
MERCHBANC SICAV

Société d'Investissement à Capital Variable
Luxembourg

Annual report, including audited financial statements
for the year ended September 30, 2017

R.C.S. Luxembourg B-51646

No subscription can be received solely on the basis of these financial statements. Subscriptions are only valid if made on the basis of the current prospectus accompanied by the Key Investor Information Documents ("KIID"), the latest annual report, including audited financial statements and the most recent semi-annual report, if published thereafter.

MERCHBANC SICAV

Table of Contents

Management and Administration	3
General Information	4
Directors' Report to the shareholders	5
Report of the <i>Réviseur d'entreprises agréé</i>	7
Combined Statement of Net Assets	9
Combined Statement of Operations and Changes in Net Assets	11
Changes in the number of shares	14
Statistics	14
Merchbanc SICAV - Global in USD	
Statement of Investments	16
Investment Breakdowns	18
Merchbanc SICAV - Cube	
Statement of Investments	19
Investment Breakdowns	21
Merchbanc SICAV - Renta Fija Flexible (Previously Merchbanc SICAV - Merchrenta)	
Statement of Investments	22
Investment Breakdowns	25
Merchbanc SICAV - Merch-Fontemar	
Statement of Investments	26
Investment Breakdowns	28
Merchbanc SICAV - Merch-Universal	
Statement of Investments	29
Investment Breakdowns	31
Merchbanc SICAV - Merchfondo	
Statement of Investments	32
Investment Breakdowns	34
Merchbanc SICAV - Fixed Income in USD	
Statement of Investments	35
Investment Breakdowns	36
Notes to the financial statements	37
Unaudited Informations	43

MERCHBANC SICAV

Management and Administration

BOARD OF DIRECTORS OF THE COMPANY

Chairwoman

Mrs. Véronique GILLET
Independent Director, Luxembourg, Grand-Duchy of Luxembourg

Directors

Mrs. Céline MALPERTUIS
Independent Director, Geneva, Switzerland

Mr. Yvon LAURET (until December 31, 2016)
Independent Director, Luxembourg, Grand-Duchy of Luxembourg

Mrs. Sylvie RODRIGUES (since January 6, 2017)
Independent Director, Luxembourg, Grand-Duchy of Luxembourg

ADMINISTRATION

Registered Office

11/13, Boulevard de la Foire, L-1528 Luxembourg, Grand-Duchy of Luxembourg

Management Company

BIL Manage Invest S.A.
42, rue de la Vallée
L-2661 Luxembourg, Grand-Duchy of Luxembourg

Investment Manager and Global Distributor

Merchbolsa, Agencia de Valores S.A.
279, Diputación, E-08007 Barcelona, Spain

Depository and Principal Paying Agent, Central Administrative Agent, Registrar and Transfer Agent and Domiciliary Agent

RBC Investor Services Bank S.A.
14, Porte de France, L-4360 Esch-sur-Alzette, Grand-Duchy of Luxembourg

Cabinet de Révision Agréé

Deloitte Audit, *Société à responsabilité limitée*
560, rue de Neudorf, L-2220 Luxembourg, Grand-Duchy of Luxembourg

MERCHBANC SICAV

General Information

The Annual General Meeting of shareholders of the Company is held at the registered office of the Company or at such other place in Luxembourg on the last Wednesday of the month of January in each year at 3.00 p.m., or if any such day is not a bank business day in Luxembourg, on the next following bank business day in Luxembourg.

Notices of all general meetings are sent to each holder of registered shares by post at least eight days prior to the meeting at their addresses in the register of shareholders. Such notices include the agenda and specify the time and place of the meeting and the conditions of admission and refer to the requirements of Luxembourg law with regard to the necessary quorum and majorities required for the meeting.

Annual reports, including audited financial statements are published within four months after the financial year-end and unaudited semi-annual reports are published within two months after the end of the relevant period. Such reports are made available at the registered office of the Company during normal business hours. The financial year of the Company starts on the first day of October in each year and ends on the last day of September of the following year.

The net asset values and the issue, conversion and sale prices of the shares in any sub-fund are made public and available at the registered office of the Company.

Under current legislation, shareholders are not subject to any capital gains, income, withholding, inheritance or other taxes in Luxembourg (except for shareholders domiciled, resident or having a permanent establishment in Luxembourg, or non-residents of Luxembourg who hold more than 10% of the Shares of the Company and who dispose of all or part of their holdings within 6 months from the date of acquisition or in some limited cases, some former residents of Luxembourg who hold more than 10% of the Shares of the Company).

Investors should consult their professional advisers on the possible tax or other consequences of buying, holding, converting, transferring or selling any of the shares under the laws of their countries of citizenship, residence or domicile.

A detailed statement of investments changes of each sub-fund is available free of charge upon request at the registered office of the Company.

MERCHBANC SICAV

Directors' Report to the shareholders for the year ended September 30, 2017

Introduction

As of September 30, 2017 the Net Assets of Merchbanc SICAV were 98,422,719.57 Euro which represents an increase of 54.15% for the fiscal period September 30, 2016 to September 30, 2017.

The increase is due mainly to new subscriptions, as well as to the performance of some of the sub-funds.

Evolution of the sub-funds

Merchbanc SICAV - Global in USD

As of September 30, 2017 the total net assets of the sub-fund are 8,080,198.88 USD, and the net asset value per share is 21.775 USD. The performance of the sub-fund for the fiscal year period September 30, 2016 to September 30, 2017 has been 31.68%.

The composition of the portfolio of the sub-fund as of September 30, 2017 is as follows: 97.16% is invested in stocks quoted in regulated markets (82.75% in US stock markets, 8.13% in the Euro zone stock markets, 3.42% in Japanese stock markets and 2.85% in Swiss stock markets); 1.85% is invested in options on shares; 3.91% is in cash, and (2.92%) are accruals.

As of September 30, 2017 the exposure of the sub-fund in currencies different from USD is of 15.31%.

The stocks in the portfolio have been selected by the Investment Manager's team, and are fairly diversified with a presence mainly in the sectors of healthcare, industry, technology, financial services, consume, communications, leisure, building and commercial services.

The top five stocks are Portola Pharmaceuticals (9.83%), Incyte (5.92%), Lululemon Athletica (5.70%), Akamai (5.07%), and Qualcomm (4.99%). These stocks represent 31.51% of the net assets of the sub-fund.

Merchbanc SICAV - Cube

As of September 30, 2017 the total net assets of the sub-fund are 16,020,085.76 Euro, and the net asset value per share is 274.497 Euro. The performance of the fund for the period September 30, 2016 to September 30, 2017 has been 56.64%.

The composition of the portfolio of the sub-fund as of September 30, 2017 is as follows: 85.76% is invested in stocks quoted in the United States of America stock markets; 3.85% is invested in options on shares; 10.09% is in cash, and 0.30% are accruals.

As of September 30, 2017 the exposure of the sub-fund in currencies different from Euro is of 97.24%.

The stocks in the portfolio have been selected by the Investment Manager's team, and are fairly diversified with a presence mainly in the sectors of healthcare, technology, financial services, leisure, consume, communications, distribution, industry, and energy.

The top five stocks are Incyte Corp. (9.56%), Portola Pharmaceuticals (7.99%), Bank of America (4.02%), Baidu.com (3.92%), and Intel (3.02%). These stocks represent 28.51% of the net assets of the sub-fund.

Merchbanc SICAV - Mayolas

With effect January 10, 2017 the Board of Directors decided to liquidate this sub-fund.

Merchbanc SICAV - Renta Fija Flexible (Previously Merchbanc SICAV - Merchrenta)

In March 2017, the Board of Directors decided to change the name of the sub-fund Merchbanc SICAV - Merchrenta to Merchbanc SICAV - Renta Fija Flexible.

As of September 30, 2017 the total net assets of the sub-fund are 48,219,640.52 Euro, and the net asset value per share is 10.614 Euro. The performance of the sub-fund for the period September 30, 2016 to September 30, 2017 has been 5.20%.

The composition of the portfolio of the sub-fund as at September 30, 2017 is as follows: 27.32% is invested in Government Securities; 65.78% invested in Corporate Bonds; 15.76% is in cash, and (8.86%) accruals. The average rating of the securities is BBB+. The modified duration of the sub-fund is 1.66%.

The exposure of the sub-fund in currencies different from Euro is of 1.76%.

Merchbanc SICAV - Merch-Fontemar

As of September 30, 2017 the total net assets of the sub-fund are 2,224,741.85 Euro, and the net asset value per share is 10.174 Euro. The performance of the fund for the period September 30, 2016 to September 30, 2017 has been 2.94%.

MERCHBANC SICAV

Directors' Report to the shareholders for the year ended September 30, 2017 (continued)

The composition of the portfolio of the sub-fund as of September 30, 2017 is as follows: 38.25% is invested in Government Securities issued by the Kingdom of Spain; 25.40% is invested in stocks quoted in regulated stock markets (14.42% in US stock markets, 8.39% in Euro zone stock markets and 2.59% Swiss stock markets); 22.17% is invested in Corporate Bonds; 14.21% is in cash; and (0.03%) accruals.

The exposure of the sub-fund in currencies different from Euro is of 7.40%.

The stocks in the portfolio have been selected by the Investment Manager's team, and are fairly diversified with a presence mainly in the sectors of industry, financial services, technology, energy, healthcare, distribution, communications, consume and building. The top five stocks are Qualcomm (4.34%), Gilead Sciences (2.93%), Axa (1.95%), Allianz (1.92%) and Bank of America (1.78%). These stocks represent 12.92% of the net assets of the sub-fund.

Merchbanc SICAV - Merch-Universal

As of September 30, 2017 the total net assets of the sub-fund are 9,482,584.85 Euro, and the net asset value per share is 11.108 Euro. The performance of the fund for the period September 30, 2016 to September 30, 2017 has been 11.00%.

The composition of the portfolio of the sub-fund as of September 30, 2017 is as follows: 63.00% is invested in stocks quoted in regulated stock markets (42.18% in US stock markets, 12.45% in the Euro zone stock markets, 7.39% in the Swiss stock markets and 0.98% in the Japanese stock markets); 15.02% is invested in Government Securities (10.56%) issued by the Kingdom of Spain; and 4.46% issued by United States of America government); 8.77% is invested in Corporate Bonds; 13.52% is in cash; and accruals (0.59%).

The exposure of the sub-fund in currencies different from Euro is of 18.86%.

The stocks in the portfolio have been selected by the Investment Manager's team, and are fairly diversified with presence mainly in the sectors of healthcare, financial services, technology, consume, communications, industry, distribution, leisure, building, commercial services, and energy. The top five stocks are Portola Pharmaceuticals (5.54%), Qualcomm (4.86%), Bank of America (3.17%), Allianz (3.09%), and Axa (3.04%). These stocks represent 19.70% of the net assets of the sub-fund.

Merchbanc SICAV - Merchfondo

As of September 30, 2017 the total net assets of the sub-fund are 13,481,192.44 Euro, and the net asset value per share is 12.210 Euro. The performance of the fund for the period September 30, 2016 to September 30, 2017 has been 27.96%.

The composition of the portfolio of the sub-fund as of September 30, 2017 is as follows: 91.76% is invested in stocks quoted in regulated markets (79.22% in US stock markets, 7.75% in euro zone stock markets, 2.40% in Japanese stock markets and 2.37% in Swiss stock markets); 1.84% is invested in options on shares; 8.4% is in cash, and (2.00%) are accruals.

