

**Annual report including audited financial statements
as at 31st December 2019**

TREA SICAV

Société d'Investissement à Capital Variable
Luxembourg

R.C.S. Luxembourg B160815

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TREA SICAV

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TREA SICAV

Organisation

Registered office

2, Rue d'Alsace
L-1122 LUXEMBOURG
(since 9th December 2019)

12, Rue Eugène Ruppert
L-2453 LUXEMBOURG
(until 8th December 2019)

Board of Directors

Chairman

Antonio MUÑOZ
CEO
TREA ASSET MANAGEMENT, S.G.I.I.C., S.A.
MADRID

Directors

Ramón CARDIL BAUTISTA
COO
TREA ASSET MANAGEMENT, S.G.I.I.C., S.A.
MADRID

Joaquin FERNANDEZ DOMENECH
Chief Accounting Officer
TREA ASSET MANAGEMENT, S.G.I.I.C., S.A.
MADRID

Jordi ARMENGOL
Portfolio Manager, Emerging Markets, Fixed Income
TREA ASSET MANAGEMENT, S.G.I.I.C., S.A.
MADRID

Management Company

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(since 9th December 2019)

Degroof Petercam Asset Services S.A.
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(until 8th December 2019)

Investment Manager

TREA ASSET MANAGEMENT, S.G.I.I.C., S.A.
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E-28001 MADRID
SPAIN

Depository and Paying Agent

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(Formerly KBL European Private Bankers S.A.)
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(since 9th December 2019)

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Organisation (continued)

	Banque Degroof Petercam Luxembourg S.A. 12, Rue Eugène Ruppert L-2453 LUXEMBOURG (until 8th December 2019)
Domiciliary and corporate agent, registrar and transfer and administrative agent	EUROPEAN FUND ADMINISTRATION S.A. 2, Rue d'Alsace L-1122 LUXEMBOURG (since 9th December 2019) Degroof Petercam Asset Services S.A. 12, Rue Eugène Ruppert L-2453 LUXEMBOURG (until 8th December 2019)
Cabinet de révision agréé	KPMG Luxembourg, Société coopérative 39, Avenue John F. Kennedy L-1855 LUXEMBOURG
Global Distributor	TREA ASSET MANAGEMENT, S.G.I.I.C., S.A. Calle Serrano, No 66, 5a Planta E-28001 MADRID SPAIN

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Report on activities of the Board of Directors

TREA SICAV - Trea Emerging Markets Credit Opportunities

January was a very strong month for Emerging markets, boosted by a much more dovish tone from the Federal Reserve and a weaker outlook for the dollar, as well as increased optimism for a trade agreement between the US and China as the current standoff begins to affect their domestic economies. In addition strong policy statements in Brasil from the new government helped fuel optimism over structural reforms and had a positive spillover effect in the region.

On the month, the Sub-Fund was very active rotating risk exposure in both the secondary and primary markets. The Sub-Fund increased its holding in Ecuador given the improving outlook and potential IMF support, and also added sovereign risk in Turkey and Ukraine. In Asia the Sub-Fund increased its exposure to an existing Indonesian high-yield corporate to take advantage of a corporate action. The Sub-Fund also exited its holding in the longer Digicel OpCo bonds following the completion of the Caribbean telco's Holding Company bonds reprofile, and reduced its exposure to Nostrum the Kazakh oil services provider.

Emerging markets performed well during the month of February, as attractive valuations continued to be supported by a benign central bank outlook and optimism over US-China trade talks. In addition the asset class remains supported by a healthy technical picture with net inflows and a light issuance calendar on the back of limited 2019 financing requirements from both corporates and sovereigns. Market remained strong, despite some potential idiosyncratic risks on the horizon like the doubts on AMLO, and also Pemex, in Mexico and elections in countries like Ukraine and Argentina. In addition to the general market, performance was boosted by higher beta exposures such as the Mexican non-bank financial sector which performed strongly, as well as Ecuador which secured support from the IMF.

In February the Sub-Fund participated in the primary market and was also active rotating risk in the secondary market. In primary the Sub-Fund took part in the new sovereign issuance from Egypt, and also played subordinated issuance from Brazilian bank BTG Pactual. In the secondary space, the Sub-Fund increased its exposure to Ecuador sovereign, given attractive yield and expectations of IMF support, and also to Buenos Aires province. In Mexico the Sub-Fund increased its exposure to Financiera Independencia following strong earnings, and rotated out of its holding in telco Axtel. In Brazil the Sub-Fund took profits on its positions in JSL, and exited its holdings in Hidrovias given its reliance on Vale as its major customer. The Sub-Fund also reduced its remaining holding in Caribbean telco digicel, and increased its position in the Ghana oil player Tullow.

Emerging markets had a broadly positive but volatile performance over the month, as the increasingly dovish fed caused treasury yields to fall dramatically causing the short-end of the curve to invert, as well as re-emergence of country-specific risks in Turkey. In Turkey an unexpected decline in foreign exchange reserves led to speculation that the CB had been propping up the currency, and concern was further compounded by the decision to effectively stop the sale of liras in the run-up to the municipal elections. Given the AKP's weak performance at the elections markets have since rebounded on the expectation Erdogan will need to pursue more conservative policies going forward. An improvement in global PMIs helped by China stimulus has also helped positive sentiment. The Sub-Fund actively sought to increase duration of its holdings against the improved rate environment, standing then at approx 3.7 years.

The Sub-Fund continued to reduce its Brazilian exposure given the strong performance year to date and on increasing concerns about the new President's ability to guide structural reforms through congress. In Ecuador the Sub-Fund took profits on some sovereign and entered into the Quito Airport primary deal, and also tactically traded some long-dated YPF. In Mexico the Sub-Fund tactically took profits on a part of its holdings in Findep and cleaned up some legacy positions in Javier and Maxtel. In Turkey the Sub-Fund rotated out of the sovereign into the high quality corporate Sisecam new issue, and also rotated out of Isbank seniors to tactically add more Turkcell and Coca-cola bottling, and some short-dated Turk Telecom paper. Also on the primary side the Sub-Fund entered into E&P player Kosmos, a close peer to Tullow but offering better relative value. The Sub-Fund further diversified into Georgia, participating in the debut issue from Silknet, the country's dominant telco provider.

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Report on activities of the Board of Directors (continued)

In May, Emerging Markets and global risk assets generally had a difficult month, as trade talks between US and China which had appeared to be progressing suddenly broke down and tensions between the two countries quickly escalated. Indeed the confrontation took a leg higher following the US blacklisting of Chinese telecom equipment maker Huawei, and potential counter-measures from China including restriction on exports of rare-earth metals. All of this led to a quick risk reversal in global assets, on the back of concerns over the effect on global growth, which was then further compounded by the seemingly unrelated US threat to impose escalating tariffs if Mexico did not reduce the numbers of would-be emigres at the US border. Despite these pressures, the Sub-Fund posted a positive performance over the month, on the back of a recovery in Argentina risk and some specific outperformance in names such as telecom operator Silknet in Georgia, as well as a managed increase in cash holdings to approx. 15%.

By June, Emerging markets had a very strong month, on the back of sharply increased global central bank dovishness led by both the ECB and the Federal Reserve, as well as optimism over a positive outcome for trade talks at the G20 at the end of the month. The Sub-Fund was well positioned to take advantage of this and increased risk over the month, for a positive return of 3.2%. In addition, Sub-Fund performance was boosted by credit-specific outperformance such as Navios maritime, as well as outperformance of Argentina risk due to an improving domestic outlook.

The Sub-Fund was active rotating risk in the secondary markets. The Sub-Fund increased Brazilian risk via a new holding in paper player Suzano and took profits on its holding of beef-player Minerva. Also in Latin American the Sub-Fund added to its position in Credivalores, the Columbian non-bank financial, and added to its holding in Buenos Aires province paper. The Sub-Fund also exited its holding in Genneia the Argentine power player to take advantage of the run-up in price and also took profits on its position in AJE Corp, the Peruvian soft-drinks player. In CEEMEA the Sub-Fund increased its holding in Ukraine sovereign paper, and exited its position in Nostrum Oil & Gas. On the primary side the Sub-Fund participated in a senior issue from TBC Bank of Georgia. The Sub-Fund also bought US Treasuries on the back of the improving rate outlook.

In July, Emerging markets generally had a good month, with US and China (temporarily) returning to the negotiating table, and the markets anticipating a rate cut from the Federal Reserve. The Sub-Fund was well positioned against this, selectively adding risk and returning 1.4% over the month (class C). In addition there net outperformance from Argentine risk which had a volatile month, with some polls showing opposition strength going into the presidential election, which was then superseded by improving economic data. In terms of specific credit outperformance Yasar in Turkey launched a successful tender offer with bonds trading subsequently through the clearing level.

The Sub-Fund was active in the primary market, participating in Latam new issues from Argentine power operator Pampa Energia, and Mexican leasing player Docuform. The Sub-Fund also participated in a "green bond" issue from Brazilian protein player Marfrig. In CEEMEA the Sub-Fund participated in a Turkey sovereign issue, and Ukrainian quasi-sovereign Naftogaz, and extended duration via a long-dated issue from DP Ports. On the secondary side the Sub-Fund added to its holding in Argentine infrastructure player Tragas, and added some Egypt sovereign risk. The Sub-Fund took some profits on its holding in Navios Maritime, and also added to its position in US Treasuries.

