

Convergence Lux

Société d'Investissement à Capital Variable (SICAV)

Unaudited semi-annual report as at 30/06/24

R.C.S. Luxembourg B233606

Convergence Lux

Table of contents

Organisation and administration	3
Combined statement of net assets as at 30/06/24	5
Combined statement of operations and changes in net assets for the period ended 30/06/24	6
Sub-funds:	7
Convergence Lux - Bonhôte Impact Fund	7
Convergence Lux - ZO China Value Fund	13
Notes to the financial statements - Schedule of derivative instruments	19
Other notes to the financial statements	21
Additional information	26

No subscription can be received on the basis of this annual report including audited financial statements. Subscriptions are only valid if made on the basis of the current prospectus supplemented by the latest annual report including audited financial statements and the most recent unaudited semi-annual report, if published thereafter.

Convergence Lux

Organisation and administration

Registered Office	106, route d'Arlon L-8210 Mamer, Grand Duchy of Luxembourg
Board of Directors	Géraldine Bosshart Brodard (Director) Legal counsel, Banque Bonhôte & Cie S.A. Steve Métrallet (Director) Independent director Olivia Tournier-Demal (Director) Independent director
Management Company	Lemanik Asset Management S.A. 106, route d'Arlon L-8210 Mamer, Grand Duchy of Luxembourg
Investment Managers	Banque Bonhôte & Cie S.A. 2, quai Ostervald 2000 Neuchâtel, Switzerland
Sub-Investment Managers	Zhong Ou Asset Management International Limited 9/F, 80 Gloucester Road, Wan Chai, Hong Kong
Depository and Paying Agent	CACEIS Bank, Luxembourg Branch 5, allée Scheffer L-2520 Luxembourg, Grand Duchy of Luxembourg
Administrator	CACEIS Bank, Luxembourg Branch 5, allée Scheffer L-2520 Luxembourg, Grand Duchy of Luxembourg
Auditor	PricewaterhouseCoopers, Société coopérative 2, rue Gerhard Mercator L-2182 Luxembourg, Grand Duchy of Luxembourg
Legal adviser as to matters of Luxembourg law	Arendt & Medernach S.A. 41A, avenue J.F. Kennedy L-2082 Luxembourg, Grand Duchy of Luxembourg

Convergence Lux
Combined financial statements

Convergence Lux

Combined statement of net assets as at 30/06/24

	Note	Expressed in EUR
Assets		68,241,688.88
Securities portfolio at market value	2.2	66,468,845.79
<i>Cost price</i>		65,039,429.77
Cash at banks and liquidities		1,586,182.57
Receivable for investments sold		130,289.97
Dividends receivable, net		31,242.23
Interests receivable, net		12,871.43
Formation expenses, net	2.8	12,256.89
Liabilities		281,285.00
Bank overdrafts		42,000.00
Payable on investments purchased		45,174.93
Net unrealised depreciation on forward foreign exchange contracts	2.6	9,854.92
Investment Manager fee payable	4	111,233.84
Management Company fees payable	3	4,160.64
Depository and sub-depositary fees payable	6	2,141.17
Audit fees payable		23,645.92
Subscription tax payable ("Taxe d'abonnement")	8	1,735.49
Interests payable, net		469.21
Other liabilities		40,868.88
Net asset value		67,960,403.88

Convergence Lux

Combined statement of operations and changes in net assets for the period ended 30/06/24

	Note	Expressed in EUR
Income		166,501.37
Dividends on securities portfolio, net		131,716.15
Interests on bonds and money market instruments, net		20,239.52
Bank interests on cash accounts		14,545.70
Expenses		481,565.26
Investment Manager fee	4	222,200.54
Management Company fees	3	38,524.89
Depositary fees	6	11,925.88
Administration fees	7	65,853.00
Amortisation of formation expenses	2.8	6,526.16
Audit fees		11,444.96
Legal fees		22,576.02
Transaction fees	2.9	47,419.84
Directors fees		17,202.26
Subscription tax ("Taxe d'abonnement")	8	1,854.70
Interests paid on bank overdraft		4,467.66
Other expenses		31,569.35
Net income / (loss) from investments		-315,063.89
Net realised profit / (loss) on:		
- sales of investment securities	2.2,2.3	-634,418.52
- forward foreign exchange contracts	2.6	-384,969.74
- foreign exchange	2.4	-726,034.03
Net realised profit / (loss)		-2,060,486.18
Movement in net unrealised appreciation / (depreciation) on:		
- investments	2.2	6,659,426.63
- forward foreign exchange contracts	2.6	-406,916.74
Net increase / (decrease) in net assets as a result of operations		4,192,023.71
Subscriptions of capitalisation shares		1,667,982.52
Redemptions of capitalisation shares		-4,639,535.24
Net increase / (decrease) in net assets		1,220,470.99
Revaluation of opening combined NAV		-1,285,414.20
Net assets at the beginning of the period		68,025,347.09
Net assets at the end of the period		67,960,403.88

