

# Annual Report

## C-QUADRAT ACTIVE ETF Selection

1 June 2019 to 31 May 2020

UCITS Fund





# Annual report

## Activity report

### Investment objective

The **C-QUADRAT ACTIVE ETF Selection** Fund is a flexible fund; its investment objective is to seek long-term capital growth at the expense of higher risks.

At least 51% of the Fund's assets are invested in ETFs (exchange-traded funds). Depending on market developments, the **C-QUADRAT ACTIVE ETF Selection** Fund may invest up to 100% of its assets in equity ETFs. With negative equity markets, a complete withdrawal from equity investments is possible.

### Investment strategy and investment result

The Fund is actively managed and is not based on a benchmark.

The implementation of the investment policy is based on a quantitative, risk- and return-optimising management approach by which the global equity market is broken down into all of its sectors (i.e. into the most important regions and industries) according to their weighting. In a second step, financial ratios (yield, correlation, volatility) of the individual sectors are calculated. This information is incorporated into a process which, from a systemic point of view, optimises the risk-return ratio and consequently determines the asset allocation. The investment strategy is not guided by a benchmark.

The international equity markets were able to gain in value in the past year under review until the end of February 2020, although there was a very abrupt and significant correction in March. The spread of the coronavirus and the resulting economic effects dominated events on the capital markets. In addition to the effects in the real economy, almost all segments of the capital market were affected by losses, more or less, depending on their risks. The differentiation at sector level was very pronounced. Cyclical sectors like banks, capital goods and energy lost disproportionately, defensive sectors like con-

sumption or utilities held up quite well. The riskier corporate bonds sometimes lost more than equities.

In the last two months of the period under review, the capital markets made a pronounced countermovement to the heavy losses in the previous month. The triggers were probably a noticeable slowdown in the new viral diseases as well as increasingly aggressive monetary and fiscal interventions by states and central banks.

During the period under review, the **C-QUADRAT ACTIVE ETF Selection** Fund remained primarily invested on the equity market and was able to benefit from the good market environment on the international financial markets until February 2020. In the course of March, the equity quota was reduced and, in return, the fund assets were shifted to near-money market funds.

During the period under review, a performance of -6.48% was realised in unit class EUR (t) and -6.35% in unit class EUR P1. In the period under review, unit class CZK (t) realised a performance of -5.81%. Annual volatility amounted to 17.13% in unit class EUR (t), 17.01% in unit class EUR P1 and 17.27% in unit class CZK (t).

### Material risks of the Fund in the period under review

#### 1. Market price risks

Mainly due to the investment in equity ETFs, the Fund was exposed to a market and price risk corresponding to the allocation into the various market segments which is, however, limited by active monitoring and/or regular allocation adjustments.

#### Equity risks

Due to its investment in equity ETFs, the Fund is exposed to both general and specific equity risks. The specific equity risks are controlled and limited by means of diversification in a multitude of equity ETFs which, in turn, are invested in a multitude of individual equities. The general market risks are controlled by investments in various regions and/or sectors.

### *Currency risks*

The Fund was mainly invested in investment funds denominated in euros. However, currency risks may arise due to the fact that selected investment funds, as part of their investment strategy, invest in foreign assets that, in turn, are exposed to exchange rate risks. With regard to the movement of unit prices of the allocated target funds, the investor partly bears the chances and risks of exchange rate trends of the various currency areas compared to the euro.

### *Special risks arising with commodity and precious metal investments*

The investment strategy of the Fund also includes securitised investments in physical commodities which are usually subject to the laws of the futures market. What are termed “rollover losses” may produce losses in the futures market even if the respective commodity price rises in the long run. Moreover, this asset class may be subject to increased volatility.

### **2. Counterparty risks**

Counterparty risks result from bond investments at a level of the target funds. As regards the investment in equity funds and money market funds, counterparty risks play a minor role at a level of the Fund.

Additional counterparty risks result from the investment of liquidity not invested in target funds with banks which are, however, subject to a state- or private-sector-managed deposit guarantee mechanism.

### **3. Liquidity risks**

As a fund of funds, the liquidity situation of the Fund is mainly determined by the liquidity situation of the target investments. The liquidity risk is controlled and limited in the fund of funds by means of a broad diversification via a multitude of investment funds of various management companies with a daily redemption obligation as well as the use of ETFs. At the time of preparation of the report, no information was available that indicated a limited liquidity situation of any individ-

ual target funds. The fund management pays special attention to avoiding liquidity risks of any type, if possible.

### **4. Operational risks**

Corresponding action relating to the monitoring and control of the operational risks of the Fund has been taken and is subject to an on-going control process.

### **5. Pandemic risks**

According to current forecasts, the Sars-CoV-2 virus, which has spread worldwide, is likely to have negative effects on economic growth and employment, but there are uncertainties about the actual manifestations. Due to the volatile market conditions and other factors, effects on the Fund cannot be ruled out.

### **Additional information according to ARUGII**

The Fund is a flexible fund; its investment objective is to seek long-term capital growth at the expense of higher risks. In order to achieve this objective, the Funds invests in funds with different investment focuses.

The Fund does not model a securities index, nor does the company use a specified benchmark as guidance for the Fund. The fund managers actively decide on the selection of assets at their own discretion, taking into account analyses and valuations of companies as well as economic and political developments. They aim to achieve positive performance.

The shares acquired for the Fund give rise to voting rights in the general meetings of the portfolio companies (issuers) and, in some cases, other participation rights. The Engagement Policy of Ampega Investment GmbH contains general information about the responsible exercise of these rights, including how to deal with conflicts of interest in the context of participation in the portfolio companies.

