ALTERNATIVE LIQUIDITY FUND LIMITED

INTERIM REPORT AND UNAUDITED CONDENSED FINANCIAL STATEMENTS

FOR THE SIX MONTHS ENDED 31 DECEMBER 2016

ALTERNATIVE LIQUIDITY FUND LIMITED
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ALTERNATIVE LIQUIDITY FUND LIMITED
COMPANY SUMMARY
For the six months ended 31 December 2016

Principal activity
Alternative Liquidity Fund Limited (the "Company") was incorporated and registered in Guernsey under The Companies (Guernsey) Law, 2008 on 25 June 2015. The Company's registration number is 60552 and it is regulated by the Guernsey Financial Services Commission as a closed-ended collective investment scheme under The Registered Collective Investment Scheme Rules 2015. The Company is listed and began trading on the Main Market of the London Stock Exchange and was admitted to the Premium segment of the Official List of the UK Listing Authority on 17 September 2015.

The Company has invested in a diversified portfolio of illiquid interests in funds, securities and other instruments with the objective to manage, monitor and realise these investments over time.

The Company agreed with Signet Multi-Manager SPC Inc ("SMMI") to acquire an initial portfolio of assets for an aggregate consideration of US$144 million, conditional upon Admission. The consideration for the Initial Portfolio took the form of ordinary shares which were distributed in-specie to the existing investors of SMMI. Following completion of the acquisition of the Initial Portfolio, the Company held approximately 60 investments with an aggregate valuation of US$138.7 million.

In January 2016, the Company agreed with Trusthouse Holding NV to acquire a portfolio of assets, owned by two funds of which they were the liquidator, for an aggregate consideration of US$2.2 million, comprising US$0.4 million in cash and US$1.8 million in ordinary shares in the Company.

Investment policy
The investment objective of the Company is to generate total returns for investors through the management and realisation of its portfolio. The investment policy of the Company is to invest globally in a portfolio of illiquid assets, which is expected to comprise predominantly investments in funds. These may include hedge funds and other funds invested in loans, structured products, real estate and life settlement policies. The portfolio may also include directly owned assets which are owned by the above-mentioned types of funds but have been sold on the secondary market or distributed in-specie to investors in such funds, including equity and debt securities, loans and derivatives and contractually based investments. The Company has not set maximum or minimum exposures for asset classes or sectors but expects to maintain a portfolio diversified across different geographies and sectors.

The Company may utilise derivatives for the purposes of efficient portfolio management and principally for currency hedging. The portfolio will not be constructed to have any particular geographical bias. Accordingly, the Company has the ability to source and buy assets across the world and denominated in any currency. It is expected that the Company will largely be exposed to US Dollars, which is the Company's reporting currency.

The Company will not invest more than 20 per cent of its gross assets in any one fund investment and nor any more than 40 per cent of its gross assets in fund investments managed by a single fund manager at the time of investment or acquisition. The exact number of funds and strategies used may vary over time but the Directors intend that the Company will be invested directly or indirectly in a minimum of 15 underlying funds.

The Company will not invest more than 10 per cent in aggregate of the total assets of the Company in other listed closed-ended investment funds other than closed-ended investment funds which themselves have published investment policies to invest no more than 15 per cent of their total assets in other listed closed-ended funds.

The Company will not invest more than 20 per cent of its gross assets in directly owned assets.

It is the intention that the Company will be fully invested at all times, although the Company may hold cash or cash equivalent investments from time to time. The Company expects to be very prudent in its use of borrowings due to the illiquid nature of the portfolio, however, the Company will have the ability to borrow up to 25 per cent of its net assets for short-term purposes. It is not intended for the Company to have any long-term or fixed structural gearing. The Company may be indirectly exposed to gearing to the extent that the Company's investee funds or segregated portfolios are geared by the external managers.

ALTERNATIVE LIQUIDITY FUND LIMITED
CHAIRMAN'S STATEMENT
For the six months ended 31 December 2016

Introduction
I am pleased to present the Unaudited Condensed Financial Statements (the "Financial Statements") for the six months ended 31 December 2016. The Company is the first investment trust listed on the London Stock Exchange which focuses exclusively on the realisation of hedge fund side pockets and other illiquid funds previously held in open-ended structures. The listing has provided liquidity to those shareholders who required it; a lower cost structure for those choosing to continue to hold an interest; transparent monthly portfolio reporting; active portfolio realisation management; and increased corporate governance.

Portfolio and performance
The portfolio comprises of illiquid fund positions emanating principally from the 2008 financial crisis. It is almost entirely exposed to the Global Emerging Markets and most of the funds are denominated in local currencies. At the start of the period (1 July 2016), the Company had a published Net Asset Value ("NAV") of US$129,250,048 and a NAV per ordinary share pf US$0.8849. At the end of the period, the Company's published NAV was US$112,833,454 and the NAV per ordinary share was US$0.7694. This represents a 13% reduction in value, or US$0.1155, with approximately US$0.075 attributable to cash distributions via B share issuances.

Over the past six months the Company received US$12.5 million in underlying manager distributions (mainly from the successful monetisation of assets by The Growth Funds) and made two separate returns of capital through B share issuance. The first took place on 15 September 2016 and the second on 15 December 2016, when the Company returned 2¢ and 5.5¢ per ordinary share respectively. The NAV was reduced accordingly by 7.5¢.

The cash balance at the end of the period stood at $6.8 million (with 1st quarter 2017 expenses estimated at $400,000). The Board has communicated previously that it is prudent for the Company to maintain two years of working capital. Hence, when the Company next receives a material cash distribution from underlying investments, the Board expects to be able to announce a corresponding distribution to the shareholders.

The Board, upon recommendation from the Investment Manager, made a significant provision to the Vision Farm holdings in the portfolio and these are now held at 55% of NAV. The provision was reflected in the Company's NAV during the month of September.

Outlook
The Company's main objective is to realise its portfolio of illiquid assets in an orderly and timely manner and return cash to shareholders. The Board will continue to monitor and work with the Investment Manager to make sure that any opportunity to accelerate such return is carefully considered, whilst having regard to other potential investment opportunities where it is considered that there is meaningful embedded value. The Company is at the same time exploring a growth strategy of offering to create new share classes for similarly illiquid assets and portfolios. This would serve the purpose of increased assets under management and thus economies of scale, thereby reducing total operating expenses for all shareholders.

Quentin Spicer
Chairman
22 March 2017

ALTERNATIVE LIQUIDITY FUND LIMITED
INVESTMENT MANAGER'S REPORT
For the six months ended 31 December 2016

Introduction
Morgan Creek Capital Management LLC ("MCCM" or "Investment Manager") was appointed Investment Manager of the Company at the initial public offering ("IPO") in September 2015 and has been tasked with a mandate to realise the Company's assets in an orderly and timely manner and return cash to shareholders.

At the start of the period (1 July 2016) the Company had a published NAV of US$129,250,048 and a NAV per ordinary share of US$0.8849. At the end of the period the Company's published NAV was US$112,833,454 and the NAV per ordinary share was US$0.7694. This represents a 13% (US$16,416,594) reduction in value over the period, with US$0.075 (approximately US$11 million) attributable to cash distributions via the B share issuances. The main detractors in the portfolio to the decline in NAV were, in order of magnitude: Abax Arhat, US$2.5 million; Vision US$1.8 million (a combination of currency and provision for farm funds); 3DProp Co, US$800,000; and SARE, US$300,000.

Portfolio
Twelve funds make up over 88% of the portfolio, however they are managed by only eight separate management companies. Almost the entire invested portfolio (98%) is made of assets domiciled in emerging markets. Approximately 50% of the portfolio can be deemed credit; almost 40% real estate; with the balance in equity positions and cash.

