

**CG Portfolio Fund plc**

**Annual Report**  
**And**  
**Audited Financial Statements**  
*For the financial year ended 31 October 2020*

# **CG Portfolio Fund plc**

## **Annual Report and Audited Financial Statements**

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# **CG Portfolio Fund plc**

## **Management and Administration**

### **DIRECTORS OF THE COMPANY**

Vernon Crowley (Irish) \*  
David Brazier (British) \*  
Richard Goody (British) \*\*  
Fiona Mulcahy (Irish) \*  
John McClintock (Irish) \*

### **INVESTMENT MANAGER AND DISTRIBUTOR**

CG Asset Management Limited  
25 Moorgate  
London  
EC2R 6AY  
United Kingdom

### **DEPOSITARY**

Northern Trust Fiduciary Services (Ireland) Limited  
Georges Court  
54 – 62 Townsend Street  
DO2 R156  
Dublin 2  
Ireland

### **LISTING SPONSOR**

McCann Fitzgerald Listing Services Limited  
Riverside One  
Sir John Rogerson's Quay  
DO2 X576  
Dublin 2  
Ireland

### **GOVERNANCE SERVICE**

**PROVIDER & MLRO**  
Bridge Consulting  
Ferry House  
48 – 53 Mount Street Lower  
D02 PT98  
Dublin 2  
Ireland

### **REGISTERED OFFICE**

Georges Court  
54 – 62 Townsend Street  
DO2 R156  
Dublin 2  
Ireland

### **LEGAL ADVISERS**

McCann Fitzgerald  
Riverside One  
Sir John Rogerson's Quay  
DO2 X576  
Dublin 2  
Ireland

### **ADMINISTRATOR, SECRETARY AND TRANSFER AGENT**

Northern Trust International Fund Administration  
Services (Ireland) Limited  
Georges Court  
54 – 62 Townsend Street  
DO2 R156  
Dublin 2  
Ireland

### **INDEPENDENT AUDITORS**

PricewaterhouseCoopers  
One Spencer Dock  
North Wall Quay  
D01 X9R7  
Dublin 1  
Ireland

\* Independent non-executive directors

\*\* Non-executive director

# **CG Portfolio Fund plc**

## **Report of the Directors**

*For the financial year ended 31 October 2020*

The Board of Directors (the “Directors”) present herewith the Annual Report and Audited Financial Statements of CG Portfolio Fund plc (the “Company”) for the financial year ended 31 October 2020.

### **Incorporation**

The Company is an umbrella type open ended investment company with variable capital incorporated on 21 August 2002 under the laws of Ireland and is authorised in Ireland as an Undertaking for Collective Investment in Transferable Securities pursuant to the European Communities (UCITS) Regulations 2011 (as amended), (the “UCITS Regulations”) and the Central Bank (Supervision and Enforcement) Act 2013 (Section 48(1)) UCITS Regulations 2019 (the “Central Bank UCITS Regulations”). As at 31 October 2020 the Company had four active sub funds, Real Return Fund, The Dollar Fund, The CG Absolute Return Fund and Capital Gearing Portfolio Fund (together the “Funds”), which have been authorised by the Central Bank of Ireland as an Undertaking for Collective Investments in Transferable Securities (“UCITS”) within the meaning of the regulations. The Company was admitted to the official list of the Euronext (formerly the Irish Stock Exchange) on 5 March 2004 and commenced trading on the same date.

### **Statement of Directors' Responsibilities**

The Directors are responsible for preparing the Annual Report and the Audited Financial Statements in accordance with the Companies Act 2014 and the applicable regulations.

Irish company law requires the Directors to prepare Financial Statements for each financial year. Under the law, the Directors have elected to prepare the Financial Statements in accordance with International Financial Reporting Standards (“IFRS”) as adopted by the European Union (“EU”). Under company law, the Directors must not approve the Financial Statements unless they are satisfied that they give a true and fair view of the assets, liabilities and financial position of the Company as at the financial year end date and of the profit or loss of the Company for the financial year and otherwise comply with the Companies Act 2014.

In preparing the Financial Statements, the Directors are required to:

- select suitable accounting policies for the Company Financial Statements and then apply them consistently;
- make judgements and estimates that are reasonable and prudent;
- state whether the Financial Statements have been prepared in accordance with applicable accounting standards, identify those standards, and note the effect and the reasons for any material departures from those standards; and
- prepare the Financial Statements on the going concern basis unless it is inappropriate to presume that the Company will continue in business.

The Directors confirm that they have complied with the above requirements in preparing the Financial Statements.

The Directors are responsible for ensuring that the Company keeps or causes to be kept adequate accounting records which correctly explain and record the transactions of the Company, enable at any time the assets, liabilities, financial position and profit or loss of the Company to be determined with reasonable accuracy, enable them to ensure that the Financial Statements and directors’ report comply with the Companies Act 2014 and enable the Financial Statements to be audited. They are also responsible for safeguarding the assets of the Company and hence for taking reasonable steps for the prevention and detection of fraud and other irregularities.

The maintenance and integrity of the CG Asset Management Limited website is the responsibility of the directors of CG Asset Management Limited; the work carried out by the auditors does not involve consideration of these matters and, accordingly, the auditors accept no responsibility for any changes that may have occurred to the financial statements since they initially presented on the website.

Legislation in the Republic of Ireland governing the preparation and dissemination of Financial Statements may differ from legislation in other jurisdictions.

# **CG Portfolio Fund plc**

## **Report of the Directors**

*For the financial year ended 31 October 2020*

*(Continued)*

### **Risk Management Objectives and Policies**

An investment in the Company involves a degree of risk including, but not limited to, the risks as outlined below. An investment in the Company is only suitable for investors who are in a position to take such risk. There can be no assurance that the Company will achieve its objective and the value of shares can go down as well as up. The principal risks and uncertainties faced by the Company are market price risk, currency risk, liquidity risk, credit risk and interest rate risk, which are outlined in note 11 and BREXIT and the COVID-19 pandemic outlined on pages 9-10.

### **Basis of Presentation**

The format and certain wordings of the Financial Statements have been adapted from those contained in the Companies Act 2014 so that, in the opinion of the Directors they more appropriately reflect the nature of the Company's business as an investment company.

### **Business Review and Future Development**

The net assets under management of the Company have increased from £1,740,754,502 to £2,355,653,760 during the financial year. A detailed review of the Company's activities for the financial year is included in the Investment Manager's Report.

#### **Real Return Fund**

The investment objective of Real Return Fund is to achieve long term capital appreciation and income growth by investing mainly in international government and corporate Index Linked Bonds, but from time to time Real Return Fund may also invest in conventional government and corporate obligations with the emphasis on investment grade bonds where applicable.

#### **The Dollar Fund**

The investment objective of The Dollar Fund is to achieve long-term capital appreciation and income growth by investing mainly in U.S. Government and corporate Index Linked Bonds, in particular Treasury Inflation-Protected Securities (TIPS), but from time to time The Dollar Fund may also invest in conventional government and corporate obligations with the emphasis on investment grade bonds where applicable.

#### **The CG Absolute Return Fund**

The investment objective of the CG Absolute Return Fund is to achieve long term capital growth in absolute terms by investing in a spread of direct equities, exchange traded funds, open ended funds, closed ended funds, government and corporate bonds including Index Linked Bonds, all listed on a Recognised Market. Through investing in investment trusts and investment companies, the Fund will obtain exposure to global and domestic equity markets, real estate, infrastructure, commodities and precious metals.

The CG Absolute Return Fund may also invest in other obligations of companies listed on a Recognised Market such as preferred shares, loan stocks, convertible bonds and warrants, as well as cash and money market instruments including cash funds. The CG Absolute Return Fund does not acquire direct exposure to alternative asset classes (real estate, infrastructure, commodities and precious metals) instead it tends to acquire indirect exposure via open ended funds, ETFs, listed investment companies, Real Estate Investment Trusts and ordinary equities with substantial exposure to a given alternative asset class. Such entities, in turn, may issue convertible bonds or warrants. The fund may purchase such instruments and therefore, in turn, acquire indirect exposure to the underlying asset class. The CG Absolute Return Fund will be global in its exposure and will not concentrate on any individual geographical region or industry.

#### **Capital Gearing Portfolio Fund**

The investment objective of Capital Gearing Portfolio Fund is to achieve long term capital growth in absolute terms by investing in a spread of direct equities, bonds, open ended funds, closed ended funds, government and corporate bonds including Index Linked Bonds, all listed on a Recognised Market.

# **CG Portfolio Fund plc**

## **Report of the Directors**

*For the financial year ended 31 October 2020*

*(Continued)*

### **Business Review and Future Development (Continued)**

Capital Gearing Portfolio Fund (continued)

Capital Gearing Portfolio Fund may also invest in other obligations of companies listed on a Recognised Market such as preferred shares, loan stocks, convertible bonds and warrants, as well as Cash, Money market instruments and money market funds. Capital Gearing Portfolio Fund does not acquire direct exposure to alternative asset classes (real estate, infrastructure, commodities and precious metals) instead it tends to acquire indirect exposure via open ended funds, ETFs, listed investment companies, Real Estate Investment Trusts (“REITS”) and ordinary equities with substantial exposure to a given alternative asset class. Such entities, in turn, may issue convertible bonds or warrants. The Fund may purchase such instruments and therefore, in turn, acquire indirect exposure to the underlying asset class.

For further detail on the outlook of the Company, please refer to the relevant section (headed “Outlook”) in the Investment Manager’s Report for each Fund.

### **Directors’ Statement on Accounting Records**

The measures taken by the Directors to secure compliance with the Company’s obligation to keep adequate accounting records are the use of appropriate systems and procedures and employment of competent persons. The accounting records of the Company are maintained by Northern Trust Fund Administration Services (Ireland) Limited at Georges Court, 54 – 62 Townsend Street, DO2 R156, Dublin 2. The Directors have appointed Northern Trust Fiduciary Services (Ireland) Limited to provide for the custody of the Company’s assets.

### **Directors**

The Directors of the Company who served at any time during the financial year are stated below:

Vernon Crowley  
David Brazier  
Richard Goody  
Fiona Mulcahy  
John McClintock

The fees paid to the Directors of the Company are detailed in Note 5.

### **Directors’ Interests in Shares of the Company**

Directors’ interests are outlined in note 7 of the Financial Statements.

### **Transactions Involving Directors in Addition to the Interests as Disclosed Above**

There were no contracts or arrangements of any significance in relation to the business of the Company in which the Directors had any interest, as defined in the Companies Act 2014, at any time during the financial year other than as disclosed in note 7 of the Financial Statements.

### **Connected Persons**

The Central Bank of Ireland’s Central Bank UCITS Regulations require that any transaction carried out with a UCITS fund by a promoter, manager, trustee, investment adviser and/or associated or group companies of these (“connected persons”) must be carried out as if negotiated at arm’s length and must be in the best interests of the shareholders. The Directors are satisfied that transactions with connected persons entered into during the financial year were carried out as if negotiated at arm’s length and in the best interests of the shareholders.

The Directors are satisfied that there are arrangements (evidenced by written procedures) in place, to ensure that the obligations set out in Regulation 43(1) of the Central Bank UCITS Regulations are applied to all transactions with connected persons, and are satisfied that transactions with connected persons entered into during the financial year complied with the obligations set out in Regulation 43(1) of the Central Bank UCITS Regulations.

# **CG Portfolio Fund plc**

## **Report of the Directors**

*For the financial year ended 31 October 2020*

*(Continued)*

### **Distribution**

The Directors authorised a distribution of £9,846,852 to Real Return Fund Class A shareholders, a distribution of £4,900,756 to The Dollar Fund Class D shareholders, a distribution of £5,904,823 to The Dollar Fund Class Hedged shareholders, a distribution of £525,702 to the Capital Gearing Portfolio Fund Class V shareholders, a distribution of £1,100,596 to the Capital Gearing Portfolio Fund Class P shareholders and a distribution of £4,102,175 to The CG Absolute Return Fund Class M shareholders in respect of the financial year ended 31 October 2019 (these were paid during the financial year). See note 13 for details.

On 1 November 2020, The Directors authorised a distribution of £7,638,653 to Real Return Fund Class A shareholders, a distribution of £4,239,323 to The Dollar Fund Class D shareholders, a distribution of £8,694,580 to The Dollar Fund Class Hedged shareholders, a distribution of £2,023,536 to the Capital Gearing Portfolio Fund Class V shareholders, a distribution of £1,698,824 to the Capital Gearing Portfolio Fund Class P shareholders and a distribution of £6,471,479 to The CG Absolute Return Fund Class M shareholders in respect of the financial year ended 31 October 2020 (these were paid after the financial year). See note 13 for details.

### **Revenue**

The results of operations for the financial year are set out in the Statement of Comprehensive Income on page 54.

### **Independent Auditors**

PricewaterhouseCoopers have expressed their willingness to continue in office in accordance with the provisions of the Companies Act 2014.

### **Significant Events During the Year**

The Directors reduced the annual investment management fee on The Dollar Fund from 0.30% to 0.25%, from 1 November 2019.

Distributions were declared on 1 November 2019, see details in note 13.

For information on BREXIT, please see the BREXIT section on pages 9.

For information on the COVID-19 pandemic, please see the COVID section on page 9 - 10.

### **Subsequent Events**

Distributions were declared on 1 November 2020, see details in note 13.

There have been no other events subsequent to the year end that have impacted the Financial Statements for the year ended 31 October 2020.

### **Audit Committee**

The Directors believe that there is no requirement to form an audit committee as the Board is comprised of all non-executive Directors, including four independent Directors and the Company complies with the provisions of the Irish Funds' Corporate Governance Code. The Directors have delegated the day to day investment management and administration of the Company to the Investment Manager and to the Administrator respectively. The Directors have also appointed Northern Trust Fiduciary Services (Ireland) Limited as Depositary of the assets of the Company.

### **Corporate Governance Statement**

Although there is no specific statutory corporate governance code applicable to Irish collective investment schemes whose shares are admitted to trading on the Euronext, the Company is subject to corporate governance practices imposed by:

- (i) The Irish Companies Act 2014 which are available for inspection at the registered office of the Company; and may also be obtained at <http://www.irishstatutebook.ie/eli/2014/act/38/enacted/en/html>.

# **CG Portfolio Fund plc**

## **Report of the Directors**

*For the financial year ended 31 October 2020*

*(Continued)*

### **Corporate Governance Statement (Continued)**

- (ii) The Articles of Association of the Company which are available for inspection at the registered office of the Company at Georges Court, 54 - 62 Townsend Street, DO2 R156, Dublin 2, and at the Companies Registration Office in Ireland;
- (iii) The Central Bank of Ireland in their UCITS Regulatory Requirements and Guidance which can be obtained from the Central Bank of Ireland's website at: <https://www.centralbank.ie/regulation/industry-market-sectors/funds/ucits> and are available for inspection at the registered office of the Company, and
- (iv) The Euronext through the Euronext Code of Listing Requirements and Procedures which can be obtained from Euronext's website at: <https://www.euronext.com/en>.

The board of directors has adopted the Code of Corporate Governance for Collective Investment Schemes and Management Companies (the "Code") issued by Irish Funds, the text of which is available from the Irish Funds website, <http://www.irishfunds.ie>. The Company was in compliance with all elements of the Code during the financial year.

The Company is responsible for establishing and maintaining adequate internal control and risk management systems in relation to the financial reporting process. Such systems are designed to manage rather than eliminate the risk of error or fraud in achieving the Company's financial reporting objectives and can only provide reasonable and not absolute assurance against material misstatement or loss.

The Company has procedures in place to ensure all relevant accounting records are properly maintained and are readily available, including production of annual and half-yearly Financial Statements. The annual and half-yearly Financial Statements of the Company are required to be approved by the Directors of the Company and filed with the Central Bank of Ireland and the Euronext. The statutory annual Financial Statements are required to be audited by independent auditors who report annually to the Directors on their findings. The accounting information given in the Annual Report is required to be audited by one or more persons empowered to audit accounts in accordance with the Companies Act 2014, who as best practice also attend the board meeting of the Company, at which the annual Financial Statements are considered, to report on the audit process and to answer any questions which may arise in connection with the audit. The auditor's report, including any qualifications, is reproduced in full in the Annual Report of the Company.

The Directors evaluate and discuss significant accounting and reporting issues as the need arises.

The convening and conduct of shareholders' meetings are governed by the Articles of Association of the Company and the Companies Act 2014. Although the Directors may convene an extraordinary general meeting of the Company at any time, the Directors are required to convene an annual general meeting of the Company within eighteen months of incorporation and fifteen months of the date of the previous annual general meeting thereafter. Shareholders representing not less than one-tenth of the paid up share capital of the Company may also request the Directors to convene a shareholders' meeting. Not less than twenty one days notice of every annual general meeting and any meeting convened for the passing of a special resolution must be given to shareholders and fourteen days notice must be given in the case of any other general meeting unless the auditors of the Company and all the shareholders of the Company entitled to attend and vote agree to shorter notice.

Two members present either in person or by proxy constitutes a quorum at a general meeting provided that the quorum for a general meeting convened to consider any alteration to the class rights of shares is two shareholders holding or representing by proxy at least one-third of the issued shares of the relevant fund or class.

Every holder of participating shares or non-participating shares present in person or by proxy who votes on a show of hands is entitled to one vote. On a poll, every holder of participating shares present in person or by proxy is entitled to one vote in respect of each share held by him and every holder of non-participating shares is entitled to one vote in respect of all non-participating shares held by him. The chairman of a general meeting of the Company or at least two members present in person or by proxy or any holder or holders of participating shares present in person or by proxy representing at least one-tenth of the shares in issue having the right to vote at such meeting may demand a poll.



# **CG Portfolio Fund plc**

## **Report of the Directors**

*For the financial year ended 31 October 2020*

*(Continued)*

### **Corporate Governance Statement (Continued)**

Shareholders may resolve to sanction an ordinary resolution or special resolution at a shareholders' meeting. An ordinary resolution of the Company [or of the shareholders of a particular fund or class] requires a simple majority of the votes cast by the shareholders voting in person or by proxy at the meeting at which the resolution is proposed. A special resolution of the Company [or of the shareholders of a particular fund or class] requires a majority of not less than 75% of the shareholders present in person or by proxy and voting in a general meeting in order to pass a special resolution including a resolution to amend the Articles of Association.

Unless otherwise determined by an ordinary resolution of the Company in a general meeting, the number of Directors may not be less than two. As at 31 October 2020 the Directors of the Company is composed of five Directors, being those listed in the directory in these Financial Statements.

The business of the Company is managed by the Directors, who exercise all such powers of the Company, as defined by the Companies Acts or by the Articles of Association of the Company required to be exercised by the Company in a general meeting.

A Director may, and the company secretary of the Company on the requisition of a Director will, at any time summon a meeting of the Directors. Questions arising at any meeting of the Directors are determined by a majority of votes. The quorum necessary for the transaction of business at a meeting of the Directors is two.

### **Diversity**

The management body of the Company is comprised of a board of five non-executive Directors, three of whom are Irish, two are British. Four of the Directors are independent including the Chairman.

The Company recognises the benefits of having a diverse Board and sees increasing diversity at Board level as an important element in maintaining a competitive advantage. A diverse Board includes and makes good use of differences in the skills, industry experience, social and ethnic background, educational and professional background, nationality, gender, age and other qualities of directors. These differences are considered in determining the optimum composition of the Board, and when possible should be balanced appropriately. All Board appointments are made on merit, in the context of the skills and experience the Board as a whole requires to be effective.

The Company is committed to having a diverse Board and to ensuring an open and fair recruitment process.

The Company reviews the composition of the Board annually as part of the Corporate Governance Code, and recommends the appointment of new directors by assessing the experience, competencies and skills of current Board members and of the Board as a whole, including its diversity of membership, in order to identify the desired set of expertise and experience that will enhance the composition of the Board and maintain the essential skills through succession planning.

The Organisational Effectiveness Director ("O.E. Director") also reviews the composition of the Board as part of the Organisational Effectiveness role.

- In reviewing Board composition, the Company will consider the benefits of all aspects of diversity including, but not limited to, those described above, in order to maintain an appropriate range and balance of skills, experience and background on the Board.
- In identifying suitable candidates for appointment to the Board, the Company will consider candidates on merit against objective criteria and with due regard for the benefits of diversity on the Board.

As part of the annual performance evaluation of the effectiveness of the Board, the Company will consider the balance of skills, experience, independence, and knowledge of the Funds and the diversity representation of the Board.

### **Statement of relevant audit information**

The Directors confirm that during the financial year ended 31 October 2020:

- So far as each of the Directors is aware, there is no relevant audit information of which the Company's statutory auditors are unaware, and

# **CG Portfolio Fund plc**

## **Report of the Directors**

*For the financial year ended 31 October 2020*

*(Continued)*

### **Statement of relevant audit information (Continued)**

- Each Director has taken all the steps that he/she ought to have taken as a Director in order to make himself or herself aware of any relevant audit information and to establish that the Company's statutory auditors are aware of that information.

### **Directors' compliance statement**

The Directors acknowledge that they are responsible for securing the company's compliance with the relevant obligations as set out in section 225 of the Companies Act 2014.

