

**Annual report including audited financial statements
for the period from 27th December 2018 (date of incorporation)
to 31st December 2019**

CIRCLE FUND

Société d'Investissement à Capital Variable

R.C.S. Luxembourg B231259

No subscription can be received on the basis of these financial statements. Subscriptions are only valid if made on the basis of the current prospectus and the key investor information document ("KIID"), supplemented by the latest annual report including audited financial statements and the most recent half-yearly unaudited report, if published thereafter.

CIRCLE FUND

Table of contents

Organisation **2**

Report on activities of the Board of Directors **4**

Report of the réviseur d'entreprises agréé **6**

Combined statement of net assets **9**

Combined statement of operations and other changes in net assets **10**

CIRCLE FUND - Performance Fund **11**

 Statement of net assets 11

 Statement of operations and other changes in net assets 12

 Statistical information 13

 Statement of investments and other net assets 14

 Industrial and geographical classification of investments 15

CIRCLE FUND - Fixed Income Fund **16**

 Statement of net assets 16

 Statement of operations and other changes in net assets 17

 Statistical information 18

 Statement of investments and other net assets 19

 Industrial and geographical classification of investments 20

Notes to the financial statements **21**

Additional information (unaudited)..... **28**

CIRCLE FUND

Organisation

Registered office

94, Rue du Kiem
L-1857 LUXEMBOURG
Grand Duchy of Luxembourg

Board of Directors

Chairman

Olivier MERAY
Head of Risk Management, MC Square S.A.
94, Rue du Kiem
L-1857 LUXEMBOURG
Grand Duchy of Luxembourg

Directors

Murielle THUNUS
Teacher
11, Place du Lieutenant Callemeyn
B-6700 ARLON
Belgium

Amine BENNIS
CEO, Bennis Advisory Trading
48, Boulevard Zerktouni, 1e ét., Ap. 3
MA-CASABLANCA
Morocco

Management Company

MC Square S.A.
Société Anonyme
94, Rue du Kiem
L-1857 LUXEMBOURG
Grand Duchy of Luxembourg

Board of Directors of the Management Company

André LECOQ
Managing Partner
MC Square S.A.
94, Rue du Kiem
L-1857 LUXEMBOURG
Grand Duchy of Luxembourg

Karl-Heinz DICK
Independent Director
53, Tontelerwee
L-8552 OBERPALLEN
Grand Duchy of Luxembourg

Ntoudi MOUYÉLO-KATOULA
Executive Director
WINTRUST CORPORATE SERVICES PTE LTD
66F, Lorong J Telok Kurau
SGP-425978 SINGAPORE

Josée-Lynda DENIS
Independent Director
13, Rue Jean-Pierre Beicht
L-1226 LUXEMBOURG
Grand Duchy of Luxembourg

CIRCLE FUND

Organisation (continued)

**Conducting officers of
the Management Company**

André LECOQ, Administrateur Délégué
Alexandre HECKLEN, Chief Operations Officer

Depository Bank and Paying Agent

QUINTET PRIVATE BANK (EUROPE) S.A.
(formerly KBL EUROPEAN PRIVATE BANKERS S.A.)
43, Boulevard Royal
L-2955 LUXEMBOURG
Grand Duchy of Luxembourg

**Administrative, Registrar
and Transfer Agent**

EUROPEAN FUND ADMINISTRATION S.A.
2, Rue d'Alsace
L-1122 LUXEMBOURG
Grand Duchy of Luxembourg

Domiciliary Agent

MC Square S.A.
Société Anonyme
94, Rue du Kiem
L-1857 LUXEMBOURG
Grand Duchy of Luxembourg

Auditor

DELOITTE Audit
Société à responsabilité limitée
20, Boulevard de Kockelscheuer
L-1821 LUXEMBOURG
Grand Duchy of Luxembourg

Legal Advisor

ELVINGER HOSS PRUSSEN,
Société Anonyme
2, Place Winston Churchill
L-1340 LUXEMBOURG
Grand Duchy of Luxembourg

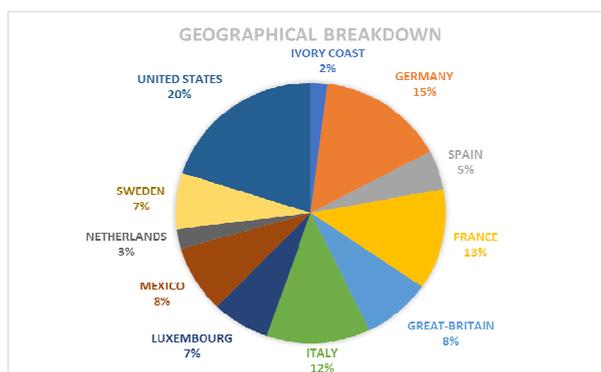
CIRCLE FUND

Report on activities of the Board of Directors

1. Circle – Fixed Income :

After a temporary yield-curve inversion this Summer, Global government bond indices posted modest gains, with strength in European bonds partially offset by mild weakness in US Treasuries.

Our objective to achieve above average risk-adjusted returns with minimum market volatility, lowered our exposition to the UK to a minimum, less than 5% of the portfolio. Brexit, such long-awaited resolution, yet abrupt political decision, already dampen the UK consumer outlook, with retail sales contracting.



The asset allocation of the portfolio reflects an overall short-to-medium duration, and most bonds were rated between BBB+ and BB+. Reducing long-term risk, and capitalizing on short-term credit-worthiness. A shock absorber with higher yields in a prospect of rising interests.

Exposure to Mexico, France, Germany, Spain, USA, Italy and Ivory Coast was achieved in both the Corporate and Government Bond Market.

Although the unknown magnitude and duration of the coronavirus outbreak poses risks, we believe growth should edge higher in 2020, helped by easier financial conditions. We retain our moderate pro-risk investment stance on the Bond Market.

In assessing the actual and potential impacts of COVID19 on the fund, the Board of Directors has not identified significant concerns. The recent decline in the markets undeniably has negative implications for the fund current performance. However, the current trend does not call into question our underlying investment rationale.

The COVID19 has already massively impacted the world economy. At the same time, it will generate investment opportunities in some sectors/companies that have seen their value depreciated temporarily. The duration of the crisis might erode the appetite of investors being scared of the global economy perspective and preferring to stay in cash even with negative interests rates.

