

PVE UCITS FUNDS PLC

PVE

CAPITAL

(An open-ended umbrella investment company with variable capital, with segregated liability between sub-funds and incorporated pursuant to the Companies Act 2014, (as amended) with limited liability in Ireland with registration number 508691 and authorised by the Central Bank of Ireland pursuant to the European Communities (Undertakings for Collective Investment in Transferable Securities) Regulations, 2011 (as amended) and the Central Bank (Supervision and Enforcement) Act 2013 (Section 48(1)) (Undertakings for Collective Investment in Transferable Securities) Regulations 2015).

**Unaudited Condensed Interim Financial Statements
for the period 1 January 2017 to 30 June 2017**

PVE UCITS Funds plc

An open-ended umbrella investment company incorporated in Ireland pursuant to the Companies Act 2014, (as amended)

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PVE UCITS Funds plc

An open-ended umbrella investment company incorporated in Ireland pursuant to the Companies Act 2014, (as amended)

General Information

Directors

Mr James F. McKeon **
Mr Frank Connolly *
Mr Roy Finucane **
Mr Loren Remetta* (appointed 20 January 2017)

Registered Office ***

32 Molesworth Street
Dublin 2

Investment Manager and Promoter and UK Facilities Agent

PVE Capital LLP
35 Albemarle St
London W1S 4JD
United Kingdom

Administrator and Transfer Agent

Quintillion Limited
24 – 26 City Quay
Dublin 2

Independent Auditor

KPMG
Chartered Accountants and Statutory Audit Firm
1 Harbourmaster Place
I.F.S.C.
Dublin 1

Depositary

SMT Trustees (Ireland) Limited
Block 5, Harcourt Centre
Harcourt Road
Dublin 2

Irish Legal Advisor

Maples and Calder
75 St Stephen's Green
Dublin 2

Company Secretary ***

MFD Secretaries Limited
32 Molesworth Street
Dublin 2

Listing Sponsor

Maples and Calder
75 St Stephen's Green
Dublin 2

Swiss Representative ****

Carnegie Fund Services S.A.
11, rue du Général-Dufour
1204 Geneva
Switzerland

Swiss Paying Agent

Banque Cantonale de Genève
17, quai de l'Ile
1204 Geneva
Switzerland

* Non-executive Director

** Independent non-executive Director

*** With effect from 8 May 2017

****Additional information for Switzerland- the Company is compliant with Swiss law for distribution to qualified investors in Switzerland. The prospectus and the Key Investor Information Documents for Switzerland, the memorandum and articles of association, the annual and semi-annual report of the Company, the list of the purchases and sales and further information can be obtained free of charge from the representative in Switzerland: Carnegie Fund Services S.A., 11, rue du Général-Dufour, CH-1204 Geneva, Switzerland, web: www.carnegie-fund-services.ch. The Swiss paying agent is: Banque Cantonale de Genève, 17, quai de l'Ile, CH-1204 Geneva. For the shares of the Company distributed to qualified investors in Switzerland, the place of jurisdiction is Geneva. This document may only be issued, circulated or distributed so as not to constitute an offering to the general public in Switzerland. Recipients of the document in Switzerland should not pass it on to anyone without first consulting their legal or other appropriate professional adviser, or the Swiss representative.

Each time performance data is published, it should be noted that the past performance is no indication of current or future performance, and that it does not take account of the commissions and costs incurred on the issue and redemption of shares.

PVE UCITS Funds plc

An open-ended umbrella investment company incorporated in Ireland pursuant to the Companies Act 2014, (as amended)

**Statement of Financial Position
As at 30 June 2017**

	Notes	PVE Credit Value Fund 30 June 2017	PVE Credit Value Fund 31 December 2016
		€	€
Assets			
Cash and cash equivalents	6	10,413,845	6,224,179
Amounts due from brokers - collateral	7	658,866	339,635
Financial assets at fair value through profit or loss	4	30,091,935	30,902,969
Other receivables and prepayments	8	391,775	435,704
Total assets		41,556,421	37,902,487
Liabilities			
Financial liabilities at fair value through profit or loss		120,643	-
Amounts due to brokers		2,294,953	-
Accrued expenses	10	137,015	129,228
Liabilities (excluding net assets attributable to holders of redeemable participating shares)		2,552,611	129,228
Net assets attributable to holders of redeemable participating shares	14	39,003,810	37,773,259

The notes to the financial statements are an integral part of the financial statements.

PVE UCITS Funds plc

An open-ended umbrella investment company incorporated in Ireland pursuant to the Companies Act 2014, (as amended)

Statement of Comprehensive Income
For the period from 1 January 2017 to 30 June 2017

	Notes	PVE Credit Value Fund 30 June 2017 €	PVE Credit Value Fund 30 June 2016 €
Income			
Net gain/(loss) on financial assets and financial liabilities at fair value through profit or loss	5	272,825	(643,074)
Interest income	3	780,267	558,564
Net loss on foreign exchange	5	(104,819)	(4,151)
Miscellaneous Income		<u>840</u>	<u>-</u>
Total net income/(expense)		<u>949,113</u>	<u>(88,661)</u>
Expenses			
Management fees	12	(390,932)	(254,044)
Administration fees	13	(61,287)	(46,360)
Consulting fees	12	(26,227)	(24,263)
Depository fees	13	(22,500)	(21,863)
Legal fees	12	(49,589)	(19,974)
Transaction costs	11	(27,111)	(17,282)
Directors' fees	12	(14,877)	(14,794)
Other operating expenses		(17,392)	(9,932)
Company secretary fee	12	(7,499)	(7,147)
Audit fees		<u>(8,966)</u>	<u>(8,917)</u>
Total operating expenses		<u>(626,380)</u>	<u>(424,576)</u>
Finance Costs and tax			
Bank interest expenses		(19,971)	(12,978)
Increase/(decrease) in net assets attributable to holders of redeemable participating shares from operations		<u>302,762</u>	<u>(526,215)</u>

There are no other gains and losses other than those included in the Statement of Comprehensive Income. All income arises from continuing operations.