The stocks in the portfolio have been selected by the Investment Manager's team, and are fairly diversified with presence mainly in the sectors of healthcare, industry, technology, financial services, consume, communications, leisure, building, commercial services and distribution.

The top five stocks are Portola Pharmaceuticals (9.83%), Incyte (5.94%), Lululemon Athletica (5.71%), Qualcomm (5.03%), and Akamai (4.95%), and. These stocks represent 31.46% of the net assets of the sub-fund.

The exposure of the sub-fund in currencies different from Euro is of 51.75%.

Merchbanc SICAV - Fixed Income in USD

As of September 30, 2017 the total net assets of the sub-fund are 2,550,819.84 USD, and the net asset value per share is 6.507 USD. The performance of the fund for the period September 30, 2016 to September 30, 2017 has been (0.75%).

The composition of the portfolio of the sub-fund as at September 30, 2017 is as follows: 43.02% is invested in short-term United States of America Government securities (Treasury Bills); 42.81% is invested in Corporate Bonds; 7.17% is invested in convertible bonds; 7.22% is in cash and (0.22%) are accruals.

The Board of Directors of
Merchbanc SICAV

December 12, 2017

To the shareholders of
Merchbanc SICAV
11/13, Boulevard de la Foire
L-1528 Luxembourg
Grand-Duchy of Luxembourg

REPORT OF THE RÉVISEUR D'ENTREPRISES AGRÉÉ

Report on the Audit of the financial statements

Opinion

We have audited the financial statements of Merchbanc SICAV (the « Fund ») and of each of its sub-funds, which comprise the statement of net assets and the statement of investments as at September 30, 2017 and the statement of operations and changes in net assets for the year then ended, and notes to the financial statements, including a summary of significant accounting policies.

In our opinion, the accompanying financial statements give a true and fair view of the financial position of Merchbanc SICAV and of each of its sub-funds as at September 30, 2017, and of the results of their operations and changes in their net assets for the year then ended in accordance with Luxembourg legal and regulatory requirements relating to the preparation and presentation of the financial statements.

Basis for opinion

We conducted our audit in accordance with the Law of July 23, 2016 on the audit profession (Law of July 23, 2016) and with International Standards on Auditing (ISAs) as adopted for Luxembourg by the “Commission de Surveillance du Secteur Financier” (CSSF). Our responsibilities under those Law and standards are further described in the “Responsibilities of the *Réviseur d'Entreprises Agréé* for the Audit of the Financial Statements” section of our report. We are also independent of the Fund in accordance with the International Ethics Standards Board for Accountants' Code of Ethics for Professional Accountants (IESBA Code) as adopted for Luxembourg by the CSSF together with the ethical requirements that are relevant to our audit of the financial statements, and have fulfilled our other ethical responsibilities under those ethical requirements. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion.

Other information

The Board of Directors of the SICAV is responsible for the other information. The other information comprises the information included in the annual report but does not include the financial statements and our report of *Réviseur d'Entreprises Agréé* thereon.

Our opinion on the 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 financial statements, our responsibility is to read the other information and, in doing so, consider whether the other information is materially inconsistent with the financial statements or our knowledge obtained in the audit or otherwise appears to be materially misstated. If, based on the work we have performed, we concluded that there is a material misstatement of this other information, we are required to report this fact. We have nothing to report in this regards.

Responsibilities of the Board of Directors of the SICAV and those charged with Governance for the financial statements

The Board of Directors of the SICAV is responsible for the preparation and fair presentation of the financial statements in accordance with Luxembourg legal and regulatory requirements relating to the preparation and presentation of the financial statements, and for such internal control as the Board of Directors of the SICAV 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, the Board of Directors of the SICAV 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 the Board of Directors of the SICAV either intends to liquidate the Fund or to cease operations, or has no realistic alternative but to do so.

Responsibilities of the *Réviseur d'Entreprises Agréé* for the Audit of the financial statements

Our objectives are to obtain reasonable assurance about whether the financial statements as a whole are free from material misstatement, whether due to fraud or error, and to issue a report of *Réviseur d'Entreprises Agréé* that includes our opinion. Reasonable assurance is a high level of assurance, but is not a guarantee that an audit conducted in accordance with the Law of 23 July 2016 and with ISAs as adopted for Luxembourg by the CSSF 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 financial statements.

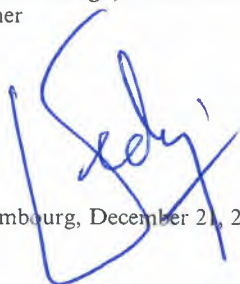
As part of an audit in accordance with the Law of July 23, 2016 and with ISAs as adopted for Luxembourg by the CSSF, we exercise professional judgment and maintain professional scepticism throughout the audit. We also:

- Identify and assess the risks of material misstatement of the 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 control 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 Fund's internal control.
- Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by the Board of Directors of the SICAV.
- Conclude on the appropriateness of Board of Directors of the SICAV's 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 Fund's ability to continue as a going concern. If we conclude that a material uncertainty exists, we are required to draw attention in our report of the *Réviseur d'Entreprises Agréé* to the related disclosures in the 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 report of the *Réviseur d'Entreprises Agréé*. However, future events or conditions may cause the Fund to cease to continue as a going concern.
- Evaluate the overall presentation, structure and content of the financial statements, including the disclosures, and whether the financial statements represent the underlying transactions and events in a manner that achieves fair presentation.

We communicate with those charged with governance 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.

For Deloitte Audit, *Cabinet de Révision Agréé*

Laurent Fedrigo, *Réviseur d'Entreprises Agréé*
Partner



Luxembourg, December 21, 2017

MERCHBANC SICAV

Combined Statement of Net Assets as at September 30, 2017

		Merchbanc SICAV - Global in USD	Merchbanc SICAV - Cube	Merchbanc SICAV - Renta Fija Flexible*	Merchbanc SICAV - Merch- Fontemar	Merchbanc SICAV - Merch- Universal	Merchbanc SICAV - Merchfondo
	Note	USD	EUR	EUR	EUR	EUR	EUR
ASSETS							
Investments in securities at market value	(2)	7,850,437	13,738,448	44,893,601	1,909,194	8,229,892	12,369,710
Options purchased		149,700	616,777	0	0	0	248,403
Cash at banks		316,079	1,616,949	7,785,144	322,053	1,308,808	1,137,002
Amounts receivable on sale of investments		36,717	92,269	232,944	5,190	0	77,699
Interest and dividends receivable		3,835	4,568	393,242	7,496	12,962	5,521
Net unrealised profit on futures contracts	(6)	0	0	0	0	0	0
Other assets		3,397	577	0	0	1,683	3,610
TOTAL ASSETS		8,360,165	16,069,588	53,304,931	2,243,933	9,553,345	13,841,945
LIABILITIES							
Margin payable to broker	(2)	0	23	79,511	1,253	0	0
Amounts payable on purchase of investments		0	0	4,865,561	0	0	0
Amounts payable on redemptions		0	0	10,000	0	0	0
Net unrealised loss on futures contracts	(6)	0	0	3,249	3,370	26,383	32,341
Management fees payable	(3)	23,350	27,490	76,969	6,513	27,066	35,612
Performance fees payable	(3)	241,009	0	0	0	0	269,905
Taxes and expenses payable	(5)	15,607	21,989	48,999	8,038	17,111	22,878
Interest payable		0	0	1,001	17	200	17
TOTAL LIABILITIES		279,966	49,502	5,085,290	19,191	70,760	360,753
TOTAL NET ASSETS		8,080,199	16,020,086	48,219,641	2,224,742	9,482,585	13,481,192
Net asset value per share		21.775	274.497	10.614	10.174	11.108	12.210
Number of shares outstanding		371,080.523	58,361.629	4,542,998.981	218,660.928	853,702.169	1,104,073.619

* Previously Merchbanc SICAV - Merchrenta

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

MERCHBANC SICAV

Combined Statement of Net Assets (continued) as at September 30, 2017

		Merchbanc SICAV - Fixed Income in USD	Total
	Note	USD	EUR
ASSETS			
Investments in securities at market value	(2)	2,372,248	89,789,845
Options purchased		0	991,835
Cash at banks		184,807	12,593,735
Amounts receivable on sale of investments		0	439,167
Interest and dividends receivable		12,726	437,801
Net unrealised profit on futures contracts	(6)	2,953	2,498
Other assets		0	8,744
TOTAL ASSETS		2,572,734	104,263,625
LIABILITIES			
Margin payable to broker	(2)	2,953	83,285
Amounts payable on purchase of investments		0	4,865,561
Amounts payable on redemptions		6,940	15,872
Net unrealised loss on futures contracts	(6)	0	65,343
Management fees payable	(3)	2,773	195,752
Performance fees payable	(3)	0	473,813
Taxes and expenses payable	(5)	9,248	140,044
Interest payable		0	1,235
TOTAL LIABILITIES		21,914	5,840,905
TOTAL NET ASSETS		2,550,820	98,422,720
Net asset value per share		6.507	
Number of shares outstanding		391,989.975	

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

MERCHBANC SICAV

Combined Statement of Operations and Changes in Net Assets for the year ended September 30, 2017

	Note	Merchbanc SICAV - Global in USD USD	Merchbanc SICAV - Cube EUR	Merchbanc SICAV - Mayolas* EUR	Merchbanc SICAV - Renta Fija Flexible** EUR
NET ASSETS AT THE BEGINNING OF THE YEAR/PERIOD		6,907,753	10,185,470	3,804,935	18,227,338
INCOME					
Dividends, net	(2)	70,298	67,824	0	0
Interest on bonds, net	(2)	0	0	4,542	818,573
Bank interest, net	(2)	693	1,796	0	300
Other income		32	0	0	26
TOTAL INCOME		71,023	69,620	4,542	818,899
EXPENSES					
Management fees	(3)	126,618	129,799	3,729	295,052
Performance fees	(3)	241,009	0	876	0
Depository bank fees		8,564	10,195	2,249	17,782
Domiciliation, administration, registrar and transfer agent fees		38,160	23,485	6,689	60,099
Audit fees, printing and publishing expenses		6,409	10,042	3,923	21,556
Directors fees		2,012	4,660	728	14,003
Liquidation fees		0	0	5,340	0
Subscription tax	(4)	4,066	7,089	187	16,621
Bank charges and correspondent fees	(8)	31,164	61,269	3,463	30,606
Bank interest		273	826	373	11,103
Other charges		21,840	22,934	1,882	16,353
TOTAL EXPENSES		480,115	270,299	29,439	483,175
NET PROFIT/(LOSS) FROM INVESTMENTS		(409,092)	(200,679)	(24,897)	335,724
Net realised profit/(loss) on sale of investments	(2)	562,228	2,132,698	(568,746)	684,858
Net realised profit/(loss) on sale of options contracts	(2)	839,917	1,866,086	0	44,300
Net realised profit/(loss) on futures contracts	(2)	0	0	470	388,494
Net realised profit/(loss) on foreign exchange	(2)	(1,634)	(19,873)	7,000	(26,116)
NET REALISED PROFIT/(LOSS)		991,419	3,778,232	(586,173)	1,427,260
Change in net unrealised appreciation/(depreciation) on investments	(2)	1,219,395	1,821,213	586,996	31,026
Change in net unrealised appreciation/(depreciation) on options contracts	(2)	(41,749)	174,394	0	0
Change in net unrealised appreciation/(depreciation) on futures contracts	(2)	0	0	6,994	9,866
NET INCREASE/(DECREASE) IN NET ASSETS AS A RESULT OF OPERATIONS		2,169,065	5,773,839	7,817	1,468,152
EVOLUTION OF THE CAPITAL					
Subscriptions of shares		354,369	71,577	0	36,421,682
Redemption of shares		(1,350,988)	(10,800)	(3,812,752)	(7,897,531)
Currency Translation	(2)	0	0	0	0
NET ASSETS AT THE END OF THE YEAR/PERIOD		8,080,199	16,020,086	0	48,219,641