2. Circle – Performance :

i. Market overview 2019:

In 2019 the Dow Jones industrial average has gone up almost 25% having reached record highs day after day, while the tech-heavy Nasdaq has grown 40% in value. The FTSE100 in London was close to its record high, as was the Dax30 in Germany. In the Asia Pacific, the Nikkei was up 15%.

But none of these countries, with the exception of the US, were in particularly good shape. Instead their stock markets were being sustained by ultra-low borrowing costs led by the US Federal

CIRCLE FUND

Report on activities of the Board of Directors (continued)

Reserve. This latest round of rate cutting has turned many of the assumptions about economics on their head to create a bad-news-is-good-news paradigm for markets. Governments had abdicated old-fashioned economic management, leaving it to central banks whose only tools are to cut rates or introduce money creation schemes such as quantitative easing. This hasn't done much to revive most major western economies, but it has succeeded in flooding the financial markets with cash, boosting prices of assets such as shares, bonds and property.

The prospect of a truce in the US-China trade war and the resolution of Britain's Brexit imbroglio had helped boost optimism in the end of the year, but the really important factor was central banks policies.

ii. Circle Performance management:

The circle performance fund rely on a systematic engine, the Artificial Intelligence and Behavioral Asset Allocation Model (AIBAAM). The objective of the fund is to deliver an absolute return performance, uncorrelated in the long term to traditional asset classes.

AIBAAM platform identifies complex trading patterns on a massive scale across multiple markets in real time. Combining machine learning technology with high-speed, big data processing power. AIBAAM detects current market regimes and adjusts its behavior accordingly, learning from previous trades autonomously and continuously analyzing how a gain or a loss could be better predicted going forward. AIBAAM is inspired by neuro-science and uses a deep learning architecture known as Long Short-Term Memory (LSTM) networks, which are a special kind of recurrent neural network (RNN) capable of learning long-term dependencies. Remembering information for long periods of time is essentially their default behavior.

The universe contains the 30 most liquid instruments available, representing all asset classes and geographic areas. All the Assets are UCITS IV Compliant.

Since Inception June 19th 2019, the behavior of the model was correct and the objectives of low volatility and no correlation in the long term to traditional asset classes were realized. Unfortunately, the market was driven by news from central banks which made our predictions less accurate and led to a performance below our expectations.

We also observed some disparities between the theoretical model and the official NAV, mostly due to trading errors. Some additional control mechanisms were put in place to avoid that in the future."

In assessing the actual and potential impacts of COVID19 on the fund, the Board of Directors has not identified significant concerns. The recent decline in the markets undeniably has negative implications for the fund current performance. However, the current trend does not call into question our underlying investment rationale.

he COVID19 has already massively impacted the world economy. At the same time, it will generate investment opportunities in some sectors/companies that have seen their value depreciated temporarily. The duration of the crisis might erode the appetite of investors being scared of the global economy perspective and preferring to stay in cash even with negative interests rates.

Luxembourg, 21st April 2020

The Board of Directors

Note: The information in this report represents historical data and is not an indication of future results.

Report of the réviseur d'entreprises agréé

To the Shareholders of
CIRCLE FUND
94, Rue du Kiem
L-1857 LUXEMBOURG

Opinion

We have audited the financial statements of CIRCLE FUND (the "Fund") and of each of its sub-funds, which comprise the statement of net assets and the statement of investments and other net assets as at 31st December 2019 and the statement of operations and other changes in net assets for the period from 27th December 2018 (date of incorporation) to 31st December 2019, and notes to the financial statements, including a summary of significant accounting policies.

In our opinion, the accompanying financial statements give a true and fair view of the financial position of the Fund and of each of its sub-funds as at 31st December 2019, and of the results of their operations and changes in their net assets for the period from 27th December 2018 (date of incorporation) to 31st December 2019 in accordance with Luxembourg legal and regulatory requirements relating to the preparation and presentation of the financial statements.

Basis for Opinion

We conducted our audit in accordance with the Law of 23rd July 2016 on the audit profession (Law of 23rd July 2016) and with International Standards on Auditing (ISAs) as adopted for Luxembourg by the *Commission de Surveillance du Secteur Financier* (CSSF). Our responsibilities under the Law of 23rd July 2016 and ISAs as adopted for Luxembourg by the CSSF are further described in the "Responsibilities of the *Réviseur d'Entreprises Agréé* for the Audit of the Financial Statements" section of our report. We are also independent of the Fund in accordance with the International Ethics Standards Board for Accountants' Code of Ethics for Professional Accountants (IESBA Code) as adopted for Luxembourg by the CSSF together with the ethical requirements that are relevant to our audit of the financial statements, and have fulfilled our other ethical responsibilities under those ethical requirements. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion.

Other information

The Board of Directors of the Fund is responsible for the other information. The other information comprises the information stated in the annual report but does not include the financial statements and our report of the *Réviseur d'Entreprises Agréé* thereon.

Our opinion on the financial statements does not cover the other information and we do not express any form of assurance conclusion thereon.

Report of the réviseur d'entreprises agréé (continued)

In connection with our audit of the financial statements, our responsibility is to read the other information and, in doing so, consider whether the other information is materially inconsistent with the financial statements or our knowledge obtained in the audit or otherwise appears to be materially misstated. If, based on the work we have performed, we conclude that there is a material misstatement of this other information, we are required to report this fact. We have nothing to report in this regard.

Responsibilities of the Board of Directors of the Fund for the Financial Statements

The Board of Directors of the Fund is responsible for the preparation and fair presentation of the financial statements in accordance with Luxembourg legal and regulatory requirements relating to the preparation and presentation of the financial statements, and for such internal control as the Board of Directors of the Fund determines is necessary to enable the preparation of financial statements that are free from material misstatement, whether due to fraud or error.

In preparing the financial statements, the Board of Directors of the Fund is responsible for assessing the Fund's ability to continue as a going concern, disclosing, as applicable, matters related to going concern and using the going concern basis of accounting unless the Board of Directors of the Fund either intends to liquidate the Fund or to cease operations, or has no realistic alternative but to do so.

