

# Seahawk Equity Long Short Fund

Semi-annual report  
as at 31 October 2019

R.C.S. Luxembourg B234434

A Luxembourg investment fund established in accordance with Part I of the Luxembourg Law of 17 December 2010, as amended, relating to undertakings for collective investment in the legal form of a Société d'Investissement à Capital Variable (SICAV)

**IPC**concept

R.C.S. Luxembourg B 82183

# Seahawk Equity Long Short Fund

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The Sales Prospectus with incorporated Management Regulations, the Key Investor Information Document and the semi-annual report of the Fund, may be obtained free of charge by post, fax or e-mail from the registered office of the Management Company, the Depositary, the paying agents and the sales agents of each distribution country. For further information, please feel free to contact the Management Company during normal business hours.

Share subscriptions are only valid if these are made on the basis of the latest issue of the Sales Prospectus (including its Annexes) in conjunction with the most recent annual report and any subsequently published semi-annual report.

In case of differences between the German version and the translation, the German version shall be the authentic text.

# Seahawk Equity Long Short Fund

## Report of the Investment Adviser

### The Investment Advisor reports on behalf of the Board of Directors

The Seahawk Equity Long Short Fund was launched on the 22nd of May 2019. The first Net Asset Value (NAV) was calculated on the 23rd of May 2019.

Given the difficult capital market environment during the month of May the portfolio manager has decided to build up the portfolio gradually. Trade tensions between the US and China have eased subsequently as the US administration has agreed into a truce agreement with China during the G20 summit on the 28th of June 2019.

The macroeconomic environment has softened during the reporting period. The slow-down in global economic growth has put increasing pressure on the oil price. The oil price (Brent) has decreased from US\$ 70.99 / barrel on the 22nd of May 2019 to US\$ 60.2 / barrel at the end of October. Energy shares in the portfolio have shown mixed results. In particular, positions in Lukoil, OMV have shown positive returns. On the other hand, positions in Maersk Drilling, OKEA, Petrofac have been negative contributors to the overall portfolio's performance.

Shipping companies have shown mixed results during the reporting period. Positions in bulk carriers such as Golden Ocean have shown positive returns given the increase in bulk freight rates in the 3rd quarter 2019. In October, dry bulk rates have decreased and thereby negatively affecting the fund position in Eagle Bulk. Additions of the tanker stocks Frontline, Euronav, Scorpio Tankers and Hunter have been positive contributors to the overall fund performance. Moreover, the LPG – freight rate market has shown strength throughout the year. Our fund position in Dorian LPG has been a positive performance driver during the reporting period. On the negative side, the LNG - gas tanker market has shown continued weakness throughout 2019 as ultra-low gas prices and less price differential between Asian and Western markets has led to less long-haul demand for LNG carriers. As a result, FLEX LNG and Golar Ltd. have been negative contributors to the overall portfolio performance.

Given excess capacity in the aviation segment, the portfolio manager has initially built – up small positions. During the months of July to October, the fund has had a negative net beta position in the aviation segment. Short positions in Norwegian Air Shuttle and Ryanair have been negative contributors whereas the fund's short position in Rolls Royce and Finnair and a long position in Wizz Air have been positive contributors.

In the reporting period (22nd of May until 31st of October 2019) the fund performance is at + 2.93% for the EUR-S-Share Class and + 2.83% for the USD-S-Share Class on the 31st of October 2019(fund prices 4th of November 2019).

### Outlook

The energy equity market segment is offering deep value compared to other equity segments. Oil majors and exploration companies are trading at free – cash – flow yields of between 6-8%. Given a stabilisation of the oil price around US\$ 60 / barrel this equity market segment should benefit.

Within shipping, tankers should benefit from a positive supply / demand balance in Q4 and 2020 given the benign order book and the positive effects of IMO 2020. Moreover, the LNG and LPG segment are expected to benefit from increasing freight rates during the seasonally strong winter months in Q4 2019.

Aviation is expected to face headwinds in the months to come. Strong players in the budget airline segment as well as financial leasing companies are expected to do well.

Luxembourg, November 2019

The Board of Directors of the Investment Company

# Seahawk Equity Long Short Fund

Semi-annual report  
23 May 2019<sup>1)</sup> - 31 October 2019

The Company is permitted to create share classes with different share-related rights.