In August performance over the month was negative, predominantly due to a massive sell-off in Argentine assets following the highly unexpected primary election result in Argentina on August 11th, as well as an ensuing spillover to other higher-yielding assets. The Sub-Fund was heavily affected given its Argentina exposure, though this was weighted towards corporate and quasi-sovereign bonds, rather than sovereign paper which was most severely hit. The likely victory of Fernandez in the October presidential elections has given rise to big uncertainty over policy continuity versus the current administration, which is likely required for continued IMF support, with the market pricing in a very high likelihood of sovereign default and/or restructuring. Indeed the incumbent Macri as a response to his resounding defeat already began to implement or announce "populist" measures such as price freezes, capital controls, and forced rollovers of bond maturities, which caused Argentine assets to take a second leg lower (though there has been some recovery post month-end). On the positive side Sub-Fund performance was helped by continued outperformance of CEEMEA assets, in particular Ukraine and

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Report on activities of the Board of Directors (continued)

Eastern Europe, and also a rally in US Treasuries on the back of a perceived escalation in the US-China trade conflict.

During the month the Sub-Fund was active mainly in the secondary markets, with the bulk of activity in rotating Argentina risk into stronger credits where we see lower risk of default where possible given the limited liquidity. The Sub-Fund traded out of Cordoba province and reduced holdings in Pampa Energia, and increased exposure to YPF. In addition the Sub-Fund increased its exposure to Ukraine following a decline on the back of the Argentina sell-off, and took profits on its US Treasuries position.

In September the Sub-Fund returned a positive performance over the month, on the back of rebound in Argentina and other high-yielding assets following the sell-off in August. Despite the heavy technical positioning, Argentine risk clawed back some of its losses, as the market began to differentiate and digest the implications of potential policy outcomes. Although some sort of restructuring of sovereign and quasi sovereign debt looks likely, whether this requires a haircut or merely an extension remains to be seen, but we are of the opinion that the higher quality corporates will likely avoid a restructuring, and the Sub-Fund benefited from this on the back of some switch trades executed during August. In addition to Argentina, risk assets benefitted more broadly from a more positive sentiment towards the ongoing trade disputes between the US and China, which supported higher-beta names in the portfolio.

Regarding the trades of September the Sub-Fund was active in the primary and secondary markets. The Sub-Fund participated in the tender and new issuance from IHS Holdings, the Nigeria-based mobile towers provider, and also in the new issuance from Africa Export import bank. Also in primary, the Sub-Fund played the new issue from Pemex and tactically took profits. The Sub-Fund increased its exposure to higher quality Brazilian assets through the secondary market, in anticipation of successful social security reform legislation being passed, adding to existing positions in Petrobras and re-establishing a holding in Rumo the railway infrastructure provider. The Sub-Fund also sold its holding in Brazilian protein player MARfrig on the back of valuation concerns. In CEEMEA the Sub-Fund rotated risk out of Turkey into Egypt on the back of a more favorable relative policy outlook.

In October, most of the bonds of the portfolio ended up in a mildly positive note helped by global optimism as well as the FED Sub-Funds rate cut at the 30th. This month Emerging Markets have seen a wave of events both in the political and geopolitical front. Just at the beginning of the month, Ecuador was shaken by violent protests after the government announced the liberalization of diesel and gasoline prices. Despite that the bonds performed relatively well at the beginning as the measure would have helped the country get a bit more in line with the IMF requirements, bonds fell as violence escalated and again after the government backtracked and reinstated the fuel subsidies. All given, Ecuador bonds have been one of the worst contributors to the performance of the month. Another event was the military operation of Turkey at the north of Syria. The Turkish corporate bonds on the portfolio experienced a volatile period as the different events unfolded to finally finish higher after the ceasefire along with a recovery of the Lira. Back in Latin America, on the 27th Argentina had the first round of the general election where Alberto Fernández was elected President without a second round as he won with 48% of the votes against the 45% threshold required to be a single round election. Argentina related bonds, had a volatile month along with bondholder's optimism on the potential restructuring pushing them higher at first to fade as the day of the election came closer.

In the month, the Sub-Fund was quite active on the primary markets, taking the chance to participate on some high quality bonds as the supranational African Finance, get exposure to a couple of telecom companies, diversifying its Ukraine exposure by participating on the Metinvest new issuance while selling some of its MHP bonds. The Sub-Fund also participated on the tender and new issuance of Ivory Coast. On the secondary markets, the Sub-Fund bought some Egypt bonds, traded Ecuador to end up cutting the exposure as violence escalated, bought a bit of the Argentina Sovereign while reducing some of the corporate exposure and exited or reduced its exposure on some corporates which we thought that risk reward was less compelling like Yasar holdings, Navios Maritime or Unifin. As a final note, the Sub-Fund started a small position on the US treasury as a risk hedge.

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Report on activities of the Board of Directors (continued)

In November the Sub-Fund ended with a slightly negative performance. Besides some exceptions, most of the bonds of the portfolio had a mild performance either positive or negative. As news flow and changing expectations on a potential US-China trade deal were being taken into account, the market kept switching on its Risk Appetite. More on Emerging markets, the social pressure on some Latam countries as Chile and Colombia were a source of headlines and concerns. Regarding our portfolio, most of the ones that ended up on positive were some of the corporate high yield bonds or Argentina related, while the negative ones had been some of the longer dated sovereign bonds or the Latam corporates. All given, the bonds that impacted more negatively on the portfolio were the Ecuador bonds, which fall in the middle of the month after the government was not able to pass in congress a bill for reforms required from the IMF in order to receive more disbursements. Despite a sharp selloff, the bonds recovered part of its losses after President Lenin Moreno submitted a new tax reform plan and markets turned a bit less pessimistic. Regarding the Argentina exposure, the situation remained fluid as market participants were keeping a close eye on the evolution of the political scene as Alberto Fernandez would start its presidency at the beginning of December.

In the month, the Sub-Fund participated on the primaries of the Ukrainian national O&G Naftogaz and the new 10 year bond of Angola. On the secondary markets, the Sub-Fund took the chance to sell some of its Egypt exposure after the demand for the new issues fuelled a rally which turned to be short lived. The Sub-Fund also increased its exposure to some Mexican corporates and the Ecuador sovereign while getting rid of some small exposures as DP world or Ghana. On the other hand, the Sub-Fund also reduced the risk on the portfolio by selling some financial and corporate subordinated bonds and a bit of its Yasar Holdings bonds. The Sub-Fund also traded a bit of treasuries in order to hedge/unhedged against Risk-off movements.

The Sub-Fund finished December with a positive performance. The emerging markets fixed income, as well as most of the other asset classes, were pushed up as market participants became sanguine after the "Phase 1" US- China deal was reached. Without much primary issuance, as usual in December, the secondary markets shown a very strong technical buying on a not so liquid market, fuelling the rally, in our opinion. Besides a few exceptions, most of the bonds of the portfolio ended up in green. Despite starting the month some figure quite below this august highs, some of the lower rating names on our portfolio finished the month about there or even breaching them, in that group we can find some of the long end sovereign bonds of Ukraine, Angola or Ivory Coast. On an even lower rating, all the Argentina related bonds had a strong rally as market expected a relatively goodwill of the government towards bondholders, in that sense, our exposure to the YPF bonds was the biggest contributor to performance on the last month of the year. Ecuador finally got their IMF disbursal approved, allowing the bonds to recover to the levels that they were before the November selloff. The only significant negative contributor to performance on the month were Tullow bonds, which shares fell sharply after an output forecast cut and the CEO resigned, the bonds had a significant selloff but recover half of the loss as buyers stepped in.

In December, the Sub-Fund did not participate in any primaries. On the secondary markets, the Sub-Fund started the month by taking profits on a financial sector bond while increasing its exposure to Ukraine and starting the exposure to Frontera Energy bonds as a November selloff allowed the formation of a very interesting entry point. More on the middle of the month, the Sub-Fund took the chance on the middle of the rally to do some profit taking, in that regard we sold our entire position on one of our Indonesia corporates, took profits on the Ukraine bonds bought at the beginning of the month and cleaned up some of our Argentina issuers exposures. On the month, the Sub-Fund also started a new position on a turkey corporate and reduced slightly its exposure to Belize, Yasar Holdings and Tullow after the recovery.

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Report on activities of the Board of Directors (continued)

TREA SICAV - Trea European Equities

2019 has been a year of consolidation of the new management team, which consists of 9 professionals among managers, analysts and macro strategist. We have been maximizing potential for revaluation (or margin of safety) of the portfolio at all times. It is currently at 29%.

Risk management has been monitored at all times, we have not exceeded the limit of 20% in a single sector or 5% in a single position.

Sector breakthrough

	Sub-Fund*	MSCI Europe	Over /under
Health Care	17.4%	13.7%	+2.5%
Consumer Discretionary	14.8%	10.0%	+5.1%
Energy	18.5%	6.7%	+8.2%
Information Technology	11.8%	6.0%	+5.7%
Materials	9.4%	7.3%	+3.5%
Industrials	8.4%	13.8%	-4.1%
Consumer Staples	6.3%	13.9%	-5.1%
Communication Services	5.6%	4.3%	+1.5%
Utilities	0%	4.4%	-3.0%
Financials	0%	17.9%	-17.9%
Real Estate	0%	1.4%	-1.4%

* The sector breakthrough data are from the manager's attribution/performance point of view of view taken from Bloomberg. This data and criteria attribution from Bloomberg could be different from the Central Administration's data and criteria attribution.

Largest sector weights:

- 17.4% Health Care. We increased from 8.5% to 16.3%. Here we have found very good opportunities, business with competitive advantage at reasonable prices, like Grifols and Philips, of which we took 5% and 4% of each. We also have been active switching positions, from Novartis to Roche for instance.
- 14.8% Consumer Discretionary. Weight was fairly steady, but components has changed, from auto parts at the beginning of the year (Valeo, Plastic Omnium...) to consumer electronic retailers like Ceconomy (3% portfolio) or Dixons Carphone (2,5%) at the end of the year. We think brands (apple, Samsung or LG) need largest retailer stores to show its products and some products (white products: freezers, wash machines...) have no big competition from amazon, meaning companies like those will be needed.
- 18.5% Energy. No big changes, but we change from transport companies (BW LPG) to E&P (Total or Aker BP) as we think oil production in US is going closer its peak and will decrease from there (lower production) and demand is growing (at lower pace). The result is going to be higher oil prices.
- 11.7% IT Services. Largest increase (from 4.6% at beginning of year), as we saw good business trading at low multiples (Atos – 4,3% portfolio- for instance) as well as good business in the 5G space (from semis to 5G players).