The Company's largest exposure is to Vision Brazil (39% of NAV), which are made up of three separate funds, which are pools of legal claims against both State Governments and the public utility firm Eletrobras. All the claims require novation in the local courts and given the current difficult economic climate in Brazil along with a very cumbersome judicial process, shareholder liquidity from these pools has been scarce. Additionally the Vision funds have exposure to some farmland assets which are caught up in very complicated legal proceedings mainly surrounding their ownership and clean title. Given the state of the law suits and the likelihood of recovery, a provision equivalent to 45% of NAV was applied to these holdings in September 2016.

The second largest exposure is to Ukrainian real estate (20% of NAV), being mainly a large residential apartment complex development in Nikolaev. The geopolitical and macro-economic environment severely impacts this project, however, it is progressing, albeit slowly, and apartments are being sold and the cash re-invested to complete the project. The Investment Manager has simplified the holding structure for this position over the past six months, a process that is almost complete. This will have material cost benefits to the Company's shareholders.

ABAX Arhat is the third largest holding (6% of NAV). The portfolio comprises four main positions in debt and private equity of Chinese companies. The two largest positions are companies trying to execute reverse mergers and subsequently re-list on the A-share market. ABAX shareholders were approached in the fourth quarter with a secondary bid, however, this required 75% shareholder approval and the offer/sale was not approved.

During the period, the Company has received approximately US$12.5 million in distributions from underlying fund investments. These flows have come from GLG EM Growth, which paid out US$219,255; GML/Growth Premier, which crystalised approximately 70% of their positions at NAV to distribute a total of US$12.1 million in two separate payments; Clearwater Capital Partners, US$138,000; and Serengeti, US$31,000.

The Investment Manager proposed and the Board approved two B share issuances, one in September and a second in December. The total cash distributed to shareholders via these issuances was US$11 million equivalent to 7.5¢ per ordinary share. At the period end the Company held US$6.8 million in cash. Fund liabilities and accrued expenses at the period end totalled US$400,000, leaving the Company with net cash of US$6.2 million before 1st quarter expenses (estimated at US$400,000). If the Company receives a material distribution from the portfolio in the near future, the Investment Manager will recommend another B share issue/redemption.

Liquidation timeline
Given the composition of the portfolio, projecting future liquidity is extremely difficult and likely to be speculative. MCCM continues to pressurise the underlying managers to liquidate the positions appropriately. MCCM monitors and ensures that the right level of fees are being charged and, as importantly, that the fee structure aligns the interests of unit holders and managers. The sale of any positions in the secondary market would achieve an accelerated return of capital but at a significant discount to current NAV. Such options are therefore considered very carefully.

The Board has discretion with regard to cash distribution to shareholders but must be mindful of the working capital requirements of the Company and the cost of making such a distribution when determining whether or not to proceed.

Growth Plans

The Company is in the unique position of being able to offer the creation of new share classes to other illiquid portfolios. The addition of extra portfolios in separate share classes would bring economies of scale to all shareholders by lowering the fixed costs. The Company and the Investment Manager are in dialogue with a number of potential counter-parties with respect to this strategy.

Morgan Creek Capital Management, LLC
Investment Manager
22 March 2017

ALTERNATIVE LIQUIDITY FUND LIMITED
BOARD OF DIRECTORS

Directors
The Directors are responsible for the determination of the investment objective and policy of the Company, and have overall responsibility for the Company's investment policy and supervision of the Company.

The Directors who served during the period and at the date of this report are detailed below. All the Directors are non-executive and independent;

Quentin Spicer, Chairman, age 72
Mr Spicer is a resident of Guernsey. He qualified as a solicitor with Wedlake Bell in 1968 and became a partner in 1970 and became head of the Property Department. He moved to Guernsey in 1996 to become senior partner in Wedlake Bell Guernsey specialising in United Kingdom property transactions and secured lending for UK and non-UK tax resident entities. Mr Spicer retired from practice in 2013. He is Chairman of a number of companies including Quintain Guernsey Limited and the Guernsey Housing Association LBG. He is also a non-executive Director of several other property funds including Phoenix Spree Deutschland Limited and Summit Germany Limited. He is a member of the Institute of Directors.

Dr Richard Berman, age 60
Dr Berman is a UK resident. He has been involved with the investment management sector since 1989. He was previously a Manager with Orion Bank Limited, Treasurer of Andrea Merzario SpA, Group Treasurer of Heron Corporation plc, joint Managing Director and co-founder of Pine Street Investments Limited, and CEO and co-founder of Signet Capital Management Limited. His experience includes advising on the establishment, regulation and management of funds and fund management companies in a range of jurisdictions. He has a PhD in History from the University of Exeter and an MA in Economics from the University of Cambridge. He is a Fellow of the Chartered Securities & Investment Institute, a Fellow of the Association of Corporate Treasurers and a Visiting Research Fellow at Oxford Brookes University. Dr Berman was a non-executive Director of SMMI and Sainty, Hird & Partners Limited.

Anthony Pickford, aged 63
Mr Pickford is a resident of Guernsey. He qualified as a Chartered Accountant in 1976. He moved to Guernsey in 1978 as an Audit Senior with Carnaby Harrower Barnham & Company (now Deloittes). In 1986 he joined Chandlers as a partner with a specialism in insolvency matters and advised a range of financial services companies and trading companies on insolvency matters as well as acting as financial adviser to local entities. He became Managing Director of the firm in 2000 and assumed the role of Chairman in 2004 until his retirement in 2008. He has previously been a non-executive Director of several listed companies and is currently a Director of The Catholic National Mutual. He chairs the Audit Committee of the Catholic National Mutual and has served on the Investment Committee for many years.

ALTERNATIVE LIQUIDITY FUND LIMITED
STATEMENT OF DIRECTORS' RESPONSIBILITIES

We confirm that to the best of our knowledge:

• These Unaudited Condensed Financial Statements, which have been prepared in accordance with International Accounting Standard 34, 'Interim Financial Reporting' ("IAS 34") with additional disclosure that the Company consider to be relevant, give a true and fair view of the assets, liabilities, financial position and comprehensive income of the Company as a whole as required by DTR 4.2.4R.

• The Interim Report, together with the Unaudited Condensed Financial Statements, meet the requirements of an interim management report, and include a fair review of the information required by:

(a) DTR 4.2.7R of the Disclosure and Transparency Rules of the UK's Financial Conduct Authority, being an indication of important events that have occurred during the period ended 31 December 2016 and their impact on the Unaudited Condensed Financial Statements; and a description of the principal risks and uncertainties for the remaining six months of the year; and

(b) DTR 4.2.8R of the Disclosure and Transparency Rules of the UK's Financial Conduct Authority, being related party transactions that have taken place during the period ended 31 December 2016 and have materially affected the financial position or performance of the Company during that period.

Signed on behalf of the Board by:

Anthony Pickford
Director
22 March 2017

ALTERNATIVE LIQUIDITY FUND LIMITED
PRINCIPAL RISKS AND UNCERTAINTIES

In the Board's opinion, the principal risk to the Company arises from the inherent difficulty of fairly valuing the portfolio assets in current market conditions.

Other risk and uncertainties
Market price risk is a second key risk associated with the Company. The Company monitors these risks, which are reviewed regularly.

Liquidity risk is a third risk associated with the Company. The Company is mainly invested in securities which lack an established secondary trading market or are otherwise considered illiquid. In the Board's opinion, the risk to the Company is its inability to realise assets at a price which reflects the valuation of those assets to date, or indeed at all, due inter alia to illiquidity in the market for such assets and general economic and financial conditions.

Interest rate risk: The Company does not hold any interest bearing investments directly at the period end. Therefore interest rate risk is limited to the extent of the bank balances and any indirect interest rate risk at the investee company level. The Directors consider the impact of interest rate risk not to be material to the Company.

The other material risk identified by the Board that could affect the Company's performance is Regulatory risk: the Company operates in a complicated regulatory environment and faces a number of regulatory risks. Breaches of regulations, such as the London Stock Exchange Listing Rules and The Companies (Guernsey) Law, 2008, could lead to a number of serious outcomes and reputational damage. The Board monitors compliance with regulations by regular review of internal control reports.