Convergence Lux - Bonhôte Impact Fund

Convergence Lux - Bonhôte Impact Fund

Statement of net assets as at 30/06/24

	Note	Expressed in CHF
Assets		49,899,290.90
Securities portfolio at market value	2.2	48,754,221.61
<i>Cost price</i>		48,123,897.73
Cash at banks and liquidities		1,132,673.46
Interests receivable, net		12,395.83
Liabilities		164,678.07
Bank overdrafts		38,522.00
Net unrealised depreciation on forward foreign exchange contracts	2.6	9,490.78
Investment Manager fee payable	4	74,309.94
Management Company fees payable	3	1,759.79
Depository and sub-depository fees payable	6	1,564.95
Audit fees payable		19,358.65
Subscription tax payable ("Taxe d'abonnement")	8	1,282.62
Other liabilities		18,389.34
Net asset value		49,734,612.83

Convergence Lux - Bonhôte Impact Fund

Statement of operations and changes in net assets from 01/01/24 to 30/06/24

	Note	Expressed in CHF
Income		23,224.30
Interests on bonds, net		14,270.83
Bank interests on cash accounts		8,953.47
Expenses		259,461.51
Investment Manager fee	4	148,437.52
Management Company fees	3	23,212.40
Depositary fees	6	9,946.86
Administration fees	7	32,825.33
Audit fees		5,364.11
Legal fees		9,226.01
Transaction fees	2.9	2,696.88
Directors fees		7,612.03
Subscription tax ("Taxe d'abonnement")	8	990.43
Interests paid on bank overdraft		3,585.91
Other expenses		15,564.03
Net income / (loss) from investments		-236,237.21
Net realised profit / (loss) on:		
- sales of investment securities	2.2,2.3	122,297.38
- forward foreign exchange contracts	2.6	-370,745.02
- foreign exchange	2.4	-480,648.85
Net realised profit / (loss)		-965,333.70
Movement in net unrealised appreciation / (depreciation) on:		
- investments	2.2	3,682,250.11
- forward foreign exchange contracts	2.6	-391,881.17
Net increase / (decrease) in net assets as a result of operations		2,325,035.24
Subscriptions of capitalisation shares		1,550,791.61
Redemptions of capitalisation shares		-2,152,801.97
Net increase / (decrease) in net assets		1,723,024.88
Net assets at the beginning of the period		48,011,587.95
Net assets at the end of the period		49,734,612.83

Convergence Lux - Bonhôte Impact Fund

Statistics

		30/06/24	31/12/23	31/12/22
Total Net Assets	CHF	49,734,612.83	48,011,587.95	46,644,010.94
A-CHF				
Number of shares		6,773.446	7,518.446	7,518.446
Net asset value per share	CHF	100.69	96.38	95.71
I-EUR				
Number of shares		8,420.627	10,175.627	11,945.627
Net asset value per share	EUR	109.24	103.20	100.01
I-CHF				
Number of shares		468,804.537	472,313.884	462,492.537
Net asset value per share	CHF	102.74	98.05	96.75

Convergence Lux - Bonhôte Impact Fund

Changes in number of shares outstanding from 01/01/24 to 30/06/24

	Shares outstanding as at 01/01/24	Shares issued	Shares redeemed	Shares outstanding as at 30/06/24
A-CHF	7,518.446	0.000	745.000	6,773.446
I-EUR	10,175.627	345.000	2,100.000	8,420.627
I-CHF	472,313.884	14,755.000	18,264.347	468,804.537