The Directors confirm that:

- (1) A compliance policy document has been drawn up that sets out policies that in our opinion are appropriate to the company, respecting compliance by the company with its relevant obligations,
- (2) Appropriate arrangements or structures are in place that are, in our opinion, designed to secure material compliance with the company's relevant obligations, and
- (3) During the financial year, the arrangements or structures referred to in (2) have been reviewed.

### **BREXIT**

The UK Government committed the UK to leaving the EU with a Withdrawal Agreement on 31 January 2020. The UK entered an implementation period during which it negotiated its future relationship with the EU. The implementation period operated until 31 December 2020. During this time EU law continued to apply in the UK and passporting continued. The Company remains an EU regulated UCITS that can avail of passporting rights under the UCITS Regulations to market and sell shares in the Fund in the EU, subject to complying with the terms of the UCITS Regulations. In early 2019 the UK and EU authorities entered into Memoranda of Understandings which will facilitate their continued cooperation post-implementation, alleviating the risk that Irish funds will no longer be able to delegate their portfolio management to UK investment managers. The CBI have advised Irish Funds that UK investment managers currently acting for Irish entities will be required to notify the Central Bank in relation to the change of their regulatory status following the end of the Brexit transition period. However, Brexit still presents significant challenges for the investment fund industry. Moreover, it has led to significant changes in the financial services authorisation landscape, with increased emphasis being placed on issues such as governance, substance and resources. The Directors and the Investment Manager will continue to monitor the impact of these changes and will endeavour to take whatever action is required that will try to minimise disruption to the Company.

### **COVID**

Since February 2020, global financial markets have experienced significant volatility in response to the COVID-19 pandemic. The virus has spread across the Globe, with major outbreaks across the Middle East, Europe and America, resulting in widespread restrictions on the ability of people to travel, socialise and leave their homes. Global financial markets have reacted sharply to this news, with concerns regarding the economic impact this may have on a global scale. The eventual impact on the global economy and markets will largely depend upon the scale and the duration of the outbreak.

Unless the nature of the pandemic changes materially in the future, the COVID impact on the operations of the company is expected to be limited. Since March 2020 all major service providers to the Company have delivered services remotely without interruption. It seems likely that remote provision will remain the norm for the foreseeable future however this is not anticipated to be an impediment to ongoing operations.

The Covid crisis has necessitated government funded deficit spending on a scale rarely seen outside periods of war. Much of this spending has been financed by central banks who have stepped up their bond buying programmes in order to keep yields at highly stimulative levels. The comments of central bankers, for example Jay Powell at Jackson Hole, make clear that interest rates will stay at or close to zero for extended periods, even if inflation pressures do start to build. Thus although bond prices are at extremely elevated levels, they seem well supported by central bank buying.

# CG Portfolio Fund plc

## **Report of the Directors**

*For the financial year ended 31 October 2020*

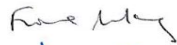
*(Continued)*

### **COVID (Continued)**

Equities had an extraordinary run in the second half of 2020, ending the year well up in most markets notwithstanding the economic devastation from Covid. This was in part a response to record low interest rates and investors reaching for yield. There is a risk that if the Covid crisis continues for an extended period that equity prices could come under real pressure. As a result we maintain a constrained exposure to equities with a concentration on highly secure index linked cash flows.

On behalf of the Board of Directors of CG Portfolio Fund plc by:

Fiona Mulcahy



Directors

Vernon Crowley



**9 February 2021**

# CG Portfolio Fund plc

## Real Return Fund

### Investment Manager's Report

For the financial year ended 31 October 2020

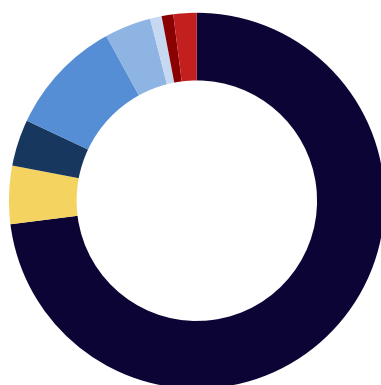
The performance calculations in the Investment Manager's Report are provided by Smith & Williamson, using Morningstar data. All other calculations in the Investment Manager's Report are based on the published NAV as at 31 October 2020.

#### Performance

	Six Months	One Year	Since Launch 8 March 2004
Real Return Fund (Total Return)	2.34%	8.48%	193.04%
ICE Bank of America Global (ex-UK) Govt Inflation-Linked (Total Return Index USD)	3.79%	7.78%	167.90%

#### Asset Allocation

■ USA	73%
■ Sweden	5%
■ Japan	4%
■ Germany	10%
■ Canada	4%
■ Denmark	1%
■ Australia	1%
■ Cash	2%



Fund duration is currently 8.5 years which compares against the duration of 7.3 years in October 2019.

All currency exposure is unhedged.

#### Review

Japan is a powerful intellectual challenge to the argument that today's excessive debt levels will result in an inflationary future. The economic issues created by the bursting of Japan's asset bubble in 1990 foreshadowed the issues faced in the West after the 2008 great financial crisis (GFC). Europe is just now experiencing a declining working age population, a phenomenon that first occurred in Japan 30 years ago. If Japan is the canary in the coal mine, then the next three decades will have a distinctly disinflationary tone.

We do not believe economic outcomes are deterministic. The future in the Anglo-Saxon West is likely to be more inflationary precisely because of the example set by Japan. Japanese banks failed to properly recapitalize post 1990 so funding to the corporate sector dried up. This resulted in plunging capital expenditure and a culture of cash hoarding as businesses attempted to de-gear by retaining profits. In contrast in America, post the GFC, loss recognition and bank recapitalisation was much more effective and corporate lending has boomed. In Europe, via the ECB PELTRO program, banks have access to effectively unlimited financing at -1% per annum. Yes, banks get paid by the ECB to make corporate loans!

# **CG Portfolio Fund plc**

## **Real Return Fund**

### **Investment Manager's Report**

*For the financial year ended 31 October 2020*

*(Continued)*

#### **Review (continued)**

In the monetary realm Japan has acted as a laboratory for policy innovation, allowing Western central banks to adopt and implement unconventional measures far earlier and more aggressively. Japan was experimenting with QE in 2001 and had introduced negative nominal interest rates, yield curve control and an inflation overshoot commitment by 2016. The West experienced its financial crisis 18 years later than Japan but adopted its monetary innovations almost contemporaneously.

In the fiscal realm the Japanese government responded to the 1990 slump with a program of deficit funded public works and increased investment in healthcare and social security for its aging population. Following the economic orthodoxy of the period the Japanese government attempted to raise taxes in 1997 and repeatedly over the following decades in an attempt to shrink the resulting deficits. The economic contractions caused by tax rises caused debt as a % of GDP to rise. This example provides “proof” to policy makers in the West that fiscal orthodoxy should be jettisoned. There is no meaningful political constituency anywhere in the West arguing for balanced books.

The final important differences are demographic, cultural and political. Perhaps the main explanation for the long subdued spending by Japanese consumers is the thrift of its aging population. This conservatism is expressed politically by the stability of the LDP, which has been in government for all but 5 years since its foundation in 1955. Anglo-Saxon countries do not face the same demographic declines and their consumers can be relied upon to keep spending, not least because for many everything they earn has to go on paying the rent and buying essentials. Western culture wars are, in part, motivated by an intergenerational conflict which has no political expression in Japan. Youth culture in Japan is vibrant (in print/fashion/music) but most young Japanese accept that the interests of elderly voters dominate politics.

This could all imply, after a short period of Covid induced savings, that private spending will bounce back in a way that never occurred in Japan post 1990. History is replete with examples of indebted countries suffering inflationary impulses due to private spending surges combined with government deficit spending and stimulative monetary policies. In theory these inflationary impulses can be managed by raising taxes and interest rates but in practice that could be impossible in politically polarised Anglo-Saxon countries. Western policy makers see Japan as an example to be avoided at all costs and as a result will probably avoid its fate. It remains to be seen whether a more inflationary path will deliver better outcomes for its citizens.

#### **Outlook**

The economic destruction caused by the COVID-19 crisis has elicited a fiscal and monetary policy response of historic significance. It seems likely that governments and central banks will find it very difficult to reverse their supportive interventions as the political appetite for austerity is limited. We remain concerned that fiscal and monetary stimulus on this scale, coupled with elevated debt levels, increases the medium term inflationary risks.

The USA remains the most attractive overseas market in terms of yield, liquidity and the anchoring role the dollar plays in the global currency markets. It is therefore likely to remain the largest weighting in the Fund. Absent dramatic changes to market prices or external circumstances, material changes to the country weightings within The Real Return Fund are not expected.

# **CG Portfolio Fund plc**

## **Real Return Fund**

### **Investment Manager's Report**

*For the financial year ended 31 October 2020*

*(Continued)*

#### Calendar Year Performance

	2016	2017	2018	2019	YTD 2020
<b>Real Return Fund 'A' Shares</b>	<b>22.87%</b>	<b>-4.42%</b>	<b>3.55%</b>	<b>2.60%</b>	<b>10.57%</b>
<b>Barclays Capital World (ex-UK) Inflation-Linked All Maturities (Total Return Index)</b>	<b>23.52%</b>	<b>-2.19%</b>	<b>2.84%</b>	<b>3.08%</b>	<b>-</b>
<b>ICE Bank of America Global (ex-UK) Govt Inflation-Linked (Total Return Index USD)</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>10.08%</b>

The performance, NAV and dividend data included herein is provided by Morningstar.

**CG Asset Management Limited**  
**November 2020**

# CG Portfolio Fund plc

## The Dollar Fund

### Investment Manager's Report

For the financial year ended 31 October 2020

The performance calculations in the Investment Manager's Report are provided by Smith & Williamson, using Morningstar data. All other calculations in the Investment Manager's Report are based on the published NAV as at 31 October 2020.

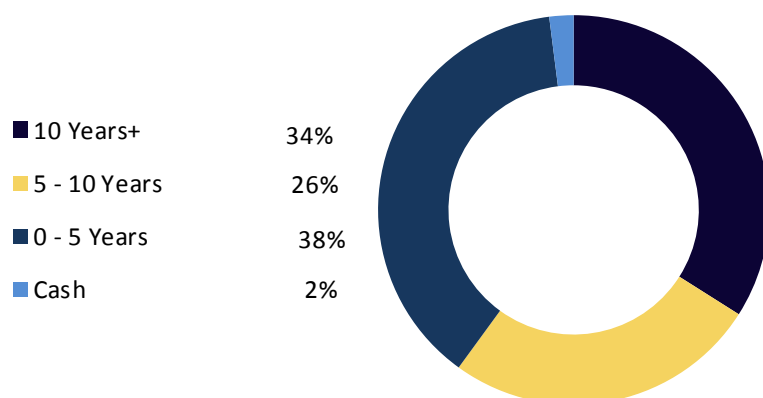
#### Performance

	Six Months	One Year	Since launch Class D 9 May 2009*	Since launch Hedged 15 August 2016**
The Dollar Fund - Class D	1.16%	9.91%	109.34%	-
The Dollar Fund - Class Hedged Shares	3.72%	8.23%	-	13.14%
ICE Bank of America US Inflation-Linked Treasury (Total Return Index USD)	1.30%	9.64%	92.58%	18.20%
ICE Bank of America US Inflation-Linked Treasury (Total Return Index Hedged GBP)	3.57%	8.60%	-	11.97%

\*Class D launch date

\*\*Hedged share launch date

#### Maturity Analysis



Fund duration is 10.1 years which compares against duration of 8.9 years in October 2019.

#### Review

“I guess I should warn you, if I turn out to be particularly clear, you’ve probably misunderstood what I said”. These words of Alan Greenspan, attributed to a 1988 speech typified the then prevailing approach to central bank communication. Specifically that communication should be avoided but where absolutely necessary should more closely resemble a Zen Koan than a Torahic Commandment. Starting in the Ben Bernanke era, and continuing since, the Fed has adopted an approach of greater communication. Janet Yellen’s innovation inter alia was to introduce a “Statement on Longer-Run Goals and Monetary Policy Strategy”. Jerome Powell has gone one step further. The Fed has published the most recent iteration of this document showing additions and striking through deletions. In addition the margin is enriched with explanatory annotations in the style of the hip-hop lyric site “Rap Genius”. Whatever criticisms might be laid at the door of the current Federal Reserve, poor communication is not one of them.

# CG Portfolio Fund plc

## The Dollar Fund

### Investment Manager's Report

For the financial year ended 31 October 2020

(Continued)

#### Review (continued)

What can an investor in US TIPS glean from this transparency? First, the Fed now places a much greater emphasis on employment than inflation (indeed the order of words has been turned around such that employment appears ahead of inflation in the document). Maximum employment is also described as a “broad based and inclusive goal”. Chairman Powell’s remarks at Jackson Hole clarify that this means paying particular attention to unemployment among low income workers – those worst hit by the Corona Virus pandemic. Second, the statement formally codifies the Fed’s view that its inflation target of 2% is an average – meaning that it can allow an overshoot of the inflation target to persist to make up for historic periods of below target inflation. Third, lest there be any doubt about the dovish intent of the Fed, the statement of the September meeting is very clear: the Fed will not raise rates until both maximum employment is reached and inflation is “on track to moderately exceed 2% for some time”.

With interest rates held at the effective lower bound (1), and the Taylor rule pointing to the economy requiring negative nominal rates, it is no surprise that Chairman Powell is also prepared to “use our full range of tools to support the economy” (2). Market commentary around the possibility of yield curve control – a policy which was used effectively after the second world war – has resulted in the treasury market trading as if yield curve control had already been enacted. The Fed has gone one better than Hank Paulson (3): the market has reacted fully to a bazooka which the Fed hasn’t yet acquired.

Our response to this environment has been to lengthen duration to 10.3 years, 1.6 years greater than the index and underweight the belly of the curve relative to the wings. The real yield curve is reasonably steep with 5s30s trading at 98bps. If the Fed is determined to anchor (PCE) inflation expectations at 2% then the 30 year (CPI) inflation breakeven of 186bps looks excellent value. Turning to the front end of the curve, in the context of core CPI of 1.7% today, a 5 year breakeven of 157bps is certainly undemanding (4). If the Fed can achieve its inflation target and anchor short real rates at c. -2%, long real rates could easily reach -1% - implying a real capital gain of 20% on long dated TIPS from here.

<sup>1</sup> Fed speak for zero

<sup>2</sup> Fed speak for QE

<sup>3</sup> “If you’ve got a bazooka, and people know you’ve got it, you may not have to take it out.”

<sup>4</sup> It is worth remembering that that the Fed’s target is 2% PCE which equates to CPI (the measure of inflation used in the TIPS market) of c. 2.35%

#### Outlook

The economic destruction caused by the COVID-19 crisis has elicited a fiscal and monetary policy response of historic significance. It seems likely that governments and central banks will find it very difficult to reverse their supportive interventions as the political appetite for austerity is limited. We remain concerned that fiscal and monetary stimulus on this scale, coupled with elevated debt levels, increases the medium term inflationary risks.

If inflation does rise over the medium term then we would expect real yields to become substantially negative in the US, as they are in a number of other developed market jurisdictions. This would result in capital gains for the fund.

#### Calendar Year Performance

	2016	2017	2018	2019	YTD 2020
<b>The Dollar Fund – Class D</b>	24.16%	-6.32%	4.91%	4.89%	12.29%
<b>Barclays Capital US Govt Inflation-Linked All Maturities (Total Return Index GBP)</b>	25.06%	-5.64%	4.65%	6.55%	-
<b>ICE Bank of America US Inflation-Linked Treasury (Total Return Index USD)</b>	-	-	-	-	11.73%



# **CG Portfolio Fund plc**

## **The Dollar Fund**

### **Investment Manager's Report**

*For the financial year ended 31 October 2020*

*(Continued)*

#### Calendar Year Performance (continued)

	2017	2018	2019	YTD 2020
<b>The Dollar Fund – Class Hedged Shares</b>	1.40%	-2.62%	7.44%	8.22%
<b>Barclays Capital US Govt Inflation-Linked All Maturities (Total Return Index GBP)</b>	2.18%	-3.11%	4.55%	-
<b>ICE Bank of America US Inflation-Linked Treasury (Total Return Index USD)</b>	-	-	-	11.73%
<b>ICE Bank of America US Inflation-Linked Treasury (Total Return Index Hedged GBP)</b>	-	-	-	8.37%

The performance, NAV and dividend data included herein is provided by Morningstar.

**CG Asset Management Limited**  
**November 2020**

# CG Portfolio Fund plc

## The CG Absolute Return Fund

### Investment Manager's Report

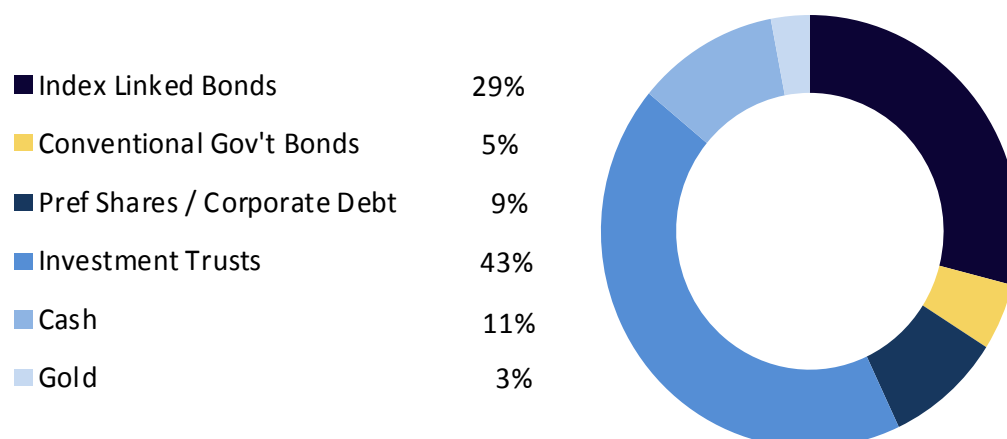
*For the financial year ended 31 October 2020*

The performance calculations in the Investment Manager's Report are provided by Smith & Williamson, using Morningstar data. All other calculations in the Investment Manager's Report are based on the published NAV as at 31 October 2020.

#### Performance

	Six Months	One Year	Since Launch 23 May 2016
The CG Absolute Return Fund (Total Return)	4.31%	4.03%	33.52%
Benchmark – SONIA	0.03%	0.30%	1.92%
MSCI UK All Cap	-3.34%	-20.45%	6.92%

#### Asset Allocation



#### Review

For the last 40 years it has been relatively straightforward to deliver decent risk adjusted returns: buy a portfolio of equities, alongside a portfolio of long dated government bonds, rebalance periodically. The government bonds were negatively correlated to the equities and provided a valuable running yield to boot. Those days are over: the yields on government bonds are paltry – if indeed they are positive at all – and the effective lower bound means that the capital gains available from bonds in times of stress are limited. Worse, for much of this year, long bonds, gold and fashionable growth stocks have been positively correlated as the market discounted the cashflows associated with each asset using the same negative real interest rates.

Equities are, by historical standards, very expensive in the US; though they look good value in other markets, notably the UK and Japan. Credit spreads are exceptionally tight; the clamour for yield has become a cacophany as central bank actions flatten both yield curves and efficient frontiers.

# CG Portfolio Fund plc

## The CG Absolute Return Fund

### Investment Manager's Report

For the financial year ended 31 October 2020

(Continued)

#### Review (continued)

While nominal bonds are unlikely to serve their historic role in a portfolio as effectively as they have done in the past, index-linked bonds have the potential to deliver strong capital gains and, as the UK has shown, real yields can become strongly negative and aren't constrained by an effective lower bound. So while the value on offer in US TIPS has undoubtedly diminished they continue to play a useful portfolio role and could yet deliver further capital gains. Japanese index-linked bonds are a new addition to the portfolios. The yen looks cheap and the bonds, unique among G7 countries, offer positive real yields. Gold's weighting has increased from 1% at the start of the year to 2.5% today: gold behaves much like a long dated index-linked bond but tends over the short term to be negatively correlated to the US dollar so it provides a useful counterpoint to our TIPS holdings.

With index-linked bonds and credit yielding so little, we must look elsewhere for returns. We have been attracted to long-lease UK property which has characteristics of both. We recently participated in a placing by Supermarket REIT. As the name suggests, this owns a portfolio of supermarkets on long leases principally let to Sainsburys and Tesco. The portfolio has a yield of 5%, index-linked, with a lease term of 16 years. Consequently around 70% of the NPV of the portfolio relates to an index-linked cashflow where the obligor is one of the major UK supermarkets. The headline spread to index-linked gilts is an attractive 7.5%. There is a prevailing view that, come the end of the leases, these portfolios will be over-rented which will serve to reduce the returns: that juicy spread will not then be all it seems today. Ultimately the residual value, and therefore future rents, will relate to land prices. The portfolio is largely situated on the edge of prosperous towns around the British Isles. This is a crowded island so while the possibility of over-renting gives us cause for concern, the long term prospects for these assets seems well underpinned.