Responsibilities of the *Réviseur d'Entreprises Agréé* for the Audit of the Financial Statements

The objectives of our audit are to obtain reasonable assurance about whether the financial statements as a whole are free from material misstatement, whether due to fraud or error, and to issue a report of the *Réviseur d'Entreprises Agréé* that includes our opinion. Reasonable assurance is a high level of assurance, but is not a guarantee that an audit conducted in accordance with the Law of 23rd July 2016 and with ISAs as adopted for Luxembourg by the CSSF will always detect a material misstatement when it exists. Misstatements can arise from fraud or error and are considered material if, individually or in the aggregate, they could reasonably be expected to influence the economic decisions of users taken on the basis of these financial statements.

As part of an audit in accordance with the Law of 23rd July 2016 and with ISAs as adopted for Luxembourg by the CSSF, we exercise professional judgment and maintain professional skepticism throughout the audit. We also:

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

Report of the réviseur d'entreprises agréé (continued)

of our report of the *Réviseur d'Entreprises Agréé*. However, future events or conditions may cause the Fund to cease to continue as a going concern.

- Evaluate the overall presentation, structure and content of the financial statements, including the disclosures, and whether the financial statements represent the underlying transactions and events in a manner that achieves fair presentation.

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

For Deloitte Audit, *Cabinet de Révision Agréé*



Yann Mérillou, *Réviseur d'Entreprises Agréé*
Partner

30th April 2020

CIRCLE FUND

Combined statement of net assets (in EUR) as at 31st December 2019

Assets

Securities portfolio at market value	16,770,178.03
Cash at banks	642,828.84
Other liquid assets	1,274,006.12
Formation expenses, net	390,256.22
Receivable on sales of securities	787,536.55
Receivable on issues of shares	4,437,232.04
Income receivable on portfolio	99,271.52
Other receivables	756,224.40
	<hr/>
Total assets	25,157,533.72
	<hr/>

Liabilities

Bank overdrafts	5,262.05
Other liquid liabilities	52,547.13
Payable on purchases of securities	701,999.49
Bank interest payable	1,917.94
Unrealised loss on futures contracts	54,728.17
Unrealised loss on forward foreign exchange contracts	59,526.11
Expenses payable	55,022.47
Other liabilities	787,725.22
	<hr/>
Total liabilities	1,718,728.58
	<hr/>
Net assets at the end of the period	23,438,805.14
	<hr/> <hr/>

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

CIRCLE FUND

Combined statement of operations and other changes in net assets (in EUR) from 27th December 2018 to 31st December 2019

Income

Dividends, net	21,228.39
Interest on bonds and other debt securities, net	86,307.19
Commissions on subscription and on redemption	8,613.73
Other income	1,415.68
Total income	117,564.99

Expenses

Management fees	25,358.37
Depository fees	14,222.78
Banking charges and other fees	4,065.19
Transaction fees	65,613.55
Central administration costs	62,218.03
Professional fees	24,282.77
Other administration costs	11,834.37
Subscription duty ("taxe d'abonnement")	1,588.40
Bank interest paid	29,767.13
Other expenses	48,781.65
Total expenses	287,732.24

Net investment loss -170,167.25

Net realised gain/(loss)

- on securities portfolio	162,416.32
- on futures contracts	-273,199.67
- on foreign exchange	-9,122.19
Realised result	-290,072.79

Net variation of the unrealised gain/(loss)

- on securities portfolio	157,121.80
- on futures contracts	-54,728.17
- on forward foreign exchange contracts	-59,526.11

Result of operations -247,205.27

Subscriptions 31,415,895.27

Redemptions -7,729,884.86

Total changes in net assets 23,438,805.14

Total net assets at the beginning of the period -

Total net assets at the end of the period 23,438,805.14

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

CIRCLE FUND - Performance Fund

Statement of net assets (in EUR)

as at 31st December 2019

Assets

Securities portfolio at market value	7,769,256.62
Cash at banks	533,117.20
Other liquid assets	1,274,006.12
Formation expenses, net	196,835.30
Receivable on sales of securities	787,536.55
Receivable on issues of shares	1,997,787.50
Income receivable on portfolio	48,290.96
Other receivables	756,224.40
Total assets	13,363,054.65

Liabilities

Other liquid liabilities	52,547.13
Payable on purchases of securities	701,999.49
Interest payable on bank accounts	1,917.94
Unrealised loss on futures contracts	54,728.17
Expenses payable	37,874.12
Other liabilities	787,725.22
Total liabilities	1,636,792.07
Net assets at the end of the period	11,726,262.58

Breakdown of net assets per share class

Share class	Number of shares	Currency of share class	NAV per share in currency of share class	Net assets per share class (in EUR)
I EUR	120,338.855	EUR	97.44	11,726,262.58
				11,726,262.58

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

CIRCLE FUND - Performance Fund

Statement of operations and other changes in net assets (in EUR)

from 12th June 2019 to 31st December 2019

Income	
Dividends, net	21,228.39
Interest on bonds and other debt securities, net	38,265.63
Other income	1,415.68
Total income	60,909.70
Expenses	
Management fees	25,224.65
Depository fees	7,111.39
Banking charges and other fees	2,174.31
Transaction fees	58,718.37
Central administration costs	42,250.42
Professional fees	15,666.30
Other administration costs	6,484.37
Subscription duty ("taxe d'abonnement")	725.59
Bank interest paid	20,572.49
Other expenses	24,604.22
Total expenses	203,532.11
Net investment loss	-142,622.41
Net realised gain/(loss)	
- on securities portfolio	161,352.99
- on futures contracts	-273,199.67
- on foreign exchange	-25,738.81
Realised result	-280,207.90
Net variation of the unrealised gain/(loss)	
- on securities portfolio	63,095.87
- on futures contracts	-54,728.17
Result of operations	-271,840.20
Subscriptions	12,027,787.50
Redemptions	-29,684.72
Total changes in net assets	11,726,262.58
Total net assets at the beginning of the period	-
Total net assets at the end of the period	11,726,262.58

