



Man AHL Diversified PCC Limited

Report and Aggregated Financial Statements for the year ended
30 June 2022

Man AHL Diversified PCC Limited

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Board of Directors

John Renouf
William Scott
William Simpson

Registered Office

1st Floor, Les Echelons Court
Les Echelons
South Esplanade
St Peter Port
Guernsey GY1 1AR
Channel Islands

Investment Manager, Trading Adviser and Introducing Broker

AHL Partners LLP
Riverbank House
2 Swan Lane
London EC4R 3AD
United Kingdom

Alternative Investment Fund Manager

Man Asset Management (Cayman) Limited
Fidelity Financial Centre, 2nd Floor
West Bay Road
P.O. Box 2427
Grand Cayman KY1-1105
Cayman Islands

Legal Adviser to the Company (as to Guernsey Law)

Ogier (Guernsey) LLP
Redwood House
St Julian's Avenue
St Peter Port
Guernsey GY1 1WA
Channel Islands

Auditor

Ernst & Young LLP
P.O. Box 9
Royal Chambers
St Julian's Avenue
St Peter Port
Guernsey GY1 4AF
Channel Islands

Swiss Paying Agent

RBC Investor Services Bank S.A.
Esch-sur-Alzette, Zurich branch
Badenerstrasse 567
P.O. Box 101
CH-8048 Zurich
Switzerland

Services Manager, Marketing Adviser and Swiss Representative

Man Investment AG
Huobstrasse 3
CH-8808 Pfäffikon SZ
Switzerland

Designated Custodian and Depositary Services Provider

J.P. Morgan Custody Services (Guernsey) Limited
1st Floor Les Echelons Court
Les Echelons
South Esplanade
St Peter Port
Guernsey GY1 1AR
Channel Islands

Designated Administrator, Company Secretary and Registrar

J.P. Morgan Administration Services (Guernsey) Limited
1st Floor, Les Echelons Court
Les Echelons
South Esplanade
St Peter Port
Guernsey GY1 1AR
Channel Islands

Administrator

BNY Mellon Fund Services (Ireland) Designated Activity Company
One Dockland Central
Guild Street
IFSC
Dublin 1
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Man AHL Diversified PCC Limited (the "Company") was incorporated under the laws of Guernsey on 7 December 2007 as a protected cell company. The Company carries on business as an open-ended investment holding company issuing a series of shares in respect of each protected cell of the Company and as at 30 June 2022 the Company had 3 (2021: 3) protected cells open for subscriptions and redemptions (the "Protected Cells").

The Directors present their report and aggregated financial statements for the Company for the year ended 30 June 2022. The Company comprises three protected cells (each a "Protected Cell") which are listed below:

- Man AHL Diversified (Guernsey) Class A USD Shares*
- Man AHL Diversified (Guernsey) Class B EUR Shares*
- Man AHL Diversified (Guernsey) Class C CHF Shares

*Classes A and B are currently listed on The International Stock Exchange ("TISE"), formerly the Channel Islands Securities Exchange ("CISE").

Each Protected Cell has a separate prospectus, independently establishing the investment strategy, guidelines and exposure to the AHL Diversified Programme.

The latest prospectus for the Company (the "Prospectus") was issued on 23 December 2021. The most recent supplement to the Protected Cells was issued on 23 December 2021 (the "Supplement").

Results

Results for the year for the Company and each Protected Cell are set out on page 10. The net return in absolute and percentage terms for the year ended 30 June 2022 and the net assets for each Protected Cell, as calculated in accordance with International Financial Reporting Standards ("IFRS"), as at 30 June 2022, are shown in the table below:

	Class A US\$	Class B EUR	Class C CHF	Aggregated US\$
Net gain	14,049,208	1,222,740	1,085,429	16,592,946
Net assets as at 30 June 2022	144,309,653	13,873,257	12,198,551	171,625,390
Change in net asset value per Share during the year	10.95%	9.60%	9.67%	
Commencement of trading	01/01/2008	14/10/2008	10/02/2009	

Please refer to the Investment Manager Report on page 6 for a performance review of the year.

The Directors do not propose a dividend for the year.

Principal activity

The principal activity of the Company is that of acting as an authorised collective investment scheme under The Authorised Collective Investment Schemes (Class B) Rules, 2021 ("Class B Rules") pursuant to The Protection of Investors (Bailiwick of Guernsey) Law, 2020.

Directors

The Directors of the Company are stated on page 2.

Directors' responsibilities

In accordance with The Companies (Guernsey) Law, 2008 and The Authorised Collective Investment Scheme (Class B) Rules, 2021, the Directors prepare aggregated financial statements for each financial year which give a true and fair view of the state of affairs of the Company and of the net gain or loss of the Company for that year. In preparing the aggregated financial statements, the Directors are required to:

- Select suitable accounting policies and then apply them consistently;
- Make judgements and estimates that are reasonable and prudent; and
- Prepare the aggregated financial statements on the going concern basis unless it is inappropriate to presume that the Company will continue in business.

The Directors are responsible for keeping proper accounting records which are sufficient to show and explain the Company's transactions and are such as to disclose with reasonable accuracy at any time the financial position of the Company at that time and to enable them to ensure that the aggregated financial statements are prepared properly and in accordance with any relevant enactment for the time being in force. They are also responsible for safeguarding the assets of the Company and, hence, for taking reasonable steps for the prevention and detection of fraud and other irregularities.

Disclosure of information to the auditors

The Directors confirm that they have taken all necessary steps they ought to have taken to make themselves aware of any relevant audit information and establish that the Company's auditors are aware of that information and, so far as they are aware, there is no relevant information of which the Company's auditors are unaware.

Subsequent events

There have been no significant events since the year end.

Significant changes to the Scheme Particulars during the year

There have been no significant changes to the Scheme Particulars during the year other than those referenced above.

Going concern

As detailed in Note 2, Management has determined that the Protected Cell has the ability to continue as a going concern and is satisfied that it has resources to continue in business for a period of at least 12 months beyond the date these financial statements are available to be issued.

Auditors

Ernst & Young's tenure is coming to an end. The Directors shall determine the appointment of the audit firm for the next financial period in the near future.

Approved and authorised for issue on behalf of the Board on 16 November 2022.

John Renouf

Director

William Simpson

Director

Man AHL Diversified PCC Limited
Designated Custodian's Report



In our opinion, Man Asset Management (Cayman) Limited, the alternative investment fund manager of the Company, has in all material respects, managed the Company for the year ended 30 June 2022 in accordance with the principal documents, the Scheme Particulars and The Authorised Collective Investment Schemes (Class B) Rules, 2021.

Approved and authorised on behalf of J.P. Morgan Custody Services (Guernsey) Limited on 16 November 2022.

A handwritten signature in blue ink, appearing to read 'D. McLaughlin', written over a horizontal line.

Director

While H2 2021 was characterised by rising equity and commodity markets, and oscillating yields, H1 2022 saw concerted weakness in traditional assets. The S&P registered its worst start to the year in over six decades, and the bond sell-off was even larger in risk-adjusted terms. Commodities continued to rise, stoked by headline CPI numbers closing in on double-digits, itself a direct result of a natural resource squeeze from Russia's invasion of Ukraine. The 2s10s yield curve – an oft-reported portent of doom – inverted. Central banks started to raise rates across the globe, with the US Federal Reserve hiking by 75bp for the first time since 1994, and there was talk of higher increments to come.

Man AHL Diversified PCC Limited (the "Company") returned 10.95% in respect of Class A Redeemable Participating Shares, net of fees, with profits arising predominantly from fixed income and energy positions. Smaller losses were incurred in FX and equities trading.

Within the commodities complex, Energies were the standout performers. Natural gas prices sky-rocketed across regions as a result of a confluence of factors; low inventories, high demand from a growth-hungry post-COVID world, and supply disruption from Russia. The price of agricultural commodities was also squeezed from war in key crop exporter Ukraine. Trading in metals resulted in a small loss overall for the Company. Copper was the most negative contributor as price rises seen throughout most of Q1 were rapidly reversed in Q2 as concerns emerged that central banks would not be able to raise rates in an attempt to vanquish inflation without impacting growth.

Fixed income yields rose sharply in Q1 2022 as raging inflationary forces globally forced the hand of policymakers. Short-term rates such as Euribor were top performers, and further out the curve, a short position in Italian 10-year bonds profited as headline consumer price inflation in the Euro area hit an expectation-busting 8.1%. Canadian interest-rate-swap payer positions benefitted as the Bank of Canada cited inflationary forces being "more persistent than expected" as a reason for ending its quantitative easing programme and bringing forward its timeline for rising interest-rates. This news in Europe and Canada contrasted with Japan, where the central bank pledged to maintain yields at low levels and resulted in losses from the Company's long Japanese government bond position.

Currency trading finished the period marginally in the red, with two offsetting themes apparent as the US dollar continued to rise against a basket of currencies. In developed markets short positions in the euro and Japanese yen against the US dollar continued to be profitable, fuelled by the resurgent carry trade. Long positions in commodity currencies such as the South African rand, on the other hand, lost out.

The end of 2021 also marked the end of risk assets' bull run, and in turn this reversal proved a difficult environment for the Company. At the index level, losses were experienced in the Australian SPI 200 and Nikkei, while trading in H-Shares and the Korean Kospi proved profitable. At the sector level, losses were felt most in US healthcare and European banking names. Trading in the VIX volatility was notably difficult with high "vol of vol". Credit trading was flat as positioning changed from long to short, via short- and long-CDS positions respectively, as the period progressed.

Entering into H2 2022, the Company's main risk exposures in declining order are; short bonds, long USD, short equities, long energies, short metals, and short credit. Hence an outlook of continued inflationary pressure with ongoing growth concerns would be of potential benefit to the Company. Since the Fund's style is trend-following, it is designed to capture price trends and therefore it may adapt to changes in the economic environment, whatever that turns out to be.

Details on the principal risks and investment or economic uncertainties that the Company might face are outlined in Note 6 of the aggregated financial statements.

AHL Partners LLP
September 2022

The above Investment Manager's Report is a commentary for the period 1 July 2021 to 30 June 2022. It does not include or take account of any movements, returns or market information for subsequent periods. Past performance is not indicative of future results. Returns may increase or decrease as a result of currency fluctuations. The organisations and/or financial instruments mentioned are for reference purposes only. The content of this material should not be construed as a recommendation for their purchase or sale. Certain indices/measures mentioned on this page have been provided for information purposes only. They are intended to provide a comparative indication of particular asset classes, investment sectors, or financial markets more widely ("market backdrop"). Unless indicated otherwise, the investment process of the fund is independent of these indices/measures.

Man AHL Diversified PCC Limited

Aggregated statement of financial position

As at 30 June 2022



	Notes	Class A US\$	Class B EUR	Class C CHF	Aggregated US\$
Assets					
Cash and cash equivalents	3	7,254,160	6,797,454	5,701,854	20,350,023
Financial assets at fair value through profit or loss	4	138,814,552	7,302,534	6,650,566	153,433,217
Services management fees rebate receivable	8,9	14,243	1,383	1,208	16,958
Other assets		3,460	4,209	-	7,872
Total assets		146,086,415	14,105,580	12,353,628	173,808,070
Liabilities					
Financial liabilities at fair value through profit or loss	4	-	(3,638)	(8,432)	(12,642)
Subscriptions received in advance	2	(95,952)	-	-	(95,952)
Redemptions payable	2	(225,766)	(65,438)	-	(294,366)
Introducing broker fees payable	8,9	(125,162)	(12,158)	(10,517)	(148,919)
Management fees payable	8,9	(375,485)	(36,473)	(31,855)	(447,073)
Incentive fees payable	8,9	(795,882)	(75,637)	(67,812)	(946,174)
Services management fees payable	8,9	(61,038)	(19,132)	(19,521)	(101,533)
Directors' fees payable	8,9	(20,020)	(1,639)	(1,634)	(23,449)
Accrued expenses and other liabilities	8	(77,457)	(18,208)	(15,306)	(112,572)
Total liabilities (excluding net assets attributable to Redeemable Participating Shareholders)		(1,776,762)	(232,323)	(155,077)	(2,182,680)
Net assets attributable to Redeemable Participating Shareholders		144,309,653	13,873,257	12,198,551	171,625,390

Which are represented by:

Liability

72,311,338 Redeemable Participating Shares with a Net Asset Value per Redeemable Participating Share of US\$1.9956	10	144,309,653	-	-	144,309,653
8,614,659 Redeemable Participating Shares with a Net Asset Value per Redeemable Participating Share of EUR1.6104	10	-	13,873,257	-	14,543,723
9,143,372 Redeemable Participating Shares with a Net Asset Value per Redeemable Participating Share of CHF1.3341	10	-	-	12,198,551	12,772,014
		144,309,653	13,873,257	12,198,551	171,625,390

Approved and authorised for issue on behalf of the Board on 16 November 2022.

John Renouf
Director

William Simpson
Director

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

Man AHL Diversified PCC Limited

Aggregated statement of financial position

As at 30 June 2021



	Notes	Class A US\$	Class B EUR	Class C CHF	Aggregated US\$
Assets					
Cash and cash equivalents	3	26,370,573	6,496,682	6,121,306	40,691,168
Collateral balances with brokers	3	1	150,754	164,736	356,840
Financial assets at fair value through profit or loss	4	108,587,403	6,774,637	6,385,116	123,522,763
Services management fees rebate receivable	8,9	12,736	1,255	1,188	15,508
Other assets		3,175	-	-	3,175
Total assets		134,973,888	13,423,328	12,672,346	164,589,454
Liabilities					
Financial liabilities at fair value through profit or loss	4	-	(217,767)	(261,911)	(541,348)
Subscriptions received in advance	2	(30,890)	-	-	(30,890)
Redemptions payable	2	(418,116)	-	-	(418,116)
Introducing broker fees payable	8,9	(111,153)	(10,948)	(10,367)	(135,341)
Management fees payable	8,9	(333,458)	(32,845)	(31,100)	(406,023)
Incentive fees payable	8,9	(260,938)	(22,960)	-	(288,161)
Services management fees payable	8,9	(41,958)	(11,872)	(13,095)	(70,191)
Directors fees payable	8,9	(17,345)	(1,698)	(1,660)	(21,153)
Accrued expenses and other liabilities	8	(41,567)	(10,423)	(5,969)	(60,380)
Total liabilities (excluding net assets attributable to Redeemable Participating Shareholders)		(1,255,425)	(308,513)	(324,102)	(1,971,603)
Net assets attributable to Redeemable Participating Shareholders		133,718,463	13,114,815	12,348,244	162,617,851

Which are represented by:

Liability

74,338,030 Redeemable Participating Shares with a Net Asset Value per Redeemable Participating Share of US\$1.7987	10	133,718,463	-	-	133,718,463
8,925,579 Redeemable Participating Shares with a Net Asset Value per Redeemable Participating Share of EUR1.4693	10	-	13,114,815	-	15,549,935
10,150,574 Redeemable Participating Shares with a Net Asset Value per Redeemable Participating Share of CHF1.2165	10	-	-	12,348,244	13,349,453
		133,718,463	13,114,815	12,348,244	162,617,851

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

Man AHL Diversified PCC Limited

Aggregated statement of changes in net assets
For the year ended 30 June 2022



	Note	Class A US\$	Class B EUR	Class C CHF	Aggregated US\$
Net assets attributable to Redeemable Participating Shareholders at the beginning of the year		133,718,463	13,114,815	12,348,244	162,617,851
Issue of 4,460,868 Redeemable Participating Shares	10	8,325,459	-	-	8,325,459
Redemption of 6,487,560 Redeemable Participating Shares	10	(11,783,477)	-	-	(11,783,477)
Issue of 1,040,293 Redeemable Participating Shares	10	-	1,552,650	-	1,627,686
Redemption of 1,351,213 Redeemable Participating Shares	10	-	(2,016,948)	-	(2,114,423)
Issue of 183,633 Redeemable Participating Shares	10	-	-	225,000	235,577
Redemption of 1,190,835 Redeemable Participating Shares	10	-	-	(1,460,122)	(1,528,763)
Retranslation of amounts due to Redeemable Participating Shareholders		-	-	-	(2,347,466)
Amounts due to Redeemable Participating Shareholders		14,049,208	1,222,740	1,085,429	16,592,946
Net assets attributable to Redeemable Participating Shareholders at the end of the year		144,309,653	13,873,257	12,198,551	171,625,390

Aggregated statement of changes in net assets
For the year ended 30 June 2021

	Note	Class A US\$	Class B EUR	Class C CHF	Aggregated US\$
Net assets attributable to Redeemable Participating Shareholders at the beginning of the year		155,164,789	12,639,597	12,259,885	182,300,991
Issue of 2,387,153 Redeemable Participating Shares	10	3,868,403	-	-	3,868,403
Redemption of 31,734,102 Redeemable Participating Shares	10	(48,870,558)	-	-	(48,870,558)
Issue of 66,528 Redeemable Participating Shares	10	-	94,850	-	112,461
Redemption of 1,474,549 Redeemable Participating Shares	10	-	(1,992,004)	-	(2,361,873)
Issue of 36,479 Redeemable Participating Shares	10	-	-	44,000	47,568
Redemption of 1,967,780 Redeemable Participating Shares	10	-	-	(2,244,621)	(2,426,617)
Retranslation of amounts due to Redeemable Participating Shareholders		-	-	-	1,046,201
Amounts due to Redeemable Participating Shareholders		23,555,829	2,372,372	2,288,980	28,901,275
Net assets attributable to Redeemable Participating Shareholders at the end of the year		133,718,463	13,114,815	12,348,244	162,617,851

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

Man AHL Diversified PCC Limited

Aggregated statement of comprehensive income

For the year ended 30 June 2022



	Notes	Class A US\$	Class B EUR	Class C CHF	Aggregated US\$
Income					
Net (loss)/gain on foreign currency	7	(93)	70,757	(288,626)	(230,121)
Net gain on financial assets and liabilities at fair value through profit or loss	7	23,182,752	2,144,536	2,259,008	28,025,529
Services management fees rebate	8,9	152,206	14,727	13,717	183,534
Interest income		110,238	5	7	110,251
Other income		164	-	-	164
		23,445,267	2,230,025	1,984,106	28,089,357
Expenses					
Management fees	8,9	(4,019,926)	(388,984)	(362,293)	(4,847,390)
Incentive fees	8,9	(3,482,469)	(302,674)	(218,911)	(4,058,713)
Introducing broker fees	8,9	(1,339,975)	(129,661)	(120,664)	(1,615,688)
Services management fees	8,9	(383,350)	(113,694)	(118,747)	(639,003)
Interest expense		(2,028)	(46,161)	(51,126)	(108,953)
Directors' fees	8,9	(29,909)	(3,311)	(2,929)	(36,786)
Depository fees	8	(8,695)	(841)	(779)	(10,479)
Other expenses	8	(129,707)	(21,959)	(23,228)	(179,399)
		(9,396,059)	(1,007,285)	(898,677)	(11,496,411)
Amounts due to Redeemable Participating Shareholders		14,049,208	1,222,740	1,085,429	16,592,946

