BUTTERFIELD

Butterfield Global Blue Chip Fund

Financial statements
for the year ended
30, June 2022

Deloitte & Touche LLP
One Capital Place
PO Box 1787
Grand Cayman, KY1-1109
CAYMAN ISLANDS

Tel: +1 345 949 7500
Fax: +1 345 949 8238
www.deloitte.com/ky

INDEPENDENT AUDITOR'S REPORT

To the Board of Directors of Butterfield Global Blue Chip Fund

Opinion

We have audited the financial statements of Butterfield Global Blue Chip Fund (the "Fund"), which comprise the statements of financial position, including the schedules of investments, as at June 30, 2022 and 2021, and the statements of comprehensive income, changes in net assets and cash flows for the years then ended, and notes to the financial statements, including a summary of significant accounting policies (all expressed in United States dollars).

In our opinion, the accompanying financial statements present fairly, in all material respects, the financial position of the Fund as at June 30, 2022 and 2021, and its financial performance, its changes in net assets and its cash flows for the years then ended in accordance with International Financial Reporting Standards (IFRSs).

Basis for Opinion

We conducted our audits 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 Financial Statements* section of our report. We are independent of the Fund in accordance with the International Ethics Standards Board for Accountants' *Code of Ethics for Professional Accountants* (IESBA Code), and we have fulfilled our other ethical responsibilities in accordance with the IESBA Code. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion.

Key Audit Matters

Key audit matters are those matters that, in our professional judgment, were of most significance in our audit of the financial statements of the current period. These matters were addressed in the context of our audit of the financial statements as a whole, and in forming our opinion thereon, and we do not provide a separate opinion on these matters.

We have fulfilled the responsibilities described in the Auditors' responsibilities for the audit of the financial statements section of our report, including in relation to these matters. Accordingly, our audit included the performance of procedures designed to respond to our assessment of the risks of material misstatement of the financial statements. The results of our audit procedures, including the procedures performed to address the matters below, provide the basis for our audit opinion on the accompanying financial statements.

Risk:

The valuation of the Fund's financial assets at fair value through profit or loss is a key audit matter because it significantly impacts the Fund's performance and net asset value and is quantitatively significant to the Fund.

Our response to the risk:

We evaluated management's valuation methodology applied to determine the fair value of the Fund's financial assets and performed the following procedures, among others. We compared the values recorded by the Fund to independently quoted prices, observable trades and/or vendor prices, and we independently recalculated the fair value of all financial instruments at fair value through profit or loss which we compared to the Fund's recorded fair value.

Responsibilities of Management and those charged with governance for the Financial Statements

Management is responsible for the preparation and fair presentation of these financial statements in accordance IFRSs, and for such internal control as management 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, management is responsible for assessing the Fund'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 management either intends to liquidate the Fund or to cease operations, or has no realistic alternative but to do so.

Those charged with governance are responsible for overseeing the Fund's financial reporting process.

Auditor's Responsibility 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 will always detect a material misstatement when it exists. Misstatements can arise from fraud or error and are considered material if, individually or in the aggregate, they could reasonably be expected to influence the economic decisions of users taken on the basis of these financial statements.

As part of an audit in accordance with ISAs, we exercise professional judgment and maintain professional scepticism throughout the audits. We also:

- Identify and assess the risks of material misstatement of the financial statements, whether due to fraud or error, design and perform audit procedures responsive to those risks, and obtain audit evidence that is sufficient and appropriate to provide a basis for our opinion. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control.
- Obtain an understanding of internal control relevant to the audits in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the Fund's internal control
- Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by management.
- Conclude on the appropriateness of management's use of the going concern basis of accounting and, based on the audit evidence obtained, whether a material uncertainty exists related to events or conditions that may cast significant doubt on the Fund's ability to continue as a going concern. If we conclude that a material uncertainty exists, we are required to draw attention in our auditor's report to the related disclosures in the financial statements or, if such disclosures are inadequate, to modify our opinion. Our conclusions are based on the audit evidence obtained up to the date of our auditor's report. However, future events or conditions may cause the Fund to cease to continue as a going concern.
- Evaluate the overall presentation, structure and content of the financial statements, including the disclosures, and whether the financial statements represent the underlying transactions and events in a manner that achieved fair presentation.

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

Auditor's Responsibility for the Audit of the Financial Statements (continued)

We also provide those charged with governance with a statement that we have complied with relevant ethical requirements regarding independence, and to communicate with them all relationships and other matters that may reasonably be thought to bear on our independence, and where applicable, related safeguards.

From the matters communicated with those charged with governance, we determine those matters that were of most significance in the audit of the financial statements of the current period and are therefore the key audit matters. We describe these matters in our auditor's report unless law or regulation precludes public disclosure about the matter or when, in extremely rare circumstances, we determine that a matter should not be communicated in our report because the adverse consequences of doing so would reasonably be expected to outweigh the public interest benefits of such communication.

The engagement partner on the audit resulting in this independent auditor's report is Odette Samson.

Deloitte & Touche LLP

Odette Samson
Partner
September 29, 2022

Administrator, Registrar and Transfer Agent
MUFG Fund Services (Cayman) Limited
MUFG House, 227 Elgin Avenue, PO Box 852
George Town, Grand Cayman, KY1-1103, Cayman Islands
Tel: (345) 745-7600 Fax: (345) 745-7690

Sub-Administrator
MUFG Fund Services (Bermuda) Limited
The Belvedere Building
69 Pitts Bay Road
Pembroke HM 08
Bermuda
Tel: (441) 299-3882 Fax: (441) 295-6759

Investment Advisor
Butterfield Bank (Cayman) Limited
12 Albert Panton Street
P.O. Box 705, Grand Cayman KY1-1107, Cayman Islands
Tel: (345) 949-7055 Fax: (345) 949-7004

Custodian and Banker
Butterfield Bank (Cayman) Limited
12 Albert Panton Street
P.O. Box 705, Grand Cayman KY1-1107, Cayman Islands
Tel: (345) 949-7055 Fax: (345) 949-7004

