

BUY & HOLD LUXEMBOURG

an undertaking for collective investment in transferable securities (UCITS) in the form of an
open-ended common investment fund

R.C.S. K1983

Audited Annual Report as at 31.12.2021

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Management Company

Buy & Hold Capital SGIIC S.A.
Calle de la Cultura 1-1
46002 Valencia, Spain

Board of Directors of the Management Company

Julian Pascual Huerta, Board Member
President, Buy & Hold Capital SGIIC S.A.
Chief of Internal Audit

Rafael Valera Vargas, Board Member
CEO, Buy & Hold Capital SGIIC S.A.
Chief of Risk Management

Antonio Aspas Romano, Board Member
Secretary, Buy & Hold Capital SGIIC S.A.
Chief of Compliance

Auditor of the Management Company

Ernst & Young, S.L.
C/ Raimundo Fernández Villaverde, 65
28003 Madrid, Spain

Depository and Paying Agent

Credit Suisse (Luxembourg) S.A.
5, rue Jean Monnet
L-2180 Luxembourg

Legal Advisor

Ganado SARL
15A, boulevard Grand-Duchesse Charlotte
L-1331 Luxembourg

Global Distributor

Buy & Hold Capital SGIIC S.A.
Calle de la Cultura 1-1
46002 Valencia, Spain

Central Administration

Credit Suisse Fund Services (Luxembourg) S.A.
5, rue Jean Monnet
L-2180 Luxembourg

No subscription may be accepted on the basis of the financial reports. Subscriptions are accepted only on the basis of the current sales prospectus, the latest annual report and the latest semi-annual report.

The issue and redemption prices are published in Luxembourg at the registered office of the Central Administration.

An audited annual report is prepared and made available to unitholders in respect of each financial year. Copies of the financial reports, as well as purchases and sales reports may be obtained free of charge by any person at the registered office of the Central Administration. The financial year of the Company ends on 31 December each year.

Independent auditor's report

To the unitholders of
Buy & Hold Luxembourg
c/o Buy & Hold Capital SGIIC S.A.
Calle de la cultura 1-1
46002 Valencia Spain

Opinion

We have audited the financial statements of Buy & Hold Luxembourg (the "Fund") and of each of its sub-funds, which comprise the statement of net assets and the statement of investments in securities as at 31 December 2021 and the statement of operations and changes in net assets for the year then ended, and the notes to the financial statements, including a summary of significant accounting policies.

In our opinion, the accompanying financial statements give a true and fair view of the financial position of the Fund and of each of its sub-funds as at 31 December 2021, and of the results of their operations and changes in their net assets for the year then ended in accordance with Luxembourg legal and regulatory requirements relating to the preparation and presentation of the financial statements.

Basis for Opinion

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

Other information

The Board of Directors of the Management Company is responsible for the other information. The other information comprises the information included in the annual report but does not include the financial statements and our report of the "réviseur d'entreprises agréé" thereon.

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

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

Responsibilities of the Board of Directors of the Management Company for the financial statements

The Board of Directors of the Management Company is responsible for the preparation and fair presentation of these financial statements in accordance with Luxembourg legal and regulatory requirements relating to the preparation and presentation of the financial statements, and for such internal control as the Board of Directors of the Management Company determines is necessary to enable the preparation of financial statements that are free from material misstatement, whether due to fraud or error.

In preparing the financial statements, the Board of Directors of the Management Company is responsible for assessing the Fund's and each of its sub-funds' ability to continue as a going concern, disclosing, as applicable, matters related to going concern and using the going concern basis of accounting unless the Board of Directors of the Management Company either intends to liquidate the Fund or any of its sub-funds or to cease operations, or has no realistic alternative but to do so.

Responsibilities of the "réviseur d'entreprises agréé" for the audit of the financial statements

Our objectives are to obtain reasonable assurance about whether the financial statements as a whole are free from material misstatement, whether due to fraud or error, and to issue a report of the "réviseur d'entreprises agréé" that includes our opinion. Reasonable assurance is a high level of assurance but is not a guarantee that an audit conducted in accordance with the Law of 23 July 2016 and with ISAs as adopted for Luxembourg by the CSSF will always detect a material misstatement when it exists. Misstatements can arise from fraud or error and are considered material if, individually or in the aggregate, they could reasonably be expected to influence the economic decisions of users taken on the basis of these financial statements.

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

- Identify and assess the risks of material misstatement of the financial statements, whether due to fraud or error, design and perform audit procedures responsive to those risks, and obtain audit evidence that is sufficient and appropriate to provide a basis for our opinion. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control.
- Obtain an understanding of internal control relevant to the audit in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the Fund's internal control.

- Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by the Board of Directors of the Management Company.
- Conclude on the appropriateness of the Board of Directors of the Management Company use of the going concern basis of accounting and, based on the audit evidence obtained, whether a material uncertainty exists related to events or conditions that may cast significant doubt on the Fund's or any of its sub-funds' ability to continue as a going concern. If we conclude that a material uncertainty exists, we are required to draw attention in our report of the "réviseur d'entreprises agréé" to the related disclosures in the financial statements or, if such disclosures are inadequate, to modify our opinion. Our conclusions are based on the audit evidence obtained up to the date of our report of the "réviseur d'entreprises agréé". However, future events or conditions may cause the Fund or any of its sub-funds to cease to continue as a going concern.
- Evaluate the overall presentation, structure and content of the financial statements, including the disclosures, and whether the financial statements represent the underlying transactions and events in a manner that achieves fair presentation.

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

Ernst & Young
Société anonyme
Cabinet de révision agréé



Nicolas Bannier

Luxembourg, 25 April 2022

Statement of Net Assets (in EUR)

	31.12.2021
Assets	
Investments in securities at market value	226,527,508.40
Cash at banks and at brokers	5,893,127.76
Income receivable	1,159,655.74
Formation expenses	90,998.04
Net unrealised gain on financial futures contracts	188,324.38
	233,859,614.32
Liabilities	
Provisions for accrued expenses	2,639,077.17
	2,639,077.17
Net assets	231,220,537.15

Statement of Operations / Changes in Net Assets (in EUR)For the period from
01.01.2021 to 31.12.2021

Net assets at the beginning of the year	84,282,798.23
Income	
Interest on investments in securities (net)	2,511,688.69
Dividends (net)	701,673.07
Bank Interest	16.90
	3,213,378.66
Expenses	
Management fee	1,202,922.09
Performance fee	2,449,364.80
Depository fee	146,068.43
Administration expenses	96,404.89
Printing and publication expenses	1,035.00
Interest and bank charges	48,584.53
Audit, control, legal, representative bank and other expenses	162,749.15
"Taxe d'abonnement"	96,267.50
Amortisation of formation expenses	25,549.46
	4,228,945.85
Net income (loss)	-1,015,567.19
Realised gain (loss)	
Net realised gain (loss) on sales of investments	8,595,811.18
Net realised gain (loss) on financial futures contracts	-943,749.45
Net realised gain (loss) on foreign exchange	1,416.93
	7,653,478.66
Net realised gain (loss)	6,637,911.47
Change in net unrealised appreciation (depreciation)	
Change in net unrealised appreciation (depreciation) on investments	31,162,203.43
Change in net unrealised appreciation (depreciation) on financial futures contracts	176,229.25
	31,338,432.68
Net increase (decrease) in net assets as a result of operations	37,976,344.15
Subscriptions / Redemptions	
Subscriptions	115,457,451.72
Redemptions	-6,496,056.95
	108,961,394.77
Net assets at the end of the year	231,220,537.15

General

Buy & Hold Luxembourg (the "Fund") is an undertaking for collective investment in transferable securities in the form of a common fund (*"fonds commun de placement"*) established under the laws of the Grand Duchy of Luxembourg for an indefinite period of time. The Fund is subject to Part I of the Law of 17.12.2010 relating to undertakings for collective investment, as amended from time to time (the "2010 Law") transposing Directive 2009/65/EC of the European Parliament and of the Council of 13.07.2009 on the coordination of laws, regulations and administrative provisions relating to undertakings for collective investment in transferable securities.

