UBS (Irl) Alternative Solutions plc

ANNUAL REPORT AND AUDITED FINANCIAL STATEMENTS

FOR THE YEAR ENDED 31 DECEMBER 2016

(An open-ended investment company with variable capital constituted as an umbrella fund with segregated liability between sub-funds, incorporated with limited liability under the laws of Ireland and authorised by the Central Bank pursuant to the Central Bank (Supervision and Enforcement) Act 2013 (Section 48(1)) (Undertakings for Collective Investment in Transferable Securities) Regulations 2015

Registration No. 551999

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COMPANY INFORMATION

DIRECTORS (NON-EXECUTIVE)	Gavin Byrnes (United Kingdom) Adrian Waters (Independent - Ireland) John Donohoe (Chairman, Independent - Ireland)
REGISTERED OFFICE	1 George's Quay Plaza George's Quay Dublin 2 Ireland
PLATFORM MANAGER	Lantern Structured Asset Management Limited 1st Floor College Park House South Frederick Street Dublin 2 Ireland
ADMINISTRATOR AND COMPANY SECRETARY	MUFG Alternative Fund Services (Ireland) Limited 1 George's Quay Plaza George's Quay Dublin 2 Ireland
DEPOSITARY	J.P. Morgan Bank (Ireland) plc JP Morgan House International Financial Services Centre Dublin 1 Ireland
PROMOTER & UK FACILITIES AGENT	UBS Asset Management (UK) Limited 5 Broadgate London EC2M 2QS United Kingdom
DISTRIBUTOR	UBS AG Aeschenvort 1 CH-4002 Basel Switzerland
LEGAL ADVISORS & LISTING AGENT	Matheson 70 Sir John Rogerson's Quay Dublin 2 Ireland
AUDITORS	Ernst & Young Harcourt Centre Harcourt Street Dublin 2 Ireland
INVESTMENT MANAGERS	UBS O'Connor Limited 5 Broadgate London EC2M 2QS United Kingdom UBS Hedge Fund Solutions LLC 600 Washington Boulevard 4th Floor, Stamford, CT 06901 USA

CREDIT INSTITUTION	Bank of New York Mellon Corporation 101 Barclay Street 19th Floor West New York, NY 10286
AUSTRIAN PAYING AGENT	Erste Bank der oesterreichischen Sparkassen AG Graben 21 1010 Vienna Austria
BELGIAN FINANCIAL SERVICES AGENT	Société Générale Private Banking NV Kotrijiksesteenweg 302 9000 Gent Belgium
DANISH REPRESENTATIVE AGENT	StockRate Asset Management A/S Sdr. Jernbanevej 18D 3400B Hillerød Denmark
FRENCH REPRESENTATIVE & TRANSFER AGENT	Société Générale 28 Boulevard Haussman 75009 Paris France
GERMAN INFORMATION & PAYING AGENT** **Appendix III	UBS Europe SE Bockenheimer Landstraβe 2-4 D-60306 Frankfurt am Main Germany
ITALIAN PAYING AGENT	BNP PARIBAS Securities Services Milan Branch Via Ansperto no.5 Milan Italy
SWEDISH PAYING AGENT	Skandinaviska Enskilda Banken AB Kungsträdgårdsgatan 8 SE-106 40 Stockholm Sweden
SWISS REPRESENTATIVE*** ***Appendix II	UBS Fund Management (Switzerland) AG Aeschenplatz 6 CH-4052 Basel Switzerland
SWISS PAYING AGENT	UBS Switzerland AG Bahnhofstrasse 45 CH-8001 Zurich Switzerland
SWISS DISTRIBUTOR	UBS AG Aeschenvorstadt 1 CH-4002 Basel and Bahnhofstrasse 45 CH-8001 Zurich Switzerland

INVESTMENT MANAGER'S REPORT*

O'CONNOR OPPORTUNISTIC UCITS FUND

There were many significant talking points in 2016, not least the turnaround in Emerging Markets and commodities, Brexit and US Elections. This led to some significant rotation at the country and sector level. The Bovespa (+69%) and the Micex (+58%) were the two best performing markets in USD total return terms, supported by the rebound in commodities and political developments. The Shanghai Composite (-16%) was the worst performing market but had been -23% in January alone and is a consumer of commodities. Amongst commodities, oil (WTI +45%, Brent +52%) and copper (+17.4%) were some of the stronger performers whilst agricultural commodities like wheat (-13.2%) and corn (-1.9%) lagged behind the Commodity CRB Index (+9.3%). Continuing the commodity thematic, at the sector level within MSCI World (+5.3%), Energy (+22.8%) and Materials (+20.2%) were the standouts. Healthcare (-8.3%) and Real Estate (-7.4%) were the worst performers, hurt by the sell-off in defensive sectors and bond proxies in second half year, as well as negative political rhetoric for Pharma out of the US. US markets (S&P 500 +12.0%) continued to outperform Europe (Stoxx 600 +2.4%) supported by better relative earnings revisions and multiple expansion. The Trade Weighted Dollar Index finished +3.6% despite strength in EM currencies, due to the weakness in GBP (-16.3%) following Brexit and the EUR (-3.2%).

The O'Connor Opportunistic UCITS Fund returned -4.07% (USD Q-PF-acc share class) for 2016, suffering particularly from poor performance in the US Long/Short Equity and Equity Fundamental Market Neutral strategies. Our Merger Arb strategy was the dominant positive contributor for the financial year. The equity Long/Short strategies found 3 periods of the year particularly challenging; namely the hedge fund factor related de-risking period in Q1, the volatility following the Brexit vote, and the aggressive sector rotation out of growth and into value post the US elections.

2017 brings with it fresh macro and political challenges to navigate but we have implemented greater processes and controls to improve the way we manage risk around events like French elections this year, and are utilising a more dynamic approach to capital allocation.

Gross leverage for the fund as at 31 December 2016 was 3.9x.

UBS O'Connor Limited
March 2017

*The information stated in this report is historical and not indicative of future performance.

INVESTMENT MANAGER'S REPORT* (CONTINUED)

A&Q DIVERSIFIED ALTERNATIVE PORTFOLIO UCITS

A&Q Diversified Alternative Portfolio UCITS launched on 15th July 2016 after Brexit had already taken place. Macro events continued to drive the markets following the unexpected results of the US election. In the run up to the US election the Fund was broadly flat after making gains in the partial month of July and full month of August, then losing those gains in September. During the month of October, strategies designed to capitalize on the tendency for low volatility and low beta equities to outperform higher volatility ones returned negative performance. These losses outweighed gains in commodity strategies during the month. The US Election result and the subsequent spike in US Treasury rates caused losses in strategies and funds with long duration exposure. Funds that were positioned for a "lower for longer" environment were forced to re-positon quickly. This duration sensitivity bled into the low volatility and low beta equity strategies which held higher dividend yielding stocks, exacerbating the losses. Contrarily, relatively stronger performance stemmed from the QIS liquidity and value strategies. The losses caused by November's duration exposure caused us to make adjustments to the optimization process to further neutralize for market beta and rate sensitivity. The portfolio was always designed to be equity neutral, however further effort has been made to neutralize the effect of other asset classes including interest rates, while also taking into account strategy autocorrelation effects and the correlation structure of strategies. The increased diversification given by the changes to the optimization also enabled us to increase the leverage of the program. These changes quickly had a positive effect of stabilizing the losses with the Fund ultimately ending -2.53% (K-1 Share class) for the financial year 2016. Changes made to the program in December have continued to improve performance into the start of 2017.

As of 31st December 2016, the 100-day annualized volatility in the Fund at the end of the financial year was 2.7%, and total leverage in the Fund was 1.6x.

UBS Hedge Fund Solutions LLC
March 2017

*The information stated in this report is historical and not indicative of future performance.

DIRECTORS' REPORT
For the financial year ended 31 December 2016

The Board of Directors (the "Directors") present herewith the annual report and audited financial statements for the financial year ended 31 December 2016.

PRINCIPAL ACTIVITIES, BUSINESS REVIEW AND FUTURE DEVELOPMENTS

UBS (Irl) Alternative Solutions plc (the "Company") was incorporated on 31 October 2014, as an open-ended umbrella investment company with segregated liability between the funds and variable capital, pursuant to the Companies Act 2014 (the "Companies Act"). The Company is authorised in Ireland by the Central Bank (the "Central Bank") pursuant to the Central Bank (Supervision and Enforcement) Act 2013 (Section 48(1)) (Undertakings for Collective Investment in Transferable Securities) Regulations 2015, as amended (the "UCITS Regulations"). The Company is structured as an umbrella fund in that different funds (the "Funds" or "Sub-Funds") may be established with the prior approval of the Central Bank. At the date of this report, the sub-fund O'Connor Opportunistic UCITS Fund and A&Q Diversified Alternative Portfolio UCITS were authorises by the Central Bank and active; and the O'Connor Opportunistic UCITS II Fund was authorised by the Central Bank but had not yet commenced.

The Statements of Financial Position and the Statements of Comprehensive Income are outlined on page 18 and 20 respectively, providing a review of the business for the financial year.

The investment objective of the O'Connor Opportunistic UCITS Fund is seeking to earn consistently positive risk adjusted appreciation in the value of its assets. The O'Connor Opportunistic UCITS Fund seeks to achieve its investment objective primarily by employing a number of investment strategies, namely fundamental equity market neutral long/short, quantitative fundamental trading, fundamental long/short equity, merger arbitrage, and opportunistic strategies across all asset classes and all industries.

The investment objective of the A&Q Diversified Alternative Portfolio UCITS is to achieve a positive risk-adjusted return over the medium to long term, irrespective of market conditions. The A&Q Diversified Alternative Portfolio UCITS seeks to achieve its investment objective primarily by investing in a portfolio of other UCITS funds and systematic strategies.

The Directors expect the general level of activity to continue for the foreseeable future.

RESULTS AND DIVIDENDS

The results as at financial year end and during the financial year ended 31 December 2016 are shown in the Statement of Financial Position and the Statement of Comprehensive Income on pages 18 and 20 respectively.

DIRECTORS AND COMPANY SECRETARY

Gavin Byrnes (United Kingdom)
Adrian Waters (Ireland)
John Donohoe (Ireland)

In accordance with the Company's Articles of Association, the Directors are not required to retire by rotation.

DIRECTORS' AND SECRETARY'S INTERESTS IN SHARES

The Directors and Company Secretary who held office during the financial year ended 31 December 2016 and 31 December 2015 had no interest in the shares, debentures or loan stock of the Company during the financial year.

Gavin Byrnes is employed with the UBS AG group.

SIGNIFICANT EVENTS DURING THE FINANCIAL YEAR

There were significant events during the financial year that require disclosure in the financial statements. These were as follows:

Supplementary Prospectus for the A&Q Diversified Alternative Portfolio UCITS was issued on 10 June 2016.

DIRECTORS' REPORT (continued)
For the financial year ended 31 December 2016

SIGNIFICANT EVENTS DURING THE FINANCIAL YEAR (Continued)

A&Q Diversified Alternative Portfolio UCITS launched on 15th July 2016 with eight share classes: Founder USD, K-1 CHF, K-1 EUR, K-1 USD, P CHF, P EUR, P USD and U-X EUR.

O'Connor Opportunistic UCITS Fund share class EUR Hedged IA-2-PF fully redeemed during the financial year.

CORPORATE GOVERNANCE CODE

General Principles

The Company is subject to comply with the requirements of the Companies Act, the UCITS Regulations and the Central Bank (Supervision and Enforcement) Act 2013 (Section 48(1)) (Undertakings for Collective Investment in Transferable Securities) Regulations 2015 (the "Central Bank UCITS Regulations"), as applicable to the Company. The European Communities (Directive 2006/46/EC) Regulations (S.I. 450 of 2009 and S.I. 83 of 2010) (the "Regulations") requires the inclusion of a corporate governance statement in the Directors' Report. The aforementioned Regulations apply to entities that are listed on the Irish Stock Exchange (the "ISE").

The Company was also subject to corporate governance practices imposed by:

(i)The Companies Act, which is available for inspection at the registered office of the Company; and may also be obtained at:- http://www.irishstatutebook.ie/home.html;

(ii)The Articles of Association of the Company which are available for inspection at the registered office of the Company at, 1 George's Quay Plaza, George's Quay, Dublin 2, Ireland and at the Companies Registration Office in Ireland;

(iii)The Central Bank UCITS Regulations which can be obtained from the Central Bank's website at :- http://www.centralbank.ie/regulation/industrysectors/funds/Pages/default.aspx and are available for inspection at the registered office of the Company; and

(iv)The ISE through the ISE Code of Listing Requirements and Procedures which can be obtained from the ISE's website at:- http://www.ise.ie/index.asp?locID=7&docID=-1.

A corporate governance code issued by the Irish Funds (the "IF Code") may be adopted on a voluntary basis by Irish authorized collective investment schemes. The Directors adopted the IF Code during the first financial year of the Company in 2015. The IF Code is available for inspection at the registered office of the Company and may also be obtained at www.irishfunds.ie. It should be noted that the IF Code reflects existing corporate governance practices imposed on Irish authorised collective investment schemes, as noted above. If the IF Code is adopted on a voluntary basis, it can be referred to in the disclosures made in the Directors' Report in compliance with the provisions of the European Communities (Directive 2006/46/EC) Regulations (i.e. S.I. 450 of 2009 and S.I. 83 of 2010).

DIRECTORS' REPORT (continued)
For the financial year ended 31 December 2016

CORPORATE GOVERNANCE CODE (continued)

Delegation Structure

The Company has no employees and the Directors are all non-executive. Consistent with the regulatory framework applicable to investment fund companies such as the Company (and in contrast to normal operating companies with a full time executive management and employees), the Company operates a delegated model whereby it has delegated management (including investment management), administration and distribution functions to third parties without abrogating the Board's overall responsibility. The Board has in place mechanisms for monitoring the exercise of such delegated functions which are always subject to the supervision and direction of the Board. These delegations of functions and the appointment of regulated third party entities are detailed in the Company's Prospectus and Supplements. In summary, they are:

1. The Company has appointed Lantern Structured Asset Management Limited as its Platform Manager pursuant to the Management Agreement. Under the terms of the Management Agreement, the Platform Manager has responsibility for the management and administration of the Company's affairs and the distribution of the shares of the Funds. Lantern Structured Asset Management Limited is regulated by and under the supervision of the Central Bank of Ireland;

2. Lantern Structured Asset Management Limited, the Platform Manager, has delegated the investment management function in respect of the Company and of its Funds to the respective Investment Managers as detailed in the Prospectus and Supplements and listed in the directory to these financial statements. The respective Investment Managers make the investment decisions of the Funds which they manage and they are accountable to the Platform Manager and the Board of the Company for the investment performance of the relevant Funds. The Platform Manager and Investment Managers are required to ensure they have appropriate internal controls and risk management processes in place to ensure that material risks pertaining to their management of the Funds are identified, monitored and managed at all times and appropriate reporting is made to the Board on a regular basis. The Investment Managers are regulated by and under the supervision of the regulator of their operating jurisdiction;

3. Lantern Structured Asset Management Limited, the Platform Manager, has delegated the administration function to MUFG Alternative Fund Services (Ireland) Limited (the "Administrator"). The Administrator performs the day to day administration of the Company and the Funds including the calculation of the net asset values and acting as registrar and transfer agent. The Administrator is regulated by and under the supervision of the Central Bank of Ireland;

4. Lantern Structured Asset Management Limited, the Platform Manager, has delegated the distribution of the Funds of the Company to UBS AG (the "Distributor"). The Distributor may distribute the Funds to its own clients and may also appoint sub-distributors. The Distributor is regulated by and subject to the supervision of the regulators of its operating jurisdictions.

The Company has also appointed JP Morgan Bank (Ireland) plc (the "Depositary") as depositary of its assets which entity has responsibility for the safekeeping of such assets in accordance with the UCITS Regulations and exercising independent oversight over how the Company is managed. The Depositary is regulated by and under the supervision of the Central Bank of Ireland.

The Board receives reports on a regular (and at least quarterly) basis from each of its delegate service providers and the Depositary which enable it to assess the performance of the delegate service providers and the Depositary (as the case may be).

Internal Control and Risk Management Systems in Relation to Financial Reporting

The Directors are responsible for establishing and maintaining adequate internal control and risk management systems of the Company, within the Delegation structure described above, in relation to the financial reporting process. Such systems are designed to manage

DIRECTORS' REPORT (continued)
For the financial year ended 31 December 2016

CORPORATE GOVERNANCE CODE (continued)

Internal Control and Risk Management Systems in Relation to Financial Reporting (Continued)

rather than eliminate the risk of error or fraud in achieving the Company's financial reporting objectives and can only provide reasonable, and not absolute, assurance against material misstatement or loss. The Directors have procedures in place to ensure that all relevant accounting records are properly maintained and are readily available including production of annual and half yearly financial statements. The Administrator maintains the books and records of the Company. From time to time, the Directors and Platform Manager receive reporting to evaluate the effectiveness of the Administrator's financial accounting and reporting routines. The annual financial statements of the Company are produced by the Administrator and reviewed by the Investment Manager and the Platform Manager. They are required to be approved by the Directors and the annual and half yearly financial statements of the Company are required to be filed with the Central Bank and the ISE. During the period of these financial statements, the Directors were responsible for the review and approval of the annual financial statements as set out in the Statement of Directors' Responsibilities. The statutory financial statements are required to be audited by independent auditors who report annually to the Directors on their findings. The Directors monitor and evaluate the independent auditor's performance, qualifications and independence. As part of its review procedures, the Directors receive presentations from relevant parties including consideration of International Accounting Standards and their impact on the annual financial statements, and presentations and reports on the audit process. The directors evaluate and discuss significant accounting and reporting issues as the need arises.

Dealings with Shareholders

The convening and conduct of shareholders' meetings are governed by the Articles of Association of the Company and the Companies Act. Although the Directors may convene an extraordinary general meeting of the Company at any time, the Directors are required to convene the annual general meeting of the Company, provided that an annual general meeting is held once in each year within six months of the end of each accounting period of the Company. At least twenty-one clear days' notice of every annual general meeting and any meeting convened for the passing of a special resolution must be given to shareholders and fourteen days' notice must be given in the case of any other general meeting, unless the auditors of the Company and all the shareholders of the Company entitled to attend and vote agree to shorter notice. Two shareholders present, either in person or by proxy, constitutes a quorum at a general meeting.

The share capital of the Company is divided into share classes and the Companies Act and the Articles of Association provide that the quorum for a general meeting convened to consider any alteration to the rights attached to any class of shares, is two or more shareholders present in person or by proxy, holding or representing by proxy at least one third of the issued shares of the relevant class. Every holder of participating shares or non-participating shares present, in person or by proxy, who votes on a show of hands is entitled to one vote. On a poll, every holder of participating shares present, in person or by proxy, is entitled to one vote in respect of each share held by him, and every holder of non-participating shares is entitled to one vote in respect of all non-participating shares held by him. At any general meeting, a resolution put to the vote of the meeting is decided on a show of hands unless, before or upon the declaration of the result of the show of hands, a poll is demanded by the chairman of the general meeting, or by at least two members or shareholders present, in person or by proxy, having the right to vote at such meeting, or any holder or holders of participating shares present, in person or by proxy, representing at least one tenth of the shares in issue having the right to vote at such meeting.

Shareholders may resolve to sanction an ordinary resolution or special resolution at a shareholders' meeting. Alternatively, a resolution in writing signed by all of the shareholders and holders of non-participating shares for the time being entitled to attend and vote on such resolution at a general meeting of the Company, will be valid and effective for all purposes as if the resolution had been passed at a general meeting of the Company duly convened and held. An ordinary resolution of the Company (or of the shareholders of a particular Sub-Fund or class of shares) requires a simple majority of the votes cast by the shareholders voting, in person or by proxy, at the meeting at which the resolution is proposed. A special resolution of the Company (or of the shareholders of a particular Sub-Fund or class of shares) requires a majority of not less than 75% of

DIRECTORS' REPORT (continued)
For the financial year ended 31 December 2016

CORPORATE GOVERNANCE CODE (continued)

shareholders present, in person or by proxy, and voting in general meeting in order to pass a special resolution including a resolution to amend the Articles of Association.

Board Composition and Activities

In accordance with the Companies Act and the Articles of Association, unless otherwise determined by an ordinary resolution of the Company in general meeting, the number of Directors may not be less than two. Currently the Directors are comprised of three non-executive Directors, two of whom are independent. Details of the current Directors are disclosed on page 2. The business of the Company is managed by the Directors, who exercise all such powers of the Company as are not required by the Companies Act or by the Articles of Association of the Company to be exercised by the Company in general meeting. The Directors are responsible for the Company's overall direction and strategy and to this end it reserves the decision making power on issues such as the determination of medium and long-term goals, review of delegates performance, organisational structure and capital needs and commitments to achieve the Company's strategic goals. To achieve these responsibilities, the Directors meet on a quarterly basis to review the operations of the Company, address matters of strategic importance and to receive reports from the administrator, the Depositary, the Platform Manager and the Investment Managers. However, a Director may, and the Company Secretary on the requisition of a Director will, at any time summon a meeting of the Directors and ad hoc meetings in addition to the four meetings that are convened as required.

Questions arising at any meeting of the Directors are determined by the Chairman. In the case of an equality of votes, the Chairman of the meeting, at which the show of hands takes place or at which the poll is demanded, shall be entitled to a second or casting vote. The quorum necessary for the transaction of business at a meeting, of the Directors is two. Each of the Directors attended at least one of the meetings held during the financial period ended 31 December 2016. There were no sub-committees of the Directors in operation during the period or at the period end.

KEY PERFORMANCE INDICATORS

Key performance indicators monitored by the Directors include: the month to month movement in the Net Asset Value per share, the share capital movements and the summaries of any errors, or breaches in investment restrictions.

ACCOUNTING RECORDS

The measures taken by the Directors to ensure compliance with the requirements of Section 281 to 285 of the Companies Act, regarding adequate accounting records are the implementation of necessary policies and procedures for recording transactions, the employment of appropriately qualified accounting personnel and the provision of adequate resources, including appropriate computerised accounting systems, to the financial function. While the Directors are responsible for ensuring that adequate accounting records are kept by the Company pursuant to the Companies Act, the day to day management of these responsibilities has been delegated to the Administrator, who ensure that the requirements of Section 281 to 285 of the Companies Act are complied with.

The accounting records are maintained at 1 George's Quay Plaza, Georges Quay, Dublin 2, Ireland.

AUDIT COMMITTEE

Section 167 (2) of the Companies Act 2014 requires the board of directors of a large company to either establish an audit committee or decide not to establish such a committee.

DIRECTORS' REPORT (continued)
For the financial year ended 31 December 2016

AUDIT COMMITTEE (continued)

The Directors have decided not to form an audit committee as the Board is formed of one non-executive Director with two independent non-executive Directors and the Company complies with the provisions of the Corporate Governance Code. The Company did not establish an audit committee due to the size, nature and complexity of the fund the Directors do not believe it is required. The Directors have appointed Lantern Structured Asset Management as the Platform Manager which has responsibility for the management and administration of the Company's affairs, the distribution of the shares of the Funds and MUFG Alternative Fund Services (Ireland) Limited (the "Administrator") respectively and has appointed J.P Morgan Bank (Ireland) plc (the "Depositary") as depositary of the assets of the Company.

RISK MANAGEMENT

The Directors have appointed the Platform Manager whose responsibilities include the identification, monitoring and management of risk on behalf of the Company. The Company has adopted procedures to ensure that all applicable material risks relating to the Company have been identified and are managed.

The financial risk management objectives and policies of the Company and the exposures of the Company to market risk, liquidity risk and credit risks are outlined in note 6 to these financial statements.

The Investment Managers operate risk management processes in relation to its management of the Company's financial instruments. The Platform Manager monitors the results of the risk process of the Investment Manager through periodic reporting. An overview of the results of this process is provided to the Directors to the full board at each board meeting.

SUBSEQUENT EVENTS

On 15 February 2017, the O'Connor Opportunistic UCITS Fund share class, USD Hedged IA-1-PF Acc has fully redeemed.

There were no subsequent events post financial year end or adjustment in the financial statements that require disclosure.

TRANSACTIONS WITH CONNECTED PERSONS

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

The Board of Directors is satisfied that there are arrangements (evidenced by written procedures) in place, to ensure that the obligations set out in paragraph one are applied to all transactions with connected parties; and the Board is satisfied that transactions with connected persons entered into during the financial year complied with the obligations set out in this paragraph.

AUDITORS

Ernst & Young, Chartered Accountants and Registered Auditor were appointed in January 2016 and have expressed their willingness to continue in office in accordance with Section 383 (2) of the Companies Act 2014.

DIRECTORS' REPORT (continued)
For the financial year ended 31 December 2016

DIRECTORS COMPLIANCE STATEMENT

The Directors acknowledge that they are responsible for securing the Company's compliance with the relevant obligations as set out in section 225 of the Companies Act 2014 which includes drawing up a compliance policy statement that sets out the Company's policies respecting compliance by the Company with its relevant obligations, putting in place appropriate arrangements or structures that are designed to secure material compliance with the Company's relevant obligations and conducting an annual review during the financial year of any arrangements or structures referred to above that have been put into place.

STATEMENT OF RELEVANT AUDIT INFORMATION

As far as the directors are aware, there is no relevant audit information of which the company's statutory auditors are unaware, and the directors have taken steps, through enquiries of the Company's delegates, to make themselves aware of any relevant audit information and to establish that the company's statutory auditors are aware of that information. "Relevant audit information" is defined as information needed by the company's statutory auditors in connection with preparing their report.