If the Talanx Investment Group does not have any company-specific information that makes it necessary to participate in the general meeting, the Talanx Investment Group general-

ly refrains from personal participation by authorised representatives. The Talanx Investment Group maintains an in-house committee to review and make decisions on exercising voting rights in all significant portfolio companies. When exercising voting rights, the so-called proxy voting committee largely follows the objectives set out in the investment strategy and takes various factors into account when analysing proposed resolutions for general meetings.

The Talanx Investment Group has commissioned the external service provider ISS-ESG to analyse the general meeting documents and to implement the voting behaviour in accordance with the “Continental Europe Proxy Voting Guidelines”. Proposals for voting behaviour on the basis of the analyses are checked to an appropriate extent, in particular whether, in a specific case, additional specifications or requirements deviating from the voting rights policy are to be issued. To the extent that this is necessary to supplement or deviate from the voting rights policy, the Talanx Investment Group will issue specific instructions on individual items on the agenda.

In order to reduce the risk of conflicts of interest and at the same time be able to perform its fiduciary asset management in a neutral manner, the Talanx Investment Group generally does not maintain any service relationships with portfolio companies. Independently hereof, the Talanx Investment Group has established processes for identifying, reporting and dealing with conflicts of interest. All potential and actual conflicts of interest are recorded in a register and are continuously reviewed. Part of the review is also the assessment of the appropriateness of the measures introduced to avoid negative effects from the identified conflicts of interest.

In particular, the structure of the remuneration system and the associated variable components have a long-term focus and thus strengthen a sustainable and long-term successful investment strategy in the interest of investors.

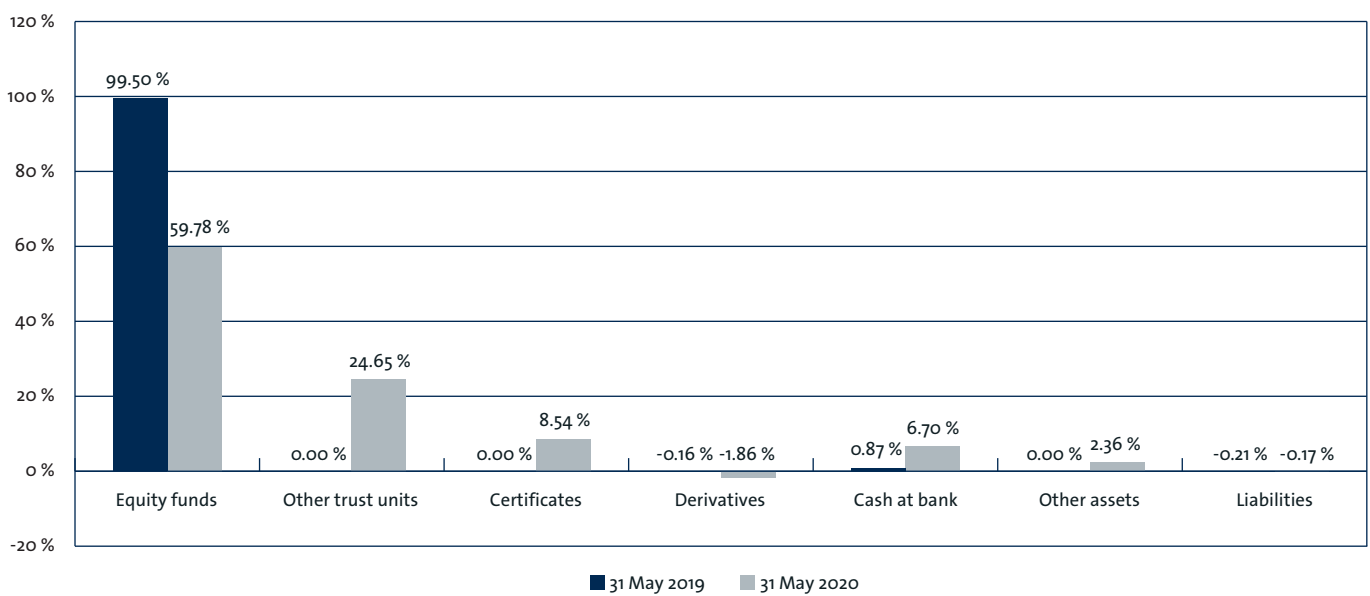
For fund and asset management in equities, the compensation of the Talanx Investment Group is not based on perfor-

mance, but on expenditure and in line with the market in base points of the assets under management.

### Fundamentals of the realised result

The profits were mainly realised from the sale of trust units and forward exchange dealings. Losses mainly arose from the sale of trust units.

### Structure of the Fund



*Rounding the percentage during the calculation may have caused minor rounding differences.*

### Important events in the period under review

During the period under review, the portfolio management had been outsourced to C-QUADRAT Asset Management GmbH.

## Summarised statement of assets as at May 2020

	in EUR	% of fund assets
<b>Assets</b>		
<b>Certificates</b>	<b>3.611.922,79</b>	<b>8,54</b>
Jersey	3.611.922,79	8,54
<b>Trust units</b>	<b>35.708.580,82</b>	<b>84,43</b>
Money market funds	4.684.354,50	11,08
Near-money market funds	3.919.915,80	9,27
Equity funds	25.284.562,88	59,78
Bond funds	1.819.747,64	4,30
<b>Derivatives</b>	<b>-785.972,32</b>	<b>-1,86</b>
Foreign exchange derivatives	-785.972,32	-1,86
<b>Cash at bank</b>	<b>2.831.987,04</b>	<b>6,70</b>
<b>Other assets</b>	<b>1.000.000,00</b>	<b>2,36</b>
<b>Liabilities</b>	<b>-72.544,30</b>	<b>-0,17</b>
<b>Fund assets</b>	<b>42.293.974,03</b>	<b>100,00<sup>1)</sup></b>

<sup>1)</sup> Rounding the percentages in the calculation may result in slight rounding differences.

