

APS Funds SICAV p.l.c.

**Interim Report
and
Unaudited Financial Statements**
for the period ended
30 June 2022

APS Centre,
Tower Street,
Birkirkara BKR 4012 - Malta

Telephone: (00356) 2122 6644
Fax: (00356) 2560 3001

www.apsfunds.com.mt
info@apsfunds.com.mt

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Management and Administration

DIRECTORS

Mr. David Galea Souchet (appointed on 5 May 2022)
The White Lodge, No.30,
Triq id-Dejma,
San Pawl Tat-Targa, Naxxar NXR 1263,
Malta

Mr. Tony Meilak (retired on 5 May 2022)
Solitaire,
Triq il-Parilja,
Santa Venera,
Malta

Mr. Etienne Borg Cardona
'Mistral',
Triq Esprit Barthet,
Madliena, Swieqi,
Malta

Dr. Graziella Bray
15"Pensieri"
Triq C Troisi
Swieqi
Malta

REGISTERED OFFICE AND BUSINESS ADDRESS

APS Centre,
Tower Street,
Birkirkara, BKR 4012,
Malta

COMPANY REGISTRATION NUMBER

SV 78

INVESTMENT MANAGER

ReAPS Asset Management Limited
APS Centre,
Tower Street,
Birkirkara, BKR 4012,
Malta
*Licensed to conduct Investment Services business by the Malta
Financial Services Authority.*

AUDITORS

Deloitte Audit Limited,
Deloitte Place,
Triq l-Intonjatur,
Central Business District,
Birkirkara, CBD 3050,
Malta

Management and Administration (continued)

ADMINISTRATOR AND COMPANY SECRETARY

Apex Fund Services (Malta) Limited
(Appointed on 25 November 2021)
Quad Central, Q3 Level 9, Triq L-Esportaturi, Zone 1,
Central Business District,
Birkirkara CBD 1040, Malta

*Recognised to provide fund administration services by the
Malta Financial Services Authority*

Apex Corporate & Advisory Services Limited
(Appointed on 25 November 2021)
Quad Central, Q3 Level 9, Triq L-Esportaturi, Zone 1,
Central Business District,
Birkirkara CBD 1040, Malta.

BOV Fund Services Limited (Till 24 November 2021)
TG Complex, Suite 2, Level 3, Brewery Street,
Mriehel, Birkirkara, BKR 3000, Malta

*Recognised to provide fund administration services by the
Malta Financial Services Authority*

CUSTODIAN

Swissquote Financial Services (Malta) Limited
Palazzo Spinola, 45,
St. Christopher Street,
Valletta, VLT 1464,
Malta

*Licensed to conduct Investment Services business by the
Malta Financial Services Authority.*

SUB-CUSTODIAN

Swissquote Bank Limited
Ch. De La Cretaux 33,
Gland CH-1196,
Switzerland

BANKERS

APS Bank p.l.c.
APS Centre,
Tower Street,
Birkirkara, BKR 4012,
Malta

Swissquote Bank Limited
Ch. De La Cretaux 33,
Gland CH-1196,
Switzerland

LEGAL ADVISORS

Saliba Stafrace Legal
9/4, Britannia House,
Old Bakery Street,
Valletta, VLT 1455,
Malta

Description

APS Funds SICAV p.l.c. (the "Company") is a company organised as a multi-fund investment company with variable share capital pursuant to the Companies Act [Cap. 386 of the Laws of Malta] registered on 24 January 2008. The Company consists of four funds: the APS Income Fund, the APS Regular Income Ethical Fund, the APS Diversified Bond Fund and the APS Global Equity Fund. The Company is licensed by the Malta Financial Services Authority as a UCITS Collective Investment Scheme under the Investment Services Act 1994 [Cap. 370 of the Laws of Malta]. The APS Income Fund is listed on the Malta Stock Exchange, and it is not publicly traded. The Company has no employees.

Investment Manager's Report

The International Economy and Financial Market

The first half of 2022 could be described as one of the most turbulent six months global markets have ever seen. Nearly all asset classes suffered significant losses across geographies with developed market equities experiencing the worst half in over 50 years and the US 10-year Treasury bond fairing the worst since 1788, according to Deutsche Bank estimates. 13 trillion US dollars were wiped off the value of global stocks, the dollar rose by 9% against a basket of the main world currencies and commodities had the strongest rally since World War I.

The ongoing Covid-19 pandemic was overshadowed by central banks tightening monetary policy in response to record levels of inflation. The US Federal Reserve is set for the fastest course of interest rate rises since 1994 and the European Central Bank has raised interest rates for the first time in a decade. Markets were also impacted by increasing concerns around growth and the rising risks of recession as inflation erodes discretionary income and accumulated savings.

Russia's invasion of Ukraine which begun in February 2022, increased geopolitical uncertainty, market volatility and added to inflationary concerns. The war immediately dampened the economic recovery from the Covid pandemic and cemented the global economy on a course of lower growth and higher inflation. It also heightened the risk of an energy crisis in Europe which could have far reaching political and economic consequences. The European Union, the United States and other allied countries were quick to respond to Russian aggression by imposing stringent sanctions on Russia and Belarus. Sanctions included freezing Russian Central Bank International reserves, closing EU airspace to all Russian Aircraft, SWIFT ban for several Russian Banks, suspension of broadcasting of Russian owned TV stations in Europe and sanctions on individuals in the Russian and Belarussian Government. Trading instruments in Russian securities became restricted and the value of Russian assets plummeted. Economists are forecasting a contraction in Russian GDP of 11.2% for 2022.

As shown in Figure 1 below, financial markets entered a period of increased volatility, with the Chicago Board Options Exchange Volatility Index (commonly referred to as VIX) closing the period at 28.7 up from 17.2 at the end of 2021.

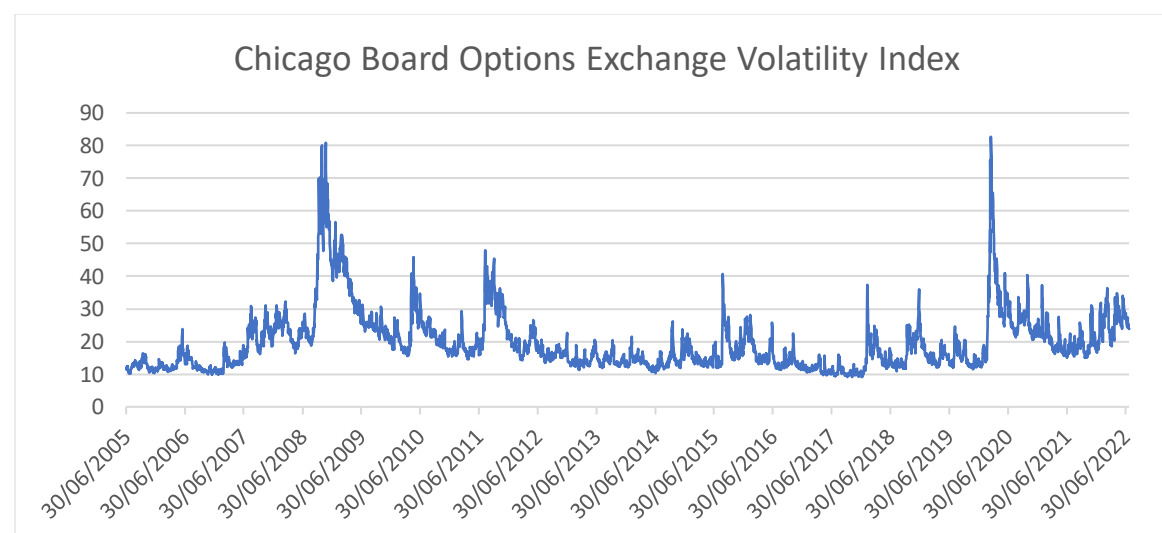


Figure 1

Source: Bloomberg

In terms of economic growth, most economies experienced a slowdown in the first half of 2022 at the same time as inflation soared.

Investment Manager's Report (Continued)

This was aggravated by the no covid policy in China which caused supply chain disruptions first experienced in 2021. In June, the annual inflation rate accelerated to 9.1% in the US up from 8.6% in May and was 9.6% in the European Union up from 8.8% in May. Labour markets remained strong over the first half, with the unemployment rate at 6.1% (May 2022) in the EU compared to 7.3% in May 2021. In the US, the unemployment rate was 3.6% in June 2022, down from 5.9% in June 2021.

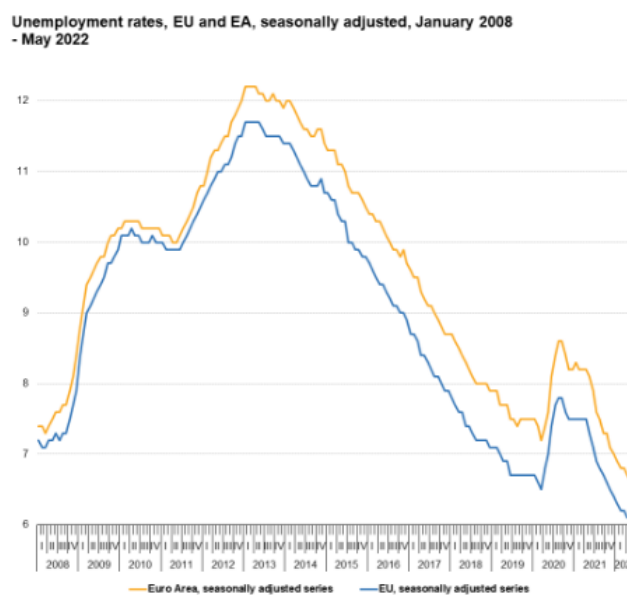


Figure 2: Unemployment Rates Europe Source: Eurostat

As of their June Economic Outlook, the OECD reduced their GDP projections for 2022. Global growth is now expected to be 3.02% down from the 4.46% forecast in December 2021. Growth is set to be markedly weaker in almost all economies. Many of the hardest-hit countries are in Europe, which is highly exposed to the war through energy imports and refugee flows. Despite the OECD projections pointing towards slower but positive growth for 2022, recession probability indicators used by market participants have increased across the board with some indicating a greater than 50% chance of recession over the next 12 months.

In terms of market performance, the first half of 2022 saw traditional correlations between asset classes break down with both safe-haven Government bonds and risky assets registering losses. The US 10-year yield rose from 1.51% at the end of 2021 to 3.01% at the end of June 2022, after peaking at 3.49% on 14 June 2022. Meanwhile, yields on 10-year benchmark government debt issued by Germany and the UK, rose to 1.33% and 2.23% respectively. The yield on Japanese 10-year debt increased to 0.23%. Table 1 displayed below shows the changes in the benchmark 10-year yields on selected development market sovereign debt.

Investment Manager's Report (Continued)



Figure 3

Source: Bloomberg

Country	Generic 10-Year Yields as at the end of		Change
	31/12/2021	30/06/2022	
Germany	-0.18%	1.33%	1.52%
Japan	0.07%	0.23%	0.16%
UK	0.97%	2.23%	1.26%
US	1.51%	3.01%	1.50%

Table 1

Source: Bloomberg

Table 2 below shows that in equity markets, the MSCI All World Index fell by 21.2% in terms of price return. The S&P declined 20.58% moving into bear market territory and the growth stock heavy Nasdaq composite index shed 29.51%. The Eurostoxx 50 index slightly outperformed the US but still ended the period down 19.62%. The FTSE 100 outperformed most indices shedding just 2.92%. The performance of bond markets was equally dismal with Euro High Yield Corporate Bonds falling by 14.44%, US High Yield Corporate Bonds falling by 14.19% and Bloomberg Global Aggregate Treasuries Total Return Index Euro Hedged declining by 8.84%.

Index	31/12/2021	30/06/2022	Change
Dow Jones Industrial Average	36,338.30	30,775.43	-15.31%
S&P 500 Index	4,766.18	3,785.38	-20.58%
NASDAQ Composite	15,644.97	11,028.74	-29.51%
EURO STOXX 50 Index	4,298.41	3,454.86	-19.62%
FTSE 100 Index	7,384.54	7,169.28	-2.92%
MSCI World SRI Net Return Index (€)	4,494.90	3,738.73	-16.82%
MSCI All World Index	3231.73	2546.19	-21.21%

Table 2

Source: Bloomberg

On the foreign exchange front, the value of the euro weakened by 8.5% against the dollar, driven primarily by the more hawkish US Federal Reserve when compared to the ECB. By the end of the first half of 2022, the euro also depreciated by 3.07% against the Australian dollar. The euro strengthened against the pound sterling and the Japanese yen.

Investment Manager's Report (Continued)

The said price moves are summarised in Table 3 below.

Currency	31/12/2021	30/06/2022	Change
EUR per 1 AUD	0.639	0.6586	3.07%
EUR per 1 GBP	1.1893	1.1617	-2.32%
EUR per 100 JPY	0.76384	0.70266	-8.01%
EUR per 1 USD	0.8793	0.9539	8.48%

Table 3

Source: Bloomberg

The Maltese Economy and Financial Market

In the first months of 2022, the health authorities in Malta tightened restrictions for persons who had not yet been fully vaccinated against COVID-19. These restrictions were eventually reversed once the vaccination rates shot up and as pressures for clearer guidance coming from the hospitality and retail sectors mounted. By the end of the first half of the year, most restrictions had been removed, with restriction-free travel expected to be allowed by the end of July.

Following an on-site visit in April, the inter-governmental Financial Action Task Force removed Malta from its list of jurisdictions under increased monitoring. This important development has reduced economic uncertainty and was welcomed by the various stakeholders in the country.