Financial underweight is because we see underlying business in banking names is not profitable enough and regulatory risks still there. However, we have some names that will be potential buyers for 2020. So this underweight will be reduced.

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Report on activities of the Board of Directors (continued)

TREA SICAV - Trea Iberian Equities

Market Review

The markets recovered during the first semester, especially those sectors that were punished the most in the last quarter of 2018. The period was marked by different political, economic and business-specific factors, the main ones being the following:

The apparent positive progress of trade negotiations between the US and China which supported the more cyclical sectors.

- Dovish rates stance from the major Central Banks, on both sides of the Atlantic, cooling expectations of interest rate hikes.
 - In the US the Fed's "dovish" tone, ahead of a greater-than-expected potential slowdown in the economy, led to the inversion of the American rates curve with the short tenors above the 10-year, a historical early indicator of future recessions.
 - In Europe, the announcement of a new LTRO (credit facility to banks) to support the Banking sector income statement.
- Stagnation in the Brexit process.
- General decreases in world growth forecasts, especially in the Eurozone, from several institutions (ECB, OECD, European Commission, IMF, ...), sharply depreciated the euro against the dollar and led sovereign bonds yields below the October 2016 levels.
- Good start of the earnings season, with slightly more positive bias from the Corporates.

The market behaviour during the second half of the year was clearly differentiated: a first stage with a significant decline in stock prices driven by the financial sector and the more cyclical names, while the safe haven proxies (government bonds, USD dollar and utilities) outperformed. This was followed on a second stage by the recovery of the financial sector.

During the month of August, the market reached new year lows as several macro uncertainties intensified (trade war between the US and China, the breakup of the Italian coalition government and the uncertainties around Brexit). On top of which Macri losing Argentinian primaries had a negative effect on Spanish companies with exposure to this country.

The trade war between the United States and China showed signs of easing, which together with the agreement reached in Italy, between the Five Star Movement and the centre-left Democratic Party, and the dovish messages from the Central Banks supported the market sentiment.

The result of the elections in the United Kingdom, with an overall majority for Boris Johnson, guaranteed the approval of the British Parliament to the exit agreement and discarded the possibility of a hard Brexit. The latter boosted the performance of those Spanish equities more exposed to the United Kingdom, i.e. IAG.

Regarding Spain, the November elections resulted in a complex situation giving higher influence to the left-wing parties, bringing forward greater regulation and/or tax pressures, which could affect certain sectors such as banks, real estate or construction.

As regards to monetary policies, ECB restarted a new QE since November for asset purchases amounting EUR 20 billion per month. This QE together with the reinvestment of pending maturities, and other stimulus measures, provided some relief to the Banking sector. However, the effect of this ultra-expansive monetary policy is becoming increasingly less effective unless followed by fiscal stimulus. In this regard, although the new Presidency has followed a continuation policy, there is an increasing pressure from ECB to the European countries to adopt such measures.

Portfolio Performance

Our portfolio has registered a positive performance during the year. However, due to the size of the AUM, profitability has been offset by the different fees applied (management, audit, intermediation, custody, ...).

The best performing sectors were those with a defensive profile supported by a high dividend yield, i.e. Utilities.

On the negative side, the Banking sector continued to be negatively affected by the economic slowdown, the uncertainty in Italy, the outcome of the IRPH litigation against Spanish banks and the continuation of low bond yields (-95 bps in the 10-year Spanish bond during 2019).

The companies that contributed the most to profitability were Cellnex, Inditex, Grifols, Iberdrola, Corticeira Amorim, Altri, Acerinox and Merlin. In contrast, the most subdued names were Masmóvil, Gestamp, Santander, Liberbank, Dominion, FCC, Quabit and Aedas.

Portfolio Activity

During the year the liquidity of the Sub-Fund was reduced from 54% to 11% at year close, increasing the weight of the following sectors:

- Materials (17% of the portfolio): Altri, Iberpapel and Tubacex were incorporated.
- Telecoms (16% of the portfolio): Cellnex and Nos were included.
- Cyclical consumption (13% of the portfolio): Gestamp was added and the weight of Meliá Hoteles increased.
- Industrial (12% of the portfolio): FCC and IAG were incorporated, while Prosegur Cash and Sacyr were eliminated.
- Healthcare (9% of the portfolio): Grifols and Almirall were included.
- Real Estate (9% of the portfolio): incorporation of Aedas, Lar, Quabit and Renta Corporación.
- Utilities (5% of the portfolio): the weight of Iberdrola was increased.

The entire position in the Banking and Insurance sectors was eliminated.

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Report on activities of the Board of Directors (continued)

The Board of Directors acknowledge the existence of the current outbreak of the coronavirus COVID-19 and its potential to adversely impact the markets in which the Sub-Funds are invested. The ultimate impacts on the different Sub-Funds remain uncertain and can be expected to vary according to country, asset class, industry sector and individual securities in which they are invested.

Luxembourg, 28th April 2020

The Board of Directors

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



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REPORT OF THE REVISEUR D'ENTREPRISES AGREE

Report on the audit of the financial statements

Opinion

We have audited the accompanying financial statements of TREA SICAV (the "Fund") and each of its sub-funds, which comprise the statement of net assets and the statement of investments and other net assets as at 31 December 2019 and the statement of operations and other changes in net assets for the year then ended, 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 TREA SICAV and each of its sub-funds as at 31 December 2019 and of the result of their operations and changes in their net assets for the year then ended 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 23 July 2016 on the audit profession ("Law of 23 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 23 July 2016 and ISAs are further described in the « Responsibilities of "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 "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.

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 and each of its sub-funds' 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 any of its sub-funds 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 "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 23 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 23 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 or any of its sub-funds' 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 of our report of the "Réviseur d'Entreprises agréé". However, future events or conditions may cause the Fund or any of its sub-funds 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.

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

Luxembourg, 30 April 2020

KPMG Luxembourg
Société coopérative
Cabinet de révision agréé



L. Carême
Associate Partner

TREA SICAV

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

Assets

Securities portfolio at market value	60,627,498.98
Option contracts at market value	20,612.77
Deposits on futures contracts	26,952.38
Cash at banks	8,555,545.29
Other liquid assets	1,340,382.38
Income receivable on portfolio	1,048,328.53
Interest receivable on bank accounts	1,614.22
Unrealised gain on forward foreign exchange contracts	213,653.80
Other receivables	4,510.00
	<hr/>
Total assets	71,839,098.35
	<hr/>

Liabilities

Bank overdrafts	16,290.28
Short option contracts at market value	10,185.13
Payable on redemptions of shares	188.83
Dividends payable	126,156.95
Interest payable on bank overdrafts	133.99
Unrealised loss on futures contracts	4,510.00
Expenses payable	135,368.93
	<hr/>
Total liabilities	292,834.11
	<hr/>
Net assets at the end of the year	71,546,264.24
	<hr/> <hr/>

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

TREA SICAV

Combined statement of operations and other changes in net assets (in USD) from 1st January 2019 to 31st December 2019

<u>Income</u>	
Dividends, net	183,317.75
Interest on bonds and other debt securities, net	4,503,616.55
Bank interest	107,194.69
Total income	4,794,128.99
<u>Expenses</u>	
Management Company fees	66,177.10
Investment Management fees	861,050.88
Depository fees	77,317.23
Banking charges and other fees	12,487.95
Transaction fees	42,330.95
Central administration costs	98,259.66
Professional fees	39,179.52
Other administration costs	135,150.72
Subscription duty ("taxe d'abonnement")	24,722.78
Other taxes	656.78
Bank interest paid	8,212.22
Other expenses	12,936.48
Total expenses	1,378,482.27
Net investment income	3,415,646.72
<u>Net realised gain/(loss)</u>	
- on securities portfolio	-2,193,386.67
- on option contracts	-241,750.62
- on futures contracts	-12,087.50
- on forward foreign exchange contracts	-1,703,869.20
- on foreign exchange	-3,806.42
Realised result	-739,253.69
<u>Net variation of the unrealised gain/(loss)</u>	
- on securities portfolio	6,982,276.98
- on option contracts	-4,659.20
- on futures contracts	75,559.98
- on forward foreign exchange contracts	-147,978.58
Result of operations	6,165,945.49
Dividends paid	-499,863.25
Subscriptions	7,234,994.17
Redemptions	-3,301,775.53
Total changes in net assets	9,599,300.88
Total net assets at the beginning of the year	62,056,126.98
Revaluation difference	-109,163.62
Total net assets at the end of the year	71,546,264.24

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

TREA SICAV - Trea Emerging Markets Credit Opportunities

Statement of net assets (in USD)

as at 31st December 2019

Assets

Securities portfolio at market value	53,019,567.44
Deposits on futures contracts	21,780.00
Cash at banks	8,036,640.28
Other liquid assets	1,248,490.88
Income receivable on portfolio	1,043,598.61
Interest receivable on bank accounts	1,614.22
Unrealised gain on forward foreign exchange contracts	213,653.80
Other receivables	4,510.00
Total assets	63,589,855.23

Liabilities

Bank overdrafts	16,290.28
Dividends payable	126,156.95
Interest payable on bank overdrafts	66.41
Unrealised loss on futures contracts	4,510.00
Expenses payable	113,447.10
Total liabilities	260,470.74

