

AZ Fund 3

Umbrella Collective Investment Funds

R.C.S. Luxembourg: K1953

Annual Report and audited financial statements as at 31 December 2021

AZ Fund 3

AZ Fund 3 - Al Mal MENA Equity

AZ Fund 3 - AZ Bond - Frontier Markets Debt

No subscription can be received on the basis of financial reports. Subscriptions are only valid if made on the basis of the current prospectus which will be accompanied by a copy of the latest available annual report and a copy of the latest available semi-annual report, if published after such annual report.

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Organisation of the Fund

Management Company

R.C.S. B 73.617

Azimut Investments S.A.
Until 30 June 2021:
35, avenue Monterey
L-2163 Luxembourg
Grand Duchy of Luxembourg

As from 1 July 2021:
2A, rue Eugène Ruppert
L-2453 Luxembourg
Grand Duchy of Luxembourg

www.azimutinvestments.com

Management Company Board of Directors

Chairman of the Board of Directors

Mr. Alessandro Zambotti, CFO and Co-CEO of Azimut Holding S.p.A.

Members of the Board of Directors

Mr. Giorgio Medda, General Manager of Azimut Investments S.A. and Co-CEO of Azimut Holding S.p.A.

Mr. Claudio Basso, Chief Investment Officer of Azimut Investments S.A.

Mr. Pierluigi Nodari, Portfolio Manager of Azimut Investments S.A. (since 19 April 2021)

Mr. Saverio Papagno, Portfolio Manager of Azimut Investments S.A.

Mr. Giuseppe Pastorelli, Portfolio Manager of Azimut Investments S.A.

Mr. Davide Rallo, Legal Manager of Azimut Investments S.A.

Mr. Paul Roberts, Portfolio Manager of Azimut Investments S.A.

Mr. Ramon Spano, Portfolio Manager of Azimut Investments S.A.

Mr. Marco Vironda, Portfolio Manager of Azimut Investments S.A.

Organisation of the Fund (continued)**Depository and Paying Agent**

BNP Paribas Securities Services, Luxembourg Branch
60, avenue J.F. Kennedy
L-1855 Luxembourg
Grand Duchy of Luxembourg

Administrative Agent

BNP Paribas Securities Services, Luxembourg Branch
60, avenue J.F. Kennedy
L-1855 Luxembourg
Grand Duchy of Luxembourg

Registrar and Transfer Agent

BNP Paribas Securities Services, Luxembourg Branch
60, avenue J.F. Kennedy
L-1855 Luxembourg
Grand Duchy of Luxembourg

Fund Auditor

Ernst & Young S.A.
35E, avenue J.F. Kennedy
L-1855 Luxembourg
Grand Duchy of Luxembourg

Information to Unitholders

1. Periodic reports

Annual reports and audited financial statements as at 31 December and unaudited interim reports as at 30 June as well as the list of changes (purchases and sales of securities) made in the composition of the investment portfolio will be kept at Unitholders' disposal free of charge, at the registered offices of the Central Administration, the Management Company and the Depositary Bank.

The interim reports include the Fund's unaudited financial statements.

The financial statements are prepared in the reference currency of the Sub-Funds, which is in USD.

The annual report is available within four months following the closing date of the financial year. The interim accounts are published within two months of the end of the half-year in question.

2. Information to Unitholders

a. Net asset value

The net asset value of each Sub-Fund Unit will be available each banking day in Luxembourg at the registered offices of the Central Administration, the Management Company and the Depositary Bank.

It will also be published on the website: <http://www.azimutinvestments.com>

b. Notification to Unitholders

Other information intended for unitholders will be published in a Luxembourg newspaper and in the press of the countries where Fund units are marketed.

c. Investment Advisors

The Investment Advisors of the Sub-Funds are available in the prospectus.

The Prospectus can be consulted on the website: <http://www.azimutinvestments.com>

Directors' Report

AZ Fund 3 - Al Mal MENA Equity

The past year was by and large a memorable year for global equity markets, which continued to tide over dynamic economic, geopolitical, and pandemic environment. The Federal Reserve maintained rates at 0%, while the Federal Government continued to spur liquidity for the majority of the year. This boded well for risky assets in 2021, evident in extraordinary returns. The S&P Pan Arab Composite Index concluded the year up 34.5%, with ten of the eleven constituent countries in the green, and largely lifted by robust performance across the United Arab Emirates' and Saudi Arabia's equity markets, which were up 49%, and 38% y/y, respectively. The top performing sectors included financials, industrials, and materials, generating 45%, 34%, and 31% returns, respectively, while only the consumer staples sector was down y/y.

Pandemic fears ebbed and flowed as approved vaccines were challenged by emerging variants of the virus, however, steadfast inoculation programs in the GCC helped countries maintain balance between economic re-opening and hospitalisation rates, with few to no reinstatement of lockdowns.

Oil prices have rebounded strongly in 2021, ending the year up 54% to USD 79/barrel, and touching USD 95/barrel at time of writing. This is especially conducive to KSA's fiscal recovery and oil revenues, thereby balancing their budget. The country continues to empower the private sector, with structural themes driving robust earnings growth at the corporate level. As such, commodity driven companies have generated peak cycle earnings, while financials have grown on the back of accelerated mortgage penetration. Healthcare names have delivered strong earnings growth on higher insurance penetration and capacity adds, and retailers have benefited from improved sentiment and the modernization of the sector. GREs brought to the market a few listings, such as ACWA Power, STC Solutions, and Tadawul, which debuted with strong returns on their first week of trading.

The UAE adopted one of the fastest inoculation programs globally, helping the overall economy rebound ahead of Expo 2020, while introducing the Dubai 2040 Urban Master plan, which aims to double economic and recreational areas, and raise the population by 75% over the next 20 years. This, combined with new social reforms, and restored mobility, helped tourism regain momentum and push the value of real estate transactions to an all-time high of AED 151bn during 2021. The country also launched an IPO program, intending to list 10 state companies, and approved an AED 2bn market making Sub-Fund to increase liquidity and an AED 1bn Sub-Fund to support technology company IPOs, overall, a net positive for market sentiment and liquidity. Lastly, hikes on foreign ownership limit and index inclusions remained a key theme throughout the year, adding to the market's broad-based re-rating.

Qatar lacked GCC peers in terms of performance, with fairly lower foreign ownership limits, and only a handful of publicly listed companies. Nevertheless, tension resolution between Gulf States was successfully concluded in the year, which further acted as a net positive for geopolitical sentiment. Egypt valuations remained attractive throughout the year at <10x forward P/E, despite offering long-term structural growth stories, particularly within the e-payments, healthcare, and education spaces. However, Egypt's GERD talks with Sudan and Ethiopia weighed on market sentiment in the first half of year, followed by looming rate hikes in the US as the Fed turned more hawkish in the second half of 2021, which would weigh on valuations. Lastly, Kuwait's mortgage law, combined with rising oil prices, helped drive the market up 30% in 2021.

