

NEW MILLENNIUM SIF - SICAV



Specialised Investment Fund - Investment Fund with variable
share capital
(SIF - SICAV)

R.C.S. Luxembourg B132 131

Audited annual report as at 31 December 2020

Subscriptions may not be received on the basis of financial reports. Subscriptions are valid only if made on the basis of the current prospectus, supplemented by the last annual report.

NEW MILLENNIUM SIF - SICAV

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NEW MILLENNIUM SIF - SICAV

Directors and Administration

REGISTERED OFFICE	5, Allée Scheffer L - 2520 Luxembourg
CUSTODIAN, CENTRAL ADMINISTRATION, REGISTRAR AND TRANSFER AGENT	CACEIS Bank, Luxembourg Branch 5, Allée Scheffer L - 2520 Luxembourg
AUDITOR	PricewaterhouseCoopers, Société coopérative 2, Rue Gerhard Mercator L - 2182 Luxembourg
INITIATOR	Banca Finnat Euramerica S.p.A. 49, Piazza del Gesù I - 00186 Roma
AIFM	NATAM MANAGEMENT COMPANY S.A. 11, Rue Béatrix de Bourbon L - 1225 Luxembourg
INVESTMENT MANAGERS	<i>For NEW MILLENNIUM SIF – SICAV - Total FlexFund and for NEW MILLENNIUM SIF – SICAV - AIM SISTEMA Italia - PIR</i> Banca Finnat Euramerica S.p.A. 49, Piazza del Gesù I - 00186 Roma <i>For NEW MILLENNIUM SIF – SICAV - Flexible Credit Opportunities December 2020</i> AZ SWISS & Partners S.A. 5, Via Carlo Frasca CH - 6900 Lugano
LEGAL ADVISOR	Bonn & Schmitt Avocats 148, Avenue de la Faïencerie L - 1511 Luxembourg

NEW MILLENNIUM SIF - SICAV

Board of Directors of the Fund

CHAIRMAN

Mr. Sante JANNONI
NATAM Management Company S.A.
11, Rue Béatrix de Bourbon
L - 1225 Luxembourg

DIRECTORS

Ms. Antonella MUSCO
Banca Finnat Euramerica S.p.A.
49, Piazza del Gesù
I - 00186 Roma

Mr. Emanuele BONABELLO
Banca Finnat Euramerica S.p.A.
49, Piazza del Gesù
I - 00186 Roma

Board of Directors of the AIFM

CHAIRMAN

Mr. Alberto ALFIERO
Banca Finnat Euramerica S.p.A.
49, Piazza del Gesù
I - 00186 Roma

DIRECTORS

Mr. Alex SCHMITT
Bonne & Schmitt Avocats
148, Avenue de la Faïencerie
L - 1511 Luxembourg

Mr. Gianluca COSTANTINI
Banca Finnat Euramerica S.p.A.
49, Piazza del Gesù
I - 00186 Roma

Board of Directors' report

Dear Shareholder,

The Board of Directors of NEW MILLENNIUM SIF-SICAV (hereafter the "Company") takes pleasure in presenting its annual report together with the annual accounts of the Company for its financial year ended on 31 December 2020.

* * *

1. CORPORATE GOVERNANCE

The Company

The Company has been created on the 12th of September, 2007, as a specialised investment fund ("SIF") under the Luxembourg Law of 13 February 2007 relating to Specialised Investment Fund, as amended, (the "SIF Law") and has adopted the form of société d'investissement à capital variable ("SICAV").

The Company has performed a self-assessment and has determined that it qualifies as an Alternative Investment Fund ("AIF"), in accordance with the meaning of the law of the Grand Duchy of Luxembourg dated 12 July 2013 on Alternative Investment Funds Managers, as may be amended from time to time and as supplemented by the EU Commission Delegated Regulation of 19 December 2012 (the "AIFM Law").

The Company was an internally managed AIF benefiting from the de minimis rule as per article 3 (2) of the AIFM. For the purpose of the AIFM Law the Fund has nominated NATAM MANAGEMENT COMPANY S.A. to act as the Fund's alternative investment fund manager ("NATAM" or the "AIFM").

The Company has been set up as a "multiple compartment investment" and its board of directors (the "Board of Directors of the Fund") will have the possibility to create additional Sub-Funds, in accordance with the provisions of the Law and the Articles.

The rules of conduct

In performing its activity NATAM complies, at all times, with the rules of conduct set in the AIFM Law such as: to act honestly and fairly in conducting its business activities in the best interest of the clients and the integrity of the market; to act with due skill, care and diligence, to have and efficiently employ resources and procedures that are necessary for the proper performance of the business activities; to try to avoid conflict of interest and when they cannot be avoided, to ensure that the clients are fairly treated and to comply with all the regulatory requirements.

In addition NATAM, as part of the Banca Finnat Group, has adopted the Banca Finnat Ethical Code, which applies to all directors, employees and collaborators of the group and it has also adopted the ALFI Code of Conduct, to set a framework of high-level principles and best practice recommendations for the governance of the Company.

The Board of Directors' composition

The annual general meeting of the Company held on 2020 has re-elected the 3 board members (Mr. Jannoni, chairman, Mrs. Musco and Mr. Bonabello) until the following general meeting of shareholders to be held in 2020.

The Board of Directors remuneration

The Chairman of the Board is paid a fixed annual remuneration equal to 10.000 Euro. The remuneration, is fair given the size and complexity of the Company and it has been approved by the shareholders at the Annual General Meeting of shareholders.

Board of Directors meetings

The Board of Directors meets at least two times a year. Additional meetings are arranged if necessary.

In 2020, four regular Board meetings were held. At the regular Board meetings, NATAM, as AIFM of the SIF, reports on various relevant topics, amongst others, financial and operational risks, investment compliance monitoring, valuation issues, marketing and sales activities, anti-money laundering matters and regulatory update.

Board of Directors' report (continued)

Annual General Meeting

The Annual General Meeting of the shareholders (AGM) was been postponed for 15 days respect to the date foresees in the Article (third Wednesday of April), according to the art. 1 (3) of the Gran Ducal Regulation, dated 20th March 2020, issued in relation to the exceptional circumstances due to "COVID 19 crisis". In fact the crisis has slowed down the work of a series of service providers involved in the accounts audit process (questions & answers), with the consequence of delays in relevant tasks usually finalized in a shorter time.

The Annual General Meeting of shareholders, was held on 30th April 2020 in Luxembourg. During the meeting, the shareholders i. have approved the management report of the Board of Directors and the report of the auditor for the financial year ended as per 31 December 2019; ii) have approved the audited statements of assets and liabilities and the statement of operations for the financial year ended as per 31 December 2019; iii) have approved the allocation of the net results for the financial year ended as per 31 December 2019; iv) have ratified the decision taken by the Board of Directors until the AGM of 2020 and granted full discharge to the members of the Board of Directors with respect to their performance of duties for all or part of the financial year ended as per 31 December 2019; v) have re-elected the directors and set their remuneration, as above mentioned; vi) have re-elect the auditor, PricewaterhouseCoopers, to serve for the financial year 2020.

2. SIGNIFICANT EVENTS OCCURRED AFTER THE FINANCIAL YEAR

Since the beginning of the 2020, financial markets have experienced and may continue to experience significant volatility resulting from the spread of the new virus known as COVID-19. The outbreak of COVID19 has resulted in border restrictions, lower consumer demand and general uncertainty about the global economy. Despite that, the Company put in place through the activity of NATAM and its delegates, all the appropriate measure to ensure the business continuity and the mitigation of the operational risk.