Convergence Lux - Bonhôte Impact Fund

Securities portfolio as at 30/06/24

Denomination	Currency	Quantity/ Notional	Market value (in CHF)	% of net assets
Transferable securities admitted to an official stock exchange listing and/or dealt in on another regulated market			5,202,394.42	10.46
Bonds			1,259,780.08	2.53
Luxembourg			1,259,780.08	2.53
ALTERNATIVE FUND 6.0 24-25 23/03Q	CHF	1,125,000	1,132,073.12	2.28
MIKRO KAPITAL SARL 6.0 24-25 18/02Q	CHF	125,000	127,706.96	0.26
Shares/Units in investment funds			3,942,614.34	7.93
Luxembourg			3,942,614.34	7.93
SISF BLUEORCHARG EMERG MKTS IMP BD C	USD	39,900	3,942,614.34	7.93
Undertakings for Collective Investment			43,551,827.19	87.57
Shares/Units in investment funds			43,551,827.19	87.57
France			2,428,698.46	4.88
SYCOM SELECT CR -I- 4 DEC	EUR	18,700	2,428,698.46	4.88
Ireland			2,990,393.38	6.01
HEPTAGON DRIEHAUS EM MKTSSUST C USD ACC	USD	15,880	2,990,393.38	6.01
Luxembourg			32,003,251.75	64.35
ALQUITY FUTURE WORLD FUND Y USD	USD	19,560	1,799,975.36	3.62
BDLCM FUNDS - BDL TRANSITION - CLASSE C	EUR	15,000	2,007,670.34	4.04
CLARTAN ETHOS ESG EUROPE SMALL	EUR	1,360	1,557,958.34	3.13
DPAML BD EM S FC	EUR	27,665	4,030,519.49	8.10
GSF III GREEN BOND ICE	EUR	600	2,745,148.99	5.52
KIEGER SUSTAINABLE HEALTHCARE A USD ACC	USD	13,000	2,620,628.21	5.27
LOF GLOBAL CLIMATE BOND CHF I CAP SMH	CHF	274,900	2,419,120.00	4.86
MULTIFLEX SICAV CARNOT EFFICIENT CHF D	CHF	1,315	1,990,739.05	4.00
PARVEST AQUA PRIVILEGE CAP	EUR	7,800	2,648,056.21	5.32
SWISSCANTO LU BOND FUND FCP	CHF	33,120	3,266,956.80	6.57
SYCOMORE GLOBAL ECO SOLUTIONS I USD CAP	USD	17,100	1,382,449.18	2.78
THREADNEEDLE EUROPEAN SOCIAL BOND LE	EUR	314,400	2,954,252.95	5.94
VONTOBEL FD GLOBAL ENVIRONMENT CHANGEIC	USD	23,010	2,579,776.83	5.19
Switzerland			6,129,483.60	12.32
UBS ETF (CH) MSCI SWIT IMI SOC RES CHF A	CHF	340,300	6,129,483.60	12.32
Total securities portfolio			48,754,221.61	98.03

Convergence Lux - ZO China Value Fund

Convergence Lux - ZO China Value Fund

Statement of net assets as at 30/06/24

	<i>Note</i>	<i>Expressed in USD</i>
Assets		17,606,577.87
Securities portfolio at market value	2.2	16,980,847.21
<i>Cost price</i>		<i>16,150,339.48</i>
Cash at banks and liquidities		439,472.21
Receivable for investments sold		139,638.27
Dividends receivable, net		33,483.86
Formation expenses, net	2.8	13,136.32
Liabilities		118,201.82
Bank overdrafts		2,143.50
Payable on investments purchased		48,416.23
Investment Manager fee payable	4	36,517.52
Management Company fees payable	3	2,500.75
Depositary and sub-depositary fees payable	6	553.22
Audit fees payable		3,798.84
Subscription tax payable ("Taxe d'abonnement")	8	432.62
Interests payable, net		502.88
Other liabilities		23,336.26
Net asset value		17,488,376.05

Convergence Lux - ZO China Value Fund

Statement of operations and changes in net assets from 01/01/24 to 30/06/24

	Note	Expressed in USD
Income		152,602.21
Dividends on securities portfolio, net		141,166.78
Interests on money market instruments, net		5,810.12
Bank interests on cash accounts		5,625.31
Expenses		227,370.48
Investment Manager fee	4	72,951.69
Management Company fees	3	15,456.65
Depositary fees	6	1,711.99
Administration fees	7	34,047.61
Amortisation of formation expenses	2.8	6,994.41
Audit fees		6,296.57
Legal fees		13,928.49
Transaction fees	2.9	47,820.94
Directors fees		9,965.31
Subscription tax ("Taxe d'abonnement")	8	885.56
Interests paid on bank overdraft		797.56
Other expenses		16,513.70
Net income / (loss) from investments		-74,768.27
Net realised profit / (loss) on:		
- sales of investment securities	2.2,2.3	-816,039.21
- forward foreign exchange contracts	2.6	-0.10
- foreign exchange	2.4	-243,227.02
Net realised profit / (loss)		-1,134,034.60
Movement in net unrealised appreciation / (depreciation) on:		
- investments	2.2	3,039,372.72
Net increase / (decrease) in net assets as a result of operations		1,905,338.12
Subscriptions of capitalisation shares		61,829.92
Redemptions of capitalisation shares		-2,576,631.94
Net increase / (decrease) in net assets		-609,463.90
Net assets at the beginning of the period		18,097,839.95
Net assets at the end of the period		17,488,376.05