Going forward, the economic environment, though very dynamic, is supportive of risky assets in 2022. We think global economic growth can remain strong in 2022, especially in developed economies with wide access to vaccines, such as those in the GCC.

We remain constructive on equities, however, selectively, as inflation and interest rate risk are at the focal points of our asset allocation framework. Nevertheless, as we head into 2022, we think inflation should taper given an already inflated base-year effect. The year already began with choppy market performance, with the GCC markets outperforming a tech-tilted US, largely on the back of supportive oil prices, imminent rate hikes, and in some cases lacklustre US earnings failing to catch-up with punchy valuations. New variants of the virus have insofar proven to be less severe in terms of hospitalisation rates, resulting in relaxed restrictions and removal of capacity constraints at venues in some of the GCC countries. Nevertheless, the magnitude of policy changes remains unknown, and we therefore prefer companies structurally growing, while generating compelling cash flows. We remain positive on consumer services and discretionary names, who are essentially price setters and provide a hedge against inflation, the GCC's financials sector, who is a net beneficiary of a cycle of rising rates, and materials amidst supportive supply-demand dynamics.

Directors' Report (continued)**AZ Fund 3 - AZ Bond - Frontier Markets Debt**

Frontier local markets rebounded from the pandemic shock in 2021 with a progressive re-opening of activity and normalization in demand for energy and commodities. Current accounts of commodities exporters enjoyed buoyant revenues prices (oil, copper) allowing for reserve accumulation and foreign exchange appreciation. Particularly in the CEEMEA region, the likes of Angola, Nigeria, Ukraine and Kazakhstan enjoyed improved terms of trades, while energy importers like Pakistan, Turkey and to a lesser extent Egypt were penalized by higher import bills.

The US monetary policy remained accommodative and the IMF distributed in September Special Drawing Rights which have further strengthened reserves and the external position resilience of many countries in the frontier space.

However in the external debt sector spreads widened in tandem with higher US inflation expectation and several countries have interrupted serving external debt including Suriname, Zambia, Lebanon, while others applied for the G20 framework initiative (Ethiopia, Chad) which allows Chinese official creditors to participate in renegotiations.

Latin America has underperformed in foreign exchange with large depreciations and Argentina and El Salvador reached deeply distressed levels.

The AZ Bond - Frontier Markets Debt fund with a blended portfolio achieved close to 7% positive net return in USD which compares to the Bloomberg Emerging Market Hard & Local Custom Weighted Unhedged at -6.28%. The Azimut Fund main contributors have been Uganda, Egypt and Ukraine local while the largest detractor El Salvador external and Pakistan local.

The Board of Directors,

Luxembourg, April 28, 2022

Note: The information stated in the report is historical and is not representative of future results.

Independent auditor's report

To the Unitholders of
AZ Fund 3

Opinion

We have audited the financial statements of AZ Fund 3 (the "Fund") and of each of its sub-funds, which comprise the statement of net assets, the securities portfolio and the financial derivative instruments 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 of the Fund 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 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



Cosimo Ruggiero

Luxembourg, 28 April 2022

AZ Fund 3

Statistics

		31 December 2021	31 December 2020	31 December 2019
AZ Fund 3 - Al Mal MENA Equity				
Net Asset Value	USD	86,710,526.49	57,603,214.24	48,841,352.55
Net asset value per unit				
A-INST (USD)	USD	6.79	5.19	4.97
Number of units				
A-INST (USD)		12,778,215.20	11,110,657.73	9,837,832.99
AZ Fund 3 - AZ Bond - Frontier Markets Debt				
Net Asset Value	USD	50,683,928.32	27,341,811.27	-
Net asset value per unit				
A-INST (USD)	USD	5.33	4.98	-
A-INST (EUR)	EUR	5.66	4.95	-
A-INST (EUR Hedged DIS)	EUR	5.16	4.97	-
Number of units				
A-INST (USD)		1,944,622.81	600,000.00	-
A-INST (EUR)		1,650,306.75	500,000.00	-
A-INST (EUR Hedged DIS)		5,064,679.00	3,504,229.61	-

Combined Statement

Statement of Net Assets as at 31 December 2021

Statement of Operations and Changes in Net Assets for the year ended 31 December 2021

	Notes	EUR		Notes	EUR
Assets			Income		
Investment in securities at cost		99,847,602.85	Dividends (net of withholding taxes)		1,596,577.08
Unrealised appreciation / (depreciation) on securities		10,682,430.75	Interest on bonds		2,493,357.80
Investment in securities at market value	2.c	110,530,033.60	Bank interest	2.f	27,386.84
Cash at bank		15,054,926.20	Other income		300,719.63
Receivable for investment sold		1,586,264.07	Total income		4,418,041.35
Dividends and interest receivable		710,380.43	Expenses		
Total assets		127,881,604.30	Management fees	3	965,215.64
Liabilities			Depositary fees	4	251,791.44
Bank overdraft		880,812.98	Additional variable management fees	3	189,822.13
Accrued expenses		345,846.34	Administration fees	5	481,209.08
Payable for investment purchased		5,621,973.65	Professional fees		89,699.76
Net unrealised depreciation on forward foreign exchange contracts	2.d	156,860.84	Transaction costs	7	381,844.18
Net unrealised depreciation on futures contracts	2.e	57,911.95	Taxe d'abonnement	6	10,596.29
Total liabilities		7,063,405.76	Bank interest and charges		40,578.32
Net assets at the end of the year		120,818,198.54	Printing & Publication fees		2,306.32
			Other expenses	8	50,900.46
			Total expenses		2,463,963.62
			Net investment income / (loss)		1,954,077.73
			Net realised gain / (loss) on:		
			Investments		9,727,062.17
			Foreign currencies transactions		(1,434,707.59)
			Futures contracts	2.e	41,766.00
			Forward foreign exchange contracts	2.d	339,593.62
			Net realised gain / (loss) for the year		10,627,791.93
			Net change in unrealised appreciation / (depreciation) on:		
			Investments		6,568,062.10
			Futures contracts	2.e	(57,911.95)
			Forward foreign exchange contracts	2.d	(213,923.44)
			Increase / (Decrease) in net assets as a result of operations		16,924,018.64
			Proceeds received on subscription of units		40,265,183.23
			Net amount paid on redemption of units		(10,397,031.88)
			Dividend distribution	11	(670,617.48)
			Net assets at the beginning of the year		69,425,051.18
			Translation difference		5,271,594.85
			Net assets at the end of the year		120,818,198.54