Further information on the principal long-term risks and uncertainties of the Company is included in the 'Risk Factors' section of the prospectus which is available on request from the Company's Administrator.

ALTERNATIVE LIQUIDITY FUND LIMITED
UNAUDITED CONDENSED STATEMENT OF COMPREHENSIVE INCOME
For the six months ended 31 December 2016

	Notes	For the six months ended 31 December 2016 (unaudited) US$	For the period from 25 June 2015 (date of incorporation) to 31 December 2015 (unaudited) US$
Income			
Net losses on financial assets at fair value through profit or loss	6 (b)	(5,622,781)	(19,485,778)
Net foreign exchange loss		(83,259)	(8,698)
Total net income		(5,706,040)	(19,494,476)
Expenses			
Investment Manager's fee	3	466,765	325,407
Other expenses	3	330,734	213,339
Total operating expenses		797,499	538,746
Total comprehensive loss for the period		**(6,503,539)**	**(20,033,222)**
Loss per ordinary share (basic and diluted)*	5	**(4.44)¢**	**(13.82)¢**

**Basic loss per ordinary share is calculated by dividing the total comprehensive loss for the period by the weighted average number of ordinary shares outstanding during the period. Diluted loss per ordinary share is the same as basic loss per ordinary share since there are no dilutive potential ordinary shares arising from financial instruments.*

The Company does not have other comprehensive income for the period and therefore the 'total comprehensive loss' is also the loss for the period.

All items in the above statement derive from continuing operations.

The accompanying notes on pages 12 to 24 form an integral part of these Unaudited Condensed Financial Statements.

ALTERNATIVE LIQUIDITY FUND LIMITED
UNAUDITED CONDENSED STATEMENT OF FINANCIAL POSITION
As at 31 December 2016

	Notes	31 December 2016 (unaudited) US$	30 June 2016 (audited) US$
ASSETS			
Non-current assets			
Investments at fair value through profit or loss	6 (a)	103,629,111	121,176,353
		103,629,111	121,176,353
Current assets			
Unsettled investment sales		318,907	246,336
Prepayments		17,848	11,500
Other receivables		68,019	48,851
Cash and cash equivalents		6,844,267	6,630,715
		7,249,041	6,937,402
Total assets		110,878,152	128,113,755
Liabilities:			
Other payables		399,905	642,811
Total net assets		**110,478,247**	**127,470,944**
Equity			
Share capital	7	146,722,216	146,213,045
Retained earnings		(36,243,969)	(18,742,101)
Total equity		**110,478,247**	**127,470,944**
Number of ordinary shares	7	**146,644,387**	**146,056,635**
Net asset value per ordinary share	8	**75.34¢**	**87.28¢**

The Unaudited Condensed Financial Statements on pages 8 to 24 were approved and authorised for issue by the Board of Directors on 22 March 2017 and signed on its behalf by:

Anthony Pickford
Director

The accompanying notes on pages 12 to 24 form an integral part of these Unaudited Condensed Financial Statements.

ALTERNATIVE LIQUIDITY FUND LIMITED
UNAUDITED CONDENSED STATEMENT OF CHANGES IN EQUITY
For the six months ended 31 December 2016

	Notes	Ordinary Share capital US$	For the six months ended 31 December 2016 (unaudited) B Share capital US$	Retained earnings US$	Total US$
As at 1 July 2016		**146,213,045**	**-**	**(18,742,101)**	**127,470,944**
Issue of ordinary shares during the period	7	509,171	-	-	509,171
B shares issued as distributions to shareholders	7	-	10,998,329	(10,998,329)	-
B shares redeemed and cancelled during the period	7	-	(10,998,329)	-	(10,998,329)
Total comprehensive loss for the period		-	-	(6,503,539)	(6,503,539)
As at 31 December 2016		**146,722,216**	**-**	**(36,243,969)**	**110,478,247**

	Notes	For the period from 25 June 2015 (date of incorporation) to 31 December 2015 (unaudited) Share capital US$	Retained earnings US$	Total US$
As at 25 June 2015 (date of incorporation)		**-**	**-**	**-**
Issue of ordinary shares during the period	7	144,554,276	-	144,554,276
Total comprehensive loss for the period		-	(20,033,222)	(20,033,222)
As at 31 December 2015		**144,554,276**	**(20,033,222)**	**124,521,054**

The accompanying notes on pages 12 to 24 form an integral part of these Unaudited Condensed Financial Statements.

ALTERNATIVE LIQUIDITY FUND LIMITED
UNAUDITED CONDENSED STATEMENT OF CASH FLOWS
For the six months ended 31 December 2016

	Note	For the six months ended 31 December 2016 (unaudited) US$	For the period from 25 June 2015 (date of incorporation) to 31 December 2015 (unaudited) US$
Cash flows from operating activities			
Total comprehensive loss for the period		(6,503,539)	(20,033,222)
Adjustments for:			
Net losses on financial assets at fair value through profit and loss	6 (b)	5,622,781	19,485,778
Net foreign exchange losses		83,259	8,698
Increase in other receivables and prepayments		(6,348)	(18,497)
(Decrease)/increase in other payables		(242,906)	314,304
		(1,046,753)	**(242,939)**
Purchases of investments	6 (a)	(870,310)	-
Sales of investments		12,722,200	483,182
Net cash from operating activities		**10,805,137**	**240,243**
Cash flows from financing activities			
Issue of shares*	7	490,003	5,047,320
B shares redeemed during the period	7	(10,998,329)	-
Net cash (used in)/from financing activities		**(10,508,326)**	**5,047,320**
Net increase in cash and cash equivalents during the period		**296,811**	**5,287,563**
Cash and cash equivalents, start of the period		6,630,715	-
Effect of foreign exchange rate changes during the period		(83,259)	(8,698)
Cash and cash equivalents, end of the period		**6,844,267**	**5,278,865**

* in prior period, excludes non-cash issue of ordinary shares to the value of US$138,687,950 in exchange for the initial portfolio during the period (see note 6 (a)).

The accompanying notes on pages 12 to 24 form an integral part of these Unaudited Condensed Financial Statements.

1. General information

Alternative Liquidity Fund Limited (the “Company”) was incorporated and registered in Guernsey under The Companies (Guernsey) Law, 2008 on 25 June 2015. The Company’s registration number is 60552 and it is regulated by the Guernsey Financial Services Commission as a closed-ended collective investment scheme under The Registered Collective Investment Scheme Rules 2015. On 17 September 2015 the Company began trading on the Main Market of the London Stock Exchange and was admitted to the premium segment of the Official List of the UK Listing Authority.

The Company invests in a diversified portfolio of illiquid interests in funds and other instruments and securities with the objective to manage, monitor and realise these investments over time.

The Company agreed with Signet Multi-Manager SPC Inc ("SMMI") to acquire an initial portfolio of assets for an aggregate consideration of US$144.0 million, conditional upon Admission. The consideration for the Initial Portfolio principally comprised ordinary shares in the Company, which were distributed in-specie to the existing investors of SMMI. Following completion of the acquisition of the Initial Portfolio the Company held approximately 60 investments with an aggregate valuation of US$138.7 million.

In January 2016, the Company agreed with Trusthouse Holding NV to acquire a portfolio of assets, owned by two funds of which they were the liquidator, for an aggregate consideration of US$2.2 million, comprising US$0.4 million in cash and US$1.8 million in ordinary shares in the Company.

The Annual Audited Financial Statements of the Company are to be prepared in accordance with International Financial Reporting Standards (“IFRS”) as adopted by the European Union (“EU”) which comprise standards and interpretations approved by the International Accounting Standards Board (“IASB”) and International Accounting Standards (“IAS”) that remain in effect, together with applicable legal and regulatory requirements of Guernsey law and the Listing Rules of the London Stock Exchange.

