

MONOCLE FUND SICAV

Open-ended investment company with variable capital with multiple sub-funds under
Luxembourg law

R.C.S. Luxembourg B189329

DISCLAIMER

The official language of the Bi-Annual Report is French. The translation of this Bi-Annual Report is a free translation. In the event of any discrepancies between the French text and the English into which the Bi-Annual Report is translated, the French text shall prevail.

Unaudited bi-annual report as of 06.30.2021

FREE TRANSLATION

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Head Office

MONOCLE FUND SICAV
5, rue Jean Monnet, L-2180 Luxembourg
R.C.S. Luxembourg B189329

Board of Directors

Charles Monot,
President, Monocle Asset
Management France

Jean-Bernard Quillon,
Manager, Agama Advisors
Grand-Duchy of Luxembourg

Sandrine Dubois
Independent Director
Grand Duchy of Luxembourg

Management company

Carne Global Fund Managers (Luxembourg) S.A. (until June 30, 2021)
3, rue Jean Piret
L-2350 Luxembourg

MONOCLE ASSET MANAGEMENT (since July 01,2021)
15, rue Monsigny
75002 Paris, France

Financial Manager

Thornbridge Investment Management LLP (until June 30, 2021)
13, Austin Friars
London EC2N 2HE

MONOCLE ASSET MANAGEMENT (since July 01,2021)
15, rue Monsigny
75002 Paris, France

Custodian bank

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

**Domiciliary Agent, Administrative Agent,
Transfer Agent and Registrar**

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

Auditor

Grant Thornton Audit & Assurance, S.A.
13, rue de Bitbourg
L-1273 Grand Duchy of Luxembourg

Additional information for qualified investors in Switzerland

Representative in Switzerland:
The representative in Switzerland is Carnegie Fund Services S.A., 11, rue du Général-Dufour, 1204 Geneva, Switzerland.

Paying agent in Switzerland:
The paying agent in Switzerland is Banque Cantonale de Genève, 17, quai de l'Île, 1204 Geneva, Switzerland.

No subscriptions can be received on the basis of the financial reports. Subscriptions are only received on the basis of the current issue prospectus accompanied by the latest annual report and the most recent bi-annual report.

The issue and redemption prices are made public in Luxembourg at the Company's registered office.

Investors may obtain the prospectus, the simplified prospectus, the latest annual and bi-annual reports (and changes in the composition of the securities portfolio for the period covered by the report) and copies of the articles of incorporation free of charge at the Company's registered office and at the offices of the local representatives in the countries where the SICAV is registered.

Combined Financial Statements

Statement of net assets (in EUR)

06.30.2021

Assets

Securities portfolio at market value	100,695,478.29
Assets in the bank	8,712,088.56
Interest receivable	619,595.95
Prepaid expenses	9,277.38
	110,036,440.18

Liabilities

Bank overdrafts	124,584.64
Provisions for accrued expenses	133,351.06
Unrealized net loss on financial futures contracts	1,044,632.99
	1,302,568.69

Net assets	108,733,871.49
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Statement of operations / Changes in net assets (in EUR)For the financial year from
01.01.2021 to 30.06.2021

Net assets, beginning of fiscal year	106,649,993.50
Revenues	
Interest on securities portfolio (net)	579,817.87
Dividends (net)	901,173.98
	1,480,991.85
Fees	
Management commission	514,079.57
Performance fees	405.49
Custodian bank commission and custody fees	32,589.86
Administration fees	29,359.68
Interest and bank commissions	18,586.82
Review, audit, legal, representative and other fees	51,954.18
Subscription tax fee	26,864.92
	673,840.52
Net income (loss)	807,151.33
Realized net income (loss)	
Net realized profit (loss) on sales of securities	2,307,694.03
Net realized profit (loss) on financial futures contracts	-5,041,150.88
Net realized profit (loss) on currency exchange markets	-2,380.44
	-2,735,837.29
Net realized profit (loss)	-1,928,685.96
Change in net unrealized appreciation (depreciation)	
Change in net unrealized appreciation (depreciation) on securities portfolio	4,073,692.89
Change in net unrealized appreciation (depreciation) on financial futures	-704,216.73
	3,369,476.16
Net increase (decrease) in net assets from operations	1,440,790.20
Subscriptions / Redemptions	
Subscriptions	1,331,779.07
Redemptions	-688,691.28
	643,087.79
Net assets, end of period	108,733,871.49

General

MONOCLE FUND SICAV (hereinafter the "SICAV") is an open-ended investment company with variable capital incorporated in Luxembourg on August 4, 2014 for an unlimited period of time in the form of a Société Anonyme.