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

AZ Fund 3 - Al Mal MENA Equity (in USD)

Statement of Net Assets as at 31 December 2021

	Notes	USD
Assets		
Investment in securities at cost		72,871,801.12
Unrealised appreciation / (depreciation) on securities		12,954,586.02
Investment in securities at market value	2.c	85,826,387.14
Cash at bank		6,576,838.95
Receivable for investment sold		1,803,899.49
Total assets		94,207,125.58
Liabilities		
Bank overdraft		987,839.56
Accrued expenses		115,451.13
Payable for investment purchased		6,393,308.40
Total liabilities		7,496,599.09
Net assets at the end of the year		86,710,526.49

Statement of Operations and Changes in Net Assets for the year ended 31 December 2021

	Notes	USD
Income		
Dividends (net of withholding taxes)		1,815,627.45
Interest on bonds		6,707.69
Bank interest	2.f	16,187.34
Other income		341,978.36
Total income		2,180,500.84
Expenses		
Management fees	3	679,362.10
Depositary fees	4	251,117.21
Additional variable management fees	3	145.44
Administration fees	5	377,008.81
Professional fees		65,820.97
Transaction costs	7	422,778.56
Taxe d'abonnement	6	7,669.25
Bank interest and charges		17,546.18
Printing & Publication fees		956.61
Other expenses	8	45,169.50
Total expenses		1,867,574.63
Net investment income / (loss)		312,926.21
Net realised gain / (loss) on:		
Investments		10,555,718.61
Foreign currencies transactions		33,372.18
Forward foreign exchange contracts	2.d	(80.54)
Net realised gain / (loss) for the year		10,901,936.46
Net change in unrealised appreciation / (depreciation) on:		
Investments		8,185,512.77
Increase / (Decrease) in net assets as a result of operations		19,087,449.23
Proceeds received on subscription of units		17,017,148.04
Net amount paid on redemption of units		(6,997,285.02)
Net assets at the beginning of the year		57,603,214.24
Net assets at the end of the year		86,710,526.49

Statement of Changes in Number of Units

	Number of units in issue at the beginning of the year	Number of units subscribed	Number of units redeemed	Number of units in issue at the end of the year
A-INST (USD)	11,110,657.73	2,794,118.89	(1,126,561.42)	12,778,215.20

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

AZ Fund 3 - Al Mal MENA Equity (in USD)

Securities Portfolio as at 31 December 2021

Quantity/ Nominal	Name	Currency	Market value in USD	% NAV
Transferable securities admitted to an official exchange listing or dealt in on another regulated market				
Shares				
Banks				
319,777.00	ABU DHABI COMMERCIAL BANK	AED	742,623.40	0.86
219,460.00	AL RAJHI BANK	SAR	8,288,795.77	9.55
324,480.00	ALINMA BANK	SAR	2,070,782.95	2.39
931,562.00	COMMERCIAL INTERNATIONAL BAN	EGP	3,142,170.82	3.62
571,383.00	DUBAI ISLAMIC BANK	AED	836,916.18	0.97
671,694.00	EMIRATES NBD PJSC	AED	2,477,896.37	2.86
505,748.00	FIRST ABU DHABI BANK PJSC	AED	2,594,104.39	2.99
643,701.00	KUWAIT FINANCE HOUSE	KWD	1,771,746.78	2.04
848,071.00	MASRAF AL RAYAN	QAR	1,080,772.42	1.25
818,215.00	NATIONAL BANK OF KUWAIT	KWD	2,698,713.25	3.11
408,834.00	QATAR ISLAMIC BANK	QAR	2,058,228.24	2.37
793,189.00	QATAR NATIONAL BANK	QAR	4,398,423.71	5.07
150,969.00	SAUDI BRITISH BANK	SAR	1,326,971.37	1.53
343,180.00	THE SAUDI NATIONAL BANK	SAR	5,886,642.62	6.79
			39,374,788.27	45.40
Chemical				
993,360.00	ABOU KIR FERTIL & CHEMICALS	EGP	1,359,468.77	1.56
16,872.00	SABIC AGRI-NUTRIENTS CO	SAR	793,628.21	0.92
47,157.00	SAUDI ARABIAN MINING CO	SAR	985,997.15	1.14
100,684.00	SAUDI BASIC INDUSTRIES CORP	SAR	3,110,844.36	3.58
253,479.00	SAUDI KAYAN PETROCHEMICAL CO	SAR	1,149,109.39	1.33
56,337.00	YANBU NATIONAL PETROCHEMICAL	SAR	1,030,885.16	1.19
			8,429,933.04	9.72
Distribution & Wholesale				
23,720.00	JARIR MARKETING CO	SAR	1,243,367.79	1.43
3,585.00	LABEL VIE	MAD	1,917,602.66	2.21
106,009.00	UNITED ELECTRONICS CO	SAR	3,823,149.10	4.41
			6,984,119.55	8.05
Financial services				
953,855.00	EGYPT KUWAIT HOLDING CO SAE	EGP	1,193,078.51	1.38
2,080,651.00	FAWRY FOR BANKING & PAYMENT	EGP	1,696,572.71	1.96
73,237.00	SAUDI TADAWUL GROUP HOLDING	SAR	2,453,980.01	2.82
			5,343,631.23	6.16
Diversified services				
2,041,433.00	CAIRO INVESTMENT & REAL ESTA	EGP	1,768,550.08	2.04
2,004.00	HIGHTECH PAYMENT SYSTEMS SA	MAD	1,468,221.83	1.69
102,459.00	THEEB RENT A CAR CO	SAR	1,661,985.53	1.92
			4,898,757.44	5.65
Telecommunication				
144,167.00	EMIRATES TELECOM GROUP CO	AED	1,244,220.92	1.43
191,211.00	ETIHAD ETISALAT CO	SAR	1,586,465.96	1.84
339,164.00	MOBILE TELECOMMUNICATIONS CIE KSC	KWD	667,606.97	0.77
42,640.00	SAUDI TELECOM CO	SAR	1,276,566.20	1.47
			4,774,860.05	5.51
Cosmetics				
95,492.00	MOUWASAT MEDICAL SERVICES CO	SAR	4,420,552.93	5.10
			4,420,552.93	5.10
Insurance				
908,238.00	QLM LIFE & MEDICAL INSURANCE	QAR	1,259,723.14	1.45
375,502.00	SAUDI RE FOR COOPERATIVE REI	SAR	1,660,275.56	1.92
			2,919,998.70	3.37
Transportation				
3,206,738.00	AIR ARABIA PJSC	AED	1,265,912.99	1.46
1,014,737.00	GULF WAREHOUSING COMPANY	QAR	1,264,742.32	1.46
			2,530,655.31	2.92
Energy				
32,000.00	ADNOC DRILLING CO PJSC	AED	29,621.11	0.03
184,782.00	SAUDI ARABIAN OIL CO	SAR	1,761,986.28	2.04
			1,791,607.39	2.07

