overseas

Country	Currency	Value
		£
Denmark	Danish krone	5,497
Portugal	Euro	31,790
Switzerland	Swiss franc	195,096

Notes to the Financial Statements
For the year ended 28 February 2018

13. Derivatives and other financial instruments

The main risks from the Fund's holding of financial instruments, together with the ACD's policy for managing these risks, are disclosed in note 2 on pages 13 and 14 of the report.

(a) Foreign currency risk

The table below shows the foreign currency risk profile at the balance sheet date:

Currency	Net foreign currency assets	
	28/02/18	28/02/17
	£	£
Danish krone	-	5,312
Euro	-	210,272
Norwegian krone	-	59,372
Swiss franc	-	203,852
Total foreign currency exposure	-	478,808
Sterling	-	(478,808)
Total net assets	-	-

If GBP to foreign currency exchange rates had strengthened/increased by 10% as at the balance sheet date, the net asset value of the Fund would have increased by £0 (2017: decreased by £43,528). If GBP to foreign currency exchange rates had weakened/decreased by 10% as at the balance sheet date, the net asset value of the Fund would have increased by £0 (2017: £53,201). These calculations assume all other variables remain constant.

(b) Interest rate risk profile of financial assets and liabilities

The table below shows the interest rate risk profile at the balance sheet date:

Currency Assets	Floating rate	Fixed rate	Financial	Total
	financial assets	financial assets	assets	
	£	£	not carrying interest	£
28/02/18				
Danish krone	-	-	-	-
Euro	-	-	-	-
Sterling	76,565	-	-	76,565
Swiss franc	-	-	-	-
Total	76,565	-	-	76,565
28/02/17				
Danish krone	-	-	5,312	5,312
Euro	-	-	210,269	210,269
Norwegian krone	-	-	59,372	59,372
Sterling	95,651	-	-	95,651
Swiss franc	-	-	203,852	203,852
Total	95,651	-	478,805	574,456

Notes to the Financial Statements
For the year ended 28 February 2018

	Floating rate financial liabilities	Fixed rate financial liabilities	Financial liabilities not carrying interest	Total
	£	£	£	£
Currency Liabilities				
28/02/18				
Sterling	-	-	76,565	76,565
Total	-	-	76,565	76,565
28/02/17				
Sterling	-	-	574,456	574,456
Total	-	-	574,456	574,456

Changes in interest rates would have no material impact to the valuation of floating rate financial assets or liabilities as at the balance sheet date. Consequently, no sensitivity analysis has been presented.

14. Portfolio transaction costs		01/03/17 to 28/02/18	01/03/16 to 28/02/17
Analysis of total purchase costs	£	£	£
Purchases in the year before transaction costs:			
Equities	-	-	5,895,331
			5,895,331
Commissions - Equities	-		11,790
Taxes - Equities	-		3,410
Total purchase costs		-	15,200
Gross purchase total		-	5,910,531
Analysis of total sale costs			
Gross sales in the year before transaction costs:			
Equities	-	-	13,421,732
			13,421,732
Commissions - Equities	-		(20,570)
Total sale costs		-	(20,570)
Total sales net of transaction costs		-	13,401,162

The portfolio transaction costs table above includes direct transaction costs suffered by the Fund during the year.

Notes to the Financial Statements
For the year ended 28 February 2018

Separately identifiable direct transaction costs (commissions and taxes etc.) are attributable to the Fund's purchase and sale of equity shares. Additionally for equity shares there is a dealing spread cost (the difference between the buying and selling prices) which will be suffered on purchase and sale transactions.

	01/03/17 to 28/02/18	01/03/16 to 28/02/17
Transaction costs as percentage of principal amounts	%	%
Purchases - Commissions Equities	0.0000%	0.2000%
Purchases - Taxes Equities	0.0000%	0.0578%
Sales - Commissions Equities	0.0000%	0.1533%
Sales - Taxes Equities	0.0000%	0.0000%
	01/03/17 to 28/02/18	01/03/16 to 28/02/17
Transaction costs as percentage of average net asset value	%	%
Commissions	0.0000%	0.0194%
Taxes	0.0000%	0.0020%

At the balance sheet date the average portfolio dealing spread was nil (2017: nil).