These, and other similar assets are being introduced to the portfolio, part as replacement for index-linked bonds, part as replacement for corporate credit. This approach is not without risk. While we expect these securities to have low correlation to equities, in times of crisis these correlations will rise to one. To compensate for increasing risk in this element of the portfolio we expect to run the portfolio with higher cash balances. Taken together our portfolios will prove somewhat more volatile than in the past, however the higher cash balances should ensure the fund is well placed to exploit such volatility.

#### Outlook

The portfolio remains broadly spread and defensively positioned. The Fund's focus is return of, rather than return on, capital. Nominal return ambitions for the Fund are in the low single digits. While this may not appear very challenging, it is our belief that the present environment offers much risk and not much reward.

#### Calendar Year Performance

	2017	2018	2019	YTD 2020
<b>The CG Absolute Return Fund (Total Return)</b>	<b>6.28%</b>	<b>1.52%</b>	<b>8.19%</b>	<b>2.50%</b>
<b>3 Month LIBOR (GBP)</b>	<b>0.32%</b>	<b>0.64%</b>	<b>0.85%</b>	<b>-</b>
<b>SONIA Lending (GBP)</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>0.18%</b>
<b>MSCI UK All Cap</b>	<b>13.16%</b>	<b>-9.74%</b>	<b>18.43%</b>	<b>-24.51%</b>

The performance, NAV and dividend data included herein is provided by Morningstar.

CG Asset Management Limited

November 2020

# CG Portfolio Fund plc

## Capital Gearing Portfolio Fund

### Investment Manager's Report

For the financial year ended 31 October 2020

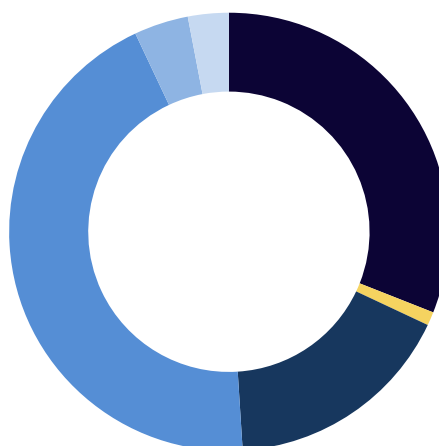
The performance calculations in the Investment Manager's Report are provided by Smith & Williamson, using Morningstar data. All other calculations in the Investment Manager's Report are based on the published NAV as at 31 October 2020.

#### Performance

	Six Months	One Year	Since Launch 23 November 2001	Since Launch 04 June 2010
Capital Gearing Portfolio Fund (Total Return) – Class P shares	4.75%	3.72%	304.55%	-
Capital Gearing Portfolio Fund (Total Return) - Class V shares	4.75%	3.73%	-	75.25%
Benchmark – SONIA	0.03%	0.30%	45.78%	-
MSCI UK (Total Return)	-5.25%	-22.15%	100.83%	-

#### Asset Allocation

■ Index Linked Bonds	31%
■ Conventional Govt Bonds	1%
■ Pref Shares / Corporate Debt	17%
■ Investment Trusts	44%
■ Cash	4%
■ Gold	3%



#### Review

The fund has returned 2% in the quarter and 3% year to date, which compares to the MSCI UK index of -5% in the quarter and -22% year to date.

# **CG Portfolio Fund plc**

## **Capital Gearing Portfolio Fund**

### **Investment Manager's Report**

*For the financial year ended 31 October 2020*

*(Continued)*

#### **Review (continued)**

Within the risk asset portfolio, the period was dominated by an unusual number of large primary and secondary placings. This activity was concentrated in alternative property (“sheds and beds”) and renewable infrastructure. The Absolute Return fund report lays out some of our thinking as to attractions of these types of assets. The single most exciting secondary placing was in Secure Income REIT plc (SIR) which occurred in July. Notwithstanding the name, this vehicle has had a torrid crisis due to its position as a major landlord to, amongst other tenants, Travelodge and Merlin Entertainments (Legoland, Alton Towers, Warwick Castle etc). These underlying tenants have experienced severe short term impacts from the Covid crisis. This challenging backdrop was exacerbated by a weak market dynamic as a large institution, widely considered to be a forced seller, struggled to build a book in a secondary placing process. Unsurprisingly the share price was very weak.

So what is it about this opportunity that is attractive? Firstly an excellent management team who we trust to guide SIR through the Covid crisis. Secondly, a portfolio containing irreplaceable and strategically valuable properties. Thirdly, and most importantly, compelling value. The fund acquired its holding at a price barely higher than the combined value of SIR’s cash and its portfolio of private hospitals (which are trading extremely well). We are always excited to find opportunities with significant upside if we are lucky and limited downside if we are wrong. This holding is now the second largest in the property portfolio and is a top ten equity holding.

Other primary or secondary placings the fund has participated in recently include Supermarket REIT plc, Greencoat UK Wind plc, Greencoat Renewables plc, HICL Infrastructure plc, SDCL Secure Energy Efficiency Income Trust plc and Urban Logistics REIT plc. We have been reading a lot of circulars!

The other area of addition has been in the index linked portfolio, which has increased to a c.29% weighting. The purchases have been in Japan, Sweden and Australia diversifying away a little from our historic concentration in US TIPS. In an unexpected development Japan is now offers the highest real yields in our investment universe. It is rare and pleasing to acquire a safe haven asset offering a positive real yield. Within our TIPS holdings, which still make up 20% of the portfolio, we have lengthened average duration to more than 11 years. Real yields on TIPS have significantly reduced over the last 12 months but these instruments remain central to our defensive asset allocation. By holding a smaller portfolio of longer duration TIPS we hope to benefit from their negative correlation with equities whilst diversifying our overseas currency exposure to include more Yen, Swedish Krona and Australian Dollar.

Offsetting the equity and bond purchases made over the last 6 months has been a reduction in cash (and cash equivalent) levels. Before the Covid crisis the fund held more than 20% cash/ cash equivalents, today this level c.7%. This is still relatively high compared to history but closer to “normal” levels. With equity and bond markets simultaneously trading at elevated levels, attempting to construct a portfolio with the potential for reasonable returns and with robust downside protection has never felt more like walking a tightrope. Nevertheless we remain hopeful that our portfolio will deliver above average returns, adjusted for its carefully considered and controlled risks.

#### **Outlook**

The portfolio remains broadly spread and defensively positioned. The Fund’s focus is return of, rather than return on, capital. Nominal return ambitions for the Fund are in the low single digits. While this may not appear very challenging, it is our belief that the present environment offers much risk and not much reward.

# **CG Portfolio Fund plc**

## **Capital Gearing Portfolio Fund**

### **Investment Manager's Report**

*For the financial year ended 31 October 2020*

*(Continued)*

#### **Calendar Year Performance**

	<b>2015</b>	<b>2016</b>	<b>2017</b>	<b>2018</b>	<b>2019</b>	<b>YTD 2020</b>
<b>Capital Gearing Portfolio Fund Plc</b>	<b>4.0%</b>	<b>13.3%</b>	<b>4.9%</b>	<b>1.5%</b>	<b>7.7%</b>	<b>1.97%</b>
<b>3 Month LIBOR (GBP)</b>	<b>0.6%</b>	<b>0.5%</b>	<b>0.3%</b>	<b>0.6%</b>	<b>0.9%</b>	<b>-</b>
<b>SONIA Lending (GBP)</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>0.2%</b>
<b>FTSE All-Share</b>	<b>1.0%</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>
<b>MSCI - UK</b>	<b>-</b>	<b>19.2%</b>	<b>11.8%</b>	<b>8.8%</b>	<b>16.5%</b>	<b>-25.5%</b>

The performance, NAV and dividend data included herein is provided by Morningstar.

**CG Asset Management Limited**  
**November 2020**

# **CG Portfolio Fund plc**

## **Report of the Depositary to the Shareholders**

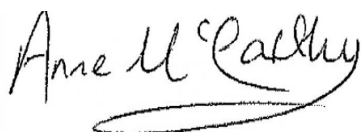
*For the financial year ended 31 October 2020*

We, Northern Trust Fiduciary Services (Ireland) Limited, appointed Depositary to CG Portfolio Fund Plc (the “Company”) provide this report solely in favour of the Shareholders of the Company for the financial year ended 31 October 2020 (“Accounting Period”). This report is provided in accordance with the UCITS Regulations – European Communities (Undertakings for Collective Investment in Transferable Securities) Regulations 2011 (SI No 352 of 2011), as amended, which implemented Directive 2009/65/EU into Irish Law (“the Regulations”). We do not, in the provision of this report, accept nor assume responsibility for any other purpose or person to whom this report is shown.

In accordance with our Depositary obligation as provided for under the Regulations, we have enquired into the conduct of the Company for this Accounting Period and we hereby report thereon to the shareholders of the Company as follows;

We are of the opinion that the Company has been managed during the period, in all material respects:

- (i) in accordance with the limitations imposed on the investment and borrowing powers of the Company by the constitutional documents and by the Regulations; and
- (ii) otherwise in accordance with the provisions of the constitutional document and the Regulations.



**Northern Trust Fiduciary Services (Ireland) Limited**

Georges Court  
54 – 62 Townsend Street  
DO2 R156  
Dublin 2  
Ireland

9 February 2021



## ***Independent auditors' report to the members of CG Portfolio Fund plc***

### **Report on the audit of the financial statements**

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#### **Opinion**

In our opinion, CG Portfolio Fund plc's financial statements:

- give a true and fair view of the Company's and Funds' assets, liabilities and financial position as at 31 October 2020 and of their results and cash flows for the year then ended;
- have been properly prepared in accordance with International Financial Reporting Standards ("IFRSs") as adopted by the European Union; and
- have been properly prepared in accordance with the requirements of the Companies Act 2014 and the European Communities (Undertakings for Collective Investment in Transferable Securities) Regulations 2011 (as amended).

We have audited the financial statements, included within the Annual Report and Audited Financial Statements, which comprise:

- the Statement of Financial Position as at 31 October 2020;
- the Statement of Comprehensive Income for the year then ended;
- the Statement of Cash Flows for the year then ended;
- the Statement of Changes in Net Assets Attributable to Holders of Redeemable Participating Shares for the year then ended;
- the Schedule of Investments for each of the Funds as at 31 October 2020; and
- the notes to the financial statements for the Company and for each of its Funds, which include a description of the significant accounting policies.

Our opinion is consistent with our reporting to the Board of Directors.

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#### **Basis for opinion**

We conducted our audit in accordance with International Standards on Auditing (Ireland) ("ISAs (Ireland)") and applicable law.

Our responsibilities under ISAs (Ireland) are further described in the Auditors' responsibilities 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.

#### ***Independence***

We remained independent of the Company in accordance with the ethical requirements that are relevant to our audit of the financial statements in Ireland, which includes IAASA's Ethical Standard as applicable to listed public interest entities, and we have fulfilled our other ethical responsibilities in accordance with these requirements.

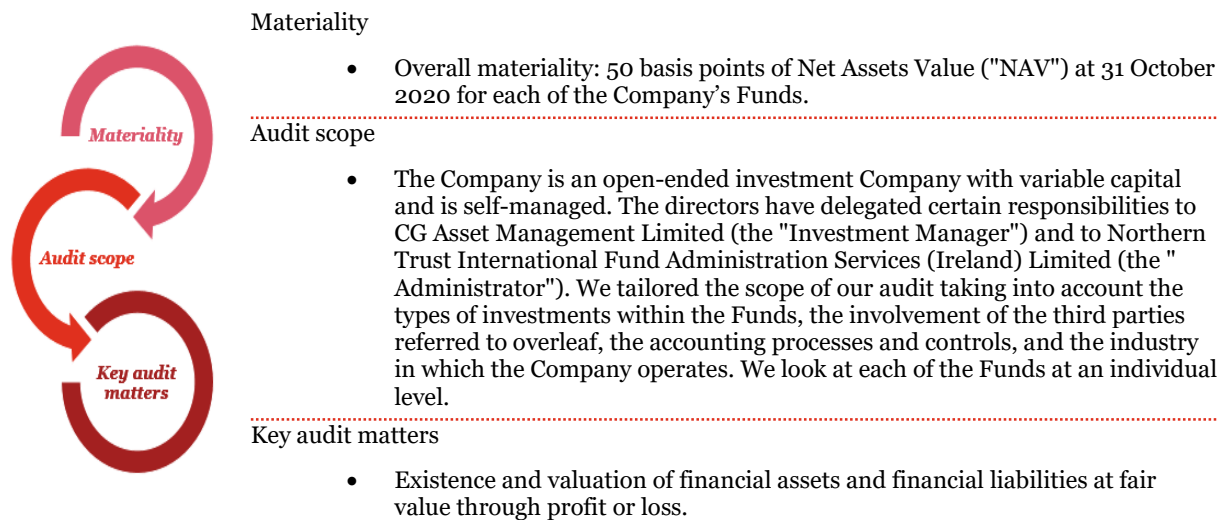
To the best of our knowledge and belief, we declare that non-audit services prohibited by IAASA's Ethical Standard were not provided to the Company.

Other than those disclosed in note 22, we have provided no non-audit services to the Company in the period from 1 November 2019 to 31 October 2020.



## Our audit approach

### Overview



### The scope of our audit

As part of designing our audit, we determined materiality and assessed the risks of material misstatement in the financial statements. In particular, we looked at where the directors made subjective judgements, for example the selection of pricing sources to value the investment portfolio. As in all of our audits, we also addressed the risk of management override of internal controls, including evaluating whether there was evidence of bias by the directors that represented a risk of material misstatement due to fraud.

### Key audit matters

Key audit matters are those matters that, in the auditors' professional judgement, were of most significance in the audit of the financial statements of the current period and include the most significant assessed risks of material misstatement (whether or not due to fraud) identified by the auditors, including those which had the greatest effect on: the overall audit strategy; the allocation of resources in the audit; and directing the efforts of the engagement team. These matters, and any comments we make on the results of our procedures thereon, were addressed in the context of our audit of the financial statements as a whole, and in forming our opinion thereon, and we do not provide a separate opinion on these matters. This is not a complete list of all risks identified by our audit.

<b>Key audit matter</b>	<b>How our audit addressed the key audit matter</b>
<p><i>Existence and valuation of financial assets and financial liabilities at fair value through profit or loss.</i></p> <p>Refer to the Schedule of Investments for each of the Funds, the accounting policies set out in note 2 (c), note 3 'Financial Assets and Liabilities at Fair Value through Profit or Loss' and note 12 'Fair Value Measurement'.</p> <p>The financial assets and financial liabilities at fair value through profit or loss included in the Statement of Financial Position of each Fund are held in each Fund's name as at 31 October 2020 and are valued at fair value in line with IFRS as adopted by the EU.</p> <p>This is considered a key audit matter as it represents the principal element of the financial statements.</p>	<p>We tested the valuation of the investment portfolios by independently agreeing the valuation of investments to third party vendor sources.</p> <p>We obtained independent confirmation from the Depositary of the investment portfolios held as at 31 October 2020, agreeing the amounts held to the accounting records.</p> <p>No material misstatements were identified as a result of the procedures we performed.</p>



### *How we tailored the audit scope*

We tailored the scope of our audit to ensure that we performed enough work to be able to give an opinion on the financial statements as a whole, taking into account the structure of the Company, the accounting processes and controls, and the industry in which it operates.

As at 31 October 2020 there are four active Funds operating. The Company's Statement of Financial Position, Statement of Comprehensive Income, Statement of Cash Flows and Statement of Changes in Net Assets Attributable to Holders of Redeemable Participating Shares are an aggregation of the positions and results of the Funds.

The directors control the affairs of the Company and are responsible for the overall investment policy which is determined by them. The Company engages the Investment Manager to manage certain duties and responsibilities with regards to the day to day management of the Company. The directors have delegated certain responsibilities to the Administrator. The financial statements, which remain the responsibility of the directors, are prepared on their behalf by the Administrator. The Company has appointed Northern Trust Fiduciary Services (Ireland) Limited (the "Depositary") to act as Depositary of the Company's assets. In establishing the overall approach to our audit, we assessed the risk of material misstatement at a Fund level, taking into account the nature, likelihood and potential magnitude of any misstatement. As part of our risk assessment, we considered the Company's interaction with the Administrator, and we assessed the control environment in place at the Administrator.

### *Materiality*

The scope of our audit was influenced by our application of materiality. We set certain quantitative thresholds for materiality. These, together with qualitative considerations, helped us to determine the scope of our audit and the nature, timing and extent of our audit procedures on the individual financial statement line items and disclosures and in evaluating the effect of misstatements, both individually and in aggregate on the financial statements as a whole.

Based on our professional judgement, we determined materiality for the financial statements of each of the Company's Funds as follows:

<b><i>Overall materiality and how we determined it</i></b>	50 basis points (2019: 50 basis points) of Net Assets Value ("NAV") at 31 October 2020 for each of the Company's Funds.
<b><i>Rationale for benchmark applied</i></b>	We have applied this benchmark because the main objective of the Company is to provide investors with a total return at a Fund level, taking account of the capital and income returns.

We agreed with the Board of Directors that we would report to them misstatements identified during our audit above 5 basis points of each Fund's NAV, for NAV per share impacting differences (2019: 5 basis points of each Fund's NAV, for NAV per share impacting differences) as well as misstatements below that amount that, in our view, warranted reporting for qualitative reasons.

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### **Conclusions relating to going concern**

We have nothing to report in respect of the following matters in relation to which ISAs (Ireland) require us to report to you where:

- the directors' use of the going concern basis of accounting in the preparation of the financial statements is not appropriate; or
- the directors have not disclosed in the financial statements any identified material uncertainties that may cast significant doubt about the Company's and Funds' ability to continue to adopt the going concern basis of accounting for a period of at least twelve months from the date when the financial statements are authorised for issue.

However, because not all future events or conditions can be predicted, this statement is not a guarantee as to the Company's and Funds' ability to continue as going concerns.



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## Reporting on other information

The other information comprises all of the information in the Annual Report and Audited Financial Statements other than the financial statements and our auditors' report thereon. The directors are responsible for the other information. Our opinion on the financial statements does not cover the other information and, accordingly, we do not express an audit opinion or, except to the extent otherwise explicitly stated in this report, any form of assurance 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 we identify an apparent material inconsistency or material misstatement, we are required to perform procedures to conclude whether there is a material misstatement of the financial statements or a material misstatement of the other information. 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 based on these responsibilities.

With respect to the Report of the Directors, we also considered whether the disclosures required by the Companies Act 2014 have been included.

Based on the responsibilities described above and our work undertaken in the course of the audit, ISAs (Ireland) and the Companies Act 2014 require us to also report certain opinions and matters as described below:

### *Report of the Directors*

- In our opinion, based on the work undertaken in the course of the audit, the information given in the Report of the Directors for the year ended 31 October 2020 is consistent with the financial statements and has been prepared in accordance with applicable legal requirements.
- Based on our knowledge and understanding of the Company and its environment obtained in the course of the audit, we have not identified any material misstatements in the Report of the Directors.

### *Corporate governance statement*

- In our opinion, based on the work undertaken in the course of the audit of the financial statements, the description of the main features of the internal control and risk management systems in relation to the financial reporting process included in the Corporate Governance Statement, is consistent with the financial statements and has been prepared in accordance with section 1373(2)(c) of the Companies Act 2014.
- Based on our knowledge and understanding of the Company and its environment obtained in the course of the audit of the financial statements, we have not identified material misstatements in the description of the main features of the internal control and risk management systems in relation to the financial reporting process included in the Corporate Governance Statement.
- In our opinion, based on the work undertaken during the course of the audit of the financial statements, the information required by section 1373(2)(a),(b),(e) and (f) of the Companies Act 2014 and regulation 6 of the European Union (Disclosure of Non-Financial and Diversity Information by certain large undertakings and groups) Regulations 2017 is contained in the Corporate Governance Statement.

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## Responsibilities for the financial statements and the audit

### *Responsibilities of the directors for the financial statements*

As explained more fully in the Statement of Directors' Responsibilities set out on page 3, the directors are responsible for the preparation of the financial statements in accordance with the applicable framework and for being satisfied that they give a true and fair view.

The directors are also responsible for such internal control as they determine 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 directors are responsible for assessing the Company's and Funds' ability to continue as going concerns, disclosing as applicable, matters related to going concern and using the going concern basis of accounting unless the directors either intend to liquidate the Company or to cease operations, or have no realistic alternative but to do so.



### *Auditors' responsibilities 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 an auditors' 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 ISAs (Ireland) 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.

A further description of our responsibilities for the audit of the financial statements is located on the IAASA website at:

[https://www.iaasa.ie/getmedia/b2389013-1cf6-458b-9b8f-a98202dc9c3a/Description\\_of\\_auditors\\_responsibilities\\_for\\_audit.pdf](https://www.iaasa.ie/getmedia/b2389013-1cf6-458b-9b8f-a98202dc9c3a/Description_of_auditors_responsibilities_for_audit.pdf).

This description forms part of our auditors' report.

### *Use of this report*

This report, including the opinions, has been prepared for and only for the Company's members as a body in accordance with section 391 of the Companies Act 2014 and for no other purpose. We do not, in giving these opinions, accept or assume responsibility for any other purpose or to any other person to whom this report is shown or into whose hands it may come save where expressly agreed by our prior consent in writing.

