

Carlton James Diversified Alpha Fund Segregated Portfolio
(a segregated portfolio of
Navigator Global Fund Manager Platform SPC)

Audited Financial Statements

For the year ended 31 December 2022

Carlton James Diversified Alpha Fund Segregated Portfolio
(a segregated portfolio of Navigator Global Fund Manager Platform SPC)

Audited Financial Statements for the year ended 31 December 2022

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Carlton James Diversified Alpha Fund Segregated Portfolio (a segregated portfolio of Navigator Global Fund Manager Platform SPC)

Company information

The Company	Navigator Global Fund Manager Platform SPC
The Fund	Carlton James Diversified Alpha Fund Segregated Portfolio
Directors	Andrea Febbraro Matthew Brown
Principal Office	c/o Apex Fund Services (Cayman) Limited 3 rd Floor, Zephyr House 122 Mary Street George Town P.O. Box 10085 Grand Cayman, KY1-1001 Cayman Islands
Investment Manager	Mollitium Investment Management Landmark Square West Bay Road P.O. Box 775 Grand Cayman, KY1-9006 Cayman Islands
Investment Advisor	Diversified Global Investment Advisor Limited Landmark Square West Bay Road P.O. Box 775 Grand Cayman, KY1-9006 Cayman Islands
Administrator, Registrar and Transfer Agent	<i>Effective 1 June 2022*</i> Apex Fund Services (Ireland) Limited 2 nd Floor, Block 5, Irish Life Centre Abbey Street Lower Dublin 01 P767 Ireland <i>Until 31 May 2022*</i> Apex Fund Solutions (Cayman) Limited 3 rd Floor Zephyr House 122 Mary Street George Town P.O. Box 10085 Grand Cayman, KY1-1004 Cayman Islands

*On 27 October 2021, the former administrator, Mainstream Fund Services (Cayman) Limited, was acquired by the Apex Group and is now called Apex Fund Solutions (Cayman) Limited. Pursuant to a novation agreement dated 1 June 2022, Apex Fund Services (Ireland) Limited provides administration services to the Fund in the place of Apex Fund Solutions (Cayman) Limited.

Carlton James Diversified Alpha Fund Segregated Portfolio
(a segregated portfolio of Navigator Global Fund Manager Platform SPC)

Company information (*continued*)

Prime Broker	Vision Financial Market LLC 120 Long Ridge Road 3 North Stamford CT 06902 United States
Payment Bank	<i>Effective from 4 July 2023**</i> FundBank <i>(formerly known as DMS Bank & Trust Ltd)</i> 20 Genesis Close 2 nd Floor The White House George Town Box 2633 KYI 1102 Cayman Islands
Auditor	Baker Tilly (Cayman) Ltd. Governor's Square 23 Lime Tree Bay Avenue P.O. Box 888 Grand Cayman, KY1-1103 Cayman Islands
Legal Advisor <i>(as to Cayman Islands Acts)</i>	Dillon Eustace Landmark Square West Bay Road P.O. Box 775 Grand Cayman, KY1-9006 Cayman Islands

** On 4 July 2023, DMS Bank & Trust has announced a name change to FundBank.

Carlton James Diversified Alpha Fund Segregated Portfolio (a segregated portfolio of Navigator Global Fund Manager Platform SPC)

Statement of Directors' responsibilities

The Directors are responsible for preparing financial statements for each financial year end which give a true and fair view of the state of affairs of the Carlton James Diversified Alpha Fund Segregated Portfolio (the "Fund") a segregated portfolio of Navigator Global Fund Manager Platform SPC (the "Company") as at the end of the financial year and of the profit or loss of the Fund for that year, and are in accordance with applicable acts, laws and regulations. In preparing those financial statements the Directors:

- select suitable accounting policies and apply them consistently;
- make judgements and estimates that are reasonable and prudent;
- state whether applicable accounting standards have been followed subject to any material departures disclosed and explained in the financial statements; and
- prepare the financial statements on the going concern basis unless it is inappropriate to presume that the Fund will continue in business.

The Directors are responsible for keeping proper accounting records which disclose with reasonable accuracy at any time the financial position of the Fund and enable them to ensure that the financial statements have been properly prepared in accordance with the International Financial Reporting Standards. This responsibility includes designing, implementing and maintaining internal controls as the Directors determine is necessary to enable the preparation of financial statements that are free from material misstatements, whether due to fraud or error. They are also responsible for the system of internal control, for safeguarding the assets of the Fund and for taking reasonable steps for the prevention and detection of fraud and other irregularities.

Additionally, the Directors of a segregated portfolio company are responsible for ensuring that such separate records, accounts, statements and other records are kept as may be necessary to evidence the liabilities and assets of each segregated portfolio as distinct and separate from the assets and liabilities of other segregated portfolios in the same Company. In order to assist the Directors in the discharge of their responsibilities, they have appointed an Investment Manager and an Administrator.

Carlton James Diversified Alpha Fund Segregated Portfolio
(a segregated portfolio of Navigator Global Fund Manager Platform SPC)

Statement of financial position

As at 31 December 2022

	<i>Notes</i>	31 December 2022 USD	31 December 2021 USD
Assets			
Cash and cash equivalents	<i>4</i>	120,719	518,494
Financial assets at fair value through profit or loss	<i>6, 15</i>	2,593,699	7,894,828
Loans receivable	<i>5, 14</i>	16,783,532	7,599,416
Interest receivable	<i>5</i>	1,180,226	253,196
Prepayments and other assets	<i>8, 16</i>	271,614	462,079
Dividends receivable	<i>16</i>	-	1,125,012
		<hr/>	<hr/>
Total assets		20,949,790	17,853,025
		<hr/>	<hr/>
Liabilities			
Redemptions payable	<i>12</i>	(489,454)	(377,750)
Performance fees payable	<i>8</i>	(159,811)	(76,274)
Subscriptions received in advance	<i>11</i>	(49,928)	(292,172)
Advisory fees payable	<i>8</i>	(27,424)	(22,053)
Administration fees payable	<i>9</i>	(23,000)	(1,000)
Professional fees payable		(17,000)	(16,400)
Management fees payable	<i>8</i>	(10,572)	(5,572)
Dividend payable	<i>7</i>	(1,588)	(1,588)
Other payables and accrued expenses	<i>16</i>	(11,454)	(7,055)
		<hr/>	<hr/>
Total liabilities (excluding net assets attributable to holders of redeemable participating shares)		(790,231)	(799,864)
		<hr/>	<hr/>
Net assets attributable to holders of redeemable participating shares	<i>17</i>	20,159,559	17,053,161
		<hr/> <hr/>	<hr/> <hr/>

The financial statements were approved by the Board of Directors and authorised for issue on 26 September 2023.

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

Carlton James Diversified Alpha Fund Segregated Portfolio
(a segregated portfolio of Navigator Global Fund Manager Platform SPC)

Statement of profit or loss and other comprehensive income
For the year ended 31 December 2022

	<i>Notes</i>	2022 USD	2021 USD
Investment income/(loss)			
Net gain on financial assets at fair value through profit or loss		8,142	980,450
Net loss on foreign currency		(35,726)	(22,647)
Dividend income	<i>16</i>	1,379	581,806
Interest income	<i>5</i>	1,666,707	620,860
Other income		55,830	165,755
		<hr/>	<hr/>
Net investment income		1,696,332	2,326,224
Operating expenses			
Distribution fees	<i>8</i>	(266,198)	(277,378)
Advisory fees	<i>8</i>	(152,903)	(119,828)
Performance fees	<i>8</i>	(87,095)	(509,199)
Management fees	<i>8</i>	(60,000)	(45,458)
Administration fees	<i>9</i>	(43,000)	(33,000)
Directors' fees	<i>16</i>	(41,839)	(44,690)
Professional fees		(30,104)	(11,379)
Other operating expenses		(96,119)	(49,593)
		<hr/>	<hr/>
Total operating expenses		(777,258)	(1,090,525)
		<hr/>	<hr/>
Change in net assets attributable to holders of redeemable participating shares from operations		919,074	1,235,699
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The accompanying notes form an integral part of these audited financial statements.