2. Principal accounting policies

Basis of preparation and Statement of Compliance

These Unaudited Condensed Financial Statements (“Financial Statements”) have been prepared in accordance with IAS 34 “Interim Financial Reporting”, as adopted by the European Union, the Listing Rules of the London Stock Exchange (“LSE”) and applicable legal and regulatory requirements. They do not include all the information and disclosures required in Annual Financial Statements and should be read in conjunction with the Company’s last Annual Audited Financial Statements for the period ended 30 June 2016.

The accounting policies applied in these Financial Statements are consistent with those applied in the last Annual Audited Financial Statements for the period ended 30 June 2016, which were prepared in accordance with IFRS, as adopted by the European Union, as issued by the IASB.

Redeemable shares

B shares are classified as equity as they are redeemable at the Director’s option. Redeemable shares are issued and redeemed at prices determined by the Director’s based on distributions received from investments.

The Company does not operate in an industry where significant or cyclical variations, as a result of seasonal activity, are experienced during the financial period.

These Financial Statements were authorised for issue by the Company’s Board of Directors on 22 March 2017.

Estimates

The Vision funds have exposure to some farmland assets which are caught up in very complicated legal proceedings mainly surrounding their ownership and clean title. Given the state of the law suits and the likelihood of recovery, a provision equivalent to 45% of NAV was applied to these holdings in September 2016.

There have been no other material revisions to the nature and amount of changes in estimates reported in the 2016 Annual Audited Financial Statements.

Going concern

The Board has assessed the Company’s financial position as at 31 December 2016 and the factors that may impact its performance in the forthcoming year and are of the opinion that it is appropriate to prepare these Financial Statements on a going concern basis.

2. Principal accounting policies, continued

New Accounting Standards, interpretations and amendments adopted

At the date of approval of these Financial Statements, the following standards and interpretations applicable to the Company, which have not been applied in these Financial Statements, were in issue but not yet effective:

- IFRS 9 "Financial Instruments", published in July 2014, will replace the existing guidance in IAS 39. It includes revised guidance on the classification and measurement of financial instruments, including a new expected credit loss model for calculating impairment on financial assets, and new hedge accounting requirements. It also carries forward the guidance on recognition and derecognition of financial instruments from IAS 39. IFRS 9 is effective for annual reporting periods beginning on or after 1 January 2018.

IFRS 9 is expected to have an impact to the Financial Statements in future periods, due to the Company's current application of IAS 39 in the measurement of its investments at fair value through profit or loss. The Company has started to assess the impact of IFRS 9 but is not yet in a position to provide quantified information. At this stage the main areas of expected impact are as follows:

a) the classification and measurement of the Company's financial assets will need to be reviewed based on the new criteria that considers the assets' contractual cash flows and the business model in which they are managed.

b) it will no longer be possible to measure equity investments at cost less impairment and all such investments will instead be measured at fair value. Changes in fair value will be presented in profit or loss. This fair value methodology is currently applied by the Company in these Financial Statements.

c) if the Company continues to elect the fair value option for certain financial liabilities, fair value movements will be presented in other comprehensive income to the extent those changes relate to the Company's own credit risk.

Whilst the Board are still assessing the impact of IFRS 9, based on the current method of valuing investments at fair value through profit or loss and with the positions of the investment portfolio at 31 December 2016, the Directors initial expectations are that IFRS 9 will not have a material impact on the Financial Statements of the Company.

Segment reporting

The Board has considered the requirements of IFRS 8 'Operating Segments'. The Board is of the view that the Company is engaged in a single segment of business, being investment in a portfolio of hedge funds, funds of hedge funds and other similar assets. The Board, as a whole, has been determined as constituting the chief operating decision maker of the Company.

The Board is charged with setting the Company's strategy. It has delegated the day to day implementation of this strategy to the Investment Manager but retains responsibility to ensure that adequate resources of the Company are directed in accordance with its decisions. The divestment decisions of the Investment Manager are reviewed on a regular basis to ensure compliance with the policies and legal responsibilities of the Board. The Investment Manager has been given full authority to act on behalf of the Company, including the authority to sell securities and other investments on behalf of the Company and to carry out other actions as appropriate to give effect thereto. Whilst the Investment Manager may make the divestment decisions on a day to day basis, any changes to the divestment strategy have to be approved by the Board, even though they may be proposed by the Investment Manager. The Board therefore retains full responsibility as to the major strategic decisions made on an on-going basis. The Investment Manager will always act under the terms of the Investment Management Agreement which cannot be changed without the approval of the Board and the shareholders.

The key measure of performance used by the Board to assess the Company's performance and to allocate resources is the Company's net asset value per ordinary share ("NAV per share") (see note 8), as calculated under IFRS. A reconciliation between the measure of NAV per share used by the Board and that contained in these Financial Statements is disclosed in note 8.

The Company has a diversified shareholder population. As at 9 March 2017, there were only 5 investors with more than 5% of the issued share capital of the Company.

3. Expenses

	For the six months ended 31 December 2016 (unaudited) US$	For the period from 25 June 2015 (date of incorporation) to 31 December 2015 (unaudited) US$
Investment Manager's fee:		
Investment Manager's fee for the period	466,765	325,407
	466,765	325,407
Other expenses:		
Directors' remuneration and expenses	54,457	73,876
Accounting, secretarial and administration fees	80,215	66,905
Legal and professional fees	36,109	4,377
Auditor's remuneration	66,517	10,993
Custodian fee	37,500	38,973
Registrar's fee	23,211	10,784
Directors and officers insurance	2,941	1,764
Listing fees	9,519	2,368
Sundry expenses	20,265	3,299
	330,734	213,339

The Company has no employees. The Directors, all of whom are or were non-executive, are the only key management personnel of the Company. Their remuneration is paid quarterly in arrears.

Investment management fee
During the period, the Company was responsible for the fees of the Investment Manager in accordance with the Investment Management Agreement (the "IMA") between the Company and Investment Manager dated 28 August 2015.

For the services performed under this IMA, the Company paid the Investment Manager an investment management fee of 0.75 per cent per annum of the net asset value of the ordinary shares at the relevant valuation dates in each year. Under the terms of the IMA, the IMA may be terminated by either party with 12 months notice, provided that such notice shall expire no earlier than the fifth anniversary of Admission to the LSE.

Investment management fees for the period totalled US$466,765 (31 December 2015: US$325,407), of which US$215,277 (30 June 2016: US$476,574) was outstanding at the period end.

Administration fees
With effect from 14 July 2015, Praxis Fund Services Limited (the "Administrator") was appointed as Administrator of the Company. Pursuant to the terms of the Administration and Secretarial Agreement between the Company and the Administrator, the Administrator is entitled to receive an administration fee and company secretarial fee, payable monthly in arrears, at the rate of 0.075 per cent per annum of the net assets of the Company, subject to a minimum fee of £95,000 per annum, plus disbursements. The Administrator also received an establishment fee of £15,000 for services rendered in connection with the initial set up of the Company, preparation of pre-launch documentation and any other services rendered in connection with the launch of the Company and the issue of the ordinary shares. The Administrator also receives project fees as agreed by the Board from time to time.

The Administration Agreement can be terminated by either party in writing giving no less than three months notice.

Administration fees for the period totalled US$80,215, (31 December 2015: US$66,905) of which US$32,393 (31 December 2015: US$23,332) was outstanding at the period end.

3. Expenses, continued

Custodian fees

With effect from 24 July 2015, Citibank N.A. (London Branch) (the "Custodian") was appointed as Custodian to the Company. In respect of services provided under the Custodian Agreement, the Company pays the Custodian a quarterly fee at the rate of 0.035 per cent per annum of the net assets of the Company, subject to a minimum fee of US$70,000 per annum. Investment transaction fees of US$150 per trade are also payable.

The Custodian Agreement can be terminated by either party in writing on 60 days' notice. The Custodian does not have any decision making discretion relating to the investment of the assets of the Company.

Custodian fees for the period totalled US$37,500, (31 December 2015: US$38,973) of which US$83,538 (31 December 2015: US$38,973) was outstanding at the period end.