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

Man AHL Diversified PCC Limited

Aggregated statement of comprehensive income

For the year ended 30 June 2021



	Notes	Class A US\$	Class B EUR	Class C CHF	Aggregated US\$
Income					
Net (loss)/gain on foreign currency	7	(908)	180,514	222,134	458,569
Net gain on financial assets and liabilities at fair value through profit or loss	7	32,125,120	2,894,808	2,744,510	38,594,348
Services management fees rebate	8,9	153,613	14,739	14,280	186,888
Interest income		58,375	119	26	58,545
Other income		1,996	526	279	2,930
		32,338,196	3,090,706	2,981,229	39,301,280
Expenses					
Management fees	8,9	(4,058,393)	(389,411)	(376,232)	(4,936,377)
Incentive fees	8,9	(2,863,581)	(42,224)	-	(2,913,924)
Introducing broker fees	8,9	(1,352,798)	(129,803)	(125,408)	(1,645,456)
Services management fees	8,9	(380,955)	(104,968)	(114,065)	(631,530)
Interest expense		(30)	(36,998)	(64,153)	(114,683)
Directors' fees	8,9	(34,019)	(3,278)	(3,145)	(41,385)
Depositary fees	8	(8,764)	(845)	(680)	(10,519)
Other expenses	8	(83,827)	(10,807)	(8,566)	(106,131)
		(8,782,367)	(718,334)	(692,249)	(10,400,005)
Amounts due to Redeemable Participating Shareholders		23,555,829	2,372,372	2,288,980	28,901,275

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

Man AHL Diversified PCC Limited

Aggregated statement of cash flows

For the year ended 30 June 2022



	Class A US\$	Class B EUR	Class C CHF	Aggregated US\$
Cash flows from operating activities:				
Amounts due to Redeemable Participating Shareholders	14,049,208	1,222,740	1,085,429	16,592,946
Adjustments to reconcile net gain for the year attributable to Redeemable Participating Shareholders to net cash (used in)/provided by operating activities:				
Increase in financial assets at fair value through profit or loss	(30,227,149)	(527,897)	(265,450)	(29,910,454)
Decrease in financial liabilities at fair value through profit or loss	-	(214,129)	(253,479)	(528,706)
Decrease in collateral balances with brokers	1	150,754	164,736	356,840
Increase in services management fees rebate receivable	(1,507)	(128)	(20)	(1,450)
Increase in other assets	(285)	(4,209)	-	(4,697)
Increase in introducing broker fees payable	14,009	1,210	150	13,578
Increase in management fees payable	42,027	3,628	755	41,050
Increase in incentive fees payable	534,944	52,677	67,812	658,013
Increase in services management fees payable	19,080	7,260	6,426	31,342
Increase/(decrease) in directors' fees payable	2,675	(59)	(26)	2,296
Increase in accrued expenses and other liabilities	35,890	7,785	9,337	52,192
Effects of exchange rates on financial assets and liabilities	-	-	-	(818,823)
Net cash (used in)/provided by operating activities	(15,531,107)	699,632	815,670	(13,515,873)
Cash flows from financing activities:				
Proceeds on issuance of Redeemable Participating Shares	8,390,521	1,552,650	225,000	10,253,784
Payments on redemption of Redeemable Participating Shares	(11,975,827)	(1,951,510)	(1,460,122)	(15,550,413)
Net cash used in financing activities	(3,585,306)	(398,860)	(1,235,122)	(5,296,629)
Net change in cash and cash equivalents	(19,116,413)	300,772	(419,452)	(18,812,502)
Cash and cash equivalents at the beginning of the year	26,370,573	6,496,682	6,121,306	40,691,168
Effect of exchange rate fluctuations on cash and cash equivalents	-	-	-	(1,528,643)
Cash and cash equivalents at the end of the year	7,254,160	6,797,454	5,701,854	20,350,023
Net change in cash and cash equivalents for the year consists of:				
Net change in cash and cash equivalents before the effect of exchange rate	(19,116,320)	230,015	(130,826)	(18,582,381)
Effect of exchange rate fluctuations on cash and cash equivalents	(93)	70,757	(288,626)	(230,121)
Net change in cash and cash equivalents	(19,116,413)	300,772	(419,452)	(18,812,502)
Supplemental disclosure of cash flow information:				
Interest received	110,238	5	7	110,251
Interest paid	(2,028)	(46,161)	(51,126)	(108,953)

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

Man AHL Diversified PCC Limited

Aggregated statement of cash flows

For the year ended 30 June 2021



	Class A US\$	Class B EUR	Class C CHF	Aggregated US\$
Cash flows from operating activities				
Amounts due to Redeemable Participating Shareholders	23,555,829	2,372,372	2,288,980	28,901,275
Adjustments to reconcile net gain for the year attributable to Redeemable Participating Shareholders to net cash (used in)/provided by operating activities:				
Increase in financial assets at fair value through profit or loss	(30,077,047)	(391,390)	(119,890)	(31,230,260)
Increase in financial liabilities at fair value through profit or loss	-	195,629	261,471	516,018
Decrease in collateral balances with brokers	-	25,042	59,531	77,311
Decrease in services management fees rebate receivable	5,122	177	243	5,469
Decrease in other assets	7,992	-	-	7,992
Decrease in introducing broker fees payable	(44,439)	(1,532)	(2,098)	(47,424)
Decrease in management fees payable	(133,317)	(4,596)	(6,295)	(142,273)
Increase in incentive fees payable	260,938	22,960	-	288,161
Increase in services management fees payable	5,217	2,637	3,196	12,630
Increase in directors' fees payable	1,513	388	385	2,504
Decrease in accrued expenses and other liabilities	(49,850)	(32,982)	(25,246)	(112,736)
Effects of exchange rates on financial assets and liabilities	-	-	-	124,446
Net cash (used in)/provided by operating activities	(6,468,042)	2,188,705	2,460,277	(1,596,887)
Cash flows from financing activities:				
Proceeds on issuance of Redeemable Participating Shares	3,899,293	94,850	44,000	4,059,322
Payments on redemption of Redeemable Participating Shares	(49,275,569)	(1,992,004)	(2,343,534)	(54,168,453)
Net cash used in financing activities	(45,376,276)	(1,897,154)	(2,299,534)	(50,109,131)
Net change in cash and cash equivalents	(51,844,318)	291,551	160,743	(51,706,018)
Cash and cash equivalents at the beginning of the year	78,214,891	6,205,131	5,960,563	91,475,431
Effect of exchange rate fluctuations on cash and cash equivalents	-	-	-	921,755
Cash and cash equivalents at the end of the year	26,370,573	6,496,682	6,121,306	40,691,168
Net change in cash and cash equivalents for the year consists of:				
Net change in cash and cash equivalents before the effect of exchange rate	(51,843,410)	111,037	(61,391)	(52,164,587)
Effect of exchange rate fluctuations on cash and cash equivalents	(908)	180,514	222,134	458,569
Net change in cash and cash equivalents	(51,844,318)	291,551	160,743	(51,706,018)
Supplemental disclosure of cash flow information:				
Interest received	58,375	119	26	58,545
Interest paid	(30)	(36,998)	(64,153)	(114,683)

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

1. General

Man AHL Diversified PCC Limited (the "Company") was incorporated under the laws of Guernsey on 7 December 2007 as a protected cell company. The Company carries on business as an open-ended investment holding company issuing series of Redeemable Participating Shares in respect of each protected cell of the Company. At 30 June 2022, the Company has 3 protected cells (2021: 3) open for subscriptions and redemptions (the "Protected Cells").

For each series of Redeemable Participating Shares issued, the Company establishes a separate and distinct protected cell in order to segregate assets and liabilities attributable to a particular Class of Share of the Company from the assets and liabilities attributable to each other Class of Share, and from the Company's general assets and liabilities.

The Protected Cells commenced trading on different dates as listed below but all Redeemable Participating Shares have the same objective of achieving medium-term capital growth for target annualised volatility of around 13% to 16% over the medium term.

The Protected Cells seek to achieve their objective through the AHL Diversified Programme which is managed by AHL. AHL is an investment division of Man Group and it operates through various legal vehicles. AHL provides investors with highly liquid and efficient trading strategies which offer low correlation to more traditional investment disciplines. Man Group means Man Group plc and all or any of its subsidiaries and associates, as the context requires. Since 28 February 2022, the Protected Cells may also invest in cryptocurrencies and other similar digital assets issued and/or traded using distributed ledger or blockchain technology, including, but not limited to Bitcoin and Ether. The Protected Cells may gain exposure to cryptocurrencies indirectly, for example, through investments in exchange-traded and over-the-counter ("OTC") traded securities which are linked to an underlying cryptocurrency ("Cryptocurrency Securities"), or purchase cryptocurrencies directly (cryptocurrencies and Cryptocurrency Securities, together "Cryptocurrency Assets").

Protected Cell	Date of commencement of trading	Date of cessation of operations
Man AHL Diversified (Guernsey) Class A USD Shares*	1 January 2008	
Man AHL Diversified (Guernsey) Class B EUR Shares*	14 October 2008	
Man AHL Diversified (Guernsey) Class C CHF Shares	10 February 2009	

*Classes A and B are currently listed on The International Stock Exchange ("TISE"), formerly the Channel Islands Securities Exchange ("CISE").

These aggregated financial statements present the results and financial position of each Protected Cell attributable to each Class of Redeemable Participating Shareholders and also the aggregated financial statements of the Company. The aggregated financial statements of the Company are the aggregation of each of the individual classes of Redeemable Participating Shares as the Company has no assets or liabilities of its own outside of the Protected Cells and any reference to Protected Cells in these aggregated financial statements will also refer to the Company's aggregated financial statements.

The Company's investment manager is AHL Partners LLP (the "Investment Manager"), a subsidiary of Man Group plc. The Investment Manager is authorised and regulated by the United Kingdom Financial Conduct Authority (the "FCA") in the conduct of its regulated activities. The Investment Manager is also regulated with the U.S. Securities and Exchange Commission (the "SEC") and the U.S. Commodity Futures Trading Commission (the "CFTC") in the conduct of its regulated activities. The Company has no employees.

The Company is an Alternative Investment Fund ("AIF") in accordance with the Directive 2011/61/EU Alternative Investment Fund Managers Directive ("AIFMD") and of the Council of 8 June 2011 on Alternative Investment Fund Managers. Man Asset Management (Cayman) Limited (the "AIFM") is the authorised Alternative Investment Fund Manager ("AIFM") to the Company. The AIFM sub-delegates investment management services to the Investment Manager.

The most recent applicable prospectus of the Company is dated 23 December 2021 (the "Prospectus") and the most recent supplement to the Protected Cells is dated 23 December 2021 (the "Supplement").

2. Significant accounting policies

a) Basis of preparation

The aggregated financial statements are prepared in accordance with International Financial Reporting Standards ("IFRS"), issued by the International Accounting Standards Board ("IASB"). The aggregated financial statements have been prepared on an historical cost basis except for financial assets and liabilities at fair value through profit or loss that have been measured based on fair value.

b) Changes in accounting policy and disclosure

The accounting policies adopted in the preparation of the aggregated financial statements are consistent with those followed in the preparation of the Company's aggregated financial statements for the year ended 30 June 2021.

There were no recent accounting pronouncements applicable to this Company in the current year.

At the date of authorisation of the aggregated financial statements there were a number of other standards and interpretations which were in issue but not yet effective. Management anticipates that the adoption of these standards and interpretations in future periods will have no material impact on the aggregated financial statements of the Company.

2. Significant accounting policies (continued)

c) Use of accounting judgements and estimates

The preparation of aggregated financial statements in accordance with IFRS requires management to make judgements, estimates and assumptions that affect the amounts reported and disclosures made in these aggregated financial statements and accompanying notes, including certain valuation assumptions. Uncertainty about these assumptions and estimates could result in outcomes that require a material adjustment to the carrying amount of assets or liabilities in the future. As at 30 June 2022 and 30 June 2021 there was no adjustment made.

d) Going concern

Management has made an assessment of the Company's ability to continue as a going concern and is satisfied that it has resources to continue in business for a period of at least 12 months beyond the date these aggregated financial statements are available to be issued. Also, the exposure to liquidity risk through Redeemable Participating Shareholder redemption requests is managed by specifically setting the redemption notice period to accommodate the expected liquidity of the underlying investments as agreed by the Investment Manager. Furthermore, management is not aware of any material uncertainties that may cast significant doubt upon the Company's ability to continue as a going concern; therefore, the aggregated financial statements are prepared on a going concern basis.

e) Interest income

Interest income is recorded on an accruals basis. Interest earned on cash is recorded in the aggregated statement of comprehensive income.

f) Financial assets and liabilities

Financial assets and liabilities at fair value through profit or loss

For Net Asset Value ("NAV") purposes, the valuation of financial assets and liabilities is calculated in accordance with the Prospectus and Supplement. For aggregated financial statements purposes, financial assets and liabilities have been valued in accordance with IFRS using the policies outlined below.

At 30 June 2022 and 30 June 2021, there are no material differences between these valuation methods.

In accordance with IFRS 9, *Financial Instruments: Classification and Measurement*, the Company classifies its financial assets and liabilities at initial recognition into the categories of financial assets and financial liabilities as discussed below.

Under IFRS 9, a financial asset is classified as measured at: amortised cost, fair value through other comprehensive income ("FVOCI") or fair value through profit or loss ("FVTPL"). The classification of financial assets under IFRS 9 is based on the business model in which a financial asset is managed and on its contractual cash flow characteristics.

In evaluating the classification of its financial assets, the Company has considered the following:

- Whether it is held within a business model whose objective is to hold assets only to collect contractual cash flows ("business model test"); and
- Whether its contractual terms give rise on specified dates to cash flows that are solely payments of principal and interest ("SPPI test").

Both the business model test and SPPI test must be met in order to account for a financial asset at amortised cost or FVOCI. If both tests are not met the financial asset must be measured at FVTPL.

The Company classifies its investments based on both the Company's business model for managing those financial assets and the contractual cash flow characteristics of the financial assets. The portfolio of financial assets is managed and performance is evaluated on a fair value basis. The Company is primarily focused on fair value information and uses that information to assess the assets' performance and to make decisions. The Company has not taken the option to irrevocably designate any related managed funds, government bonds and forward currency contracts as fair value through other comprehensive income.

The contractual cash flows of the Company's debt securities are solely principal and interest; however, these securities are neither held for the purpose of collecting contractual cash flows nor held both for collecting contractual cash flows and for sale. The collection of contractual cash flows is only incidental to achieving the Company's business model's objective.

The Company recognises a financial asset or a financial liability when, and only when, it becomes a party to the contractual provisions of the instrument. Purchases and sales of investments are recognised on the trade date, which is the date on which the Company commits to purchase or sell the asset. Financial assets and liabilities at fair value through profit or loss are initially recognised at fair value. All transaction costs for such instruments are recognised directly in the aggregated statement of comprehensive income.

Consequently, all investments are measured at fair value through profit or loss.

The fair value of financial instruments traded in active markets (such as publicly traded derivatives, government bonds and exchange traded securities) is based on quoted market prices at the aggregated statement of financial position date.

In circumstances where the last traded price is not within the bid-ask spread, management will determine the point within the bid-ask spread that is most representative of fair value.

2. Significant accounting policies (continued)

f) Financial assets and liabilities (continued)

Financial assets and liabilities at fair value through profit or loss (continued)

The Directors have appointed an Independent Pricing Committee (“IPC”) to undertake certain services concerning the valuation policies and procedures relating to the Company. The IPC is an independent body set up to: (1) establish a pricing matrix (a table which lays out a pricing source for certain assets and liabilities) which the Directors have adopted for the Company and which is used by BNY Mellon Fund Services (Ireland) Designated Activity Company (“the Administrator”) to calculate the value of the assets and liabilities held by the Company; and (2) to establish the prices of any positions held in the Company that do not have an independently ascertainable value as per the pricing matrix. In addition, the IPC provides general governance and oversight of the valuation process.

The Company may from time to time invest in financial instruments or securities that are not traded in an active market (for example over-the-counter (“OTC”) derivatives and private placements of both equities and fixed income securities). These financial instruments are valued at their fair value in the manner described in subsequent accounting policies.

Any exchange traded derivative instruments (including, but not limited to, options and futures) dealt in on a market are valued at the settlement price on the relevant valuation day for such instruments on such a market. If the settlement price is not available, their probable realisation value shall be determined with care and in good faith by the Investment Manager.

The investments in managed funds (“managed funds”) are initially measured at fair value and then carried at their NAV per unit at the statement of financial position date. This measure approximately represents the fair value of such investments. If their stated NAV per unit is not available, the managed funds are valued at their latest available stated NAV per unit.

Investments are derecognised when the rights to receive cash flows have expired or the Company has transferred substantially all of the risks and rewards of ownership.

g) Offsetting financial instruments

Financial assets and liabilities are offset and the net amount reported in the aggregated statement of financial position when there is a legally enforceable right to offset the recognised amounts and there is an intention to settle on a net basis or realise the assets and settle the liabilities simultaneously. The legally enforceable right must not be contingent on future events and must be enforceable in the normal course of business and in the event of default, insolvency or bankruptcy of the Company or the counterparty. As at 30 June 2022 and 30 June 2021, no financial assets and liabilities are offset in the aggregated statement of financial position.

h) Derivatives

The Company may trade in derivative financial instruments whose values are based upon an underlying asset, index, currency or interest rate. The net unrealised gains or losses, rather than contract or notional amounts, represents the approximate future cash flows from trading.