## Statement of assets as of 31 May 2020

Class designation	ISIN	Market	Units or currency in 1,000	Portfolio 31 May 2020	Purchases/ additions in the period under review	Sales/ disposals	Price in EUR	Market price in EUR	Percentage of fund assets	
<b>Exchange-traded securities</b>							<b>EUR</b>	<b>3.611.922,79</b>	<b>8,54</b>	
<b>Certificates</b>										
db Physical Gold Euro Hedged ETC	DE000A1EKOG3		Units	31.703	83.357	51.654	EUR	113,9300	3.611.922,79	8,54
<b>Trust units</b>							<b>EUR</b>	<b>31.024.226,32</b>	<b>73,35</b>	
<b>Non-group trust units</b>										
Deka Dt. Börse EUROGOV Germany 1-3 ETF	DE000ETF1185		Units	22.809	22.809	0	EUR	79,7820	1.819.747,64	4,30
Amundi Tresor Eonia ISR-IC	FR0007435920		Units	18	18	0	EUR	217,773,1000	3.919.915,80	9,27
BNP Paribas Easy S&P 500 UCITS ETF	FR0013041530		Units	492.863	0	0	EUR	10,2380	5.045.931,39	11,93
iShares S&P 500 EUR Hedged UCITS ETF	IE00B3ZW0K18		Units	33.894	0	0	EUR	66,8740	2.266.627,36	5,36
iShares Core MSCI World UCITS ETF	IE00B4LSY983		Units	116.123	34.238	35.440	EUR	52,8140	6.132.920,12	14,50
Xtrackers MSCI World UCITS ETF 1C	IE00BJ0KDQ92		Units	94.660	44.835	55.815	EUR	57,8160	5.472.862,56	12,94
db x-trackers S&P 500 UCITS ETF (Prosp DR) 1C	IE00BM67HW99		Units	46.662	46.662	0	EUR	45,4750	2.121.954,45	5,02
Lyxor UCITS ETF S&P 500 Daily Hedged D-EUR	LU0959211243		Units	25.430	14.000	33.375	EUR	166,9000	4.244.267,00	10,04
<b>Total securities portfolio</b>								<b>34.636.149,11</b>	<b>81,89</b>	
<b>Derivatives (The positions marked with a minus are sold positions)</b>							<b>EUR</b>			
<b>Foreign exchange derivatives</b>							<b>EUR</b>	<b>-785.972,32</b>	<b>-1,86</b>	
<b>Accounts receivable/accounts payable</b>										
<b>Currency futures (purchase)</b>										
<b>Open positions</b>										
CZK/EUR439,8m		OTC						-661.725,03	-1,56	
<b>Closed positions</b>										
CZK/EUR62,8m		OTC						-124.247,29	-0,29	

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Class designation	ISIN	Market	Units or currency in 1,000	Portfolio 31 May 2020	Purchases/ additions in the period under review	Sales/ disposals	Price	Market price in EUR	Percentage of fund assets
<b>Cash at bank, non-securitised money market instruments and money market funds</b>							EUR	7.516.341,54	17,77
<b>Cash at bank</b>							EUR	2.831.987,04	6,70
<b>EUR balance with</b>									
Custodian			EUR	2.410.193,21		EUR	2.410.193,21	5,70	
<b>Balance in other EU/EEA currencies</b>									
Custodian			CZK	11.353.786,35		EUR	421.189,72	1,00	
<b>Balance in in non-EU/EEA currencies</b>									
Custodian			USD	667,90		EUR	604,11	0,00	
<b>Money market funds</b>							EUR	4.684.354,50	11,08
<b>Non-group money market funds</b>									
JPM-Euro Liquidity Fund-C	LU0088882138		Units	350	350	0 EUR	13.383,8700	4.684.354,50	11,08
<b>Other assets</b>							EUR	1.000.000,00	2,36
Cash collateral							EUR	1.000.000,00	2,36
<b>Other liabilities <sup>1)</sup></b>							EUR	-72.544,30	-0,17
<b>Fund assets</b>							EUR	42.293.974,03	100,00 <sup>2)</sup>
Unit value class EUR (t)							EUR	55,40	
Unit value class CZK (t)							CZK	1.166,14	
Unit value class EUR P1							EUR	55,64	
Number of units in circulation class EUR (t)							Units	319.906	
Number of units in circulation class CZK (t)							Units	386.252,275	
Number of units in circulation class EUR P1							Units	141.289,566	
Fund assets unit class EUR (t)							EUR	17.723.899,62	
Fund assets unit class CZK (t)							CZK	450.404.984,64	
Fund assets unit class EUR P1							EUR	7.861.467,85	
<b>Portfolio of securities in the fund assets (in %)</b>									92,97
<b>Portfolio of derivatives in the fund assets (in %)</b>									-1,86

<sup>1)</sup> Management fee, custodian fee and audit fees not yet paid<sup>2)</sup> Rounding the percentages in the calculation may result in slight rounding differences.**Exchange rates (indirect quotation) as at 28 May 2020**

Czech Republic, koruna	(CZK)	26,95647	= 1 (EUR)
United States, dollar	(USD)	1,10560	= 1 (EUR)

**Market code**

OTC	Over-the-Counter
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**Securities prices or market rates**

The fund assets are valued on the basis of the following prices/market rates:

German and foreign trust units	As at 28 May 2020, provided that the management companies have published the redemption price applicable for this day in good time; if the redemption price for 28 May 2020 had not yet been published on the valuation date, the most recent published price was used.
All other assets	as at 28 May 2020



## Transactions concluded during the period under review if they are no longer stated in the statement of net assets

Purchases and sales of securities, trust units and promissory note loans (market attribution as at the reporting date)