3. SUB FUNDS

NEW MILLENNIUM SIF-SICAV – Total Flex Fund (Banca Finnat Euramerica S.p.A.)

The sub-fund recorded a negative performance of -0.33%.

The sub-fund invests in European government bonds and corporate bonds almost in equal part. Regarding the government component, during the year, the exposure was mainly on periphery countries like Spain and Italy; while on the corporate side, it has been given preference to bonds issued by financial institutions (such as Goldman Sachs) and utility and automotive (SNAM and RCI). At the closing of the year the sub-fund had a temporary cash position for 15%.

Average commitment (UCITS approach) 0%.

NEW MILLENNIUM SIF-SICAV – AIM SISTEMA Italia PIR (Banca Finnat Euramerica S.p.A.)

During past year the sub-fund recorded an absolute positive performance of 4.02% (Class I) while the benchmark recorded an absolute negative performance of -2.48%. Throughout the year the contribution of the "quality model component" of the portfolio (with an average weight of around 25%) generated extra performance relative to the benchmark. The average equity exposure was 95%.

Average commitment (UCITS approach) 6.34%.

NEW MILLENNIUM SIF-SICAV – Flexible Credit Opportunities December 2020 (AZ Swiss & Partners S.A.)

The sub-fund closes the year with the NAV at EUR 107.33 and an absolute total return performance of 0.04%.

During the first months of the year, especially from the end of February, the spread of the new Coronavirus led to a violent sell-off on the equity and credit markets. Credit spreads showed material increases, iTraxx Crossover went from 300 to 700 basis points, causing heavy reductions in the prices of corporate bonds (especially in the high yield segment), hitting the performance of the sub fund. At the same time there was a shift in the yields of the sovereign curves of the peripheral European countries. The corporate component relating to these countries further penalized the performance of the period.

Board of Directors' report (continued)

Starting from April, the extremely expansive monetary policy measures implemented by the FED and the ECB and the gradual stabilization of infections in many countries, led to a rebound in the markets, which concerned in particular the asset classes that corrected the most during the month of March. In this phase, credit spreads have seen a reduction compared to the peaks reached in March, remaining however at values well above the pre-pandemic ones.

During the month of May, the new proposal by the European Commission to provide non-repayable subsidies financed with common debt (later translated into the Next Generation EU program) opened a way for a possible harmonization of the EU fiscal policy and the strengthening of the European integration process. This has led to a further contraction of credit spreads, particularly in peripheral countries.

During the months of September and October, the sharp increase in infections from Covid-19 in Europe and the imposition of new highly restrictive measures in many countries to contain the epidemic, led to an increase in market volatility.

In the final months of the year, the direct effects of Europe's compaction (Next Generation EU), the imminent approval of Pfizer and Moderna vaccines and the banking M&A activity in progress especially in Italy, contributed to the improvement of the risk of credit of the sub-fund. This trend has rewarded both the strategic asset allocation of the portfolio, which is overweight on the financial sector.

Average commitment (UCITS approach) 3.37%.

Luxembourg, 26 March 2021

Note: the information in this report represents historical data and is not an indication of future results.



Audit report

To the Shareholders of
NEW MILLENNIUM SIF-SICAV

Our opinion

In our opinion, the accompanying financial statements give a true and fair view of the financial position of NEW MILLENNIUM SIF-SICAV (the “Fund”) and of each of its sub-funds as at 31 December 2020, 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.

What we have audited

The Fund’s financial statements comprise:

- the combined statement of net assets for the Fund and the statement of net assets for each of the sub-funds as at 31 December 2020;
- the securities portfolio as at 31 December 2020;
- the combined statement of operations and changes in net assets for the Fund and the statement of operations and changes in net assets for each of the sub-funds for the year then ended; and
- the notes to the financial statements - schedule of derivative instruments and the other notes to the financial statements, which include a summary of significant accounting policies.

Basis for opinion

We conducted our audit in accordance with the Law of 23 July 2016 on the audit profession (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 believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion.

We are 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. We have fulfilled our other ethical responsibilities under those ethical requirements.

Other information

The Board of Directors of the Fund is responsible for the other information. The other information comprises the information stated in the annual report but does not include the financial statements and our audit report thereon.

*PricewaterhouseCoopers, Société coopérative, 2 rue Gerhard Mercator, B.P. 1443, L-1014 Luxembourg
T : +352 494848 1, F : +352 494848 2900, www.pwc.lu*

*Cabinet de révision agréé. Expert-comptable (autorisation gouvernementale n°10028256)
R.C.S. Luxembourg B 65 477 - TVA LU25482518*



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 identified above 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 that fact. We have nothing to report in this regard.

Responsibilities of the Board of Directors of the Fund for the financial statements

The Board of Directors of the Fund is responsible for the preparation and fair presentation of the 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 Fund 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 Fund 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 Fund either intends to liquidate the Fund or close 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

The objectives of our audit 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 an audit report 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 scepticism 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 Fund;
- conclude on the appropriateness of the Board of Directors of the Fund's 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 audit report 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 audit report. 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.

PricewaterhouseCoopers, Société coopérative
Represented by

Luxembourg, 26 March 2021

Andrea Montresori

NEW MILLENNIUM SIF - SICAV

Combined

NEW MILLENNIUM SIF - SICAV
Combined
Financial Statements as at 31 December 2020

Statement of net assets as at 31 December 2020

Expressed in EUR

Assets		23,744,121.03
Investments in securities at market value	Note 2	21,977,045.48
Cash		1,493,401.18
Interests receivable		216,969.07
Formation expenses	Note 2	2,806.43
Receivable on sales of securities		53,898.87
Liabilities		200,257.27
Payable on purchases of securities		68,975.82
Accrued performance fees	Note 3	2,944.37
Unrealised net depreciation on forward foreign exchange contracts	Note 2	5,330.72
Accrued management fees	Note 3	87,030.11
Expenses payable		35,976.25
Net asset value		23,543,863.76

NEW MILLENNIUM SIF - SICAV

Combined

Statement of operations and changes in net assets from 1 January 2020 to 31 December 2020

Expressed in EUR

Income				856,939.43
Net dividends				36,617.60
Net interest on bonds				820,135.95
Bank interest on cash account				185.88
Expenses				418,267.13
Amortisation of formation expenses		Note 2		3,428.59
Management fees		Note 3		279,198.43
Custodian fees				10,296.52
Subscription tax		Note 4		2,298.82
Central administration fees				9,560.62
Performance fees		Note 3		2,757.16
Domiciliation and Administrative Agent fees				9,004.37
Professional fees				36,243.77
Bank interest on overdrafts				7,179.67
Transaction fees		Note 7		12,783.65
Other charges		Note 5		45,515.53
Net income from investments				438,672.30
Net realised profit / (loss) on:				
- Realised profit on sales of investment securities				733,155.15
- Realised loss on sales of investment securities				(1,732,744.21)
- Realised profit on forward foreign exchange contracts				130,891.26
- Realised loss on forward foreign exchange contracts				(75,328.15)
- Realised profit on financial futures				113,960.03
- Realised loss on financial futures				(129,510.00)
- Realised profit on foreign exchange				221,948.38
- Realised loss on foreign exchange				(288,093.35)
Net realised loss				(587,048.59)
Change in net unrealised appreciation / (depreciation) on:				
- Movement in unrealised appreciation on investments				(92,202.09)
- Movement in unrealised depreciation on investments				764,674.19
- Movement in unrealised appreciation on forward foreign exchange contracts				(7,232.38)
- Movement in unrealised depreciation on forward foreign exchange contracts				29,991.54
- Movement in unrealised depreciation on financial futures				12,200.00
Increase in net assets as a result of operations				120,382.67
Dividends paid		Note 6		(725,728.11)
Subscription capitalisation shares				184,117.50
Subscription distribution shares				199,999.64
Redemption capitalisation shares				(1,074,466.19)
Redemption distribution shares				(1,270,994.49)
Decrease in net assets				(2,566,688.98)
Net assets at the beginning of the year				26,110,552.74
Net assets at the end of the year				23,543,863.76