Data from the National Statistics Office shows that in real terms economic activity increased by 7.6% when compared to the same period in the previous calendar year. Figure 4 compares the number of inbound tourists during the first five months of the current year to that in the same period during 2019, 2020 and 2021. Whilst tourist arrivals have remained below pre-pandemic levels, the easing of travel restrictions had a positive impact on tourism, and has been a key contributor to the economic recovery. In May, the seasonally adjusted unemployment rate remained unchanged at 3.1% when compared to the previous month, but a bit lower than the 3.2% measured at the end of 2021. Meanwhile, the rate of inflation as measured by the Harmonised Index of Consumer Prices (HICP) stood at 6.1% at the end of the period under review, up from 2.6% in December 2021. In terms of government finances, the public deficit during the first five months of 2022 was of €373.2 million, 42.9% lower than the deficit recorded during the same period in the previous calendar year. As at the end of May, the stock of public debt exceeded €8.4 billion and was 7.4% higher when compared to twelve months earlier.

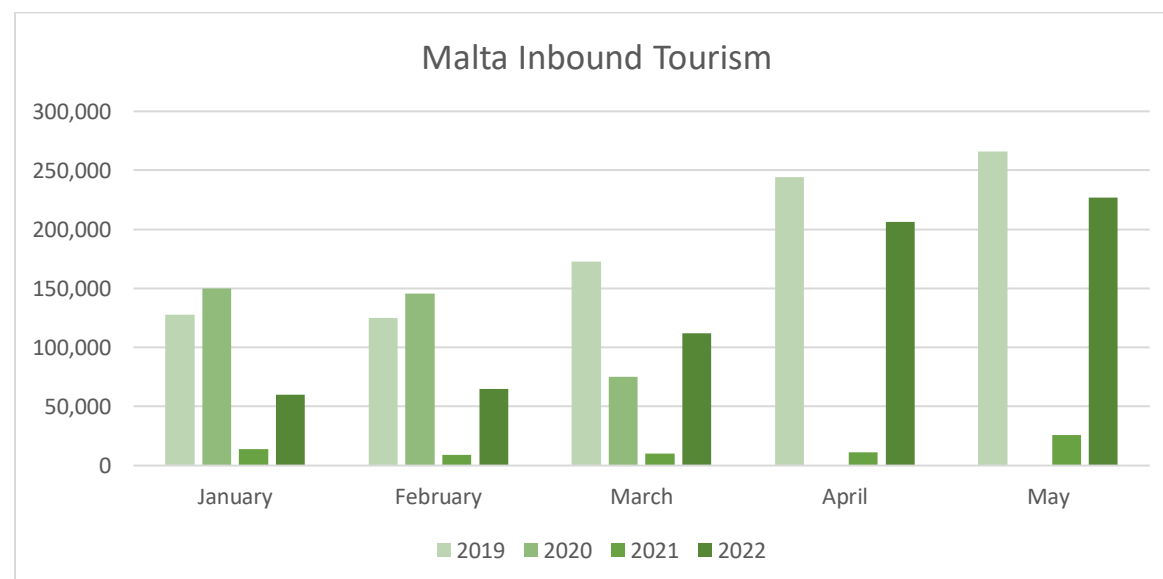


Figure 4

Source: National Statistics Office Malta

Investment Manager's Report (Continued)

According to the Central Bank of Malta's (CBM) latest outlook for the Maltese economy for the years 2022 to 2024, Malta's GDP is expected to grow by 5.4% in 2022 before slowing down to 4.9% in 2023 and 3.8% in 2024. In terms of contribution to GDP growth, net exports are expected to drive circa 60% of the growth in 2022, with the balance being attributed to domestic demand.

With respect to inflation, the CBM is anticipating an acceleration to 5% in the current year before moderating to 2.9% in 2023. The public deficit is projected to at 5.6% of GDP in 2022, while the stock of government debt is expected to reach 58.4% of GDP.

The Malta Stock Exchange Malta Government Stocks Index fell 15.76% in the first half of 2022. Table 4 shows that yields across the sovereign yield curve were higher at the end of June 2022 when compared to six months earlier.

Yields on Maltese Sovereign Debt as at the end of			
Tenor	31/12/2021	30/06/2022	Change
2 Years	-0.23%	1.22%	1.45%
3 Years	-0.08%	1.54%	1.62%
4 Years	0.06%	1.80%	1.74%
5 Years	0.19%	2.05%	1.86%
7 Years	0.40%	2.30%	1.90%
10 Years	0.75%	2.66%	1.91%
15 Years	1.20%	2.92%	1.72%
20 Years	1.48%	3.07%	1.59%

Table 4

Table 5 shows the spread between the yields on 10-year Maltese sovereign debt and that of a select group of Eurozone member countries. The yield difference between Maltese sovereign debt and French, German, Irish and Spanish sovereign bonds widened over the course of the period under review, meaning that Maltese ten-year debt had become relatively cheaper.

Additional Yield from Owning 10-Year Malta Sovereign Debt as at end			
Country	31/12/2021	30/06/2022	Change
France	0.55%	0.74%	0.19%
Germany	0.93%	1.32%	0.40%
Ireland	0.50%	0.68%	0.18%
Italy	-0.42%	-0.60%	-0.18%
Spain	0.19%	0.24%	0.05%

Table 5

With respect to corporate bond activity in the Regulated Main Market of the Malta Stock Exchange, over €55 million worth of trades were executed during the first half of 2022. The Malta Stock Exchange Corporate Bonds Total Return Index, which captures both price and interest return, declined 0.43% during the same period. Table 6 shows the change in the yields of corporate bonds of major listed companies on the Regulated Main Market of the Malta Stock Exchange during the period under review.

Investment Manager's Report (Continued)

Yields on Selected Corporate Bonds Listed on the Malta Stock Exchange as at end			
	31/12/2021	30/06/2022	Change
6.00% AX INVESTMENTS 06.03.2024	4.52%	3.95%	-0.56%
5.75% INT. HOTEL INV. 13.05.2025	4.87%	5.74%	0.87%
4.25% CORINTHIA FINANCE 12.04.2026	3.61%	3.67%	0.07%
4.00% MIDI 27.07.2026	3.22%	3.47%	0.25%
4.00% INT. HOTEL INV. 29.07.2026	3.40%	3.86%	0.47%
3.75% PREMIER CAPITAL 23.11.2026	3.26%	3.50%	0.24%
4.00% INT. HOTEL INV. 20.12.2026	4.00%	4.00%	0.00%
4.35% SD FINANCE 25.04.2027	4.16%	4.16%	0.00%
4.00% EDEN FINANCE 28.04.2027	3.65%	3.88%	0.23%
4.00% STIVALA GROUP FINANCE 18.10.2027	3.32%	4.10%	0.78%
3.85% HILI FINANCE COMPANY 24.07.2028	3.59%	4.04%	0.45%
3.80% HILI FINANCE COMPANY 27.08.2029	3.80%	3.96%	0.16%
3.50% BANK OF VALLETTA 08.08.2030 S1 T1	3.04%	3.43%	0.39%
3.50% BANK OF VALLETTA 08.08.2030 S2 T1	2.97%	3.54%	0.57%
4.00% CABLENET COMMUNICATION SYSTEMS 19.08.2030	3.66%	3.93%	0.27%
3.25% APS BANK PLC 2025/2030	2.57%	3.53%	0.96%
3.50% GO PLC 25.06.2031	3.13%	3.50%	0.37%
3.75% BANK OF VALLETTA 2026/2031	2.91%	3.75%	0.84%
3.65% MIZZI ORGANISATION FINANCE 2028/2031	3.25%	3.86%	0.61%
3.65% INT. HOTEL INV. 07.12.2031	3.63%	3.91%	0.28%

Table 6

In the equity market, the Malta Stock Exchange Equity Total Return Index declined by 5.88% in the first half of 2022. Meanwhile, the Malta Stock Exchange Equity Price Index registered a decline of 7.21%. Table 7 provides granular data on the performance of individual stocks that are traded on the Malta Stock Exchange.

Investment Manager's Report (Continued)

Index / Security	31/12/2021	30/06/2022	Price Change
MSE Equity Total Return Index	8,199.40	7,716.97	-5.88%
MSE Equity Price Index	3,944.63	3,660.14	-7.21%
APS Bank plc	N/A	0.660	N/A
AX Real Estate plc	N/A	0.550	N/A
Bank of Valletta plc	0.900	0.930	3.33%
BMIT Technologies plc	0.480	0.470	-2.08%
FIMBank plc	0.340	0.210	-38.24%
GO plc	3.360	3.100	-7.74%
Grand Harbour Marina plc	0.680	0.700	2.94%
Harvest Technology plc	1.450	1.220	-15.86%
Hili Properties plc	N/A	0.240	N/A
HSBC Bank Malta plc	0.920	0.765	-16.85%
International Hotel Investments plc	0.620	0.620	0.00%
LifeStar Holding plc	1.000	0.950	-5.00%
LifeStar Insurance plc	0.500	0.450	-10.00%
Lombard Bank Malta plc	1.924	1.700	-11.64%
M&Z plc	N/A	0.755	N/A
Main Street Complex plc	0.480	0.400	-16.67%
Malita Investments plc	0.800	0.725	-9.38%
Malta International Airport plc	6.000	5.950	-0.83%
Malta Properties Company plc	0.550	0.500	-9.09%
MaltaPost plc	1.220	1.010	-17.21%
Mapfre Middlesea plc	2.300	1.810	-21.30%
MedservRegis plc	0.650	0.990	52.31%
MIDI plc	0.430	0.350	-18.60%
PG plc	2.400	2.160	-10.00%
Plaza Centres plc	0.930	0.820	-11.83%
RS2 Software plc	1.740	1.570	-9.77%
RS2 Software plc Preference Shares	1.650	1.600	-3.03%
Santumas Shareholdings plc	1.180	1.000	-15.25%
Simonds Farsons Cisk plc	8.042	7.200	-10.47%
Tigne Mall plc	0.750	0.650	-13.33%
Trident Estates plc	1.540	1.430	-7.14%
VBL plc	0.300	0.270	-10.00%

Investment Manager's Report (Continued)

Portfolio Activity Review

APS Income Fund

Investment Objective

The Investment Objective of the Sub-Fund is to endeavour to maximise the total level of return to investors, minimising the volatility of the portfolio whilst having regard to attaining a desirable level of liquidity through investment. The Sub-Fund seeks to achieve its investment objective by investing primarily in Malta Government Bonds and Corporate Bonds listed on the Malta Stock Exchange, predominantly in euro and which may be at a fixed or floating rate, rated or unrated. The Sub-Fund may also hold selected equities, deposits, and cash.

Sub-Fund Performance

Accumulator Share Class

During the period from 31 December 2021 to 30 June 2022, the share price of the APS Income Fund Accumulator Shares decreased by 7.09% from €189.7413 to €176.2839.

Distributor Share Class

During the period from 31 December 2021 to 30 June 2022, the share price of the APS Income Fund Distributor Shares decreased by 8.13% from €125.1633 to €114.9902. The share class distributed a dividend of €1.39485 per share during the six-month period ending 30 June 2022.

Sub-Fund Overview

The Net Asset Value of the Sub-Fund decreased from €88.41 million to €75.87 million during the first six months of 2022.

During the period under review, the Investment Manager adjusted sectorial exposures in the local credit and equity market to reflect its views on various economic sectors. In the primary market, the Sub-Fund was active in Malta Government Stocks as well as in the debut equity offering by APS Bank plc. Meanwhile, the Investment Manager reduced exposure to international corporate bonds due to its less favourable outlook on credit spreads. At the same time, tactical duration plays were implemented via purchases and sales of high-quality bonds issued by Eurozone Member States.

The first half of 2022 also saw the Fund experiencing net client outflows. Consequently, the Sub-Fund's Investment Manager raised cash to service said redemptions and to rebalance portfolio exposures. This was done via sales of entire holdings in multiple securities, as well as through a reduction in exposure to other assets. This activity spanned across the different asset classes that are held within the Fund.

At the end of 30 June 2022, the Sub-Fund's asset allocation was made up as follows:

- Local corporate bonds - 41.18%
- Local equities - 24.48%
- Local government bonds - 22.85%
- International corporate bonds - 6.07%
- International government bonds - 0.38%
- Term deposits - 1.73%
- Cash and foreign exchange forward contracts - 3.31%

Investment Manager's Report (Continued)

APS Regular Income Ethical Fund

Investment Objective

The investment objective of the Sub-Fund is to endeavour to maximise the total return to investors, minimising the volatility of the portfolio whilst having regard to attaining a desirable level of liquidity, following ethical principles according to the Ethical Policy. The Sub-Fund seeks to achieve this objective by investing primarily in international government and corporate bonds, and in direct equities. The Sub-Fund may also hold collective investment schemes, deposits, and cash.

Sub-Fund Performance

Class A - Accumulator Share Class

During the period from 31 December 2021 to 30 June 2022, the share price of the APS Regular Income Ethical Fund Class A Shares decreased by 13.70% from €1.5665 to €1.3519.

Class B - Distributor Share Class

During the period from 31 December 2021 to 30 June 2022, the share price of the APS Regular Income Ethical Fund Class B Shares decreased by 14.93% from €1.2149 to €1.0335. The Share Class distributed a dividend of €0.01633 per share during the six-month period ending 30 June 2022.

Class C - Accumulator Share Class

During the period from 31 December 2021 to 30 June 2022, the share price of the APS Regular Income Ethical Fund Class C Shares decreased by 13.73% from €1.5589 to €1.3448.

Class D - Distributor Share Class

During the period from 31 December 2021 to 30 June 2022, the share price of the APS Regular Income Ethical Fund Class D Shares decreased by 14.94% from €1.2112 to €1.0302. The Share Class distributed a dividend of €0.01606 per share during the six-month period ending 30 June 2022.