Details of the current share classes are as follows:

	Share class USD-S	Share class EUR-S	Share class EUR-R
Securities ID no:	A2N9B4	A2N9B5	A2N9B7
ISIN:	LU1910828851	LU1910828935	LU1910829313
Front-end load:	none	none	up to 5.00%
Redemption fee:	up to 5.00%	up to 5.00%	none
Management fee:	0.10% p.a.	0.10% p.a.	0.10% p.a.
Minimum subsequent investment:	None	None	None
Use of income:	accumulating	accumulating	accumulating
Currency:	USD	EUR	EUR

<sup>1)</sup> Date of first calculation of share value.

## Breakdown by country<sup>1)</sup>

Marshall Islands	14.66%
Norway	14.65%
Bermuda	14.59%
Germany	10.01%
United Kingdom	8.66%
Austria	4.83%
Russia	3.97%
France	3.95%
Cayman Islands	3.65%
Luxembourg	3.57%
Belgium	3.36%
Denmark	2.94%
Jersey	2.77%
Finland	2.12%
Italy	1.50%
Total transferable securities	95.23%
Futures contracts	-0.78%
Bank balances <sup>2)</sup>	5.39%
Balance of other receivables and liabilities	0.16%
	<b>100.00%</b>

<sup>1)</sup> Due to rounding differences in the individual items, the totals may differ from the actual value.

<sup>2)</sup> See the explanatory notes to the report.

The annex forms an integral part of this semi-annual report.

# Seahawk Equity Long Short Fund

## Breakdown by economic sector <sup>1)</sup>

Energy	41.47%
Transport	37.50%
Utilities	11.84%
Misc. financial services	3.01%
Automotive & components	1.41%
Total transferable securities	95.23%
Futures contracts	-0.78%
Bank balances <sup>2)</sup>	5.39%
Balance of other receivables and liabilities	0.16%
	<b>100.00%</b>

## Composition of net fund assets

as at 31 October 2019

	USD
Total transferable securities	2,187,591.40
(cost of acquisition of transferable securities: USD 2,172,277.55)	
Bank balances <sup>2)</sup>	123,898.25
Interest receivable	3,496.14
Other assets <sup>3)</sup>	20,013.49
	<b>2,334,999.28</b>
Unrealised loss from futures contracts	-18,045.84
Other liabilities <sup>4)</sup>	-20,075.59
	<b>-38,121.43</b>
<b>Net fund assets</b>	<b>2,296,877.85</b>

<sup>1)</sup> Due to rounding differences in the individual items, the totals may differ from the actual value.

<sup>2)</sup> See the explanatory notes to the report.

<sup>3)</sup> This item comprises the capitalised costs of establishing investment funds.

<sup>4)</sup> This item primarily consists of performance fees and audit costs.

# Seahawk Equity Long Short Fund

## Allocation to the share classes

Share class USD-S	
Proportionate net fund assets	USD 1,797,492.28
Shares in circulation	17,500.000
Share value	USD 102.71
Share class EUR-S	
Proportionate net fund assets	USD 476,488.97
Shares in circulation	4,150.000
Share value	USD 114.82
Share value	EUR 103.24 <sup>1)</sup>
Share class EUR-R	
Proportionate net fund assets	USD 22,896.60
Shares in circulation	200.000
Share value	USD 114.48
Share value	EUR 102.93 <sup>1)</sup>

<sup>1)</sup> Converted exchange rates in USD as at 31 October 2019: USD 1 = EUR 0.8991