NEW MILLENNIUM SIF - SICAV

- Total FlexFund

NEW MILLENNIUM SIF - SICAV - Total FlexFund
Financial Statements as at 31 December 2020

Statement of net assets as at 31 December 2020

Expressed in EUR

Assets			1,242,701.64
Investments in securities at market value	Note 2		1,055,540.75
Cash			185,445.53
Interests receivable			1,715.36
Liabilities			15,022.79
Expenses payable			15,022.79
Net asset value			1,227,678.85

Key figures

	<i>Year ending as at:</i>	31 December 2020	31 December 2019	31 December 2018
Total Net Assets	EUR	1,227,678.85	1,231,707.55	1,238,858.12
Capitalisation shares				
Number of shares		14,950.831	14,950.831	14,950.831
Net asset value per share	EUR	82.11	82.38	82.86

NEW MILLENNIUM SIF - SICAV - Total FlexFund

Securities portfolio as at 31 December 2020

Expressed in EUR

Quantity / Nominal	Description	Currency	Acquisition cost	Market value	% of net assets
Transferable securities admitted to official stock exchange listing and/or dealt in on another regulated market			1,044,474.40	1,055,540.75	85.98
Bonds			584,580.00	582,284.00	47.43
<i>Italy</i>					
270,000.00	ITALY 0.00 19-21 29/11U	EUR	381,636.00	383,768.90	31.26
110,000.00	ITALY 1.00 19-22 15/07S	EUR	112,068.00	112,478.30	9.16
<i>Spain</i>					
140,000.00	SPAIN 5.15 13-28 31/10A	EUR	202,944.00	198,515.10	16.17
Floating rate bonds			459,894.40	473,256.75	38.55
<i>Italy</i>					
100,000.00	ITALY FL.R 14-22 15/06S	EUR	340,075.00	352,884.75	28.74
250,000.00	SNAM SPA FL.R 17-24 02/08Q	EUR	95,800.00	100,741.00	8.21
<i>United States of America</i>					
60,000.00	GOLDMAN SACHS GROUP FL.R 17-23 26/09Q	EUR	244,275.00	252,143.75	20.53
<i>France</i>					
60,000.00	RCI BANQUE FL.R 17-22 14/03Q	EUR	59,640.00	60,234.30	4.91
			59,640.00	60,234.30	4.91
			60,179.40	60,137.70	4.90
			60,179.40	60,137.70	4.90
Total securities portfolio			1,044,474.40	1,055,540.75	85.98
Cash at bank/(bank liabilities)				185,445.53	15.11
Other net assets/(liabilities)				(13,307.43)	(1.09)
Total net assets				1,227,678.85	100.00

NEW MILLENNIUM SIF - SICAV - Total FlexFund

Statement of operations and changes in net assets from 1 January 2020 to 31 December 2020

Expressed in EUR

Income				9,843.31
Net interest on bonds				9,841.27
Bank interest on cash account				2.04
Expenses				22,391.66
Amortisation of formation expenses		Note 2		608.04
Management fees		Note 3		819.00
Custodian fees				507.84
Subscription tax		Note 4		121.63
Central administration fees				500.88
Domiciliation and Administrative Agent fees				3,000.00
Professional fees				10,367.11
Bank interest on overdrafts				261.39
Transaction fees		Note 7		33.75
Other charges		Note 5		6,172.02
Net loss from investments				(12,548.35)
Net realised profit / (loss) on:				
- Realised loss on sales of investment securities				(2,217.38)
- Realised loss on foreign exchange				(0.03)
Net realised loss				(14,765.76)
Change in net unrealised appreciation / (depreciation) on:				
- Movement in unrealised appreciation on investments				8,981.76
- Movement in unrealised depreciation on investments				1,755.30
Decrease in net assets as a result of operations				(4,028.70)
Decrease in net assets				(4,028.70)
Net assets at the beginning of the year				1,231,707.55
Net assets at the end of the year				1,227,678.85

NEW MILLENNIUM SIF - SICAV
- Flexible Credit Opportunities December 2020

Financial Statements as at 31 December 2020

Statement of net assets as at 31 December 2020

Expressed in EUR

Assets			17,471,256.07
Investments in securities at market value	Note 2		16,355,945.36
Cash			900,057.00
Interests receivable			215,253.71
Liabilities			84,774.99
Accrued performance fees	Note 3		2,944.37
Unrealised net depreciation on forward foreign exchange contracts	Note 2		5,330.72
Accrued management fees	Note 3		63,693.20
Expenses payable			12,806.70
Net asset value			17,386,481.08

Key figures

	<i>Year ending as at:</i>	31 December 2020	31 December 2019	31 December 2018
Total Net Assets	EUR	17,386,481.08	19,244,065.83	17,581,007.47
Distribution shares				
Number of shares		161,996.230	172,415.600	167,702.240
Net asset value per share	EUR	107.33	111.61	104.83
Dividend per share		4.32	4.28	4.49