Convergence Lux - ZO China Value Fund

Statistics

		30/06/24	31/12/23	31/12/22
Total Net Assets	USD	17,488,376.05	18,097,839.95	33,094,041.42
A-EUR				
Number of shares		9,318.000	18,058.000	19,013.000
Net asset value per share	EUR	84.08	73.39	90.13
A-CHF				
Number of shares		135,310.000	149,426.000	171,478.000
Net asset value per share	CHF	74.40	62.70	81.77
A-USD				
Number of shares		54,668.816	59,699.816	64,070.816
Net asset value per share	USD	81.29	73.14	86.78
I-EUR				
Number of shares		1,350.000	1,350.000	13,903.256
Net asset value per share	EUR	83.17	72.74	89.68
I-CHF				
Number of shares		2,690.000	2,690.000	28,740.000
Net asset value per share	CHF	73.76	62.28	81.56
I-USD				
Number of shares		7,620.859	10,865.838	50,308.959
Net asset value per share	USD	79.84	71.97	85.72
R-EUR				
Number of shares		-	-	20,407.000
Net asset value per share	EUR	-	-	95.95
R-CHF				
Number of shares		477.000	477.000	907.000
Net asset value per share	CHF	80.17	67.97	89.75
R-USD				
Number of shares		100.000	100.000	2,060.000
Net asset value per share	USD	87.51	79.21	95.05

Convergence Lux - ZO China Value Fund

Changes in number of shares outstanding from 01/01/24 to 30/06/24

	Shares outstanding as at 01/01/24	Shares issued	Shares redeemed	Shares outstanding as at 30/06/24
A-EUR	18,058.000	0.000	8,740.000	9,318.000
A-CHF	149,426.000	375.000	14,491.000	135,310.000
A-USD	59,699.816	369.000	5,400.000	54,668.816
I-EUR	1,350.000	0.000	0.000	1,350.000
I-CHF	2,690.000	0.000	0.000	2,690.000
I-USD	10,865.838	0.000	3,244.979	7,620.859
R-CHF	477.000	0.000	0.000	477.000
R-USD	100.000	0.000	0.000	100.000

Convergence Lux - ZO China Value Fund

Securities portfolio as at 30/06/24

Denomination	Currency	Quantity/ Notional	Market value (in USD)	% of net assets
Transferable securities admitted to an official stock exchange listing and/or dealt in on another regulated market			16,754,002.86	95.80
Shares			16,754,002.86	95.80
Cayman Islands			1,501,520.78	8.59
ALIBABA GROUP HOLDING LTD -REG SHS	HKD	38,000	343,135.22	1.96
CHINA OVERSEAS PROPERTY HOLDINGS LTD	HKD	800,000	479,543.96	2.74
CHINA STATE CONSTRUCTION DEVELOPMENT HOL	HKD	1,000,000	275,379.14	1.57
INSPUR INTL	HKD	1,000,000	403,462.46	2.31
China			14,838,209.39	84.85
ALUMINUM CORPORATION OF CHINA -H-	HKD	650,000	443,744.67	2.54
CHINA MERCHANTS BANK CO LTD -A-	CNY	114,200	537,361.09	3.07
CHINA SHIPPING DEVELOPMENT -A-	CNY	210,000	451,152.33	2.58
CHONGQING TAIJI INDUSTRY CO LTD -A-	CNY	118,000	469,657.55	2.69
CMOC GROUP LTD-A	CNY	650,000	760,384.56	4.35
CN GALAXY SECURITIES CO LTD -H-	HKD	880,000	460,997.49	2.64
CN STATE SHIP-A-	CNY	200,042	1,120,787.55	6.41
CN XD ELECTRIC CO -A-	CNY	469,918	519,971.02	2.97
CONTEMPORARY AMPEREX TECHNO. CO LTD A	CNY	22,220	550,541.35	3.15
EASTERN AIR LOGISTICS CO L-A	CNY	180,000	504,124.64	2.88
FINANCIAL STREET PROPERTY CO	HKD	117,000	34,916.79	0.20
HENAN SHENHUO COAL IND -A-	CNY	170,000	473,310.15	2.71
JCHX MINING - SHS -A-	CNY	78,000	542,431.51	3.10
JIAYOU INTERNATIONAL LOGIS-A	CNY	174,000	423,621.59	2.42
KWEICHOW MOUTAI CO LTD -A- REG SHS	CNY	3,500	706,829.41	4.04
LESHAN GIANTSTAR FARMING HUSBANDRY CORP	CNY	85,200	336,529.00	1.92
QINGDAO SENTURY TIRE CO LTD	CNY	140,000	464,158.01	2.65
SHENZHEN LUXSHARE PRECISION INDUSTRY -A-	CNY	259,100	1,401,752.91	8.02
SHENZHEN UNITED WINNERS LA-A	CNY	110,000	252,819.27	1.45
SIYUAN ELECTRIC CO LTD	CNY	104,100	958,468.53	5.48
TENCENT HOLDINGS LTD	HKD	24,000	1,144,757.49	6.55
WANHUA POLYURETANE -A-	CNY	51,600	574,228.11	3.28
XUGONG SC&TECH -A-	CNY	578,400	569,161.26	3.25
ZIJIN MINING GROUP CO LTD	CNY	470,000	1,136,503.11	6.50
Hong Kong			414,272.69	2.37
CSPC PHARMACEUTICAL	HKD	520,000	414,272.69	2.37
Undertakings for Collective Investment			226,844.35	1.30
Shares/Units in investment funds			226,844.35	1.30
Ireland			226,844.35	1.30
HSBC USD LIQUIDITY FUND SHARE	USD	226,844	226,844.35	1.30
Total securities portfolio			16,980,847.21	97.10