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

CIRCLE FUND - Performance Fund

Statistical information (in EUR)

as at 31st December 2019

Total net assets	Currency				31.12.2019
	EUR				11,726,262.58
Net asset value per share	Currency				31.12.2019
1 EUR	EUR				97.44
Number of shares		outstanding at the beginning of the period	issued	redeemed	outstanding at the end of the period
1 EUR		-	120,637.855	-299.000	120,338.855

CIRCLE FUND - Performance Fund

Statement of investments and other net assets (in EUR) as at 31st December 2019

Currency	Number / nominal value	Description	Cost	Market value	% of total net assets
<u>Investments in securities</u>					
<u>Transferable securities admitted to an official stock exchange listing</u>					
Shares					
USD	9,000	Newmont Goldcorp Corp Reg	351,402.43	348,312.10	2.97
USD	98,000	Yamana Gold Inc	350,120.53	344,793.80	2.94
Total shares			701,522.96	693,105.90	5.91
Bonds					
EUR	500,000	Auchan Holding SA 2.25% EMTN Ser 19 Sen Reg S 13/06.04.23	526,780.00	530,535.00	4.52
EUR	200,000	Cote d'Ivoire 6.875% Sk Sen Regs 19/17.10.40	207,200.00	209,406.00	1.79
EUR	650,000	Deutsche Bank AG FRN EMTN Sen 17/16.05.22	627,575.00	641,888.00	5.47
EUR	450,000	Fluor Corp 1.75% Sen 16/21.03.23	450,225.00	452,549.25	3.86
EUR	300,000	Gestamp Funding Luxembourg SA 3.5% Reg S Sen 16/15.05.23	307,125.00	306,900.00	2.62
EUR	400,000	Greece 3.875% Sen Reg S 19/12.03.29	448,188.00	483,590.00	4.12
EUR	450,000	Immobilier Grand Distribuz SpA VAR Sen Reg S 19/28.11.24	455,823.00	455,044.50	3.88
EUR	200,000	Intertrust Group BV 3.375% Sen Reg S 18/15.11.25	209,900.00	210,703.00	1.80
EUR	460,000	Lloyds Banking Group Plc FRN EMTN Sen 17/21.06.24	451,545.20	464,386.10	3.96
EUR	200,000	Mediocredito Centrale SpA 1.5% EMTN Sen Reg S 19/24.10.24	199,310.00	198,262.00	1.69
EUR	400,000	NetFlix Inc 3.875% Sen Reg S 19/15.11.29	429,556.00	424,370.00	3.62
EUR	453,000	Santander UK Gr Hgs Plc FRN Sen Reg S 18/27.03.24	445,303.53	454,789.35	3.88
EUR	450,000	Volkswagen Intl Finance NV FRN Sen Reg S 18/16.11.24	458,949.60	462,370.50	3.94
			5,217,480.33	5,294,793.70	45.15
USD	200,000	EDP Finance BV 5.25% Reg S Sen 14/14.01.21	188,819.77	183,530.78	1.57
Total bonds			5,406,300.10	5,478,324.48	46.72
<u>Open-ended investment funds</u>					
Investment funds (UCITS)					
EUR	8,010.181	Circle Fd Fixed Income I EUR Cap	800,697.69	807,426.24	6.89
Total investment funds (UCITS)			800,697.69	807,426.24	6.89
Tracker funds (UCITS)					
EUR	80,000	iShares II Plc USD High Yield Corp Bond UCITS ETF EUR Dist	392,768.00	387,400.00	3.30
EUR	80,000	iShares IV Plc Fallen Angels HY Corp Bd UCITS ETF Hedge Dist	404,872.00	403,000.00	3.44
Total tracker funds (UCITS)			797,640.00	790,400.00	6.74
Total investments in securities			7,706,160.75	7,769,256.62	66.26
Cash at banks				533,117.20	4.55
Other net assets/(liabilities)				3,423,888.76	29.19
Total				11,726,262.58	100.00

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

CIRCLE FUND - Performance Fund

Industrial and geographical classification of investments as at 31st December 2019

Industrial classification

(in percentage of net assets)

Financials	27.24 %
Investment funds	13.63 %
Countries and governments	5.91 %
Raw materials	5.91 %
Non-cyclical consumer goods	4.52 %
Industrials	3.86 %
Technologies	3.62 %
Utilities	1.57 %
Total	<u>66.26 %</u>

Geographical classification

(by domicile of the issuer)
(in percentage of net assets)

United States of America	10.45 %
Luxembourg	9.51 %
United Kingdom	7.84 %
The Netherlands	7.31 %
Ireland	6.74 %
Italy	5.57 %
Germany	5.47 %
France	4.52 %
Greece	4.12 %
Canada	2.94 %
Ivory Coast	1.79 %
Total	<u>66.26 %</u>

CIRCLE FUND - Fixed Income Fund

Statement of net assets (in EUR)

as at 31st December 2019

Assets

Securities portfolio at market value	9,000,921.41
Cash at banks	109,711.64
Formation expenses, net	193,420.92
Receivable on issues of shares	2,439,444.54
Income receivable on portfolio	50,980.56
Total assets	11,794,479.07

Liabilities

Bank overdrafts	5,262.05
Unrealised loss on forward foreign exchange contracts	59,526.11
Expenses payable	17,148.35
Total liabilities	81,936.51
Net assets at the end of the period	11,712,542.56

Breakdown of net assets per share class

Share class	Number of shares	Currency of share class	NAV per share in currency of share class	Net assets per share class (in EUR)
I EUR	91,985.195	EUR	100.80	9,272,332.71
I GBP	20,671.480	GBP	100.03	2,440,209.85
				11,712,542.56

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

CIRCLE FUND - Fixed Income Fund

Statement of operations and other changes in net assets (in EUR)

from 12th June 2019 to 31st December 2019

Income

Interest on bonds and other debt securities, net	48,041.56
Commissions on subscription and on redemption	8,613.73
Total income	56,655.29

Expenses

Management fees	133.72
Depository fees	7,111.39
Banking charges and other fees	1,890.88
Transaction fees	6,895.18
Central administration costs	19,967.61
Professional fees	8,616.47
Other administration costs	5,350.00
Subscription duty ("taxe d'abonnement")	862.81
Bank interest paid	9,194.64
Other expenses	24,177.43
Total expenses	84,200.13