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## **Other required reporting**

### **Companies Act 2014 opinions on other matters**

- We have obtained all the information and explanations which we consider necessary for the purposes of our audit.
- In our opinion the accounting records of the Company were sufficient to permit the financial statements to be readily and properly audited.
- The financial statements are in agreement with the accounting records.

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### **Companies Act 2014 exception reporting**

#### *Directors' remuneration and transactions*

Under the Companies Act 2014 we are required to report to you if, in our opinion, the disclosures of directors' remuneration and transactions specified by sections 305 to 312 of that Act have not been made. We have no exceptions to report arising from this responsibility.

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### **Appointment**

We were appointed by the directors on 19 April 2017 to audit the financial statements for the year ended 31 October 2017 and subsequent financial periods. The period of total uninterrupted engagement is 4 years, covering the years ended 31 October 2017 to 31 October 2020.

Declan Murphy  
for and on behalf of PricewaterhouseCoopers  
Chartered Accountants and Statutory Audit Firm  
Dublin  
9 February 2021

# CG Portfolio Fund plc

## Real Return Fund

### Schedule of Investments

*As at 31 October 2020*

Holdings	Financial assets at fair value through profit or loss	Fair Value £	% of Net Assets
<b>Inflation Linked Government Bonds: 99.46% (2019: 95.89%)</b>			
<b>Australia: 1.33% (2019: 1.06%)</b>			
3,240,000	Australia Government Inflation Linked 3.000% 20/09/2025	2,635,791	0.54
3,000,000	Australia Government Inflation Linked 0.750% 21/11/2027	1,893,924	0.39
1,000,000	Australia Government Inflation Linked 2.000% 21/08/2035	837,616	0.17
1,500,000	Australia Government Inflation Linked 1.356% 21/08/2040	1,131,865	0.23
	<b>Total Australia</b>	<b><u>6,499,196</u></b>	<b><u>1.33</u></b>
<b>Canada: 4.15% (2019: 4.58%)</b>			
8,675,000	Canadian Government Inflation Linked 4.250% 01/12/2021	8,872,967	1.81
7,750,000	Canadian Government Inflation Linked 4.250% 01/12/2026	9,368,404	1.91
2,000,000	Canadian Government Inflation Linked 2.463% 01/12/2041	2,135,687	0.43
	<b>Total Canada</b>	<b><u>20,377,058</u></b>	<b><u>4.15</u></b>
<b>Denmark: 0.87% (2019: 0.91%)</b>			
31,000,000	Denmark Government Inflation Linked 0.100% 15/11/2023	4,253,559	0.87
	<b>Total Denmark</b>	<b><u>4,253,559</u></b>	<b><u>0.87</u></b>
<b>Germany: 10.09% (2019: 10.03%)</b>			
21,500,000	Deutsche Bundesrepublik Inflation Linked 0.100% 15/04/2023	21,465,997	4.38
13,000,000	Deutsche Bundesrepublik Inflation Linked 0.100% 15/04/2026	13,294,244	2.71
13,000,000	Deutsche Bundesrepublik Inflation Linked 0.500% 15/04/2030	14,702,543	3.00
	<b>Total Germany</b>	<b><u>49,462,784</u></b>	<b><u>10.09</u></b>
<b>Japan: 4.30% (2019: 0.83%)</b>			
300,000,000	Japanese Government CPI Linked 0.100% 10/03/2024	2,300,307	0.47
225,000,000	Japanese Government CPI Linked 0.100% 10/09/2024	1,680,289	0.34
335,000,000	Japanese Government CPI Linked 0.100% 10/03/2025	2,501,706	0.51
690,000,000	Japanese Government CPI Linked 0.100% 10/03/2028	5,124,495	1.05
1,160,000,000	Japanese Government CPI Linked 0.100% 10/03/2029	8,553,973	1.74
125,000,000	Japanese Government CPI Linked 0.198% 10/03/2030	928,805	0.19
	<b>Total Japan</b>	<b><u>21,089,575</u></b>	<b><u>4.30</u></b>
<b>Sweden: 5.11% (2019: 5.06%)</b>			
100,000,000	Sweden Government Inflation Linked 4.000% 01/12/2020	12,432,198	2.53
64,000,000	Sweden Government Inflation Linked 0.250% 01/06/2022	6,142,101	1.25
48,000,000	Sweden Government Inflation Linked 1.000% 01/06/2025	5,002,843	1.02

All investments are transferable securities admitted to an official stock exchange listing or other regulated market.

# CG Portfolio Fund plc

## Real Return Fund

### Schedule of Investments

*As at 31 October 2020*

*(Continued)*

Holdings	Financial assets at fair value through profit or loss	Fair Value £	% of Net Assets
<b>Inflation Linked Government Bonds: 99.46% (2019: 95.89%) (Continued)</b>			
<b>Sweden: 5.11% (2019: 5.06%) (Continued)</b>			
15,000,000	Sweden Government Inflation Linked 0.125% 01/06/2030	1,527,578	0.31
	<b>Total Sweden</b>	<b>25,104,720</b>	<b>5.11</b>
<b>United States: 73.61% (2019: 73.42%)</b>			
9,500,000	United States Treasury Inflation Indexed 1.125% 15/01/2021	8,771,404	1.79
5,500,000	United States Treasury Inflation Indexed 0.125% 15/04/2021	4,661,090	0.95
7,500,000	United States Treasury Inflation Indexed 0.625% 15/07/2021	6,762,796	1.38
14,000,000	United States Treasury Inflation Indexed 0.125% 15/01/2022	12,581,845	2.57
5,000,000	United States Treasury Inflation Indexed 0.125% 15/04/2022	4,185,724	0.85
12,500,000	United States Treasury Inflation Indexed 0.125% 15/07/2022	11,156,571	2.27
15,000,000	United States Treasury Inflation Indexed 0.125% 15/01/2023	13,405,417	2.73
5,000,000	United States Treasury Inflation Indexed 0.625% 15/01/2024	4,560,658	0.93
10,000,000	United States Treasury Inflation Indexed 0.125% 15/07/2024	8,909,073	1.82
17,500,000	United States Treasury Inflation Indexed 2.375% 15/01/2025	21,625,787	4.41
500,000	United States Treasury Inflation Indexed 0.625% 15/01/2026	463,817	0.09
31,000,000	United States Treasury Inflation Indexed 2.000% 15/01/2026	36,870,809	7.52
5,000,000	United States Treasury Inflation Indexed 0.125% 15/07/2026	4,518,317	0.92
6,000,000	United States Treasury Inflation Indexed 0.375% 15/01/2027	5,459,914	1.11
20,000,000	United States Treasury Inflation Indexed 2.375% 15/01/2027	24,519,122	5.00
5,000,000	United States Treasury Inflation Indexed 0.375% 15/07/2027	4,534,434	0.92
9,000,000	United States Treasury Inflation Indexed 0.500% 15/01/2028	8,167,255	1.67
14,000,000	United States Treasury Inflation Indexed 1.750% 15/01/2028	16,276,157	3.32
7,975,000	United States Treasury Inflation Indexed 3.625% 15/04/2028	13,461,616	2.74
9,000,000	United States Treasury Inflation Indexed 0.750% 15/07/2028	8,242,450	1.68
8,000,000	United States Treasury Inflation Indexed 0.875% 15/01/2029	7,362,215	1.50
5,000,000	United States Treasury Inflation Indexed 2.500% 15/01/2029	6,085,202	1.24
8,500,000	United States Treasury Inflation Indexed 3.875% 15/04/2029	14,796,411	3.02
5,500,000	United States Treasury Inflation Indexed 3.375% 15/04/2032	9,339,770	1.90
5,500,000	United States Treasury Inflation Indexed 2.125% 15/02/2040	7,756,819	1.58
5,000,000	United States Treasury Inflation Indexed 2.125% 15/02/2041	7,045,666	1.44
11,000,000	United States Treasury Inflation Indexed 0.750% 15/02/2042	12,128,728	2.47
9,000,000	United States Treasury Inflation Indexed 0.625% 15/02/2043	9,540,523	1.95
13,500,000	United States Treasury Inflation Indexed 1.375% 15/02/2044	16,345,604	3.33
15,000,000	United States Treasury Inflation Indexed 0.750% 15/02/2045	16,030,511	3.27
14,500,000	United States Treasury Inflation Indexed 1.000% 15/02/2046	16,309,672	3.33
9,000,000	United States Treasury Inflation Indexed 0.875% 15/02/2047	9,784,346	2.00
3,000,000	United States Treasury Inflation Indexed 1.000% 15/02/2048	3,306,584	0.67

All investments are transferable securities admitted to an official stock exchange listing or other regulated market.

# CG Portfolio Fund plc

## Real Return Fund

### Schedule of Investments

*As at 31 October 2020*

*(Continued)*

Holdings	Financial assets at fair value through profit or loss	Fair Value £	% of Net Assets
	<b>Inflation Linked Government Bonds: 99.46% (2019: 95.89%) (Continued)</b>		
	<b>United States: 73.61% (2019: 73.42%) (Continued)</b>		
6,750,000	United States Treasury Inflation Indexed 0.250% 15/02/2050	6,078,088	1.24
	<b>Total United States</b>	<u>361,044,395</u>	<u>73.61</u>
	<b>Total Inflation Linked Government Bonds</b>	<u>487,831,287</u>	<u>99.46</u>
	<b>Total financial assets at fair value through profit or loss</b>	<u>487,831,287</u>	<u>99.46</u>
	<b>Total Value of Investments (Cost: £ 396,515,167)</b>	487,831,287	99.46
	<b>Cash and Cash Equivalents</b>	3,760,179	0.77
	<b>Other Net Liabilities</b>	(1,096,202)	(0.23)
	<b>Net Assets Attributable to Holders of Redeemable Participating Shares</b>	<u>490,495,264</u>	<u>100.00</u>
	<b>Analysis of Total Assets (unaudited)</b>		<b>% of Total Assets</b>
	Transferable securities and money market instruments admitted to an official stock exchange or dealt on a regulated market		99.10
	Other assets		<u>0.90</u>
			<u>100.00</u>

All investments are transferable securities admitted to an official stock exchange listing or other regulated market.



# CG Portfolio Fund plc

## The Dollar Fund

### Schedule of Investments

*As at 31 October 2020*

Holdings	Financial assets at fair value through profit or loss	Fair Value £	% of Net Assets
<b>Inflation Linked Government Bonds: 97.86% (2019: 96.07%)</b>			
<b>United States: 97.86% (2019: 96.07%)</b>			
27,500,000	United States Treasury Inflation Indexed 1.125% 15/01/2021	25,390,907	2.62
35,500,000	United States Treasury Inflation Indexed 0.125% 15/04/2021	30,085,219	3.10
32,500,000	United States Treasury Inflation Indexed 0.625% 15/07/2021	29,305,448	3.02
32,500,000	United States Treasury Inflation Indexed 0.125% 15/01/2022	29,207,854	3.01
35,000,000	United States Treasury Inflation Indexed 0.125% 15/04/2022	29,300,064	3.02
27,500,000	United States Treasury Inflation Indexed 0.125% 15/07/2022	24,544,456	2.53
25,000,000	United States Treasury Inflation Indexed 0.125% 15/01/2023	22,342,362	2.30
25,000,000	United States Treasury Inflation Indexed 0.625% 15/04/2023	21,049,853	2.17
25,000,000	United States Treasury Inflation Indexed 0.375% 15/07/2023	22,561,104	2.33
22,500,000	United States Treasury Inflation Indexed 0.625% 15/01/2024	20,522,960	2.12
18,000,000	United States Treasury Inflation Indexed 0.500% 15/04/2024	15,149,151	1.56
16,000,000	United States Treasury Inflation Indexed 0.125% 15/07/2024	14,254,517	1.47
12,500,000	United States Treasury Inflation Indexed 0.127% 15/10/2024	10,331,094	1.06
26,500,000	United States Treasury Inflation Indexed 0.250% 15/01/2025	23,861,979	2.46
14,000,000	United States Treasury Inflation Indexed 2.375% 15/01/2025	17,300,630	1.78
16,000,000	United States Treasury Inflation Indexed 0.126% 15/04/2025	13,167,848	1.36
18,000,000	United States Treasury Inflation Indexed 0.375% 15/07/2025	16,462,086	1.70
23,500,000	United States Treasury Inflation Indexed 0.625% 15/01/2026	21,799,393	2.25
18,000,000	United States Treasury Inflation Indexed 2.000% 15/01/2026	21,408,856	2.21
25,500,000	United States Treasury Inflation Indexed 0.125% 15/07/2026	23,043,417	2.37
24,000,000	United States Treasury Inflation Indexed 0.375% 15/01/2027	21,839,655	2.25
20,500,000	United States Treasury Inflation Indexed 2.375% 15/01/2027	25,132,100	2.59
20,000,000	United States Treasury Inflation Indexed 0.375% 15/07/2027	18,137,735	1.87
10,000,000	United States Treasury Inflation Indexed 0.500% 15/01/2028	9,074,728	0.94
23,000,000	United States Treasury Inflation Indexed 1.750% 15/01/2028	26,739,401	2.76
12,500,000	United States Treasury Inflation Indexed 3.625% 15/04/2028	21,099,712	2.17
5,000,000	United States Treasury Inflation Indexed 0.750% 15/07/2028	4,579,139	0.47
7,500,000	United States Treasury Inflation Indexed 0.875% 15/01/2029	6,902,077	0.71
10,000,000	United States Treasury Inflation Indexed 2.500% 15/01/2029	12,170,405	1.25
11,000,000	United States Treasury Inflation Indexed 3.875% 15/04/2029	19,148,297	1.97
12,000,000	United States Treasury Inflation Indexed 0.125% 15/01/2030	10,249,565	1.06
18,000,000	United States Treasury Inflation Indexed 0.127% 15/07/2030	15,511,672	1.60
10,500,000	United States Treasury Inflation Indexed 3.375% 15/04/2032	17,830,471	1.84
13,000,000	United States Treasury Inflation Indexed 2.125% 15/02/2040	18,334,300	1.89
16,000,000	United States Treasury Inflation Indexed 2.125% 15/02/2041	22,546,130	2.32
23,000,000	United States Treasury Inflation Indexed 0.750% 15/02/2042	25,360,068	2.61
22,000,000	United States Treasury Inflation Indexed 0.625% 15/02/2043	23,321,278	2.40
33,500,000	United States Treasury Inflation Indexed 1.375% 15/02/2044	40,561,313	4.18
47,000,000	United States Treasury Inflation Indexed 0.750% 15/02/2045	50,228,935	5.18
42,750,000	United States Treasury Inflation Indexed 1.000% 15/02/2046	48,085,412	4.96

All investments are transferable securities admitted to an official stock exchange listing or other regulated market.



# CG Portfolio Fund plc

## The Dollar Fund

### Schedule of Investments

*As at 31 October 2020*

*(Continued)*

Holdings	Financial assets at fair value through profit or loss						Fair Value £	% of Net Assets
<b>Inflation Linked Government Bonds: 97.86% (2019: 96.07%) (Continued)</b>								
<b>United States: 97.86% (2019: 96.07%) (Continued)</b>								
21,000,000	United States Treasury Inflation Indexed 0.875% 15/02/2047						22,830,141	2.35
20,500,000	United States Treasury Inflation Indexed 1.000% 15/02/2048						22,594,992	2.33
5,000,000	United States Treasury Inflation Indexed 1.033% 15/02/2049						5,458,093	0.56
34,000,000	United States Treasury Inflation Indexed 0.250% 15/02/2050						30,615,553	3.16
<b>Total United States</b>						<b>949,440,370</b>	<b>97.86</b>	
<b>Total Inflation Linked Government Bonds</b>						<b>949,440,370</b>	<b>97.86</b>	
<b>Forward Currency Contracts: 1.11% (2019: 1.92%) *</b>								
Counterparty	Currency Buys	Currency Sells	Currency Rate	Maturity Date	Unrealised Gain £	% of Net Assets		
Northern Trust	GBP	643,888,392	USD	819,066,599	1.2721	17/12/2020	10,612,660	1.10
Northern Trust	GBP	3,358,186	USD	4,271,522	1.2720	17/12/2020	55,584	0.01
Northern Trust	GBP	1,353,613	USD	1,720,358	1.2709	17/12/2020	23,488	–
Northern Trust	GBP	1,255,547	USD	1,612,773	1.2845	17/12/2020	8,603	–
Northern Trust	GBP	909,376	USD	1,170,474	1.2871	17/12/2020	4,403	–
Northern Trust	GBP	576,565	USD	740,676	1.2846	17/12/2020	3,899	–
Northern Trust	GBP	1,575,334	USD	2,034,056	1.2912	17/12/2020	2,668	–
Northern Trust	GBP	834,819	USD	1,076,328	1.2893	17/12/2020	2,637	–
Northern Trust	GBP	256,918	USD	331,487	1.2902	17/12/2020	623	–
Northern Trust	GBP	947,124	USD	1,224,860	1.2932	17/12/2020	102	–
Northern Trust	GBP	893,585	USD	1,155,633	1.2933	17/12/2020	87	–
Northern Trust	GBP	108,563	USD	140,391	1.2932	17/12/2020	17	–
<b>Unrealised Gains on Forward Currency Contracts</b>						<b>10,714,771</b>	<b>1.11</b>	
<b>Total financial assets at fair value through profit or loss</b>						<b>960,155,141</b>	<b>98.97</b>	

#### Financial liabilities at fair value through profit or loss

#### Forward Currency Contracts: (0.01%) (2019: (0.01%)) \*

Counterparty	Currency Buys	Currency Sells	Currency Rate	Maturity Date	Unrealised Loss £	% of Net Assets		
Northern Trust	GBP	48,389	USD	63,247	1.3071	17/12/2020	(511)	–

All investments are transferable securities admitted to an official stock exchange listing or other regulated market.

# CG Portfolio Fund plc

## The Dollar Fund

### Schedule of Investments

*As at 31 October 2020*

*(Continued)*

#### Financial liabilities at fair value through profit or loss

#### Forward Currency Contracts: (0.01%) (2019: (0.01%)) \* (Continued)

Counterparty	Currency Buys	Currency Sells	Currency Rate	Maturity Date	Unrealised Loss £	% of Net Assets
Northern Trust	GBP 1,439,776	USD 1,862,860	1.2939	17/12/2020	(527)	–
Northern Trust	GBP 430,022	USD 557,549	1.2966	17/12/2020	(1,057)	–
Northern Trust	GBP 234,948	USD 306,520	1.3046	17/12/2020	(2,043)	–
Northern Trust	GBP 460,204	USD 598,219	1.2999	17/12/2020	(2,319)	–
Northern Trust	GBP 733,466	USD 951,726	1.2976	17/12/2020	(2,378)	–
Northern Trust	GBP 1,155,776	USD 1,500,565	1.2983	17/12/2020	(4,413)	–
Northern Trust	GBP 552,579	USD 720,770	1.3044	17/12/2020	(4,697)	–
Northern Trust	GBP 967,973	USD 1,258,534	1.3002	17/12/2020	(5,085)	–
Northern Trust	GBP 1,901,418	USD 2,469,857	1.2990	17/12/2020	(8,195)	–
Northern Trust	GBP 656,553	USD 864,398	1.3166	17/12/2020	(11,772)	–
Northern Trust	GBP 983,201	USD 1,287,713	1.3097	17/12/2020	(12,417)	–
Northern Trust	GBP 1,392,263	USD 1,819,432	1.3068	17/12/2020	(14,462)	(0.01)
<b>Unrealised Losses on Forward Currency Contracts</b>					<b>(69,876)</b>	<b>(0.01)</b>
<b>Total financial liabilities at fair value through profit or loss</b>					<b>(69,876)</b>	<b>(0.01)</b>
<b>Total Value of Investments (Cost: £ 864,325,191)</b>					<b>960,085,265</b>	<b>98.96</b>
<b>Cash and Cash Equivalents</b>					<b>7,539,891</b>	<b>0.78</b>
<b>Other Net Assets</b>					<b>2,586,503</b>	<b>0.26</b>
<b>Net Assets Attributable to Holders of Redeemable Participating Shares</b>					<b>970,211,659</b>	<b>100.00</b>

#### Analysis of Total Assets (unaudited)

Transferable securities and money market instruments admitted to an official stock exchange or dealt on a regulated market

Financial derivative instruments dealt in on a regulated market

Other assets

**% of  
Total Assets**

**97.65**

**1.10**

**1.25**

**100.00**

\*Held by the Hedge share class only.

All investments are transferable securities admitted to an official stock exchange listing or other regulated market.