15. Post balance sheet events

There are no post balance sheet events which require adjustments at the year end.

16. Fair value disclosure

Fund has no holdings and no Fair Value at the end of current and previous year.

General Information

Classes of Shares

The Company can issue different classes of Shares in respect of any Fund. Holders of Income Shares are entitled to be paid the revenue attributable to such Shares, in respect of each annual or interim accounting period. Holders of Accumulation Shares are not entitled to be paid the revenue attributable to such Shares, but that revenue is retained and accumulated for the benefit of Shareholders and is reflected in the price of Shares.

Buying and Selling Shares

The ACD will accept orders to deal in the Shares on normal business days between 9:00am and 5:00pm. Instructions to buy or sell Shares may be either in writing to: Fund Partners Limited - Argonaut, PO Box 11954, Chelmsford CM99 2DR or by telephone on 01268 447 403* (UK only) or +44 1268 447 403* (from outside the UK). A contract note will be issued by close of business on the next business day after the dealing date to confirm the transaction.

Valuation Point

The valuation point for each Fund is 12 noon on each dealing day (being each day which is a business day in London). Valuations may be made at other times under the terms contained within the Prospectus.

Prices

The price of Shares for each class in each Fund will be posted via a link on www.fundpartners.co.uk and can also be obtained by telephoning the Administrator on 01268 447 403* (UK only) or +44 1268 447 403* (outside the UK) during the ACD's normal business hours.

Report

The annual report of the Company will normally be published within two months of each annual accounting period, although the ACD reserves the right to publish the annual report at a later date but not later than four months from the end of each annual accounting period and the interim report will be published within two months of each interim accounting period.

Interim Financial Statements period ended	31 August
Annual Financial Statements year ended	28 February

Distribution Payment Dates

FP Argonaut European Alpha Fund

Interim	31 October
Annual	30 April

FP Argonaut Absolute Return Fund

Interim	31 October
Annual	30 April

FP Argonaut European Income Opportunities Fund

Interim	15 July, 15 October, 15 January
Annual	15 April

* Please note that telephone calls may be recorded for monitoring and training purposes, and to confirm investors' instructions.

General Information

Significant Information

On 27 September 2017, following regulatory approval of the Financial Conduct Authority ("FCA") and the Commission de Surveillance du Secteur Financier ("CSSF"), Fund Partners Limited, became a sister Company to FundRock Management Company S.A. Luxembourg with both entities ultimately owned by FundRock Holding.

Other Significant Information

Under the UCITS V and the UCITS Remuneration Code, Fund Partners as UCITS Manager, are required to disclose how those whose actions have a material impact on the Fund are remunerated.

The remuneration strategy across Fund Partners is governed by the Fund Partners' Board and Fund Partners has chosen not to establish a Remuneration Committee. The Fund Partners' Board has established a Remuneration Policy designed to ensure the UCITS Remuneration Code in the UK Financial Authority handbook is met proportionately for all UCITS Remuneration Code Staff.

Fund Partners considers its activities as non complex due to the fact that regulation limits the UCITS strategies conducted and the scope of investment in such a way that investor risk is mitigated. The discretion of Fund Partners and the portfolio manager is strictly controlled within certain pre-defined parameters as determined in the prospectus of each UCITS.

In its role as an UCITS Manager, Fund Partners deems itself as lower risk due to the nature of the activities it conducts. Fund Partners does not pay any form of variable remuneration currently. Therefore Fund Partners have provided a basic overview of how staff whose actions have a material impact on the Fund are remunerated.

