

**FARRINGDON I**

Société d'Investissement à Capital Variable

**AUDITED ANNUAL REPORT**

**31 DECEMBER 2023**

R.C.S. Luxembourg B 121 761

Subscriptions are only valid if made on the basis of the current prospectus accompanied by the latest annual and the latest semi-annual report if published after the annual report.

---

**TABLE OF CONTENTS**

GENERAL INFORMATION	
Management and Administration	3
Board of Directors	3
Notices and Reports	4
INVESTMENT MANAGER’S REPORT	
DISCLOSURES UNDER THE ALTERNATIVE INVESTMENT FUND MANAGERS DIRECTIVE (UNAUDITED)	
	6-8
AUDIT REPORT	9-11
FINANCIAL STATEMENTS	
Statement of Net Assets	12
Statement of Operations and Changes in Net Assets	13
Statement of Changes in Number of Shares Outstanding	14
Financial Details Relating to the Last Three Years	14
SECURITIES PORTFOLIO	
Farrington Alpha One	15-19
Farrington European Opportunities	20-21
INDUSTRY SECTOR ANALYSIS	
Farrington Alpha One	22
Farrington European Opportunities	23
NOTES TO THE FINANCIAL STATEMENTS	
	24-29
APPENDIX I – ADDITIONAL INFORMATION (UNAUDITED)	
	30-31

**MANAGEMENT AND ADMINISTRATION**

**REGISTERED OFFICE**

10, rue du Château d'Eau  
L-3364, Leudelange, Luxembourg

**DEPOSITARY**

Northern Trust Global Services SE  
10, rue du Château d'Eau  
L-3364, Leudelange, Luxembourg

**ADMINISTRATION AND TRANSFER AGENT**

Northern Trust Global Services SE  
10, rue du Château d'Eau  
L-3364, Leudelange, Luxembourg

**AUDITOR**

PricewaterhouseCoopers, Société coopérative  
2, rue Gerhard Mercator  
L-2182, Luxembourg

**LEGAL COUNSEL**

KLEYR | GRASSO  
7, rue des Primeurs  
L-2361, Strassen, Luxembourg

**INVESTMENT MANAGER**

Farringdon Netherlands BV  
Jan Luijkenstraat 5  
1071CJ, Amsterdam, The Netherlands

**ALTERNATIVE INVESTMENT FUND MANAGER**

Carne Global Fund Managers (Luxembourg) S.A.  
3, rue Jean Piret  
L-2350, Luxembourg

**PRIME BROKER**

UBS AG  
Acting through its London Branch  
1 Finsbury Avenue  
London, EC2M 2PP, United Kingdom

**BOARD OF DIRECTORS**

Vincent GRUSELLE  
Managing Director  
ALCYON S.A.  
Luxembourg

Luc COURTOIS  
Attorney-at-law  
KLEYR | GRASSO  
Luxembourg

Dennis VAN WEES  
Director  
FARRINGDON NETHERLANDS BV  
The Netherlands

**NOTICES AND REPORTS**

Audited annual reports are made available to the Shareholders at the registered office of the Alternative Investment Fund Manager (“AIFM”).

The accounting year of the Company ends on December 31 of each year.

The latest net asset value per share of each share class, together with subscription and redemption prices are available on any bank business day in Luxembourg at the registered office of the AIFM.

All notices to Shareholders are sent to Shareholders at their address indicated in the register of Shareholders. If deemed necessary or required by law, notices are published in a newspaper and in the Recueil Electronique des Sociétés et Associations.

## INVESTMENT MANAGER'S REPORT

### **FARRINGDON ALPHA ONE**

#### **PERFORMANCE**

CLASS A SHARES: During the year, the net asset value per share, decreased from EUR 185.86 to EUR 150.21, representing a decrease of -19.18%. The total net assets of the Sub-Fund ended the year at EUR 23.0mn.

#### **INVESTMENT STRATEGY**

The Sub-Fund investment objective is to deliver strong risk adjusted absolute returns with low correlation to other asset classes. Utilising an equity long/short approach, based on in-depth fundamental research across industries and market capitalisations globally, but with a focus on the European stock universe. The instruments used will mainly be equities.

### **FARRINGDON EUROPEAN OPPORTUNITIES**

#### **PERFORMANCE**

CLASS A SHARES: During the year, the net asset value per share, increased from EUR 98.72 to EUR 105.52, representing an increase of +6.89. From the start of 2023, the fee structure of this share class has changed and will only carry a 1.25% management fee and no performance fee.

CLASS E SHARES: During the year, the employee share class net asset value per share, increased from EUR 101.61 to EUR 109.96, representing an increase of +8.22%. The employee share class does not carry any fees.

CLASS F SHARES: During the year, the Founding share class net asset value per share, increased from EUR 99.31 to EUR 106.95, representing an increase of +7.69%. The Founders share class acceptance has changed from start of 2023 and will be available to all relevant shareholders.

The NAV of the Sub-Fund ended the year at EUR 13.8mn.

#### **INVESTMENT STRATEGY**

The Sub-Fund investment objective is to deliver strong risk adjusted returns and outperform the MSCI Europe Small Cap Net Return Index based on in-depth fundamental research across industries and market capitalisations in the European stock universe. The instruments used will be mainly equities.

### **SUSTAINABLE FINANCE DISCLOSURE REGULATION**

Sustainable Finance Disclosure Regulation ("SFDR") refers to Regulation (EU) 2019/2088 of the European Parliament and of the Council of 27 November 2019 on sustainability-related disclosures in the financial services sector.

As at 31 December 2023, Farringdon Alpha One and the Farringdon European Opportunities Sub-Funds do not specifically promote ESG characteristics and falls under Article 6 of SFDR. Investments within the Sub-Funds do not take into account the EU Taxonomy criteria (Regulation EU 2020/852 on the establishment of a framework to facilitate sustainable investment) for environmentally sustainable economic activities.

April 2024

The figures stated in the report are historical and not necessarily indicative of future performance.

## **DISCLOSURES UNDER THE ALTERNATIVE INVESTMENT FUND MANAGERS DIRECTIVE (UNAUDITED)**

In accordance with the Level 2 Regulations of the Alternative Investment Fund Managers Directive (“AIFMD”), the Alternative Investment Fund Manager (“AIFM”) is jointly responsible with the Board of Directors of Farringdon I (“AIF”) for certain disclosures to investors and competent authorities with respect to the AIF’s Annual Report.

Information required to be disclosed under the AIFMD in relation to the AIF:

### **Liquidity arrangements and liquidity management**

There are no assets of the Company subject to special arrangements such as side pockets, gates or other similar arrangements. No new arrangements or material changes were made to manage the liquidity of the Alternative Investment Fund (“AIF”).

The AIFM confirms it has maintained appropriate capital adequacy provisions as required by the Commission de Surveillance du Secteur Financier (“CSSF”).