Net assets at the end of the year 63,329,384.49

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 USD)
A	26,296.907	USD	106.59	2,803,089.39
C	173,405.384	USD	125.64	21,787,305.34
E	203,807.880	EUR	127.13	29,089,007.93
G	99,338.859	EUR	86.53	9,649,981.83
				<u><u>63,329,384.49</u></u>

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

TREA SICAV - Trea Emerging Markets Credit Opportunities

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

from 1st January 2019 to 31st December 2019

Income

Dividends, net	5,489.03
Interest on bonds and other debt securities, net	4,503,616.55
Bank interest	107,161.32
Total income	4,616,266.90

Expenses

Management Company fees	44,878.41
Investment Management fees	756,953.14
Depository fees	54,360.07
Banking charges and other fees	11,248.98
Transaction fees	6,983.01
Central administration costs	39,109.79
Professional fees	34,353.41
Other administration costs	124,954.61
Subscription duty ("taxe d'abonnement")	22,515.93
Bank interest paid	5,236.40
Other expenses	10,711.83
Total expenses	1,111,305.58

Net investment income	3,504,961.32
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Net realised gain/(loss)

- on securities portfolio	-2,422,609.87
- on option contracts	-242,549.98
- on futures contracts	-12,087.50
- on forward foreign exchange contracts	-1,703,869.20
- on foreign exchange	1,009.67

Realised result	-875,145.56
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Net variation of the unrealised gain/(loss)

- on securities portfolio	6,198,407.50
- on futures contracts	75,559.98
- on forward foreign exchange contracts	-147,978.58

Result of operations	5,250,843.34
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Dividends paid	-499,863.25
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Subscriptions	5,609,057.29
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Redemptions	-2,984,576.31
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Total changes in net assets	7,375,461.07
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Total net assets at the beginning of the year	55,953,923.42
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Total net assets at the end of the year	63,329,384.49
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The accompanying notes are an integral part of these financial statements.

TREA SICAV - Trea Emerging Markets Credit Opportunities

Statistical information (in USD)

as at 31st December 2019

Total net assets	Currency	31.03.2018	31.12.2018	31.12.2019
	USD	68,756,749.07	55,953,923.42	63,329,384.49

Net asset value per share	Currency	31.03.2018	31.12.2018	31.12.2019
A	USD	-	-	106.59
C	USD	120.98	111.55	125.64
D	EUR	109.49	-	-
E	EUR	128.99	116.58	127.13
F	EUR	118.65	-	-
G	EUR	96.17	83.57	86.53

Number of shares	outstanding at the beginning of the year	issued	redeemed	outstanding at the end of the year
A	-	41,125.461	-14,828.554	26,296.907
C	176,685.822	-	-3,280.438	173,405.384
E	200,761.847	10,712.385	-7,666.352	203,807.880
G	99,338.859	-	-	99,338.859

Dividends paid	Currency	Dividend per share	Ex-dividend date
G	EUR	1.09	29.03.2019
G	EUR	1.13	30.06.2019
G	EUR	1.15	30.09.2019
G	EUR	1.13	31.12.2019

TREA SICAV - Trea Emerging Markets Credit Opportunities

Statement of investments and other net assets (in USD)

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	500,000	Buenos Aires (Provincia de) 5.375% Sen Reg S 17/20.01.23	546,251.64	210,506.25	0.33
EUR	1,000,000	Cote d'Ivoire 5.875% Sk Sen Reg S 19/17.10.31	1,087,184.70	1,170,134.07	1.85
			1,633,436.34	1,380,640.32	2.18
USD	1,000,000	Africa Finance Corp 3.75% MTN GI 11 1 Sen Reg S 19/30.10.29	988,148.00	997,770.00	1.58
USD	500,000	Africa Finance Corp 4.375% EMTN 19/17.04.26	496,285.00	530,582.50	0.84
USD	1,000,000	African Export-Import Bank 3.994% EMTN Sen Reg S 19/21.09.29	1,005,050.00	1,015,755.00	1.60
USD	1,500,000	Angola 8.25% Sen Reg S 18/09.05.28	1,510,500.00	1,618,710.00	2.56
USD	600,000	Axtel SAB de CV 6.375% Sen Reg S 17/14.11.24	625,632.00	633,318.00	1.00
USD	800,000	Biz Finance Plc 9.625% Sk LPN Expo Imp Bk Ukrain 15/27.04.22	322,677.09	350,398.34	0.55
USD	1,800,000	Bonitron DAC 8.75% LPN Eurotorg LLC Sk Sen Reg S 17/30.10.22	1,835,095.00	1,922,814.00	3.04
USD	500,000	Braskem America Finance Co 7.125% Sen Reg S /22.07.41	587,500.00	573,722.50	0.91
USD	1,200,000	Braskem Netherlands BV 4.5% Sen Reg S 17/10.01.28	1,195,110.00	1,198,518.00	1.89
USD	250,000	Coca Cola Icecek AS 4.215% Sen Reg S 17/19.09.24	232,187.50	254,548.75	0.40
USD	500,000	Cote d'Ivoire 6.375% Sk Sen Reg S 15/03.03.28	486,875.00	529,007.50	0.84
USD	1,500,000	Credivalore Crediservicios SAS 9.75% Sen Reg S 17/27.07.22	1,512,072.00	1,526,745.00	2.41
USD	700,000	DNO ASA 8.75% Sen 18/31.05.23	700,000.00	715,225.00	1.13
USD	1,350,000	Ecuador 7.875% Sen Reg S 18/23.01.28	1,210,395.63	1,204,530.75	1.90
USD	1,000,000	Egypt 7.6003% Sen Reg S 19/01.03.29	1,058,650.00	1,094,770.00	1.73
USD	400,000	Egypt 8.7002% Sen Reg S 19/01.03.49	415,312.50	446,914.00	0.71
USD	1,550,000	Fin Indep SAB CV SOFOM ENR 8% Sen Reg S 17/19.07.24	1,411,847.64	1,450,838.75	2.29
USD	250,000	Frontera Energy Corp 9.7% Sen Reg S 18/25.06.23	256,500.00	263,956.25	0.42
USD	1,000,000	Gobierno Prov de Neuquen 8.625% Sk Sen Ser1 Tr 1 16/12.05.28	993,125.00	959,820.00	1.52
USD	1,952,300	Government of Belize Step-down Sk Sen Reg S 13/20.02.34	1,382,409.84	1,193,401.94	1.88
USD	250,000	Grupo Bimbo SAB de CV 4% Sen Reg S 19/06.09.49	245,835.00	234,941.25	0.37
USD	1,400,000	Grupo Bimbo SAB de CV 5.95% Sub Reg S 18/17.07.Perpetual	1,414,060.00	1,487,801.00	2.35
USD	1,000,000	HTA Group Ltd 9.125% Sen Reg S 17/08.03.22	1,024,800.00	1,034,815.00	1.63
USD	550,000	IHS Netherlands Holdco BV 7.125% Sen Reg S 19/18.03.25	550,000.00	575,740.00	0.91
USD	400,000	KOC Holding AS 5.25% Reg S Sen 16/15.03.23	410,000.00	410,666.00	0.65
USD	300,000	Kondor Finance Plc 7.375% Sen Reg S 19/19.07.22	300,000.00	311,145.00	0.49
USD	300,000	Kondor Finance Plc 7.625% Sen Reg S 19/08.11.26	300,000.00	306,345.00	0.48
USD	600,000	Metinvest BV 7.75% Sen Reg S 19/17.10.29	591,774.00	614,640.00	0.97
USD	1,500,000	Mexarrend SAPI de CV 10.25% Sen Reg S 19/24.07.24	1,485,690.00	1,526,497.50	2.41
USD	900,000	MHP Lux SA 6.95% Sen Reg S 18/03.04.26	900,000.00	945,243.00	1.49
USD	533,332	Odebrecht Drill No VIII/IX Ltd 6.35% Sk Sen 17/01.12.21	82,417.82	202,144.96	0.32
USD	500,000	Petrobras Global Finance BV 5.75% Sen 18/01.02.29	492,575.00	563,235.00	0.89
USD	600,000	Petrobras Global Finance BV 5.999% Ser B Sen 18/27.01.28	668,280.00	685,167.00	1.08
USD	1,500,000	Puma Intl Financing SA 5% Sen Reg S 18/24.01.26	1,500,000.00	1,408,770.00	2.22
USD	900,000	Rumo Luxembourg Sarl 7.375% Sen Reg S 17/09.02.24	972,810.00	970,681.50	1.53
USD	1,500,000	Silknet JSC 11% Sen 19/02.04.24	1,505,000.00	1,675,425.00	2.65
USD	900,000	Suzano Austria GmbH 6% Ser B Sen 19/15.01.29	961,200.00	1,018,849.50	1.61
USD	1,376,000	TBG GI Pte Ltd 5.25% Reg S Sen 15/10.02.22	1,392,540.00	1,393,736.64	2.20
USD	1,800,000	Transportadora de Gas SA 6.75% Sen Reg S 18/02.05.25	1,609,071.43	1,587,483.00	2.51
USD	1,000,000	Tullow Oil Plc 6.25% Sen Reg S 14/15.04.22	1,008,250.00	910,535.00	1.44
USD	1,400,000	Turk Sise Cam 6.95% Sen Reg S 19/14.03.26	1,379,960.00	1,484,819.00	2.34
USD	1,700,000	Turkcell Iletisim Hizmet 5.8% Sen Reg S 18/11.04.28	1,531,679.65	1,699,133.00	2.68
USD	700,000	Ukraine 7.375% Sk Sen Reg S 17/25.09.32	626,255.00	748,114.50	1.18
USD	1,000,000	Ukraine 9.75% Sen Reg S 18/01.11.28	1,012,861.54	1,219,375.00	1.93
USD	500,000	Unifin Financie SAB de CV SOF 7.375% Sen Reg S 18/12.02.26	492,250.00	502,392.50	0.79
USD	800,000	US 2.375% T-Notes Ser C-2029 Sen 19/15.05.29	835,825.00	831,625.00	1.31