NEW MILLENNIUM SIF - SICAV - Flexible Credit Opportunities December 2020

Securities portfolio as at 31 December 2020

Expressed in EUR

Quantity / Nominal	Description	Currency	Acquisition cost	Market value	% of net assets
Transferable securities admitted to official stock exchange listing and/or dealt in on another regulated market			14,863,000.72	15,400,636.28	88.58
Bonds			6,147,571.96	6,379,542.78	36.69
<i>Italy</i>					
241,000.00	BANCA CARIGE SPA 5.00 17-22 22/12A	EUR	4,450,803.70	4,583,588.08	26.36
500,000.00	BANCA MONTE DEI 3.6250 19-24 24/09A	EUR	229,118.70	249,066.27	1.43
900,000.00	BANCA MONTE DEI 4.0000 19-22 10/07A	EUR	500,000.00	529,052.50	3.04
400,000.00	BANCA POPOLARE SC 6.375 11-21 31/05A	EUR	923,300.00	937,125.00	5.38
500,000.00	CREDITO VALTELLINESE 2.00 19-22 27/11A	EUR	431,800.00	408,812.00	2.35
750,000.00	CREDITO VALTELLINESE 4.7 14-21 04/08A	EUR	498,200.00	515,792.50	2.97
200,000.00	NET INSURANCE SPA 7.00 16-26 30/09A	EUR	712,050.00	767,647.50	4.42
100,000.00	PIAGGIO & C. SPA 3.625 18-25 30/04S	EUR	200,040.00	196,000.00	1.13
68,750.00	SCHUMANN SPA 7.00 16-23 31/07S	EUR	100,000.00	102,481.50	0.59
500,000.00	UNICREDIT SPA 9.25 16-XX 03/06S	EUR	69,107.50	70,030.81	0.40
250,000.00	UNIONE DI BANCHE ITA 1.75 18-23 12/04A	EUR	560,000.00	549,165.00	3.16
<i>United States of America</i>					
500,000.00	GENERAL MOTORS FIN 0.20 19-20 02/09A	EUR	823,983.26	894,790.74	5.15
166,000.00	MECCANICA REGS 6.25 09-40 15/01S	USD	491,350.00	501,637.50	2.89
200,000.00	NETFLIX INC 3.8750 19-29 15/11S	EUR	131,033.26	161,194.24	0.93
<i>United Kingdom</i>					
600,000.00	INTERNATIONAL G 3.5000 19-26 15/06S	EUR	201,600.00	231,959.00	1.33
200,000.00	JAGUAR LAND ROVER 5.00 14-22 15/02S	GBP	828,959.37	846,869.28	4.87
<i>Canada</i>					
65,000.00	BOMBARDIER 5.75 12-22 15/03S	USD	601,500.00	622,176.00	3.58
			227,459.37	224,693.28	1.29
			43,825.63	54,294.68	0.31
			43,825.63	54,294.68	0.31
Convertible bonds			1,755,060.00	1,795,806.25	10.33
<i>Italy</i>					
1,800,000.00	TELECOM ITALIA CV 1.125 15-22 26/03S	EUR	1,755,060.00	1,795,806.25	10.33
Floating rate bonds			6,960,368.76	7,225,287.25	41.56
<i>Italy</i>					
500,000.00	ASSICURAZ GENERALI FL.R 06-XX 16/06A	GBP	4,522,118.76	4,803,185.50	27.63
500,000.00	BANCA SELLA SPA FL.R 17-27 22/09A	EUR	567,283.76	629,845.50	3.62
100,000.00	BCA MONTE DEI PASCHI FL.R 11-21 10/05A	EUR	511,750.00	521,360.00	3.00
300,000.00	BPER BANCA FL.R 17-27 31/05A	EUR	102,750.00	100,847.00	0.58
600,000.00	CR.VATELLINESE SUB FL.R 17-27 12/04A	EUR	303,960.00	313,204.50	1.80
500,000.00	FINECO BANK SPA FL.R 19-XX 03/06S	EUR	602,300.00	651,249.00	3.75
500,000.00	ICCREA BANCA SPA FL.R 20-25 25/10A	EUR	519,590.00	532,297.50	3.06
400,000.00	SOC CATTOLICA ASSI FL.R 17-47 14/12A	EUR	499,695.00	502,120.00	2.89
1,100,000.00	UNICREDIT FL.R 14-XX 10/09S	EUR	415,640.00	426,830.00	2.45
<i>France</i>					
500,000.00	BNP PARIBAS SUB FL.R 15-XX 17/06S	EUR	999,150.00	1,125,432.00	6.48
400,000.00	LA BANQUE POSTALE 3.875 19-XX 20/05S	EUR	1,477,350.00	1,449,257.00	8.34
500,000.00	SOCIETE GENERALE REGS FL.R 14-XX 07/04S	EUR	556,850.00	531,745.00	3.06
<i>Spain</i>					
400,000.00	BANCO SANT REGS SUB FL.R 14-XX 11/09Q	EUR	400,000.00	410,212.00	2.36
<i>Luxembourg</i>					
800,000.00	MITSUBISHI UFJ INV FL.R 09-50 15/12Q	EUR	520,500.00	507,300.00	2.92
<i>Germany</i>					
150,000.00	BAYER AG FL.R 15-75 02/04A	EUR	380,000.00	410,602.00	2.36
			432,700.00	409,200.00	2.35
			432,700.00	409,200.00	2.35
			148,200.00	153,042.75	0.88
			148,200.00	153,042.75	0.88
Other transferable securities			1,024,493.71	955,309.08	5.49
Floating rate bonds			350,000.00	332,757.25	1.91
<i>Italy</i>					
350,000.00	INTE FL.R 20-99 31/12S	EUR	350,000.00	332,757.25	1.91
Mortgage and asset backed securities			674,493.71	622,551.83	3.58
<i>Italy</i>					
200,000.00	SIERRA ONE SPV 7.00 18-25 30/06A (Notes 9)	EUR	674,493.71	622,551.83	3.58
474,571.86	SPV PROJ 1612 7.00 17-37 15/11S (Notes 9)	EUR	199,210.00	181,200.00	1.04
			475,283.71	441,351.83	2.54
Total securities portfolio			15,887,494.43	16,355,945.36	94.07
Cash at bank/(bank liabilities)				900,057.00	5.18
Other net assets/(liabilities)				130,478.72	0.75

NEW MILLENNIUM SIF - SICAV - Flexible Credit Opportunities December 2020

Securities portfolio as at 31 December 2020

Expressed in EUR

Quantity / Nominal	Description	Currency	Acquisition cost	Market value	% of net assets
Total net assets				17,386,481.08	100.00

NEW MILLENNIUM SIF - SICAV - Flexible Credit Opportunities December 2020

Statement of operations and changes in net assets from 1 January 2020 to 31 December 2020

Expressed in EUR

Income		813,695.00
Net dividends		3,500.00
Net interest on bonds		810,011.16
Bank interest on cash account		183.84
Expenses		291,163.03
Amortisation of formation expenses	Note 2	1,413.45
Management fees	Note 3	216,857.83
Custodian fees		8,510.93
Subscription tax	Note 4	1,728.67
Central administration fees		7,033.39
Performance fees	Note 3	2,757.16
Domiciliation and Administrative Agent fees		2,428.47
Professional fees		16,315.65
Bank interest on overdrafts		5,823.30
Transaction fees	Note 7	2,215.23
Other charges	Note 5	26,078.95
Net income from investments		522,531.97
Net realised profit / (loss) on:		
- Realised profit on sales of investment securities		158,482.37
- Realised loss on sales of investment securities		(407,073.38)
- Realised profit on forward foreign exchange contracts		130,891.26
- Realised loss on forward foreign exchange contracts		(75,328.15)
- Realised profit on financial futures		113,960.03
- Realised loss on financial futures		(129,510.00)
- Realised profit on foreign exchange		221,948.38
- Realised loss on foreign exchange		(288,093.32)
Net realised profit		247,809.16
Change in net unrealised appreciation / (depreciation) on:		
- Movement in unrealised appreciation on investments		(365,743.35)
- Movement in unrealised depreciation on investments		19,444.04
- Movement in unrealised appreciation on forward foreign exchange contracts		(7,232.38)
- Movement in unrealised depreciation on forward foreign exchange contracts		29,991.54
- Movement in unrealised depreciation on financial futures		12,200.00
Decrease in net assets as a result of operations		(63,530.99)
Dividends paid	Note 6	(723,058.91)
Subscription distribution shares		199,999.64
Redemption distribution shares		(1,270,994.49)
Decrease in net assets		(1,857,584.75)
Net assets at the beginning of the year		19,244,065.83
Net assets at the end of the year		17,386,481.08

NEW MILLENNIUM SIF - SICAV
- AIM SISTEMA Italia - PIR

Financial Statements as at 31 December 2020

Statement of net assets as at 31 December 2020

Expressed in EUR

Assets			5,030,163.32
Investments in securities at market value	Note 2		4,565,559.37
Cash			407,898.65
Formation expenses	Note 2		2,806.43
Receivable on sales of securities			53,898.87
Liabilities			100,459.49
Payable on purchases of securities			68,975.82
Accrued management fees	Note 3		23,336.91
Expenses payable			8,146.76
Net asset value			4,929,703.83

Key figures

	<i>Year ending as at:</i>	31 December 2020	31 December 2019	31 December 2018
Total Net Assets	EUR	4,929,703.83	5,634,779.36	5,600,816.51
Capitalisation shares				
Number of shares		51,486.475	61,464.130	60,116.395
Net asset value per share	EUR	93.11	89.51	90.90
Distribution shares				
Number of shares		1,499.550	1,499.550	1,499.550
Net asset value per share	EUR	90.59	88.78	90.85
Dividend per share		1.78	0.70	0.00