# Seahawk Equity Long Short Fund

## Statement of assets as at 31 October 2019

ISIN	Transferable securities		Acquisitions over the reporting period	Disposals over the reporting period	Quantity	Price	Market value USD	% share of the NFA <sup>1)</sup>
<b>Shares, rights and participation certificates</b>								
<b>Exchange-traded transferable securities</b>								
<b>Belgium</b>								
BE0003816338	Euronav S.A.	EUR	10,000	3,300	6,700	10.3500	77,125.51	3.36
							<b>77,125.51</b>	<b>3.36</b>
<b>Bermuda</b>								
BMG359472021	Flex LNG Ltd.	NOK	12,900	0	12,900	87.2000	122,111.32	5.32
BMG3682E1921	Frontline Ltd.	NOK	10,000	3,400	6,600	97.8000	70,070.07	3.05
BMG9456A1009	Golar LNG Ltd.	USD	6,000	0	6,000	14.6800	88,080.00	3.83
							<b>280,261.39</b>	<b>12.20</b>
<b>Denmark</b>								
DK0061135753	The Drilling Company of 1972 A/S	DKK	1,200	0	1,200	377.4000	67,419.77	2.94
							<b>67,419.77</b>	<b>2.94</b>
<b>Germany</b>								
DE0005552004	Dte. Post AG	EUR	2,800	0	2,800	31.9400	99,466.27	4.33
DE0007037129	RWE AG	EUR	3,250	0	3,250	27.1500	98,137.75	4.27
DE000TRAT0N7	TRATON SE	EUR	1,250	0	1,250	23.2400	32,309.41	1.41
							<b>229,913.43</b>	<b>10.01</b>
<b>Finland</b>								
FI0009007132	Fortum OYJ	EUR	6,000	4,000	2,000	21.8600	48,625.38	2.12
							<b>48,625.38</b>	<b>2.12</b>
<b>France</b>								
FR0010208488	Engie S.A.	EUR	5,500	0	5,500	14.8300	90,716.59	3.95
							<b>90,716.59</b>	<b>3.95</b>
<b>Italy</b>								
IT0003128367	ENEL S.p.A.	EUR	11,500	7,000	4,500	6.9030	34,548.82	1.50
							<b>34,548.82</b>	<b>1.50</b>
<b>Jersey</b>								
GB00B0H2K534	Petrofac Ltd.	GBP	12,500	0	12,500	3.9470	63,510.63	2.77
							<b>63,510.63</b>	<b>2.77</b>

# Seahawk Equity Long Short Fund

## Statement of assets as at 31 October 2019

ISIN	Transferable securities		Acquisitions over the reporting period	Disposals over the reporting period	Quantity	Price	Market value USD	% share of the NFA <sup>1)</sup>
<b>Marshall Islands</b>								
MHY2106R1100	Dorian LPG Ltd.	USD	50,000	40,000	10,000	12.7000	127,000.00	5.53
MHY2187A1432	Eagle Bulk Shipping Inc.	USD	22,000	10,000	12,000	4.4400	53,280.00	2.32
MHY7542C1306	Scorpio Tankers Inc.	USD	3,000	0	3,000	32.9800	98,940.00	4.31
MHY8564M1057	Teekay LNG Partners LP	USD	3,901	0	3,901	14.7300	57,461.73	2.50
							<b>336,681.73</b>	<b>14.66</b>
<b>Norway</b>								
NO0010345853	Aker BP ASA	NOK	3,000	0	3,000	264.8000	86,236.07	3.75
NO0010283211	Hunter Group ASA	NOK	200,000	66,600	133,400	4.7800	69,220.30	3.01
NO0010816895	OKEA AS	NOK	95,238	53,800	41,438	18.1000	81,419.25	3.54
							<b>236,875.62</b>	<b>10.30</b>
<b>Austria</b>								
AT0000743059	ÖMV AG	EUR	1,900	0	1,900	52.5200	110,984.21	4.83
							<b>110,984.21</b>	<b>4.83</b>
<b>Russia</b>								
US69343P1057	Lukoil PJSC ADR	USD	1,000	0	1,000	91.2000	91,200.00	3.97
							<b>91,200.00</b>	<b>3.97</b>
<b>United Kingdom</b>								
GB00B03MLX29	Royal Dutch Shell Plc. -A-	GBP	2,800	0	2,800	23.2900	83,945.39	3.65
GB00BZ3CNK81	TORM Plc.	DKK	12,000	0	12,000	64.4000	115,045.93	5.01
							<b>198,991.32</b>	<b>8.66</b>
<b>Exchange-traded transferable securities</b>							<b>1,866,854.40</b>	<b>81.27</b>
<b>Shares, rights and participation certificates</b>							<b>1,866,854.40</b>	<b>81.27</b>
<b>Bonds</b>								
<b>Transferable securities admitted to trading on or included in organised markets</b>								
<b>USD</b>								
USG6868TAA54	8.375%	Pacific Drilling S.A. Reg.S. v.18(2023)	100,000	0	100,000	82.0000	82,000.00	3.57
USG23618AC87	8.250%	Shelf Drill Holdings Ltd. Reg.S. v.18(2025)	100,000	0	100,000	83.8200	83,820.00	3.65
							<b>165,820.00</b>	<b>7.22</b>
<b>Transferable securities admitted to trading on or included in organised markets</b>							<b>165,820.00</b>	<b>7.22</b>

The annex forms an integral part of this semi-annual report.