The Company may engage in forward currency contracts. These are described below:

- Forward currency contracts

Forward currency contracts are recorded on the trade date and are valued at the applicable forward exchange rates on the last business day of the year. The difference between the fair value of the original contract amount and the fair value of the open forward contract position is reflected as financial assets or financial liabilities at fair value through profit or loss in the aggregated statement of financial position and as net gain on financial assets and liabilities at fair value through profit or loss in the aggregated statement of comprehensive income.

i) Realised gains and losses and unrealised gains and losses

All realised and unrealised gains and losses on investments in managed funds and derivatives are recognised as net gain on financial assets and liabilities at fair value through profit or loss in the aggregated statement of comprehensive income. The cost of securities sold is accounted for on First In – First Out (“FIFO”) basis. Unrealised gain and loss comprise changes in the fair value of financial instruments for the year and from reversal of prior year’s unrealised gain and loss for financial instruments which were realised in the reporting year. Realised gains and losses represent the difference between an instrument’s initial carrying amount and disposal amount, or cash payments or receipts made in respect of derivative contracts (excluding payments or receipts on collateral margin accounts for such instruments).

j) Transaction costs

Transaction costs are incremental costs, which are separately identifiable and directly attributable to the acquisition, issue or disposal of a financial instrument. Transaction costs incurred by the Company during the year are recognised in the aggregated statement of comprehensive income. There were no transaction costs incurred by the Company during the years ended 30 June 2022 and 30 June 2021.

k) Functional and presentation currency

The primary objective of the Company is to generate returns in the currency of each series of Redeemable Participating Shares issued by the Protected Cells, which are their capital-raising, functional and presentational currency, being United States Dollar (“US\$”) in respect of the Man AHL Diversified (Guernsey) Class A USD Shares, Euro in respect of the Man AHL Diversified (Guernsey) Class B EUR Shares and Swiss Franc in respect of the Man AHL Diversified (Guernsey) Class C CHF Shares. The liquidity of each series of Redeemable Participating Shares is managed on a day-to-day basis in the respective currency of each Protected Cell in order to handle the issue, acquisition and resale of the Protected Cells’ Redeemable Participating Shares. The Company’s performance is also evaluated in the respective currency of each Protected Cell. The vast majority of the Company’s investments are dominated in US\$. US\$ is considered the currency that most faithfully represents the economic effects of the underlying transactions, events and conditions, the Company’s functional currency and presentational currency is the US\$.

2. Significant accounting policies (continued)

k) Functional and presentation currency (continued)

In translating amounts from the functional currency of the Man AHL Diversified (Guernsey) Class B EUR Shares and Man AHL Diversified (Guernsey) Class C CHF Shares to the presentation currency of the aggregated financial statements, foreign exchange differences arise as a result of the translation of Euros and Swiss Francs to US\$. In accordance with IAS 21 the differences that arise on such translation are recorded within other comprehensive income.

l) Foreign currency

Transactions during the year denominated in foreign currencies have been translated to the functional currency at the rates of exchange ruling at the date of transactions. Assets and liabilities denominated in foreign currencies are translated to the functional currency at the rates of exchange in effect at the date of the aggregated statement of financial position. For investment transactions and investments held as at year end denominated in foreign currency, resulting gains or losses are included in the net gain on financial assets and liabilities at fair value through profit or loss in the aggregated statement of comprehensive income. All other foreign currency gains and losses are included in the net (loss)/gain on foreign currency in the aggregated statement of comprehensive income. Translation differences arising on aggregation are recorded within other comprehensive income.

m) Expenses

All expense are recognised in the aggregated statement of comprehensive income on an accruals basis.

n) Income and expense allocation

Income, expenses, and realised and unrealised gains and losses are allocated pro-rata to each Redeemable Participating Share class based on their respective NAV. In the case that there are Protected Cells designated in a currency other than the functional currency of the Company, the Investment Manager may use efficient portfolio management techniques to mitigate risks arising from exchange rate fluctuation. Any cost, related liabilities and/or benefits of such share class specific investment will be for the account of that Protected Cell only. Management and incentive fees are charged on a share by share basis and will be charged only to the affected Protected Cell in line with the fee rate specified in Note 8.

o) Redeemable Participating Shares

Redeemable Participating Shares are classified as equity instruments when:

- The Redeemable Participating Shares entitle the holder to a pro rata share of the Company's net assets in the event of the Company's liquidation;
- The Redeemable Participating Shares are in the class of instruments that is subordinate to all other classes of instruments;
- All Redeemable Participating Shares in the class of instruments that is subordinate to all other classes of instruments have identical features;
- The Redeemable Participating Shares do not include any contractual obligation to deliver cash or another financial asset other than the holder's rights to a pro rata share of the Company's net assets; and
- The total expected cash flows attributable to the Redeemable Participating Shares over the life of the instrument are based substantially on the profit or loss, the change in the recognised net assets or the change in the fair value of the recognised and unrecognised net assets of the Company over the life of the instrument.

In addition to the Redeemable Participating Shares having all of the above features, the Company must have no other financial instrument or contract that has:

- Total cash flows based substantially on the profit or loss, the change in the recognised net assets or the change in the fair value of the recognised and unrecognised net assets of the Company; or
- The effect of substantially restricting or fixing the residual return to the Redeemable Participating Shareholders.

The Company periodically assesses the classification of the Redeemable Participating Shares. If the Redeemable Participating Shares cease to have all the features, or meet all the conditions set out, to be classified as equity, the Company will reclassify them as financial liabilities and measure them at fair value at the date of reclassification, with any differences from the previous carrying amount recognised in equity. If the Redeemable Participating Shares subsequently have all the features and meet the conditions to be classified as equity, the Company will reclassify them as equity instruments and measure them at the carrying amount of the liabilities at the date of the reclassification.

The Company has assessed that the Redeemable Participating Shares should be classified as a liability for the years ended 30 June 2022 and 30 June 2021.

p) Cash and cash equivalents

Cash and cash equivalents in the aggregated statement of financial position may consist of cash at bank, demand deposits, short-term deposits in financial institutions and short-term highly liquid investments that are readily convertible to known amounts of cash and which are subject to an insignificant risk of changes in value, with original maturities of three months or less. Short-term investments that are not held for the purpose of meeting short-term cash commitments and restricted margin accounts are not considered cash and cash equivalents. For the purpose of the aggregated statement of cash flows, cash and cash equivalents consist of cash and cash equivalents as defined above, net of outstanding bank overdrafts when applicable.

2. Significant accounting policies (continued)

q) Collateral balances with brokers

Collateral balances with brokers includes amounts transferred as collateral against open derivative contracts. Amounts receivable from short sales and collateral may be restricted in whole or in part until the related securities are purchased. To the extent that units are purchased on margin, the margin debt may be secured on the related units.

r) Taxation

With effect from 1 January 2008, the standard rate of income tax for companies moved from 20% to 0% and Guernsey has abolished the exempt company regime for companies other than collective investments schemes. The Company has chosen to continue to apply for exempt status from taxation under the terms of The Income Tax (Exempt Bodies) (Guernsey) Ordinance 1989 and is thus liable to an annual fee of £1,200.

IFRIC Interpretation 23, *Uncertainty over Income Tax Treatment* clarifies the accounting for income taxes when tax treatments involve uncertainty that affects the application of IAS 12 in the Company's aggregated financial statements.

Management evaluates such tax positions to determine whether, for all tax years still subject to assessment or challenge by the relevant taxation authorities, the tax positions are probable to be accepted on examination by the relevant tax authorities. If it is probable that the Company's tax positions are accepted, the taxable profit (tax loss) should be consistent with the Company's tax filings. If not probable, the Company must reflect the effect of the uncertainty in determining its taxable profit (tax loss). The effect of the uncertain tax treatment is determined by applying the expected value method or by applying the most likely method.

Management has analysed the Protected Cell's tax positions and has concluded that no liability for unrecognised tax benefits should be recorded related to uncertain tax positions for the years ended 30 June 2022 and 30 June 2021.

Currently, the only taxes recorded; if any, by the Company on its income are withholding taxes applicable to certain income. For the years ended 30 June 2022 and 30 June 2021, no other income tax liability or expense has been recorded in the accompanying aggregated financial statements.

s) Subscriptions received in advance and redemptions payable

Subscription and redemption monies are settled through a cash collection account in the name of the Company. Pending issue of the shares and/or payment of subscription proceeds to an account in the name of the Company, and pending payment of redemption proceeds or distributions, the relevant investor will be an unsecured creditor of the Company in respect of amounts paid by or due to it.

t) Basis of aggregation

The aggregated financial statements include the assets, liabilities, revenues and expenses of the Company and its Protected Cells.

3. Cash and cash equivalents and collateral balances with brokers

At the year end, amounts disclosed as cash and cash equivalents and collateral balances with brokers were held at BNP Paribas and JP Morgan Chase (the "Banks") and JP Morgan Chase (the "Brokers"). These include amounts transferred as collateral (which is subject to a security interest) against open derivatives, deposits held at call with banks and, other short-term highly liquid investments with original maturities of three months or less.

4. Financial assets and liabilities at fair value through profit or loss

Fair value of financial instruments

The Company has established a framework with respect to the measurement of fair values. This includes a periodic review by the Investment Manager of all significant fair value measurements, including Level 3 fair values.

The Investment Manager regularly reviews significant unobservable inputs and valuation adjustments (if any). If third party information is used to measure fair values, the Investment Manager assesses the evidence obtained from the third parties to support the conclusion such that valuations meet the requirements of IFRS, including the level in the fair value hierarchy in which such valuations should be classified.

The Company classifies fair value measurements using a fair value hierarchy that reflects the significance of the inputs used in determining the measurements in line with IFRS 13.

The fair value hierarchy has the following levels:

- Level 1 - Quoted market price in an active market for an identical instrument.
- Level 2 - Valuation techniques based on observable inputs. This category includes instruments valued using: quoted market prices in active markets for similar instruments; quoted prices for 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.
- 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 could have a significant impact on the instrument's valuation. This category includes instruments that are valued based on quoted prices for similar instruments where significant unobservable adjustments or assumptions are required to reflect differences between the instruments.

4. Financial assets and liabilities at fair value through profit or loss (continued)

Valuation techniques

Listed or publicly traded investment in managed funds, government bonds and derivatives

When fair values of listed or publicly traded managed funds, government bonds and derivatives are based on quoted market prices, or binding dealer price quotations, in an active market for identical assets without any adjustments, the instruments are included within Level 1 of the hierarchy.

OTC derivatives

The Company uses widely recognised valuation models for determining fair values of OTC derivatives. The most frequently applied valuation techniques include forward pricing and swap models, using present value calculations. The models incorporate various inputs including both credit risk and foreign exchange spot and forward rates and interest rate curves. For these financial instruments, inputs used are market observable and are, therefore, included within Level 2.

Unlisted managed funds

The Company invests in managed funds which are not quoted on an active market and which may be subject to restrictions on redemptions such as lock up periods, redemption gates and side pockets. The Investment Manager considers the valuation techniques and inputs used in valuing these funds as part of its due diligence prior to investing, to ensure they are reasonable and appropriate and therefore the NAV of these funds may be used as an input into measuring their fair value. In measuring this fair value, the NAV of the funds is adjusted, as necessary, to reflect restrictions on redemptions, future commitments, and other specific factors of the investee fund and investee fund's manager. In measuring fair value, consideration is also paid to any transactions in the shares of the Company Depending on the nature and level of adjustment needed to the NAV and the level of trading in the fund, the Company classifies these funds as either Level 2 or Level 3.

The following tables are a summary of the classification within the fair value hierarchy of the Company's financial instruments carried at fair value as at 30 June 2022 and 30 June 2021:

Class A USD

As at 30 June 2022	Level 1 US\$	Level 2 US\$	Level 3 US\$	Total Fair Value US\$
Financial assets at fair value through profit or loss				
<u>Investment in related managed funds</u>				
AHL Institutional Series 3 Ltd	-	48,454,185	-	48,454,185
AHL Evolution Ltd	-	26,707,571	-	26,707,571
Total investment in related managed funds	-	75,161,756	-	75,161,756
<u>Interest bearing securities</u>				
Government bonds	63,652,796	-	-	63,652,796
Total interest bearing securities	63,652,796	-	-	63,652,796
Total financial assets at fair value through profit or loss	63,652,796	75,161,756	-	138,814,552

Class A USD

As at 30 June 2021	Level 1 US\$	Level 2 US\$	Level 3 US\$	Total Fair Value US\$
Financial assets at fair value through profit or loss				
<u>Investment in related managed funds</u>				
AHL Institutional Series 3 Ltd	-	45,326,826	-	45,326,826
AHL Evolution Ltd	-	23,263,653	-	23,263,653
Total investment in related managed funds	-	68,590,479	-	68,590,479
<u>Interest bearing securities</u>				
Government bonds	39,996,924	-	-	39,996,924
Total interest bearing securities	39,996,924	-	-	39,996,924
Total financial assets at fair value through profit or loss	39,996,924	68,590,479	-	108,587,403

4. Financial assets and liabilities at fair value through profit or loss (continued)

Valuation techniques (continued)

Class B EUR

As at 30 June 2022	Level 1 EUR	Level 2 EUR	Level 3 EUR	Total Fair Value EUR
Financial assets at fair value through profit or loss				
<u>Investment in related managed funds</u>				
AHL Institutional Series 3 Ltd	-	4,690,224	-	4,690,224
AHL Evolution Ltd	-	2,584,801	-	2,584,801
Total investment in related managed funds	-	7,275,025	-	7,275,025
<u>Derivatives</u>				
Forward currency contracts	-	27,509	-	27,509
Total derivatives	-	27,509	-	27,509
Total financial assets at fair value through profit or loss	-	7,302,534	-	7,302,534
Financial liabilities at fair value through profit or loss				
<u>Derivatives</u>				
Forward currency contracts	-	(3,638)	-	(3,638)
Total derivatives	-	(3,638)	-	(3,638)
Total financial liabilities at fair value through profit or loss	-	(3,638)	-	(3,638)

Class B EUR

As at 30 June 2021	Level 1 EUR	Level 2 EUR	Level 3 EUR	Total Fair Value EUR
Financial assets at fair value through profit or loss				
<u>Investment in related managed funds</u>				
AHL Institutional Series 3 Ltd	-	4,470,187	-	4,470,187
AHL Evolution Ltd	-	2,294,097	-	2,294,097
Total investment in related managed funds	-	6,764,284	-	6,764,284
<u>Derivatives</u>				
Forward currency contracts	-	10,353	-	10,353
Total derivatives	-	10,353	-	10,353
Total financial assets at fair value through profit or loss	-	6,774,637	-	6,774,637
Financial liabilities at fair value through profit or loss				
<u>Derivatives</u>				
Forward currency contracts	-	(217,767)	-	(217,767)
Total derivatives	-	(217,767)	-	(217,767)
Total financial liabilities at fair value through profit or loss	-	(217,767)	-	(217,767)

4. Financial assets and liabilities at fair value through profit or loss (continued)

Valuation techniques (continued)

Class C CHF

As at 30 June 2022	Level 1 CHF	Level 2 CHF	Level 3 CHF	Total Fair Value CHF
Financial assets at fair value through profit or loss				
<u>Investment in related managed funds</u>				
AHL Institutional Series 3 Ltd	-	4,082,484	-	4,082,484
AHL Evolution Ltd	-	2,249,827	-	2,249,827
Total investment in related managed funds	-	6,332,311	-	6,332,311
<u>Derivatives</u>				
Forward currency contracts	-	318,255	-	318,255
Total derivatives	-	318,255	-	318,255
Total financial assets at fair value through profit or loss	-	6,650,566	-	6,650,566
Financial liabilities at fair value through profit or loss				
<u>Derivatives</u>				
Forward currency contracts	-	(8,432)	-	(8,432)
Total derivatives	-	(8,432)	-	(8,432)
Total financial liabilities at fair value through profit or loss	-	(8,432)	-	(8,432)

Class C CHF

As at 30 June 2021	Level 1 CHF	Level 2 CHF	Level 3 CHF	Total Fair Value CHF
Financial assets at fair value through profit or loss				
<u>Investment in related managed funds</u>				
AHL Institutional Series 3 Ltd	-	4,210,754	-	4,210,754
AHL Evolution Ltd	-	2,160,979	-	2,160,979
Total investment in related managed funds	-	6,371,733	-	6,371,733
<u>Derivatives</u>				
Forward currency contracts	-	13,383	-	13,383
Total derivatives	-	13,383	-	13,383
Total financial assets at fair value through profit or loss	-	6,385,116	-	6,385,116
Financial liabilities at fair value through profit or loss				
<u>Derivatives</u>				
Forward currency contracts	-	(261,911)	-	(261,911)
Total derivatives	-	(261,911)	-	(261,911)
Total financial liabilities at fair value through profit or loss	-	(261,911)	-	(261,911)

4. Financial assets and liabilities at fair value through profit or loss (continued)

Valuation techniques (continued)

Aggregated

As at 30 June 2022	Level 1 US\$	Level 2 US\$	Level 3 US\$	Total Fair Value US\$
Financial assets at fair value through profit or loss				
<u>Investment in related managed funds</u>				
AHL Institutional Series 3 Ltd	-	57,645,483	-	57,645,483
AHL Evolution Ltd	-	31,772,883	-	31,772,883
Total investment in related managed funds	-	89,418,366	-	89,418,366
<u>Interest bearing securities</u>				
Government bonds	63,652,796	-	-	63,652,796
Total interest bearing securities	63,652,796	-	-	63,652,796
<u>Derivatives</u>				
Forward currency contracts	-	362,055	-	362,055
Total derivatives	-	362,055	-	362,055
Total financial assets at fair value through profit or loss	63,652,796	89,780,421	-	153,433,217
Financial liabilities at fair value through profit or loss				
<u>Derivatives</u>				
Forward currency contracts	-	(12,642)	-	(12,642)
Total derivatives	-	(12,642)	-	(12,642)
Total financial liabilities at fair value through profit or loss	-	(12,642)	-	(12,642)

Aggregated

As at 30 June 2021	Level 1 US\$	Level 2 US\$	Level 3 US\$	Total Fair Value US\$
Financial assets at fair value through profit or loss				
<u>Investment in related managed funds</u>				
AHL Institutional Series 3 Ltd	-	55,179,191	-	55,179,191
AHL Evolution Ltd	-	28,319,905	-	28,319,905
Total investment in related managed funds	-	83,499,096	-	83,499,096
<u>Interest bearing securities</u>				
Government bonds	39,996,924	-	-	39,996,924
Total interest bearing securities	39,996,924	-	-	39,996,924
<u>Derivatives</u>				
Forward currency contracts	-	26,743	-	26,743
Total derivatives	-	26,743	-	26,743
Total financial assets at fair value through profit or loss	39,996,924	83,525,839	-	123,522,763
Financial liabilities at fair value through profit or loss				
<u>Derivatives</u>				
Forward currency contracts	-	(541,348)	-	(541,348)
Total derivatives	-	(541,348)	-	(541,348)
Total financial liabilities at fair value through profit or loss	-	(541,348)	-	(541,348)

4. Financial assets and liabilities at fair value through profit or loss (continued)

Valuation techniques (continued)

Short term balances are excluded from the tables above as their carrying values at the year end approximates to their fair values.

