



SIGNET UCITS Funds PLC

(An open ended Investment Company with Variable Capital)

Sub-Funds:

Signet Butler FFF European High Yield Fund (Formerly European High Yield Bond Portfolio)

UNAUDITED CONDENSED SEMI ANNUAL FINANCIAL STATEMENTS FOR THE PERIOD ENDED 30 JUNE 2019

SIGNET UCITS Funds PLC

UNAUDITED CONDENSED HALF YEARLY FINANCIAL STATEMENTS

Period ended 30 June 2019

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SIGNET UCITS Funds PLC

Directors and Other Information

Directors

Mr. Robert Burke (independent non-executive director)
Mr. John Mills (independent non-executive director)
Mr. William Gannon (independent non-executive director)

Company Secretary

Matsack Trust Limited
70 Sir John Rogerson's Quay
Dublin 2
Ireland

Auditors

Deloitte Ireland LLP
Chartered Accountants & Statutory Audit Firm
Deloitte & Touche House
Earlsfort Terrace
Dublin 2
Ireland

Administrator, Registrar and Transfer Agent

SS&C Financial Services (Ireland) Limited
First Floor
La Touche House, Custom House Dock
IFSC Dublin 1,
Ireland

Legal Advisers in Ireland

McCann Fitzgerald
Riverside One
Sir John Rogerson's Quay
Dublin 2
Ireland

Sub-Investment Managers

*Signet Butler FFF European High Yield Fund
(Formerly European High Yield Bond Portfolio)*
Butler Investment Managers Limited
11 Hanover Street
London W1S 1YQ
United Kingdom

Promoter, Investment Manager and Distributor

Signet Capital Management Limited
1st Floor
11-12 Pall Mall
London
SW1Y 5LU

Depository

HSBC Institutional Trust Services (Ireland) DAC
1 Grand Canal Square
Grand Canal Harbour
Dublin 2
Ireland

Bankers

Royal Bank of Scotland International Limited
Royal Bank House
2 Victoria Street
Douglas
Isle of Man IM99 1NJ

Credit Suisse International
5 Canada Sq.
Canary Wharf
London E14 5AQ
United Kingdom

Listing Sponsor

McCann Fitzgerald Listing Services Limited
Riverside One
Sir John Rogerson's Quay
Dublin 2
Ireland

SIGNET UCITS FUNDS PLC

Statement of Financial Position

As at 30 June 2019

| | Notes | *Signet Butler FFF European High Yield Fund as at 30 June 2019 € | *Signet Butler FFF European High Yield Fund as at 31 December 2018 € |
|--|-------|---|---|
| Assets | | | |
| <i>Financial assets at fair value through profit or loss</i> | | | |
| Investments in transferable securities | 5 | - | 13,381,515 |
| Financial derivative instruments | 8 | - | 26,456 |
| Cash and cash equivalents | 3 | 38,080 | 2,786,510 |
| Due from brokers | | - | 88,213 |
| Other receivables | | 1,505 | 156,370 |
| Total assets | | 39,585 | 16,439,064 |
| Liabilities | | | |
| <i>Financial liabilities at amortised cost</i> | | | |
| Investment management fee payable | 4 | - | 23,746 |
| Accrued fee expenses | | 21,668 | 91,985 |
| Other payables | | 17,917 | 32,756 |
| Total liabilities (excluding net assets attributable to holders of redeemable participating shares) | | 39,585 | 148,487 |
| Net assets attributable to holders of redeemable participating shares | | - | 16,290,577 |

* Signet Butler FFF European High Yield Fund closed on 27 May 2019.

See accompanying notes to the unaudited condensed financial statements.

SIGNET UCITS FUNDS PLC

Statement of Financial Position

As at 30 June 2019

| | Notes | Signet UCITS Funds PLC (Company total) as at 30 June 2019 € | *Signet UCITS Funds PLC (Company total) as at 31 December 2018 € |
|--|-------|--|---|
| Assets | | | |
| <i>Financial assets at fair value through profit or loss</i> | | | |
| Investments in transferable securities | 5 | - | 13,381,515 |
| Financial derivative instruments | 8 | - | 26,456 |
| Cash and cash equivalents | 3 | 38,080 | 2,786,510 |
| Due from brokers | | - | 88,213 |
| Other receivables | | 1,505 | 156,370 |
| Total assets | | 39,585 | 16,439,064 |
| Liabilities | | | |
| <i>Financial liabilities at amortised cost</i> | | | |
| Investment management fee payable | 4 | - | 23,746 |
| Accrued fee expenses | | 21,668 | 91,985 |
| Other payables | | 17,917 | 32,756 |
| Total liabilities (excluding net assets attributable to holders of redeemable participating shares) | | 39,585 | 148,487 |
| Net assets attributable to holders of redeemable participating shares | | - | 16,290,577 |

*Asian Bond Portfolio closed on 22 May 2017 and US High Income Bond Portfolio closed on 15 May 2017.

See accompanying notes to the unaudited condensed financial statements.

SIGNET UCITS FUNDS PLC

Statement of Comprehensive Income

| | *Asian Bond Portfolio period ended 30 June 2018 |
|--|--|
| Notes | \$ |
| <hr/> | |
| Revenue | |
| Net loss on foreign exchange | (488) |
| Net investment loss | (488) |
| <hr/> | |
| Operating expenses | |
| Interest expense | 303 |
| Other expenses | (18,788) |
| Operating expenses | (18,485) |
| <hr/> | |
| Net income from operations | 17,997 |
| <hr/> | |
| Total comprehensive income for the period | 17,997 |
| <hr/> | |

*Asian Bond Portfolio closed on 22 May 2017.

See accompanying notes to the unaudited condensed financial statements.

SIGNET UCITS FUNDS PLC

Statement of Comprehensive Income

| | Notes | *US High Income Bond Portfolio period ended 30 June 2018 € |
|--|-------|---|
| Revenue | | |
| Interest income | 2(f) | (14,919) |
| Net gain on financial instruments at fair value through profit or loss | | 14,919 |
| Net loss on foreign exchange | | (224) |
| Net investment loss | | (224) |
| Operating expenses | | |
| Interest expense | | 600 |
| Other expenses | | (8,323) |
| Operating expenses | | (7,723) |
| Net income from operations | | 7,499 |
| Total comprehensive income for the period | | 7,499 |

* US High Income Bond Portfolio closed on 15 May 2017.

See accompanying notes to the unaudited condensed financial statements.

SIGNET UCITS FUNDS PLC

Statement of Comprehensive Income

For the period ended 30 June 2019

| | Notes | *Signet Butler FFF European High Yield Fund period ended 30 June 2019 € | *Signet Butler FFF European High Yield Fund period ended 30 June 2018 € |
|---|-------|--|--|
| Revenue | | | |
| Interest income | 2(f) | 304,098 | 282,949 |
| Net gain/(loss) on financial instruments at fair value through profit or loss | | 578,635 | (288,102) |
| Other income | | 9,006 | - |
| Net gain on foreign exchange | | 489,208 | 286,938 |
| Net investment gain | | 1,380,947 | 281,785 |
| Operating expenses | | | |
| Investment management fees | 4(a) | 103,142 | 92,516 |
| Administration fees | 4(b) | 70,480 | 50,453 |
| Audit fees | | 8,604 | 5,812 |
| Directors' fees | 7 | 10,368 | 9,387 |
| Depositary fees | 4(d) | 7,241 | 14,338 |
| Trustee fees | | 4,778 | - |
| Interest expense | | 3,449 | - |
| Other expenses | | 59,505 | 41,336 |
| Operating expenses | | 267,567 | 213,842 |
| Net income from operations | | 1,113,380 | 67,943 |
| Total comprehensive income for the period | | 1,113,380 | 67,943 |

* Signet Butler FFF European High Yield Fund closed on 27 May 2019.

See accompanying notes to the unaudited condensed financial statements.