* Liquidated on January 10, 2017

** Previously Merchbanc SICAV - Merchrenta

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

MERCHBANC SICAV

Combined Statement of Operations and Changes in Net Assets (continued) for the year ended September 30, 2017

		Merchbanc SICAV - Merch-Fontemar	Merchbanc SICAV - Merch-Universal	Merchbanc SICAV - Merchfondo	Merchbanc SICAV - Fixed Income in USD
	Note	EUR	EUR	EUR	USD
NET ASSETS AT THE BEGINNING OF THE YEAR/PERIOD		2,844,076	9,533,663	10,028,857	3,456,396
INCOME					
Dividends, net	(2)	14,937	86,507	102,320	0
Interest on bonds, net	(2)	20,513	21,669	0	50,724
Bank interest, net	(2)	116	90	596	352
Other income		0	0	45	0
TOTAL INCOME		35,566	108,266	102,961	51,076
EXPENSES					
Management fees	(3)	39,523	147,381	184,493	17,035
Performance fees	(3)	0	0	269,905	0
Depositary bank fees		5,079	8,400	10,052	5,701
Domiciliation, administration, registrar and transfer agent fees		22,923	23,016	29,272	31,735
Audit fees, printing and publishing expenses		2,311	7,317	9,835	2,709
Directors fees		659	2,793	3,987	636
Liquidation fees		0	0	0	0
Subscription tax	(4)	1,218	4,651	6,700	1,393
Bank charges and correspondent fees	(8)	7,314	7,605	43,854	2,589
Bank interest		534	2,259	1,408	0
Other charges		2,696	9,510	23,102	3,527
TOTAL EXPENSES		82,257	212,932	582,608	65,325
NET PROFIT/(LOSS) FROM INVESTMENTS		(46,691)	(104,666)	(479,647)	(14,249)
Net realised profit/(loss) on sale of investments	(2)	81,276	312,940	435,862	(8,579)
Net realised profit/(loss) on sale of options contracts	(2)	0	0	1,183,347	0
Net realised profit/(loss) on futures contracts	(2)	29,407	190,241	369,876	6,609
Net realised profit/(loss) on foreign exchange	(2)	(16,718)	(23,804)	(73,270)	(73)
NET REALISED PROFIT/(LOSS)		47,274	374,711	1,436,168	(16,292)
Change in net unrealised appreciation/(depreciation) on investments	(2)	29,685	620,174	1,401,992	(9,375)
Change in net unrealised appreciation/(depreciation) on options contracts	(2)	0	0	(68,770)	0
Change in net unrealised appreciation/(depreciation) on futures contracts	(2)	(4,309)	(31,827)	(40,352)	5,063
NET INCREASE/(DECREASE) IN NET ASSETS AS A RESULT OF OPERATIONS		72,650	963,058	2,729,038	(20,604)
EVOLUTION OF THE CAPITAL					
Subscriptions of shares		106,600	0	1,131,384	358,152
Redemption of shares		(798,584)	(1,014,136)	(408,087)	(1,243,124)
Currency Translation	(2)	0	0	0	0
NET ASSETS AT THE END OF THE YEAR/PERIOD		2,224,742	9,482,585	13,481,192	2,550,820

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

MERCHBANC SICAV

Combined Statement of Operations and Changes in Net Assets (continued) for the year ended September 30, 2017

	Total
	EUR
Note	
NET ASSETS AT THE BEGINNING OF THE YEAR/PERIOD	63,850,037
INCOME	
Dividends, net	(2) 331,064
Interest on bonds, net	(2) 908,213
Bank interest, net	(2) 3,782
Other income	98
TOTAL INCOME	1,243,157
EXPENSES	
Management fees	(3) 921,516
Performance fees	(3) 474,689
Depositary bank fees	65,826
Domiciliation, administration, registrar and transfer agent fees	224,619
Audit fees, printing and publishing expenses	62,698
Directors fees	29,070
Liquidation fees	5,340
Subscription tax	(4) 41,085
Bank charges and correspondent fees	(8) 182,668
Bank interest	16,734
Other charges	97,942
TOTAL EXPENSES	2,122,187
NET PROFIT/(LOSS) FROM INVESTMENTS	(879,030)
Net realised profit/(loss) on sale of investments	(2) 3,547,308
Net realised profit/(loss) on sale of options contracts	(2) 3,804,353
Net realised profit/(loss) on futures contracts	(2) 984,080
Net realised profit/(loss) on foreign exchange	(2) (154,225)
NET REALISED PROFIT/(LOSS)	7,302,486
Change in net unrealised appreciation/(depreciation) on investments	(2) 5,514,835
Change in net unrealised appreciation/(depreciation) on options contracts	(2) 70,302
Change in net unrealised appreciation/(depreciation) on futures contracts	(2) (55,344)
NET INCREASE/(DECREASE) IN NET ASSETS AS A RESULT OF OPERATIONS	12,832,279
EVOLUTION OF THE CAPITAL	
Subscriptions of shares	38,334,078
Redemption of shares	(16,136,663)
Currency Translation	(2) (457,011)
NET ASSETS AT THE END OF THE YEAR/PERIOD	98,422,720

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

MERCHBANC SICAV

Changes in the number of shares for the year ended September 30, 2017

	Merchbanc SICAV - Global in USD USD	Merchbanc SICAV - Cube EUR	Merchbanc SICAV - Mayolas* EUR	Merchbanc SICAV - Renta Fija Flexible** EUR	Merchbanc SICAV - Merch- Fontemar EUR	Merchbanc SICAV - Merch- Universal EUR
Registered Shares						
Number of shares outstanding at the beginning of the year/period	417,733.145	58,120.841	394,087.904	1,806,697.439	287,776.180	952,722.831
Number of shares issued	16,672.701	290.937	0.000	3,500,503.025	10,531.715	0.000
Number of shares redeemed	(63,325.323)	(50.149)	(394,087.904)	(764,201.483)	(79,646.967)	(99,020.662)
Number of shares outstanding at the end of the year/period	371,080.523	58,361.629	0.000	4,542,998.981	218,660.928	853,702.169

Statistics

	Merchbanc SICAV - Global in USD USD	Merchbanc SICAV - Cube EUR	Merchbanc SICAV - Mayolas* EUR	Merchbanc SICAV - Renta Fija Flexible** EUR	Merchbanc SICAV - Merch- Fontemar EUR	Merchbanc SICAV - Merch- Universal EUR
Total Net Asset Value						
September 30, 2017	8,080,199	16,020,086	0	48,219,641	2,224,742	9,482,585
September 30, 2016	6,907,753	10,185,470	3,804,935	18,227,338	2,844,076	9,533,663
September 30, 2015	7,933,970	8,045,180	9,442,316	4,829,553	2,727,172	8,804,783
NAV per share at the end of the year/period						
September 30, 2017	21.775	274.497	0.000	10.614	10.174	11.108
September 30, 2016	16.536	175.246	9.655	10.089	9.883	10.007
September 30, 2015	15.239	143.300	9.947	9.808	9.870	9.789

* Liquidated on January 10, 2017

** Previously Merchbanc SICAV - Merchrenta

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

MERCHBANC SICAV

Changes in the number of shares (continued) for the year ended September 30, 2017

	Merchbanc SICAV - Merchfondo EUR	Merchbanc SICAV - Fixed Income in USD USD
Registered Shares		
Number of shares outstanding at the beginning of the year/period	1,050,970.588	527,218.248
Number of shares issued	87,597.769	54,893.571
Number of shares redeemed	(34,494.738)	(190,121.844)
Number of shares outstanding at the end of the year/period	1,104,073.619	391,989.975

Statistics (continued)

	Merchbanc SICAV - Merchfondo EUR	Merchbanc SICAV - Fixed Income in USD USD
Total Net Asset Value		
September 30, 2017	13,481,192	2,550,820
September 30, 2016	10,028,857	3,456,396
September 30, 2015	9,454,499	4,336,696
NAV per share at the end of the year/period		
September 30, 2017	12.210	6.507
September 30, 2016	9.542	6.556
September 30, 2015	8.962	6.383

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

MERCHBANC SICAV

Merchbanc SICAV - Global in USD

Statement of Investments as at September 30, 2017

(expressed in USD)

Description	Face Value	Currency	Cost	Market value	% net assets
Transferable securities and money market instruments listed on an official stock exchange listing or dealt in on another regulated market					
Shares					
Canada					
POTASH CORP. SASKATCHEWAN	10,000	USD	165,071	192,400	2.38
			165,071	192,400	2.38
France					
AIR LIQUIDE	600	EUR	67,749	80,030	0.99
AXA	5,100	EUR	111,848	154,255	1.91
ESSILOR INTERNATIONAL	450	EUR	51,009	55,714	0.69
			230,606	289,999	3.59
Israel					
CHECK POINT SOFTWARE TECHNO	1,300	USD	63,867	148,226	1.83
MELLANOX TECHNOLOGIES LTD	5,000	USD	196,680	235,750	2.92
			260,547	383,976	4.75
Japan					
CANON INC.	4,000	JPY	122,607	136,705	1.69
FANUC CORP. — SHS	200	JPY	30,282	40,514	0.50
HONDA MOTOR CO. LTD	1,500	JPY	50,716	44,425	0.55
TORAY INDUSTRIES INC.	2,600	JPY	21,824	25,224	0.32
TOYOTA MOTOR CORP.	500	JPY	28,823	29,821	0.37
			254,252	276,689	3.43
Spain					
ACERINOX SA	12,200	EUR	136,182	175,921	2.18
BCO BILBAO VIZ. ARGENTARIA /NAM.	21,400	EUR	172,546	191,246	2.36
			308,728	367,167	4.54
Switzerland					
CIE FINANCIERE RICHEMONT SA	1,100	CHF	64,990	100,553	1.25
GARMIN	3,300	USD	143,216	178,101	2.21
LINDT & SPRUENGLI /PARTIZ	6	CHF	29,759	34,240	0.42
NESTLE /ACT NOM	500	CHF	34,224	41,884	0.52
ROCHE HOLDING AG /GENUSSSCHEIN	210	CHF	55,858	53,620	0.66
			328,047	408,398	5.06
United States of America					
AKAMAI TECHNOLOGIES INC.	8,400	USD	410,305	409,248	5.07
APPLE INC.	420	USD	45,158	64,730	0.80
APPLIED MATERIALS INC.	1,650	USD	38,838	85,949	1.06
BANK OF AMERICA CORP.	9,800	USD	228,173	248,332	3.07
BOSTON SCIENTIFIC CORP.	425	USD	10,304	12,397	0.15
BRISTOL MYERS SQUIBB CO.	2,000	USD	78,135	127,480	1.58
CITIGROUP INC.	3,400	USD	139,853	247,316	3.06
COACH INC.	6,500	USD	270,156	261,820	3.24
CORNING INC.	6,800	USD	104,700	203,456	2.52
CUMMINS INC.	250	USD	24,238	42,008	0.52
FREEPORT MCMORA. COPPER & GOLD	21,500	USD	279,050	301,860	3.74
GILEAD SCIENCES INC.	4,100	USD	352,803	332,182	4.11