Signed by Director **Signed by Director**

Date: 13 April 2017 **Date:** 13 April 2017

STATEMENT OF DIRECTORS' RESPONSIBILITIES

The Directors are responsible for preparing the Directors' Report and financial statements, in accordance with applicable law and regulations.

Company law requires the Directors to prepare financial statements for each financial year. Under that law they have elected to prepare the financial statements in accordance with International Financial Reporting Standards ("IFRS") as adopted by the EU and applicable law.

Under company law the Directors must not approve the financial statements unless they are satisfied that they give a true and fair view of the assets, liabilities and financial position of the Company and of its changes in net assets attributable to holders of redeemable participating shares for that year. In preparing the financial statements, the Directors are required to:

- select suitable accounting policies and then apply them consistently;
- make judgments and estimates that are reasonable and prudent;
- state whether they have been prepared in accordance with IFRS as adopted by the EU; and
- prepare the financial statements on the going concern basis unless it is inappropriate to presume that the Company will continue in business.

The Directors are responsible for keeping adequate accounting records which disclose with reasonable accuracy at any time the assets, liabilities, financial position and profit or loss of the Company and enable them to ensure that its financial statements comply with the Companies Act and the UCITS Regulations. In this regard they have appointed Platform Manager and Administrator who are both regulated by the Central Bank of Ireland. They have general responsibility for taking such steps as are reasonably open to them to safeguard the assets of the Company. In this regard they have entrusted the assets of the Company to the Depositary for safe-keeping. They have general responsibility for taking such steps as are reasonably open to them to prevent and detect fraud and other irregularities. The Directors are also responsible for preparing a Directors' Report that complies with the requirements of the Companies Act.

Signed by Director | **Signed by Director**

Date: 13 April 2017 | **Date:** 13 April 2017

DEPOSITARY'S REPORT

Report of the Depositary to the Shareholders

We have enquired into the conduct of UBS (Irl) Alternative Solutions plc ('the Company') for the financial year ended 31 December 2016 in our capacity as Depositary to the Company. This report including the opinion has been prepared for and solely for the shareholders in the Company as a body, in accordance with Regulations 34 and 47 of the European Communities (Undertakings for Collective Investment in Transferable Securities) Regulation 2011 (the "UCITS Regulations") and with effect from 1 November 2015, the Central Bank (Supervision and Enforcement) Act 2013 (Section 48(1)) (Undertakings for Collective Investment in Transferable Securities) Regulations 2015 (the "Central Bank UCITS Regulations") and for no other purpose. We do not, in giving this opinion, accept or assume responsibility for any other purpose or to any other person to whom this report is shown.

Responsibilities of the Depositary

Our duties and responsibilities are outlined in Regulation 34 and 47 of the UCITS Regulations. One of those duties is to enquire into the conduct of the Company in each annual accounting period and report thereon to the shareholders.

Our report shall state whether, in our opinion the Company has been managed in that period, in accordance with the provisions of the Company's Memorandum and Articles of Association, the UCITS Regulations and the Central Bank UCITS Regulations. It is the overall responsibility of the Company to comply with these provisions. If the Company has not complied we, as Depositary must state why this is the case and outline the steps which we have taken to rectify the situation.

Basis of Depositary Opinion

The Depositary conducts such reviews as it, in its reasonable opinion, considers necessary in order to comply with its duties as outlined in the UCITS Regulations and to ensure that, in all material respects, the Company has been managed:

(i) in accordance with the limitations imposed on the investment and borrowing powers of the Company by the provisions of its Memorandum and Articles of Association, the UCITS Regulations, the Central Bank UCITS Regulations; and

(ii) otherwise in accordance with the provisions of the Company's Memorandum and Articles of Association, the UCITS Regulations and the Central Bank UCITS Regulations.

Opinion

In our opinion, the Company has been managed during the financial year, in all material respects:

(i) In accordance with the limitations imposed on the investment and borrowing powers of the Company by the Memorandum and Articles of Association, the UCITS Regulations, the Central Bank UCITS Regulations; and

(ii) otherwise in accordance with the provisions of the Memorandum and Articles of Association the UCITS Regulations and the Central Bank UCITS Regulations.

For and on behalf of
J.P. Morgan Bank (Ireland) plc
JPMorgan House,
IFSC,
Dublin 1.

Date: 13 April 2017

EY
Building a better working world

INDEPENDENT AUDITOR'S REPORT TO THE MEMBERS OF UBS (IRL) ALTERNATIVE SOLUTIONS PLC

We have audited the financial statements of UBS (Irl) Alternative Solutions plc for the year ended 31 December 2016, which comprise the Statement of Financial Position, Statement of Comprehensive Income, Statement of Changes in Net Assets Attributable to Holders of Redeemable Participating Shares, Statement of Cash Flows, Schedule of Investments and the related notes 1 to 31. The financial reporting framework that has been applied in their preparation is Irish law, the Central Bank (Supervision and Enforcement) Act 2013 (Section 48(1)) (Undertakings for Collective Investment in Transferable Securities) Regulations 2015 (as amended) and International Financial Reporting Standards (IFRSs) as adopted by the European Union.

This report is made solely to the company's members, as a body, in accordance with section 391 of the Companies Act 2014. Our audit work has been undertaken so that we might state to the company's members those matters we are required to state to them in an auditor's report and for no other purpose. To the fullest extent permitted by law, we do not accept or assume responsibility to anyone other than the company and the company's members as a body, for our audit work, for this report, or for the opinions we have formed.

Respective responsibilities of directors and auditors
As explained more fully in the Statement of Directors' Responsibilities set out on page 13 the directors are responsible for the preparation of the financial statements and for being satisfied that they give a true and fair view and otherwise comply with the Companies Act 2014. Our responsibility is to audit and express an opinion on the financial statements in accordance with Irish law and International Standards on Auditing (UK and Ireland). Those standards require us to comply with the Auditing Practices Board's Ethical Standards for Auditors.

Scope of the audit of the financial statements
An audit involves obtaining evidence about the amounts and disclosures in the financial statements sufficient to give reasonable assurance that the financial statements are free from material misstatement, whether caused by fraud or error. This includes an assessment of: whether the accounting policies are appropriate to the company's circumstances and have been consistently applied and adequately disclosed; the reasonableness of significant accounting estimates made by the directors; and the overall presentation of the financial statements. In addition, we read all the financial and non-financial information in the Investment Manager's Reports, Directors' Report, Statement of Directors' Responsibilities and Depositary's Report to identify material inconsistencies with the audited financial statements and to identify any information that is apparently materially incorrect based on, or materially inconsistent with, the knowledge acquired by us in the course of performing the audit. If we become aware of any apparent material misstatements or inconsistencies we consider the implications for our report.

Continued /...

INDEPENDENT AUDITOR'S REPORT TO THE MEMBERS OF UBS (IRL) ALTERNATIVE SOLUTIONS PLC (Continued)

Opinion on financial statements

In our opinion the financial statements:

- give a true and fair view of the assets, liabilities and financial position of the company as at 31 December 2016 and of its loss for the period then ended;

- have been properly prepared in accordance with IFRSs as adopted by the European Union; and

- have been properly prepared in accordance with the requirements of the Companies Act 2014 and the Central Bank (Supervision and Enforcement) Act 2013 (Section 48(1)) (Undertakings for Collective Investment in Transferable Securities) Regulations 2015 (as amended).

Matters on which we are required to report by the Companies Act 2014

- We have obtained all the information and explanations which we consider necessary for the purposes of our audit.

- In our opinion the accounting records of the company were sufficient to permit the financial statements to be readily and properly audited.

- The financial statements are in agreement with the accounting records.

- In our opinion the information given in the directors' report is consistent with the financial statements.

Matters on which we are required to report by exception

We have nothing to report in respect of sections 305 to 312 of the Companies Act 2014 which require us to report to you if, in our opinion, the disclosures of directors' remuneration and transactions specified by law are not made.

Lisa Kealy

Lisa Kealy
for and on behalf of Ernst & Young
Chartered Accountants and Statutory Audit Firm

Dublin
27 April 2017

Building a better working world

INDEPENDENT AUDITOR'S REPORT TO THE DIRECTORS OF UBS (IRL) ALTERNATIVE SOLUTIONS PLC

The Directors
UBS (Irl) Alternative Solutions plc

We have audited the accompanying financial statements of UBS (Irl) Alternative Solutions plc (the "Fund"), which comprise the Statement of Financial Position, including the Schedule of Investments as of 31 December 2016, and the related Statement of Comprehensive Income, Statement of Changes in Net Assets Attributable to Holders of Redeemable Participating Shares and Statement of Cash Flows for the year then ended, and the related notes to the financial statements.

Management's Responsibility for the Financial Statements

Management is responsible for the preparation and fair presentation of these financial statements in conformity with International Financial Reporting Standards (IFRSs) as adopted by the European Union; this includes the design, implementation, and maintenance of internal control relevant to the preparation and fair presentation of financial statements that are free of material misstatement, whether due to fraud or error.

Auditor's Responsibility

Our responsibility is to express an opinion on these financial statements based on our audit. We conducted our audit in accordance with auditing standards generally accepted in the United States. Those standards require that we plan and perform the audit to obtain reasonable assurance about whether the financial statements are free of material misstatement.

An audit involves performing procedures to obtain audit evidence about the amounts and disclosures in the financial statements. The procedures selected depend on the auditor's judgment, including the assessment of the risks of material misstatement of the financial statements, whether due to fraud or error. In making those risk assessments, the auditor considers internal control relevant to the Fund's preparation and fair presentation of the financial statements 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. Accordingly, we express no such opinion. An audit also includes evaluating the appropriateness of accounting policies used and the reasonableness of significant accounting estimates made by management, as well as evaluating the overall presentation of the financial statements.

We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinion.

Opinion

In our opinion, the financial statements referred to above present fairly, in all material respects, the financial position of UBS (Irl) Alternative Solutions plc at 31 December 2016, and the results of its operations, changes in its net assets, and its cash flows for the year then ended, in conformity with International Financial Reporting Standards (IFRSs) as adopted by the European Union.

Ernst & Young

Ernst & Young
Chartered Accountants and Statutory Audit Firm
Dublin
27 April 2017

STATEMENT OF FINANCIAL POSITION
As at 31 December 2016

	Note	O'Connor Opportunistic UCITS Fund USD	A&Q Diversified Alternative Portfolio UCITS USD	UBS (Irl) Alternative Solutions plc Total USD
Assets				
Financial assets at fair value through profit or loss	7			
-Investment funds		-	116,223,539	116,223,539
-Sovereign bond investments		120,936,802	-	120,936,802
-Financial derivative instruments		5,745,106	1,256,546	7,001,652
Cash and cash equivalents	5	29,922,210	23,047,792	52,970,002
Cash collateral due from broker	5	598,541	2,440,000	3,038,541
Subscription receivable		-	97,187	97,187
Interest and dividends receivable		180,112	-	180,112
Other receivables		21,155	52	21,207
Total assets		**157,403,926**	**143,065,116**	**300,469,042**
Liabilities				
Financial liabilities at fair value through profit or loss	7			
-Financial derivative instruments		4,327,744	343,650	4,671,394
Management fee	9	232,547	239,902	472,449
Platform fee	9	42,306	193,737	236,043
Interest and dividends payable		260,280	-	260,280
Cash collateral due to broker	5	346,939	30,000	376,939
Other payables		-	32	32
Total liabilities excluding net assets attributable to holders of redeemable participating shares		**5,209,816**	**807,321**	**6,017,137**
Net assets attributable to holders of redeemable participating shares		**152,194,110**	**142,257,795**	**294,451,905**

Signed by Director **Signed by Director**

Date: 13 April 2017 **Date:** 13 April 2017

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

STATEMENT OF FINANCIAL POSITION
As at 31 December 2015

	Note	O'Connor Opportunistic UCITS Fund USD	UBS (Irl) Alternative Solutions plc Total USD
Assets			
Financial assets at fair value through profit or loss	7		
-Sovereign bond investment		212,124,953	212,124,953
-Financial derivative instruments		8,825,303	8,825,303
Cash and cash equivalents	5	58,174,495	58,174,495
Cash collateral due from broker	5	155,450	155,450
Subscription receivable		4,286,010	4,286,010
Interest and dividends receivable		470,191	470,191
Other receivables		7,677	7,677
Total assets		**284,044,079**	**284,044,079**
Liabilities			
Financial liabilities at fair value through profit or loss	7		
-Financial derivative instruments		7,970,936	7,970,936
Management fee	9	438,257	438,257
Platform fee	9	79,440	79,440
Interest and dividends payable		454,917	454,917
Redemption payable		7,723,009	7,723,009
Cash collateral due to broker	5	1,366,178	1,366,178
Other payables		6,795	6,795
Total liabilities excluding net assets attributable to holders of redeemable participating shares		**18,039,532**	**18,039,532**
Net assets attributable to holders of redeemable participating shares		**266,004,547**	**266,004,547**

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

STATEMENT OF COMPREHENSIVE INCOME
For the financial year ended 31 December 2016

	Note	O'Connor Opportunistic UCITS Fund USD	A&Q Diversified Alternative Portfolio UCITS* USD	UBS (Irl) Alternative Solutions plc Total USD
Income from operating activities				
Net loss from financial assets and liabilities at fair value through profit or loss		(5,766,252)	(8,154,115)	(13,920,367)
Dividend income	2	6,567,850	72,266	6,640,116
Swing pricing	8	215,932	33,844	249,776
Interest income		41,523	3,422	44,945
Other income	27	4,087	-	4,087
Net investment income/(expense)		**1,063,140**	**(8,044,583)**	**(6,981,443)**
Expenses				
Performance fee	10	-	-	-
Management fee	9	3,877,662	239,902	4,117,564
Platform fee	9	748,776	193,737	942,513
Finance charges		3,497,170	7,355	3,504,525
Dividend expense		5,753,285	-	5,753,285
Other expenses		26,371	500	26,871
Total expenses		**13,903,264**	**441,494**	**14,344,758**
Change in net assets attributable to holders of redeemable participating shares		**(12,840,124)**	**(8,486,077)**	**(21,326,201)**

*For the period from 15 July 2016 (commencement of operations) to 31 December 2016.

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

STATEMENT OF COMPREHENSIVE INCOME
For the financial period 31 October 2014 (date of incorporation) to 31 December 2015

	Note	O'Connor Opportunistic UCITS Fund* USD	UBS (Irl) Alternative Solutions plc Total USD
Income from operating activities			
Net loss from financial assets and liabilities at fair value through profit or loss		(7,299,483)	(7,299,483)
Dividend income		7,842,485	7,842,485
Swing pricing	8	710,773	710,773
Other income	27	497,429	497,429
Net investment income		1,751,204	1,751,204
Expenses			
Performance fee	10	4,148	4,148
Management fee	9	3,729,147	3,729,147
Platform fee	9	675,505	675,505
Finance charges		3,436,688	3,436,688
Dividend expense		6,040,189	6,040,189
Other expenses		22,186	22,186
Total expenses		13,907,863	13,907,863
Change in net assets attributable to holders of redeemable participating shares		(12,156,659)	(12,156,659)

*For the period from 10 December 2014 (commencement of operations) to 31 December 2015.

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

STATEMENT OF CHANGES IN NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE PARTICIPATING SHARES

For the financial year ended 31 December 2016

	O'Connor Opportunistic UCITS Fund USD	A&Q Diversified Alternative Portfolio UCITS* USD	UBS (Irl) Alternative Solutions plc Total USD
Balance at beginning of the period	266,004,547	-	266,004,547
Change in net assets attributable to holders of redeemable participating shares from operations	(12,840,124)	(8,486,077)	(21,326,201)
Issue of redeemable participating shares during the financial year/period	62,190,108	151,498,364	213,688,472
Redemption of redeemable participating shares during the financial year/period	(163,160,421)	(754,492)	(163,914,913)
Net (decrease)/increase in net assets from capital transactions	(100,970,313)	150,743,872	49,773,559
Net assets attributable to holders of redeemable participating shares at the end of the financial year/period	152,194,110	142,257,795	294,451,905

*For the period from 15 July 2016 (commencement of operations) to 31 December 2016.

For the financial period 31 October 2014 (date of incorporation) to 31 December 2015

	O'Connor Opportunistic UCITS Fund* USD	UBS (Irl) Alternative Solutions plc Total USD
Balance at beginning of the period	-	-
Change in net assets attributable to holders of redeemable participating shares from operations	(12,156,659)	(12,156,659)
Issue of redeemable participating shares during the financial period	322,563,742	322,563,742
Redemption of redeemable participating shares during the financial period	(44,402,536)	(44,402,536)
Net increase in net assets from capital transactions	278,161,206	278,161,206
Net assets attributable to holders of redeemable participating shares at the end of the financial period	266,004,547	266,004,547

*For the period from 10 December 2014 (commencement of operations) to 31 December 2015.

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

STATEMENT OF CASH FLOWS
For the financial year ended 31 December 2016

	O'Connor Opportunistic UCITS Fund USD	A&Q Diversified Alternative Portfolio UCITS* USD	UBS (Irl) Alternative Solutions plc Total USD
Cash flow from operating activities			
Changes in net assets attributable to holders of redeemable participating shares	(12,840,124)	(8,486,077)	(21,326,201)
Adjustments to reconcile the changes in net assets attributable to holders of redeemable participating shares to cash flows			
Net change in operating assets and liabilities			
Decrease/(increase) in financial assets at fair value through profit or loss	94,268,348	(117,480,085)	(23,211,737)
(Decrease)/increase in financial liabilities at fair value through profit or loss	(3,643,192)	343,650	(3,299,542)
Decrease/(increase) in other receivables	4,562,611	(97,239)	4,465,372
(Decrease)/increase in other payables	(8,167,285)	483,671	(7,733,614)
Net cash provided by/(used in) operating activities	**74,180,358**	**(125,286,080)**	**(51,105,722)**
Cash flow from financing activities			
Proceeds from issue of redeemable participating shares	62,190,108	151,498,364	213,688,472
Payments on redemption of redeemable participating shares	(163,160,421)	(754,492)	(163,914,913)
Net cash (used in)/provided by financing activities	**(100,970,313)**	**150,743,872**	**49,773,559**
Net (decrease)/increase in cash and cash collateral	**(26,789,955)**	**25,457,792**	**(1,332,163)**
Cash and cash collateral at start of period	56,963,767	-	56,963,767
Cash and cash collateral at end of period	**30,173,812**	**25,457,792**	**55,631,604**
Supplementary information			
Interest Paid	3,437,781	7,355	3,445,136
Interest Received	41,403	3,422	44,825
Dividend Paid	5,618,037	-	5,618,037
Dividend Received	6,277,671	72,266	6,349,937

*For the period from 15 July 2016 (commencement of operations) to 31 December 2016

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

STATEMENT OF CASH FLOWS
For the financial period 31 October 2014 (date of incorporation) to 31 December 2015

	O'Connor Opportunistic UCITS Fund* USD	UBS (Irl) Alternative Solutions plc Total USD
Cash flow from operating activities		
Changes in net assets attributable to holders of redeemable participating shares	(12,156,659)	(12,156,659)
Adjustments to reconcile the changes in net assets attributable to holders of redeemable participating shares to cash flows		
Net change in operating assets and liabilities		
Increase in financial assets at fair value through profit or loss	(220,950,256)	(220,950,256)
Increase in financial liabilities at fair value through profit or loss	7,970,936	7,970,936
Increase in other receivables	(477,868)	(477,868)
Increase in other payables	979,409	979,409
Net cash used in operating activities	**(224,634,438)**	**(224,634,438)**
Cash flow from financing activities		
Proceeds from issue of redeemable participating shares	318,277,732	318,277,732
Payments on redemption of redeemable participating shares	(36,679,527)	(36,679,527)
Net cash provided by financing activities	**281,598,205**	**281,598,205**
Net increase in cash and cash collateral	56,963,767	56,963,767
Cash and cash collateral at start of period	-	-
Cash and cash collateral at end of period	**56,963,767**	**56,963,767**
Supplementary information		
Interest Paid	3,291,379	3,291,379
Interest Received	27,630	27,630
Dividend Paid	5,730,581	5,730,581
Dividend Received	7,370,280	7,370,280

*For the period from 10 December 2014 (commencement of operations) to 31 December 2015.

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

NOTES TO THE FINANCIAL STATEMENTS
For the financial year ended 31 December 2016

1. ORGANISATION

UBS (Irl) Alternative Solutions plc (the "Company") was incorporated on 31 October 2014, as an open-ended umbrella investment company with segregated liability between the funds and variable capital, pursuant to the Companies Act 2014. The Company is authorised in Ireland by the Central Bank (the "Central Bank") pursuant to the Central Bank (Supervision and Enforcement) Act 2013 (Section 48(1)) (Undertakings for Collective Investment in Transferable Securities) Regulations 2015, as amended. The Company is structured as an umbrella fund in that different funds (the "Funds" or "Sub-Funds") may be established with the prior approval of the Central Bank.

The financial statements are prepared for the Company as a whole and there were two active Funds in existence during the financial year, the O'Connor Opportunistic UCITS Fund and A&Q Diversified Alternative Portfolio UCITS. The O'Connor Opportunistic UCITS II Fund has been approved by the Central Bank but has not yet launched. The Company is organised in the form of an umbrella fund with segregated liability between Funds. The Company will keep separate books in respect of each Fund in which all transactions relating to the relevant Fund will be recorded. In particular, the proceeds from the allotment and issue of shares, the investments and liabilities and income and expenditure attributable thereto will generally be applied or charged to the relevant Fund. The assets held in each Fund will belong exclusively to the relevant Fund and will not be used to discharge directly or indirectly the liabilities of or claims against any other Fund.

The Articles of Association provide that the Company may offer separate classes of shares each representing interests in a Fund. Each Fund will have a distinct portfolio of investments, and more than one class of shares may be issued in respect of any Fund with the prior approval and clearance by the Central Bank.

On 3 December 2014, the Central Bank approved the Prospectus of the Company.

MUFG Alternative Fund Services (Ireland) Limited (the "Administrator") has been appointed to act as administrator, registrar and transfer agent to the Company.

J.P. Morgan Bank (Ireland) plc (the "Depositary") has been appointed to act as depositary of all of the assets of the Company under the terms of a depositary agreement.

Lantern Structured Asset Management Limited (the "Platform Manager") has been appointed as the platform manager.

Investment objectives:

O'Connor Opportunistic UCITS Fund

The investment objective of the O'Connor Opportunistic UCITS Fund (the "O'Connor Fund") is to seek to earn consistently positive risk adjusted appreciation in the value of its assets. The O'Connor Fund seeks to achieve its investment objective primarily by employing a number of investment strategies, namely fundamental equity market neutral long/short, quantitative fundamental trading, fundamental long/short equity, merger arbitrage, and opportunistic strategies across all asset classes and all industries.

A&Q Diversified Alternative Portfolio UCITS

The investment objective of the A&Q Diversified Alternative Portfolio UCITS (the "A&Q Fund") is to achieve a positive risk-adjusted return over the medium to long term, irrespective of market conditions. The A&Q Fund seeks to achieve its investment objective primarily by investing in a portfolio of other UCITS funds and systematic strategies.

NOTES TO THE FINANCIAL STATEMENTS (Continued)
For the financial year ended 31 December 2016

2. SIGNIFICANT ACCOUNTING POLICIES

(a) Statement of compliance

The financial statements are prepared in accordance with International Financial Reporting Standards ("IFRS") issued by the International Accounting Standards Board ("IASB") as adopted by the European Union.

(b) Basis of preparation

The financial statements have been prepared in United States Dollar ("USD") for the Company and the Fund, and rounded to the nearest USD. Refer to note 2(h)(i) for the functional currency.

(c) Basis of measurement

The financial statements are prepared on a historical cost basis, except for financial assets and liabilities, which are prepared at fair value through profit or loss. Fair value is the price that would be received in the purchase and sale of financial assets and liabilities or transferred to an equivalent party, other than in a liquidation sale. Financial assets at fair value include investments in Sovereign bonds, equity (including Money market funds and investment funds), foreign currency forward contracts, future contracts, options, other collective investment schemes and total return swaps.

The financial statements are prepared on a going concern basis as there are no material uncertainties to continue as a going concern.

(d) Use of estimates and judgements

The preparation of financial statements in conformity with IFRS requires the Directors to make judgements, estimates and assumptions that affect the application of policies and the reported amounts of assets and liabilities, income and expense. The estimates and associated assumptions are based on historical experience and various other factors that are believed to be reasonable under the circumstances, the results of which form the basis of making the judgements about carrying values of assets and liabilities that are not readily apparent from other sources. Actual results may differ from these estimates.

The estimates and underlying assumptions are reviewed on an ongoing basis. Revisions to accounting estimates are recognised in the period in which the estimate is revised if the revision affects only that period or in the period of the revision and future periods if the revision affects both current and future periods.

(e) New Standards, amendments and interpretations

(i) Standards, amendments and interpretations that are not yet effective for the financial year beginning 1 January 2016 and are not early adopted

IFRS 9 Financial instruments - classification and measurement (effective 1 January 2018)

This standard addresses the classification and measurement of financial assets and financial liabilities. IFRS 9 was issued in November 2009 and October 2010. It replaces the parts of the International Accounting Standards ("IAS") IAS 39 – *(Financial Instruments: Recognition and Measurement)* that relate to the classification and measurements of financial instruments. IFRS 9 requires financial assets to be classified into two measurement categories: those measured as at fair value and those measured at amortized cost. The determination is made at initial recognition. The classification depends on the entity's business model for managing its financial instruments and the contractual cash flow characteristics of the instrument.