# Seahawk Equity Long Short Fund

## Statement of assets as at 31 October 2019

ISIN	Transferable securities		Acquisitions over the reporting period	Disposals over the reporting period	Quantity	Price	Market value USD	% share of the NFA <sup>1)</sup>
<b>Unlisted transferable securities</b>								
<b>USD</b>								
NO0010833775	9.000%	Floatel International Ltd. Reg.S. v.18(2024)	100,000	0	100,000	55.0000	55,000.00	2.39
NO0010861594	8.634%	Ocean Yield ASA Perp. FRN	150,000	50,000	100,000	99.9170	99,917.00	4.35
							<b>154,917.00</b>	<b>6.74</b>
<b>Unlisted transferable securities</b>							<b>154,917.00</b>	<b>6.74</b>
<b>Bonds</b>							<b>320,737.00</b>	<b>13.96</b>
<b>Total transferable securities</b>							<b>2,187,591.40</b>	<b>95.23</b>
<b>Futures contracts</b>								
<b>Short positions</b>								
<b>DKK</b>								
Vestas Wind Systems AS Future December 2019			0	5	-5		3,007.15	0.13
							<b>3,007.15</b>	<b>0.13</b>
<b>EUR</b>								
Finnair Oyj Future December 2019			0	100	-100		4,150.73	0.18
Hapag-Lloyd AG Future December 2019			0	10	-10		-2,391.01	-0.10
Ryanair Holdings Plc. Future December 2019			0	50	-50		-38.37	0.00
							<b>1,721.35</b>	<b>0.08</b>
<b>GBP</b>								
Rolls Royce Holdings Plc. Future December 2019			0	6	-6		5,463.16	0.24
							<b>5,463.16</b>	<b>0.24</b>
<b>USD</b>								
E-Mini S&P 500 Index Future December 2019			6	15	-9		-28,237.50	-1.23
							<b>-28,237.50</b>	<b>-1.23</b>
<b>Short positions</b>							<b>-18,045.84</b>	<b>-0.78</b>
<b>Futures contracts</b>							<b>-18,045.84</b>	<b>-0.78</b>
<b>Bank balances – current account<sup>2)</sup></b>							<b>123,898.25</b>	<b>5.39</b>
<b>Balance of other receivables and liabilities</b>							<b>3,434.04</b>	<b>0.16</b>
<b>Net fund assets in USD</b>							<b>2,296,877.85</b>	<b>100.00</b>

<sup>1)</sup> NSFA = net sub-fund assets. Due to rounding differences in the individual items, the totals may differ from the actual value.

<sup>2)</sup> See the explanatory notes to the report.

# Seahawk Equity Long Short Fund

## Futures contracts

	Quantity	Obligations USD	% of NFA <sup>1)</sup>
<b>Short positions</b>			
<b>DKK</b>			
Vestas Wind Systems AS Future December 2019	-5	-41,037.71	-1.79
		<b>-41,037.71</b>	<b>-1.79</b>
<b>EUR</b>			
Finnair Oyj Future December 2019	-100	-64,829.51	-2.82
Hapag-Lloyd AG Future December 2019	-10	-74,361.68	-3.24
Ryanair Holdings Plc. Future December 2019	-50	-66,473.76	-2.89
		<b>-205,664.95</b>	<b>-8.95</b>
<b>GBP</b>			
Rolls Royce Holdings Plc. Future December 2019	-6	-55,388.03	-2.41
		<b>-55,388.03</b>	<b>-2.41</b>
<b>USD</b>			
E-Mini S&P 500 Index Future December 2019	-9	-1,371,487.50	-59.71
		<b>-1,371,487.50</b>	<b>-59.71</b>
<b>Short positions</b>		<b>-1,673,578.19</b>	<b>-72.86</b>
<b>Futures contracts</b>		<b>-1,673,578.19</b>	<b>-72.86</b>

<sup>1)</sup> NFA = Net fund assets. Due to rounding differences in the individual items, the totals may differ from the actual value.