Net investment loss	-27,544.84
---------------------	------------

Net realised gain/(loss)

- on securities portfolio	1,063.33
- on foreign exchange	16,616.62
Realised result	-9,864.89

Net variation of the unrealised gain/(loss)

- on securities portfolio	94,025.93
- on forward foreign exchange contracts	-59,526.11
Result of operations	24,634.93

Subscriptions	19,388,107.77
---------------	---------------

Redemptions	-7,700,200.14
-------------	---------------

Total changes in net assets	11,712,542.56
-----------------------------	---------------

Total net assets at the beginning of the period	-
-------------------------------------------------	---

Total net assets at the end of the period	11,712,542.56
-------------------------------------------	---------------

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

CIRCLE FUND - Fixed Income Fund

Statistical information (in EUR)

as at 31st December 2019

Total net assets	Currency	31.12.2019
	EUR	11,712,542.56

Net asset value per share	Currency	31.12.2019	
I EUR	EUR	100.80	
I USD	USD	100.16	* 21/10/2019
I GBP	GBP	100.03	

* Net asset value used for the final redemption

Number of shares	outstanding at the beginning of the period	issued	redeemed	outstanding at the end of the period
I EUR	-	114,992.029	-23,006.834	91,985.195
I USD	-	60,000.000	-60,000.000	-
I GBP	-	20,671.480	-	20,671.480

CIRCLE FUND - Fixed Income Fund

Statement of investments and other net assets (in EUR) as at 31st December 2019

Currency	Number / nominal value	Description	Cost	Market value	% of total net assets
Investments in securities					
Transferable securities admitted to an official stock exchange listing					
Bonds					
EUR	200,000	Altearea 1.875% Sen 19/17.01.28	201,818.00	201,777.00	1.72
EUR	300,000	ArcelorMittal SA 1% EMTN Sen Reg S 19/19.05.23	300,015.00	302,533.50	2.58
EUR	400,000	Auchan Holding SA 2.25% EMTN Ser 19 Sen Reg S 13/06.04.23	421,424.00	424,428.00	3.62
EUR	40,000	Barclays Bank Plc 1.5% EMTN Sen 14/01.04.22	41,151.20	41,316.20	0.35
EUR	400,000	Ceetrus SA 2.75% Sen Reg S 19/26.11.26	420,756.00	418,568.00	3.57
EUR	100,000	Cote d'Ivoire 6.875% Sk Sen Regs 19/17.10.40	104,240.00	104,703.00	0.89
EUR	452,000	CPI PROPERTY GROUP SA 1.45% EMTN Sen Reg S 18/14.04.22	455,380.96	463,921.50	3.96
EUR	850,000	Deutsche Bank AG FRN EMTN Sen 17/16.05.22	820,675.00	839,392.00	7.17
EUR	450,000	Fluor Corp 1.75% Sen 16/21.03.23	450,225.00	452,549.25	3.86
EUR	400,000	Ford Motor Cred Co LLC FRN EMTN Sen 17/01.12.24	373,744.00	370,526.00	3.16
EUR	400,000	General Motors Financial Co FRN EMTN Sen Reg S 18/26.03.22	395,856.00	398,510.00	3.40
EUR	350,000	Hoist Finance AB 2.75% EMTN Sen Reg S 18/03.04.23	366,625.00	362,176.50	3.09
EUR	450,000	Immobilier Grand Distribuz SpA VAR Sen Reg S 19/28.11.24	455,823.00	455,044.50	3.89
EUR	460,000	Lloyds Banking Group Plc FRN EMTN Sen 17/21.06.24	451,545.20	464,386.10	3.97
EUR	400,000	Mediocredito Centrale SpA 1.5% EMTN Sen Reg S 19/24.10.24	397,680.00	396,524.00	3.39
EUR	446,000	Nordea Bank Abp VAR EMTN Reg S Sen Sub 16/07.09.26	450,504.60	451,697.65	3.86
EUR	800,000	Petroleos Mexicanos FRN Sen Reg S 18/24.08.23	755,840.00	801,740.00	6.85
EUR	400,000	Renault SA 1% EMTN Sen 18/18.04.24	403,284.00	402,302.00	3.44
EUR	440,000	Royal Bank of Scotland Gr Plc VAR EMTN Sen Reg S 17/08.03.23	453,640.00	456,370.20	3.90
EUR	453,000	Santander UK Gr Hgs Plc FRN Sen Reg S 18/27.03.24	445,303.53	454,789.35	3.88
EUR	450,000	Volkswagen Intl Finance NV FRN Sen Reg S 18/16.11.24	458,949.60	462,370.50	3.95
			8,624,480.09	8,725,625.25	74.50
USD	300,000	EDP Finance BV 5.25% Reg S Sen 14/14.01.21	282,415.39	275,296.16	2.35
Total investments in securities			8,906,895.48	9,000,921.41	76.85
Cash at banks				109,711.64	0.94
Bank overdrafts				-5,262.05	-0.04
Other net assets/(liabilities)				2,607,171.56	22.25
Total				11,712,542.56	100.00

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

CIRCLE FUND - Fixed Income Fund

Industrial and geographical classification of investments as at 31st December 2019

Industrial classification

(in percentage of net assets)

Financials	45.73 %
Real estate	7.53 %
Energy	6.85 %
Industrials	3.86 %
Non-cyclical consumer goods	3.62 %
Cyclical consumer goods	3.44 %
Raw materials	2.58 %
Utilities	2.35 %
Countries and governments	0.89 %
Total	<u>76.85 %</u>

Geographical classification

(by domicile of the issuer)

(in percentage of net assets)

France	12.35 %
United Kingdom	12.10 %
United States of America	10.42 %
Italy	7.28 %
Germany	7.17 %
Mexico	6.85 %
Luxembourg	6.54 %
The Netherlands	6.30 %
Finland	3.86 %
Sweden	3.09 %
Ivory Coast	0.89 %
Total	<u>76.85 %</u>

CIRCLE FUND

Notes to the financial statements

as at 31st December 2019

Note 1 - General information

CIRCLE FUND (the "Fund") was incorporated on 27th December 2018 for an unlimited period as a *société d'investissement à capital variable* ("SICAV") under the laws of the Grand Duchy of Luxembourg. It qualifies as an undertaking for collective investment in transferable securities ("UCITS") under the European Parliament and Council Directive 2009/65/EC of 13 July 2009 and has been authorised by the *Commission de Surveillance du Secteur Financier* (the "CSSF") under Part I of the amended Luxembourg Law of 17 December 2010 relating to undertakings for collective investment (the "2010 Law").