Sales Agent
Butterfield Bank (Cayman) Limited
12 Albert Panton Street
P.O. Box 705, Grand Cayman KY1-1107, Cayman Islands
Tel: (345) 949-7055 Fax: (345) 949-7004

Auditors
Deloitte & Touche LLP
2nd Floor, One Capital Place
P.O. Box 1787, Grand Cayman KY1-1109, Cayman Islands
Tel: (345) 949-7500 Fax: (345) 949-8238

Legal Advisors and Listing Agent
Appleby
Clifton House, 71 Fort Street
P.O. Box 190, Grand Cayman KY1-1104, Cayman Islands
Tel: (345) 949-4900 Fax: (345) 949-4901

STATEMENT OF FINANCIAL POSITION
As at June 30, 2022
(Expressed in U.S. Dollars)

	Notes	June 30, 2022	June 30, 2021
ASSETS			
Financial assets at fair value through profit or loss (Cost: 2022 - $9,914,070; 2021 - $7,515,027)	2, 3, 4	**$ 10,031,093**	$ 10,603,547
Cash and cash equivalents	2 i)	**148,631**	321,138
Dividend income receivable		**6,684**	5,001
Prepaid expenses		**10,926**	12,513
		10,197,334	10,942,199
LIABILITIES (EXCLUDING NET ASSETS ATTRIBUTABLE TO SHAREHOLDERS)			
Accrued expenses	6, 7	**28,656**	40,917
Redemptions payable		**-**	2,200
Subscriptions in advance		**1,000**	-
		29,656	43,117
NET ASSETS ATTRIBUTABLE TO SHAREHOLDERS		**$ 10,167,678**	$ 10,899,082
Number of redeemable shares in issue	5	**484,423**	447,968
NET ASSET VALUE PER REDEEMABLE SHARE		**$ 20.99**	$ 24.33

On behalf of the Board of Directors:

Michael A. McWatt
DIRECTOR

Erwin Dikau
DIRECTOR

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

STATEMENT OF COMPREHENSIVE INCOME
For the year ended June 30, 2022
(Expressed in U.S. Dollars)

	Notes	June 30, 2022	June 30, 2021
Income			
Dividend income	2	$ **241,614**	$ 152,511
Net realised gains on financial assets at fair value through profit or loss		**1,251,821**	675,107
Net change in unrealised (loss)/gain on financial assets at fair value through profit or loss		**(2,971,497)**	2,037,222
Net foreign currency losses	2	**(6,657)**	(5,882)
Total (loss)/income		**(1,484,719)**	2,858,958
Expenses			
Management fees	6	**77,133**	87,748
Custodian fees	6	**23,734**	17,550
Administration fees	7	**16,649**	12,214
Audit and legal fees		**22,568**	29,809
Sundry expenses		**20,109**	18,579
Total expenses		**160,193**	165,900
Net investment (loss)/income		**(1,644,912)**	2,693,058
Withholding tax on dividend income		**(65,097)**	(41,872)
(Decrease)/Increase in net assets attributable to shareholders from operations		$ **(1,710,009)**	$ 2,651,186

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

STATEMENT OF CHANGES IN NET ASSETS
For the year ended June 30, 2022
(Expressed in U.S. Dollars)

		June 30, 2022		June 30, 2021
(Decrease)/Increase in net assets attributable to shareholders from operations	**$**	**(1,710,009)**	$	2,651,186
Capital transactions				
Issuance of redeemable shares		**3,368,280**		2,112,083
Redemption of redeemable shares		**(2,389,675)**		(739,896)
Increase in net assets attributable to shareholders from capital transactions		**978,605**		1,372,187
Net (decrease)/increase in net assets attributable to shareholders		**(731,404)**		4,023,373
Net assets attributable to shareholders – beginning of year		**10,899,082**		6,875,709
Net assets attributable to shareholders – end of year	**$**	**10,167,678**	$	10,899,082

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

STATEMENT OF CASH FLOWS
For the year ended June 30, 2022
(Expressed in U.S. Dollars)

		June 30, 2022		June 30, 2021
Cash flows from operating activities				
(Decrease)/Increase in net assets attributable to shareholders from operations	$	**(1,710,009)**	$	2,651,186
Adjustments for:				
Purchase of financial assets		**(6,677,215)**		(4,010,738)
Net proceeds from sale of financial assets		**5,529,993**		2,825,808
Net realised gains on financial assets at fair value through profit or loss		**(1,251,821)**		(675,107)
Net change in unrealised loss/(gain) on financial assets at fair value through profit or loss		**2,971,497**		(2,037,222)
Changes in:				
Dividend income receivable		**(1,683)**		(3,493)
Prepaid expenses		**1,587**		(9,861)
Accrued expenses		**(12,261)**		(8,167)
Net cash used in operating activities		**(1,149,912)**		(1,267,594)
Cash flows from financing activities				
Redemptions payable		**(2,200)**		2,200
Subscriptions in advance		**1,000**		(9,400)
Proceeds from issuance of shares		**3,368,280**		2,112,083
Paid on redemption of shares		**(2,389,675)**		(739,896)
Net cash provided by financing activities		**977,405**		1,364,987
Net (decrease)/increase in cash and cash equivalents		**(172,507)**		97,393
Cash and cash equivalents – beginning of year		**321,138**		223,745
Cash and cash equivalents – end of year	**$**	**148,631**	$	321,138
Supplemental cash flow information:				
Dividends received, net of withholding taxes	**$**	**174,834**	$	107,146

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

SCHEDULE OF INVESTMENTS
As at June 30, 2022
(Expressed in U.S. Dollars)