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

TREA SICAV - Trea Emerging Markets Credit Opportunities

Statement of investments and other net assets (in USD) (continued)

as at 31st December 2019

Currency	Number / nominal value	Description	Cost	Market value	% of total net assets
USD	1,800,000	Yacimientos Petrol Fiscales SA 7% Sen Reg S 17/15.12.47	1,303,150.00	1,422,693.00	2.25
USD	850,000	Yacimientos Petrol Fiscales SA 8.75% Reg S Sen 14/04.04.24	776,000.00	828,792.50	1.31
USD	200,000	Yacimientos Petrol Fiscales SA FRN EMTN L Sen 16/07.07.20	119,750.00	20,376.11	0.03
			<u>43,717,406.64</u>	<u>45,102,528.24</u>	<u>71.22</u>
Total bonds			45,350,842.98	46,483,168.56	73.40
<u>Transferable securities dealt in on another regulated market</u>					
Bonds					
USD	500,000	Buenos Aires (Provincia de) 6.5% Sk Sen 144A 17/15.02.23	446,250.00	207,500.00	0.33
USD	1,700,000	Credito Real SAB de CV VAR Reg S 17/29.06.Perpetual	1,727,070.00	1,795,191.50	2.83
USD	1,878,465	Genel Energy Finance 2 Ltd 10% 14/22.12.22	1,709,724.98	1,982,588.31	3.13
USD	450,000	IHS Netherlands Holdco BV 8% Sen Reg S 19/18.09.27	450,000.00	478,514.25	0.76
USD	800,000	International Airport Fin SA 12% Sk Sen Reg S 19/15.03.33	834,700.00	882,520.00	1.39
USD	368,000	Odebrecht Oil & Gas Fin Ltd 0% Reg S Perpetual	149,645.82	3,424.24	0.01
USD	515,341	Telford Offshore Ltd VAR Toggle PIK Sk Sen 18/12.02.24	410,213.72	191,964.52	0.30
USD	600,000	Veon Holdings BV 4% Sen Reg S 19/09.04.25	600,000.00	627,522.00	0.99
USD	400,000	Yasar Hg AS 8.875% Sen Reg S 14/06.05.20	388,262.50	356,622.00	0.56
			<u>6,715,867.02</u>	<u>6,525,846.82</u>	<u>10.30</u>
Total bonds					
Bonds in default of payment					
EUR	30,651.51	Argentina 7.5% Sen 97/23.05.02	15,427.44	0.00	0.00
			<u>15,427.44</u>	<u>0.00</u>	<u>0.00</u>
Total bonds in default of payment					
<u>Other transferable securities</u>					
Shares					
GBP	85,000	Afren Plc Reg	175,301.71	0.00	0.00
USD	24,119	Telford Offshore Hgs Ltd	0.00	10,552.06	0.02
			<u>175,301.71</u>	<u>10,552.06</u>	<u>0.02</u>
Total shares					
Bonds in default of payment					
USD	23,509	Oro Negro Drilling Pte Ltd 0% 17/31.12.Perpetual	0.00	0.00	0.00
			<u>0.00</u>	<u>0.00</u>	<u>0.00</u>
Total bonds in default of payment					
Total investments in securities			<u>52,257,439.15</u>	<u>53,019,567.44</u>	<u>83.72</u>
Cash at banks				8,036,640.28	12.69
Bank overdrafts				-16,290.28	-0.03
Other net assets/(liabilities)				2,289,467.05	3.62
Total				<u><u>63,329,384.49</u></u>	<u><u>100.00</u></u>

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

TREA SICAV - Trea Emerging Markets Credit Opportunities

Industrial and geographical classification of investments

as at 31st December 2019

Industrial classification

(in percentage of net assets)

Financials	32.43 %
Countries and governments	15.89 %
Telecommunications services	11.19 %
Energy	6.58 %
International institutions	4.02 %
Non-cyclical consumer goods	3.68 %
Raw materials	2.58 %
Utilities	2.51 %
Industrials	2.34 %
Local public administrations	2.18 %
Special Purpose Vehicle (SPV)	0.32 %
Total	<u>83.72 %</u>

Geographical classification

(by domicile of the issuer)

(in percentage of net assets)

Mexico	12.04 %
Argentina	8.28 %
The Netherlands	7.49 %
Turkey	6.63 %
Luxembourg	5.24 %
Egypt	4.04 %
Jersey	3.13 %
Ukraine	3.11 %
Ireland	3.04 %
United Kingdom	2.96 %
Ivory Coast	2.69 %
Georgia	2.65 %
Angola	2.56 %
Nigeria	2.42 %
Colombia	2.41 %
United States of America	2.22 %
Singapore	2.20 %
Ecuador	1.90 %
Belize	1.88 %
Mauritius	1.63 %
Austria	1.61 %
Spain	1.39 %
Norway	1.13 %
Cayman Islands	0.65 %
Canada	0.42 %
Total	<u>83.72 %</u>

TREA SICAV - Trea European Equities

Statement of net assets (in EUR)

as at 31st December 2019

Assets

Securities portfolio at market value	6,562,297.19
Option contracts at market value	18,360.00
Deposits on futures contracts	4,607.09
Cash at banks	436,108.30
Other liquid assets	81,848.67
Income receivable on portfolio	3,882.24
Total assets	<u>7,107,103.49</u>

Liabilities

Short option contracts at market value	9,072.00
Interest payable on bank overdrafts	57.15
Expenses payable	16,733.82
Total liabilities	<u>25,862.97</u>
Net assets at the end of the year	<u>7,081,240.52</u>

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)
A	12,428.430	EUR	101.12	1,256,803.30
C	59,852.059	EUR	97.31	5,824,437.22
				<u>7,081,240.52</u>

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

TREA SICAV - Trea European Equities

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

from 1st January 2019 to 31st December 2019

Income	
Dividends, net	151,382.23
Bank interest	22.33
Total income	151,404.56
Expenses	
Management Company fees	9,593.45
Investment Management fees	87,651.34
Depositary fees	10,254.67
Banking charges and other fees	1,042.38
Transaction fees	28,394.14
Central administration costs	26,873.71
Professional fees	4,079.19
Other administration costs	6,827.10
Subscription duty ("taxe d'abonnement")	1,835.18
Other taxes	585.00
Bank interest paid	2,466.72
Other expenses	1,656.85
Total expenses	181,259.73
Net investment loss	-29,855.17
Net realised gain/(loss)	
- on securities portfolio	207,685.14
- on option contracts	712.00
- on foreign exchange	-4,289.74
Realised result	174,252.23
Net variation of the unrealised gain/(loss)	
- on securities portfolio	687,458.22
- on option contracts	-4,150.00
Result of operations	857,560.45
Dividends paid	-
Subscriptions	1,424,238.09
Redemptions	-255,228.63
Total changes in net assets	2,026,569.91
Total net assets at the beginning of the year	5,054,670.61
Total net assets at the end of the year	7,081,240.52

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

TREA SICAV - Trea European Equities

Statistical information (in EUR)

as at 31st December 2019

Total net assets	Currency	31.03.2018	31.12.2018	31.12.2019
	EUR	6,093,967.66	5,054,670.61	7,081,240.52

Net asset value per share	Currency	31.03.2018	31.12.2018	31.12.2019
A	EUR	102.05	86.79	101.12
C	EUR	99.38	84.18	97.31

Number of shares	outstanding at the beginning of the year	issued	redeemed	outstanding at the end of the year
A	2,686.012	11,924.361	-2,181.943	12,428.430
C	57,276.588	3,036.174	-460.703	59,852.059