The notes to the financial statements are an integral part of the financial statements.

PVE UCITS Funds plc

An open-ended umbrella investment company incorporated in Ireland pursuant to the Companies Act 2014, (as amended)

**Statement of Changes in Net Assets Attributable to Holders of Redeemable Participating Shares
For the period from 1 January 2017 to 30 June 2017**

	PVE Credit Value Fund Period ended 30 June 2017 €	PVE Credit Value Fund Period ended 30 June 2016 €
Net assets attributable to holders of redeemable participating shares at beginning of the period	37,773,259	26,139,372
Proceeds from redeemable participating shares issued	2,209,354	221,718
Payments for redeemable participating shares redeemed	<u>(1,281,565)</u>	<u>(179,899)</u>
Net increase from share transactions	<u>927,789</u>	<u>41,819</u>
Increase/(decrease) in net assets attributable to holders of redeemable participating shares from operations	<u>302,762</u>	<u>(526,215)</u>
Net assets attributable to holders of redeemable participating shares at end of the period	<u>39,003,810</u>	<u>25,654,976</u>

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PVE UCITS Funds plc

An open-ended umbrella investment company incorporated in Ireland pursuant to the Companies Act 2014, (as amended)

Statement of Cash Flows**For the period from 1 January 2017 to 30 June 2017**

	PVE Credit Value Fund Period ended 30 June 2017	PVE Credit Value Fund Period ended 30 June 2016
	€	€
Cash flows from operating activities		
Increase/(decrease) in net assets attributable to holders of redeemable participating shares from operations	302,762	(526,215)
<i>Adjustments to reconcile net increase in net assets from operations to net cash provided by operating activities:</i>		
Purchase of investments	(59,589,718)	(61,268,318)
Sale of investments	61,076,801	64,278,647
Net (gain)/loss on financial assets and financial liabilities at fair value through profit or loss	(555,406)	643,074
Decrease in other receivables and prepayments	43,929	240,319
Increase in due from broker	(319,231)	(3,663,016)
Increase in due to broker	2,294,953	1,027,258
Increase/(decrease) in accrued expenses	7,787	(14,904)
Net cash provided by operating activities	3,261,877	716,845
Cash flows from financing activities		
Proceeds from issue of redeemable participating shares	2,209,354	221,718
Payments for redemptions of redeemable participating shares	(1,281,565)	(179,899)
Net cash from financing activities	927,789	41,819
Net increase in cash and cash equivalents	4,189,666	758,664
Cash and cash equivalents at beginning of the period	6,224,179	4,279,367
Cash and cash equivalents at end of the period	10,413,845	5,038,031
Supplementary information on cash flows from operating activities		
Interest paid	19,971	12,978
Interest received	829,292	786,616

The notes to the financial statements are an integral part of the financial statements.

PVE UCITS Funds plc

An open-ended umbrella investment company incorporated in Ireland pursuant to the Companies Act 2014, (as amended)

**Schedule of Investments, at Fair Value
PVE Credit Value Fund
As at 30 June 2017**

Financial assets at fair value through profit or loss

Maturity date	Issuer	Notional amount	Currency	Annual coupon	Fixed/floating rate*	Fair value €	% net asset value	% total assets
Corporate bonds								
15/07/2027	Ardagh Packaging Finance Plc	2,000,000	GBP	4.75%	Fixed	2,284,350	5.88%	5.48%
19/03/2077	Vattenfall AB	2,000,000	EUR	3.00%	Floating	1,958,460	5.02%	4.71%
Perpetual	Prudential Plc	2,200,000	USD	5.25%	Fixed	1,947,467	4.99%	4.69%
Perpetual	NN Group NV	1,800,000	EUR	4.50%	Floating	1,908,882	4.89%	4.59%
30/07/2075	RWE AG	2,000,000	USD	6.63%	Floating	1,885,299	4.83%	4.54%
15/09/2022	Barclays Plc	1,500,000	GBP	7.88%	Fixed	1,849,504	4.74%	4.45%
10/04/2075	Centrica Plc	1,500,000	GBP	5.25%	Fixed	1,848,478	4.74%	4.45%
Perpetual	HSBC Holdings Plc	2,000,000	USD	6.00%	Floating	1,814,998	4.65%	4.37%
19/02/2043	Vodafone Group Plc	2,000,000	USD	4.38%	Fixed	1,735,805	4.45%	4.18%
15/10/2026	American Tower Corporation	2,000,000	USD	3.38%	Fixed	1,716,624	4.40%	4.13%
Perpetual	AXA SA	2,000,000	USD	4.50%	Fixed	1,689,424	4.33%	4.07%
Perpetual	Orange SA	1,500,000	EUR	5.00%	Floating	1,682,997	4.31%	4.05%
01/04/2043	Discovery Communications LLC	2,000,000	USD	4.88%	Fixed	1,640,693	4.21%	3.95%
15/06/2029	UPC Holdings BV	1,500,000	EUR	3.88%	Fixed	1,450,800	3.72%	3.49%
15/12/2044	Perrigo Finance Unlimited Co	1,322,000	USD	4.90%	Fixed	1,178,236	3.02%	2.84%
15/05/2046	AT&T Inc	1,300,000	USD	4.75%	Fixed	1,120,462	2.87%	2.70%
08/06/2048	Assicurazioni Generali SpA	1,000,000	EUR	5.00%	Floating	1,075,673	2.76%	2.59%
08/03/2047	Telefonica Emisiones SAU	1,000,000	USD	5.21%	Fixed	949,041	2.43%	2.28%
Corporate bonds total						29,737,193	76.24%	71.56%
Listed futures								
18/09/2017	EURO FX Future September 2017	15,071,580	USD			250,711	0.64%	0.60%
20/09/2017	US Long Bond (CBT) September 2017	(8,077,841)	USD			59,099	0.15%	0.14%
07/09/2017	EURO-BUND Future September 2017	(6,474,800)	EUR			39,800	0.11%	0.10%
27/09/2017	Long Gilt Future September 2017	(3,578,745)	GBP			5,132	0.01%	0.01%
Listed futures total						354,742	0.91%	0.85%
Financial assets at fair value through profit or loss total						30,091,935	77.15%	72.41%