Convergence Lux

Notes to the financial statements - Schedule of derivative instruments

Convergence Lux

Notes to the financial statements - Schedule of derivative instruments

Forward foreign exchange contracts

As at June 30, 2024, the following forward foreign exchange contracts were outstanding:

Convergence Lux - Bonhôte Impact Fund

Currency purchased	Quantity purchased	Currency sold	Quantity sold	Maturity date	Unrealised (in CHF)	Counterparty
CHF	7,768,640.00	USD	8,800,000.00	06/09/24	-76,367.89	CACEIS Bank, Lux. Branch
CHF	12,341,952.00	EUR	12,800,000.00	06/09/24	74,658.47	CACEIS Bank, Lux. Branch
CHF	190,292.00	EUR	200,000.00	06/09/24	-1,396.81 *	CACEIS Bank, Lux. Branch
EUR	1,100,000.00	CHF	1,060,636.50	06/09/24	-6,384.55 *	CACEIS Bank, Lux. Branch
					-9,490.78	

The contracts that followed by * relate specifically to foreign exchange risk hedging of shares.

Convergence Lux

Other notes to the financial statements

Convergence Lux

Other notes to the financial statements

1 - General information

Convergence Lux (the "Fund") is a public limited company incorporated on 5 April 2019 under the laws of Luxembourg as an investment company with variable capital (*société d'investissement à capital variable*). The Fund is subject to Part I of the Luxembourg law of 17 December 2010 relating to undertakings for collective investment, as amended. The Fund is established for an unlimited period of time and is registered with the Luxembourg Trade and Companies Register ("*Registre de Commerce et des Sociétés de Luxembourg*") under the number B233606.

As at 30 June 2024, the Fund has the following active sub-funds:

- Convergence Lux - Bonhôte Impact Fund in CHF
- Convergence Lux - ZO China Value Fund in USD

Information on environmental and/or social characteristics and/or sustainable investments is available in the relevant annexes under the (unaudited) Sustainable Finance Disclosure Regulation section.

2 - Principal accounting policies

2.1 - Presentation of the financial statements

The financial statements are prepared in accordance with legal and regulatory requirements relating to undertakings for collective investments and generally accepted accounting principles in Luxembourg. Some small discrepancies might appear in some totals or sub-totals in the financial statements due to rounding.

2.2 - Portfolio valuation

The value of any cash on hand or on deposit, bills or notes payable, accounts receivable, prepaid expenses, cash dividends and interest accrued but not yet received shall be equal to the entire nominal or face amount thereof, unless the same is unlikely to be paid or received in full, in which case the value thereof shall be determined after making such discount as the Board of Directors may consider appropriate in such case to reflect the true value thereof.

Transferable Securities and Money Market Instruments which are quoted, listed or traded on an exchange or regulated market will be valued at the last available market price or quotation on the exchange or regulated market where the securities or instruments are primarily quoted, listed or traded. Where securities or instruments are quoted, listed or traded on more than one exchange or regulated market, the Board of Directors will determine on which exchange or regulated market the securities or instruments are primarily quoted, listed or traded and the market prices or quotations on such exchange or regulated market will be used for the purpose of their valuation. Transferable Securities and Money Market Instruments for which market prices or quotations are not available or representative, or which are not quoted, listed or traded on an exchange or regulated market, will be valued at their probable realisation value estimated with care and in good faith by the Board of Directors using any valuation method approved by the Board of Directors.