Investments are reviewed at each year end to ensure that they are correctly classified between Level 1, 2 and 3 in accordance with the fair value hierarchy outlined above. Where an investment's characteristics change during the year and investments no longer meet the criteria of a given level, they are transferred into a more appropriate level at the end of the relevant financial reporting year. For the years ended 30 June 2022 and 30 June 2021, there were no transfers between Levels.

As at 30 June 2022 and 30 June 2021 the Company held no Level 3 financial instruments.

Forward currency contracts

As part of its portfolio management techniques, the Company may use forward currency contracts to economically hedge any non-functional currency exposure (although formal hedge accounting is not used). Forward currency contracts may also be used for trading purposes. Forward currency contracts entered into by the Company represent a firm commitment to buy or sell an underlying asset, or currency at a specified value and point in time based upon an agreed or contracted quantity.

Forward currency contracts may expose the Company to the risks associated with the absence of an exchange market on which to close out an open position. The Investment Manager closely monitors the Company's exposure under forward currency contracts as part of the overall management of the Company's market risk.

Derivative financial instruments

The Company is subject to both market and credit risk in trading derivative financial instruments. Market risk is the potential for changes in value due to changes in market interest rates, foreign exchange rates, indices and changes in the value of the underlying financial instruments. Credit risk is the possibility that a loss may occur if a counterparty fails to perform according to the terms of the contract. Substantially all derivative contracts are transacted on a margin basis. Such transactions may expose the Company to significant liquidity risk in the event margin deposits and collateral investments are not sufficient to cover losses incurred. For more details on the liquidity risk to which the Protected Cells may be exposed, refer to Note 6 on page 39.

The Investment Manager manages the risk associated with these transactions by maintaining margin deposits and collateral investments with its brokers in compliance with individual exchange regulations and internal guidelines. The Investment Manager also takes an active role in managing and controlling the Company's market and counterparty risks and monitoring trading activities and margin levels daily, and, as necessary, deposits additional collateral or reduces positions.

Derivative financial instruments are generally based on notional amounts which are not recorded in the aggregated financial statements. These notional amounts represent the theoretical principal value on which the cash flows of the derivative transactions are based. Unrealised gain or loss, rather than notional amounts, of the derivatives traded by the Company are included in the aggregated statement of financial position.

As at 30 June 2022 and 30 June 2021, the Company was exposed, via its investments in derivative financial instruments, to underlying positions representing financial instruments for which notional amounts are summarised below. The notional value of derivative activity as at 30 June 2022 and 30 June 2021 is representative of the derivative trading during the year.

Class B EUR	Notional Amounts			
	Long 2022 EUR	Short 2022 EUR	Long 2021 EUR	Short 2021 EUR
Forward currency contracts	9,779,210	781,570	9,250,141	1,204,575
Class C CHF	Long 2022 CHF	Short 2022 CHF	Long 2021 CHF	Short 2021 CHF
Forward currency contracts	9,128,523	679,317	8,604,827	1,136,790
Aggregated	Long 2022 US\$	Short 2022 US\$	Long 2021 US\$	Short 2021 US\$
Forward currency contracts	19,809,481	1,530,594	20,270,195	2,657,199

5. Offsetting financial assets and financial liabilities

As at 30 June 2022 and 30 June 2021, no financial assets and liabilities of the Company are being presented net within the aggregated statement of financial position. The following tables provide information on the financial impact of netting for instruments subject to an enforceable master netting arrangement or similar agreement in the event of default as defined under such agreements.

As at 30 June 2022 and 30 June 2021 Class A only holds financial assets. The following table summarises the net financial assets per counterparty as at 30 June 2022:

Class A USD				
Offsetting of financial assets, derivative assets and collateral received by counterparty				
	(i)	(ii)		(iii)=(i)+(ii)
		Gross assets not offset in the aggregated statement of financial position		
Counterparty	Gross amounts of assets in the aggregated statement of financial position US\$	Cash collateral held US\$	Financial instruments US\$	Net amount US\$
JP Morgan Chase	63,652,796	-	-	63,652,796
Total	63,652,796	-	-	63,652,796

The following table summarises the net financial assets per counterparty as at 30 June 2021:

Class A USD				
Offsetting of financial assets, derivative assets and collateral received by counterparty				
	(i)	(ii)		(iii)=(i)+(ii)
		Gross assets not offset in the aggregated statement of financial position		
Counterparty	Gross amounts of assets in the aggregated statement of financial position US\$	Cash collateral held US\$	Financial instruments US\$	Net amount US\$
Deutsche Bank AG	1	-	-	1
JP Morgan Chase	39,996,924	-	-	39,996,924
Total	39,996,925	-	-	39,996,925

The following table summarises the net financial assets per counterparty as at 30 June 2022:

Class B EUR				
Offsetting of financial assets, derivative assets and collateral received by counterparty				
	(i)	(ii)		(iii)=(i)+(ii)
		Gross assets not offset in the aggregated statement of financial position		
Counterparty	Gross amounts of assets in the aggregated statement of financial position EUR	Cash collateral held EUR	Financial instruments EUR	Net amount EUR
JP Morgan Chase	27,509	-	(3,638)	23,871
Total	27,509	-	(3,638)	23,871

The following table summarises the net financial liabilities per counterparty as at 30 June 2022:

Class B EUR				
Offsetting of financial liabilities, derivative liabilities and collateral pledged by counterparty				
	(i)	(ii)		(iii)=(i)+(ii)
		Gross liabilities not offset in the aggregated statement of financial position		
Counterparty	Gross amounts of liabilities in the aggregated statement of financial position EUR	Cash collateral pledged EUR	Financial instruments EUR	Net amount EUR
JP Morgan Chase	3,638	-	(3,638)	-
Total	3,638	-	(3,638)	-

5. Offsetting financial assets and financial liabilities (continued)

The following table summarises the net financial assets per counterparty as at 30 June 2021:

Class B EUR				
Offsetting of financial assets, derivative assets and collateral received by counterparty				
	(i)	(ii)		(iii)=(i)+(ii)
		Gross assets not offset in the aggregated statement of financial position		
	Gross amounts of assets in the aggregated statement of financial position	Cash collateral held	Financial instruments	Net amount
Counterparty	EUR	EUR	EUR	EUR
JP Morgan Chase	161,107	-	(161,107)	-
Total	161,107	-	(161,107)	-

The following table summarises the net financial liabilities per counterparty as at 30 June 2021:

Class B EUR				
Offsetting of financial liabilities, derivative liabilities and collateral pledged by counterparty				
	(i)	(ii)		(iii)=(i)+(ii)
		Gross liabilities not offset in the aggregated statement of financial position		
	Gross amounts of liabilities in the aggregated statement of financial position	Cash collateral pledged	Financial instruments	Net amount
Counterparty	EUR	EUR	EUR	EUR
JP Morgan Chase	217,767	(150,754)	(67,013)	-
Total	217,767	(150,754)	(67,013)	-

The following table summarises the net financial assets per counterparty as at 30 June 2022:

Class C CHF				
Offsetting of financial assets, derivative assets and collateral received by counterparty				
	(i)	(ii)		(iii)=(i)+(ii)
		Gross assets not offset in the aggregated statement of financial position		
	Gross amounts of assets in the aggregated statement of financial position	Cash collateral held	Financial instruments	Net amount
Counterparty	CHF	CHF	CHF	CHF
JP Morgan Chase	318,255	-	(8,432)	309,823
Total	318,255	-	(8,432)	309,823

The following table summarises the net financial liabilities per counterparty as at 30 June 2022:

Class C CHF				
Offsetting of financial liabilities, derivative liabilities and collateral pledged by counterparty				
	(i)	(ii)		(iii)=(i)+(ii)
		Gross liabilities not offset in the aggregated statement of financial position		
	Gross amounts of liabilities in the aggregated statement of financial position	Cash collateral pledged	Financial instruments	Net amount
Counterparty	CHF	CHF	CHF	CHF
JP Morgan Chase	8,432	-	(8,432)	-
Total	8,432	-	(8,432)	-

5. Offsetting financial assets and financial liabilities (continued)

The following table summarises the net financial assets per counterparty as at 30 June 2021:

Class C CHF

Offsetting of financial assets, derivative assets and collateral received by counterparty

	(i)	(ii)		(iii)=(i)+(ii)
		Gross assets not offset in the aggregated statement of financial position		
	Gross amounts of assets in the aggregated statement of financial position	Cash collateral held	Financial instruments	Net amount
Counterparty	CHF	CHF	CHF	CHF
JP Morgan Chase	178,119	-	(178,119)	-
Total	178,119	-	(178,119)	-

The following table summarises the net financial liabilities per counterparty as at 30 June 2021:

Class C CHF

Offsetting of financial liabilities, derivative liabilities and collateral pledged by counterparty

	(i)	(ii)		(iii)=(i)+(ii)
		Gross liabilities not offset in the aggregated statement of financial position		
	Gross amounts of liabilities in the aggregated statement of financial position	Cash collateral pledged	Financial instruments	Net amount
Counterparty	CHF	CHF	CHF	CHF
JP Morgan Chase	261,911	(164,736)	(97,175)	-
Total	261,911	(164,736)	(97,175)	-

The following table summarises the net financial assets per counterparty as at 30 June 2022:

Aggregated

Offsetting of financial assets, derivative assets and collateral received by counterparty

	(i)	(ii)		(iii)=(i)+(ii)
		Gross assets not offset in the aggregated statement of financial position		
	Gross amounts of assets in the aggregated statement of financial position	Cash collateral held	Financial instruments	Net amount
Counterparty	US\$	US\$	US\$	US\$
JP Morgan Chase	64,014,851	-	(12,642)	64,002,209
Total	64,014,851	-	(12,642)	64,002,209

The following table summarises the net financial liabilities per counterparty as at 30 June 2022:

Aggregated

Offsetting of financial liabilities, derivative liabilities and collateral pledged by counterparty

	(i)	(ii)		(iii)=(i)+(ii)
		Gross liabilities not offset in the aggregated statement of financial position		
	Gross amounts of liabilities in the aggregated statement of financial position	Cash collateral pledged	Financial instruments	Net amount
Counterparty	US\$	US\$	US\$	US\$
JP Morgan Chase	12,642	-	(12,642)	-
Total	12,642	-	(12,642)	-

5. Offsetting financial assets and financial liabilities (continued)

The following table summarises the net financial assets per counterparty as at 30 June 2021:

Aggregated				
Offsetting of financial assets, derivative assets and collateral received by counterparty				
	(i)	(ii)		(iii)=(i)+(ii)
		Gross assets not offset in the aggregated statement of financial position		
	Gross amounts of assets in the aggregated statement of financial position	Cash collateral held	Financial instruments	Net amount
Counterparty	US\$	US\$	US\$	US\$
Deutsche Bank AG	1	-	-	1
JP Morgan Chase	40,380,506	-	(541,348)	39,839,158
Total	40,380,507	-	(541,348)	39,839,159

The following table summarises the net financial liabilities per counterparty as at 30 June 2021:

Aggregated				
Offsetting of financial liabilities, derivative liabilities and collateral pledged by counterparty				
	(i)	(ii)		(iii)=(i)+(ii)
		Gross liabilities not offset in the aggregated statement of financial position		
	Gross amounts of liabilities in the aggregated statement of financial position	Cash collateral pledged	Financial instruments	Net amount
Counterparty	US\$	US\$	US\$	US\$
JP Morgan Chase	541,348	(356,840)	(184,508)	-
Total	541,348	(356,840)	(184,508)	-

As at 30 June 2022, the amount of collateral pledged is US\$Nil (2021: US\$356,840) and the amount of cash collateral held was US\$Nil (2021: US\$Nil).

6. Financial risk management

Overall risk management

The Company's investment activities expose it to the various types of risk which are associated with the financial instruments and markets in which it invests. The most important types of financial risks to which the Company is exposed are market risk, credit risk and liquidity risk. Market risk includes amongst other things; security price risk, interest rate risk, volatility risk and currency risk. The Investment Manager manages these risks on an aggregate basis along with the risks associated with the Company's investing activities as part of their overall risk management policies.

The nature and extent of the financial instruments outstanding at the date of the aggregated statement of financial position and the risk management policies employed by the Company are discussed below.

The Company seeks to generate returns through investing in the AHL Diversified Programme, principally through investments in its managed funds, AHL Institutional Series 3 Ltd and AHL Evolution Ltd which are also managed by the Investment Manager. The Investment Manager seeks to provide target investment exposure of 100% of the prevailing NAV of the shares to the AHL Diversified Programme.

The AIFM employs a risk management process in respect of the Company by which it attempts to accurately measure, monitor and manage the various risks associated with the use of financial instruments by the Company, including controls on their use and processes for assessing compliance with these controls. The AIFM may delegate certain risk management functions to the Investment Manager.

The Investment Manager distinguishes between two primary risk levels, which are risks at the Company level and risks at the underlying investments level. Accordingly, the Investment Manager has implemented procedures to manage risks associated with both the Company and its underlying investments.

At the Protected Cell level

Risk management at the Protected Cell level can be segregated into pre and post-investment risk management. Pre-investment risk management involves determining asset allocation and portfolio construction. Thereafter, risk management involves conducting risk and return analysis, monitoring the relevant Protected Cell specific portfolio restrictions and investment guidelines and managing currency, interest rate, credit and liquidity risks at the Protected Cell level and making relevant adjustments to asset allocation and portfolio construction. Risk considerations or the need to bring the portfolio back in line with product guidelines may trigger a rebalancing of the portfolio, which is typically reviewed on a monthly basis by the Investment Manager's portfolio management team.

6. Financial risk management (continued)

At the level of underlying investments

AHL Diversified Programme

The Investment Manager manages the AHL Diversified Programme which employs sophisticated computerised processes primarily to identify trends and other opportunities in markets around the world. Trading signals are generated and executed via a finely tuned trading and implementation infrastructure. This process is quantitative and primarily directional in nature, and is underpinned by rigorous risk control, ongoing research, diversification and the constant quest for efficiency.

The cornerstone of the investment philosophy is that financial markets experience persistent trends and inefficiencies. Trends are a manifestation of serial correlation in financial markets – the phenomenon whereby past price movements influence future price behaviour. Although they vary in their intensity, duration and frequency, price trends are universally recurrent across all sectors and markets. Trends are an attractive focus for active trading styles applied across a diverse range of global markets.

Trading takes place around the clock and real time price information is used to respond to price moves across a diverse range of global markets. The AHL Diversified Programme invests in a diversified portfolio of instruments which may include, but is not limited to, futures, options and forward contracts, equity swaps, swaps and other financial derivatives both on and off exchange. These markets may be accessed directly or indirectly and include, without limitation, stocks, debt, bonds, currencies, short-term interest rates, energies, metals, credit, agricultural and not earlier than 28 February 2022 cryptocurrencies.

As well as emphasising sector and market diversification, the AHL Diversified Programme has been constructed to achieve diversification allocating to multiple trading systems. Most of these systems work by sampling prices in real time and measuring price momentum and breakouts, aiming to capture price trends and close out positions when there is a high probability of a different trend developing. Signals are generated across different time frames, ranging from a few days to several months. In aggregate, the systems currently run around 2,000 price samples each day spread across the 400 or so markets traded. The AHL Diversified Programme also includes other technical systems as well as quantitative models based on a variety of fundamental inputs, such as interest rate and equity valuation data.

In line with the principle of diversification, the approach to portfolio construction and asset allocation is premised on the importance of deploying investment capital across the full range of sectors and markets. Particular attention is paid to correlation of markets and sectors, expected returns, market access costs and market liquidity. Portfolios are regularly reviewed and, when necessary, adjusted to reflect changes in these factors. A systematic process for adjusting its market risk exposure in real time to reflect changes in the volatility of individual markets is also in place. Through the Investment Manager's ongoing investment in research and technology, the number and diversity of markets and strategies traded directly or indirectly by the AHL Diversified Programme may change over the life of the investment but always subject to the restrictions set out in the Supplement and the Prospectus. It should also be noted that the AHL Diversified Programme traded by the Protected Cells may differ from the AHL Diversified Programme traded by other investment products managed by entities within the Man Group.

Cryptocurrency Assets

Investments in Cryptocurrency Securities and cryptocurrencies carry significant risk. Cryptocurrencies, and consequently Cryptocurrency Securities, are a new and evolving asset class. The characteristics of particular cryptocurrencies or Cryptocurrency Securities within the "class" may differ significantly, and the investment characteristics of cryptocurrencies as an asset class differ from those of traditional currencies, securities and commodities. The Protected Cells may lose the value of all or any part of its investment in Cryptocurrency Securities and/or cryptocurrencies.

Cryptocurrencies have limited history, and the risks of cryptocurrency and Cryptocurrency Security use and ownership cannot be fully known. Due to the limited history of cryptocurrencies and Cryptocurrency Securities and the rapidly evolving nature of the cryptocurrency and Cryptocurrency Security market, it is not possible to know all the risks involved in making an investment in Cryptocurrency Assets, and new risks may emerge at any time.

Market risk

Market risk is the risk that fair value or future cash flows of financial instruments will fluctuate due to changes in market variables such as interest rates, foreign exchange rates and security prices.

There are many risk measures used by the Investment Manager; however, one generally understood measure is annualised volatility. Annualised volatility is a measure of risk that is calculated as the standard deviation of the returns on the NAV per Redeemable Participating Share for the previous 12 months.

As it is based on the NAV per Redeemable Participating Share, annualised volatility incorporates all performance characteristics of the Company including the impact of interest rate movements and currency exchange differences during the year. Although the direct investments of the Company may change, the investment strategies employed by its underlying investments will not significantly change, meaning that the risk and return characteristics that the Company is exposed to are broadly consistent.

Annualised volatility has limitations as it assumes a normal distribution of periodic returns, which may not be fully representative of hedge fund behaviour. The annualised volatility will also be a more accurate measure where more data points exist. Annualised volatility is based upon historical data. There is no guarantee of trading performance and past performance is no indication of future performance or results.

The following table discloses the annualised volatility for the Company as at 30 June 2022 and 30 June 2021:

	2022	2021
Man AHL Diversified (Guernsey) Class A USD Shares	17.82%	14.35%
Man AHL Diversified (Guernsey) Class B EUR Shares	17.98%	14.72%
Man AHL Diversified (Guernsey) Class C CHF Shares	17.91%	14.79%

6. Financial risk management (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.

The Company may hold investments in fixed interest bearing securities. Any change to the interest rate for particular securities may result in income either increasing or decreasing. Prices of securities held will be impacted by domestic rates of interest. The Company's performance, therefore, will depend in part on its ability to anticipate and respond to such fluctuations in market interest rates, and to utilise appropriate strategies to maximise returns to the Company, whilst attempting to minimise the associated risks to its investment capital.