PVE UCITS Funds plc

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Schedule of Investments, at Fair Value
PVE Credit Value Fund (continued)
As at 30 June 2017

Financial liabilities at fair value through profit or loss

Maturity date	Issuer	Counterparty	Notional amount	Currency	Fair value €	% net asset value	% total assets
Forwards currency contracts							
	EUR/USD Fwd	Credit Suisse International	7,250,000	USD	(120,643)	(0.31%)	(0.29%)
Forwards currency contracts total					(120,643)	(0.31%)	(0.29%)
Financial liabilities at fair value through profit or loss total					(120,643)	(0.31%)	(0.29%)
Financial assets and liabilities at fair value through profit or loss total					29,971,292	76.84%	72.12%
Other assets and liabilities					9,032,518	23.16%	21.74%
Net assets					39,003,810	100.00%	93.86%

	Total €	% total assets
Transferable securities and money market instruments admitted to an official stock exchange	29,737,193	71.56%
Financial derivative instruments	234,099	0.56%
Other assets and liabilities	9,032,518	21.74%
Net assets	39,003,810	93.86%

*The variable rate at 30 June 2017 is shown for floating rate investments

PVE UCITS Funds plc

An open-ended umbrella investment company incorporated in Ireland pursuant to the Companies Act 2014, (as amended)

Statement of Portfolio Changes**PVE Credit Value Fund****For the period from 1 January 2017 to 30 June 2017**

The Central Bank UCITS Regulations requires all material changes that have occurred in the disposition of the assets of the UCITS to be documented in the interim report. A material change is defined as the aggregate purchases of a security exceeding 1 per cent of the total value of purchases for the period or aggregate disposals greater than 1 per cent of the total value of sales for the period.

Purchases

Issuer	Maturity date	Nominal amount	Cost (€)
Orange SA	Perpetual	2,500,000	2,754,250
Intesa Sanpaolo SPA	Perpetual	2,500,000	2,687,500
Ardagh Packaging Finance Plc	15/07/2027	2,000,000	2,287,032
Assicurazioni Generali SPA	08/06/2048	2,000,000	2,125,000
HSBC Holdings Plc	Perpetual	2,000,000	2,100,000
Prudential Plc	Perpetual	2,200,000	2,013,089
Barclays Plc	12/05/2016	2,000,000	1,954,394
RWE AG	30/07/2075	2,000,000	1,945,805
Exelon Generation Co LLC	01/10/2039	2,000,000	1,906,431
Meritor Inc	15/02/2024	2,000,000	1,884,841
Buoni del Tesoro Poliennali	01/12/2026	2,000,000	1,854,800
Centrica Plc	10/04/2075	1,500,000	1,851,893
Telefonica Emisiones SAU	08/03/2027	2,000,000	1,845,147
Barclays Plc	15/09/2022	1,500,000	1,845,075
Vattenfall AB	19/03/2077	2,000,000	1,830,000
HSBC Holdings Plc	Perpetual	2,000,000	1,823,824
American Tower Corporation	15/10/2026	2,000,000	1,807,239
Scientific Games International Inc	15/05/2021	2,000,000	1,796,719
RWE AG	21/04/2075	1,800,000	1,795,500
AXA SA	Perpetual	2,000,000	1,787,604
NN Group NV	Perpetual	1,800,000	1,786,500
Intesa Sanpaolo SPA	Perpetual	2,000,000	1,742,371
Vodafone Group Plc	19/02/2043	2,000,000	1,738,930
Discovery Communications LLC	01/04/2043	2,000,000	1,661,604
Telia Co AB	04/04/2078	1,500,000	1,504,000
UPC Holdings BV	15/06/2029	1,500,000	1,485,000
Valero Energy Partners	15/12/2026	1,500,000	1,436,297
ING Groep NV	Perpetual	1,500,000	1,373,126
Unilabs Subholding AB	15/05/2025	1,250,000	1,250,000
Aviva Plc	04/12/2045	1,000,000	998,600
Bertelsmann SE & Co. KGaA	23/04/2075	1,000,000	954,500
Telefonica Emisiones SAU	08/03/2047	1,000,000	942,200
Telefonica Emisiones SAU	17/10/2031	1,000,000	938,500
Perrigo Finance Unlimited Company	15/12/2044	1,000,000	901,150
Banca Popolare de Vicenza	21/03/2019	1,000,000	877,500

PVE UCITS Funds plc

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Statement of Portfolio Changes
PVE Credit Value Fund (continued)
For the period from 1 January 2017 to 30 June 2017