The SICAV is subject in particular to the provisions of Part I of the 2010 Law, as well as to the Law of August 10, 1915 on commercial companies, as amended.

The SICAV's Articles of Association (hereinafter the "Articles") were published in the Mémorial C, Recueil des Sociétés et Associations (hereinafter the "Mémorial") on September 29, 2014 and have been filed with the Registry of the District Court of and in Luxembourg. They can be consulted electronically on the website of the Luxembourg Trade and Companies Registry (www.rcls.lu). A copy of the Articles of Incorporation is also available, upon request and free of charge, at the registered office of the SICAV and can be consulted on the website www.fundsquare.net.

The SICAV has been registered with the Luxembourg Trade and Companies Register under number B189329.

The registered office of the SICAV is located at 5, rue Jean Monnet, L-2180 Luxembourg, Grand Duchy of Luxembourg. Any question concerning the general structure and the policy followed by the SICAV should be addressed to the SICAV at its registered office.

As of the date of this report, one sub-fund is available to investors: - MONOCLE FUND SICAV - Monocle Fund.

Principal accounting policies

The financial statements of the SICAV are prepared in accordance with the regulations in force in Luxembourg concerning Undertakings for Collective Investment.

a) Calculation of the net asset value of each sub-fund

The calculation of the net asset value per share of each sub-fund, and where applicable of each share class/category of the SICAV, shall be carried out in Luxembourg by the Central Administration under the responsibility of the Board of Directors of the SICAV.

The net asset value is determined on each Valuation Day as defined below for each sub-fund on the basis of the latest closing prices, as published by the stock exchanges concerned, and by reference to the value of the assets held on behalf of the sub-fund concerned.

The Valuation Day of the MONOCLE FUND SICAV - Monocle Fund sub-fund is the Friday or the preceding business day if this Friday is not a business day in Luxembourg.

b) Evaluation of the securities portfolio of each sub-fund

(1) the shares/units of UCIs will be valued on the basis of their last official net asset value available on the Valuation Day, or unofficial if this is more recent (in this case on the basis of a probable net asset value, estimated prudently and in good faith by the Board of Directors, or on the basis of other sources such as information from the manager of the UCI);

(2) the value of any cash on hand or on deposit, bills and demand bills and accounts receivable, dividends and interest which have matured but not yet been received, shall be the face value of such assets, except where it is unlikely that such value can be received. In the latter case, the value shall be determined by deducting such amount as shall appear adequate to reflect the true value of such assets;

(3) the valuation of securities (i) listed or traded on a regulated market within the meaning of the Amended Law of 2010 or (ii) traded on another market in an EU Member State that is regulated, operates regularly, is recognised and open to the public or (iii) admitted to official listing on a stock exchange in a non-EU Member State or traded on another market in a non-EU Member State, regulated, regularly operating, recognised market open to the public (all three of which may also be referred to as a "Regulated Market"), is based on the last known closing price on the Valuation Day and, if these securities are traded on several markets, on the last known closing price of the principal market for these securities on the Valuation Day. If the last known closing price on the given Valuation Day is not representative, the valuation will be based on the probable realization value estimated with prudence and good faith;

(4) securities that are not listed or traded on a Regulated Market will be valued on the basis of the probable realizable value estimated with prudence and good faith.

(5) the liquidation value of financial futures and options contracts not traded on Regulated Markets shall be their net liquidation value determined in accordance with policies established by the Board of Directors, on a basis consistently applied to each type of contract. The liquidation value of futures or options contracts traded on Regulated Markets shall be based on the last available settlement price of such contracts on the Regulated Markets on which such futures or options contracts are traded by the SICAV; provided, however, that if a futures or options contract cannot be liquidated on the day on which the net assets are valued, the basis for determining the liquidation value of such contract shall be determined by the Board of Directors in a fair and reasonable manner;

(6) forward exchange contracts are valued on the basis of the forward exchange rates applicable on the Valuation Day.

c) Net realized profit/loss on sales of securities of each sub-fund. Realized profits or losses on sales of securities are calculated on the basis of the average acquisition cost.

d) Foreign Currency Conversion

The financial statements are expressed in the reference currency of each sub-fund and the combined financial statements are drawn up in EUR.