Class designation	ISIN	Denominations or units or currency in 1.000	Purchases/ additions	Sales/ disposals
<b>Trust units</b>				
<b>Non-group trust units</b>				
Amundi JPX-Nikkei 400 UCITS ETF C	LU1681039134	Units	44.913	44.913
Invesco JPX-Nikkei 400 UCITS ETF EUR Hedged	IE00BVGC6645	Units	295.787	295.787
Invesco S&P 500 UCITS ETF EUR Hedged	IE00BRKWGL70	Units	0	206.884
Lyxor ETF MSCI World Financials TR	LU0533032859	Units	0	14.923
Xtrackers MSCI Europe Small Cap UCITS ETF	LU0322253906	Units	0	178.281
Xtrackers MSCI Japan UCITS ETF	LU0659580079	Units	118.249	118.249
Xtrackers MSCI World Com. Services Index UCITS ETF	IE00BM67HR47	Units	352.561	352.561
Xtrackers MSCI World Utilities UCITS ETF	IE00BM67HQ30	Units	367.667	367.667
db - MSCI World Financials Index UCITS ETF (DR)	IE00BM67HL84	Units	243.809	388.733
iShares MSCI Eastern Europe ETF	IE00B0M63953	Units	196.573	196.573
iShares MSCI Europe ex. UK ETF	IE00B14X4N27	Units	0	56.693
iShares STOXX Europe Small 200 UCITS ETF (DE)	DE000A0D8QZ7	Units	0	67.739
iShares US Property Yield UCITS ETF (Dist)	IE00B1FZSF77	Units	320.234	320.234
iShares eb.rexx Govern. Germany 1.5 - 2.5 (DE) ETF	DE0006289473	Units	137.884	137.884

Class designation	Denominations or units or currency in 1.000	Volume in 1.000
<b>Derivatives</b>		
<b>Derivatives (option premiums or volume of option transactions sold in opening transactions, in the case of warrants, information on purchases and sales)</b>		
<b>Futures contracts</b>		
<b>Currency futures (purchase)</b>		
<b>Forward purchase of foreign currency</b>	EUR	58.750
CZK/EUR	EUR	58.750

## Overview of unit classes

Status as at 31 May 2020

	Unit class EUR (t)	Unit class CZK (t)	Unit class EUR P1
Appropriation of income	accumulation	accumulation	accumulation
Target group	private investors	private investors	private investors
Front-end load (per cent)	5,75	5,75	5,75
Management fee (per cent per annum)	1,95	1,95	1,75
Minimum investment (EUR)	-	-	-
Performance fee (per cent per annum)	10,00	10,00	10,00
Custodian fee (per cent per annum)	0,10	0,10	0,10

## Income statement (including income equalisation)

for the period from 1 June 2019 to 31 May 2020

	Unit class EUR (t) EUR	Unit class CZK (t) EUR	Unit class EUR P1 EUR
<b>I. Income</b>			
1. Interest from liquidity portfolio in Germany	-1.630,18	-1.513,16	-722,79
2. Income from trust units (before withholding tax)	123.415,25	121.768,77	54.761,69
<b>Total income</b>	<b>121.785,07</b>	<b>120.255,61</b>	<b>54.038,90</b>
<b>II. Expenditure</b>			
1. Interest on borrowings	-261,39	-256,89	-115,94
2. Management fee	-376.367,34	-372.442,95	-149.663,20
3. Custodian fee	-22.989,31	-22.724,02	-10.210,78
4. Audit and publication costs	-8.054,79	-6.788,73	-5.100,89
5. Other expenditure	-8.004,83	-7.981,74	-3.559,19
thereof custodian fees	-5.379,84	-5.420,45	-2.392,96
<b>Total expenditure</b>	<b>-415.677,66</b>	<b>-410.194,33</b>	<b>-168.650,00</b>
<b>III. Regular net income</b>	<b>-293.892,59</b>	<b>-289.938,72</b>	<b>-114.611,10</b>
<b>IV. Disposals</b>			
1. Realised profits	347.262,55	890.236,49	154.329,15
2. Realised losses	-2.056.846,04	-2.224.989,58	-912.127,24
<b>Loss from disposals</b>	<b>-1.709.583,49</b>	<b>-1.334.753,09</b>	<b>-757.798,09</b>
<b>V. Realised result for the financial year</b>	<b>-2.003.476,08</b>	<b>-1.624.691,81</b>	<b>-872.409,19</b>
<b>VI. Unrealised result for the financial year</b>	<b>779.162,32</b>	<b>-139.243,76</b>	<b>356.848,14</b>
1. Net change of unrealised profits	1.119.398,50	-200.047,22	512.672,73
2. Net change of unrealised losses	-340.236,18	60.803,46	-155.824,59
<b>VII. Result for the financial year</b>	<b>-1.224.313,76</b>	<b>-1.763.935,57</b>	<b>-515.651,05</b>

## Performance of the fund

for the period from 1 June 2019 to 31 May 2020

Unit class EUR (t)	EUR	EUR
<b>I. Value of the fund at the beginning of the financial year</b>	<b>18.875.449,96</b>	
1. Tax deduction for the previous year		0,00
2. Interim distributions		0,00
3. Inflow/outflow of funds (net)		65.627,57
a) Inflow of funds from sales of unit certificates	766.874,19	
b) Outflow of funds from redemption of unit certificates	-701.246,62	
4. Income equalisation / Cost compensation		7.135,85
5. Result for the financial year		-1.224.313,76
thereof unrealised profits	1.119.398,50	
thereof unrealised losses	-340.236,18	
<b>II. Value of the fund at the end of the financial year</b>	<b>17.723.899,62</b>	