NOTES TO THE FINANCIAL STATEMENTS (Continued)
For the financial year ended 31 December 2016

2. SIGNIFICANT ACCOUNTING POLICIES

(e) New Standards, amendments and interpretations (continued)

The Directors of the Company anticipate that the application of IFRS 9 in the future may have a significant impact on amounts reported in respect of the Company's financial assets and financial liabilities. However, it is not practicable to provide a reasonable estimate of the effect of IFRS 9 until a detailed review has been completed.

(f) Financial instruments

(i) Classification

The Company classifies its assets and liabilities into the categories below in accordance with IAS 39:

- Financial instruments held for trading include sovereign bonds, equity, Money market funds, foreign currency forward contracts future contracts, options, other collective investment schemes and total return swaps.

  All derivatives in a net receivable position (positive fair value) are reported as financial assets at fair value through profit or loss. All derivatives in a net liability position (negative fair value) are reported as financial liabilities at fair value through profit or loss.

- Financial assets that are classified as receivables include interest receivable, dividend receivable and other receivables.

- Financial liabilities that are not at fair value through profit or loss include amounts due to redemptions payable, expenses payable, other payables and financial liabilities arising on redeemable shares.

(ii) Recognition and initial measurement

Purchases and sales of financial instruments are accounted for at trade date, the date that the Company becomes a party to the contractual provisions of the instruments.

Financial instruments categorised at fair value through profit or loss are measured initially at fair value, with transaction costs for such instruments being recognised directly in the Statement of Comprehensive Income.

The best evidence of the fair value of a derivative at initial recognition is the transaction price (i.e. the fair value of the consideration given or received).

(iii) Subsequent measurement

Subsequent to initial recognition, all instruments classified at fair value through profit or loss are measured at fair value with changes in their fair value recognised in the Statement of Comprehensive Income.

(iv) Fair value measurement principles

The fair value of financial assets and liabilities held for trading is based on their quoted market prices at the reporting date without any deduction for estimated future selling costs.

NOTES TO THE FINANCIAL STATEMENTS (Continued)
For the financial year ended 31 December 2016

2. SIGNIFICANT ACCOUNTING POLICIES (Continued)

(f) Financial instruments (continued)

(iv) Fair value measurement principles (continued)

If a market for a financial instrument is not active, then the fair value is established using a valuation technique. Valuation techniques include pricing models. The valuation techniques attempt to make maximum use of market inputs, relying as little as possible on estimates specific to each Fund, incorporating all factors that market participants would consider in setting a price and are consistent with accepted economic methodologies for pricing financial instruments. Inputs to valuation techniques reasonably represent market expectations.

Future contracts are valued using the last traded price supported by the relevant exchange. Contracts for difference are valued based off the close price of the underlying equity, total return swaps are based on counterparty valuations; in order to validate the counterparty value the administrator compares counterparty prices with external price sources. A minimum of two price sources are used to ensure accuracy. Listed options are valued using the last traded price supported by the relevant exchange. Sovereign Bonds are valued using the mid price supported by the pricing vendor. Foreign currency forward contracts are valued on a valuation technique utilizing Bloomberg points based on New York 23:00 CET foreign currency forward contracts rates. Over the counter ("OTC") options are valued using their listed equivalents and where not possible, they are valued based on the counterparty value.

(v) Derecognition

The Company derecognises a financial asset when the contractual rights to the cash flows from the financial asset expire or it transfers the financial asset and the transfer qualifies for derecognition in accordance with IAS 39.

The Company derecognises a financial liability when the obligation specified in the contract is discharged, cancelled or expires. The Company uses the first-in first-out ("FIFO") method to determine realised gains and losses on derecognition.

(g) Cash and cash equivalents and cash collateral due to / from broker

Cash comprises current and call deposits with banks. Cash equivalents are short-term highly liquid investments with original maturities of 3 months or less those are readily convertible to known amounts of cash, are subject to an insignificant risk of changes in value, and are held for the purpose of meeting short-term cash commitments rather than for investment or other purposes.

Cash used as collateral includes collateral balances held at financial year end with some of the Funds' prime brokers, depositary's and other counterparties. The use of these amounts is restricted until the underlying contracts are closed.

(h) Foreign currency translation

(i) Functional and presentation currency

Items included in the Company's financial statements in respect of the Funds are measured and presented in USD being the primary economic environment in which it operates (the "functional currency").

NOTES TO THE FINANCIAL STATEMENTS (Continued)
For the financial year ended 31 December 2016

2. SIGNIFICANT ACCOUNTING POLICIES (Continued)

(g) Foreign currency translation (Continued)

(ii) Foreign currency transactions

Assets and liabilities denominated in currencies other than the functional currency are translated into the functional currency at the Bloomberg New York 23:00 CET rates at each period end. Transactions during the period, including purchases and sales of securities, income and expenses, are translated at the rate of exchange prevailing on the date of the transaction. Foreign currency transaction gains and losses on financial assets and liabilities are included in net loss from financial assets and liabilities at fair value through profit or loss.

(i) Redeemable participating shares

All redeemable shares issued by the Company provide the investors with the right to require redemption for cash at the value proportionate to the investor's share in the relevant Fund's net assets at the redemption date. In accordance with IAS 32 – (*Financial Instruments: Presentation)*, such instruments are classified as financial liabilities as the redeemable participating shares meet the criteria as a financial liability per IAS 32 due to factors such as having different fee rates and different currency classes. In accordance with the Prospectus, the Company is contractually obliged to redeem shares at the net asset value ("NAV") per share on the valuation date.

(j) Interest income and expense

Interest income and interest expense are recognised on an accruals basis using the original effective interest rate of the instrument. Interest is accrued on a daily basis.

(k) *Dividend income and expense*

Dividend income and expenses are recorded in the statement of comprehensive income on an accrual basis net of withholding tax on ex-dividend date. Dividend income and expense includes accrued cash flows on contracts for differences relating to underlying dividend income and expenses. Withholding taxes on foreign securities have been provided for in accordance with the Depositary's understanding of the applicable country's tax rule and rates.

(l) Dividend and distribution

The Company will not ordinarily but may at the Directors' discretion pay dividends to Shareholders. No dividends were declared or paid by the Company during the financial year (2015: Nil).

(m) Expenses

All expenses, including management fees and interest expenses, are recognised in the comprehensive income statement on an accruals basis.

(n) Transaction costs

Transaction costs are incremental costs which are separately identifiable and directly attributable to the acquisition, issue or disposal of a financial asset or financial liability. The Funds' portfolio transactions include the purchase and sale of investments and the increase or decrease in notional amount of derivative positions.

NOTES TO THE FINANCIAL STATEMENTS (Continued)
For the financial year ended 31 December 2016

2. SIGNIFICANT ACCOUNTING POLICIES (Continued)

(o) Net asset value per share

The NAV per Share is calculated by the Administrator, dividing the NAV of each share class by the units in issue of each share class of the Funds.

(p) Security Lending Policy

Investments lent under securities lending agreements shall be recognised in the Statement of Financial Position, as the Company would be exposed to all gains and losses arising from ownership of these securities and are measured in accordance with the accounting policy for investments. As at 31 December 2016 and 31 December 2015, the Company had not engaged in in securities lending.

(q) Offsetting

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

Income and expenses are presented on a net basis only when permitted under IFRS, e.g. for gains and losses arising from a group of similar transactions, such as gains and losses from financial instruments at fair value through profit or loss.

3. TAXATION

The Company is an investment undertaking as defined in Section 739B of the Taxes Consolidation Act, 1997. Therefore, the Company will not be liable to Irish tax in respect of its income and gains, other than on the occurrence of a chargeable event. Generally a chargeable event arises on any distribution, redemption, repurchase, cancellation, transfer of shares or on the ending of a 'Relevant Period'. A 'Relevant Period' being an eight year period beginning with the acquisition of the shares by the Shareholder and each subsequent period of eight years beginning immediately after the preceding Relevant Period.

A gain on a chargeable event does not arise in respect of:

(i) Any transactions in relation to shares held in a recognised clearing system as designated by order of the Revenue Commissioners of Ireland;
(ii) An exchange of shares representing one Fund for another Fund of the Company;
(iii) An exchange of shares arising on a qualifying amalgamation or reconstruction of the Company with another Fund;
(iv) Certain exchanges of shares between spouses and former spouses;
(v) Shareholders who are neither Irish Resident nor Irish Ordinary Resident for tax purposes at the time of the chargeable event and who have provided the Company with a relevant declaration to that effect; and
(vi) Certain exempted Irish tax resident Shareholders who have provided the Company with the necessary signed statutory declarations.

In the absence of an appropriate declaration, the Company will be liable to Irish tax on the occurrence of a chargeable event. There were no chargeable events during the period under review. Capital gains, dividends and interest received may be subject to withholding taxes imposed by the country of origin and such taxes may not be recoverable by the Company or its shareholders.

NOTES TO THE FINANCIAL STATEMENTS (Continued)
For the financial year ended 31 December 2016

4. EXCHANGE RATES

The following exchange rates (against the USD) were used to convert the investments and other assets and liabilities denominated in currencies other than USD:

	31 December 2016	31 December 2015
Australian Dollar	1.3873	1.3724
Brazilian Real	3.2552	3.9608
Canadian Dollar	1.3441	1.3839
Swiss Franc	1.0190	1.0021
Chinese Yuan	6.9450	6.5619
Czech Koruna	25.6955	24.8731
Danish Krone	7.0682	6.8706
Euro	0.9508	0.9206
Great Britain Pound	0.8104	0.6786
Hong Kong Dollar	7.7559	7.7507
Indonesian Rupiah	13,473.0000	13,979.0000
Israeli Shekel	3.8530	-
Japanese Yen	116.9600	120.2000
Korean Won	1,205.8300	1,176.1376
Mexican Nuevo Peso	20.7272	17.2075
Malaysian Ringgit	4.4862	4.3062
Norwegian Krone	8.6406	8.8431
New Zealand Dollar	1.4422	1.4639
Philippine Peso	49.6000	47.0542
Polish Zloty	4.1873	3.9229
Russian Ruble	61.5375	-
Swedish Krona	9.1061	8.4412
Singapore Dollar	1.4468	1.4185
Thailand Bhat	35.8350	36.0300
Turkish Lira	3.5235	2.9172
Taiwan Dollar	32.3260	32.9848
US Dollar	1.0000	1.0000
South African Rand	13.7401	15.4685

5. CASH AND CASH EQUIVALENTS AND CASH COLLATERAL

As at 31 December 2016 Cash and cash equivalents and Cash collateral balances were held with banks as follow:

O'Connor Opportunistic UCITS Fund

31 December 2016

	Cash and cash equivalents	Cash collateral
	USD	USD
BNY Mellon	14,891,734	-
Citibank N.A.	(122,005)	857
Credit Suisse Securities (Europe) Limited	70,833	(346,939)
Credit Suisse International	1,695,793	-
JP Morgan Chase Bank N.A.	13,437,890	597,684
Morgan Stanley & Co. plc	(52,035)	-
Total	**29,922,210**	**251,602**

NOTES TO THE FINANCIAL STATEMENTS (Continued)
For the financial year ended 31 December 2016

5. CASH AND CASH EQUIVALENTS AND CASH COLLATERAL (Continued)

A&Q Diversified Alternative Portfolio UCITS

31 December 2016

	Cash and cash equivalents	Cash collateral
	USD	USD
Barclays Capital London	-	910,000
Deutsche Bank	-	1,530,000
JP Morgan Chase Bank N.A.	23,047,792	(30,000)
Total	**23,047,792**	**2,410,000**

UBS (Irl) Alternative Solutions plc Total

31 December 2016

	Cash and cash equivalents	Cash collateral
	USD	USD
BNY Mellon	14,891,734	-
Barclays Capital London	-	910,000
Citibank N.A.	(122,005)	857
Deutsche Bank	-	1,530,000
Credit Suisse Securities (Europe) Limited	70,833	(346,939)
Credit Suisse International	1,695,793	-
JP Morgan Chase Bank N.A.	36,485,682	567,684
Morgan Stanley & Co. plc	(52,035)	-
Total	**52,970,002**	**2,661,602**

O'Connor Opportunistic UCITS Fund

31 December 2015

	Cash and cash equivalents	Cash collateral
	USD	USD
BNY Mellon	24,891,734	-
Citibank N.A.	(35,436)	155,450
Credit Suisse Securities (Europe) Limited	123,463	(716,568)
Credit Suisse International	6,479,965	-
JP Morgan Chase Bank N.A.	26,766,410	(649,610)
Morgan Stanley & Co. plc	(51,641)	-
Total	**58,174,495**	**(1,210,728)**

6. FINANCIAL INSTRUMENTS AND ASSOCIATED RISKS

Risk is inherent in the Company's activities, but it is managed through a process of ongoing identification, measurement and monitoring, subject to risks limits and other controls. The Funds are exposed to market risk (which includes currency risk, interest rate risk and other price risk), liquidity risk and credit risk arising from the financial instruments it holds. The Funds are also exposed to a variety of non-financial risks. Please refer to the Company Prospectus for details of such risk factors.

The Company may employ financial derivative techniques and instruments for the purposes of investment and/or efficient portfolio management subject to the limits laid down by the Central Bank and subject to the terms of the supplement for the relevant Fund.

NOTES TO THE FINANCIAL STATEMENTS (Continued)
For the financial year ended 31 December 2016

6. FINANCIAL INSTRUMENTS AND ASSOCIATED RISKS (continued)

These financial derivative techniques and instruments may include, but are not limited to, contracts for differences, warrants; exchange traded future contracts and options, foreign currency forward contracts and total return swap agreements. The Company use a Risk Management Process ("RMP") to measure, monitor and manage risks attached to the financial derivative positions. The RMP was produced by the Platform Manager, was approved by the Directors of the Company and provided to the Central Bank. The Company does not utilise financial derivatives which have not been included in the RMP until such time as a revised RMP has been submitted to and cleared by the Central Bank.

Risk management structure

Under the terms of a deed relating to management services dated 3 December 2014, the Company has appointed the Platform Manager as its management company to provide it with various services, including discretionary investment management services for which it has appointed the UBS O'Connor Limited to act as discretionary investment manager to the Company in relation to O'Connor Opportunistic UCITS Fund, and O'Connor Opportunistic II UCITS Fund, and UBS Hedge Fund Solutions LLC to act as discretionary investment manger to A&Q Diversified Alternative Portfolio UCITS. Under the terms of an administration agreement dated 3 December 2014 between the Platform Manager and the Administrator, the Platform Manager has appointed the Administrator to provide various services in respect of the Company, including risk reporting services.

The Platform Manager, the Investment Managers and the Company have established a risk framework in respect of the Funds. This framework includes the identification of material risks, and the establishment of appropriate limits in respect of relevant risks. The Investment Managers have discretion to manage the Funds to achieve their stated investment objectives, subject to complying with relevant restrictions as set out in the investment management deed and the Prospectus and Supplements relating to the Funds.

Risk measurement and reporting system

The Investment Managers calculate various risk exposures on a daily basis, compare these exposures to limits and provides risk reports to the Platform Manager daily. The Administrator or its service providers also calculates various risk exposures on a daily basis, compare these exposures to limits and provides risk reports to the Platform Manager. The Platform Manager monitors these reports on a daily basis.

Risk mitigation

The Investment Managers have discretion to manage the Funds. Consequently, they are responsible for managing and controlling investment risks on an on-going basis and may use various techniques and instruments, including derivatives, to do so. These techniques may include the sale or purchase of instruments to reduce or otherwise amend the risk of the Funds. The Platform Manager, primarily through its risk management and product management functions, monitors the activities of the Investment Managers on a regular basis, using reports from the Investment Managers and the Administrator or its service providers. The Platform Manager and the Investment Managers report to the Board of Directors of the Company periodically, including reporting on risk matters.

(a) Market Risk

Market risk embodies the potential for both loss and gains and includes currency risk, interest rate risk and other price risk. The Funds' market risk is managed on a daily basis by the Investment Managers subject to the investment objective and investment policies set out in the Funds' Supplements to the Prospectus.

The market risks generated by the Funds are measured through the use of an absolute Value at Risk ("VaR") measure.

The Funds' portfolios are analysed in the Schedule of Investments.

NOTES TO THE FINANCIAL STATEMENTS (Continued)
For the financial year ended 31 December 2016

6. FINANCIAL INSTRUMENTS AND ASSOCIATED RISKS (Continued)

(a) Market Risk (continued)

(i) Currency risk

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

The Funds' currency risk is monitored and managed by the Investment Managers in accordance with policies and procedures in place. In addition, as share classes of the Funds are denominated in currencies other than the functional currency, the Funds engage in currency hedging operations in relation to these classes with a view to mitigating, as far as reasonably practical, the effect of currency movements. The Investment Managers monitor and manage the share class currency hedging operations.

O'Connor Opportunistic UCITS Fund

31 December 2016	Monetary Assets	Monetary Liabilities	Net Exposure
	USD	USD	USD
Australian Dollar	258	(84)	174
Brazilian Real	-	-	-
Canadian Dollar	26,718	(66,349)	(39,631)
Swiss Franc	209,740	(82,289)	127,451
Chinese Yuan	42,548	(1,559)	40,989
Danish Krone	171,119	(70,656)	100,463
Euro	1,479,410	(583,991)	895,419
Great British Pound	470,386	(307,950)	162,436
Hong Kong Dollar	98,975	(54,976)	43,999
Indonesian Rupiah	6,289	(3,305)	2,984
Israeli Shekel	50,133	(12,273)	37,860
Japanese Yen	208,671	(80,034)	128,637
Korean Won	40,535	(872)	39,663
Mexican Nuevo Peso	-	-	-
Malaysian Ringgit	8	-	8
Norwegian Krone	139,908	(13,469)	126,439
New Zealand Dollar	-	(55)	(55)
Philippine Peso	-	-	-
Swedish Krona	87,100	(194,999)	(107,899)
Singapore Dollar	56,288	(9,686)	46,602
Thailand Bhat	10	-	10
Turkish Lira	-	(44)	(44)
Taiwan Dollar	33,451	(16,401)	17,050
South African Rand	-	(743)	(743)
	3,121,547	**(1,499,735)**	**1,621,812**

NOTES TO THE FINANCIAL STATEMENTS (Continued)
For the financial year ended 31 December 2016

6. FINANCIAL INSTRUMENTS AND ASSOCIATED RISKS (Continued)

(a) Market Risk (continued)

(i) Currency risk (continued)

A&Q Diversified Alternative Portfolio UCITS

31 December 2016	Monetary Assets	Monetary Liabilities	Net Exposure
	USD	USD	USD
Swiss Franc	212,937	(98,135)	114,802
Euro	515,128	-	515,128
Great British Pound	15,610	-	15,610
	743,675	**(98,135)**	**645,540**

UBS (Irl) Alternative Solutions plc Total

31 December 2016	Monetary Assets	Monetary Liabilities	Net Exposure
	USD	USD	USD
Australian Dollar	258	(84)	174
Brazilian Real	-	-	-
Canadian Dollar	26,718	(66,349)	(39,631)
Swiss Franc	422,678	(180,425)	242,253
Chinese Yuan	42,548	(1,559)	40,989
Danish Krone	171,119	(70,656)	100,463
Euro	1,994,537	(583,990)	1,410,547
Great British Pound	485,996	(307,950)	178,046
Hong Kong Dollar	98,975	(54,976)	43,999
Indonesian Rupiah	6,289	(3,305)	2,984
Israeli Shekel	50,133	(12,273)	37,860
Japanese Yen	208,671	(80,034)	128,637
Korean Won	40,535	(872)	39,663
Mexican Nuevo Peso	-	-	-
Malaysian Ringgit	8	-	8
Norwegian Krone	139,908	(13,469)	126,439
New Zealand Dollar	-	(55)	(55)
Philippine Peso	-	-	-
Swedish Krona	87,100	(194,999)	(107,899)
Singapore Dollar	56,288	(9,686)	46,602
Thailand Bhat	10	-	10
Turkish Lira	-	(44)	(44)
Taiwan Dollar	33,451	(16,401)	17,050
South African Rand	-	(743)	(743)
	3,865,222	**(1,597,870)**	**2,267,352**

NOTES TO THE FINANCIAL STATEMENTS (Continued)
For the financial year ended 31 December 2016

6. FINANCIAL INSTRUMENTS AND ASSOCIATED RISKS (Continued)

(a) Market Risk (continued)

(i) Currency risk (continued)

O'Connor Opportunistic UCITS Fund

31 December 2015	Monetary Assets USD	Monetary Liabilities USD	Net Exposure USD
Australian Dollar	22,514	(40,628)	(18,114)
Brazilian Real	1,856	(1,336)	520
Canadian Dollar	62,585	(528,717)	(466,132)
Swiss Franc	111,173	(603,332)	(492,159)
Chinese Yuan	11,997	(0)	11,997
Danish Krone	237,898	(153,654)	84,244
Euro	2,883,916	(3,317,375)	(433,459)
Great British Pound	1,324,960	(1,058,831)	266,129
Hong Kong Dollar	632,573	(1,144,020)	(511,447)
Indonesian Rupiah	-	(2,106)	(2,106)
Japanese Yen	490,051	(169,253)	320,798
Korean Won	33,451	(702)	32,749
Mexican Nuevo Peso	13,675	(59,726)	(46,051)
Malaysian Ringgit	-	(6,214)	(6,214)
Norwegian Krone	3,080	(40,984)	(37,904)
New Zealand Dollar	15,260	(37,591)	(22,331)
Philippine Peso	-	(1,904)	(1,904)
Swedish Krona	102,835	(149,175)	(46,340)
Singapore Dollar	29,384	(29,901)	(517)
Thailand Bhat	1,606	(366)	1,240
Turkish Lira	118,291	(48,970)	69,321
Taiwan Dollar	2,048	-	2,048
South African Rand	570,418	(10,835)	559,583
	6,669,571	**(7,405,620)**	**(736,049)**

Monetary assets and liabilities represent the classification of exposure currency for each financial asset and financial liability. Foreign currency forward contracts held for the purposes of share class currency hedging are included. As the Funds' functional currency is USD, this currency is not included.

NOTES TO THE FINANCIAL STATEMENTS (Continued)
For the financial year ended 31 December 2016

6. FINANCIAL INSTRUMENTS AND ASSOCIATED RISKS (Continued)

(a) Market Risk (continued)

(ii) Interest rate risk

The value of bond investments may be affected by substantial adverse movements in interest rates.

Cash balances (positive and negative) accrue interest at overnight rates.