### **Global Risk Exposure, Risk Management Program, Description of the process of identifying, assessing, and managing risks:**

#### **Market risk:**

Market risk is monitored through the computation of the level of leverage using both the Gross and Commitment Methods.

Leverage is calculated by converting each financial derivative instruments into the equivalent position in the underlying assets of those derivatives, on a Net Asset Value (“NAV”) basis.

The market risk linked to the concentration risk is mitigated through investment restrictions set according to the basic principle of diversification. The diversification and other investment restrictions are monitored on a NAV basis.

#### **Liquidity risk:**

The AIFM employs appropriate liquidity management methods and adopts procedures which enable it to monitor the liquidity risk of each Fund. The AIFM ensures that, for each Fund it manages, the investment and financing strategy, the liquidity profile and the redemption policy are consistent.

Additionally, the AIFM has put in place a Liquidity Stress Test taking into consideration the asset and liability, the redemption profile of the funds for both open ended or closed ended funds, the assets liquidity, the potential use of leverage and other liquidity management tools.

#### **Credit and counterparty risk:**

Transactions involving derivatives are only entered into with counterparties having an appropriate credit quality. The credit risk linked to counterparty risk is managed through processes outlined in the AIFM’s Risk Management Policy and cover the diversification rule aspect and the assessment of the credit worthiness of the issuer.

#### **Operational risk:**

Operational risks and delegated activities are closely monitored via a due diligence process and ongoing controls materialised through Key Performance Indicators (“KPIs”) and Due Diligence reports. The due diligence covers investment management, distribution, central administration and the depositary bank. This follow up is subject to reporting, monitoring and escalation processes and is therefore reviewed by the Management Committee of the AIFM and ultimately the Board of Directors of the AIFM.

Further to the monitoring of risks, the AIFM is covered by Carne’s business continuity plan (“BCP”) in line with internal procedures and tested on a regular basis. This contingency planning aims to cover situations in which the premises would not be accessible anymore or in case the IT systems are unavailable and includes:

- Business Continuity Plans
- IT Disaster Recovery Plans

**DISCLOSURES UNDER THE ALTERNATIVE INVESTMENT FUND MANAGERS DIRECTIVE (UNAUDITED)  
(CONTINUED)**

**Global Risk Exposure, Risk Management Program, Description of the process of identifying, assessing, and managing risks: (continued)**

**Operational risk: (continued)**

Topics detailed are, among others, procedures to follow if the incident takes place during or out of office hours, people in charge of coordination in such occurrences, addresses, maps and indications to get to the backup facilities, communication channels and so on.

**Concentration risk:**

Funds which invest in a single, or narrow range of stocks or collective investment schemes or in specialised sectors may be more volatile than more broadly diversified funds.

**Risk Management - Leverage:**

In accordance with the AIFM Law, the AIFM will for each Fund provide to competent authorities and investors the level of leverage of each Fund both on a gross and on a commitment method basis in accordance with the gross method as set out in Article 7 of the AIFM Regulation and the commitment method as set out in Article 8 of the AIFM Regulation.

The AIFM will set a maximum level of leverage which may be employed within each respective Fund. In case the leverage employed in a Fund as calculated according to the commitment methodology exceeds three times its Net Asset Value, a special disclosure in accordance with Article 111 of the AIFM Regulation will be made.

The leverage employed by the Company as per 31 December 2023, was as follows:

	Gross Method	Commitment Method
Farrington Alpha One	221.44%	291.22%
Farrington European Opportunities	98.77%	100.40%

**Remuneration**

Carne Global Fund Managers (Luxembourg) S.A. (the “AIFM”) has designed and implemented a remuneration policy (the “Remuneration Policy”) in line with the provisions on remuneration as set out by the European Directive 2011/61/EU as amended and implemented into Luxembourg Law of 12 July of 2013 (the “AIFM Regulations”).

The AIFM has developed and implemented remuneration policies and practices that are consistent with and promote sound and effective risk management of the AIF, do not encourage risk-taking which is inconsistent with the risk profiles/rules governing the AIF, and do not impair compliance with the AIFM’s duty to act in the best interest of the AIF and ultimately its investors.

The Board of Directors of the AIFM is responsible for the design, implementation and regular review of the Remuneration Policy. In reviewing the Remuneration Policy, the Board of Directors of the AIFM will consider whether the remuneration framework operates as intended and that the risk profile, long-term objectives and goals of the AIFs it manages are adequately reflected.

A copy of the AIFM Remuneration Policy is available, free of charge, at the registered office of the AIFM and at the following address: [www.carnegroup.com](http://www.carnegroup.com).

**DISCLOSURES UNDER THE ALTERNATIVE INVESTMENT FUND MANAGERS DIRECTIVE (UNAUDITED)  
(CONTINUED)**

**Remuneration (continued)**

The below table outlines the total remuneration<sup>1</sup> paid to Identified Staff<sup>2</sup> of the AIFM during the financial year<sup>3</sup>:

	Number of beneficiaries	Total remuneration* (EUR)	Fixed remuneration (EUR)	Variable remuneration (EUR)
Senior Management	13	2,700,392	2,065,370	635,022
Other material risk takers	13	1,581,520	1,107,338	474,182

\* The AIFM has also determined that, on the basis of number of sub-funds/net asset value of the Company relative to the number of sub-funds/assets under management, the portion of the total remuneration attributable to the Company is EUR 7,009.

- 1 Total remuneration = sum of fixed remuneration and variable remuneration paid to identified staff of the AIFM during the AIFM's financial year.
- 2 Identified Staff comprises = Directors of the Company, Chief Business Development Officer, Senior Business Development Officer, Person responsible for the Permanent Risk Function, Carne's Responsable du Contrôle, Conducting Officers of the Company, Head of Legal, Directors of the Company, members of the Investment Committee and members of the Valuation Committee.
- 3 31 December is the financial year end of the AIFM.

**Proportion of the total remuneration of the staff of the Investment Manager attributable to Farrington I, as of 31 December 2023 is as follows:**

	Number of Beneficiaries	Total Remuneration EUR	Fixed Remuneration in % of total	Variable Remuneration in % of total	Carried Interest paid in % of total
Total remuneration paid to Identified and Non-Identified Staff by the Investment Manager during the financial year	6	1,360,891	95.96	4.04	0.00





## **Audit report**

To the Shareholders of  
**FARRINGDON I**

---

### **Our opinion**

In our opinion, the accompanying financial statements give a true and fair view of the financial position of FARRINGDON I (the “Fund”) and of each of its sub-funds as at 31 December 2023, and of the results 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.

#### *What we have audited*

The Fund’s financial statements comprise:

- the statement of net assets as at 31 December 2023;
- the statement of operations and changes in net assets for the year then ended;
- the securities portfolio as at 31 December 2023; and
- the notes to the financial statements, which include a summary of significant accounting policies.

---

### **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 as adopted for Luxembourg by the CSSF are further described in the “Responsibilities of the “Réviseur d’entreprises agréé” for the audit of the financial statements” section of our report.