The Fund has been set up at the initiative of Buy & Hold Capital SGIC, S.A. (the "Management Company"). The Fund is managed by the Management Company in the exclusive interest of the Unitholders in accordance with the provisions of the 2010 Law, the management regulations as well as the Fund's Prospectus. The Fund's assets shall be separate from the assets of the Management Company and hence shall not be liable for the obligations of the Management Company.

The Fund is an umbrella structure and therefore consists of at least one Subfund (each referred to as a Subfund). As of 31.12.2021, the Fund consists of the following three Subfunds:

Buy & Hold Luxembourg – B&H Bonds;
Buy & Hold Luxembourg – B&H Equity; and
Buy & Hold Luxembourg – B&H Flexible.

On 08.01.2021, 6 Spanish SICAVs merged with the Fund, 3 of them with the B&H Equity Subfund and the other 3 with the B&H Flexible Subfund, increasing the AUM by EUR 27,329,636 and EUR 29,808,304 respectively, which will reduce the expenditure percentage of the Subfunds. In addition, two new unit classes have been requested for each Subfund. The first, a master feeder unit class, since it is expected to subordinate in 2021 three Spanish investment funds managed by Buy & Hold Capital SGIC, each of them with one of the Subfunds. And second, a retrocession unit class that is addressed to clients receiving non-independent advice.

Summary of significant accounting policies

a) Presentation of financial statements

The financial statements of the Fund are established in accordance with the Luxembourg legal and regulatory requirements.

b) Computation of the net asset value

The net asset value ("NAV") of each Subfund shall be calculated in the Reference Currency of the respective Subfund and shall be determined by the Management Company in Luxembourg on each Banking Day.

c) The valuation of the assets

Securities which are listed or regularly traded on a stock exchange shall be valued at the last available traded price. If such a price is not available for a particular trading day, the closing mid-price (the mean of the closing bid and ask prices), or alternatively the closing bid price, may be taken as a basis for the valuation.

If a security is traded on several stock exchanges, the valuation shall be made by reference to the exchange which is the main market for this security.

In the case of securities for which trading on a stock exchange is not significant but which are traded on a secondary market with regulated trading among securities dealers (with the effect that the price reflects market conditions), the valuation may be based on this secondary market.

Securities traded on a regulated market shall be valued in the same way as those listed on a stock exchange.

Securities that are not listed on a stock exchange and are not traded on a regulated market shall be valued at their last available market price. If no such price is available, the Management Company shall value these securities in accordance with other criteria to be established by the Management Company and on the basis of the probable sales price, the value of which shall be estimated with due care and in good faith.

The Subfund may operate with derivative financial instruments traded on organized derivative markets for hedging and investment purposes. In case of derivative transactions, the Management Company will under no circumstances deviate from the investment principles described in the Prospectus and in the prescriptions of article 41 (1) paragraph g) of the Law of December 17, 2010.

The valuation price of a money market instrument which has a maturity or remaining term to maturity of less than 12 months and does not have any specific sensitivity to market parameters, including credit risk, shall, based on the net acquisition price or on the price at the time when the investment's remaining term to maturity falls below 12 months, be progressively adjusted to the repayment price while keeping the resulting investment return constant. In the event of a significant change in market conditions, the basis for the valuation of different investments shall be brought into line with the new market yields.

Units or shares of UCITS or UCI shall be valued on the basis of their most recently calculated net asset value, where necessary by taking due account of the redemption fee. Where no net asset value and only buy and sell prices are available for units or shares of UCITS or other UCI, the units or shares of such UCITS or other UCIs may be valued at the mean of such buy and sell prices.

Liquid assets, fiduciary and fixed-term deposits shall be valued at their respective nominal value plus accrued interest.

d) Realised gain/loss on sales of investments

The realised gains or losses on the sales of securities are determined on the basis of the average acquisition cost.

e) Cash at bank

Cash at bank includes cash in hand, margin calls and deposits held at call with bank.

f) Foreign exchange conversion

The financial statements are kept in the reference currency of the Fund which is EUR.

Cash at banks, other net assets and the value of portfolio securities in currencies other than reference currency of each Subfund are converted into the reference currency at the foreign exchange rate prevailing on the date of valuation.

Income and expenses in currencies other than reference currency of each Subfund are converted into the reference currency at the foreign exchange rate applicable at the date they accrue to the Subfund.

Realised gains or losses on foreign currencies are accounted for in the Statement of Operations / Changes in Net Assets.

The acquisition cost of securities in currencies other than the reference currency of each Subfund is converted into the reference currency at the foreign exchange rate valid at the date of acquisition.

g) Transactions on investments in securities

The transactions on investments in securities are booked on a trade date basis.

h) Valuation of financial futures contracts of each Subfund

Unmatured financial future contracts are valued at valuation date at market prices prevailing at this date and resulting unrealised gains or losses are posted to the statement of operations and are shown under unrealised gain/loss on financial future contracts in the statement of net assets. Realised gains or losses are also posted to the statement of operations and changes in net assets under "Net realised gain (loss) on financial futures contracts".

i) Valuation of forward foreign exchange contracts of each Subfund

Unmatured forward foreign exchange contracts are valued at valuation date at forward exchange rates prevailing at this date and resulting unrealised gains or losses are posted to the statement of operations and are shown under unrealised gain/loss on forward foreign exchange contracts in the statement of net assets. Realised gains or losses are also posted to the statement of operations and changes in net assets under "Net realised gain (loss) on forward foreign exchange contracts".

j) Allocation of accrued expenses

Accrued expenses which can be allocated directly to a Subfund are charged to this Subfund. Accrued expenses which cannot be allocated directly are divided among the Subfunds in proportion to the net assets of each Subfund.

k) Formation expenses of each Subfund

Formation expenses are amortised on a straight-line basis over a period of five years.

l) Income recognition

Dividend income is recorded at the ex-date, net of any withholding tax. Interest income is accrued on a prorata temporis basis, net of any withholding tax.

Management Fee

(see detail at Subfund level)

A monthly management fee (the "Management Fee") which includes the Management Company fees and the Distributors fees is calculated (see details in prospectus). The Management Fee is payable at the beginning of each following month, based on the average Net Asset Value of the relevant Class of Units during that month.

Performance Fee

The Management Company is entitled to a performance fee which is calculated every Valuation Day on the basis of the Net Asset Value of the Class of Units concerned.

Classes 1 (EUR) and Class 2 (EUR) are subject to a performance fee (the "Performance Fee") as further specified hereafter.

The Performance Fee may only be charged and crystallized, if, at December 31st, the Net Asset Value of a Class of Units which is used for the calculation of the Performance Fee (including all fees and duties, charges and expenses to be borne by the relevant Class of Units but excluding the Performance Fee calculated on that Valuation Date), is greater than the last Net Asset Value used for the calculation of the last Performance fee crystallised and paid (the "High Watermark"). Each preceding decline in the Net Asset Value per Units of the respective Class of Units must be offset by a further increase above the last maximum value at which a Performance Fee was crystallised.

Calculation of the Performance Fee and the necessary provisioning takes place on each Valuation Day (the "Calculation Date"), and the crystallization takes place on an annual basis if the NAV at December 31st meets the criteria described below. If, on the Calculation Date, the Net Asset Value of a Class of Units is greater than the High Watermark, a Performance Fee as describe hereafter is deducted on the difference between the Net Asset Value of the Class of Units and the High Watermark.

The calculation of the Performance Fee takes place on the basis of the Units of the respective Class of Units that are currently in circulation.

The payment of the crystallised Performance Fee of one complete natural year (from January 1st to December 31st) takes place at the beginning of the following calendar year.