# **CG Portfolio Fund plc**

## **The CG Absolute Return Fund**

### **Schedule of Investments**

*As at 31 October 2020*

<b>Holdings</b>	<b>Financial assets at fair value through profit or loss</b>	<b>Fair Value £</b>	<b>% of Net Assets</b>
	<b>Fixed Interest Corporate Bonds: 7.94% (2019: 8.40%)</b>		
	<b>Australia: 0.11% (2019: 0.00%)</b>		
500,000	SGSP Australia Assets 5.125% 11/02/2021	524,128	0.11
	<b>Total Australia</b>	<b>524,128</b>	<b>0.11</b>
	<b>Cayman Islands: 0.22% (2019: 0.20%)</b>		
1,000,000	Southern Water Services Finance 5.000% 31/03/2021	1,046,550	0.22
	<b>Total Cayman Islands</b>	<b>1,046,550</b>	<b>0.22</b>
	<b>Germany: 0.49% (2019: 1.07%)</b>		
930,000	Daimler 2.750% 04/12/2020	955,055	0.20
500,000	Volkswagen Financial Services 1.500% 12/04/2021	505,497	0.11
500,000	Innogy Finance 6.500% 20/04/2021	530,939	0.11
300,000	Volkswagen Financial Services 1.875% 07/09/2021	303,511	0.07
	<b>Total Germany</b>	<b>2,295,002</b>	<b>0.49</b>
	<b>Guernsey: 0.84% (2019: 0.95%)</b>		
4,750,000	Pershing Square 5.500% 15/07/2022	3,944,923	0.84
	<b>Total Guernsey</b>	<b>3,944,923</b>	<b>0.84</b>
	<b>Ireland: 0.00% (2019: 0.08%)</b>		
	<b>Netherlands: 0.04% (2019: 0.07%)</b>		
200,000	REA Finance 8.750% 31/08/2025	165,849	0.04
	<b>Total Netherlands</b>	<b>165,849</b>	<b>0.04</b>
	<b>Norway: 0.05% (2019: 0.09%)</b>		
216,000	Equinor 6.500% 07/06/2021	229,900	0.05
	<b>Total Norway</b>	<b>229,900</b>	<b>0.05</b>
	<b>United Kingdom: 4.86% (2019: 4.83%)</b>		
1,571,000	Tesco Personal Finance 5.000% 21/11/2020	1,611,447	0.35
643,000	Southern Gas Networks 4.875% 21/12/2020	673,537	0.14
1,000,000	Birmingham Airport Finance 6.250% 22/02/2021	1,056,514	0.23
500,000	BUPA Finance 3.375% 17/06/2021	514,707	0.11
1,000,000	First Hydro Finance 9.000% 31/07/2021	1,079,015	0.23

All investments are transferable securities admitted to an official stock exchange listing or other regulated market.

# **CG Portfolio Fund plc**

## **The CG Absolute Return Fund**

### **Schedule of Investments**

*As at 31 October 2020*

*(Continued)*

<b>Holdings</b>	<b>Financial assets at fair value through profit or loss</b>	<b>Fair Value £</b>	<b>% of Net Assets</b>
<b>Fixed Interest Corporate Bonds: 7.94% (2019: 8.40%) (Continued)</b>			
<b>United Kingdom: 4.86% (2019: 4.83%) (Continued)</b>			
1,620,000	SSE 4.250% 14/09/2021	1,682,883	0.36
1,580,000	Eastern Power Networks 4.750% 30/09/2021	1,648,112	0.35
1,000,000	London Stock Exchange Group 4.750% 02/11/2021	1,064,731	0.23
200,000	FCE Bank 2.727% 03/06/2022	200,701	0.04
255,720	Autolink Concessionaires 8.390% 15/06/2022	279,826	0.06
2,000,000	Transport for London 2.250% 09/08/2022	2,072,357	0.44
2,228,500	Burford Capital 6.500% 19/08/2022	2,219,898	0.47
1,239,900	A2D Funding 4.750% 18/10/2022	1,316,220	0.28
543,000	National Grid Gas 4.188% 14/12/2022	1,036,321	0.22
850,000	Heathrow Funding 9.200% 29/03/2023	881,337	0.19
6,000	Scottish Power UK 3.494% 13/10/2024	12,507	–
1,718,000	Burford Capital 6.125% 26/10/2024	1,624,955	0.35
984,000	Bruntwood 6.000% 25/02/2025	901,269	0.19
100,000	Tesco Personal Finance Index Linked 3.322% 05/11/2025	206,888	0.05
681,000	Burford Capital 5.000% 01/12/2026	612,640	0.13
625,000	Home Group % 11/05/2027	509,375	0.11
1,000,000	Unite (USAF) II 3.374% 30/06/2028	1,042,340	0.22
500,000	Grainger 3.000% 03/07/2030	532,653	0.11
	<b>Total United Kingdom</b>	<b><u>22,780,233</u></b>	<b><u>4.86</u></b>
<b>United States: 1.33% (2019: 1.11%)</b>			
250,000	International Business Machines 2.750% 21/12/2020	256,754	0.05
2,000,000	Juneau Investments 5.900% 22/02/2021	2,039,716	0.44
341,297	General Electric 6.440% 15/11/2022	374,111	0.08
1,000,000	MPT Operating Partnership 2.550% 05/12/2023	1,025,158	0.22
3,496,600	Burford Capital 6.125% 12/08/2025	2,551,304	0.54
	<b>Total United States</b>	<b><u>6,247,043</u></b>	<b><u>1.33</u></b>
	<b>Total Fixed Interest Corporate Bonds</b>	<b><u>37,233,628</u></b>	<b><u>7.94</u></b>
<b>Index Linked Corporate Bonds: 1.57% (2019: 1.78%)</b>			
<b>Australia: 0.26% (2019: 0.29%)</b>			
1,500,000	Sydney Airport Finance Property Index Linked 3.760% 20/11/2020	1,191,161	0.26
	<b>Total Australia</b>	<b><u>1,191,161</u></b>	<b><u>0.26</u></b>

All investments are transferable securities admitted to an official stock exchange listing or other regulated market.

# CG Portfolio Fund plc

## The CG Absolute Return Fund

### Schedule of Investments

*As at 31 October 2020*

*(Continued)*

Holdings	Financial assets at fair value through profit or loss	Fair Value £	% of Net Assets
<b>Index Linked Corporate Bonds: 1.57% (2019: 1.78%) (Continued)</b>			
<b>United Kingdom: 1.31% (2019: 1.49%)</b>			
56,000	Nationwide Building Society Index Linked 3.875% 30/07/2021	176,466	0.04
1,737,000	National Grid Index Linked 1.250% 06/10/2021	2,221,037	0.47
1,123,400	Places for People Capital Markets Index Linked 1.000% 31/01/2022	1,414,053	0.30
1,819,500	Severn Trent Index Linked 1.300% 11/07/2022	2,335,333	0.50
3,269	Nationwide Building Society Index Linked 4.250% 23/02/2024	10,689	–
	<b>Total United Kingdom</b>	<b>6,157,578</b>	<b>1.31</b>
<b>Total Index Linked Corporate Bonds</b>		<b>7,348,739</b>	<b>1.57</b>
<b>Inflation Linked Government Bonds: 31.27% (2019: 31.53%)</b>			
<b>Australia: 0.38% (2019: 0.00%)</b>			
1,250,000	Australia Government Inflation Linked 2.000% 21/08/2035	1,047,021	0.22
1,000,000	Australia Government Inflation Linked 1.356% 21/08/2040	754,577	0.16
	<b>Total Australia</b>	<b>1,801,598</b>	<b>0.38</b>
<b>Canada: 0.00% (2019: 0.15%)</b>			
<b>Germany: 0.22% (2019: 0.00%)</b>			
1,000,000	Kreditanstalt fuer Wiederaufbau 1.375% 01/02/2021	1,013,638	0.22
	<b>Total Germany</b>	<b>1,013,638</b>	<b>0.22</b>
<b>Japan: 3.60% (2019: 0.00%)</b>			
170,000,000	Japanese Government CPI Linked 0.100% 10/03/2027	1,272,745	0.27
925,000,000	Japanese Government CPI Linked 0.100% 10/03/2028	6,869,793	1.47
1,100,000,000	Japanese Government CPI Linked 0.100% 10/03/2029	8,111,526	1.73
85,000,000	Japanese Government CPI Linked 0.198% 10/03/2030	631,588	0.13
	<b>Total Japan</b>	<b>16,885,652</b>	<b>3.60</b>
<b>Sweden: 2.07% (2019: 0.88%)</b>			
17,000,000	Sweden Government Inflation Linked 0.250% 01/06/2022	1,631,496	0.35
12,000,000	Sweden Government Inflation Linked 1.000% 01/06/2025	1,250,711	0.27
10,000,000	Sweden Government Inflation Linked 0.134% 01/06/2026	1,018,587	0.22
25,000,000	Sweden Government Inflation Linked 0.125% 01/06/2030	2,545,963	0.54

All investments are transferable securities admitted to an official stock exchange listing or other regulated market.

# **CG Portfolio Fund plc**

## **The CG Absolute Return Fund**

### **Schedule of Investments**

*As at 31 October 2020*

*(Continued)*

<b>Holdings</b>	<b>Financial assets at fair value through profit or loss</b>	<b>Fair Value £</b>	<b>% of Net Assets</b>
<b>Inflation Linked Government Bonds: 31.27% (2019: 31.53%) (Continued)</b>			
<b>Sweden: 2.07% (2019: 0.88%) (Continued)</b>			
28,500,000	Sweden Government Inflation Linked 0.136% 01/06/2032	3,224,569	0.69
	<b>Total Sweden</b>	<b>9,671,326</b>	<b>2.07</b>
<b>United Kingdom: 4.59% (2019: 6.72%)</b>			
2,500,000	United Kingdom Treasury Bill 0.000% 02/11/2020	2,500,000	0.53
1,283,000	United Kingdom Treasury Bill 0.000% 16/11/2020	1,282,997	0.27
2,000,000	United Kingdom Treasury Bill 0.000% 14/12/2020	2,000,013	0.43
5,000,000	United Kingdom Treasury Bill 0.000% 25/01/2021	5,000,460	1.07
8,000,000	United Kingdom Gilt Inflation Linked 0.125% 22/03/2024	10,739,505	2.29
	<b>Total United Kingdom</b>	<b>21,522,975</b>	<b>4.59</b>
<b>United States: 20.41% (2019: 23.78%)</b>			
1,000,000	United States Treasury Inflation Indexed 0.125% 15/04/2021	847,471	0.18
2,500,000	United States Treasury Inflation Indexed 0.625% 15/07/2021	2,254,265	0.48
3,700,000	United States Treasury Inflation Indexed 0.125% 15/01/2022	3,325,202	0.71
1,500,000	United States Treasury Inflation Indexed 0.125% 15/04/2022	1,255,717	0.27
1,500,000	United States Treasury Inflation Indexed 0.125% 15/07/2022	1,338,789	0.29
1,000,000	United States Treasury Inflation Indexed 0.375% 15/07/2023	902,444	0.19
1,750,000	United States Treasury Inflation Indexed 0.625% 15/01/2024	1,596,230	0.34
1,500,000	United States Treasury Inflation Indexed 0.500% 15/04/2024	1,262,429	0.27
1,650,000	United States Treasury Inflation Indexed 0.125% 15/07/2024	1,469,997	0.31
1,150,000	United States Treasury Inflation Indexed 0.250% 15/01/2025	1,035,520	0.22
150,000	United States Treasury Inflation Indexed 2.375% 15/01/2025	185,364	0.04
2,500,000	United States Treasury Inflation Indexed 0.126% 15/04/2025	2,057,476	0.44
950,000	United States Treasury Inflation Indexed 0.375% 15/07/2025	868,832	0.19
3,000,000	United States Treasury Inflation Indexed 0.625% 15/01/2026	2,782,901	0.59
3,250,000	United States Treasury Inflation Indexed 2.000% 15/01/2026	3,865,488	0.82
2,000,000	United States Treasury Inflation Indexed 0.125% 15/07/2026	1,807,327	0.39
3,000,000	United States Treasury Inflation Indexed 0.375% 15/01/2027	2,729,957	0.58
3,000,000	United States Treasury Inflation Indexed 2.375% 15/01/2027	3,677,868	0.78
500,000	United States Treasury Inflation Indexed 0.375% 15/07/2027	453,443	0.10
1,750,000	United States Treasury Inflation Indexed 0.500% 15/01/2028	1,588,078	0.34
3,000,000	United States Treasury Inflation Indexed 1.750% 15/01/2028	3,487,748	0.74
2,250,000	United States Treasury Inflation Indexed 3.625% 15/04/2028	3,797,948	0.81
2,000,000	United States Treasury Inflation Indexed 0.750% 15/07/2028	1,831,656	0.39
2,000,000	United States Treasury Inflation Indexed 2.500% 15/01/2029	2,434,081	0.52
2,250,000	United States Treasury Inflation Indexed 3.875% 15/04/2029	3,916,697	0.84
4,500,000	United States Treasury Inflation Indexed 0.125% 15/01/2030	3,843,587	0.82

All investments are transferable securities admitted to an official stock exchange listing or other regulated market.

# CG Portfolio Fund plc

## The CG Absolute Return Fund

### Schedule of Investments

*As at 31 October 2020*

*(Continued)*

Holdings	Financial assets at fair value through profit or loss	Fair Value £	% of Net Assets
<b>Inflation Linked Government Bonds: 31.27% (2019: 31.53%) (Continued)</b>			
<b>United States: 20.41% (2019: 23.78%) (Continued)</b>			
3,000,000	United States Treasury Inflation Indexed 0.127% 15/07/2030	2,585,279	0.55
1,500,000	United States Treasury Inflation Indexed 3.375% 15/04/2032	2,547,210	0.54
1,000,000	United States Treasury Inflation Indexed 2.125% 15/02/2040	1,410,331	0.30
1,100,000	United States Treasury Inflation Indexed 2.125% 15/02/2041	1,550,047	0.33
2,000,000	United States Treasury Inflation Indexed 0.750% 15/02/2042	2,205,223	0.47
3,500,000	United States Treasury Inflation Indexed 0.625% 15/02/2043	3,710,203	0.79
6,000,000	United States Treasury Inflation Indexed 1.375% 15/02/2044	7,264,713	1.55
6,500,000	United States Treasury Inflation Indexed 0.750% 15/02/2045	6,946,555	1.48
5,000,000	United States Treasury Inflation Indexed 1.000% 15/02/2046	5,624,025	1.20
1,500,000	United States Treasury Inflation Indexed 0.875% 15/02/2047	1,630,724	0.35
2,250,000	United States Treasury Inflation Indexed 1.000% 15/02/2048	2,479,938	0.53
3,500,000	United States Treasury Inflation Indexed 0.250% 15/02/2050	3,151,601	0.67
<b>Total United States</b>		<b>95,722,364</b>	<b>20.41</b>
<b>Total Inflation Linked Government Bonds</b>		<b>146,617,553</b>	<b>31.27</b>
<b>Treasury Bills: 3.41% (2019: 18.44%)</b>			
<b>United Kingdom: 3.41% (2019: 18.44%)</b>			
2,000,000	United Kingdom Treasury Bill 0.000% 09/11/2020	2,000,004	0.43
2,000,000	United Kingdom Treasury Bill 0.000% 30/11/2020	1,999,969	0.42
6,000,000	United Kingdom Treasury Bill 0.000% 04/01/2021	6,000,518	1.28
6,000,000	United Kingdom Treasury Bill 0.000% 11/01/2021	6,000,408	1.28
<b>Total United Kingdom</b>		<b>16,000,899</b>	<b>3.41</b>
<b>Total Treasury Bills</b>		<b>16,000,899</b>	<b>3.41</b>
<b>Convertible Bonds: 0.27% (2019: 0.58%)</b>			
139,500	JZ Capital Partners 6.000% 30/07/2021	1,248,525	0.27
<b>Total Convertible Bonds</b>		<b>1,248,525</b>	<b>0.27</b>
<b>Investment Companies, Commodities &amp; Equities: 44.25% (2019: 34.32%)</b>			
38,341	ADO Properties	745,395	0.16
2,188,979	Aquila European Renewables Income Fund	2,041,049	0.44
91,000	Atrium Ljungberg	1,136,987	0.24
2,305,000	BioPharma Credit	1,779,110	0.38
613,372	BMO Global Smaller Companies	759,355	0.16
197,700	Castellum	3,184,724	0.68
96,781	CATCO Reinsurance Opportunities Fund	32,185	0.01

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# **CG Portfolio Fund plc**

## **The CG Absolute Return Fund**

### **Schedule of Investments**

*As at 31 October 2020*

*(Continued)*

<b>Holdings</b>	<b>Financial assets at fair value through profit or loss</b>	<b>Fair Value £</b>	<b>% of Net Assets</b>
<b>Investment Companies, Commodities &amp; Equities: 44.25% (2019: 34.32%) (Continued)</b>			
273,385	CATCO Reinsurance Opportunities Fund	46,516	0.01
4,454,345	Civitas Social Housing	4,632,519	0.99
435,143	CLS Holdings	862,454	0.18
591,666	Crystal Amber Fund	449,666	0.10
44,000	Ecclesiastical Insurance	69,300	0.01
5,399,582	Empiric Student Property	2,915,774	0.62
5,200	Equity Residential	188,937	0.04
110,000	F&C Investment Trust	755,700	0.16
1,213	Foresight Solar Fund	1,231	–
335,670	Gabelli Value Plus + Trust	402,804	0.08
4,950,581	GCP Student Living	5,544,651	1.18
2,514,445	Grainger	7,030,388	1.50
63,450	Grand City Properties	1,114,076	0.24
145,000	Greencoat Renewables	152,836	0.03
2,400,000	Greencoat UK Wind	3,235,200	0.69
1,087,500	Ground Rents Income Fund	791,156	0.17
167,259	HgCapital Trust	496,759	0.11
416,091	HICL Infrastructure	731,488	0.16
650,000	Home REIT	645,775	0.14
132,815	Honeycomb Investment Trust	1,241,820	0.27
22,800	Hufvudstaden	230,393	0.05
727,756	International Public Partnerships	1,222,630	0.26
100,000	Investor	4,643,247	0.99
2,235,000	iShares Core FTSE 100 UCITS ETF	12,288,030	2.62
215,000	iShares Core FTSE 100 UCITS ETF GBP Dist	1,182,070	0.25
167,246	JPEL Private Equity	134,521	0.03
999,500	Jupiter Emerging & Frontier Income Trust	789,605	0.17
325,000	Kungsleden	2,134,816	0.46
13,000	LEG Immobilien	1,358,776	0.29
415,000	LXI REIT	454,010	0.10
95,000	North Atlantic Smaller Companies Investment Trust	2,755,000	0.59
65,000	Northern Electric	110,500	0.02
37,200	Oryx International Growth Fund	405,480	0.09
50,000	P2P Global Investments Fund	434,000	0.09
433,717	Pershing Square	9,190,909	1.96
1,433,307	Phoenix Spree Deutschland	4,471,918	0.95
3,950,000	PRS REIT	2,824,250	0.60
26,000	R.E.A. Holdings 15/07/2025	–	–
244,320	Raven Property Group Ordinary Shares	58,637	0.01
233,960	Raven Property Group Preference Shares	276,073	0.06
2,205,000	Residential Secure Income	1,962,450	0.42
1,600,000	SDCL Energy Efficiency Income Trust	1,680,000	0.36
2,905,023	Secure Income REIT	7,001,106	1.49

All investments are transferable securities admitted to an official stock exchange listing or other regulated market.



# **CG Portfolio Fund plc**

## **The CG Absolute Return Fund**

### **Schedule of Investments**

*As at 31 October 2020*

*(Continued)*

<b>Holdings</b>	<b>Financial assets at fair value through profit or loss</b>	<b>Fair Value £</b>	<b>% of Net Assets</b>
<b>Investment Companies, Commodities &amp; Equities: 44.25% (2019: 34.32%) (Continued)</b>			
1,759,112	SQN Asset Finance Income Fund	233,082	0.05
2,549,204	SQN Asset Finance Income Fund	851,434	0.18
180,000	SQN Secured Income Fund	118,800	0.03
2,250,000	Supermarket Income REIT	2,317,500	0.50
14,673	SVG Capital	–	–
2,743,154	Target Healthcare REIT	2,935,175	0.63
46,000	Tetragon Financial Group	318,407	0.07
232,690	TR Property Investment Trust	810,925	0.17
325,000	Triple Point Energy Efficiency Infrastructure	335,725	0.07
2,863,744	Triple Point Social Housing REIT	3,021,250	0.64
5,692,624	Tritax Big Box REIT	8,914,649	1.90
900,000	Tritax Euro Box	810,801	0.17
2,432,163	Tritax Euro Box	2,164,625	0.46
1,130,525	Urban Logistics REIT	1,548,819	0.33
640,000	Vanguard FTSE 100 UCITS ETF	15,776,000	3.37
292,500	Vanguard FTSE 250 UCITS ETF	7,896,769	1.68
265,000	Vanguard FTSE Asia Pacific ex Japan UCITS ETF	4,874,675	1.04
150,000	Vanguard FTSE Developed Europe Ex UK	3,679,875	0.79
65,500	Vanguard FTSE Emerging Markets UCITS ETF	3,015,620	0.64
1,080,000	Vanguard FTSE Japan UCITS ETF	25,708,050	5.48
70,000	Vanguard S&P 500 UCITS ETF	3,347,575	0.71
210,431	Vonovia	10,392,505	2.22
84,000	WisdomTree Physical Swiss Gold ETF	11,764,200	2.51
	<b>Total Investment Companies, Commodities &amp; Equities</b>	<b>207,432,737</b>	<b>44.25</b>
	<b>Total financial assets at fair value through profit or loss</b>	<b>415,882,081</b>	<b>88.71</b>
	<b>Total Value of Investments (Cost: £ 407,972,996)</b>	<b>415,882,081</b>	<b>88.71</b>
	<b>Cash and Cash Equivalents</b>	<b>50,339,764</b>	<b>10.74</b>
	<b>Other Net Assets</b>	<b>2,576,778</b>	<b>0.55</b>
	<b>Net Assets Attributable to Holders of Redeemable Participating Shares</b>	<b>468,798,623</b>	<b>100.00</b>

All investments are transferable securities admitted to an official stock exchange listing or other regulated market.