for the period from 1 June 2019 to 31 May 2020

Unit class CZK (t)	EUR	EUR
<b>I. Value of the fund at the beginning of the financial year</b>	<b>18.677.796,10</b>	
1. Tax deduction for the previous year		0,00
2. Interim distributions		0,00
3. Inflow/outflow of funds (net)		-229.029,11
a) Inflow of funds from sales of unit certificates	2.555.175,11	
b) Outflow of funds from redemption of unit certificates	-2.784.204,22	
4. Income equalisation / Cost compensation		23.775,14
5. Result for the financial year		-1.763.935,57
thereof unrealised profits	-200.047,22	
thereof unrealised losses	60.803,46	
<b>II. Value of the fund at the end of the financial year</b>	<b>16.708.606,56</b>	

for the period from 1 June 2019 to 31 May 2020

Unit class EUR P1	EUR	EUR
<b>I. Value of the fund at the beginning of the financial year</b>	<b>8.309.725,88</b>	
1. Tax deduction for the previous year		0,00
2. Interim distributions		0,00
3. Inflow/outflow of funds (net)		45.309,06
a) Inflow of funds from sales of unit certificates	653.229,03	
b) Outflow of funds from redemption of unit certificates	-607.919,97	
4. Income equalisation / Cost compensation		21.993,96
5. Result for the financial year		-515.561,05
thereof unrealised profits	512.672,73	
thereof unrealised losses	-155.824,59	
<b>II. Value of the fund at the end of the financial year</b>	<b>7.861.467,85</b>	

## Appropriation of income

Calculation of reinvestment

Unit class EUR (t)	total EUR	per unit EUR
<b>I. Available for reinvestment</b>		
1. Realised result for the financial year	-2.003.476,08	-6,2627024
2. Allocation from the fund <sup>1)</sup>	2.003.476,08	6,2627024
3. Tax deduction amount provided	0,00	0,0000000
<b>II. Reinvestment</b>	<b>0,00</b>	<b>0,0000000</b>

(on a circulation of 319.906 units)

The allocation from the fund serves to compensate for the company's negative realised results.

Calculation of reinvestment

Unit class CZK (t)	total EUR	per unit EUR
<b>I. Available for reinvestment</b>		
1. Realised result for the financial year	-1.624.691,81	-4,2062971
2. Allocation from the fund <sup>1)</sup>	1.624.691,81	4,2062971
3. Tax deduction amount provided	0,00	0,0000000
<b>II. Reinvestment</b>	<b>0,00</b>	<b>0,0000000</b>

(on a circulation of 386.252,275 units)

The allocation from the fund serves to compensate for the company's negative realised results.

Calculation of reinvestment

Unit class EUR P1	total EUR	per unit EUR
<b>I. Available for reinvestment</b>		
1. Realised result for the financial year	-872.409,19	-6,1746187
2. Allocation from the fund <sup>1)</sup>	872.409,19	6,1746187
3. Tax deduction amount provided	0,00	0,0000000
<b>II. Reinvestment</b>	<b>0,00</b>	<b>0,0000000</b>

(on a circulation of 141.289,566 units)

The allocation from the fund serves to compensate for the company's negative realised results.

### Comparative overview of the last three financial years

Unit class EUR (t)	Fund assets	Unit value
Financial year	EUR	EUR
31 May 2020	17.723.899,62	55,40
31 May 2019	18.875.449,96	59,24
31 May 2018	19.633.690,37	60,90
31 May 2017	19.477.119,27	59,32

Unit class CZK (t)	Fund assets	Unit value
Financial year	EUR	EUR
31 May 2020	16.708.606,56	43,26
31 May 2019	18.677.796,10	47,92
31 May 2018	19.576.776,59	48,74
31 May 2017	17.924.894,75	46,87

Unit class EUR P1	Fund assets	Unit value
Financial year	EUR	EUR
31 May 2020	7.861.467,85	55,64
31 May 2019	8.309.725,88	59,41
31 May 2018	8.864.731,88	60,96
31 May 2017	8.615.256,60	59,36

## Notes in accordance with section 7 no. 9 KARBV

### Information in accordance with the German Derivatives Ordinance

Exposure incurred through derivatives (aggregate market values)	EUR	-785.972,32
Contracting party for derivatives transactions	Hauck & Aufhäuser Privatbankiers AG	

### Total amount of securities granted by third parties in conjunction with derivatives

thereof:		
Cash at bank	EUR	0,00
Bonds	EUR	0,00
Equities	EUR	0,00
Holdings of securities in the fund assets (in %)		92,97
Holdings of derivatives in the fund assets (in %)		-1,86

### The utilisation of the upper limit on the market risk potential was established for this fund by means of reference assets in accordance with the German Derivatives Ordinance and the qualified approach.

#### Potential market value at risk

##### pursuant to section 37 (4) DerivateV

Lowest potential value at risk	5,25%
Largest potential value at risk	10,94%
Average potential value at risk	6,99%

#### Risk model used in accordance with section 10 DerivateVO

Multi-factor model with Monte Carlo simulation

#### Parameters used in accordance with section 11 DerivateVO

Level of confidence	,990
Assumed holding period	10 days
Length of historical time series	504 days' yield
Exponential weighting, weighting factor (corresponding to an effective history of one year)	0,993

#### Composition of the reference assets

##### pursuant to section 37 (5) DerivateVO

100 % MSCI World

#### Average leverage achieved during the financial year

Leverage according to the gross method pursuant to Art. 7 of Level II Regulation No. 231/2013.	96,47 %
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### Other information

Unit value class EUR (t)	EUR	55,40
Unit value class CZK (t)	CZK	1.166,14
Unit value class EUR P1	EUR	55,64
Number of units in circulation class EUR (t)	UNITS	319.906
Number of units in circulation class CZK (t)	UNITS	386.252
Number of units in circulation class EUR P1	UNITS	141.290

### Additional information in accordance with section 16 (1) no. 2 KARBV – information on the valuation procedure

All securities that are admitted for trading on stock exchanges or other organised markets or are included in the latter are valued at the latest available price that can be classified as tradable due to firmly defined criteria and ensures a reliable valuation.