Quantity/ Nominal	Name	Currency	Market value in USD	% NAV
Office & Business equipment				
27,571.00	ARABIAN INTERNET & COMMUNICA	SAR	1,382,076.14	1.59
			1,382,076.14	1.59
Real estate				
1,169,958.00	ALDAR PROPERTIES PJSC	AED	1,270,912.18	1.47
			1,270,912.18	1.47
Food services				
765,783.00	AGTHIA GROUP PJSC	AED	1,073,705.87	1.24
			1,073,705.87	1.24
Building materials				
370,522.00	AL-ANWAR CERAMIC TILES CO	OMR	413,803.30	0.48
			413,803.30	0.48
Metal				
51,003.00	INDUSTRIES QATAR	QAR	216,985.74	0.25
			216,985.74	0.25
			85,826,387.14	98.98
Total securities portfolio			85,826,387.14	98.98

Summary of net assets

		% NAV
Total securities portfolio	85,826,387.14	98.98
Cash at bank	5,588,999.39	6.45
Other assets and liabilities	(4,704,860.04)	(5.43)
Total net assets	86,710,526.49	100.00

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

AZ Fund 3 - Al Mal MENA Equity (in USD)

Portfolio Breakdowns

Nature allocation	% of portfolio	% of net assets
Shares	100.00	98.98
	100.00	98.98

Country allocation	% of portfolio	% of net assets
Saudi Arabia	53.50	52.96
United Arab Emirates	13.44	13.31
Qatar	11.98	11.85
Egypt	10.67	10.56
Kuwait	5.99	5.92
Morocco	3.94	3.90
Oman	0.48	0.48
	100.00	98.98

Top Ten Holdings

Top Ten Holdings	Sector	Market value USD	% of net assets
AL RAJHI BANK	Banks	8,288,795.77	9.55
THE SAUDI NATIONAL BANK	Banks	5,886,642.62	6.79
MOUWASAT MEDICAL SERVICES CO	Cosmetics	4,420,552.93	5.10
QATAR NATIONAL BANK	Banks	4,398,423.71	5.07
UNITED ELECTRONICS CO	Distribution & Wholesale	3,823,149.10	4.41
COMMERCIAL INTERNATIONAL BAN	Banks	3,142,170.82	3.62
SAUDI BASIC INDUSTRIES CORP	Chemical	3,110,844.36	3.58
NATIONAL BANK OF KUWAIT	Banks	2,698,713.25	3.11
FIRST ABU DHABI BANK PJSC	Banks	2,594,104.39	2.99
EMIRATES NBD PJSC	Banks	2,477,896.37	2.86

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

AZ Fund 3 - AZ Bond - Frontier Markets Debt (in USD)

Statement of Net Assets as at 31 December 2021

	Notes	USD
Assets		
Investment in securities at cost		40,674,892.38
Unrealised appreciation / (depreciation) on securities		(806,525.82)
Investment in securities at market value	2.c	39,868,366.56
Cash at bank		10,543,623.05
Dividends and interest receivable		807,844.62
Total assets		51,219,834.23
Liabilities		
Bank overdraft		13,820.96
Accrued expenses		277,845.33
Net unrealised depreciation on forward foreign exchange contracts	2.d	178,382.15
Net unrealised depreciation on futures contracts	2.e	65,857.47
Total liabilities		535,905.91
Net assets at the end of the year		50,683,928.32

Statement of Operations and Changes in Net Assets for the year ended 31 December 2021

	Notes	USD
Income		
Interest on bonds		2,828,738.78
Bank interest	2.f	14,956.98
Total income		2,843,695.76
Expenses		
Management fees	3	418,281.12
Depositary fees	4	35,220.02
Additional variable management fees	3	215,720.29
Administration fees	5	170,222.15
Professional fees		36,185.60
Transaction costs	7	11,454.64
Taxe d'abonnement	6	4,380.85
Bank interest and charges		28,599.48
Printing & Publication fees		1,666.14
Other expenses	8	12,714.50
Total expenses		934,444.79
Net investment income / (loss)		1,909,250.97
Net realised gain / (loss) on:		
Investments		505,896.45
Foreign currencies transactions		(1,664,921.64)
Futures contracts	2.e	47,496.30
Forward foreign exchange contracts	2.d	386,266.40
Net realised gain / (loss) for the year		1,183,988.48
Net change in unrealised appreciation / (depreciation) on:		
Investments		(716,312.59)
Futures contracts	2.e	(65,857.47)
Forward foreign exchange contracts	2.d	(243,273.73)
Increase / (Decrease) in net assets as a result of operations		158,544.69
Proceeds received on subscription of units		28,772,418.13
Net amount paid on redemption of units		(4,826,219.58)
Dividend distribution	11	(762,626.19)
Net assets at the beginning of the year		27,341,811.27
Net assets at the end of the year		50,683,928.32

Statement of Changes in Number of Units

	Number of units in issue at the beginning of the year	Number of units subscribed	Number of units redeemed	Number of units in issue at the end of the year
A-INST (USD)	600,000.00	1,344,622.81	-	1,944,622.81
A-INST (EUR)	500,000.00	1,150,306.75	-	1,650,306.75
A-INST (EUR Hedged DIS)	3,504,229.61	2,336,395.08	(775,945.69)	5,064,679.00

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

AZ Fund 3 - AZ Bond - Frontier Markets Debt (in USD)