Financial assets	Shares		Cost		Fair Value	% of Portfolio
Equities/ADRs - Europe						
E.ON SE	25,790	$	286,413	$	216,522	2.16%
Mercedes-Benz Group AG	2,267		158,687		131,243	1.31%
Moncler Spa	2,889		150,623		123,970	1.24%
Shell Plc - Sponsored ADR	1,523		76,162		79,638	0.79%
Total Equities/ADRs - Europe		$	671,885	$	551,373	5.50%
Equities/ADRs - United Kingdom						
BP Plc - Sponsored ADR	2,600	$	70,305	$	73,710	0.73%
Rio Tinto Plc - Sponsored ADR	1,408		92,760		85,888	0.86%
Total Equities/ADRs - United Kingdom		$	163,065	$	159,598	1.59%
Equities/ADRs - Switzerland						
Novartis AG	2,502	$	198,271	$	211,796	2.11%
Total Equities/ADRs - Switzerland		$	198,271	$	211,796	2.11%
Equities - United States						
Advanced Micro Devices Inc.	1,132	$	122,623	$	86,562	0.89%
Air Products & Chemicals Inc.	893		253,903		214,749	2.14%
Alphabet Inc. - Class C	139		198,134		304,056	3.03%
Amazon.com Inc.	3,175		352,309		337,217	3.36%
Apple Inc.	2,288		232,781		312,815	3.12%
Applied Materials Inc.	1,160		86,275		105,537	1.05%
AT&T Inc.	5,192		109,425		108,824	1.08%
Chevron Corp.	493		50,771		71,377	0.71%
Cisco Systems Inc.	2,326		95,777		99,181	0.99%
ConocoPhillips	940		90,186		84,421	0.84%
Johnson & Johnson	1,198		187,134		212,657	2.12%
Mastercard Inc. - Class A	917		247,203		289,295	2.88%
Merck & Co. Inc.	2,407		174,767		219,446	2.19%
Meta Platforms Inc. - Class A	952		230,559		153,510	1.53%
Microsoft Corp.	1,477		255,802		379,338	3.78%
Mondelez International Inc. - Class A	3,008		161,978		186,767	1.86%
Nike Inc. - Class B	1,369		156,239		139,912	1.39%
Northrop Grumman Corp.	406		141,207		194,299	1.94%
Nvidia Corp.	648		89,077		98,230	0.98%
The Coca-Cola Company	2,621		137,950		164,887	1.64%
TJX Companies Inc.	2,696		138,396		150,572	1.50%
Trane Technologies Plc	1,460		166,864		189,610	1.89%
Union Pacific Corp.	887		173,433		189,179	1.89%
United Parcel Service Class B	1,060		157,375		193,492	1.93%

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

SCHEDULE OF INVESTMENTS (CONTINUED)
As at June 30, 2022
(Expressed in U.S. Dollars)

Financial assets	**Shares**		**Cost**		**Fair Value**	**% of Portfolio**
Equities - United States (continued)						
Unitedhealth Group Inc.	373	$	116,180	$	191,584	1.91%
Walmart Inc.	1,233		156,315		149,908	1.49%
Walt Disney Co.	1,684		214,905		158,970	1.58%
Total Equities - United States		$	4,497,568	$	4,986,395	49.71%
Total Equities/ADRs		**$**	**5,530,789**	**$**	**5,909,162**	**58.91%**
Exchange Traded Funds - United States						
Financial Select Sector SPDR Fund	10,237	$	278,909	$	321,954	3.21%
First Trust Nasdaq Cybersecurity ETF	6,310		339,231		253,914	2.53%
Ishares Biotechnology ETF	2,403		286,337		282,665	2.82%
Ishares Global Comm Services	1,304		92,743		79,779	0.80%
Ishares Global Consumer Staples ETF	2,155		133,998		124,602	1.24%
Ishares U.S. Medical Devices ETF	2,373		119,921		119,694	1.19%
Ishares MSCI Japan ETF	14,147		926,719		747,386	7.45%
SPDR S&P Health Care Equipment ETF	3,515		321,688		298,283	2.97%
SPDR S&P Regional Banking	5,492		368,510		319,030	3.18%
Technology Select Sector SPDR Fund	1,324		152,588		168,307	1.68%
Vanguard Consumer Discretionary ETF	662		142,866		150,579	1.50%
Vanguard FTSE Emerging Markets ETF	5,921		264,318		246,610	2.46%
Vanguard Global EX - US Real Estate ETF	1,896		101,160		83,936	0.84%
Vanguard Materials ETF	894		119,461		143,228	1.43%
Vanguard Real Estate ETF	1,401		117,751		127,645	1.27%
Ishares Global Financials ETF	8,239		518,446		541,632	5.40%
Vanguard Consumer Staple ETF	608		98,635		112,687	1.12%
Total Exchange Traded Funds - United States		$	4,383,281	$	4,121,931	41.09%
Total Exchange Traded Funds		**$**	**4,383,281**	**$**	**4,121,931**	**41.09%**
Total financial assets at fair value through profit or loss		**$**	**9,914,070**	**$**	**10,031,093**	**100.00%**

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

SCHEDULE OF INVESTMENTS
As at June 30, 2021
(Expressed in U.S. Dollars)