SIGNET UCITS FUNDS PLC

Statement of Comprehensive Income

For the period ended 30 June 2019

| | Notes | Signet UCITS Funds PLC (Company total) period ended 30 June 2019 € | Signet UCITS Funds PLC (Company total) period ended 30 June 2018 € |
|---|-------|---|---|
| Revenue | | | |
| Interest income | 2(f) | 304,098 | 270,349 |
| Net gain/(loss) on financial instruments at fair value through profit or loss | | 578,635 | (275,502) |
| Other Income | | 9,006 | - |
| Net gain on foreign exchange | | 489,208 | 286,337 |
| Net investment gain | | 1,380,947 | 281,184 |
| Operating expenses | | | |
| Investment management fees | 4(a) | 103,142 | 92,516 |
| Administration fees | 4(b) | 70,480 | 50,453 |
| Audit fees | | 8,604 | 5,812 |
| Directors' fees | 7 | 10,368 | 9,387 |
| Depository fees | 4(d) | 7,241 | 14,338 |
| Trustee fees | 4(d) | 4,778 | - |
| Interest expense | | 3,449 | 763 |
| Other expenses | | 59,505 | 18,440 |
| Operating expenses | | 267,567 | 191,709 |
| Net income from operations | | 1,113,380 | 89,475 |
| Total comprehensive income for the period | | 1,113,380 | 89,475 |

See accompanying notes to the unaudited condensed financial statements.

SIGNET UCITS FUNDS PLC

Statement of Changes in Net Assets Attributable to Holders of Redeemable Participating Shares

For the period ended 30 June 2019

| | **Asian Bond Portfolio period ended 30 June 2018 | *US High Income Bond Portfolio period ended 30 June 2018 | ***Signet Butler FFF European High Yield Fund period ended 30 June 2019 | ***Signet Butler FFF European High Yield Fund period ended 30 June 2018 |
|---|---|---|---|---|
| | \$ | \$ | € | € |
| Capital and reserves | | | | |
| Balance at beginning of period | - | - | 16,290,577 | 13,515,042 |
| Issuance of redeemable participating shares | - | - | - | 430,309 |
| Redemption of redeemable participating shares | (17,997) | (7,499) | (17,403,957) | (2,973,464) |
| Total comprehensive income for the period | 17,997 | 7,499 | 1,113,380 | 67,943 |
| Balance at end of period | - | - | - | 11,039,830 |

| | Signet UCITS Funds PLC (Company total) period ended 30 June 2019 | Signet UCITS Funds PLC (Company total) period ended 30 June 2018 |
|---|--|--|
| | € | € |
| Capital and reserves | | |
| Balance at beginning of period | 16,290,577 | 13,515,042 |
| Issuance of redeemable participating shares | - | 430,309 |
| Redemption of redeemable participating shares | 17,403,957 | (2,994,996) |
| Total comprehensive income for the period | 1,113,380 | 89,474 |
| Balance at end of period | - | 11,039,830 |

* US High Income Bond Portfolio closed on 15 May 2017.

** Asian Bond Portfolio closed on 22 May 2017.

*** Signet Butler FFF European High Yield Fund closed on 27 May 2019.

See accompanying notes to the unaudited condensed financial statements.

SIGNET UCITS FUNDS PLC

Statement of Cash Flows

For the period ended 30 June 2018

*Asian Bond
Portfolio
period ended
30 June 2018
\$

Cash flow from operating activities

Change in net assets attributable to holders of
redeemable participating shares for the period

17,997

Adjustments for:

Net change in operating assets and liabilities

Net decrease in other payable

(18,649)

Net cash flows used in operating activities

(652)

Cash flow from financing activities

Payments on redemption of redeemable participating shares

(17,997)

Net cash flows used in financing activities

(17,997)

Net decrease in cash and cash equivalents

(18,649)

Cash and cash equivalents at the beginning of the period

18,649

Cash and cash equivalents at the end of the period

-

* Asian Bond Portfolio closed on 22 May 2017.

Supplemental information on cash flows from operating activities:

Interest received

-

Interest paid

-

See accompanying notes to the unaudited condensed financial statements.

SIGNET UCITS FUNDS PLC

Statement of Cash Flows

For the period ended 30 June 2018

*US High Income
Bond Portfolio
period ended
30 June 2018
\$

Cash flow from operating activities

Change in net assets attributable to holders of
redeemable participating shares for the period 7,499

Adjustments for:

Net change in operating assets and liabilities

Net decrease in other payable (8,444)

Net cash flows used in operating activities (945)

Cash flow from financing activities

Payments on redemption of redeemable participating shares (7,499)

Net cash flows used in financing activities (7,499)

Net decrease in cash and cash equivalents (8,444)

Cash and cash equivalents at the beginning of the period 8,444

Cash and cash equivalents at the end of the period -

* US High Income Bond Portfolio closed on 15 May 2017.

Supplemental information on cash flows from operating activities:

Interest received -

Interest paid -

See accompanying notes to the unaudited condensed financial statements.

SIGNET UCITS FUNDS PLC

Statement of Cash Flows

For the period ended 30 June 2019

| | *Signet Butler FFF European High Yield Fund period ended 30 June 2019 € | *Signet Butler FFF European High Yield Fund period ended 30 June 2018 € |
|--|--|--|
| Cash flow from operating activities | | |
| Change in net assets attributable to holders of redeemable participating shares for the period | 1,113,380 | 67,943 |
| Adjustments for: | | |
| Net (gain)/loss on financial instruments at fair value through profit or loss | (580,496) | 275,424 |
| Net loss/(gain) on financial derivative instruments at fair value through profit or loss | 26,456 | (100,213) |
| Purchases of investments | (12,843,831) | (14,461,714) |
| Proceeds from sale of investments | 26,805,842 | 17,234,751 |
| Net change in operating assets and liabilities | | |
| Net decrease in other receivables | 154,865 | 22,401 |
| Net decrease in Investment management fees | (23,746) | (17,248) |
| Net increase in due to broker | - | 527,419 |
| Net (decrease)/increase in other payable | (14,839) | 3,418 |
| Net decrease in accrued fees and expenses | (70,317) | (6,510) |
| Net decrease/(increase) in due from brokers | 88,213 | (346,751) |
| Net cash flows generated from operating activities | 14,655,527 | 3,198,920 |
| Cash flow from financing activities | | |
| Proceeds from issuance of redeemable participating shares | - | 430,309 |
| Payments on redemption of redeemable participating shares | (17,403,957) | (2,973,464) |
| Subscriptions Received In Advance | - | (253,942) |
| Net cash flows used in financing activities | (17,403,957) | (2,797,097) |
| Net (decrease)/increase in cash and cash equivalents | (2,748,430) | 401,823 |
| Cash and cash equivalents at the beginning of the period | 2,786,510 | 680,639 |
| Cash and cash equivalents at the end of the period | 38,080 | 1,082,462 |

*Signet Butler FFF European High Yield Fund closed on 27 May 2019.

Supplemental information on cash flows from operating activities:

| | | |
|--------------------|---------|---------|
| Interest received | 303,801 | 310,720 |
| Interest paid | (3,282) | - |
| Dividends received | 9,006 | - |
| Dividends paid | - | - |

See accompanying notes to the unaudited condensed financial statements.

SIGNET UCITS FUNDS PLC

Statement of Cash Flows

For the period ended 30 June 2019

| | Signet UCITS Funds PLC (Company total) period ended 30 June 2019 € | Signet UCITS Funds PLC (Company total) period ended 30 June 2018 € |
|--|---|---|
| Cash flow from operating activities | | |
| Change in net assets attributable to holders of redeemable participating shares for the period | 1,113,380 | 89,475 |
| Adjustments for: | | |
| Net (gain)/loss on financial instruments at fair value through profit or loss | (580,496) | 275,424 |
| Net loss/(gain) on financial derivative instruments at fair value through profit or loss | 26,456 | (100,213) |
| Purchases of investments | (12,843,831) | (14,461,714) |
| Proceeds from sale of investments | 26,805,842 | 17,234,751 |
| Net change in operating assets and liabilities | | |
| Net decrease in other receivables | 154,865 | (346,751) |
| Net decrease in Investment management fees | (23,746) | 22,401 |
| Net increase in due to broker | - | (17,248) |
| Net (decrease)/increase in other payable | (14,839) | - |
| Net decrease in accrued fees and expenses | (70,317) | - |
| Net decrease/(increase) in due from brokers | 88,213 | 527,419 |
| Net decrease in other receivables | 154,865 | (19,463) |
| Net decrease in Investment management fees | (23,746) | (6,510) |
| Net cash flows generated from operating activities | 14,655,527 | 3,197,571 |
| Cash flow from financing activities | | |
| Proceeds from issuance of redeemable participating shares | - | 430,309 |
| Payments on redemption of redeemable participating shares | (17,403,957) | (2,994,995) |
| Subscriptions Received In Advance | - | (253,942) |
| Net cash flows used in from financing activities | (17,403,957) | (2,818,628) |
| Net gain on currency translation | - | 318 |
| Net (decrease)/increase in cash and cash equivalents | (2,748,430) | 379,261 |
| Cash and cash equivalents at the beginning of the period | 2,786,510 | 703,201 |
| Cash and cash equivalents at the end of the period | 38,080 | 1,082,462 |

Supplemental information on cash flows from operating activities:

| | | |
|--------------------|---------|---------|
| Interest received | 303,801 | 310,720 |
| Interest paid | (3,282) | - |
| Dividends received | 9,006 | |
| Dividends paid | - | |

See accompanying notes to the unaudited condensed financial statements.