<sup>2)</sup> See the explanatory notes to the report.

# Seahawk Equity Long Short Fund

## Acquisitions and disposals between 23 May 2019 and 31 October 2019

Any purchases and sales made during the reporting period in transferable securities, borrower's note loans and derivatives, including changes without monetary flows, if not indicated in the statement of assets.

ISIN	Transferable securities		Acquisitions over the reporting period	Disposals over the reporting period
<b>Shares, rights and participation certificates</b>				
<b>Exchange-traded transferable securities</b>				
<b>Bermuda</b>				
BMG396372051	Golden Ocean Group Ltd.	NOK	22,000	22,000
BMG810751062	Ship Finance International Ltd.	USD	6,500	6,500
<b>Finland</b>				
FI0009003727	Wartsila Corporation	EUR	5,500	5,500
<b>Norway</b>				
NO0010196140	Norwegian Air Shuttle ASA	NOK	26,100	26,100
NO0003078800	TGS Nopec Geophysical Co. ASA	NOK	7,500	7,500
<b>Sweden</b>				
SE0000695876	Alfa-Laval AB	SEK	3,000	3,000
<b>United Kingdom</b>				
JE00BN574F90	Wizz Air Holdings Plc.	GBP	5,500	5,500
<b>Bonds</b>				
<b>Transferable securities admitted to trading on or included in organised markets</b>				
<b>EUR</b>				
XS1608040090	0.000% Senvion Holding GmbH Reg.S. Green Bond v.17(2022)		100,000	100,000
<b>Options</b>				
<b>EUR</b>				
	Put on Air France-KLM S.A. June 2019/8.20		90	90
	Put on Dte. Lufthansa AG June 2019/17.20		50	50
	Put on RWE AG June 2019/22.50		35	35
<b>NOK</b>				
	Call on TGS Nopec Geophysical Co. ASA July 2019/230.00		30	30
	Put on TGS Nopec Geophysical Co. ASA August 2019/230.00		30	30
<b>USD</b>				
	Put on AerCap Holdings NV August 2019/50.00		25	25
	Put on AerCap Holdings NV July 2019/47.50		25	25
	Put on Golar LNG Ltd. August 2019/17.50		60	60

# Seahawk Equity Long Short Fund

## Acquisitions and disposals between 23 May 2019 and 31 October 2019

Any purchases and sales made during the reporting period in transferable securities, borrower's note loans and derivatives, including changes without monetary flows, if not indicated in the statement of assets.

ISIN	Transferable securities	Acquisitions over the reporting period	Disposals over the reporting period
<b>Futures contracts</b>			
<b>EUR</b>			
	Nordex SE Future September 2019	35	35
<b>GBP</b>			
	Easyjet Plc. Dividend Future December 2019	5	5
	EASYJET Plc. Dividend Future September 2019	5	5
	Rolls Royce Holdings Plc. Future September 2019	6	6
<b>NOK</b>			
	Norwegian Air Shuttle ASA Future September 2019	150	150
<b>USD</b>			
	E-Mini S&P 500 Index Future September 2019	36	36
	General Electric Co. Future September 2019	85	85

## Exchange rates

Assets denominated in foreign currency were converted into USD at the following exchange rates for valuation on 31 October 2019.

British pound	GBP	1	0.7768
Danish krone	DKK	1	6.7173
EUR	EUR	1	0.8991
Norwegian krone	NOK	1	9.2119
Swedish krona	SEK	1	9.6894

# Seahawk Equity Long Short Fund

## Explanatory notes to the semi-annual report as at 31 October 2019

### 1.) GENERAL INFORMATION

The Investment Company "Seahawk Equity Long Short Fund" is a public limited company with variable capital (société d'investissement à capital variable) under the law of the Grand Duchy of Luxembourg, with its registered office at 4, rue Thomas Edison, L-1445 Strassen, Luxembourg. It was launched at the initiative of Seahawk Investments GmbH and is managed by IPConcept (Luxembourg) S.A. It was founded on 30 April 2019 for an indefinite period in the form of a mono fund. The Articles of Association were published in Recueil électronique des sociétés et associations (RESA) of the Trade and Companies Register in Luxembourg. The Investment Company is entered in the Luxembourg Trade and Companies Register under registration number R.C.S. Luxembourg B-234434.