Financial assets	Shares		Cost		Fair Value	% of Portfolio
Equities/ADRs - Europe						
Daimler AG	1,685	$	135,964	$	150,455	1.42%
E.ON SE	20,328		217,424		235,120	2.22%
Moncler Spa	1,894		93,017		128,151	1.21%
Royal Dutch Shell - Sponsored ADR	2,169		99,144		87,628	0.82%
Total Equities/ADRs - Europe		$	545,549	$	601,354	5.67%
Equities/ADRs - United Kingdom						
BP Plc - Sponsored ADR	3,134	$	85,383	$	82,800	0.78%
Rio Tinto Plc - Sponsored ADR	1,164		69,701		97,648	0.92%
Total Equities/ADRs - United Kingdom		$	155,084	$	180,448	1.70%
Equities/ADRs - Switzerland						
Novartis AG	1,921	$	145,815	$	175,112	1.65%
Total Equities/ADRs - Switzerland		$	145,815	$	175,112	1.65%
Equities - United States						
Air Products & Chemicals Inc.	739	$	222,038	$	212,596	2.00%
Alphabet Inc. - Class C	132		144,792		330,834	3.12%
Amazon.com Inc.	97		164,035		333,696	3.15%
Apple Inc.	2,506		226,362		343,222	3.24%
Applied Materials Inc.	1,690		97,687		240,656	2.27%
AT&T Inc.	3,503		104,467		100,816	0.95%
Chevron Corp.	804		75,658		84,211	0.79%
Cisco Systems Inc.	5,817		203,662		308,301	2.91%
Facebook Inc. - Class A	520		123,615		180,809	1.71%
Johnson & Johnson	991		147,640		163,257	1.54%
Lowe's Cos Inc.	640		82,914		124,141	1.17%
Mastercard Inc. - Class A	837		183,683		305,580	2.88%
Merck & Co. Inc.	2,128		146,190		165,495	1.56%
Microsoft Corp.	2,106		316,108		570,515	5.38%
Mondelez International Inc. - Class A	2,895		144,476		180,764	1.70%
Nike Inc. - Class B	1,201		114,474		185,542	1.75%
Northrop Grumman Corp.	519		165,757		188,620	1.78%
Nvidia Corp	186		61,820		148,819	1.40%
Organon & Co.	213		7,125		6,445	0.06%
The Coca-Cola Company	2,945		150,075		159,354	1.50%
TJX Companies Inc.	2,374		106,035		160,055	1.51%
Trane Technologies Plc	1,063		83,391		195,741	1.85%
Union Pacific Corp.	865		156,313		190,239	1.79%
United Parcel Service Class B	900		108,126		187,173	1.77%

SCHEDULE OF INVESTMENTS (CONTINUED)
As at June 30, 2021
(Expressed in U.S. Dollars)

Financial assets	Shares		Cost		Fair Value	% of Portfolio
Equities - United States (continued)						
Unitedhealth Group Inc.	351	$	86,777	$	140,554	1.33%
Walmart Inc.	1,066		128,002		150,327	1.42%
Walt Disney Co.	972		118,275		170,848	1.61%
Total Equities - United States		$	3,669,497	$	5,528,610	52.14%
Total Equities/ADRs		**$**	**4,515,945**	**$**	**6,485,524**	**61.16%**
Exchange Traded Funds - United States						
Financial Select Sector SPDR Fund	7,985	$	166,900	$	292,970	2.76%
Ishares Biotechnology ETF	1,427		153,080		233,529	2.20%
Ishares Global Comm Services	991		65,579		85,791	0.81%
Ishares Global Financials ETF	7,477		395,236		580,290	5.47%
Ishares U.S. Medical Devices ETF	283		78,927		102,174	0.96%
Ishares MSCI Japan ETF	3,845		210,686		259,691	2.45%
SPDR S&P Health Care Equipment ETF	2,021		160,471		261,154	2.46%
SPDR S&P Regional Banking	4,270		278,057		279,813	2.64%
Technology Select Sector SPDR Fund	1,281		132,549		189,152	1.78%
Vanguard Consumer Discretionary ETF	676		125,847		212,271	2.00%
Vanguard Consumer Staple ETF	674		104,152		123,012	1.16%
Vanguard FTSE Emerging Markets ETF	4,932		206,181		267,857	2.53%
Vanguard Global EX - US Real Estate ETF	1,520		79,470		88,707	0.84%
Vanguard Industrials ETF	979		125,771		192,325	1.81%
Vanguard Materials ETF	1,594		185,642		288,179	2.72%
Vanguard Real Estate ETF	1,313		102,094		133,650	1.26%
Wisdomtree Japan Hedged ETF	8,644		428,440		527,458	4.99%
Total Exchange Traded Funds - United States		$	2,999,082	$	4,118,023	38.84%
Total Exchange Traded Funds		**$**	**2,999,082**	**$**	**4,118,023**	**38.84%**
Total financial assets at fair value through profit or loss		**$**	**7,515,027**	**$**	**10,603,547**	**100.00%**

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

NOTES TO THE FINANCIAL STATEMENTS
For the year ended June 30, 2022
(Expressed in U.S. Dollars)

1. CORPORATE INFORMATION

Butterfield Global Blue Chip Fund (the "Fund") was incorporated as an open-ended multi-class exempted Mutual Fund Company under the laws of the Cayman Islands on November 5, 1998 and was registered under the Mutual Funds Act of the Cayman Islands on November 12, 1998.

The Fund commenced operations on December 3, 1998 and is administered by MUFG Fund Services (Cayman) Limited, a Cayman Islands licensed Mutual Fund Administrator.

On December 3, 1998, the Fund was listed on the Cayman Islands Stock Exchange. On January 18, 2000, the Fund was listed on the Bermuda Stock Exchange.

The Fund's investment objective is to achieve long-term capital growth by investing in a global portfolio of international "blue chip" equities.

2. BASIS OF PREPARATION

Accounting convention

The financial statements have been prepared in accordance with International Financial Reporting Standards (“IFRS”) issued by the International Accounting Statements Board (“IASB”). The financial statements have been prepared on a historical-cost basis, except for financial assets and financial liabilities held at fair value through profit or loss.

The financial statements are represented in United States dollars, which is the functional currency of the Fund and all values are rounded to the nearest dollar, except when otherwise stated.

Summary of significant accounting policies

a) Significant accounting judgments, estimates and assumptions

The preparation of financial statements in conformity with IFRS requires the Fund’s management to make judgments, estimates and assumptions that affect the amounts reported and disclosures made in the financial statements, and accompanying notes. Management believes that the estimates and assumptions utilised in preparing the Fund’s financial statements are reasonable and prudent. Actual results could differ from these estimates.

b) Investment entities

IFRS 10 defines and requires a reporting entity that meets the definition of an investment entity not to consolidate but instead to measure its investments at fair value through profit or loss in its financial statements.

To qualify as an investment entity, a reporting entity is required to:

- Obtain funds from one or more investors for the purpose of providing them with investment management services;
- Commit to its investor(s) that its business purpose is to invest funds solely for returns from capital appreciation, investment income, or both; and
- Measure and evaluate performance of substantially all of its investments.