Sub-Fund Overview

The Sub-Fund's investment process applies rigorous ethical screening over and above the traditional investment selection process. The Investment Manager adopts a two-tiered approach to ethical screening. The Investment Manager first excludes companies operating in certain industries which are not permitted as per the Ethical Policy. This is followed by positive screening, where the Investment Manager selects those companies which have high Environmental, Social and Governance (ESG) scores. A similar ethical screening process is also applied to Sovereign issuers.

The Net Asset Value of the Sub-Fund decreased from €43.31 million to €35.42 million during the six-month period under review.

During the period under review, the Investment Manager reduced its equity exposure both direct and via Collective Investment Schemes, crystallised gains on selected credit positions and reinvested the proceeds into more attractively priced bonds. The Investment Manager reduced exposure to Japanese and Australian Government bonds and added exposure to New Zealand and Greek Government bonds. As a result of Russia's invasion of Ukraine, and weakness in the price of bonds issued by European peripheral governments, the Investment Manager liquidated the position in Italian Government Bonds. The challenging economic outlook led the Investment Manager to take a more conservative approach as exposure to corporate bonds was trimmed and cash balances were increased. During this period, tactical duration plays were implemented via trading in US Treasuries and high-quality sovereign bonds issued by Eurozone Member States.

At the end of June 2022, the Sub-Fund's asset allocation was made up as follows:

- Corporate bonds – 31.47%
- Government and supranational bonds – 32.82%
- Equities – 27.41%
- Cash – 8.29%

Investment Manager's Report (Continued)

APS Diversified Bond Fund

Investment Objective

The investment objective of the Sub-Fund is to achieve long-term capital growth, together with income, mainly through investment in debt instruments issued worldwide by companies and governments.

Sub-Fund Performance

Class A - Accumulator Share Class

During the period from 31 December 2021 to 30 June 2022, the share price of the APS Diversified Bond Fund Class A Shares decreased by 13.75% from €1.1185 to €0.9647.

Class B - Distributor Share Class

During the period from 31 December 2021 to 30 June 2022, the share price of the APS Diversified Bond Fund Class B Shares decreased by 15.05% from €0.9894 to €0.8405. The share class distributed a dividend of €0.01402 per share during the six-month period ending 30 June 2022.

Class C - Accumulator Share Class

During the period from 31 December 2021 to 30 June 2022, the share price of the APS Diversified Bond Fund Class C Shares decreased by 13.74% from €1.0930 to €0.9428.

Class D - Distributor Share Class

During the period from 31 December 2021 to 30 June 2022, the share price of the APS Diversified Bond Fund Class D Shares decreased by 15.06% from €0.9893 to €0.8403. The share class distributed a dividend of €0.01402 per share during the six-month period ending 30 June 2022.

Class G - Distributor Share Class

During the period from 31 December 2021 to 30 June 2022, the share price of the APS Diversified Bond Fund Class G Shares decreased by 14.91% from £0.9980 to £0.8492. The share class distributed a dividend of £0.01419 per share during the six-month period ending 30 June 2022.

Sub-Fund Overview

The Net Asset Value of the Sub-Fund decreased from €52.25 million to €44.63 million during the first half of 2022.

At the beginning of the year, the Investment Manager initiated exposure to Chinese sovereign and corporate bonds. This strategy was based on the divergent monetary policy between China and other major economies. Soon after, war broke out in Ukraine and the Investment Manager sought to protect the Sub-Fund's capital by increasing portfolio duration, selling credit that was deemed to be too expensive, reducing exposure to Chinese corporate bonds, and shedding exposure to the Hungarian Forint.

Subsequently, as global bond yields continued to increase, the Investment Manager reduced exposure to Italian and Chinese sovereign bonds. The souring economic outlook also translated in a more conservative risk profile as exposure to corporate bonds was trimmed further and cash balances were increased. During this period, tactical duration plays were implemented via trading in US Treasuries and high-quality sovereign bonds issued by Eurozone Member States.

At the end of the period under review, the Sub-Fund's asset allocation was made up as follows:

- Government and supranational bonds – 47.37%
- Corporate bonds – 41.84%
- Exchange traded funds – 2.39%
- Cash and foreign exchange forward contracts – 8.40%

Investment Manager's Report (Continued)

APS Global Equity Fund

Investment Objective

The investment objective of the Sub-Fund is to achieve long-term capital appreciation through investment, primarily, in a diversified portfolio of equity securities. The Sub-Fund may also invest in other types of securities such as preferred stock, rights, warrants, contingent convertible bonds and securities convertible into common equity shares. The Sub-Fund may also hold deposits and cash, and selected Collective Investment Schemes (CISs) that are UCITS CIS and/or UCITS eligible CISs and Exchange Trade Funds as provided in the Prospectus, insofar as these would contribute to the Sub-Fund achieving its overall investment objective.

Sub-Fund Performance

Accumulator Share Class

During the period from 31 December 2021 to 30 June 2022, the share price of the APS Global Equity Fund Accumulator Shares decreased by 16.47% from €1.2036 to €1.0054.

Distributor Share Class

During the period from 31 December 2021 to 30 June 2022, the share price of the APS Global Equity Fund Distributor Shares decreased by 17.67% from €1.1997 to €0.9877. The share class distributed a dividend of €0.01613 during the period ending 30 June 2022.

Sub-Fund Overview

The Net Asset Value of the Sub-Fund decreased from €11.59 million to €10.63 million during the period under review. The Investment Manager continued to opportunistically seek out attractive equity opportunities across sectors and geographies. As economic uncertainty increased, the Investment Manager shifted towards more defensive sectors and increased cash holdings. The Investment Manager continued to increase exposure to travel related stocks as global mobility indicators improved following a pivot on stance towards the Covid-19 pandemic. Following the invasion of Ukraine, the Investment Manager reduced exposure to Taiwanese equities and Nordic exposures on increased geopolitical risk.

At the end of the period under review, the Sub-Fund's asset allocation was made up as follows:

- Equity - 90.00%
- Cash - 10.00%

The Sub-Funds' performance figures listed above have been rounded to two decimal places whilst the fund prices are listed to four decimal places, as stipulated in the Prospectus. Past performance is not necessarily indicative of future results. Some of the opinions expressed herein are of a forward-looking nature and should not be interpreted as investment advice. The Investment Manager has obtained the information contained in this document from sources believed to be reliable but has not independently verified the information contained herein and therefore its accuracy cannot be guaranteed. The Investment Manager makes no guarantees, representations or warranties and accepts no responsibility or liability as to the accuracy or completeness of the information contained in this document. The Investment Manager has no obligation to update, modify or amend this article or to otherwise notify a reader thereof in the event that any matter stated therein, or any opinion, projection, forecast or estimate set for the herein changes or subsequently becomes inaccurate.

Sources – Bloomberg; Central Bank of Malta; Countryeconomy.com; CNBC; European Council; Eurostat; Malta Stock Exchange; National Statistics Office Malta, Organisation for Economic Co-operation and Development, Reuters; and Trading Economics.

UNAUDITED STATEMENT OF FINANCIAL POSITION**As at 30 June 2022**

	APS Funds SICAV p.l.c. Combined Statement		APS Income Fund		APS Regular Income Ethical Fund	
	30.06.2022 €	31.12.2021 €	30.06.2022 €	31.12.2021 €	30.06.2022 €	31.12.2021 €
Assets						
Financial assets at fair value through profit or loss	153,597,417	186,053,371	71,343,941	83,849,747	32,259,436	40,163,303
Term Deposits at amortised cost	1,300,000	1,300,000	1,300,000	1,300,000	-	-
Due from broker	61,522	-	52,722	-	-	-
Accrued income	1,439,765	1,844,933	732,606	739,224	236,158	412,128
Other receivables and prepayments	247,106	49,397	39,714	20,290	121,759	16,257
Cash and cash equivalents (note 7)	10,756,130	7,152,288	2,682,155	2,772,559	2,935,203	2,915,044
Total assets	167,401,940	196,399,989	76,151,138	88,681,820	35,552,556	43,506,732
Liabilities						
Financial liabilities at fair value through profit or loss	303,094	227,151	-	-	18,429	32,071
Accrued expenses	470,848	541,030	208,298	198,582	114,901	169,149
Other creditors	75,533	74,196	75,533	74,196	-	-
Total liabilities	849,475	842,377	283,831	272,778	133,330	201,220
	166,552,465	195,557,612	75,867,307	88,409,042	35,419,226	43,305,512
Represented by:						
Net assets attributable to holders of redeemable shares	166,552,465	195,557,612	75,867,307	88,409,042	35,419,226	43,305,512

UNAUDITED STATEMENT OF FINANCIAL POSITION
As at 30 June 2022

	APS Diversified Bond Fund		APS Global Equity Fund	
	30.06.2022 €	31.12.2021 €	30.06.2022 €	31.12.2021 €
Assets				
Financial assets at fair value through profit or loss	40,424,337	51,126,939	9,569,703	10,913,382
Term Deposits at amortised cost	-	-	-	-
Due from broker	8,800	-	-	-
Accrued income	459,637	618,546	11,364	75,035
Other receivables and prepayments	6,957	11,513	78,676	1,337
Cash and cash equivalents (note 7)	4,055,422	755,739	1,082,150	707,746
Total assets	44,955,153	52,512,737	10,741,893	11,697,500
Liabilities				
Financial liabilities at fair value through profit or loss	216,585	130,285	68,080	64,795
Accrued expenses	107,265	130,464	40,384	42,835
Other creditors	-	-	-	-
Total liabilities	323,850	260,749	108,464	107,630
	44,631,303	52,251,988	10,633,429	11,589,870
Represented by:				
Net assets attributable to holders of redeemable shares	44,631,303	52,251,988	10,633,429	11,589,870



David Galea Souchet

Chairman



Etienne Borg Cardona

Director



Graziella Bray

Director

24 August 2022

Salient Statistics	APS Funds SICAV p.l.c. Combined	APS Income Fund	APS Regular Income Ethical Fund	APS Diversified Bond Fund	APS Global Equity Fund
Shares in issue as at 30 June 2022					
Founder Shares	1,200.0000	-	-	-	-
Accumulator	3,083,053.2890	108,732.8860	-	-	2,974,320.4030
Distributor	8,231,113.7710	493,080.8710	-	-	7,738,032.9000
Accumulator - Class A	4,790,821.6330	-	4,485,613.4620	305,208.1710	-
Distributor - Class B	47,331,405.4640	-	5,966,275.5770	41,365,129.8870	-
Accumulator - Class C	10,244,036.5210	-	6,611,841.0940	3,632,195.4270	-
Distributor - Class D	19,737,159.0480	-	13,877,833.6860	5,859,325.3620	-
Distributor - Class G	1,239,694.9160	-	-	1,239,694.9160	-
		€	€	€	€
Net asset value as at 30 June 2022		75,867,307	35,419,226	44,631,303	10,633,429
Net asset value as at 31 December 2021		88,409,042	43,305,512	52,251,988	11,589,870
Net asset value as at 31 December 2020		88,952,077	36,253,395	49,855,458	5,730,639
Net asset value per Accumulator share as at 30 June 2022	-	€176.2839	-	-	€1.0054
Net asset value per Distributor share as at 30 June 2022	-	€114.9902	-	-	€0.9877
Net asset value per Accumulator Class A share as at 30 June 2022	-	-	€1.3519	€0.9647	-
Net asset value per Distributor Class B share as at 30 June 2022	-	-	€1.0335	€0.8405	-
Net asset value per Accumulator Class C share as at 30 June 2022	-	-	€1.3448	€0.9428	-
Net asset value per Distributor Class D share as at 30 June 2022	-	-	€1.0302	€0.8403	-
Net asset value per Distributor Class G share as at 30 June 2022	-	-	-	€0.8492	-
Net asset value per Accumulator share as at 31 December 2021	-	€189.7413	-	-	€1.2036
Net asset value per Distributor share as at 31 December 2021	-	€125.1633	-	-	€1.1997
Net asset value per Accumulator Class A share as at 31 December 2021	-	-	€1.5665	€1.1185	-
Net asset value per Distributor Class B share as at 31 December 2021	-	-	€1.2149	€0.9894	-
Net asset value per Accumulator Class C share as at 31 December 2021	-	-	€1.5589	€1.0930	-
Net asset value per Distributor Class D share as at 31 December 2021	-	-	€1.2112	€0.9893	-
Net asset value per Distributor Class G share as at 31 December 2021	-	-	-	€1.1886	-

Salient Statistics (continued)	APS Funds SICAV p.l.c. Combined	APS Income Fund	APS Regular Income Ethical Fund	APS Diversified Bond Fund	APS Global Equity Fund
Net asset value per Accumulator share as at 31 December 2020	-	€190.2051	-	-	€1.0524
Net asset value per Distributor share as at 31 December 2020	-	€128.0337	-	-	€1.0525
Net asset value per Accumulator Class A share as at 31 December 2020	-	-	€1.4945	€1.1251	-
Net asset value per Distributor Class B share as at 31 December 2020	-	-	€1.1795	€1.0177	-
Net asset value per Accumulator Class C share as at 31 December 2020	-	-	€1.4883	€1.0996	-
Net asset value per Distributor Class D share as at 31 December 2020	-	-	€1.1766	€1.0176	-
Net asset value per Distributor Class G share as at 31 December 2020	-	-	-	£1.0262	-

UNAUDITED STATEMENT OF CHANGES IN NET ASSETS ATTRIBUTABLE TO SHAREHOLDERS*For the six month period ended 30 June 2022*