We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion.

We are independent of the Fund in accordance with the International Code of Ethics for Professional Accountants, including International Independence Standards, issued by the International Ethics Standards Board for 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. We have fulfilled our other ethical responsibilities under those ethical requirements.

---

### **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 audit report 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 identified above 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 that 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 close 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 an audit report that includes our opinion. Reasonable assurance is a high level of assurance, but is not a guarantee that an audit conducted in accordance with 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 scepticism 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 audit report to the related disclosures in the financial statements or, if such disclosures are inadequate, to modify our opinion. Our conclusions are based on the audit evidence obtained up to the date of our audit report. 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.

PricewaterhouseCoopers, Société coopérative  
Represented by

Luxembourg, 13 June 2024

Martin Wais

**STATEMENT OF NET ASSETS  
AS AT 31 DECEMBER 2023**

	COMBINED (EUR)	FARRINGDON ALPHA ONE (EUR)	FARRINGDON EUROPEAN OPPORTUNITIES (EUR)
<b>ASSETS</b>			
Securities portfolio at market value (Note 2.1)	39,432,911.30	26,050,066.53	13,382,844.77
Cash at banks and liquidities	19,302,100.95	19,019,805.92	282,295.03
Dividend income receivable	44,719.69	31,002.45	13,717.24
<b>OTHER ASSETS</b>			
Securities sold receivable	1,227,422.99	1,009,957.08	217,465.91
Fees reimbursed by the manager receivable (Note 14)	38,123.72	–	38,123.72
Other receivables	5,947.78	3,693.73	2,254.05
Total Other Assets	1,271,494.49	1,013,650.81	257,843.68
Total Assets	60,051,226.43	46,114,525.71	13,936,700.72
<b>LIABILITIES</b>			
Short sales of securities (Note 2.2)	(21,620,795.00)	(21,620,795.00)	–
Securites purchased payable	(1,322,072.03)	(1,322,072.03)	–
Dividends payable on short sales	(13,829.39)	(13,829.39)	–
Taxe d'abonnement payable (Note 4)	(4,511.40)	(2,896.83)	(1,614.57)
AIFM and management fees payable (Note 7)	(110,151.53)	(74,833.03)	(35,318.50)
Custodian and administration fees payable (Note 6)	(43,727.91)	(25,587.73)	(18,140.18)
Commission payable to broker	(24,184.53)	(24,184.53)	–
Directors' fees payable (Note 10)	(18,441.79)	(12,053.76)	(6,388.03)
Other payables	(100,438.33)	(67,366.26)	(33,072.07)
Total Liabilities	(23,258,151.91)	(23,163,618.56)	(94,533.35)
<b>NET ASSETS AT THE END OF THE YEAR</b>	<b>36,793,074.52</b>	<b>22,950,907.15</b>	<b>13,842,167.37</b>

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

**STATEMENT OF OPERATIONS AND CHANGES IN NET ASSETS  
FOR THE YEAR ENDED 31 DECEMBER 2023**

	COMBINED (EUR)	FARRINGDON ALPHA ONE (EUR)	FARRINGDON EUROPEAN OPPORTUNITIES (EUR)
<b>INCOME</b>			
Dividends, net (Note 2.5)	1,222,554.03	790,732.97	431,821.06
Bank interest	1,239,284.93	1,238,056.71	1,228.22
Other income	29.21	–	29.21
Fees reimbursed by the manager (Note 14)	112,949.02	4,729.56	108,219.46
<b>Total Income</b>	<b>2,574,817.19</b>	<b>2,033,519.24</b>	<b>541,297.95</b>
<b>EXPENSES</b>			
Dividends paid on short sales (Note 2.5)	(316,006.84)	(316,006.84)	–
AIFM and management fees (Note 7)	(380,935.63)	(282,117.40)	(98,818.23)
Bank charges and commissions on securities borrowing (Note 2.2)	(892,294.15)	(892,294.15)	–
Professional expenses	(31,341.76)	(12,223.99)	(19,117.77)
Directors' fees (Note 10)	(56,095.90)	(36,900.16)	(19,195.74)
Custodian and administration fees (Note 6)	(331,144.65)	(197,655.76)	(133,488.89)
Taxe d'abonnement (Note 4)	(18,682.76)	(12,103.43)	(6,579.33)
Performance fee (Note 8)	(61,643.04)	(58,962.10)	(2,680.94)
Other expenses (Note 11)	(106,522.08)	(67,702.39)	(38,819.69)
<b>Total Expenses</b>	<b>(2,194,666.81)</b>	<b>(1,875,966.22)</b>	<b>(318,700.59)</b>
<b>Net gain from investments</b>	<b>380,150.38</b>	<b>157,553.02</b>	<b>222,597.36</b>
Net realised profit on investments (Note 12)	1,543,184.96	647,310.58	895,874.38
Net realised profit/(loss) on foreign exchange	32,673.81	37,257.28	(4,583.47)
<b>Net realised gain</b>	<b>1,956,009.15</b>	<b>842,120.88</b>	<b>1,113,888.27</b>
Variation in net unrealised result on investments (Note 13)	(6,133,665.23)	(6,022,887.27)	(110,777.96)
Variation in net unrealised result on foreign exchange	(662,089.41)	(662,930.82)	841.41
<b>(Decrease)/increase in net assets as a result of operations</b>	<b>(4,839,745.49)</b>	<b>(5,843,697.21)</b>	<b>1,003,951.72</b>
Subscriptions	1,326,595.82	50,000.64	1,276,595.18
Redemptions	(4,598,358.98)	(2,603,614.02)	(1,994,744.96)
<b>(Decrease)/increase in net assets</b>	<b>(8,111,508.65)</b>	<b>(8,397,310.59)</b>	<b>285,801.94</b>
Net assets at the beginning of the year	44,904,583.17	31,348,217.74	13,556,365.43
<b>NET ASSETS AT THE END OF THE YEAR</b>	<b>36,793,074.52</b>	<b>22,950,907.15</b>	<b>13,842,167.37</b>

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

FARRINGDON I

**STATEMENT OF CHANGES IN NUMBER OF SHARES OUTSTANDING  
FOR THE YEAR ENDED 31 DECEMBER 2023**

FARRINGDON ALPHA ONE			CLASS A
Shares outstanding at 1 January 2023			168,663.9750
Shares issued			296.6517
Shares redeemed			(16,170.3524)
Shares outstanding at 31 December 2023			152,790.2743
FARRINGDON EUROPEAN OPPORTUNITIES	CLASS A	CLASS E	CLASS F
Shares outstanding at 1 January 2023	6,271.1796	9,576.6654	120,468.9611
Shares issued	–	476.1444	11,769.9801
Shares redeemed	–	–	(19,333.4407)
Shares outstanding at 31 December 2023	6,271.1796	10,052.8098	112,905.5005

**FINANCIAL DETAILS RELATING TO THE LAST THREE YEARS  
(EUR)**

FARRINGDON ALPHA ONE			CLASS A
31 December 2023			
Total net assets			22,950,907.15
Net asset value per share			150.21
31 December 2022			
Total net assets			31,348,217.74
Net asset value per share			185.86
31 December 2021			
Total net assets			30,369,065.14
Net asset value per share			181.39
FARRINGDON EUROPEAN OPPORTUNITIES	CLASS A*	CLASS E	CLASS F
31 December 2023			
Total net assets	661,705.12	1,105,369.64	12,075,092.61
Net asset value per share	105.52	109.96	106.95
31 December 2022			
Total net assets	619,074.58	973,089.03	11,964,201.82
Net asset value per share	98.72	101.61	99.31
31 December 2021			
Total net assets	676,320.48	945,622.51	10,819,252.34
Net asset value per share	133.28	136.14	133.49

\* Launched on 29 January 2021, with first valuation date of 1 February 2021.