Sales

Issuer	Maturity date	Nominal amount	Proceeds (€)
RWE AG	21/04/2075	3,800,000	3,705,875
Bertelsmann SE & Co. KGaA	23/04/2075	2,800,000	2,781,800
Intesa Sanpaolo SPA	Perpetual	2,500,000	2,681,250
Rabobank Nederland	Perpetual	2,400,000	2,544,000
Orange SA	Perpetual	2,400,000	2,529,000
Aviva Plc	04/12/2045	2,400,000	2,497,200
HSBC Holdings Plc	Perpetual	2,000,000	2,126,250
Meritor Inc	15/02/2024	2,000,000	1,957,903
Barclays Plc	12/05/2026	2,000,000	1,905,704
Exelon Generation Co LLC	01/10/2039	2,000,000	1,900,952
United Rentals North America	15/05/2027	2,000,000	1,873,090
Telefonica Emisiones SAU	08/03/2027	2,000,000	1,872,297
Buoni del Tesoro Poliennali	01/12/2026	2,000,000	1,848,080
Intesa Sanpaolo SPA	Perpetual	2,000,000	1,783,560
TDC A/S	27/02/2027	1,800,000	1,783,260
Scientific Games International Inc	15/05/2021	2,000,000	1,775,592
ARD Finance SA	15/09/2023	1,700,000	1,761,625
Aegon NV	25/04/2044	1,500,000	1,558,500
Assicurazioni Generali SPA	27/10/2047	1,500,000	1,545,000
Telia Co AB	04/04/2078	1,500,000	1,545,000
EnBW Energie Baden-Wuerttemberg AG	05/04/2077	1,500,000	1,531,875
Actavis Inc	01/10/2042	1,700,000	1,528,022
Kinder Morgan Inc	01/09/2041	1,600,000	1,478,791
Glencore Finance Europe	17/03/2025	1,500,000	1,446,000
BNP Paribas	28/09/2025	1,500,000	1,398,807
Valero Energy Partners	15/12/2026	1,500,000	1,392,945
ING Groep NV	Perpetual	1,500,000	1,369,672
Perrigo Finance Unlimited Company	15/12/2044	1,478,000	1,356,885
HP Enterprise Co	15/10/2035	1,300,000	1,282,809
Unilabs Subholding AB	15/05/2025	1,250,000	1,279,688
Sudzucker International Finance BV	Perpetual	1,300,000	1,248,000
Assicurazioni Generali SPA	08/06/2048	1,000,000	1,078,750
Banca Popolare de Vicenza	21/03/2019	1,000,000	1,042,500
Telefonica Emisiones SAU	17/10/2031	1,000,000	951,000
Telefonica Europe BV	Perpetual	600,000	636,000

Notes to the Financial Statements

1. General information

PVE UCITS Funds plc (the “Company”) is an open-ended umbrella investment company with variable capital, with segregated liability between its sub-funds and incorporated pursuant to the Companies Act 2014, (as amended) with limited liability in Ireland on 23 January 2012 with registration number 508691. The company is authorised by the Central Bank of Ireland as a UCITS pursuant to the European Communities (Undertakings for Collective Investment in Transferable Securities) Regulations, 2011 (as amended) 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”).

The Company’s registered office is located at 32 Molesworth Street, Dublin 2, Ireland. The Company has had no employees since incorporation.

The Company is structured as an umbrella fund consisting of different sub-funds each comprising one or more classes. At 30 June 2017 the Company has one sub-fund, PVE Credit Value Fund with two share classes, Class A EUR and Class B USD. Two further share classes, Class C & D, are authorised, but have no investors subscribed at 30 June 2017.

The investment objective of the PVE Credit Value Fund (the “Sub-Fund”) is to provide investors with the potential for long term capital appreciation in credit and fixed income products whilst controlling the overall volatility.

The Sub-Fund’s investment activities are managed by PVE Capital LLP (the “Investment Manager”) as the investment manager with the administration delegated to Quintillion Limited (the “Administrator”).

The Sub-Fund commenced trading activity on 4 July 2012.

The Company is listed on the Irish Stock Exchange.

2. Summary of significant accounting policies

The principal accounting policies applied in the preparation of these financial statements are set out below.

2.1. Basis of preparation

These unaudited condensed interim financial statements for the period ended 30 June 2017 have been prepared in accordance with IAS 34, “Interim Financial Reporting”. The annual financial statements for the year ended 31 December 2016 were prepared in accordance with International Financial Reporting Standards (“IFRS”) as adopted by the EU and with the Companies Act 2014, (as amended).

The condensed interim financial statements should be read in conjunction with the audited annual financial statements for the year ended 31 December 2016. The same accounting policies and methods of computation are followed in the preparation of these condensed interim financial statements as were followed in the preparation of the audited annual financial statements prepared for the financial year ended 31 December 2016. IAS 34 requires the presentation of comparative information comprising the Statement of Financial Position, as at prior year end, and the Statement of Comprehensive Income, Statement of Changes in Net Assets Attributable to Holders of Redeemable Participating Shares and Statement of Cash Flows for the prior corresponding period to date (i.e. interim period).

2.2. New standards, interpretations and amendments adopted by the Company

No changes in accounting policies were required by the Company during the period, other than as noted in the annual financial statements for the year ended 31 December 2016.

Notes to the Financial Statements (continued)

2. Summary of significant accounting policies (continued)

2.3. Foreign currency translation

(a) Functional and presentation currency

The Company's investors are all from the Eurozone, with the subscriptions and redemptions of the redeemable shares predominately denominated in Euro. The performance of the Company is measured in Euro and reported to the investors in Euro. The Board of Directors considers the Euro as the currency that most faithfully represents the economic effects of the underlying transactions, events and conditions. The financial statements are presented in Euro, which is the Company's functional and presentation currency.