Management has determined that the Fund meets the definition of an investment entity and recognizes all investments at fair value through profit or loss.

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)
For the year ended June 30, 2022
(Expressed in U.S. Dollars)

2. BASIS OF PREPARATION (CONTINUED)

Summary of significant accounting policies (continued)

c) Financial instruments

i. Classification

In accordance with IFRS 9, the Fund classifies its financial assets and financial liabilities at initial recognition into the categories of financial assets and financial liabilities discussed below.

In applying that classification, a financial asset or financial liability is considered to be held for trading if:

(a) It is acquired or incurred principally for the purpose of selling or repurchasing it in the near term or

(b) On initial recognition, it is part of a portfolio of identified financial instruments that are managed together and for which, there is evidence of a recent actual pattern of short-term profit-taking or

(c) It is a derivative (except for a derivative that is a financial guarantee contract or a designated and effective hedging instrument)

Financial assets

The Fund classifies its financial assets as subsequently measured at amortised cost or measured at fair value through profit or loss on the basis of both:

- The entity's business model for managing the financial assets
- The contractual cash flow characteristics of the financial asset

Financial assets measured at amortised cost

A debt instrument is measured at amortised cost if it is held within a business model whose objective is to hold financial assets in order to collect contractual cash flows and its contractual terms give rise on specified dates to cash flows that are solely payments of principal and interest on the principal amount outstanding. The Fund includes in this category short-term non-financing receivables including cash collateral posted on derivative contracts, accrued income and other receivables.

A financial asset is measured at fair value through profit or loss if:

(a) Its contractual terms do not give rise to cash flows on specified dates that are solely payments of principal and interest (SPPI) on the principal amount outstanding or

(b) It is not held within a business model whose objective is either to collect contractual cash flows, or to both collect contractual cash flows and sell or

(c) At initial recognition, it is irrevocably designated as measured at FVPL when doing so eliminates or significantly reduces a measurement or recognition inconsistency that would otherwise arise from measuring assets or liabilities or recognising the gains and losses on them on different bases.

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)
For the year ended June 30, 2022
(Expressed in U.S. Dollars)

2. BASIS OF PREPARATION (CONTINUED)

Summary of significant accounting policies (continued)

c) Financial instruments (continued)

i. Classification (continued)

Financial assets measured at fair value through profit or loss (FVPL)
The Fund includes in this category:

Debt instruments: These include investments that are held under a business model to manage them on a fair value basis for investment income and fair value gains.

Instruments held for trading: This category includes equity instruments and debt instruments which are acquired principally for the purpose of generating a profit from short-term fluctuations in price. This category also includes derivative contracts in an asset position.

Financial liabilities
Financial liabilities measured at fair value through profit or loss (FVPL)
A financial liability is measured at FVPL if it meets the definition of held for trading.

The Fund includes in this category, derivative contracts in a liability position and equity and debt instruments sold short since they are classified as held for trading.

Financial liabilities measured at amortised cost
This category includes all financial liabilities, other than those measured at fair value through profit or loss. The Fund includes in this category convertible bonds, debentures, and other short-term payables.

Receivables
Receivables are non-derivative financial assets with fixed or determinable payments that are not quoted in an active market.

Other financial liabilities
This category includes all financial liabilities, other than those classified at FVPL. The Fund includes in this category amounts for other short-term payables.

ii. Recognition
The Fund recognises a financial asset or a financial liability when it becomes a party to the contractual provisions of the instrument.

Purchases or sales of financial assets that require delivery of assets within the time frame generally established by regulation or convention in the market place (regular way trades) are recognised on the trade date, i.e., the date that the Fund commits to purchase or sell the asset.

iii. Initial measurement
Financial assets and financial liabilities at FVPL are recorded in the statement of financial position at fair value. All transaction costs for such instruments are recognised directly in profit or loss.

Financial assets and liabilities (other than those classified at FVPL) are measured initially at their fair value plus any directly attributable incremental costs of acquisition or issue.

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)
For the year ended June 30, 2022
(Expressed in U.S. Dollars)

2. BASIS OF PREPARATION (CONTINUED)

Summary of significant accounting policies (continued)

c) Financial instruments (continued)

iv. Subsequent measurement

After initial measurement, the Fund measures financial instruments which are classified at FVPL, at fair value. Subsequent changes in the fair value of those financial instruments are recorded in net gain or loss on financial assets and liabilities at FVPL in the statement of comprehensive income. Interest and dividends earned or paid on these instruments are recorded separately in interest revenue or expense and dividend revenue or expense in the statement of comprehensive income.

v. Derecognition

A financial asset (or, where applicable, a part of a financial asset or a part of a group of similar financial assets) is derecognised where the rights to receive cash flows from the asset have expired or the Fund has transferred its rights to receive cash flows from the asset or has assumed an obligation to pay the received cash flows in full without material delay to a third party under a pass-through arrangement and either: the Fund has transferred substantially all the risks and rewards of the asset, or the Fund has neither transferred nor retained substantially all the risks and rewards of the asset, but has transferred control of the asset.

When the Fund has transferred its right to receive cash flows from an asset (or has entered into a pass-through arrangement), and has neither transferred nor retained substantially all of the risks and rewards of the asset nor transferred control of the asset, the asset is recognised to the extent of the Fund's continuing involvement in the asset. In that case, the Fund also recognises an associated liability. The transferred asset and the associated liability are measured on a basis that reflects the rights and obligations that the fund has retained. The Fund derecognises a financial liability when the obligation under the liability is discharged, cancelled or expired.

d) Fair value measurement

The Fund measures its investments in financial instruments at fair value at each reporting date.

Fair value is the price that would be received to sell an asset or paid to transfer a liability in an orderly transaction between market participants at the measurement date. The fair value measurement is based on the presumption that the transaction to sell the asset or transfer the liability takes place either in the principal market for the asset or liability or, in the absence of a principal market, in the most advantageous market for the asset or liability. The principal or the most advantageous market must be accessible to the Fund.

