

# Scarabaeus Master Fund Limited

Public Mutual Fund under the Mutual Funds Act, Chapter 154 of the Revised Laws  
of Saint Vincent and the Grenadines, 2009

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## About

ISIN Number	VCP853241047
Valoren Number	CH032684277
Launch date	24 <sup>th</sup> May 2016
Reference Currency	USD
Duration	indeterminate period
Initial Offer Price	USD/EUR/CHF 100.00
Minimum Initial Subscription	USD/EUR/CHF 100.00
Valuation day	End of Month At the sole discretion of the Directors there may be determined further Valuation Days
Valuation interval	Monthly
Deadline for subscriptions	Valuation Day, 4 pm (CET)
Deadline for redemptions	Valuation Day, 4 pm (CET)
End of financial year	December 31
Maximum Subscription Fee	defined per Class
Maximum Redemption Fee	defined per Class
Maximum Management Fee	defined per Class
Performance Fee	defined per Class
Maximum administrative commission	defined per Class
Maximum Custodian Fee	market standard fee

## Investment Objectives

The Manager seeks to achieve the Fund's investment objective by pursuing a variety of investments. To achieve this goal there will be no restrictions with regards the type of the securities and the respective share of a security in the fund volumes. This provides the required freedom for reacting to different phases of the economic development.

The asset of the Fund may invest in (inter alia):

- a) affiliated and unaffiliated funds, including open end and closed-end funds and exchange-traded funds ("ETFs" and, collectively with other funds, "Underlying Funds");
- b) Exchange traded products ("Exchange Traded Products"), including ETFs and exchange-traded notes ("ETNs");
- c) All kind of equities;
- d) All kind of bonds;
- e) All kind of non-financial instruments;

The Fund could be "non-diversified", which means that it may invest a large portion of its assets in a single issuer.

The Fund invests inter alia in a diversified portfolio consisting of high-quality bonds and other debt securities. Debt securities in which the Fund may invest include government and government-related obligations, mortgage- and asset-backed securities, corporate and municipal bonds, and other debt securities, and may include fixed and floating rate instruments. The Fund's assets may be invested in debt obligations rated below investment grade too.

Furthermore, the Fund pursues an active asset allocation and invests in different asset classes.

## Fund's structure and Fund's parties

Scarabaeus Master Fund Limited (the "Company") was incorporated under the laws of Saint Vincent and the Grenadines on the Incorporation Date as an open-ended investment company and limited liability and registered as a Public Mutual Fund under the Mutual Funds Act, Chapter 154 of the Revised Laws of Saint Vincent and the Grenadines, 2009. The Initial Offer is made on the Launch Date, at the Initial Offer Price of USD 100.- per Investor Share and, thereafter, on the Subscription Day at the prevailing Subscription Price.

### Registered office

St. Vincent Trust Service Limited  
Trust House  
112 Bonadie Street  
Kingstown  
St. Vincent and the Grenadines

### Directors of the Company

Mr. Patrick Demi  
c/o Scarabaeus Wealth Management AG  
Pflugstrasse 20  
9490 Vaduz  
Liechtenstein

Mr. Michael Zuther  
c/o Scarabaeus Wealth Management AG  
Pflugstrasse 20  
9490 Vaduz  
Liechtenstein

### Fund Administrator / Transfer Agent

Fortuna Administration Limited  
Trust House  
112 Bonadie Street  
P.O. Box 613  
Kingstown, Saint Vincent

European Mailing Address:  
Pflugstrasse 20  
9490 Vaduz, Liechtenstein  
Phone: +423 / 231 34 34  
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www.fortuna.vc  
info@fortuna.vc

### Investment Manager

Scarabaeus Wealth Management AG  
Pflugstrasse 20  
9490 Vaduz  
Liechtenstein

### Saint Vincent Legal Advisor

Mr. Michael Zuther  
Lawyer and Tax Lawyer  
Sonnenhaldenstrasse 26a  
9403 Goldach  
Switzerland

### Auditor

Audit firm "Glavbuh" Limited  
18 B, Chervonotkatska Str.  
Kiev 02094  
Ukraine

## Key figures

	31.12.2019	31.12.2018
Balance sheet total in USD	67'679'909.17	41'491'500.37
Total income in USD	-7'181'602.23	-1'044'371.62
Performance	-29.91%	5.64%
Total Expense Ratio (TER)	59.45%	53.08%
Total amount of subscriptions in USD	43'181'861.68	17'732'000.87
Total amount of redemptions in USD	9'630'636.33	20'700'556.77
Net investment income in USD	-7'181'602.23	-1'044'371.62
Statutory reinvestments in USD	-7'181'602.23	1'044'371.62