Bank balances, other net assets and the valuation of portfolio securities expressed in currencies other than the reference currency of the various sub-funds are converted into this reference currency at the exchange rate applicable on the valuation day.

Income and expenses expressed in currencies other than the reference currency of the various sub-funds are converted into this reference currency at the exchange rate in force on the date of occurrence.

Exchange gains or losses are recorded in the statement of operations. The acquisition cost of securities denominated in currencies other than the reference currency of the various sub-funds is converted into this reference currency at the exchange rate in force on the day of purchase.

Management commission

As remuneration for management and distribution services, the SICAV charges an annual fee of:

Sub-fund	Share classes	Annual rate
MONOCLE FUND SICAV – Monocle Fund	A	0.95%
	B	1.50%
	M	0.95%

This fee is payable monthly and calculated on the basis of the average net assets of the sub-funds during the month under review.

As remuneration for its activity as management company, the Management Company will receive a proportion of the management and distribution fee described above. This share will be calculated monthly on the basis of the average net asset value of the assets of the various sub-funds of the SICAV for the month in question, at a maximum rate of 0.07% per annum, with a minimum of EUR 84,000.

The balance of the management and distribution fees will be paid to the Financial Manager as remuneration for its activity as financial manager and for its activity as distributor, the principal distributor will receive a share of the management and distribution fee, fixed at EUR 500 per month.

Performance fees

The Management Company will receive, for each class of shares, with the exception of the M class, of the MONOCLE FUND SICAV - Monocle Fund sub-fund, in their respective currencies, an annual performance fee of 10% calculated from exceeding the threshold of 1% + the reference index: Eurozone HICP ex Tobacco, which is the reference index measuring inflation in the Eurozone.

Variable commissions paid in full to the Financial Manager at the end of the financial year.

Between two closings, the provision for variable commissions is adjusted at each value by means of an allocation/reversal of provisions. Reversals of provisions are capped at the level of the allocations. The allocations are incremented only if the performance has exceeded the annual threshold (1% + Eurozone HICP ex Tobacco), and the last year-end where a variable commission has been paid (or since the launch of the SICAV). In this way, the variable commissions follow the "High Water Mark" principle.

In the event of redemption, a proportion of the provision for variable management fees on the outstanding amount recorded in the accounts at the time of the last valuation is, in proportion to the number of shares bought back, definitively allocated to a specific third-party account. This share of variable management fees is acquired by the Management Company at the time of the redemption.

Custodian and paying agent fees

As remuneration for its activity as custodian bank for the SICAV, the Custodian Bank shall receive from the SICAV a monthly fee, calculated on the average of the net asset values of the assets of the various sub-funds of the SICAV for the month in question, of a maximum of 0.045% per year, with an annual minimum of EUR 25,000, to which transaction costs are added. In addition, all reasonable expenses and advanced costs, including, but not limited to, telephone, telex, fax, electronic transmissions and postage costs incurred by the Custodian in the course of its duties, as well as the costs of correspondents, shall be charged to the relevant subfund of the SICAV. As paying agent, the Custodian may deduct the fee in force in the Grand Duchy of Luxembourg.

Domiciliary agent, administrative agent, transfer agent and registrar fees

As remuneration for its activities as domiciliary agent, administrative agent, transfer agent and registrar for the SICAV, the Central Administration shall receive from the SICAV a monthly fee, calculated on the average of the net asset values of the assets of the various sub-funds of the SICAV for the month in question, of a maximum of 0.05% per year, with an annual minimum of EUR 36,000, to which shall be added the transaction costs and costs specific to the function of domiciliary agent. In addition, all reasonable expenses and advanced costs, including, but not limited to, telephone, telex, fax, electronic transmission and postage costs incurred by the Central Administration in the course of its duties, as well as the costs of correspondents, shall be borne by the relevant sub-fund of the SICAV.