Carlton James Diversified Alpha Fund Segregated Portfolio
(a segregated portfolio of Navigator Global Fund Manager Platform SPC)

Statement of changes in net assets attributable to holders of redeemable participating shares

For the year ended 31 December 2022

	2022 USD	2021 USD
Operating activities		
Change in net assets attributable to holders of redeemable participating shares from operations	919,074	1,235,699
Share capital transactions		
Issue of redeemable participating shares during the year	4,889,734	7,951,479
Redemption of redeemable participating shares during the year	(2,702,410)	(4,284,662)
Dividends paid during the year	-	(377,195)
Net increase in net assets attributable to holders of redeemable participating shares from share capital transactions	2,187,324	3,289,622
Net increase in net assets attributable to holders of redeemable participating shares in the year	3,106,398	4,525,321
Net assets attributable to holders of redeemable participating shares at the beginning of the year	17,053,161	12,527,840
Net assets attributable to holders of redeemable participating shares at the end of the year	20,159,559	17,053,161

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

Carlton James Diversified Alpha Fund Segregated Portfolio
(a segregated portfolio of Navigator Global Fund Manager Platform SPC)

Statement of cash flows

For the year ended 31 December 2022

	2022	2021
	USD	USD
Cash used in operating activities		
Change in net assets attributable to holders of redeemable participating shares from operations	919,074	1,235,699
Changes in operating assets and liabilities		
Financial assets at fair value through profit or loss	5,301,129	(1,206,350)
Loans receivable	(9,184,116)	(1,703,254)
Interest and dividend receivable	197,982	(684,749)
Prepayments and other assets	190,465	(248,047)
Management fees payable	5,000	270
Advisory fees payable	5,371	(624)
Performance fees payable	83,537	(44,030)
Professional fee payable	600	(30,477)
Administration fees payable	22,000	(1,333)
Other payables and accrued expenses	4,399	(5,435)
Net cash used in operating activities	(2,454,559)	(2,688,330)
Cash flows from financing activities		
Proceeds from issue of redeemable participating shares	4,647,490	8,012,938
Payments on redemption of redeemable participating shares	(2,590,706)	(4,616,313)
Dividends paid	-	(434,853)
Net cash provided by financing activities	2,056,784	2,961,772
Net (decrease)/increase in cash and cash equivalents for the year	(397,775)	273,442
Cash and cash equivalents at the beginning of the year	518,494	245,052
Cash and cash equivalents at the end of the year	120,719	518,494
<i>Supplemental information</i>		
Interest received	739,677	517,917

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

Carlton James Diversified Alpha Fund Segregated Portfolio (a segregated portfolio of Navigator Global Fund Manager Platform SPC)

Notes to and forming part of the financial statements for the year ended 31 December 2022

1 General information

Carlton James Diversified Alpha Fund Segregated Portfolio (the “Fund”) is a segregated portfolio of Navigator Global Fund Manager Platform SPC (the “Company”). The Company has a principal office at 3rd Floor Zephyr House, 122 Mary Street, George Town, P.O. Box 10085, Grand Cayman KY1-1001, Cayman Islands. The Company is an exempted segregated portfolio company, incorporated in the Cayman Islands with limited liability under the Cayman Islands Companies Act. The Company is registered as a mutual fund with the Cayman Island Monetary Authority (CIMA) under the Cayman Island Mutual Funds Act on 5 October 2017.

The Company is permitted to create segregated portfolios in order to segregate the assets and liabilities of the Company. At 31 December 2022, the Company has 10 (2021: 14) active segregated portfolios, including the following:

- Carlton James Diversified Alpha Fund Segregated Portfolio – launched 1 May 2018
- Motus Income Fund Segregated Portfolio – launched 1 May 2018
- Quantus Value Fund Segregated Portfolio – launched 3 September 2018
- Fenchurch Legal Fund Segregated Portfolio – launched 3 September 2018
- Lexicon Capital Alpha Fund Segregated Portfolio – launched 3 September 2018
- Infinity Debt Fund Segregated Portfolio – launched 3 December 2018
- Infinity Multi Strategy Total Return Fund Segregated Portfolio – launched 2 January 2020
- The Darcy Jones Fund Segregated Portfolio – launched 2 March 2020
- Insight Media Fund Segregated Portfolio – launched 1 May 2020
- Atmosphere Fund Segregated Portfolio – launched 1 April 2021

The investment objective of the Fund is to achieve positive investment yields for the shareholders through the appointment of the Investment Advisor to implement investment strategies and through the appointment of the Investment Manager to monitor risk in relation to the assets.

Mollitium Investment Management (the “Investment Manager”) serves as the investment manager to the Fund. Diversified Global Investment Advisor Limited serves as the investment advisor to the Fund (the “Investment Advisor”).

On 27 October 2021, the former administrator, Mainstream Fund Services (Cayman) Limited, was acquired by the Apex Group and is now called Apex Fund Solutions (Cayman) Limited. Pursuant to a novation agreement dated 1 June 2022, Apex Fund Services (Ireland) Limited (the “Administrator”) provides administration services to the Fund in the place of Apex Fund Solutions (Cayman) Limited.

The Company had no employees during the years ended 31 December 2022 and 2021.

The Company’s shares are not listed on any exchange.

Carlton James Diversified Alpha Fund Segregated Portfolio (a segregated portfolio of Navigator Global Fund Manager Platform SPC)

Notes to and forming part of the financial statements for the year ended 31 December 2022

2 Basis of preparation

(a) Statement of compliance

These financial statements have been prepared in accordance with International Financial Reporting Standards (“IFRS”) issued by the International Accounting Standards Board (“IASB”). The significant accounting policies are set out below.

(b) Basis of measurement

These financial statements are prepared on the historical cost basis, except for certain financial instruments which are stated at fair value.

The financial statements have been prepared on a going concern basis.

(c) Comparative period

The current financial statements are for the year ended 31 December 2022. Comparative figures are for the year ended 31 December 2021.

(d) Functional and presentation currency

The financial statements are presented in United States Dollars (“USD”), which is the Company’s functional currency. The Directors consider this reflects the primary economic environment in which the Fund operates.

(e) Judgements in applying accounting policies and key sources of estimation uncertainty

The preparation of the financial statements in conformity with IFRS requires management to make judgements, estimates and assumptions that affect the application of accounting policies and the reported amounts of assets, liabilities, income and expenses. Actual results could differ from these estimates.

Estimates and underlying assumptions are reviewed on an ongoing basis. Revisions to accounting estimates are recognised prospectively.

Investments in private equities have been classified as financial assets and liabilities at fair value through profit or loss in line with note 3(a)(i) and are measured at fair value. Loan receivables are measured at amortised cost. Further information on the risks related to the investments is included in Note 14.

Carlton James Diversified Alpha Fund Segregated Portfolio (a segregated portfolio of Navigator Global Fund Manager Platform SPC)

Notes to and forming part of the financial statements for the year ended 31 December 2022

3 Significant accounting policies

(a) Financial instruments

(i) Classification

In accordance with IFRS 9 *Financial Instruments* (“IFRS 9”), the Fund classifies its financial assets and financial liabilities at initial recognition into the categories of financial assets and financial liabilities discussed below.

In applying that classification, a financial asset or financial liability is considered to be held for trading if any of the following apply:

- It is acquired or incurred principally for the purpose of selling or repurchasing it in the near term.
- On initial recognition, it is part of a portfolio of identified financial instruments that are managed together and for which, there is evidence of a recent actual pattern of short-term profit-taking.
- It is a derivative (except for a derivative that is a financial guarantee contract or a designated and effective hedging instrument).

Financial assets

The Fund classifies its financial assets as subsequently measured at amortised cost or measured at fair value through profit or loss on the basis of both:

- a) The entity’s business model for managing the financial assets.
- b) The contractual cash flow characteristics of the financial asset.

Financial assets measured at fair value through profit or loss (“FVTPL”)

A financial asset is measured at fair value through profit or loss if any of the following apply:

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

This category includes private equities and listed equities which are acquired principally for the purpose of generating a profit from short-term fluctuations in price.

Financial assets measured at amortised cost

A debt instrument is measured at amortised cost if it is held within a business model whose objective is to hold financial assets in order to collect contractual cash flows and its contractual terms give rise on specified dates to cash flows that are solely payments of principal and interest on the principal amount outstanding. The Fund includes in this category short-term non-financing receivables including cash and cash equivalents, dividends receivable, interest receivable, loans receivable and prepayments and other assets.

Financial liabilities

The Fund classifies its financial liabilities as subsequently measured at amortised cost or measured at FVTPL.