**SECURITIES PORTFOLIO  
AS AT 31 DECEMBER 2023**

<b>QUANTITY</b>	<b>SECURITY DESCRIPTION</b>	<b>MARKET VALUE (EUR)</b>	<b>% OF NET ASSETS</b>
<b>Transferable Securities Admitted To An Official Exchange Listing</b>			
<b>Shares and rights</b>			
	<u>Belgium</u>		
360,555	Belysse Group NV	259,599.60	1.13
		<u>259,599.60</u>	<u>1.13</u>
	<u>France</u>		
191,494	ALD SA	1,234,178.83	5.38
54,889	Bonduelle SCA	600,485.66	2.61
5,598	Teleperformance	739,215.90	3.22
		<u>2,573,880.39</u>	<u>11.21</u>
	<u>Germany</u>		
197,819	Deutsche Pfandbriefbank AG	1,225,488.71	5.34
48,244	hGears AG	171,266.20	0.75
11,097	Sixt SE Preference Shares	744,608.70	3.24
148,995	Westwing Group SE	1,317,115.80	5.74
		<u>3,458,479.41</u>	<u>15.07</u>
	<u>Ireland</u>		
361,288	Origin Enterprises PLC	1,242,830.72	5.42
713,392	Permanent TSB Group Holdings PLC	1,212,766.40	5.28
		<u>2,455,597.12</u>	<u>10.70</u>
	<u>Isle Of Man</u>		
985,058	Strix Group PLC	848,481.18	3.70
		<u>848,481.18</u>	<u>3.70</u>
	<u>Luxembourg</u>		
1,280,748	Global Fashion Group SA	240,780.62	1.05
98,882	Novem Group SA	711,950.40	3.10
		<u>952,731.02</u>	<u>4.15</u>
	<u>Netherlands</u>		
398,271	Koninklijke BAM Groep NV	963,019.28	4.20
49,291	Wereldhave NV	712,747.86	3.10
		<u>1,675,767.14</u>	<u>7.30</u>

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

**SECURITIES PORTFOLIO  
AS AT 31 DECEMBER 2023**

QUANTITY	SECURITY DESCRIPTION	MARKET VALUE (EUR)	% OF NET ASSETS
<b>Transferable Securities Admitted To An Official Exchange Listing (continued)</b>			
<b>Shares and rights (continued)</b>			
	<u>Norway</u>		
618,057	KOMPLETT ASA	661,257.98	2.88
		661,257.98	2.88
	<u>Sweden</u>		
154,241	Rvrc Holding AB	834,615.31	3.64
254,464	Scandi Standard AB	1,314,085.61	5.73
101,510	Viva Wine Group AB	361,021.84	1.57
		2,509,722.76	10.94
	<u>Switzerland</u>		
16,916	KlingelInberg AG	298,792.91	1.30
		298,792.91	1.30
	<u>United Kingdom</u>		
166,519	Allfunds Group PLC	1,069,884.58	4.66
367,825	Firstgroup PLC	743,225.97	3.24
675,705	Gym Group PLC	828,558.60	3.61
2,490,381	Made.com Group PLC	14,952.39	0.07
531,344	Moonpig Group PLC	960,747.18	4.18
224,960	Morgan Advanced Materials PLC	735,077.82	3.20
772,159	NewRiver REIT PLC	733,750.07	3.20
5,937,510	Pendragon PLC	2,214,361.17	9.65
172,966	Renewi PLC	1,276,154.28	5.56
		8,576,712.06	37.37
	<u>United States of America</u>		
28,476	Signify NV	863,392.32	3.76
		863,392.32	3.76
	<b>TOTAL SHARES AND RIGHTS</b>	<b>25,134,413.89</b>	<b>109.51</b>

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



**SECURITIES PORTFOLIO  
AS AT 31 DECEMBER 2023**

<b>QUANTITY</b>	<b>SECURITY DESCRIPTION</b>	<b>MARKET VALUE (EUR)</b>	<b>% OF NET ASSETS</b>
<b>Transferable Securities Admitted To An Official Exchange Listing (continued)</b>			
<b>Collective Investment Schemes</b>			
	<u>United States of America</u>		
29,198	Grayscale Bitcoin Trust BTC	915,652.64	3.99
		<u>915,652.64</u>	<u>3.99</u>
	<b>TOTAL COLLECTIVE INVESTMENT SCHEMES</b>	<u>915,652.64</u>	<u>3.99</u>
	<b>TOTAL TRANSFERABLE SECURITIES ADMITTED TO AN OFFICIAL EXCHANGE LISTING</b>	<u>26,050,066.53</u>	<u>113.50</u>
<b>Other Transferable Securities</b>			
<b>Shares and rights</b>			
	<u>United Kingdom</u>		
3,378,678	Interserve PLC*	–	–
		<u>–</u>	<u>–</u>
	<b>TOTAL SHARES AND RIGHTS</b>	<u>–</u>	<u>–</u>
	<b>TOTAL OTHER TRANSFERABLE SECURITIES</b>	<u>–</u>	<u>–</u>
<b>TOTAL SECURITIES PORTFOLIO</b>		<u>26,050,066.53</u>	<u>113.50</u>
<b>Short Sales of Transferable Securities Admitted To An Official Exchange Listing</b>			
<b>Short Sales of Shares</b>			
	<u>Canada</u>		
(23,213)	Alimentation Couche-Tard Inc	(1,238,258.15)	(5.39)
(16,998)	Stantec Inc	<u>(1,236,164.10)</u>	<u>(5.39)</u>
		<u>(2,474,422.25)</u>	<u>(10.78)</u>
	<u>France</u>		
(329)	Hermes International SCA	<u>(631,285.20)</u>	<u>(2.75)</u>
		<u>(631,285.20)</u>	<u>(2.75)</u>

\* Market value written down to nil by the Board of Directors due to the default of the underlying investment.