(b) Transactions and balances

Foreign currency transactions are translated into the functional currency using the exchange rates prevailing at the dates of the transactions. Foreign exchange gains and losses resulting from the settlement of such transactions and from the translation at period-end exchange rates of monetary assets and liabilities denominated in foreign currencies are recognised in the Statement of Comprehensive Income. Translation differences on non-monetary financial assets and liabilities at fair value through profit or loss are recognised in the Statement of Comprehensive Income within the net gain/(loss) on foreign exchange.

The foreign currency exchange rates at 30 June 2017 and 31 December 2016 were as follows:

Currency	30 June 2017 € Rate	31 December 2016 € Rate
GBP	1.140	1.171
USD	0.876	0.950

3. Interest income

	Period ended 30 June 2017 €	Period ended 30 June 2016 €
Interest on debt securities	757,257	508,726
Amortisation	23,010	49,838
	780,267	558,564

4. Financial assets at fair value through profit or loss

Fair value information

IFRS 13, 'Fair value measurement' requires the Company to price its financial assets and liabilities using the price in the bid-ask spread that is most representative of fair value for both financial assets and financial liabilities. The use of bid prices for assets positions and ask prices for liability positions is also permitted, but is not required under IFRS 13. The fair value of financial assets and liabilities traded in active markets (such as publicly traded derivatives and trading securities) are based on quoted market prices at the close of trading on the period end date. An active market is a market in which transactions for the asset or liability take place with sufficient frequency and volume to provide pricing information on an ongoing basis.

The fair value of financial assets and liabilities that are not traded in an active market is determined by using various methods including alternative price sources sourced from a reputable broker/counterparty, validated and periodically reviewed by the Investment Manager, independently of the party that calculates them, using market standard models.

The fair value hierarchy is broken down into three levels based on the observability of inputs as follows:

Level 1: Quoted price (unadjusted) in an active market for an identical instrument. For the Sub-Fund, futures are classified in Level 1.

Notes to the Financial Statements (continued)

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

Level 2: Valuation techniques based on observable inputs, either directly (i.e. as prices) or indirectly (i.e. derived from prices). This category includes instruments valued using: quoted 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 for which all significant inputs are directly or indirectly observable from market data. For the Sub-Fund, debt securities and forward foreign exchange contracts are classified in Level 2.

Level 3: Valuation techniques using significant unobservable inputs. 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 for which significant unobservable adjustments or assumptions are required to reflect differences between the instruments.

Fair value is a market-based measure considered from the perspective of a particular market participant rather than an aggregation of participants such as an exchange based measure. Therefore, even when market assumptions are not readily available, the Sub-Fund's own assumptions are set to reflect those that market participants would use in pricing the asset or liability at the measurement date. The Sub-Fund uses prices and inputs that are current as of the measurement date, including during periods of market dislocation. In periods of market dislocation, the observability of prices and inputs may be reduced for many instruments. This condition could cause an instrument to be reclassified from Level 1 to Level 2 or Level 2 to Level 3. The availability of observable inputs can vary from product to product and is affected by a wide variety of factors, including, for example, the type of product, whether the product is new and not yet established in the marketplace, and other characteristics particular to the transaction.

To the extent that valuation is based on models or inputs that are less observable or unobservable in the market, the determination of fair value requires more judgment. The level of the valuation is not based on the risks associated with the valuation, but on the transparency of the inputs used for the valuation of that financial instrument. Accordingly, the degree of judgment exercised by the Investment Manager in determining fair value is greatest for instruments categorised in Level 3. In certain cases, the inputs used to measure fair value may fall into different levels of the fair value hierarchy. In such cases, for disclosure purposes the level in the fair value hierarchy is determined based on the lowest level input that is significant to the fair value measurement. Level 3 investments may also be adjusted to reflect illiquidity and/or non-transferability, with the amount of such discount estimated by the Investment Manager in the absence of market information. Assumptions used by the Investment Manager due to the lack of observable inputs may significantly impact the resulting fair value and therefore the Sub-Fund's results of operations.

The following table analyses within the fair value hierarchy the Sub-Fund's assets measured at fair value, as defined by IFRS 13, at 30 June 2017:

Assets	Level 1 €	Level 2 €	Level 3 €	Total balance €
Financial assets				
Debt securities				
Western Europe				
Corporate bonds	-	25,259,414	-	25,259,414
North America				
Corporate bonds	-	4,477,779	-	4,477,779
Futures	354,742	-	-	354,742
Total assets	354,742	29,737,193	-	30,091,935
Financial liabilities				
Forward foreign exchange contracts	-	(120,643)	-	-
Total liabilities	-	(120,643)	-	-

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Notes to the Financial Statements (continued)

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

The following table analyses within the fair value hierarchy the Sub-Fund's assets measured at fair value, as defined by IFRS 13, at 31 December 2016

Assets	Level 1 €	Level 2 €	Level 3 €	Total balance €
Financial assets held for trading				
Debt securities				
Western Europe				
Corporate bonds	-	23,095,704	-	23,095,704
North America				
Corporate bonds	-	7,727,993	-	7,727,993
Forward foreign exchange contracts	-	44,123	-	44,123
Futures	35,149	-	-	35,149
Total	35,149	30,867,820	-	30,902,969

There have been no significant transfers between levels during the period ending 30 June 2017 and 31 December 2016 and no Level 3 investments were held at 30 June 2017 or 31 December 2016.

The financial instruments not measured at fair value through profit or loss are cash and cash equivalents which are classified as Level 1 at 30 June 2017 and 31 December 2016. Other receivable and prepayments, accrued expenses and net assets attributable to holders of redeemable participating shares whose carrying amounts approximate fair value are classified as Level 2 at 30 June 2017 and 31 December 2016.