	APS Funds SICAV p.l.c. Combined Statement		APS Income Fund	
	30.06.2022	30.06.2021	30.06.2022	30.06.2021
	€	€	€	€
Net assets at beginning of period	195,557,612	180,792,769	88,409,042	88,952,077
Issue of shares	7,654,059	10,469,558	2,006,634	2,960,277
Redemption of shares	(13,858,549)	(2,626,465)	(7,739,690)	(1,652,823)
Net equalisation	(29,365)	27,339	(33,452)	7,121
Net (decrease)/increase in net assets during the period	(22,771,292)	631,792	(6,775,227)	(958,442)
Net assets at end of period	166,552,465	189,294,993	75,867,307	89,308,210

UNAUDITED STATEMENT OF CHANGES IN NET ASSETS ATTRIBUTABLE TO SHAREHOLDERS*For the six month period ended 30 June 2022*

	APS Regular Income Ethical Fund		APS Diversified Bond Fund	
	30.06.2022	30.06.2021	30.06.2022	30.06.2021
	€	€	€	€
Net assets at beginning of period	43,305,512	36,253,395	52,251,988	49,855,458
Issue of shares	3,883,837	2,988,981	527,153	1,898,210
Redemption of shares	(5,759,252)	(784,832)	(286,044)	(173,285)
Net equalisation	(5,307)	10,188	1,273	8,311
Net (decrease)/increase in net assets during the period	(6,005,564)	976,563	(7,863,067)	(175,444)
Net assets at end of period	35,419,226	39,444,295	44,631,303	51,413,250

UNAUDITED STATEMENT OF CHANGES IN NET ASSETS ATTRIBUTABLE TO SHAREHOLDERS*For the six month period ended 30 June 2022*

	APS Global Equity Fund	
	30.06.2022	30.06.2021
	€	€
Net assets at beginning of period	11,589,870	5,730,639
Issue of shares	1,236,435	2,622,090
Redemption of shares	(73,563)	(15,525)
Net equalisation	8,121	1,719
Net (decrease)/increase in net assets during the period	(2,127,434)	789,115
Net assets at end of period	10,633,429	9,128,038

UNAUDITED STATEMENT OF COMPREHENSIVE INCOME*for the six month period ended 30 June 2022*

	APS Funds SICAV p.l.c. Combined Statement		APS Income Fund	
	30.06.2022	30.06.2021	30.06.2022	30.06.2021
	€	€	€	€
Income				
Interest income	2,039,391	5,194	941,669	5,194
Dividend income	844,222	606,096	255,417	237,872
Net (loss)/gain on financial assets at fair value through profit or loss	(22,480,439)	2,573,594	(6,633,457)	85,865
Other income	5,143	-	4,703	-
	(19,591,683)	3,184,884	(5,431,668)	328,931
Expenses	(1,091,616)	(984,714)	(452,812)	(441,509)
Net (loss)/income	(20,683,299)	2,200,170	(5,884,480)	(112,578)
Finance costs – distributions to shareholders (note 6)	(1,850,559)	(1,295,960)	(744,882)	(655,725)
Tax expense on income	(237,434)	(272,418)	(145,865)	(190,139)
Net (decrease)/increase in net assets during the period	(22,771,292)	631,792	(6,775,227)	(958,442)

UNAUDITED STATEMENT OF COMPREHENSIVE INCOME*for the six month period ended 30 June 2022*

	APS Regular Income Ethical Fund		APS Diversified Bond Fund	
	30.06.2022	30.06.2021	30.06.2022	30.06.2021
	€	€	€	€
Income				
Interest income	335,097	-	762,625	-
Dividend income	370,032	219,068	29,183	40,234
Net (loss)/gain on financial assets at fair value through profit or loss	(6,077,941)	1,220,437	(7,691,677)	493,447
	(5,372,812)	1,439,505	(6,899,869)	533,681
Expenses	(271,950)	(251,665)	(270,638)	(218,661)
Net (loss)/income	(5,644,762)	1,187,840	(7,170,507)	315,020
Finance costs – distributions to shareholders (note 6)	(300,047)	(159,539)	(682,480)	(480,696)
Tax expense on income	(60,755)	(51,738)	(10,080)	(9,768)
Net (decrease)/increase in net assets during the period	(6,005,564)	976,563	(7,863,067)	(175,444)

UNAUDITED STATEMENT OF COMPREHENSIVE INCOME*for the six month period ended 30 June 2022*

	APS Global Equity Fund	
	30.06.2022	30.06.2021
	€	€
Income		
Interest income	-	-
Dividend income	189,590	108,922
Net (loss)/gain on financial assets at fair value through profit or loss	(2,077,364)	773,845
Other income	440	-
	(1,887,334)	882,767
Expenses	(96,216)	(72,879)
Net (loss)/income	(1,983,550)	809,888
Finance costs - distributions to shareholders (note 6)	(123,150)	-
Tax expense on income	(20,734)	(20,773)
Net (decrease)/increase in net assets during the period	(2,127,434)	789,115

UNAUDITED STATEMENT OF CASHFLOWS*for the six month period ended 30 June 2022*

	APS Funds SICAV p.l.c. Combined Statement		APS Income Fund	
	30.06.2022	30.06.2021	30.06.2022	30.06.2021
	€	€	€	€
Net cash generated from/(used in) operating activities	11,688,256	(9,818,436)	6,420,986	(1,921,541)
Net cash (used in)/generated from financing activities	(8,084,414)	6,546,653	(6,511,390)	657,176
Movements in cash and cash equivalents	3,603,842	(3,271,783)	(90,404)	(1,264,365)
Cash and cash equivalents at beginning of period	7,152,288	10,575,181	2,772,559	2,965,592
Cash and cash equivalents at end of period	10,756,130	7,303,398	2,682,155	1,701,227

	APS Regular Income Ethical Fund		APS Diversified Bond Fund	
	30.06.2022	30.06.2021	30.06.2022	30.06.2021
	€	€	€	€
Net cash generated from/(used in) operating activities	2,200,928	(1,998,394)	3,739,781	(3,062,898)
Net cash (used in)/generated from financing activities	(2,180,769)	2,033,100	(440,098)	1,248,093
Movements in cash and cash equivalents	20,159	34,706	3,299,683	(1,814,805)
Cash and cash equivalents at beginning of period	2,915,044	2,821,381	755,739	4,061,068
Cash and cash equivalents at end of period	2,935,203	2,856,087	4,055,422	2,246,263

UNAUDITED STATEMENT OF CASHFLOWS*for the six month period ended 30 June 2022*

	APS Global Equity Fund	
	30.06.2022	30.06.2021
	€	€
Net cash used in operating activities	(673,439)	(2,835,603)
Net cash generated from financing activities	1,047,843	2,608,284
Movements in cash and cash equivalents	374,404	(227,319)
Cash and cash equivalents at beginning of period	707,746	725,940
Cash and cash equivalents at end of period	1,082,150	498,621

NOTES TO THE UNAUDITED FINANCIAL STATEMENTS**1. CORPORATE INFORMATION**

APS Funds SICAV p.l.c. ("the Company" or "the Fund") is an open-ended investment company and was incorporated as a public company with limited liability in Malta on 24 January 2008 with registration number SV 78. The registered address of the Company is APS Centre, Tower Street, Birkirkara, BKR4012, Malta. The Company consists of four Funds, the APS Income Fund, the APS Regular Income Ethical Fund, the APS Diversified Bond Fund and the APS Global Equity Fund ("the Sub-Funds") licensed by the Malta Financial Services Authority as a Collective Investment Scheme under the Investment Services Act [Cap. 370 of the Laws of Malta]. The APS Income Fund was launched on 22 April 2008, the APS Regular Income Ethical Fund was launched on 24 May 2012, the APS Diversified Bond Fund was launched on 23 October 2017 and the APS Global Equity Fund was launched on the 28 September 2020. Only the shares of the APS Income Fund are listed on the Official List of the Malta Stock Exchange.

2 BASIS OF PREPARATION

These unaudited condensed financial statements have been prepared in accordance with International Accounting Standard ("IAS") 34 'Interim Financial Reporting' as adopted for use in the European Union and are consistent with the accounting policies used in the preparation of the 2021 audited financial statements. They have also been prepared in accordance with the requirements of the Malta Financial Services Authority's Investment Services Rules for Retail Collective Investment Schemes. These unaudited financial statements have been prepared under the historical cost convention, except for financial assets at fair value through profit or loss, comprising financial investments and certain term deposits, which are stated at their fair values.

In line with International Financial Reporting Standards, the Company presented assets and liabilities in order of their liquidity since this presentation is reliable and more relevant to this Company. This presentation is also in line with the terms of Section 3(3) of the Third Schedule of the Companies Act, (Cap.386 of the Laws of Malta). Financial investments at fair value through profit and loss are intended to be held for an indefinite period of time and may be sold in response to needs for liquidity or in accordance to the Investment Manager's recommendations. All other assets and liabilities are expected to be realised within one year.

The Company maintains a separate account for each Sub-Fund, to which proceeds are credited, and against which expenses are charged. Upon redemption, shareholders are entitled only to their proportion of the net assets held in the account relating to the Sub-Fund in which their participating shares are designated. Separate Statements of Financial Position, Statements of Changes in Net Assets attributable to Shareholders of Redeemable Shares, Statements of Comprehensive Income and Statements of Cash Flows have accordingly been prepared for each Sub-Fund. All references to net assets throughout this document refer to net assets attributable to holders of redeemable shares.

Effects of COVID-19 on the interim financial statements

In March 2020, the World Health Organization declared the outbreak of COVID-19 to be a Pandemic. Although progress has been made towards the end of 2021 in managing this Pandemic, including through the continuing development of vaccines, it remains uncertain for how long and how severe the Pandemic will continue to globally and regionally impact the economy.

The Sub-Funds entered the period of turmoil with high cash balances and responded by taking a further defensive stance by increasing portfolio duration through purchase of high quality government bonds and reducing exposure to risky assets. This defensive stance was eased from the second quarter and thereafter as a return to a risk-on environment, supported by high levels of monetary and fiscal stimulus by central banks and governments around the world, leading to a recovery in global financial markets. The Sub-Funds experienced a reduction in duration, additions to corporate bonds across the credit quality spectrum and, where possible, additions in cyclical equity holdings.

Throughout the period under review the Sub-Funds did not experience abnormal investor activity. As a result, at no point were the Sub-Funds at a risk of not being able to meet client requests for a return of their investment. Liquidity at the Sub-Fund level was also proactively managed by allocations in cash, bank deposits and liquid international instruments. More detail on the strategy employed by the Investment Manager is found in the Manager's Report.

NOTES TO THE UNAUDITED FINANCIAL STATEMENTS**2 BASIS OF PREPARATION (continued)****Effects of COVID-19 on the interim financial statements (continued)**

After taking into consideration the performance and outlook for the Sub-Funds, the Board of Directors is of the view that the impact of the current challenging economic environment does not create a material uncertainty that casts doubt upon the Company's ability to continue operating as a going concern for the foreseeable future.

Effects of Ukraine-Russia war on the interim financial statements

The geopolitical situation in Eastern Europe intensified in late February 2022, with the commencement of Russia's military action against Ukraine. Political events and sanctions are continually changing and differ across the globe. There is currently no indication that there will be a significant impact on the company's financial performance, financial position and cash flows. The situation continues to be closely monitored by management to ensure that the interests of all its stakeholders are safeguarded.

3 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES**Interest income**

Interest income for all interest bearing financial instruments not classified as at fair value through profit or loss is recognised in the statement of comprehensive income using the effective interest method. Interest income is recognised to the extent that it is probable that future economic benefits will flow to the company and these can be measured reliably.

Dividend income

Dividend income is recognised, when the Company's right to receive the payment is established. Dividend revenue is presented gross of any non-recoverable withholding taxes, which are disclosed separately in the Statement of Comprehensive Income. Dividend income is recognised to the extent that it is probable that future economic benefits will flow to the company and these can be measured reliably.

Net gain or loss on financial assets at fair value through profit or loss

This item includes changes in the fair value of financial assets measured as at fair value through profit or loss, comprising financial investments and certain term deposits, and interest income thereon.

Unrealised gains and losses comprise changes in the fair value of financial instruments for the period.

Realised gains and losses on disposal of financial instruments classified as at fair value through profit or loss are calculated using the AVCO method. They represent the difference between an instrument's initial carrying amount and disposal amount.

Expenses

Expenses are recognised on an accrual basis.

Foreign exchange translation

The Company's and the Sub-Funds' functional currency is the Euro, which is the currency of the primary economic environment in which they operate. Transactions carried out during the period, including purchases and sales of financial assets, in currencies other than the functional currency, are translated at the rate of exchange ruling at the transaction dates.

Monetary assets and liabilities denominated in foreign currencies are retranslated at the functional currency rate of exchange ruling at the reporting date.

Foreign currency transaction gains and losses on financial assets classified as at fair value through profit or loss are included in the Statement of Comprehensive Income as part of the "net gains or losses on financial assets at fair value through profit or loss".

NOTES TO THE UNAUDITED FINANCIAL STATEMENTS**3. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued)****Distribution policy**

In the absence of unforeseen circumstances, subject to the availability of distributable profits and in the absence of exceptional market conditions, the Directors expect to distribute to shareholders, on a bi-annual basis and after the deduction of expenses, part or all of the net income available for distribution by the APS Income Fund, the APS Regular Income Ethical Fund, the APS Diversified Bond Fund and the APS Global Equity Fund Distributable Classes. Any undistributed income will be reflected in the net asset value per share of the Sub-Funds. Distributions are classified as finance costs in the Statement of Comprehensive Income and are recognised in the accounting year in which they are paid.