"Seahawk Equity Long Short Fund" is a Luxembourg investment company (société d'investissement à capital variable) that has been established for an unlimited period in the form of a mono fund in accordance with Part I of the Luxembourg Law of 17 December 2010 relating to undertakings for collective investment, as amended (the "Law of 17 December 2010").

The Management Company of the Fund is IPConcept (Luxembourg) S.A. (the "Management Company"), a public limited company (*Aktiengesellschaft*) pursuant to the law of the Grand Duchy of Luxembourg, with its registered office at 4, rue Thomas Edison, L-1445 Strassen, Luxembourg. It was established for an indefinite period on 23 May 2001. Its Articles of Association were published in the Mémorial on 19 June 2001. The most recent amendment to the Articles of Association entered into force on 12 October 2016 and was published in the RESA on 10 November 2016. The Management Company is entered in the Luxembourg Trade and Companies Register under registration number R.C.S. Luxembourg B-82183.

### 2.) BASIC ACCOUNTING AND VALUATION PRINCIPLES

This report is drawn up at the responsibility of the Board of Directors of the Investment Company in accordance with the legal provisions applicable in Luxembourg and the standards for the preparation and presentation of reports.

1. The net company assets of the Investment Company are denominated in USD (USD) ("reference currency").
2. The value of a share ("net asset value per share") is denominated in the currency laid down in the Annex to the Sales Prospectus ("Fund currency"), unless another currency is stipulated for further share classes in the respective Annex to the Sales Prospectus that differs from the Fund currency ("share class currency").
3. The net asset value per share is calculated by the Management Company or a third party commissioned for this purpose by the Management Company, under the supervision of the Depositary, on each day specified in the Annex with the exception of 24 and 31 December of each year ("valuation day") and rounded off to two decimal places.
4. In order to calculate the net asset value per share, the value of the Fund's assets less the Fund's liabilities ("net fund assets") is determined on each valuation day and divided by the number of Fund shares in circulation on the valuation day. The Management Company may, however, decide to determine the net asset value per share on 24 and 31 December without these determinations of value being considered calculations of the net asset value per share on a valuation day within the meaning of the previous sentence. Consequently, shareholders may not demand the issue, redemption or exchange of shares on the basis of a net asset value determined on 24 December and/or 31 December of a year.
5. Where information on the situation of the net company assets must be given in the annual or semi-annual reports and other financial statistics pursuant to the applicable legal provisions or in accordance with the provisions of the Articles of Association, the value of the assets of the Fund will be converted to the reference currency. The net fund assets will be calculated according to the following principles:
  - a) Transferable securities, money market instruments, derivative financial instruments (derivatives) and other assets officially listed on a securities exchange are valued at the latest available trade price which provides a reliable valuation on the trading day preceding the valuation day.

The Management Company may stipulate for the Fund that transferable securities, money market instruments, derivative financial instruments (derivatives) and other assets officially listed on a securities exchange are valued at the latest available closing price which provides a reliable valuation. This is mentioned in the Annex to the Sales Prospectus of the Fund.

If transferable securities, money market instruments, derivative financial instruments (derivatives) and other assets are officially listed on several securities exchanges, the one with the highest liquidity shall be applicable.

- b) Transferable securities, money market instruments, derivative financial instruments (derivatives) and other assets which are not officially listed on a securities exchange (or whose stock exchange rate is not deemed representative, e.g. due to lack of liquidity) but which are traded on another regulated market, shall be valued at a price no less than the bid price and no more than the offer price of the trading day preceding the valuation day, and which the Management Company considers in good faith to be the best possible price at which the transferable securities, money market instruments, derivative financial instruments (derivatives) and other investments can be sold.

The Management Company may stipulate for funds that transferable securities, money market instruments, derivative

# Seahawk Equity Long Short Fund

## Explanatory notes to the semi-annual report as at 31 October 2019

financial instruments (derivatives) and other assets which are not officially listed on a securities exchange (or whose stock exchange rates are not deemed representative, e.g. due to lack of liquidity) but which are traded on another regulated market, be valued at the latest available price which the Management Company considers in good faith to be the best possible price at which the transferable securities, money market instruments, derivative financial instruments (derivatives) and other investments can be sold. This is mentioned in the Annex to the Sales Prospectus of the Fund.