Where permitted under applicable laws and regulations, Money Market Instruments may be valued using an amortisation method whereby instruments are valued at their acquisition cost as adjusted for amortisation of premium or accrual of discount on a constant basis until maturity, regardless of the impact of fluctuating interest rates on the market value of the instruments. The amortisation method will only be used if it is not expected to result in a material discrepancy between the market value of the instruments and their value calculated according to the amortisation method.

Financial derivative instruments which are quoted, listed or traded on an exchange or regulated market will be valued at the last available closing or settlement price or quotation, prior to the time of valuation, on the exchange or regulated market where the instruments are primarily quoted, listed or traded. Where instruments are quoted, listed or traded on more than one exchange or regulated market, the Board of Directors will determine on which exchange or regulated market the instruments are primarily quoted, listed or traded and the closing or settlement prices or quotations on such exchange or regulated market will be used for the purpose of their valuation.

Financial derivative instruments for which closing or settlement prices or quotations are not available or representative will be valued at their probable realisation value estimated with care and in good faith by the Board of Directors using any valuation method approved by the Board of Directors.

Financial derivative instruments which are traded "over-the-counter" (OTC) will be valued daily at their fair market value, on the basis of valuations provided by the counterparty which will be approved or verified on a regular basis independently from the counterparty. Alternatively, OTC financial derivative instruments may be valued on the basis of independent pricing services or valuation models approved by the Board of Directors which follow international best practice and valuation principles. Any such valuation will be reconciled to the counterparty valuation on a regular basis independently from the counterparty, and significant differences will be promptly investigated and explained.

Shares or units in target investment funds (including UCITS and UCI) will be valued at their latest available official net asset value, as reported or provided by or on behalf of the investment fund or at their latest available unofficial or estimated net asset value if more recent than the latest available official net asset value, provided that the Board of Directors is satisfied of the reliability of such unofficial net asset value. The Net Asset Value calculated on the basis of unofficial net asset values of the target investment fund may differ from the Net Asset Value which would have been calculated, on the same Valuation Day, on the basis of the official net asset value of the target investment fund.

Convergence Lux

Other notes to the financial statements

2 - Principal accounting policies

2.3 - Net realised profits or losses on sales of investments

The net realised profit/(loss) on sales of securities are determined on the basis of the average cost of the securities sold.

2.4 - Foreign currency translation

The market value of the investments and other assets and liabilities expressed in currencies other than the reference currency of the related sub-fund, have been converted at the rates of exchange prevailing at the date of these financial statements. Transactions occurring during the period in currencies other than the reference currency of the related sub-fund have been converted at the rates of exchange prevailing at the date of purchase.

Exchange profits and losses resulting from the sale of investments are recognised in the statement of operations and changes in net assets in the account "Net realised profit/loss on foreign exchange".

The principal exchange rates used at period-end are:

1 EUR =	0.96305	CHF	1 EUR =	7.7874	CNY	1 EUR =	8.3676	HKD
1 EUR =	1.07175	USD						

2.5 - Combined financial statements

The accounts of the Fund are expressed in EUR, the reference currency of the Fund and the accounts of the sub-funds are kept in the reference currency of each sub-fund. The combined statement of net assets and the combined statement of operations and changes in net assets are the sum of the statement of net assets, statement of operations and changes in net assets of each sub-fund converted into EUR using exchange rates prevailing at period-end.

2.6 - Valuation of forward foreign exchange contracts

A forward agreement is a customised, bilateral agreement to exchange an asset or cash flows at a specified future settlement date at a forward price agreed on the trade date. One party to the forward is the buyer (long), who agrees to pay the forward price on the settlement date; the other is the seller (short), who agrees to receive the forward price.

The movement in net unrealised profit or loss is disclosed in the statement of operations and changes in net assets. The unrealised appreciation or depreciation is disclosed in the statement of net assets in "Net unrealised appreciation on forward foreign exchange contracts" and "Net unrealised depreciation on forward foreign exchange contracts" respectively.

2.7 - Dividend and interest income

Dividends are accounted at the ex-date. Interest is accounted on a prorata temporis basis.

2.8 - Formation expenses

Expenses in connection with the incorporation of the Fund are amortised on a straight line basis over five years period.

2.9 - Transaction fees

Transaction fees include mainly brokerage fees and depositary fees linked to transactions (buy or sell) on portfolio securities and other derivative instruments. Such fees are disclosed separately in the statement of operations and changes in net assets under the heading "Transaction fees".