Securities Portfolio as at 31 December 2021

Quantity/ Nominal	Name	Currency	Market value in USD	% NAV
Transferable securities admitted to an official exchange listing or dealt in on another regulated market				
Bonds and other debt instruments				
Government				
500,000.00	ANGOLA REP OF 8% 19-26/11/2029	USD	494,760.00	0.98
400,000.00	ARAB REP EGYPT 7.5% 21-16/02/2061	USD	327,600.00	0.65
2,000,000.00	ARGENTINA 20-09/07/2030 SR	USD	710,000.00	1.40
1,000,000.00	ARMENIA 3.6% 21-02/02/2031	USD	934,120.00	1.84
1,000,000.00	BAHAMAS-COMMONW 6.95% 09-20/11/2029	USD	868,747.50	1.71
1,500,000.00	BENIN INTL BOND 4.875% 21-19/01/2032	EUR	1,673,603.03	3.30
500,000.00	BENIN INTL BOND 6.875% 21-19/01/2052	EUR	569,174.29	1.12
120,000,000.00	DOMINICAN REPUB 9.75% 19-05/06/2026	DOP	2,300,033.94	4.54
7,000,000.00	EGYPT GOVT BOND 13.765% 21-05/01/2024	EGP	444,170.57	0.88
1,000,000.00	EL SALVADOR REP 8.625% 17-28/02/2029	USD	613,822.50	1.21
1,000,000.00	ETHIOPIA 6.625% 14-11/12/2024	USD	680,915.00	1.34
100,000,000.00	KENYA INFRASTRUC 10.2% 20-25/05/2026	KES	890,410.82	1.76
4,800,000.00	KENYA INFRASTRUC 10.9% 20-11/08/2031	KES	40,678.30	0.08
750,000.00	PNG GOVT INTL BO 8.375% 18-04/10/2028	USD	753,984.38	1.49
625,000.00	REP OF CAMEROON 5.95% 21-07/07/2032	EUR	668,105.00	1.32
1,000,000.00	REP OF NIGERIA 6.5% 17-28/11/2027	USD	1,000,000.00	1.97
1,000,000.00	REP OF PAKISTAN 8.25% 14-15/04/2024	USD	1,065,812.50	2.10
7,500,000.00	REPUB UZBEKISTAN 14% 21-19/07/2024	UZS	704,217.98	1.39
20,000,000.00	REPUB UZBEKISTAN 14.5% 20-25/11/2023	UZS	1,914,728.12	3.78
1,625,000.00	REPUBLIC OF IRAQ 5.8% 06-15/01/2028	USD	1,564,745.00	3.09
500,000.00	REPUBLIC OF IRAQ 6.752% 17-09/03/2033	USD	507,966.25	1.00
1,000,000.00	SENEGAL REP OF 6.75% 18-13/03/2048	USD	984,875.00	1.94
500,000.00	TAJIKI INT BOND 7.125% 17-14/09/2027	USD	442,812.50	0.87
1,000,000.00	TURKEY REP OF 5.875% 21-26/06/2031	USD	887,500.00	1.75
34,000,000.00	UKRAINE GOVT 17% 19-11/05/2022	UAH	1,281,837.45	2.53
1,000,000.00	UKRAINE GOVT 7.375% 17-25/09/2032	USD	895,625.00	1.77
89,283,320.00	URUGUAY 4.375% 11-15/12/2028	UYU	2,386,281.01	4.71
			25,606,526.14	50.52
Financial services				
1,766,000.00	MONGOLIAN MORT 8.85% 21-08/02/2024	USD	1,715,845.60	3.39
			1,715,845.60	3.39
			27,322,371.74	53.91
Other transferable securities				
Bonds and other debt instruments				
Government				
25,000,000.00	COLOMBIA REP OF 2.25% 19-18/04/2029	COP	1,666,544.67	3.29
3,250,000.00	GHANA GOV BOND 19.25% 20-18/12/2023	GHS	517,986.00	1.02
7,886,000.00	GHANA GOV BOND 21.7% 20-17/03/2025	GHS	1,303,027.97	2.57
200,000,000.00	REP OF PAKISTAN 0% 21-10/02/2022	PKR	1,104,657.22	2.18
7,000,000.00	UGANDA GOVT BOND 16% 20-14/11/2030	UGX	2,205,759.95	4.35
3,649,600.00	UGANDA GOVT BOND 17% 16-03/04/2031	UGX	1,175,245.69	2.32
30,000,000.00	UKRAINE GOVT 11.1% 21-23/11/2022	UAH	1,094,108.26	2.16
30,000,000.00	UKRAINE GOVT 11.75% 20-15/06/2022	UAH	1,107,402.50	2.18
			10,174,732.26	20.07
Banks				
60,000,000.00	DOMINICAN REPUB 8% 21-05/01/2024	DOP	1,115,804.62	2.20
			1,115,804.62	2.20
			11,290,536.88	22.27
Money market instruments				
Government				
548,858,600.00	KAZAKHSTAN 0% 21-20/01/2022	KZT	1,255,457.94	2.48
			1,255,457.94	2.48
			1,255,457.94	2.48
Total securities portfolio			39,868,366.56	78.66

Financial derivative instruments as at 31 December 2021

Quantity	Name	Currency	Commitment in USD	Unrealised appreciation / (depreciation) in USD		
Futures						
(2.00)	EURO BUXL 30Y BONDS 08/03/2022	EUR	470,209.46	24,745.47		
(7.00)	EURO-BUND FUTURE 08/03/2022	EUR	1,364,173.75	22,209.52		
(4.00)	ULTRA LONG TERM US TRS BD FUT 22/03/2022	USD	788,500.00	(12,625.00)		
(20.00)	ULTRA 10 YEAR US TREASURY 22/03/2022	USD	2,928,750.00	(46,093.80)		
(28.00)	US 10YR NOTE FUT (CBT) 22/03/2022	USD	3,653,125.00	(41,125.00)		
(20.00)	US 5YR NOTE FUTURE (CBT) 31/03/2022	USD	2,419,531.26	(12,968.66)		
				(65,857.47)		
Total Futures				(65,857.47)		
Purchase	Sale	Maturity Date	Commitment in USD	Unrealised appreciation / (depreciation) in USD		
Forward foreign exchange contracts						
2,000,000.00	USD	7,500,000,000.00	COP	28/04/22	2,000,000.00	182,750.00
724,712.50	USD	625,000.00	EUR	13/01/22	724,712.50	13,776.25
2,216,502.00	USD	1,900,000.00	EUR	24/01/22	2,216,502.00	54,759.90
34,460,000.00	EGP	2,000,000.00	USD	22/08/22	2,000,000.00	55,936.39
87,600,000.00	EGP	5,000,000.00	USD	27/12/22	5,000,000.00	16,501.48
26,507,200.00	EUR	30,716,808.43	USD	20/01/22	30,716,808.43	(560,521.25)
960,000,000.00	KZT	2,000,000.00	USD	05/01/23	2,000,000.00	48,102.40
1,338,000,000.00	KZT	3,000,000.00	USD	30/03/22	3,000,000.00	10,312.68
						(178,382.15)
Total Forward foreign exchange contracts						(178,382.15)
Total financial derivative instruments						(244,239.62)

Summary of net assets

		% NAV
Total securities portfolio	39,868,366.56	78.66
Total financial derivative instruments	(244,239.62)	(0.48)
Cash at bank	10,529,802.09	20.78
Other assets and liabilities	529,999.29	1.04
Total net assets	50,683,928.32	100.00