The Board of Directors of the Fund (the "Board") has appointed MC Square S.A. as management company of the Fund. MC Square S.A. was incorporated in the form of a *société anonyme* on 7 October 1988 for an unlimited duration. MC Square S.A. is approved as management company in accordance with Chapter 15 of the 2010 law. MC Square S.A. has a subscribed and paid-up capital of EUR 500,000.

Upon request prospective investors may obtain free of charge copies of the Offering Documents and the articles of incorporation of the Fund at the registered office of the Fund and are also available at the registered office of MC Square S.A.

Note 2 - Significant accounting policies

a) Presentation of the financial statements

The financial statements of the Fund are prepared in accordance with Luxembourg legal and regulatory requirements concerning undertakings for collective investment and with generally accepted accounting principles in Luxembourg.

The financial statements of the Fund have been prepared on a going concern basis.

b) Valuation of assets

- (i) the value of any cash balances or deposits, bills and demand notes and accounts receivable, prepaid expenses, cash dividends and interest declared or accrued as aforesaid and not yet received are deemed to be the full amount thereof, unless in any case the same is unlikely to be paid or received in full, in which case the value thereof arrives at after making such discount as the Fund may consider appropriate in such case to reflect the true value thereof;
- (ii) the value of securities, money market instruments and/or financial derivative instruments which are listed on any official stock exchange or dealt in on any other regulated market are valued at the last available price in accordance with the Fund's current accounting policies;
- (iii) in the event that any of the securities, including money market instruments or financial derivative instruments held by the Fund's portfolio on the relevant day are not listed on any stock exchange or dealt in on any other regulated market or if, with respect to securities, money market instruments and/or financial derivative instruments listed on any stock exchange or dealt in on any other regulated market, the basis of the price as determined pursuant to sub-paragraph (ii) is not representative of the fair market value of the relevant securities, the value of such securities is determined based on the reasonably foreseeable sales price determined prudently and in good faith;
- (iv) the financial derivative instruments which are not listed on any official stock exchange or traded on any other regulated market are valued in a reliable and verifiable manner on a daily basis and verified by a competent professional appointed by the Fund in accordance with market practice;
- (v) units or shares in open-ended investment funds are valued at their last available net asset value reduced by any applicable redemption charge;

CIRCLE FUND

Notes to the financial statements (continued)

as at 31st December 2019

- (vi) the value of money market instruments neither listed or dealt in on a stock exchange nor dealt in on any other regulated market are based on the nominal value plus any accrued interest or an amortised cost basis;
- (vii) in the event that the above mentioned calculation methods are inappropriate or misleading, the Directors may adjust the value of any investment or permit another method of valuation to be used for the assets of the Fund; and
- (viii) in circumstances where the interests of the Fund or its Shareholders so justify (for example, the avoidance of market timing practices), the Directors have delegated to the Management Company the discretion to take appropriate measures, such as applying a fair value pricing methodology, to adjust the value of the Fund's assets.

c) Acquisition cost of securities in the portfolio

The acquisition cost of the securities held by each Sub-Fund that are denominated in currencies other than the reference currency of the Sub-Fund is converted into this currency at the exchange rate prevailing on the date of purchase.

d) Net realised gain/(loss) on securities portfolio

The realised gains and losses on sales of securities portfolio are calculated on the basis of the average acquisition cost and are disclosed net in the statement of operations and other changes in net assets.

e) Investment portfolio income

Dividend income is recorded at the ex-date, net of any withholding tax.

Interest income accrued is recorded, net of any withholding tax.

f) Valuation of forward foreign exchange contracts

Open forward foreign exchange contracts are valued at forward market rates for the remaining period from valuation date to the maturity of the contracts. Net unrealised gains or losses of open contracts are disclosed in the statement of net assets. Net variation of unrealised gains or losses and net realised gains or losses are disclosed in the statement of operations and other changes in net assets.

g) Valuation of futures contracts

Open futures contracts are valued at the last settlement or close price on the stock exchanges or regulated markets. Unrealised gains or losses of open contracts are disclosed in the statement of net assets. Net variation of the unrealised gains or losses and net realised gains or losses are disclosed in the statement of operations and other changes in net assets.

h) Formation expenses

Formation expenses are amortised on a straight line basis over a period of five years.

If the launch of a Sub-Fund occurs after the launch date of the Fund, the formation expenses related to the launch of the new Sub-Fund is charged to such Sub-Fund alone and may be amortised over a maximum of five years with effect as from the Sub-Fund's launch date.

CIRCLE FUND

Notes to the financial statements (continued)

as at 31st December 2019

As at 31st December 2019, the formation expenses are composed as follows :

CIRCLE FUND - Performance Fund

Counterparties	(in EUR)
Management Company	187,500.00
Lawyer	25,342.50
IT firm	3,841.18
Depositary	2,500.00
Notary	1,256.00
Administrative agent	1,000.00
Total formation expenses	221,439.68
Amortisation done during the reporting period	-24,604.38
Formation expenses, net	196,835.30

CIRCLE FUND - Fixed Income Fund

Counterparties	(in EUR)
Management Company	187,500.00
Lawyer	25,342.50
Depositary	2,500.00
Notary	1,256.00
Administrative agent	1,000.00
Total formation expenses	217,598.50
Amortisation done during the reporting period	-24,177.58
Formation expenses, net	193,420.92

i) Conversion of foreign currencies

Cash at banks, other net assets, liabilities and the market value of the securities in portfolio expressed in currencies other than the reference currency of the Sub-Fund are converted into this currency at the exchange rate prevailing on the date of the report. Income and expenses expressed in currencies other than the reference currency of the Sub-Fund are converted into this currency at the exchange rate prevailing on the date of the transaction. Net realised gains or losses on foreign exchange are disclosed in the statement of operations and other changes in net assets.

j) Combined financial statements

The combined financial statements of the Fund are expressed in EUR and are equal to the sum of the corresponding items in the financial statements of each Sub-Fund.

k) Receivable / Payable on treasury transactions

The item "Receivable on treasury transactions" comprises maturities of time deposits, new loans, foreign exchange transactions or forward foreign exchange transactions not yet disclosed under the item "Cash at banks".