## Development of net asset value

Date	Number of shares	net asset value in USD	net asset value per unit in USD	Performance
24.05.2016	1'000.00	100'000.00	100.00	0.00%
31.12.2017	387'531.20	42'346'579.29	109.2727	9.27%
31.12.2018	387'845.641	41'310'286.05	115.4416	5.64%
31.12.2019	736'959.310	67'679'909.17	91.8367	-20.45%

The displayed past performance is not necessarily indicative of future performance.

## Financial statement – P&L

in USD	01.01.2019- 31.12.2019	01.01.2018 – 31.12.2018
Net income from cash and cash equivalents	0.00	0.00
Net income from bonds	2'278'177.79	656'312.27
Net income from dividends	233'725.15	792'051.32
Net income from derivative instruments	116'472.33	7'605'590.07
Other income	236'223.20	492'288.50
<b>Total income</b>	<b>2'864'598.47</b>	<b>9'546'242.16</b>
Remuneration for the asset manager	-329'955.59	-91'233.71
Remuneration for the fund administrator	-21'106.10	24'788.83
Remuneration for the Bank	-78'759.56	-20'682.34
Performance Fees	-68'882.52	74'191.58
Transaction Costs	-411'407.97	-1'259'183.75
Other Expenses	-584'918.10	-684'444.40
<b>Total expenses</b>	<b>-1'495'029.84</b>	<b>-1'956'563.79</b>
<b>Net income</b>	<b>1'369'568.63</b>	<b>7'589'678.37</b>
Realised capital gains	1'291'713.39	5'812'711.74
Realised capital losses	-780'607.60	-11'231'968.77
<b>Realised profit</b>	<b>511'105.79</b>	<b>-5'419'257.03</b>
Unrealised capital gains	743'502.83	7'236'007.20
Unrealised capital losses	-9'805'779.48	-10'450'800.16
<b>Unrealised profit</b>	<b>-9'062'276.65</b>	<b>-3'214'792.96</b>
<b>Overall performance</b>	<b>-7'181'602.23</b>	<b>-1'044'371.62</b>

## Appropriation of profit

### USD

<b>Net income in financial year 01.01.2019 – 31.12.2019</b>	<b>-7'181'602.23</b>
Financial year capital gains available for distribution	0.00
Capital gains envisaged for distribution from earlier financial years	-1'044'371.62
Balance brought forward	0.00
<b>Income available for distribution</b>	<b>-8'225'973.85</b>
Income envisaged for distribution to investors	0.00
Income retained for reinvestment	-1'044'371.62
<b>Balance carried forward to new account</b>	<b>-8'225'973.85</b>



## Change in net asset from 01.01.2019 to 31.12.2019

### USD

<b>Net asset at the beginning of the financial period</b>	<b>41'310'286.05</b>
Net increase from issuance and redemption	33'551'225.35
Total earnings	-7'181'602.23
<b>Net asset at the end of the financial period</b>	<b>67'679'909.17</b>

## Performance of the shares from 01.01.2019 to 31.12.2019

<b>Number of shares at the beginning of the financial period</b>	<b>357'845.64</b>
Number of shares issued	540'374.556
Number of shares redeemed	-161'260.886
<b>Number of shares at the end of the financial period</b>	<b>736'959.31</b>

## Financial statement – Balance

### Scarabaeus Master Fund Limited

	<b>31.12.2019</b>	<b>31.12.2018</b>
<b>Assets</b>	<b>USD</b>	<b>USD</b>
Bank deposit at sight and equivalents	10'811'351.93	-1'503'129.37
Bonds (incl. accrued interest)	31'383'626.44	26'376'767.60
Stocks	13'477'088.29	6'548'224.52
Collective investment schemes	11'478'759.10	8'720'457.37
Commodities	0.00	0.00
Diamonds	385'091.00	379'400.00
Derivatives	294'802.26	-46'666.20
Structured products	0.00	1'005'014.00
Other receivables	115'741.37	11'432.45
<b>Total assets</b>	<b>67'946'460.39</b>	<b>41'491'500.37</b>
<b>Liabilities</b>		<b>USD</b>
Deferred income and accrued expenses	266'551.23	181'214.32
Investment account	74'861'511.39	42'354'657.67
Performance	-7'181'602.23	-1'044'371.62
<b>Total liabilities</b>	<b>67'946'460.39</b>	<b>41'491'500.37</b>