	O'Connor Opportunistic UCITS Fund		
31 December 2016	**Less than 3 months USD**	**Non-interest bearing USD**	**Total USD**
Assets			
Held for trading			
Sovereign bonds	120,936,802	-	120,936,802
Contracts for difference	4,383,273	-	4,383,273
Foreign currency forward contracts	-	770,273	770,273
Future contracts	-	346,098	346,098
Listed options	-	232,286	232,286
Listed warrants	-	13,176	13,176
Cash and cash equivalents	29,922,210	-	29,922,210
Cash collateral due from broker	598,541	-	598,541
Receivables:			
Receivable on the sale of investments	-	-	-
Interest and other receivables	-	201,267	201,267
Total assets	**155,840,826**	**1,563,100**	**157,403,926**
Liabilities			
Held for trading:			
Contracts for difference	4,186,178	-	4,186,178
Foreign currency forward contracts	-	21,264	21,264
Future contracts	-	5,313	5,313
Listed options	-	114,989	114,989
Cash collateral due to broker	346,939	-	346,939
Financial liabilities at amortised cost:			
Accounts payable and accrued expenses	-	535,133	535,133
Total liabilities	**4,533,117**	**676,699**	**5,209,816**
Total interest sensitivity gap	**151,307,709**		

NOTES TO THE FINANCIAL STATEMENTS (Continued)
For the financial year ended 31 December 2016

6. FINANCIAL INSTRUMENTS AND ASSOCIATED RISKS (Continued)

(a) Market Risk (continued)

(ii) Interest rate risk (continued)

31 December 2016	A&Q Diversified Alternative Portfolio UCITS		
	Less than 3 months USD	**Non-interest bearing USD**	**Total USD**
Assets			
Held for trading			
Money market funds	-	72,914,497	72,914,497
Investment funds	-	43,309,042	43,309,042
Total return swaps	-	640,696	640,696
Foreign currency forward contracts	-	593,300	593,300
Other OTC options	-	22,550	22,550
Cash and cash equivalents	23,047,792	-	23,047,792
Cash collateral due from broker	2,440,000	-	2,440,000
Receivables:			
Receivable on the sale of investments	-	97,187	97,187
Interest and other receivables	-	52	52
Total assets	**25,487,792**	**117,577,324**	**143,065,116**
Liabilities			
Held for trading:			
Total return swaps	-	335,784	335,784
Foreign currency forward contracts	-	-	-
Other OTC options	-	7,866	7,866
Cash collateral due to broker	30,000		30,000
Financial liabilities at amortised cost:			
Accounts payable and accrued expenses	-	433,671	433,671
Total liabilities	**30,000**	**777,321**	**807,321**
Total interest sensitivity gap	**25,457,792**		

NOTES TO THE FINANCIAL STATEMENTS (Continued)
For the financial year ended 31 December 2016

6. FINANCIAL INSTRUMENTS AND ASSOCIATED RISKS (Continued)

(a) Market Risk (continued)

(ii) Interest rate risk (continued)

31 December 2016	UBS (Irl) Alternative Solutions plc Total		
	Less than 3 months USD	**Non-interest bearing USD**	**Total USD**
Assets			
Held for trading			
Sovereign bonds	120,936,802	-	120,936,802
Money market funds	-	72,914,497	72,914,497
Investment funds	-	43,309,042	43,309,042
Contracts for difference	4,383,273	-	4,383,273
Foreign currency forward contracts	-	1,363,573	1,363,573
Total return swaps	-	640,696	640,696
Future contracts	-	346,098	346,098
Listed options	-	232,286	232,286
Listed warrants	-	13,176	13,176
Other OTC options	-	22,550	22,550
Cash and cash equivalents	52,970,002	-	52,970,002
Cash collateral due from broker	3,038,541	-	3,038,541
Receivables:			
Receivable on the sale of investments	-	97,187	97,187
Interest and other receivables	-	201,319	201,319
Total assets	**181,328,618**	**119,140,424**	**300,469,042**
Liabilities			
Held for trading:			
Contracts for difference	4,186,178	-	4,186,178
Total return swaps	-	335,784	335,784
Foreign currency forward contracts	-	21,264	21,264
Future contracts	-	5,313	5,313
Listed options	-	114,989	114,989
Other OTC options	-	7,866	7,866
Cash collateral due to broker	376,939	-	376,939
Financial liabilities at amortised cost:			
Accounts payable and accrued expenses	-	968,804	968,804
Total liabilities	**4,563,117**	**1,454,020**	**6,017,137**
Total interest sensitivity gap	**176,765,501**		

NOTES TO THE FINANCIAL STATEMENTS (Continued)
For the financial year ended 31 December 2016

6. FINANCIAL INSTRUMENTS AND ASSOCIATED RISKS (Continued)

(a) Market Risk (continued)

(ii) Interest rate risk

31 December 2015	O'Connor Opportunistic UCITS Fund Less than 3 months USD	Non-interest bearing USD	Total USD
Assets			
Held for trading			
Sovereign bonds	212,124,953	-	212,124,953
Contracts for difference	7,896,048	-	7,896,048
Foreign currency forward contracts	-	422,043	422,043
Future contracts	-	105,008	105,008
Options	-	402,204	402,204
Cash and cash equivalents	58,174,495	-	58,174,495
Cash collateral due from broker	155,450	-	155,450
Receivables:			
Receivable on the sale of investments	-	4,286,010	4,286,010
Interest and other receivables	-	477,868	477,868
Total assets	**278,350,946**	**5,693,133**	**284,044,079**
Liabilities			
Held for trading:			
Contracts for difference	6,179,703	-	6,179,703
Foreign currency forward contracts	-	1,102,323	1,102,323
Future contracts	-	634,874	634,874
Options	-	54,036	54,036
Cash collateral due to broker	1,366,178	-	1,366,178
Financial liabilities at amortised cost:			
Accounts payable and accrued expenses	-	8,702,418	8,702,418
Total liabilities	**7,545,881**	**10,493,651**	**18,039,532**
Total interest sensitivity gap	**270,805,065**		

(iii) Other price risk

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

As the Company's financial instruments are carried at fair value with fair value changes recognised in the statement of comprehensive income, all changes in market conditions will directly affect change in net assets attributable to holders of redeemable shares.

NOTES TO THE FINANCIAL STATEMENTS (Continued)
For the financial year ended 31 December 2016

6. FINANCIAL INSTRUMENTS AND ASSOCIATED RISKS (Continued)

(a) Market Risk (continued)

(iii) Other price risk (continued)

The Investment Managers manage price risk in accordance with the investment objectives and policies set out in the Funds' supplements to the Prospectus. This risk is managed by ensuring appropriate processes and procedures are in place.

(iv) VaR

Global exposure for the Funds is calculated using a VaR model. VaR is monitored in terms of absolute VaR defined as the VaR of the Funds as a percentage of NAV. The absolute VaR of the Funds should not be greater than 20%. VaR is measured over a holding period of 20 business days with a 99% confidence level and a historical observation period of two years. The simulated returns are calculated using an equally-weighted historical simulation.

The market risks of the Funds' positions are monitored by the Platform Manager and the Investment Managers on a daily basis. VaR analysis represents the interdependencies between risk variables, unlike a traditional sensitivity analysis. VaR represents a statistical estimate of the potential losses from adverse changes in market factors for a specified time period and confidence level.

Limitation of VaR calculation

Whilst in the opinion of the Platform Manager VaR is a good general risk measure, it is acknowledged that it does have certain limitations, including:

- The measure is a point-in-time calculation, reflecting positions as recorded at that date, which do not necessarily reflect the risk positions held at any other time.
- If a 99% confidence interval is applied, losses are not expected to exceed the calculated VaR on 99% of occasions, but on the other 1%, losses are expected to be greater and may substantially exceed the calculated VaR.
- VaR is a statistical estimation and therefore it is possible that there could be, in any period, a greater number of days in which losses could exceed the calculated VaR.
- The period over which positions are expected to be held may differ to the actual period of holding, thereby impacting the calculated VaR.
- Inputs are restricted to conditions or events occurring in the past 2 years. Therefore any condition or event outside this time period will not have been included in the calculation.

VaR enables a comparison of risks across asset classes and serves as an indicator to a portfolio manager of the investment risk in a portfolio. If used in this way, and considering the limitations of VaR methods and the particular model chosen, it can act as a signal to the Investment Managers of an increase in the general level of risk in a portfolio and as a trigger for corrective action by the Investment Managers.

VaR analysis

The below tables show minimum, maximum and average VaR level as % of NAV and VaR limit utilization percentage for the year ended 31 December 2016 and over the reporting period 10 December 2014 to 31 December 2015.

NOTES TO THE FINANCIAL STATEMENTS (Continued)
For the financial year ended 31 December 2016

6. FINANCIAL INSTRUMENTS AND ASSOCIATED RISKS (Continued)

(a) Market Risk (continued)

(iv) VaR (continued)

	O'Connor Opportunistic UCITS Fund	
	20 Day 99% VaR	**Limit Utilization (VaR as % of Limit)**
Minimum	1.8%	9.0%
Maximum	7.2%	36.2%
Average	5.0%	25.1%
As at 31st December 2016	5.6%	28.1%

The below tables show minimum, maximum and average VaR level as % of NAV and VaR limit utilization percentage over the reporting period 15 July 2016 to 31 December 2016.

	A&Q Diversified Alternative Portfolio UCITS	
	20 Day 99% VaR	**Limit Utilization (VaR as % of Limit)**
Minimum	0.6%	2.8%
Maximum	1.8%	9.1%
Average	0.8%	4.0%
As at 31st December 2016	0.6%	2.8%

	O'Connor Opportunistic UCITS Fund	
	20 Day 99% VaR	**Limit Utilization (VaR as % of Limit)**
Minimum	1.5%	7.3%
Maximum	4.6%	23.2%
Average	2.8%	14.0%
As at 31st December 2015	2.9%	14.3%

Leverage

The leverage of the O'Connor Opportunistic UCITS Fund's financial derivative instruments based on the sum of all absolute values of the derivative notional amounts held at 31 December 2016 was 365 (2015: 296) as a percentage of NAV.

The leverage of the A&Q Diversified Alternative Portfolio UCITS's financial derivative instruments based on the sum of all absolute values of the derivative notional amounts held at 31 December 2016 was 508 as a percentage of NAV.

(b) Liquidity Risk

Liquidity risk is the risk that an entity will encounter difficulty in meeting obligations associated with financial liabilities. The Company's principal liability is its obligation to redeem shares at fair value on any dealing day at the request of a shareholder. The dealing frequency of the Funds is set out in the Supplement to the Prospectus for the Funds. The Investment Managers of the Funds manage the liquidity risk of redemption principally through portfolio management techniques. The Funds invest primarily in highly liquid financial instruments, which under normal market conditions are readily convertible into cash.

NOTES TO THE FINANCIAL STATEMENTS (Continued)
For the financial year ended 31 December 2016

6. FINANCIAL INSTRUMENTS AND ASSOCIATED RISKS (Continued)

(b) Liquidity Risk (continued)

O'Connor Opportunistic UCITS Fund

31 December 2016	Less than 1 month USD	1-6 months USD
Liabilities		
Contracts for difference	4,186,178	-
Future contracts	1,040	4,273
Listed options	54,535	60,454
Other payables	274,853	260,280
Net assets attributable to holders of redeemable participating shares	152,194,110	-
Derivative financial liabilities, settled gross		
Outflow	85,890,059	5,483,466
Inflow	(86,343,798)	(5,778,736)
	156,256,977	**29,737**

A&Q Diversified Alternative Portfolio UCITS

31 December 2016	Less than 1 month USD	1-6 months USD
Liabilities		
Total return swaps	-	335,784
Other OTC options	-	7,866
Other payables	433,671	-
Net assets attributable to holders of redeemable participating shares	142,257,795	-
Derivative financial liabilities, settled gross		
Outflow	85,872,354	-
Inflow	(86,465,654)	-
	142,098,166	**343,650**

UBS (Irl) Alternative Solutions plc Total

31 December 2016	Less than 1 month USD	1-6 months USD
Liabilities		
Contracts for difference	4,186,178	-
Total return swaps		335,784
Future contracts	1,040	4,273
Listed options	54,535	60,454
Other OTC options	-	7,866
Other payables	708,524	260,280
Net assets attributable to holders of redeemable participating shares	294,451,905	-
Derivative financial liabilities, settled gross		
Outflow	171,762,412	5,483,466
Inflow	(172,809,451)	(5,778,736)
	298,355,143	**373,387**

NOTES TO THE FINANCIAL STATEMENTS (Continued)
For the financial year ended 31 December 2016

6. FINANCIAL INSTRUMENTS AND ASSOCIATED RISKS (Continued)

(b) Liquidity Risk (continued)

O'Connor Opportunistic UCITS Fund

31 December 2015	Less than 1 month USD	1-6 months USD
Liabilities		
Contracts for difference	6,179,703	-
Future contacts	2,075	632,799
Options	50,391	3,645
Other payables	8,614,261	88,157
Net assets attributable to holders of redeemable participating shares	266,004,547	-
Derivative financial liabilities, settled gross		
Outflow	133,961,579	4,656,833
Inflow	(132,891,685)	(4,624,404)
	281,920,871	**757,030**

(c) Credit Risk

Credit risk is the risk that the counterparty to a financial instrument will fail to discharge an obligation or commitment that it has entered into with the Company. The Company engages Citibank N.A. ("Citibank"), Credit Suisse Securities (Europe) Limited ("Credit Suisse Europe"), Credit Suisse International, J.P. Morgan Securities plc ("JP Morgan") and Morgan Stanley & Co. plc ("Morgan Stanley") for the Funds' traded derivatives. The Company utilises BNY Mellon for cash diversification purposes. The Company utilises J.P. Morgan Collateral Management ("JPM ACCE") to provide day-to-day collateral management services. A CSA Margin Management model with tri-party pledge accounts is utilised which allows initial margin requirements to be fulfilled by the Funds posting securities or cash into an account with JPM ACCE as collateral depositary.

The Depositary holds securities, cash, and/or collateral for the Funds. Bankruptcy, insolvency or other credit default events of the Depositary may cause the Company's rights with respect to securities and other assets (including collateral) held by the Depositary to be delayed or limited. In the event of the insolvency or bankruptcy of the Depositary, the Company will be treated as a general creditor with respect to cash. The maximum exposure to this risk at 31 December 2016 is the carrying value of the relevant assets.

The Company monitors its risk by periodically reviewing the credit quality of the Depositary and its parent company J.P. Morgan Chase Bank N.A and the counterparties. In respect of the cash held with any institution, including the Depositary, the Company will be exposed to the credit risk of that institution.

Credit risk associated with trading and investing activities is managed through the Company's credit risk management process discussed above.

At 31 December 2016, the long term credit rating of BNY Mellon from Moody's Investor Service was Aa1 (S & P was AA-; Fitch was AA+); J.P. Morgan Chase Bank N.A. from Moody's Investor Service was Aa3 (S & P was A-; Fitch was AA-); Citibank N.A. from Moody's Investor Service was A1, (S & P was A+; Fitch was A); Credit Suisse Securities (Europe) Limited from Moody's Investor Service was A1 (S & P was A, Fitch was A); Credit Suisse International from Moody's Investor Service was A1, (S & P was A; Fitch was A-); Morgan Stanley & Co. plc from Moody's Investor Service was A1, (S & P was A;).

NOTES TO THE FINANCIAL STATEMENTS (Continued)
For the financial year ended 31 December 2016

6. FINANCIAL INSTRUMENTS AND ASSOCIATED RISKS (Continued)

(c) Credit Risk (continued)

At 31 December 2015, the long term credit rating of BNY Mellon from Moody's Investor Service was A1 (S & P was A; Fitch was AA-); J.P. Morgan Chase Bank N.A. from Moody's Investor Service was A3 (S & P was A-; Fitch was A+); Citibank N.A. from Moody's Investor Service was Baa1, (S & P was A-2; Fitch was A); Credit Suisse Securities (Europe) Limited from S & P was A-1; Credit Suisse International from Moody's Investor Service was A2, (S & P was A; Fitch was A); Morgan Stanley & Co. plc from Moody's Investor Service was A3, (S & P was A-2; Fitch was A).

Other than outlined above, there was no significant concentration of credit risk with the counterparties at 31 December 2016 (2015: None).

(d) Financial assets and financial liabilities subject to offsetting, enforceable master netting arrangements and similar agreements:

Financial assets subject to offsetting enforceable master netting arrangements and similar agreements:

O'Connor Opportunistic UCITS Fund

31 December 2016	**A** Gross amounts of recognised financial assets	**B** Gross amounts of recognised financial liabilities set-off in the statement of financial position	**C = A - B** Net amounts of financial assets presented in the statement of financial position	**D** Related amounts not set-off in the statement of financial position D(i) Financial Instruments	 D(ii) Cash collateral	**E = C - D** Net amount
Description						
2016:						
Derivative Assets						
Citibank N.A.	1,951,489	-	1,951,489	1,664,497	-	286,992
Credit Suisse International	578,383	-	578,383	120,301	-	458,082
Credit Suisse Securities (Europe) Limited	2,257,013	-	2,257,013	2,257,013	-	-
JP Morgan Chase Bank N.A.	958,221	-	958,221	270,237	-	687,984

O'Connor Opportunistic UCITS Fund

31 December 2016	**A** Gross amounts of recognised financial liabilities	**B** Gross amounts of recognised financial liabilities set-off in the statement of financial position	**C = A - B** Net amounts of financial assets presented in the statement of financial position	**D** Related amounts not set-off in the statement of financial position D(i) Financial Instruments	 D(ii) Cash collateral	**E = C - D** Net amount
Description						
2016: Derivative liabilities						
Citibank N.A.	1,664,497	-	1,664,497	1,664,497	-	-
Credit Suisse International	120,301	-	120,301	120,301	-	-
Credit Suisse Securities (Europe) Limited	2,272,709	-	2,272,709	2,257,013	-	15,696
JP Morgan Chase Bank N.A.	270,237	-	270,237	270,237	-	-

NOTES TO THE FINANCIAL STATEMENTS (Continued)
For the financial year ended 31 December 2016

6. FINANCIAL INSTRUMENTS AND ASSOCIATED RISKS (Continued)

(d) Financial assets and financial liabilities subject to offsetting, enforceable master netting arrangements and similar agreements (continued):

A&Q Diversified Alternative Portfolio UCITS

31 December 2016	A Gross amounts of recognised financial assets	B Gross amounts of recognised financial liabilities set-off in the statement of financial position	C = A - B Net amounts of financial assets presented in the statement of financial position	D Related amounts not set-off in the statement of financial position		E = C - D Net amount
				D(i) Financial Instruments	D(ii) Cash collateral	
Description						
2016:						
Derivative Assets						
Bank of America Merrill Lynch	154,887	-	154,887	51,168	-	103,719
Barclays Capital London	426,397	-	426,397	117,175	-	309,222
Deutsche Bank	81,962	-	81,962	81,962	-	-
JP Morgan Chase Bank N.A.	593,300	-	593,300	-	30,000	563,300

A&Q Diversified Alternative Portfolio UCITS

31 December 2016	A Gross amounts of recognised financial liabilities	B Gross amounts of recognised financial liabilities set-off in the statement of financial position	C = A - B Net amounts of financial assets presented in the statement of financial position	D Related amounts not set-off in the statement of financial position		E = C - D Net amount
				D(i) Financial Instruments	D(ii) Cash collateral	
Description						
2016: Derivative liabilities						
Bank of America Merrill Lynch	51,168	-	51,168	51,168	-	-
Barclays Capital London	117,175	-	117,175	117,175	-	-
Deutsche Bank	175,307	-	175,307	81,962	93,345	-
JP Morgan Chase Bank N.A.	-	-	-	-	-	-

NOTES TO THE FINANCIAL STATEMENTS (Continued)
For the financial year ended 31 December 2016

6. FINANCIAL INSTRUMENTS AND ASSOCIATED RISKS (Continued)

(d) Financial assets and financial liabilities subject to offsetting, enforceable master netting arrangements and similar agreements (continued):

O'Connor Opportunistic UCITS Fund

31 December 2015	A Gross amounts of recognised financial assets	B Gross amounts of recognised financial liabilities set-off in the statement of financial position	C = A - B Net amounts of financial assets presented in the statement of financial position	D Related amounts not set-off in the statement of financial position D(i) Financial Instruments	 D(ii) Cash collateral	E = C - D Net amount
Description						
2015:						
Derivative Assets						
JP Morgan Chase Bank N.A.	1,763,251	-	1,763,251	1,535,303	649,610	(421,662)
Credit Suisse International	487,056	-	487,056	487,056	-	-
Credit Suisse Securities (Europe) Limited	4,336,540	-	4,336,540	3,000,570	716,568	619,402
Citibank N.A.	2,218,301	-	2,218,301	2,218,301	-	-
Morgan Stanley & Co. plc	20,156	-	20,156	-	-	20,156

O'Connor Opportunistic UCITS Fund

31 December 2015	A Gross amounts of recognised financial liabilities	B Gross amounts of recognised financial liabilities set-off in the statement of financial position	C = A - B Net amounts of financial assets presented in the statement of financial position	D Related amounts not set-off in the statement of financial position D(i) Financial Instruments	 D(ii) Cash collateral	E = C - D Net amount
Description						
2015: Derivative liabilities						
JP Morgan Chase Bank N.A.	1,535,303	-	1,535,303	1,535,303	-	-
Credit Suisse International	688,910	-	688,910	487,056	-	201,854
Credit Suisse Securities (Europe) Limited	3,000,570	-	3,000,570	3,000,570	-	-
Citibank	2,746,153	-	2,746,153	2,218,301	155,450	372,402

The collateral received to reduce counterparty exposure is received through cash.

7. FAIR VALUE ESTIMATION

The fair value of financial assets and liabilities traded in active markets (such as publicly traded derivatives and securities) are based on quoted market prices at the close of trading on the reporting date.

The fair value of financial assets and liabilities that are not traded in an active market is determined by using valuation techniques. The Company uses a variety of methods and makes assumptions that are based on market conditions existing at each reporting date. Valuation techniques used for non-standardised financial instruments such as over the counter ("OTC") options and foreign currency forward contracts, include the use of comparable recent arm's length transactions, reference to other instruments that are substantially the same, discounted cash flow analysis, option pricing models and other valuation techniques commonly used by market participants making the maximum use of market inputs and relying as little as possible on entity-specific inputs.

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

- Level 1 – Inputs that are quoted market prices (unadjusted) for identical instruments.
- Level 2 - Inputs other than quoted prices included within Level 1 that are observable either directly (i.e. as prices) or indirectly (i.e. derived from prices). This category includes instruments valued using: quoted market prices in active markets for similar instruments; quoted prices for identical or similar instruments in markets that are considered less than active; or other valuation techniques in which all significant inputs are directly or indirectly observable from market data.
- Level 3 – Inputs that are unobservable and significant to the fair value measurement. This category includes all instruments for which the valuation technique includes inputs not based on observable data and the unobservable inputs have a significant effect on the instrument's valuation. This category includes instruments that are valued based on quoted prices for similar instruments but for which significant unobservable adjustments or assumptions are required to reflect differences between the instruments.

A financial instrument's categorization within the valuation hierarchy is based on the lowest level input that is significant to the fair value measurement. For this purpose, the significance of an input is assessed against the fair value measurement in its entirety. Assessing the significance of a particular input to the fair value measurement in its entirety requires judgement and considers factors specific to the asset or liability.

The determination of what constitutes 'observable' requires significant judgement by the Company. The Company considers observable data to be market data that is readily available, regularly distributed or updated, reliable and verifiable, not proprietary, and provided by independent sources that are actively involved in the relevant market.

Financial instruments, whose values are based on quoted market prices in active markets, and therefore classified within Level 1, include sovereign bonds and exchange traded derivatives. The Company does not adjust the quoted price for these instruments.

NOTES TO THE FINANCIAL STATEMENTS (Continued)
For the financial year ended 31 December 2016

7. FAIR VALUE ESTIMATION (Continued)

The following tables represent within the fair value hierarchy the Company's financial assets and financial liabilities as at 31 December 2016 and 31 December 2015.

O'Connor Opportunistic UCITS Fund

31 December 2016	Level 1 USD	Level 2 USD	Level 3 USD	Total USD
Assets				
Financial Assets at fair value through profit or loss				
- Sovereign bond investments	120,936,802	-	-	**120,936,802**
Financial Derivative instruments				
- Foreign currency forward contracts	-	770,273	-	**770,273**
- Future contracts	346,098	-	-	**346,098**
- Contracts for difference	-	4,383,273	-	**4,383,273**
- Listed options	232,286	-	-	**232,286**
- Listed warrants	13,176	-	-	**13,176**
Total Financial assets at fair value through profit and loss	**121,528,362**	**5,153,546**	**-**	**126,681,908**
Liabilities				
Financial Liabilities at fair value through profit or loss				
Financial Derivative Instruments				
- Foreign currency forward contracts	-	21,264	-	**21,264**
- Future contracts	5,313	-	-	**5,313**
- Contracts for difference	-	4,186,178	-	**4,186,178**
- Listed options	114,989	-	-	**114,989**
Total Financial liabilities at fair value through profit and loss	**120,302**	**4,207,442**	**-**	**4,327,744**

There were no transfers between Levels 1, 2 and 3 during the financial year.

NOTES TO THE FINANCIAL STATEMENTS (Continued)
For the financial year ended 31 December 2016

7. FAIR VALUE ESTIMATION (Continued)

A&Q Diversified Alternative Portfolio UCITS

31 December 2016	Level 1 USD	Level 2 USD	Level 3 USD	Total USD
Assets				
Financial Assets at fair value through profit or loss				
- Money market funds	-	72,914,497	-	**72,914,497**
- Investment funds	-	43,309,042	-	**43,309,042**
Financial Derivative instruments				
- Total return swaps	-	640,696	-	**640,696**
- Foreign currency forward contracts	-	593,300	-	**593,300**
- Other OTC options	-	22,550	-	**22,550**
Total Financial assets at fair value through profit and loss	**-**	**117,480,085**	**-**	**117,480,085**
Liabilities				
Financial Liabilities at fair value through profit or loss				
Financial Derivative Instruments				
- Total return swaps	-	335,784	-	**335,784**
- Foreign currency forward contracts	-	-	-	**-**
- Other OTC options	-	7,866	-	**7,866**
Total Financial liabilities at fair value through profit and loss	**-**	**343,650**	**-**	**343,650**

UBS (Irl) Alternative Solutions plc Total

31 December 2016	Level 1 USD	Level 2 USD	Level 3 USD	Total USD
Assets				
Financial Assets at fair value through profit or loss				
- Sovereign bond investments	120,936,802	-	-	**120,936,802**
- Money market funds	-	72,914,497	-	**72,914,497**
- Investment funds	-	43,309,042	-	**43,309,042**
Financial Derivative instruments				
- Foreign currency forward contracts	-	1,363,573	-	**1,363,573**
- Future contracts	346,098	-	-	**346,098**
- Contracts for difference	-	4,383,273	-	**4,383,273**
- Total return swaps		640,696		**640,696**
- Listed options	232,286	-	-	**232,286**
- Listed warrants	13,176	-	-	**13,176**
- Other OTC options	-	22,550	-	**22,550**
Total Financial assets at fair value through profit and loss	**121,528,362**	**122,633,631**	**-**	**244,161,993**

NOTES TO THE FINANCIAL STATEMENTS (Continued)
For the financial year ended 31 December 2016

7. FAIR VALUE ESTIMATION (Continued)

UBS (Irl) Alternative Solutions plc Total

31 December 2016 (Continued)	Level 1 USD	Level 2 USD	Level 3 USD	Total USD
Liabilities				
Financial Liabilities at fair value through profit or loss				
Financial Derivative Instruments				
- Foreign currency forward contracts	-	21,264	-	**21,264**
- Future contracts	5,313	-	-	**5,313**
- Contracts for difference	-	4,186,178	-	**4,186,178**
- Total return swaps	-	335,784	-	**335,784**
- Listed options	114,989	-	-	**114,989**
- Other OTC options	-	7,866	-	**7,866**
Total Financial liabilities at fair value through profit and loss	**120,302**	**4,551,092**	-	**4,671,394**

O'Connor Opportunistic UCITS Fund

31 December 2015	Level 1 USD	Level 2 USD	Level 3 USD	Total USD
Assets				
Financial Assets at fair value through profit or loss				
- Sovereign bond investments	212,124,953	-	-	**212,124,953**
Financial Derivative instruments				
- Foreign currency forward contracts	-	422,043	-	**422,043**
- Future contracts	105,008	-	-	**105,008**
- Contracts for difference	-	7,896,048	-	**7,896,048**
- Listed Option	382,048	-	-	**382,048**
- Other OTC Options	-	20,156	-	**20,156**
Total Financial assets at fair value through profit and loss	**212,612,009**	**8,338,247**	-	**220,950,256**
Liabilities				
Financial Liabilities at fair value through profit or loss				
Financial Derivative Instruments				
- Foreign currency forward contracts	-	1,102,323	-	**1,102,323**
- Future contracts	634,874	-	-	**634,874**
- Listed Options	54,036	-	-	**54,036**
- Contracts for difference	-	6,179,703	-	**6,179,703**
Total Financial liabilities at fair value through profit and loss	**688,910**	**7,282,026**	-	**7,970,936**

There were no transfers between Levels 1, 2 and 3 during the period.