If no Performance Fee is due during a period of five (5) years, the High Watermark will be reset on that day at the next Net Asset Value calculation to the Net Asset Value at the end of the five (5) year-period ("carry forward conditions").

Buy & Hold Luxembourg - B&H Bonds

Share Class	CCY	Performance fee rate	Amount of performance fee charged for the year	% on the Share Class NAV of performance fee charges for the year
1	EUR	3%	25,923.53	0.15%
2	EUR	3%	212.91	0.06%

The performance fee charged during the year ended amounted to EUR 26,136.44.

Buy & Hold Luxembourg - B&H Equity

Share Class	CCY	Performance fee rate	Amount of performance fee charged for the year	% on the Share Class NAV of performance fee charges for the year
1	EUR	7%	1,930,601.91	2.05%
2	EUR	7%	2,188.55	9.15%

The performance fee charged during the year ended amounted to EUR 1,932,790.46.

Buy & Hold Luxembourg - B&H Flexible

Share Class	CCY	Performance fee rate	Amount of performance fee charged for the year	% on the Share Class NAV of performance fee charges for the year
1	EUR	5%	484,097.57	0.95%
2	EUR	5%	6,340.33	1.28%

The performance fee charged during the year ended amounted to EUR 490,437.90.

Depository fee

Fees payable to the Depository, which are charged at rates agreed from time to time with the Management Company on the basis of usual market rates prevailing in Luxembourg, and which are based on the net assets of the respective Subfund and/or the value of transferable securities and other assets held or determined as a fixed sum; the fees are payable to the Depository on a monthly basis and may not exceed the pre-determined percentage amount although in certain cases the transaction fees and the fees of the Depository's correspondents may be charged additionally.

Exchange Rates

The following exchange rates were used for the conversion of the net assets of the Fund into EUR as at 31.12.2021:

1 EUR =	1.436500 CAD
1 EUR =	1.036150 CHF
1 EUR =	0.839600 GBP
1 EUR =	1.137200 USD

Administration expenses

A monthly central administration fee for the Central Administration, calculated on the average Net Asset Value of the relevant Class of Units during that month and payable at the beginning of the next following month. In addition to the monthly central administration fee, the Central Administration is entitled to an annual fee to be paid out of the net assets of the relevant Subfund for its services as registrar and transfer agent.

Taxation of the Fund

The Fund is liable in Luxembourg to an annual subscription tax (taxe d'abonnement) of 0.05% per annum on the Fund's net asset value that is calculated on the last day of each quarter and payable in quarterly instalments.

A reduced subscription tax rate (taxe d'abonnement) of 0.01% per annum is applicable to:

- individual Subfunds the exclusive object of which is the collective investment in money market instruments and the placing of deposits with credit institutions;

- individual Subfunds the exclusive object of which is the collective investment in deposits with credit institutions; and,

- individual Subfunds as well as for individual Classes of Units, provided that the Shares of such Subfund or Class of Units are reserved to one or more institutional investors (defined as investors referred to in Article 174, para. 2, lit. c) of the Law of 17.12.2010 and meeting the conditions resulting from the Luxembourg regulator's administrative practice).

Notes

Subscription tax exemption applies to:

- the value of the assets of a Subfund represented by units or shares held in other UCIs, provided such units or shares have already been subject to the subscription tax;
- individual Subfunds (i) whose securities are reserved for institutional investors, (ii) whose exclusive object is the collective investment in money market instruments and the placing of deposits with credit institutions, (iii) whose weighted residual portfolio maturity must not exceed ninety (90) days, and (iv) which have obtained the highest possible rating from a recognized rating agency; and
- Subfunds or dedicated classes reserved for (i) institutions for occupational retirement provision, or similar investment vehicles, created on the initiative of a same group for the benefit of its employees and (ii) undertakings of this same group investing funds they hold, to provide retirement benefits to their employees.

Changes in the composition of the securities portfolio

Changes in the composition of the securities portfolio during the reporting year are available to Unitholders free of charge at the registered office of the Management Company or the local representatives in the countries where the Fund is registered.

Transaction costs

Transaction costs include brokerage fees, stamp duty, local taxes and other foreign charges if incurred during the period. Transaction costs are included in the cost of securities purchased and sold.

For year ended on 31.12.2021, the Subfunds incurred transaction costs relating to purchase or sale of investments in securities and similar transactions, (including depositary transaction costs, derivatives instruments or other eligible assets) as follows:

Subfund	Ccy	Transaction cost
Buy & Hold Luxembourg - B&H Bonds	EUR	1,570.87
Buy & Hold Luxembourg - B&H Equity	EUR	57,636.14
Buy & Hold Luxembourg - B&H Flexible	EUR	13,716.36

Not all transaction costs are separately identifiable. For fixed income investments, forward foreign exchange contracts and for some other derivative contracts, transaction costs are included in the purchase and sale prices of the investments. Whilst not separately identifiable these transaction costs are captured within the performance of each subfund.

Financial Derivative Instruments

The Subfunds may engage in derivative transactions for the purpose of efficient portfolio management. Details of the derivatives are displayed in the Notes pages. Depending on the type of derivatives held, collateral might be received from the different counterparts to reduce the counterparty exposure. For other type of derivatives, margin accounts might be used.

No collateral was received by the Fund to reduce the counterparty risk as of 31.12.2021.

Subsequent events

From 17.01.2022, a partial swing pricing policy will apply to subscriptions and redemptions in the funds (when the volume of these exceeds 2% in a single day), in order that investors who enter or exit the fund will assume the operation costs that these subscriptions or redemptions entail for the remaining unit holders.

General Market Overview

After a very bullish first half of the year in which stock markets rose each month of the semester as vaccination progress in key Western countries triggered an apparent economic rebound—reflected in the publication of better-than-expected results, with Europe showing growth in the like-for-like sale of companies for the first time since the onset of the pandemic—in the second half of the year, the market had misgivings about whether corporate results could be adversely affected by the three main threats to the economy: i) disruptions and bottlenecks in the supply chain, essentially a shortage of microprocessors affecting various industries, such as automobiles and computers; ii) high inflation and increased energy costs, which have reached 7% in the US, prompting the withdrawal of stimulus and earlier-than-anticipated US interest rate hikes; and iii) the emergence of new COVID variants, once again causing restrictions on movement and, in a worse case scenario, new lockdowns.

These misgivings dissipated in the last quarter of the year for several reasons, including elevated consumer spending, effective vaccine campaigns, which have managed to keep hospitalization levels lower than those of 2020, despite the fact that the number of Omicron infections is higher in many countries than the previous waves, and fundamentally, the publication of Q3 corporate results that continued to show strong sales and profit growth in both Europe and the EU, allowing the main Western stock markets to close the year with appreciations of about 25%.

Thus far, investors have believed the central banks' message that rising inflation is circumstantial, primarily attributable to the gridlock in production and transport caused by the pandemic, in the hopes that inflation will return to levels near 2% in the coming months.

This fear of inflation has meant that the sectors that benefit from it, such as finance and raw materials, excelled in terms of profitability in the second half of the year, while sectors more affected by the increased interest rates—due largely to the discount at a higher future-profit rate—such as technology, have underperformed relative to the market.

On the bond market, this rise in costs and inflation has prompted the US Federal Reserve to toughen its message, announcing the gradual end of bond purchases and as many as three rate hikes in 2022 and two in 2023. Despite this, in 2021 we saw risk premiums reduced on below-investment-grade bonds.