TREA SICAV - Trea European Equities

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					
Shares					
CHF	487	Roche Holding Ltd Pref	128,422.81	140,751.86	1.99
EUR	2,169	Actividad Const y Servicios SA	74,465.05	77,324.85	1.09
EUR	2,900	Ahlstrom-Munksjo Oyj Reg	41,706.21	41,528.00	0.59
EUR	550	Akka Technologies SE	35,931.83	36,025.00	0.51
EUR	2,964	Anheuser-Busch InBev SA	217,688.77	215,512.44	3.04
EUR	452	ASML Holding NV	70,964.23	119,192.40	1.68
EUR	3,897	Atos SE	335,859.37	289,625.04	4.09
EUR	37,746	Ceconomy AG	176,771.27	204,054.88	2.88
EUR	3,100	Cie Automotive SA	75,878.06	65,348.00	0.92
EUR	2,172	Danone	141,485.87	160,510.80	2.27
EUR	6,820	Euronav NV	65,389.99	74,883.60	1.06
EUR	8,871	Eutelsat Communications	159,176.97	128,540.79	1.82
EUR	1,660	Fraport AG	126,020.85	125,794.80	1.78
EUR	2,744	Fresenius SE & Co KGaA	134,326.95	137,693.92	1.94
EUR	24,572	Gestamp Automocion Bearer	104,024.41	105,315.59	1.49
EUR	7,550	Grifols SA A	223,379.70	237,296.50	3.35
EUR	2,998	Grifols SA B B	51,277.38	62,358.40	0.88
EUR	4,085	Industria de Diseno Textil SA	108,187.79	128,473.25	1.81
EUR	633	Kerry Group Plc A	68,470.93	70,326.30	0.99
EUR	41,666	Laboratorio Reig Jofre SA Bearer	99,998.40	104,998.32	1.48
EUR	680	Michelin SA	71,251.67	74,188.00	1.05
EUR	1,720	Neurones	35,264.47	35,432.00	0.50
EUR	32,025	Nokia Oyj	141,134.78	105,554.40	1.49
EUR	14,224	Oryzon Genomics SA Bearer	40,074.01	39,542.72	0.56
EUR	5,466	Peugeot SA	112,892.81	116,425.80	1.64
EUR	6,576	Prysmian SpA	120,370.14	141,318.24	2.00
EUR	3,982	Renault SA	250,495.06	167,960.76	2.37
EUR	54	Robertet SA	32,517.65	49,842.00	0.70
EUR	6,281	Royal Philips NV	228,130.92	273,349.12	3.86
EUR	1,856	Sanofi SA	137,611.19	166,334.72	2.35
EUR	556	SAP SE	63,797.44	66,897.92	0.94
EUR	18,494	SBM Offshore NV	274,852.84	306,815.46	4.33
EUR	1,318	Schoeller Bleckmann Oil Equip	96,039.65	66,295.40	0.94
EUR	11,293	SES SA FDR repr 1 Reg Sh A	170,992.05	141,162.50	1.99
EUR	1,800	Siemens Healthineers AG Reg	66,036.60	77,076.00	1.09
EUR	5,289	STMicroelectronics NV	103,234.04	126,777.33	1.79
EUR	20,808	Telefonica SA	141,731.51	129,571.42	1.83
			4,397,430.86	4,469,346.67	63.10
GBP	115,212	Atalaya Mining Plc Reg	294,870.58	261,046.77	3.69
GBP	111,221	Dixons Carphone Plc	185,147.35	189,265.49	2.67
GBP	40,679	Glencore Plc	163,267.16	112,980.60	1.60
			643,285.09	563,292.86	7.96
NOK	5,275	Aker BP ASA	130,507.28	153,945.61	2.17
NOK	5,833	BW LPG Ltd	19,602.98	43,651.06	0.62
NOK	3,530	Frontline Ltd Reg	34,868.64	39,669.67	0.56
NOK	42,731	Hafnia Ltd Reg	107,673.22	118,211.04	1.67
NOK	428,998	Standard Drilling Plc Reg	57,936.36	58,686.93	0.83
			350,588.48	414,164.31	5.85
SEK	47,952	International Petroleum Corp Reg	183,351.78	190,182.99	2.69
SEK	37,768	Lundin Mining Corp Reg	179,161.51	203,053.12	2.87
SEK	13,075	Telefon AB LM Ericsson B	100,884.79	101,474.32	1.43
SEK	13,590	Trelleborg AB B	241,211.92	217,964.34	3.08
			704,610.00	712,674.77	10.07

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

TREA SICAV - Trea European Equities

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

Currency	Number / nominal value	Description	Cost	Market value	% of total net assets
USD	14,405	Cameco Corp	144,730.78	114,193.02	1.61
USD	127,706	Gran Tierra Energy Inc Reg	225,183.68	147,873.70	2.09
			369,914.46	262,066.72	3.70
		Total investments in securities	6,594,251.70	6,562,297.19	92.67
<u>Option contracts</u>					
<u>Listed financial instruments</u>					
Index options					
EUR	20	Euro Stoxx 50 EUR (Price) Index PUT 06/20 EUX 3500	26,200.00	18,360.00	0.26
		Total option contracts	26,200.00	18,360.00	0.26
<u>Short option contracts</u>					
<u>Listed financial instruments</u>					
Options on transferable securities					
EUR	-198	Nokia Oyj PUT 12/20 EUX 3.2	-8,712.00	-8,118.00	-0.12
EUR	-18	Royal Philips NV PUT 06/20 EOE 36	-4,050.00	-954.00	-0.01
		Total short option contracts	-12,762.00	-9,072.00	-0.13
		Cash at banks		436,108.30	6.16
		Other net assets/(liabilities)		73,547.03	1.04
		Total		7,081,240.52	100.00

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

TREA SICAV - Trea European Equities

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

Industrial classification

(in percentage of net assets)

Healthcare	17.50 %
Energy	16.89 %
Cyclical consumer goods	14.83 %
Technologies	12.43 %
Raw materials	10.93 %
Industrials	6.54 %
Non-cyclical consumer goods	6.30 %
Telecommunications services	5.64 %
Utilities	1.61 %
Total	<u>92.67 %</u>

Geographical classification

(by domicile of the issuer)

(in percentage of net assets)

France	16.79 %
Spain	13.41 %
The Netherlands	11.66 %
Germany	8.63 %
Canada	7.17 %
Belgium	4.61 %
Cyprus	4.52 %
Sweden	4.51 %
Bermuda	2.85 %
United Kingdom	2.67 %
Norway	2.17 %
United States of America	2.09 %
Finland	2.08 %
Italy	2.00 %
Switzerland	1.99 %
Luxembourg	1.99 %
Jersey	1.60 %
Ireland	0.99 %
Austria	0.94 %
Total	<u>92.67 %</u>

TREA SICAV - Trea Iberian Equities

Statement of net assets (in EUR)

as at 31st December 2019

Assets

Securities portfolio at market value	214,162.75
Cash at banks	26,085.53
Income receivable on portfolio	330.75
Total assets	<u>240,579.03</u>

Liabilities

Payable on redemptions of shares	168.19
Interest payable on bank overdrafts	3.05
Expenses payable	2,792.17
Total liabilities	<u>2,963.41</u>

Net assets at the end of the year	<u><u>237,615.62</u></u>
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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)
B	2,969.173	EUR	80.03	<u>237,615.62</u> <u>237,615.62</u>

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

TREA SICAV - Trea Iberian Equities

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

from 1st January 2019 to 31st December 2019

Income

Dividends, net	7,011.57
Bank interest	7.39
Total income	7,018.96

Expenses

Management Company fees	9,377.50
Investment Management fees	5,069.55
Depositary fees	10,193.50
Banking charges and other fees	61.18
Transaction fees	3,090.62
Central administration costs	25,811.67
Professional fees	219.47
Other administration costs	2,254.67
Subscription duty ("taxe d'abonnement")	130.48
Bank interest paid	183.87
Other expenses	324.66
Total expenses	56,717.17

Net investment loss	-49,698.21
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Net realised gain/(loss)

- on securities portfolio	-3,513.77
Realised result	-53,211.98

Net variation of the unrealised gain/(loss)

- on securities portfolio	10,742.09
Result of operations	-42,469.89

Dividends paid	-
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Subscriptions	23,999.98
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Redemptions	-27,303.86
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Total changes in net assets	-45,773.77
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Total net assets at the beginning of the year	283,389.39
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Total net assets at the end of the year	237,615.62
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The accompanying notes are an integral part of these financial statements.

TREA SICAV - Trea Iberian Equities

Statistical information (in EUR)

as at 31st December 2019

Total net assets	Currency	31.03.2018	31.12.2018	31.12.2019
	EUR	-	283,389.39	237,615.62

Net asset value per share	Currency	31.03.2018	31.12.2018	31.12.2019
B	EUR	-	94.00	80.03

Number of shares	outstanding at the beginning of the year	issued	redeemed	outstanding at the end of the year
B	3,014.890	260.473	-306.190	2,969.173

TREA SICAV - Trea Iberian Equities

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					
Shares					
EUR	600	Acerinox SA Reg	5,576.90	6,027.00	2.54
EUR	232	Actividad Const y Servicios SA	7,945.30	8,270.80	3.48
EUR	250	Aedas Homes SAU Bearer	5,775.00	5,362.50	2.26
EUR	400	Almirall SA	5,844.00	5,856.00	2.46
EUR	825	Altri SGPS SA Reg	6,055.50	4,686.00	1.97
EUR	387	Cellnex Telecom SA	8,922.00	14,849.19	6.25
EUR	400	Cie Automotive SA	9,064.00	8,432.00	3.55
EUR	500	Corticeira Amorim SGPS SA Reg	4,845.00	5,650.00	2.38
EUR	725	Ercros SA Bearer	2,950.75	1,856.00	0.78
EUR	1,000	Fomento de Const Y Contrat SA Bearer	12,180.00	10,920.00	4.60
EUR	1,450	Gestamp Automocion Bearer	7,744.50	6,214.70	2.62
EUR	1,700	Global Dominion Access SA	7,722.50	6,205.00	2.61
EUR	470	Grifols SA A	10,945.00	14,772.10	6.22
EUR	1,328	Iberdrola SA	9,080.26	12,191.04	5.13
EUR	250	Iberpapel Gestion SA	7,605.00	6,375.00	2.68
EUR	300	Indra Sistemas SA	2,884.50	3,054.00	1.29
EUR	350	Industria de Diseno Textil SA	8,715.00	11,007.50	4.63
EUR	500	Intl Consolidated Air Gr SA	3,024.00	3,610.00	1.52
EUR	525	Masmovil Ibercom SA Bearer	10,449.00	10,678.50	4.49
EUR	600	Melia Hotels Intl SA	5,056.05	4,716.00	1.98
EUR	350	Miquel y Costas & Miquel SA	5,890.00	5,740.00	2.42
EUR	1,000	NOS SGPS SA	5,460.00	4,800.00	2.02
EUR	3,000	Quabit Inmobiliaria SA	4,398.00	3,006.00	1.26
EUR	1,300	Renta Corp Real Estate SA	4,407.00	4,095.00	1.72
EUR	614	Repsol SA	9,089.40	8,553.02	3.60
EUR	450	Soc de Inv e Gestao SA SEMAPA Reg	7,326.01	6,174.00	2.60
EUR	1,130	Talgo SA	4,672.55	6,881.70	2.90
EUR	1,263	Telefonica SA	9,165.80	7,864.70	3.31
EUR	2,000	Tubacex SA	5,450.00	5,660.00	2.38
Total shares			198,243.02	203,507.75	85.65
Closed-ended investment funds					
EUR	600	Lar Espana Real Esta SOCIMI SA EUR	4,914.00	4,260.00	1.79
EUR	500	Merlin Properties SOCIMI SA	5,649.00	6,395.00	2.69
Total closed-ended investment funds			10,563.00	10,655.00	4.48
Total investments in securities			208,806.02	214,162.75	90.13
Cash at banks				26,085.53	10.98
Other net assets/(liabilities)				-2,632.66	-1.11
Total				237,615.62	100.00

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

TREA SICAV - Trea Iberian Equities

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

Industrial classification

(in percentage of net assets)

Raw materials	17.75 %
Telecommunications services	16.07 %
Industrials	13.76 %
Cyclical consumer goods	12.78 %
Healthcare	8.68 %
Financials	7.09 %
Utilities	5.13 %
Real estate	3.98 %
Energy	3.60 %
Technologies	1.29 %
Total	<u>90.13 %</u>

Geographical classification

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

Spain	81.16 %
Portugal	8.97 %
Total	<u>90.13 %</u>

TREA SICAV

Notes to the financial statements

as at 31st December 2019

Note 1 - General information

TREA SICAV (the "Fund") was incorporated as an open-ended investment company ("*Société d'Investissement à Capital Variable - SICAV*") on 5 May 2011 for an unlimited period, in accordance with Part I of the Luxembourg Law of 17 December 2010 relating to undertakings for collective investment (the "Law of 2010"), as amended.