SIGNET UCITS Funds PLC

Notes to the Unaudited Condensed Half Yearly Financial Statements

30 June 2019

1. General information

Signet UCITS Funds PLC (the “Company” or the “Fund”) was incorporated as an umbrella type open ended Investment Company with variable capital under the laws of the Republic of Ireland on 17 May 2010 with registration number 484509. The Company was authorised by the Central Bank as a UCITS pursuant to the European Communities (Undertakings for Collective Investments in Transferable Securities) Regulations 2011 and Central Bank of Ireland (Supervision and Enforcement) Act 2013 (Section 48(1)) (Undertakings for Collective Investment in Transferable Securities) Regulations, 2015.

The Company and each sub-fund are subject to the investment and borrowing restrictions contained in the regulations and the UCITS notices.

As at 30 June 2019, the Company had no active sub-fund. US High Income Bond Portfolio (“USHIP”) closed on 15 May 2017 and Asian Bond Portfolio (“ABP”) closed on 22 May 2017. Further, Signet Butler FFF European High Yield Fund (“EHYF”) was closed on 27 May 2019.

The investment objective of EHYF is to seek investment returns through income and capital appreciation by primarily investing in high yield debt securities of European corporate entities, financial institutions and sovereigns.

Redeemable participating shares in Euro (“€”), US Dollars (“\$”) and Pound Sterling (“£”) can be issued in Classes A, B and C of the sub-funds. The Euro and US Dollar shares of EHYF are listed on the Euronext Dublin.

The Company may from time to time create additional sub-funds as the Directors may deem appropriate and with the prior approval of the Central Bank of Ireland. Please refer to note 12 “Post Statement of Financial Position date events” for further details.

2. Significant accounting policies

(a) Statement of compliance

The financial statements have been prepared in accordance with International Financial Reporting Standards (“IFRSs”) as issued by the International Accounting Standards Board (“IASB”) as adopted by the European Union (“EU”). Specifically these financial statements have been prepared in accordance with IAS (International Accounting Standard) 34: Interim Financial Reporting.

(b) Basis of preparation

The financial statements have been prepared on a going concern basis. The financial statements have been prepared on a historical cost basis except for the revaluation of financial assets and liabilities to fair value. The accounting policies have been consistently applied by the Company throughout the period.

The Company maintains separate accounting records for each of the sub-fund share classes. Accordingly, the financial position of each sub-fund share class is computed and reflected separately.

Going concern

In light of the comments under “Post Statement of Financial Position date events” note on page 27, the Directors have assessed and confirmed the ability of the Company to operate on a going concern basis for at least the next 12 months. The Board of Directors will reassess the Going Concern assumptions in 12 months.

SIGNET UCITS Funds PLC

Notes to the Unaudited Condensed Half Yearly Financial Statements

30 June 2019

2. Significant accounting policies (continued)

(c) Functional and presentation currency

The functional and presentation currency of EHYF is Euro as this is the currency which most faithfully represents the economic effects of underlying transactions, events and conditions. The presentation currency of the Company is Euro. All financial information presented has been rounded to the nearest Euro or US Dollar as appropriate.

(i) Translation gains and losses

The Company maintains separate accounting records for each of the redeemable participating share classes in the currency of issue.

For the purpose of producing the Company totals in the financial statements, the Statement of Financial Position figures for each sub-fund have been translated to Euro at the exchange rates ruling at the period end, while the Statement of Comprehensive Income for each sub-fund have been translated at the average exchange rates for the period. The capital and reserve amounts at the beginning and the end of periods presented in the Statement of Changes in Net Assets Attributable to Holders of Redeemable Participating Shares have been translated at exchange rates prevailing at the respective Statement of Financial Position dates and the transactions with shareholders have been translated at average exchange rates for the period.

The foreign currency gains and losses arising on the translation to Euro have been presented in these financial statements. These do not affect the net asset value of any sub-fund.

(ii) Transactions in foreign currencies

Transactions in foreign currencies are translated at the foreign exchange rate ruling at the end of the day during which that transaction occurred. Monetary assets and liabilities denominated in foreign currencies at the date of the financial statements are translated to Euro at the foreign exchange rate ruling at that date. Foreign exchange differences arising on translation and realised gains and losses on disposal or settlement of monetary assets and liabilities are recognised in the Statement of Comprehensive Income.

The Company may engage in foreign exchange transactions in order to hedge, in line with hedging strategies documented in the prospectus, all non-base currency exposure back to base currency of the respective share class.

(d) Use of estimates

The preparation of financial statements in conformity with IFRS requires management to make estimates and assumptions that affect the application of policies and the reported amounts of assets and liabilities and disclosure of contingent assets and liabilities at the date of the financial statements and the reported amounts of income and expenses during the period. Actual results could differ from those estimates.

The estimates and underlying assumptions are reviewed on an on-going basis. Revisions to estimates are recognised in the period in which the estimate is revised and future accounting periods.

SIGNET UCITS Funds PLC

Notes to the Unaudited Condensed Half Yearly Financial Statements

30 June 2019

2. Significant accounting policies (continued)

(e) Financial instruments

(i) Classification

In accordance with IFRS 9, the Company classifies all its investments into the financial assets and financial liabilities at fair value through profit or loss category. The category of financial assets and financial liabilities at fair value through profit or loss comprises:

- Financial assets and liabilities held-for-trading: financial assets are classified as held for trading if they are acquired for the purpose of selling and repurchasing in the near term. This category includes investments in debt securities, equity instruments, collective investment schemes, option contracts, swap investments, equity swaps, contracts for difference, future contracts, forward contracts and warrants. All derivatives and liabilities from short sales of financial instruments are classified as held for trading. The Company's policy is not to apply hedge accounting.
- Financial instruments designated upon initial recognition at fair value through profit or loss. These include financial assets that are not held for trading purposes and which may be sold. At the date of this report no such assets were held.

(ii) Recognition

The Company recognises financial assets and liabilities at fair value through profit or loss initially on the trade date which is the date that the Company becomes party to contractual provisions of the instruments.

Financial assets and liabilities at fair value through profit or loss are recognised initially at fair value, with transaction costs recognised in the Statement of Comprehensive Income. Financial assets or financial liabilities not at fair value through profit or loss are recognised initially at fair value plus transaction costs that are directly attributable to their acquisition or issue.

(iii) Measurement

Subsequent to initial recognition, all instruments classified as at fair value through profit or loss are measured at fair value with any fair value changes recognised in the Statement of Comprehensive Income. Fair value is the amount for which an asset could be exchanged, or a liability settled, between knowledgeable, willing parties in an arm's length transaction.

The fair value of financial instruments is based on their quoted market prices on a recognised exchange or sourced from a reputable broker/counterparty, at the year-end date without any deduction for estimated future selling costs. For instruments for which there is no active market, the Fund may use models developed internally by the independent Administrator which is in accordance with valuation policy approved by the Directors. In instances where the Administrator, in the opinion of the Fund's investment manager, has been unable to obtain a fair value price, the Manager determines the fair value of such financial instruments.

Financial liabilities arising from the redeemable participating shares issued by the Company are carried at the redemption amount representing the investors' right to a residual interest in the sub-fund's assets.

(iv) Fair value measurement

Fair value is the price that would be received to sell an asset or paid to transfer a liability in an orderly transaction between market participants at the measurement date under current market conditions regardless of whether that price is directly observable or estimated using a valuation technique.

All changes in fair value, other than interest and dividend income and expenses, are recognised in profit or loss as part of net gain/loss from/to financial instruments at fair value through profit or loss.