Investment Perspective

In the months to come, the evolution of the portfolio in particular and of the market in general will be defined by three factors: i) the evolution of 2021 corporate results and 2022 forecasts; ii) inflation data released in the first half of 2022; any data indicating that inflation is stabilising and returning to optimal levels (2%) would serve to boost equity and bond markets, while, conversely, data showing an ongoing rise in inflation, and therefore signalling a continual uptick in 2022, would be viewed negatively by the market and serve to castigate the main equity and bond indices; and iii) the pandemic—in light of the emergence of the Omicron variant, which is more transmissible though less severe—and its impact those sectors hardest hit by the virus, such as tourism, depending on how infection and hospitalisation rates evolve in the weeks ahead.

Given this context, in the coming months we will be vigilant of the market's evolution, confident that the in-depth analysis we conduct when selecting the companies in the portfolio (both equities and bonds) will ensure their performance eclipses that of the market, while capitalising on the opportunities that arise in different assets in order to adjust the portfolio as needed.

Buy & Hold Luxembourg – B&H Bonds

In the first half of the year, the new class 2 was launched, and in the second half the Spanish B&H Renta Fija FI fund was subordinated to class 3.

Despite the aforementioned news of rising inflation and tightening economic policy, credit spreads have yet to widen. We opened short positions in 10Y Spanish bonds to hedge the bonds in the portfolio with longer durations. We also reduced liquidity, mainly by buying bonds from large companies with near investment-grade ratings, where we see no solvency problems—as is the case with Prosus, Cellnex, and Softbank bonds—and selling bonds with returns near 1%, like Japan Tobacco and Grenke.

In 2021, our benchmark, the Barclays Euro Aggregate Corporate Bond index, obtained a return of -1%. During the same period, the class 1 of the subfund obtained a return of 4.6%.

The net worth of the Subfund at year-end was 34,832,185.07 euros.

The Subfund closed the year with nearly 2.34% in liquid assets, 93.35% in corporate bonds, and 3.12% in government bonds, with 83.69% invested in the European market and the rest invested in companies outside Europe.

The top five positions, accounting for 15.25% of net worth, are CANARY WHARF GROUP, Romania 2035, BANCO DE CREDITO SOCIAL 2031, OHL 2026, and Carnival PLC.

Buy & Hold Luxembourg – B&H Equity

In the first half of the year, the new class 2 was launched, and in the second half the Spanish B&H Acciones FI fund was subordinated to class 3.

The fund continues its policy of investing in top quality companies operating in sectors with competitive barriers, high profitability, and excellent management teams. The portfolio still consists of a small number of companies. Major changes this year include the purchase of shares in CIE Automotive, Dye & Durham, Next Fifteen Communications, SS&C, NVR, and the sale of Red Bubble, Berkshire Hathaway, Corticeira Amorim, Boyd Group, and the OHL bond.

In 2021, the class 1 of the subfund obtained a return of 32.2%.

The net worth of the Subfund at year-end was 123,784,696.14 euros.

The Subfund closed the year with nearly 2.69% in liquid assets, 97.33% in equities, and 0% in bonds, with 37.72% invested in the European market and the rest invested mainly in the US and Canada.

The top five positions, accounting for 27.07% of net worth, are Alphabet, Meta Platforms, Microsoft, S&P Global, and Brookfield Asset MGT.

Buy & Hold Luxembourg – B&H Flexible

In the first half of the year, the new class 2 was launched, and in the second half the Spanish B&H Flexible FI fund was subordinated to class 3.

With regard to equities, the fund continues its policy of investing in top quality companies operating in sectors with competitive barriers, high profitability, and excellent management teams. The portfolio still consists of a small number of companies. Major changes this year include the purchase of shares in CIE Automotive, Dye & Durham, SS&C, NVR, and the sale of Red Bubble, Berkshire Hathaway, Corticeira Amorim, Boyd Group, and Chanel Advisors.

With regard to bonds, despite the aforementioned news of rising inflation and tightening economic policy, credit spreads have yet to widen. We opened short positions in 10Y Spanish bonds to hedge bonds in the portfolio with longer durations. We also reduced liquidity.

In 2021, the class 1 of the Subfund obtained a return of 20.5%.

The net worth of the Subfund at year-end was 72,603,655.94 euros.

The Subfund closed the year with nearly 1.99% in liquid assets, 54.25% in equities, and 43.76% in bonds, with 54.79% invested in the European market and the rest invested mainly in the US and Canada.

The top five positions, accounting for 16.02% of net worth, are OHL 6.6% 2026, Brookfield Asset MGT, Alphabet, Banco de Crédito Social 2031, and Meta Platforms.

Technical Data and Notes

Technical Data

		Valoren	ISIN	Management Fee
1 - Capitalisation	EUR	47594529	LU1988110927	0.56%
2 - Capitalisation	EUR	110923239	LU2278574988	1.25%
3 - Capitalisation	EUR	113399851	LU2278575019	0.00%

Buy & Hold Luxembourg - B&H Bonds -2- EUR was launched on 15.04.2021

Buy & Hold Luxembourg - B&H Bonds -3- EUR was launched on 13.09.2021

There is no management fee for -3- EUR share.

Notes

Financial futures contracts

Description	Currency	Quantity	Engagement	Valuation
<i>Counterparty</i>				
EUR / CHF FX 14/03/2022	CHF	2	259,325.00	-1,073.69
EUR / USD FX 14/03/2022	USD	30	4,275,937.50	16,784.65
EUR/GBP FX CURRENCY 14/03/2022	GBP	16	1,685,400.00	-24,961.89
EURO BONO FUTURES 08/03/2022	EUR	-38	-5,907,100.00	73,666.80

Net unrealised gain on financial futures contracts

64,415.87

Counterparty: Banco Santander S.A.

Statement of Net Assets (in EUR) and Fund Evolution

		31.12.2021		
Assets				
Investments in securities at market value		33,603,028.89		
Cash at banks and at brokers		814,954.73		
Income receivable		380,714.65		
Formation expenses		16,825.95		
Net unrealised gain on financial futures contracts		64,415.87		
		34,879,940.09		
Liabilities				
Provisions for accrued expenses		47,755.02		
		47,755.02		
Net assets		34,832,185.07		
Fund Evolution				
		31.12.2021	31.12.2020	
Total net assets	EUR	34,832,185.07	15,178,629.66	
Net asset value per share				
1 - Capitalisation	EUR	1.15	1.09	
2 - Capitalisation	EUR	1.01	/	
3 - Capitalisation	EUR	0.99	/	
Number of units outstanding				
		At the end of the year	At the beginning of the year	Number of units issued
				Number of units redeemed
1 - Capitalisation	EUR	16,578,370.105	13,865,157.810	4,194,895.385
2 - Capitalisation	EUR	758,746.123	0.000	960.605.245
3 - Capitalisation	EUR	15,160,787.363	0.000	15,594,403.749

Statement of Operations / Changes in Net Assets (in EUR)For the period from
01.01.2021 to 31.12.2021

Net assets at the beginning of the year	15,178,629.66
Income	
Interest on investments in securities (net)	878,744.20
	878,744.20
Expenses	
Management fee	101,883.39
Performance fee	26,136.44
Depositary fee	27,497.11
Administration expenses	12,133.29
Printing and publication expenses	345.00
Interest and bank charges	11,670.33
Audit, control, legal, representative bank and other expenses	38,377.17
"Taxe d'abonnement"	13,184.76
Amortisation of formation expenses	4,724.21
	235,951.70
Net income (loss)	642,792.50
Realised gain (loss)	
Net realised gain (loss) on sales of investments	722,587.84
Net realised gain (loss) on financial futures contracts	-239,853.84
Net realised gain (loss) on foreign exchange	-384.84
	482,349.16
Net realised gain (loss)	1,125,141.66
Change in net unrealised appreciation (depreciation)	
Change in net unrealised appreciation (depreciation) on investments	-535,134.31
Change in net unrealised appreciation (depreciation) on financial futures contracts	57,784.96
	-477,349.35
Net increase (decrease) in net assets as a result of operations	647,792.31
Subscriptions / Redemptions	
Subscriptions	21,328,635.09
Redemptions	-2,322,871.99
	19,005,763.10
Net assets at the end of the year	34,832,185.07