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

MERCHBANC SICAV

Merchbanc SICAV - Global in USD

Statement of Investments (continued) as at September 30, 2017

(expressed in USD)

Description	Face Value	Currency	Cost	Market value	% net assets
INCYTE CORP.	4,100	USD	488,969	478,634	5.92
INTUITIVE SURGICAL INC.	80	USD	40,071	83,670	1.04
JPMORGAN CHASE & CO.	1,600	USD	87,702	152,816	1.89
LULULEMON ATHLETICA INC.	7,400	USD	417,622	460,650	5.70
MERCK	1,500	USD	49,470	96,045	1.19
MORGAN STANLEY	2,000	USD	35,594	96,340	1.19
NETAPP INC.	3,400	USD	132,484	148,784	1.84
PORTOLA PHARMACEUTICALS INC.	14,700	USD	523,265	794,241	9.83
QUALCOMM INC.	4,900	USD	251,166	254,016	3.14
SPLUNK INC.	5,800	USD	322,566	385,294	4.77
TABLEAU SOFTWARE INC.	1,500	USD	88,014	112,335	1.39
TOLL BROTHERS	4,250	USD	132,859	176,248	2.18
TWITTER INC.	21,100	USD	528,864	355,957	4.41
			5,080,359	5,931,808	73.41
Total - Shares			6,627,610	7,850,437	97.16
Options contracts					
United States of America					
CALL QUALCOMM INC. 17/11/17 53	200	USD	27,000	30,800	0.38
CALL QUALCOMM INC. 20/10/17 53	2,050	USD	186,784	118,900	1.47
			213,784	149,700	1.85
Total - Options contracts			213,784	149,700	1.85
Total - Transferable securities and money market instruments listed on an official stock exchange listing or dealt in on another regulated market			6,841,394	8,000,137	99.01
TOTAL INVESTMENT PORTFOLIO			6,841,394	8,000,137	99.01

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

MERCHBANC SICAV

Merchbanc SICAV - Global in USD

Investment Breakdowns as at September 30, 2017

(expressed as a percentage of net assets)

Geographic breakdown	%	Economic breakdown	%
United States of America	75.26	Internet software	17.47
Switzerland	5.06	Pharmaceuticals and cosmetics	15.14
Israel	4.75	Banks and financial institutions	10.38
Spain	4.54	Biotechnology	10.03
France	3.59	Textile	8.94
Japan	3.43	News transmission	7.51
Canada	2.38	Holding and finance companies	6.83
	99.01	Office equipment, computers	5.56
		Precious metals	3.74
		Chemicals	3.69
		Electronic semiconductor	2.75
		Mines, heavy industries	2.18
		Insurance	1.91
		Food and distilleries	0.94
		Automobile industry	0.92
		Mechanics, machinery	0.52
		Electronics and electrical equipment	0.50
			99.01

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

MERCHBANC SICAV

Merchbanc SICAV - Cube

Statement of Investments as at September 30, 2017

(expressed in EUR)

Description	Face Value	Currency	Cost	Market value	% net assets
Transferable securities and money market instruments listed on an official stock exchange listing or dealt in on another regulated market					
Shares					
Bermuda					
LAZARD LTD CL. A	7,500	USD	277,215	286,941	1.79
			277,215	286,941	1.79
British Virgin Islands					
MICHAEL KORS HOLDINGS LTD	7,000	USD	277,586	283,388	1.77
			277,586	283,388	1.77
Canada					
BARRICK GOLD CORP.	10,000	USD	143,250	136,131	0.85
			143,250	136,131	0.85
Cayman Islands					
BAIDU INC. -A- /ADR	3,000	USD	252,463	628,682	3.92
CTRIP. COM INTERNATION. LTD /SADR	2,000	USD	83,568	89,242	0.56
			336,031	717,924	4.48
Curacao					
SCHLUMBERGER LTD	3,000	USD	220,571	177,063	1.11
			220,571	177,063	1.11
France					
CELLECTIS SA /SADR	3,000	USD	76,609	72,211	0.45
			76,609	72,211	0.45
Israel					
CHECK POINT SOFTWARE TECHNO	4,000	USD	305,370	385,871	2.41
MELLANOX TECHNOLOGIES LTD	5,000	USD	254,706	199,458	1.24
			560,076	585,329	3.65
Singapore					
BROADCOM LIMITED	1,500	USD	189,915	307,805	1.92
			189,915	307,805	1.92
Switzerland					
GARMIN	2,000	USD	76,707	91,324	0.57
			76,707	91,324	0.57
United States of America					
AKAMAI TECHNOLOGIES INC.	10,000	USD	380,219	412,200	2.57
ALNYLAM PHARMACEUTICALS INC.	2,500	USD	149,037	248,509	1.55
ALPHABET INC. -C-	500	USD	234,157	405,732	2.53
AMERICAN EXPRESS CO.	3,000	USD	159,213	229,604	1.43
APPLIED OPTOELECTRONICS INC.	5,000	USD	264,460	273,573	1.71
BANK OF AMERICA CORP.	30,000	USD	497,368	643,175	4.02
BLUEBIRD BIO INC.	1,500	USD	82,918	174,309	1.09
BOFI HOLDING INC.	10,000	USD	227,268	240,873	1.50

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

MERCHBANC SICAV

Merchbanc SICAV - Cube

Statement of Investments (continued) as at September 30, 2017

(expressed in EUR)

Description	Face Value	Currency	Cost	Market value	% net assets
BOSTON SCIENTIFIC CORP.	15,000	USD	250,974	370,193	2.31
BRISTOL MYERS SQUIBB CO.	3,000	USD	143,552	161,784	1.01
CLOVIS ONCOLOGY INC. SHS	2,000	USD	130,181	139,431	0.87
COACH INC.	8,500	USD	322,128	289,674	1.81
CORNING INC.	10,000	USD	125,666	253,141	1.58
FIRST SOLAR INC.	2,000	USD	84,138	77,634	0.48
INCYTE CORP.	15,500	USD	882,934	1,530,919	9.56
INTEL CORP.	15,000	USD	445,040	483,269	3.02
INTERCEPT PHARM -SHS-	3,000	USD	232,603	147,316	0.92
LULULEMON ATHLETICA INC.	7,500	USD	370,751	395,004	2.47
NIKE INC B	2,500	USD	111,881	109,671	0.68
NVIDIA CORP.	3,000	USD	344,948	453,750	2.83
PALO ALTO NETWORKS INC.	2,500	USD	305,856	304,793	1.90
PAYPAL HOLDINGS INC.	6,000	USD	162,420	325,039	2.03
PORTOLA PHARMACEUTICALS INC.	28,000	USD	750,883	1,279,953	7.99
PRICELINE COM INC.	150	USD	180,533	232,347	1.45
PUMA BIOTECH	2,000	USD	108,335	202,631	1.27
QUALCOMM INC.	10,000	USD	480,627	438,597	2.74
SHAKE SHACK INC. -A-	3,000	USD	107,979	84,344	0.53
UNIVERSAL DISPLAY CORP.	2,000	USD	197,160	218,030	1.36
VMWARE INC.	3,000	USD	177,557	277,144	1.73
WESTERN DIGITAL CORP.	3,500	USD	249,899	255,848	1.60
WILLIAMS-SONOMA INC.	10,000	USD	450,560	421,845	2.63
			8,611,245	11,080,332	69.17
Total - Shares			10,769,205	13,738,448	85.76
Options contracts					
United States of America					
CALL BANK OF AMERICA CORP. 20/10/17 23	1,500	USD	263,443	302,043	1.89
CALL GILEAD SCIENCES INC. 20/10/17 75	600	USD	374,187	314,734	1.96
			637,630	616,777	3.85
Total - Options contracts			637,630	616,777	3.85
Total - Transferable securities and money market instruments listed on an official stock exchange listing or dealt in on another regulated market			11,406,835	14,355,225	89.61
TOTAL INVESTMENT PORTFOLIO			11,406,835	14,355,225	89.61

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

MERCHBANC SICAV

Merchbanc SICAV - Cube

Investment Breakdowns as at September 30, 2017

(expressed as a percentage of net assets)

Geographic breakdown	%	Economic breakdown	%
United States of America	73.02	Pharmaceuticals and cosmetics	17.01
Cayman Islands	4.48	Internet software	16.51
Israel	3.65	Biotechnology	11.97
Singapore	1.92	Electronic semiconductor	7.69
Bermuda	1.79	Banks and financial institutions	7.34
British Virgin Islands	1.77	Holding and finance companies	5.89
Curacao	1.11	Textile	4.96
Canada	0.85	Office equipment, computers	4.76
Switzerland	0.57	Retail	4.40
France	0.45	News transmission	4.32
	89.61	Electronics and electrical equipment	1.71
		Petrol	1.11
		Precious metals	0.85
		Leisure	0.56
		Food and distilleries	0.53
			89.61

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

MERCHBANC SICAV

Merchbanc SICAV - Renta Fija Flexible*

Statement of Investments as at September 30, 2017

(expressed in EUR)

Description	Face Value	Currency	Cost	Market value	% net assets
Transferable securities and money market instruments listed on an official stock exchange listing or dealt in on another regulated market					
Bonds					
Cayman Islands					
BANBRA 3.875% 10.10.22 144A	500,000	USD	419,260	417,232	0.86
BBV INTL FIN. 7% 95-01.12.25	690,000	USD	690,064	680,980	1.41
VALE OVERS 6.25% 16-10.08.26	500,000	USD	482,684	475,990	0.99
			1,592,008	1,574,202	3.26
Colombia					
COLOMB TEL 5.375% 12-27.09.22	500,000	USD	437,312	432,214	0.90
			437,312	432,214	0.90
France					
BNPP 6.75% 16-PERP REGS	400,000	USD	361,938	362,633	0.75
BNPP FRN 17-07.06.24	1,000,000	EUR	1,000,000	1,012,180	2.10
EDF 5% 14 -PERP	1,000,000	EUR	1,063,262	1,088,380	2.26
FRANCE O.A. 2% 25.05.48 /OAT	1,000,000	EUR	1,038,200	1,030,280	2.13
GROUPAMA 6.375% (FRN) 14 -PERP	1,000,000	EUR	1,161,500	1,156,820	2.40
			4,624,900	4,650,293	9.64
Germany					
DAIMLER FRN 17-03.07.24 REGS	1,000,000	EUR	996,300	1,000,630	2.07
GERMANY 0.5% 17-15.08.27	2,000,000	EUR	2,024,000	2,004,040	4.16
			3,020,300	3,004,670	6.23
Great Britain					
BARCLAYS 2% 17-07.02.28	1,000,000	EUR	992,074	988,260	2.05
LLOYDS BK FRN 17-21.06.24	1,000,000	EUR	1,000,000	1,010,160	2.10
ROYAL BK SCOT 5.5% 04-PERP	300,000	EUR	301,800	303,846	0.63
SANTANDER U FRN 17-18.05.23	1,000,000	EUR	1,000,000	1,008,550	2.09
			3,293,874	3,310,816	6.87
Italy					
INTESA SAN FRN 17-19.04.22	1,000,000	EUR	998,500	1,022,700	2.12
ITALY 2.7% 16-01.03.47 /BTP	1,000,000	EUR	894,075	891,270	1.85
ITALY FRN 13-01.11.18	4,000,000	EUR	4,103,776	4,078,840	8.46
ITALY FRN 13-15.11.19 /CCT	4,000,000	EUR	4,100,770	4,094,320	8.49
VENETO BANCA 4% 14-20.05.19	500,000	EUR	529,350	531,230	1.10
			10,626,471	10,618,360	22.02
Luxembourg					
GESTAMP FDG 3.5% 16-15.05.2023	500,000	EUR	520,481	522,735	1.09
JOHN DEERE FRN 17-03.10.22	1,000,000	EUR	1,003,000	1,003,790	2.08
			1,523,481	1,526,525	3.17