Subscription tax fee

The SICAV is subject in Luxembourg to a tax corresponding to 0.05% per year of its net assets. This tax is reduced to 0.01% per year of the net assets attributable to the share classes reserved for institutional investors. This tax is payable quarterly and its base is the net assets of the SICAV at the close of the quarter concerned. The subscription tax is not due on the portions of assets invested in UCIs already subject to this tax. No stamp duty or tax shall be payable in Luxembourg on the issue of shares of the SICAV.

No tax is payable in Luxembourg on the realised or unrealised gain on the Fund's assets. Investment income received by the SICAV may be subject to varying rates of withholding tax in the countries concerned. These withholding taxes cannot in principle be recovered. The above information is based on current laws and practices and may be subject to change.

Global exposure

The global exposure of the sub-funds will be calculated on the basis of the commitments.

Exchange rates

As of June 30, 2021, financial assets were translated into EUR at the following exchange rates:

1 EUR =	1.096200	CHF
1 EUR =	7.436250	DKK
1 EUR =	0.858450	GBP
1 EUR =	10.142000	SEK
1 EUR =	1.185900	USD

Transaction fees

For the period ending June 30, 2021, the SICAV charged the following transaction fees in connection with the purchase or sale of securities and similar instruments (including derivative financial instruments or other suitable investments):

<u>Compartment</u>	<u>Currency</u>	<u>Transaction Fees</u>
MONOCLE FUND SICAV – Monocle Fund	EUR	84,720.36

Not all transaction costs can be separately identified. For investments in fixed income securities, foreign exchange forward contracts and other derivative instruments, transaction costs will be included in the purchase and sale price of the investment. Even if they cannot be separately identified, these transaction costs will be captured in the Fund's performance.

Changes in the composition of the securities portfolio

Investors may obtain on request the changes in the composition of the securities portfolio for the reporting period at the registered office of the Company or at the offices of the local representatives in the country where the SICAV is registered.

Compensation

The Management Company has defined and implemented a remuneration policy (the "Remuneration Policy") in line with the remuneration provision defined by the European Directive 2009/65/EC ("UCITS Directive"), and amended by the Directive 2014/91/EU ("UCITS V Directive") as implemented in the Luxembourg Law of 10 May 2016 (the "2016 Law").

The Management Company has defined and implemented a remuneration policy that is in line with and promotes good risk management of the Fund, and does not encourage risk-taking that would be inconsistent with the risk profile of the Fund, and does not contradict the role of the Management Company to act in the best interests of the Fund and the investors.

The Board of Directors of the Management Company is responsible for the conception, implementation and regular review of the Remuneration Policy. During the review of the Compensation Policy, the Management Company's Board of Directors will consider whether the compensation framework adequately reflects the risk profile, long-term objectives and purpose of the Fund. No material changes or irregularities were detected during the period under review.

Information on risk measurement

The method used to calculate the global exposure of each sub-fund of the SICAV is the commitment method. The commitment method consists of converting positions in financial derivatives into equivalent positions in the underlying assets and then aggregating the market value of these equivalent positions. Each sub-fund of the SICAV shall ensure that its overall risk linked to financial derivatives does not exceed the total net value of its portfolio.

Total Expense Ratio (TER)

The TER (Total Expense Ratio) shows the total commissions and costs periodically charged to the fund's assets. It is expressed as a percentage of the latter.

If a sub-fund invests at least 10% of its net assets in funds of funds, the TER is the sum of the TER pro rata of the individual target funds, weighted according to the share they represent in the total assets of the fund of funds on the closing date, and the TER of the fund of funds, minus the retroactive commissions received from the target funds during the period in question.

The TER is calculated according to AMAS rules.

Fund performance

The calculation of performance is based on the change in net asset value on the first business day of each calendar year, using market prices on the last business day of the previous calendar year.

Historical performance is not an indicator of current or future performance.

For share classes launched more than 3 years ago, no performance since launch is presented.

Covid-19

The Board of Directors of the SICAV recognizes the global outbreak of COVID-19 as an event of years 2020 and 2021.

The COVID-19 outbreak and the consequences of all the measures taken in response to the virus by the global community have affected the global economy, the global financial markets, and the asset management industry.