Statement of Investments in Securities

Breakdown by Country

Spain	30.99
United Kingdom	13.66
Luxembourg	10.34
USA	5.68
Netherlands	5.26
Italy	3.13
Romania	3.12
Marshall Islands	2.42
France	2.20
Germany	2.09
Malta	2.07
Ireland	2.05
Belgium	2.02
Singapore	1.85
Mexico	1.44
Japan	1.39
Portugal	1.38
Sweden	1.14
Denmark	1.04
Austria	1.03
Switzerland	0.99
Norway	0.60
Slovakia	0.57
Total	96.47

Breakdown by Economic Sector

Financial, investment and other div. companies	38.49
Real estate	7.74
Lodging and catering industry, leisure facilities	7.26
Banks and other credit institutions	6.32
Traffic and transportation	5.80
Internet, software and IT services	4.21
Petroleum	4.09
Building materials and building industry	3.90
Aeronautic and astronautic industry	3.27
Countries and central governments	3.12
Non-classifiable/non-classified institutions	2.48
Insurance companies	1.96
Miscellaneous services	1.78
Pharmaceuticals, cosmetics and medical products	1.45
Forestry, paper and forest products	1.42
Energy and water supply	1.16
Electronics and semiconductors	1.03
Food and soft drinks	0.99
Total	96.47

Statement of Investments in Securities

Description	Quantity / Nominal	Valuation (in EUR)	% of net assets
Securities listed on a stock exchange or other organised markets			
Bonds			
EUR 365 BANK AS FF FRN/21-221224	200,000	198,960.00	0.57
EUR ABANCA CORP BANCARIA SASUB FF FRN/PERPET	800,000	860,656.00	2.47
EUR AGGREGATE HOLDINGS SA 6.875%/20-091125	400,000	267,600.00	0.77
EUR AMS AG CV 0%/18-050325	400,000	360,072.00	1.03
CHF ARYZTA FF 3.5%/14-PERPET	400,000	346,054.14	0.99
EUR AURELIUS HOLDING OPPOR FRN/19-051224	400,000	398,524.00	1.14
EUR AZERION EQUITIES BV 7.25%/21-280424	200,000	206,274.00	0.59
EUR BANCO DE CREDITO SOCIAL FF FRN/21-271131	900,000	936,603.00	2.69
USD BROOKFIELD PPTY REIT INC 5.75%/19-150526	700,000	639,762.57	1.84
USD BURFORD CAPITAL FINANCE 6.125%/18-120825	400,000	362,852.62	1.04
EUR CALLIGO UK LTD FRN/21-291224	200,000	200,700.00	0.58
GBP CANARY WHARF GROUP 3.375%/21-230428	1,200,000	1,446,431.63	4.15
EUR CARNIVAL PLC 1%/19-281029	1,200,000	906,816.60	2.60
EUR CELLNEX FINANCE CO SA 2%/21-150233	400,000	857,736.00	2.46
EUR CORESTATE CAPITAL HOLD CV 1.375%/17-2811	700,000	513,466.00	1.76
EUR COTY INC 4.75%/18-150426	500,000	503,990.00	1.45
EUR ECONOCOM GROUP CV 0.5%/18-060323	731,010	703,663.65	2.02
EUR ELEVING GROUP SA 9.5%/21-181026	200,000	201,110.00	0.58
EUR EMPRESA NAVIERA ELCANO S 5.5%/18-260723	100,000	102,378.00	0.29
EUR ENCE ENERGIA Y CELULOSA CV 1.25%/18-0503	500,000	494,850.00	1.42
GBP ENCORE CAPITAL GROUP INC 4.25%/21-010628	400,000	471,319.68	1.35
EUR FERRATUM CAP GERMANY FRN/19-240423	220,000	220,215.60	0.63
EUR FIGEAC AERO CV 1%/17-181022	15,238	354,527.31	1.02
EUR GLOBAL AGRAJES SLU 144A FRN/20-221225	400,000	415,000.00	1.19
EUR GLOBAL AGRAJES SLU 144A FRN/21-221225	300,000	311,010.00	0.89
EUR GTC AURORA LUXEM 2.25%/21-230626	800,000	788,344.00	2.26
EUR HAWK DEBTO LTD 10.5%/20-221224	200,000	208,598.00	0.60
EUR HAYA FINANCE 2017 SA 5.25%/17-151122	500,000	410,635.00	1.18
EUR IMMOBILIARE GRANDE DIST 2.125%/19-281124	400,000	406,416.00	1.17
EUR INEOS FINANCE PLC 2.875%/19-010526	400,000	404,428.00	1.16
EUR INSUR PROMOCION 4%/21-101226	200,000	199,700.00	0.57
EUR INTL CONSOLIDATED AIRLIN 3.75%/21-250329	800,000	784,736.00	2.25
EUR IAR ESPANA REAL ESTATE 1.75%/21-220726	400,000	407,572.00	1.17
USD LLOYD'S BANK REG S FF 12%/09-PERPET	750,000	669,965.44	1.92
EUR LR GLOBAL HOLDING FRN/21-030225	100,000	103,195.00	0.30
EUR MAS SECURITIES BV 4.25%/21-190526	400,000	383,360.00	1.10
EUR MEDIA AND GAMES INVEST FRN/20-271124	700,000	720,125.00	2.07
EUR MOTA ENGL SGRS SA 4.25%/21-021226	120,000	120,303.60	0.35
EUR MOTION FINCO SARL 7%/20-15.05.2025	600,000	629,334.00	1.81
EUR MULHACEN PTE LTD 6.5%/18-010823	798,585	645,871.59	1.85
EUR NH HOTEL GROUP SA 4%/21-020726	700,000	697,256.00	2.00
EUR NORDEX SE 6.5%/18-010223	400,000	404,824.00	1.16
EUR NORISKE SKOG AS FRN/21-020326	200,000	208,200.00	0.60
EUR OHL OPERACIONES SA 6.6%/21-310326	1,000,000	934,660.00	2.68
EUR PEMEX MEXICANOS 4.875%/17-210228	500,000	502,005.00	1.44
EUR PROSUS NV 1.985%/21-130733	800,000	781,696.00	2.24
EUR QUATRIM 5.875%/19-150124	400,000	411,592.00	1.18
EUR RENTA CORP REAL ESTATE S 6.25%/18-021023	600,000	596,580.00	1.71
EUR ROMANIA REG S S 2015-2 3.875%/15-291035	1,000,000	1,086,940.00	3.12
EUR SACYR SA 4.5%/17-161124	300,000	302,136.00	0.87
USD SCF CAPITAL LTD 3.85%/21-260428	800,000	713,359.13	2.05
EUR SIDECU SA 5%/20-180325	600,000	542,680.00	1.56
EUR SOFTBANK GROUP CORP 4%/17-190929	500,000	485,330.00	1.39
EUR TAP SGPS SA 5.625%/19-021224	400,000	361,348.00	1.04
USD TEEKAY CORP CV 5%/18-150123	954,000	841,461.22	2.42
EUR TEVA PHARM II 1.875%/15-310327	500,000	461,450.00	1.32
EUR TRAFIGURA FUNDING SA 3.875%/21-020226	600,000	606,640.00	1.75
USD TULLOW OIL PLC 7%/18-010325	900,000	654,359.83	1.88
EUR UNIPOLSAI ASSICURAZIONI S FF FRN/PERPET	600,000	683,652.00	1.96
EUR VIVION INVESTMENTS 3.5%/19-011125	500,000	491,535.00	1.41
USD WALDORF PRODUCTION UK 9.75%/21-011024	300,000	267,493.84	0.77
Total Bonds		31,299,553.85	89.86
Total securities listed on a stock exchange or other organised markets			
		31,299,553.85	89.86
Securities not listed on a stock exchange			
Bonds			
EUR ALDESA AGRUPACION EMPRESAR 0%/21-300523	200,000	186,774.06	0.54
EUR ALDESA AGRUPACION SAU 0%/21-120523	300,000	280,810.14	0.81
EUR HOTELES TURISTICOS SA 0%/21-260723	400,000	381,480.00	1.10
EUR SGL TRANSGROUP INTL A/S 7.75%/21-080425	350,000	362,239.50	1.04
Total Bonds		1,211,303.70	3.48
Total securities not listed on a stock exchange			
		1,211,303.70	3.48
Money market instruments			
EUR ALDESA AGRUPACION SAU CP 200422	400,000	396,938.83	1.14
EUR BARCELO CORPORACION EMPRESARIA CP 040422	300,000	298,932.46	0.86
EUR INMOBILIARIA DEL SUR, SA CP 270722	400,000	396,300.05	1.14
Total money market instruments		1,092,171.34	3.14
Total of Portfolio		33,603,028.89	96.47
Cash at banks and at brokers		814,954.73	2.34

The notes are an integral part of the financial statements.
Any differences in the percentage of Net Assets are the result of roundings.