Carlton James Diversified Alpha Fund Segregated Portfolio (a segregated portfolio of Navigator Global Fund Manager Platform SPC)

Notes to and forming part of the financial statements for the year ended 31 December 2022

3 Significant accounting policies (continued)

(a) Financial instruments (continued)

(i) Classification (continued)

Financial liabilities (continued)

Financial liabilities measured at FVTPL

A financial liability is measured at FVTPL if it meets the definition of held for trading.

The Fund holds no financial liabilities measured at FVTPL at the reporting date.

Financial liabilities measured at amortised cost

This category includes all financial liabilities, other than those measured at FVTPL. The Fund includes in this category administration fees payable, advisory fees payable, dividend payable, management fees payable, performance fees payable, professional fees payable, redemptions payable, subscriptions received in advance and other payables and accrued expenses.

(ii) Recognition

The Fund recognises financial assets and financial liabilities on the date it becomes a party to the contractual provisions of the instrument.

A regular way purchase of financial assets is recognised using trade date accounting. From this date, any gains or losses arising from changes in fair value of the financial assets or liabilities are recorded in the statement of profit or loss and other comprehensive income.

(iii) Measurement and fair value measurement principles

Initial measurement

Financial instruments are measured initially at fair value (transaction price) plus, in the case of financial assets or financial liabilities not at FVTPL, transaction costs that are directly attributable to the acquisition or issue of the financial assets or financial liabilities.

Transaction costs on financial assets or financial liabilities at FVTPL are expensed immediately while on other financial instruments they are amortised.

Subsequent measurement

Subsequent to initial recognition, financial assets and financial liabilities at FVTPL are re-measured at fair value based on their quoted market prices at the reporting date without any deduction for estimated future selling costs.

Loans receivable are measured at amortised cost using the effective interest rate (“EIR”) method, less impairment losses, if any.

Financial liabilities that are not at FVTPL are measured at amortised cost using the EIR method.

The effective interest method is a method of calculating the amortised cost of a financial asset or a financial liability and of allocating the interest income or interest expense over the relevant period.

Carlton James Diversified Alpha Fund Segregated Portfolio (a segregated portfolio of Navigator Global Fund Manager Platform SPC)

Notes to and forming part of the financial statements for the year ended 31 December 2022

3 Significant accounting policies *(continued)*

(a) Financial instruments *(continued)*

(iii) Measurement and fair value measurement principles (continued)

The effective interest rate is the rate that exactly discounts estimated future cash payments or receipts through the expected life of the financial instrument or, when appropriate, a shorter period to the net carrying amount of the financial asset or financial liability. When calculating the effective interest rate, the Fund estimates cash flows considering all contractual terms of the financial instruments, but does not consider future credit losses. The calculation includes all fees paid or received between parties to the contract that are an integral part of the effective interest rate, transaction costs and all other premiums or discounts.

Fair value measurement principles

Fair value is the price that would be received to sell an asset or paid to transfer a liability in an orderly transaction between market participants at the measurement date in the principal or most advantageous market the Fund has access to. Under IFRS 13, *Fair Value Measurement* (“IFRS 13”), fair value measurements are based on the last traded market price for both financial assets and financial liabilities where the last traded price falls within the bid-ask spread. In circumstances where the last traded price is not within the bid-ask spread, the Directors determine the point within the bid-ask spread that is most representative of fair value.

The valuation policy, as set out in the Private Placement Memorandum (“PPM”) of the Fund, states that the value of investments listed or quoted on a stock exchange or traded over-the-counter (“OTC”) for which market quotations are readily available are valued using the last traded price, unless the Directors determine that some other basis of valuation would be more equitable.

In the case of investments for which no price quotations or independent valuations are available, the fair value is determined in such manner as the Directors and Investment Manager determine using valuation techniques that maximize observable inputs.

The methods and assumptions applied in determining the fair values of each class of financial assets or financial liabilities are disclosed in Note 15.

(iv) Derecognition

The Fund derecognises a financial asset when the contractual rights to the cash flows from the asset expire, or it transfers the rights to receive the contractual cash flows in a transaction in which substantially all of the risks and rewards of ownership of the financial asset are transferred or in which the Fund neither transfers nor retains substantially all of the risks and rewards of ownership and does not retain control of the financial asset. A financial liability is derecognised when the obligation specified in the contract is discharged, cancelled or expired.

The Fund uses the weighted average cost method to determine realised gains and losses on derecognition.

(v) Offsetting financial instruments

Financial assets and liabilities are offset, and the net amounts reported in the statement of financial position, when a current legally enforceable right to offset exists and there is intent to realise the asset and settle the liability simultaneously or on a net basis.

Carlton James Diversified Alpha Fund Segregated Portfolio (a segregated portfolio of Navigator Global Fund Manager Platform SPC)

Notes to and forming part of the financial statements for the year ended 31 December 2022

3 Significant accounting policies *(continued)*

(a) Financial instruments *(continued)*

(vi) Impairment

The Fund recognises a loss allowance for Expected Credit Losses (“ECLs”) on financial assets measured at amortised cost.

Under IFRS 9, loss allowances are measured on either of the following bases:

- 12-month ECLs: these are ECLs that result from possible default events within the 12 months after the reporting date; and
- Lifetime ECLs: these are ECLs that result from all possible default events over the expected life of a financial instrument.

The Fund measures loss allowances at an amount equal to lifetime ECLs, except for the following, which are measured as 12-month ECLs:

- Financial assets that are determined to have a low credit risk at the reporting date; and
- Other financial assets for which credit risk (i.e. the risk of default occurring over the expected life of the financial instrument) has not increased significantly since initial recognition.

A financial instrument is determined to have low credit risk if i) the financial instrument has a low risk of default, ii) the borrower has a strong capacity to meet its contractual cash flow obligations in the near term and iii) adverse changes in economic and business conditions in the longer term may, but will not necessarily, reduce the ability of the borrower to fulfil its contractual cash flow obligations.

The Fund considers a financial asset to have low credit risk when it has an internal or external credit rating of ‘investment grade’ as per globally understood definitions. To the extent applicable, the Fund has applied the low credit risk assumption for the following classes of financial assets – cash and cash equivalents and loans receivable.

When determining whether the credit risk of a financial asset has increased significantly since initial recognition and when estimating ECLs, the Fund considers reasonable and supportable information that is relevant and available without undue cost or effort.

The Fund has elected the rebuttable presumption from IFRS 9 by assuming that the credit risk on a financial asset has increased significantly if the financial asset is more than 30 days past due.

Moreover, unless the low credit risk assumption is applied, if the counterparty becomes downgraded by two notches (or more) based on the credit score assessment, the Fund deems the financial asset’s credit risk to have increased significantly.

The maximum period considered when estimated ECLs is the maximum contractual period over which the Fund is exposed to credit risk.

Carlton James Diversified Alpha Fund Segregated Portfolio (a segregated portfolio of Navigator Global Fund Manager Platform SPC)

Notes to and forming part of the financial statements for the year ended 31 December 2022

3 Significant accounting policies *(continued)*

(a) Financial instruments *(continued)*

(vi) Impairment *(continued)*

A financial asset is credit-impaired when one or more events that have a detrimental impact on the estimated future cash flows of that financial asset have occurred. Evidence that a financial asset is credit-impaired includes observable data about the following events: significant financial difficulty; a breach of contract, such as a default or past due event; the lender(s) of the borrower, for economic or contractual reasons relating to the borrower's financial difficulty, having granted to the borrower a concession(s) that the lender(s) would not otherwise consider; it is becoming probable that the borrower will enter bankruptcy or other financial reorganisation; or the disappearance of an active market for that financial asset because of financial difficulties.

The Fund writes off a financial asset when there is information indicating that the counterparty is in severe financial difficulty and there is no realistic prospect of recovery, for example when the counterparty has been placed under liquidation or has entered into bankruptcy proceedings.

For financial assets, the credit loss is the difference between all contractual cash flows that are due to the Fund in accordance with the contract and all the cash flows that the Fund expects to receive, discounted at the original effective interest rate. ECLs represent the weighted average of credit losses with the respective risks of a default occurring as per the respective weights.

(b) Interest income and expense

Interest income and expense is recognised in the statement of profit or loss and other comprehensive income as it accrues, using the effective interest rate of the asset or liability. Interest income includes the amortisation of any discount or premium, transaction costs (in the case of financial instruments other than those classified at fair value through profit or loss) or other differences between the initial carrying amount of an interest-bearing instrument and its amount at maturity calculated on an effective interest rate basis.

(c) Dividend income

Dividend income relating to exchange-traded securities bought long is recognised in the statement of profit or loss and other comprehensive income on the ex-dividend date.