Equalisation

In the case of distributor shares, the Company operates an equalisation account to ensure that the amount distributed in respect of each share will be the same for all shares notwithstanding different dates of issue of those shares. Accordingly, a sum equal to that part of the issue/redemption price of a share, which reflects income (if any) accrued up to the date of issue/redemption, will be deemed to be an equalization payment/charge and credited (in the case of share issues)/debited (in the case of share redemptions) by the Directors to the equalisation account.

Part of the first distribution to holders of shares in respect of which equalisation payments are made, will be paid out of the equalisation account.

Financial Instruments*(a) Financial Assets*

The Company classifies its financial assets as subsequently measured at amortised cost or measured at Fair Value through Profit or Loss ('FVTPL') on the basis of both:

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

Financial assets at amortised cost

A financial asset 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. Financial assets measured at amortised cost include certain term deposits, other receivables (representing amounts receivable for transactions contracted for but not yet delivered by the end of the period) and cash and cash equivalents.

An assessment of business models for managing financial assets is fundamental to the classification of a financial asset. The Company determines the business models at a level that reflects how groups of financial assets are managed together to achieve a particular business objective.

For financial assets at amortised cost, appropriate allowances for Expected Credit Losses ('ECLs') are recognised in profit or loss in accordance with the Company's accounting policy on ECLs.

Financial assets at FVTPL

A financial asset is measured at FVTPL if 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 its contractual terms do not give rise on specified dates to cash flows that are solely payments of principal and interest on the principal amount outstanding.

At initial recognition, the Company may irrevocably designate a financial asset as measured at FVTPL when doing so eliminates or significantly reduces an accounting mismatch that would otherwise arise from measuring assets or liabilities or recognising the gains and losses on them on different bases.

NOTES TO THE UNAUDITED FINANCIAL STATEMENTS**3. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued)****Financial Instruments (continued)***(a) Financial Assets (continued)*Financial assets at FVTPL (continued)

The Company includes in this category, derivative contracts in an asset position, financial assets classified as held for trading, financial assets managed, evaluated and reported on a fair value basis in accordance with the Funds' documented investment strategy, and those financial investments and term deposits whose contractual cash flows do not solely represent payments of principal and interest, which are mandatorily measured at FVTPL.

*(b) Financial liabilities*Financial liabilities measured at amortised cost

Financial liabilities that are not classified at FVTPL are classified at amortised cost. Financial liabilities measured at amortised cost include other payables (representing amounts payable for transactions contracted for but not yet delivered by the end of the period) and overdrawn bank balances.

Financial liabilities measured at FVTPL

A financial liability is measured at FVTPL if it meets the definition of held for trading. The Company includes in this category, derivative financial liabilities.

Recognition, derecognition and measurement

Regular purchases and sales of financial assets are recognised on trade date, the date on which the Company commits to purchase or sell the asset. Financial assets or financial liabilities are initially recognised at fair value, and transaction costs for all financial instruments carried at FVTPL are expensed as incurred. Financial assets are derecognised when the rights to receive cash flows expire or when the entity transfers the financial asset and the transfer qualifies for derecognition. Financial liabilities are derecognised when they are extinguished. This occurs when the obligation specified in the contract is discharged, cancelled or expires.

Financial assets and financial liabilities are off set and the net amount presented in the Statement of Financial Position when the company has a legally enforceable right to set off the recognised amounts and intends either to settle on a net basis or to realise the asset and settle the liability simultaneously.

Subsequent to initial recognition, all financial assets and financial liabilities at FVTPL are measured at fair value. Realised and unrealised gains and losses arising from changes in the fair value of the financial assets and liabilities at FVTPL category are included in the Statement of Comprehensive Income in the period in which they arise. Interest and dividends earned or paid on these instruments are recorded in 'other net gains/ (losses) on financial assets and financial liabilities at fair value through profit or loss' and 'dividend income' in the Statement of Comprehensive Income.

Financial assets, other than those classified as at FVTPL, are measured at amortised cost using the effective interest method less any allowance for impairment. Interest income, foreign exchange gains and losses and impairment are recognised in the Statement of Comprehensive Income. Any gain or loss on derecognition is recognised in the Statement of Comprehensive Income.

Financial liabilities, other than those classified as at FVTPL, are measured at amortised cost using the effective interest method.

The fair value of financial instruments listed or dealt on a regulated market, is based on the latest available dealing price, appearing to the Directors. The fair values of unquoted investments are established by using valuation techniques. These include reference to recent financial statements and similar financial instruments as well as option pricing models.

NOTES TO THE UNAUDITED FINANCIAL STATEMENTS**3. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued)****Financial Instruments (continued)***Impairment*

The Company recognises a loss allowance for ECLs on the following- financial assets at amortised cost.

Under IFRS 9, loss allowances are measured on either of the following bases:

- 12-month ECLs: these are ECLs that result from possible default events within the 12 months after the reporting date; and
- Lifetime ECLs: these are ECLs that result from all possible default events over the expected life of a financial instrument.

The Company measures loss allowances at an amount equal to lifetime ECLs, except for the following, which are measured as 12-month ECLs:

- Financial assets that are determined to have a low credit risk at the reporting date; and
- Other financial assets for which credit risk (i.e. the risk of default occurring over the expected life of the financial instrument) has not increased significantly since initial recognition.

A financial instrument is determined to have low credit risk if i) the financial instrument has a low risk of default, ii) the borrower has a strong capacity to meet its contractual cash flow obligations in the near term and iii) adverse changes in economic and business conditions in the longer term may, but will not necessarily, reduce the ability of the borrower to fulfil its contractual cash flow obligations. The Company considers a financial asset to have low credit risk when it has an internal or external credit rating of 'investment grade' as per globally understood definitions. To the extent applicable, the Company has applied the low credit risk assumption for the following classes of financial assets- cash at bank and term deposits.

When determining whether the credit risk of a financial asset has increased significantly since initial recognition and when estimating ECLs, the Company considers reasonable and supportable information that is relevant and available without undue cost or effort. In this regard, the Company has an internal credit scoring system in place that analyses the credit quality of the counterparties accordingly. Such credit scoring system takes into consideration both quantitative and qualitative information and analysis, based on the Company's historical experience and informed credit assessment, and also considers the counterparties' macroeconomic context.

The Company has elected the rebuttable presumption from IFRS 9 by assuming that the credit risk on a financial asset has increased significantly if the financial asset is more than 30 days past due.

Moreover, unless the low credit risk assumption is applied, if the counterparty becomes downgraded by two notches (or more) based on the credit score assessment, the Company deems the financial asset's credit risk to have increased significantly.

Moreover, the Company considers a financial asset to be in default when:

- The borrower is unlikely to pay its credit obligations to the Company in full, without recourse by the Company to actions such as realizing security (if any is held); or
- The financial asset is more than 90 days past due.

The maximum period considered when estimated ECLs is the maximum contractual period over which the Company is exposed to credit risk.

NOTES TO THE UNAUDITED FINANCIAL STATEMENTS**3. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued)****Financial Instruments (continued)***Impairment (continued)*

A financial asset is credit-impaired when one or more events that have a detrimental impact on the estimated future cash flows of that financial asset have occurred. Evidence that a financial asset is credit-impaired includes observable data about the following events: significant financial difficulty; a breach of contract, such as a default or past due event; the lender(s) of the borrower, for economic or contractual reasons relating to the borrower's financial difficulty, having granted to the borrower a concession(s) that the lender(s) would not otherwise consider; it is becoming probable that the borrower will enter bankruptcy or other financial reorganisation; or the disappearance of an active market for that financial asset because of financial difficulties.

The Company writes off a financial asset when there is information indicating that the counterparty is in severe financial difficulty and there is no realistic prospect of recovery.

For financial assets, the credit loss is the difference between all contractual cash flows that are due to the Company in accordance with the contract and all the cash flows that the Company expects to receive, discounted at the original effective interest rate. ECLs represent the weighted average of credit losses with the respective risks of a default occurring as the weights.

Under IFRS 9, the Company has incorporated forward-looking information, where applicable. A third party provider has been engaged to provide forward-looking PDs and LGDs.

Share capital

The share capital of the Sub-Funds is redeemable at the shareholders' option and is classified as a financial liability. The shares can be put back to the Sub-Funds at any dealing day for cash equal to a proportionate share of the Sub-Funds' net asset value. The share capital is carried at the redemption amount that is payable at the balance sheet date if the shareholder exercised its right to put the share back to the Fund. Such net asset value per share would be payable in the case where the balance sheet date is a dealing day.

Cash and cash equivalents

Cash and cash equivalents in the Statement of Financial Position comprise only deposits held at call with banks, that are readily convertible to the known amounts of cash and which are subject to insignificant risk of changes in value.

For the purpose of the Statement of Cash Flows, cash and cash equivalents are presented net of outstanding bank overdraft, when applicable.

Significant accounting judgements, estimates and assumptions

The preparation of these financial statements requires management to make judgements, estimates and assumptions that affect the reported amounts recognised in the financial statements. However, uncertainty about these assumptions and estimates could result in outcomes that could require a material adjustment to the carrying amount of the asset or liability affected in future periods. Judgements, estimates and assumptions are continually evaluated and based on experience and other factors including expectations of future events that are believed to be reasonable under the circumstances.

In the process of applying the Fund's accounting policies, management has made the following judgements, which have the most significant effect on the amounts recognised in the financial statements.

NOTES TO THE UNAUDITED FINANCIAL STATEMENTS**3. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued)****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.

Functional currency

The primary objective of the Fund is to generate returns in euro, its capital-raising currency. The liquidity of the Fund is managed on a day-to-day basis in euro in order to handle the issue, acquisition and resale of the Fund's redeemable shares. The Fund's performance is evaluated in euro. Therefore, the management considers the euro as the currency that most faithfully represents the economic effects of the underlying transactions, events and conditions.

In the opinion of the Directors, the accounting estimates and judgements made in the course of preparing these financial statements are not difficult, subjective or complex to a degree which would warrant their description as critical in terms of the requirements of International Accounting Standard ("IAS") 1 (revised).

4. INITIAL APPLICATION OF AN INTERNATIONAL FINANCIAL REPORTING STANDARD AND INTERNATIONAL FINANCIAL REPORTING STANDARDS IN ISSUE BUT NOT YET EFFECTIVE***Initial application of an International Financial Reporting Standard***

At the date of authorisation of the financial statements, there were a number of standards and interpretations which were in issue but not yet effective. The Fund is assessing the impact of these standards and anticipates that the adoption of these standards and interpretations in future periods will not have a significant impact on its financial statements.

Description**Effective date**

Reference to the Conceptual Framework (Amendments to IFRS 3)	1 January 2022
Amendments to IAS 16 – Property, plant and equipment – proceed before intended use	1 January 2022
Amendments to IFRS 9 (as part of the 2018 – 2020 Annual Improvements Cycle) – Financial Instruments	1 January 2022

In the opinion of the Directors of the Fund, these standards, amendments to standards and interpretations will clearly not impact the Fund as the Fund has no application to the above-mentioned standards.

5. NET ASSET VALUE PER SHARE

The net asset value per share of the APS Income Fund, the APS Regular Income Ethical Fund, the APS Diversified Bond Fund and the APS Global Equity Fund is determined by dividing net assets attributable to a class by the number of shares in issue for the same class irrespective of the class being either an accumulator class or a distributor class.

The NAV per Redeemable Share Class is based on the net assets attributable to holders of each Class at the balance sheet date and on the period - end number of shares in issue for each Class.

NOTES TO THE UNAUDITED FINANCIAL STATEMENTS**6. DIVIDEND DISTRIBUTION**

Distributions reflected in the relative Statement of Comprehensive Income for the period ended 30 June 2022:

	Ex-dividend date	Rate per Share	Distribution paid
APS Income Fund Distributor Shares	31 December 2021	€1.3949	€744,882
APS Regular Income Ethical Fund Distributor Shares Class EUR B	31 March 2022	€0.0163	€79,052
APS Regular Income Ethical Fund Distributor Shares Class EUR D	31 March 2022	€0.0161	€220,995
APS Diversified Bond Fund Distributor Shares Class EUR B	31 March 2022	€0.0140	€580,372
APS Diversified Bond Fund Distributor Shares Class EUR D	31 March 2022	€0.0140	€81,803
APS Diversified Bond Fund Distributor Shares Class GBP G	31 March 2022	£0.0142	€20,305
APS Global Equity Fund Distributor Shares Class GBP G	31 March 2022	€0.0161	€123,150

Distributions reflected in the relative Statement of Comprehensive Income for the period ended 30 June 2021:

	Ex-dividend date	Rate per Share	Distribution paid
APS Income Fund Distributor Shares	30 December 2020	€1.2464	€655,725
APS Regular Income Ethical Fund Distributor Shares Class EUR B	23 March 2021	€0.0079	€69,167
APS Regular Income Ethical Fund Distributor Shares Class EUR D	23 March 2021	€0.0078	€90,372
APS Diversified Bond Fund Distributor Shares Class EUR B	23 March 2021	€0.0103	€421,096
APS Diversified Bond Fund Distributor Shares Class EUR D	23 March 2021	€0.0103	€48,028
APS Diversified Bond Fund Distributor Shares Class GBP G	23 March 2021	£0.0101	€11,572

A final dividend of 1.36478 per share which amounted to a distribution of 672,945 was declared by the Directors on 30 June 2022 with respect to the distributor shares of the APS Income Fund. This declared distribution will be reflected in the Statement of Comprehensive Income for the year ending 31 December 2022.