NEW MILLENNIUM SIF - SICAV - AIM SISTEMA Italia - PIR

Securities portfolio as at 31 December 2020

Expressed in EUR

Quantity / Nominal	Description	Currency	Acquisition cost	Market value	% of net assets
Transferable securities admitted to official stock exchange listing and/or dealt in on another regulated market			4,074,562.55	4,544,045.97	92.18
Shares			3,926,393.30	4,367,004.37	88.59
<i>Italy</i>			<i>3,860,868.26</i>	<i>4,319,024.37</i>	<i>87.62</i>
2,609.00	ABITARE IN --- REGISTERED SHS	EUR	99,306.32	125,492.90	2.55
24,804.00	ANTARES VISION S.P.A.	EUR	280,472.58	233,157.60	4.74
38,250.00	ARTERRA BIOSCIENCE SPA	EUR	133,475.70	109,012.50	2.21
7,500.00	AXELERO SPA	EUR	23,511.50	7.50	0.00
18,372.00	CFT S.P.A.	EUR	107,015.69	83,408.88	1.69
13,000.00	COMAL SPA	EUR	26,000.00	40,820.00	0.83
13,500.00	COMER INDUSTRIES S.P.A.	EUR	161,671.89	159,300.00	3.23
4,000.00	CONFINVEST F.L. - REGISTERED SHS	EUR	18,600.00	17,600.00	0.36
28,000.00	CYBEROO - REGISTERED SHS	EUR	103,372.00	166,880.00	3.39
38,800.00	CY4GATE SPA	EUR	149,634.53	333,680.00	6.78
6,800.00	DIGITAL MAGICS SPA	EUR	46,118.68	25,840.00	0.52
4,557.00	DIGITAL VALUE SPA	EUR	62,762.81	175,444.50	3.56
11,500.00	DIGITAL 360 SPA REGISTERED	EUR	12,819.83	21,160.00	0.43
13,000.00	DIGITOUCH S.P.A.	EUR	17,975.24	15,860.00	0.32
4,000.00	DOXEE SPA	EUR	16,200.00	14,000.00	0.28
4,490.00	EDILIZIACROBATICA S.P.A.	EUR	22,831.61	23,707.20	0.48
12,000.00	ELES SEM EQ	EUR	48,772.13	40,560.00	0.82
22,500.00	ENERGICA MOTOR COMPANY	EUR	52,423.34	41,512.50	0.84
33,000.00	ESAUTOMOTION-REGISTERED SHS	EUR	101,756.20	71,280.00	1.45
3,750.00	ESI S.P.A.	EUR	15,000.00	10,950.00	0.22
7,600.00	EURO COSMETIC SPA	EUR	47,880.00	48,336.00	0.98
57,142.00	EVISO SPA	EUR	99,998.50	117,141.10	2.38
87,440.00	EXPERT SYSTEM SPA	EUR	188,701.29	226,469.60	4.59
2,500.00	FARMAE REGISTERD SHS	EUR	20,390.00	37,250.00	0.76
1,380.00	FERVI SPA	EUR	19,432.66	15,870.00	0.32
16,265.00	FINE FOODS NTM-REGISTERED SHS	EUR	161,216.55	170,782.50	3.46
4,000.00	FINLOGIC - REGISTERED	EUR	21,229.82	24,400.00	0.49
1,015.00	FIRST CAPITAL - REGISTERED	EUR	10,795.92	16,240.00	0.33
2,500.00	FOPE S.P.A.	EUR	18,794.12	20,750.00	0.42
17,250.00	FOS SPA	EUR	49,743.56	46,057.50	0.93
3,300.00	FRANCHI UMBERTO MARMI - REGISTERED SHS	EUR	30,525.00	29,370.00	0.60
29,160.00	FRENDY ENERGY S.P.A.	EUR	9,917.64	8,806.32	0.18
2,000.00	GIBUS SPA	EUR	12,000.00	11,600.00	0.24
6,000.00	GISMONDI 1754 SPA	EUR	19,200.00	16,440.00	0.33
12,038.00	GO INTERNET SPA	EUR	16,624.87	10,448.98	0.21
4,895.00	GRIFAL S.P.A.	EUR	16,256.24	11,258.50	0.23
15,706.00	HEALTH ITALIA SPA	EUR	77,696.45	30,783.76	0.62
48,000.00	H-FARM VENT	EUR	31,060.38	12,288.00	0.25
14,812.00	ICF -REGISTERED SHS	EUR	108,899.62	81,466.00	1.65
12,000.00	IERVOLINO ENTERTAINMENT SPA	EUR	41,807.84	47,280.00	0.96
6,600.00	I.L.P.R.A. S.P.A.	EUR	13,860.00	13,596.00	0.28
1,500.00	INIZIATIVE BRESCIANE SPA	EUR	29,225.42	24,450.00	0.50
57,620.00	INNOVATEC - REGISTERED SHS	EUR	21,031.30	45,692.66	0.93
22,472.00	INTRED --- REGISTERED SHS	EUR	92,979.41	215,731.20	4.38
11,421.00	ITALIAN WINE BRANDS SPA	EUR	139,728.62	237,556.80	4.83
1,400.00	KOLINPHARMA	EUR	12,870.92	11,200.00	0.23
6,500.00	LABOMAR SPA	EUR	45,689.75	43,680.00	0.89
6,300.00	LEONE FILM GROUP SPA	EUR	30,391.58	14,868.00	0.30
11,760.00	MAILUP S.P.A.	EUR	28,956.95	51,508.80	1.04
4,000.00	MAPS S.P.A.	EUR	14,456.76	9,080.00	0.18
14,267.00	MASI AGRICOLA	EUR	57,869.78	34,668.81	0.70
11,700.00	MATICA FINTEC SPA	EUR	21,539.08	16,497.00	0.33
14,000.00	NEOSPERIENCE SPA	EUR	87,695.67	73,920.00	1.50
14,618.00	NET INSURANCE SPA	EUR	63,656.63	76,890.68	1.56
9,200.00	NOTORIOUS PICTURES SPA	EUR	24,029.57	15,916.00	0.32
6,000.00	NVP SRL	EUR	17,182.10	18,600.00	0.38
10,148.00	OFFICINA STELLARE SPA	EUR	81,838.01	75,704.08	1.54
5,000.00	OSAI AUTOMATION SYSTEM S.P.A.	EUR	7,500.00	16,200.00	0.33
8,000.00	PATTERN SPA	EUR	29,200.00	32,000.00	0.65
2,000.00	PLANETEL S.P.A.	EUR	7,200.00	9,358.00	0.19
4,200.00	PORTOBELLO S.P.A.	EUR	34,847.40	59,850.00	1.21
3,100.00	POWERSOFT S.P.A.	EUR	9,153.53	12,214.00	0.25