The Company has direct and indirect exposure to interest rate risk on cash and cash equivalents, collateral balances with brokers and government bonds. That exposure may not necessarily be significant due to the generally short term nature of those holdings. But a more significant exposure exists in that the value of all financial instruments held by the Company may be affected either positively or negatively by changes in interest rates.

The following tables detail the Company's exposure to interest rate risk by the earlier of contractual maturities or re-pricing:

Class A USD

	Less than one month US\$	One month to one year US\$	Over one year US\$	Not exposed to interest rate risk US\$	Total US\$
As at 30 June 2022					
Assets					
Cash and cash equivalents	7,254,160	-	-	-	7,254,160
Financial assets at fair value through profit or loss	-	63,652,796	-	75,161,756	138,814,552
Services management fees rebate receivable	-	-	-	14,243	14,243
Other assets	-	-	-	3,460	3,460
Total assets	7,254,160	63,652,796	-	75,179,459	146,086,415
Liabilities					
Subscriptions received in advance	-	-	-	(95,952)	(95,952)
Redemptions payable	-	-	-	(225,766)	(225,766)
Introducing broker fees payable	-	-	-	(125,162)	(125,162)
Management fees payable	-	-	-	(375,485)	(375,485)
Incentive fees payable	-	-	-	(795,882)	(795,882)
Services management fees payable	-	-	-	(61,038)	(61,038)
Directors' fees payable	-	-	-	(20,020)	(20,020)
Accrued expenses and other liabilities	-	-	-	(77,457)	(77,457)
Total liabilities (excluding net assets attributable to Redeemable Participating Shareholders)	-	-	-	(1,776,762)	(1,776,762)
Net assets attributable to Redeemable Participating Shareholders	7,254,160	63,652,796	-	73,402,697	144,309,653
As at 30 June 2021					
Assets					
Cash and cash equivalents	26,370,573	-	-	-	26,370,573
Collateral balances with brokers	1	-	-	-	1
Financial assets at fair value through profit or loss	-	39,996,924	-	68,590,479	108,587,403
Services management fees rebate receivable	-	-	-	12,736	12,736
Other assets	-	-	-	3,175	3,175
Total assets	26,370,574	39,996,924	-	68,606,390	134,973,888
Liabilities					
Subscriptions received in advance	-	-	-	(30,890)	(30,890)
Redemptions payable	-	-	-	(418,116)	(418,116)
Introducing broker fees payable	-	-	-	(111,153)	(111,153)
Management fees payable	-	-	-	(333,458)	(333,458)
Incentive fees payable	-	-	-	(260,938)	(260,938)
Services management fees payable	-	-	-	(41,958)	(41,958)
Directors' fees payable	-	-	-	(17,345)	(17,345)
Accrued expenses and other liabilities	-	-	-	(41,567)	(41,567)
Total liabilities (excluding net assets attributable to Redeemable Participating Shareholders)	-	-	-	(1,255,425)	(1,255,425)
Net assets attributable to Redeemable Participating Shareholders	26,370,574	39,996,924	-	67,350,965	133,718,463

6. Financial risk management (continued)

Interest rate risk (continued)

Class B EUR

	Less than one month EUR	One month to one year EUR	Over one year EUR	Not exposed to interest rate risk EUR	Total EUR
As at 30 June 2022					
Assets					
Cash and cash equivalents	6,797,454	-	-	-	6,797,454
Financial assets at fair value through profit or loss	-	-	-	7,302,534	7,302,534
Services management fees rebate receivable	-	-	-	1,383	1,383
Other assets	-	-	-	4,209	4,209
Total assets	6,797,454	-	-	7,308,126	14,105,580
Liabilities					
Financial liabilities at fair value through profit or loss	-	-	-	(3,638)	(3,638)
Redemptions payable	-	-	-	(65,438)	(65,438)
Introducing broker fees payable	-	-	-	(12,158)	(12,158)
Management fees payable	-	-	-	(36,473)	(36,473)
Incentive fees payable	-	-	-	(75,637)	(75,637)
Services management fees payable	-	-	-	(19,132)	(19,132)
Directors' fees payable	-	-	-	(1,639)	(1,639)
Accrued expenses and other liabilities	-	-	-	(18,208)	(18,208)
Total liabilities (excluding net assets attributable to Redeemable Participating Shareholders)	-	-	-	(232,323)	(232,323)
Net assets attributable to Redeemable Participating Shareholders	6,797,454	-	-	7,075,803	13,873,257
As at 30 June 2021					
Assets					
Cash and cash equivalents	6,496,682	-	-	-	6,496,682
Collateral balances with brokers	150,754	-	-	-	150,754
Financial assets at fair value through profit or loss	-	-	-	6,774,637	6,774,637
Services management fees rebate receivable	-	-	-	1,255	1,255
Total assets	6,647,436	-	-	6,775,892	13,423,328
Liabilities					
Financial liabilities at fair value through profit or loss	-	-	-	(217,767)	(217,767)
Introducing broker fees payable	-	-	-	(10,948)	(10,948)
Management fees payable	-	-	-	(32,845)	(32,845)
Incentive fees payable	-	-	-	(22,960)	(22,960)
Services management fees payable	-	-	-	(11,872)	(11,872)
Directors' fees payable	-	-	-	(1,698)	(1,698)
Accrued expenses and other liabilities	-	-	-	(10,423)	(10,423)
Total liabilities (excluding net assets attributable to Redeemable Participating Shareholders)	-	-	-	(308,513)	(308,513)
Net assets attributable to Redeemable Participating Shareholders	6,647,436	-	-	6,467,379	13,114,815

6. Financial risk management (continued)

Interest rate risk (continued)

Class C CHF

	Less than one month CHF	One month to one year CHF	Over one year CHF	Not exposed to interest rate risk CHF	Total CHF
As at 30 June 2022					
Assets					
Cash and cash equivalents	5,701,854	-	-	-	5,701,854
Financial assets at fair value through profit or loss	-	-	-	6,650,566	6,650,566
Services management fees rebate receivable	-	-	-	1,208	1,208
Total assets	5,701,854	-	-	6,651,774	12,353,628
Liabilities					
Financial liabilities at fair value through profit or loss	-	-	-	(8,432)	(8,432)
Introducing broker fees payable	-	-	-	(10,517)	(10,517)
Management fees payable	-	-	-	(31,855)	(31,855)
Incentive fees payable	-	-	-	(67,812)	(67,812)
Services management fees payable	-	-	-	(19,521)	(19,521)
Directors' fees payable	-	-	-	(1,634)	(1,634)
Accrued expenses and other liabilities	-	-	-	(15,306)	(15,306)
Total liabilities (excluding net assets attributable to Redeemable Participating Shareholders)	-	-	-	(155,077)	(155,077)
Net assets attributable to Redeemable Participating Shareholders	5,701,854	-	-	6,496,697	12,198,551
As at 30 June 2021					
Assets					
Cash and cash equivalents	6,121,306	-	-	-	6,121,306
Collateral balances with brokers	164,736	-	-	-	164,736
Financial assets at fair value through profit or loss	-	-	-	6,385,116	6,385,116
Services management fees rebate receivable	-	-	-	1,188	1,188
Total assets	6,286,042	-	-	6,386,304	12,672,346
Liabilities					
Financial liabilities at fair value through profit or loss	-	-	-	(261,911)	(261,911)
Introducing broker fees payable	-	-	-	(10,367)	(10,367)
Management fees payable	-	-	-	(31,100)	(31,100)
Services management fees payable	-	-	-	(13,095)	(13,095)
Directors' fees payable	-	-	-	(1,660)	(1,660)
Accrued expenses and other liabilities	-	-	-	(5,969)	(5,969)
Total liabilities (excluding net assets attributable to Redeemable Participating Shareholders)	-	-	-	(324,102)	(324,102)
Net assets attributable to Redeemable Participating Shareholders	6,286,042	-	-	6,062,202	12,348,244

6. Financial risk management (continued)

Interest rate risk (continued)

Aggregated

	Less than one month US\$	One month to one year US\$	Over one year US\$	Not exposed to interest rate risk US\$	Total US\$
As at 30 June 2022					
Assets					
Cash and cash equivalents	20,350,023	-	-	-	20,350,023
Financial assets at fair value through profit or loss	-	63,652,796	-	89,780,421	153,433,217
Services management fees rebate receivable	-	-	-	16,958	16,958
Other assets	-	-	-	7,872	7,872
Total assets	20,350,023	63,652,796	-	89,805,251	173,808,070
Liabilities					
Financial liabilities at fair value through profit or loss	-	-	-	(12,642)	(12,642)
Subscriptions received in advance	-	-	-	(95,952)	(95,952)
Redemptions payable	-	-	-	(294,366)	(294,366)
Introducing broker fees payable	-	-	-	(148,919)	(148,919)
Management fees payable	-	-	-	(447,073)	(447,073)
Incentive fees payable	-	-	-	(946,174)	(946,174)
Services management fees payable	-	-	-	(101,533)	(101,533)
Directors' fees payable	-	-	-	(23,449)	(23,449)
Accrued expenses and other liabilities	-	-	-	(112,572)	(112,572)
Total liabilities (excluding net assets attributable to Redeemable Participating Shareholders)	-	-	-	(2,182,680)	(2,182,680)
Net assets attributable to Redeemable Participating Shareholders	20,350,023	63,652,796	-	87,622,571	171,625,390

	Less than one month US\$	One month to one year US\$	Over one year US\$	Not exposed to interest rate risk US\$	Total US\$
As at 30 June 2021					
Assets					
Cash and cash equivalents	40,691,168	-	-	-	40,691,168
Collateral balances with brokers	356,840	-	-	-	356,840
Financial assets at fair value through profit or loss	-	39,996,924	-	83,525,839	123,522,763
Services management fees rebate receivable	-	-	-	15,508	15,508
Other assets	-	-	-	3,175	3,175
Total assets	41,048,008	39,996,924	-	83,544,522	164,589,454
Liabilities					
Financial liabilities at fair value through profit or loss	-	-	-	(541,348)	(541,348)
Subscriptions received in advance	-	-	-	(30,890)	(30,890)
Redemptions payable	-	-	-	(418,116)	(418,116)
Introducing broker fees payable	-	-	-	(135,341)	(135,341)
Management fees payable	-	-	-	(406,023)	(406,023)
Incentive fees payable	-	-	-	(288,161)	(288,161)
Services management fees payable	-	-	-	(70,191)	(70,191)
Directors' fees payable	-	-	-	(21,153)	(21,153)
Accrued expenses and other liabilities	-	-	-	(60,380)	(60,380)
Total liabilities (excluding net assets attributable to Redeemable Participating Shareholders)	-	-	-	(1,971,603)	(1,971,603)
Net assets attributable to Redeemable Participating Shareholders	41,048,008	39,996,924	-	81,572,919	162,617,851

Liabilities not exposed to interest rate risk comprise financial liabilities at fair value through profit or loss, subscriptions received in advance, redemptions payable, introducing broker fees payable, management fees payable, incentive fees payable, services management fees payable, directors fees payable and accrued expenses and other liabilities. These amounts normally require contractual settlement within one quarter and, in all cases, within one year.

6. Financial risk management (continued)

Interest rate risk (continued)

The following tables detail the effect on net assets should interest rates have increased/decreased by 50 basis points (bps) with all other variables remaining constant, assuming that a 50 bps increase/decrease in the base interest rate would result in a correlating 50bps increase/decrease in the value of net assets. In reality, an increase/decrease of 50 bps would not result in a direct correlating increase/decrease in the fair value of net assets, as the movement in the value of net assets would depend on the individual asset class and/or market sentiment towards any sensitivity in the interest rate. The volatility measures presented in the market risk section capture, among all other variables, these actual interest rate sensitivities.

Class A USD

	Less than one month US\$	One month to one year US\$	Over one year US\$	Not exposed to interest rate risk US\$	Total US\$
As at 30 June 2022					
Net assets - (50 bps increase)	7,290,431	63,971,060	-	73,402,697	144,664,188
Net assets - (50 bps decrease)	7,217,889	63,334,532	-	73,402,697	143,955,118

	Less than one month US\$	One month to one year US\$	Over one year US\$	Not exposed to interest rate risk US\$	Total US\$
As at 30 June 2021					
Net assets - (50 bps increase)	26,502,427	40,196,909	-	67,350,965	134,050,301
Net assets - (50 bps decrease)	26,238,721	39,796,939	-	67,350,965	133,386,625

Class B EUR

	Less than one month EUR	One month to one year EUR	Over one year EUR	Not exposed to interest rate risk EUR	Total EUR
As at 30 June 2022					
Net assets - (50 bps increase)	6,831,441	-	-	7,075,803	13,907,244
Net assets - (50 bps decrease)	6,763,467	-	-	7,075,803	13,839,270

	Less than one month EUR	One month to one year EUR	Over one year EUR	Not exposed to interest rate risk EUR	Total EUR
As at 30 June 2021					
Net assets - (50 bps increase)	6,680,673	-	-	6,467,379	13,148,052
Net assets - (50 bps decrease)	6,614,199	-	-	6,467,379	13,081,578

Class C CHF

	Less than one month CHF	One month to one year CHF	Over one year CHF	Not exposed to interest rate risk CHF	Total CHF
As at 30 June 2022					
Net assets - (50 bps increase)	5,730,363	-	-	6,496,697	12,227,060
Net assets - (50 bps decrease)	5,673,345	-	-	6,496,697	12,170,042

	Less than one month CHF	One month to one year CHF	Over one year CHF	Not exposed to interest rate risk CHF	Total CHF
As at 30 June 2021					
Net assets - (50 bps increase)	6,317,472	-	-	6,062,202	12,379,674
Net assets - (50 bps decrease)	6,254,612	-	-	6,062,202	12,316,814

6. Financial risk management (continued)

Interest rate risk (continued)

Aggregated

	Less than one month US\$	One month to one year US\$	Over one year US\$	Not exposed to interest rate risk US\$	Total US\$
As at 30 June 2022					
Net assets - (50 bps increase)	20,451,773	63,971,060	-	87,622,571	172,045,404
Net assets - (50 bps decrease)	20,248,273	63,334,532	-	87,622,571	171,205,376

	Less than one month US\$	One month to one year US\$	Over one year US\$	Not exposed to interest rate risk US\$	Total US\$
As at 30 June 2021					
Net assets - (50 bps increase)	41,253,248	40,196,909	-	81,572,919	163,023,076
Net assets - (50 bps decrease)	40,842,768	39,796,939	-	81,572,919	162,212,626

The Company is exposed to interest rate risk through its investment strategy, which is deliberately designed to generate returns through trading strategies focused on exploiting price differentials in rates. The sensitivity of these exposures is modelled through the overall volatility analysis provided in the market risk section.

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.

The Company and the Protected Cells are exposed to currency risk through their investments in non-US\$ denominated investments and the non-US\$ denominated share classes are exposed to currency risk through their investments in US\$ denominated investments. The Investment Manager will seek to hedge this risk through a programme of currency risk management and has an active procedure to monitor foreign exchange exposures and manages this risk through offsetting non-US\$ denominated balances and entering into offsetting forward currency contracts.

The Company and the Protected Cells are also indirectly exposed to foreign exchange risk through the underlying strategies of the managed funds held, where foreign exchange risk trading forms part of the mandated investment strategy.

Monetary assets and liabilities denominated in foreign currencies are summarised below. The amounts stated represent the Protected Cells' and the Company's pre-hedged exposure and do not take into account the reduced sensitivity to currency risk that results from holding the forward currency contracts.

Class A USD

As at 30 June 2022					
Amounts are expressed in their US\$ equivalents	US\$	EUR	GBP	Other	Total
Assets					
Cash and cash equivalents	7,253,451	709	-	-	7,254,160
Financial assets at fair value through profit or loss	138,814,552	-	-	-	138,814,552
Services management fees rebate receivable	14,243	-	-	-	14,243
Other assets	3,460	-	-	-	3,460
Total assets	146,085,706	709	-	-	146,086,415
Liabilities					
Subscriptions received in advance	(95,952)	-	-	-	(95,952)
Redemptions payable	(225,766)	-	-	-	(225,766)
Introducing broker fees payable	(125,162)	-	-	-	(125,162)
Management fees payable	(375,485)	-	-	-	(375,485)
Incentive fees payable	(795,882)	-	-	-	(795,882)
Services management fees payable	(61,038)	-	-	-	(61,038)
Directors' fees payable	(20,020)	-	-	-	(20,020)
Accrued expenses and other liabilities	(77,457)	-	-	-	(77,457)
Total liabilities (excluding net assets attributable to Redeemable Participating Shareholders)	(1,776,762)	-	-	-	(1,776,762)
Net assets attributable to Redeemable Participating Shareholders	144,308,944	709	-	-	144,309,653

6. Financial risk management (continued)

Currency risk (continued)

As at 30 June 2021

Amounts are expressed in their US\$ equivalents	US\$	EUR	GBP	Other	Total
Assets					
Cash and cash equivalents	26,369,763	810	-	-	26,370,573
Collateral balances with brokers	1	-	-	-	1
Financial assets at fair value through profit or loss	108,587,403	-	-	-	108,587,403
Services management fees rebate receivable	12,736	-	-	-	12,736
Other assets	3,175	-	-	-	3,175
Total assets	134,973,078	810	-	-	134,973,888
Liabilities					
Subscriptions received in advance	(30,890)	-	-	-	(30,890)
Redemptions payable	(418,116)	-	-	-	(418,116)
Introducing broker fees payable	(111,153)	-	-	-	(111,153)
Management fees payable	(333,458)	-	-	-	(333,458)
Incentive fees payable	(260,938)	-	-	-	(260,938)
Services management fees payable	(41,958)	-	-	-	(41,958)
Directors' fees payable	(17,345)	-	-	-	(17,345)
Accrued expenses and other liabilities	(41,567)	-	-	-	(41,567)
Total liabilities (excluding net assets attributable to Redeemable Participating Shareholders)	(1,255,425)	-	-	-	(1,255,425)
Net assets attributable to Redeemable Participating Shareholders	133,717,653	810	-	-	133,718,463