# **CG Portfolio Fund plc** **The CG Absolute Return Fund**

## **Schedule of Investments**

*As at 31 October 2020*

*(Continued)*

	<b>% of Total Assets</b>
<b>Analysis of Total Assets (unaudited)</b>	
Transferable securities and money market instruments admitted to an official stock exchange or dealt on a regulated market	<b>88.55</b>
Other assets	<b>11.45</b>
	<b><u>100.00</u></b>

All investments are transferable securities admitted to an official stock exchange listing or other regulated market.

# CG Portfolio Fund plc

## Capital Gearing Portfolio Fund

### Schedule of Investments

*As at 31 October 2020*

Holdings	Financial assets at fair value through profit or loss	Fair Value £	% of Net Assets
	<b>Fixed Interest Corporate Bonds: 7.71% (2019: 7.33%)</b>		
	<b>Australia: 0.07% (2019: 0.00%)</b>		
300,000	SGSP Australia Assets 5.125% 11/02/2021	314,477	0.07
	<b>Total Australia</b>	<b>314,477</b>	<b>0.07</b>
	<b>Cayman Islands: 0.27% (2019: 0.26%)</b>		
1,100,000	Southern Water Services Finance 5.000% 31/03/2021	1,151,205	0.27
	<b>Total Cayman Islands</b>	<b>1,151,205</b>	<b>0.27</b>
	<b>Germany: 0.31% (2019: 0.11%)</b>		
750,000	Innogy Finance 6.500% 20/04/2021	796,409	0.19
500,000	Volkswagen Financial Services 1.875% 07/09/2021	505,853	0.12
	<b>Total Germany</b>	<b>1,302,262</b>	<b>0.31</b>
	<b>Guernsey: 0.88% (2019: 1.10%)</b>		
4,500,000	Pershing Square 5.500% 15/07/2022	3,737,295	0.88
	<b>Total Guernsey</b>	<b>3,737,295</b>	<b>0.88</b>
	<b>Ireland: 0.00% (2019: 0.09%)</b>		
	<b>Netherlands: 0.16% (2019: 0.17%)</b>		
800,000	REA Finance 8.750% 31/08/2025	663,397	0.16
	<b>Total Netherlands</b>	<b>663,397</b>	<b>0.16</b>
	<b>United Kingdom: 5.20% (2019: 4.93%)</b>		
1,550,000	Tesco Personal Finance 5.000% 21/11/2020	1,589,906	0.37
750,000	Southern Gas Networks 4.875% 21/12/2020	785,619	0.18
1,000,000	Birmingham Airport Finance 6.250% 22/02/2021	1,056,514	0.25
500,000	BUPA Finance 3.375% 17/06/2021	514,706	0.12
114,000	Thames Water Utilities Finance 3.375% 21/07/2021	197,851	0.05
1,250,000	First Hydro Finance 9.000% 31/07/2021	1,348,769	0.32
1,250,000	SSE 4.250% 14/09/2021	1,298,521	0.31
890,000	London Stock Exchange Group 4.750% 02/11/2021	947,610	0.22
300,000	Assura Properties 4.750% 09/12/2021	316,371	0.07
200,000	FCE Bank 2.727% 03/06/2022	200,701	0.05
213,100	Autolink Concessionaires 8.390% 15/06/2022	233,188	0.06
382,704	EPE Special Opportunities 7.500% 23/07/2022	392,591	0.09

All investments are transferable securities admitted to an official stock exchange listing or other regulated market.

# CG Portfolio Fund plc

## Capital Gearing Portfolio Fund

### Schedule of Investments

*As at 31 October 2020*

*(Continued)*

Holdings	Financial assets at fair value through profit or loss	Fair Value £	% of Net Assets
<b>Fixed Interest Corporate Bonds: 7.71% (2019: 7.33%) (Continued)</b>			
<b>United Kingdom: 5.20% (2019: 4.93%) (Continued)</b>			
2,500,000	Burford Capital 6.500% 19/08/2022	2,490,350	0.58
1,300,000	A2D Funding 4.750% 18/10/2022	1,380,019	0.32
399,000	National Grid Gas 4.188% 14/12/2022	761,496	0.18
1,200,000	Heathrow Funding 9.200% 29/03/2023	1,244,240	0.29
3,170,000	Burford Capital 6.125% 26/10/2024	2,998,317	0.70
2,496,500	Bruntwood 6.000% 25/02/2025	2,286,604	0.54
100,000	Burford Capital 5.000% 01/12/2026	89,962	0.02
1,225,000	Home Group % 11/05/2027	998,375	0.23
1,000,000	Unite (USAF) II 3.374% 30/06/2028	1,042,340	0.25
	<b>Total United Kingdom</b>	<b>22,174,050</b>	<b>5.20</b>
<b>United States: 0.82% (2019: 0.67%)</b>			
1,850,000	Juneau Investments 5.900% 22/02/2021	1,886,737	0.44
1,000,000	MPT Operating Partnership 2.550% 05/12/2023	1,025,158	0.24
800,000	Burford Capital 6.125% 12/08/2025	583,722	0.14
	<b>Total United States</b>	<b>3,495,617</b>	<b>0.82</b>
	<b>Total Fixed Interest Corporate Bonds</b>	<b>32,838,303</b>	<b>7.71</b>
<b>Index Linked Corporate Bonds: 1.95% (2019: 2.56%)</b>			
<b>Australia: 0.33% (2019: 0.31%)</b>			
1,750,000	Sydney Airport Finance Property Index Linked 3.760% 20/11/2020	1,389,688	0.33
	<b>Total Australia</b>	<b>1,389,688</b>	<b>0.33</b>
<b>United Kingdom: 1.62% (2019: 2.25%)</b>			
1,800,000	National Grid Index Linked 1.250% 06/10/2021	2,301,593	0.54
1,809,200	Places for People Capital Markets Index Linked 1.000% 31/01/2022	2,277,287	0.53
1,798,000	Severn Trent Index Linked 1.300% 11/07/2022	2,307,738	0.54
8,731	Nationwide Building Society Index Linked 4.250% 23/02/2024	28,550	0.01
	<b>Total United Kingdom</b>	<b>6,915,168</b>	<b>1.62</b>
	<b>Total Index Linked Corporate Bonds</b>	<b>8,304,856</b>	<b>1.95</b>

All investments are transferable securities admitted to an official stock exchange listing or other regulated market.

# CG Portfolio Fund plc

## Capital Gearing Portfolio Fund

### Schedule of Investments

As at 31 October 2020

(Continued)

Holdings	Financial assets at fair value through profit or loss	Fair Value £	% of Net Assets
	<b>Inflation Linked Government Bonds: 30.98% (2019: 36.33%)</b>		
	<b>Australia: 0.42% (2019: 0.00%)</b>		
1,250,000	Australia Government Inflation Linked 2.000% 21/08/2035	1,047,021	0.24
1,000,000	Australia Government Inflation Linked 1.356% 21/08/2040	754,576	0.18
	<b>Total Australia</b>	<b>1,801,597</b>	<b>0.42</b>
	<b>Germany: 0.48% (2019: 0.00%)</b>		
2,000,000	Kreditanstalt fuer Wiederaufbau 1.375% 01/02/2021	2,027,276	0.48
	<b>Total Germany</b>	<b>2,027,276</b>	<b>0.48</b>
	<b>Japan: 3.52% (2019: 0.00%)</b>		
130,000,000	Japanese Government CPI Linked 0.100% 10/03/2027	973,276	0.23
800,000,000	Japanese Government CPI Linked 0.100% 10/03/2028	5,941,443	1.39
1,100,000,000	Japanese Government CPI Linked 0.100% 10/03/2029	8,111,526	1.90
	<b>Total Japan</b>	<b>15,026,245</b>	<b>3.52</b>
	<b>Sweden: 2.17% (2019: 1.20%)</b>		
20,000,000	Sweden Government Inflation Linked 0.250% 01/06/2022	1,919,407	0.45
27,000,000	Sweden Government Inflation Linked 1.000% 01/06/2025	2,814,099	0.66
20,000,000	Sweden Government Inflation Linked 0.125% 01/06/2030	2,036,770	0.48
22,000,000	Sweden Government Inflation Linked 0.136% 01/06/2032	2,489,141	0.58
	<b>Total Sweden</b>	<b>9,259,417</b>	<b>2.17</b>
	<b>United Kingdom: 3.47% (2019: 11.11%)</b>		
850,000	United Kingdom Gilt Inflation Linked 1.875% 22/11/2022	1,348,441	0.32
10,000,000	United Kingdom Gilt Inflation Linked 0.125% 22/03/2024	13,424,381	3.15
	<b>Total United Kingdom</b>	<b>14,772,822</b>	<b>3.47</b>
	<b>United States: 20.92% (2019: 24.02%)</b>		
1,500,000	United States Treasury Inflation Indexed 0.625% 15/07/2021	1,352,559	0.32
1,350,000	United States Treasury Inflation Indexed 0.125% 15/01/2022	1,213,249	0.28
500,000	United States Treasury Inflation Indexed 0.125% 15/07/2022	446,263	0.10
800,000	United States Treasury Inflation Indexed 0.250% 15/01/2025	720,362	0.17
2,450,000	United States Treasury Inflation Indexed 2.375% 15/01/2025	3,027,610	0.71
5,500,000	United States Treasury Inflation Indexed 0.625% 15/01/2026	5,101,986	1.20
6,000,000	United States Treasury Inflation Indexed 2.000% 15/01/2026	7,136,286	1.67
2,000,000	United States Treasury Inflation Indexed 0.125% 15/07/2026	1,807,327	0.42

All investments are transferable securities admitted to an official stock exchange listing or other regulated market.

# CG Portfolio Fund plc Capital Gearing Portfolio Fund

## Schedule of Investments

*As at 31 October 2020*

*(Continued)*

Holdings	Financial assets at fair value through profit or loss	Fair Value £	% of Net Assets
<b>Inflation Linked Government Bonds: 30.98% (2019: 36.33%) (Continued)</b>			
<b>United States: 20.92% (2019: 24.02%) (Continued)</b>			
7,500,000	United States Treasury Inflation Indexed 2.375% 15/01/2027	9,194,671	2.16
2,000,000	United States Treasury Inflation Indexed 0.500% 15/01/2028	1,814,946	0.43
7,000,000	United States Treasury Inflation Indexed 1.750% 15/01/2028	8,138,079	1.91
3,250,000	United States Treasury Inflation Indexed 3.625% 15/04/2028	5,485,925	1.29
2,000,000	United States Treasury Inflation Indexed 0.750% 15/07/2028	1,831,655	0.43
3,000,000	United States Treasury Inflation Indexed 2.500% 15/01/2029	3,651,121	0.86
3,600,000	United States Treasury Inflation Indexed 3.875% 15/04/2029	6,266,715	1.47
2,750,000	United States Treasury Inflation Indexed 3.375% 15/04/2032	4,669,885	1.10
1,500,000	United States Treasury Inflation Indexed 2.125% 15/02/2040	2,115,496	0.50
500,000	United States Treasury Inflation Indexed 2.125% 15/02/2041	704,567	0.16
2,050,000	United States Treasury Inflation Indexed 0.750% 15/02/2042	2,260,354	0.53
2,500,000	United States Treasury Inflation Indexed 0.625% 15/02/2043	2,650,145	0.62
6,000,000	United States Treasury Inflation Indexed 1.375% 15/02/2044	7,264,713	1.70
5,500,000	United States Treasury Inflation Indexed 0.750% 15/02/2045	5,877,854	1.38
2,500,000	United States Treasury Inflation Indexed 1.000% 15/02/2046	2,812,012	0.66
1,250,000	United States Treasury Inflation Indexed 0.875% 15/02/2047	1,358,937	0.32
2,500,000	United States Treasury Inflation Indexed 0.250% 15/02/2050	2,251,144	0.53
	<b>Total United States</b>	<b>89,153,861</b>	<b>20.92</b>
	<b>Total Inflation Linked Government Bonds</b>	<b>132,041,218</b>	<b>30.98</b>
<b>Treasury Bills: 1.41% (2019: 8.58%)</b>			
<b>United Kingdom: 1.41% (2019: 8.58%)</b>			
1,000,000	United Kingdom Treasury Bill 0.000% 09/11/2020	1,000,002	0.24
1,000,000	United Kingdom Treasury Bill 0.000% 30/11/2020	999,985	0.23
3,000,000	United Kingdom Treasury Bill 0.000% 04/01/2021	3,000,259	0.70
1,000,000	United Kingdom Treasury Bill 0.000% 11/01/2021	1,000,068	0.24
	<b>Total United Kingdom</b>	<b>6,000,314</b>	<b>1.41</b>
	<b>Total Treasury Bills</b>	<b>6,000,314</b>	<b>1.41</b>
<b>Convertible Bonds: 1.48% (2019: 1.55%)</b>			
478,691	JZ Capital Partners 6.000% 30/07/2021	4,284,284	1.00
2,125,000	Aberdeen Asian Smaller Companies Investment Trust 2.250% 31/05/2025	2,040,000	0.48
	<b>Total Convertible Bonds</b>	<b>6,324,284</b>	<b>1.48</b>
<b>Investment Companies, Commodities &amp; Equities: 45.62% (2019: 34.80%)</b>			
674,357	Aberdeen Diversified Income and Growth Trust	627,152	0.15

All investments are transferable securities admitted to an official stock exchange listing or other regulated market.

# CG Portfolio Fund plc

## Capital Gearing Portfolio Fund

### Schedule of Investments

*As at 31 October 2020*

*(Continued)*

Holdings	Financial assets at fair value through profit or loss	Fair Value £	% of Net Assets
<b>Investment Companies, Commodities &amp; Equities: 45.62% (2019: 34.80%) (Continued)</b>			
842,000	Aberdeen Latin American Income Fund	415,106	0.10
71,228	Aberdeen Private Equity Fund	1,425	–
35,394	ADO Properties	688,102	0.16
367,820	Alternative Liquidity Solutions	–	–
1,961,900	Aquila European Renewables Income Fund	1,829,316	0.43
78,427	Artemis Alpha Trust	210,184	0.05
100,000	Atrium Ljungberg	1,249,437	0.29
1,751,397	Better Capital PCC	376,550	0.09
6,072,904	Better Capital PCC - 2012	60,729	0.02
2,200,000	BioPharma Credit	1,698,067	0.40
1,316,987	Black Rock Commodities Income Investment	802,045	0.19
1,281,241	BMO Global Smaller Companies	1,586,176	0.37
253,767	Cambium Global Timberland	13,957	–
1,492,225	Candover Investments	–	–
163,100	Castellum	2,627,357	0.62
631,272	CATCO Reinsurance Opportunities Fund	107,409	0.02
202,231	CATCO Reinsurance Opportunities Fund	67,254	0.01
4,144,155	Civitas Social Housing	4,309,921	1.01
600,000	Close Finsbury EuroTech Trust	–	–
392,302	CLS Holdings	777,543	0.18
1,104,167	Crystal Amber Fund	839,167	0.20
1,413,031	Dexion Absolute - Redemption 2012 EUR	–	–
500,000	Dexion Absolute - Redemption 2012 USD	–	–
1,700,000	Dexion Absolute - Redemption 2013 GBP	–	–
992,500	Diverse Income Trust Fund	851,565	0.20
713,785	EF Realisation 31/12/2018	–	–
5,102,586	Empiric Student Property	2,755,396	0.65
5,200	Equity Residential	188,937	0.05
100,000	F&C Investment Trust	687,000	0.16
295,000	Fidelity Special Values	514,480	0.12
2,378	Foresight Solar Fund	2,414	–
27,544	FRM Credit Alpha	–	–
1,915,000	Gabelli Value Plus + Trust	2,298,000	0.54
42,000	Gartmore Irish Growth Fund	–	–
4,505,206	GCP Student Living	5,045,831	1.18
686,193	GLI Finance	751,381	0.18
557,281	Global Fixed Income Realisation	27,864	0.01
2,223,849	Grainger	6,217,882	1.46
50,000	Grand City Properties	877,917	0.21
135,000	Greencoat Renewables	142,295	0.03
2,100,000	Greencoat UK Wind	2,830,800	0.66
2,450,000	Ground Rents Income Fund	1,782,375	0.42
1,487,300	Gulf Investment Fund	1,472,347	0.35

All investments are transferable securities admitted to an official stock exchange listing or other regulated market.

# CG Portfolio Fund plc Capital Gearing Portfolio Fund

## Schedule of Investments

*As at 31 October 2020*

*(Continued)*

Holdings	Financial assets at fair value through profit or loss	Fair Value £	% of Net Assets
<b>Investment Companies, Commodities &amp; Equities: 45.62% (2019: 34.80%) (Continued)</b>			
151,128	HgCapital Trust	448,850	0.11
287,775	HICL Infrastructure	505,908	0.12
1,862,878	Highbridge Multi Strategy Fund	–	–
4,695,370	Highbridge Multi Strategy Fund (Liquidation)	–	–
600,000	Home REIT	596,100	0.14
102,492	Honeycomb Investment Trust	958,300	0.23
21,061	Hufvudstaden	212,821	0.05
900,664	International Public Partnerships	1,513,116	0.36
87,500	Investor	4,062,841	0.95
223,750	iShares Core FTSE 100 UCITS ETF	1,230,177	0.29
376,250	iShares Core FTSE 100 UCITS ETF GBP Dist	2,068,623	0.49
1,473,795	JPEL Private Equity	1,185,419	0.28
450,000	JPMorgan European Investment	496,125	0.12
85,000	JPMorgan Global Convertibles Income Fund	–	–
740,000	JPMorgan Income & Growth Investment Trust Capital Shares	1,074	–
2,205,500	JPMorgan Multi-Asset Trust	1,821,743	0.43
1,809,342	JPMorgan Senior Secured Loan Fund	–	–
1,657,500	Jupiter Emerging & Frontier Income Trust	1,309,425	0.31
251,814	Kungsleden	1,654,082	0.39
10,500	LEG Immobilien	1,097,473	0.26
2,251,000	Life Offices Opportunities Trust	–	–
637,745	LXI REIT	697,693	0.16
1,200,000	M&G Equity Investment Trust	–	–
184,758	Marwyn Value Investors	249,423	0.06
443,116	Mithras Investment Trust	177,246	0.04
774,500	Miton UK MicroCap Trust	441,465	0.10
394,000	Mobius Investment	393,409	0.09
1,229,513	NB Private Equity Partners	1,334,022	0.31
557,510	North Atlantic Smaller Companies Investment Trust	16,167,790	3.79
381,000	Northern Electric	647,700	0.15
301,940	Oryx International Growth Fund	3,291,146	0.77
61,116	P2P Global Investments Fund	530,487	0.12
390,000	Pershing Square	8,264,501	1.94
1,372,260	Phoenix Spree Deutschland	4,281,451	1.00
25,000	Polar Capital Global Healthcare Growth and Income Trust	56,500	0.01
600,000	Prospect Epicure J-REIT Value Fund	–	–
4,624,840	PRS REIT	3,306,761	0.78
104,000	R.E.A. Holdings 15/07/2025	–	–
580,260	Raven Property Group Ordinary Shares	139,263	0.03
555,655	Raven Property Group Preference Shares	655,673	0.15
6,445,000	Residential Secure Income	5,736,050	1.35
349,500	River & Mercantile UK Micro Capital Investment	564,443	0.13
1,503,667	RM Secured Direct Lending	1,210,452	0.28

All investments are transferable securities admitted to an official stock exchange listing or other regulated market.