The accompanying notes form an integral part of these financial statements

NEW MILLENNIUM SIF - SICAV - AIM SISTEMA Italia - PIR

Securities portfolio as at 31 December 2020

Expressed in EUR

Quantity / Nominal	Description	Currency	Acquisition cost	Market value	% of net assets
21,000.00	PRISMI N AZ NOMINATIVA	EUR	37,354.80	30,240.00	0.61
28,000.00	PROMOTICA SPA	EUR	49,000.00	44,800.00	0.91
8,800.00	RAD PIET IN BRD REGISTERED SHS	EUR	24,800.00	18,480.00	0.37
2,100.00	RELATECH SPA	EUR	12,416.23	15,750.00	0.32
19,800.00	RENERGETICA S.P.A.	EUR	69,944.75	78,408.00	1.59
49,500.00	RETI S.P.A.	EUR	49,500.00	40,887.00	0.83
6,000.00	SEBINO S.P.A	EUR	14,841.00	16,800.00	0.34
4,650.00	SG COMPANY S.P.A.	EUR	8,454.55	2,092.50	0.04
8,000.00	SOURCESENSE - REGISTERED SHS	EUR	22,910.00	19,400.00	0.39
10,400.00	TECMA SOLUTIONS SPA	EUR	52,640.00	68,640.00	1.39
9,800.00	TENAX INTERNATIONAL SPA	EUR	19,600.00	32,732.00	0.66
25,500.00	TRENDEVICE S.P.A	EUR	20,655.00	18,921.00	0.38
6,700.00	UNIDATA REGISTERED SHS	EUR	105,958.94	129,980.00	2.64
	<i>Luxembourg</i>		<i>65,525.04</i>	<i>47,980.00</i>	<i>0.97</i>
17,000.00	ASSITECA SPA INTERNAZIONALE	EUR	43,996.09	36,550.00	0.74
3,000.00	SHEDIR PHARMA GROUP	EUR	21,528.95	11,430.00	0.23
	Bonds		100,262.00	100,253.50	2.03
	<i>Italy</i>		<i>100,262.00</i>	<i>100,253.50</i>	<i>2.03</i>
100,000.00	CERT DI CREDITO 0.00 19-21 29/06U	EUR	100,262.00	100,253.50	2.03
	Warrants, Rights		47,907.25	76,788.10	1.56
	<i>Italy</i>		<i>47,907.23</i>	<i>75,370.60</i>	<i>1.53</i>
4,000.00	AGATOS SPA 15.06.21 WAR	EUR	122.54	55.60	0.00
1,500.00	ARTERRA BIOSCIENCE SPA WAR	EUR	0.00	1,050.00	0.02
1,750.00	ASKOLL EVA S.P.A. 16.07.21 WAR	EUR	0.02	263.38	0.01
4,800.00	CLEANBNB SPA 27.05.22 WAR	EUR	0.01	671.52	0.01
600.00	CROWDFUNDME (CROWDFUNDME) 21.10.21 WAR	EUR	0.10	38.94	0.00
2,300.00	DBA GROUP SPA 18.01.21 WAR	EUR	0.23	55.20	0.00
950.00	FERVI SPA 31.05.21 WAR	EUR	0.00	408.50	0.01
1,500.00	GISMONDI 1754 S.P.A.31.10.2022 WAR	EUR	0.00	447.00	0.01
990.00	GLENALTA SPA 31.07.23 WAR	EUR	0.00	12.28	0.00
1,047.00	ICF 15.05.23 WAR	EUR	0.00	203.12	0.00
3,500.00	NEODECORTH 30.12.20WAR	EUR	0.00	130.20	0.00
749.00	OFFICINA STELLARE SPA 30.05.22 WAR	EUR	0.01	1,093.54	0.02
5,500.00	POWERSOFT S.P.A 15.10.21 WAR	EUR	0.02	4,675.00	0.09
4,000.00	RADICI PIETRO INDUSTRIES 22.06.22 WAR	EUR	0.00	734.00	0.01
30,800.00	RELATECH SPA 20.05.22 WAR	EUR	47,784.27	60,411.12	1.24
6,000.00	SG COMP (ON SG SCOMP) 30.11.23 WAR	EUR	0.00	1,080.00	0.02
26,000.00	SOC EDIT II 30.11.21WAR	EUR	0.03	260.00	0.01
36,000.00	TRENDEVICE SPA 30.06.23 WARRANT	EUR	0.00	979.20	0.02
6,000.00	UCAPITAL24 SPA -22 17/10U WAR	EUR	0.00	462.00	0.01
2,600.00	UNIDATA SPA (UNIDATA SPA) 17.11.22 WAR	EUR	0.00	2,340.00	0.05
	<i>Luxembourg</i>		<i>0.02</i>	<i>1,417.50</i>	<i>0.03</i>
1,750.00	AMM SPA (AMM RG) 21.10.22 WAR	EUR	0.02	1,417.50	0.03
	Other transferable securities		27,627.29	21,513.40	0.44
	Shares		19,727.27	7,936.00	0.16
	<i>Italy</i>		<i>19,727.27</i>	<i>7,936.00</i>	<i>0.16</i>
6,200.00	ASKOLL EVA --- BEARER AND REGISTERED SHS	EUR	19,727.27	7,936.00	0.16
	Warrants, Rights		7,900.02	13,577.40	0.28
	<i>Luxembourg</i>		<i>7,900.01</i>	<i>12,040.00</i>	<i>0.25</i>
20,000.00	SCIUKER FRAMES SPA 31.05.21 WAR	EUR	7,900.01	12,040.00	0.25
	<i>Italy</i>		<i>0.01</i>	<i>1,537.40</i>	<i>0.03</i>
1,000.00	OSAI AUTOMATION 13.04.21 WAR	EUR	0.00	0.00	0.00
500.00	OSAI AUTOMATION 20.10.25 WAR	EUR	0.00	999.90	0.02
12,500.00	SOSTRAVEL 31.07.21 WAR	EUR	0.01	537.50	0.01
	Total securities portfolio		4,102,189.84	4,565,559.37	92.61
	Cash at bank/(bank liabilities)			407,898.65	8.27
	Other net assets/(liabilities)			(43,754.19)	(0.88)
	Total net assets			4,929,703.83	100.00

The accompanying notes form an integral part of these financial statements

NEW MILLENNIUM SIF - SICAV - AIM SISTEMA Italia - PIR

Statement of operations and changes in net assets from 1 January 2020 to 31 December 2020

Expressed in EUR

Income				33,401.12
Net dividends				33,117.60
Net interest on bonds				283.52
Expenses				104,712.44
Amortisation of formation expenses		Note 2		1,407.10
Management fees		Note 3		61,521.60
Custodian fees				1,277.75
Subscription tax		Note 4		448.52
Central administration fees				2,026.35
Domiciliation and Administrative Agent fees				3,575.90
Professional fees				9,561.01
Bank interest on overdrafts				1,094.98
Transaction fees		Note 7		10,534.67
Other charges		Note 5		13,264.56
Net loss from investments				(71,311.32)
Net realised profit / (loss) on:				
- Realised profit on sales of investment securities				574,672.78
- Realised loss on sales of investment securities				(1,323,453.45)
Net realised loss				(820,091.99)
Change in net unrealised appreciation / (depreciation) on:				
- Movement in unrealised appreciation on investments				264,559.50
- Movement in unrealised depreciation on investments				743,474.85
Increase in net assets as a result of operations				187,942.36
Dividends paid		Note 6		(2,669.20)
Subscription capitalisation shares				184,117.50
Redemption capitalisation shares				(1,074,466.19)
Decrease in net assets				(705,075.53)
Net assets at the beginning of the year				5,634,779.36
Net assets at the end of the year				4,929,703.83

NEW MILLENNIUM SIF - SICAV

**Notes to the financial statements - Schedule of derivative
instruments**

NEW MILLENNIUM SIF - SICAV

FORWARD FOREIGN EXCHANGE CONTRACTS

As at 31 December 2020, the following forward foreign exchange contracts were outstanding :

NEW MILLENNIUM SIF - SICAV - Flexible Credit Opportunities December 2020

Currency purchased	Quantity purchased	Currency sale	Quantity sale	Maturity date	Unrealised (in EUR)	Counterparty
EUR	759,543.83	GBP	690,000.00	18 March 2021	(7,047.61)	Nomura Securities, London
EUR	180,704.09	USD	220,000.00	18 March 2021	1,716.89	Nomura Securities, London
					<u>(5,330.72)</u>	

NEW MILLENNIUM SIF - SICAV

Other notes to the financial statements

Other notes to the financial statements as at 31 December 2020

1. General Information

NEW MILLENNIUM SIF - SICAV (the “Fund”) has been created on 12 September 2007, as a specialised investment fund (“SIF”) under the Luxembourg Law of 13 February 2007 as amended relating to Specialised Investment Funds (the “SIF Law”) and has adopted the form of Société d’Investissement à Capital Variable (“SICAV”). The share capital of the Fund will be equal, at any time, to the total value of the net assets of the Fund.