Class B EUR

As at 30 June 2022

Amounts are expressed in their EUR equivalents	US\$	EUR	GBP	Other	Total
Assets					
Cash and cash equivalents	1,564,690	5,232,307	457	-	6,797,454
Financial assets at fair value through profit or loss	7,302,534	-	-	-	7,302,534
Services management fees rebate receivable	1,383	-	-	-	1,383
Other assets	4,209	-	-	-	4,209
Total assets	8,872,816	5,232,307	457	-	14,105,580
Liabilities					
Financial liabilities at fair value through profit or loss	(3,638)	-	-	-	(3,638)
Redemptions payable	-	(65,438)	-	-	(65,438)
Introducing broker fees payable	-	(12,158)	-	-	(12,158)
Management fees payable	-	(36,473)	-	-	(36,473)
Incentive fees payable	-	(75,637)	-	-	(75,637)
Services management fees payable	(19,132)	-	-	-	(19,132)
Directors' fees payable	(1,639)	-	-	-	(1,639)
Accrued expenses and other liabilities	(18,209)	1	-	-	(18,208)
Total liabilities (excluding net assets attributable to Redeemable Participating Shareholders)	(42,618)	(189,705)	-	-	(232,323)
Net assets attributable to Redeemable Participating Shareholders	8,830,198	5,042,602	457	-	13,873,257

6. Financial risk management (continued)

Currency risk (continued)

As at 30 June 2021

Amounts are expressed in their EUR equivalents	US\$	EUR	GBP	Other	Total
Assets					
Cash and cash equivalents	1,571,877	4,924,346	459	-	6,496,682
Collateral balances with brokers	-	150,754	-	-	150,754
Financial assets at fair value through profit or loss	6,774,637	-	-	-	6,774,637
Services management fees rebate receivable	1,255	-	-	-	1,255
Total assets	8,347,769	5,075,100	459	-	13,423,328
Liabilities					
Financial liabilities at fair value through profit or loss	(217,767)	-	-	-	(217,767)
Introducing broker fees payable	-	(10,948)	-	-	(10,948)
Management fees payable	-	(32,845)	-	-	(32,845)
Incentive fees payable	-	(22,960)	-	-	(22,960)
Services management fees payable	(7,197)	-	-	-	(7,197)
Directors' fees payable	(1,698)	-	-	-	(1,698)
Accrued expenses and other liabilities	(15,099)	1	-	-	(15,098)
Total liabilities (excluding net assets attributable to Redeemable Participating Shareholders)	(241,761)	(66,752)	-	-	(308,513)
Net assets attributable to Redeemable Participating Shareholders	8,106,008	5,008,348	459	-	13,114,815

Class C CHF

As at 30 June 2022

Amounts are expressed in their CHF equivalents	US\$	EUR	GBP	CHF	Total
Assets					
Cash and cash equivalents	1,682,221	-	-	4,019,633	5,701,854
Financial assets at fair value through profit or loss	6,650,566	-	-	-	6,650,566
Services management fees rebate receivable	1,208	-	-	-	1,208
Total assets	8,333,995	-	-	4,019,633	12,353,628
Liabilities					
Financial liabilities at fair value through profit or loss	(8,432)	-	-	-	(8,432)
Introducing broker fees payable	-	-	-	(10,517)	(10,517)
Management fees payable	-	-	-	(31,855)	(31,855)
Incentive fees payable	-	-	-	(67,812)	(67,812)
Services management fees payable	(19,521)	-	-	-	(19,521)
Directors' fees payable	(1,634)	-	-	-	(1,634)
Accrued expenses and other liabilities	(15,306)	-	-	-	(15,306)
Total liabilities (excluding net assets attributable to Redeemable Participating Shareholders)	(44,893)	-	-	(110,184)	(155,077)
Net assets attributable to Redeemable Participating Shareholders	8,289,102	-	-	3,909,449	12,198,551

6. Financial risk management (continued)

Currency risk (continued)

As at 30 June 2021

Amounts are expressed in their CHF equivalents	US\$	EUR	GBP	CHF	Total
Assets					
Cash and cash equivalents	1,423,220	-	-	4,698,086	6,121,306
Collateral balances with brokers	-	-	-	164,736	164,736
Financial assets at fair value through profit or loss	6,385,116	-	-	-	6,385,116
Services management fees rebate receivable	1,188	-	-	-	1,188
Total assets	7,809,524	-	-	4,862,822	12,672,346
Liabilities					
Financial liabilities at fair value through profit or loss	(261,911)	-	-	-	(261,911)
Introducing broker fees payable	-	-	-	(10,367)	(10,367)
Management fees payable	-	-	-	(31,100)	(31,100)
Services management fees payable	(7,873)	-	-	-	(7,873)
Directors' fees payable	(1,660)	-	-	-	(1,660)
Accrued expenses and other liabilities	(11,191)	-	-	-	(11,191)
Total liabilities (excluding net assets attributable to Redeemable Participating Shareholders)	(282,635)	-	-	(41,467)	(324,102)
Net assets attributable to Redeemable Participating Shareholders	7,526,889	-	-	4,821,355	12,348,244

Aggregated

As at 30 June 2022

Amounts are expressed in their US\$ equivalents	US\$	EUR	GBP	CHF	Total
Assets					
Cash and cash equivalents	10,655,063	5,485,882	479	4,208,599	20,350,023
Financial assets at fair value through profit or loss	153,433,217	-	-	-	153,433,217
Services management fees rebate receivable	16,958	-	-	-	16,958
Other assets	7,872	-	-	-	7,872
Total assets	164,113,110	5,485,882	479	4,208,599	173,808,070
Liabilities					
Financial liabilities at fair value through profit or loss	(12,642)	-	-	-	(12,642)
Subscriptions received in advance	(95,952)	-	-	-	(95,952)
Redemptions payable	(225,766)	(68,600)	-	-	(294,366)
Introducing broker fees payable	(125,162)	(12,746)	-	(11,011)	(148,919)
Management fees payable	(375,485)	(38,235)	-	(33,353)	(447,073)
Incentive fees payable	(795,882)	(79,292)	-	(71,000)	(946,174)
Services management fees payable	(101,533)	-	-	-	(101,533)
Directors' fees payable	(23,449)	-	-	-	(23,449)
Accrued expenses and other liabilities	(112,573)	1	-	-	(112,572)
Total liabilities (excluding net assets attributable to Redeemable Participating Shareholders)	(1,868,444)	(198,872)	-	(115,364)	(2,182,680)
Net assets attributable to Redeemable Participating Shareholders	162,244,666	5,287,010	479	4,093,235	171,625,390

6. Financial risk management (continued)

Currency risk (continued)

As at 30 June 2021

Amounts are expressed in their US\$ equivalents	US\$	EUR	GBP	CHF	Total
Assets					
Cash and cash equivalents	29,772,118	5,839,494	544	5,079,012	40,691,168
Collateral balances with brokers	1	178,746	-	178,093	356,840
Financial assets at fair value through profit or loss	123,522,763	-	-	-	123,522,763
Services management fees rebate receivable	15,508	-	-	-	15,508
Other assets	3,175	-	-	-	3,175
Total assets	153,313,565	6,018,240	544	5,257,105	164,589,454
Liabilities					
Financial liabilities at fair value through profit or loss	(541,348)	-	-	-	(541,348)
Subscriptions received in advance	(30,890)	-	-	-	(30,890)
Redemptions payable	(418,116)	-	-	-	(418,116)
Introducing broker fees payable	(111,153)	(12,980)	-	(11,208)	(135,341)
Management fees payable	(333,458)	(38,943)	-	(33,622)	(406,023)
Incentive fees payable	(260,938)	(27,223)	-	-	(288,161)
Services management fees payable	(45,416)	-	-	-	(45,416)
Directors' fees payable	(21,153)	-	-	-	(21,153)
Accrued expenses and other liabilities	(85,156)	1	-	-	(85,155)
Total liabilities (excluding net assets attributable to Redeemable Participating Shareholders)	(1,847,628)	(79,145)	-	(44,830)	(1,971,603)
Net assets attributable to Redeemable Participating Shareholders	151,465,937	5,939,095	544	5,212,275	162,617,851

Other price risk

Other price risk is the risk that the price of a financial instrument will fluctuate due to changes in market conditions influencing, directly or indirectly, the value of the financial instrument.

The Company, through the Protected Cells, is exposed to other price risk from its investments. Due to the nature of the trading strategies followed by this Company, no direct relationship between any market factors and the expected prices of the investments can be reliably established.

Other price risk is managed through the overall risk management processes described above.

Credit/Counterparty risk

Credit risk is the risk that an issuer or counterparty will be unable to meet a commitment that it has entered into with the Company through the Protected Cells.

The Company's maximum exposure to credit risk through the Protected Cells, (not taking into account the value of any collateral or other security held) in the event that the counterparties fail to perform their obligations as at 30 June 2022 in relation to each class of recognised financial assets, including derivatives, is the carrying amount of those assets in the aggregated statement of financial position.

With respect to derivative financial instruments, credit risk arises from the potential failure of counterparties to meet their obligations under the contract or arrangement. Credit risk is mitigated for the AHL Diversified Programme through the diversity of counterparties and regular monitoring of concentration risk.

As at 30 June 2022 and 30 June 2021, the Company holds government bonds in the United States. Refer to Note 4 for further details.

The significant exposures are to the Banks and the Brokers.

6. Financial risk management (continued)

Credit/Counterparty risk (continued)

The table below analyses the Company's exposure to cash and cash equivalents, collateral balances with brokers and financial assets at fair value through profit or loss at 30 June 2022 and 30 June 2021 (Source: Moody's):

30 June 2022

Counterparty	Moody's Rating	Class A US\$	Class B EUR	Class C CHF	Aggregated US\$
BNP Paribas	Aa3	1	-	-	1
JP Morgan Chase	A2	6,932,441	6,759,525	6,020,109	20,321,759
The Bank of New York Mellon SA/NV	A1	321,718	65,438	-	390,318
		7,254,160	6,824,963	6,020,109	20,712,078

Counterparty	Moody's Rating	Class A %	Class B %	Class C %	Aggregated %
BNP Paribas	Aa3	-	-	-	-
JP Morgan Chase	A2	95.57%	99.04%	100.00%	98.12%
The Bank of New York Mellon SA/NV	A1	4.43%	0.96%	-	1.88%
		100.00%	100.00%	100.00%	100.00%

30 June 2021

Counterparty	Moody's Rating	Class A US\$	Class B EUR	Class C CHF	Aggregated US\$
BNP Paribas	Aa3	23,359,802	-	-	23,359,802
Deutsche Bank	A3	1	-	-	1
JP Morgan Chase	A2	2,561,765	6,657,789	6,299,425	17,265,942
The Bank of New York Mellon SA/NV	A1	449,006	-	-	449,006
		26,370,574	6,657,789	6,299,425	41,074,751

Counterparty	Moody's Rating	Class A %	Class B %	Class C %	Aggregated %
BNP Paribas	Aa3	88.58%	-	-	56.87%
JP Morgan Chase	A2	9.72%	100.00%	100.00%	42.04%
The Bank of New York Mellon SA/NV	A1	1.70%	-	-	1.09%
		100.00%	100.00%	100.00%	100.00%

The custody of assets rests with the prime broker/counterparty. The Investment Manager has centralised its due diligence and monitoring process of the prime brokerage and trading relationships through a dedicated prime brokerage and trading team utilised by an affiliated company. Credit and counterparty risk is analysed by examining certain credit related criteria on a centralised basis across platforms by establishing risk tolerance levels in accordance with the overall risk profile of the prime broker/counterparty as determined by the Investment Manager.

In addition, netting agreements and collateral arrangements (including International Swaps and Derivatives Association Inc. Master Agreements for OTC (as applicable derivatives)) are routinely put in place when appropriate to allow the counterparty risk mitigating benefits of close-out netting and payment netting.

Liquidity risk

Liquidity risk is the risk that the Protected Cells will encounter difficulty in meeting obligations associated with financial liabilities that are settled by delivering cash or another financial assets. Redeemable Participating Shareholder redemption requests are the main liquidity risk for the Protected Cells.

The Protected Cell's Redeemable Participating Shares are redeemable as outlined in Note 10. The exposure to liquidity risk through Redeemable Participating Shareholder redemption requests is managed by specifically setting the redemption notice period to accommodate the expected liquidity of the underlying investments as agreed by the Investment Manager.

The Protected Cell's financial instruments also include investments in derivative contracts traded OTC, which are not quoted in an active public market and which generally may be illiquid. As a result, the Protected Cells may not be able to liquidate quickly some of its investments in these instruments at an amount close to their fair value in order to meet its liquidity requirements, the Protected Cells may be forced to sell its more liquid positions at a disadvantageous time, resulting in a greater percentage of the portfolio consisting of illiquid financial instruments.

6. Financial risk management (continued)

Liquidity risk (continued)

The tables below summarise the maturity profile of the Company's financial liabilities:

Class A USD

	Less than 1 month US\$	1 to 3 months US\$	3 to 12 months US\$	Greater than 1 year US\$	Total US\$
As at 30 June 2022					
Liabilities					
Subscriptions received in advance	(95,952)	-	-	-	(95,952)
Redemptions payable	(225,766)	-	-	-	(225,766)
Introducing broker fees payable	(125,162)	-	-	-	(125,162)
Management fees payable	(375,485)	-	-	-	(375,485)
Incentive fees payable	(795,882)	-	-	-	(795,882)
Services management fees payable	-	-	(61,038)	-	(61,038)
Directors' fees payable	-	-	(20,020)	-	(20,020)
Accrued expenses and other liabilities	-	-	(77,457)	-	(77,457)
Net assets attributable to Redeemable Participating Shareholders	(144,309,653)	-	-	-	(144,309,653)
Total liabilities	(145,927,900)	-	(158,515)	-	(146,086,415)

	Less than 1 month US\$	1 to 3 months US\$	3 to 12 months US\$	Greater than 1 year US\$	Total US\$
As at 30 June 2021					
Liabilities					
Subscriptions received in advance	(30,890)	-	-	-	(30,890)
Redemptions payable	(418,116)	-	-	-	(418,116)
Introducing broker fees payable	(111,153)	-	-	-	(111,153)
Management fees payable	(333,458)	-	-	-	(333,458)
Incentive fees payable	(260,938)	-	-	-	(260,938)
Services management fees payable	-	-	(41,958)	-	(41,958)
Directors' fees payable	-	-	(17,345)	-	(17,345)
Accrued expenses and other liabilities	-	-	(41,567)	-	(41,567)
Net assets attributable to Redeemable Participating Shareholders	(133,718,463)	-	-	-	(133,718,463)
Total liabilities	(134,873,018)	-	(100,870)	-	(134,973,888)

Class B EUR

	Less than 1 month EUR	1 to 3 months EUR	3 to 12 months EUR	Greater than 1 year EUR	Total EUR
As at 30 June 2022					
Liabilities					
Financial liabilities at fair value through profit or loss	(3,638)	-	-	-	(3,638)
Redemptions payable	(65,438)	-	-	-	(65,438)
Introducing broker fees payable	(12,158)	-	-	-	(12,158)
Management fees payable	(36,473)	-	-	-	(36,473)
Incentive fees payable	(75,637)	-	-	-	(75,637)
Services management fees payable	-	-	(19,132)	-	(19,132)
Directors' fees payable	-	-	(1,639)	-	(1,639)
Accrued expenses and other liabilities	-	-	(18,208)	-	(18,208)
Net assets attributable to Redeemable Participating Shareholders	(13,873,257)	-	-	-	(13,873,257)
Total liabilities	(14,066,601)	-	(38,979)	-	(14,105,580)

6. Financial risk management (continued)

Liquidity risk (continued)

Class B EUR

	Less than 1 month EUR	1 to 3 months EUR	3 to 12 months EUR	Greater than 1 year EUR	Total EUR
As at 30 June 2021					
Liabilities					
Financial liabilities at fair value through profit or loss	(217,767)	-	-	-	(217,767)
Introducing broker fees payable	(10,948)	-	-	-	(10,948)
Management fees payable	(32,845)	-	-	-	(32,845)
Incentive fees payable	(22,960)	-	-	-	(22,960)
Services management fees payable	-	-	(11,872)	-	(11,872)
Directors' fees payable	-	-	(1,698)	-	(1,698)
Accrued expenses and other liabilities	-	-	(10,423)	-	(10,423)
Net assets attributable to Redeemable Participating Shareholders	(13,114,815)	-	-	-	(13,114,815)
Total liabilities	(13,399,335)	-	(23,993)	-	(13,423,328)

Class C CHF

	Less than 1 month CHF	1 to 3 months CHF	3 to 12 months CHF	Greater than 1 year CHF	Total CHF
As at 30 June 2022					
Liabilities					
Financial liabilities at fair value through profit or loss	(8,432)	-	-	-	(8,432)
Introducing broker fees payable	(10,517)	-	-	-	(10,517)
Management fees payable	(31,855)	-	-	-	(31,855)
Incentive fees payable	(67,812)	-	-	-	(67,812)
Services management fees payable	-	-	(19,521)	-	(19,521)
Directors' fees payable	-	-	(1,634)	-	(1,634)
Accrued expenses and other liabilities	-	-	(15,306)	-	(15,306)
Net assets attributable to Redeemable Participating Shareholders	(12,198,551)	-	-	-	(12,198,551)
Total liabilities	(12,317,167)	-	(36,461)	-	(12,353,628)

	Less than 1 month CHF	1 to 3 months CHF	3 to 12 months CHF	Greater than 1 year CHF	Total CHF
As at 30 June 2021					
Liabilities					
Financial liabilities at fair value through profit or loss	(261,911)	-	-	-	(261,911)
Introducing broker fees payable	(10,367)	-	-	-	(10,367)
Management fees payable	(31,100)	-	-	-	(31,100)
Services management fees payable	-	-	(13,095)	-	(13,095)
Directors' fees payable	-	-	(1,660)	-	(1,660)
Accrued expenses and other liabilities	-	-	(5,969)	-	(5,969)
Net assets attributable to Redeemable Participating Shareholders	(12,348,244)	-	-	-	(12,348,244)
Total liabilities	(12,651,622)	-	(20,724)	-	(12,672,346)

7. Financial risk management (continued)

Liquidity risk (continued)