4. Tax status

The Company is exempt from Guernsey taxation under the Income Tax (Exempt Bodies) (Guernsey) Ordinance, 1989. A fixed annual fee of £1,200 is payable to the States of Guernsey in respect of this exemption.

5. Loss per ordinary share

Basic loss per ordinary share is calculated by dividing the total comprehensive loss for the period by the weighted average number of ordinary shares in issue during the period.

	For the six months ended 31 December 2016 (unaudited)		
	Total comprehensive loss for the period US$	Weighted average number of ordinary shares in issue No.	Loss per ordinary share
Ordinary shares	(6,503,539)	146,446,340	(4.44)¢

	For the period from 25 June 2015 (date of incorporation) to 30 June 2016 (audited)		
	Total comprehensive loss for the period US$	Weighted average number of ordinary shares in issue No.	Loss per ordinary share
Ordinary shares	(18,742,101)	145,456,044	(12.89)¢

	For the period from 25 June 2015 (date of incorporation) to 31 December 2015 (unaudited)		
	Total comprehensive loss for the period US$	Weighted average number of ordinary shares in issue No.	Loss per ordinary share
Ordinary shares	(20,033,222)	144,909,561	(13.82)¢

6. Fair value of financial instruments

a) Investments at fair value through profit or loss

	For the six months ended 31 December 2016 (unaudited) US$	For the period from 25 June 2015 (date of incorporation) to 30 June 2016 (audited) US$	For the period from 25 June 2015 (date of incorporation) to 31 December 2015 (unaudited) US$
Fair value at the start of the period	121,176,353	-	-
In-specie transfer in	-	138,687,949	138,687,950
Purchases	870,310	2,391,058	-
Sales – proceeds	(12,794,771)	(2,557,587)	(2,000,416)
Realised (losses)/gains on sales	(334,900)	277,539	29,311
Movement in unrealised losses on investments	(5,287,881)	(17,622,606)	(19,515,089)
Fair value at the end of the period	103,629,111	121,176,353	117,201,756
Cost at the end of the period	126,539,598	138,798,959	136,716,845
Unrealised losses on investments	(22,910,487)	(17,622,606)	(19,515,089)
Fair value at the end of the period	103,629,111	121,176,353	117,201,756

Please refer to the Investment Manager's Report and notes to the Financial Statements of the last Annual Report for strategic and geographical exposures within the Company's investment portfolio.

b) Net (losses)/gains on financial assets at fair value through profit or loss

	31 December 2016 (unaudited) US$	30 June 2016 (audited) US$	31 December 2015 (unaudited) US$
Net realised (losses)/gains on financial assets at fair value through profit or loss			
- Designated as at fair value through profit or loss	(334,900)	277,539	29,311
Movement in unrealised losses on financial assets at fair value through profit and loss			
- Designated as at fair value through profit or loss	(5,287,881)	(17,622,606)	(19,515,089)
Net losses on financial assets at fair value through profit or loss	(5,622,781)	(17,345,067)	(19,485,778)

c) Valuation models

None of the Company's financial assets and financial liabilities are traded in active markets and therefore the Company is unable to base the fair value of its financial assets and financial liabilities on quoted market prices or broker price quotations. For all financial instruments, the Company determines fair values using other valuation techniques.

For financial instruments that trade infrequently and have little price transparency, fair value is less objective, and requires varying degrees of judgement depending on liquidity, uncertainty of market factors, pricing assumptions and other risks affecting the specific instrument.

6. Fair value of financial instruments, continued

c) Valuation models, continued

The Company measures fair values using the following fair value hierarchy that reflects the significance of the inputs used in making the measurements.

- Level 1 - Inputs that are quoted market prices (unadjusted) in active markets for identical instruments.
- Level 2 - Inputs other than quoted prices included within Level 1 that are observable either directly (i.e. as prices) or indirectly (i.e. derived from prices). This category includes instruments valued using: quoted market prices in active markets for similar instruments; quoted prices for identical or similar instruments in markets that are considered less than active; or other valuation techniques in which all significant inputs are directly or indirectly observable from market data.
- Level 3 - Inputs that are unobservable. This category includes all instruments for which the valuation technique includes inputs not based on observable data and the unobservable inputs have a significant effect on the instrument's valuation. This category includes investments in unlisted investment funds that have redemption restrictions in place.

Valuation techniques include underlying manager, third party administrator, net asset value reports, observable market prices where they exist and other valuation models. Assumptions and inputs used in valuation techniques include foreign exchange rates and expected price volatilities and correlations, as well as eventual recovery assumptions and time taken to recover value.

The objective of valuation techniques is to arrive at a fair value measurement that reflects the price that would be received to sell the asset or paid to transfer the liability in an orderly transaction between market participants at the measurement date.

Investments in redemption restricted unlisted open-ended investment funds or unlisted private equity investments are typically valued utilising the net asset valuation provided by the administrator of the underlying fund and/or its investment manager. The Investment Manager considers the Company's ability to redeem its investment in the investee fund/company on the reporting date based on the reported net asset value per share, which will determine whether the investee fund/company will be categorised within Level 2 or Level 3 of the fair value hierarchy.

Where normal policies of the investee fund/company provide for a significant redemption notice period or where other material redemption restrictions such as gates or suspended NAV's exist, the investee fund/company will be categorised at Level 3 in the fair value hierarchy ("redemption restricted funds"). This classification reflects the consideration of whether adjustments to the reported NAV are required to reflect the inherent uncertainty in the timing and the range of possible outcomes of any realisation between the reported NAV and ultimate recoverable amount which may be different and such differences could be material.

The Company's Portfolio is made up solely of redemption restricted funds. For the full Portfolio, the Investment Manager has considered whether the latest available unaudited net assets of these underlying investments reflect their probable realisation values. Where this is not the case, the Board, in consultation with the Investment Manager, has adjusted the carrying fair value of those assets accordingly. Because of the inherent uncertainty of valuing these underlying investments arising from their illiquid nature, the values of these underlying investments may differ significantly from the values that would have been used had a ready market for the investments existed and such differences could be material.

6. Fair value of financial instruments, continued

c) Valuation models, continued

The table below sets out information about significant unobservable inputs used as at 31 December 2016 in measuring financial instruments categorised as Level 3 in the fair value hierarchy.

Description	Fair Value (US$)	Valuation Technique	Unobservable Inputs	Discount applied	Sensitivity to changes in significant unobservable inputs	Quantitative disclosure of impact on Fair Value of changes in unobservable inputs to reasonable alternatives
Unlisted open-ended investment funds (redemption restricted)	-	Adjusted net asset value	Discounts for: Full provision against NAV statement for potential failure to recover value	100%	The estimated fair value would increase should an unanticipated recovery be realised.	As the maximum discount of 100% is already applied, there is no potential for a further decrease in fair value in this category. If a decrease of 10% in the discount for potential failure to recover value were applied, this would result in an increase in fair value of approximately US$9,000.
	4,728,858	Adjusted net asset value	Discounts for: - Anticipated difficulty in recovering NAV - Lack of certainty over timeframe to realisation - No efficient or fair secondary market for liquidation	50%	The fair value would decrease if the underlying input discount were higher. The fair value would increase if the underlying input discount were lower.	A 10% increase/decrease in the input discounts used for the relevant investments in this category would result in a decrease/increase respectively in fair value of approximately US$473,000.
	2,218,626	Adjusted net asset value	Discounts for: - Exposure to assets which are caught up in legal proceedings, resulting in lack of certainty of full recovery	45%	The fair value would decrease if the underlying input discount were higher. The fair value would increase if the underlying input discount were lower.	A 10% increase/decrease in the input discounts used for the relevant investments in this category would result in a decrease/increase respectively in fair value of approximately US$222,000.
	96,681,627	Unadjusted net asset value	No unobservable inputs are disclosed as these are not generated internally	N/A	N/A	A 10% increase/decrease in the unadjusted net asset value category of investments would result in an approximate decrease/increase in fair value of US$9,668,000.
Total Investments	**103,629,111**					

6. Fair value of financial instruments, continued

c) Valuation models, continued

The table below sets out information about significant unobservable inputs used as at 30 June 2016 in measuring financial instruments categorised as Level 3 in the fair value hierarchy.