The Fund has performed a self-assessment and has determined that it qualifies as an Alternative Investment Fund (“AIF”) in accordance with the meaning of the law of the Grand Duchy of Luxembourg dated 12 July 2013 on Alternative Investment Funds Managers, as may be amended from time to time and as supplemented by the EU Commission Delegated Regulation of 19 December 2012 (the “AIFM Law”).

The Fund was an internally managed AIF benefiting from the de minimis rule as per article 3 (2) of the AIFM. For the purpose of the AIFM Law the Fund, has nominated NATAM MANAGEMENT COMPANY S.A. to act as the Fund’s alternative investment fund manager (“AIFM”).

The investment objective of the sub-fund NEW MILLENNIUM SIF - SICAV - Total FlexFund is to achieve medium/long-term capital appreciation through a flexible allocation between the various asset classes.

The investment objective of the sub-fund NEW MILLENNIUM SIF - SICAV - Flexible Credit Opportunities December 2020 is to achieve capital appreciation through a flexible allocation among the various fixed income instruments with an average duration in line with the target date of the sub-fund (31 December 2020).

The investment objective of the sub-fund NEW MILLENNIUM SIF - SICAV - AIM SISTEMA Italia - PIR is to achieve medium/long-term capital appreciation through the investment in companies listed, or in the process of being listed, on the AIM Italia which is the market of the Italian Stock Exchange reserved to the Italian small and medium enterprises, with high growth potential.

The initial share capital of the Fund is EUR 31,000.00 and has reached an amount of EUR 1,250,000.00.

The Fund has been created for an unlimited period of time and may be dissolved at any time by a resolution of the general meeting of Shareholders subject to the quorum and majority requirements set in the Articles of Incorporation of the Fund (the “Articles”). The Articles are published in the “Mémorial C, Recueil des Sociétés et Associations” (the “Memorial”) of 12 October 2007 and have been filed with the Luxembourg Register of Commerce.

The Fund has been set up as a “multiple compartment investment company” and its Board of Directors (the “Board of Directors”) will have the possibility to create additional sub-funds, in accordance with the provisions of the Law and the Articles.

As of 31 December 2020, the following sub-funds are active: NEW MILLENNIUM SIF - SICAV - Total FlexFund, NEW MILLENNIUM SIF - SICAV - Flexible Credit Opportunities December 2020 and NEW MILLENNIUM SIF - SICAV - AIM SISTEMA Italia - PIR.

The Board of Directors has taken all reasonable care to ensure that the facts stated herein are true and accurate in all material respects and that there are no other material facts the omission of which would make misleading any statement herein.

The registration of the Fund as a SIF does not require any Luxembourg authority to approve or disapprove either the adequacy or accuracy of the offering memorandum or the assets held in the Fund. Any representations to the contrary are unauthorised and unlawful.

The distribution of the offering memorandum and the offering of the shares of the Fund (the “shares”) may be restricted in certain jurisdictions. The offering memorandum does not constitute an offer or solicitation in a jurisdiction where to do so is unlawful or where the person making the offer or solicitation is not qualified to do so or where a person receiving the offer or solicitation may not lawfully do so. It is the responsibility of any person in possession of the offering memorandum and of any person wishing to apply for shares to inform himself of and to observe all applicable laws and regulations of relevant jurisdictions.

The shares have not been registered under the United States Securities Act of 1933 as amended nor has the Fund been registered under the Investment Fund Act of 1940, as amended.

Consequently, shares of the Fund may not be publicly offered or sold in the United States of America or in any of its territories subject to its jurisdiction and may not be offered to or for the benefit of, or purchased by, U.S. Persons (as defined in Article 10 of the Fund’s Articles).

Applicants may be required to declare that they are not U.S. Persons and are not applying for shares on behalf of any U.S. Person.

Other notes to the financial statements as at 31 December 2020

1. General Information (continued)

The value of the shares may fall as well as rise and a Shareholder, upon redemption of shares may not get back the amount he initially invested. Income from the shares may fluctuate in money terms and changes in rates of exchange may cause the value of the shares to go up or down. The levels and basis of, and relief from, taxation may change. There can be no assurance that the investment objectives of the Fund will be achieved.

Investors should inform themselves and should take appropriate advice on the legal requirements as to possible tax consequences, foreign exchange restrictions or exchange control requirements which they might encounter under the laws of the countries of their citizenship, residence, or domicile and which might be relevant to the subscription, purchase, holding, redemption, if applicable, or disposal of the shares of the Fund.

All references in the offering memorandum to “EUR” are to the legal currency of the European Monetary Union (reference currency of the Fund).

The offering memorandum will be updated in the event of creation of new sub-funds.

2. Summary of main accounting principles

The annual report is prepared in accordance with Luxembourg legal and regulatory requirements relating to investment funds.

a) Valuation of investments in transferable securities

- investment securities, including zero-coupon bonds and money market instruments, quoted on an official stock exchange or on another regulated market are valued according to the last known price and, in the event of being quoted on several markets, according to the last known price of the principal market;
- valuation of investment securities, including zero-coupon bonds and money market instruments, not quoted on an official stock exchange or on another regulated market is fixed in a reasonable way on the basis of the sale prices anticipated cautiously, determined prudently and in good faith;
- gains or losses realised on investment securities are calculated on the basis of the average purchase price of the securities sold;
- shares or units in open-ended investment funds are valued at their last available calculated Net Asset Value.
- in the absence of an active market for financial instruments, then the valuation will be made by reference to alternative methods such as approaching a broker for a quote, or applying any other ad hoc analysis judged relevant by the AIFM.

b) Formation expenses

- the sub-funds' formation expenses are written off over a period of 5 years.

c) Foreign exchange transactions

- the Fund's financial statements are expressed in EUR.
- the accounting records of the sub-funds are kept in the corresponding valuation currency. The “Statements of net assets” is established in the reference currency of the sub-funds. Bank balances, other net assets, as well as the valuation of securities in the portfolio expressed in any currency other than that of the sub-funds, are converted into the reference currency of the sub-funds at the exchange rate used on the valuation day. Income and expenses expressed in a currency other than the reference currency of the sub-funds are converted into the relevant reference currency on the basis of the exchange rate in use on the valuation day. Profits or losses, realised and unrealised on foreign exchange transactions are included in the “Statement of operations and changes in net assets”.

The exchange rates used as at 31 December 2020 were the following:

1 EUR = 0.89903 GBP

1 EUR = 1.0802 CHF

1 EUR = 9.1131 TRY

1 EUR = 1.2271 USD

d) Income

- dividends are due on stocks held at ex-date;
- the interests are accrued on a daily basis. The incomes are recorded net.

Other notes to the financial statements as at 31 December 2020

2. Summary of main accounting principles (continued)

e) Valuation of forward foreign exchange contracts

▪ The profits or losses resulting from outstanding forward foreign exchange contracts are determined on the closing date on the basis of the exchange rate for the remaining term of the contract applicable at this date, and are recorded in the “Statement of operations and changes in net assets”.