7. CASH AND CASH EQUIVALENTS

For purpose of the Statement of Cash Flows, the period end cash and cash equivalents comprise bank balances held at call as follows:

	30.06.2022	% of net assets	30.06.2021	% of net assets
	€		€	
APS Funds SICAV p.l.c.	10,756,130	6.46	7,303,398	3.86
APS Income Fund	2,682,155	3.54	1,701,227	1.90
APS Regular Income Ethical Fund	2,935,203	8.29	2,856,087	7.24
APS Diversified Bond Fund	4,055,422	9.09	2,246,263	4.37
APS Global Equity Fund	1,082,150	10.18	498,621	5.46

NOTES TO THE UNAUDITED FINANCIAL STATEMENTS

7. CASH AND CASH EQUIVALENTS (Continued)

The APS Income Fund has a Lombard Loan facility with Swissquote Bank Limited. The facility is provided in euro for an amount equivalent to CHF2,000,000, and is covered by a general pledge on the assets of the fund.

The APS Diversified Bond Fund has a Lombard Loan facility with Swissquote Bank Limited. The facility is provided in euro for an amount equivalent to CHF2,000,000, and is covered by a general pledge on the assets of the fund.

The APS Global Equity Fund has a Lombard loan facility with Swissquote Bank Limited. The facility is provided in Euro for an amount equivalent to CHF1,000,000, and is covered by a general pledge on the assets of the Sub-Fund.

The Company will pledge investments held by the Sub-Funds as a guarantee for the repayment of all sums of money which might become due to the bank, by way of capital and interest, in relation to the respective aforesaid loan and other banking facilities.

PORTFOLIO STATEMENT**APS INCOME FUND**

		<i>Market Value 30.06.2022 €</i>	<i>% of net assets</i>
Quoted Foreign Bonds			
3.38%	Aroundtown Sa	368,125	0.49
6.25%	Banca Popolare Sondrio 2029	401,500	0.53
5.13%	Petroleos Mexicanos 2023	551,903	0.73
3.63%	Sappi Papier Holding Gmbh 2028	330,980	0.44
5.60%	Ses Sa	385,500	0.51
6.00%	Teva Pharm Fnc NI II 2025	486,325	0.64
5.63%	Ngg Finance P.l.c. 2073	381,675	0.50
4.88%	Vodafone Group P.l.c. 2078	371,510	0.49
3.00%	Cnac Hk Finbridge Co Ltd	329,757	0.43
4.25%	Huarong Finance 2017 Co 2027	290,425	0.38
5.75%	Melco Resorts Finance 2028	308,480	0.41
2.88%	Xiomi Best Time Intl 2031	297,112	0.39
Foreign Government Bonds			
2.25%	Poland Government Bond 2024	284,957	0.38
Quoted Local Corporate Bonds			
4.00%	Cablenet Communication Sys Unsecured Bonds 2030	1,045,200	1.38
4.00%	Malta Properties Co P.l.c. 2032	277,400	0.37
4.25%	Corinthia Finance 2026	86,182	0.11
4.25%	IZI Finance P.l.c. 2029	559,715	0.74
3.25%	APS Bank P.l.c. Unsecured Subordinated Bonds 2030	1,470,000	1.94
3.75%	AX Investments 2029	438,277	0.58
6.00%	AX Investments 2024	923,261	1.22
3.50%	Bank Of Valletta P.l.c. 2030	2,421,849	3.19
3.50%	Bank Of Valletta P.l.c. 2030	1,180,548	1.56
3.75%	Bank Of Valletta P.l.c. 2031	870,000	1.15
4.50%	BNF Bank P.l.c. 2027-2032	500,000	0.66
4.00%	Eden Finance 2027	1,902,364	2.51
3.50%	Go P.l.c. 2031	1,348,700	1.78
5.00%	Halmann Vella Group 2024	720,897	0.95
4.50%	Hili Properties P.l.c. 2025	249,589	0.33
4.00%	IHI P.l.c. 2026	468,700	0.62
4.00%	International Hotel Inv 2026	409,940	0.54
5.75%	International Hotel Inv 2025	193,719	0.26
5.80%	International Hotel Inv 2023	343,308	0.45
6.00%	Island Hotels Grp Hldg 2024	1,129,695	1.49
4.50%	Izola Bank P.l.c.	1,183,316	1.56
5.30%	Mariner Finance 2029	436,752	0.58
4.00%	MeDirect Bank Malta P.l.c. 2029	607,020	0.80
5.00%	Mediterranean Bank P.l.c. 2027	1,009,000	1.33
5.00%	Mediterranean Investment 2022	282,400	0.37
5.50%	Mediterranean Investment 2023	250,000	0.33
4.50%	Medserv P.l.c. 2026	518,075	0.68
6.00%	Medserv P.l.c. 2023	324,109	0.43
3.65%	Mizzi 2031	492,000	0.65
4.15%	Phoenicia Fin Co P.l.c. 2028	1,367,109	1.80
3.75%	Premier Capital P.l.c. 2026	2,293,912	3.02

APS INCOME FUND (continued)

	<i>Market Value 30.06.2022 €</i>	<i>% of net assets</i>
Quoted Local Corporate Bonds (continued)		
5.10% Ptl Holdings P.l.c. 2024	432,755	0.57
4.35% Sd Finance P.l.c.	2,235,442	2.95
3.50% Simonds Farsons Cisk 2027	626,382	0.83
3.65% Stivala Gr Finance P.l.c. 2029	91,809	0.12
4.00% Stivala Gr Finance P.l.c. 2027	522,077	0.69
3.75% Tum Invest P.l.c. 2029	715,121	0.94
5.00% Tumas Investments 2024	222,200	0.29
3.75% Tumas Investments P.l.c. 2027	548,064	0.72

Quoted Local Equities

APS Bank P.l.c.	627,000	0.83
Bank Of Valletta P.l.c.	765,728	1.01
Bmit Technologies P.l.c.	235,235	0.31
GO P.l.c.	1,735,585	2.29
Hill Properties P.l.c.	391,104	0.51
Hsbc Bank Malta P.l.c.	649,205	0.86
Malta Investments P.l.c. -B Shs	914,016	1.20
Malta Intl Airport-A Shares	4,811,122	6.34
Mapfre Middlesea P.l.c.	249,613	0.33
Medserv P.l.c.	990,000	1.30
PG P.l.c.	1,828,008	2.41
Plaza Centres P.l.c.	546,272	0.72
RS2 Software P.l.c.	2,045,321	2.70
Simonds Farsons Cisk	1,441,664	1.90
Tigne Mall P.l.c.	1,154,659	1.52
Trident Estates P.l.c.	186,036	0.25

Quoted MGS Bonds (5 to 15 years)

1.00% Malta Government 2031	3,783,140	4.99
1.00% Malta Government 2035	958,000	1.26
1.80% Malta Government 2051	475,000	0.63
2.30% Malta Government 2029	1,128,970	1.49
0.90% Malta Government 2031	1,300,350	1.71
2.40% Malta Government 2041	257,680	0.34
1.50% Malta Government 2027	3,909,375	5.15
1.20% Malta Government 2037	1,593,600	2.10
2.50% Malta Government 2036	78,180	0.10
2.10% Malta Government 2039	2,787,406	3.67
3.00% Malta Government 2040	87,000	0.11
1.60% Malta Government Stock 2032	910,600	1.20

Term Deposits

APS Bank P.l.c.	1,300,000	1.72
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Derivatives - Forward Forex Contracts

	<i>Notional Amount</i>	<i>Fair value</i>	<i>% of net assets</i>
Sale Of Euro Against Great Britain Pound Maturing On 12 July 2022	777,829	18,936	0.02

APS REGULAR INCOME ETHICAL FUND

		Market Value 30.06.2022 €	% of net assets
Foreign Government Bonds			
2.75%	Romani 2026	309,910	0.87
0.50%	New Zealand Government 2024	1,041,056	2.94
2.25%	Poland Government Bond 2024	341,948	0.97
2.50%	Us Treasury N/B 2045	571,644	1.61
1.63%	Us Treasury N/B 2026	923,999	2.61
2.38%	Us Treasury N/B 2051	1,750,622	4.94
2.88%	Us Treasury N/B 2052	728,634	2.06
1.63%	Us Treasury N/B 2050	475,079	1.34
8.88%	Republic Of South Africa 2035	685,225	1.93
0.00%	Bundesrepub. Deutschland 2052	521,415	1.47
0.20%	Bundesschatzanweisungen 2024	1,288,404	3.64
2.75%	Croatia 2030	571,380	1.61
0.00%	France (Govt Of) 2025	1,313,280	3.71
2.88%	Obrigacoes Do Tesouro 2025	347,094	0.98
0.75%	Hellenic Republic 2031	684,714	1.93
Quoted Foreign Bonds			
4.38%	Accor Sa	262,293	0.74
1.88%	Ageas 2051	229,125	0.65
3.10%	Allianz Se 2047	289,875	0.82
2.00%	Ardagh Metal Packaging 2028	236,535	0.67
3.38%	Aroundtown Sa	220,875	0.62
3.38%	Asr Nederland Nv 2049	279,045	0.79
2.88%	At&T Inc	261,000	0.74
2.00%	Barclays P.l.c. 2028	296,250	0.84
1.87%	British Telecommunication 2080	253,875	0.72
10.13%	Carnival Corp 10.2026	306,100	0.86
2.50%	Citycon Treasury Bv 2024	331,545	0.94
1.88%	Enbw 2080	168,250	0.48
2.63%	Eni Spa 2020	409,400	1.16
1.00%	Erste Group Bank Ag 2030	361,380	1.02
2.12%	Ferrovial Nl Bv	248,625	0.70
1.00%	Goldman Sachs Group Inc 2033	220,589	0.62
1.83%	Iberdrola Intl Bv 2099	291,000	0.82
3.63%	Infineon Technologies Ag 2049	262,125	0.74
1.25%	Informa P.l.c. 2028	305,876	0.86
1.50%	Intl Consolidated Airlin 2027	270,804	0.76
0.63%	KBC Group Nv 2031	166,250	0.47
4.38%	Mapfre Sa 2047	286,875	0.81
4.63%	Nn Group Nv 2048	230,700	0.65
2.50%	Omv Ag 2099	343,500	0.97
1.75%	Orsted A/S 2019	358,063	1.01
1.38%	Raiffeisen Bank Intl 2033	211,125	0.60
1.63%	Rci Banque Sa 2025	132,720	0.37
4.25%	Repsol Intl Finance 2049	128,250	0.36
4.50%	Repsol Intl Finance 2075	257,513	0.73
3.63%	Sappi Papier Holdng Gmbh 2028	297,882	0.84
4.25%	Solvay Sa	192,500	0.54

APS REGULAR INCOME ETHICAL FUND (continued)

		Market Value 30.06.2022 €	% of net assets
Quoted Foreign Bonds (continued)			
3.13%	Sse P.l.c. 2020	330,600	0.93
1.88%	Storebrand Livsforsikrin 2051	151,250	0.43
6.00%	Teva Pharm Fnc NI II 2025	194,530	0.55
2.50%	Thyssenkrupp Ag 2025	298,565	0.84
1.63%	Total Se 2099	357,750	1.01
2.13%	Unibail Rodamco Se	220,875	0.62
5.75%	Unipolsai Assicurazioni Spa	209,088	0.59
5.63%	Ngg Finance P.l.c. 2073	299,888	0.85
4.88%	Vodafone Group P.l.c. 2078	212,292	0.60
7.00%	HTA Group Ltd 2025	161,652	0.46
2.38%	Sk Hynix Inc 2031	188,649	0.53
4.13%	Verizon Communications 2027	261,157	0.74
Quoted Foreign Equities			
	Abb Ltd	279,819	0.79
	Allianz Ag Holding	167,550	0.47
	Asml Holding Nv	225,646	0.64
	Axa Eur	368,220	1.04
	Banco Bilbao Vizcaya Argenta	242,508	0.68
	Bayerische Motoren Werke Ag	213,034	0.60
	Covestro Ag	112,132	0.32
	Danone	247,659	0.70
	Deutsche Post Ag	232,310	0.66
	Enel Spa	161,820	0.46
	Euroapi Sasu	2,604	0.01
	Euronext	303,810	0.86
	Industria De Diseno Textil	146,812	0.41
	Ing Groep N.V.	322,550	0.91
	Intesa Sanpaolo	277,230	0.78
	KBC Group Nv (Bb)	267,700	0.76
	Mercedes-Benz Group Ag	165,660	0.47
	Sam: Sanofi Sa	385,360	1.09
	Sap Se	286,869	0.81
	Telefonica Sa	425,425	1.20
	TELEFONICA SA	12,425	0.04
	Total Se T	728,249	2.06
	Barratt Developments P.l.c.	159,402	0.45
	Glaxosmithkline P.l.c.	414,489	1.17
	Rio Tinto P.l.c.	228,451	0.64
	Taylor Wimpey P.l.c.	149,057	0.42
	Abbvie Inc	399,803	1.13
	Bristol-Myers Squibb Co	259,846	0.73
	Cisco Systems Inc	203,931	0.58
	Citi Group Inc	299,136	0.84
	Delta Air Lines Inc	144,095	0.41
	Microsoft Corp	515,896	1.46
	Nextera Energy Inc	222,277	0.63
	Samsung Electr-Gdr	124,185	0.35
	Sk Telecom Co Ltd-Spon Adr	175,046	0.49

APS REGULAR INCOME ETHICAL FUND (continued)

	<i>Market Value 30.06.2022 €</i>	<i>% of net assets</i>	
<i>Quoted Foreign Equities (continued)</i>			
Sony Group Corp - Sp Adr	179,895	0.50	
Southwest Airlines Co	172,749	0.49	
The Walt Disney Co	234,770	0.66	
Viatis Inc	250,370	0.71	
Derivatives - Forward Forex Contracts			
	<i>Notional Amount</i>	<i>Fair value</i>	<i>% of net assets</i>
Sale Of Euro Against Great Britain Pound Maturing On 12 July 2022	1,480,197	36,035	0.10
Sale Of Euro Against United States Dollar Maturing On 12 July 2022	4,396,547	(54,464)	(0.15)