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

**SECURITIES PORTFOLIO  
AS AT 31 DECEMBER 2023**

QUANTITY	SECURITY DESCRIPTION	MARKET VALUE (EUR)	% OF NET ASSETS
<b>Short Sales of Transferable Securities Admitted To An Official Exchange Listing (continued)</b>			
<b>Short Sales of Shares (continued)</b>			
	<u>Germany</u>		
(11,043)	Sixt SE	(1,117,551.60)	(4.87)
		<u>(1,117,551.60)</u>	<u>(4.87)</u>
	<u>Italy</u>		
(21,015)	Amplifon SpA	(658,610.10)	(2.87)
		<u>(658,610.10)</u>	<u>(2.87)</u>
	<u>Singapore</u>		
(20,618)	STMicroelectronics NV	(932,861.41)	(4.06)
		<u>(932,861.41)</u>	<u>(4.06)</u>
	<u>Sweden</u>		
(84,318)	Castellum AB	(1,085,165.43)	(4.73)
(40,974)	Nordnet AB publ	(629,265.52)	(2.74)
		<u>(1,714,430.95)</u>	<u>(7.47)</u>
	<u>Switzerland</u>		
(7,947)	Sensirion Holding AG	(713,835.32)	(3.11)
		<u>(713,835.32)</u>	<u>(3.11)</u>

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

**SECURITIES PORTFOLIO  
AS AT 31 DECEMBER 2023**

<b>QUANTITY</b>	<b>SECURITY DESCRIPTION</b>	<b>MARKET VALUE (EUR)</b>	<b>% OF NET ASSETS</b>
<b>Short Sales of Transferable Securities Admitted To An Official Exchange Listing (continued)</b>			
<b>Short Sales of Shares (continued)</b>			
	<u>United States of America</u>		
(53,602)	AMC Entertainment Holdings Inc - Class A	(297,154.97)	(1.29)
(9,914)	Digital Realty Trust Inc	(1,208,592.85)	(5.27)
(44,029)	GameStop Corp - Class A	(699,151.54)	(3.05)
(12,203)	Live Nation Entertainment Inc	(1,034,649.00)	(4.51)
(36,449)	Marathon Digital Holdings Inc	(775,566.81)	(3.38)
(2,008)	MicroStrategy Inc - Class A	(1,148,868.09)	(5.00)
(60,418)	Riot Platforms Inc	(846,656.49)	(3.69)
(39,607)	Rivian Automotive Inc - Class A	(841,686.85)	(3.67)
(20,900)	SeaWorld Entertainment Inc	(1,000,178.42)	(4.36)
(17,938)	Shake Shack Inc - Class A	(1,204,370.23)	(5.25)
(17,173)	Sturm Ruger & Co Inc	(707,018.28)	(3.08)
(5,190)	Tesla Inc	(1,168,178.96)	(5.09)
(5,702)	WD-40 Co	(1,234,817.79)	(5.38)
(5,210)	Wingstop Inc	(1,210,907.89)	(5.27)
		<u>(13,377,798.17)</u>	<u>(58.29)</u>
	<b>TOTAL SHORT SALES OF SHARES</b>	<u><b>(21,620,795.00)</b></u>	<u><b>(94.20)</b></u>
	<b>TOTAL SHORT SALES OF TRANSFERABLE SECURITIES ADMITTED TO AN OFFICIAL EXCHANGE LISTING</b>	<u><b>(21,620,795.00)</b></u>	<u><b>(94.20)</b></u>

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

**SECURITIES PORTFOLIO  
AS AT 31 DECEMBER 2023**

QUANTITY	SECURITY DESCRIPTION	MARKET VALUE (EUR)	% OF NET ASSETS
<b>Transferable Securities Admitted To An Official Exchange Listing</b>			
<b>Shares and rights</b>			
	<u>Belgium</u>		
148,962	Belysse Group NV	107,252.64	0.78
		<u>107,252.64</u>	<u>0.78</u>
	<u>France</u>		
128,372	ALD SA	827,357.54	5.98
22,284	Bonduelle SCA	243,786.96	1.76
2,208	Teleperformance	291,566.40	2.10
		<u>1,362,710.90</u>	<u>9.84</u>
	<u>Germany</u>		
110,949	Deutsche Pfandbriefbank AG	687,329.06	4.97
17,228	hGears AG	61,159.40	0.44
94,739	Westwing Group SE	837,492.76	6.05
		<u>1,585,981.22</u>	<u>11.46</u>
	<u>Ireland</u>		
196,977	Origin Enterprises PLC	689,419.50	4.98
402,502	Permanent TSB Group Holdings PLC	684,253.40	4.94
		<u>1,373,672.90</u>	<u>9.92</u>
	<u>Isle Of Man</u>		
395,980	Strix Group PLC	341,077.96	2.46
		<u>341,077.96</u>	<u>2.46</u>
	<u>Luxembourg</u>		
393,364	Global Fashion Group SA	73,952.43	0.53
53,916	Novem Group SA	388,195.20	2.81
		<u>462,147.63</u>	<u>3.34</u>
	<u>Netherlands</u>		
208,089	Koninklijke BAM Groep NV	503,159.20	3.63
28,674	Wereldhave NV	414,626.04	3.00
		<u>917,785.24</u>	<u>6.63</u>
	<u>Norway</u>		
408,532	KOMPLETT ASA	437,087.59	3.16
		<u>437,087.59</u>	<u>3.16</u>

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

**SECURITIES PORTFOLIO  
AS AT 31 DECEMBER 2023**

<b>QUANTITY</b>	<b>SECURITY DESCRIPTION</b>	<b>MARKET VALUE (EUR)</b>	<b>% OF NET ASSETS</b>
<b>Transferable Securities Admitted To An Official Exchange Listing (continued)</b>			
<b>Shares and rights (continued)</b>			
	<u>Sweden</u>		
87,282	Rvrc Holding AB	472,292.67	3.41
151,795	Scandi Standard AB	783,889.37	5.67
51,076	Viva Wine Group AB	181,652.56	1.31
		<u>1,437,834.60</u>	<u>10.39</u>
	<u>Switzerland</u>		
7,402	Klingelnberg AG	130,743.98	0.94
		<u>130,743.98</u>	<u>0.94</u>
	<u>United Kingdom</u>		
89,530	Allfunds Group PLC	575,230.25	4.16
57,068	Firstgroup PLC	115,311.41	0.83
245,195	Gym Group PLC	300,661.42	2.17
1,038,366	Made.com Group PLC	6,234.41	0.05
286,605	Moonpig Group PLC	518,223.50	3.74
124,683	Morgan Advanced Materials PLC	407,413.35	2.94
405,302	NewRiver REIT PLC	385,141.37	2.78
3,383,099	Pendragon PLC	1,261,707.87	9.12
121,382	Renewi PLC	895,564.21	6.47
		<u>4,465,487.79</u>	<u>32.26</u>
	<u>United States of America</u>		
25,101	Signify NV	761,062.32	5.50
		<u>761,062.32</u>	<u>5.50</u>
	<b>TOTAL SHARES AND RIGHTS</b>	<u><b>13,382,844.77</b></u>	<u><b>96.68</b></u>
	<b>TOTAL TRANSFERABLE SECURITIES ADMITTED TO AN OFFICIAL EXCHANGE LISTING</b>	<u><b>13,382,844.77</b></u>	<u><b>96.68</b></u>
	<b>TOTAL SECURITIES PORTFOLIO</b>	<u><b>13,382,844.77</b></u>	<u><b>96.68</b></u>