Statement of Investments in Securities (Continued)

Description	Quantity / Nominal	Valuation (in EUR)	% of net assets
Other net assets		414,201.45	1.19
Total net assets		34,832,185.07	100.00

The notes are an integral part of the financial statements.
Any differences in the percentage of Net Assets are the result of roundings.

Technical Data and Notes**Technical Data**

		Valoren	ISIN	Management Fee
1 - Capitalisation	EUR	47594447	LU1988110760	0.81%
2 - Capitalisation	EUR	110923233	LU2278574558	1.80%
3 - Capitalisation	EUR	113399831	LU2278574632	0.00%

Buy & Hold Luxembourg - B&H Equity -2- EUR was launched on 15.04.2021

Buy & Hold Luxembourg - B&H Equity -3- EUR was launched on 13.09.2021

There is no management fee for -3- EUR share.

Statement of Net Assets (in EUR) and Fund Evolution

		31.12.2021	
Assets			
Investments in securities at market value		122,122,571.56	
Cash at banks and at brokers		3,382,872.06	
Income receivable		267,047.89	
Formation expenses		56,951.25	
		125,829,442.76	
Liabilities			
Provisions for accrued expenses		2,044,746.62	
		2,044,746.62	
Net assets		123,784,696.14	
Fund Evolution			
		31.12.2021	31.12.2020
Total net assets	EUR	123,784,696.14	53,903,815.93
Net asset value per share			
1 - Capitalisation	EUR	1.46	1.10
2 - Capitalisation	EUR	1.15	/
3 - Capitalisation	EUR	1.06	/
Number of units outstanding			
		At the end of the year	At the beginning of the year
1 - Capitalisation	EUR	73,385,076.302	48,879,064.360
2 - Capitalisation	EUR	192,213.091	0.000
3 - Capitalisation	EUR	15,570,118.734	0.000
			Number of units issued
			Number of units redeemed
			26,643,791.717
			2,137,779.775
			196,476.726
			4,263.635
			15,788,079.731
			217,960.997

Statement of Operations / Changes in Net Assets (in EUR)For the period from
01.01.2021 to 31.12.2021

Net assets at the beginning of the year	53,903,815.93
Income	
Interest on investments in securities (net)	52,772.87
Dividends (net)	550,339.58
Bank Interest	16.90
	603,129.35
Expenses	
Management fee	761,188.92
Performance fee	1,932,790.46
Depository fee	67,658.52
Administration expenses	54,082.98
Printing and publication expenses	345.00
Interest and bank charges	20,477.13
Audit, control, legal, representative bank and other expenses	70,527.19
"Taxe d'abonnement"	52,811.32
Amortisation of formation expenses	15,990.16
	2,975,871.68
Net income (loss)	-2,372,742.33
Realised gain (loss)	
Net realised gain (loss) on sales of investments	6,082,897.94
Net realised gain (loss) on foreign exchange	-9,179.55
	6,073,718.39
Net realised gain (loss)	3,700,976.06
Change in net unrealised appreciation (depreciation)	
Change in net unrealised appreciation (depreciation) on investments	23,689,875.99
	23,689,875.99
Net increase (decrease) in net assets as a result of operations	27,390,852.05
Subscriptions / Redemptions	
Subscriptions	45,428,054.35
Redemptions	-2,938,026.19
	42,490,028.16
Net assets at the end of the year	123,784,696.14

Statement of Investments in Securities**Breakdown by Country**

USA	49.81
Spain	10.49
France	10.30
Canada	8.41
Germany	5.34
United Kingdom	3.98
Netherlands	3.83
Ireland	3.78
Jersey	2.68
Bermuda	0.04
Portugal	0.00
Total	98.66

Breakdown by Economic Sector

Internet, software and IT services	35.56
Banks and other credit institutions	10.83
Financial, investment and other div. companies	8.61
Electronics and semiconductors	7.03
Graphics publishing and printing media	5.34
Real estate	5.10
Textiles, garments and leather goods	4.21
Retailing, department stores	3.96
Mining, coal and steel industry	3.47
Packaging industries	3.01
Computer hardware and networking	2.86
Electrical appliances and components	2.73
Traffic and transportation	2.68
Building materials and building industry	2.13
Miscellaneous services	1.13
Energy and water supply	0.00
Food and soft drinks	0.00
Total	98.66

Statement of Investments in Securities

Description	Quantity / Nominal	Valuation (in EUR)	% of net assets
Securities listed on a stock exchange or other organised markets			
Shares			
USD ACCENTURE A	12,842	4,681,367.48	3.78
USD ALPHABET A	2,795	7,120,319.03	5.75
EUR ALTEN	26,217	4,155,394.50	3.36
EUR AMADEUS IT GROUP A	63,939	3,813,321.96	3.08
USD AMAZON.COM	1,672	4,902,406.33	3.96
USD AMERICAN EXPRESS	26,168	3,764,583.89	3.04
EUR ASML HOLDING	6,709	4,741,250.30	3.83
USD BOOKING HOLDINGS INC	1,563	3,297,569.90	2.66
CAD BROOKFIELD ASSET MANAGEMENT RE	820	45,346.88	0.04
USD BROOKFIELD ASSET MGT A	118,927	6,314,467.34	5.10
USD BROWN & BROWN	68,483	4,232,930.04	3.42
EUR CIE AUTOMOTIVE	156,998	4,295,465.28	3.47
EUR DINAMIA CAPITAL PRIVADO	74,617	1,141,640.10	0.92
CAD DYE & DURHAM LTD	130,979	4,092,124.97	3.31
USD FACEBOOK A	23,028	6,810,968.77	5.50
EUR LVMH	7,167	5,210,409.00	4.21
USD MASTERCARD	8,708	2,751,458.46	2.22
USD MICROSOFT	22,501	6,654,534.22	5.38
EUR NAGARRO SE	15,925	3,216,850.00	2.60
GBP NEXT FIFTEEN COMMUNICATIONS GR	87,266	1,393,082.90	1.13
USD NVR	508	2,639,558.53	2.13
USD PAYPAL HOLDINGS	14,239	2,361,229.88	1.91
USD S&P GLOBAL	15,934	6,612,497.91	5.34
EUR SAFRAN	31,428	3,383,538.48	2.73
GBP SAGE GROUP	348,469	3,538,645.41	2.86
EUR SAP SE	27,166	3,393,033.40	2.74
USD SS&C TECHNOLOGIES HOLDINGS	53,931	3,887,850.32	3.14
USD TEXAS INSTRUMENTS	23,918	3,963,968.92	3.20
EUR VIDRALA	43,075	3,730,295.00	3.01
USD VISA A	13,969	2,661,996.12	2.15
GBP WIZZ AIR HOLDINGS	66,444	3,314,286.23	2.68
Total Shares		122,122,421.55	98.66
Bonds			
EUR BANCO ESPIRITO SANTO SA SUB S 34 FF/13-2	100,000	150.00	0.00
Total Bonds		150.00	0.00
Total securities listed on a stock exchange or other organised markets		122,122,571.55	98.66
Securities not listed on a stock exchange			
Shares			
EUR CORPORACION ALIMENTARIA IBERICA SA*	6,810	0.01	0.00
Total Shares		0.01	0.00
Bonds			
EUR ABENGOA ABENEWCO 2 SAU 0%/17-311249*	31,880	0.00	0.00
Total Bonds		0.00	0.00
Total securities not listed on a stock exchange		0.01	0.00
Total of Portfolio		122,122,571.56	98.66
Cash at banks and at brokers		3,382,872.06	2.73
Other net liabilities		-1,720,747.48	-1.39
Total net assets		123,784,696.14	100.00

* defaulted securities.