(d) Cash and cash equivalents

Cash comprises cash on hand and demand deposits. Cash equivalents are short-term, highly liquid investments with maturities of three months or less that are readily convertible to known amounts of cash and which are subject to insignificant changes in value and are held for the purpose of meeting short-term cash commitments rather than for investment or other purposes.

Carlton James Diversified Alpha Fund Segregated Portfolio (a segregated portfolio of Navigator Global Fund Manager Platform SPC)

Notes to and forming part of the financial statements for the year ended 31 December 2022

3 Significant accounting policies *(continued)*

(e) Foreign currency translation

Transactions in foreign currencies are translated at the foreign exchange rate ruling at the date of the transaction. Monetary assets and liabilities denominated in foreign currencies at the reporting date are translated to the reporting currency at the foreign exchange rate ruling at that date. Foreign currency exchange differences arising on translation and realised gains and losses on disposals or settlements of monetary assets and liabilities are recognised in the statement of profit or loss and other comprehensive income.

Non-monetary assets and liabilities denominated in foreign currencies that are stated at fair value are translated to the reporting currency at the foreign exchange rates ruling at the dates that the fair value was determined. Foreign exchange differences are presented in the statement of profit or loss and other comprehensive income.

(f) Expenses

All expenses are recognised in the statement of profit or loss and other comprehensive income on an accruals basis.

(g) Taxation

Under current legislation in the Cayman Islands, no taxes will be imposed upon the Fund or its holders of redeemable participating shares by the Cayman Islands Government and there are no exchange control acts or regulations in effect. No capital or stamp duties are levied in the Cayman Islands on the issue, transfer or redemption of redeemable participating shares. Accordingly, no provision for income taxes is included in these financial statements.

Dividends received may be subject to withholding tax imposed in the country of origin. Dividend income is recorded gross of such taxes and the corresponding withholding tax is recognised in the statement of profit or loss and other comprehensive income.

The Company is a reporting foreign financial institution ("FFI") and has registered for a Global Intermediary Identification Number ("GIIN") as required under the Foreign Account Tax Compliance Act (the "FATCA"). The Company has engaged the services of the Administrator to ensure compliance with the FATCA regulations.

In addition to FATCA, OECD Common Reporting Standard ("CRS") is another development that impacts the Fund. CRS is modelled closely on, but also goes beyond the requirements of FATCA. CRS came into force in the Cayman Islands from 1 January 2016.

The Administrator has been engaged by the Fund to conduct certain investor level support services with regards to supporting CRS filing requirements and ensures all relevant self-certification forms are up to date and maintained on file for all investors. The Administrator receives a fee for such services.

(h) Net assets attributable to holders of redeemable participating shares

The liability to holders of redeemable participating shares is presented in the statement of financial position as "net assets attributable to holders of redeemable participating shares" and is determined based on the residual assets of the Fund after deducting all other liabilities. The prices at which redeemable participating shares may be issued or redeemed are calculated by reference to the Fund's NAV calculated in accordance with the PPM.

Carlton James Diversified Alpha Fund Segregated Portfolio (a segregated portfolio of Navigator Global Fund Manager Platform SPC)

Notes to and forming part of the financial statements for the year ended 31 December 2022

3 Significant accounting policies (continued)

(i) Share capital

The Fund classifies financial instruments issued as financial liabilities or equity instruments in accordance with the substance of the contractual terms of the instruments.

The Fund has two types of shares in issue: redeemable participating shares and management shares. The redeemable participating shares carry a right for dividends and other distributions. Redeemable participating shares do not carry voting rights. Management shares are classified as equity in accordance with IAS 32, *Financial Instruments: Presentation* (“IAS 32”). The management shares have an insignificant par value and for presentation purposes the equity and changes in equity have not been included in the primary statements.

The redeemable participating shares provide holders with the right to require redemption at the value proportionate to the holder’s share in the Fund’s net assets at the redemption date. In accordance with IAS 32 such instruments meet the definition of puttable instruments. However, the redeemable participating shares do not meet the criteria of an equity instrument under IAS 32. Accordingly, these redeemable participating shares are financial liability instruments by virtue of not having identical features and are measured at the present value of the redemption amounts.

(j) Standards, interpretations and amendments to published standards that are not yet effective

A number of new standards, interpretations and amendments to published standards have been issued but are not yet effective. None of these standards are expected to have a material impact on the Fund and will be adopted, if applicable, when they become effective.

4 Cash and cash equivalents

At 31 December 2022, the Fund’s cash and cash equivalents consisted of balances held with DMS Bank & Trust Ltd (the “Payment Bank”) of USD 120,719 (2021: USD 518,494).

5 Loans receivable

During the reporting year the Fund entered into loan agreements with a number of borrowers as listed below. At 31 December 2022, the Fund had loans outstanding of USD 16,783,532 with the Borrowers and loan interest receivable of USD 1,180,226 (2021: loans outstanding of USD 7,599,416 and interest receivable of USD 253,196). The Fund earned USD 1,666,707 in loan interest during the year (2021: USD 620,860).

As at 31 December 2022 the Fund held the following loans.

Borrower	Amount borrowed USD	Interest rate	Maturity date	Accrued interest USD
Carlton James Global Management Ltd.	6,462,252	9.75%	Aug 2026	310,007
Carlton James Real Estate Ltd.	8,835,663	10-12%	Dec 2027	837,454
The Coretec Group Inc.	1,485,617	10%	Apr 2024 – Feb 2025	32,765
	<u>16,783,532</u>			<u>1,180,226</u>

Carlton James Diversified Alpha Fund Segregated Portfolio
(a segregated portfolio of Navigator Global Fund Manager Platform SPC)

Notes to and forming part of the financial statements for the year ended 31 December 2022

5 Loans receivable (continued)

As at 31 December 2021 the Fund held the following loans:

Borrower	Amount borrowed USD	Interest rate	Maturity date	Accrued interest USD
Carlton James Global Management Ltd.	4,469,220	9.10 - 9.75%	Mar 2023 – Nov 2025	205,503
Carlton James Real Estate Ltd.	1,819,579	10-12%	Nov 2024	15,163
The Coretec Group Inc.	1,310,617	10%	Apr 2024 – Feb 2025	32,530
	<u>7,599,416</u>			<u>253,196</u>

On 1 January 2022, the Fund entered into an agreement to restructure the full preference shares investment held in Carlton James Real Estate (“CJRE”) as well as the full dividends receivable balance due to the Fund. The total value of USD 6,585,663 has been converted to a long-term loan facility, which is repayable over 5 years and earns interest at 12 % per annum. The loan is secured by charges over land which CJRE holds. On the same date, a total loan facility for CJRE was approved for USD 7,500,000. The restructured loan balance is the first tranche under the loan facility, leaving another USD 914,337 available which can be drawn down by CJRE in tranches not exceeding USD 250,000 each.

6 Financial assets at fair value through profit or loss

	31 December 2022 USD	31 December 2021 USD
Financial assets at fair value through profit or loss		
Investment in private equities	279,183	5,559,272
Investment in listed equities	2,314,516	2,335,556
Total financial assets at fair value through profit or loss	<u>2,593,699</u>	<u>7,894,828</u>

7 Dividends declared

Subject to having requisite distributable profits, the Fund will pay a dividend on the Fund’s shares on a quarterly frequency. Dividends will be paid commencing at the end of the first calendar quarter after the investor’s subscription into the Fund.

There were no dividends declared during the year ended 31 December 2022 (2021: USD 377,195). Dividends of USD 1,588 are outstanding at the reporting date (2021: USD 1,588).

8 Management fees, performance fees, distribution fees and advisory fees

The Fund appointed the Investment Manager, Mollitium Investment Management, to implement the investment strategy as specified in the PPM.

Carlton James Diversified Alpha Fund Segregated Portfolio (a segregated portfolio of Navigator Global Fund Manager Platform SPC)

Notes to and forming part of the financial statements for the year ended 31 December 2022

8 Management fees, performance fees, distribution fees and advisory fees *(continued)*

Management fee

The Investment Manager is entitled to receive an investment management fee as compensation for its services equal to one twelfth of 0.25% of the NAV attributable to USD Share Class 1 and one twelfth of 0.50% of the NAV attributable to USD Share Class 3 of Segregated Portfolio Shares, subject to a minimum fee of USD 5,000 per month, payable monthly in arrears.