The puttable value of redeemable participating shares is calculated based on the net difference between total assets and all other liabilities of the Sub-Fund in accordance with the Sub-Fund's offering memorandum. A demand feature is attached to these shares, as they are redeemable at the holders' option and can be put back to the Sub-Fund at any dealing date for cash equal to a proportionate share of the Sub-Fund's NAV attributable to the share class. The fair value is based on the amount payable on demand, discounted from the first date that the amount could be required to be paid. The impact of discounting in this instance is not material. As such, Level 2 is deemed to be the most appropriate categorisation for net assets attributable to holders of redeemable shares.

5. Gain/(loss) on financial assets and financial liabilities at fair value through profit or loss

The following table details the gains and losses from financial assets and liabilities at fair value through profit and loss for the period ended 30 June 2017 and 30 June 2016.

	Period ended 30 June 2017 €	Period ended 30 June 2016 €
Realised gain/(loss) on financial assets and financial liabilities at fair value through profit or loss		
- Debt securities	1,304,482	(904,212)
- Derivatives	(587,823)	(242,407)
Movement in unrealised gain/(loss) on financial assets and financial liabilities at fair value through profit or loss held for trading		
- Debt securities	(598,661)	545,109
- Derivatives	154,827	(41,564)
Net gain/(loss) on financial assets and financial liabilities at fair value through profit or loss	272,825	(643,074)
Realised (loss)/gain on foreign exchange	(96,288)	4,503
Movement in unrealised loss on foreign exchange	(8,531)	(8,654)
Total net loss on foreign currencies	(104,819)	(4,151)
Total gain/(loss) on financial assets and financial liabilities at fair value through profit or loss	168,006	(647,225)

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Notes to the Financial Statements (continued)

6. Cash and cash equivalents

For the purposes of the Statement of Financial Position and Statement of Cash Flows, cash and cash equivalents comprise balances with an original maturity of less than 90 days and short term bank overdrafts. Cash is held at Brown Brothers Harriman & Co and Credit Suisse International.

	30 June 2017	31 December 2016
	€	€
Brown Brothers Harriman & Co	7,149,596	4,068,722
Credit Suisse International	3,264,249	2,155,457
Cash and cash equivalents at end of the period/year	10,413,845	6,224,179

7. Amounts due from brokers - collateral

Collateral cash is held at Credit Suisse International

	30 June 2017	31 December 2016
	€	€
Credit Suisse International	658,866	339,635
	658,866	339,635

8. Other receivables and prepayments

	30 June 2017	31 December 2016
	€	€
Accrued interest on debt securities	347,762	396,787
Prepaid directors' insurance fee	-	2,998
Prepaid company secretary fee	1,564	-
Prepaid legal fee	5,794	-
Prepaid listing fee	-	1,129
Prepaid regulatory fee	2,542	1,517
Receivable on VAT return	34,113	33,273
	391,775	435,704

9. Share capital

Authorised share capital

The authorised share capital of the Company is EUR 2 subscriber Shares of €1 each and 1,000,000,000,000 shares of no par value initially designated as unclassified shares. The unclassified shares are available for issue as shares, being a share or shares of whatsoever class in the capital of the Company (other than subscribing shares) entitling holders to participate in the profits of the Company attributable to the relevant class of the relevant Sub-Fund.

Subscriber shares do not entitle the holders thereof to any dividend and on a 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 manner as they may think fit.

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Notes to the Financial Statements (continued)

9. Share capital (continued)

Shares will be redeemable at the option of the shareholder on each dealing day. The redemption price per share of each class will be equal to the net asset value (“NAV”) per share of that class as at the valuation day immediately preceding the relevant dealing day.

PVE Credit Value Fund	30 June 2017	30 June 2017	31 December 2016	31 December 2016
	Class A	Class B	Class A	Class B
Shares in issue at start of the period/year	281,470.875	68,007.841	244,888.166	7,476.02
Issued	9,761.223	12,355.773	62,027.420	74,944.009
Redeemed	(5,265.564)	(7,603.999)	(5,444.711)	(14,412.188)
Shares in issue as at end of the period/year	285,966.534	72,759.615	281,470.875	68,007.841
Published NAV per share as at end of the period/year	€113.995	US\$100.598	€111.833	US\$97.629
Allocation of operating income	€629,927	(€327,165)	(€299,112)	€417,288

No distributions were paid to investors in the period ended 30 June 2017 and year ended 31 December 2016.

10. Accrued expenses

	30 June 2017	31 December 2016
	€	€
Management fee	(72,963)	(61,075)
Administration fee	(20,754)	(9,821)
Depository fee	(11,079)	(3,579)
Audit fee	(8,259)	(18,443)
Consulting fee	(10,510)	(11,196)
Legal fee	-	(8,935)
Company secretary fee	-	(12,915)
Directors fee	(4,876)	(2,500)
Other expenses	(8,574)	(764)
	(137,015)	(129,228)

11. Transaction costs

The Central Bank UCITS Regulations include certain additional disclosure requirements, including disclosure of transaction costs. Transaction costs are incremental costs that are directly attributable to the acquisition, issue or disposal of a financial asset or financial liability. An incremental cost is one that would not have been incurred if the entity had not acquired, issued or disposed of the financial instrument. Only transaction costs which are separately identifiable are disclosed. These include transaction costs paid to depository’s and sub-custodians, identifiable brokerage charges and commissions, identifiable transaction related taxes and other market charges and separately identifiable transaction costs related to financial derivative instruments.

The total amount for the period ended 30 June 2017 amounted to €27,111 (for period ended 30 June 2016: €17,282).