NOTES TO THE FINANCIAL STATEMENTS (Continued)
For the financial year ended 31 December 2016

8. SHARE CAPITAL

The initial authorised share capital of the Company is 500,000,000,000 redeemable shares of no par value and two redeemable non-participating shares of no par value issued at €1 each. Non-participating shares do not entitle the holders thereof to any dividend and on winding up entitle the holders thereof to receive the amount paid up thereon but do not otherwise entitle them to participate in the assets of the Company. The Directors have the power to allot shares in the capital of the Company on such terms and in such a manner as they may think fit. In the interests of equality, single swing pricing may be applied in the event of net subscriptions or redemptions exceeding a particular percentage, as determined by the Directors, of the Fund's NAV.

The Funds' objectives for managing capital are:
- o To invest the capital in investments meeting the description, risk exposure and expected return indicated in its Prospectus;
- o To achieve consistent returns while safeguarding capital by investing in a diversified portfolio, by participating in derivative and other capital markets and by using various investment strategies and hedging techniques;
- o To maintain sufficient liquidity to meet the expenses of the Funds, and to meet redemption requests as they arise;
- o To maintain sufficient size to make the operation of the Funds cost-efficient;

Participating shares for the Funds and share class may be redeemed on the dates set out in the relevant Supplemental Prospectus at the relevant NAV per share. The cut-off time for redemption requests is set out in the relevant Supplemental Prospectus.

Participating shares in issue during the period are as follows:

At 31 December 2016 – O'Connor Opportunistic UCITS Fund

	CHF Hedged P-PF	CHF Hedged Q-PF	EUR Hedged IA-1-PF	EUR Hedged IA-2-PF*	EUR Hedged K-1-PF	EUR Hedged P-PF	EUR Hedged Q-PF
Shares in issue at beginning of period	287,138	59,582	67,194	152,567	1.4	543,171	32,612
Number of shares issued	2,277	147,354	2,954	-	-	14,480	258,355
Number of shares redeemed	(260,713)	(26,205)	(24,628)	(152,567)	(0.8)	(349,693)	(36,660)
Shares in issue at end of period	**28,702**	**180,731**	**45,520**	**-**	**0.600**	**207,958**	**254,307**
NAV per Share	**91.97**	**93.98**	**92.39**	**-**	**2,814,578.16**	**93.35**	**94.50**

	GBP Hedged Q-PF	JPY Hedged P-PF	SGD Hedged P-PF	USD IA-1-PF	USD P-PF	USD Q-PF
Shares in issue at beginning of period	28,808	273,767	25,267	12,390	1,070,927	63,628
Number of shares issued	5,742	13,343	-	5,800	21,186	136,335
Number of shares redeemed	(15,821)	(128,659)	(15,241)	(12,300)	(532,990)	(70,210)
Shares in issue at end of period	**18,729**	**158,451**	**10,026**	**5,890**	**559,123**	**129,753**
NAV per Share	**93.22**	**8,986.56**	**95.47**	**93.53**	**95.15**	**94.81**

*Share class EUR Hedged IA-2-PF fully redeemed during the financial year.

NOTES TO THE FINANCIAL STATEMENTS (Continued)
For the financial year ended 31 December 2016

8. SHARE CAPITAL (Continued)

At 31 December 2016 – A&Q Diversified Alternative Portfolio UCITS

	K-1 CHF	P CHF	K-1 EUR	P EUR	U-X EUR
Shares in issue at beginning of period	-	-	-	-	-
Number of shares issued	3	44,615	0.30	41,502	6,308
Number of shares redeemed	-	(4,000)	-	(3,000)	-
Shares in issue at end of period	**3**	**40,615**	**0.30**	**38,502**	**6,308**
NAV per Share	**4,821,924.080**	**96.310**	**2,899,280.470**	**96.510**	**9,726.740**

	K-1 USD	P USD	Founder USD
Shares in issue at beginning of period	-	-	-
Number of shares issued	1	25,903	519,446
Number of shares redeemed	-	(500)	-
Shares in issue at end of period	**1**	**25,403**	**519,446**
NAV per Share	**4,873,348.080**	**97.340**	**98.010**

At 31 December 2015 – O'Connor Opportunistic UCITS Fund

	CHF Hedged P-PF	CHF Hedged Q-PF	EUR Hedged IA-1-PF	EUR Hedged IA-2-PF	EUR Hedged K-1-PF	EUR Hedged P-PF	EUR Hedged Q-PF
Shares in issue at beginning of period	-	-	-	-	-	-	-
Number of shares issued	371,992	59,582	74,799	178,214	1.4	634,275	32,612
Number of shares redeemed	(84,854)	-	(7,605)	(25,647)	-	(91,104)	-
Shares in issue at end of period	**287,138**	**59,582**	**67,194**	**152,567**	**1.4**	**543,171**	**32,612**
NAV per Share	**98.331**	**99.877**	**97.721**	**96.901**	**2,988,870.834**	**99.320**	**99.959**

	GBP Hedged Q-PF	JPY Hedged P-PF	SGD Hedged P-PF	USD IA-1-PF	USD P-PF	USD Q-PF
Shares in issue at beginning of period	-	-	-	-	-	-
Number of shares issued	29,061	288,991	28,417	12,390	1,278,727	63,628
Number of shares redeemed	(253)	(15,224)	(3,150)	-	(207,800)	-
Shares in issue at end of period	**28,808**	**273,767**	**25,267**	**12,390**	**1,070,927**	**63,628**
NAV per Share	**97.830**	**9,533.735**	**99.816**	**97.504**	**99.800**	**98.834**

NOTES TO THE FINANCIAL STATEMENTS (Continued)
For the financial year ended 31 December 2016

8. SHARE CAPITAL (Continued)

Swing pricing

Swing pricing protects long-term-oriented fund investors against performance dilution by allocating the fund transaction costs resulting from the purchase and sale of fund units to the subscribing and redeeming investors. In this way, the fund's performance is not diluted by costs incurred due to investors buying or selling their fund shares.

The process is carried out through an upward or downward adjustment of the fund's NAV by the swing factor, depending on whether the net capital flow is positive or negative on a given trading day. The net capital flow must exceed a threshold for swing pricing to apply. When the fund books more purchases than sales of fund shares on a trading day – i.e. a net capital inflow – the valuation or unswung NAV is adjusted upward (according to the swing factor for subscriptions). When the fund books more sales than purchases of fund shares on a trading day – i.e. a net capital outflow – the valuation NAV is adjusted downward (according to the swing factor for redemptions). If no fund shares are traded, there is no swing.

The swing factor represents the fund transaction costs incurred as a result of the purchase and sale of its assets, and includes estimated bid/ask spreads, broker commissions, taxes and other fees as well as leverage employed. The swing factor is reviewed on a regular basis and adjusted where necessary.

During the financial year ended 31 December 2016 and period ended 31 December 2015 the swing pricing amounts included in the Statement of Comprehensive Income for the O'Connor Opportunistic UCITS Fund and the A&Q Diversified Alternative Portfolio UCITS respectively were 215,932 USD (2015: 710,773 USD) and 33,844 USD.

9. MANAGEMENT FEES

The Platform Manager will be paid 0.35% per annum of the O'Connor Opportunistic UCITS Fund NAV of the class (the "Platform Fee") and will pay certain expenses out of this fee. The Platform Manager will be paid 0.30% per annum of the A&Q Diversified Alternative Portfolio UCITS NAV of the class (the "Platform Fee") and will pay certain expenses out of this fee. The fees of the Administrator, Depositary and Distributor, in addition to all other fees and ongoing operational expenses of the Funds and any fees payable to the Directors, representatives, paying agents and other agents of the Funds, sub-custodians, and certain other expenses, such as the fees and expenses of the Funds' auditors and legal advisers, and any fees or expenses involved in registering and maintaining the registration of the Funds with any governmental agency or stock exchange in Ireland and in any other country, reporting and publishing expenses, including the costs of printing, preparing, advertising and distributing prospectuses, Key Investor Information Documents, explanatory memoranda, periodical reports or registration statements and the costs of reports to Shareholders of the Fund will be borne by the Platform Manager out of its fee.

NOTES TO THE FINANCIAL STATEMENTS (Continued)
For the financial year ended 31 December 2016

9. MANAGEMENT FEES (Continued)

The Platform Manager will be paid 0.35% per annum of the O'Connor Opportunistic UCITS Fund NAV of the

The Investment Manager of O'Connor Opportunistic UCITS Fund will be paid a fee (the "Management Fee"). The Management fee per class is as follows; Class P 2.00%, Class K-1 1.80%, Class Q 1.40%, Class I-A1 1.40%, Class I-A2 1.35% and Class I-A3 1.30%. Class I-A3 has not yet launched.

The Investment Manager of A&Q Diversified Alternative Portfolio UCITS will be paid a fee (the "Management Fee"). The Management fee per class is as follows; Class P 1.70%, Class K-1 1.40%, Class Q 1.10%, Class I-A1 1.10%, Class I-A2 1.00%, Class I-A3 0.90%, Class I-X 0.00%, Class U-X 0.00%, Founder Class 0.20% and Accelerator Class 0.65%. Class Q 1.10%, Class I-A1 1.10%, Class I-A2 1.00%, Class I-A3 0.90% and Class I-X 0.00% have not yet launched.

The Platform Fee and the Management Fee shall accrue as of each valuation day and shall be payable monthly in arrears.

The Platform Manager earned Platform Fees of 942,513 USD (2015: 675,505 USD) for the financial year ended 31 December 2016 of which 236,043 USD (2015: 79,440 USD) was unpaid as at the financial year end date

The Investment Managers earned Management Fees of 4,117,564 USD (2015: 3,729,147 USD) for the financial year ended 31 December 2016, of which 472,449 USD (2015: 438,257) was unpaid as at the financial year end date.

10. PERFORMANCE FEES

The Investment Managers may be entitled to receive a performance fee payable out of the Funds' assets in respect of all classes.

The performance fee will be calculated and accrued as at each valuation day. The performance fee will be calculated in respect of each financial year (a "Calculation Period"). However, the first Calculation Period in respect of any class will be the period commencing on the business day immediately following the close of the initial offer period for that class and ending on the last business day in that same financial year. The first value used in determining the first performance fee shall be the initial offer price.

For each Calculation Period, the performance fee payable will be equal to 20% of the net outperformance of the NAV per share (prior to the deduction of the performance fee) over the high water mark, multiplied by the number of shares in issue as at the start of the calculation period, as adjusted for subscriptions and redemptions during the Calculation Period. The net outperformance is defined as the value of the NAV per share in excess of the high water mark.

NOTES TO THE FINANCIAL STATEMENTS (Continued)
For the financial year ended 31 December 2016

10. PERFORMANCE FEES (Continued)

The high water mark shall be the previous highest NAV per share (prior to the deduction of the performance fee) of the relevant class at the end of any previous Calculation Period for the relevant class on which the performance fee was paid. For the purposes of the first calculation of the performance fee, the starting point for the relevant NAV per share is the initial offer price. No performance fee will be paid until the NAV per share exceeds the high water mark or the initial offer price, as appropriate, and such fee is only payable on the net outperformance of the NAV per share over the high water mark as described above.

The performance fee will normally be payable to the Investment Manager in arrears within 20 business days of the end of each Calculation Period. However, in the case of shares redeemed during a Calculation Period, the accrued performance fee in respect of those shares will be payable within 20 business days of the date of redemption.

The Depositary shall verify the calculation of the performance fee.

The Directors may, with the consent of the Investment Managers, reduce the performance fee payable by any class of shares.

Performance fees are payable on realised and unrealised capital gains taking into account realised and unrealised losses at the end of the Calculation Period, net of the Management Fee and expenses. Consequently, performance fees may be paid on unrealised gains which may subsequently never be realised.

The Investment Managers earned performance fees of Nil (2015: 4,148 USD) for the financial year ended 31 December 2016.

11. ADMINISTRATION FEES

The administrator fees are borne by the Platform Manager. The Administrator earns a fee of 0.075% per annum of the net asset value of the Funds and is payable quarterly in arrears.

12. DEPOSITARY FEES

The depositary fees are borne by the Platform Manager. The Depositary earns a fee, which is based on the net asset value of the Funds and is subject to a minimum amount 120,000 EUR per annum, paid monthly in arrears

13. DISTRIBUTOR AND PROMOTER FEES

The Platform Manager has appointed UBS AG to act as Global Distributor of the Company pursuant to the Distribution Agreement.

No fees were paid to UBS AG by the Company in their capacity as Global Distributor in the financial year ended 31 December 2016 (2015: None). Any fees of the Global Distributor would be borne by the Investment Manager.

The Platform Manager has appointed UBS Asset Management (UK) Limited to act as Promoter and UK Facilities Agent of the Company.

No fees were paid to UBS Asset Management (UK) Limited by the Company in their capacity as Promoter in the financial year ended 31 December 2016 (2015: None).

NOTES TO THE FINANCIAL STATEMENTS (Continued)
For the financial year ended 31 December 2016

14. DIRECTORS' FEES

For the financial year ended 31 December 2016, Directors' fees amounting to 45,000 EUR (2015: 24,252 EUR) were paid by the Platform Manager and not recharged to the Company and relate solely to qualifying services.

15. AUDIT FEES

The amount of remuneration paid by the Platform Manager to the auditors for the audit fee services was 32,050 EUR (2015: 20,500 EUR). No expenses for non-audit services were incurred during the year (2015: None).

16. EFFICIENT PORTFOLIO MANAGEMENT

The Company may, subject to the requirements of the Central Bank, engage in techniques and instruments relating to transferable securities and money market instruments for efficient portfolio management purposes. Efficient portfolio management transactions relating to the assets of the Company may be entered into by the Investment Managers with one of the following aims: i) the reduction or stabilisation of risk; ii) the reduction of cost with no increase or a minimal increase in risk; iii) the generation of additional capital or income for the Company with a level of risk consistent with the risk profile of the Company and the diversification requirements in accordance with the Central Bank (Supervision and Enforcement) Act 2013 (Section 48(1)) (Undertakings for Collective Investment in Transferable Securities) Regulations 2015. The Company uses the RMP to measure, monitor and manage risks attached to the financial derivative positions, detailed in Note 6.

The value and type of collateral held and posted by the Funds in respect of efficient portfolio management techniques as at 31 December 2016 are detailed as follows:

O'Connor Opportunistic UCITS Fund

Broker	Collateral Type	Value of Collateral Held	Value of Collateral Posted	Value of Derivatives / Securities Pledged
		USD	USD	USD
Citibank N.A.	Cash	-	857	
Credit Suisse Securities (Europe) Limited	Cash	346,939	-	-
JP Morgan Chase Bank N.A.	Cash	-	597,684	-
Credit Suisse Securities (Europe) Limited Pledge	Treasury Bills	-	-	30,995,125
JP Morgan Chase Bank N.A. Pledge	Treasury Bills	-	-	14,144,224
		346,939	598,541	45,139,349

Collateral Held - in the case of a positive mark to market
Collateral Posted - in the case of a negative mark to market
Collateral Pledged- liquid assets made available for collateral requirements

A&Q Diversified Alternative Portfolio UCITS

Broker	Collateral Type	Value of Collateral Held	Value of Collateral Posted	Value of Derivatives / Securities Pledged
		USD	USD	USD
Barclays Capital London	Cash	-	910,000	-
Deutsche Bank	Cash	-	1,530,000	-
JP Morgan Chase Bank N.A.	Cash	30,000	-	-
		30,000	2,440,000	-

Collateral Held - in the case of a positive mark to market
Collateral Posted - in the case of a negative mark to market
Collateral Pledged- liquid assets made available for collateral requirements

NOTES TO THE FINANCIAL STATEMENTS (Continued)
For the financial year ended 31 December 2016

16. EFFICIENT PORTFOLIO MANAGEMENT (Continued)

The value and type of collateral held by the Fund in respect of efficient portfolio management techniques as at 31 December 2015 are detailed as follows:

O'Connor Opportunistic UCITS Fund

Broker	Collateral Type	Value of Collateral Held	Value of Collateral Posted	Value of Derivatives / Securities Pledged
		USD	USD	USD
Citibank N.A.	Cash	-	155,450	
Credit Suisse Securities (Europe) Limited	Cash	716,568	-	
JP Morgan Chase Bank N.A.	Cash	649,610	-	
Credit Suisse Securities (Europe) Limited Pledge	Treasury Bills			37,035,828
JP Morgan Chase Bank N.A. Pledge	Treasury Bills			34,394,248
		1,366,178	**155,450**	**71,430,076**

Collateral Held - in the case of a positive mark to market
Collateral Posted - in the case of a negative mark to market
Collateral Pledged- liquid assets made available for collateral requirements

17. DERIVATIVES

Typically, derivative contracts serve as components of the Funds' investment strategies and are utilised primarily to structure and hedge investments, to enhance performance and reduce risk to the Funds (the Funds do not designate any derivative as a hedging instrument for hedge accounting purposes).

The Funds use derivative financial instruments to economically hedge its risks associated primarily with foreign currency fluctuations. Derivative financial instruments may also be used for trading purposes where the Investment Managers believe this would be more effective than investing directly in the underlying financial instruments.

Derivatives often reflect, at their inception, only a mutual exchange of promises with little or no transfer of tangible consideration. However, these instruments frequently involve a high degree of leverage and may be volatile. A relatively small movement in the underlying of a derivative contract may have a significant impact on the profit or loss of the Funds. OTC derivatives may expose the Funds to the risks associated with the absence of an exchange market on which to close out an open position. The Investment Managers are instructed to closely monitor the Funds' exposure under derivative contracts as part of the overall management of the Funds' market risk.

At the reporting date, the Funds have positions in the following types of derivatives:

Foreign currency forward contracts and future contracts

Foreign currency forward contracts and future contracts are contractual agreements to buy or sell a specified financial instrument at a specific price and date in the future. Foreign currency forward contracts are customised contracts transacted in the OTC market. Future contracts are transacted in standardised amounts on regulated exchanges and are subject to daily cash margin requirements. The main differences in the risk associated with foreign currency forward contracts and future contracts are credit risk and liquidity risk. The Funds have credit exposure to the counterparties of foreign currency forward contracts. The credit risk related to future contracts is considered minimal because the exchange ensures that these contracts are always honored. Foreign currency forward contracts are settled gross and, therefore, considered to bear a higher liquidity risk than the future contracts which are settled on a net basis. Both types of contract result in market risk exposure. The realised gain/loss and unrealised gain/loss are included in net loss on financial assets and liabilities at fair value through profit or loss in the statement of comprehensive income.

NOTES TO THE FINANCIAL STATEMENTS (Continued)
For the financial year ended 31 December 2016

17. DERIVATIVES (continued)

Contracts for difference

Contracts for difference are agreements between the Funds and third parties, which allow the Funds to acquire an exposure to the price movement of specific securities without actually purchasing the securities. The changes in contract values are recorded as unrealised gain or loss and the Funds recognise a realised gain or loss when the contract is closed. Unrealised gain and loss on contracts for difference are recognised in the Statement of Comprehensive Income.

Swaps

The Funds enter into contracts for difference and total return swaps part of its investment strategy. Swaps agreements ("swaps") represent agreements that obligate two parties to exchange a series of cash flows at specified intervals based upon, or calculated by reference to, changes in specified prices or rates for a specified amount of an underlying asset or otherwise determined notional amount. The payment flows are usually netted against each other, with the difference being paid by one party to the other. Therefore amounts required for the future satisfaction of the swaps may be greater or less than the amount recorded. The realised gain/loss depends upon the prices at which the underlying financial instruments of the swaps is valued at the swap's settlement date and is included in net loss on financial assets and liabilities at fair value through profit or loss in the statement of comprehensive income.

Options

Options are contractual agreements that convey the right, but not the obligation, for the purchaser either to buy or sell a specific amount of a financial instrument at a fixed price, either at a fixed future date or at any time within a specified period.

The Funds purchase and sell put and call options through regulated exchanges and OTC markets. Options purchased by the Funds provide the Funds with the opportunity to purchase (call options) or sell (put options) the underlying asset at an agreed-upon value either on or before the expiration of the option. The Funds are exposed to credit risk on purchased options only to the extent of their carrying amount, which is their fair value. Options written by the Funds provide the purchaser the opportunity to purchase from or sell to the Funds the underlying asset at an agreed-upon value either on or before the expiration of the option. Options are generally settled on a net basis.

The following table shows the fair values of derivative financial instruments, recorded as assets or liabilities, together with their notional amounts. The notional amount, recorded gross, is the amount of a derivative's underlying asset, reference rate or index and is the basis upon which changes in the value of derivatives are measured. The notional amounts indicate the volume of transactions outstanding at the reporting dates and are indicative of neither the market risk nor the credit risk. The realised gain/loss and unrealised gain/loss included in net loss on financial assets and liabilities at fair value through profit or loss in the statement of comprehensive income.

O'Connor Opportunistic UCITS Fund

31 December 2016

	Financial Assets USD	Notional Amount USD	Financial Liabilities USD	Notional Amount USD
Contracts for difference	4,383,273	276,266,953	(4,186,178)	253,166,065
Foreign currency forward contracts	770,273	89,922,337	(21,264)	2,078,739
Future contracts	346,098	638,683	(5,313)	59,282
Listed options	232,286	1,704	(114,989)	1,149
Listed warrants	13,176	13,177	-	-
	5,745,106	**366,842,854**	**(4,327,744)**	**255,305,235**

NOTES TO THE FINANCIAL STATEMENTS (Continued)
For the financial year ended 31 December 2016

17. DERIVATIVES (continued)

A&Q Diversified Alternative Portfolio UCITS

31 December 2016

	Financial Assets USD	Notional Amount USD	Financial Liabilities USD	Notional Amount USD
Total return swaps	640,696	141,419,405	(335,784)	46,527,236
Foreign currency forward contracts	593,300	86,466,264	-	-
OTC options	22,550	22,550	(7,866)	7,866
	1,256,546	**227,908,219**	**(343,650)**	**46,535,102**

UBS (Irl) Alternative Solutions plc Total

31 December 2016

	Financial Assets USD	Notional Amount USD	Financial Liabilities USD	Notional Amount USD
Contracts for difference	4,383,273	276,266,953	(4,186,178)	253,166,065
Foreign currency forward contracts	1,363,573	176,388,601	(21,264)	2,078,739
Total return swaps	640,696	141,419,405	(335,784)	46,527,236
Future contracts	346,098	638,683	(5,313)	59,282
Listed options	232,286	1,704	(114,989)	1,149
Listed warrant	13,176	13,177	-	-
OTC options	22,550	22,550	(7,866)	7,866.00
	7,001,652	**594,751,073**	**(4,671,394)**	**301,840,337**

O'Connor Opportunistic UCITS Fund

31 December 2015

	Financial Assets USD	Notional Amount USD	Financial Liabilities USD	Notional Amount USD
Contracts for difference	7,896,048	419,900,257	(6,179,703)	286,268,391
Foreign currency forward contracts	422,044	159,323,524	(1,102,323)	9,977,616
Future contracts	105,007	9,422,557	(634,874)	81,777,503
Listed options	382,048	7,177,210	(54,036)	1,245,288
OTC options	20,156	2,134,354	-	-
	8,825,303	**597,957,902**	**(7,970,936)**	**379,268,798**

The fair value of the Funds' derivative instruments is disclosed within the Statement of Financial Position as financial assets and liabilities at fair value through profit or loss. The fair value by primary risk exposure as at 31 December 2016 and 31 December 2015 is as follows:

NOTES TO THE FINANCIAL STATEMENTS (Continued)
For the financial year ended 31 December 2016

17. DERIVATIVES (continued)

O'Connor Opportunistic UCITS Fund

31 December 2016	Financial Assets USD	Financial Liabilities USD
Foreign exchange rate risk	770,273	(21,264)
Price risk	4,974,832	(4,306,480)
	5,745,106	**(4,327,744)**

A&Q Diversified Alternative Portfolio UCITS

31 December 2016	Financial Assets USD	Financial Liabilities USD
Foreign exchange rate risk	593,300	-
Price risk	663,246	(343,650)
	1,256,546	**(343,650)**

UBS (Irl) Alternative Solutions plc Total

31 December 2016	Financial Assets USD	Financial Liabilities USD
Foreign exchange rate risk	1,363,573	(21,264)
Price risk	5,638,079	(4,650,130)
	7,001,652	**(4,671,394)**

O'Connor Opportunistic UCITS Fund

31 December 2015	Financial Assets USD	Financial Liabilities USD
Foreign exchange rate risk	422,044	(1,102,323)
Price risk	8,403,259	(6,868,613)
	8,825,303	**(7,970,936)**

The realised gain/(loss) and the change in unrealised appreciation/(depreciation) for the period are disclosed within the Statement of Comprehensive Income under the heading "Net loss from financial assets and liabilities at fair value". The realised gain/(loss) and the change in unrealised appreciation/(depreciation) for the year ended 31 December 2016 by primary risk exposure is as follows:

O'Connor Opportunistic UCITS Fund

	Realised loss USD	Change in unrealised appreciation / (depreciation) USD
Foreign exchange rate risk	(3,073,250)	1,429,288
Price risk	(6,227,538)	(419,823)
	(9,300,788)	**1,009,465**

NOTES TO THE FINANCIAL STATEMENTS (Continued)
For the financial year ended 31 December 2016

17. DERIVATIVES (continued)

A&Q Diversified Alternative Portfolio UCITS

	Realised loss USD	Change in unrealised appreciation USD
Foreign exchange rate risk	(4,953,565)	593,300
Price risk	(1,978,897)	272,597
	(6,932,462)	**865,897**

UBS (Irl) Aliternative Solutions plc Total

	Realised loss USD	Change in unrealised appreciation / (depreciation) USD
Foreign exchange rate risk	(8,026,815)	2,022,588
Price risk	(8,206,435)	(147,226)
	(16,233,250)	**1,875,362**

The realised gain/(loss) and the change in unrealised appreciation/(depreciation) for the period to 31 December 2015 by primary risk exposure is as follows:

O'Connor Opportunistic UCITS Fund

	Realised loss USD	Change in unrealised (depreciation) / appreciation USD
Foreign exchange rate risk	(7,035,610)	(680,279)
Price risk	(550,320)	934,138
	(7,585,930)	**253,859**

18. COMMITMENTS

In the normal course of business the Funds enter into contracts that contain a variety of representations and warranties and which provide general indemnifications. Certain contracts are required to be accounted for pursuant to "Guarantor's Accounting and Disclosure Requirements for Guarantees, including Indirect Guarantees of Indebtedness of Others", which addresses the disclosures to be made by a guarantor and whether a liability should be recognised by a guarantor at the inception of a guarantee. If required by that statement, the liability for a guarantee would be recorded at fair value at the inception of the guarantee. The Funds' maximum exposure under other arrangements is unknown, as this would involve future claims that may be made against the Funds that have not yet occurred. However, based on experience, the Funds expect the risk of loss to be low.