Fund Partners Ltd					
February 2018	Number of Beneficiaries	Total remuneration paid	Fixed remuneration	Variable remuneration paid	Carried interest paid by the UICTS
Total remuneration paid by FP during the financial year	33	1,875,971	1,875,971	0	0
Remuneration paid to employees of FP who have a material impact on the risk profile of the UCITS	6	525,691	525,691	0	0
Senior Management	4	444,310	444,310	0	0
Control functions	4	444,310	444,310	0	0
Employees receiving total remuneration that takes them into the same remuneration bracket as senior management and risk takers	2	43,334	43,334	0	0

The only material change to the adopted remuneration policy, since the previous year end, is the identification of new risk takers and inclusion of delegates required by UCITS.

Other Information

The Instrument of Incorporation, Prospectus, Key Investor Information Document (KIID), Supplementary Information Document (SID) and the most recent interim and annual reports may be inspected at the office of the ACD which is also the Head Office of the Company and copies may be obtained upon application.

Shareholders who have any complaints about the operation of the Company should contact the ACD or the Depositary in the first instance. In the event that a Shareholder finds the response unsatisfactory they may make their complaint direct to the Financial Ombudsman Service at Exchange Tower, Harbour Exchange Square, London E14 9SR.

General Information

Data Protection

Shareholders' names will be added to a mailing list which may be used by the ACD, its associates or third parties to inform investors of other products by sending details of such products. Shareholders who do not want to receive such details should write to the ACD requesting their removal from any such mailing list.

Effects of Personal Taxation

Investors should be aware that unless their Shares are held within an ISA, or switched between Funds in this OEIC, selling Shares is treated as a disposal for the purpose of Capital Gains tax.

Risk Warning

An investment in an Open-Ended Investment Company should be regarded as a medium to long term investment. Investors should be aware that the price of Shares and the income from them may fall as well as rise and investors may not receive back the full amount invested. Past performance is not a guide to future performance. Investments denominated in currencies other than the base currency of a fund are subject to fluctuation in exchange rates, which may be favourable or unfavourable.

Contact Information

The Company and its Head Office

FP Argonaut Funds
8-9 Lovat Lane,
London EC3R 8DW
Incorporated in England and Wales under registration
number IC000943
Website address: www.fundpartners.co.uk
(Authorised and regulated by the FCA)

Directors of the ACD

V. Hoare (Resigned 27 September 2017)
I. Hobday (Resigned 1 October 2017)
P. Legg (Resigned 27 September 2017)
C. Spencer (Appointed 3 November 2017)
R. Thomson (Appointed 28 September 2017)
M. Wood (Appointed 29 March 2017)
R. Wood (Appointed 30 September 2017)

Non executive Directors

M. Manassee (Appointed 6 November 2017)
P. Wilcox (Resigned 27 September 2017)

Registrar

DST Financial Services International Limited
Head Office:
DST House,
St Nicholas Lane,
Basildon,
Essex SS15 5FS

Auditor

Deloitte LLP
Statutory Auditor
110 Queen Street,
Glasgow G1 3BX

Investment Manager

Argonaut Capital Partners LLP
50 Sloane Avenue,
London SW3 3DD
(Authorised and regulated by the FCA)

Authorised Corporate Director ("ACD")

Fund Partners Limited
8-9 Lovat Lane,
London EC3R 8DW
(Authorised and regulated by the FCA and a member
of the Investment Association)

Company Secretary of the ACD

P. Legg (Resigned 27 September 2017)
V. Ondoro (Appointed 5 December 2017)

Customer Service Centre

Fund Partners Limited - Argonaut
PO Box 11954,
Chelmsford CM99 2DR
Telephone: 01268 447 403* (within UK only)
Outside the UK: +44 1268 447 403*
Fax: 01268 441 498 (within UK only)
Outside the UK: +44 1268 441 498

Depository

State Street Trustee Limited
20 Churchill Place,
London E14 5HJ
(Authorised and regulated by the FCA)

* Please note that phone calls may be recorded for monitoring and training purposes, and to confirm investors' instructions.