* Previously Merchbanc SICAV - Merchrenta

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

MERCHBANC SICAV

Merchbanc SICAV - Renta Fija Flexible*

Statement of Investments (continued) as at September 30, 2017

(expressed in EUR)

Description	Face Value	Currency	Cost	Market value	% net assets
Mexico					
PEMEX 6.625% 10-PERP	300,000	USD	282,165	255,351	0.53
			282,165	255,351	0.53
Portugal					
PORTUGAL 4.1% 15-15.02.45	1,000,000	EUR	1,059,940	1,077,720	2.23
			1,059,940	1,077,720	2.23
Spain					
AUDASA 4.75% 14-01.04.20	200,000	EUR	217,822	211,200	0.44
AUDASA 6% 11-31.05.21	48,000	EUR	55,368	53,280	0.11
BANESTO 5.5% 04 -PERP	2,000,000	EUR	2,018,146	2,031,640	4.21
BANKIA 4% 14-22.05.24	600,000	EUR	625,275	624,696	1.30
BANKIA 6% 17-PERP	600,000	EUR	599,350	602,322	1.25
CAIXABANK 6.75% 17-PERP	400,000	EUR	415,799	423,612	0.88
CELLNEX 2.875% 18.04.25 REGS	500,000	EUR	516,316	522,455	1.08
GRIFOLS 3.2% 17-01.05.25	600,000	EUR	596,450	609,756	1.27
GRUPO 3.25% 17-30.04.24 REGS	500,000	EUR	501,000	513,190	1.06
LIBERBANK 6.875% 17-14.03.27	1,000,000	EUR	992,380	1,066,560	2.21
NH HOTELES 3.75% 16-01.10.23	600,000	EUR	633,930	634,644	1.32
			7,171,836	7,293,355	15.13
Switzerland					
UBS GROUP F FRN 17-20.09.22 REGS	500,000	EUR	504,915	506,655	1.05
			504,915	506,655	1.05
The Netherlands					
AEGON NV FRN 04- PERP	200,000	EUR	138,833	160,426	0.33
ATRADIUS FI 5.25% 14-23.09.44	400,000	EUR	430,500	430,856	0.89
EDP FIN 3.625% 17-15.07.24 REGS	600,000	USD	526,243	513,554	1.07
ING GROEP 6.875% 16-PERP	400,000	USD	380,738	365,431	0.76
RABOBK 4% 17-10.04.29	1,000,000	USD	906,643	857,502	1.78
TELEFONICA 7.625% /FRN 13-PERP	1,500,000	EUR	1,801,950	1,805,040	3.74
VW INTL FIN 3.875% 17-PERP	1,500,000	EUR	1,488,289	1,488,615	3.09
			5,673,196	5,621,424	11.66
United States of America					
AMAZON COM 3.15% 17-22.08.27	500,000	USD	428,293	425,704	0.88
BAFC FRN 17-04.05.23 REGS	500,000	EUR	500,495	505,155	1.05
GENERAL MOTORS FRN 17-10.05.21	500,000	EUR	497,450	502,310	1.04
GENERAL MTR 4.35% 17-17.01.27	500,000	USD	433,686	434,871	0.90
GS FRN 17-09.09.22	1,000,000	EUR	1,000,100	1,004,090	2.08
HJ HEINZ CO. 3% 16-01.06.26	500,000	USD	408,994	406,727	0.84
HYUND CAP 3.1% 17-05.04.22 REGS	600,000	USD	504,241	506,398	1.05
JPM FRN 16-24.10.23	500,000	USD	458,195	431,556	0.90
MOR ST FRN 17-08.11.22	500,000	EUR	502,115	505,205	1.05
			4,733,569	4,722,016	9.79
Total - Bonds			44,543,967	44,593,601	92.48
Total - Transferable securities and money market instruments listed on an official stock exchange listing or dealt in on another regulated market			44,543,967	44,593,601	92.48

* Previously Merchbanc SICAV - Merchrenta

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

MERCHBANC SICAV

Merchbanc SICAV - Renta Fija Flexible*

Statement of Investments (continued) as at September 30, 2017

(expressed in EUR)

Description	Face Value	Currency	Cost	Market value	% net assets
Other transferable securities					
Bonds					
Spain					
AUDAX ENERG 4.2% 17-02.06.22	300,000	EUR	300,000	300,000	0.62
			300,000	300,000	0.62
Total - Bonds			300,000	300,000	0.62
Total - Other transferable securities			300,000	300,000	0.62
TOTAL INVESTMENT PORTFOLIO			44,843,967	44,893,601	93.10

* Previously Merchbanc SICAV - Merchrenta

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

MERCHBANC SICAV

Merchbanc SICAV - Renta Fija Flexible*

Investment Breakdowns as at September 30, 2017

(expressed as a percentage of net assets)

Geographic breakdown	%	Economic breakdown	%
Italy	22.02	Banks and financial institutions	30.21
Spain	15.75	States, provinces and municipalities	27.32
The Netherlands	11.66	Holding and finance companies	15.72
United States of America	9.79	News transmission	5.72
France	9.64	Public services	2.88
Great Britain	6.87	Insurance	2.73
Germany	6.23	Automobile industry	2.07
Cayman Islands	3.26	Leisure	1.32
Luxembourg	3.17	Biotechnology	1.27
Portugal	2.23	Other services	1.06
Switzerland	1.05	Retail	0.88
Colombia	0.90	Food and distilleries	0.84
Mexico	0.53	Transportation	0.55
	93.10	Petrol	0.53
			93.10

* Previously Merchbanc SICAV - Merchrenta

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

MERCHBANC SICAV

Merchbanc SICAV - Merch-Fontemar

Statement of Investments as at September 30, 2017

(expressed in EUR)

Description	Face Value	Currency	Cost	Market value	% net assets
Transferable securities and money market instruments listed on an official stock exchange listing or dealt in on another regulated market					
Bonds					
Great Britain					
TESCO 3.375% 11-02.11.18	100,000	EUR	105,300	103,542	4.66
			105,300	103,542	4.66
The Netherlands					
REPSM 4.375% 12-20.02.18	100,000	EUR	104,000	101,721	4.57
			104,000	101,721	4.57
United States of America					
EMC 1.875% 13-01.06.18	100,000	USD	85,273	84,161	3.78
FREEPORT MC 2.375% 13-15.03.18	160,000	USD	117,216	135,153	6.08
TOLL 4% 13-31.12.18	80,000	USD	76,304	68,595	3.08
			278,793	287,909	12.94
Total - Bonds			488,093	493,172	22.17
Shares					
France					
AIR LIQUIDE	250	EUR	24,868	28,212	1.27
AXA	1,700	EUR	36,401	43,503	1.95
SANOFI-AVENTIS	200	EUR	16,307	16,802	0.75
TOTAL SA	600	EUR	26,935	27,267	1.23
			104,511	115,784	5.20
Germany					
ALLIANZ SE /NAM. VINKULIERT	225	EUR	32,969	42,739	1.92
			32,969	42,739	1.92
Spain					
BCO BILBAO VIZ. ARGENTARIA /NAM.	2,538	EUR	19,118	19,190	0.86
			19,118	19,190	0.86
Switzerland					
CIE FINANCIERE RICHEMONT SA	385	CHF	28,658	29,776	1.34
NESTLE /ACT NOM	210	CHF	13,920	14,883	0.67
ROCHE HOLDING AG /GENUSSSCHEIN	60	CHF	14,863	12,961	0.58
			57,441	57,620	2.59
The Netherlands					
UNILEVER CERT. OF SHS	180	EUR	6,475	9,007	0.41
			6,475	9,007	0.41
United States of America					
AKAMAI TECHNOLOGIES INC.	900	USD	39,192	37,098	1.67
APPLE INC.	170	USD	16,319	22,167	1.00
BANK OF AMERICA CORP.	1,850	USD	29,836	39,663	1.78
GILEAD SCIENCES INC.	950	USD	86,820	65,120	2.93

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

MERCHBANC SICAV

Merchbanc SICAV - Merch-Fontemar

Statement of Investments (continued) as at September 30, 2017

(expressed in EUR)

Description	Face Value	Currency	Cost	Market value	% net assets
LULULEMON ATHLETICA INC.	450	USD	21,386	23,700	1.06
MERCK	210	USD	11,152	11,376	0.51
PORTOLA PHARMACEUTICALS INC.	550	USD	24,630	25,142	1.13
QUALCOMM INC.	2,200	USD	117,342	96,492	4.34
			346,677	320,758	14.42
Total - Shares			567,191	565,098	25.40
Treasury Bills					
Spain					
SPAIN 0% 16-08.12.17 TB	170,000	EUR	170,356	170,141	7.65
SPAIN 0% 16-13.10.17 TB	100,000	EUR	100,210	100,015	4.50
SPAIN 0% 16-17.11.17 TB	180,000	EUR	180,405	180,101	8.10
SPAIN 0% 17-09.03.18 TB	120,000	EUR	120,240	120,220	5.40
SPAIN 0% 17-16.02.18 TB	180,000	EUR	180,414	180,304	8.10
SPAIN 0% 17-19.01.18 TB	100,000	EUR	100,225	100,143	4.50
			851,850	850,924	38.25
Total - Treasury Bills			851,850	850,924	38.25
Total - Transferable securities and money market instruments listed on an official stock exchange listing or dealt in on another regulated market			1,907,134	1,909,194	85.82
TOTAL INVESTMENT PORTFOLIO			1,907,134	1,909,194	85.82

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

MERCHBANC SICAV

Merchbanc SICAV - Merch-Fontemar

Investment Breakdowns as at September 30, 2017

(expressed as a percentage of net assets)

Geographic breakdown	%	Economic breakdown	%
Spain	39.11	States, provinces and municipalities	38.25
United States of America	27.36	Precious metals	6.08
France	5.20	Holding and finance companies	5.91
The Netherlands	4.98	Office equipment, computers	4.78
Great Britain	4.66	Retail	4.66
Switzerland	2.59	News transmission	4.34
Germany	1.92	Insurance	3.87
	85.82	Construction, building material	3.08
		Pharmaceuticals and cosmetics	2.97
		Biotechnology	2.93
		Banks and financial institutions	2.64
		Internet software	1.67
		Chemicals	1.27
		Petrol	1.23
		Textile	1.06
		Food and distilleries	0.67
		Consumer goods	0.41
			85.82