During the year ended 31 December 2022, the Fund incurred management fees of USD 60,000 (2021: USD 45,458). The amount outstanding at the reporting date in respect of management fees is USD 10,572 (2021: USD 5,572).

Performance fee

The Investment Manager is also entitled to receive a performance fee charged on a share-by-share basis in respect of each calendar year (a “calculation period”).

For each calculation period, if the expected dividend return for the Fund is achieved and subject to having requisite distributable profits, the Investment Manager will be entitled to a performance fee of 30% of all dividend returns earned for the Fund above the hurdle set at 9% for USD Share Class 1, 10% of all dividend returns earned for the Fund above the hurdle set at 4% for USD Share Class 2 and no fee for USD Share Class 3 with no minimum and maximum limit.

During the year ended 31 December 2022, the Fund incurred performance fees of USD 87,095 (2021: USD 509,199). The amount outstanding at the reporting date in respect of performance fees is USD 159,811 (2021: USD 76,274).

Distribution fee

The Investment Manager, at the discretion of the Directors, is entitled to charge an initial fee of up to 5% of the total subscription monies received (the “initial fee”). Such fees will be used by the Investment Manager to compensate intermediaries and other selling agents. The initial fee is calculated on the total subscription monies but not payable by the shareholder upon application for shares. Instead, the Fund will remit the total initial fee to the Investment Manager, and the amount paid by the Fund to the Investment Manager will be immediately amortised and allocated over a period of 24 months from the date of investment on a straight-line basis.

If the shareholder wishes to redeem their holding in its entirety, any remaining initial fees attributable to that shareholder immediately become payable and are deducted from the total redemption proceeds payable to that shareholder.

In the event a shareholder wishes to redeem part of their holdings, a prorated portion of the remaining initial fees attributable to that shareholder immediately become payable and are deducted from the total redemption proceeds payable to such shareholder.

During the year ended 31 December 2022, distribution fees of USD 266,198 have been charged (2021: USD 277,378). A prepayment of USD 225,315 is included under prepayments and other assets on the statement of financial position (2021: USD 283,001).

Carlton James Diversified Alpha Fund Segregated Portfolio (a segregated portfolio of Navigator Global Fund Manager Platform SPC)

Notes to and forming part of the financial statements for the year ended 31 December 2022

8 Management fees, performance fees, distribution fees and advisory fees *(continued)*

Advisory fee

The Investment Advisor is entitled to receive an advisory fee charged on monthly in an amount equal to 1/12th of 0.75% of the NAV of USD Share Class 1 and 1/12th of 1.50% of the NAV of USD Share Class 3. This fee is paid by the Fund to the Investment Manager who then issues payment to the Investment Advisor.

During the year ended 31 December 2022, advisory fees of USD 152,903 have been charged (2021: USD 119,828). The amount outstanding at the reporting date in respect of advisory fees is USD 27,424 (2021: USD 22,053).

9 Administration fees

On 27 October 2021, the former administrator, Mainstream Fund Services (Cayman) Limited, was acquired by the Apex Group and is now called Apex Fund Solutions (Cayman) Limited. Pursuant to a novation agreement dated 1 June 2022, Apex Fund Services (Ireland) Limited provides administration services to the Fund in the place of Apex Fund Solutions (Cayman) Limited.

The services of the Administrator are subject to a minimum fee of USD 21,000 per annum for the first six months from the date the first subscription monies came into the Fund's bank account to include one Class offering of redeemable participating shares within the Fund. Following the expiration of the first six months the minimum fee increased to USD 24,000 per annum. For each additional Class of redeemable participating shares, an additional minimum fee of USD 4,000 per annum will apply.

During the year ended 31 December 2022, the Fund incurred administration fees of USD 43,000 (2021: USD 33,000). The amount outstanding at the reporting date in respect of administration fees is USD 23,000 (2021: USD 1,000).

10 Share capital

Authorised share capital

The authorised share capital of the Company is USD 50,000 divided into 4,999,900 redeemable participating shares of par value USD 0.01 each and 100 Management Shares of par value USD 1.00 each. The Company may issue redeemable participating shares divided in to classes with varying rights as it so chooses.

At 31 December 2022, the Fund has six (2021: five) classes of redeemable participating shares in issue, namely: USD Share Class 1, USD Share Class 2, USD Share Class 3, USD Institutional Share Class 1, USD Institutional Share Class 2 and GBP Share Class (2021: USD Share Class 1, USD Share Class 2, USD Share Class 3, USD Institutional Share Class 2 and GBP Share Class).

Management shares

The management shares carry no right to dividends and, upon a winding-up, the holder of a management share is entitled to a pro-rata share of the surplus general assets of the Company but not of the surplus assets of any Segregated Portfolio. Management shares are not redeemable. There is no additional paid in premium on these voting shares. The management shares have all been issued to Investment Manager.

Redeemable participating shares

Redeemable participating shares rank *pari passu* for all purposes. On winding-up, each holder of a redeemable participating share is entitled to a return of the paid-up par value and a pro-rata share in surplus assets of the relevant segregated portfolio.

Carlton James Diversified Alpha Fund Segregated Portfolio (a segregated portfolio of Navigator Global Fund Manager Platform SPC)

Notes to and forming part of the financial statements for the year ended 31 December 2022

10 Share capital (continued)

Redeemable participating shares (continued)

Redeemable participating shares can be issued on any business day following a valuation day or such other days as the Directors may determine. Redeemable participating shares are redeemable at the holder's option subject to at least 10 business days' prior written notice.

Movement in redeemable participating shares of the Fund during the year ended 31 December 2022 was as follows:

Share class	Shares at the beginning of the year	Shares Issued	Shares Redeemed	Share switches	Shares at the end of the year
USD Share Class 1	9,578.0745	1,201.2291	(1,895.9464)	(47.1354)	8,836.2218
USD Share Class 2	196.4284	326.5317	(6.5056)	11.6114	528.0659
USD Share Class 3	245.2679	130.3335	(4.4684)	-	371.1330
USD Institutional Share Class 1	-	29.3336	-	-	29.3336
USD Institutional Share Class 2	12.5000	-	-	-	12.5000
GBP Share Class	1,715.8164	244.9300	(110.7347)	-	1,850.0117

Movement in redeemable participating shares of the Fund during the year ended 31 December 2021 was as follows:

Share class	Shares at the beginning of the year	Shares Issued	Shares Redeemed	Share switches	Shares at the end of the year
USD Share Class 1	8,023.2595	4,369.7764	(2,770.9258)	(44.0356)	9,578.0745
USD Share Class 2	-	185.6049	(0.0099)	10.8334	196.4284
USD Share Class 3	-	245.2679	-	-	245.2679
USD Institutional Share Class 2	-	12.5000	-	-	12.5000
GBP Share Class	2,134.8343	75.2895	(494.3074)	-	1,715.8164

The table below outlines the NAV per redeemable participating share of the Fund at the reporting date in each class of shares:

Share class	31 December 2022	31 December 2021
USD Share Class 1	USD 1,301.66	USD 1,420.18
USD Share Class 2	USD 5,144.14	USD 4,867.13
USD Share Class 3	USD 5,215.82	USD 4,977.34
USD Institutional Share Class 1	USD 20,816.73	-
USD Institutional Share Class 2	USD 22,362.49	USD 21,210.02
GBP Share Class	GBP 1,393.70	GBP 1,208.32

Carlton James Diversified Alpha Fund Segregated Portfolio (a segregated portfolio of Navigator Global Fund Manager Platform SPC)

Notes to and forming part of the financial statements for the year ended 31 December 2022

11 Subscriptions received in advance

Subscriptions received in advance represent the amounts received from investors of redeemable participating shares for subscriptions to shares of the Fund to be issued on the first business day following a valuation day or such other days as the Directors may determine. Investors of redeemable participating shares are required to deposit the amounts with the Company prior to the issuance of redeemable participating shares.

As at 31 December 2022, subscriptions received in advance amounted to USD 49,928 (2021: USD 292,172).

12 Redemptions payable

Redemptions payable represents the amount of the Fund has to pay to shareholders for redemptions of redeemable participating shares of the Fund. At 31 December 2022, there was USD 489,454 payable to shareholders for redemptions (2021: USD 377,750).

13 Offsetting financial assets and liabilities

The Fund is not subject to any offsetting agreement and its assets and liabilities are eligible to be offset on the statement eligible to present net on the statement of financial position.

14 Financial instrument disclosures and associated risks

The Fund's strategy on the management of investment risk is driven by the Fund's investment objectives.