The prices used are stock exchange prices, quotations on recognised information systems or prices from non-issuer-specific valuation systems. Units in investment assets are valued at the latest available published redemption price of the respective management company.

Cash at bank and other assets are valued at their nominal value, time deposits are valued at their market value and liabilities are valued at the redemption amount.

The valuation is generally carried out at the latest traded price of the previous day.

Assets that are not admitted for trading on an organised market or for which no tradable prices can be established are valued using recognised valuation models on the basis of observable market data. If a valuation on the basis of valuation models is impossible, it is carried out using other suitable price determination procedures.

On this reporting date of 31 May 2020, the fund was 101.86% valued on the basis of tradeable prices, at -1.86% on the basis of suitable valuation models and 0% on the basis of other valuation procedures.

### Information on transparency and the total expense ratio

The total expense ratio is 2.31% for unit class EUR (t), 2.30% for unit class CZK (t) and 2.13% for unit class EUR P1.

The total expense ratio expresses all costs borne by the fund in the financial year (excluding transaction costs and performance fees) in relation to the average net asset value of the fund and the running costs (in the form of the published TER and/or management costs) of the target funds held at the end of the financial year of a fund in relation to the net asset value of the fund.

The share of the performance fee in the average fund assets is 0.00% for unit class EUR (t), 0.00% for unit class CZK (t) and 0.00% for unit class EUR P1.

Ampega Investment GmbH grants a so-called agency fee to agents out of the remuneration paid to them out of fund resources.

The management company Ampega Investment GmbH received no refund from the remunerations and reimbursements of expenses made to the custodian bank or third parties out of the C-QUADRAT ACTIVE ETF Selection fund in the financial year from 1 June 2019 to 31 May 2020.

The material other income and expenses are specified in the income statement.

Total transaction costs (sum of ancillary costs of acquisition and the costs of the realisation of the assets) in the financial year: EUR2.432,20

For several types of transactions (inter alia bond and foreign exchange transactions), the transaction costs cannot be established individually as exchange rate components and are thus not included in the above information.

Settlement of transactions by associated companies: The share of transactions executed in the period under review for account of the Fund by brokers that are closely related companies and persons amounted to 0%. Their volume hereby amounted to EURO,00 transactions in the aggregate.

#### Information on costs in accordance with section 16 (1) number 3 d KARBV

Management fee for the trust units contained in C-QUADRAT ACTIVE ETF Selection:	% p.a.
Amundi JPX-Nikkei 400 UCITS ETF C	n.a.
Amundi Tresor Eonia ISR-IC	0,10000
BNP Paribas Easy S&P 500 UCITS ETF	0,03000
Deka Dt. Börse EUROGOV Germany 1-3 ETF	0,15000
Invesco JPX-Nikkei 400 UCITS ETF EUR Hedged	0,19000
Invesco S&P 500 UCITS ETF EUR Hedged	0,05000
JPM-Euro Liquidity Fund-C	0,36000
Lyxor ETF MSCI World Financials TR	0,50000
Lyxor UCITS ETF S&P 500 Daily Hedged D-EUR	n.a.
Xtrackers MSCI Europe Small Cap UCITS ETF	0,60000
Xtrackers MSCI Japan UCITS ETF	0,50000
Xtrackers MSCI World Com. Services Index UCITS ETF	0,15000
Xtrackers MSCI World UCITS ETF 1C	0,29000
Xtrackers MSCI World Utilities UCITS ETF	0,15000
db - MSCI World Financials Index UCITS ETF (DR)	0,15000
db x-trackers S&P 500 UCITS ETF (Prosp DR) 1C	0,10000
iShares Core MSCI World UCITS ETF	n.a.
iShares MSCI Eastern Europe ETF	0,74000
iShares MSCI Europe ex. UK ETF	0,40000
iShares S&P 500 EUR Hedged UCITS ETF	n.a.
iShares STOXX Europe Small 200 UCITS ETF (DE)	0,19000
iShares US Property Yield UCITS ETF (Dist)	0,40000
iShares eb.rexx Govern. Germany 1.5 - 2.5 (DE) ETF	0,15000

No front-end loads and no redemption fees were paid in the period under review.

Source: WM Datenservice

#### Information on employee remuneration

Total amount of employee remuneration paid in the previous financial year of the management company (incl. risk takers of other companies of the Talanx Group)	kEUR	7.325
thereof fixed remuneration	kEUR	5.661
thereof variable remuneration	kEUR	1.664
Remuneration directly paid out of the fund		n.a.
Number of employees of the management company (excl. risk takers of other companies of the Talanx Group)		62
Amount of carried interest paid		n.a.
Total amount of remuneration paid to risk takers in the previous financial year of the management company	kEUR	3.102
thereof managing directors	kEUR	1.619
thereof other executives	kEUR	1.086
thereof other risk takers		n.a.
thereof employees with control functions	kEUR	398
thereof employees with the same income level		n.a.

The details of remuneration are taken from the annual accounts of the management company as of 31 December 2019 and are determined from the payroll accounting data of 2019. The remuneration received by risk takers in the financial year from other companies of the Talanx Group was included in the calculation of remuneration.

According to section 37 KAGB, Ampega Investment GmbH (hereinafter: Ampega) is obliged to set up a remuneration system that meets the legal requirements. As a result, the company has implemented a remuneration guideline that forms the binding framework for remuneration policy and practice that is compatible with and conducive to sound and effective risk management.

The remuneration policy is based on the size of the management company and the funds managed by it, the internal organisation and the type, scope and complexity of the business conducted by the company. It is in line with the business strategy, the goals, values and interests of Ampega, the funds managed by it and the investors of such funds and also includes measures to avoid conflicts of interest.