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

AZ Fund 3 - AZ Bond - Frontier Markets Debt (in USD)

Portfolio Breakdowns

Nature allocation	% of portfolio	% of net assets
Bonds and other debt instruments	96.85	76.18
Money market instruments	3.15	2.48
	100.00	78.66

Country allocation	% of portfolio	% of net assets
Ukraine	10.98	8.64
Dominican Republic	8.57	6.74
Uganda	8.48	6.67
Uzbekistan	6.57	5.17
Uruguay	5.99	4.71
Benin	5.63	4.42
Pakistan	5.44	4.28
Iraq	5.20	4.09
Ghana	4.57	3.59
Mongolia	4.30	3.39
Colombia	4.18	3.29
Kazakhstan	3.15	2.48
Nigeria	2.51	1.97
Senegal	2.47	1.94
Other	21.96	17.28
	100.00	78.66

Top Ten Holdings

Top Ten Holdings	Sector	Market value USD	% of net assets
URUGUAY 4.375% 11-15/12/2028	Government	2,386,281.01	4.71
DOMINICAN REPUB 9.75% 19-05/06/2026	Government	2,300,033.94	4.54
UGANDA GOVT BOND 16% 20-14/11/2030	Government	2,205,759.95	4.35
REPUB UZBEKISTAN 14.5% 20-25/11/2023	Government	1,914,728.12	3.78
MONGOLIAN MORT 8.85% 21-08/02/2024	Financial services	1,715,845.60	3.39
BENIN INTL BOND 4.875% 21-19/01/2032	Government	1,673,603.03	3.30
COLOMBIA REP OF 2.25% 19-18/04/2029	Government	1,666,544.67	3.29
REPUBLIC OF IRAQ 5.8% 06-15/01/2028	Government	1,564,745.00	3.09
GHANA GOV BOND 21.7% 20-17/03/2025	Government	1,303,027.97	2.57
UKRAINE GOVT 17% 19-11/05/2022	Government	1,281,837.45	2.53

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

Notes to the financial statements as at 31 December 2021

Note 1. General information

AZ Fund 3 (the "Fund") is organised under the laws of the Grand Duchy of Luxembourg as a mutual investment fund (*fonds commun de placement*) and is an unincorporated co-proprietorship of its securities and other permitted assets, managed in the interest of its Unitholders by the Management Company. The Fund qualifies as an umbrella fund authorised, pursuant to Part I of the 2010 Law, and has been created in accordance with its Management Regulations dated 23 April 2019 and published in the *Recueil Electronique des Sociétés et Associations* (RESA) on 24 April 2019.

The business purpose of the Management Company is the collective management of UCITS established under Luxembourg or foreign law, pursuant to Directive 2009/65/EC as amended or replaced as well as other undertakings for collective investment or mutual funds under Luxembourg law and/or foreign law that are not included in mentioned directive. The Management Company may also employ all techniques related to the administration and management of the Fund for its business purposes, in accordance with its Articles of Association and Management Regulations.

As at 31 December 2021, the Sub-Funds AZ Fund 3 - Al Mal MENA Equity and AZ Fund 3 - AZ Bond - Frontier Markets Debt, which are denominated in USD, are active and can offer the following unit classes in different currencies:

Unit classes	Reference currency
A (ACC)	AED, CHF, EUR, GBP and USD
A (DIS)	
A-INST (ACC)	
A-INST (DIS)	
A-PLATFORMS (ACC)	
A-PLATFORMS (DIS)	
B (ACC)	
B (DIS)	

COVID-19

The COVID-19 pandemic continues to influence the global economy. While financial markets have largely recovered, the full effects of the pandemic remain uncertain and may only be visible in years to come. Operations at the Management Company and other service providers of the Fund have continued without major disturbances throughout the pandemic, and sufficient procedures are in place on all levels to adapt to the current situation.

Note 2. Significant accounting principles

All securities held by the Fund at year-end have been valued based on closure prices as at 31 December 2021.

The Fund's financial statements are prepared in accordance with the regulations in force in Luxembourg regarding Undertakings for Collective Investment.

a) Combined financial statements for the Fund

AZ Fund 3 combined financial statements are expressed in EUR. Sub-Fund(s) denominated in currencies other than EUR have been converted in EUR at the exchange rate as at 31 December 2021.

b) Currency translation

At the closing date, valuation of securities (determined in the manner described below), receivables, bank deposits and debts denominated in a currency other than the Sub-Fund's currency are translated into the Sub-Fund currency at the exchange rate prevailing on that date. Exchange differences arising from the translation of receivables, bank deposits and debts shall be included in the net foreign exchange result of the financial year recorded in the Statement of Operations and Changes in Net Assets under the item Net realised gain / (loss) on foreign currencies transactions.

c) Valuation of assets

The valuation of assets and commitments of each Sub-Fund shall be carried out as follows:

1) the value of liquidity held in cash or in deposits, directly payable securities and payables, advance payments, dividends and interest due but not yet collected, shall be composed of the par value of the said entries, unless it is unlikely that they will be actually received. In this case, the value shall be established by subtracting the amount deemed appropriate to reflect the real value of the assets;

2) the valuation of Transferable Securities and Money Market Instruments listed or traded on a stock market or other Regulated Market which operates regularly, is recognised and open to the public, is based on the price on the last Business Day ("Valuation Date" for the purpose of this section) prior to the Valuation Day. If a Transferable Security or Money Market Instrument is traded on more than one market, the valuation is based on the last known price on the relevant Valuation Date of the main market of the said security or instrument. If the last known price on the relevant Valuation Date is not representative, the valuation shall be based on the likely net breakup value, prudentially estimated in good faith;

Notes to the financial statements as at 31 December 2021 (continued)

Note 2. Significant accounting principles (continued)

c) Valuation of assets (continued)

3) Transferable Securities and Money Market Instruments not listed or traded on a Regulated Market which operates regularly, is recognised and open to the public, will be valued based on the estimated realisable value, prudentially estimated in good faith;

4) Units of UCITS and other UCIs are valued based on the last available Net Asset Value (reduced by any applicable charges);

5) assets expressed in a currency other than the Base Currency of the Sub-Fund in question shall be converted at the last available exchange rate;

6) all other assets shall be valued based on the estimated realisable value, which must be estimated with due care and in good faith.

d) Forward foreign exchange contracts

The forward foreign exchange contracts represent obligations of purchase or the sale of foreign currency on the basis of future exchange rates determined at a fixed price at the time of conclusion of the contracts. The unexpired forward foreign exchange contracts are valued at the last "forward" rate available on the valuation dates or at the balance sheet date and unrealised gains or losses are recorded. Realised gains / (losses) and the resulting changes in unrealised gains or (losses) are included in the Statement of Operations and Changes in Net Assets.

e) Futures contracts

Futures contracts provide for delayed delivery of the underlying instrument at a fixed price or for a cash amount based on the change in the value of the underlying instrument at a specific date in the future. Upon entering into a futures contract, the Sub-Fund is required to deposit with the broker, cash or securities in an amount equal to a certain percentage of the contract amount which is referred to as the initial margin account. Subsequent payments, referred to as variation margin, are made or received by the Sub-Fund periodically and are based on changes in the market value of open futures contracts.