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

**INDUSTRY SECTOR ANALYSIS  
AS AT 31 DECEMBER 2023**

	<b>% OF NET ASSETS</b>
Banking	10.62
Closed-End Funds	3.99
Consumer Discretionary Products	(6.65)
Consumer Discretionary Services	(17.07)
Consumer Staple Products	9.60
Financial Services	(2.74)
Health Care	(2.87)
Industrial Products	9.51
Industrial Services	7.61
Internet	2.88
Materials	(2.18)
Real Estate	(6.90)
Real Estate Investment Trusts	3.20
Retail & Wholesale - Discretionary	21.32
Retail & Wholesale - Staples	0.34
Software & Tech Services	(4.19)
Tech Hardware & Semiconductors	(7.17)
	<u>19.30</u>

A statement of changes in the composition of the portfolio is available to Shareholders free of charge on request from the Fund's registered office.

**INDUSTRY SECTOR ANALYSIS  
AS AT 31 DECEMBER 2023**

	<b>% OF NET ASSETS</b>
Banking	9.91
Consumer Discretionary Products	7.05
Consumer Discretionary Services	2.17
Consumer Staple Products	8.05
Industrial Products	9.34
Industrial Services	10.93
Internet	3.16
Materials	2.94
Real Estate	5.78
Retail & Wholesale - Discretionary	25.42
Retail & Wholesale - Staples	5.67
Software & Tech Services	6.26
	<u>96.68</u>

A statement of changes in the composition of the portfolio is available to Shareholders free of charge on request from the Fund's registered office.

---

**NOTES TO THE FINANCIAL STATEMENTS  
FOR THE YEAR ENDED 31 DECEMBER 2023****1 GENERAL**

FARRINGDON I (hereafter the “Company”) was incorporated as a “Société Anonyme” qualifying as a “Société d’Investissement à Capital Variable” (“SICAV”) with multiple Sub-Funds on 22 November 2006, under Part II of the amended law of 17 December 2010 on UCIs (the “Law”), and does not qualify as an Undertakings for Collective Investment in Transferable Securities. It is established for an undetermined duration from the date of incorporation.

The Farringdon Alpha One was launched on 8 December 2006 and the Farringdon European Opportunities was launched on 31 December 2020, with first valuation date of 4 January 2021. The Company which should be considered as an Alternative Investment Fund (“AIF”) is managed by Carne Global Fund Managers (Luxembourg) S.A., which was authorised as an AIFM by the CSSF on 11 December 2015.

**2 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES**

The financial statements are established in accordance with the Luxembourg legal and regulatory requirements concerning Undertakings for Collective Investment.

**2.1 Valuation of assets**

- (a) The value of any cash at hand or on deposit, bills and demand notes and accounts receivable, prepaid expenses, dividends and interests declared or due but not yet collected will be deemed to be the full value thereof, unless it is unlikely that such values are received in full, in which case the value thereof will be determined by deducting such amount the Board of Directors consider appropriate to reflect the true value thereof.
- (b) Securities listed on a stock exchange or traded on any other regulated market will be valued at the last available price on such stock exchange or market. If a security is listed on several stock exchanges or markets, the last available price on the stock exchange or market, which constitutes the main market for such securities, will be determining.
- (c) Securities not listed on any stock exchange or traded on any regulated market will be valued at their last available market price.
- (d) Securities for which no price quotation is available or for which the price referred to in (a), (b) and (c) is not representative of the fair market value, will be valued prudently, and in good faith by the Board of Directors on the basis of their reasonable foreseeable sales prices.

**2.2 Short sales of securities**

Short sales of securities are disclosed as negative amounts and valued marked to market in the securities portfolio as at 31 December 2023.

Fees and other charges related to short sales are presented in the Statement of Operations and Changes in Net Assets under Bank charges and commissions on securities borrowing.

**2.3 Realised profit and loss on investments**

Profits and losses on sales of investments have been determined on the basis of first in, first out.

**2.4 Foreign exchange**

The financial statements of the Company are maintained in EUR.

The market value of the investments and other assets and liabilities expressed in currencies other than the base currency of the relevant Sub-Fund has been converted at the rates of exchange ruling as at 31 December 2023. The cost of investments in currencies other than the base currency of the relevant Sub-Fund is converted at the rates of exchange prevailing at the historical transaction date. Profits and losses arising from foreign exchange operations are taken to the Statement of Operations and Changes in Net Assets.

**2.5 Income / expense from investments**

Dividends are recognised as income (or expense in the case of short sales of securities) on the date securities are first quoted ex-dividend, to the extent information thereon is reasonably available to the relevant Sub-Fund, net of any withholding taxes. Interest income is accrued on a daily basis.



**NOTES TO THE FINANCIAL STATEMENTS  
FOR THE YEAR ENDED 31 DECEMBER 2023**

**3 EXCHANGE RATES AT 31 DECEMBER 2023**

1 EUR =	1.46278899	CAD	1 EUR =	11.21602194	NOK
1 EUR =	0.92847718	CHF	1 EUR =	11.13449523	SEK
1 EUR =	7.45464339	DKK	1 EUR =	1.10395003	USD
1 EUR =	0.86608082	GBP			

**4 TAX STATUS**

The Company is registered under the Luxembourg law as an investment company or SICAV. Accordingly, no Luxembourg income or capital gains tax is, at present, payable. It is subject, however, to an annual “taxe d’abonnement” calculated at the annual rate of 0.05% of the net asset value of the Company at the end of each quarter. This tax is payable quarterly. Pursuant to Article 175(a) of the amended law of 17 December 2010 on UCIs, the net assets invested in undertakings for collective investment already subject to the “taxe d’abonnement” are exempt from this tax.

**5 BANK BORROWINGS**

Each Sub-Fund may borrow up to 30% of its net assets value for investment purposes. As at 31 December 2023, the Sub-Funds had no borrowings.

**6 CUSTODIAN AND ADMINISTRATION FEES**

Northern Trust Global Services SE was appointed as Depositary of the Company. The Depositary is entitled to a Depositary fee of 0.04% of the net asset value of the relevant Sub-Fund with a minimum fee of EUR 40,000 per Sub-Fund.