APS DIVERSIFIED BOND FUND

		Market Value 30.06.2022 €	% of net assets
Exchange Traded Funds			
Ishares Jpm Em Lcl Gov Bndeur		685,080	1.53
Ishares Jpm Usd Em Bnd Eur-H		382,812	0.86
Foreign Government Bonds			
0.00%	Bonos Y Oblig Del Estado 2025	960,890	2.15
0.20%	Bundesschatzanweisungen 2024	4,162,536	9.33
0.00%	Bundesrepub. Deutschland 2052	736,116	1.65
2.75%	Croatia 2030	761,840	1.71
0.00%	France (Govt Of) 2025	486,400	1.09
2.88%	Obrigacoes Do Tesouro 2025	525,900	1.18
2.75%	Romani 2026	422,604	0.95
2.88%	Russian Federation 2025	80,000	0.18
0.50%	New Zealand Government 2024	1,519,378	3.40
2.25%	Poland Government Bond 2024	942,257	2.11
1.88%	Us Treasury N/B 2032	3,128,198	7.01
2.38%	Us Treasury N/B 2051	1,180,652	2.65
2.88%	Us Treasury N/B 2052	910,792	2.04
8.88%	Republic Of South Africa 2035	929,949	2.08
3.38%	Republic Of Indonesia 2025	366,964	0.82
0.70%	Republic Of Philippines 2029	414,295	0.93
0.75%	Hellenic Republic 2031	899,910	2.02
5.63%	North Macedonia 2023	436,623	0.98
7.75%	Mex Bonos Desarr Fix Rt 2042	1,463,878	3.28
7.60%	Egypt 2029	314,220	0.70
Quoted Foreign Bonds			
2.03%	Prosus Nv Sr 2032	309,375	0.69
4.38%	Accor Sa	262,293	0.59
3.38%	Aroundtown Sa	294,500	0.66
2.88%	At&T Inc	261,000	0.58
6.25%	Banca Popolare Sondrio 2029	200,750	0.45
6.00%	Banco Bilbao Vizcaya Arg 2019	187,414	0.42
1.00%	Banco Bilbao Vizcaya Arg 2030	269,625	0.60
3.75%	Bayer Ag 2074	292,500	0.66
3.25%	Bp Capital Markets P.l.c. 2049	361,000	0.81
1.87%	British Telecommunication 2080	296,188	0.66
10.13%	Carnival Corp 2026	197,484	0.44
4.50%	Citycon Oyj 2019	170,892	0.38
3.13%	Contourglobal Power Hldg 2028	194,117	0.43
4.38%	Cooperatieve Rabobank Ua 2027	351,500	0.79
3.75%	Cpi Property Group Sa	173,673	0.39
2.63%	Eni Spa 2020	356,000	0.80
1.00%	Erste Group Bank AG 2030	451,725	1.01
2.88%	Eurofins Scientific Se	246,250	0.55
3.75%	Faurecia 2028	192,837	0.43
0.00%	Ferrovial NI Bv	207,187	0.46
3.13%	Gazprom (Gaz Capital Sa) 2023	66,000	0.15
5.25%	Hsbc Holdings P.l.c. 2022	344,750	0.77
3.75%	Intesa Sanpaolo Spa 2049	238,875	0.54
1.13%	Jde Peet'S Nv 2033	283,820	0.64
0.63%	Kbc Group Nv 2031	249,375	0.56
4.75%	Kbc Group Nv 2019	188,750	0.42
3.75%	Kronos International Inc 2025	221,865	0.50

APS DIVERSIFIED BOND FUND (continued)

		Market Value 30.06.2022 €	% of net Assets
Quoted Foreign Bonds (continued)			
4.38%	Mapfre Sa 2047	382,500	0.86
2.75%	Ntpc Ltd 2027	416,583	0.93
2.50%	Omv Ag 2099	429,375	0.96
1.75%	Orsted A/S – 2019	252,750	0.57
1.88%	Perusahaan Listrik Negar 2031	299,312	0.67
5.13%	Petroleos Mexicanos 2023	250,865	0.56
4.50%	Repsol Intl Finance 2075	190,750	0.43
2.20%	Russian Rail 2027	52,000	0.12
3.63%	Sappi Papier Holdng Gmbh 2028	206,863	0.46
5.63%	Ses Sa	240,938	0.54
4.25%	Solvay Sa	192,500	0.43
6.00%	Teva Pharm Fnc NI II 2025	243,163	0.54
1.63%	Total Se 2099	397,500	0.89
3.75%	Tum Invest P.l.c. 2029	101,450	0.23
2.13%	Unibail Rodamco Se	294,500	0.66
5.38%	Unicredit Spa 2025	301,000	0.67
5.75%	Unipolsai Assicurazioni Spa	243,125	0.54
3.00%	Vattenfall Ab Tv	391,500	0.88
5.63%	Ngg Finance P.l.c. 2073	299,888	0.67
8.25%	Virgin Money Uk P.l.c. 2022	275,710	0.62
4.88%	Vodafone Group P.l.c. 2078	212,292	0.48
7.75%	Mex Bonos Desarr Fix Rt 2042	1,463,878	3.28
3.25%	Adnic_Indian Rai 2021	415,667	0.93
3.43%	Ccci Treasure	460,414	1.03
3.75%	Cdel 2031	427,448	0.96
3.55%	Clp Power	271,293	0.61
3.00%	Cnac Hk Finbridge Co Ltd 2030	247,317	0.55
5.75%	Harsco Corp 2027	234,588	0.53
7.00%	Hta Group Ltd 2025	202,066	0.45
4.25%	Huarong Finance 2017 Co 2027	248,936	0.56
5.75%	Melco Resorts Finance 28	185,088	0.41
4.00%	Oil India International Ltd 2027	275,112	0.62
4.38%	Scentre Group Trust 2030	463,271	1.04
4.75%	Softbank Group Corp 2024	220,001	0.49
6.50%	Studio City Finance Ltd 2028	159,979	0.36
2.88%	Xiaomi Best Time Intl 2031	222,834	0.50

APS DIVERSIFIED BOND FUND (continued)

	Market Value 30.06.2022 €	% of net Assets
Quoted Local Corporate Bonds		
4.00% Cablenet Communication Sys Unsecured Bonds 2030	231,150	0.52
3.50% Bank Of Valletta P.l.c. 2030	301,500	0.68
4.00% MeDirect Bank Malta P.l.c. 2029	103,515	0.23
3.50% Go P.l.c. 2031	98,000	0.22
4.50% Medserv P.l.c. 2026	96,100	0.22
4.00% Ihi P.l.c. 2026	241,600	0.54
3.75% Tum Invest P.l.c. 2029	101,450	0.23
6.00% Medserv P.l.c. 2023	202,000	0.45
4.15% Phoenicia Fin Co P.l.c. 2028	279,397	0.63
4.35% SD Finance P.l.c. 2027	252,000	0.56

Quoted Malta Government Bonds

4.50% Malta Government 2028	329,459	0.74
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Derivatives - Forward Forex Contracts

	Notional Amount	Fair value	% of net assets
Sale of Sterling against Euro maturing on 12 July 2022	240,000	2,900	0.01
Sale of Sterling against Euro maturing on 12 July 2022	1,365,000	38,579	0.09
Sale of United States Dollar against Euro maturing on 12 July 2022	3,125,000	(125,063)	(0.29)
Sale of United States Dollar against Euro maturing on 12 July 2022	7,100,000	(82,169)	(0.19)
Sale of Sterling against Euro maturing on 19 July 2022 (class GBP G)	65,068	(360)	0.00
Purchase of Sterling against Euro maturing on 12 July 2022	(225,000)	(1,210)	0.00
Purchase of Sterling against Euro maturing on 12 July 2022	(310,000)	(784)	0.00
Purchase of Sterling against Euro maturing on 12 July 2022	(385,000)	(5,820)	(0.02)
Purchase of Sterling against Euro maturing on 12 July 2022	(50,000)	(1,279)	0.00
Purchase of United States Dollar against Euro maturing on 12 July 2022	(120,000)	2,669	0.01
Purchase of United States Dollar against Euro maturing on 12 July 2022	(500,000)	(1,271)	0.00
Purchase of Sterling against Euro maturing on 19 July 2022 (class GBP G)	(1,119,305)	(42,777)	(0.10)

APS GLOBAL EQUITY FUND

	Market Value 30.06.2022 €	% of net assets
<i>Quoted Foreign Equities</i>		
Abb Ltd	87,761	0.83
Dr Roche Holding Ltd (Rog)	75,431	0.71
Dufn Sw	98,050	0.92
Nestle Sa-Reg	113,237	1.06
Airbus Group Se (Fp)	115,840	1.09
Asml Holding Nv	149,519	1.41
Axa Eur	147,331	1.39
Banco Bilbao Vizcaya Argenta	79,664	0.75
Bayerische Motoren Werke Ag	117,169	1.10
Covestro Ag	77,173	0.73
Danone	98,744	0.93
Deutsche Post Ag	91,316	0.86
Enel Spa	79,751	0.75
Euroapi Sasu	783	0.01
Euronext	227,390	2.14
Industria De Diseno Textil	89,080	0.84
Ing Groep N.V.	176,577	1.66
Intesa Sanpaolo	100,278	0.94
Malta Intl Airport	148,155	1.39
Sam: Sanofi Sa	117,053	1.10
Sap Se Equity	74,238	0.70
Siemens Ag	69,419	0.65
Spie Sa - W/I	142,830	1.34
Telefonica Sa	229,734	2.16
TELEFONICA SA	6,710	0.06
Total Se T	204,956	1.93
Unilever Nv-Aps	114,105	1.07
Bae Systems P.l.c.	223,115	2.10
Barratt Developments P.l.c.	56,311	0.53
British American Tobacco P.l.c.	110,143	1.04
Glaxosmithkline P.l.c.	174,049	1.64
Intl Consolidated Airline-Di	72,585	0.68
Lloyds Banking Group P.l.c.	110,905	1.04
Phoenix Group Holdings P.l.c.	140,974	1.33
Rio Tinto P.l.c.	57,113	0.54
Rolls-Royce Holding P.l.c.	112,721	1.06
Taylor Wimpey P.l.c.	60,006	0.56
Jd.Com Inc	1,602	0.02
Tencent Holdings Ltd	64,801	0.61
Sony Corp	54,682	0.51
Aapl Us Equity	305,493	2.87
Abbott Laboratories	96,652	0.91
Abbvie Inc	83,506	0.79
Air Products &	116,163	1.09
Alibaba Group Holding Ltd_	77,965	0.73
Alphabet Inc - Class A	256,396	2.41
Amazon.Com Inc	154,421	1.45
American Tower Corp	150,843	1.42
At&T Inc	73,780	0.69

APS GLOBAL EQUITY FUND (continued)

	Market Value 30.06.2022 €	% of net assets
Quoted Foreign Equities (continued)		
Booking Holdings Inc (Us)	115,434	1.09
Bristol-Myers Squibb Co	142,002	1.34
Broadcom Inc	239,780	2.25
Cisco Systems Inc	112,896	1.06
Citi Group Inc	174,599	1.64
Coca-Cola Co/The	110,542	1.04
Delta Air Lines Inc	96,738	0.91
Digital Realty Trust Inc	129,277	1.22
Exxon Mobil Corp	327,831	3.08
Fedex Corp	197,988	1.86
General Electric Co	74,909	0.70
Goldman Sachs Group	190,920	1.80
Hilton Worldwide Holdings In	134,203	1.26
Innovative Industrial Properties	51,181	0.48
Johnson & Johnson	162,662	1.52
Microsoft Corp	335,086	3.15
Newmont Corp	175,394	1.65
Nextera Energy Inc	145,221	1.37
Nvidia Corp	146,595	1.38
Samsung Electr-Gdr	100,183	0.94
Sk Telecom Co Ltd-Spon Adr	100,770	0.95
Southwest Airlines Co	127,419	1.20
The Walt Disney Co	103,931	0.98
Viatis Inc	104,415	0.98
Visa Inc	152,548	1.43
Walmart Inc	96,757	0.91
Warner Bros Discovery Inc	11,428	0.11
Wynn Resorts Ltd	63,932	0.60
Quoted Local Equities		
APS Bank plc	58,542	0.55
Malta Intl Airport	148,155	1.39

<i>Derivatives - Forward Forex Contracts</i>	<i>Notional Amount</i>	<i>Fair value</i>	<i>% of net assets</i>
Sale of Swiss Franc against Euro maturing on 12 July 2022	295,000	(12,457)	(0.12)
Sale of Sterling against Euro maturing on 12 July 2022	630,000	4,159	0.04
Sale of Sterling against Euro maturing on 12 July 2022	50,000	316	0.00
Sale of Sterling against Euro maturing on 12 July 2022	320,000	9,044	0.09
Sale of United States Dollar against Euro maturing on 12 July 2022	5,800,000	(68,672)	(0.64)
Sale Of United States Dollar against Euro maturing on 12 July 2022	200,000	(5,211)	(0.05)
Purchase of Sterling against Euro maturing on 12 July 2022	(40,000)	(1,085)	(0.01)
Purchase of United States Dollar against Euro maturing on 12 July 2022	(250,000)	(980)	(0.01)
Purchase of United States Dollar against Euro maturing on 12 July 2022	(550,000)	6,806	0.06

STATEMENT OF CHANGES IN THE COMPOSITION OF THE PORTFOLIO

The composition of the portfolio, detailed in the Portfolio Statement on pages 34 to 44, in comparison with the Portfolio Statement as at 30 June 2022 stood as follows:

	<i>% of net assets 30.06.2022</i>	<i>% of net assets 31.12.2021</i>
APS Income Fund		
Quoted Local Equities	24.48	22.75
Quoted Local Corporate Bonds	41.18	34.50
Quoted Foreign Equities	0.00	1.34
Quoted Foreign Bonds	6.07	9.94
Quoted Malta Government Bonds	22.85	25.04
Foreign Government Bonds	0.38	2.11
Term deposit	1.73	1.47
Forwards	0.02	0.00
	<i>% of net assets 30.06.2022</i>	<i>% of net assets 31.12.2021</i>
APS Regular Income Ethical Fund		
Quoted Foreign Equities	27.41	29.94
Quoted Foreign Bonds	31.47	35.66
Foreign Government Bonds	32.83	27.77
Foreign Collective Investment Schemes	0.00	0.04
Forwards	(0.05)	(0.07)
	<i>% of net assets 30.06.2022</i>	<i>% of net assets 31.12.2021</i>
APS Diversified Bond Fund		
Quoted Local Corporate Bonds	4.35	3.74
Quoted Foreign Bonds	37.49	60.81
Quoted Malta Government Bonds	0.74	0.73
Foreign Government Bonds	46.63	31.35
Exchange Traded Funds	2.39	2.39
Forwards	(0.49)	(0.24)
	<i>% of net assets 30.06.2022</i>	<i>% of net assets 31.12.2021</i>
APS Global Equity Fund		
Quoted Local Equities	1.94	0.00
Quoted Foreign Equities	88.05	94.16
Forwards	(0.64)	(0.56)

Information about the Scheme

1. AUTHORISATION

The Company is licensed by the Malta Financial Services Authority as a Collective Investment Scheme pursuant to Section 6 of the Investment Services Act [Cap. 370 of the Laws of Malta].