The notes are an integral part of the financial statements.

Any differences in the percentage of Net Assets are the result of roundings.

Technical Data and Notes

Technical Data

		Valoren	ISIN	Management Fee
1 - Capitalisation	EUR	47594479	LU1988110844	0.66%
2 - Capitalisation	EUR	110923294	LU2278574715	1.45%
3 - Capitalisation	EUR	113399845	LU2278574806	0.00%

Buy & Hold Luxembourg - B&H Flexible -2- EUR was launched on 15.04.2021

Buy & Hold Luxembourg - B&H Flexible -3- EUR was launched on 13.09.2021

There is no management fee for -3- EUR share.

Notes

Financial futures contracts

Description	Currency	Quantity	Engagement	Valuation
<i>Counterparty</i>				
EUR / CHF FX 14/03/2022	CHF	1	129,662.50	-536.84
EUR / USD FX 14/03/2022	USD	81	11,545,031.25	45,318.55
EURO BONO FUTURES 08/03/2022	EUR	-52	-8,083,400.00	79,126.80

Net unrealised gain on financial futures contracts

123,908.51

Counterparty: Banco Santander S.A.

Statement of Net Assets (in EUR) and Fund Evolution

		31.12.2021			
Assets					
Investments in securities at market value		70,801,907.95			
Cash at banks and at brokers		1,695,300.97			
Income receivable		511,893.20			
Formation expenses		17,220.84			
Net unrealised gain on financial futures contracts		123,908.51			
		73,150,231.47			
Liabilities					
Provisions for accrued expenses		546,575.53			
		546,575.53			
Net assets		72,603,655.94			
Fund Evolution					
		31.12.2021	31.12.2020		
Total net assets	EUR	72,603,655.94	15,200,352.67		
Net asset value per share					
1 - Capitalisation	EUR	1.33	1.10		
2 - Capitalisation	EUR	1.09	/		
3 - Capitalisation	EUR	1.03	/		
Number of units outstanding					
		At the end of the year	At the beginning of the year	Number of units issued	Number of units redeemed
1 - Capitalisation	EUR	42,139,747.753	13,791,126.610	29,249,549.492	900,928.349
2 - Capitalisation	EUR	1,336,199.605	0.000	1,461,523.184	125,323.579
3 - Capitalisation	EUR	14,700,199.092	0.000	14,700,199.092	0.000

Statement of Operations / Changes in Net Assets (in EUR)For the period from
01.01.2021 to 31.12.2021

Net assets at the beginning of the year	15,200,352.67
Income	
Interest on investments in securities (net)	1,580,171.62
Dividends (net)	151,333.49
	1,731,505.11
Expenses	
Management fee	339,849.78
Performance fee	490,437.90
Depository fee	50,912.80
Administration expenses	30,188.62
Printing and publication expenses	345.00
Interest and bank charges	16,437.07
Audit, control, legal, representative bank and other expenses	53,844.79
"Taxe d'abonnement"	30,271.42
Amortisation of formation expenses	4,835.09
	1,017,122.47
Net income (loss)	714,382.64
Realised gain (loss)	
Net realised gain (loss) on sales of investments	1,790,325.40
Net realised gain (loss) on financial futures contracts	-703,895.61
Net realised gain (loss) on foreign exchange	10,981.29
	1,097,411.08
Net realised gain (loss)	1,811,793.72
Change in net unrealised appreciation (depreciation)	
Change in net unrealised appreciation (depreciation) on investments	8,007,461.75
Change in net unrealised appreciation (depreciation) on financial futures contracts	118,444.29
	8,125,906.04
Net increase (decrease) in net assets as a result of operations	9,937,699.76
Subscriptions / Redemptions	
Subscriptions	48,700,762.28
Redemptions	-1,235,158.77
	47,465,603.51
Net assets at the end of the year	72,603,655.94

Statement of Investments in Securities

Breakdown by Country

USA	30.21
Spain	19.92
United Kingdom	10.82
France	6.68
Germany	6.20
Canada	4.47
Netherlands	2.92
Singapore	2.24
Mexico	2.14
Luxembourg	2.07
Jersey	2.05
Marshall Islands	1.59
Ireland	1.45
Malta	1.42
Portugal	1.42
Denmark	0.93
Switzerland	0.63
Sweden	0.27
Belgium	0.05
Bermuda	0.02
Total	97.52

Breakdown by Economic Sector

Internet, software and IT services	19.03
Financial, investment and other div. companies	18.92
Banks and other credit institutions	8.71
Building materials and building industry	5.77
Petroleum	5.47
Traffic and transportation	5.04
Lodging and catering industry, leisure facilities	4.88
Real estate	4.69
Electronics and semiconductors	3.92
Graphics publishing and printing media	2.82
Aeronautic and astronautic industry	2.65
Retailing, department stores	2.32
Textiles, garments and leather goods	2.07
Miscellaneous services	1.85
Mining, coal and steel industry	1.74
Electrical appliances and components	1.67
Packaging industries	1.58
Computer hardware and networking	1.53
Energy and water supply	1.12
Pharmaceuticals, cosmetics and medical products	0.97
Food and soft drinks	0.63
Forestry, paper and forest products	0.14
Total	97.52