- c) OTC derivatives are valued on a daily basis by means of a valuation to be determined and able to be checked by the Management Company.
- d) Units in UCI/UCITS are determined at the last redemption price set before the valuation day or are valued at the latest available price which provides a reliable valuation. If the redemption is suspended or no redemption prices are established for certain investment units, these units and all other assets will be valued at their appropriate market value, as determined in good faith by the Management Company in line with generally accepted and verifiable valuation rules.
- e) If the prices in question are not fair market prices, if the financial instruments under (b) are not traded on a regulated market, and if no prices are set for financial instruments different from those listed under (a) – (d), then these financial instruments and the other legally permissible assets shall be valued at their current market value, which shall be established in good faith by the Management Company on the basis of generally accepted and verifiable valuation rules (e.g. suitable valuation models taking account of current market conditions).
- f) Liquid assets are valued at their par value, plus interest.
- g) Amounts due (e.g. deferred interest claims and liabilities) shall, in principle, be rated at their par value.
- h) The market value of securities, money market instruments, derivatives and other assets denominated in a currency other than that of the Fund shall be converted into the Fund currency at the exchange rate of the trading day preceding the valuation day, using WM/Reuters fixing at 17:00 (16:00 GMT). Profits and losses from foreign exchange transactions shall, on each occasion, be added or subtracted.

The Management Company may stipulate for the Fund that transferable securities, money market instruments, derivative financial instruments (derivatives) and other assets denominated in a currency other than that of the Fund be converted into the sub-fund currency at the exchange rate of the valuation day. Profits and losses from foreign exchange transactions shall, on each occasion, be added or subtracted. This is mentioned in the Annex to the Sales Prospectus of the Fund.

The net fund assets shall be reduced by any distributions paid to the shareholders in the Fund, where applicable.

- 6. The net asset value per share is calculated separately for the Fund pursuant to the aforementioned criteria. However, if the Fund contains different share classes, the share value will be calculated separately for each share class within the Fund pursuant to the aforementioned criteria.

The tables published in this report may, for arithmetical reasons, contain rounding differences which are higher or lower than a unit (currency, percentage, etc.).

### 3.) TAXATION

#### Taxation of the Investment Company

In the Grand Duchy of Luxembourg, company assets are subject to a tax known as the "*taxe d'abonnement*", which currently amounts to 0.05% p.a. or 0.01% p.a. for funds or share classes whose shares are issued exclusively to institutional shareholders. The *taxe d'abonnement* is payable quarterly, based on the Fund's net assets reported at the end of each quarter. The amount of the *taxe d'abonnement* is specified for the Fund or the share classes in the Annex to the Sales Prospectus. If the Fund's assets are invested in other Luxembourg investment funds that are already subject to the *taxe d'abonnement*, the portion of such assets is exempt from the tax.

The Fund's income derived from the investment of its assets is not subject to taxation in the Grand Duchy of Luxembourg. However, such income may be subject to a withholding tax in countries in which the Fund's assets are invested. In such cases, neither the Depository nor the Management Company are obliged to collect tax certificates.

# Seahawk Equity Long Short Fund

## Explanatory notes to the semi-annual report as at 31 October 2019

Interested parties and shareholders are recommended to find out about laws and regulations which are applied to the taxation of corporate assets, the purchase, the ownership and the redemption of shares and to call on the advice of external third parties, especially a tax adviser.

### **Taxation of income from shares in the Investment Company held by the shareholder**

Shareholders who are not resident in and/or do not have a permanent place of business in the Grand Duchy of Luxembourg are not required to pay any further income, inheritance or wealth tax in the Grand Duchy of Luxembourg in respect of their shares or of income deriving therefrom. They are subject to the respective national tax regulations.

Since 01 January 2017, natural persons who are resident in the Grand Duchy of Luxembourg and not resident in another state for tax purposes have been required, in accordance with the Luxembourg law implementing the Directive, to pay a withholding tax of 20% on the interest income listed therein. Under certain circumstances, investment fund interest income may also be subject to such withholding tax.

Interested parties and shareholders are recommended to find out about laws and regulations which are applied to the taxation of corporate assets, the purchase, the ownership and the redemption of shares and to call on the advice of external third parties, especially a tax adviser.