Notes to the Financial Statements (continued)

12. Related and connected party transactions

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

The Central Bank UCITS Regulations state that any transaction carried out with a UCITS by a management company or depositary to a UCITS; and the delegates or sub-delegates of such a management company or depositary (excluding any non-group company sub-custodians appointed by a depositary); and any associated or group company of such a management company, depositary, delegate or sub-delegate (“connected person”) must be carried out as if conducted at arm’s length. Transactions must be in the best interests of the shareholders. The Directors are satisfied that the transactions with connected persons during the period were carried out as if negotiated at arm’s length and in the best interests of the shareholders.

(a) Management fees

Under the terms of the investment management agreement the Investment Manager receives in return a fee based on the NAV estimated based on traded values, payable monthly in arrears at a rate of 2% in respect of the Class A Shares and the Class B Shares and 2.5% of in respect of Class C Shares and Class D Shares per annum.

Total management fees for the period amounted to €390,932 (30 June 2016: €254,044) with €72,963 (31 December 2016: €61,075) in outstanding accrued fees due to the Investment Manager at the end of the period.

(b) Directors’ fees

The Articles of Association authorise the Directors to charge a fee for their services at a rate determined by the Directors and they may be entitled to special remuneration if called upon to perform any special or extra services to the Company and the fees will not exceed €30,000 per Director per annum in total. All Directors are entitled to reimbursement by the Company of expenses properly incurred in connection with the business of the Company or the discharge of their duties. Mr Remetta has elected to waive his entitlement to directors’ fees.

James F. McKeon, a Director of the Company was an employee at Maples and Calder, who act as legal advisors to the Company; he became an independent Director as of 1 January 2017. Frank Connolly, a Director of the Company is an employee of KB Associates, a firm which provides consultancy services to the Company. Loren Remetta was appointed on 20 January 2017. Mr Remetta is a portfolio manager at the Investment Manager.

Directors’ fees for the period amounted to €14,877 (30 June 2016: €14,794). €4,876 (31 December 2016: €2,500) was payable at period end.

KB Associates charged a consulting fee of €26,227 for the period (30 June 2016: €24,263). €10,510 (31 December 2016: €11,196) was payable at period end.

(c) Performance fees

The Investment Manager is also entitled to receive a performance fee (the “Performance Fee”) from the Class A Shares and the Class B Shares on a Share-by-Share basis so that each relevant Share is charged a performance fee which equates with that Share’s performance. This method of calculation ensures that (i) any performance fee paid to the Investment Manager is charged only to those Shares which have appreciated in value, (ii) all holders of Shares in the relevant Share Class have the same amount per Share at risk in each respective Share Class, (iii) all Shares in a Class subject to a performance fee have the same NAV per Share.

The Performance Fee in respect of the relevant Share is calculated in respect of each period of three months ending on 31 March, 30 June, 30 September, and 31 December in each year. The Performance Fee will be deemed to accrue on each valuation day.

For each period, the performance fee in respect of each relevant Share is equal to 20% of the appreciation in the NAV per relevant Share as set out in the Prospectus during any fiscal year that the respective Shares are outstanding (each a “Performance Period”) in excess of a hurdle rate above the greater of (i) the highest NAV per relevant Share achieved as of the end of any previous Performance Period following such date of issue or (ii) the NAV per relevant Share at which that relevant Share was issued.

Notes to the Financial Statements (continued)

12. Related and connected party transactions (continued)

There will be a loss carry forward for each Share, so that if a Share decreases in NAV during any Performance Period, and during a subsequent Performance Period increases in NAV, there will be no performance fee payable with respect

to any increase in NAV occurring while the NAV of such Share is less than its highest previous NAV, adjusted for any distributions. The performance fee will be determined as of the last day of each Performance Period.

The hurdle rate is the minimum performance target that must be achieved before a performance fee is charged to the Shares. Unless and until net profit for the Shares exceeds the hurdle rate, no performance fee shall be due and payable. For Class A Shares the hurdle rate is defined as 3 Month Euribor and in respect of Class B Shares the hurdle rate is defined as 3 month Libor.

As at 30 June 2017, Performance Fees for the period amounted to €Nil (30 June 2016: €Nil) with €Nil payable at period end (31 December 2016: €Nil).

13. Fees and expenses

(a) Administration fees

Quintillion Limited serves as the Company's administrator, registrar, and transfer agent and performs certain administrative duties, including accounting and clerical functions. The Sub-Fund pays from the net assets attributable to the redeemable participating shares of the Sub-Fund, an administration fee of up to 0.16% of the NAV of the Sub-Fund on the first €500m and 0.12% on the balance per annum, subject to a minimum annual fee of €108,000 for the Company excluding out of pocket expenses.

The administration fees for the period amounted to €61,287 (30 June 2016: €46,360) with €20,754 payable at the period end (31 December 2016: €9,821).

(b) Depositary fees

The Depositary is entitled to a fee, payable out of the assets of the Sub-Fund, at a rate of up to 0.035% of the NAV of the Sub-Fund, calculated on each dealing day and payable monthly in arrears, subject to a minimum fee of €3,750 per month.

The Depositary also charges third party transaction fees and sub-custodian fees and expenses at normal commercial rates. As at 30 June 2017, depositary fees for the period amounted to €22,500 (30 June 2016: €21,863) with €11,079 payable at period end (31 December 2016: €3,579).

14. Reconciliation of NAV

The published NAV per share class at which shareholders may subscribe or redeem from the Company differs slightly from the NAV per the financial statements as at 30 June 2017 and 31 December 2016. Under IFRS as adopted by the EU, the Company is required to account for set-up costs in the period in which they are incurred however the Company has elected to amortise this amount over a five year period for NAV calculation purposes. To comply with IFRS as adopted by the EU, the assets in the Financial Statements have been adjusted to write off the remaining set-up costs. This has no material impact on the ongoing valuation, calculation of NAV based fees or shareholder transactions of the Company.