Northern Trust Global Services SE was appointed as Administration Agent, Domiciliary Agent, Registrar and Transfer Agent and Paying Agent of the Company. The Administration Agent is entitled to an annual Administration fee of 0.08% of the net asset value of the relevant Sub-Fund with a minimum of EUR 100,000 for the first Sub-Fund and EUR 50,000 for each additional Sub-Fund.

**7 AIFM AND MANAGEMENT FEES**

Carne Global Fund Managers (Luxembourg) S.A. has been appointed as AIFM under an Alternative Investment Fund Management Agreement entered into on 22 June 2015. The AIFM is entitled to an annual AIFM fee of 0.05% for the first EUR 200,000,000 in net asset value, 0.04% if the net asset value is between EUR 200,000,000 and EUR 400,000,000, and 0.03% if the net asset value is above EUR 400,000,000. The first Sub-Fund has no minimum fee, for any additional Sub-Fund a minimum fee of EUR 15,000 (annualised) for the first 6 months and EUR 20,000 (annualised) for the next 6 months and EUR 25,000 per annum thereafter will be applied.

Effective from 22 June 2015, Farringdon Netherlands BV has been appointed as Investment Manager pursuant to an Investment Management Agreement, as amended. The Investment Manager is entitled to an annual Management Fee equal to:

- 1% of the Net Asset Value of the Class A Shares in the Sub-Fund Farringdon Alpha One and 1.25% of the Net Asset Value of the Class A Shares in the Sub-Fund Farringdon European Opportunities.
- 0.5% of the Net Asset Value of the Class F Shares
- 0% of the Net Asset Value of the Class E Shares

The Management Fee shall be calculated daily and is payable monthly for each class separately and applied against the Net Asset Value of the Shares in the relevant class.

The Investment Manager has full discretion to rebate a portion of its respective fees to any sales agent, consultant and/or to other intermediaries and has no disclosure obligation to any Shareholder in respect of such rebate.

**NOTES TO THE FINANCIAL STATEMENTS  
FOR THE YEAR ENDED 31 DECEMBER 2023**

**8 PERFORMANCE FEE**

The Company is entitled to pay an annual Performance Fee equal to:

- 20% of the Net capital appreciation of the Class A Shares in the Sub-Fund Farringdon Alpha One and 0% of the Net capital appreciation of the Class A Shares in the Sub-Fund Farringdon European Opportunities.
- 15% of the Net capital appreciation of the Class F Shares
- 0% of the Net capital appreciation of the Class E Shares

The Performance Fee is accrued daily and is due from the relevant Sub-Fund's assets as of the end of each Fiscal Year. The Performance Fee for any Fiscal Year is an amount equal to 20% for Class A Shares and 15% for Class F Shares of the net realised and unrealised appreciation, if any, in the Net Asset Value of the Shares (adjusted for the sale and redemption of Shares) during each Fiscal Year of the relevant Sub-Fund, but only in the event the relevant Sub-Fund's Net Asset Value has increased for that Fiscal Year and cumulatively since the issuance of the Shares, and, in case of Farringdon European Opportunities, only in the event the relevant Share's Net Asset Value has exceeded the hurdle rate performance of the MSCI Europe Small Cap Net Return Index (BB ticker: M7EUSC Index) during the relevant Fiscal Year. The value is calculated after taking into account the annual Management Fee.

If Shares are redeemed on a date other than the last Valuation Date of a year, a Performance Fee calculation with respect to the redeemed Shares will be made on the Valuation Date and if a Performance Fee has accrued, it will be payable from the relevant Sub-Fund's assets. The calculation of the Performance Fee will be made as if the Valuation Date was the end of the Fiscal Year, in other words the performance fee will still be 20%, respectively 15%. Any Equalisation Factor applicable to the Shares redeemed that are not used on redemption will be lost.

However, when Shares are subscribed for during the course of a Fiscal Year or at the beginning of the Fiscal Year when there is a Loss Carryover, certain adjustments are necessary. This is done so that (i) the Performance Fee paid to the Investment Manager and Adviser is charged only to those Shares which have appreciated in value since their acquisition, (ii) all Shareholders will have the same amount per Share at risk and (iii) all Shares will have the same Net Asset Value.

The Loss Carryover per unit at the beginning of any year shall be the Loss Carryover per unit at the beginning of the preceding year plus an amount equal to the decrease in the Net Asset Value per unit during the preceding year or minus an amount equal to the increase in Net Asset Value during the preceding year.

Certain adjustments are required at the end of the Fiscal Year if Shares are purchased during a Fiscal Year at a time when the Net Asset Value per Share is less than the Beginning Value or if Shares are purchased at the beginning of the Fiscal Year when there is a Loss Carryover so that the purchasers of those Shares will be charged a Performance Fee equal to 20% for Class A Shares and 15% for Class F Shares of the net profits allocable to those Shares, plus the application of a hurdle rate if any. These adjustments will be effected by redeeming a sufficient number of those Shares at the end of the Fiscal Year so that the particular Shareholder will be charged the appropriate Performance Fee.

Farringdon Alpha One

If a Share has a Net Loss (as defined below) allocable to it during any Fiscal Year and during a subsequent Fiscal Year there is a Net Profit allocable to the Share there will be no Performance Fee payable with respect to the Share until the amount of the Net Loss previously allocated to the Share has been recouped (also called "High Water Mark" principle).

"Net Profit" means, with respect to any Fiscal Year, the excess of (i) the aggregate revenue, income and gains (realised and unrealised) earned on an accrual basis by the relevant Sub-Fund during the Fiscal Year from all sources and (ii) any reserves released during the Fiscal Year over (a) the expenses and losses (realised and unrealised) incurred on an accrual basis by the relevant Sub-Fund during the Fiscal Year and (b) any reserves established by the relevant Sub-Fund during the Fiscal Year.

**NOTES TO THE FINANCIAL STATEMENTS  
FOR THE YEAR ENDED 31 DECEMBER 2023**

**8 PERFORMANCE FEE (continued)**

“Net Loss” means, with respect to any Fiscal Year, the excess of (i) the expenses and losses (realised and unrealised) incurred on an accrual basis by the relevant Sub-Fund during the Fiscal Year and (ii) any reserves established by the relevant Sub-Fund during the Fiscal Year over (a) the aggregate revenue, income and gains (realised and unrealised) earned on an accrual basis by the relevant Sub-Fund during the Fiscal Year from all sources and (b) any reserves released during the Fiscal Year.

Farringdon European Opportunities

For the avoidance of doubt, the Performance Fee will be payable on the relative return of the Class of Shares against the performance of the MSCI Europe Small Cap Net Return Index (BB ticker: M7EUSC Index) (the “Benchmark Rate”). Furthermore, the Performance Fee is payable on the outperformance of the Benchmark Rate and not the Net Asset Value per Share. The Performance Fee shall also be payable in the event of negative performance by the Sub-Fund, provided that the Sub-Fund has outperformed the Benchmark Rate over the Fiscal Year.