The Fund's investment portfolio at the reporting date comprises of investment in private equity holdings. The financial risks at the end of the reporting period are not necessarily representative of the exposures of the Fund during the reporting period.

The nature and extent of the financial instruments outstanding at the reporting date and the risk management policies employed by the Board of Directors to manage these risks are discussed below:

(a) Market risk

Market risk embodies the potential for both loss and gains and includes currency risk, interest rate risk and price risk.

Market risk is the risk that changes in interest rates, foreign exchange rates or market prices will affect the assets held by the Fund. The Fund is exposed to market risk on financial instruments that are valued at market prices. All financial assets held for trading are recognised at fair value and all changes in market conditions directly affect net income. The Fund is susceptible to market price risk arising from uncertainties about future prices.

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.

Carlton James Diversified Alpha Fund Segregated Portfolio
(a segregated portfolio of Navigator Global Fund Manager Platform SPC)

Notes to and forming part of the financial statements for the year ended 31 December 2022

14 Financial instrument disclosures and associated risks *(continued)*

(a) Market risk *(continued)*

Currency risk (continued)

The Fund may invest in financial instruments and enter into transactions denominated in currencies other than its functional currency. Consequently, the Fund may be exposed to the risk that the exchange rate of its currency, relative to other foreign currencies, may change in a manner that has an adverse effect on the value of that portion of the Fund's assets or liabilities denominated in currencies other than USD.

The Fund also has share classes issued in currencies other than the functional currency. The valuations of these share classes are subject to fluctuations in exchange rates.

The Fund's total net exposure to fluctuations in foreign currency exchange rates at 31 December 2022 and 2021 was as follows:

31 December 2022	Total- Exposure 2022 USD	5% change of Total-Exposure 2022 USD	Total- Exposure 2021 USD	5% change of Total-Exposure 2021 USD
Pound Sterling	(105,446)	5,272	1,653,218	(82,661)
	<u>(105,446)</u>	<u>5,272</u>	<u>1,653,218</u>	<u>(82,661)</u>

At 31 December 2022, had the USD strengthened by 5% against the all other currencies with other variables held constant, net assets attributable to holders of redeemable participating shares and the change in net assets attributable to holders of redeemable participating shares per the statement of profit or loss and other comprehensive income would have increase by USD 5,272 (2021: decrease by USD 82,661). A weakening of the USD by 5% would have had an equal and opposite effect.

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.

A portion of the Fund's financial assets throughout the period consisted of loans receivable from related parties and third parties. At 31 December 2022 all the loans receivable have fixed interest rates, thus the Fund was not subject to interest rate risk on these loans.

At 31 December 2021, some of the loan receivable had variable interest rates. The average yield of the interest-bearing loans was approximately 9.10%. Should interest rates have lowered by 100 basis points with all variables remaining constant, the decrease in net assets attributable to holders of redeemable participating shares and the change in net assets for the year would amount to approximately USD 29,284. If interest rates had risen 100 basis points, the change in net assets attributable to holders of redeemable participating shares and the change in net assets for the year would have resulted in an equal but opposite effect, on the basis that all other variables remain constant.

Carlton James Diversified Alpha Fund Segregated Portfolio
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Notes to and forming part of the financial statements for the year ended 31 December 2022

14 Financial instrument disclosures and associated risks (continued)

(a) Market risk (continued)

Price risk

Price risk is the risk that the value of the instrument will fluctuate as a result of changes in market prices (other than those arising from currency risk or interest rate risk), whether caused by factors specific to an individual investment, its issuer or all factors affecting all instruments traded in the market. As the majority of the Fund's financial instruments are carried at fair value with fair value changes recognised in the statement of profit or loss and other comprehensive income, all changes in market conditions directly affect net investment income.

At 31 December 2022, details of the Fund's holdings were as follows:

	Share/ Unit	Cost USD	Fair value USD	% of total net assets USD
Financial assets at FVTPL				
<i>Private equities</i>				
AiDock Ltd.	27,480.0000	150,000	179,183	0.89%
Verdict MMA Inc.	1,000.0000	100,000	100,000	0.50%
		250,000	279,183	1.39%
<i>Listed equities</i>				
The Coretec Group Inc.	23,378,943	779,208	2,314,516	11.48%
		779,208	2,314,516	11.48%

At 31 December 2021, details of the Fund's holdings were as follows:

	Share Unit	Cost USD	Fair value USD	% of total net assets USD
Financial assets at FVTPL				
<i>Private equities</i>				
Carlton James Real Estate – Preference shares	4,962.9744	4,962,974	5,459,272	32.01%
Verdict MMA Inc.	1,000.0000	100,000	100,000	0.59%
		5,062,974	5,559,272	32.60%
<i>Listed equities</i>				
The Coretec Group Inc.	23,378,943	779,208	2,335,556	13.70%
		779,208	2,335,556	13.70%

On 1 January 2022, the Fund entered into an agreement to restructure the full preference shares investment held in Carlton James Real Estate ("CJRE") as well as the full dividends receivable balance due to the Fund. See the Note 5 for terms of this restructured agreement.

Carlton James Diversified Alpha Fund Segregated Portfolio (a segregated portfolio of Navigator Global Fund Manager Platform SPC)

Notes to and forming part of the financial statements for the year ended 31 December 2022

14 Financial instrument disclosures and associated risks *(continued)*

(a) Market risk *(continued)*

Price risk (continued)

A 5% increase in the value of underlying investments as at 31 December 2022 would have increased the net assets attributable to holders of redeemable participating shares and the changes in net assets attributable to holders of redeemable participating shares by approximately USD 129,685 (2021: USD 394,741). An equal change in the opposite direction would have decreased the net assets attributable to holders of redeemable participating shares and the changes in the net assets attributable to holders of redeemable participating shares by an equal but opposite amount.

The above sensitivity analysis was done based on the assumption that all investments in private equities are exposed to price variation. Private equity investments are priced at costs hence price sensitivity analysis is not relevant.

(b) Credit risk

Credit risk is the risk that one party to a financial instrument will cause a financial loss for the other party by failing to discharge an obligation whether through insolvency, bankruptcy or other causes.

At 31 December 2022 and 2021, the maximum credit risk exposure is best represented by the carrying amounts of financial assets per the statement of financial position. The following table details the Fund's maximum exposure to credit risk (excluding investments) at 31 December 2022 and 2021:

	31 December 2022 USD	31 December 2021 USD
Cash and cash equivalents	120,719	518,494
Loans receivable	16,783,532	7,599,416
Interest receivable	1,180,226	253,196
Dividends receivable	-	1,125,012
Total	<u>18,084,477</u>	<u>9,496,118</u>

The Fund's credit risk on loans and loan interest receivable is mitigated by the fact that the loans and loan interest receivable are due from related parties and parties connected within the group. The Directors consider the credit quality of these receivables as being acceptable.

Broker and Payment Bank

The Fund's cash and cash equivalents are held with the Payment Bank and the Broker.

The Fund's Payment Bank and Broker are not rated by the main ratings agencies.

Other than outlined above, there was no other significant concentration of credit risk to counterparties at the reporting date.

(c) Liquidity risk

Liquidity risk, also referred to as funding risk, is the risk that the Fund will encounter difficulty to liquidate assets to meet its redemptions/liabilities. Liquidity risk may result from an inability to sell a financial asset quickly at close to its fair value.

Carlton James Diversified Alpha Fund Segregated Portfolio (a segregated portfolio of Navigator Global Fund Manager Platform SPC)

Notes to and forming part of the financial statements for the year ended 31 December 2022

14 Financial instrument disclosures and associated risks *(continued)*

(c) Liquidity risk *(continued)*

At various times the markets for securities in which the Fund may invest may be “thin” or “illiquid”, making purchases or sales of securities at desired prices or in desired quantities difficult or impossible. Under certain circumstances, the Fund may be unable to liquidate portfolio investments due to the absence of a liquid market. The liquidity risk involved with loans receivable is dependent on the repayment schedule of the loans. Loan facilities have repayment dates as specified in Note 5.

The Fund manages its liquidity risk by investing primarily in assets which provide reasonable liquidity within a certain period.

The Fund’s liabilities as at 31 December 2022 and as at 31 December 2021 all have a maturity date of less than three months after year end.

(d) Capital risk management

The Fund has no equity, and therefore management considers the redeemable participating shares to be the capital of the Fund. The redeemable participating shares issued by the Company for and on behalf of the Fund provide an investor with the right to require redemption for cash at a value proportionate to the investor’s share in the Fund’s net assets at each monthly redemption date and are classified as liabilities from the perspective of the Company.