### **4.) USE OF INCOME**

The Board of Directors may reinvest the income generated or distribute it to the shareholders. This is mentioned in the Annex to the Sales Prospectus.

### **5.) INFORMATION ON FEES AND EXPENSES**

Please refer to the current Sales Prospectus for information regarding management and depositary service fees.

### **6.) CURRENT ACCOUNTS (BANK BALANCES AND BANK LIABILITIES) OF THE FUND**

All current accounts of the Fund (including in different currencies), which effectively and legally form only a part of a single current account, will be reported as a single current account in the composition of the net fund assets. Current accounts in foreign currencies, where available, will be converted into each fund currency. The conditions of the respective individual account serve as the basis for the interest calculation.

### **7.) SIGNIFICANT EVENTS DURING THE REPORTING PERIOD**

There were no major changes or other significant events during the reporting period.

### **8.) SIGNIFICANT EVENTS AFTER THE REPORTING PERIOD**

There were also no major changes or other significant events after the reporting period.

### **9.) TRANSPARENCY OF SECURITIES FINANCING TRANSACTIONS AND REUSE**

IPConcept (Luxemburg) S.A., as a Management Company of Undertakings for Collective Investment in Transferable Securities (UCITS) and as a Manager of Alternative Investment Funds ("AIFM"), falls by definition within the scope of Regulation (EU) 2015/2365 of the European Parliament and the Council of 25 November 2015 on transparency of securities financing transactions and of reuse and amending Regulation (EU) No 648/2012 ("SFTR").

In the investment fund's reporting period no use was made of securities financing transactions or total return swaps within the meaning of this regulation. Consequently, this report must provide no details for investors pursuant to Article 13 of said regulation.

Details of the investment strategy and financial instruments used within the investment fund can be found in the current Sales Prospectus or downloaded free of charge from the Management Company's website [www.ipconcept.com](http://www.ipconcept.com) under the heading "Investor Information".

# Seahawk Equity Long Short Fund

## Management, distribution and advisory services

<b>Investment Company</b>	<b>Seahawk Equity Long Short Fund</b> 4, rue Thomas Edison L-1445 Strassen, Luxembourg
<b>Board of Directors of the Investment Company</b> Chairman of the Board of Directors	Hubertus Clausius Managing Director of Seahawk Investments GmbH
Members of the Board of Directors	Henrik Haeder Managing Director of Transport Capital (Europe) GmbH  Michael Molter <i>Head of Portfolio Management</i> IPConcept (Luxemburg) S.A.
<b>Auditor of the Investment Company</b>	<b>Ernst &amp; Young S.A.</b> 35E, avenue John F. Kennedy L-1855 Luxembourg
<b>Management Company</b>	<b>IPConcept (Luxemburg) S.A.</b> 4, rue Thomas Edison L-1445 Strassen, Luxembourg Equity capital as at 31.12.2018: EUR 4,580,000
<b>Supervisory Board of the Management Company</b> Chairman of the Supervisory Board	Dr Frank Müller <i>Member of the Executive Board</i> DZ PRIVATBANK S.A.
Members of the Supervisory Board	Bernhard Singer Klaus-Peter Bräuer
<b>Executive Board of the Management Company</b>	Marco Onischschenko (Chairman of the Executive Board) Silvia Mayers Marco Kops Nikolaus Rummler
<b>Auditor of the Management Company</b>	<b>Ernst &amp; Young S.A.</b> 35E, avenue John F. Kennedy L-1855 Luxembourg
<b>Depositary</b>	<b>DZ PRIVATBANK S.A.</b> 4, rue Thomas Edison L-1445 Strassen, Luxembourg
<b>Central Administration Agent, Registrar and Transfer Agent</b>	<b>DZ PRIVATBANK S.A.</b> 4, rue Thomas Edison L-1445 Strassen, Luxembourg
<b>Paying agent</b> Grand Duchy of Luxembourg	<b>DZ PRIVATBANK S.A.</b> 4, rue Thomas Edison L-1445 Strassen, Luxembourg
<b>Investment adviser</b>	<b>BN &amp; Partners Capital AG</b> Steinstr. 33 D-50374 Erftstadt
<b>Tied agent of the investment adviser</b> within the meaning of Section 2(10) KWG	<b>Seahawk Investments GmbH</b> Mergenthalerallee 73-75 D-65760 Eschborn