Futures contracts are valued based on the last available market price. Realised and unrealised gains and losses are included in the Statement of Operations and Changes in Net Assets. For the calculation of net investments in financial instruments by currency, investments are converted at the exchange rate prevailing at the end of the year. Realised gains / (losses) and the resulting changes in unrealised gains or (losses) are included in the Statement of Operations and Changes in Net Assets.

f) Income

Bank and bond interests are recorded pro rata temporis. Dividends are recorded on the ex-date net of withholding taxes.

Note 3. Management fees and additional variable management fee

The Management Company is responsible for the administration of the Fund and has delegated certain administrative, distribution and investment management functions to specialised service providers. The Management Company is entitled to receive a management fee and an additional variable management fee with respect to each Sub-Fund/Class.

Management fees are payable monthly by the Sub-Funds and are calculated on the daily average net asset value of the Sub-Funds for the month ended. Fee rates are as follow:

Sub-Fund	Class A and Class B	Class A-PLATFORMS	Class A-INST
AZ Fund 3 - Al Mal MENA Equity	1.50%	2.00%	0.85%
AZ Fund 3 - AZ Bond - Frontier Markets Debt	2.00%	2.00%	1.00%

The caption "Management fees" also contains the investment manager fees. The Investment Manager receives a fee for the provision of investment services to the Sub-Funds. Such fee is payable by the Fund and equals to an amount of up to 50% of the net management fee payable to the Management Company.

In relation to AZ Fund 3 - Al Mal MENA Equity: for all "PLATFORMS" Classes of Units, it is foreseen to pay an additional variable management fee:

- in case of over-performance, i.e., if the change in Unit value within the reference timeframe (calendar year) exceeds the change in the reference index indicated below, within the same timeframe (calendar year). It is calculated on the last Business Day of the calendar year before the reference timeframe (calendar year); and
- if Unit value calculated at the last Business Day of the current calendar year is higher than the Unit value calculated at the last Business Day of the previous calendar year.

When the two above conditions are met, the additional fee will be 10% of said over-performance, multiplied by the number of existing Units as at the Valuation Day to which the calculation of the above fee refers to.

Reference Index: 100% S&P Pan Arab Composite Index (SEMGPCPD Index).

Notes to the financial statements as at 31 December 2021 (continued)

Note 3. Management fees and additional variable management fee (continued)

In relation to AZ Fund 3 - AZ Bond - Frontier Markets Debt:

- for all Classes of Units excluding “INST” Classes of Units, it is foreseen to pay an additional variable management fee which is equal to 20% of the difference - if positive - between the Unit Return and the Reference Index Return during the Calculation Period.
- for all “INST” Classes of Units, it is foreseen to pay an additional variable management fee which is equal to 10% of the difference - if positive - between the Unit Return and the Reference Index Return during the Calculation Period.

Reference Index: 3 months Libor USD + 2.5% for NON HEDGED Units and 3 months Libor USD + 2.5% + Hedging costs for HEDGED Units.

Note 4. Depositary fees

The depositary bank receives an annual fee of 0.070% of the Fund's net assets.

Note 5. Administration fees

A maximum annual fee of 0.33% of the net assets of the Fund is paid in consideration for the administrative and organisational services provided by the Management Company and BNP Paribas Securities Services, Luxembourg Branch.

For fund accounting services, the annual fees rates are as follows:

Assets under management	Bps / annum
EUR 0 – 200 million	1.00
EUR 200 – 500 million	0.95
EUR 500 – 1 billion	0.85
above 1 billion	0.70

with a minimum of EUR 1,833 per month and per Sub-Fund. For the preparation of the annual and semi-annual reports in the language of the prospectus, a fee of EUR 5,700 per annum is charged for the first five Sub-Funds. For any new additional Sub-Fund, a fee of EUR 350 per year will be charged.

Note 6. Taxe d'abonnement

The Fund is subject to the “taxe d'abonnement” (subscription tax), which is calculated and paid quarterly, on the basis of the Net Asset Value at the end of the quarter. The tax rate amounts to 0.01% p.a. for Unit classes open exclusively to institutional investors and 0.05% p.a. for other Units.

This tax is reduced to 0% on the value of assets represented by Units held in other Luxembourg UCI that have already been subject to the subscription tax.

Note 7. Transaction costs

As at 31 December 2021, transaction costs posted in the Statement of Operations and Changes in Net Assets include costs for purchase and sale of shares, UCI and derivatives. For bonds, transaction expenses are included in the transaction cost.

Note 8. Other expenses

Other expenses mainly include translation fees, transfer agent fees and CSSF fees.

Notes to the financial statements as at 31 December 2021 (continued)

Note 9. Exchange rates as at 31 December 2021

The following exchange rates were used to translate the investments and other assets and other liabilities denominated in currencies other than the base currency of the Sub-Fund at 31 December 2021:

1 USD =	3.673057	AED (United Arab Emirates Dirham)	1 USD =	9.254133	MAD (Moroccan Dirham)
1 USD =	4,070.000396	COP (Colombian Peso)	1 USD =	0.385025	OMR (Omani Rial)
1 USD =	57.260025	DOP (Dominican Peso)	1 USD =	176.500000	PKR (Pakistani Rupee)
1 USD =	15.709989	EGP (Egyptian Pound)	1 USD =	3.640960	QAR (Qatari Riyal)
1 USD =	0.879353	EUR (Euro)	1 USD =	3.754397	SAR (Saudi Riyal)
1 USD =	0.738305	GBP (British Pound)	1 USD =	27.282492	UAH (Ukrainian Hryvnia)
1 USD =	6.175035	GHS (Ghanaian Cedi)	1 USD =	3,545.000440	UGX (Ugandan Shilling)
1 USD =	113.150018	KES (Kenyan Shilling)	1 USD =	44.700009	UYU (Uruguayan Peso)
1 USD =	0.302278	KWD (Kuwaiti Dinar)	1 USD =	10,837.659998	UZS (Uzbekistan Som)
1 USD =	434.805004	KZT (Kazakhstani Tenge)			

Note 10. Changes in the composition of the securities portfolio

The list of changes in the composition of the securities portfolio occurred during the financial year may be obtained free of charge upon request at the counters of the Depository Bank and the registered office of Azimut Investments S.A..