19. CONTINGENCIES

The Company is established as a segregated portfolio company. As a matter of Irish law, the assets of one Fund will not be available to satisfy the liabilities of another. However, the Company is a single entity which may operate or have assets held on its behalf or be subject to claims in other jurisdictions which may not necessarily recognise such segregation. There is no guarantee that the courts of any jurisdiction outside Ireland will respect the limitations on liability associated with segregated portfolio companies nor is there any guarantee that the creditors of one Fund will not seek to enforce such Fund's obligations against another Fund. As at 31 December 2016, there are two Funds in operation and in the opinion of the Directors, there are no contingent liabilities.

NOTES TO THE FINANCIAL STATEMENTS (Continued)
For the financial year ended 31 December 2016

20. FINANCIAL HIGHLIGHTS

Financial highlights for the financial year ended December 31, 2016.

	O'Connor Opportunistic UCITS Fund												
	CHF Hedged P-PF	CHF Hedged Q-PF	EUR Hedged IA-1-PF	EUR Hedged IA-2-PF*	EUR Hedged K-1-PF	EUR Hedged P-PF	EUR Hedged Q-PF	GBP Hedged Q-PF	JPY Hedged P-PF	SGD Hedged P-PF	USD IA-1-PF	USD P-PF	USD Q-PF
Per share operating performance:													
Beginning net asset value	98.331	99.877	97.721	96.901	2,988,870.834	99.320	99.959	97.830	9,533.735	99.816	97.504	99.800	98.834
Income from investment operations:													
Net investment loss before incentive fees	(3.610)	(2.563)	(2.746)	(4.866)	(100,760.711)	(3.555)	(2.371)	(2.828)	(271.653)	(3.514)	(2.785)	(3.713)	(2.588)
Incentive fee	-	-	-	-	-	-	-	-	-	-	-	-	-
Net realised and unrealised gain on investments	(2.749)	(3.335)	(2.585)	0.291	(73,531.963)	(2.419)	(3.088)	(1.782)	(275.522)	(0.832)	(1.189)	(0.937)	(1.435)
Total loss from investment operations	(6.359)	(5.898)	(5.331)	(4.575)	(174,292.674)	(5.974)	(5.459)	(4.610)	(547.175)	(4.346)	(3.974)	(4.650)	(4.023)
Ending net asset value	91.972	93.979	92.390	92.326	2,814,578.160	93.346	94.500	93.220	8,986.560	95.470	93.530	95.150	94.811
Ratios to average net assets:													
Operating expenses before incentive fee	7.24%	5.81%	6.12%	9.52%	6.97%	6.96%	5.65%	6.15%	6.23%	6.87%	6.25%	7.30%	5.87%
Incentive fee	-	-	-	-	-	-	-	-	-	-	-	-	-
Total expenses	7.24%	5.81%	6.12%	9.52%	6.97%	6.96%	5.65%	6.15%	6.23%	6.87%	6.25%	7.30%	5.87%
Net investment loss	(3.79%)	(2.67%)	(2.91%)	(5.13%)	(3.49%)	(3.71%)	(2.46%)	(2.90%)	(2.95%)	(3.62%)	(2.94%)	(3.83%)	(2.70%)
Total return:													
Total return before incentive fees	(6.47%)	(5.91%)	(5.46%)	(4.72%)	(5.83%)	(6.01%)	(5.46%)	(4.71%)	(5.74%)	(4.35%)	(4.08%)	(4.66%)	(4.07%)
Incentive fee	-	-	-	-	-	-	-	-	-	-	-	-	-
Total return after incentive fees	(6.47%)	(5.91%)	(5.46%)	(4.72%)	(5.83%)	(6.01%)	(5.46%)	(4.71%)	(5.74%)	(4.35%)	(4.08%)	(4.66%)	(4.07%)

Financial Highlights total returns have not been annualised.

*Share class EUR Hedged IA-2-PF fully redeemed during the financial year.

There were no share classes launched during the financial year.

NOTES TO THE FINANCIAL STATEMENTS (Continued)
For the financial year ended 31 December 2016

20. FINANCIAL HIGHLIGHTS

Financial highlights for the financial period ended December 31, 2016.

A&Q Diversified Alternative Portfolio UCITS

	K-1 CHF	P CHF	K-1 EUR	P EUR	U-X EUR	K-1 USD	P USD	Founder USD
Per share operating performance:								
Beginning net asset value	5,000,000.000	100.000	3,000,000.000	100.000	10,000.000	5,000,000.000	100.000	100.000 -
Income from investment operations:								
Net investment loss before incentive fees	(35,248.312)	(0.838)	(21,127.595)	(0.835)	(6.665)	(35,061.880)	(0.831)	(0.151)
Incentive fee	-	-	-	-	-	-	-	-
Net realised and unrealised gain on investments	(142,827.608)	(2.852)	(79,591.935)	(2.655)	(266.595)	(91,590.040)	(1.829)	(1.839)
Total loss from investment operations	(178,075.920)	(3.690)	(100,719.530)	(3.490)	(273.260)	(126,651.920)	(2.660)	(1.990)
Ending net asset value	**4,821,924.080**	**96.310**	**2,899,280.470**	**96.510**	**9,726.740**	**4,873,348.080**	**97.340**	**98.010**
Ratios to average net assets:								
Operating expenses before incentive fee	0.78%	0.91%	0.79%	0.93%	0.15%	0.79%	0.92%	0.23%
Incentive fee	-	-	-	-	-	-	-	-
Total expenses	0.78%	0.91%	0.79%	0.93%	0.15%	0.79%	0.92%	0.23%
Net investment loss	(0.70%)	(0.84%)	(0.71%)	(0.85%)	(0.07%)	(0.71%)	(0.84%)	(0.15%)
Total return:								
Total return before incentive fees	(3.56%)	(3.69%)	(3.36%)	(3.49%)	(2.73%)	(2.53%)	(2.66%)	(1.99%)
Incentive fee	-	-	-	-	-	-	-	-
Total return after incentive fees	(3.56%)	(3.69%)	(3.36%)	(3.49%)	(2.73%)	(2.53%)	(2.66%)	(1.99%)
	Launch 15/07/16	*Launch 15/07/16*	*Launch 15/07/16*	*Launch 15/07/16*	*Launch 15/07/16*	*Launch 15/07/16*	*Launch 15/07/16*	*Launch 15/07/16*

Financial Highlights total returns have not been annualised.

NOTES TO THE FINANCIAL STATEMENTS (Continued)
For the financial year ended 31 December 2016

20. FINANCIAL HIGHLIGHTS

Financial highlights for the period ended December 31, 2015.

O'Connor Opportunistic UCITS Fund

	CHF Hedged P-PF	CHF Hedged Q-PF	EUR Hedged IA-1-PF	EUR Hedged IA-2-PF	EUR Hedged K-1-PF	EUR Hedged P-PF	EUR Hedged Q-PF	GBP Hedged Q-PF	JPY Hedged P-PF	SGD Hedged P-PF	USD IA-1-PF	USD P-PF	USD Q-PF
Per share operating performance:													
Beginning net asset value	100.000	100.000	100.000	100.000	3,000,000.000	100.000	100.000	100.000	10,000.000	100.000	100.000	100.000	100.000
Income from investment operations:													
Net investment loss before incentive fees	(2.497)	0.042	(1.101)	(1.613)	(78,112.823)	(2.752)	0.030	(1.207)	(172.886)	(2.502)	(0.985)	(2.703)	(1.433)
Incentive fee	-	-	-	-	-	-	-	-	-	(0.024)	-	-	-
Net realised and unrealised gain on investments	0.828	(0.165)	(1.178)	(1.486)	66,983.657	2.072	(0.071)	(0.963)	(293.379)	2.342	(1.515)	2.503	0.263
Total loss from investment operations	(1.669)	(0.123)	(2.279)	(3.099)	(11,129.166)	(0.680)	(0.041)	(2.170)	(466.265)	(0.184)	(2.500)	(0.200)	(1.170)
Ending net asset value	**98.331**	**99.877**	**97.721**	**96.901**	**2,988,870.834**	**99.320**	**99.959**	**97.830**	**9,533.735**	**99.816**	**97.504**	**99.800**	**98.834**
Ratios to average net assets:													
Operating expenses before incentive fee	7.75%	0.11%	3.31%	5.35%	7.52%	7.69%	0.11%	3.99%	4.44%	7.23%	3.32%	7.64%	4.90%
Incentive fee	-	-	-	-	-	-	-	-	-	0.02%	-	-	-
Total expenses	7.75%	0.11%	3.31%	5.35%	7.52%	7.69%	0.11%	3.99%	4.44%	7.25%	3.32%	7.64%	4.90%
Net investment loss	(2.72%)	0.04%	(1.12%)	(1.65%)	(2.55%)	(2.72%)	0.03%	(1.23%)	(1.59%)	(2.49%)	(1.01%)	(2.68%)	(1.44%)
Total return:													
Total return before incentive fees	(1.67%)	(0.12%)	(2.28%)	(3.10%)	(0.37%)	(0.68%)	(0.04%)	(2.17%)	(4.66%)	(0.18%)	(2.50%)	(0.20%)	(1.17%)
Incentive fee	-	-	-	-	-	-	-	-	-	(0.02%)	-	-	-
Total return after incentive fees	(1.67%)	(0.12%)	(2.28%)	(3.10%)	(0.37%)	(0.68%)	(0.04%)	(2.17%)	(4.66%)	(0.20%)	(2.50%)	(0.20%)	(1.17%)
	Launch 10/12/14	*Launch 09/12/15*	*Launch 24/06/15*	*Launch 25/03/15*	*Launch 10/12/14*	*Launch 10/12/14*	*Launch 09/12/15*	*Launch 13/05/15*	*Launch 08/04/15*	*Launch 28/01/15*	*Launch 10/06/15*	*Launch 10/12/14*	*Launch 04/03/15*

Financial Highlights total returns have not been annualised.

NOTES TO THE FINANCIAL STATEMENTS (Continued)
For the financial year ended 31 December 2016

21. ADDITIONAL INFORMATION

SEC Custody Rule

UBS O'Connor LLC, an affiliate of UBS O'Connor Limited, and UBS Hedge Fund Solutions LLC, the Investment Managers, are registered advisors with the United States Securities and Exchange Commission (the "SEC"). Rule 206(4)-2 of the US Investment Advisers Act of 1940, as amended (the "Custody Rule") imposes requirements on SEC registered investment advisors that are deemed to have custody of client funds or securities.

The Investment Managers have determined that they are required to provide the following information to all investors. The Investment Managers have requested that the Board include this information in the financial statements.

(i) Taxation

In accordance with the Accounting Standards Codification ("ASC") 740 *(Accounting for Uncertainty in Income Taxes Assessment)*, it is the Company's policy to provide for tax liabilities that meet a more likely than not threshold of being upheld by relevant taxing authority. ASC 740 also prescribes a minimum recognition threshold a tax position must meet in connection with accounting for uncertainties in income tax positions taken or expected to be taken by an entity before being measured and recognised in the financial statements.

The Directors have evaluated the application of Accounting for Uncertainty in Income Taxes to the Funds and have determined that the Funds have no such tax exposures at 31 December 2016 (2015: None).

(ii) Redemptions

The Funds' method of recognising redemptions in the period is consistent with ASC 480 (Accounting for Certain Financial Instruments Assessment) with characteristics of both liabilities and equity. Redemptions are recognised as liabilities when the amount requested in the redemption notice becomes fixed.

This generally may occur either at the time of receipt of the notice, or on the last day of the period, depending on the nature of the request. There were no redemptions payable recognised in accordance with ASC 480 as at 31 December 2016 (2015: None).

(iii) Statement of financial position reconciliation

There has been no adjustment per the NAV under IFRS and US GAAP

O'Connor Opportunistic UCITS Fund	**2016**	**2015**
	USD	**USD**
Net Asset Value per IFRS	152,194,110	266,004,547

A&Q Diversified Alternative Portfolio UCITS	**2016**	**2015**
	USD	**USD**
Net Asset Value per IFRS	142,257,795	-

Total	**2016**	**2015**
	USD	**USD**
Net Asset Value per IFRS	294,451,905	266,004,547

NOTES TO THE FINANCIAL STATEMENTS (Continued)
For the financial year ended 31 December 2016

21. ADDITIONAL INFORMATION (Continued)

(iv) Financial highlights

In accordance with ASC 946 *(Financial Services – Investment Companies)*, the Funds have prepared the financial highlights shown in Note 20.

22. CHARGES OVER ASSETS

There are no liens or encumbrances on the Company's assets other than:

(i) standard general liens that the Company in relation to the Funds have provided to the Depositary under the terms of the market standard agreement for the provision of certain custody services in respect of any fees and expenses or credit exposures incurred in the performance of services under such agreement and;

(ii) standard security interests over assets of the Funds of the Company that the Company has provided to relevant counterparties pursuant to the standard market terms of the relevant trading agreements in place for the Fund.

23. RELATED PARTIES

Gavin Byrnes, Director of the Company, is also an employee of the UBS Group. John Donohoe and Adrian Waters are also Directors of the Company and Director of the UBS Money Market Fund. Directors received remuneration of 45,000 EUR for their services during the financial year ended 31 December 2016.

Various entities within the UBS Group may, as a depositary or nominee and on behalf of their clients, hold shares in the Funds. For the O'Connor Opportunistic UCITS Fund, UBS Private Bank and UBS Jersey Nominees Limited act as nominee. For A&Q Diversified Alternative Portfolio UCITS, UBS Asset Management (Canada) Inc. and UBS (Luxembourg) SA act as a nominee. The Platform Manager paid the set up costs of the Company amounting to 182,881 EUR in the 2015 financial year and has not charged these costs to any Fund.

Other parties considered to be related to the Company are the Investment Manager and Platform Manager (Note 1,9&10), Administrator (Note 1&11), Depositary (Note 12), and the Distributor and Promoter (Note 13).

24. CROSS INVESTMENTS

There were no cross investments by the Funds during the financial year ended 31 December 2016 and 31 December 2015.

25. SOFT COMMISSIONS

The Investment Managers may enter into soft commission arrangements in relation to the Funds whereby it directs business relating to a Fund to a broker or counterparty in return for market research or other benefits, provided that the relevant broker or counterparty has agreed to provide best execution and the benefits provided under the soft commission arrangements assist in the provision of investment services to the Funds. No transactions were recorded for the financial year.

26. DIRECTED BROKERAGE SERVICES

The Investment Managers may enter into directed brokerage services in relation to the Funds whereby they direct business relating to a Fund to a broker or counterparty in return for market research or other benefits, provided that the relevant broker or counterparty has agreed to provide best execution and the benefits provided under the directed brokerage arrangements assist in the provision of investment services to the Funds. No such transactions were recorded for the financial year ended 31 December 2016 and 31 December 2015.

NOTES TO THE FINANCIAL STATEMENTS (Continued)
For the financial year ended 31 December 2016

27. OTHER INCOME

Other income includes reimbursement of losses incurred through trading errors by the Investment Managers.

28. UNDERLYING MONEY MARKET FUNDS AND INVESTMENT FUNDS

A&Q Diversified Alternative Portfolio UCITS invested into the below listed funds as at 31 December 2016.

	Management fees to the underlying Funds (per annum on NAV)	Fund Type
Money market funds		
UBS (Irl) Select Money Market - USD S Dist	0.05%	Money Market
JPM Liq-USD TR Liquid-INSD	0.21%	Money Market
UBS LUX Money Market USD I-A3 A	0.19%	Money Market
Investment funds		
Legg Mason WA Macro Opportunities Bond A Acc UUSD	1.11%	Investment Fund
AQR Managed Future UCITS-A USD	0.75%	Investment Fund
AQR Style Premia UCITS-A USD	0.75%	Investment Fund
MW Liquid Alpha Ucits B USD	1.50%	Investment Fund
Boussard & Gav Abs Ret-Z USD A	1.00%	Investment Fund
DD Platinum IV Clinton Equity Strategies R1C-U	1.99%	Investment Fund

29. MATERIAL CHANGES TO THE COMPANY DURING THE FINANCIAL YEAR

Supplementary Prospectus for the A&Q Diversified Alternative Portfolio UCITS was issued on 10 June 2016.

A&Q Diversified Alternative Portfolio UCITS launched on 15th July 2016 with eight share classes: Founder USD, K-1 CHF, K-1 EUR, K-1 USD, P CHF, P EUR, P USD and U-X EUR.

O'Connor Opportunistic UCITS Fund share class EUR Hedged IA-2-PF fully redeemed during the financial year.

30. EVENTS AFTER THE REPORTING FINANCIAL YEAR

On 15 February 2017, the O'Connor Opportunistic UCITS Fund share class, USD Hedged IA-1-PF Acc has fully redeemed.

During March 2017, there was 14% redemption of the net asset value of the A&Q Diversified Alternative Portfolio UCITS.

The latest prospectus of the Company was issued on 16 March 2017 and was approved by the Directors on the same day.

Subscriptions from the period 31 December 2016 to the time of approval of the financial statements for the O'Connor Opportunistic UCITS Fund amounted to 1,425,562 USD and A&Q Diversified Alternative Portfolio UCITS amounted to 139,776 USD; Redemptions from the period 31 December 2016 to the time of approval of the financial statements for the O'Connor Opportunistic UCITS Fund amounted to 22,863,939 USD and A&Q Diversified Alternative Portfolio UCITS amounted to 25,596,768 USD.

Other than the above, there have been no significant events affecting the Company since the year end.

31. APPROVAL OF THE FINANCIAL STATEMENTS

The financial statements were approved and authorised for issue by the Directors on 13 April 2017.

SCHEDULE OF INVESTMENTS
31 December 2016

O'Connor Opportunistic UCITS Fund

	Counterparty	Notional Amount	Share/Nominal	Fair Value USD	Percentage of Net Assets %
Financial assets at fair value through profit or loss					
Sovereign Bonds: (2015: Fair value total: USD212,124,953 / 79.75%)					
United States (USD)					
US Treasury 0.00% 19/01/2017	JP Morgan Chase Bank N.A.		9,500,000	9,498,280	6.24%
US Treasury 0.00% 26/01/2017	JP Morgan Chase Bank N.A		14,000,000	13,996,318	9.20%
US Treasury 0.00% 09/02/2017	JP Morgan Chase Bank N.A		8,500,000	8,496,141	5.58%
US Treasury 0.00% 16/02/2017	JP Morgan Chase Bank N.A		9,000,000	8,995,212	5.91%
US Treasury 0.00% 23/02/2017	JP Morgan Chase Bank N.A		7,000,000	6,995,380	4.60%
US Treasury 0.00% 09/03/2017	JP Morgan Chase Bank N.A		7,500,000	7,493,618	4.92%
US Treasury 0.00% 16/03/2017	JP Morgan Chase Bank N.A		11,500,000	11,488,615	7.55%
US Treasury 0.00% 23/03/2017	JP Morgan Chase Bank N.A		10,000,000	9,989,170	6.56%
US Treasury 0.00% 05/01/2017	JP Morgan Chase Bank N.A		9,000,000	8,999,847	5.91%
US Treasury 0.00% 12/01/2017	JP Morgan Chase Bank N.A		10,500,000	10,498,982	6.90%
US Treasury 0.00% 02/02/2017	JP Morgan Chase Bank N.A		13,000,000	12,995,489	8.54%
US Treasury 0.00% 02/03/2017	JP Morgan Chase Bank N.A		8,000,000	7,993,880	5.25%
US Treasury 0.00% 30/03/2017	JP Morgan Chase Bank N.A		3,500,000	3,495,870	2.30%
Sovereign Bonds, at fair value				**120,936,802**	**79.46%**
Total Sovereign Bonds, at fair value				**120,936,802**	**79.46%**
Derivative financial assets					
Futures (All 2017 Contracts): (2015: Fair value total: USD105,008 / 0.04%)					
United States					
Russell 2000 MINI March	Credit Suisse International		(208)	155,065	0.10%
S&P500 EMINI Future March	Credit Suisse International		(159)	190,908	0.13%
SGXMSCI SG January	Credit Suisse International		(4)	125	0.00%
Total United States				**346,098**	**0.23%**
Total Futures				**346,098**	**0.23%**
Contracts for difference: (2015: Fair value total: USD7,896,048 / 2.97%)					
Total Belgium		**593,259**	**64,175**	**26,464**	**0.02%**
Total Bermuda		**7,268,595**	**270,468**	**42,315**	**0.03%**
Total Brazil		**284,477**	**(37,333)**	**3,733**	**0.00%**
Total British Virgin Islands		**342,264**	**18,652**	**3,494**	**0.00%**
Total Canada		**6,901,611**	**(62,138)**	**142,218**	**0.09%**
Total Cayman Islands		**4,046,572**	**54,721**	**30,083**	**0.02%**
Total China		**926,227**	**590,000**	**31,112**	**0.02%**
Total Denmark		**2,274,721**	**191,498**	**15,377**	**0.01%**
Total Finland		**2,149,414**	**34,425**	**17,458**	**0.01%**
Total France		**11,917,868**	**198,913**	**102,456**	**0.07%**
Total Germany		**9,150,141**	**255,740**	**116,629**	**0.08%**
Total Greece		**129,502**	**13,789**	**2,573**	**0.00%**

SCHEDULE OF INVESTMENTS (Continued)
31 December 2016

Counterparty	Notional Amount	Share/ Nominal	Fair Value USD	Percentage of Net Assets %
Financial assets at fair value through profit or loss (Continued)				
Derivative financial assets (Continued)				
Contracts for difference: (2015: Fair value total: USD7,896,048 / 2.97%) (continued)				
Total Hong Kong	1,362,438	580,020	14,608	0.01%
Total Ireland	10,001,016	(35,226)	69,982	0.05%
Total Isle of Man	33,090	(52,900)	914	0.00%
Total Israel	958,476	376,730	52,715	0.03%
Total Italy	3,747,866	2,869,435	170,016	0.11%
Total Japan	1,367,195	(40,724)	30,776	0.02%
Total Jersey	1,103,968	49,984	101,148	0.07%
Total Korea	365,450	1,209	12,991	0.01%
Total Luxembourg	287,984	(23,071)	5,052	0.00%
Total Malaysia	117,870	66,100	253	0.00%
Total Marshall Islands	171,127	223	8,403	0.01%
Total Netherlands	10,767,630	544,966	180,539	0.12%
Total Panama	680,997	(13,081)	7,947	0.00%
Total Portugal	819,003	126,611	10,507	0.01%
Total Singapore	381,305	(13,547)	6,942	0.00%
Total Spain	1,523,961	134,481	25,262	0.01%
Total Sweden	4,508,642	(106,018)	87,100	0.06%
Total Switzerland	4,963,744	(44,960)	76,333	0.05%
Total Taiwan	185,118	16,000	3,924	0.00%
Total Thailand	311,881	(43,550)	8,713	0.01%
Total United Kingdom	11,205,051	360,020	242,443	0.16%
Total United States	175,418,490	177,273	2,732,793	1.80%
Total Contracts for difference	276,266,953		4,383,273	2.88%

SCHEDULE OF INVESTMENTS (Continued)
31 December 2016

Financial assets at fair value through profit or loss (Continued)

Derivative financial assets (continued)

Foreign currency forward contracts: (2015: Fair value total: USD422,043 / 0.16%)