Aggregated

	Less than 1 month US\$	1 to 3 months US\$	3 to 12 months US\$	Greater than 1 year US\$	Total US\$
As at 30 June 2022					
Liabilities					
Financial liabilities at fair value through profit or loss	(12,642)	-	-	-	(12,642)
Subscriptions received in advance	(95,952)	-	-	-	(95,952)
Redemptions payable	(294,366)	-	-	-	(294,366)
Introducing broker fees payable	(148,919)	-	-	-	(148,919)
Management fees payable	(447,073)	-	-	-	(447,073)
Incentive fees payable	(946,174)	-	-	-	(946,174)
Services management fees payable	-	-	(101,533)	-	(101,533)
Directors' fees payable	-	-	(23,449)	-	(23,449)
Accrued expenses and other liabilities	-	-	(112,572)	-	(112,572)
Net assets attributable to Redeemable Participating Shareholders	(171,625,390)	-	-	-	(171,625,390)
Total liabilities	(173,570,516)	-	(237,554)	-	(173,808,070)
	Less than 1 month US\$	1 to 3 months US\$	3 to 12 months US\$	Greater than 1 year US\$	Total US\$
As at 30 June 2021					
Liabilities					
Financial liabilities at fair value through profit or loss	(541,348)	-	-	-	(541,348)
Subscriptions received in advance	(30,890)	-	-	-	(30,890)
Redemptions payable	(418,116)	-	-	-	(418,116)
Introducing broker fees payable	(135,341)	-	-	-	(135,341)
Management fees payable	(406,023)	-	-	-	(406,023)
Incentive fees payable	(288,161)	-	-	-	(288,161)
Services management fees payable	-	-	(70,191)	-	(70,191)
Directors' fees payable	-	-	(21,153)	-	(21,153)
Accrued expenses and other liabilities	-	-	(60,380)	-	(60,380)
Net assets attributable to Redeemable Participating Shareholders	(162,617,851)	-	-	-	(162,617,851)
Total liabilities	(164,437,730)	-	(151,724)	-	(164,589,454)

7. Net gain on financial assets and liabilities at fair value through profit or loss

Class A USD	2022 Fair Value US\$	2021 Fair Value US\$
Realised and unrealised gain/(loss) on foreign currency		
Realised loss on foreign currency	-	(572)
Change in unrealised gain on foreign currency	-	43
Change in unrealised loss on foreign currency	(93)	(379)
Net loss on foreign currency	(93)	(908)
Realised and unrealised gain/(loss) on financial assets and liabilities at fair value through profit or loss		
Realised gain on investments	25,089,464	14,344,416
Total realised gain	25,089,464	14,344,416
Change in unrealised gain on investments	1,365,721	17,780,704
Total change in unrealised gain	1,365,721	17,780,704
Change in unrealised loss on investments	(3,272,433)	-
Total change in unrealised loss	(3,272,433)	-
Net gain on financial assets and liabilities at fair value through profit or loss	23,182,752	32,125,120
Class B EUR		
	2022 Fair Value EUR	2021 Fair Value EUR
Realised and unrealised gain/(loss) on foreign currency		
Realised gain on foreign currency	72,752	151,751
Change in unrealised gain on foreign currency	-	29,398
Change in unrealised loss on foreign currency	(1,995)	(635)
Net gain on foreign currency	70,757	180,514
Realised and unrealised gain/(loss) on financial assets and liabilities at fair value through profit or loss		
Realised gain on investments	2,955,007	1,086,858
Realised gain on forward currency contracts	-	252,914
Total realised gain	2,955,007	1,339,772
Realised loss on forward currency contracts	(1,258,028)	-
Total realised loss	(1,258,028)	-
Change in unrealised gain on investments	364,246	1,740,797
Change in unrealised gain on forward currency contracts	231,285	-
Total change in unrealised gain	595,531	1,740,797
Change in unrealised loss on investments	(147,974)	-
Change in unrealised loss on forward currency contracts	-	(185,761)
Total change in unrealised loss	(147,974)	(185,761)
Net gain on financial assets and liabilities at fair value through profit or loss	2,144,536	2,894,808

7. Net gain on financial assets and liabilities at fair value through profit or loss (continued)

Class C CHF	2022 Fair Value CHF	2021 Fair Value CHF
Realised and unrealised gain/(loss) on foreign currency		
Realised gain on foreign currency	-	195,452
Realised loss on foreign currency	(255,564)	(26)
Change in unrealised gain on foreign currency	-	27,396
Change in unrealised loss on foreign currency	(33,062)	(688)
Net (loss)/gain on foreign currency	(288,626)	222,134
Realised and unrealised gain/(loss) on financial assets and liabilities at fair value through profit or loss		
Realised gain on investments	2,547,015	1,060,224
Realised gain on forward currency contracts	-	60,737
Total realised gain	2,547,015	1,120,961
Realised loss on forward currency contracts	(607,846)	-
Total realised loss	(607,846)	-
Change in unrealised gain on investments	164,776	1,889,439
Change in unrealised gain on forward currency contracts	558,351	-
Total change in unrealised gain	723,127	1,889,439
Change in unrealised loss on investments	(403,288)	-
Change in unrealised loss on forward currency contracts	-	(265,890)
Total change in unrealised loss	(403,288)	(265,890)
Net gain on financial assets and liabilities at fair value through profit or loss	2,259,008	2,744,510
Aggregated	2022 Fair Value US\$	2021 Fair Value US\$
Realised and unrealised gain/(loss) on foreign currency		
Realised gain on foreign currency	82,029	395,845
Realised loss on foreign currency	(274,319)	(601)
Change in unrealised gain on foreign currency	-	65,218
Change in unrealised loss on foreign currency	(37,831)	(1,893)
Net (loss)/gain on foreign currency	(230,121)	458,569
Realised and unrealised gain/(loss) on financial assets and liabilities at fair value through profit or loss		
Realised gain on investments	31,155,198	16,806,056
Realised gain on forward currency contracts	-	368,332
Total realised gain	31,155,198	17,174,388
Realised loss on forward currency contracts	(2,070,893)	-
Total realised loss	(2,070,893)	-
Change in unrealised gain on investments	1,953,280	21,933,806
Change in unrealised gain on forward currency contracts	860,103	-
Total change in unrealised gain	2,813,383	21,933,806
Change in unrealised loss on investments	(3,872,159)	-
Change in unrealised loss on forward currency contracts	-	(513,846)
Total change in unrealised loss	(3,872,159)	(513,846)
Net gain on financial assets and liabilities at fair value through profit or loss	28,025,529	38,594,348

8. Fees and expenses

Management fees and Incentive fees

Management and incentive fees payable in respect of the AHL Diversified Programme are payable to the AIFM in consideration for marketing advisory and investment management services.

Management fees

Management fees are calculated weekly and payable monthly at a rate of up to 1/52 of 3.00% of the investment exposure allocation to the AHL Diversified Programme.

Incentive fees

A weekly incentive fee is calculated and accrued at each valuation day at a rate of up to 20% of any net new appreciation per Class A, B and C Shares (prior to the calculation and deduction of the incentive fee itself). Incentive fees are only payable if the net increase in value attributable to the Investment Strategy exceeds a previously attained value for such Investment Strategy.

Services management fees

Man Investments AG (the "Services Manager") is entitled to receive a fee as detailed in the table below subject to a minimum of US\$105,000 per annum. The Services Manager's fees are based on the following sliding scale (calculated by reference to the NAV at each valuation day):

Value to which the fee is applied (US\$)	Fee comprises an amount equal to one-fifty-second of US\$50,000 per week and:
0 – 50,000,000	one-fifty-second of 0.30% of the NAV of the Redeemable Participating Shares
50,000,001 – 100,000,000	one-fifty-second of 0.20% of the NAV of the Redeemable Participating Shares
100,000,001 – 249,999,999	one-fifty-second of 0.125% of the NAV of the Redeemable Participating Shares
250,000,000 – 499,999,999	one-fifty-second of 0.10% of the NAV of the Redeemable Participating Shares
500,000,000 or more	one-fifty-second of 0.05% of the NAV of the Redeemable Participating Shares

The Services Manager is entitled to a fixed set-up fee of US\$12,500 per annum, paid quarterly in arrears, plus: (i) a fee of US\$75 per new investor account (direct investors only); (ii) a transaction fee of US\$50 per Shareholder transaction; (iii) an account maintenance fee of US\$25 per account, subject to a minimum of US\$10,000 per annum, paid quarterly in arrears; and (iv) a product complexity fee of US\$10 per investment, subject to a minimum of US\$10,000 per annum, paid quarterly in arrears by the Company by each Protected Cell.

The Services Manager has appointed the Administrator to carry out certain general shareholder and accounting and valuation services. No additional fees to those described above will be payable to the Services Manager pursuant to the Services Management Agreement. The Services Manager pays a portion of such fees to the Administrator. The Services Manager is solely responsible for the payment of fees to the Administrator and the Protected Cells have no responsibility or liability for such fees.

The Services Manager has the right to be reimbursed directly from the assets of the Protected Cells for any reasonable out-of-pocket expenses incurred in carrying out its responsibilities to the Protected Cells.

The AIFM is solely responsible for the payment of fees to J.P. Morgan Administration Services (Guernsey) Limited (the "Designated Administrator") and the Company has no responsibility or liability for such fees.

Services management fees rebate

As the Company and the managed funds in which it invests have the same Services Manager, the Company and the Services Manager entered into a Rebate Agreement. The agreement provides for the recognition of a rebate calculated as the proportionate share of the Company on the total services manager fees recognised and paid by the managed funds in which the Company invests. Proportionate share means the percentage of the Company's share ownership in such managed funds. The rebate is calculated on a monthly basis and is recognised as services manager fees rebates included under services management fees rebate in the aggregated statement of comprehensive income. The rebate is deducted against the calculated services manager fees payable by the Company to the Services Manager. If the rebate balance is greater than the services manager fees calculated by the Company, the excess amount is recognised as a services manager fee receivable from the Services Manager.

Introducing broker fees

Introducing broker fees, excluding institutional charges, are calculated at a rate up to 1% of the investment exposure allocated to the AHL Diversified Programme during the period.

Designated Custodian fees

J.P. Morgan Custody Services (Guernsey) Limited (the "Designated Custodian") is entitled to receive a fee at the rate of 0.025% per annum of the NAV of the Redeemable Participating Shares, calculated and accrued at each valuation day and payable monthly in arrears for acting as designated custodian of the Protected Cell. These are included within other expenses in the aggregated statement of comprehensive income.

8. Fees and expenses (continued)

Depository fees

J.P. Morgan Custody Services (Guernsey) Limited (the "Depository Services Provider") is entitled to receive a fee at the rate of 0.005% per annum of the NAV of each Class of Redeemable Participating Shares, calculated and accrued at each valuation day and payable monthly in arrears for acting as depository of the relevant Protected Cell.

Company secretary fees

The Designated Administrator was appointed as Company Secretary. In consideration for the secretarial services provided by the Designated Administrator in its capacity as Company Secretary to the Company, the Company pays an annual fee of GBP8,000. The Designated Administrator in its capacity as Company Secretary will also be reimbursed for all disbursements and reasonable expenses incurred in the performance of its duties, and such disbursements will be invoiced separately and payable annually.

Company secretary fees are included in other expenses in the aggregated statement of comprehensive income.

General expenses of the Company

The following fees and expenses are borne, directly or indirectly, by the Company and charged to the Protected Cell on a pro rata basis:

- a) annual fees of the Company payable to the Registrar of Companies in Guernsey and the Guernsey Financial Services Commission, the fees and expenses of the auditors and of the legal advisers to the Company, an annual fee of US\$5,000 (in aggregate) for the holders of Management Shares, printing and distributing periodic and annual reports and statements and other general operating expenses;
- b) an annual fee payable to each Director of up to GBP10,000 at the Company level, plus a one-off fee of GBP1,000 payable to each Director per Class of Share established after 1 January 2007. The Directors may also receive other fees and be reimbursed for out of pocket expenses; and
- c) the preliminary costs in connection with the formation of the Company, costs relating to the printing and distribution of the Prospectus and related marketing material, legal costs of the Company and Man Group and costs pertaining to the initial issue of Shares, did not exceed US\$150,000 in aggregate, and have been fully amortised and debited from the Protected Cells. A portion of the expenses charged to the initial Protected Cells may be reimbursed to those Protected Cells in due course and allocated to future Protected Cells of the Company where such costs do not relate specifically to any Protected Cell. For financial statement purposes, in conformity with IFRS, the organisational costs were expensed fully in the first year of operation.

Other expenses

Included within other expenses in the aggregated statement of comprehensive income are operating fees and expenses applicable to the Company which are not separately disclosed above.

9. Related party transactions

Master Multi-Product Holdings Ltd, a Bermuda incorporated company, is a related party through its 100% holding of the management shares (the "Management Shares") in the Company. Master Multi-Product Holdings Ltd is itself owned by Conyers Trust Company (Bermuda) Limited as trustee of the Master Multi-Product Purpose Trust.

AHL Partners LLP – the Investment Manager, Trading Adviser and Introducing Broker of the Company, Man Investments AG - the Marketing Adviser, Swiss Representative and Services Manager of the Company, Man Asset Management (Cayman) Limited – the AIFM of the Company and Man Group Operations Limited are indirect wholly-owned subsidiaries of Man Group plc and all subsidiaries of Man Group plc are related parties.

Man Group Operations Limited pays for certain operating fees and expenses centrally on behalf of the Company, which are then periodically recharged back to the Company. Outstanding recharges payable as at 30 June 2022 amount to US\$35,945 (2021: US\$Nil) and have been included within accrued expenses and other liabilities.

Man Group plc companies are also involved, in varying capacities, in the management of the managed funds the Company has invested in, as set out in Note 4.

Each of the Directors is or may become involved in other financial investment and professional activities which may cause conflicts of interest with the management of the Company. These activities include management or administration of other companies (including those with investment objectives similar to those of the Company or structures that may be related to Man Group Plc sponsored investment funds), serving as directors, advisers and/or agents of other companies, including companies or legal structures in which the Company may invest and/or which may invest into the Company.

The net realised and unrealised gain/(loss) on transactions between the Company and the related managed funds during the year amounted to US\$31,155,198 (2021: US\$16,806,056) and US\$(1,918,879) (2021: US\$21,933,806) respectively, which are included in the statement of comprehensive income. There were purchases of US\$322,812,768 (2021: US\$34,023,779) and sales of US\$75,922,117 (2021: US\$82,091,943) during the year.

As at 30 June 2022 0.001% (2021: 0.001%) of the Redeemable Participating Shares of Man AHL Diversified (Guernsey) Class A USD Shares and 0.01% (2021: 0.01%) of the Redeemable Participating Shares of Man AHL Diversified (Guernsey) Class B EUR Shares were owned by entities or individuals affiliated to Man Group plc.

9. Related party transactions (continued)

The following transactions took place between the Company and its related parties:

Class A USD

For the year ended 30 June 2022

<u>Related party</u>	<u>Type of fee</u>	<u>Total fees/(income) US\$</u>	<u>Fees payable/(receivable) at 30 June 2022 US\$</u>
AHL Partners LLP	Introducing broker fees	1,339,975	125,162
Man Asset Management (Cayman) Limited	Management fees	4,019,926	375,485
Man Asset Management (Cayman) Limited	Incentive fees	3,482,469	795,882
Man Investments AG	Services management fees	383,350	61,038
Man Investments AG	Services management fees rebate	(152,206)	(14,243)
Directors	Directors' fees	29,909	20,020
Man Group Operations Limited	Recharges payable	-	28,206

For the year ended 30 June 2021

<u>Related party</u>	<u>Type of fee</u>	<u>Total fees/(income) US\$</u>	<u>Fees payable/(receivable) at 30 June 2021 US\$</u>
AHL Partners LLP	Introducing broker fees	1,352,798	111,153
Man Asset Management (Cayman) Limited	Management fees	4,058,393	333,458
Man Asset Management (Cayman) Limited	Incentive fees	2,863,581	260,938
Man Investments AG	Services management fees	380,955	41,958
Man Investments AG	Services management fees rebate	(153,613)	(12,736)
Directors	Directors' fees	34,019	17,345

Class B EUR

For the year ended 30 June 2022

<u>Related party</u>	<u>Type of fee</u>	<u>Total fees/(income) EUR</u>	<u>Fees payable/(receivable) at 30 June 2022 EUR</u>
AHL Partners LLP	Introducing broker fees	129,661	12,158
Man Asset Management (Cayman) Limited	Management fees	388,984	36,473
Man Asset Management (Cayman) Limited	Incentive fees	302,674	75,637
Man Investments AG	Services management fees	113,694	19,132
Man Investments AG	Services management fees rebate	(14,727)	(1,383)
Directors	Directors' fees	3,311	1,639
Man Group Operations Limited	Recharges payable	-	3,147

For the year ended 30 June 2021

<u>Related party</u>	<u>Type of fee</u>	<u>Total fees/(income) EUR</u>	<u>Fees payable/(receivable) at 30 June 2021 EUR</u>
AHL Partners LLP	Introducing broker fees	129,803	10,948
Man Asset Management (Cayman) Limited	Management fees	389,411	32,845
Man Asset Management (Cayman) Limited	Incentive fees	42,224	22,960
Man Investments AG	Services management fees	104,968	11,872
Man Investments AG	Services management fees rebate	(14,739)	(1,255)
Directors	Directors' fees	3,278	1,698

Class C CHF

For the year ended 30 June 2022

<u>Related party</u>	<u>Type of fee</u>	<u>Total fees/(income) CHF</u>	<u>Fees payable/(receivable) at 30 June 2022 CHF</u>
AHL Partners LLP	Introducing broker fees	120,664	10,517
Man Asset Management (Cayman) Limited	Management fees	362,293	31,855
Man Asset Management (Cayman) Limited	Incentive fees	218,911	67,812
Man Investments AG	Services management fees	118,747	19,521
Man Investments AG	Services management fees rebate	(13,717)	(1,208)
Directors	Directors' fees	2,929	1,634
Man Group Operations Limited	Recharges payable	-	4,960

The above amounts are payable on demand and do not bear interest.

9. Related party transactions (continued)

Class C CHF

For the year ended 30 June 2021

Related party	Type of fee	Total fees/(income)	Fees payable/(receivable)
		CHF	at 30 June 2021 CHF
AHL Partners LLP	Introducing broker fees	125,408	10,367
Man Asset Management (Cayman) Limited	Management fees	376,232	31,100
Man Investments AG	Services management fees	114,065	13,095
Man Investments AG	Services management fees rebate	(14,280)	(1,188)
Directors	Directors' fees	3,145	1,660

Aggregated

For the year ended 30 June 2022

Related party	Type of fee	Total fees/(income)	Fees payable/(receivable)
		US\$	at 30 June 2022 US\$
AHL Partners LLP	Introducing broker fees	1,615,688	148,919
Man Asset Management (Cayman) Limited	Management fees	4,847,390	447,073
Man Asset Management (Cayman) Limited	Incentive fees	4,058,713	946,174
Man Investments AG	Services management fees	639,003	101,533
Man Investments AG	Services management fees rebate	(183,534)	(16,958)
Directors	Directors' fees	36,786	23,449
Man Group Operations Limited	Recharges payable	-	35,945

For the year ended 30 June 2021

Related party	Type of fee	Total fees/(income)	Fees payable/(receivable)
		US\$	at 30 June 2021 US\$
AHL Partners LLP	Introducing broker fees	1,645,456	135,341
Man Asset Management (Cayman) Limited	Management fees	4,936,377	406,023
Man Asset Management (Cayman) Limited	Incentive fees	2,913,924	288,161
Man Investments AG	Services management fees	631,530	70,191
Man Investments AG	Services management fees rebate	(186,888)	(15,508)
Directors	Directors' fees	41,385	21,153

The above amounts are payable on demand and do not bear interest.