SIGNET UCITS Funds PLC

Notes to the Unaudited Condensed Half Yearly Financial Statements

30 June 2019

2. Significant accounting policies (continued)

(e) *Financial instruments (continued)*

(v) *Derecognition*

A financial asset is derecognised when the Company no longer has control over the contractual rights that comprise that asset. This occurs when the rights are realised, expire or are surrendered. A financial liability is derecognised when it is extinguished or when the obligation specified in the contract is discharged, cancelled or expires.

(vi) *Specific instruments*

Debt securities

Investments in debt securities including both sovereign and corporate securities are valued using readily available quoted mid-market prices for the calculation of the published NAVs.

Forward foreign currency contracts

A forward foreign currency contract involves an obligation to purchase or sell a specific currency at a future date, at a price set at the time the contract is made. Forward foreign currency contracts are valued by reference to the forward price at which a new forward contract of the same size and maturity could be undertaken at the valuation date. The unrealised gain or loss on open forward foreign currency contracts is calculated as the difference between the contract rate and this forward price. Any unrealised gains are recorded as assets and losses as liabilities in the Statement of Financial Position.

Forward foreign currency contracts are entered into to hedge the Company's overall currency risk. Unrealised gains and losses on forward foreign currency contracts are recognised in the Statement of Comprehensive Income.

Offsetting

Financial assets and liabilities are offset and the net amount presented in the Statement of Financial Position when, the Company has a legal right to offset the amounts and it intends whether to settle on a net basis or realise the asset and settle the liability simultaneously.

(f) *Interest income*

Interest income is recognised in the Statement of Comprehensive Income for all interest bearing instruments on an effective interest method. Interest expenses are recognised as finance costs in the Statement of Comprehensive Income.

(g) *Expenses*

All expenses, including management fees and Depositary fees, are recognised in the Statement of Comprehensive Income on an accruals basis, as the related services are performed.

(h) *Finance cost*

Dividends on redeemable participating shares are recognised as finance cost in the Statement of Comprehensive Income as and when the dividends are declared.

(i) *Redeemable participating shares*

All redeemable shares issued by the sub-funds of the Company provide the investors with the right to require redemption for cash at the value proportionate to the investor's share in the sub-fund's net assets at the redemption date. In accordance with IAS 32 Financial Instruments: Presentation, such instruments give rise to a financial liability for the present value of the redemption amount.

SIGNET UCITS Funds PLC

Notes to the Unaudited Condensed Half Yearly Financial Statements

30 June 2019

2. Significant accounting policies (continued)

(j) Net asset value per redeemable participating share

The net asset value (“NAV”) per redeemable participating share as disclosed in note 13 of these financial statements is calculated in accordance with the information memorandum by dividing the net assets for each class by the number of redeemable participating shares outstanding in that class at period end.

(k) Realised and unrealised gains and losses

All realised and unrealised gains and losses are recognised using first-in-first-out as net gain/ (loss) on financial assets and liabilities at fair value through profit or loss in the Statement of Comprehensive Income.

Net gain/ (loss) on share class hedging contracts have been included in the net gain/ (loss) on foreign exchange line in the Statement of Comprehensive Income.

(l) Transaction costs

Transaction costs are incremental costs, which are separately identifiable and directly attributable to the acquisition, issue or disposal of a financial asset or financial liability. These include broker charges and commission.

(m) Taxation

On the basis that the Company is an investment undertaking within the meaning of Section 739B TCA 1997 (and not an investment undertaking to which Section 739I applies), the Company is not chargeable to Irish tax on its relevant income or relevant gains. However, it is required to account for tax in respect of chargeable events. A chargeable event includes payments of dividends or distributions to Shareholders or any encashment, redemption, cancellation or transfer of the Shares. No tax will arise in respect of a Shareholder who is not Irish resident at the time of the chargeable event provided a declaration is in place.

Distributions of income and capital gains and interest on securities issued in countries other than Ireland may be subject to taxes including withholding taxes imposed by such countries. The Company may not be able to benefit from a reduction in the rate of withholding tax by virtue of the double taxation treaties in operation between Ireland and other countries. The Company may not therefore be able to reclaim withholding tax suffered by it in particular countries.

(n) New accounting pronouncements

New standards, amendments and interpretations issued and effective for the financial period beginning 1 January 2018 and adopted by the Company

IFRS 9, ‘Financial Instruments’, replaces IAS 39 Financial Instruments: Recognition and Measurement for annual periods beginning on or after 1 January 2018, brings together all three aspects of the accounting for financial instruments: classification and measurement, impairment and hedge accounting. There is no impact on the Fund’s financial position or performance after adoption of IFRS 9 as:

- Derivative contracts continue to be classified as fair value through profit or loss, consistent with IAS 39;
- Financial assets, other than investments measured at fair value through profit and loss, are held to collect contractual cash flows and give rise to cash flows representing solely payments of principal and interest, thus continue to be classified at amortised cost, consistent with IAS 39;
- Financial liabilities, other than investments measured at fair value through profit and loss, continue to be classified at amortised cost, consistent with IAS 39;
- The Fund only holds trade receivables with no financing component and which have maturities of less than 12 months, therefore no impairment losses resulted from applying the “Expected Credit Losses” (“ECLs”) model of IFRS 9 compared to the IAS 39 “Impaired Loss” model; and

The Company has retrospectively applied IFRS 9 with the initial application date of 1 January 2018 and adjusting the comparative information for the period beginning 1 January 2017, impact of the same is Nil.

SIGNET UCITS Funds PLC

Notes to the Unaudited Condensed Half Yearly Financial Statements

30 June 2019

2. Significant accounting policies (continued)

(n) New accounting pronouncements (continued)

New standards, amendments and interpretations issued and effective for the financial period beginning 1 January 2018 and adopted by the Company (continued)

The revised accounting policies as a result of adopting IFRS 9 are given below under the headings “Financial assets at fair value through profit or loss”, “Financial liabilities at fair value through profit or loss” and “Financial assets and liabilities subsequently measured at amortised cost”.

Financial assets at fair value through profit or loss

A financial asset is measured at fair value through profit or loss if:

- (a) Its contractual terms do not give rise to cash flows on specified dates that are solely payments of principal and interest (SPPI) on the principal amount outstanding; or
- (b) It is not held within a business model whose objective is either to collect contractual cash flows, or to both collect contractual cash flows and sell; or
- (c) At initial recognition, it is irrevocably designated as measured at fair value through profit or loss when doing so eliminates or significantly reduces a measurement or recognition inconsistency that would otherwise arise from measuring assets or liabilities or recognising the gains and losses on them on different bases.

Included within this category are:

- Investments in equity instruments;
- Investments in debt instruments that are held under a business model to manage them on a fair value basis for investment income and fair value gains; and
- Derivative contracts in an asset position.

Financial liabilities at fair value through profit or loss

A financial liability is measured at fair value through profit or loss if it is held for trading, or it meets conditions below:

At initial recognition, a financial liability is irrevocably designated as measured at fair value through profit or loss when doing so results in more relevant information, because either:

- (a) it eliminates or significantly reduces a measurement or recognition inconsistency (sometimes referred to as ‘an accounting mismatch’) that would otherwise arise from measuring assets or liabilities or recognising the gains and losses on them on different bases; or
- (b) a group of financial liabilities or financial assets and financial liabilities is managed and its performance is evaluated on a fair value basis, in accordance with a documented risk management or investment strategy, and information about the group is provided internally on that basis to the entity’s key management personnel.

Included within this category are:

Derivative contracts in a liability position

SIGNET UCITS Funds PLC

Notes to the Unaudited Condensed Half Yearly Financial Statements

30 June 2019

2. Significant accounting policies (continued)

(n) New accounting pronouncements (continued)

New standards, amendments and interpretations issued and effective for the financial period beginning 1 January 2018 and adopted by the Company (continued)

Financial assets and liabilities measured at amortised cost

A financial asset is measured at amortised cost if it is held within a business model whose objective is to hold financial assets in order to collect contractual cash flows and its contractual terms give rise on specified dates to cash flows that are solely payments of principal and interest on the principal amount outstanding. The Company includes in this category cash and cash equivalents, due from brokers and other assets.

All financial liabilities, other than those measured at fair value through profit or loss are measured at amortised cost. The Company includes in this category due to brokers and other payables; No impairment losses resulted from applying the "Expected Credit Losses" ("ECLs") model of IFRS 9 compared to the IAS 39 "Impaired Loss" model.