Description	Fair Value (US$)	Valuation Technique	Unobservable Inputs	Discount applied	Sensitivity to changes in significant unobservable inputs	Quantitative disclosure of impact on Fair Value of changes in unobservable inputs to reasonable alternatives
Unlisted open-ended investment funds (redemption restricted)	-	Adjusted net asset value	Discounts for: Full provision against NAV statement for potential failure to recover value	100%	The estimated fair value would increase should an unanticipated recovery be realised.	As the maximum discount of 100% is already applied, there is no potential for a further decrease in fair value in this category. If a decrease of 10% in the discount for potential failure to recover value were applied, this would result in an increase in fair value of approximately US$9,000.
	4,941,672	Adjusted net asset value	Discounts for: - Anticipated difficulty in recovering NAV - Lack of certainty over timeframe to realisation - No efficient or fair secondary market for liquidation	50%	The fair value would decrease if the underlying input discount were higher. The fair value would increase if the underlying input discount were lower.	A 10% increase/decrease in the input discounts used for the relevant investments in this category would result in a decrease/increase respectively in fair value of approximately US$494,000.
	116,234,681	Unadjusted net asset value	No unobservable inputs are disclosed as these are not generated internally	N/A	N/A	A 10% increase/decrease in the unadjusted net asset value category of investments would result in an approximate decrease/increase in fair value of US$11,623,000.
Total Investments	**121,176,353**					

6. Fair value of financial instruments, continued

c) Valuation models, continued

Significant unobservable inputs are developed as follows:

- *Discount for anticipated difficulty in recovering NAV:* The Investment Manager has observed that for a number of reasons, it may not be possible for an underlying fund to recover the full value of its assets. These reasons include, without limitation, the possibility that those assets will not be recognised by a governmental authority and insolvency proceedings affecting the underlying assets. The Investment Manager has also observed that these risks have not been taken into account when the net asset value of the underlying fund has been calculated. The Board, acting with the advice of the Investment Manager, has formed the view based on its judgement that a discount should be applied to reflect the fact that there is a material possibility that less than the current stated net asset value of the underlying fund will be recoverable.

- *Discount for lack of certainty over time frame to realisation:* The Investment Manager has observed that for a number of reasons, it may not be possible for the Company to recover the full value of these assets within a specified time frame. These reasons include, without limitation the fact that the underlying positions are extremely illiquid and dependent upon external factors outside of the underlying Investment Manager's control.

- *Discount for no efficient or fair secondary market for liquidation:* The Investment Manager has observed that although a reasonably developed secondary market exists for most illiquid hedge fund portfolios there are some assets and portfolios that the secondary market has not been able to effectively research. This results in an extremely depressed secondary price and liquidity mainly due to the poor information available.

- *Discount for assets which are caught up in legal proceedings:* The Investment Manager has observed that it may not be possible for the Company to recover the full value of these assets due to very complicated legal proceedings mainly surrounding their ownership and clean title.

  Although the Company believes that its estimates of fair value are appropriate, the use of different methodologies or assumptions could lead to different measurements of fair value. For fair value measurements in Level 3, changing one or more of the assumptions used to reasonably possible alternative assumptions would have the following effects on net assets attributable to holders of ordinary shares.

	31 December 2016 (unaudited)	
	Favourable	**(Unfavourable)**
Change in fair value of investments	US$10,372,000	US$(10,363,000)

	30 June 2016 (audited)	
	Favourable	**(Unfavourable)**
Change in fair value of investments	US$12,126,000	US$(12,117,000)

The favourable and unfavourable effects of using reasonably possible alternative assumptions for the valuation of unlisted open-ended investment funds (redemption restricted) have been calculated by recalibrating the net asset values of 6 underlying funds using unobservable inputs. The most significant unobservable inputs are discounts for delay in cash realisation compared to a model, failure to recover certain assets, potential lack of available financing and potential lack of market exit and a reduction in value to reflect discounts needed to achieve exit. The above figures also include a 10% sensitivity analysis on the fair values of the remaining investments in the Company's portfolio for which no unobservable inputs are applied.

6. Fair value of financial instruments, continued

c) Valuation models, continued

See below for a reconciliation between reported net asset value and fair value of investee funds/companies recognised in the Financial Statements where the Directors have estimated the fair value of certain investments as at 31 December 2016.

As at 31 December 2016 and as described in the table on page 18, the Directors, in consultation with the Investment Manager, have applied adjustments against net asset values to 6 investment funds in the Portfolio due to illiquidity and/or restrictions on redemptions, among other factors. The following table summarises the write downs in terms of percentages applied to the relevant Level 3 investments:

31 December 2016 (unaudited)	**Investments valued at NAV**	**Fair value adjustment**	**Fair value**
	US$	**US$**	**US$**
Level 3 investments with fair value adjustments of:			
45%	4,033,865	(1,815,239)	2,218,626
50%	9,457,717	(4,728,859)	4,728,858
100%	88,682	(88,682)	-
	13,580,264	(6,632,780)	6,947,484
Level 3 investments without fair value adjustments			96,681,627
Total fair value of investments			103,629,111

30 June 2016 (audited)	**Investments valued at NAV**	**Fair value adjustment**	**Fair value**
	US$	**US$**	**US$**
Level 3 investments with fair value adjustments of:			
50%	9,883,345	(4,941,673)	4,941,672
100%	88,682	(88,682)	-
	9,972,027	(5,030,355)	4,941,672
Level 3 investments without fair value adjustments			116,234,681
Total fair value of investments			121,176,353

d) Fair value hierarchy

The following table presents the Company's financial assets at fair value through profit or loss by level within the valuation hierarchy:

Fair value assets	**31 December 2016 (unaudited) US$**	**% of net assets %**
Level 3 - Investments valued at fair value		
Unlisted open-ended investment funds	103,629,111	93.8

Fair value assets	**30 June 2016 (audited) US$**	**% of net assets %**
Level 3 - Investments valued at fair value		
Unlisted open-ended investment funds	121,176,353	95.1

6. Fair value of financial instruments, continued

d) Fair value hierarchy, continued

The table in Note 6 (a) provides a reconciliation from opening balance to closing balance for assets measured at fair value on a recurring basis using Level 3 inputs.

The Company recognises transfers between levels of fair value hierarchy as of the end of each reporting period which the transfer has occurred.

There were no transfers between any fair value hierarchy levels during the current period.

7. Share capital

Authorised capital

The Company has the power to issue an unlimited number of ordinary shares of nil par value. The ordinary shares were issued at the issue price of US$1.00.

By written resolution of the Company passed on 28 August 2015, the Directors were authorised to issue shares up to a maximum aggregate nominal amount of US$144,000.

The Company is authorised to make market purchases of up to 14.99 per cent of the ordinary shares in issue immediately following Admission, such authority to expire at the conclusion of the next annual general meeting of the Company or, if earlier, 18 months after the resolution was passed.

Issued share capital

Ordinary shares:	31 December 2016 (unaudited)	
	No.	US$
Share capital at the start of the period	146,056,635	146,213,045
Issue of ordinary shares during the period	587,752	509,171
Share capital at the end of the period	146,644,387	146,722,216

At an Extraordinary General Meeting held on 14 July 2016, shareholders approved an amendment to the Company's Articles to allow for the return of capital to shareholders. Under the terms of the return of capital to shareholders, shareholders will receive B shares pro rata to their holding of ordinary shares at the time of the issue of the B shares. Each B share will be redeemed by the Company on the redemption date (without any further action from shareholders) for the redemption price. Following redemption each B share will be cancelled.