The accounting year of the Fund commences on 1st of January and terminates on the 31st of December of the same year.

The Fund publishes annually on 31st December a detailed audited report on its activities and on the management of its assets and publishes semi-annual unaudited reports on 30th June. For the year 2018, due to the change of accounting year, the accounting year exceptionally commenced on 1st April and terminated on the 31st December.

Copies of the Prospectus, of the Articles of Incorporation of the Fund, of the latest annual and semi-annual reports and accounts may be obtained, free of charge, during usual business hours on any Business Day in Luxembourg at the registered office of the Fund.

Copies of the Prospectus, KIID and latest published annual and semi-annual reports may also be consulted from the following website <http://www.mdo-manco.com> and www.fundsquare.net.

Note 2 - Significant accounting and valuation policies

a) Presentation of the financial statements

The financial statements of the Fund are prepared in accordance with the 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

- 1) The value of any cash on hand or on deposit, bills and demand notes payable and accounts receivable, prepaid expenses, cash dividends and interest declared or accrued as aforesaid and not yet received is 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 is arrived at after making such discount as may be considered appropriate in such case to reflect the true value thereof.
- 2) The value of any security or other asset which is quoted or dealt in on a Regulated Market and Other Regulated Market will be based on its last available price in Luxembourg; in the event that there would be several such markets, on the basis of the last available price on the main market for the relevant security.
- 3) In the event that any assets are not listed nor dealt in on any Regulated Market or on any Other Regulated Market, or if, with respect to assets listed or dealt in on any Regulated Market or on any Other Regulated Market as aforesaid, the price as determined pursuant to sub-paragraph 2) is not, in the opinion of the Board of Directors, representative of the fair market value of the relevant assets, the value of such assets will be based on the reasonably foreseeable sales price determined prudently and in good faith.
- 4) Units or shares of undertakings for collective investment (including share issued by the Sub-Funds of the Fund held by another Sub-Fund of the Fund) will be valued at their last determined

TREA SICAV

Notes to the financial statements (continued)

as at 31st December 2019

and available net asset value or, if such price is not, in the opinion of the Board of Directors, representative of the fair market value of such assets, then the price shall be determined by the Board of Directors on a fair and equitable basis.

- 5) The liquidating value of futures, spot, forward or options contracts not traded on stock exchanges nor on other Regulated Markets shall mean their net liquidating value determined, pursuant to the policies established by the Board of Directors, on a basis consistently applied for each different variety of contracts. The liquidating value of futures, spot, forward or options contracts traded on stock exchanges or on other Regulated Markets shall be based upon the last available settlement prices of these contracts on Regulated Markets and Other Regulated Markets on which the particular futures, spot, forward or options contracts are traded by the Fund; provided that if a futures, spot, forward or options contract could not be liquidated on the day with respect to which net assets are being determined, the basis for determining the liquidating value of such contract shall be such value as the Board of Directors may deem fair and reasonable. Swaps will be valued at their market value.
- 6) All other securities and other assets will be valued at fair market value as determined in good faith pursuant to procedures established by the Board of Directors of the Fund.

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 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

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 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.

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.

TREA SICAV

Notes to the financial statements (continued)

as at 31st December 2019

h) Valuation of option contracts

Premiums paid on the purchase of options are disclosed under the item "Option contracts at market value" in the statement of net assets and are presented as cost in the statement of investments and other net assets. Premiums received on issued options are disclosed under the item "Short option contracts at market value" in the statement of net assets and are presented as cost received in the statement of investments and other net assets. Option contracts outstanding at the date of the financial statements are valued at the last settlement or closing price on the stock exchanges or regulated markets. 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.

i) Formation expenses

Formation expenses are amortised on a straight-line basis over a period of 5 years.

Formation expenses in relation to the launch of a new Sub-Fund shall be charged to such Sub-Fund alone and may be amortized over a maximum of five years with effect from the Sub-Fund's launch date.

j) 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 financial statements. 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.

k) Combined financial statements

The combined financial statements of the Fund are expressed in USD and are equal to the sum of the corresponding items in the financial statements of each Sub-Fund converted into this currency at the exchange rates prevailing at the date of the financial statements.

At the date of the financial statements, the exchange rate used for the combined financial statements is the following:

1	USD	=	0.8907099	EUR	Euro
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l) Revaluation difference

The item "Revaluation difference" in the combined statement of operations and other changes in net assets represents the valuation difference of the net assets of the Sub-Fund at the beginning of the year with the exchange rate applicable at the date of the financial statements.

m) Transaction fees

Transaction fees disclosed under the item "Transaction fees" in the expenses of the statement of operations and other changes in net assets are mainly composed of broker fees incurred by the Fund and of fees paid to the depositary as well as of transaction fees on financial instruments and derivatives.

n) "Other receivables" / "Other liabilities"

The items "Other receivables" / "Other liabilities" disclosed in the statement of net assets include margin accounts on futures contracts reflecting to daily value variations.

TREA SICAV

Notes to the financial statements (continued)

as at 31st December 2019

o) "Other liquid assets"

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

Note 3 - Management Company fees

A management fee is payable to the Management Company, by the Sub-Funds in remuneration for its services. Until 8th December 2019, such fee were payable quarterly in arrears and calculated on the average of the net assets of the Sub-Fund for the relevant quarter as follows:

- 0.075% per annum on the average net assets (until 8th December 2019)

Since 9th December 2019, the Management Company fees are payable quarterly in arrears and computed as the average of the month-end net assets of the Sub-Fund for the relevant quarter as follows:

- 0.05% per annum for net assets comprised between EUR 0 and EUR 100 million;
- 0.04% per annum for net assets comprised between EUR 100 and EUR 250 million;
- 0.03% per annum for net assets comprised between EUR 250 and EUR 500 million;
- 0.02% per annum for net assets above EUR 500 million;
- with a minimum of EUR 10,000 per annum per Sub-Fund (this minimum has been waived between 9th December 2019 and 31st December 2019, as per circular resolution dated 8th November 2019). From 1st January 2020 to 30th June 2020, the annual minimum fee will be reduced to EUR 7,500 per Sub-Fund.

Note 4 – Investment Management fees

In accordance with an agreement entered into with the Management Company in the presence of the Fund, TREA ASSET MANAGEMENT, S.G.I.I.C, S.A is acting as Investment Manager.

An investment management fee is payable to the Investment Manager out of the assets of the Sub-Fund, in remuneration for its services.

These fees are payable quarterly in arrears and calculated on the average of the net assets of the Sub-Fund for the relevant Class for the relevant quarter.

The investment management fees are as follows:

Trea Emerging Markets Credit Opportunities

Share Class	Management fee rate p.a.
Class A	0.75%
Class C	1.25%
Class E	1.25%
Class G	1.25%

Trea European Equities

Share Class	Management fee rate p.a.
Class A	0.75%
Class C	1.50%

TREA SICAV

Notes to the financial statements (continued)

as at 31st December 2019

Trea Iberian Equities

Share Class	Management fee rate p.a.
Class B	1.90%

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 agent, domiciliation and transfer agent fees.

Note 6 - Depositary Fees

The remuneration for depositary services are included in the item "Depositary fees" disclosed in the statement of operations and other changes in net assets.

Note 7 - Subscription duty ("*taxe d'abonnement*")

The Fund is governed by Luxembourg law.

Pursuant to the legislation and regulations in force, the Fund is subject to an annual subscription duty ("*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. The rate of this tax may be reduced to 0.01% of the value of the net assets for Sub-Funds or Classes of Shares reserved to institutional investors.

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

Note 8 - Statement of changes in investment

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

Note 9 - Forward foreign exchange contracts

As at 31st December 2019, the following Sub-Funds are committed in the following forward foreign exchange contracts with QUINTET PRIVATE BANK (EUROPE) S.A. (Formerly KBL European Private Bankers S.A.), LUXEMBOURG:

TREA SICAV - Trea Emerging Markets Credit Opportunities					
Currency	Purchases	Currency	Sales	Maturity	Unrealised result (in USD)
Forward foreign exchange contracts linked to class E shares					
EUR	25,875,153.27	USD	28,941,358.93	31.01.2020	159,910.80
					<u>159,910.80</u>
Forward foreign exchange contracts linked to class G shares					
EUR	8,696,149.22	USD	9,726,642.90	31.01.2020	53,743.00
					<u>53,743.00</u>

TREA SICAV

Notes to the financial statements (continued)

as at 31st December 2019

Note 10 - Futures contracts

As at 31st December 2019, the Sub-Funds is committed in the following futures contract with ALTURA MARKETS SOCIEDAD DE VALORES S.A., SPAIN:

TREA SICAV - Trea Emerging Markets Credit Opportunities

	Number of contracts	Denomination	Currency	Exposure (in USD)	Unrealised result (in USD)
Sale	11	EUR FUT 03/20 CME	USD	-1,551,275.00	-4,510.00
					<u>-4,510.00</u>

In connection with the futures contracts, the Sub-Fund has to maintain guaranty deposit. As at 31th December 2019, this guaranty deposit amounted to USD 26,952.38 is recorded in statement of net assets under "Deposits on futures contracts".