The fair value of an asset or a liability is measured using the assumptions that market participants would use when pricing the asset or liability, assuming that market participants act in their economic best interest. The fair value for financial instruments traded in active markets at the reporting date is based on their quoted price or binding dealer price quotations, without any deduction for transaction costs. Securities defined in these accounts as 'listed' are traded in an active market. It is the policy of the Fund to value equities quoted on a stock exchange at the closing daily price or, if there has been no sale on the relevant day, the equity will be valued at the last available average sale price.

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)
For the year ended June 30, 2022
(Expressed in U.S. Dollars)

2. BASIS OF PREPARATION (CONTINUED)

Summary of significant accounting policies (continued)

e) Impairment of financial assets
The Fund holds only trade receivables with no financing component and which have maturities of less than 12 months at amortised cost and, as such, has chosen to apply an approach similar to the simplified approach for expected credit losses (ECL) under IFRS 9 to all its trade receivables. Therefore the Fund does not track changes in credit risk, but instead recognises a loss allowance based on lifetime ECLs at each reporting date. As at June 30, 2022, the Fund had no ECLs and had, therefore, not recognised a loss allowance.

The Fund's approach to ECLs reflects a probability-weighted outcome, the time value of money and reasonable and supportable information that is available without undue cost or effort at the reporting date about past events, current conditions and forecasts of future economic conditions.

The Fund uses the provision matrix as a practical expedient to measuring ECLs on trade receivables, based on days past due for groupings of receivables with similar loss patterns. Receivables are grouped based on their nature. The provision matrix is based on historical observed loss rates over the expected life of the receivables and is adjusted for forward-looking estimates.

f) Functional and presentation currency
The Fund's functional currency is the United States Dollar, which is the currency of the primary economic environment in which it operates. The Fund's performance is evaluated and its liquidity is managed in United States Dollars. Therefore, the United States Dollar is considered as the currency that most faithfully represents the economic effects of the underlying transactions, events and conditions. The Fund's presentation currency is also the United States Dollar.

g) Offsetting and financial instruments
Financial assets and financial liabilities are offset and the net amount reported in the Statement of Financial Position if there is a currently enforceable legal right to offset the recognised amounts and there is an intention to settle on a net basis, or to realise the asset and settle the liability simultaneously.

As at June 30, 2022 and 2021 there were no assets and liabilities offset in the Statement of Financial Position, nor were there any assets or liabilities available for offset. The Fund does not have a legally enforceable right to offset, nor does it have master netting agreements or similar arrangements that would allow for related amounts to be set off.

h) Foreign currency translations
Assets and liabilities that are denominated in foreign currencies are translated into United States dollars at rates of exchange on the period end date. Transactions during the period are translated at the rate in effect at the date of the transaction. Foreign currency translation gains and losses are included in the Statement of Comprehensive Income.

i) Cash and cash equivalents
Cash and cash equivalents in the Statement of Financial Position comprise cash on hand and short-term deposits in banks that are readily convertible to known amounts of cash and which are subject to an insignificant risk of changes in value, with original maturities of three months or less.

j) Interest income and expense
Interest income and expense are recognised in the Statement of Comprehensive Income for all interest-bearing financial instruments using the effective interest method.

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)
For the year ended June 30, 2022
(Expressed in U.S. Dollars)

2. BASIS OF PREPARATION (CONTINUED)

Summary of significant accounting policies (continued)

k) Dividend income

Dividend income is recognised on the date on which the investments are quoted ex-dividend or, where no ex-dividend date is quoted, when the Fund's right to receive the payment is established. Dividend income is presented gross of any non-recoverable withholding taxes, which are disclosed separately in the Statement of Comprehensive Income.

l) Realised and change in unrealised gains and losses

Realised and change in unrealised gains/(losses) on financial assets at fair value through profit or losses are recognised in the Statement of Comprehensive Income. The cost of investments sold is accounted for using the average cost basis.

m) Expenses

All expenses (including management fees) are recognized in the Statement of Comprehensive Income on an accrual basis.

n) Going concern

The Fund's management has made an assessment of the Fund's ability to continue as a going concern and is satisfied that the Fund has the resources to continue in business for the foreseeable future. Furthermore, management is not aware of any material uncertainties that may cast significant doubt upon the Fund's ability to continue as a going concern. Therefore, the financial statements continue to be prepared on the going concern basis.

o) Share capital

The Fund's Ordinary Shares are classified as equity in accordance with the Fund's articles of association. These shares do not participate in the profits of the Fund.

p) Redeemable shares

Shares are redeemable at the shareholder's option and are classified as financial liabilities. Shareholders may arrange to redeem all or part of their Shares on any Dealing Day at the prevailing redemption price of the Shares. A Dealing Day is normally Wednesday of each week, or the following Business Day if Wednesday is not a Business Day. The prevailing redemption price of Shares will be the Net Asset Value per Share of the relevant Class as at the preceding Valuation Day, which is normally the Business Day preceding the Dealing Day. No Shares may be redeemed whilst the calculation of Net Asset Value is suspended.

q) New standards, amendments and interpretations effective after July 1, 2022 and have not been early adopted

There are no new standards, amendments to standards or interpretations that are effective starting after July 1, 2022 that are expected have a material effect on the financial statements of the Fund.

3. FINANCIAL RISK MANAGEMENT

The Fund maintains positions in a variety of non-derivative financial instruments as dictated by its investment management strategy. The Fund's investment portfolio is comprised of quoted equity instruments.

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)
For the year ended June 30, 2022
(Expressed in U.S. Dollars)

3. FINANCIAL RISK MANAGEMENT (CONTINUED)

Asset allocation is determined by the Investment Advisor with reference to the target asset allocation set out in the Fund’s prospectus. The Investment Advisor manages the distribution of the assets to achieve its investment objective. Divergence from target asset allocations and the composition of the portfolio is monitored by the Investment Advisor. In instances where the portfolio has diverged from target asset allocations, the Investment Advisor will rebalance the portfolio to fall in line with the target asset allocations.