3 - Management Company fees

The Management Company is entitled to an annual fee equal to a percentage of the Net Asset Value of each sub-fund or Share Class and paid out of the assets of the Fund and allocated to each sub-fund and Share Class. The Management Fee is accrued on each Valuation Day and is payable monthly in arrears.

Convergence Lux

Other notes to the financial statements

3 - Management Company fees

- 0.05% of the average net assets per sub-fund p.a. up to EUR 100 million;
- 0.04% of the average net assets per sub-fund p.a. from EUR 100 million to EUR 250 million;
- 0.03% of the average net assets per sub-fund p.a. from EUR 250 million to EUR 500 million;
- 0.02% of the average net assets per sub-fund p.a. above EUR 500 million.

The Management Company fee will not exceed 30 bps with a minimum fee of EUR 2,500 per sub-fund per month. An additional fee of EUR 1,000 per sub-fund per month will be charged in case of Value at risk calculation.

4 - Investment Manager fee

The Investment Manager is entitled to an annual fee equal to a percentage of the average Net Asset Value of each sub-fund or Share Class consistent with market practice, subject to a minimum flat fee per sub-fund or Share Class and a maximum annual rate as set out in the latest prospectus of the Fund. The Investment Manager fee is accrued on each Valuation Day and will be payable monthly in arrears out of the assets of the Fund and allocated to each sub-fund and Share.

The rates applicable as at June 30, 2024 are as follows:

Sub-funds	Shares Classes	Currency	Investment Manager Fee
<u>Convergence Lux - Bonhôte Impact Fund</u>			
	A-CHF	CHF	1.20%
	I-CHF	CHF	0.60%
	I-EUR	EUR	0.60%
<u>Convergence Lux - ZO China Value Fund</u>			
	A-EUR	EUR	0.80%
	A-CHF	CHF	0.80%
	A-USD	USD	0.80%
	I-EUR	EUR	1.20%
	I-CHF	CHF	1.20%
	I-USD	USD	1.20%
	R-CHF	CHF	2.00%
	R-USD	USD	2.00%

5 - Performance fees

The performance fees is calculated on the basis of the net asset value after deducting any costs, liabilities, dividends and management fees (excluding the performance fees) and is adjusted to take into account all subscriptions and redemptions. The Performance Fee is equal to the performance of the Net Asset Value of the Share Class multiplied by the number of Shares in circulation of the Share Class during the Calculation Period, as defined below.

Details of the performance calculation are included in the prospectus.

Sub-funds	Shares Classes	Currency	Performance fee	Performance fees apply	Amount of performance fees
<u>Convergence Lux - Bonhôte Impact Fund</u>					
	A-CHF	CHF	None	None	None
	I-CHF	CHF	None	None	None
	I-EUR	EUR	None	None	None
<u>Convergence Lux - ZO China Value Fund</u>					
	A-EUR	EUR	15% WITH hurdle rate*	None	None
	A-CHF	CHF	15% WITH hurdle rate*	None	None
	A-USD	USD	15% WITH hurdle rate*	None	None
	I-EUR	EUR	15% WITH hurdle rate*	None	None
	I-CHF	CHF	15% WITH hurdle rate*	None	None
	I-USD	USD	15% WITH hurdle rate*	None	None
	R-CHF	CHF	15% WITH hurdle rate*	None	None
	R-USD	USD	15% WITH hurdle rate*	None	None

*Hurdle: MSCI China A Net Return USD (Bloomberg Ticker NU718708 Index)

There is no performance fee as at June 30, 2024.

Convergence Lux

6 - Depositary fees

The Depositary will be entitled to an annual fee equal to a percentage of the average Net Asset Value of each Sub-Fund or Share Class consistent with market practice in Luxembourg, subject to a maximum rate of 0.04 percent (0.04%) per annum.

7 - Administration fees

The Administrator will be entitled to an annual fee equal to a percentage of the average Net Asset Value of each Sub-Fund or Share Class consistent with market practice in Luxembourg, subject to a minimum annual flat fee of €15,000 per Sub-Fund and a maximum annual rate of 0.06 percent (0.06%) per annum.

8 - Subscription tax ("*Taxe d'abonnement*")

Under current law and practice, the Fund is not liable to any Luxembourg income tax, nor are dividends paid by the Fund liable to any Luxembourg withholding tax.

However, the Fund is liable to a subscription tax (taxe d'abonnement) of 0.05% per annum, such tax being payable quarterly and calculated on the aggregate net assets of the Fund valued at the end of the relevant calendar quarter, unless a reduced tax rate of 0.01% per annum is applicable.