There is still a lot of uncertainty about how long this epidemic will last.

Although the potential impacts arising from the situation are still difficult to assess with precision, the following key elements should be noted with respect to the SICAV, since the emergence of COVID-19 and until the closing date of June 30, 2021:

- No specific liquidity risk management measures have been triggered, such as: suspension of net asset value, gating, deferred redemptions.

- The SICAV has not suffered any significant operational disruption. The SICAV has therefore continued its usual operations in accordance with its investment strategy and its prospectus. Published, unaudited net asset values and financial information are available on Fundsquare or on request from the SICAV's registered office.

Post-closing events

The board of directors has decided, with effect from 01.07.2021, to :

- replace the management company Carne Global Fund Managers (Luxembourg) S.A. by Monocle Asset Management;
- calculate the net asset value of each unit class of MONOCLE FUND SICAV - Monocle Fund on a daily basis (previously calculated on a weekly basis).

**Technical data
(unaudited) and notes**
**Technical data
(unaudited)**

		Valoren	ISIN	Commission of management	Total Expense Ratio
A - Capitalization	EUR	26071666	LU1116040533	0.95%	1.61%
B - Capitalization	EUR	34149243	LU1500599094	1.50%	2.07%
M - Capitalization	EUR	26073254	LU1116043040	0.95%	1.19%

The TER without performance fees is 1.19% for the -A- EUR class and 1.74% for the -B- EUR class.

Fund performance (unaudited)

		YTD	Since launch	2020	2019	2018
A - Capitalization	EUR	1.36%	/	6.44%	6.09%	0.11%
B - Capitalization	EUR	1.06%	/	5.82%	5.48%	-0.44%
M - Capitalization	EUR	1.36%	/	6.87%	6.09%	0.11%

Notes
Financial futures contracts

Description	Currency	Quantity	Commitment (in currency)	Not realized (in EUR)
<i>Counterparty</i>				
EUR / USD FX 13/09/2021	USD	120	17,797,500.00	-447,014.93
OMX INDEX 16/07/2021	SEK	-126	-28,551,600.00	15,840.07
S&P E-MINI 500 STOCK INDEX 17/09/2021	USD	-200	-42,886,000.00	-613,458.13

Net unrealized loss on financial futures
-1,044,632.99

Counterparty: Credit Suisse SA-Luxembourg

Statement of net assets (in EUR) and evolution of the fund

	06.30.2021
Assets	
Securities portfolio at market value	100,695,478.29
Assets in the bank	8,712,088.56
Interest receivable	619,595.95
Prepaid expenses	9,277.38
	110,036,440.18
Liabilities	
Bank overdrafts	124,584.64
Provisions for accrued expenses	133,351.06
Unrealized net loss on financial futures contracts	1,044,632.99
	1,302,568.69
Net assets	108,733,871.49

Evolution of the fund		06.30.2021	12.31.2020	12.31.2019
Net assets	EUR	108,733,871.49	106,649,993.50	104,732,851.76
Net asset value per share				
A - Capitalization	EUR	1,756.44	1,732.87	1,628.03
B - Capitalization	EUR	1,099.17	1,087.64	1,027.80
M - Capitalization	EUR	1,208.12	1,191.95	1,115.32

Net asset value per share		at the end of the period	at the start of the period	Number of shares issued	Number of shares redeemed
A - Capitalization	EUR	44,563.573	44,509.029	345.953	291.409
B - Capitalization	EUR	2,332.154	1,690.659	656.495	15.000
M - Capitalization	EUR	23,091.474	23,224.788	0.000	133.314

Statement of operations / Changes in net assets (in EUR)For the exercise of the
01.01.2021 to 06.30.2021