On 31 August 2016, the Board announced that it had resolved to return an amount of US$0.02 per ordinary share to shareholders, in total US$2,932,888, to be effected through the issue and subsequent redemption of redeemable B shares. All such redemption payments were made on 15 September 2016.

On 28 November 2016, the Board announced that it had resolved to return an amount of US$0.055 per ordinary share to shareholders, in total US$8,065,441, to be effected through the issue and subsequent redemption of redeemable B shares. All such redemption payments were made on 15 December 2016.

B shares:	31 December 2016 (unaudited)	
	No.	US$
Share capital at the start of the period	-	-
Issue of B shares during the period*	293,288,774	10,998,329
Redeemed and cancelled during the period	(293,288,774)	(10,998,329)
Share capital at the end of the period	-	-

* non-cash issuance of B shares in order to return capital to shareholders upon redemption.

7. Share capital, continued
Issued share capital, continued

Ordinary shares:	30 June 2016 (audited) No.	30 June 2016 (audited) US$
Share capital at the start of the period	-	-
Issue of ordinary shares during the period	146,056,635	145,869,995
Share issue costs	-	(452,679)
Acquisition of treasury shares	(1,095,362)	(154,232)
Reissue of treasury shares	1,095,362	949,961
Share capital at the end of the period	146,056,635	146,213,045

During the prior period, the Company purchased 1,095,362 of its own ordinary shares at an average price per ordinary share of 14.08¢ per share, and subsequently reissued these ordinary shares at an average price of 86.73¢ per ordinary share.

Ordinary shares:	31 December 2015 (unaudited) No.	31 December 2015 (unaudited) US$
Share capital at the beginning of the period	-	-
Issue of ordinary shares during the period	145,006,956	145,006,956
Share issue costs	-	(452,680)
Share capital at the end of the period	145,006,956	144,554,276

8. Net asset value per ordinary share
The net asset value is shown in the table below:

Ordinary share class:	Net asset value	Number of ordinary shares in issue	Net asset value per ordinary share
As at 31 December 2016 (unaudited):	**US$**	**No.**	**US$**
Published net asset value	112,833,454	146,644,387	76.94¢
Fair value adjustment*	(2,355,207)	-	(1.60)¢
Net asset value per Financial Statements	110,478,247	146,644,387	75.34¢

* The fair value adjustment related to a revaluation of an investment due to the subsequent publication of an updated price for the investment.

Ordinary share class:	Net asset value	Number of ordinary shares in issue	Net asset value per ordinary share
As at 30 June 2016 (audited):	**US$**	**No.**	**US$**
Published net asset value	129,250,048	146,056,635	88.49¢
Fair value adjustments	(1,779,104)	-	(1.21)¢
Net asset value per Financial Statements	127,470,944	146,056,635	87.28¢

* The fair value adjustment related to a revaluation of 6 investments due to the subsequent publication of updated prices for the investments.

9. Related party transactions and Directors' interests
The Investment Manager and the Directors were regarded as related parties during the period. The only related party transactions during the period are described below:

The fees and expenses paid to the Investment Manager are explained in note 3. The investment management fee during the period was US$466,765 (31 December 2015: US$325,407), of which the balance payable at the end of the period was US$215,277 (30 June 2016: US$476,574).

As at the last reported share register dated 9 March 2017, the Investment Manager did not hold any shares in the Company.

9. Related party transactions and Directors' interests, continued

As at 31 December 2016, the interests of the Directors and their families who held office during the period are set out below:

	31 December 2016 (unaudited) Number of ordinary shares	31 December 2015 (unaudited) Number of ordinary shares
Quentin Spicer (Chairman)	-	-
Dr Richard Berman	-	-
Anthony Pickford	50,000	50,000

No Director, other than those listed above, and no connected person of any Director, has any interest, the existence of which is known to, or could with reasonable diligence be ascertained by that Director, whether or not held through another party, in the share capital of the Company.

Fees and expenses paid to the Directors of the Company during the period were US$54,457 (31 December 2015: US$73,876). An amount of US$80 (30 June 2016: prepaid amount of US$1,106) had been prepaid in respect of fees and expenses.

10. Subsequent events

There are no significant post period end events, other than those already disclosed, that require disclosure in these Unaudited Condensed Financial Statements.

ALTERNATIVE LIQUIDITY FUND LIMITED
SCHEDULE OF INVESTMENTS (UNAUDITED)
As at 31 December 2016

Number of shares	Description	Fair Value US$	% of net assets
BRL (30 June 2016: Nil)			
2,583.0000	Autonomy Fund II D Limited	255,197	0.23
		255,197	0.23
GBP (30 June 2016: 3.16%)			
594,053.6700	South Asian Real Estate Limited	3,731,287	3.38
		3,731,287	3.38
USD (30 June 2016: 91.90%)			
10,336.9908	3DPropCo Limited Class A October 2011	4,728,859	4.28
10,537.34000	Abax Arhat Fund Class Unrest Red Series 1 Jul 07	6,394,795	5.79
159,377.9300	Abax Upland Fund LLC Redeeming CL	132,921	0.12
29,185.3700	AG MFund LP ABSPVINT SDL ACGFILP	94,808	0.09
3,362.1076	Aramid Liquidating Trust	7,154	0.01
11,499.1570	Argo Special Situations Fund LP	1,486,458	1.35
956.7213	Autonomy Fund II C Ltd Class II LTV S1	145,838	0.13
3,189.7600	Autonomy Cap Global Macro FD Designated INV SH CL	609,244	0.55
105.0513	Autonomy Fund II C Ltd Class II C LTV S2	16,014	0.01
0.0463	Autonomy Fund II C Ltd Class II C LTV S3	7	0.00
0.6043	Autonomy Fund II C Ltd Class II C LTV S4	92	0.00
2.3370	Autonomy Fund II C Ltd Class II C LTV S5	356	0.00
0.1817	Autonomy Fund II C Ltd Class II C LTV S6	28	0.00
231.4794	Autonomy Fund II C Ltd Class II C LTV S7	35,286	0.03
120.9328	Autonomy Fund II C Ltd Class II C LTV S8	18,435	0.02
1.6573	Autonomy Fund II C Ltd Class II C LTV S9	253	0.00
9.2554	Autonomy Fund II C Ltd Class II C LTV S10	1,411	0.00
563.4800	Bennelong Asia Pacific	-	0.00
9,590,340.6400	Blue Sugars Corporation Common Stock	-	0.00
1.0000	Clearwater Capital Partners Opportunities Fund LP	26,373	0.02
1.0000	Clearwater Capital Partners Long Term Value Fund-SP	12,133	0.01
2.0000	Clearwater Capital Partners Opportunities Fund LP-SP	70,285	0.06
1.0000	Galileo Capital Partners LLC	681,846	0.62
42,147.2450	GLG Emerging Markets Growth Fund - CLA	2,635,889	2.39
11,308.6850	Growth Management Ltd	3,198,117	2.89
20,665.3600	Growth Premier Fund IC Class A	1,251,788	1.13
4,223,308.2300	Lomond Capital LLC	221,724	0.20
1.000	Nationwide Life Insurance Co Policy	576,049	0.52
2,000.0000	NUR Energie Limited 'A' Preference Shares	-	0.00
1,200.0000	NUR Energie Limited Class B Preference Shares	-	0.00
7,177.0000	NUR Energie Limited Ordinary Shares EUR 1	-	0.00
655.3420	Quantek Master Fund SPC Ltd Feeder LP	61,491	0.06
3.0880	Ritchie Multi-Strategy Global CL-S	-	0.00
3,529.8830	Sector Spesit I Fund Class A	-	0.00
12,046.2700	Serengeti Mgt Fee A 104/1210	7,202	0.01
65.2250	Serengeti Opportunities - Mgt Fee A 102/0907	22,533	0.02
2.4250	Serengeti Opportunities - SC- A 102/0907 (Feb 11)2	15,024	0.01
0.1100	Serengeti Opportunities - SC- A 102/0907 (Mar 11)2	307	0.00
26.4370	Serengeti Opportunities - A 1020907-20711	106,794	0.10
128.4420	Serengeti Opportunities - A SR102907 0611	518,860	0.47
3.5900	Serengeti Overseas - A 1020907 SL	5,547	0.01
22.430	Serengeti Overseas - A 1020907A SL	34,680	0.03
3.5780	Serengeti Opportunities - PRKR A102/0907DEC 11	-	0.00
717.0500	Serengeti Opportunities - AC/SC-A 104/0907 DEC11	1,379	0.00
358.3100	Serengeti Opportunities - LPAC/SCA104/0108 DEC11	689	0.00
718.2500	Serengeti Opportunities - LPAC/SCA104/0311 DEC11	1,381	0.00
6,796.2300	Serengeti Opportunities - LPAC/SCA104/0611 DEC11	13,072	0.01
	Sub-total carried forward	23,135,122	20.94