IFRS 15 - Revenue from contracts with customers

IFRS 15, 'Revenue from contracts with customers' deals with revenue recognition and establishes principles for reporting useful information to users of financial statements about the nature, amount, timing and uncertainty of revenue and cash flows arising from an entity's contracts with customers. Revenue is recognised when a customer obtains control of a good or service and thus has the ability to direct the use and obtain the benefits from the good or service. The standard replaces IAS 18 'Revenue' and IAS 11 'Construction contracts' and related interpretations. The standard is effective for annual periods beginning on or after 1 January 2018. The adoption of this standard did not have any impact on the Company's financial position or performance.

New standards, amendments and interpretations issued but not effective for the financial period beginning 1 January 2018 and not early adopted by the Company

The Standard issued but not yet effective up to the date of issuance of the Company's financial statements is listed below:

IFRS 16 'Leases' establishes principles for the recognition, measurement, presentation and disclosure of leases, with the objective of ensuring that lessees and lessors provide relevant information that faithfully represents those transactions. The standard provides a single lessee accounting model, requiring lessees to recognise assets and liabilities for all leases unless the lease term is 12 months or less or the underlying asset has a low value. Lessors continue to classify leases as operating or finance, with IFRS 16's approach to lessor accounting substantially unchanged from its predecessor, IAS 17. IFRS 16 was issued in January 2016 and applies to annual reporting periods beginning on or after 1 January 2019. Earlier application is permitted if IFRS 15 Revenue from Contracts with Customers has also been applied. The standard is not expected to have a significant impact on the Company's financial position or performance.

On 7 June 2017, the International Accounting Standards Board (IASB or the Board) issued IFRIC Interpretation 23 — Uncertainty over Income Tax Treatments (the Interpretation). The Interpretation clarifies application of recognition and measurement requirements in IAS 12 Income Taxes when there is uncertainty over income tax treatments. The Interpretation specifically addresses the following:

- ▶ Whether an entity considers uncertain tax treatments separately
- ▶ The assumptions an entity makes about the examination of tax treatments by taxation authorities
- ▶ How an entity determines taxable profit (tax loss), tax bases, unused tax losses, unused tax credits and tax rates
- ▶ How an entity considers changes in facts and circumstances

SIGNET UCITS Funds PLC

Notes to the Unaudited Condensed Half Yearly Financial Statements

30 June 2019

2. Significant accounting policies (continued)

(n) New accounting pronouncements (continued)

New standards, amendments and interpretations issued but not effective for the financial period beginning 1 January 2018 and not early adopted by the Company (continued)

Scope:

The Interpretation addresses the accounting for income taxes when tax treatments involve uncertainty that affects the application of IAS 12.

The Interpretation does not apply to taxes or levies outside the scope of IAS 12, nor does it specifically include requirements relating to interest and penalties associated with uncertain tax treatments. The Interpretation is applicable for annual reporting periods beginning on or after 1 January 2019. The standard is not expected to have a significant impact on the Company's financial position or performance,

There are no other standards, interpretations or amendments to existing standards that are not yet effective that would be expected to have a significant impact on the Company.

3. Cash and cash equivalents

Cash comprises current deposits with banks. Cash equivalents are short-term highly liquid investments that are readily convertible to known amounts of cash, are subject to an insignificant risk of changes in value, and are held for the purpose of meeting short-term cash commitments rather than for investment or other purposes.

At 30 June 2019 the Company held € 38,335 cash with HSBC Institutional Trust Services (Ireland) DAC (31 December 2018: € 2,786,066) and EUR (255) with Royal Bank of Scotland.

4. Operating expenses

(a) Investment management fees

Signet Butler FFF European High Yield Fund

In accordance with the Supplement, the Investment Manager is entitled to an aggregate fixed fee of 1.5% per annum on the net asset value of the Class A Shares, 1.85% per annum of the net asset value on the Class B Shares, 1.5% per annum of the net asset value on the Class X Shares and 2.0% per annum of the net asset value on the Class Y Shares.

(b) Administration fee

Signet Butler FFF European High Yield Fund

The administration fee for EHYF is calculated as a charge based on the net assets of the sub-fund at each Valuation Point, after charging all normal costs but before calculating any fees due to the Investment Manager based on the following incremental fee scales:

- 0.17% p.a. Net assets up to \$ 250 million;
- 0.15% p.a. Net assets between \$ 250 million – \$ 500 million; and
- 0.13% p.a. Net assets between \$ 500 million.

SIGNET UCITS Funds PLC

Notes to the Unaudited Condensed Half Yearly Financial Statements

30 June 2019

4. Operating expenses (continued)

(b) Administration fee (continued)

Signet Butler FFF European High Yield Fund (continued)

Such fees are subject to a minimum monthly fee of \$ 5,000 per month per sub-fund for the first twelve months of the initial term of the Services Agreement and effective 1 January 2015, \$ 8,000 per month per sub-fund for daily reporting funds, and the monthly minimum fee is set at \$ 6,000 per month for weekly reporting funds.

Additional fees are payable to the Administrator for the use of a licensed trade capture system at the rate of \$ 2,200 per month at Company level. The administrator may also charge a handling fee for the processing of trades on a manual basis at the rate of \$15- \$50 per trade depending on complexity. Additional charges for manual trade cancellation or correction may also be levied. Further, communication fees of \$ 950 per month are payable to the administrator at Company level.

For the period ended 30 June 2019 the administrator fee was € 63,980 (30 June 2018: € 50,453) of which € Nil (31 December 2018: € 25,783) is payable.

(c) Transaction Fees

Signet Butler FFF European High Yield Fund

A transaction fee of € 20 will be charged for each manual investment security transaction and a fee of €25 per external wire.

(d) Depositary and Trustee Fee

Signet Butler FFF European High Yield Fund

The Depositary will be paid a fee of € 1,000 per month by the sub-funds and reserves the right to charge a one-off fee of € 5,000 for the Fund set-up. The Depositary will also be paid a trustee fee of 0.025% p.a. based on the net asset value per fund as of each valuation point, subject to a monthly minimum fee of €1,000 per fund.

(e) Directors' fees

For the financial period ended 30 June 2019 the total director fee charged to the Company was € 10,368 (30 June 2018: € 9,387) which includes fees amounting to € 2,760 (30 June 2018: € 3,000) paid to Maitland for director services rendered by John Mills. Directors' fees payable at the financial period end amounted to € 7,249 (31 December 2018: € 18,000), which includes € 2,760 (31 December 2018: € 6,000) payable to Maitland.

SIGNET UCITS Funds PLC

Notes to the Unaudited Condensed Half Yearly Financial Statements

30 June 2019

5. Fair value information

(a) Fair value hierarchy analysis

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: Quoted market price (unadjusted) in active markets for identical assets or liabilities. This category includes investments in exchange traded debt securities, exchange traded investment funds and daily priced investment funds with readily available market prices.
- Level 2: Valuation techniques based on observable market inputs, 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 where all significant inputs are directly or indirectly observable from market data. The Company classifies the investments in weekly/monthly priced funds with less than 90 days' notice period as level 2. Investments in forward foreign currency contracts entered into by the sub-funds are also classified as level 2. Investments in quoted debt securities where the price is determined not to reflect an active market may be classified as level 2.
- Level 3: Valuation techniques using significant unobservable inputs. This category includes all instruments where the valuation technique includes inputs not based on observable data and the unobservable inputs have a significant effect on the instrument's valuation. The Company classifies investments in underlying investee Funds with significant redemption restrictions resulting from suspended NAVs, gates, etc. as level 3 investments.

Fair values of financial assets and liabilities that are traded in active markets are based on quoted market prices or dealer price quotations. For all other financial instruments the Company determines fair values using valuation techniques.

The Company and its Sub funds did not hold any financial instruments as at 30 June 2019.

The table below provides an analysis of the fair value measurements used by the sub funds to fair value their financial instruments in their Statement of Financial Position as at 31 December 2018, categorised by the following fair value hierarchy.

| Signet Butler FFF European High Yield Fund | Level 1 | Level 2 | Level 3 | Total |
|--|------------------|-------------------|----------------|-------------------|
| | € | € | € | € |
| 31 December 2018 | | | | |
| Financial assets at fair value through profit or loss | | | | |
| Debt securities | 915,059 | 10,966,756 | - | 11,881,815 |
| Equities | 1,499,700 | - | - | 1,499,700 |
| <i>Financial derivative instruments</i> | | | | |
| Forward foreign currency contracts | - | 24,896 | - | 24,896 |
| Index options | 1,560 | - | - | 1,560 |
| Total assets | 2,416,319 | 10,991,652 | - | 13,407,971 |

(b) Assets and liabilities not carried at fair value but for which fair value is disclosed

The fair value hierarchy the Fund's assets and liabilities (by class) not measured at fair value at 31 December 2018, but for which fair value is disclosed. This assets and liabilities include cash and cash equivalents, other receivable and other payable which are carried at amortized cost and their carrying value are a reasonable approximation of fair value.