In accordance with the legal regulations, the remuneration guideline contains in particular detailed stipulations with regard to the general remuneration policy as well as regulations for fixed and variable salaries and information about which employees whose activities have a significant influence on the overall risk profile of the management company and the funds managed by it (risk takers) are included in this remuneration guideline.

In addition to the basic remuneration, employees and managers can receive performance-based remuneration plus additional benefits (especially company cars). Ampega's main focus of the variable remuneration component is on the achievement of individually defined, qualitative and/or quantitative goals. For the long-term commitment and creation of incentives, a significant portion of the variable remuneration component is paid with a delay of four years.

With the help of the regulations, a solid and prudent remuneration policy is pursued, which leads to an appropriate orientation of the risks and creates an appropriate and effective incentive for the employees.

The remuneration guideline was adopted by the Supervisory Board and the management of Ampega Investment GmbH and is subject to annual review. In addition, Ampega has set up a remuneration committee on the company's Supervisory Board, which deals with the special requirements of the remuneration system and the relevant questions.

The company's annual review of the remuneration policy has shown that changes to the remuneration policy are not necessary.

Significant changes to the defined remuneration policy in accordance with section 101 KAGB therefore did not take place in the period under review.

The management company does not pay direct remuneration from the fund to employees of the outsourcing company (portfolio management).

C-QUADRAT Asset Management GmbH, to which the portfolio management has been outsourced, has provided us with the following information on employee remuneration:

Total amount of employee remuneration paid in the previous financial year of the outsourcing company	kEUR	3.633,00
thereof fixed remuneration	kEUR	3.353,00
thereof variable remuneration	kEUR	280,00

Remuneration directly paid out of the fund	n.a.
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Number of employees of the outsourcing company	27
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Status as at: 31 December 2019


Cologne, 11 September 2020

Ampega Investment GmbH

The management team



Jürgen Meyer



Manfred Köberlein

## Independent auditor's report

*To Ampega Investment GmbH, Cologne*

### *Audit opinion*

We have audited the attached annual report of the **C-QUADRAT ACTIVE ETF Selection** fund prepared in accordance with section 7 of the Regulation on the Content, Scope and Presentation of Accounting for Funds, Investment Stock Corporations and Investment Limited Partnerships and on the Valuation of Assets held by Investment Funds (KARBV), which consists of the activity report for the financial year from 1 June 2019 to 31 May 2020, the statement of net assets as of 31 May 2020, the income statement, the statement of appropriation of the fund's income, the statement of changes in fund assets for the financial year from 1 June 2019 to 31 May 2020 and the comparative overview of the last three financial years, the statement of transactions concluded during the period under review unless they are the subject of the statement of net assets, and notes.

According to our assessment based on the knowledge gained during the audit, the annual report in accordance with section 7 KARBV complies in all material respects with the regulations set forth in the German Capital Investment Code (KAGB) and the relevant European regulations and, in compliance with these regulations, enables a true and fair view of the actual situation and the changes of the fund.

### *Basis of the audit opinion*

We conducted our audit of the annual report prepared in accordance with section 7 KARBV in accordance with section 102 KAGB and in compliance with the German Generally Accepted Standards on Auditing as promulgated by the IDW (Institute of Public Auditors in Germany). Our responsibilities under these rules and standards are further described in the section entitled "Responsibilities of the auditors for the audit of the annual report prepared in accordance with section 7 KARBV" of our opinion. We are independent of Ampega Investment GmbH (hereinafter: the "Management Company") in accord-

ance with the German regulations under commercial law and professional regulations and we have fulfilled our other professional duties in accordance with these requirements. We believe that the audit evidence we have obtained is sufficient and appropriate to serve as a basis for our opinion relating to the annual report prepared in accordance with section 7 KARBV.

### *Responsibilities of the legal representatives for the annual report prepared in accordance with section 7 KARBV*

The legal representatives of the Management Company are responsible for the preparation of this annual report in accordance with section 7 KARBV, which is in accordance with the provisions set forth in the German Capital Investment Code and the relevant European regulations in all material respects and for the annual report prepared in accordance with section 7 KARBV enabling a true and fair view of the actual situation and changes of the fund in compliance with these regulations. Further, the legal representatives of the Management Company are responsible for the internal controls which they consider as necessary in accordance with these regulations to enable the preparation of an annual report in accordance with section 7 KARBV that is free from material intended or unintentional misstatement.

When preparing the annual report in accordance with section 7 KARBV, the legal representatives are responsible for including events, decisions and factors that can have a significant impact on the further development of the investment fund. This means, among other things, that the legal representatives in the preparation of the annual report in accordance with section 7 KARBV must assess the continuation of the fund by the Management Company and have the responsibility to disclose facts in connection with the continuation of the investment fund, if relevant.

### *Responsibilities of the auditors for the audit of the annual report prepared in accordance with section 7 KARBV*

Our objective is to have reasonable assurance as to whether the annual report prepared in accordance with section 7 KAR-



BV as a whole is free from material intended or unintentional misstatement and to give an audit opinion that incorporates our opinion for the annual report prepared in accordance with section 7 KARBV.

Reasonable assurance is a high level of assurance, but it does not guarantee that a statutory audit in accordance with section 102 KAGB and in compliance with German Generally Accepted Standards on Auditing as promulgated by the IDW will always reveal a material misstatement, if any. Misrepresentations may result from violations or error and are considered material if, individually or in the aggregate, they could reasonably be expected to influence the economic decisions of recipients taken on the basis of this annual report prepared in accordance with section 7 KARBV.