10. Share capital

The authorised share capital of the Company consists of US\$20,000,100 divided into 100 voting, non-redeemable and non-participating Management Shares of US\$1.00 par value each, and 2,000,000,000 non-voting, Redeemable Participating Shares of US\$0.01 par value each. The Company may, in the future, increase its authorised share capital by creating additional shares.

Management Shares of the Company

The Management Shares are held by Master Multi-Product Holdings Ltd, a Bermuda exempted company, which is itself owned by Conyers Trust Company (Bermuda) Limited, in its capacity as trustee of the Master Multi-Product Purpose Trust, a special purpose trust formed under the laws of Bermuda pursuant to a deed of trust made by Conyers Trust Company (Bermuda) Limited (therein named Codan Trust Company Limited) dated 14 December 2005.

The holders of Management Shares are not entitled to request redemption of their Management Shares and the Company shall not be entitled to require redemption or repurchase of such Management Shares. As at 30 June 2022, these shares remained uncalled and no amounts were paid or payable to the Company.

Redeemable Participating Shares of the Company

Redeemable Participating Shareholders of the Company are not entitled to any votes in respect of such Redeemable Participating Shares.

Redeemable Participating Shareholders may, upon 3 days written notice, normally redeem their Redeemable Participating Shares on the first dealing day of each calendar week at a redemption price calculated by reference to the NAV per Share on the valuation day immediately preceding the dealing day on which the redemption is to be effected.

10. Share capital (continued)

Redeemable Participating Shares of the Company (continued)

The Redeemable Participating Shares of the Company were offered for sale in a supplement to the Company Prospectus as detailed below:

	Date of supplement to the Company Offering Memorandum	Par value Per Share
Man AHL Diversified (Guernsey) Class A USD Shares	17 December 2007	USD 1
Man AHL Diversified (Guernsey) Class B EUR Shares	23 September 2008	EUR 1
Man AHL Diversified (Guernsey) Class C CHF Shares	23 September 2008	CHF 1

The rights of each Redeemable Participating Shareholders are limited to the assets attributable to the relevant Class of Redeemable Participating Shares. The obligations of the Company in respect of each Class of Redeemable Participating Shares will only be payable from the respective value of assets which are attributable to each such Class of Redeemable Participating Shares. In the event that the assets attributable to the relevant Class of Redeemable Participating Shares are insufficient to meet the obligations of the Company to pay monies to Shareholders of such Class of Redeemable Participating Shares, such Redeemable Participating Shareholders will be limited to proceeding against the relevant Class of Redeemable Participating Shares relating to their investments only and shall not be entitled to exercise any rights or have further recourse to the assets attributable to any other Class of Redeemable Participating Shares or any other assets of the Company.

Share transactions in Redeemable Participating Shares for the year ended 30 June 2022 and 30 June 2021 were as follows:

	Class A USD	Class B EUR	Class C CHF
30 June 2022			
Opening Redeemable Participating Shares	74,338,030	8,925,579	10,150,574
Issued Redeemable Participating Shares	4,460,868	1,040,293	183,633
Redeemed Redeemable Participating Shares	(6,487,560)	(1,351,213)	(1,190,835)
Closing Redeemable Participating Shares	72,311,338	8,614,659	9,143,372
30 June 2021			
Opening Redeemable Participating Shares	103,684,979	10,333,600	12,081,875
Issued Redeemable Participating Shares	2,387,153	66,528	36,479
Redeemed Redeemable Participating Shares	(31,734,102)	(1,474,549)	(1,967,780)
Closing Redeemable Participating Shares	74,338,030	8,925,579	10,150,574

In the event of a winding up or dissolution of the Company, the holders of Management Shares are entitled to an amount equal to the par value thereof, if paid up, and the surplus assets of the Company. However, the holders of the Management Shares have agreed irrevocably to waive their entitlement to any amounts which exceed the par value of their ordinary Management Shares and have authorised the Company to credit any such amounts to the Share Account for the benefit of the Redeemable Participating Shareholders.

Capital management

The Company's objectives for managing capital include:

- investing the capital in investments meeting the description, risk exposure and expected return indicated by the Company's investment objective;
- achieving consistent returns while safeguarding capital by investing in diversified portfolios, by participating in derivative and other advanced capital markets and by using various investment strategies and hedging techniques;
- maintaining sufficient liquidity to meet the expenses of the Company, and to meet redemption requests as they arise; and
- maintaining sufficient size to make the operation of the Company cost-efficient.

Refer to Note 6, 'Financial risk management,' for the policies and processes applied by the Company in managing its capital.

11. Contingent liabilities and commitments

There were no contingent liabilities or commitments other than those already disclosed in these aggregated financial statements as at 30 June 2022 (2021: None).

12. Subsequent events

There have been no subsequent events after the year end requiring disclosure in the aggregated financial statements.

INDEPENDENT AUDITOR'S REPORT TO THE MEMBERS OF AHL DIVERSIFIED PCC LIMITED

Opinion

We have audited the aggregated financial statements of AHL Diversified PCC Limited (the "Company") for the year ended 30 June 2022, which comprise the aggregated statement of financial position, the aggregated statement of changes in net assets, the aggregated statement of comprehensive income, the aggregated statement of cash flows and the related notes 1 to 12, including a summary of significant accounting policies. The financial reporting framework that has been applied in their preparation is applicable law and International Financial Reporting Standards ("IFRS").

In our opinion, the aggregated financial statements:

- ▶ give a true and fair view of the state of the Company's affairs as at 30 June 2022 and of its profit for the year then ended;
- ▶ have been properly prepared in accordance with International Financial Reporting Standards ("IFRS"); and
- ▶ have been properly prepared in accordance with the requirements of The Companies (Guernsey) Law, 2008 and The Protection of Investors (Bailiwick of Guernsey) Law, 2020.

Basis for opinion

We conducted our audit in accordance with International Standards on Auditing (ISAs). Our responsibilities under those standards are further described in the Auditor's responsibilities for the audit of the aggregated financial statements section of our report. We are independent of the Company in accordance with the International Ethics Standards Board for Accountants' International Code of Ethics for Professional Accountants (including International Independence Standards) (IESBA Code), and we have fulfilled our other ethical responsibilities in accordance with the IESBA Code. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion.

Key Audit Matters

Key audit matters are those matters that, in our professional judgement, were of most significance in our audit of the aggregated financial statements of the current period. These matters included those which had the greatest effect on the overall audit strategy, the allocation of resources in the audit; and directing the efforts of the engagement team. These matters were addressed in the context of our audit of the aggregated financial statements as a whole, and in our opinion thereon, and we do not provide a separate opinion on these matters.

Valuation of the Company's investments in related managed funds classified as level 2

Description

The valuation of the Company's investment in managed funds classified as level 2 (the "level 2 managed funds") is a key audit matter, because it significantly impacts Company's performance and net asset value.

The carrying amount of the investment in the level 2 managed funds at 30 June 2022 was \$89,418,366 which represents 52.10% of the Company's net assets. The Company records its investment in the level 2 managed funds at fair value through profit or loss determined based on the net asset value ("NAV") per share published by the administrator or the transfer agents of the level 2 managed funds. See note 4 to the aggregated financial statements.

INDEPENDENT AUDITOR'S REPORT TO THE MEMBERS OF AHL DIVERSIFIED PCC LIMITED (continued)

Our response

We performed the following procedures, among others:

We gained an understanding of the processes adopted by management for investment valuation of level 2 managed funds, including an assessment of the design of the internal controls. We evaluated management's valuation methodology applied to determine the fair value of the level 2 managed funds.

We agreed the number of shares held by the Company in the level 2 managed funds and the NAV per share of the level 2 managed funds as at 30 June 2022 to the investor register independently received from the transfer agents of the level 2 managed funds.

We compared the ending NAV per share of the level 2 managed funds recorded by the Company as of 30 June 2022 to the audited financial statements of the level 2 managed funds. We also assessed the disclosure provided on financial assets and liabilities at fair value through profit or loss to determine whether it complied with accounting standards.

Other information

The other information comprises the information included in the annual report, other than the aggregated financial statements and our auditor's report thereon. The Directors are responsible for the other information.

Our opinion on the aggregated financial statements does not cover the other information, and we do not express any form of assurance conclusion thereon.

In connection with our audit of the aggregated financial statements, our responsibility is to read the other information and, in doing so, consider whether the other information is materially inconsistent with the aggregated financial statements or our knowledge obtained in the audit or otherwise appears to be materially misstated. If we identify such material inconsistencies or apparent material misstatements, we are required to determine whether there is a material misstatement in the aggregated financial statements or a material misstatement of the other information. If, based on the work we have performed, we conclude that there is a material misstatement of the other information, we are required to report that fact.

We have nothing to report in this regard.

Responsibilities of the Directors for the Aggregated Financial Statements

The Directors are responsible for the preparation and fair presentation of the aggregated financial statements in accordance with The Companies (Guernsey) Law 2008, the Authorised Collective Investment Schemes (Class B) Rules and Guidance, 2021 and International Financial Reporting Standards, and for such internal control as management determines is necessary to enable the preparation of aggregated financial statements that are free from material misstatement, whether due to fraud or error.

In preparing the aggregated financial statements, the Directors are responsible for assessing the Company's ability to continue as a going concern, disclosing, as applicable, matters related to going concern and using the going concern basis of accounting unless management either intends to liquidate the Company or to cease operations, or has no realistic alternative but to do so.

The Directors are responsible for overseeing the Company's financial reporting process.

INDEPENDENT AUDITOR'S REPORT TO THE MEMBERS OF AHL DIVERSIFIED PCC LIMITED (continued)

Auditor's responsibilities for the audit of the Aggregated Financial Statements

Our objectives are to obtain reasonable assurance about whether the aggregated financial statements as a whole are free from material misstatement, whether due to fraud or error, and to issue an auditor's report that includes our opinion. Reasonable assurance is a high level of assurance, but is not a guarantee that an audit conducted in accordance with ISAs will always detect a material misstatement when it exists. Misstatements can arise from fraud or error and are considered material if, individually or in the aggregate, they could reasonably be expected to influence the economic decisions of users taken on the basis of these aggregated financial statements.

As part of an audit in accordance with ISAs, we exercise professional judgment and maintain professional scepticism throughout the audit. We also:

- ▶ Identify and assess the risks of material misstatement of the aggregated financial statements, whether due to fraud or error, design and perform audit procedures responsive to those risks, and obtain audit evidence that is sufficient and appropriate to provide a basis for our opinion. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control.
- ▶ Obtain an understanding of internal controls relevant to the audit in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the Company's internal control.
- ▶ Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by the Directors.
- ▶ Conclude on the appropriateness of the Directors' use of the going concern basis of accounting and, based on the audit evidence obtained, whether a material uncertainty exists related to events or conditions that may cast significant doubt on the Company's ability to continue as a going concern. If we conclude that a material uncertainty exists, we are required to draw attention in our auditor's report to the related disclosures in the aggregated financial statements or, if such disclosures are inadequate, to modify our opinion. Our conclusions are based on the audit evidence obtained up to the date of our auditor's report. However, future events or conditions may cause the Company to cease to continue as a going concern.
- ▶ Evaluate the overall presentation, structure and content of the aggregated financial statements, including the disclosures, and whether the aggregated financial statements represent the underlying transactions and events in a manner that achieves fair presentation.

We communicate with the Directors regarding, among other matters, the planned scope and timing of the audit and significant audit findings, including any significant deficiencies in internal control that we identify during our audit.

Matters on which we are required to report by exception

We have nothing to report in respect of the following matters in relation to which the Companies (Guernsey) Law, 2008 requires us to report to you if, in our opinion:

- ▶ proper accounting records have not been kept by the Company; or
- ▶ the aggregated financial statements are not in agreement with the Company's accounting records and returns; or
- ▶ we have not received all the information and explanations we require for our audit.

**INDEPENDENT AUDITOR'S REPORT
TO THE MEMBERS OF AHL DIVERSIFIED PCC LIMITED (continued)**

Use of our report

This report is made solely to the Company's members, as a body, in accordance with Section 262 of the Companies (Guernsey) Law, 2008 and Paragraph 4.2(4) of the Authorised Collective Investment Schemes (Class B) Rules and Guidance, 2021. Our audit work has been undertaken so that we might state to the Company's members those matters we are required to state to them in an auditor's report and for no other purpose. To the fullest extent permitted by law, we do not accept or assume responsibility to anyone other than the Company and the Company's members as a body, for our audit work, for this report, or for the opinions we have formed.

Ernst & Young LLP

Guernsey, Channel Islands
Date: 16 November 2022

Man AHL Diversified PCC Limited

Unaudited reporting requirements in respect of the AIFM Directive

For the year ended 30 June 2022



The following disclosures have been made to meet the additional reporting requirement of the Alternative Investment Fund Managers Directive (“AIFMD”) not already fulfilled in the audited section of the aggregated financial statements.

Risk management

The risk management policy and process for the Fund is designed to satisfy the requirements of the AIFM Directive; associated European Securities and Markets Authority (“ESMA”) regulatory technical standards and guidelines; and local regulations.

An investment manager’s report has been included in the audited aggregated financial statements of the Company.

Material changes

There have been no material changes as defined by Article 23 of the AIFM Directive.

AIFM Remuneration

Non-EU Alternative Investment Fund Managers (“AIFMs”) are required to comply with the Alternative Investment Fund Managers Directive remuneration disclosure requirements for alternative investment funds (“AIFs”) which are marketed to EU investors. Man Asset Management (Cayman) Limited (the “AIFM”) is a member of Man Group plc, which is listed on the London Stock Exchange and is a constituent of the FTSE 250 Index.

For many roles the AIFM utilises resource from across the Man Group. For the year ended 31 December 2021 identified staff of the AIFM and its affiliates were cumulatively paid US\$40,255,417 in relation to the AIFM’s AIFs. This is split into US\$2,606,531.93 fixed compensation and US\$37,648,885.16 variable compensation payable to 21 beneficiaries. For year end 31 December 2021, US\$1,141,905.15 fixed compensation and US\$14,966,234.13 variable compensation was paid to senior management.

The identified beneficiaries are employees and partners of other Man Group entities but who have been identified through their roles within the group as being in a role in which they can make decisions or take actions that have a material impact on the risk profile of the AIFM.

In the year ended 31 December 2021, Man Group plc paid compensation of US\$596 million across 1,450* staff. Of this, US\$388 million was variable compensation. Further details are available in the Man Group plc annual report and available at www.man.com.

Man Group plc’s Remuneration Committee has defined Man’s remuneration objectives in the Man Statement of Remuneration Principles which is available at: <https://www.man.com/GB/remuneration-committee>. Man Group plc’s Pillar 3 Disclosures are available at: <https://www.man.com/GB/pillar-3-disclosures>.

*Man Group plc headcount at 31 December 2021.

Periodic disclosure to investors

Special arrangements

The AIFM Directive requires the AIFM to disclose the percentage of the Company’s assets or liabilities which are subject to special arrangements arising from their illiquid nature (e.g. side pockets, gates), including an overview of any special arrangements in place whether they relate to side pockets, gates or other similar arrangements, the valuation methodology applied to assets or liabilities which are subject to such arrangements and how management and performance fees apply to these assets or liabilities.

For the year ended 30 June 2022, none of the assets or liabilities held by the Company were subject to special arrangements.

Risk controls and limits

The framework for risk controls and limits for the Company is documented within the AIFM’s Risk Management Policy and Process document which outlines for each main risk category above the controls and risk measures in place. This risk framework includes setting of limits and monitoring against those limits.

There have been no breaches of risk limits set for the Company in the financial year and there are no such breaches anticipated.

Regular disclosure to investors

Leverage risk

Leverage is considered in terms of the Company’s overall “exposure” and includes any method by which the exposure of the Company is increased whether through borrowings of cash or securities, or leverage embedded in derivative positions or by any other means. The AIFM is required to calculate and monitor the level of leverage by the Company, expressed as a ratio between the total exposure of the Company and its net value with exposure values being calculated by both the gross method and commitment method.

Exposure values under the Gross Method basis are calculated as the absolute value of all positions of the Company; this includes all eligible assets and liabilities, relevant borrowings, derivatives (converted into their equivalent underlying positions) and all other positions even those held purely for risk reduction purposes, such as forward currency contracts held for currency hedging.

Regular disclosure to investors (continued)

Leverage risk (continued)

The gross method of exposure of the Fund requires the calculation to:

- include the sums of all non-derivative assets held at market value, plus the absolute value of all such liabilities;
- exclude cash and cash equivalents which are highly liquid investments held in the base currency of the Company that are readily convertible to a known amount of cash, is subject to an insignificant risk of change in value and provide a return no greater than the rate of a three month high quality bond;
- convert derivative instruments into the equivalent position in their underlying assets;
- exclude cash borrowings that remain in cash or cash equivalents and where the amounts payable are known;
- include exposures resulting from the reinvestment of cash borrowings, expressed as the higher of the market value of the investment realised or the total amount of cash borrowed; and
- include positions within repurchase or reverse repurchase agreements and securities lending or borrowing or other similar arrangements.

Exposure values under the commitment method basis are calculated on a similar basis to the above, but may take into account the effect of netting off instruments to reflect eligible netting and hedging arrangements on eligible assets and different treatment of certain cash and cash equivalents items in line with regulatory requirements.

The table below sets out the current maximum level allowed and actual level of leverage for the Company for the year:

	Maximum level and actual level of leverage as a percentage of net asset value	
	Gross Method	Commitment Method
Class A		
Maximum level allowed	35,000%	4,300%
Actual level at year end	95%	95%
Class B		
Maximum level allowed	35,000%	4,300%
Actual level at year end	127%	53%
Class C		
Maximum level allowed	35,000%	4,300%
Actual level at year end	128%	52%

There have been no breaches of the maximum level during the year and no changes to the maximum level of leverage employed by the Company.