Currency sold	Counterparty	Currency bought	Rate and date of Maturity	Unrealised gain	Percentage of Net Assets
CNY 9,573,760	JP Morgan Chase Bank N.A.	USD 1,400,000	6.8384 : 02/07/2017	42,548	0.03%
IDR 2,632,200,000	JP Morgan Chase Bank N.A.	USD 200,000	13161.0000 : 02/03/2017	6,289	0.00%
KRW 856,762,500	JP Morgan Chase Bank N.A.	USD 750,000	1142.3500 : 02/03/2017	40,535	0.03%
TWD 42,599,250	JP Morgan Chase Bank N.A.	USD 1,350,000	31.5550 : 02/06/2017	33,451	0.02%
USD 19,635,851	JP Morgan Chase Bank N.A.	CHF 19,145,105	0.9750 : 01/27/2017	164,495	0.11%
USD 51,562,462	JP Morgan Chase Bank N.A.	EUR 49,385,831	1.0441 : 01/27/2017	454,253	0.30%
USD 2,138,246	JP Morgan Chase Bank N.A.	GBP 1,746,201	1.2245 : 01/27/2017	18,254	0.01%
USD 12,191,142	JP Morgan Chase Bank N.A.	JPY 1,424,664,164	0.0086 : 01/27/2017	8,743	0.01%
USD 659,393	JP Morgan Chase Bank N.A.	SGD 956,610	0.6893 : 01/27/2017	1,705	0.00%
Total foreign currency forward contracts unrealised gain				**770,273**	**0.51%**

SCHEDULE OF INVESTMENTS (Continued)
31 December 2016

	Counterparty		Share/Nominal	Fair Value USD	Percentage of Net Assets %
Financial assets at fair value through profit or loss (Continued)					
Derivative financial assets (Continued)					
Investments in listed options (long position - 2017 contracts): (2015: Fair value total: USD382,048 / 0.14%) (All Covered Options)					
	Counterparty				
Ireland	Credit Suisse International	WFT US Strike 5.00 expire 17/02/2017 Call	13	631	0.00%
		Total Ireland		**631**	**0.00%**
United Kingdom	Credit Suisse International	BSY LN Strike 880.00 expire 20/01/2017 Call	50	68,641	0.05%
	Credit Suisse International	CCE US Strike 33.00 expire 20/01/2017 Call	58	2,030	0.00%
		Total United Kingdom		**70,671**	**0.05%**
United States	Credit Suisse International	BBBY US Strike 47.50 expire 20/01/2017 Put	29	18,995	0.01%
	Credit Suisse International	BBY US Strike 46.04 expire 20/01/2017 Put	21	7,613	0.01%
	Credit Suisse International	DIS US Strike 103.00 expire 27/01/2017 Put	118	14,219	0.01%
	Credit Suisse International	DIS US Strike 99.00 expire 27/01/2017 Put	118	4,897	0.00%
	Credit Suisse International	EXPE US Strike 120.00 expire 20/01/2017 Call	82	4,510	0.00%
	Credit Suisse International	Google US Strike 825.00 expire 20/01/2017 Call	8	2,320	0.00%
	Credit Suisse International	HBI US Strike 22.00 expire 20/01/2017 Call	29	1,088	0.00%
	Credit Suisse International	HBI US Strike 24.00 expire 20/01/2017 Call	29	290	0.00%
	Credit Suisse International	HBI US Strike 25.00 expire 20/01/2017 Call	104	520	0.00%
	Credit Suisse International	JCP US Strike 8.50 expire 20/01/2007 Call	203	7,308	0.00%
	Credit Suisse International	K US Strike 77.50 expire 17/03/2017 Call	58	9,424	0.01%
	Credit Suisse International	KSS US Strike 52.50 expire 20/01/2017 Put	21	7,980	0.01%
	Credit Suisse International	MDLZ US Strike 43.00 expire 17/02/2017 Call	146	43,654	0.03%
	Credit Suisse International	NFLX US Strike 120.00 expire 17/03/2017 Call	24	28,080	0.02%
	Credit Suisse International	PVH US Strike 95.00 expire 20/01/2017 Call	7	630	0.00%
	Credit Suisse International	PYPL US Strike 44.00 expire 20/01/2017 Call	274	548	0.00%
	Credit Suisse International	TAP US Strike 97.50 expire 20/01/2017 Call	24	4,500	0.00%
	Credit Suisse International	TIF US Strike 75.00 expire 20/01/2017 Put	29	4,408	0.00%
		Total United States		**160,984**	**0.10%**
		Total Investment in listed options		**232,286**	**0.15%**
Other OTC Options 2016: Nil: (2015: Fair value total: USD20,156 / 0.01%)					
Investments in listed warrant (long position): (2015: Nil)					
	Counterparty				
Norway	Citibank N.A.	Petroleum Geo-Services Rights 01/05/17	16,993	13,176	0.01%
		Total Norway		**13,176**	**0.01%**
		Total Investment in listed warrant		**13,176**	**0.01%**
		Total Assets at fair value through profit and loss		**126,681,908**	**83.24%**

SCHEDULE OF INVESTMENTS (Continued)
31 December 2016

	Fair Value USD	Percentage of Net Assets %
Analysis of total assets		
Sovereign Bonds	120,936,802	79.46%
Derivative financial instruments		
Futures	346,098	0.23%
Foreign currency forward contracts	770,273	0.51%
Contracts for difference	4,383,273	2.88%
Listed options	232,286	0.15%
Listed warrant	13,176	0.01%
Deposits with credit institutions and cash collateral	30,520,751	20.05%
Interest, dividend and other receivables	201,267	0.13%
Total assets	**157,403,926**	**103.42%**

SCHEDULE OF INVESTMENTS (Continued)
31 December 2016

	Counterparty	Notional Amount	Share/Nominal	Fair Value USD	Percentage of Net Assets %
Financial assets at fair value through profit or loss					
Derivative financial liabilities					
Futures (All 2017 Contracts): (2015: Fair value total: (USD634,874) / (0.24%))					
European Union					
EURO STOXX 50 March	Credit Suisse International		(1)	(126)	(0.00%)
Total European Union				**(126)**	**(0.00%)**
Japan					
Nikkei 225 (SGX) March	Credit Suisse International		(1)	(1,967)	(0.00%)
Total Japan				**(1,967)**	**(0.00%)**
United States					
CBOE VIX Future March	Credit Suisse International		6	(300)	(0.00%)
NASDAQ 100 E-Mini March	Credit Suisse International		(11)	(1,880)	(0.00%)
SGXMSCI TW January	Credit Suisse International		(6)	(1,040)	(0.00%)
Total United States				**(3,220)**	**(0.00%)**
Total Futures				**(5,313)**	**(0.00%)**
Contract for differences: (2015: Fair value total: (USD6,179,703) / (2.33%))					
Total Australia		**298,298**	**8,337**	**(1,084)**	**(0.00%)**
Total Austria		**789,384**	**43,449**	**(16,811)**	**(0.01%)**
Total Belgium		**692,286**	**(24,059)**	**(15,100)**	**(0.01%)**
Total Bermuda		**1,579,644**	**901,858**	**(7,050)**	**(0.00%)**
Total British Virgin Islands		**222,093**	**113,894**	**(14,360)**	**(0.01%)**
Total Canada		**2,735,607**	**84,245**	**(63,527)**	**(0.04%)**
Total Cayman Islands		**4,854,769**	**248,868**	**(78,736)**	**(0.05%)**
Total China		**1,473,009**	**(230,312)**	**(20,928)**	**(0.01%)**
Total Denmark		**1,329,860**	**(35,126)**	**(70,656)**	**(0.05%)**
Total Finland		**5,897,380**	**113,136**	**(166,156)**	**(0.11%)**
Total France		**4,306,067**	**(60,733)**	**(69,135)**	**(0.05%)**
Total Germany		**7,013,229**	**58,831**	**(68,570)**	**(0.04%)**
Total Hong Kong		**1,166,328**	**(175,277)**	**(5,570)**	**(0.00%)**
Total Indonesia		**101,282**	**(164,900)**	**(7,768)**	**(0.01%)**
Total Ireland		**7,210,529**	**1,107,602**	**(284,251)**	**(0.19%)**
Total Israel		**220,389**	**45,975**	**(3,143)**	**(0.00%)**
Total Italy		**1,426,452**	**(1,283,317)**	**(69,646)**	**(0.05%)**
Total Japan		**2,081,713**	**61,800**	**(55,437)**	**(0.04%)**
Total Jersey		**2,473,755**	**465,507**	**(33,850)**	**(0.02%)**

SCHEDULE OF INVESTMENTS (Continued)
31 December 2016

Counterparty	Notional Amount	Share/Nominal	Unrealised (loss)/gain USD	Percentage of Net Assets %
Financial liabilities at fair value through profit or loss (Continued)				
Derivative financial liabilities (Continued)				
Contract for differences: (2015: Fair value total: (USD6,179,703) / (2.33%)) (Continued)				
Total Korea	663,640	3,991	(12,233)	(0.01%)
Total Liberia	458,275	5,586	(15,707)	(0.01%)
Total Luxembourg	1,351,695	19,542	(46,255)	(0.03%)
Total Marshall Islands	352,451	113,915	(29,279)	(0.02%)
Total Netherlands	12,764,757	177,061	(70,977)	(0.05%)
Total Norway	944,034	259,357	(11,619)	(0.01%)
Total Puerto Rico	219,188	33,160	(4,751)	(0.00%)
Total Singapore	318,261	209,300	(7,233)	(0.00%)
Total Spain	2,574,376	57,348	(57,562)	(0.04%)
Total Sweden	8,754,668	(126,357)	(110,270)	(0.07%)
Total Switzerland	9,343,994	(7,113)	(135,273)	(0.09%)
Total Taiwan	223,444	57,000	(5,012)	(0.00%)
Total Thailand	271,288	(19,600)	(8,934)	(0.01%)
Total United Kingdom	16,603,445	(94,523)	(327,950)	(0.22%)
Total United States	152,450,475	3,488,356	(2,291,345)	(1.50%)
Total Contract for Difference	253,166,065		(4,186,178)	(2.75%)

SCHEDULE OF INVESTMENTS (Continued)
31 December 2016

Financial liabilities at fair value through profit or loss (Continued)

Derivative financial liabilities (continued)

Foreign currency forward contracts: (2015: Fair value total: (USD1,102,323) / (0.41%))

Currency sold	Counterparty	Currency bought	Rate and date of Maturity	Unrealised loss	Percentage of Net Assets
USD 350,000	JP Morgan Chase Bank N.A.	TWD 11,044,250	0.0317 : 02/06/2017	(8,672)	(0.01%)
USD 800,000	JP Morgan Chase Bank N.A.	CNY 5,631,200	0.1421 : 02/07/2017	(1,559)	(0.00%)
USD 350,000	JP Morgan Chase Bank N.A.	IDR 4,711,000,000	0.0001 : 02/03/2017	(3,305)	(0.00%)
USD 600,000	JP Morgan Chase Bank N.A.	TWD 19,164,000	0.0313 : 02/06/2017	(7,728)	(0.00%)
Total foreign currency forward contracts unrealised loss				**(21,264)**	**(0.01)%**

	Counterparty		Share/Nominal	Fair Value USD	Percentage of Net Assets %
Investment in Listed Options (Short position): (2015: Fair value total: (USD54,036) / (0.02%)) (All Covered Options)					
	Counterparty				
Canada	Credit Suisse International	ECA US Strike 5.00 expire 20/01/2017 Put	(24)	(120)	(0.00%)
		Total Canada		**(120)**	**(0.00%)**
United States	Credit Suisse International	BBBY US Strike 45.00 expire 20/01/2017 Put	(57)	(25,365)	(0.02%)
	Credit Suisse International	BBY US Strike 54.04 expire 20/01/2017 Call	(21)	(105)	(0.00%)
	Credit Suisse International	BBY US Strike 43.00 expire 20/01/2017 Put	(43)	(6,514)	(0.01%)
	Credit Suisse International	DIS US Strike 101.00 expire 27/01/2017 Put	(237)	(16,709)	(0.01%)
	Credit Suisse International	EXPE US Strike 100.00 expire 20/01/2017 Put	(82)	(1,230)	(0.00%)
	Credit Suisse International	K US Strike 67.50 expire 17/03/2017 Put	(58)	(5,945)	(0.00%)
	Credit Suisse International	MDLZ US Strike 46.00 expire 17/02/2017 Call	(291)	(44,669)	(0.03%)
	Credit Suisse International	NFLX US Strike 110.00 expire 17/03/2017 Put	(24)	(9,840)	(0.01%)
	Credit Suisse International	NKE US Strike 48.75 expire 20/01/2017 Put	(14)	(455)	(0.00%)
	Credit Suisse International	PVH US Strike 100.00 expire 20/01/2017 Call	(14)	(385)	(0.00%)
	Credit Suisse International	PVH US Strike 110.00 expire 20/01/2017 Call	(6)	(30)	(0.00%)
	Credit Suisse International	TAP US Strike 105.00 expire 20/01/2017 Call	(24)	(420)	(0.00%)
	Credit Suisse International	TIF US Strike 85.00 expire 20/01/2017 Call	(24)	(804)	(0.00%)
	Credit Suisse International	TWX US Strike 90.00 expire 20/01/2017 Put	(94)	(1,363)	(0.00%)
	Credit Suisse International	WWAV US Strike 57.50 expire 20/01/2017 Call	(14)	(1,015)	(0.00%)
	Credit Suisse International	VFC US Strike 55.00 expire 20/01/2017 Call	(4)	(20)	(0.00%)
		Total United States		**(114,869)**	**(0.08%)**
		Total Investment in listed options		**(114,989)**	**(0.08)%**
		Total liabilities at fair value through profit and loss		**(4,327,744)**	**(2.84%)**

SCHEDULE OF INVESTMENTS (Continued)
31 December 2016

	Fair Value USD	Percentage of Net Assets %
Financial assets at fair value through profit or loss (Continued)		
Analysis of total liabilities		
Derivative financial instruments		
Futures	(5,313)	(0.00%)
Foreign currency forward contracts	(21,264)	(0.01%)
Contracts for difference	(4,186,178)	(2.75%)
Listed options	(114,989)	(0.08%)
Cash collateral due to broker	(346,939)	(0.23%)
Other payables	(535,133)	(0.35%)
Total assets	**(5,209,816)**	**(3.42%)**

The following tables disclose the Contracts for differences by Currency as required by UCITS Regulations.

Contracts for differences by Currency

	Notional Amount	Unrealised (loss)/gain USD	Percentage of Net Assets %
Assets			
Currency			
Canadian Dollar	1,732,942	21,743	0.01%
Swiss Franc	3,104,285	43,915	0.03%
Danish Krone	2,274,721	15,377	0.01%
Euro	31,670,969	588,887	0.39%
Great British Pound	10,631,706	327,341	0.22%
Hong Kong Dollar	2,666,652	56,910	0.04%
Israeli Shekel	721,059	50,130	0.03%
Japanese Yen	989,342	15,817	0.01%
Norwegian Krone	428,385	34,661	0.02%
Swedish Krona	4,508,642	87,100	0.06%
Singapore Dollar	281,405	4,477	0.00%
United States Dollar	217,256,845	3,136,915	2.06%
Total	**276,266,953**	**4,383,273**	**2.88%**
Liabilities			
Currency			
Australian Dollar	537	(47)	(0.00%)
Canadian Dollar	399,697	(11,958)	(0.01%)
Swiss Franc	5,152,493	(53,584)	(0.04%)
Danish Krone	1,329,860	(70,656)	(0.05%)
Euro	28,188,875	(548,095)	(0.36%)
Great British Pound	14,035,943	(302,529)	(0.20%)
Hong Kong Dollar	2,948,165	(30,727)	(0.02%)
Israeli Shekel	220,389	(3,143)	(0.00%)
Japanese Yen	2,081,713	(55,437)	(0.04%)
Korean Won	215,661	(871)	(0.00%)
Norwegian Krone	944,034	(11,619)	(0.01%)
Swedish Krona	10,824,757	(111,445)	(0.07%)
Singapore Dollar	318,261	(7,233)	(0.00%)
United States Dollar	186,505,680	(2,978,834)	(1.95%)
Total	**253,166,065**	**(4,186,178)**	**(2.75%)**

SCHEDULE OF INVESTMENTS (Continued)
31 December 2016

The following tables disclose the Contracts for differences by Industry sector as required by UCITS Regulations.

Contracts for differences by Industry sector

	Notional Amount	Unrealised (loss)/gain USD	Percentage of Net Assets %
Assets			
Industry sector			
Consumer Discretionary	52,849,053	1,042,177	0.68%
Consumer Staples	58,425,809	585,236	0.38%
Energy	19,910,126	382,281	0.25%
Financials	37,437,025	408,485	0.27%
Health Care	17,736,806	79,589	0.05%
Industrials	31,736,616	574,649	0.39%
Information Technology	24,130,825	444,283	0.29%
Materials	19,224,464	500,524	0.33%
Non US index	816,272	24,646	0.02%
Telecommunication Services	10,502,666	291,289	0.19%
US index	1,427,173	22,320	0.01%
Utilities	2,070,118	27,794	0.02%
Total	**276,266,953**	**4,383,273**	**2.88%**
Liabilities			
Industry sector			
Consumer Discretionary	51,729,029	(909,609)	(0.60%)
Consumer Staples	26,066,027	(334,122)	(0.22%)
Energy	17,947,588	(394,453)	(0.26%)
Financials	32,840,893	(551,321)	(0.36%)
Health Care	4,988,741	(60,495)	(0.04%)
Industrials	38,192,578	(493,727)	(0.32%)
Information Technology	33,058,164	(546,805)	(0.36%)
Materials	25,371,869	(516,506)	(0.34%)
Non US index	215,661	(871)	(0.00%)
Telecommunication Services	20,174,176	(282,635)	(0.19%)
Utilities	2,581,339	(95,634)	(0.06%)
Total	**253,166,065**	**(4,186,178)**	**(2.75%)**

Sum-of-the-notionals is the leverage metric used per the Risk-Management-Process. Please note a complete list of all derivatives is available upon request.

SCHEDULE OF INVESTMENTS (Continued)
31 December 2016

A&Q Diversified Portfolio UCITS

	Counterparty	Share/ Nominal	Fair Value USD	Percentage of Net Assets %
Financial liabilities at fair value through profit or loss				
Money market funds				
Ireland				
UBS (Irl) Select Money Market - USD S Dist	JP Morgan Chase Bank N.A.	2,700	27,000,000	18.98%
Total Ireland			**27,000,000**	**18.98%**
Luxembourg				
JPM Liq-USD TR Liquid-INSD	JP Morgan Chase Bank N.A.	26,905,152	26,905,152	18.91%
UBS LUX Money Market USD I-A3 A	JP Morgan Chase Bank N.A.	18,324	19,009,345	13.36%
Total Luxembourg			**45,914,497**	**32.27%**
Money market funds, at fair value			**72,914,497**	**51.25%**
Investment funds				
Ireland				
Legg Mason WA Macro Opportunities Bond A Acc UUSD	JP Morgan Chase Bank N.A.	51,048	6,035,878	4.24%
MW Liquid Alpha Ucits B USD	JP Morgan Chase Bank N.A.	118,746	12,318,727	8.66%
Total Ireland			**18,354,605**	**12.90%**
Luxembourg				
AQR Managed Future UCITS-A USD	JP Morgan Chase Bank N.A.	58,748	5,885,912	4.14%
AQR Style Premia UCITS-A USD	JP Morgan Chase Bank N.A.	46,262	5,171,112	3.64%
Boussard & Gav Abs Ret-Z USD A	JP Morgan Chase Bank N.A.	9,023	9,734,133	6.84%
DD Platinum IV Clinton Equity Strategies R1C-U	JP Morgan Chase Bank N.A.	44,337	4,163,280	2.93%
Total Luxembourg			**24,954,437**	**17.55%**
Investment funds, at fair value			**43,309,042**	**30.45%**
Derivative financial assets				
Total return swaps (All 2017 Contracts)				
Eurozone				
Barclays Eurozone Low Volatility Equity Market Hedged Index August 2017	Barclays Capital London	10,146	14,092	0.01%
BofAML Investable ESTX80 8-Month Constant Tenor Dividend Futures Index 05 October 2017	Bank of America Merrill Lynch	37,546	22,538	0.02%
Total Eurozone			**36,630**	**0.03%**
United Kingdom				
Barclays UK Low Volatility Equity Market Hedged Index August 2017	Barclays Capital London	2,758	15,610	0.01%
Total United Kingdom			**15,610**	**0.01%**
United States				
Barclays Dualis Index 07 August 2017	Barclays Capital London	46,636	269,600	0.19%
Barclays Atlantic HYIGS Enhanced Beta Credit Index 07 August 207	Barclays Capital London	45,810	79,654	0.05%
Barclays Global Exceed+ Series A-3 Index 07 August 2017	Barclays Capital London	187,967	42,881	0.03%
Barclays Global SABER in USD Index 07 August 2017	Barclays Capital London	2,239	3,256	0.00%
Barclays Trendstar+ Alt Roll Index 07 August 2017	Barclays Capital London	7,191	1,304	0.00%
DB Equity Low Beta Turnover Control Factor Index 07 August 2017	Deutsche Bank	119	9,172	0.01%
DB US Systematic Merger Arbitrage US 07 August 2017	Deutsche Bank	134,796	72,790	0.05%
Merrill Lynch International 05 October 2017	Bank of America Merrill Lynch	358,608	14,401	0.01%

SCHEDULE OF INVESTMENTS (Continued)
31 December 2016

	Counterparty	Share/Nominal	Fair Value USD	Percentage of Net Assets %
Financial liabilities at fair value through profit or loss (Continued)				
Derivative financial assets (Continued)				
Total return swaps (All 2017 Contracts) (Continued)				
Merrill Lynch International 05 October 2017	Bank of America Merrill Lynch	41,172	72,874	0.05%
Bank of America Merrill Lynch Short Synthetic Variance Index 05October 2017	Bank of America Merrill Lynch	21,139	22,524	0.02%
Total United States			**588,456**	**0.41%**
Total return swaps			**640,696**	**0.45%**

Financial assets at fair value through profit or loss (Continued)

Derivative financial assets (continued)

Foreign currency forward contracts

Currency sold	Counterparty	Currency bought	Rate and date of Maturity	Unrealised gain	Percentage of Net Assets
CHF 17,297,570	JP Morgan Chase Bank N.A.	USD 16,901,092	1.0235 : 01/31/2017	113,838	0.08%
EUR 65,830,829	JP Morgan Chase Bank N.A.	USD 68,873,859	0.9558 : 01/31/2017	478,498	0.33%
CHF 100,000	JP Morgan Chase Bank N.A.	USD 97,402	1.0267 : 01/31/2017	964	0.00%
Total foreign currency forward contracts unrealised gain				**593,300**	**0.41%**

			Share/Nominal	Fair Value USD	Percentage of Net Assets %
Investments in Other OTC Options (long position) (All Covered Options)					
	Counterparty				
United States	Bank of America Merrill Lynch	S & P 500 Index	1,500	22,550	0.02%
		Total United States		**22,550**	**0.02%**
		Total Investment in Options		**22,550**	**0.02%**
Total financial assets at fair value through profit and loss				**117,480,085**	**82.58%**

Analysis of total assets

Money market funds	72,914,497	51.25%
Investment funds	43,309,042	30.45%
Derivative financial instruments		
Total return swaps	640,696	0.45%
Foreign currency forward contracts	593,300	0.41%
Other OTC options	22,550	0.02%
Deposits with credit institutions and cash collateral	25,487,792	17.91%
Interest, dividend and other receivables	97,239	0.07%
Total assets	**143, 065,116**	**100.56%**

SCHEDULE OF INVESTMENTS (Continued)
31 December 2016

	Counterparty	Share/Nominal	Fair Value USD	Percentage of Net Assets %
Financial liabilities at fair value through profit or loss				
Derivative financial liabilities				
Total return swaps (All 2017 Contracts)				
United States				
Barclays Commodity Strategy 1682 Index 07 August 2017	Barclays Capital London	2,636	(94,420)	(0.07%)
Barclays Dynamic Convexity US Index 07 August 2017	Barclays Capital London	29,708	(986)	(0.00%)
BXIIVSEU Equity Swap-07 August 2017	Barclays Capital London	2,098	(21,769)	(0.02%)
DB Diversified Municipal Arbitrage 2 USD Net Index 07 August 2017	Deutsche Bank	105,706	(43,012)	(0.03%)
Deutsche Bank Synthetic Equity 07 August 2017	Deutsche Bank	1,194	(132,295)	(0.09%)
Merrill Lynch International 05 October 2017	Bank of America Merrill Lynch	13,662	(32,535)	(0.02%)
Merrill Lynch International 05 October 2017	Bank of America Merrill Lynch	56,709	(6,484)	(0.00%)
Bank of America Merrill Lynch Vortex Alpha Index 05 October 2017	Bank of America Merrill Lynch	6,910	(2,081)	(0.00%)
The BofAML Mean Reversion USD Index 05 October 2017	Bank of America Merrill Lynch	738	(2,202)	(0.00%)
Total United States			**(335,784)**	**(0.23%)**
Total return swaps			**(335,784)**	**(0.23%)**

			Share/Nominal	Fair Value USD	Percentage of Net Assets %
Investments in Other OTC Options (short position) (All Covered Options)					
	Counterparty				
United States	Bank of America Merrill Lynch	S & P 500 Index	(1,500)	(7,866)	(0.01%)
		Total United States		**(7,866)**	**(0.01%)**
		Total Investment in options		**(7,866)**	**(0.01%)**
Total financial liabilities at fair value through profit and loss				**(343,650)**	**(0.24%)**

Analysis of total liabilities

Derivative financial instruments		
Money market funds	(335,784)	(0.23%)
Other OTC Options	(7,866)	(0.01%)
Cash collateral due to broker	(30,000)	(0.02%)
Other payables	(433,671)	(0.30%)
Total liabilities	**(807,321)**	**(0.56%)**

UNAUDITED TOP 20 PURCHASES & SALES FOR FINANCIAL YEAR ENDED 31 December 2016

O'Connor Opportunistic UCITS Fund	Currency	Quantity	Price	Amount
Top 20 Purchases				
US Treasury 0.00% 02/06/2016	USD	20,000,000	99.94	19,988,450
US Treasury 0.00% 05/05/2016	USD	19,900,000	99.94	19,887,811
US Treasury 0.00% 04/07/2016	USD	19,500,000	99.96	19,491,355
US Treasury 0.00% 07/07/2016	USD	19,500,000	99.95	19,490,445
US Treasury 0.00% 14/04/2016	USD	19,500,000	99.95	19,489,308
US Treasury 0.00% 14/07/2016	USD	18,500,000	99.96	18,491,690
US Treasury 0.00% 26/05/2016	USD	18,000,000	99.93	17,987,715
US Treasury 0.00% 30/06/2016	USD	17,500,000	99.96	17,492,242
US Treasury 0.00% 22/09/2016	USD	17,500,000	99.95	17,491,221
US Treasury 0.00% 15/09/2016	USD	17,500,000	99.94	17,490,200
US Treasury 0.00% 20/10//2016	USD	17,400,000	99.93	17,388,429
US Treasury 0.00% 31/03/2016	USD	16,500,000	99.96	16,493,455
US Treasury 0.00% 23/06/2016	USD	16,500,000	99.95	16,492,204
US Treasury 0.00% 09/06/2016	USD	16,500,000	99.93	16,487,969
US Treasury 0.00% 25/08/2016	USD	16,000,000	99.94	15,989,920
US Treasury 0.000% 19/01/2017	USD	16,000,000	99.92	15,987,282
US Treasury 0.00% 21/04/2016	USD	15,500,000	99.93	15,489,873
US Treasury 0.00% 01/09/2016	USD	15,000,000	99.95	14,991,775
US Treasury 0.00% 10/11/2016	USD	15,000,000	99.93	14,990,025
US Treasury 0.00% 18/08/2016	USD	15,000,000	99.93	14,988,975

For purchases or sales on contract for differences, the gross notional amount is shown.