## Annex

### **I. Off-balance sheet transactions per 31.12.2019**

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#### **Forward exchange contract**

EUR/USD 31.12.2019	71'730.78
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### **II. Gains/losses of Derivative financial instruments**

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None

### **III. Securities Borrowing**

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None

### **IV. Disclosure of contingent assets and liabilities**

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None

### **V. Events after the balance sheet date**

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Events after the balance sheet date are those events, both favourable and unfavourable, that occur between the balance sheet date and the date when the financial statements are authorized for issue.

The financial statement was authorized by the directors on 07<sup>th</sup> September 2019.

### **VI. Currency table 2019**

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#### **USD**

Swiss franc	CHF 1 = 1.0327
Euro	EUR 1 = 1.1227
Canadian dollar	CAD 1 = 0.7712
British Pound	GBP 1 = 1.2935

### **VII. Custodians per 31.12.2019**

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**On the closing date of for the financial statements, securities were deposited with the different custodians.**

### **VIII. Information for investors**

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The organ of publication of the fund is the website of the Fund administrator [www.fortuna.vc](http://www.fortuna.vc). Significant changes to the complete prospectus are published in the organ of publication. The fund publishes the issue and redemption prices in the organ of publication. The prices are published monthly. The prospectus and the current annual and interim reports may be obtained free of charge from the fund administration in physical form or [www.fortuna.vc](http://www.fortuna.vc).

## **IX. Valuation principles**

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In the case of investments listed on a stock exchange or traded on a regulated market open to the public, the market value shall be the price. In all other cases, the market value of a tangible asset or right shall be the price that would probably be attained if a careful sale were made at the time of the estimate. If a security is listed on several stock exchanges, the last available listing on the stock exchange that represents the major market for this security will apply.

Securities which are not listed on an official stock exchange, but which are traded on another regulated market which is recognised, open to the public and operating in a due and orderly fashion, are valued at the last available price on this market. If these prices do not conform to market conditions, the securities, as in the case of any other legally permitted assets, shall be valued at a price specified by the Board of Directors acting in good faith on the basis of the probable sales price that could be attained. Liquid assets are valued at their nominal value plus accrued interest.

## **X. Matters of particular business or legal significance**

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**None**

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## **INDEPENDENT AUDITOR'S REPORT**

### **To Owners, and/or Management of Scarabaeus Master Fund Limited, Saint Vincent and the Grenadines**

We have audited the accounting records and the annual report of Scarabaeus Master Fund Limited for the year then ended December 31,2019.

In our opinion,

- the investments, the statement of net assets and profit & loss accounts, the calculation of the net assets value and the allocation of the profit comply with the offering memorandum;
- the information regarding the issue, repurchase and the total number of units in circulation is complete and correct;
- the information regarding custodian, investment and other involved parties and important economic or legal information is disclosed in the annual report

### **BASIS FOR OPINION**

We conducted our audit in accordance with International Standards on Auditing (ISAs). Our responsibilities under those standards are further described in the Auditor's Responsibilities for the Audit of the annual report section of our report. We are independent of the Company in accordance with the ethical requirements that are relevant to our audit of the annual report The 'International Ethics Standards Board for Accountants' Code of Ethics for Professional Accountants' and we have fulfilled our other 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 qualified opinion

### **EMHASIS OF MATTER**

We explicitly draw your attention to the fact, that compliance with the law of St. Vincent and Grenadines was no subject of our Audit.

### **RESPONSIBILITIES OF DIRECTORS AND THOSE CHARGED WITH GOVERNANCE FOR THE ANNUAL REPORT**

Directors are responsible for the preparation of the annual report and all its components.

## AUDITOR'S RESPONSIBILITIES FOR THE AUDIT OF THE ANNUAL REPORT

Our objectives are to obtain reasonable assurance about whether the annual report as a whole are free from material misstatements, 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 auditing standards accepted in the country 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 the annual report.

The Audit partner who performed this Independent Auditor's report is Nosov Vladimir.

On behalf of the "Audit Firm "Glavbuh" Ltd

Director



/ Vladimir Nosov/

Audit Firm "Glavbuh" Ltd.  
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April 06, 2021