Note 11. Distributions

In terms of the Sub-Funds income distribution, the Management Company decides on the use of Fund returns based on the accounts relevant to every reference year. It may decide to either capitalise the income or distribute all or part of the income.

The Management Company reserves the right to keep funds available to compensate for any capital loss.

The Board of Directors of the Management Company may distribute an interim dividend, within the limits provided by law.

Therefore, the Management Company shall either distribute investment returns, or decide to distribute the capital, within the limits provided by law.

Dividends and interim dividends shall be paid at a time and place established by the Board of Directors of the Management Company, net of any tax, if due.

Dividends and interim dividends distributed but not collected by the investor within five years of payment date are no longer payable to investor and shall be paid to the corresponding Sub-Fund.

No interest will be paid on the announced dividends and held by the Depository bank for the investors of the Sub-Fund concerned.

Distributed amounts for the year ended on 31 December 2021 are detailed below:

Sub-Funds and their unit classes	Ex-date	Dividend per unit	Units' reference currency
AZ Fund 3 - AZ Bond - Frontier Markets Debt			
A-INST (EUR Hedged DIS)	28/07/2021	0.065	EUR
A-INST (EUR Hedged DIS)	20/10/2021	0.065	EUR

Note 12. Unrealised appreciation / (depreciation) per counterparty

Below the amounts unrealised by counterparty in the Reference Currency of the Sub-Fund:

Sub-Funds and their counterparties	Forward foreign exchange contracts	Futures contracts
AZ Fund 3 - AZ Bond - Frontier Markets Debt		
BNP Paribas	–	(65,857.47)
Goldman Sachs International	54,759.90	–
HSBC Bank PLC	199,251.48	–
Morgan Stanley & Co International Plc	55,936.39	–
Nomura	(546,745.00)	–
Société Générale	58,415.08	–

A cash collateral of USD 600,670.00 was pledged with Nomura and a cash collateral of USD 60,000.00 was pledged with Goldman Sachs.

Notes to the financial statements as at 31 December 2021 (continued)**Note 13. Money Market Fund Regulation**

As of the date of this report, none of the Sub-Funds of the Fund is a "Money Market Funds" in the sense of Regulation (EU) 2017/1131 of the European Parliament and of the Council on money market funds, nor is it currently planned to obtain this status for any of the Sub-Funds in the future.

Note 14. Subsequent event

In February 2022, a number of countries (including the US, UK and EU) imposed sanctions against certain entities and individuals in Russia as a result of the official recognition of the Donetsk People Republic and Lugansk People Republic by the Russian Federation. Announcements of potential additional sanctions have been made following military operations initiated by Russia against the Ukraine on 24 February 2022.

The situation, together with growing turmoil from fluctuations in commodity prices and foreign exchange rates, and the potential to adversely impact global economies, has driven a sharp increase in volatility across markets. The Directors regard these events for the Fund and any of its sub-funds as non-adjusting events after the reporting period.

Although neither the Fund's and any of its Sub-Funds performance and going concern nor operations, at the date of this report, have been significantly impacted by the above, the Directors continue to monitor the evolving situation and its impact on the financial position of the Fund and any of its Sub-Funds.

Additional Information (unaudited)

Note 1. Remuneration

<p>Art 151 3)a) of the amended 2010 Law The total amount of remuneration for the financial year, split into fixed and variable remuneration, paid by the Management Company and the Investment Company to its staff, and number of beneficiaries, and where relevant, any amount paid directly by the UCITS itself, including any additional management fees</p>	<p>Fixed remuneration*: EUR 5,961,104.74 Variable remuneration*: EUR 3,559,670.00 Number of beneficiaries: 51 Amount attributed to senior management: EUR 4,931,673.00</p>
<p>Art 151 3)b) of the amended 2010 Law The aggregate amount of remuneration broken down by categories of employees or other members of staff of the management company whose actions have a material impact on the risk profile of the UCITS</p>	<p>EUR 5,944,194.00 Number of beneficiaries: 17</p>
<p>Art 151 3)c) of the amended 2010 Law A description of how the remuneration and benefits have been calculated</p>	<p>The remuneration of the staff of the Management Company was based on long-term employment contracts.</p> <p>As per the Remuneration Policy, the Company can set a part of the variable remuneration to the members of the Board which will be fixed by the shareholders. The remuneration of the Board members will not be directly linked to the returns of the Company.</p> <p>As per the Remuneration Policy, the Company can also set a part of the variable remuneration of all Identified Staff other than the Board members which is a prerogative of the shareholders that has the prerogative to assess and fix the remuneration of the senior management and of the persons heading the control functions. The remuneration of the senior management and of the internal control functions is based on function-specific objectives and will not be determined by the Company's performance criteria.</p> <p>Finally, as per the Remuneration Policy, the Remuneration of the Rest of the Identified Staff the senior management has the responsibility to assess and fix the remuneration of the Identified Staff not referred to the category referred above.</p> <p>The remuneration policy is available for shareholders free of charge on simple request at the registered office of the Management Company.</p>
<p>Art 151 3)d) of the amended 2010 Law The outcome of the reviews of the remuneration policy including any irregularities that have occurred.</p>	<p>No outcome has occurred during 2021.</p>
<p>Art 151 3)e) of the amended 2010 Law Material changes to remuneration policy.</p>	<p>The Remuneration Policy valid as at 31 December 2021 has been approved by the Board of Directors of the Management Company on 27 January 2021.</p>

*including Management Delegate Fees

Additional Information (unaudited) (continued)**Note 2. Risk calculation method**

In case a specific Sub-Fund uses financial derivative instruments for purposes other than hedging, the Management Company will monitor the related risk exposure and its potential affection on the overall risk profile of the Sub-Fund. As for the method for calculating the overall risk and expected leverage, the Sub-Fund AZ Fund 3 - Al Mal MENA Equity relies on the absolute VaR approach.

Sub-Fund	Minimum VaR use	Average VaR use	Maximum VaR use	Model	Holding period	Confidence interval	Leverage level
AZ Fund 3 - Al Mal MENA Equity	8.13%	9.42%	11.67%	Absolute VaR	1 month	99%	0.00%

Note 3. Securities Financing Transaction Regulation (SFTR)

The Fund has not performed any transactions in scope of Regulation (EU) 2015/2365 of the European Parliament and of the Council of 25 November 2015 on transparency of securities financing transactions and of reuse during the year of this annual report.