UNAUDITED TOP 20 PURCHASES & SALES FOR FINANCIAL YEAR ENDED 31 December 2016 (continued)

O'Connor Opportunistic UCITS Fund	Currency	Quantity	Price	Amount
Top 20 Sales				
Procter & Gamble	USD	20,123,778	73.24	14,739,264
US Treasury 0.00% 04/02/2016	USD	9,997,000	99.99	9,996,206
US Treasury 0.00% 04/02/20016	USD	7,003,000	99.99	7,002,444
US Treasury 0.00% 05/05/2016	USD	6,500,000	100.00	6,499,875
US Treasury 0.00% 10/11/2016	USD	6,000,000	99.99	5,999,288
US Treasury 0.00% 02/06/2016	USD	6,000,000	99.98	5,998,955
US Treasury 0.00% 25/08/2016	USD	5,000,000	99.97	4,998,440
US Treasury 0.00% 07/07/2016	USD	5,000,000	99.97	4,998,403
US Treasury 0.00% 08/09/2016	USD	5,000,000	99.96	4,997,942
US Treasury 0.00% 15/09/2016	USD	5,000,000	99.95	4,997,710
US Treasury 0.00% 22/09/2016	USD	5,000,000	99.95	4,997,266
Procter & Gamble	USD	6,236,088	74.37	4,637,825
Baxter International	USD	9,761,928	46.05	4,495,744
Dell Technologies Inc	USD	92,456	47.79	4,418,472
Southwestern Energy	USD	324,191	13.03	4,222,946
US Treasury 0.00% 11/08/2016	USD	4,000,000	99.98	3,999,118
US Treasury 0.00% 19/01/2017	USD	4,000,000	99.96	3,998,423
Procter & Gamble	USD	5,009,714	76.06-	3,810,172
US Treasury 0.00% 01/09/2016	USD	3,576,500	99.96	3,575,126
Procter & Gamble	USD	4,802,733	73.70	3,539,735

For purchases or sales on contract for differences, the gross notional amount is shown.

UNAUDITED TOP 20 PURCHASES & SALES FOR FINANCIAL PERIOD ENDED 31 December 2016

A&Q Diversified Alternative Portfolio UCITS	Currency	Quantity	Price	Amount
Top 20 Purchases				
UBS (Irl) Select Money Market - USD S Dist	USD	3,500	10,000.00	35,000,000
JPM Liq-USD TR Liquid-INSD	USD	20,000,000	1.00	20,000,000
UBS (Irl) Select Money Market - USD S Dist	USD	18,324	1,036.88	19,000,000
MW Liquid Alpha Ucits B USD	USD	99,180	100.83	10,000,000
Boussard & Gav Abs Ret-Z USD A	USD	8,610	1,068.54	9,200,000
DD Platinum IV Clinton Equity Strategies R1C-U	USD	66,183	108.79	7,200,000
Legg Mason WA Macro Opportunities Bond A Acc UUSD	USD	51,291	118.93	6,100,000
AQR Managed Future UCITS-A USD	USD	58,711	103.90	6,100,000
UBS (Irl) Select Money Market - USD S Dist	USD	600	10,000.00	6,000,000
JPM Liq-USD TR Liquid-INSD	USD	6,000,000	1.00	6,000,000
AQR Style Premia UCITS-A USD	USD	46,816	108.94	5,100,000
UBS (Irl) Select Money Market - USD S Dist	USD	500	10,000.00	5,000,000
MW Liquid Alpha UCITS B USD	USD	40,883	100.29	4,100,000
Boussard & Gav Abs Ret-Z USD A	USD	3,325	1,082.63	3,599,994
DB Platinum IV Clinton Equity Strategies R1C-U ON RCT	USD	26,949	107.61	2,900,000
MW Liquid Alpha UCITS B USD	USD	27,818	100.65	2,800,000
Legg Mason WA Macro Opportunities Bd A Acc USD ON RCT	USD	20,845	119.93	2,500,000
AQR Style Premia UCITS-A USD	USD	21,642	106.27	2,300,000
Boussard & Gav Abs Ret-Z USD A	USD	2,149	1,070.50	2,299,991
AQR Style Premia UCITS-A USD	USD	18,292	109.34	2,000,000

For purchases or sales on contract for differences, the gross notional amount is shown.

UNAUDITED TOP 20 PURCHASES & SALES FOR FINANCIAL PERIOD ENDED 31 December 2016 (continued)

A&Q Diversified Alternative Portfolio UCITS	Currency	Quantity	Price	Amount
Top 20 Sales*				
UBS (Irl) Select Money Market - USD S Dist	USD	2,000	10,000.00	20,000,000
DD Platinum IV Clinton Equity Strategies R1C-U	USD	66,183	98.20	6,499,127
Boussard & Gav Abs Ret-Z USD A	USD	5,061	1,066.98	5,399,996
MW Liquid Alpha Ucits B USD	USD	49,134	103.80	5,100,000
Legg Mason WA Macro Opportunities Bond A Acc UUSD	USD	34,521	115.87	4,000,000
AQR Managed Future UCITS-A USD	USD	39,997	100.01	4,000,000
AQR Style Premia UCITS-A USD	USD	30,842	110.24	3,400,000
DD Platinum IV Clinton Equity Strategies R1C-U	USD	3,064	98.20	300,873
JPM Liq-USD TR Liquid-INSD	USD	100,000	1.00	100,000
S & P 500 Index	USD	1,000	64.00	64,000
S & P 500 Index	USD	2,450	17.30	42,385
S & P 500 Index	USD	2,340	18.10	42,354
S & P 500 Index	USD	1,000	28.00	28,000
S & P 500 Index	USD	1,000	18.82	18,820
S & P 500 Index	USD	500	12.50	6,250
BCRIHGEA Equity Swap 07 August 2017=GB	USD	39,703	165.96	-

For purchases or sales on contract for differences, the gross notional amount is shown.

***All the total Sales during the financial period.**

UNAUDITED TOP 20 PURCHASES & SALES FOR PERIOD ENDED 31 December 2015

O'Connor Opportunistic UCITS Fund	Currency	Quantity	Price	Amount
Top 20 Purchases				
US Treasury 0.00% 17/12/2015	USD	20,000,000	99.99	19,997,822
US Treasury 0.00% 10/03/2016	USD	20,000,000	99.96	19,991,133
US Treasury 0.00% 11/02/2016	USD	19,900,000	99.97	19,893,586
US Treasury 0.00% 21/01/2016	USD	19,500,000	100.01	19,501,115
US Treasury 0.00% 17/03/2016	USD	16,500,000	99.98	16,496,054
US Treasury 0.00% 28/01/2016	USD	15,500,000	100.00	15,499,852
US Treasury 0.00% 15/10/2015	USD	15,500,000	100.00	15,499,373
US Treasury 0.00% 24/12/2015	USD	15,500,000	99.98	15,496,519
US Treasury 0.00% 03/09/2015	USD	14,000,000	100.00	13,999,703
US Treasury 0.00% 03/12/2015	USD	13,000,000	100.00	12,999,469
US Treasury 0.00% 25/02/2016	USD	13,000,000	99.96	12,995,147
US Treasury 0.00% 29/10/2015	USD	12,000,000	99.99	11,998,317
US Treasury 0.00% 18/02/2016	USD	11,750,000	99.97	11,746,584
US Treasury 0.00% 11/06/2015	USD	5,000,000	100.00	4,999,831
US Treasury 0.00% 11/06/2015	USD	5,000,000	99.99	4,999,738
General Electric Nov5 38.0 Put	USD	6,237	7.87	4,920,369
US Treasury 0.00% 15/10/2015	USD	4,000,000	100.00	3,999,890
US Treasury 0.00% 23/04/2015	USD	4,000,000	100.00	3,999,877
US Treasury 0.00% 23/04/2015	USD	2,500,000	100.00	2,499,995
US Treasury 0.00% 05/02/2015	USD	2,500,000	100.00	2,499,981

For purchases or sales on contract for differences, the gross notional amount is shown.

UNAUDITED TOP 20 PURCHASES & SALES FOR PERIOD ENDED 31 December 2015 (Continued)

O'Connor Opportunistic UCITS Fund	Currency	Quantity	Price	Amount
Top 20 Sales				
General Electric Nov5 38.0 Put	USD	6,237	0.00	4,920,369
Frontier Communications	USD	212,129	5.05	1,060,645
Citizens Financial Group	USD	36,900	24.23	893,920
Summit Materials	USD	33,128	25.38	853,046
Citizens Financial Group	USD	33,538	24.08	807,338
Michaels Companies	USD	30,320	26.54	806,512
Fidelity National Information Services	USD	12,196	64.53	776,763
Axalta Coating Systems	USD	25,492	29.83	758,387
Endo International	USD	9,091	83.57	756,825
Sabre	USD	27,897	27.68	750,150
Medical Properties Trust REIT	USD	61,025	12.11	747,556
Travelport Worldwide	USD	45,733	14.14	658,555
CDW	USD	14,960	38.73	572,220
HD Supply Holdings	USD	15,370	34.70	545,635
Post Holdings	USD	8,594	62.07	515,640
AmTrust Financial Services	USD	8,004	61.48	512,256
FleetCor Technologies	USD	3,236	151.35	485,400
Springleaf Holdings Inc	USD	8,818	50.63	454,127
AerCap Holdings	USD	9,091	48.50	445,459
AerCap Holdings	USD	9,091	48.61	445,459

For purchases or sales on contract for differences, the gross notional amount is shown.

UNAUDITED APPENDIX I – TOTAL EXPENSE RATIO (TER)

The average total expense ratio table shows the actual expenses incurred by the Fund, inclusive of performance fees during the reporting period, expressed as an annualised percentage of the average net assets of the Fund for the corresponding period.

O'Connor Opportunistic UCITS Fund

Share Class	CHF Hedged P-PF	CHF Hedged Q-PF	EUR Hedged IA-1-PF	EUR Hedged K-1-PF	EUR Hedged P-PF	EUR Hedged Q-PF	GBP Hedged Q-PF
TER	2.35%	1.75%	1.75%	2.15%	2.35%	1.75%	1.75%

Share Class	JPY Hedged P-PF	SGD Hedged P-PF	USD IA-1-PF	USD P-PF	USD Q-PF
TER	2.35%	2.35%	1.75%	2.35%	1.75%

A&Q Diversified Alternative Portfolio UCITS

Share Class	K-1 CHF	P CHF	K-1 EUR	P EUR	U-X EUR	K-1 USD	P USD
TER	1.70%	2.00%	1.70%	2.00%	030%	1.70%	2.00%

Share Class	Founder USD
TER	0.50%

ADDITIONAL INFORMATION FOR INVESTORS IN SWITZERLAND

O'Connor Opportunistic UCITS Fund

	Performance 2016 (p.a.)	Performance 2015 (p.a.)	Performance 2014 (p.a.)
CHF hedged P-PF-acc	(6.47%)	(1.67%)	-
CHF hedged Q-PF-acc	(5.91%)	(0.12%)	-
EUR hedged K-1-PF-acc	(5.83%)	(0.37%)	-
EUR hedged P-PF-acc	(6.01%)	(0.68%)	-
EUR hedged Q-PF-acc	(5.46%)	(0.04%)	-
USD P-PF-acc	(4.66%)	(0.20%)	-
SGD hedged P-PF-acc	(4.35%)	(0.20%)	-
USD Q-PC-acc	(4.07%)	(1.17%)	-
JPY hedged P-PF-acc	(5.74%)	(4.66%)	-
GBP hedged Q-PF-acc	(4.71%)	(2.17%)	-
USD IA-1 PF-acc	(4.08%)	(2.50%)	-
EUR hedged IA-1-PF-acc	(5.46%)	(2.28%)	-
EUR hedged IA-2-PF-acc**	-	(3.10%)	-

** Fully redeemed during the financial year.

A&Q Diversified Alternative Portfolio UCITS*

	Performance 2016 (p.a.)	Performance 2015 (p.a.)	Performance 2014 (p.a.)
K-1 CHF	-	-	-
P CHF	-	-	-
K-1 EUR	-	-	-
P EUR	-	-	-
U-X EUR	-	-	-
Founder USD	-	-	-
K-1 USD	-	-	-
P USD	-	-	-

*Sub-fund launched on 15th July 2016.

Historical performance is no indicator of current or future performance.
The performance data does not take account of any commissions and costs charged when subscribing and redeeming shares.

UNAUDITED APPENDIX II – SWISS REPRESENTATIVE AND PAYING AGENT

Fund's home jurisdiction – Ireland

Swiss Representative ***
UBS Fund Management (Switzerland) AG
Aeschenplatz 6, CH-4052 Basel

Swiss Paying Agent
UBS Switzerland AG
Bahnhofstrasse 45, CH-8001 Zurich
and its offices in Switzerland

Swiss Distributor
UBS AG, Aeschenvorstadt 1, CH-4002 Basel
UBS AG, Bahnhofstrasse 45, CH-8098 Zurich
and its offices in Switzerland

*Shareholders may obtain the prospectus, the Key Investor Information Document (KIID), the latest annual and semi-annual reports, the changes in the composition of the securities portfolio during the reporting period and copies of the Memorandum and Articles of Association free of charge from the registered office of the Manager, the Administrator, or the local representatives in the countries where the Company is registered and in Switzerland at UBS Switzerland AG, Bahnhofstrasse 45, 8001 Zurich, Switzerland.

UNAUDITED APPENDIX III – GERMAN INFORMATION AND PAYING AGENT

** The prospectus, the KIIDs, the Articles of Association, the annual and semi-annual reports, a list of changes in the composition of the portfolios as well as the issue and redemption prices are available free of charge pursuant to Sec. 297(1) of the German Capital Investment Code from the office of the German Information and Paying Agent as specified above

For investors in Germany, the following sub-funds are available:
O'Connor Opportunistic UCITS Fund

No notification pursuant to Section 310 of the German Capital Investment Code (Kapitalanlagegesetzbuch) has been filed for the following sub-fund and the units/shares in this sub-fund may not be marketed to investors in the Federal Republic of Germany as this has not yet launched:
O'Connor Opportunistic UCITS II Fund

UNAUDITED APPENDIX IV – SECURITIES FINANCING TRANSACTIONS REGULATION

Article 13 of Regulation (EU) 2015/2365 on transparency of securities financing transactions (SFTs) and of reuse and amending Regulation (EU) No 648/2012, requires UCITS investment companies to provide the following information on the use made of SFTs.

Securities Financing Transactions Regulation (Regulation (EU) 2015/2365) ("SFTR") came into force on 12 January 2016 and, amongst other requirements, introduces new disclosure requirements in the Company's financial statements published after 13 January 2017 detailing the Sub-Fund's use of securities financing transactions and total return swaps. As a result, additional disclosures have been included in this appendix.

Below is the market value of assets engaged in securities financing transactions as at 31 December 2016. The assets which are engaged in securities financing transactions at this date are total return swaps, in the form of Contracts for Difference ("CFDs").The Funds do not engage in securities lending, or repo transactions.

O'Connor Opportunistic UCITS Fund

Below is the market value of assets engaged in securities financing transactions as at 31 December 2016.

Fund Name	Amount USD	% of net assets as at 31 December 2016
O'Connor Opportunistic UCITS Fund	197,095	0.13%

The data in the following tables solely relates to O'Connor Opportunistic UCITS Fund.

The following table details the Counterparty for the Contracts for Difference held by the O'Connor Opportunistic UCITS Fund.

Counterparty Name / Financial Institutions	Country of Counterparty	Contracts for Difference
Citibank N.A	United States of America	273,816
Credit Suisse Securities (Europe) Limited	United Kingdom	(15,696)
JP Morgan Chase Bank N.A.	United States of America	(61,025)

The Contracts for Difference are settled bi-laterally.

The following table provides an analysis of the maturity tenor of the Contracts for Difference held by the Fund as at 31 December 2016.

Maturity tenor	USD
Less than one week	-
One day to one week	-
One week to one month	-
One month to three months	-
Three months to one year	-
Above one year	-
Open maturity	197,095

The following table provides an analysis of the type, currency, and quality of collateral pledged as at 31 December 2016.

Type of asset pledged as Collateral	Collateral Currency	Investment Grade	Below Investment Grade	Not Rated	Amount USD
Cash	USD	-	-	-	346,939

UNAUDITED APPENDIX IV – SECURITIES FINANCING TRANSACTIONS REGULATION (Continued)

The following table provides an analysis of the type, currency, and quality of collateral issued as at 31 December 2016.

Type of asset pledged as Collateral	Collateral Currency	Investment Grade	Below Investment Grade	Not Rated	Amount USD
Treasury bills	USD	AA	-	-	45,139,349
Cash	USD	-	-	-	598,541

The Fund has no right of reuse of collateral received.

The following table provides an analysis of the maturity tenor of the collateral held by the O'Connor Opportunistic UCITS Fund.

Maturity tenor of the collateral	USD
Less than one week	-
One day to one week	-
One week to one month	23,494,599
One month to three months	21,644,750
Three months to one year	-
Above one year	-
Open maturity	251,602

All collateral received by the Fund is held with the Depositary, J. P. Morgan Bank (Ireland) plc.

A&Q Diversified Alternative Portfolio UCITS

Below is the market value of assets engaged in securities financing transactions as at 31 December 2016.

Fund Name	Amount USD	% of net assets as at 31 December 2016
A&Q Diversified Alternative Portfolio UCITS	304,913	0.21%

The data in the following tables solely relates to A&Q Diversified Alternative Portfolio UCITS.

The following table details the Counterparty for the Total Return Swaps held by the Fund.

Counterparty Name / Financial Institutions	Country of Counterparty	Total Return Swap
Barclays Capital London	United Kingdom	309,222
Bank of America Merrill Lynch	United States of America	89,036
Deutsche Bank	Germany	(93,345)

The Total Return Swaps are settled bi-laterally.

The following table provides an analysis of the maturity tenor of the Total Return Swaps held by the Fund as at 31 December 2016.

Maturity tenor	USD
Less than one week	275,383
One day to one week	-
One week to one month	-
One month to three months	-
Three months to one year	29,530
Above one year	-
Open maturity	-

UNAUDITED APPENDIX IV – SECURITIES FINANCING TRANSACTIONS REGULATION (Continued)

The following table provides an analysis of the type, currency, and quality of collateral pledged as at 31 December 2016.

Type of asset Pledged as Collateral	Collateral Currency	Investment Grade	Below Investment Grade	Not Rated	Amount USD
Cash	USD	-	-	-	30,000

The following table provides an analysis of the type, currency, and quality of collateral issued as at 31 December 2016.

Type of asset Pledged as Collateral	Collateral Currency	Investment Grade	Below Investment Grade	Not Rated	Amount USD
Cash	USD	-	-	-	2,440,000

The Fund has no right of reuse of collateral received.

The following table provides an analysis of the maturity tenor of the collateral held by the Fund.

Maturity tenor of the collateral	USD
Less than one week	-
One day to one week	-
One week to one month	-
One month to three months	-
Three months to one year	-
Above one year	-
Open maturity	2,410,000

All collateral received by the Fund is held with the Depositary, J. P. Morgan Bank (Ireland) plc.

UNAUDITED APPENDIX V – REMUNERATION DISCLOSURES

Remuneration of the Manager

Lantern Structured Asset Management has been authorised by the Central Bank of Ireland ("CBI") as Manager under the European Communities (Undertakings for Collective Investment in Transferable Securities) Regulations 2011 ("UCITS Regulations") from 4 January 2006. The Company and Manager are subject to the relevant articles of the UCITS Regulations, including the Guidelines on Sound Remuneration Policies under the UCITS Directive published by the European Securities and Markets Authority (ESMA/2016/411).

The Manager is a wholly owned subsidiary of UBS AG and is part of the UBS group. The Manager has a remuneration policy in place which is largely consistent with the UBS group remuneration policy. The Manager's policy was developed by senior management of the Manager, reviewed by the Human Resources function of UBS and approved by the Manager's board of directors.

As determined in the Articles of Association and the Organisation Regulations of UBS, the Compensation Committee of UBS serves as the supervisory body for its human resources and compensation policies. The Compensation Committee ensures that UBS has appropriate governance and oversight of its compensation process and practices, that it has strong alignment between pay and performance, and that its compensation system does not encourage inappropriate or excessive risk-taking. UBS is engaged in a risk management business and its success depends on prudent risk-taking. UBS will not tolerate inappropriate behaviour that can harm the firm, its reputation or the interests of its various stakeholders. The Risk Committee, a committee of the board of directors of UBS, works closely with the Compensation Committee to ensure its approach to compensation reflects proper risk management and control. The Risk Committee supervises and sets appropriate risk management and control principles and receives regular briefings on how risk is factored into the compensation process. It also monitors UBS Group Risk Control's involvement in compensation and reviews risk-related aspects of the compensation process.

UBS's compensation funding framework is based on business performance, which is measured on multiple dimensions. UBS assesses Group performance and also considers performance relative to the industry, general market competitiveness, progress against its strategic initiatives, including risk weighted assets and balance sheet efficiency, delivery of cost efficiencies, and capital accretion. UBS looks at the firm's risk profile and culture, the extent to which operational risks and audit issues have been identified and resolved, and the success of risk reduction initiatives. In addition, UBS uses a number of criteria including achievement against a set of targets for its business divisions and Corporate Centre. Certain risk-related objectives are common across all business divisions and Corporate Centre, and include adherence to risk investment guidelines, Group risk policies, value-at-risk limits, and the avoidance of significant operational risk events. Each business division's performance award pool is initially accrued as a percentage of profit before performance award, which is risk adjusted by factoring in a risk capital charge. In the determination of the final pool, UBS also considers progress against its strategic initiatives, quality of earnings, affordability and market positioning. Business division performance is adjusted for items which do not represent underlying performance, including gains or losses related to divestments or sales of real estate, restructuring expenses, and gains or losses on own credit.

In summary, the compensation structure is aligned with UBS's strategic priorities. Employees are encouraged to create sustainable value and profitability, and to build a strong client franchise. UBS rewards behaviour that helps to build and protect the firm's reputation. As such, UBS's approach to compensation has a strong focus on conduct as well as on sound risk and management practices. UBS strives for excellence and sustainable performance in everything it does, and all employees are encouraged to achieve the highest standards of performance. Compensation for all employees is based on individual, team, business division and group performance, within the context of the markets in which UBS operates. The Total Reward Principles establish the framework for determining UBS's performance award pool, and guide the allocation and appropriate delivery mechanisms of compensation to employees, including deferred compensation programs. UBS's Total Reward Principles govern the compensation approach and processes across all locations and entities. The Total Reward Principles establish a framework for managing performance and integrating risk control. They also specify how UBS structures compensation and provides necessary funding for its performance.

UNAUDITED APPENDIX V – REMUNERATION DISCLOSURES (Continued)

At the end of the Company's financial year 31 December 2016, the Company has not completed its first annual performance period in which it has to comply with the UCITS V remuneration rules. As a result, the aggregate amount of remuneration broken down by category of employees or other staff members, as well as the other information that is required by the UCITS V Directive to be disclosed in the annual report, is not yet available and is not included in this annual report.