# CG Portfolio Fund plc

## Capital Gearing Portfolio Fund

### Schedule of Investments

*As at 31 October 2020*

*(Continued)*

Holdings	Financial assets at fair value through profit or loss	Fair Value £	% of Net Assets
<b>Investment Companies, Commodities &amp; Equities: 45.62% (2019: 34.80%) (Continued)</b>			
1,355,000	SDCL Energy Efficiency Income Trust	1,422,750	0.33
2,443,644	Secure Income REIT	5,889,182	1.38
175,000	Securities Trust of Scotland	324,625	0.08
3,965,000	SQN Asset Finance Income Fund	1,324,310	0.31
5,100,000	SQN Asset Finance Income Fund	675,750	0.16
1,347,103	SQN Secured Income Fund	889,088	0.21
1,945,000	Supermarket Income REIT	2,003,350	0.47
255,755	SVG Capital	–	–
827,230	Tapestry Investment Company PCC	–	–
2,275,000	Target Healthcare REIT	2,434,250	0.57
40,000	Tetragon Financial Group	276,875	0.06
375,141	Thames River Multi Hedge PCC	–	–
188,501	TR Property Investment Trust	656,926	0.16
300,000	Triple Point Energy Efficiency Infrastructure	309,900	0.07
2,625,000	Triple Point Social Housing REIT	2,769,375	0.65
3,210,000	Tritax Big Box REIT	5,026,860	1.18
2,590,000	Tritax Euro Box	2,305,100	0.54
300,000	Tritax Euro Box	270,267	0.06
4,031,000	Troy Income & Growth Trust	2,741,080	0.64
1,130,524	Urban Logistics REIT	1,548,818	0.36
1,075,000	US Solar Fund	821,007	0.19
170,000	Vanguard FTSE 100 UCITS ETF	4,190,500	0.98
105,000	Vanguard FTSE 250 UCITS ETF	2,834,737	0.67
60,000	Vanguard FTSE Asia Pacific ex Japan UCITS ETF	1,103,700	0.26
810,000	Vanguard FTSE Japan UCITS ETF	19,281,037	4.52
200,000	Vonovia	9,877,352	2.32
922,781	Weiss Korea Opportunity Fund	1,780,967	0.42
77,500	WisdomTree Physical Swiss Gold ETF	10,853,875	2.55
399,099	Witan Investment Trust PLC	759,086	0.18
	<b>Total Investment Companies, Commodities &amp; Equities</b>	<b>194,411,700</b>	<b>45.62</b>
<b>Zero Dividend Preference Shares: 4.86% (2019: 5.66%) *</b>			
1,617,195	Aberforth Split Level Income Trust 2024	1,730,399	0.41
1,650,000	Acorn Income Fund 2017	2,590,500	0.61
1,091,944	JZ Capital Partners 2022	3,330,429	0.78
5,682,467	NB Private Equity Partners Fund 2017	6,591,662	1.55
1,050,000	PCGH ZDP	1,128,750	0.26
2,369,837	PGIT Securities 2020	2,891,201	0.68
1,030,000	RM ZDP	1,107,250	0.26

All investments are transferable securities admitted to an official stock exchange listing or other regulated market.

# CG Portfolio Fund plc Capital Gearing Portfolio Fund

## Schedule of Investments

*As at 31 October 2020*

*(Continued)*

Holdings	Financial assets at fair value through profit or loss	Fair Value £	% of Net Assets
	<b>Zero Dividend Preference Shares: 4.86% (2019: 5.66%) * (Continued)</b>		
1,223,465	SDV 2025	1,321,342	0.31
	<b>Total Zero Dividend Preference Shares</b>	<u>20,691,533</u>	<u>4.86</u>
	<b>Total financial assets at fair value through profit or loss</b>	<u>400,612,208</u>	<u>94.01</u>
	<b>Total Value of Investments (Cost: £ 395,654,563)</b>	<b>400,612,208</b>	<b>94.01</b>
	<b>Cash and Cash Equivalents</b>	<b>25,961,580</b>	<b>6.09</b>
	<b>Other Net Liabilities</b>	<b>(425,574)</b>	<b>(0.10)</b>
	<b>Net Assets Attributable to Holders of Redeemable Participating Shares</b>	<u><u>426,148,214</u></u>	<u><u>100.00</u></u>
	<b>Analysis of Total Assets (unaudited)</b>		<b>% of Total Assets</b>
	Transferable securities and money market instruments admitted to an official stock exchange or dealt on a regulated market		<b>93.84</b>
	Other assets		<u><u>6.16</u></u>
			<u><u>100.00</u></u>

\* All holdings are in investment companies.

All investments are transferable securities admitted to an official stock exchange listing or other regulated market.

# CG Portfolio Fund plc

## Statement of Financial Position

*As at 31 October 2020*

	Notes	Real Return Fund £	The Dollar Fund £	The CG Absolute Return Fund £	Capital Gearing Portfolio Fund £	Total £
<b>Assets</b>						
Financial assets at fair value through profit or loss	2(c),3,12	487,831,287	960,155,141	415,882,081	400,612,208	2,264,480,717
Cash and cash equivalents	2(f),4	3,760,179	7,539,891	50,339,764	25,961,580	87,601,414
Securities sold receivable	2(k)	–	–	86,439	125,238	211,677
Dividends receivable		–	–	186,829	197,752	384,581
Unrealised gain on spot contracts		–	20,069	–	–	20,069
Subscriptions receivable	2(l)	654,875	4,555,161	3,148,733	–	8,358,769
Amounts receivable		4,938	16,830	8,104	4,277	34,149
<b>Total Assets</b>		<b>492,251,279</b>	<b>972,287,092</b>	<b>469,651,950</b>	<b>426,901,055</b>	<b>2,361,091,376</b>
<b>Liabilities</b>						
Financial liabilities at fair value through profit or loss	2(c),3,12	–	(69,876)	–	–	(69,876)
Payable for securities purchased	2(k)	–	–	(60,186)	(133,226)	(193,412)
Payable for participating shares redeemed	2(l)	(1,557,437)	(1,632,516)	(582,988)	(228,784)	(4,001,725)
Management fee payable	5	(121,445)	(197,928)	(136,867)	(320,404)	(776,644)
Administration fee payable	5	(19,759)	(38,201)	(18,889)	(17,824)	(94,673)
Depositary fee payable	5	(29,591)	(79,545)	(26,178)	(25,201)	(160,515)
Audit fee payable		(8,536)	(16,643)	(8,216)	(7,558)	(40,953)
Directors fees payable	5	(6,335)	(12,352)	(6,098)	(5,609)	(30,394)
Other expenses payable		(11,562)	(25,789)	(13,905)	(14,235)	(65,491)
Unrealised loss on spot contracts		(1,350)	(2,583)	–	–	(3,933)
<b>Total liabilities (excluding net assets attributable to holders of redeemable participating shares)</b>		<b>(1,756,015)</b>	<b>(2,075,433)</b>	<b>(853,327)</b>	<b>(752,841)</b>	<b>(5,437,616)</b>
<b>Net assets attributable to holders of redeemable participating shares</b>		<b>490,495,264</b>	<b>970,211,659</b>	<b>468,798,623</b>	<b>426,148,214</b>	<b>2,355,653,760</b>

*The accompanying notes form an integral part of these Financial Statements.*

# CG Portfolio Fund plc

## Statement of Financial Position

As at 31 October 2020

(Continued)

	Notes	Real Return Fund £	The Dollar Fund £	The CG Absolute Return Fund £	Capital Gearing Portfolio Fund £
<b>Number of redeemable participating shares in issue</b>	9				
Class A		2,295,471	–	–	–
Class D		–	1,741,952	–	–
Class Hedged Shares		–	6,238,884	–	–
Class M		–	–	3,668,241	–
Class P		–	–	–	5,599
Class V		–	–	–	1,370,851
<b>Net asset value per redeemable participating share</b>	19				
Class A		213.68	–	–	–
Class D		–	175.87	–	–
Class Hedged Shares		–	106.40	–	–
Class M		–	–	127.80	–
Class P		–	–	–	34,741.44
Class V		–	–	–	168.96

On behalf of the Board of Directors of CG Portfolio Fund plc by:

Fiona Mulcahy

Directors

Vernon Crowley

09 February 2020

The accompanying notes form an integral part of these Financial Statements.

# CG Portfolio Fund plc

## Statement of Financial Position

*As at 31 October 2019*

	Notes	Real Return Fund £	The Dollar Fund £	The Capital Value Fund* £	The CG Absolute Return Fund £	Capital Gearing Portfolio Fund** £	Total £
<b>Assets</b>							
Financial assets at fair value through profit or loss	2(c),3,12	431,911,368	552,713,579	–	260,601,687	437,730,731	1,682,957,365
Cash and cash equivalents	2(f),4	14,415,638	8,774,701	6,084	10,290,387	14,020,193	47,507,003
Securities sold receivable	2(k)	4,886,424	1,109,059	–	516,783	761,892	7,274,158
Dividends receivable		–	–	–	90,191	297,774	387,965
Unrealised gain on spot contracts		–	2,182	–	–	–	2,182
Subscriptions receivable	2(l)	544,869	2,913,994	–	3,349,104	8,175	6,816,142
Amounts receivable		5,702	8,324	–	4,736	3,416	22,178
<b>Total Assets</b>		<b>451,764,001</b>	<b>565,521,839</b>	<b>6,084</b>	<b>274,852,888</b>	<b>452,822,181</b>	<b>1,744,966,993</b>
<b>Liabilities</b>							
Financial liabilities at fair value through profit or loss	2(c),3,12	–	(76,090)	–	–	–	(76,090)
Payable for participating shares redeemed	2(l)	(1,107,956)	(1,181,069)	(2)	(410,721)	(229,106)	(2,928,854)
Subscriptions received in advance		(50,635)	(30)	–	(129,926)	–	(180,591)
Management fee payable	5	(117,431)	(144,209)	–	(80,595)	(348,553)	(690,788)
Administration fee payable	5	(27,027)	(31,415)	–	(14,591)	(26,453)	(99,486)
Depositary fee payable	5	(27,629)	(30,907)	–	(16,143)	(18,147)	(92,826)
Audit fee payable		(8,966)	(10,760)	(5,286)	(5,103)	(8,719)	(38,834)
Directors fees payable	5	(3,635)	(4,363)	–	(2,069)	(3,535)	(13,602)
Distributions payable		–	(640)	–	–	(29,633)	(30,273)
Other expenses payable		(7,583)	(7,643)	(796)	(6,706)	(7,381)	(30,109)
Unrealised loss on spot contracts		(12,667)	(12,815)	–	(5,556)	–	(31,038)
<b>Total liabilities (excluding net assets attributable to holders of redeemable participating shares)</b>		<b>(1,363,529)</b>	<b>(1,499,941)</b>	<b>(6,084)</b>	<b>(671,410)</b>	<b>(671,527)</b>	<b>(4,212,491)</b>
<b>Net assets attributable to holders of redeemable participating shares</b>		<b>450,400,472</b>	<b>564,021,898</b>	<b>–</b>	<b>274,181,478</b>	<b>452,150,654</b>	<b>1,740,754,502</b>

\*The Capital Value Fund merged with the Capital Gearing Portfolio Fund on 26 July 2019 creating a new share class 'Class V' in the Capital Gearing Portfolio Fund.

\*\*The Capital Gearing Portfolio Fund transferred from The Capital Gearing Portfolio Fund Plc on 26 April 2019.

*The accompanying notes form an integral part of these Financial Statements.*

# CG Portfolio Fund plc

## Statement of Financial Position

As at 31 October 2019

(Continued)

	Notes	Real Return Fund £	The Dollar Fund £	The Capital Value Fund* £	The CG Absolute Return Fund £	Capital Gearing Portfolio Fund £
<b>Number of redeemable participating shares in issue</b>	9					
Class A		2,236,535	–	–	–	–
Class D		–	1,551,043	–	–	–
Class Hedged Shares		–	3,102,733	–	–	–
Class M		–	–	–	2,198,723	–
Class P		–	–	–	–	6,049
Class V		–	–	–	–	1,522,115
<b>Net asset value per redeemable participating share</b>	19					
Class A		201.38	–	–	–	–
Class D		–	163.17	–	–	–
Class Hedged Shares		–	100.21	–	–	–
Class M		–	–	–	124.70	–
Class P		–	–	–	–	33,675.28
Class V		–	–	–	–	163.24

\*The Capital Value Fund merged with the Capital Gearing Portfolio Fund on 26 July 2019 creating a new share class 'Class V' in the Capital Gearing Portfolio Fund.

\*\*The Capital Gearing Portfolio Fund transferred from The Capital Gearing Portfolio Fund Plc on 26 April 2019.

The accompanying notes form an integral part of these Financial Statements.

# CG Portfolio Fund plc

## Statement of Comprehensive Income For the financial year ended 31 October 2020

	Notes	Real Return Fund £	The Dollar Fund £	The CG Absolute Return Fund £	Capital Gearing Portfolio Fund £	Total £
<b>Income</b>						
Dividend income	2(b)	–	–	4,344,285	4,734,084	9,078,369
Bank interest income	2(a)	–	–	–	–	–
Net realised and unrealised gain on financial assets and liabilities at fair value through profit or loss	2(c)	38,189,009	63,250,704	9,951,830	16,001,106	127,392,649
Net realised and unrealised gain/(loss) on foreign exchange	2(c)	666,888	(1,198,939)	18,831	(28,716)	(541,936)
<b>Net investment income</b>		<b>38,855,897</b>	<b>62,051,765</b>	<b>14,314,946</b>	<b>20,706,474</b>	<b>135,929,082</b>
<b>Expenses</b>						
Management fee	5	(1,397,481)	(1,881,470)	(1,305,048)	(3,939,856)	(8,523,855)
Administration fee	5	(110,328)	(177,732)	(88,719)	(104,544)	(481,323)
Depository fee	5	(166,725)	(265,262)	(133,279)	(162,400)	(727,666)
Audit fee	22	(8,849)	(17,843)	(9,699)	(8,339)	(44,730)
Directors fees	5	(17,741)	(29,918)	(14,897)	(16,046)	(78,602)
Banking fees		(49,992)	(84,785)	(42,267)	(44,243)	(221,287)
General expenses		(47,057)	(105,547)	(58,027)	(44,686)	(255,317)
<b>Total operating expenses</b>		<b>(1,798,173)</b>	<b>(2,562,557)</b>	<b>(1,651,936)</b>	<b>(4,320,114)</b>	<b>(10,332,780)</b>
<b>Net income from operations before finance costs</b>		<b>37,057,724</b>	<b>59,489,208</b>	<b>12,663,010</b>	<b>16,386,360</b>	<b>125,596,302</b>
<b>Finance costs</b>						
Interest expense	2(a)	(8,480)	(29,014)	(12,278)	(12,837)	(62,609)
Distribution	13	(9,846,852)	(10,805,578)	(4,102,175)	(1,626,299)	(26,380,904)
Net income equalisation	2(i)	157,815	2,713,376	903,399	(172,510)	3,602,080
<b>Total finance costs</b>		<b>(9,697,517)</b>	<b>(8,121,216)</b>	<b>(3,211,054)</b>	<b>(1,811,646)</b>	<b>(22,841,433)</b>
<b>Profit before tax</b>		<b>27,360,207</b>	<b>51,367,992</b>	<b>9,451,956</b>	<b>14,574,714</b>	<b>102,754,869</b>
Withholding tax	2(b),8	20	–	(169,363)	(160,945)	(330,288)
<b>Change in net assets attributable to holders of redeemable participating shares from operations</b>		<b>27,360,227</b>	<b>51,367,992</b>	<b>9,282,593</b>	<b>14,413,769</b>	<b>102,424,581</b>

*The accompanying notes form an integral part of these Financial Statements.*

# CG Portfolio Fund plc

## Statement of Comprehensive Income For the financial year ended 31 October 2019

	Notes	Real Return Fund £	The Dollar Fund £	The Capital Value Fund* £	The CG Absolute Return Fund £	Capital Gearing Portfolio Fund** £	Total £
<b>Income</b>							
Dividend income	2(b)	–	–	2,090,039	2,203,345	2,087,167	6,380,551
Bank interest income	2(a)	2,296	36,941	127	52	30	39,446
Net realised and unrealised gain on financial assets and liabilities at fair value through profit or loss	2(c)	26,229,594	37,683,005	13,115,566	8,126,445	4,421,554	89,576,164
Net realised and unrealised (loss)/gain on foreign exchange	2(c)	(189,181)	3,205,336	133,677	14,737	38,609	3,203,178
<b>Net investment income</b>		<b>26,042,709</b>	<b>40,925,282</b>	<b>15,339,409</b>	<b>10,344,579</b>	<b>6,547,360</b>	<b>99,199,339</b>
<b>Expenses</b>							
Management fee	5	(1,240,627)	(1,526,262)	(1,674,798)	(647,779)	(1,576,496)	(6,665,962)
Administration fee	5	(154,893)	(175,119)	(64,223)	(63,922)	(60,199)	(518,356)
Depository fee	5	(161,262)	(180,008)	(62,896)	(76,700)	(43,125)	(523,991)
Audit fee	22	(8,617)	(9,687)	(4,882)	(5,938)	(8,719)	(37,843)
Directors fees	5	(18,569)	(20,129)	(6,979)	(8,855)	(17,703)	(72,235)
Banking fees		(28,111)	(30,256)	(11,328)	(11,439)	(12,139)	(93,273)
General expenses		(40,245)	(45,748)	(73,150)	(36,354)	(72,242)	(267,739)
<b>Total operating expenses</b>		<b>(1,652,324)</b>	<b>(1,987,209)</b>	<b>(1,898,256)</b>	<b>(850,987)</b>	<b>(1,790,623)</b>	<b>(8,179,399)</b>
<b>Net income from operations before finance costs</b>		<b>24,390,385</b>	<b>38,938,073</b>	<b>13,441,153</b>	<b>9,493,592</b>	<b>4,756,737</b>	<b>91,019,940</b>
<b>Finance costs</b>							
Interest expense	2(a)	(427)	(691)	(4,269)	(3,754)	(8,478)	(17,619)
Distribution	13	(12,010,207)	(10,627,667)	(3,314,432)	(1,486,430)	–	(27,438,736)
Net income equalisation	2(i)	(112,323)	719,315	(91,208)	1,014,807	(27,544)	1,503,047
<b>Total finance costs</b>		<b>(12,122,957)</b>	<b>(9,909,043)</b>	<b>(3,409,909)</b>	<b>(475,377)</b>	<b>(36,022)</b>	<b>(25,953,308)</b>
<b>Profit before tax</b>		<b>12,267,428</b>	<b>29,029,030</b>	<b>10,031,244</b>	<b>9,018,215</b>	<b>4,720,715</b>	<b>65,066,632</b>
Withholding tax	2(b),8	–	–	(107,310)	(91,036)	(75,511)	(273,857)
<b>Change in net assets attributable to holders of redeemable participating shares from operations</b>		<b>12,267,428</b>	<b>29,029,030</b>	<b>9,923,934</b>	<b>8,927,179</b>	<b>4,645,204</b>	<b>64,792,775</b>

Gains and losses arise solely from continued operations except for those of The Capital Value Fund. Please see below.

\* The Capital Value Fund merged with the Capital Gearing Portfolio Fund on 26 July 2019. The above is for the period from 1 November 2018 to 26 July 2019.

\*\* The Capital Gearing Portfolio Fund transferred from The Capital Gearing Portfolio Fund Plc on 26 April 2019. The above is for the period from 26 April 2019 to 31 October 2019.

*The accompanying notes form an integral part of these Financial Statements.*



# CG Portfolio Fund plc

## Statement of Changes in Net Assets Attributable to Holders of Redeemable Participating Shares

*For the financial year ended 31 October 2020*

	Real Return Fund £	The Dollar Fund £	The CG Absolute Return Fund £	Capital Gearing Portfolio Fund £	Total £
<b>Net assets attributable to holders of redeemable participating shares at beginning of the year</b>	450,400,472	564,021,898	274,181,478	452,150,654	1,740,754,502
Change in net assets attributable to holders of redeemable participating shares from operations	27,360,227	51,367,992	9,282,593	14,413,769	102,424,581
Proceeds from issue of redeemable participating shares	63,642,019	521,379,562	231,572,583	1,510,701	818,104,865
Payments of redemption of redeemable participating shares	(50,907,454)	(166,557,793)	(46,238,031)	(41,926,910)	(305,630,188)
<b>Net assets attributable to holders of redeemable participating shares at end of the year</b>	<b><u>490,495,264</u></b>	<b><u>970,211,659</u></b>	<b><u>468,798,623</u></b>	<b><u>426,148,214</u></b>	<b><u>2,355,653,760</u></b>

*The accompanying notes form an integral part of these Financial Statements.*

# CG Portfolio Fund plc

## Statement of Changes in Net Assets Attributable to Holders of Redeemable Participating Shares

*For the financial year ended 31 October 2019*

	Real Return Fund £	The Dollar Fund £	The Capital Value Fund* £	The CG Absolute Return Fund £	Capital Gearing Portfolio Fund** £	Total £
<b>Net assets attributable to holders of redeemable participating shares at beginning of the year</b>	446,016,591	527,080,403	265,538,661	117,021,283	–	1,355,656,938
Change in net assets attributable to holders of redeemable participating shares from operations	12,267,428	29,029,030	9,923,934	8,927,179	4,645,204	64,792,775
Proceeds from issue of redeemable participating shares	58,646,688	172,151,747	541,022	166,512,476	460,142,923	857,994,856
Payments of redemption of redeemable participating shares	(66,530,235)	(164,239,282)	(276,003,617)	(18,279,460)	(12,637,473)	(537,690,067)
<b>Net assets attributable to holders of redeemable participating shares at end of the year</b>	<b><u>450,400,472</u></b>	<b><u>564,021,898</u></b>	<b><u>–</u></b>	<b><u>274,181,478</u></b>	<b><u>452,150,654</u></b>	<b><u>1,740,754,502</u></b>

\* The Capital Value Fund merged with the Capital Gearing Portfolio Fund on 26 July 2019. The above is for the period from 1 November 2018 to 26 July 2019.

\*\* The Capital Gearing Portfolio Fund transferred from The Capital Gearing Portfolio Fund Plc on 26 April 2019. The above is for the period from 26 April 2019 to 31 October 2019.