The use of a benchmark net asset value (the “Benchmark Net Asset Value”) ensures that Shareholders will not be charged a Performance Fee until any previous shortfalls relative to the Benchmark Net Asset Value are recovered.

Any underperformance of the Benchmark Rate in a given Fiscal Year will be cleared before any Performance Fee becomes payable in the following Fiscal Year. For the avoidance of doubt, any Performance Fee payable in relation to a given Fiscal Year will not be clawed back.

The total Performance fee in the Statement of Operations and Changes in Net Assets is comprised of performance fee and equalisation fee from subscriptions and redemptions. During the year ended 31 December 2023, the fees incurred are as follows:

	FARRINGDON ALPHA ONE (EUR)	FARRINGDON EUROPEAN OPPORTUNITIES (EUR)
Performance fee on Class A Shares	–	–
Performance fee on Class F Shares	–	–
Equalisation fee on Class A Shares	(58,962.10)	–
Equalisation fee on Class F Shares	–	(2,680.94)
<b>Total Performance fee</b>	<b>(58,962.10)</b>	<b>(2,680.94)</b>

There shall be no Performance Fee for Class E Shares of Farringdon European Opportunities.

As at year end, there are no performance fee payable for both Sub-Funds.

**9 TRANSACTION COSTS**

For the year ended 31 December 2023, the Company incurred transaction costs which have been defined as the commissions paid by the Company to the intermediary relating to purchases or sales of transferable securities, money market instruments, derivatives or other eligible assets, as follows:

Farringdon Alpha One	EUR 65,250.68
Farringdon European Opportunities	EUR 15,886.51

Transaction costs are included in the transaction price used to calculate the realised and unrealised gain/loss on securities.

**NOTES TO THE FINANCIAL STATEMENTS  
FOR THE YEAR ENDED 31 DECEMBER 2023**

**10 DIRECTORS' FEES**

Each of the Directors is entitled to remuneration for his services at the rate determined by the general meeting of shareholders.

The total amount paid to the Directors for the year was EUR 37,500.00. The EUR 56,095.90 presented as Directors' fees in the Statement of Operations and Changes in Net Assets includes accruals of EUR 12,053.76 for Farringdon Alpha One and EUR 6,388.03 for Farringdon European Opportunities which are presented as Directors' fees payable in the Statement of Net Assets.

**11 OTHER EXPENSES**

	FARRINGDON ALPHA ONE (EUR)	FARRINGDON EUROPEAN OPPORTUNITIES (EUR)
Equity research fees	(37,228.73)	(16,519.18)
Financial servicing fees	20,709.44*	6,482.19*
Audit fees	(35,737.30)	(21,087.42)
Directors' insurance fees	(7,289.98)	(3,620.85)
Registration and filing fees	(50.10)	(241.42)
Regulatory fees	(6,816.68)	(3,157.21)
VAT fees	(1,289.04)	(603.15)
Miscellaneous fees	–	(72.65)
Total Other expenses	<u>(67,702.39)</u>	<u>(38,819.69)</u>

\* Fees are positive due to the reversal of prior year accruals.

**12 PROFIT AND LOSS ON INVESTMENTS**

	FARRINGDON ALPHA ONE (EUR)	FARRINGDON EUROPEAN OPPORTUNITIES (EUR)
Profit on investments	6,134,921.75	1,255,713.28
Loss on investments	(5,487,611.17)	(359,838.90)
Net realised profit on investments	<u>647,310.58</u>	<u>895,874.38</u>

**13 VARIATION IN UNREALISED GAIN / LOSS ON INVESTMENTS**

	FARRINGDON ALPHA ONE (EUR)	FARRINGDON EUROPEAN OPPORTUNITIES (EUR)
Variation in unrealised gain on investments	6,651,010.53	1,820,538.41
Variation in unrealised loss on investments	(12,673,897.80)	(1,931,316.37)
Variation in net unrealised result on investments	<u>(6,022,887.27)</u>	<u>(110,777.96)</u>

**14 COST CAP**

The Company maximises all ongoing costs, excluding Luxembourg subscription tax, Management Fee and Performance Fee, for Farringdon European Opportunities to 1% of Net Asset Value. The Investment Manager will compensate Farringdon European Opportunities for any costs above this level.

**NOTES TO THE FINANCIAL STATEMENTS  
FOR THE YEAR ENDED 31 DECEMBER 2023**

**14 COST CAP (continued)**

Effective 1 July 2023, Farringdon Alpha One applied a cost cap of 1% of Net Asset Value similar to Farringdon European Opportunities. The Investment Manager will compensate Farringdon Alpha One for any costs above this level.

**15 EU AND DOUBLE TAX TREATIES TAX RECLAIMS**

In August 2018, the Company signed an engagement letter with Deloitte Solutions for EU and Double Tax Treaties Tax Reclaims. Reclaims were received from the German tax authorities and were accounted for in December 2019. As at 31 December 2023, the Company has no outstanding claim receivables from the German tax authorities. The Company is not currently accruing for any of the other outstanding claims as the outcome and timing are highly uncertain.

**16 SIGNIFICANT EVENTS DURING THE YEAR**

There were no significant events during the year.

**17 SUBSEQUENT EVENTS**

There were no material subsequent events that required adjustment or disclosure in the Notes to the Financial Statements.

---

**APPENDIX I – ADDITIONAL INFORMATION (UNAUDITED)**
**SECURITIES FINANCING TRANSACTION REGULATION**

Regulation (EU) 2015/2365 on Transparency of Securities Financing Transactions and of Reuse (the “SFT Regulation”), which aims to improve the transparency of the securities financing markets, introduces reporting requirements for securities financing transactions and total return swaps. These are disclosed hereafter.

**Farringdon Alpha One**Global Data

Global Data as at 31 December 2023:

	Amount in EUR	% of AUM
Securities borrowing	21,620,795.00	94.20

Concentration Data

Collateral issuers as at 31 December 2023:

The long securities are considered as collateral for securities borrowing.

Securities borrowing counterparties as at 31 December 2023:

	Country	Amount in EUR
UBS	United Kingdom	21,620,795.00

Aggregate Transaction Data

The long securities are considered as collateral for the securities borrowing.

Safekeeping

The long securities are held by Northern Trust Global Services SE.

**APPENDIX I – ADDITIONAL INFORMATION (UNAUDITED) (CONTINUED)**

**SUSTAINABLE FINANCE DISCLOSURE REGULATION**

Sustainable Finance Disclosure Regulation (“SFDR”) refers to Regulation (EU) 2019/2088 of the European Parliament and of the Council of 27 November 2019 on sustainability-related disclosures in the financial services sector.

As at 31 December 2023, Farringdon Alpha One and the Farringdon European Opportunities Sub-Funds do not specifically promote ESG characteristics and falls under Article 6 of SFDR. Investments within the Sub-Funds do not take into account the EU Taxonomy criteria (Regulation EU 2020/852 on the establishment of a framework to facilitate sustainable investment) for environmentally sustainable economic activities.