See Note 10 for a description of the terms of the redeemable participating shares issued by the Fund. The Fund’s objectives in managing the redeemable participating shares are to ensure a stable base to maximise returns to all investors, and to manage liquidity risk arising from redemptions. The Fund’s management of the liquidity risk arising from redeemable participating shares is discussed in the previous section.

The Fund is not subject to any externally imposed capital requirements.

15 Fair value measurements recognised in the statement of financial position

The following tables provide an analysis of financial instruments that are measured subsequent to initial recognition at fair value, grouped into levels 1 to 3 based on the degree to which the fair value is observable:

- Level 1: fair value measurements are those derived from quoted prices (unadjusted) in active markets for identical assets or liabilities;
- Level 2: fair value measurements are those derived from inputs other than quoted prices included within level 1 that are observable for the asset or liability, either directly (i.e. as prices) or indirectly (i.e. derived from prices); and
- Level 3: fair value measurements are those derived from valuation techniques that include inputs for the asset or liability that are not based on observable market data (unobservable inputs) and such inputs have a significant effect on the instruments valuation.

Investments

Investments whose values may be obtained from quoted market prices in active markets, and are therefore classified within level 1, include listed equity investments. If management applies a different price estimate to listed equity investments, which was determined with reference to historical trading prices, the investment is classified within level 2 of the fair value hierarchy.

Carlton James Diversified Alpha Fund Segregated Portfolio (a segregated portfolio of Navigator Global Fund Manager Platform SPC)

Notes to and forming part of the financial statements for the year ended 31 December 2022

15 Fair value measurements recognised in the statement of financial position *(continued)*

Investments (continued)

At 31 December 2022, the Fund's investments in private equities includes investments in Verdict MMA Inc. and AiDock Ltd. for an amount of USD 100,000 and USD 179,183, respectively. At 31 December 2022 these investments are classified as level 3 of the fair value hierarchy. The investment in Verdict MMA is priced at cost and the investment in AiDock Ltd. is priced at the most recent round of finance price per share respectively, which represents management's best estimate of fair value.

At 31 December 2021, the Fund's investments in private equities includes an investment in Verdict MMA Inc. for an amount of USD 100,000. At 31 December 2021 this investment was classified as level 3 of the fair value hierarchy as the security was priced at cost which represented management's best estimate of fair value.

The other private equity investment held by the Fund at 31 December 2021 was the related party investment into Carlton James Real Estate Ltd. The valuation of this holding was unaudited and the Investment Manager was satisfied that these prices reflected the best estimation of the assets at the valuation date. In determining the appropriate level in the fair value hierarchy of funds, the Fund takes into consideration a number of factors including the ability to realize the position at the measurement price. This investment was converted into a loan receivable on 1 January 2022.

The tables below provide an analysis of the financial instruments at 31 December 2022 and 2021 that are measured subsequent to initial recognition at fair value, grouped into Levels 1 to 3:

31 December 2022	Total	Level 1	Level 2	Level 3
	USD	USD	USD	USD
Financial assets at fair value through profit or loss				
Investments in private equities	279,183	-	-	279,183
Investments in listed equities	2,314,516	-	2,314,516	-
	<u>2,593,699</u>	<u>-</u>	<u>2,314,516</u>	<u>279,183</u>
31 December 2021				
	USD	USD	USD	USD
Financial assets at fair value through profit or loss				
Investments in private equities	5,559,272	-	-	5,559,272
Investments in listed equities	2,335,556	2,335,556	-	-
	<u>7,894,828</u>	<u>2,335,556</u>	<u>-</u>	<u>5,559,272</u>

In certain cases, the inputs used to measure fair value may fall into different levels of the fair value hierarchy. In such cases, an investment's level within the fair value hierarchy is based on the lowest level of input that is significant to the fair value measurement.

During the year the Fund transferred its investment in Coretec Group Inc from level 1 to level 2. Management applied a historical trading price, since they believe the trading price at 31 December 2022 was not reflective of the true fair value of the investment. There were no transfers between levels during the years ended 31 December 2021.

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Notes to and forming part of the financial statements for the year ended 31 December 2022

15 Fair value measurements recognised in the statement of financial position *(continued)*

Level 3 reconciliation

The following table shows a reconciliation of movement in level 3 investments during the year ended 31 December 2022 and 2021:

	2022	2021
	Private	Private
	equity	equity
	USD	USD
Fair value at beginning of year	5,559,272	5,348,572
Purchases during the year	150,000	100,000
Written off during the year	-	(150,000)
Conversion into loan receivable	(5,459,272)	-
Realised gain	496,297	237,000
Unrealised (loss)/gain	(467,114)	23,700
Fair value as at end of year	279,183	5,559,272
Realised and unrealised gain on level 3 instruments as end of year	29,183	260,700

16 Related parties

Parties are considered to be related if one party has the ability to control the other party or exercise significant influence over the other party in making financial or operational decisions.

Directors

The listing of the members of the Board of Directors is shown on page 1.

Both Directors of the Fund are also directors of the Investment Manager. Details of fees earned by the Investment Manager are included in Note 8.

Directors' fees of USD 41,839 (2021: USD 44,690) were incurred during the year. At the reporting date an amount of USD 27,187 was included under prepayments and other assets on the statement of financial position (2021: USD 30,447).

Related party entity investments

On 1 January 2022, the Fund entered into an agreement to restructure the full preference shares investment held in Carlton James Real Estate ("CJRE") as well as the full dividends receivable balance due to the Fund. The total value of USD 6,585,663 has been converted to a long-term loan facility, which is repayable over 5 years and earns interest at 12 % per annum. The loan is secured by charges over land which CJRE holds. On the same date, a total loan facility for CJRE was approved for USD 7,500,000. The restructured loan balance is the first tranche under the loan facility, leaving another USD 914,337 available which can be drawn down by CJRE in tranches not exceeding USD 250,000 each. The investment in preference shares represented 32.01% of the Fund's net assets at 31 December 2021.

Carlton James Diversified Alpha Fund Segregated Portfolio (a segregated portfolio of Navigator Global Fund Manager Platform SPC)

Notes to and forming part of the financial statements for the year ended 31 December 2022

16 Related Party (continued)

Related party entity investments (continued)

The Fund reported dividend income of USD 1,379 (2021: USD 581,806) from the above investment of which USD Nil (2021: USD 1,125,012) was still outstanding at the reporting period.

Related party entity investments into the Fund

The Carlton James Retirement Fund, related to a member of the Investment Advisor, holds 86.4892 (2021: 94.4103) shares in the GBP Share Class at the reporting date, amounting to USD 145,674 (2021: USD 154,370).

17 NAV per share reconciliation

The below schedule shows the reconciliation between the NAV determined in accordance with the PPM and the NAV determined in accordance with IFRS.

The PPM states that the organisation costs should be amortised over 60 months. IAS 38, *Intangible Assets* (“IAS 38”) states that organisation costs should be expensed immediately.

	2022	2021
	USD	USD
NAV attributable to holders of redeemable participating shares in accordance with the PPM	20,163,054	17,064,902
<i>Adjustments</i>		
Unamortised incorporation costs	(3,495)	(11,741)
NAV attributable to holders of redeemable participating shares in accordance with IFRS	<u>20,159,559</u>	<u>17,053,161</u>

31 December 2022	Number of Outstanding shares	NAV per share in Accordance with the PPM	NAV per share In accordance With IFRS
USD Share Class 1	8,836.2218	USD 1,301.89	USD 1,301.66
USD Share Class 2	528.0659	USD 5,145.03	USD 5,144.14
USD Share Class 3	371.1330	USD 5,216.72	USD 5,215.82
USD Institutional Share Class 1	29.3336	USD 20,820.33	USD 20,816.73
USD Institutional Share Class 2	12.5000	USD 22,366.37	USD 22,362.49
GBP Share Class	1,850.0117	GBP 1,393.94	GBP 1,393.70

Carlton James Diversified Alpha Fund Segregated Portfolio
(a segregated portfolio of Navigator Global Fund Manager Platform SPC)

Notes to and forming part of the financial statements for the year ended 31 December 2022

17 NAV per share reconciliation *(continued)*

31 December 2021	Number of Outstanding shares	NAV per share in Accordance with the PPM	NAV per share In accordance With IFRS
USD Share Class 1	9,578.0745	USD 1,233.42	USD 1,232.57
USD Share Class 2	196.4284	USD 4,870.48	USD 4,867.13
USD Share Class 3	245.2679	USD 4,980.77	USD 4,977.34
USD Institutional Share Class 2	12.5000	USD 21,224.63	USD 21,210.02
GBP Share Class	1,715.8164	GBP 1,209.15	GBP 1,208.32

18 Subsequent events

Management has evaluated subsequent events up to the date the financial statements were approved.