The item "Payable on treasury transactions" comprises new time deposits, maturities of loans, foreign exchange transactions or forward foreign exchange transactions not yet disclosed under the item "Cash at banks".

CIRCLE FUND

Notes to the financial statements (continued)

as at 31st December 2019

At the level of the sub-fund, "Receivable and payable on treasury transactions" are disclosed net in the statement of net assets

l) Transaction fees

Transaction costs disclosed under the item "Transaction fees" in the statement of operations and other changes in net assets are mainly composed of broker fees incurred by the Fund relating to purchases or sales of securities and of fees relating to liquidation of transactions paid to the depositary bank.

m) Other liquid assets / Other liquid liabilities

The item "Other liquid assets" disclosed in the statement of net assets is composed of treasury accounts held by the counterparties of the financial instruments and derivatives.

The item "Other liquid liabilities" disclosed in the statement of net assets is composed of debt treasury accounts held by the counterparties of the financial instruments and derivatives.

Note 3 - Management fee

The management fee is accrued daily on the basis of the average net assets and is to be paid monthly.

At the date of the financial statements for the Sub-Fund CIRCLE FUND - Performance Fund :

Classes	Management fee (max)
I EUR	1.00%

At the date of the financial statements for the Sub-Fund CIRCLE FUND - Fixed Income Fund :

Classes	Management fee (max)
I EUR	0.50%
I GBP	0.50%

It was decided as at 26th June 2019, in order to support the launch of CIRCLE FUND to decrease by 50% the management fees for the Sub-Fund CIRCLE FUND - Performance Fund until further notice and to waive the management fees for the Sub-Fund CIRCLE FUND - Fixed Income fund for the share Class I EUR until further notice.

Note 4 - Performance fee

For the Sub-Fund CIRCLE FUND - Performance Fund, the performance are as follows:

For each class of the Sub-Fund in its respective currency, the Management Company will receive within five Business Days of the last Business Day of each twelve-month period starting on the last Business Day of December an annual performance fee of maximum 20% (excluding taxes) of the performance of the Total Net Asset over the Hurdle Rate during the Period.

The Hurdle Rate is EONIA + 3% for the EUR Classes of Shares, Overnight USD LIBOR+ 3% for the USD Classes of Shares.

CIRCLE FUND

Notes to the financial statements (continued)

as at 31st December 2019

The performance fee is crystallized for redemptions and paid to the Management Company. The performance fee will be accrued on each Net Asset Value Calculation and is reverted to the Sub-Fund in case of, and to the extent of, the Net Asset Value falls during the relevant Period.

At the date of the financial statements, no performance fee was disclosed for the Sub-Fund CIRCLE FUND - Performance Fund.

For the Sub-Fund CIRCLE FUND - Fixed Income Fund there is no performance fee.

Note 5 - Central administration costs

The item "Central administration costs" disclosed in the statement of operations and other changes in net assets is mainly composed of administration and domiciliation fees.

Note 6 - Subscription, redemption and conversion fees

Issue, redemption and conversion fees are recorded under "Subscription and redemption fees" in the statement of operations and other changes in net assets.

For the Sub-Fund CIRCLE FUND - Fixed Income Fund :

- Entry fee : Maximum 1% of the subscribed amount payable to the entities and agents active in the marketing and placement of the shares.
- Exit fee : Maximum 1% of the reimbursed amount payable to the placement agent and/or the Management Company.

Note 7 - Subscription duty

The Fund is governed by Luxembourg law.

Pursuant to the legislation and regulations in force, the Fund is subject to an annual "*taxe d'abonnement*" of 0.05% which is payable quarterly and calculated on the basis of the net assets of each Sub-Fund on the last day of each quarter.

A lower rate of 0.01% is applied to the classes reserved to institutional investors according to Article 174 (2) of the amended law of 17 December 2010.

Pursuant to Article 175 a) of the amended Law of 17 December 2010 the net assets invested in undertakings for collective investment already subject to the "*taxe d'abonnement*" are exempt from this tax.

Note 8 - Cross investments

Pursuant to Article 181(8) of the amended Law of 17th December 2010 relating to Undertakings for Collective Investment, the following Sub-Fund invested in the Sub-Fund as described below as at 31st December 2019:

Sub-Fund	Description	Currency	Quantity	Market value	% of total net assets
CIRCLE FUND - Performance Fund	Circle Fd Fixed Income I EUR Cap	EUR	8,010.181	807,426.24	6.89%

CIRCLE FUND

Notes to the financial statements (continued)

as at 31st December 2019

The combined statement of net assets has not been adjusted to remove the impact of the above.

There is no duplication of the commission on subscriptions, redemptions and the management fees to these assets.

Note 9 - Forward foreign exchange contracts

As at 31st December 2019, the following Sub-Fund is committed in the following forward foreign exchange contract with QUINTET PRIVATE BANK (EUROPE) S.A. (formerly KBL EUROPEAN PRIVATE BANKERS S.A.):

CIRCLE FUND - Fixed Income Fund					
Currency	Purchases	Currency	Sales	Maturity	Unrealised result (in EUR)
Forward foreign exchange contracts linked to Classe I GBP shares					
GBP	2,068,000.00	EUR	2,422,538.51	29.01.2020	15,770.59
					<u>15,770.59</u>
Forward foreign exchange contracts linked to Classe I USD shares					
USD	6,000,000.00	EUR	5,427,899.40	9.01.2020	-83,640.03
EUR	5,352,602.70	USD	6,000,000.00	9.01.2020	8,343.33
					<u>-75,296.70</u>

Note 10 - Futures contracts

As at 31st December 2019, the following Sub-Fund is committed in the following futures contracts :

CIRCLE FUND - Performance Fund

	Number of contracts	Denomination	Currency	Exposure (in EUR)	Unrealised result (in EUR)
Purchase	10	SWISS MARKET INDEX FUT 03/20 EUX	CHF	968,487.09	-8,468.05
Purchase	16	CAC 40 Index FUT 01/20 MONEP	EUR	955,200.00	-8,160.00
Purchase	21	CBOE SPX Volatility Index FUT 01/20 CBF	USD	273,559.28	-20,107.78
Purchase	23	MSCI TAIWAN INDEX FUT 01/20 SGX	USD	941,551.62	-8,604.26
Purchase	6	Nasdaq 100 Stock Index FUT 03/20 CME	USD	935,485.88	-5,451.14
Purchase	13	RUSSELL 2000 FUT 03/20 CME	USD	967,212.97	-997.60
Purchase	6	S&P 500 Index FUT 03/20 CME	USD	863,365.10	-2,939.34
					<u>-54,728.17</u>

Note 11 - Changes in investments

The statement of changes in investments for the reporting period is available free of charge at the registered office of the Fund.