Net assets, beginning of fiscal year	106,649,993.50
Revenues	
Interest on securities portfolio (net)	579,817.87
Dividends (net)	901,173.98
	1,480,991.85
Fees	
Management commission	514,079.57
Performance fee	405.49
Custodian bank commission and custody fees	32,589.86
Administration fees	29,359.68
Interest and bank commissions	18,586.82
Review, audit, legal, representative, and other fees	51,954.18
Subscription tax fee	26,864.92
	673,840.52
Net income (loss)	807,151.33
Net realized profit (loss)	
Net realized profit (loss) on sales of securities	2,307,694.03
Net realized profit (loss) on financial futures contracts	-5,041,150.88
Net realized profit (loss) on currency exchange markets	-2,380.44
	-2,735,837.29
Net realized profit (loss)	-1,928,685.96
Change in net unrealized appreciation (depreciation)	
Change in net unrealized appreciation (depreciation) on securities portfolio	4,073,692.89
Change in net unrealized appreciation (depreciation) on financial futures	-704,216.73
	3,369,476.16
Net increase (decrease) in net assets from operations	1,440,790.20
Subscriptions / Redemptions	
Souscriptions	1,331,779.07
Redemptions	-688,691.28
	643,087.79
Net assets, end of fiscal year	108,733,871.49

The notes are an integral part of the financial statements.

Statement of securities portfolio**Répartition géographique**

France	30.73
Etats-Unis	23.11
Allemagne	17.25
Pays-Bas	13.38
Jersey	4.18
Suede	3.95
Bermudes	0.00
Total	92.61

Répartition économique

Pays et gouvernements centraux	48.77
Télécommunication	11.08
Produits pharmaceutiques, cosmétiques et médicaux	8.35
Internet et services d'internet	5.72
Nourriture et boissons non alcoolisées	4.37
Exploitation minière, charbon et acier	4.19
Circulation et transport	3.95
Electronique et semi-conducteurs	2.98
Véhicules	1.10
Banques et autres instituts de crédits	0.98
Services divers	0.94
Photographie et optique	0.20
Société financière, d'investissement et autres sociétés	0.00
Total	92.61

État du portefeuille-titres

Description	Quantité / Nominal	Évaluation (in EUR)	% des actifs nets
Valeurs cotées en bourse ou autres marchés organisés			
Actions			
EUR DANONE	80,000	4,749,600.00	4.37
USD FACEBOOK A	21,200	6,215,913.85	5.72
USD FIDELITY NATIONAL FNF GROUP A	29,000	1,062,770.89	0.98
EUR GAUMONT SA	1,962	213,858.00	0.20
EUR GAZTRANSPORT ET TECHNIGAZ	15,000	1,021,500.00	0.94
USD INTEL	68,000	3,219,090.99	2.98
USD MCDERMOTT INTERNATIONAL LTD	9,010	3,722.83	0.00
EUR ORANGE	884,000	8,307,360.00	7.64
GBP PETROFAC	3,544,000	4,549,464.73	4.18
USD PFIZER	275,000	9,080,868.65	8.35
EUR TF1	439,238	3,744,461.39	3.44
Total actions		42,168,609.27	38.78
Obligations			
EUR BRD 2%/11-040122	18,500,000	18,754,930.00	17.25
EUR FRANCE OAT 3.25%/10-251021	14,000,000	14,173,600.00	13.04
EUR NETHERLANDS 0%/16-150122	14,500,000	14,551,910.00	13.38
EUR RENAULT SA SUB FRN/83-PERPET	2,800	1,198,624.00	1.10
SEK SAS AB FRN/20-PERPET	88,000,000	4,295,010.85	3.95
USD US TREASURY N/B S AH-2022 2.5%/19-150122	6,500,000	5,552,794.17	5.11
Total obligations		58,826,869.02	53.83
Total valeurs cotées en bourse ou autres marchés organisés		100,695,478.29	92.61
Valeurs non cotées en bourse			
Actions			
USD MCDERMOTT INTERNATIONAL LTD WTS	18,038	0.00	0.00
USD MCDERMOTT INTERNATIONAL LTD WTS	20,042	0.00	0.00
Total actions		0.00	0.00
Total valeurs non cotées en bourse		0.00	0.00
Total du portefeuille-titres		100,695,478.29	92.61
Avoirs en banque		8,712,088.56	8.01
Découverts en banque		-124,584.84	-0.11
Autres passifs nets		-549,110.72	-0.51
Actifs nets		108,733,871.49	100.00

The notes are an integral part of the financial statements.
Any differences in the percentage of net assets are due to rounding.

MONOCLE FUND SICAV

Investment company with variable capital and multiple sub-funds incorporated under Luxembourg law
Unaudited bi-annual report as at 06.30.2021

FREE TRANSLATION