Statement of Investments in Securities

Description	Quantity / Nominal	Valuation (in EUR)	% of net assets
Securities listed on a stock exchange or other organised markets			
Shares			
USD ACCENTURE A	2,889	1,053,143.64	1.45
USD ALPHABET A	863	2,198,509.95	3.03
USD ALPHABET C	70	178,114.05	0.25
EUR ALTEN	8,724	1,382,754.00	1.90
EUR AMADEUS IT GROUP A	19,792	1,180,394.88	1.63
USD AMAZON.COM	574	1,683,003.13	2.32
USD AMERICAN EXPRESS	8,851	1,273,323.60	1.75
EUR ASML HOLDING	2,383	1,684,066.10	2.32
USD BOOKING HOLDINGS INC	464	978,933.10	1.35
CAD BROOKFIELD ASSET MANAGEMENT RE	305	16,866.83	0.02
USD BROOKFIELD ASSET MGT A	45,343	2,407,501.18	3.32
USD BROWN & BROWN	20,819	1,286,633.24	1.77
EUR CIE AUTOMOTIVE	46,055	1,260,064.80	1.74
EUR DINAMIA CAPITAL PRIVADO	21,072	322,401.60	0.44
CAD DYE & DURHAM LTD	26,810	837,614.20	1.15
USD FACEBOOK A	7,298	2,158,531.74	2.97
EUR LVMH	2,068	1,503,436.00	2.07
USD MASTERCARD	3,873	1,223,748.12	1.69
USD MICROSOFT	7,094	2,098,007.46	2.89
EUR NAGARRO SE	6,977	1,409,354.00	1.94
USD NVR	151	784,593.19	1.08
USD PAYPAL HOLDINGS	4,520	749,544.14	1.03
USD S&P GLOBAL	4,932	2,046,745.30	2.82
EUR SAFRAN	11,277	1,214,081.82	1.67
GBP SAGE GROUP	109,733	1,114,320.58	1.53
EUR SAP SE	11,606	1,449,589.40	2.00
USD SS&C TECHNOLOGIES HOLDINGS	15,815	1,140,092.95	1.57
USD TEXAS INSTRUMENTS	7,031	1,165,259.03	1.60
EUR VIDRALA	13,239	1,146,497.40	1.58
USD VISA A	4,684	892,604.33	1.23
GBP WIZZ AIR HOLDINGS	29,908	1,491,837.83	2.05
Total Shares		39,331,567.59	54.17
Bonds			
EUR AGGREGATE HOLDINGS SA 6.875%/20-091125	600,000	401,400.00	0.55
CHF ARYZTA FF 3.5%/14-PERPET	525,000	454,196.06	0.63
EUR AURELIUS EQUITY OPPOR FRN/19-051224	200,000	199,262.00	0.27
EUR AZERION HOLDINGS BV 7.25%/21-280424	425,000	438,332.25	0.60
EUR BANCO DE CREDITO SOCIAL FF FRN/21-271131	2,100,000	2,185,407.00	3.01
EUR BANCO ESPIRITO SANTO SA SUB S 34 FF/13-2	200,000	300.00	0.00
USD BROOKFIELD PPTY REIT INC 5.75%/19-150526	900,000	822,551.88	1.13
USD BURFORD CAPITAL FINANCE 6.125%/18-120825	600,000	544,278.93	0.75
EUR CALLIGO UK LTD FRN/21-291224	300,000	301,050.00	0.41
EUR CARNIVAL PLC 1%/19-281029	2,450,000	1,851,416.00	2.55
EUR CORESTATE CAPITAL HOLD CV 1.375%/17-2811	800,000	701,104.00	0.97
EUR COTY INC 4.75%/18-150426	700,000	706,986.00	0.97
EUR ECONOCOM GROUP CV 0.5%/18-060323	41,300	39,755.01	0.05
EUR ELEVING GROUP SA 9.5%/21-181026	400,000	402,220.00	0.55
EUR EMPRESA NAVIERA S 4.875%/21-160726	200,000	199,820.00	0.28
EUR ENCE ENERGIA Y CELULOSA CV 1.25%/18-0503	100,000	98,970.00	0.14
EUR FERRATUM CAP GERMANY FRN/19-240423	650,000	650,637.00	0.90
EUR FIGEAC AERO CV 1%/17-181022	32,080	746,373.28	1.03
EUR HAWK DEBTCO LTD 10.5%/20-221224	500,000	521,495.00	0.72
EUR HAYA FINANCE 2017 SA 5.25%/17-151122	1,000,000	821,270.00	1.13
EUR INSUR PROMOCION 4%/21-101226	400,000	399,400.00	0.55
EUR INTL CONSOLIDATED AIRLIN 3.75%/21-250329	1,200,000	1,177,104.00	1.62
USD LLOYDS BANK REG S FF 12%/09-PERPET	1,850,000	1,650,114.76	2.27
EUR LR GLOBAL HOLDING FRN/21-030225	180,000	185,751.00	0.26
EUR MEDIA AND GAMES INVEST FRN/20-271124	1,000,000	1,028,750.00	1.42
EUR MOTA ENGL SGPS SA 4.25%/21-021226	220,000	220,556.60	0.30
EUR MULHACEN PTE LTD 6.5%/18-010823	2,010,187	1,625,778.94	2.24
EUR NH HOTEL GROUP SA 4%/21-020726	700,000	697,256.00	0.96
EUR NORDEX SE 6.5%/18-010223	800,000	809,648.00	1.12
EUR OHL OPERACIONES SA 6.6%/21-310326	2,870,000	2,682,474.20	3.69
EUR PEMEX MEXICANOS 4.875%/17-210228	1,550,000	1,556,215.50	2.14
EUR RENTA CORP REAL ESTATE S 6.25%/18-021023	800,000	795,440.00	1.10
EUR SACYR SA 4.5%/17-161124	500,000	503,560.00	0.69
EUR SIDECU SA 5%/20-180325	1,100,000	995,280.00	1.37
EUR TAP SGPS SA 5.625%/19-021224	900,000	813,033.00	1.12
USD TEEKAY CORP CV 5%/18-150123	1,306,000	1,151,937.48	1.59
USD TULLOW OIL PLC 7%/18-010325	2,100,000	1,526,839.61	2.10
USD WALDORF PRODUCTION UK 9.75%/21-011024	1,000,000	891,646.15	1.23
Total Bonds		30,797,609.65	42.42
Total securities listed on a stock exchange or other organised markets			
		70,129,177.24	96.59
Securities not listed on a stock exchange			
Shares			
EUR BANCO ESPIRITO SANTO REG*	210,000	0.21	0.00
Total Shares		0.21	0.00
Bonds			
EUR ABENGOA ABENEWCO 2 SAU 0%/17-311249*	159,400	0.00	0.00
EUR SGL TRANSGROUP INTL A/S 7.75%/21-080425	650,000	672,730.50	0.93
Total Bonds		672,730.50	0.93
Total securities not listed on a stock exchange			
		672,730.71	0.93

* defaulted securities.

The notes are an integral part of the financial statements.

Any differences in the percentage of Net Assets are the result of roundings.

Statement of Investments in Securities (Continued)

Description	Quantity / Nominal	Valuation (in EUR)	% of net assets
Total of Portfolio		70,801,907.95	97.52
Cash at banks and at brokers		1,695,300.97	2.34
Other net assets		106,447.02	0.14
Total net assets		72,603,655.94	100.00

The notes are an integral part of the financial statements.
Any differences in the percentage of Net Assets are the result of roundings.

Unaudited information

Risk management

The global exposure of the Subfunds is calculated on the basis of the commitment approach.

Remuneration

Details of the Remuneration Policy, including the persons in charge of determining the fixed and variable remunerations of the staff, a description of the key remuneration elements and an overview of how remuneration is determined, are available on the website - <http://www.buyandhold.es>. A paper copy of the summarised Remuneration Policy is available free of charge to the Unitholders upon request.

The total amount of remuneration for the financial year split into fixed and variable remuneration, paid by the Management Company to its staff is as follows:

Total Remuneration paid in 2021	In EUR
Fixed remuneration	654,802
Variable remuneration	57,000
Total	711,802

Number of beneficiaries	10
Carried interest	None

The aggregate amount of remuneration broken down by senior management and members of staff of the Management Company whose actions have a material impact on the risks profiles of the UCITS managed is as follows:

Remuneration breakdown	In EUR
Senior management	309,289
Other staff	402,513

During the financial year, there were no material changes to the adopted remuneration policy of the Management Company.

Securities Financing Transaction Regulation

Securities Financing Transaction Regulation ("SFTR") introduces reporting requirements for securities financing transactions ("SFTs") and total return swaps.

A Security Financing Transaction ("SFT") is defined as per Article 3 (11) of the SFTR as:

- a repurchase/ reverse repurchase agreement,
- securities or commodities lending and securities or commodities borrowing,
- a buy-sell back transaction or sell-buy back transaction, or
- a margin lending transaction.

The Company did not hold any total return swaps or enter in security financing transactions during the year ended 31.12.2021.

Transparency of the promotion of environmental or social characteristics and of sustainable investments

The Fund does not promote environmental or social characteristics, nor does it have sustainable investment as its objective. The Fund is therefore considered as an "Article 6" financial product in accordance with the SFDR. This applies for all of the Subfunds.

BUY & HOLD LUXEMBOURG

an undertaking for collective investment in transferable securities (UCITS) in the form of an
open-ended common investment fund

Audited Annual Report as at 31.12.2021