Number of shares	Description	Fair Value	% of net assets
USD, continued			
	Sub-total brought forward	23,135,122	20.94
2,112.5100	Serengeti Opportunities - LPAC/SCA104/1007 DEC11	4,063	0.00
354.5200	Serengeti Opportunities - PRTNRSLP CLO-104/0108	172	0.00
705.6500	Serengeti Opportunities - PRTNRSLP CLO-104/0907	345	0.00
2,085.2200	Serengeti Opportunities - PRTNRSLP CLO-104/1007	1,017	0.00
677.9400	Serengeti Opportunities - PRTNRSLP CLO-104/1107	331	0.00
2,860.5200	Serengeti Opportunities - PRTNRLP SA 104/0311 J11	10,349	0.01
975.6900	Serengeti Opportunities - PRTNRLP SCA 104/1107 J10	2,131	0.00
508.7300	Serengeti Opportunities - PRTNRLP SCA104/0108JUN10	1,111	0.00
2,997.1900	Serengeti Opportunities - PRTNRLP SCA104/1007JUN10	6,547	0.01
2,548.7800	Serengeti Opportunities - PRTNRLP STA104/1107 JN11	9,220	0.01
3,839.6800	Serengeti Opportunities - PRTNRLP STNA 104/1210 J11	13,892	0.01
1,329.0400	Serengeti Opportunities - PRTNRLP STNA104/0108 J11	4,808	0.00
7,833.7800	Serengeti Opportunities - PRTNRLP STNA104/1007 J11	28,332	0.03
687.5200	Serengeti Opportunities – PRTNRLP SCA104/1107D11	1,321	0.00
2,658.0300	Serengeti Opportunities – PRTNRLP STNA104/0907 J11	9,615	0.01
1,016.4900	Serengeti Opportunities - PRTNRLP SCA104/0907 JUN10	2,222	0.00
963.6100	Serengeti Opportunities – PRTNRLP SCA104/1210DEC11	1,853	0.00
1.0000	SFL Clover Limited	7,101,470	6.43
925,277.1000	Stillwater Asset Backed Fund II Onshore SPV/Gerova	74,762	0.07
15.2450	TCF SPV Limited USD/5	1,567	0.00
393.8185	Trafalgar Catalyst Fund SPV USD	57,973	0.05
281.7530	Trafalgar Discovery Fund USD C U/NV/1	5,998	0.01
26.1000	Trafalgar Discovery Fund USD C U/NV/2	556	0.00
53,835.8100	Ubique FSPC Ltd CRNRST Fund SP USD	17,430,242	15.78
11,972.5500	Ubique Fund SPC Ltd Gallois Inves	4,654,421	4.21
2,090.2300	V Invest FCVS RJ (Cayman) Limited	209,023	0.19
117,302.1019	Vision Chapadao Fund Series 1	38,516	0.03
38,872.2780	Vision Chapadao Fund Series 2	12,594	0.01
445,492.5360	Vision Chapadao Fund Series 3	116,937	0.11
1,590.3700	Vision Chapadao Fund Series 5	522	0.00
30,999.1690	Vision FCVS PB Fund Series 1	558,953	0.51
235,728.3153	Vision FCVS PB Fund Series 2	4,449,705	4.03
42,709.3850	Vision FCVS PB Fund Series 5	788,027	0.71
26,736.4200	Vision FCVS PB Fund Series 8	504,688	0.46
3,201.3200	Vision FCVS PB Fund Series 9	60,429	0.05
310,819.8510	Vision FCVS RJ Fund Series 1	5,855,245	5.30
297,520.8363	Vision FCVS RJ Fund Series 2	5,894,272	5.34
308,044.4190	Vision FCVS RJ Fund Series 4	5,951,582	5.39
192,714.3010	Vision FCVS RJ Fund Series 6	3,817,919	3.46
4,040.3600	Vision FCVS RJ Fund Series 7	80,045	0.07
100,142.7360	Vision I-NX	9	0.00
252,112.7475	Vision I-NX (D)	46	0.00
7,784.9820	Vision Piaui Fund Series 1	40,657	0.04
90,625.7960	Vision Piaui Fund Series 2	11,501	0.01
316.5600	Vision Piaui Fund Series 3	135,026	0.12
854.7660	Vision Piaui Fund Series 6	552	0.00
854.7660	Vision SCO Fund	3,538	0.00
45,997.6800	Vision Special Credit Opportunities ELT Fund Series 1	3,083,037	2.79
56,155.5510	Vision Special Credit Opportunities ELT Fund Series 2	3,991,700	3.61
63,053.4720	Vision Special Credit Opportunities ELT Fund Series 3	3,841,135	3.48
86,591.3500	Vision Special Credit Opportunities ELT Fund Series 5	5,467,348	4.95
763.0900	Vision Special Credit Opportunities ELT Fund Series 7	54,243	0.05
	Sub-total carried forward	97,526,689	88.28

ALTERNATIVE LIQUIDITY FUND LIMITED
SCHEDULE OF INVESTMENTS, CONTINUED (UNAUDITED)
As at 31 December 2016

Number of shares	Description	Fair Value	% of net assets
USD, continued			
	Sub-total brought forward	97,526,689	88.28
120,057.1990	Vision Tercado Fund Series 1	180,090	0.16
40,402.1530	Vision Tercado Fund Series 2	51,347	0.05
478,380.7240	Vision Tercado Fund Series 3	632,051	0.57
1,631.7100	Vision Tercado Fund Series 5	2,448	0.00
127,145.2050	Weavering FI Fund (in liquidation)	1,250,002	1.13
		99,642,627	90.19
Portfolio of investments		103,629,111	93.80
Other net assets		6,849,136	6.20
Total net assets attributable to shareholders		110,478,247	100.00

ALTERNATIVE LIQUIDITY FUND LIMITED
COMPANY INFORMATION

Directors:	Quentin Spicer *(Non-executive Independent Chairman)* Dr Richard Berman *(Non-executive Independent Director)* Anthony Pickford *(Non-executive Independent Director)*
Registered Office:	Sarnia House Le Truchot St Peter Port Guernsey, GY1 1GR
Administrator & Secretary:	Praxis Fund Services Limited Sarnia House Le Truchot St Peter Port Guernsey, GY1 1GR
Registrar:	Capita Registrars (Guernsey) Limited Mont Crevelt House Bulwer Avenue St Sampson Guernsey, GY2 4LH
Investment Manager:	Morgan Creek Capital Management, LLC 301 West Barbee Chapel Road Suite 200 Chapel Hill NC 57517
Auditor:	Grant Thornton Limited PO Box 313 Lefebvre House Lefebvre Street St Peter Port Guernsey, GY1 3TF
Custodian & Principal Banker:	Citibank, N.A. (London Branch) Canada Square London, E14 5LB
Guernsey Legal Adviser:	Carey Olsen Carey House Les Banques St Peter Port Guernsey, GY1 4BZ
UK Legal Adviser & Sponsor:	Dickson Minto W.S Broadgate Tower 20 Primrose Street London, EC2A 2EW
Company Number:	60552 (Registered in Guernsey)