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Notes to the Financial Statements (continued)

14. Reconciliation of NAV (continued)

The reconciliation set out below is for 30 June 2017, 31 December 2016 and 30 June 2016.

	30 June 2017	31 December 2016	30 June 2016
	€	€	€
Published NAV	39,007,265	37,785,136	25,675,135
Write off of unamortised set up costs	(3,455)	(11,877)	(20,159)
NAV per the audited financial statements	39,003,810	37,773,259	25,654,976

	30 June 2017		31 December 2016		30 June 2016	
	NAV Per Share Class A	NAV Per Share Class B	NAV Per Share Class A	NAV Per Share Class B	NAV Per Share Class A	NAV Per Share Class B
Published NAV per share	€113.995	US\$100.598	€111.833	US\$97.629	€111.109	US\$96.405
Write off of set up costs	(€0.010)	(US\$0.009)	(€0.035)	(US\$0.031)	(€0.088)	(US\$0.061)
NAV per share per the financial statements	€113.985	US\$100.589	€111.798	US\$97.598	€111.021	US\$96.344

15. Efficient portfolio management

The Company may engage in transactions in financial derivative instruments on behalf of the Sub-Fund either for hedging, investment purposes or for the purposes of efficient portfolio management.

The Company employs a risk management process which enables it to accurately measure, monitor and manage the risks attached to financial derivative positions and details of this process have been provided to the Central Bank of Ireland.

16. Financial derivative instruments

The Sub Fund holds the following derivative instruments

Futures contracts

Futures are contracts for delayed delivery of securities or money market instruments in which the seller agrees to make delivery at a specified future date of a specified instrument, at a specified price or yield. Realised/unrealised gains and losses on futures are recorded by the Sub-Fund based upon fluctuations in fair value and are included in the Statement of Comprehensive Income.

Bond futures, currency futures or index futures contracts traded on behalf of the Sub-Fund are part of the overall investment strategy i.e. to either hedge currency risk or for managing the general exposure of the Sub-Fund.

There were four open future positions at 30 June 2017 (31 December 2016: one)

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Notes to the Financial Statements (continued)

16. Financial derivative instruments (continued)

Gains and losses on futures in the period ended 30 June 2017 are as follows:

Future	Realised gain/(loss)	Unrealised gain/(loss)	Total
	€	€	€
Euro STOXX Jun17	(33,000)	-	(33,000)
Euro-BTP Future Mar17	(85,440)	-	(85,440)
Euro-BUND Future Sep17	4,720	39,800	44,520
Euro BUXL 30Yr Bond Mar17	175,660	-	175,660
Euro BUXL 30Yr Bond Jun17	152,740	-	152,740
Long Gilt Future Sep17	-	5,132	5,132
Euro FX Future Mar17	(304,388)	(35,149)	(339,537)
Euro FX Future Jun17	371,903	-	371,903
Euro FX Future Sep17	(31,428)	250,711	219,283
US Long Bond (CBT) Mar17	(313,550)	-	(313,550)
US Long Bond (CBT) Jun17	(222,349)	-	(222,349)
US Long Bond (CBT) Sep17	(43,120)	59,099	15,979
	(328,252)	319,593	(8,659)

Gains and losses on futures in the period ended 30 June 2016 are as follows:

Future	Realised gain/(loss)	Unrealised gain/(loss)	Total
	€	€	€
Euro BUXL 30Yr Bond Jun 16	(22,000)	-	(22,000)
Euro E-Mini Future Jun 16	(697)	-	(697)
Euro FX Future Mar 16	8,766	-	8,766
Euro FX Future Jun 16	21,209	-	21,209
Euro FX Future Sep 16	388,033	-	388,033
Euro/GBP Future Mar 16	106,197	-	106,197
Euro Stoxx 50 Mar 16	(67,000)	-	(67,000)
Euro Stoxx 50 Jun 16	(3,500)	(44,000)	(47,500)
Euro Stoxx 50 Sep 16	(85,500)	-	(85,500)
US 10Yr Note (CBT) Mar 16	(46,023)	-	(46,023)
US Long Bond (CBT) Mar 16	5,995	-	5,995
US Long Bond (CBT) Jun 16	(395,553)	-	(395,553)
US Long Bond (CBT) Sep 16	(152,334)	-	(152,334)
	(242,407)	(44,000)	(286,407)

Forward exchange currency contracts

Open forward exchange currency contracts at 30 June 2017 are as follows:

Maturity	Description	Notional	Currency purchased	Currency sold	Unrealised loss
15/09/2017	EUR/USD Fwd	7,250,000	USD	EUR	(120,643)

The realised loss on forward exchange currency contracts for the period ended 30 June 2017 was (€259,571)

Open forward exchange currency contracts at 31 December 2016 are as follows:

Maturity	Description	Notional	Currency purchased	Currency sold	Unrealised gain
16/03/2017	EUR/USD Fwd	6,600,000	USD	EUR	44,123

The realised gain on forward exchange currency contracts for the year ended 31 December 2016 was €401,465.

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Notes to the Financial Statements (continued)

17. Significant events

Mr Loren Remetta was appointed as a Director on 20 January 2017.

An Updated prospectus and Supplement for PVE Credit Value Fund were issued on 16 March 2017

The Registered Office of the Company and the address of the Company Secretary changed to 32 Molesworth Street, Dublin 2, on 8 May 2017.

18. Subsequent events during the period

There were no additional events subsequent to 30 June 2017 which would require disclosure in these financial statements.

19. Approval of financial statements

The unaudited financial statements for the period from 1 January 2017 to 30 June 2017 were approved by the Board of Directors on 23 August 2017.