During the period from 1 January 2023 to the date of signing of these financial statements the Fund received USD 2,127,291 in subscriptions and redemption requests amounting to USD 6,052,640.

On 29 March 2023, the Directors of the Fund approved a new PPM for the Fund. The primary change was to remove the USD Institutional Share Class 3, which has no investors, and to add USD Share Class 4 and USD Share Class 5 to the Fund's offering.

On 1 June 2023, the registered office address of the Fund changed to DM Financial (Cayman) Limited, Suite 204, George Town Financial Centre, P.O. Box 1049, Grand Cayman, KY1-1102

On 26 July 2023, Navigator Global Fund Manager Platform SPC (the "Company") was served with a winding up petition by an investor/creditor of several segregated portfolios within the platform. This investor is a minority shareholder of the Fund and holds 14% of the GBP share class at the reporting date. The Company's legal team are currently working on a response to challenge this petition. If the petition succeeds, it may force the Fund into liquidation. At the time of issuing these financial statements, no further information is available regarding the progress of the challenge to the petition.

On 23 August 2023, the Directors decided to suspend redemptions of participating shares for a period of three months from the 1 September 2023 dealing date. This decision was made due to high levels of unpaid redemptions and challenges to disinvest and create liquidity in the Fund.

Other than disclosed above, there were no other material subsequent events which necessitate revision of the figures or disclosures included in the financial statements.

INDEPENDENT AUDITOR'S REPORT TO THE BOARD OF DIRECTORS OF CARLTON JAMES DIVERSIFIED ALPHA FUND SEGREGATED PORTFOLIO

(a segregated portfolio of Navigator Global Fund Manager Platform SPC)

Disclaimer of Opinion

We were engaged to audit the financial statements of Carlton James Diversified Alpha Fund Segregated Portfolio (the "Fund") which comprise the statement of financial position as at 31 December 2022, and the statements of profit or loss and other comprehensive income, changes in net assets attributable to holders of redeemable participating shares and cash flows for the year then ended, and the notes to the financial statements, including a summary of significant accounting policies.

We do not express an opinion on the accompanying financial statements of the Fund. Because of the significance of the matters described in the Basis for Disclaimer of Opinion section of our report, we have not been able to obtain sufficient appropriate audit evidence to provide a basis for an audit opinion on these financial statements.

Basis for Disclaimer of Opinion

Opening Balances – Private Equity

Included in opening net assets as at 1 January 2022 are private equity investments amounting to USD 5,459,272, and related dividends receivable amounting to USD 1,125,012 (32.01% and 6.60% of opening net assets, respectively). Due to a lack of sufficient appropriate audit evidence to support the recoverability of these investments and the related dividends receivable, we were unable to conclude on the appropriate valuation of these investments at 31 December 2021, and any impact to the financial statements and notes to the financial statements. Any such adjustment(s) may be material to the Fund.

Opening Balances – Listed Equity

Included in opening net assets as at 1 January 2022 is a listed equity investment amounting to USD 2,335,556 (13.70% of opening net assets). The trading volumes of the listed equity was low and the ability of the Fund to liquidate its investment is limited. No liquidity discount has been applied to the listed trading price at 31 December 2021. Due to a lack of sufficient appropriate audit evidence to support the fair value of this investment, we were unable to conclude on the appropriate valuation of the investment at 31 December 2021, and any impact to the financial statements and notes to the financial statements. Any such adjustment(s) may be material to the Fund.

Opening Balances – Loans Receivable

Included in opening net assets as at 1 January 2022 are loans receivable amounting to USD 1,819,579 (10.67% of opening net assets) which were granted to a related party. The related party is a private holding company in a vertical structure of private entities with limited evidence available regarding their financial position and ability to repay the loans. In the absence of sufficient and appropriate audit evidence to support the recoverability of the loan balances, we were unable to conclude on the appropriate valuation of these loans receivable at 31 December 2021, and any impact to the financial statements and notes to the financial statements. Any such adjustment may be material to the Fund.

Closing Balances – Loans Receivable

Included in net assets as at 31 December 2022 are loans receivable amounting to USD 16,783,532 (83.25% of net assets) which were granted to related parties. The related parties are private entities with limited evidence available regarding their financial position and ability to repay the loans. In the absence of sufficient and appropriate audit evidence to support the recoverability of these loans receivable balances, we are unable to conclude on the appropriate valuation of these loans receivable as at 31 December 2022, and any impact to the financial statements and notes to the financial statements. Any such adjustment(s) may be material to the Fund.

**INDEPENDENT AUDITOR'S REPORT TO THE BOARD OF DIRECTORS OF
CARLTON JAMES DIVERSIFIED ALPHA FUND SEGREGATED PORTFOLIO**
(a segregated portfolio of Navigator Global Fund Manager Platform SPC) *(Continued)*

Basis for Disclaimer of Opinion *(Continued)*

Closing Balances – Listed Equity

Included in net assets as at 31 December 2022 is a listed equity investment amounting to USD 2,314,515 (11.48% of net assets). The trading volumes of the listed equity is low and the ability of the Fund to liquidate its investment is limited. No liquidity discount has been applied to the listed trading price at 31 December 2022. Due to a lack of sufficient appropriate audit evidence to support the fair value of this investment, we were unable to conclude on the appropriate valuation of the investment at 31 December 2022, and any impact to the financial statements and notes to the financial statements. Any such adjustment(s) may be material to the Fund.

Material Uncertainty Relating to Going Concern

We draw attention to Note 18 of the financial statements. Subsequent to the reporting period, Navigator Global Fund Manager Platform SPC (the “Company”) was served with a winding up petition by an investor of several segregated portfolios within the Company. The Company’s legal team are currently working on a response to challenge this petition. If the petition succeeds, it may force the Fund into liquidation. At the time of issuing these financial statements, no further information is available regarding the progress of the challenge to the petition.

As further detailed Note 18, on 23 August 2023, the Directors decided to suspend redemptions of participating shares for a period of three months from the 1 September 2023 dealing date. This decision was made due to high levels of unpaid redemptions and challenges to disinvest and create liquidity in the Fund.

The above conditions indicate that a material uncertainty exists that may cast significant doubt upon the Fund’s ability to continue as a going concern.

Responsibilities of Management and Those Charged with Governance for the Financial Statements

Management is responsible for the preparation and fair presentation of the financial statements in accordance with International Financial Reporting Standards and for such internal control as management determines is necessary to enable the preparation of financial statements that are free from material misstatement, whether due to fraud or error.

In preparing the financial statements, management is responsible for assessing the Fund’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 Fund or to cease operations, or has no realistic alternative but to do so.

Those charged with governance are responsible for overseeing the Fund’s financial reporting process.

Auditor’s Responsibilities for the Audit of the Financial Statements

Our responsibility is to conduct an audit of the financial statements of the Fund’s financial statements in accordance with International Standards on Auditing and to issue an auditor’s report. However, because of the matters described in the Basis for Disclaimer of Opinion section of our report, we were not able to obtain sufficient appropriate audit evidence to provide a basis for an audit opinion on these financial statements.

We are independent of the Fund in accordance with the International Ethics Standards Board for Accountants’ Code of Ethics for Professional Accountants (IESBA Code), and we have fulfilled our other ethical responsibilities in accordance with these requirements.

**INDEPENDENT AUDITOR'S REPORT TO THE BOARD OF DIRECTORS OF
CARLTON JAMES DIVERSIFIED ALPHA FUND SEGREGATED PORTFOLIO**
(a segregated portfolio of Navigator Global Fund Manager Platform SPC) *(Continued)*

Other Matter

This report, including the opinion, has been prepared for and only for the Fund's Board of Directors, as a body, and for no other purpose. We do not, in giving this disclaimer of opinion, accept or assume responsibility for any other purpose or to any other person to whom this report is shown or into whose hands it may come save where expressly agreed by our prior consent in writing.

Baker Tilly (Cayman) Ltd.

Baker Tilly (Cayman) Ltd.

26 September 2023

Grand Cayman, Cayman Islands