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

MERCHBANC SICAV

Merchbanc SICAV - Merch-Universal

Statement of Investments as at September 30, 2017

(expressed in EUR)

Description	Face Value	Currency	Cost	Market value	% net assets
Transferable securities and money market instruments listed on an official stock exchange listing or dealt in on another regulated market					
Bonds					
Great Britain					
TESCO 3.375% 11-02.11.18	290,000	EUR	306,240	300,272	3.17
			306,240	300,272	3.17
United States of America					
EMC 1.875% 13-01.06.18	325,000	USD	277,136	273,523	2.88
FREEPORT MC 2.375% 13-15.03.18	305,000	USD	217,153	257,635	2.72
			494,289	531,158	5.60
Total - Bonds			800,529	831,430	8.77
Shares					
France					
AIR LIQUIDE	1,460	EUR	141,616	164,761	1.74
AXA	11,254	EUR	227,119	287,990	3.04
SANOFI-AVENTIS	2,106	EUR	167,502	176,925	1.86
TOTAL SA	1,236	EUR	55,258	56,170	0.59
			591,495	685,846	7.23
Germany					
ALLIANZ SE /NAM. VINKULIERT	1,545	EUR	220,693	293,472	3.09
BMW-BAYER. MOTORENWERKE	495	EUR	47,688	42,486	0.45
			268,381	335,958	3.54
Israel					
MELLANOX TECHNOLOGIES LTD	3,050	USD	118,775	121,670	1.28
			118,775	121,670	1.28
Japan					
CANON INC.	3,200	JPY	94,647	92,528	0.98
			94,647	92,528	0.98
Spain					
BCO BILBAO VIZ. ARGENTARIA /NAM.	21,100	EUR	146,858	159,537	1.68
			146,858	159,537	1.68
Switzerland					
CIE FINANCIERE RICHEMONT SA	2,493	CHF	185,188	192,808	2.04
LINDT & SPRUENGLI /PARTIZ	24	CHF	115,775	115,878	1.22
NESTLE /ACT NOM	1,902	CHF	126,206	134,800	1.42
ROCHE HOLDING AG /GENUSSSCHEIN	1,189	CHF	293,783	256,855	2.71
			720,952	700,341	7.39
United States of America					
AKAMAI TECHNOLOGIES INC.	6,200	USD	270,744	255,564	2.70
ALPHABET INC. -C-	140	USD	62,801	113,605	1.20
APPLE INC.	1,012	USD	95,752	131,960	1.39

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

MERCHBANC SICAV

Merchbanc SICAV - Merch-Universal

Statement of Investments (continued) as at September 30, 2017

(expressed in EUR)

Description	Face Value	Currency	Cost	Market value	% net assets
BANK OF AMERICA CORP.	14,000	USD	210,491	300,148	3.17
BOSTON SCIENTIFIC CORP.	3,850	USD	48,795	95,016	1.00
CITIGROUP INC.	1,420	USD	44,358	87,390	0.92
COACH INC.	4,261	USD	124,673	145,212	1.53
FREEMPORT MCMORA. COPPER & GOLD	7,980	USD	74,856	94,792	1.00
GILEAD SCIENCES INC.	2,867	USD	247,027	196,526	2.07
INCYTE CORP.	1,735	USD	166,111	171,364	1.81
INTUITIVE SURGICAL INC.	202	USD	91,369	178,745	1.88
LULULEMON ATHLETICA INC.	4,070	USD	201,195	214,356	2.26
MERCK	1,731	USD	91,882	93,774	0.99
NETAPP INC.	2,901	USD	92,970	107,405	1.13
PEPSICO INC.	1,141	USD	95,782	107,570	1.13
PORTOLA PHARMACEUTICALS INC.	11,500	USD	413,229	525,695	5.54
QUALCOMM INC.	10,500	USD	521,040	460,527	4.86
SPLUNK INC.	3,300	USD	170,284	185,472	1.96
TABLEAU SOFTWARE INC.	1,700	USD	63,442	107,714	1.14
TOLL BROTHERS	5,240	USD	153,033	183,851	1.94
TWITTER INC.	8,500	USD	235,290	121,321	1.28
			3,475,124	3,878,007	40.90
Total - Shares			5,416,232	5,973,887	63.00
Treasury Bills					
Spain					
SPAIN 0% 17-09.03.18 TB	300,000	EUR	300,600	300,549	3.17
SPAIN 0% 17-16.02.18 TB	400,000	EUR	400,920	400,676	4.22
SPAIN 0% 17-19.01.18 TB	300,000	EUR	300,675	300,429	3.17
			1,002,195	1,001,654	10.56
United States of America					
USA 0% 16-12.10.17 TB	500,000	USD	419,187	422,921	4.46
			419,187	422,921	4.46
Total - Treasury Bills			1,421,382	1,424,575	15.02
Total - Transferable securities and money market instruments listed on an official stock exchange listing or dealt in on another regulated market			7,638,143	8,229,892	86.79
TOTAL INVESTMENT PORTFOLIO			7,638,143	8,229,892	86.79

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

MERCHBANC SICAV

Merchbanc SICAV - Merch-Universal

Investment Breakdowns as at September 30, 2017

(expressed as a percentage of net assets)

Geographic breakdown	%	Economic breakdown	%
United States of America	50.96	States, provinces and municipalities	15.02
Spain	12.24	Pharmaceuticals and cosmetics	13.98
Switzerland	7.39	Internet software	8.28
France	7.23	Office equipment, computers	6.68
Germany	3.54	Insurance	6.13
Great Britain	3.17	Banks and financial institutions	5.77
Israel	1.28	News transmission	4.86
Japan	0.98	Holding and finance companies	3.98
	86.79	Biotechnology	3.88
		Textile	3.79
		Food and distilleries	3.77
		Precious metals	3.72
		Retail	3.17
		Chemicals	1.74
		Electronic semiconductor	0.98
		Petrol	0.59
		Automobile industry	0.45
			86.79

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

MERCHBANC SICAV

Merchbanc SICAV - Merchfondo

Statement of Investments as at September 30, 2017

(expressed in EUR)

Description	Face Value	Currency	Cost	Market value	% net assets
Transferable securities and money market instruments listed on an official stock exchange listing or dealt in on another regulated market					
Shares					
Canada					
POTASH CORP. SASKATCHEWAN	19,500	USD	287,990	317,425	2.36
			287,990	317,425	2.36
France					
AIR LIQUIDE	1,200	EUR	121,430	135,420	1.00
AXA	10,000	EUR	203,662	255,900	1.90
ESSILOR INTERNATIONAL	800	EUR	81,828	83,800	0.62
			406,920	475,120	3.52
Israel					
CHECK POINT SOFTWARE TECHNO	2,400	USD	160,882	231,522	1.72
MELLANOX TECHNOLOGIES LTD	8,000	USD	318,880	319,134	2.37
			479,762	550,656	4.09
Japan					
CANON INC.	5,200	JPY	143,102	150,359	1.11
FANUC CORP. — SHS	300	JPY	39,869	51,415	0.38
HONDA MOTOR CO. LTD	1,600	JPY	42,878	40,092	0.30
TORAY INDUSTRIES INC.	5,100	JPY	39,405	41,862	0.31
TOYOTA MOTOR CORP.	800	JPY	42,030	40,368	0.30
			307,284	324,096	2.40
Spain					
ACERINOX SA	21,500	EUR	244,086	262,300	1.95
BCO BILBAO VIZ. ARGENTARIA /NAM.	40,741	EUR	311,423	308,043	2.28
			555,509	570,343	4.23
Switzerland					
CIE FINANCIERE RICHEMONT SA	1,850	CHF	146,721	143,078	1.06
GARMIN	6,500	USD	258,473	296,802	2.20
LINDT & SPRUENGLI /PARTIZ	10	CHF	46,596	48,283	0.36
NESTLE /ACT NOM	900	CHF	58,045	63,785	0.48
ROCHE HOLDING AG /GENUSSSCHEIN	300	CHF	78,775	64,808	0.48
			588,610	616,756	4.58
United States of America					
AKAMAI TECHNOLOGIES INC.	16,200	USD	807,562	667,764	4.95
APPLE INC.	800	USD	80,181	104,316	0.77
APPLIED MATERIALS INC.	3,250	USD	67,967	143,232	1.06
BANK OF AMERICA CORP.	19,500	USD	395,148	418,063	3.10
BOSTON SCIENTIFIC CORP.	850	USD	18,066	20,978	0.16
BRISTOL MYERS SQUIBB CO.	3,200	USD	173,526	172,569	1.28
CITIGROUP INC.	5,000	USD	211,162	307,712	2.28
COACH INC.	13,000	USD	447,122	443,031	3.29
CORNING INC.	12,800	USD	242,897	324,020	2.40
CUMMINS INC.	500	USD	44,173	71,082	0.53
FREEMPORT MCMORA. COPPER & GOLD	40,900	USD	453,104	485,838	3.60
GILEAD SCIENCES INC.	8,100	USD	653,099	555,237	4.12

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

MERCHBANC SICAV

Merchbanc SICAV - Merchfondo

Statement of Investments (continued) as at September 30, 2017

(expressed in EUR)

Description	Face Value	Currency	Cost	Market value	% net assets
INCYTE CORP.	8,100	USD	864,884	800,029	5.94
INTUITIVE SURGICAL INC.	160	USD	74,066	141,580	1.05
JPMORGAN CHASE & CO.	3,100	USD	174,642	250,502	1.86
LULULEMON ATHLETICA INC.	14,600	USD	764,696	768,941	5.71
MERCK	2,000	USD	106,866	108,346	0.80
MORGAN STANLEY	1,600	USD	47,628	65,207	0.48
NETAPP INC.	5,300	USD	177,149	196,225	1.46
PORTOLA PHARMACEUTICALS INC.	29,000	USD	926,079	1,325,665	9.83
QUALCOMM INC.	9,800	USD	421,089	429,825	3.19
SPLUNK INC.	11,400	USD	605,633	640,723	4.75
TABLEAU SOFTWARE INC.	2,900	USD	186,981	183,748	1.36
TOLL BROTHERS	8,300	USD	257,057	291,214	2.16
TWITTER INC.	42,000	USD	916,957	599,467	4.45
			9,117,734	9,515,314	70.58
Total - Shares			11,743,809	12,369,710	91.76
Options contracts					
United States of America					
CALL QUALCOMM INC. 17/11/17 53	400	USD	44,801	52,117	0.39
CALL QUALCOMM INC. 20/10/17 53	4,000	USD	306,772	196,286	1.45
			351,573	248,403	1.84
Total - Options contracts			351,573	248,403	1.84
Total - Transferable securities and money market instruments listed on an official stock exchange listing or dealt in on another regulated market			12,095,382	12,618,113	93.60
TOTAL INVESTMENT PORTFOLIO			12,095,382	12,618,113	93.60

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

MERCHBANC SICAV

Merchbanc SICAV - Merchfondo

Investment Breakdowns as at September 30, 2017

(expressed as a percentage of net assets)