The cash and cash equivalents and bank overdraft are categorized as Level 1. Other receivables and other payables are categorized as level 2.

SIGNET UCITS Funds PLC

Notes to the Unaudited Condensed Half Yearly Financial Statements

30 June 2019

6. Shares in issue

The Company carries out its investment objectives through its sub-funds by providing investors with exposure to a selected range of collective investment schemes, debt securities and other investment strategies to ensure a stable and strong base to maximize returns to all investors, and to manage liquidity risk arising from redemptions.

Investors select the sub-fund and respective share class in which they wish to invest.

Subscription to the sub-funds share classes together with the income arising from their investment and the expenses attributable to those assets are credited or charged to that sub-funds' share class. Upon redemption, shareholders are only entitled to their proportion of net assets held in the sub-funds share classes in which they have invested.

The minimum authorised share capital of the Company is €2 divided into 2 Subscriber Shares of €1 each. The maximum authorised share capital of the Company is 500,000 Subscriber Shares of €1 each and 100,000,000,000 Participating Shares of no par value. The liability of each shareholder is limited to the amount that they have invested. The Subscriber Shares have no voting rights.

The minimum capital required is € 300,000, or its foreign currency equivalent. If redemptions from investors or decreases in the value of the Company's investment portfolio cause the value of the share capital to fall below the equivalent of € 300,000 the Directors will request that the Investment Manager ensure that additional capital is subscribed to the Company in order to increase the capital to its required minimum level. Alternatively, the Directors will make a decision to seek the termination of the Company, the return of assets to shareholders and the revocation of the Company's authorisation.

The dealing NAV of the sub-funds participating share classes are calculated and published on a weekly basis by the administrator.

The movement in the number of participating redeemable shares during the period is as follows:

| Fund | Share Class | Shares in issue at beginning of period | Shares issued during Period ended 30 June 2019 | Shares redeemed during Period ended 30 June 2019 | Shares in issue at 30 June 2019 |
|--|------------------|--|--|--|---------------------------------|
| Signet Butler FFF European High Yield Fund | \$ Share Class A | 133,239 | - | 133,239 | - |
| | € Share Class A | 13,512 | - | 13,512 | - |
| | € Share Class B | 3,763 | - | 3,763 | - |

| Fund | Share Class | Shares in issue at beginning of period | Shares issued during Period ended 30 June 2018 | Shares redeemed during Period ended 30 June 2018 | Shares in issue at 30 June 2018 |
|--|------------------|--|--|--|---------------------------------|
| Signet Butler FFF European High Yield Fund | \$ Share Class A | 94,349 | 1,727 | 19,742 | 76,334 |
| | \$ Share Class B | 982 | - | - | 982 |
| | € Share Class A | 14,387 | - | 875 | 13,512 |
| | € Share Class B | 12,977 | 2,152 | 4,400 | 10,729 |
| | € Dist. Class B | 3,300 | - | 3,300 | - |

SIGNET UCITS Funds PLC

Notes to the Unaudited Condensed Half Yearly Financial Statements

30 June 2019

7. Related parties

There were no investment transactions between the Company and its Directors. Certain fees are payable to the Directors. The total Directors' fee for the period ended 30 June 2019 was € 10,368 (30 June 2018: € 9,387) of which € 7,249 (31 December 2018: € 18,000) which remains unpaid at the period end.

For fees paid to the Investment Manager please refer to note 4.

8. Derivative contracts

Forward foreign currency contracts are over the counter derivative contracts whereby the seller agrees to make delivery at a specified future date of the respective asset or liability (e.g. currency) at a specified price. Gains and losses on forwards are recorded by the Company based upon market fluctuations and are recorded as net gain (loss) from financial assets and liabilities at fair value through profit or loss in the Statement of Comprehensive Income.

Swaps represent agreements that obligate two parties to exchange cash flows at specified intervals based upon or calculated by reference to changes in specified prices or rates for a specified amount of an underlying asset or otherwise deemed notional amount. The payment flows are usually netted against each other, with the difference being paid by one party to the other. Therefore amounts required for the future satisfaction of the swaps may be greater or less than the amount recorded. The ultimate gain or loss depends upon the prices at which the underlying financial instruments of the swaps is valued at the swap's settlement date and is included in the statement of comprehensive income.

Futures are contracts for delayed delivery of commodities, securities or money market instruments in which the seller agrees to make delivery at a specified future date of a specified commodity or instrument, at a specified price or yield. Gains and losses on futures are recorded by the Company based upon market fluctuations and are recorded as realised or unrealised gains or losses in the statement of comprehensive income.

The Company and its sub funds did not hold any derivative contracts as at 30 June 2019.

As at 31 December 2018, the following derivative contracts were included in the Company's Statement of Financial Position at fair value through profit or loss:

Exposure by counterparty derivative financial instruments and amount of collateral received to reduce counterparty exposure:

As at 31 December 2018:

| | Signet Butler FFF European High Yield Fund | |
|--------------------------------|---|--------------------------------|
| | Fair value of exposure | Value of collateral |
| HSBC Bank PLC | € (24,896) | - |
| Credit Suisse International | € (1,560) | - |

SIGNET UCITS Funds PLC

Notes to the Unaudited Condensed Half Yearly Financial Statements

30 June 2019

9. Exchange rates

The applicable exchange rates were as follows:

| | 30 June 2019 | 31 December 2018 | Average Rate for the period 1 January 2019 to 30 June 2019 |
|----------------------------|-----------------|---------------------|---|
| SPOT Exchange Rates | | | |
| EHYB | | | |
| EUR/USD | 1.1390 | 1.1434 | 1.1412 |
| CHF/EUR | 0.9005 | 0.8877 | 0.8941 |
| EUR/GBP | 0.8951 | 0.8978 | 0.8964 |

10. Soft commissions

No soft commission arrangements were entered into during the period ended 30 June 2018.

11. Significant events during the financial period

On 28 March 2019, the Board of Directors have signed a written resolution, resolving to convene an extraordinary general meeting ("EGM") of the shareholders for the purpose of passing certain special resolutions which would enable the Directors of the Company to compulsorily redeem all of the shares of EHYF. The Board of Directors have taken such action based on recommendation from the Investment Manager, since the anticipated growth in assets under management has not materialized despite the very good performance generated by the Sub-Investment Manager.

Depository merged into HSBC France, Dublin Branch on 1 April 2019 and started operating its business from a Dublin branch of HSBC France.

12. Post Statement of Financial Position date events

The Board of Directors and Investment Manager are currently preparing the launch of the "Signet Equity Fund", a new Sub-Fund, which is due to be approved the Central Bank of Ireland in due course. The new Sub-Fund is expected to be launched in Q3 2019 with USD 20 million.

SIGNET UCITS Funds PLC

Notes to the Unaudited Condensed Half Yearly Financial Statements

30 June 2019

13. NAV and NAV per share history

| Signet Butler FFF European High Yield Fund | 30 June 2019 | 31 December 2018 | 30 June 2018 |
|--|--------------|--------------------|--------------------|
| Net asset value | | €16,290,577 | €12,420,566 |
| USD Share Class A (\$) | | | |
| NAV per share | - | \$123.20 | \$124.84 |
| Class Net asset value | - | \$16,414,413 | \$9,529,789 |
| USD Share Class A Distribution (\$) | | | |
| NAV per share | - | - | - |
| Class Net asset value | - | - | - |
| USD Share Class B (\$) | | | |
| NAV per share | - | - | 100.88 |
| Class Net asset value | - | - | 99,072 |
| EUR Share Class A (€) | | | |
| NAV per share | - | €111.97 | 115.01 |
| Class Net asset value | - | €1,512,890 | 1,553,938 |
| EUR Share Class B (€) | | | |
| NAV per share | - | €112.12 | 115.37 |
| Class Net asset value | - | €421,894 | 1,237,767 |
| EUR Share Class Dis B (€) | | | |
| NAV per share | - | - | - |
| Class Net asset value | - | - | - |

14. Risks associated with financial instruments

The Company's objectives include the preservation of investor capital while generating positive returns equivalent to or in excess of the equity premium over cash, with relatively low volatility and limited correlation to market movements affecting traditional asset classes.