The nature and extent of the financial instruments outstanding at the year-end date and the risk management policies employed by the Fund are discussed below:

a) Market risk

Market risk embodies the potential for both losses and gains and includes currency risk, interest rate risk and other price risk.

Market risk is the risk that changes in interest rates, foreign exchange rates or equity and commodity prices will affect the positions held by the Fund, making them less valuable. The Fund is exposed to market risk on financial instruments that are valued at market prices.

The Fund’s strategy for the management of market risk is driven by the Fund’s investment objective. The Fund’s market risk is managed on a daily basis by the Investment Advisor in accordance with the policies and procedures in place. The Fund’s Directors review the performance of the Investment Advisor on a continuous basis.

Currency Risk
Currency risk is the risk that the fair value or future cash flows of a financial instrument will fluctuate because of changes in foreign exchange rates. The Fund may invest in financial instruments and enter into transactions denominated in currencies other than its functional currency. Consequently, the Fund is exposed to risks that the exchange rate of its currency relative to other foreign currencies may change in a manner that has an adverse effect on the value of the portion of the Fund’s assets or liabilities denominated in currencies other than US Dollars.

The Fund’s policy is not to enter into any currency hedging transactions. The Investment Advisor manages currency risk by monitoring exposure to different geographical regions.

At June 30, 2022, if the exchange rates of the relevant foreign currencies against the US Dollars had been 10% higher or lower with all overall variables held constant, the net assets would have increased/decreased by $68,353 (2021: $68,884). 10% is the sensitivity rate used when reporting foreign currency risk internally to key management personnel and represents management's assessment of the reasonably possible change in exchange rates.

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)
For the year ended June 30, 2022
(Expressed in U.S. Dollars)

3. FINANCIAL RISK MANAGEMENT (CONTINUED)

a) Market risk (continued)

Currency Risk (continued)
As at June 30, 2022 and 2021, the Fund had the following currency exposure in US Dollar equivalents:

	2022 USD	**2022 % of Net Assets**	2021 USD	2021 % of Net Assets
CHF	**211,796**	**2.08%**	175,112	1.61%
EUR	**471,735**	**4.64%**	513,726	4.71%
Total	**683,531**	**6.72%**	688,838	6.32%

Interest Rate Risk
Interest rate risk is the risk that the fair value or future cash flows of a financial instrument will fluctuate because of changes in market interest rates. All of the Fund's investments are highly liquid securities which are actively traded on various stock exchanges. As a result, the Fund is not subject to fair value interest rate risk due to reasonably possible fluctuations in the prevailing levels of market interest rates.

The Fund's exposure to cash flow interest rate risk is limited to its cash and cash equivalents of $148,631 (2021: $321,138). Cash and cash equivalents represent 1.46% of the Fund's net assets at June 30, 2022 (2021: 2.95%). The Fund does not have any other significant interest-bearing assets and liabilities and therefore believes its sensitivity to changes in market interest rates is insignificant.

Price Risk
Price risk is the risk that the value of an instrument will fluctuate as a result of changes in market prices (other than those arising from interest rate or currency risk), whether caused by factors specific to a particular instrument, its issuer or all factors affecting all instruments traded in the market. The Fund is exposed to price risk on its investments. As all of the Fund's financial instruments are carried at fair value with fair value changes recognised in the Statement of Comprehensive Income, all changes in market conditions will directly affect the profit attributable to shareholders.

Price risk is managed by the Investment Advisor by constructing a diversified portfolio of investments traded on various markets. All of the Fund's investments at June 30, 2022 and 2021 are listed on stock exchanges.

As at June 30, 2022, the fair value of the Fund's investments in securities that are exposed to movement in equity prices amounted to $10,031,093 (2021: $10,603,547).

The Fund estimates that a reasonably possible movement in its equity portfolio is calculated using the average performance of the Fund's benchmark, which is also the Fund's effective rate, over the past eight years of 8% (2021: 9%) adjusted to correlate to the actual investment portfolio held. As at June 30, 2022, if the benchmark equity market prices had been 7% (2021: 9%) higher or lower with all other variables held constant, the Fund's net assets would have been $788,341 higher or $788,341 lower (2021: $636,066 higher or $636,066 lower). The adjusted rate is the rate used when reporting price risk internally to key management personnel.

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)
For the year ended June 30, 2022
(Expressed in U.S. Dollars)

3. FINANCIAL RISK MANAGEMENT (CONTINUED)

a) Market risk (continued)

Financial risk related to COVID-19
The Investment Adviser continues to monitor developments related to the COVID-19 pandemic and the potential impact on the financial performance of the Fund. The Investment Adviser has evaluated the impact of these events on the financial statements for the year ended June 30, 2022 and has determined the impact of COVID-19 has been taken into account where necessary and no material events have been identified which would require further adjustment to or disclosure in the financial statements.

b) Credit Risk

Credit risk is the risk that a counterparty to a financial instrument will fail to discharge an obligation or commitment that it has entered into with the Fund. Financial instruments that potentially expose the Fund to credit risk consist primarily of cash and cash equivalents and unsettled transaction balances held at brokers. The Fund's maximum exposure to credit risk is limited to the value of these assets in the Statement of Financial Position.

Credit risk arising on transactions with brokers includes transactions awaiting settlement. Risk related to unsettled transactions, including dividends and interest accrued, is considered to be low due to the short settlement period involved and the high credit quality of the brokers used. The Fund monitors the credit rating of its brokers to mitigate this risk.

c) Liquidity Risk

Liquidity risk is the risk that an entity will encounter difficulty in meeting obligations associated with financial liabilities. The Fund's financial liabilities at June 30, 2022 represent 0.29% of net assets (2021: 0.40%) that fall due not later than one month. The Fund's Prospectus provides for weekly subscription and redemption of shares and it is therefore exposed to the liquidity risk of meeting shareholder redemptions. The Fund does not anticipate any significant liquidity concerns in funding redemption requests and other liabilities. However, all of the Fund’s investments at June 30, 2022 and 2021 are listed securities actively traded on major stock exchanges. As such, they are considered to be highly realisable, mitigating the liquidity risk of the Fund as at June 30, 2022 and 2021.