Geographic breakdown	%	Economic breakdown	%
United States of America	72.42	Internet software	17.23
Switzerland	4.58	Pharmaceuticals and cosmetics	14.22
Spain	4.23	Biotechnology	10.06
Israel	4.09	Banks and financial institutions	9.52
France	3.52	Textile	9.00
Japan	2.40	News transmission	7.43
Canada	2.36	Holding and finance companies	5.90
	93.60	Office equipment, computers	4.60
		Chemicals	3.67
		Precious metals	3.60
		Electronic semiconductor	2.17
		Mines, heavy industries	1.95
		Insurance	1.90
		Food and distilleries	0.84
		Automobile industry	0.60
		Mechanics, machinery	0.53
		Electronics and electrical equipment	0.38
			93.60

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

MERCHBANC SICAV

Merchbanc SICAV - Fixed Income in USD

Statement of Investments as at September 30, 2017

(expressed in USD)

Description	Face Value	Currency	Cost	Market value	% net assets
Transferable securities and money market instruments listed on an official stock exchange listing or dealt in on another regulated market					
Bonds					
United States of America					
ABB. LAB 5.125% 09-01.04.19	80,000	USD	84,140	83,671	3.28
BOSTON SCI 2.65% 13-01.10.18	54,000	USD	54,594	54,370	2.13
EMC 1.875% 13-01.06.18	160,000	USD	149,029	159,158	6.24
FREEMPORT MC 2.375% 13-15.03.18	220,000	USD	186,095	219,648	8.61
GILEAD SC 1.85% 15-04.09.18	100,000	USD	100,350	100,193	3.93
JNPR 3.125% 16-26.02.19	50,000	USD	50,940	50,698	1.99
LIMITED BRANDS 8.5% 09-15.06.19	75,000	USD	83,513	82,385	3.23
MER LY 6.875% 08-25.04.18	160,000	USD	175,780	164,531	6.45
TOLL 4% 13-31.12.18	175,000	USD	182,787	177,354	6.95
			1,067,228	1,092,008	42.81
Total - Bonds			1,067,228	1,092,008	42.81
Convertible Bonds					
United States of America					
TWITTER 1% 14-15.09.21 /CV	200,000	USD	181,000	182,974	7.17
			181,000	182,974	7.17
Total - Convertible Bonds			181,000	182,974	7.17
Treasury Bills					
United States of America					
GOVT USA 0% 17-22.03.18 TB	200,000	USD	198,863	198,881	7.80
USA 0% 17-14.12.17 TB	300,000	USD	298,418	299,421	11.74
USA 0% 17-15.02.18 TB	100,000	USD	99,482	99,593	3.90
USA 0% 17-16.11.17 TB	200,000	USD	199,013	199,761	7.83
USA 0% 17-18.01.18 TB	100,000	USD	99,460	99,697	3.91
USA 0% 17-19.10.17 TB	200,000	USD	199,106	199,913	7.84
			1,094,342	1,097,266	43.02
Total - Treasury Bills			1,094,342	1,097,266	43.02
Total - Transferable securities and money market instruments listed on an official stock exchange listing or dealt in on another regulated market			2,342,570	2,372,248	93.00
TOTAL INVESTMENT PORTFOLIO			2,342,570	2,372,248	93.00

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

MERCHBANC SICAV

Merchbanc SICAV - Fixed Income in USD

Investment Breakdowns as at September 30, 2017

(expressed as a percentage of net assets)

Geographic breakdown	%	Economic breakdown	%
United States of America	93.00	States, provinces and municipalities	43.02
	93.00	Precious metals	8.61
		Office equipment, computers	8.23
		Internet software	7.17
		Construction, building material	6.95
		Banks and financial institutions	6.45
		Pharmaceuticals and cosmetics	5.41
		Biotechnology	3.93
		Retail	3.23
			93.00

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

MERCHBANC SICAV

Notes to the financial statements as at September 30, 2017

NOTE 1 - GENERAL

MERCHBANC SICAV (the “Company”) is an open-ended investment Company with variable capital, incorporated in the Grand Duchy of Luxembourg as a “société anonyme” pursuant to the law of August 10, 1915 as amended and qualifies as a “Société d’Investissement à Capital Variable” (“SICAV”) pursuant to part I of the Law of December 17, 2010 relating to undertakings for collective investment as amended.

On July 1, 2016 the Company appointed BIL Manage Invest S.A. as Management Company.

The Company was incorporated in Luxembourg on July 14, 1995 for an unlimited period, with an initial capital of USD 45,000. The latest amendments to the Articles of Incorporation of the Company were made on July 9, 2015. The restated Articles of Incorporation were published in the “Mémorial C, Recueil des Sociétés et Associations” of Luxembourg. The Company is registered with the “Registre de Commerce et des Sociétés”, Luxembourg, under number B-51646.

The capital of the Company is represented by Shares of no par value and shall at any time be equal to the total net assets of the Company.

The Articles of Incorporation of the Company are on file with the “Registre de Commerce et des Sociétés” of Luxembourg, where they may be consulted and where copies may be obtained upon payment of the relevant costs.

The financial year (“Financial Year”) of the Company starts on the first day of October in each year and ends on the last day of September of the following year.

As of September 30, 2017, the Company had seven active sub-funds:

- Merchbanc SICAV - Global in USD (expressed in USD)
- Merchbanc SICAV - Cube (expressed in EUR)
- Merchbanc SICAV - Renta Fija Flexible (expressed in EUR) (Previously Merchbanc SICAV - Merchrenta, renamed on March 13, 2017)
- Merchbanc SICAV - Merch-Fontemar (expressed in EUR)
- Merchbanc SICAV - Merch-Universal (expressed in EUR)
- Merchbanc SICAV - Merchfondo (expressed in EUR)
- Merchbanc SICAV - Fixed Income in USD (expressed in USD)

With effect January 10, 2017, the Board of Directors of the Company has decided to liquidate the following sub-fund:

- Merchbanc SICAV - Mayolas (expressed in EUR)

The Articles of Incorporation of the Company allow the Board of Directors of the Company to create additional sub-funds.

The Company’s objective is to provide subscribers with a variety of sub-funds investing in a wide range of transferable securities and money market instruments on a worldwide basis and featuring a diverse array of investment objectives, including capital growth and income, while retaining the administrative advantages of one single corporate entity.

Shareholders may convert shares of any sub-fund into shares of any other existing sub-fund in accordance with the conditions set out in the prospectus.

Changes in the statement of investments are available free of charge upon request at the registered office of the Company.

MERCHBANC SICAV

Notes to the financial statements as at September 30, 2017 (continued)

NOTE 2 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

The financial statements of the Company are presented in accordance with Luxembourg rules and regulatory requirements relating to Undertakings for Collective Investment. They are presented in accordance with accounting policies generally accepted in Luxembourg.

a) Valuation of investment securities

1 - The value of securities, money market instruments and/or financial derivative instruments which are quoted or dealt in on any stock exchange or dealt in on another regulated market shall be in respect of each security, the last known price, and if such securities are dealt in on several markets, on the basis of the latest known price on the stock exchange which is normally the principle market for such security.

The prices used for the valuation are the ones as at September 30, 2017 for all sub-funds except for the sub-fund Merchbank SICAV - Renta Fija Flexible (Previously Merchrenta) for which the prices used for the valuation are the last available prices (as at September 29, 2017) at the date of calculation of the Net Asset Value.

2 - In the event that any of the securities held in any portfolio on the relevant valuation day are not quoted or dealt in on a stock exchange or another regulated market or, for any of the securities, no price quotation is available, or if the price as determined pursuant to above paragraph 1 - is not in the opinion of the Board of Directors of the Company representative of the fair market value of the relevant securities, the value of such securities is determined based on the reasonably foreseeable sales price determined prudently and in good faith by the Board of Directors of the Company.

b) Income

Dividends are accounted for on the ex-dividend date. Interest income is recorded on an accrual basis. Discounts on zero coupon bonds are accounted as adjustments to interest income.

c) Net realised profit / (loss) on sale of investments

The net realised profit / (loss) on sale of investments is calculated on the basis of the average cost of the securities sold.

d) Foreign exchange translation of each sub-fund

The total columns of the combined statement of net assets and of the combined statement of operations and changes in net assets are the sum of the financial statements of each sub-fund converted and are expressed in EUR. Bank accounts, other net assets and market value of the investment portfolio expressed in currencies other than EUR are translated into EUR at applicable exchange rates at September 30, 2017.

Income and expenses in currencies other than EUR are translated into EUR at exchange rates prevailing at the transaction date.

All assets valued in a currency other than the base currency of the sub-fund are converted to the base currency at the exchange rates prevailing at September 30, 2017.

Exchange rates used as at September 30, 2017:

1 EUR = 1.144305 CHF

1 EUR = 0.882151 GBP

1 EUR = 132.975342 JPY

1 EUR = 1.181950 USD

e) Currency translation

Opening net assets are maintained at the closing rate of the previous year. Exchange differences arising in aggregate are included in the combined statement of operations and changes in net assets for the year under "currency translation".

f) Cost of investment securities of each sub-fund

Cost of investment securities expressed in currencies other than the sub-fund's currency is translated into the sub-fund's currency at the exchange rate applicable at the purchase date.

g) Valuation of futures

The valuation of futures admitted to an official listing or any other organised market is based on the last known price. Futures that are not listed or traded on a stock exchange or any other organised market are valued at their probable market value estimated conservatively and in good faith by the Board of Directors of the Company. The futures contracts open as at September 30, 2017 are detailed in note 6.

The margin calls are disclosed under "Margin payable to broker" in the Combined Statement of Net Assets.

MERCHBANC SICAV

Notes to the financial statements as at September 30, 2017 (continued)

NOTE 2 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued)

Net realised profit/(loss) and changes in net unrealised appreciation/(depreciation) are recorded in the combined statement of operations and changes in net assets.

h) Valuation of option contracts

Valuation of options traded on a regulated market are valued at the last bid price on the valuation date. Net realised profit/(loss) and changes in net unrealised appreciation/(depreciation) are recorded in the combined statement of operations and changes in net assets. The option contracts are disclosed in the Statement of Investments.

NOTE 3 - MANAGEMENT, PERFORMANCE AND MANAGEMENT COMPANY FEES

As remuneration for its services, the Investment Manager receives from the Company a monthly fee at the following annual rates applicable on the average net assets of each sub-fund :

- 1.50% for Merchbanc SICAV - Global in USD
- 0.90% for Merchbanc SICAV - Cube
- 0.45% for Merchbanc SICAV - Mayolas*
- 0.90% for Merchbanc SICAV - Renta Fija Flexible**
- 1.50% for Merchbanc SICAV - Merch-Fontemar
- 1.50% for Merchbanc SICAV - Merch-Universal
- 1.35% for Merchbanc SICAV - Merchfondo
- 0.50% for Merchbanc SICAV - Fixed Income in USD

The Company also pays to the Investment Manager an additional performance fee at the following rates on the increase in the total net assets of the concerned sub-funds calculated over a 12 month-period corresponding in practice to the financial year:

- Maximum 10% for Merchbanc SICAV - Global in USD
- Maximum 10% for Merchbanc SICAV - Mayolas*
- Maximum 9% for Merchbanc SICAV - Merchfondo
- No performance fee for Merchbanc SICAV - Cube, Merchbanc SICAV - Renta Fija Flexible**, Merchbanc SICAV - Merch-Fontemar, Merchbanc SICAV - Merch-Universal and Merchbanc SICAV - Fixed Income in USD

This calculation, in respect of the sub-funds, is based on the total net asset figures before deduction of the accrued performance fee and is adjusted for any proceeds received on subscriptions and/or for any amount paid on redemptions.