We exercise due discretion throughout the audit and maintain a critical attitude. In addition,

- we identify and assess the risks of material intended or unintentional misstatement in the annual report prepared in accordance with section 7 KARBV, plan and perform audit procedures in response to such risks and obtain audit evidence that is sufficient and appropriate to form the basis for our opinion on the subject. The risk that material misstatements resulting from violations will not be detected is greater than that resulting from error, as violations may include collusion, counterfeiting, intentional incompleteness, misrepresentation or overriding internal controls.
- we gain an understanding of the internal control system relevant to the audit of the annual report prepared in accordance with section 7 KARBV 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 Management Company's internal control system.
- we assess the appropriateness of the accounting policies used by the legal representatives of the Management Company in the preparation of the annual report in accordance with section 7 KARBV and the reasonableness of accounting estimates and related disclosures made by the legal representatives.
- we draw conclusions based on the audit evidence we have obtained as to whether there is material uncertainty in connection with events or circumstances that could raise significant doubts as to whether the Management Company will continue to operate the fund. If we come to the conclusion that there is material uncertainty, we are obliged to point out the relevant information in the annual report prepared in accordance with section 7 KARBV in the certificate or, if this information is inappropriate, to modify our audit opinion. We draw our conclusions based on the evidence obtained by the date of our certificate. However, future events or circumstances may result in the fund not being continued by the Management Company.
- we assess the overall presentation, structure and content of the annual report prepared in accordance with section 7 KARBV, including the disclosures, and whether the annual report prepared in accordance with section 7 KARBV reflects the underlying transactions and events in such a way as to give the most true and accurate view possible of the actual situation and changes of the fund in compliance with the provisions set forth in the German Capital Investment Code and the relevant European regulations.

We communicate with the persons in charge of monitoring on, among other things, the planned scope and timing of the audit and significant audit findings, including any significant deficiencies in the internal control system that we identify during our audit.

Frankfurt am Main, 11 September 2020

PricewaterhouseCoopers GmbH  
Wirtschaftsprüfungsgesellschaft

Eva Handrick  
Auditor

per pro Elisabeth Kern  
Auditor

# Information on the investment company

## Investment company

Ampega Investment GmbH  
Charles-de-Gaulle-Platz 1  
50679 Cologne  
P.O. Box 10 16 65  
50456 Cologne  
Deutschland

Fon +49 (221) 790 799-799  
Fax +49 (221) 790 799-729  
Email [fonds@ampega.com](mailto:fonds@ampega.com)  
Web [www.ampega.com](http://www.ampega.com)

Local Court [Amtsgericht] Cologne: HRB 3495  
VAT ID No. DE 115658034

Subscribed capital: EUR 6 mn. (as of 31 May 2020)  
The subscribed capital has been paid up in full.

## Shareholders

Ampega Asset Management GmbH (94,9 %)  
Alstertor Erste Beteiligungs- und  
Investitionssteuerungs-GmbH & Co. KG (5,1 %)

## Supervisory Board

Harry Ploemacher, Chairman  
Chairman of the Board of Management  
of Ampega Asset Management GmbH, Cologne

Dr. Immo Querner, Vice-Chairman  
Member of the Vorstand (Managing Board)  
of Talanx AG, Hanover

Norbert Eickermann  
Member of the Vorstand (Managing Board)  
of HDI Vertriebs AG, Hanover

Prof. Dr. Alexander Kempf  
Director of the Department of Business Administration  
and Finance, Cologne

Dr. jur. Dr. rer. pol. Günter Scheipermeier  
Lawyer, Cologne

## Management

Dr. Thomas Mann, Spokesman  
Member of the Board of Management of  
Ampega Asset Management GmbH, Cologne

Manfred Köberlein

Jürgen Meyer

Ralf Pohl (until 31 January 2020)

## Custodian

Hauck & Aufhäuser Privatbankiers AG  
Kaiserstr. 24  
60311 Frankfurt am Main  
Germany

## Auditors

PricewaterhouseCoopers GmbH  
Wirtschaftsprüfungsgesellschaft

## Special features for investors from Austria

### Outsourcing

Compliance, auditing, accounting and IT services were outsourced to group companies, i.e. to Talanx AG (compliance and auditing), HDI Service AG (accounting) and HDI Systeme AG (IT services)

### Outsourcing of portfolio management

C-QUADRAT Asset Management AG  
Schottenfeldgasse 20  
1070 Vienna  
Austria

### Supervisory Authority

Bundesanstalt für Finanzdienstleistungsaufsicht (BaFin)  
[Federal Financial Supervisory Authority]  
Lurgiallee 12  
60439 Frankfurt am Main  
Germany

**Information on any changes or amendments is provided in the periodic semi-annual and annual reports as well as on the homepage of Ampega Investment GmbH ([www.ampega.com](http://www.ampega.com)).**

### Paying agent and information agency

Capital Bank – GRAWE Gruppe AG  
Burgring 16  
8010 Graz  
Austria

### Fiscal representative

Deloitte Tax Wirtschaftsprüfungs GmbH  
Renngasse 1/Freyung  
1010 Vienna  
Austria

In Austria, the Fund is exclusively distributed by licensed banks, licensed securities companies and / or licensed securities service companies. Requests for redemption may be submitted to the Austrian paying agent. Valid sales prospectuses including Terms and Conditions of the Fund, annual and semi-annual reports as well as any further Fund-related documents, if any, can be obtained from the paying agent and information agency. These documents as well as further notes are available on the homepage of the Company ([www.ampega.com](http://www.ampega.com)).

The subscription and redemption prices are published in the Austrian daily newspaper "DIE PRESSE" on each trading day. Place of jurisdiction for any action against the investment company that refers to the distribution of the investment units in Austria is Vienna. In addition to the information provided in accordance with section 305 of the Capital Investment Code in the sales prospectus (right of revocation in case of "door-to-door sales"), section 3 KSchG (Konsumentenschutzgesetz, Austrian Consumer Protection Act) applies to Austrian investors.



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