For the details of outstanding forward foreign exchange contracts, please refer to section “Notes to the financial statements - Schedule of derivative instruments”.

f) Valuation of financial futures contracts

▪ Financial futures contracts are posted off-balance sheet and valued at the last settlement or close price on the stock exchanges or regulated markets. The profits or losses resulting from outstanding futures contracts are recorded in the “Statement of operations and changes in net assets”.

3. Management and Performance fees

▪ Management fees:

Management fees are payable to the sub-funds’ Investment Managers and AIFM.

In order to put into practice the investment policy of the sub-funds, the Board of Directors can delegate part or all of the investment management process to another company, the “sub-fund Investment Managers”.

NEW MILLENNIUM SIF - SICAV - Total FlexFund:

- annual rate: 0.80% per year, payable monthly and based on the average net assets of the month.

Banca Finnat Euramerica S.p.A. renounced to its part of the management fees amounting to 0.68% from 3 February 2015. NATAM renounced to its part of the management fees amounting to 0.12% since the appointment.

NEW MILLENNIUM SIF - SICAV - Flexible Credit Opportunities December 2020:

- annual rate: 1.15% per year, payable quarterly and based on the average net assets of the month.

NEW MILLENNIUM SIF - SICAV - AIM SISTEMA Italia - PIR:

- annual rate: 1.10% per year, payable quarterly and based on the average net assets of the month.

▪ Performance fees:

The reference period starts on 1 January of each year and ends the 31 December of the same year. More details are disclosed in the offering memorandum of the Fund.

NEW MILLENNIUM SIF - SICAV - Total FlexFund:

- paid to the sub-fund Investment Managers and representing 15% of the excess return over the 3 month Euribor + 200 b.p.s..

No performance fees were payable as at 31 December 2020.

NEW MILLENNIUM SIF - SICAV - Flexible Credit Opportunities December 2020:

- paid to the sub-fund Investment Managers and representing 15% of the excess return over the yearly return of the Benchmark (5 year BTP) with High Water Mark.

Performance fees for an amount of EUR 2,757.16 were payed as at 31 December 2020.

NEW MILLENNIUM SIF - SICAV - AIM SISTEMA Italia - PIR:

- paid to the sub-fund Investment Managers and representing 10% of the excess return over the Benchmark (90% LIMEYARD Finnat AIM Italia 100 ex SPAC + 10% Euribor 3 months) with High Water Mark. Due to the unavailability of the Benchmark, the performance fee calculation has been suspended as from the NAV as at 28 June 2019 until the index replacement.

No performance fees were payable as at 31 December 2020.

Other fees (Custodian, Paying Agent and the Administration fees, Register and Transfer Agent) are paid to CACEIS Bank, Luxembourg Branch.

Other notes to the financial statements as at 31 December 2020**3. Management and Performance fees (continued)**▪ AIFM fees:

The AIFM is entitled to receive from each sub-fund a remuneration consisting of the following components:

- a fixed annual fee up to EUR 11.000 (excluding any applicable taxes), payable by the fund on a quarterly basis in arrears. NATAM Management Company S.A. renounced to the fixed annual fee for the sub-fund “NEW MILLENNIUM SIF - SICAV - Total FlexFund”;
- a fee as a portion of the Management fee. The Management fees are detailed on previous page and besides being the remuneration of the AIFM, they include also the remuneration of the Investment Managers, the Investment Advisors (if any), and any other financial agent acting with the placing of the Fund’s Shares (if any).

Such fee shall be payable in arrears at the end of each quarter and based on the value of the average net assets during the relevant quarter.

4. Subscription tax « taxe d’abonnement »

The Fund is liable in Luxembourg to a “taxe d’abonnement” of 0.01% per annum of its net assets, such tax being payable quarterly and calculated on the total Net Asset Value of each sub-fund at the end of the relevant quarter.

5. Other charges

This account includes mainly general ongoing charges. The caption “Other charges” consists mainly of directors fees, transfer agent fees and compliance fees.

6. Dividends

During the year, the Fund distributed the following dividends :

- Ex-dividend date: 31 January 2020
- Payment date : 5 February 2020

Sub-Fund	ISIN	Currency	Dividend Per share
NEW MILLENNIUM SIF - SICAV - Flexible Credit Opportunities December 2020	LU1350668775	EUR	2.23

- Ex-dividend date: 31 July 2020
- Payment date : 5 August 2020

Sub-Fund	ISIN	Currency	Dividend Per share
NEW MILLENNIUM SIF - SICAV - Flexible Credit Opportunities December 2020	LU1350668775	EUR	2.09

- Ex-dividend date: 15 January 2020
- Payment date : 20 January 2020

Sub-Fund	ISIN	Currency	Dividend Per share
NEW MILLENNIUM SIF - SICAV - AIM SISTEMA Italia PIR Class Y	LU1695259439	EUR	1.78

7. Transaction fees

Transaction fees incurred by the SICAV relating to purchase or sale of transferable securities, derivatives or other eligible assets are mainly composed of Broker Fees.

8. Securities Financing Transactions and of Reuse Regulation (“SFTR”)

The Fund does not use any instruments falling into the scope of SFTR.

Other notes to the financial statements as at 31 December 2020

9. Changes in the Securities portfolio

A copy of the list of changes in the portfolio of each sub-fund may be obtained free of charge at the registered office of the Fund for the year ended 31 December 2020.

10. Significant event

Since the beginning of the 2020, financial markets have experienced and may continue to experience significant volatility resulting from the spread of the new virus known as COVID-19. The outbreak of COVID19 has resulted in border restrictions, lower consumer demand and general uncertainty about the global economy. Despite that, the Company put in place through the activity of NATAM and its delegates, all the appropriate measure to ensure the business continuity and the mitigation of the operational risk.

NEW MILLENNIUM SIF - SICAV

Unaudited Information

Remuneration Policy (AIFM Information)

NATAM MANAGEMENT COMPANY S.A.			
	Total Remuneration (EUR)	Fixed Remuneration (EUR)	Variable Remuneration (EUR)
Board of Directors	552	552	-
Staff	10 590	9 507	1 083
Components	8		
BANCA FINNAT EURAMERICA S.p.A. (as portfolio manager)			
	Total Remuneration (EUR)	Fixed Remuneration (EUR)	Variable Remuneration (EUR)
Senior Managers	3 173	2 700	473
Staff	630	540	90
Components	8		
AZ SWISS & PARTNERS S.A. (as portfolio manager)			
	Total Remuneration (CHF)	Fixed Remuneration (CHF)	Variable Remuneration (CHF)
Senior Managers	8 298	3 070	5 227
Staff	1 520	1 080	440
Components	5		

The above information represents a proportion of the total staff remuneration of the relevant persons involved at NATAM MANAGEMENT COMPANY SA and at Banca Finnat Euramerica S.p.A. and AZ Swiss & Partners S.A. as attributable to all the funds under management, taking into account non-UCITS and UCITS under management.

Global exposure

FUND	AIMFD Commitment Method		
	MIN	AVERAGE	MAX
<i>AIM SISTEMA Italia - PIR</i>	99.52%	104.53%	107.20%
<i>Flexible Credit Opportunities December 2020</i>	87.30%	93.53%	108.70%
<i>Total Flex Fund</i>	100.00%	100.00%	100.00%

Material changes

There is no material changes in the Information listed in Article 23 of the Directive (article 21 of the July 2013 Luxembourg Law) to be provided to investors prior to investing.