Note 11 - Short Options

As at 31st December 2019, the following Sub-Fund is committed in the following short options contracts with ALTURA MARKETS SOCIEDAD DE VALORES S.A., SPAIN:

TREA SICAV - Trea European Equities

Currency	Number	Denomination	Commitment (in EUR)
Options on transferable securities			
EUR	198	Nokia Oyj PUT 12/20 EUX 3.2	26,300.10
EUR	18	Royal Philips NV PUT 06/20 EOE 36	10,653.70
			<u>36,953.80</u>

Note 12 - Securities valuation

As at 31st December 2019, the sub-fund TREA SICAV – TREA EMERGING MARKETS CREDIT OPPORTUNITIES has invested in 3 securities difficult to price:

ISIN CODE	Currency	Security short name
GB00B0672758	GBP	Afren Plc
ES0273541013	EUR	Argentina 7.5 97-02
NO0010838550	USD	Oro Negro 0 17-PE

The Administrative Agent has drawn the attention of the Board of Directors, the Management Company, and the Investment Manager on the fact that, for the above mentioned transferable securities and/or other eligible assets, no valuation is readily available from external price vendors or that valuations available may not be considered as being reliable as a result of a major event affecting the issuer or due to lack of liquidity affecting the considered transferable securities and/or other eligible assets.

The Net Asset Value of each class of shares, expressed in the relevant valuation currency, is determined under the responsibility of the Board of Directors.

Based on the prudence principle, the Board of Directors, and based on the recommendations issued by the Investment Manager, instructs the Administrative Agent to value these securities at 0.

TREA SICAV

Notes to the financial statements (continued)

as at 31st December 2019

The Board of Directors has decided to value the above mentioned assets accordingly at each NAV calculation of the Sub-Fund from 9th December 2019 on.

Note 13 - Events

The Board of Directors has informed the shareholders of the Fund that in respect to the Fund, the following changes have been adopted as of 9th December 2019:

1. The function of the management company of the Fund has changed:

From Degroof Petercam Asset Services S.A., having its registered seat at
12, rue Eugène Ruppert, L-2453 LUXEMBOURG,

to MDO Management Company S.A., having its registered office at
19, rue de Bitbourg, L-1273 LUXEMBOURG.

The management company change was based on the necessity for the Fund to streamline its activities in Luxembourg.

2. The function of the administrative agent, registrar, transfer agent as well as the domiciliation and corporate agent of the Fund has changed:

From Degroof Petercam Asset Services S.A., having its registered seat at
12, rue Eugène Ruppert, L-2453 LUXEMBOURG,

to European Fund Administration S.A., having its registered seat at
2, rue d'Alsace, L-1122 LUXEMBOURG (the "New Central Administrative Agent").

The 1st Net Asset Value has been calculated on the 10th December 2019 by European Fund Administration for the 9th December 2019.

3. As a result of the above, the registered office of the Fund has changed:

From 12, rue Eugène Ruppert, L-2453 LUXEMBOURG,

to 2, rue d'Alsace, L-1122 LUXEMBOURG.

4. The function of the depositary of the Fund has changed:

From Banque Degroof Petercam Luxembourg S.A., having its registered seat at
12, rue Eugène Ruppert, L-2453 LUXEMBOURG,

to QUINTET PRIVATE BANK (EUROPE) S.A (formerly KBL European Private Bankers S.A.),
having its registered seat at 43, boulevard Royal, L-2955 LUXEMBOURG (the "New Depositary").

TREA SICAV

Notes to the financial statements (continued)

as at 31st December 2019

Note 14 – Subsequent events

As per circular resolution dated 8th November 2019, the minimum annual Management Company fee was reduced to EUR 7,500 per sub-fund for the period from 1st January 2020 to 30 June 2020.

With effect from 16th January 2020, KBL European Private Bankers S.A. changed its name to QUINTET PRIVATE BANK (EUROPE) S.A..

On 31st December 2019, the World Health Organisation was informed that a limited number of cases of pneumonia, of an unknown cause, were detected in Wuhan, China. On 7th January 2020, Chinese authorities identified coronavirus (COVID-19) as the cause. Since 31st December 2019, the rapid outbreak of the COVID-19 is not only causing a global health crisis but also impacting to the global economy and financial markets.

The Fund's investment portfolio comprises equity and debt instruments which are measured at fair value. As a result of the above, markets became highly volatile. While the duration and future economic impact of COVID-19 is difficult to know, the Board of Directors of the Fund and the Management Company continue to watch the efforts of governments to contain the spread of the virus and monitor the economic impact, if any, on the companies in portfolio.

The Board of Directors of the Fund have delegated the daily management of the Fund to the Management Company. The number one priority of the Management Company of the Fund is the safety and well-being of its stakeholders and employees. It has designed a continuity plan that allows it to remain fully operational and continuously monitor the Fund's activities. All employees of the Management Company can work from home as the IT department has ensured that most vital systems can be accessed from distance through web interfaces in order to ensure smooth continuation of business.

On 3rd February 2020, the Board of Directors resolved to ratify the terms of the Common Merger Plan for a merger by absorption of TREA RENTA FIJA SELECCIÓN, FI, and TREA IBERIA EQUITY, FI, (as the merging UCITS) by TREA SICAV (and in particular, by its compartments TREA FIXED INCOME OPPORTUNITIES and TREA IBERIAN EQUITIES, as the receiving UCITS).

This Merger Plan provides that the merger will be effective in the merging date (the "Effective Date of the Merger"), which shall not take place before, at least, forty (40) calendar days have lapsed since delivery of the letters to the unitholders of the merging UCITS and the shareholders of the receiving UCITS informing them about the merger.

As at the date of this report, the Merger has not yet been processed and is expected to be effective between May and July 2020.

1 - Risk management

As required by Circular CSSF 11/512 as amended, 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.

When using the commitment approach the maximum leverage generated by the use of financial derivative instruments will be of 100%.

2 - Remuneration

MDO MANAGEMENT COMPANY S.A. remuneration policy

The management company has adopted a remuneration policy pursuant to applicable laws and regulations with the objective to ensure that its remuneration structure is in line with its interests and those of the collective investment schemes it manages and to prevent risk-taking which is inconsistent with the risk profiles, rules or articles of incorporation or management regulations of the collective investment schemes it manages.

Details of the remuneration policy of the management company, including the persons in charge of determining the fixed and variable remunerations of staff, a description of the key remuneration elements and an overview of how remuneration is determined, is available at <http://www.mdo-manco.com/about-us/legal-documents>

With respect to the financial year ended 31 December 2019 (as of that date, the management company had a headcount of 63 employees), the total fixed and variable remuneration paid by the management company to its employees amounted to EUR 4,752,158 and to EUR 1,180,144 respectively. The total remuneration paid by the management company to senior management and members of its staff whose actions have a material impact on the risk profile of the collective investment schemes managed amounted to EUR 3,232,370. The remuneration committee of the management company has reviewed the implementation of the remuneration policy and has not identified any deficiency in that respect. Moreover, the current version of the remuneration policy was updated and approved by the board of directors in the course of the financial year ended 31 December 2019, the current version being dated July 2019.

TREA Asset Management SGIIC S.A. remuneration policy

The Investment Manager TREA Asset Management SGIIC S.A ("TAM") has a Compensation Policy (the "Policy") aligned with the current regulatory framework. The Policy establishes the rules and procedures guiding a compensation system focused on prudent and effective risk management. The Policy applies to all TAM employees. The Policy's basic principles are: proportionality, prudence, quality, foresight, supervision and transparency.

The Policy is devised flexibly. It sets the determination of the total remuneration of every employee around a fixed component and a variable component. Priority is given to sustainable long-term performance and customer satisfaction. Incentives for risk taking and short-term quantitative goals are banned.

The fixed component (salary) is based on the employee's professional experience, seniority, and responsibilities within the company's structure, as specified in each employee's job description. The salary is not dependent on performance (as it is the fixed part) and constitutes an adequate part of the

total compensation. It also serves as the foundation around which the rest of the remuneration package is determined.

The variable component corresponds to an amount based on performance measured against a set of quantitative and qualitative, long-term, sustainable objectives. Under no circumstances is risk-taking not compatible with the risk profile or the statutes of the Collective Investment Institutions (CII). The variable component is linked to the assessment of:

- 1) Quantitative criteria: based on the employee's individual performance, both in financial and non-financial matters, the performance of her/his business unit, and the performance of "TAM" as a whole.
- 2) Qualitative criteria: analyzed individually, based on the employee's overall contribution and skills (including ethics, compliance and risk management).

The variable component of an employee's compensation only becomes effective if it is deemed adequate in relation to the financial situation of TAM, the performance of the business unit and the individual concerned.

It is hereby certified that no significant changes were implemented in the Policy during 2019.

The total amount paid by "TAM" for the concept of employee fixed compensation during the financial year of 2019 was €6,170,925.04, while the variable compensation concept amounted to €2,223,384.97. The number of beneficiaries was 84, all of whom received some form of variable remuneration. Two employees held senior management positions in the firm, while 27 others held positions of responsibility within "TAM"'s or CII's investment strategy and/or risk profile decisions. Employees in the first group received €1,057,387.57 in salary and \$400,000 in variable compensation, while the employees in the second group received a total of €3,370,221.13 in salary and €1,438,369.17 in variable compensation.

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.