The performance fee is calculated at the end of each financial year (last day of September) and is payable yearly at the beginning of the subsequent financial year.

The performance will be measured independently of the positive or negative performance of the previous financial year, any negative performance for a financial year will not carry over into the following years.

In consideration for its Management Company Services, the Management Company is entitled since July 1, 2016 to receive out of the assets of each sub-fund an annual fee for an amount of up to 0.09% of the aggregate Net Asset Value of the sub-funds.

Irrespective of the sub-fund's Net Asset Value, the Management Company is entitled since July 1, 2016 to an annual minimum fee amounting to EUR 60,000 the first year as from the appointment of the Management Company and after the first year amounting to EUR 65,000 up to eight sub-funds and to an additional EUR 10,000 for each additional sub-fund launched afterwards.

NOTE 4 - SUBSCRIPTION TAX

Under current law and practice, the Company is not liable to any Luxembourg income tax, nor are dividends paid by the Company liable to any Luxembourg withholding tax. The Company is, however, liable in Luxembourg to a tax of 0.05% per annum of its net assets, such tax being payable quarterly and calculated on the basis of the net assets of all its sub-funds at the end of the relevant quarter.

No subscription tax is payable on the assets held by the Company in other UCITS already subject to that tax in Luxembourg.

* Liquidated on January 10, 2017

** Previously Merchbanc SICAV - Merchrenta

MERCHBANC SICAV

Notes to the financial statements as at September 30, 2017 (continued)

NOTE 5 - TAXES AND EXPENSES PAYABLE

	Merchbanc SICAV - Global in USD	Merchbanc SICAV - Cube	Merchbanc SICAV - Renta Fija Flexible*	Merchbanc SICAV - Merch- Fontemar	Merchbanc SICAV - Merch- Universal	Merchbanc SICAV - Merchfondo
	USD	EUR	EUR	EUR	EUR	EUR
Subscription tax (Note 4)	1,001	2,000	5,962	278	1,182	1,677
Depository bank fees, domiciliation, administration and registrar and transfer agent fees	6,033	5,753	12,215	4,706	4,947	7,443
Audit fees, printing and publishing expenses	8,573	14,236	30,822	3,054	10,982	13,758
Other expenses	0	0	0	0	0	0
	15,607	21,989	48,999	8,038	17,111	22,878

	Merchbanc SICAV - Fixed Income in USD
	USD
Subscription tax (Note 4)	319
Depository bank fees, domiciliation, administration and registrar and transfer agent fees	5,480
Audit fees, printing and publishing expenses	3,449
Other expenses	0
	9,248

NOTE 6 - FUTURES CONTRACTS

As at September 30, 2017, the counterparty for the outstanding futures contracts is Altura Markets, S.V., S.A.

As at September 30, 2017, the Company has the following outstanding futures contracts:

Quantity	Description		Maturity date	Commitment in EUR	Net unrealised gain / (loss)
Merchbanc SICAV - Renta Fija Flexible*					
50	EUR/USD SPOT -CROSS RATES	PURCHASE	18/12/2017	6,282,098	(63,399) EUR
(30)	10Y BTP ITALIAN BOND	SALE	07/12/2017	(4,048,800)	33,340 EUR
(20)	EURO BUND	SALE	07/12/2017	(3,216,000)	3,150 EUR
(17)	EURO OAT FUTURES	SALE	07/12/2017	(2,633,300)	24,310 EUR
(5)	EURO-BUXL-FUTURES	SALE	07/12/2017	(812,100)	(1,100) EUR
(15)	SPAIN 4.65% 10-30.7.25	SALE	07/12/2017	(2,064,750)	450 EUR
				(6,492,852)	(3,249) EUR

Quantity	Description		Maturity date	Commitment in EUR	Net unrealised gain / (loss)
Merchbanc SICAV - Merch-Fontemar					
6	EUR/USD SPOT -CROSS RATES	PURCHASE	18/12/2017	752,855	(4,410) EUR
(1)	EURO BUND	SALE	07/12/2017	(161,010)	1,040 EUR
				591,845	(3,370) EUR

* Previously Merchbanc SICAV - Merchrenta

MERCHBANC SICAV

Notes to the financial statements as at September 30, 2017 (continued)

NOTE 6 - FUTURES CONTRACTS (continued)

Quantity	Description		Maturity date	Commitment in EUR	Net unrealised (loss)
Merchbanc SICAV - Merch-Universal					
5	EUR/CHF SPOT CROSS	PURCHASE	18/12/2017	624,397	(1,393) EUR
34	EUR/USD SPOT -CROSS RATES	PURCHASE	18/12/2017	4,266,181	(24,990) EUR
				4,890,578	(26,383) EUR

Quantity	Description		Maturity date	Commitment in EUR	Net unrealised (loss)
Merchbanc SICAV - Merchfondo					
44	EUR/USD SPOT -CROSS RATES	PURCHASE	18/12/2017	5,520,940	(32,341) EUR
				5,520,940	(32,341) EUR

Quantity	Description		Maturity date	Commitment in EUR	Net unrealised gain
Merchbanc SICAV - Fixed Income in USD					
(3)	10Y TREASURY NOTES USA	SALE	19/12/2017	(375,938)	2,953 USD
				(375,938)	2,953 USD

NOTE 7 - OTHER CHARGES

	Merchbanc SICAV - Global in USD	Merchbanc SICAV - Cube	Merchbanc SICAV - Mayolas*	Merchbanc SICAV - Renta Fija Flexible**	Merchbanc SICAV - Merch-Fontemar	Merchbanc SICAV - Merch-Universal
	USD	EUR	EUR	EUR	EUR	EUR
CSSF fees	1,453	2,214	243	3,441	1,346	1,600
Insurance fees	3,493	4,055	0	0	0	3,567
Other	0	0	768	3,678	196	0
Legal fees	16,894	16,665	871	9,207	1,154	4,343
	21,840	22,934	1,882	16,353	2,696	9,510

	Merchbanc SICAV - Merchfondo	Merchbanc SICAV - Fixed Income in USD
	EUR	USD
CSSF fees	2,141	567
Insurance fees	4,542	1,470
Other	0	0
Legal fees	16,419	1,490
	23,102	3,527

* Liquidated on January 10, 2017

** Previously Merchbanc SICAV - Merchrenta

MERCHBANC SICAV

Notes to the financial statements as at September 30, 2017 (continued)

NOTE 8 - TRANSACTION FEES

For the year ended September 30, 2017, the following sub-funds of the Company incurred transaction costs relating to purchase or sale of transferable securities, money market instruments, derivatives or other eligible assets as follows:

- Merchbanc SICAV - Global in USD	5,254 USD
- Merchbanc SICAV - Cube	8,517 EUR
- Merchbanc SICAV - Mayolas*	1,214 EUR
- Merchbanc SICAV - Renta Fija Flexible**	0 EUR
- Merchbanc SICAV - Merch-Fontemar	686 EUR
- Merchbanc SICAV - Merch-Universal	1,692 EUR
- Merchbanc SICAV - Merchfondo	8,353 EUR
- Merchbanc SICAV - Fixed Income in USD	0 USD

These transaction costs are composed of brokerage costs and are included in cost of securities.

For bonds, transaction costs are included in the spread.

The transaction amounts included under the heading "Bank charges and correspondent fees" in the "Statement of Operations and Changes in Net Assets" are composed of contractual transaction fees and are not included in the table above.

* Liquidated on January 10, 2017

** Previously Merchbanc SICAV - Merchrenta

Unaudited Informations

INFORMATION CONCERNING THE REMUNERATION POLICY

European Directive 2014/91/EU amending Directive 2009/65/EC on undertakings for collective investment in transferable securities, which is applicable to Merighbanc SICAV, came into force on March 18, 2016. It is implemented in national law under the Luxembourg Law of December 17, 2010, as amended. Due to these new regulations, the UCITS is required to publish information relating to the remuneration of identified employees within the meaning of the Law in the annual report.

The remuneration policy of the current Management Company, BIL Manage Invest S.A., may be obtained upon request and free of charge at the registered office.

BIL Manage Invest S.A. has paid the following amounts to its staff. The fiscal year of the Management Company ending on December each year, the remuneration below covers the period from January 1, 2017 to September 30, 2017:

Total gross amount of the fixed remunerations paid (excluding the payments or benefits that may be deemed to form part of a general and non-discretionary policy and having no incentive effect on risk management): EUR 818,545.

Total gross amount of the variable remunerations paid: EUR 152,632.

Number of beneficiaries: 15

Aggregate amount of the remunerations, broken down between the senior management and the members of staff of the management company whose activities have a significant impact on the risk profile of the UCITS.

The systems of BIL Manage Invest S.A. do not allow such amounts to be identified per UCITS managed. The figures below therefore show the aggregate amount of the remunerations at the overall level of BIL Manage Invest S.A..

Aggregate amount of the remunerations of the senior management: EUR 592,440.

Aggregate amount of the remunerations of the members of staff of BIL Manage Invest S.A. whose activities have a significant impact on the risk profile of the UCITS of which it is the management company (excluding the senior management): EUR 378,737.

INFORMATION CONCERNING THE TRANSPARENCY OF SECURITIES FINANCING TRANSACTIONS AND OF REUSE OF CASH COLLATERAL (REGULATION EU 2015/2365 HEREAFTER “SFTR”)

At the date of these financial statements, the Company is currently not in the scope of the publication requirements of SFTR. No corresponding transactions were carried out during the year.

GLOBAL EXPOSURE

The Company uses the commitment approach to calculate aggregate risk of all the sub-funds of the Company.

MERCHBANC SICAV

Unaudited Informations (continued)

INFORMATION OF SPANISH REPRESENTATIVES

Merchbolsa markets the Sicav on a private offering basis by the sales teams to each investor. The sales teams are based in its offices of Barcelona, Madrid, Valencia and Zaragoza. Relevant information of the Sub-Funds is also available in Merchbank Financial Group's website: www.merchbanc.es.

Merchbolsa has signed two sub-distribution agreements with two of the most important Fund distribution platforms in Spain:

- Banco Inversis, S.A. which agreement was signed on November 30, 2015.
- Allfunds Bank, S.A. and Allfunds Bank International, S.A. which agreement was signed on February 24, 2016.

to distribute the Sub-Funds: Merchbank SICAV - Global in USD, Merchbank SICAV - Merchfondo, Merchbank SICAV - Renta Fija Flexible*, Merchbank SICAV - Merch-Fontemar, Merchbank SICAV - Merch-Universal and Merchbank SICAV - Fixed Income in USD.

Both sub-distributors are financial regulated entities supervised by the *Comisión Nacional del Mercado de Valores (CNMV)* and by Banco de España (Central Bank of Spain), and comply with the AML/CFT, KYC, FATCA and CRS regulations as well as with any law and regulation that may be imposed by the CNMV as well as by the CSSF.

* Previously Merchbank SICAV - Merchrenta