The Fund’s liquidity risk is managed on a daily basis by the Investment Advisor in accordance with the policies and procedures in place.

Capital Risk Management

The Fund's capital consists of the issued share capital.

The Investment Advisor manages the capital of the Fund in accordance with the Fund's investment objectives, policies and restrictions, as outlined in the Prospectus, while maintaining sufficient liquidity to meet shareholder redemptions. The Fund's overall strategy for managing capital remains unchanged from 2021. The Fund does not have any externally imposed capital requirements.

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)
For the year ended June 30, 2022
(Expressed in U.S. Dollars)

4. FAIR VALUE OF FINANCIAL ASSETS

The following information provides an analysis of financial instruments that are measured subsequent to initial recognition at fair value, grouped into Levels 1 to 3 based on the degree to which the fair value is observable:

- Level 1 – unadjusted quoted prices in active markets for identical assets or liabilities;
- 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 for the asset or liability that are not based on observable market data, including the Fund’s own assumptions in determining the fair value of investments

All of the Fund’s investments are classified within Level 1 of the fair value hierarchy as the value of these investments are based on unadjusted quoted prices in active markets for identical assets as at June 30, 2022 and 2021.

The Fund did not hold any Level 3 investments at the beginning, during, or at the end of the years ended June 30, 2022 and 2021.

5. SHARE CAPITAL

The Fund may issue up to 5,000,000 Non-Voting Redeemable Shares, which are redeemable at the option of the shareholders. The authorised share capital of the Fund shall consist of $50,100 divided into 100 Ordinary Shares having a nominal value of $1.00 each and 5,000,000 Non-Voting Redeemable Shares having a nominal value of $0.01.

The Investment Advisor is the holder of the Ordinary Shares and shall be entitled to receive notice of and attend and vote at any general meeting of the Fund.

Details of Redeemable Shares issued, redeemed and outstanding during the year are as follows:

	2022 **No. of Shares**	2021 No. of Shares
Balance - beginning of year	**447,968**	385,772
Issue of redeemable shares	**136,011**	96,177
Redemption of redeemable shares	**(99,556)**	(33,981)
Balance - end of year	**484,423**	447,968

Currently only the US Dollar class of shares, and no others, have been designated and issued.

6. RELATED PARTY TRANSACTIONS

Butterfield Bank (Cayman) Limited (the "Custodian") acts as custodian for the Fund and is entitled to receive a fee, calculated at a rate of 0.20% (2021: 0.20%) per annum of the net asset value of the Fund, calculated and accrued weekly.

Custodian fees charged for the year ended June 30, 2022 were $23,734 (2021: $17,550) for the Fund, of which $5,504 (2021: $5,154) remained payable at year end and is included in accrued expenses.

Butterfield Bank (Cayman) Limited (the "Investment Advisor") is entitled to receive a management fee for providing investment advice to the Fund, calculated at a rate of 1.00% per annum of the net asset value of each Class of shares, calculated and accrued weekly.

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)
For the year ended June 30, 2022
(Expressed in U.S. Dollars)

6. RELATED PARTY TRANSACTIONS (CONTINUED)

Management fees for the year ended June 30, 2022 were $77,133 (2021: $87,748) for the Fund, of which $17,888 (2021: $25,767) remained payable at year end and is included in accrued expenses.

Employees of the Investment Advisor, its parent company and other affiliated companies, and their immediate family members may hold shares in the Fund. These shareholdings are not significant to the Fund.

7. ADMINISTRATION FEE

In accordance with the administration agreement, the Administrator receives a fee based upon the nature and extent of the services provided. Administration fee for the year was $16,649 (2021: $12,214) of which $1,224 (2021: $1,472) was payable at year end and is included in accrued expenses.

8. DIRECTORS AND DIRECTORS' INTERESTS

The Directors of the Fund at June 30, 2022 and 2021 were:

Erwin Dikau
Michael McWatt

The Directors are not entitled to any remuneration for their services as directors. At June 30, 2022, none of the Directors held any shares in the Fund. Each Director is affiliated with the Custodian and Investment Advisor.

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)
For the year ended June 30, 2022
(Expressed in U.S. Dollars)

9. FINANCIAL HIGHLIGHTS

Per share operating performance
(for a share outstanding throughout the year)

Per Share Information		**2022**		2021
Net asset value per redeemable share – beginning of year	**$**	**24.33**	**$**	17.82
Income from investment operations				
Net investment income/(loss)		**0.04**		(0.13)
Net realised and unrealised (loss)/gain on financial assets at fair value through profit and loss and foreign currency		**(3.38)**		6.64
Total from investment operations		**(3.34)**		6.51
Net asset value per redeemable share – end of year	**$**	**20.99**	**$**	24.33
Total Return		**(13.73)%**		36.53%
Ratios / supplemental data				
Total net assets - end of year	**$**	**10,167,678**	**$**	**10,899,082**
Ratio of expenses to weighted average net assets		**1.35%**		**1.87%**
Ratio of net investment income/(loss) to weighted average net assets		**0.14 %**		**(0.62)%**
Portfolio turnover rate*		**46.95%**		**31.90%**

* Portfolio turnover rate is calculated using the lesser of purchases or sales of investments for the year divided by the weighted average value of investments, calculated using the last valuation date of each month.

An individual investor's return and ratios may vary from the above returns and ratios based on the timing of capital transactions.

10. SUBSEQUENT EVENTS

The Fund has evaluated all the events or transactions that occurred after June 30, 2022 through September 29, 2022, the date the financial statements were available to be issued.

Since June 30, 2022 the Fund received subscriptions of $150,112 and paid redemptions of $107,067.

11. APPROVAL OF THE FINANCIAL STATEMENTS

The financial statements were approved and authorised for issue by the Directors on September 29, 2022.