EHYF in the normal course of business enter into investment transactions in transferable securities listed on a stock exchange or outside traded including investments in corporate and sovereign debt securities. Financial instruments in the sub-funds include investments in collective investment schemes, investments in debt securities, cash and cash equivalents, interest receivable, subscriptions receivable, bank overdrafts, accrued expenses and redemptions payable.

The main risks to which the sub-funds are exposed to are market risk (including price risk, interest rate risk and currency risk), credit risk and liquidity risk.

Market risk

The sub-funds activities expose them primarily to the market risk of changes in prices, interest rates and foreign currency exchange rates.

The Company's strategy on the management of investment risk is driven by individual sub-funds investment objectives as outlined in the sub-funds' supplements, and aims to manage and control market risk exposure within acceptable parameters, while maximising returns.

SIGNET UCITS Funds PLC

Notes to the Unaudited Condensed Half Yearly Financial Statements

30 June 2019

14. Risks associated with financial instruments (continued)

Price risk

Market price risk is the risk that the fair value of the financial instrument will fluctuate due to changes in market prices (other than those arising from interest rate risk or currency risk), whether caused by factors specific to an individual investment, its issuer, or factors affecting all instruments traded in the market.

The sub-funds are exposed to market price risk arising from their investments in a variety of collective investment schemes and debt securities.

The investments of the sub-funds are subject to normal market fluctuations and other risks inherent in investing in securities. There can be no assurance that any appreciation in value of instruments will occur. The value of investments and the income derived there from may fall as well as rise and investors may not recoup their original investment amount in the Company.

The sub-funds are subject to daily risk monitoring and compliance checks. Compliance with UCITS regulations is imposed pre and post trade. The Investment Manager relies on the services provided by Arkus Financial Services ("Arkus") for what concerns the calculation of the sub-fund's global exposure (VaR) and the monitoring of the post-trade adherence to the UCITS restrictions. All relevant portfolio data are transmitted to Arkus by the Administrator on a daily basis.

The fair value hierarchy classifications of the investment assets and liabilities held by the sub-funds are detailed in Note 5.

For EHYF, Value at Risk (VaR) model is used by the investment manager to monitor risk.

Other risk aggregates are measured and monitored monthly, as well as on an ad-hoc basis, monitoring portfolio risk, i.e. global exposure, leverage and position sizes will be measured relative to the various limits laid down for each sub-fund on a best-estimate approach. All investment exposures, if any, that are not listed on an open market will be calculated by the Investment Manager and checked against a third party valuation on a weekly basis.

EHYF

Global exposure and leverage

The global exposure of EHYF is calculated using an advanced risk measurement approach, as permitted under the Central Bank's Guidance Note 3/03.

The Investment Manager has opted to use an advanced risk measurement approach, including VaR analysis to manage the exposure of EHYF as the sub-fund may engage in complex investment strategies. EHYF may use Financial Derivative Instruments (FDIs) for investment purposes and/or for efficient portfolio management purposes.

The use of this advanced risk methodology is to ensure the leverage effect of utilising FDIs is not significant enough to cause disproportionate losses to the EHYF sub-funds overall value. Arkus back-tests the VaR model on a daily basis by comparing the sub-fund's daily VaR measure with the sub-fund's daily realized return in order to detect any overshoots.

The VaR model was independently stress tested prior to the sub-funds launching.

For the period ended 30 June 2019 no leverage was employed by EHYF through the use of FDIs.

SIGNET UCITS Funds PLC

Notes to the Unaudited Condensed Half Yearly Financial Statements

30 June 2019

14. Risks associated with financial instruments (continued)

Price risk (continued)

Although VaR is an important tool for measuring market risk, the assumptions on which the model is based give rise to some limitations, including the following:

- A one month holding period assumes that it is possible to dispose of positions within that period. This may not be the case for certain highly illiquid assets or in situations in which there is severe general market illiquidity;
- A 99% confidence level does not reflect losses that may occur beyond this level, meaning that within the model used there is a 1% probability that losses could exceed the VaR;
- VaR is calculated on an end-of-day basis and does not reflect exposures that may arise on positions during the trading day;
- The VaR measure is dependent upon the sub-fund's position on the volatility of market prices

EHYF use VaR as a statistical measurement, VaR should not be regarded as an appropriate tool for risk management purposes when used in isolation.

Market risk

The VaR analysis for the period 1 January 2019 to 30 June 2019 is as follows:

| | Signet Butler FFF European High Yield Fund* 30 June 2019 | |
|---|--|-----------------------------------|
| | Absolute VaR | % Utilization of VaR Limit |
| Absolute VaR (1d, 99%) on 30 June 2019 | N.A. | N.A. |
| Median VaR for the period | 1.42% | 24% |
| Average VaR for the period | 1.50% | 25% |
| Max VaR (Close of business days) for the period | 2.38% | 40% |
| Min VaR (Close of business days) for the period | 0.11% | 2% |
| VaR Limit (UCITS regulation) | 20% | |
| VaR Limit (Sub-Fund) | 6% | |
| Average gross notional leverage from FDI | 29% | |
| Min gross notional leverage from FDI | 2% | |
| Max gross notional leverage from FDI | 120% | |

SIGNET UCITS Funds PLC

Notes to the Unaudited Condensed Half Yearly Financial Statements

30 June 2019

14. Risks associated with financial instruments (continued)

Credit risk

Credit risk, is the risk that counterparty to a financial instrument will fail to discharge an obligation or commitment that it has entered into with the Company.

EHYF has exposure to credit risk from the issuers of the debt securities in which they invest.

During the period under review the Company used HSBC Bank PLC as the counterparty for its hedging activities. HSBC Institutional Trust Services (Ireland) Limited (HTIE), as custodian for the Company also holds investments on behalf of the sub-funds in segregated accounts. These investments are not held on the balance sheet of HSBC Institutional Trust Services (Ireland) Limited, a division of HSBC Bank plc as they are not owned by HSBC but by the sub-funds.

Bankruptcy or insolvency of HSBC as the Custodian may cause the Company's and sub-funds' rights with respect to securities held by the Custodian to be delayed or limited. The Company monitors its risk by monitoring the credit quality and financial positions of the Custodian the Company uses.

Cash accounts are also segregated in the name of the sub-funds and are held with HSBC Institutional Trust Services (Ireland) Limited. The Company is exposed to credit risk on its hedging activities and cash balances with HSBC. HSBC Bank plc's rating is A (31 December 2018: A) with S&P and A2 (31 December 2018: A2) with Moody's.

The carrying amounts of investments in collective investment schemes, swaps, futures and forward contracts for hedging purposes, debt securities and cash balances in the Company's Statement of Financial Position best represent the maximum credit risk exposure at the Statement of Financial Position date.

The Company also maintains cash accounts with Royal Bank of Scotland International Limited (RBS). RBS's rating is BBB (31 December 2018: BBB-) with S&P and Baa2 (31 December 2018: Baa2) with Moody's.

The Company and its Sub funds did not hold any financial instruments as at 30 June 2019. The financial assets exposed to credit risk as at 31 December 2018 were as follows:

Signet Butler FFF European High Yield Fund

Portfolio sensitivity analysis

31 December 2018

€

| | |
|---|-------------------|
| Investment in B rated debt securities | 1,277,286 |
| Investment in B- rated debt securities | 2,338,591 |
| Investment in B+ rated debt securities | 1,843,734 |
| Investment in BB rated debt securities | 622,771 |
| Investment in BB- rated debt securities | 1,040,459 |
| Investment in BB+ Rated Debt Securities | 180,859 |
| Investment in CCC rated debt securities | 408,150 |
| Investment in CCC+ rated debt securities | 1,864,562 |
| Investment in non - rated debt securities | 2,305,403 |
| | <hr/> |
| | 11,881,815 |
| Financial derivative instruments | 26,456 |
| Cash at bank | 2,786,510 |
| Other receivables | 88,213 |
| Due from broker | 156,370 |
| | <hr/> |
| Total assets | 14,939,364 |

SIGNET UCITS Funds PLC

Notes to the Unaudited Condensed Half Yearly Financial Statements

30 June 2019

14. Risks associated with financial instruments (continued)

Interest rate risk

Interest rate risk is the risk that the fair value or future cash flows of a financial instrument will fluctuate because of changes in market interest rates.