Note 12 - Events

The Board of Directors of the Fund decided to launch the two Sub-Funds CIRCLE FUND - Performance Fund and CIRCLE FUND - Fixed Income Fund with a first Net Asset Value as at 12th June 2019.

CIRCLE FUND

Notes to the financial statements (continued)

as at 31st December 2019

In order to support the launch of CIRCLE FUND, the Fund resolved as at 26th June 2019 :

- to reduce the domiciliation fees to be paid by CIRCLE FUND to EUR 2.500 per Sub-Fund for 2019,
- to decrease by 50% the management fees for the Sub-Fund CIRCLE FUND - Performance Fund until further notice,
- to waive the management fees for the Sub-Fund CIRCLE FUND - Fixed Income Fund until further notice.

The share class I USD has been launched and fully redeemed in the Sub-Fund CIRCLE FUND - Fixed Income Fund in October 2019.

Note 13 - Subsequent events

Actions taken by the Management to respond to the current situation including their assessment on the going concern assumption

The board of managers has assessed the actual and potential impacts of COVID-19 on the fund. So far, the board of managers uses remote communication systems in order to ensure the continuity of its duties and supervision. It has been informed as well by MC Square about the business continuity plan it has implemented in order to ensure the continuity of its activities in line with its regulatory duties and responsibilities. Aside the markets turmoil linked to COVID-19, no actual or potential impact due to COVID-19 has been identified by the board on its business activities, financial situation and economic performance.

As underlying assets of the funds are listed, there has been no major impact on their functioning or performance before the closure of 31st December 2019 as there has been no infection reported or restrictions ordered by respective governments. Therefore, the following comments have to be taken as from beginning of 2020.

Qualitative information how the Fund is currently functioning

We are currently functioning remotely with all providers and management companies but as this was already the case previous to the crisis, there is no major change nor impact except some delay in administrative processes due to some countries lock down of working forces.

Quantitative performance of the sub-fund

The performance of each sub-fund is available on FUNDSQUARE platform, by following this link :

<https://www.fundsquare.net/search-results?fastSearch=O&isISIN=N&search=CIRCLE>

Comment on redemption requests potentially caused by COVID 19 :

As the fund has not experienced redemption request following the COVID crisis, we have not taken specific measures for unexpected redemptions.

CIRCLE FUND

Additional information (unaudited)

as at 31st December 2019

1 - Risk management

As required by Circular CSSF 11/512, the Board of Directors of the Fund needs to determine the global risk exposure of the Fund by applying either the commitment approach or the VaR ("Value at Risk") approach.

In terms of risk management, the Board of Directors of the Fund decided to adopt the commitment approach as a method of determining the global exposure

2 - Remuneration

I. General

MC Square S.A. has implemented a remuneration policy to define the conditions relating to the remuneration and the assessment of the employees of MC Square S.A. in its capacity as management company governed by chapter 15 of the Luxembourg Law of December 17, 2010 on undertakings for collective investments and as authorized alternative investment fund manager under the Luxembourg law of July 12, 2013 on alternative investment fund managers.

MC Square S.A. established a remuneration policy which is consistent and promotes sound and effective risk management and does not encourage risk-taking which is inconsistent with the risk profile and articles of incorporation of the UCITS/AIFs that MC Square S.A. manages.

MC Square S.A. ensures that where remuneration is performance-related:

- The total amount of remuneration is based on a combination of the assessment of the performance of:
 - a. The individual
 - b. The business unit concerned
 - c. And the overall results of MC Square S.A. and
- The assessment of performance is set in a multi-year framework appropriate to the holding period recommended to the investors
- When assessing individual performance, financial as well as non-financial criteria are taken into account.

II. Quantitative information

The table below provides aggregated information on the remuneration of all staff employed on December 31, 2019 which is the financial year end of MC Square S.A., and performing activities for MC Square S.A. during the year 2019, including all identified staff.

The figures are expressed and based on the Funds managed by MC Square S.A.

Aggregate fixed and variable remuneration for the performance year 2019:

Fixed and variable remuneration awarded in relation to the performance year 2019 and on basis of the AuMs of AIFs managed by MC Square S.A.		
Amounts in EUR and gross	Identified staff (1)	All staff
Number of employees	7	15
Fixed remuneration	456,692.70	709,811.93
Variable remuneration	N/A	N/A
Aggregate of fixed and variable remuneration	456,692.70	709,811.93

(1) Identified staff : categories of staff, including senior management, risk takers, control functions and any employee receiving total remuneration that falls into the remuneration bracket of senior management and risk takers, whose professional activities have a material impact on the management company's risk profile or the risk

CIRCLE FUND

Additional information (unaudited) (continued)

as at 31st December 2019

profiles of the UCITS that it manages and categories of staff of the entity(ies) to which investment management activities have been delegated by the management company, whose professional activities have a material impact on the risk profiles of the UCITS that the management company manages.

(ESMA Guidelines on sound remuneration policies under the UCITS Directive ESMA/2016/575)

3 - Information concerning the transparency of securities financing transactions and of reuse of cash collateral (regulation EU 2015/2365, hereafter "SFTR")

During the reporting period, the Fund did not engage in transactions which are subject to the publication requirements of SFTR. Accordingly, no information concerning the transparency of securities financing transactions and of reuse of cash collateral should be reported.