9 - Changes in the composition of securities portfolio

The details of the changes in portfolio composition are held at the registered office of the Fund and are available upon request and free of charge to the shareholders.

Convergence Lux

Additional information

Remuneration policy

Remuneration policy note:

Remuneration policies and practices

The Management Company has established and applies a remuneration policy and practices that are consistent with, and promote, sound and effective risk management and that neither encourage risk taking which is inconsistent with the risk profiles, rules, the Prospectus or the Articles of Incorporation nor impair compliance with the Management Company's obligation to act in the best interest of the Fund ("the Remuneration Policy").

The Remuneration Policy includes fixed and variable components of salaries and applies to those categories of staff, including senior management, risk takers, control functions and any employee receiving total remuneration that falls within the remuneration bracket of senior management and risk takers whose professional activities have a material impact on the risk profiles of the Management Company, the Fund or the Sub-Funds. Within the Management Company, these categories of staff represent 22 persons.

The Remuneration Policy is in line with the business strategy, objectives, values and interests of the Management Company, the Fund and the Shareholders and includes measures to avoid conflicts of interest.

In particular, the Remuneration Policy will ensure that:

- a) the staff engaged in control functions are compensated in accordance with the achievement of the objectives linked to their functions, independently of the performance of the business areas that they control;
- b) the fixed and variable components of total remuneration are appropriately balanced and the fixed component represents a sufficiently high proportion of the total remuneration to allow the operation of a fully flexible policy on variable remuneration components, including the possibility to pay no variable remuneration component;
- c) the measurement of performance used to calculate variable remuneration components or pools of variable remuneration components includes a comprehensive adjustment mechanism to integrate all relevant types of current and future risks.

The following table shows the fixed and variable remuneration in 2023 for the Identified Staff (22 persons), who is fully or partly involved in the activities of all the funds managed by the Management Company. For the purposes of the below disclosures, where portfolio management activities have been formally delegated to another entity, the remuneration of the relevant identified staff of the delegate has been excluded, as it is not paid out by the Management Company or by the Fund.

Staff expenses split into fixed and variable remuneration

Wages and salaries

- a. Fixed
- b. Variable

Staff expenses broken down by categories of staff subject to UCITS V pay rules (in EUR)

Staff code	Fixed remuneration	Variable Remuneration	Total
S	1,799,867.83	290,000.00	2,089,867.83
R	904,422.38	66,000.00	970,422.38
C	326,569.92	28,500.00	355,069.92
O	0	0	0.00

S = Senior Management

R = Risk takers, which includes staff members whose professional activities can exert material influence on UCITS or AIFs managed by Lemanik Asset Management S.A. ("LAM").

C = Staff engaged in control functions (other than senior management) responsible for risk management, compliance, internal audit and similar functions.

O = Any other staff member receiving total remuneration that takes them into the same remuneration bracket as senior management and risk-takers, whose professional activities have a material impact on LAM's risk profile.

A paper copy of the summarised Remuneration Policy is available free of charge to the Shareholders upon request.

No material changes have been made to the Remuneration Policy.

Convergence Lux

Additional information

Securities Financing Transactions Regulation (SFTR) Disclosures

The Fund does not use any instruments falling in the scope of SFTR.

Convergence Lux

Additional Information for Investors in Switzerland

The prospectus and the Key Information Documents for Switzerland, the articles of association, the annual and semi-annual reports, the list of the purchases and sales and further information can be obtained free of charge from the representative in Switzerland: REYL & Cie S.A., 4, rue du Rhône, 1204 Geneva, Switzerland. The Swiss paying agent is: Banque Cantonale de Genève, 17, quai de l'Île, 1204 Geneva.

The last shares prices can be found on www.swissfunddata.ch.

Each time performance data is published, it should be noted that the past performance is no indication of current or future performance, and that it does not take account of the commissions and costs incurred on the issue and redemption of shares.

Total expense ratio (TER) 30 June 2024

Convergence Lux – Zo China Value Fund

As of 30/06/2024:

Without transaction fees and performance fees:

Class A CHF:	1.87%
Class A EUR:	1.84%
Class A USD:	1.88%
Class I CHF:	2.28%
Class I USD:	2.28%
Class I EUR:	2.28%
Class R CHF:	3.12%
Class R USD:	2.98%

Convergence Lux-Bonhote Impact Fund

As of 30/06/2024

Without transaction fees and performance fees:

Class A CHF:	1.75%
Class I CHF:	1.13%
Class I EUR:	1.14%