2. INCOME

In the case of the distributor class of shares, the Company operates an equalisation account to ensure that the amount distributed in respect of each share will be the same for all shares notwithstanding different dates of issue of those shares. In the case of the accumulator class of shares, all income is accumulated within the price of the shares, and therefore, no equalisation is required.

3. UP-FRONT CHARGE AND OTHER FEES

APS Income Fund

Initial Fee

An initial charge of up to 1.5%, on the amount invested.

APS Regular Income Ethical Fund

Initial Fee

An initial charge of up to 2% of the amount invested in Class A - Accumulator/Class B - Distributor shares. An initial charge of up to 3.5% of the amount invested in Class C - Accumulator/Class D – Distributor shares.

APS Diversified Bond Fund

Initial Fee

An initial charge of up to 2% of the amount invested in Class A - Accumulator/Class B - Distributor shares. An initial charge of up to 3.5% of the amount invested in Class C - Accumulator/Class D – Distributor shares.

APS Global Equity Fund

Initial Fee

An initial charge of up to 3.5% of the amount invested.

Information about the Scheme

Management fee

On 7 April 2017 the Company appointed ReAPS Asset Management Limited to provide management services for fees.

The Manager receives a management fee of 0.75% per annum of the net asset value of the APS Income Fund.

In the case of APS Regular Income Ethical Fund, the Manager receives a management fee of up to 1.0% per annum of the net asset value for Class A and Class B shares, and up to 1.3% per annum of the net asset value for Class C and Class D shares.

In the case of APS Diversified Bond Fund the Manager receives a management fee of up to 1.0% per annum of the net asset value for Class A and Class B shares, and up to 1.25% per annum on the net asset value for Class C, Class D and Class G shares.

In the case of APS Global Equity Fund the Manager receives a management fee of up to 1.5% per annum of the net asset value for Class A and Class B shares.

Administration fee

As from 25 November 2021 onwards, the Company appointed Apex Fund Services (Malta) Limited as Administrator to provide administration services, under an agreement dated 25 August 2021.

The Sub-Fund accounting fee amount to:

€ 0 Million to € 50 Million	6.5 basis points per annum of NAV
€ 50 Million to € 100 Million	5 basis points per annum of NAV
Any amount over € 100 Million	4 basis points per annum of NAV

Subject to minimum and maximum capping of fees as follows:

APS Income Fund - Daily NAV

This fee is subject to a minimum fee of €30,000 per annum and a maximum fee of €48,000 per annum.

APS Regular Income Ethical Fund - Weekly NAV

This fee is subject to a minimum fee of €25,000 per annum and a maximum fee of €38,000 per annum.

APS Diversified Bond Fund - Weekly NAV

This fee is subject to a minimum fee of €25,000 per annum and a maximum fee of €40,000 per annum.

APS Global Equity Fund - Weekly NAV

This fee is subject to a minimum fee of €25,000 per annum and a maximum fee of €40,000, which fee shall be discounted to €20,000 until the Sub-Fund reaches a NAV of €10 Million.

Until 24 November 2021, BOV Fund Services Limited provided administration services, under an agreement signed on 7 April 2017 and revised on 23 October 2017, 25 May 2018, 23 January 2020 and 16 April 2020.

The Administrator, BOV Fund Services Limited, received for its services, a fee calculated as 0.13% per annum of the net asset value of the APS Income Fund. This fee is subject to a minimum fee of 25,000 per annum and a maximum fee of 42,000 per annum.

Information about the Scheme

Administration fee (continued)

In respect of the APS Regular Income Ethical Fund, the Administrator receives for its services a fee calculated as 0.13% per annum of the net asset value. This fee is subject to a minimum fee of 21,000 per annum and a maximum fee of 38,000 per annum.

In respect of the APS Diversified Bond Fund, the Administrator shall receive a fixed fee of 16,500 per annum for the first two years from the date of the launch of the sub-fund. Thereafter, the Administrator shall receive for its services a fee calculated as 0.14% per annum of the net asset value. This fee is subject to a minimum fee of 21,000 per annum and a maximum fee of 41,500 per annum.

In the case of APS Global Equity Fund the Administrator shall receive a fixed fee of 18,000 per annum for the first two years from the date of the launch of the sub-fund. Thereafter, the Administrator shall receive for its services a fee calculated as 0.125% for the first 25 million of NAV, 0.10% to be applied between 25 million and 50 million of NAV, 0.08% will be applied between 50 million and 75 million of NAV and 0.03% on NAV in excess of 75 million. This fee is subject to a minimum fee of 20,000 per annum with an additional 1,500 per annum for the Class B Distributor Share Class.

Custodian fee

As from 11 November 2019, the Company appointed Swissquote Financial Services (Malta) Limited to act as Custodian of the Company.

In the case of the APS Income Fund, Swissquote Financial Services (Malta) Limited receives a custody fee of 0.040% for the first €100 million of NAV and 0.035% for a NAV above €100 million, subject to a minimum of €1,000 per month.

In the case of the APS Regular Income Ethical Fund, Swissquote Financial Services (Malta) Limited receives a custody fee of 0.040% for the first €100 million of NAV and 0.035% for a NAV above €100 million, subject to a minimum of €1,000 per month.

In the case of the APS Diversified Bond Fund, Swissquote Financial Services (Malta) Limited receives a custody fee of 0.040% for the first €100 million of NAV and 0.035% for a NAV above €100 million, subject to a minimum of €1,000 per month.

In the case of the APS Global Equity Fund, Swissquote Financial Services (Malta) Limited receives a custody fee of 0.040% for the first €100 million of NAV and 0.035% for a NAV above €100 million, subject to a minimum of €1,000 per month.

4. TAX EXPENSE

The tax regime for collective investment schemes is based on the classification of funds into prescribed or non-prescribed funds in terms of the conditions set out in the Collective Investment Schemes (Investment Income) Regulations, 2001 as amended. In general, a prescribed fund is defined as a resident fund, which has declared that the value of its assets situated in Malta amount to at least 85% of the value of the total assets of the fund.

The APS Income Fund which is classified as a prescribed fund for income tax purposes, would be subject to Maltese tax on its investment income as defined in the Income Tax Act, at a rate of 10% or 15% depending on the nature of the income. No tax on capital gains should be incurred by resident investors upon the disposal of units in such a fund.

Information about the Scheme

The APS Regular Income Ethical Fund, the APS Diversified Bond Fund and the APS Global Equity Fund are classified as non-prescribed funds for Maltese income tax purposes and should not be subject to tax on their income or gains, but Maltese resident investors therein may be subject to a 15% withholding tax on capital gains realised on redemptions of units. However, the Maltese resident investor may request the Company not to effect the deduction of the said 15% withholding tax in which case the investor would be required to declare the gains in his income tax return and will be subject to tax at the normal rates of tax. Gains or profits derived on the transfer or redemption of units in any fund by investors who are not resident in Malta should not be chargeable to Maltese income tax, subject to the satisfaction of certain conditions.

In respect of distributions by the Company to the shareholders, dividends paid from Malta source taxed profits, Malta source profits which are exempt from tax up to the level of the ultimate shareholder, or profits received by the Company from the foreign income account of another Maltese company should not be subject to a withholding tax or to a further tax in the hands of the shareholders.

Distributions from the Company's Untaxed Account to a Maltese resident person (other than a company) or to a non-resident person who is owned and controlled by, directly or indirectly, or who acts on behalf of a person who is ordinarily resident and domiciled in Malta should, inter alia, be subject to a withholding tax of 15%. This withholding tax should be deducted by the Company and the dividend would be passed on to the Shareholders net of the tax. The Maltese resident individual investor may opt to declare such dividends paid from the Untaxed Account of the Company in his/her income tax return and in that case the 15% withholding tax would be available as a credit (or a refund, as the case may be) against the individual's tax liability.

Distributions from the Company's equalisation reserve are treated as dividends for income tax purposes and are likely to be subject to a withholding tax of 15% when paid to a Maltese resident person (other than a company).

In case of the Company's foreign investments, any capital gains, dividends, interest and other gains or profits may be subject to tax imposed by the country of origin concerned and such taxes may not be recoverable by the Company or by its shareholders.

5. RISK WARNINGS

Market Fluctuations

Investment in the Fund should be regarded as a long-term investment. The Fund's investments are subject to normal market fluctuations and the risks inherent in all investments, and there are no assurances that capital appreciation will occur.

The price of shares and the income derived from them (if any) can, from time to time, go down as well as up and investors may not realise the amount of their initial investment.

Past performance is no guarantee of future performance.

The value of the Fund, including the currency in which it is determined, may fall as well as rise.

Erosion of Capital

When redeeming a holding in the Funds, or part thereof, an investor should be aware that these redemptions will be made from the sale of shares in the Funds and may result in an erosion of capital.

In addition, deduction of the initial charge (where applicable) means that if an investor withdraws from the investment in the short-term she/he may not get back the amount he invested. Hence, investment in the Funds should be regarded as a long-term investment.

Information about the Scheme

Currency Fluctuations

Currency fluctuations between the base currency of the Fund, and

- (i) the investor's currency of reference, and,
- (ii) the currency of the underlying investments of the Fund, may adversely affect the value of investments and the income (if any) derived therefrom.

Investment on the Malta Stock Exchange

The Funds may invest in equity and debt securities quoted on the Malta Stock Exchange, which is a relatively new market, when compared to more established markets. In addition, the investments that can be made on the Malta Stock Exchange are limited. This may lead to an exposure to a particular security or industry sector, which is higher than that normally associated with a diversified portfolio.

This may expose the Funds to higher levels of volatility and may adversely affect the performance of the Funds. Despite the fact that such securities are listed, the market in these securities may be illiquid.

Some Maltese companies listed on the Malta Stock Exchange impose, through their constitutional documents, a ceiling on the equity holding that any one particular investor may, directly or indirectly hold in such companies. In this respect investors should be aware that the Investment Manager might be restricted in implementing the Fund's investment policies by virtue of such impositions.

The trading volumes on emerging stock exchanges such as the Malta Stock Exchange are substantially less than the world's leading stock markets. Accordingly, the buying and selling of securities may be time consuming and may need to be effected at unfavourable prices. Although it is not envisaged that this should create any difficulty in valuing the Funds' investments, reduced secondary market liquidity may have an adverse effect on the market price of such securities and the Company's ability to dispose of particular securities to meet its liquidity requirements.

Exposure to a single market

The APS Income Fund invests its assets predominately in the Maltese market and thus the degree of market diversification is limited to such market. Therefore, the performance of the Fund is closely linked to the performance of the Maltese market.

Investments in smaller companies

The Funds may invest in the securities of smaller companies, which securities can involve greater risk than is customarily associated with investment in larger, more established companies. In particular, smaller companies often have limited product lines, markets or financial resources and may be dependent for their management on one or two key individuals. This may result in investments in such securities being volatile.

Investments in unquoted companies

Funds investing in the securities of unquoted companies can be subject to risks not normally associated with quoted securities. These risks are mainly related to the illiquidity of unquoted investments.

6. SCHEME PARTICULARS

The above details are extracted from the most recent APS Funds SICAV p.l.c. Prospectus, the APS Income Fund Supplement, the APS Regular Income Ethical Fund Supplement, the APS Diversified Bond Fund Supplement and the APS Global Equity Fund Supplement. All these documents are available upon request from the Investment Manager, and were current at the date of publishing of this Interim Report and Unaudited Financial Statements. Persons wishing to invest in the APS Income Fund, the APS Regular Income Ethical Fund, the APS Diversified Bond Fund and/or the APS Global Equity Fund should do so on the basis of the full information contained in the Prospectus and relative Supplement.

7. MANAGER'S STATEMENT

In the opinion of the Manager, this Interim Report and Unaudited Financial Statements contain all the information necessary to enable the investors to make an informed judgement of the results and activities of the Company for the period ended 30 June 2022, and does not omit any matter or development of significance.