Interest rate risk is managed on a weekly basis by the Investment Manager in accordance with the policies and procedures in place. The Company's overall interest rate risks are monitored on a quarterly basis by the Board of Directors.

The following table details exposure to interest rate risk:

| Signet Butler FFF European High Yield Fund | Interest-bearing assets 30 June 2019 | Non Interest-bearing assets 30 June 2019 |
|---|---|---|
| | \$ | \$ |
| Cash and cash equivalents | 38,080 | - |
| Other current assets | - | 1,505 |
| Total assets | 38,080 | 1,505 |

| | Interest-bearing liabilities 30 June 2019 | Non Interest-bearing liabilities 30 June 2019 |
|---------------------------|--|--|
| | \$ | \$ |
| Other current liabilities | - | 39,585 |
| Total liabilities | - | 39,585 |

| Signet Butler FFF European High Yield Fund | Interest-bearing assets 31 December 2018 | Non interest-bearing assets 31 December 2018 |
|---|---|---|
| | € | € |
| Cash and cash equivalents | 2,786,510 | - |
| Investment in transferable securities | 11,881,815 | 1,499,700 |
| Financial derivative instruments | - | 26,456 |
| Other current assets | - | 156,370 |
| Due from Brokers | - | 88,213 |
| Total assets | 14,668,325 | 1,770,739 |

| | Interest-bearing liabilities 31 December 2018 | Non interest-bearing liabilities 31 December 2018 |
|---------------------------|--|--|
| | € | € |
| Other current liabilities | - | 148,487 |
| Total liabilities | - | 148,487 |

SIGNET UCITS Funds PLC

Notes to the Unaudited Condensed Half Yearly Financial Statements

30 June 2018

14. Risks associated with financial instruments (continued)

Currency risk

Currency risk is the risk that the fair value or future cash flows of a financial instrument will fluctuate because of changes in foreign exchange rates. At the reporting date the carrying value of the Fund's non-functional currency denominated financial assets and liabilities were as follows:

Signet Butler FFF European High Yield Fund

| Currency | 30 June 2019 | | 31 December 2018 | |
|-----------------|----------------|-----------------|------------------|-----------------|
| | Fair value (€) | % of Net assets | Fair value (€) | % of Net assets |
| US DOLLAR (USD) | 37,415 | - | (411) | (0.003)% |
| UK POUND (GBP) | (255) | - | - | - |
| Total | 37,160 | - | (411) | (0.003)% |

In the case of the USD Share Class, the Investment Manager hedges the USD currency exposure from the USD share class against the Euro through a series of rolling foreign exchange (FX) forward transactions. The FX USD/Euro forward transactions are clearly attributable to the USD Share Classes and any costs and gains/losses of the hedging transactions accrue solely to the USD share class. HSBC Bank plc. was the counterparty for these OTC forward contracts.

15. Commitment and Contingencies

As at 30 June 2019, in the opinion of the Directors, there are no contingent liabilities.

16. Comparatives

The Comparative figures for the Statement of Financial Position relate to the year ended 31 December 2018, while the comparative figures for the Statement of Comprehensive Income and the Statement of changes in net assets attributable to holder of redeemable participating shares relate to the period ended 30 June 2018.

17. Connected Parties

The Central Bank of Ireland UCITS Regulations, 41 (1) – 'Dealings by manager, trustee and group companies' states in paragraph one that any transaction carried out with a UCITS by a manager, trustee, and/or associated or group companies of these ("connected parties") must be carried out as if negotiated at arm's length. Transactions must be in the best interests of the unit holders.

The Board of Directors are satisfied that there are arrangements (evidenced by written procedures) in place, to ensure that the obligations set out in Regulation 41 (1) of the UCITS Regulations are applied to all transactions with connected parties; and the Board of Directors are satisfied that transactions with connected parties entered during the period complied with the obligations set out in this paragraph.

18. Approval

The financial statements were approved by the Board of Directors on 27 August 2019.

SIGNET UCITS Funds PLC

SCHEDULE OF PURCHASES AND SALES OF INVESTMENTS

Signet Butler FFF European High Yield Fund

| MAJOR PURCHASES (being the 20 largest purchases in the period) | Quantity | Purchase Value (EUR) |
|---|------------------|---------------------------------------|
| ISHARES EURO HY CORP | 15,200 | 1,563,394 |
| LYXOR EURO OVERNIGHT RTN-ACC | 9,500 | 999,942 |
| EIRCOM 3.5% 15 MAY 2026 | 622,000 | 622,000 |
| ATCNA 8.0% 15 MAY 2027 REGS | 435,000 | 435,000 |
| GARSRL 5.125% 15 OCT 2026 REGS | 450,000 | 419,188 |
| SAPSJ 3.125% 15 APR 2026 REGS | 347,000 | 347,550 |
| EOFP 3.125% 15 JUN 2026 | 337,000 | 337,650 |
| SKGID 2.875% 15 JAN 2026 | 300,000 | 313,107 |
| PTECLN 4.25% 07 MAR 2026 | 307,000 | 307,950 |
| POWSOL 4.375% 15 MAY 2026 REGS | 300,000 | 307,350 |
| SKGID 2.875% 15 JAN 2026 FEB | 300,000 | 302,250 |
| ELISGP 1.75% 11 APR 2024 EMTN | 300,000 | 300,000 |
| SFRFP 5.875% 01 FEB 2027 REGS | 300,000 | 299,250 |
| AUTODI FRN 01 MAY 2022 REGS | 274,835 | 272,580 |
| SAZGR 7.25% 30 SEP 2025 REGS | 250,000 | 253,375 |
| TITIM 4.0% 11 APR 2024 EMTN | 250,000 | 249,886 |
| ADNT 3.5% 15 AUG 2024 REGS | 300,000 | 242,100 |
| PAPREC 4.0% 31 MAR 2025 REGS | 250,000 | 207,500 |
| SCHMAN 7.0% 31 JUL 2023 REGS | 200,000 | 201,625 |
| LOXAM 4.5% 15 APR 2027 REGS | 200,000 | 201,420 |
| | 5,747,535 | 8,183,117 |

| MAJOR SALES (being the 20 largest sales in the period) | Quantity | Sales Value (EUR) |
|---|------------------|------------------------------------|
| ISHARES EURO HY CORP | 30,200 | 3,119,394 |
| LYXOR EURO OVERNIGHT RTN-ACC | 9,500 | 999,400 |
| EIRCOM 3.5% 15 MAY 2026 | 622,000 | 624,448 |
| SUNSHM 6.5% 15 MAY 2026 REGS | 500,000 | 514,775 |
| FRTR 1.0% 25 MAY 2019 | 500,000 | 500,463 |
| SOCGEN 0% 08 MAR 2037 | 500,000 | 496,794 |
| KOANO 5.0% 15 JUL 2025 REGS | 450,000 | 447,313 |
| INEGRP 5.375% 01 AUG 2024 REGS | 428,000 | 439,856 |
| ATCNA 8.0% 15 MAY 2027 REGS | 435,000 | 436,072 |
| ROSINI 6.75% 30 OCT 2025 REGS | 400,000 | 426,664 |
| GARSRL 5.125% 15 OCT 2026 REGS | 450,000 | 425,925 |
| DBR 0.5% 15 FEB 2028 | 400,000 | 412,902 |
| ATCNA 7.25% 15 MAY 2022 REGS | 400,000 | 408,225 |
| AUTODI FRN 01 MAY 2022 OLD REGS | 360,000 | 356,850 |
| SAPSJ 3.125% 15 APR 2026 REGS | 347,000 | 348,633 |
| UGI 3.25% 01 NOV 2025 REGS | 330,000 | 345,687 |
| TCHEN 6.0% 30 JUL 2026 REGS | 335,000 | 345,337 |
| SPCHEM 6.5% 01 OCT 2026 REGS | 350,000 | 345,000 |
| EOFP 3.125% 15 JUN 2026 | 337,000 | 342,089 |
| ARGID 6.75% 15 MAY 2024 REGS | 315,000 | 334,418 |
| | 7,498,700 | 11,670,245 |