*The accompanying notes form an integral part of these Financial Statements.*

# CG Portfolio Fund plc

## Statement of Cash Flows

*For the financial year ended 31 October 2020*

	Real Return Fund £	The Dollar Fund £	The CG Absolute Return Fund £	Capital Gearing Portfolio Fund £	Total* £
<b>Cash flows from operating activities:</b>					
<b>Change in net assets attributable to holders of redeemable participating shares from operations</b>	<b>27,360,227</b>	<b>51,367,992</b>	<b>9,282,593</b>	<b>14,413,769</b>	<b>102,424,581</b>
Adjustments to reconcile change in net assets attributable to holders of redeemable participating shares from operations to net cash provided by/(used in) operating activities:					
Exchange (gains)/losses on cash and cash equivalents	(898,775)	7,749,087	56,263	24,347	6,930,922
Movement in financial assets and liabilities recorded at fair value through profit or loss	(55,919,919)	(407,447,776)	(155,280,394)	37,118,523	(581,529,566)
Movement in securities sold receivable	4,886,424	1,109,059	430,344	636,654	7,062,481
Movement in receivables	764	(8,506)	(100,006)	99,161	(8,587)
Movement in securities purchased payable	–	–	60,186	133,226	193,412
Movement in unrealised loss on spot contracts	(11,317)	(28,119)	(5,556)	–	(44,992)
Distributions to holders of redeemable participating shares	9,846,852	10,805,578	4,102,175	1,626,299	26,380,904
Movement in payables and accrued expenses	(45,678)	140,491	(44,980)	(51,590)	(1,757)
<b>Net cash (used in)/provided by operating activities</b>	<b>(14,781,422)</b>	<b>(336,312,194)</b>	<b>(141,499,375)</b>	<b>54,000,389</b>	<b>(438,592,602)</b>
<b>Cash flow from financing activities</b>					
Proceeds from issue of redeemable participating shares	63,532,013	519,738,395	231,772,954	1,518,876	816,562,238
Payments on redemption of redeemable participating shares	(50,457,973)	(166,106,346)	(46,065,764)	(41,927,232)	(304,557,315)
Distributions paid to holders of redeemable participating shares	(9,846,852)	(10,805,578)	(4,102,175)	(1,626,299)	(26,380,904)
<b>Net cash provided by/(used in) financing activities</b>	<b>3,227,188</b>	<b>342,826,471</b>	<b>181,605,015</b>	<b>(42,034,655)</b>	<b>485,624,019</b>
Net (decrease)/increase in cash and cash equivalents	(11,554,234)	6,514,277	40,105,640	11,965,734	47,031,417
Opening cash and cash equivalents	14,415,638	8,774,701	10,290,387	14,020,193	47,500,919
Exchange gains/(losses) on cash and cash equivalents	898,775	(7,749,087)	(56,263)	(24,347)	(6,930,922)
<b>Ending cash and cash equivalents</b>	<b>3,760,179</b>	<b>7,539,891</b>	<b>50,339,764</b>	<b>25,961,580</b>	<b>87,601,414</b>

\* This opening balance excludes The Capital Value Funds balance of £6,084 as the fund merged with the Capital Gearing Portfolio Fund in the prior year.

*The accompanying notes form an integral part of these Financial Statements.*

# CG Portfolio Fund plc

## Statement of Cash Flows

For the financial year ended 31 October 2020

(Continued)

	Real Return Fund £	The Dollar Fund £	The CG Absolute Return Fund £	Capital Gearing Portfolio Fund £	Total £
<b>Supplemental information</b>					
Bond interest received	9,405,822	12,524,440	2,928,939	4,099,478	28,958,679
Dividends received	–	–	4,078,284	4,673,161	8,751,465

*The accompanying notes form an integral part of these Financial Statements.*

# CG Portfolio Fund plc

## Statement of Cash Flows

*For the financial year ended 31 October 2019*

	Real Return Fund £	The Dollar Fund £	The Capital Value Fund* £	The CG Absolute Return Fund £	Capital Gearing Portfolio Fund** £	Total £
<b>Cash flows from operating activities:</b>						
<b>Change in net assets attributable to holders of redeemable participating shares from operations</b>	<b>12,267,428</b>	<b>29,029,030</b>	<b>9,923,934</b>	<b>8,927,179</b>	<b>4,645,204</b>	<b>64,792,775</b>
Adjustments to reconcile change in net assets attributable to holders of redeemable participating shares from operations to net cash provided by/(used in) operating activities:						
Exchange (gains)/losses on cash and cash equivalents	(200,719)	245,840	(1,872,812)	(68,759)	(712,813)	(2,609,263)
Movement in financial assets and liabilities recorded at fair value through profit or loss	932,680	(47,768,587)	254,592,266	(146,616,705)	(437,730,731)	(376,591,077)
Movement in securities sold receivable	292,593	9,507,024	326,236	(340,636)	(761,892)	9,023,325
Movement in receivables	(1,595)	(1,070)	37,956	(84,566)	(301,190)	(350,465)
Movement in securities purchased payable	–	–	–	(23,970)	–	(23,970)
Movement in unrealised gain on spot contracts	12,667	10,381	–	5,556	–	28,604
Distributions to holders of redeemable participating shares	12,010,207	10,627,667	3,314,432	1,486,430	–	27,438,736
Movement in payables and accrued expenses	36,263	(30,366)	(290,520)	192,142	442,421	349,940
<b>Net cash provided by/(used in) operating activities</b>	<b>25,349,524</b>	<b>1,619,919</b>	<b>266,031,492</b>	<b>(136,523,329)</b>	<b>(434,419,001)</b>	<b>(277,941,395)</b>
<b>Cash flow from financing activities</b>						
Proceeds from issue of redeemable participating shares	58,120,009	169,767,275	541,022	164,742,461	460,134,748	853,305,515
Payments on redemption of redeemable participating shares	(65,714,004)	(163,945,613)	(276,166,523)	(17,969,666)	(12,408,367)	(536,204,173)
Distributions paid to holders of redeemable participating shares	(12,010,207)	(10,627,667)	(3,314,432)	(1,486,430)	–	(27,438,736)
<b>Net cash (used in)/provided by financing activities</b>	<b>(19,604,202)</b>	<b>(4,806,005)</b>	<b>(278,939,933)</b>	<b>145,286,365</b>	<b>447,726,381</b>	<b>289,662,606</b>
Net increase/(decrease) in cash and cash equivalents	5,745,322	(3,186,086)	(12,908,441)	8,763,036	13,307,380	11,721,211
Opening cash and cash equivalents	8,469,597	12,206,627	11,041,713	1,458,592	–	33,176,529
Exchange gains/(losses) on cash and cash equivalents	200,719	(245,840)	1,872,812	68,759	712,813	2,609,263
<b>Ending cash and cash equivalents</b>	<b>14,415,638</b>	<b>8,774,701</b>	<b>6,084</b>	<b>10,290,387</b>	<b>14,020,193</b>	<b>47,507,003</b>

\* The Capital Value Fund merged with the Capital Gearing Portfolio Fund on 26 July 2019. The above is for the period from 1 November 2018 to 26 July 2019.

\*\* The Capital Gearing Portfolio Fund transferred from The Capital Gearing Portfolio Fund Plc on 26 April 2019. The above is for the period from 26 April 2019 to 31 October 2019.

*The accompanying notes form an integral part of these Financial Statements.*

# CG Portfolio Fund plc

## Statement of Cash Flows

For the financial year ended 31 October 2019

(Continued)

	Real Return Fund £	The Dollar Fund £	The Capital Value Fund* £	The CG Absolute Return Fund £	Capital Gearing Portfolio Fund** £	Total £
<b>Supplemental information</b>						
Coupon and bank interest received	12,053,862	12,199,607	2,258,276	1,471,823	175,037	28,158,605
Dividends received	–	–	2,017,847	2,030,541	1,713,882	5,762,270

\* The Capital Value Fund merged with the Capital Gearing Portfolio Fund on 26 July 2019. The above is for the period from 1 November 2018 to 26 July 2019.

\*\* The Capital Gearing Portfolio Fund transferred from The Capital Gearing Portfolio Fund Plc on 26 April 2019. The above is for the period from 26 April 2019 to 31 October 2019.

*The accompanying notes form an integral part of these Financial Statements.*

# **CG Portfolio Fund plc**

## **Notes to the Financial Statements**

*For the financial year ended 31 October 2020*

### **1. Organisation and Nature of Business**

CG Portfolio Fund plc (the “Company”) is an umbrella type open ended investment company with variable capital incorporated on 21 August 2002 under the laws of Ireland and is authorised in Ireland as an Undertaking for Collective Investment in Transferable Securities pursuant to the European Communities (UCITS) Regulations 2011 (as amended), (the “UCITS Regulations”) and the Central Bank (Supervision and Enforcement) Act 2013 (Section 48(1)) UCITS Regulations 2019 (the “Central Bank UCITS Regulations”). The Company was admitted to the official list of the Euronext (formerly Irish Stock Exchange) on 5 March 2004 and commenced trading on the same date.

As at 31 October 2020 the Company has four active sub-funds (the “Funds”) and six share classes:

<b><u>Name of the Fund</u></b>	<b><u>Share Class</u></b>	<b><u>Launch date</u></b>
Real Return Fund	Class A	8 March 2004
The Dollar Fund	Class D	9 May 2009
The Dollar Fund	Class Hedged Shares	15 August 2016
The CG Absolute Return Fund	Class M	23 May 2016
Capital Gearing Portfolio Fund	Class P	26 April 2019
Capital Gearing Portfolio Fund	Class V	26 July 2019

The Capital Gearing Portfolio Fund Plc merged into a newly created sub-fund of the Company (Capital Gearing Portfolio Fund) on 26 April 2019, resulting in the creation of the Class P shares. Both Class P and Class V shares are closed to new investors.

On 26 July 2019 the Capital Value Fund merged with Capital Gearing Portfolio Fund creating a new share class ‘Class V’ in Capital Gearing Portfolio Fund.

The Real Return Fund closed to new investors on 8 September 2014. However, the Real Return Fund has reopened to new investors as of 1 November 2018.

The investment objective of Real Return Fund is to achieve long term capital appreciation and income growth by investing mainly in international government and corporate Index Linked Bonds, but from time to time Real Return Fund may also invest in conventional government and corporate obligations with the emphasis on investment grade bonds where applicable.

The investment objective of The Dollar Fund is to achieve long-term capital appreciation and income growth by investing mainly in U.S. Government and corporate Index Linked Bonds, in particular Treasury Inflation-Protected Securities (TIPS), but from time to time The Dollar Fund may also invest in conventional government and corporate obligations with the emphasis on investment grade bonds where applicable.

The investment objective of The CG Absolute Return Fund is to achieve long term capital growth in absolute terms by investing in a spread of direct equities, exchange traded funds, open ended funds, closed ended funds, government and corporate bonds including Index Linked Bonds, all listed on a Recognised Market. Through investing in investment trusts and investment companies, the Fund will obtain exposure to global and domestic equity markets, real estate, infrastructure, commodities and precious metals.

The CG Absolute Return Fund may also invest in other obligations of companies listed on a Recognised Market such as preferred shares, loan stocks, convertible bonds and warrants, as well as cash and money market instruments including cash funds. The CG Absolute Return Fund does not acquire direct exposure to alternative asset classes (real estate, infrastructure, commodities and precious metals) instead it tends to acquire indirect exposure via open ended funds, ETFs, listed investment companies, Real Estate Investment Trusts (“REITS”) and ordinary equities with substantial exposure to a given alternative asset class. Such entities, in turn, may issue convertible bonds or warrants. The Fund may purchase such instruments and therefore, in turn, acquire indirect exposure to the underlying asset class. The CG Absolute Return Fund will be global in its exposure and will not concentrate on any individual geographical region or industry.

The investment objective of Capital Gearing Portfolio Fund is to achieve long term capital growth in absolute terms by investing in a spread of direct equities, bonds, open ended funds, closed ended funds, government and corporate bonds including Index Linked Bonds, all listed on a Recognised Market.

# **CG Portfolio Fund plc**

## **Notes to the Financial Statements**

*For the financial year ended 31 October 2020*

*(Continued)*

### **1. Organisation and Nature of Business (Continued)**

Capital Gearing Portfolio Fund may also invest in other obligations of companies listed on a Recognised Market such as preferred shares, loan stocks, convertible bonds and warrants, as well as Cash, Money market instruments and money market funds. Capital Gearing Portfolio Fund does not acquire direct exposure to alternative asset classes (real estate, infrastructure, commodities and precious metals) instead it tends to acquire indirect exposure via open ended funds, ETFs, listed investment companies, Real Estate Investment Trusts (“REITS”) and ordinary equities with substantial exposure to a given alternative asset class. Such entities, in turn, may issue convertible bonds or warrants. The Fund may purchase such instruments and therefore, in turn, acquire indirect exposure to the underlying asset class.

The Company has no employees (2019: none).

### **2. Principal Accounting Policies**

#### *Basis of Preparation*

These Financial Statements have been prepared in accordance with International Financial Reporting Standards (“IFRS”), as adopted by the European Union (“EU”), and Irish statute comprising the Companies Act 2014.

The Financial Statements have been prepared under the historical cost convention, as modified by the revaluation of financial assets and financial liabilities (including derivative financial instruments) at fair value through profit or loss. The financial statements have been prepared on the going concern basis for all Funds.

The preparation of Financial Statements in conformity with IFRS requires the use of certain critical accounting estimates. It also requires the Board of Directors to exercise its judgement in the process of applying the Company’s accounting policies. These estimates and judgements affect the reported amounts of assets and liabilities and income and expenses. Actual results may differ from those estimates and these differences may be material. Details of critical accounting judgements and estimates are discussed in this note under the heading “Financial Assets and Liabilities at Fair Value through Profit or Loss”.

#### *Standards and amendments to existing standards effective 1 January 2019*

A number of new standards, amendments to standards and interpretations are effective for annual periods beginning after 1 January 2019, and have not been early adopted in preparing these financial statements. None of these are expected to have a material effect on the financial statements of the Company.

IFRIC 23 ‘Uncertainty over Income tax treatments’ (“IFRC 23”) is effective for annual reporting periods beginning on or after 1 January 2019 and aims to clarify how to reflect uncertainty in the recognition and measurement of income taxes under IAS 12. The new standard does not have a significant impact on the Company’s financial position, performance or disclosures in its financial statements.

#### **(a) Interest Income/expense**

Bond Interest income is recognised in the Statement of Comprehensive Income and reflected in the movement in fair value through profit or loss. It is calculated using the effective interest rate method. Bank interest income and expense is recognised on an accruals basis. Interest expense relates to bank overdraft and is repayable on demand.

#### **(b) Dividend Income**

Dividends are credited to the Statement of Comprehensive Income on the dates on which the relevant securities are listed as “ex-dividend”. Dividend income is shown gross of any withholding taxes, which is disclosed separately in the Statement of Comprehensive Income, and net of any tax credits.

#### **(c) Financial Assets and Liabilities at Fair Value through Profit or Loss**

##### **(i) Classification**

IFRS 9 ‘Financial Instruments’ contains three principal classification categories for financial assets: measured at amortised cost, fair value through other comprehensive income (“FVOCI”) and fair value through profit or loss (“FVTPL”). The classification of financial assets under IFRS 9 is generally based on the business model in which a financial asset is managed and its contractual cash flow characteristics. IFRS 9 eliminates the previous IAS 39 categories of held to maturity, loans and receivables and available for sale.



# **CG Portfolio Fund plc**

## **Notes to the Financial Statements**

*For the financial year ended 31 October 2020*

*(Continued)*

### **2. Principal Accounting Policies (Continued)**

#### **(c) Financial Assets and Liabilities at Fair Value through Profit or Loss (continued)**

##### **(i) Classification (Continued)**

The Company classifies its investments based on both the Company's business model for managing those financial assets and the contractual cash flow characteristics of the financial assets. The portfolio of financial assets is managed and performance is evaluated on a fair value basis. The Company is primarily focused on fair value information and uses that information to assess the assets' performance and to make decisions. The Company has not taken the option to irrevocably designate any equity securities as fair value through other comprehensive income. The contractual cash flows of the Company's debt securities are solely principal and interest, however, these securities are neither held for the purpose of collecting contractual cash flows nor held both for collecting contractual cash flows and for sale. The collection of contractual cash flows is only incidental to achieving the Company's business model's objective. Consequently, all investments are measured at fair value through profit or loss.

Subsequent to initial recognition, all financial assets and financial liabilities at fair value through profit or loss are measured at fair value. Gains and losses arising from changes in the fair value of the 'financial assets or financial liabilities at fair value through profit or loss' category are presented in the Statement of Comprehensive Income within net realised/unrealised gain on Financial assets and liabilities at fair value through profit or loss in the period in which they arise.

##### **(ii) Recognition/Derecognition**

Purchases and sales of investments are recognised on the trade date – the date on which the Company commits to purchase or sell the investment. Investments are derecognised when the rights to receive cash flows from the investments have expired or the Company has transferred all risks and rewards of ownership.

##### **(iii) Measurement**

Financial assets and financial liabilities at FVTPL are initially recognised at fair value. Transaction costs are expensed in the Statement of Comprehensive Income. Subsequent to initial recognition, all financial assets and financial liabilities at FVTPL are measured at fair value. Gains and losses arising from changes in the fair value of the "financial assets or financial liabilities at fair value through profit or loss" category are presented in the Statement of Comprehensive Income in the period in which they arise.

Realised gains and losses on disposal of investments held for trading and unrealised gains and losses on valuation of investments held for trading at year end are calculated on a first in first out ("FIFO") basis and are included in the Statement of Comprehensive Income. Financial assets at FVTPL are initially recognised at fair value. Transaction costs are expensed in the Statement of Comprehensive Income. Subsequent to initial recognition, all financial assets and financial liabilities at FVTPL or loss are measured at fair value.

Realised gains and losses on financial assets or financial liabilities at fair value through profit or loss and unrealised gains and losses arising from changes in the fair value of the financial assets or financial liabilities at fair value through profit or loss are presented in the Statement of Comprehensive Income in the period in which they arise.

##### **(iv) Fair Value Estimation**

IFRS 13 – Fair Value Measurement ("IFRS 13") defines fair value as the price that would be received to sell an asset or paid to transfer a liability in an orderly transaction between market participants at the measurement date. The fair value of financial instruments traded in active markets (such as publicly traded derivatives and trading securities, exchange traded funds, warrants, floating rate notes and bonds) are based on quoted market prices at the Statement of Financial Position date. The quoted market price used for financial assets and liabilities held by the Company is the current last traded price for investment companies, commodities and equities, mid price for all debt securities apart from US debt securities which are bid priced.

# **CG Portfolio Fund plc**

## **Notes to the Financial Statements**

*For the financial year ended 31 October 2020*

*(Continued)*

### **2. Principal Accounting Policies (Continued)**

#### **(c) Financial Assets and Liabilities at Fair Value through Profit or Loss (continued)**

##### **(iv) Fair Value Estimation (Continued)**

Financial instruments for which quotations are not readily available will be valued at fair value as determined by the Investment Manager, based on consultation with the Administrator, and the prices of these financial assets are reviewed and approved by Directors. In determining fair value, the Investment Manager and the Administrator consider among other matters, the basis of cost, prices of recent transactions of the same securities in similar volume under appropriate market conditions, and the impact of any premium or discount which might for any reason be applied to value. Financial instruments valued by the Investment Manager as at 31 October 2020 have been included in level 3 in the fair value measurement disclosures (see note 12).

Forward foreign currency transactions are valued based on the closing forward contract rates on the relevant foreign exchange market on a daily basis. When the contract is closed, the funds record a realised gain or loss equal to the difference between the value of the contract at the time it was opened and the value at the time it was closed. Gains and losses are reported in the Company's Statement of Comprehensive Income. Unrealised gains and losses are reported in the Company's Statement of Financial Position and Statement of Comprehensive Income.

#### **(d) Operating Expenses**

The Company is responsible for all normal operating expenses including audit fees, stamp and other duties and charges incurred on the acquisition and realisation of investments. Operating expenses are accounted for on an accruals basis.

#### **(e) Functional and Presentation Currency**

Items included in the Company's Financial Statements are measured using the currency of the primary economic environment in which it operates (the "functional currency"). The functional currency is GBP Sterling for all Funds. This reflects the majority of the Company's assets which are denominated in £ for Real Return Fund, The Capital Value Fund, The CG Absolute Return Fund and Capital Gearing Fund and also reflects the fact that the majority of the redeemable participating shares were/are subscribed and redeemed in £ for The Dollar Fund. The Company has also adopted £ as its presentation currency.

Foreign currency transactions are translated into the functional currency using the exchange rate prevailing on the transaction date. Foreign exchange gains and losses resulting from the settlement of such transactions and from the translation at year end exchange rates of monetary assets and liabilities denominated in foreign currencies are recognised in the Statement of Comprehensive Income. Translation differences on non-monetary items such as financial instruments held at fair value through profit or loss are reported as part of fair value gain or loss.

#### **(f) Cash and Cash Equivalents**

Cash comprises cash at bank and demand deposits. Cash equivalents are short term, highly liquid investments that are readily convertible to known amounts of cash and which are subject to insignificant changes in value.

#### **(g) Redeemable Participating Shares**

Redeemable Participating Shares are redeemable at the shareholders' option and are classified as financial liabilities, as they are not the most subordinate shares in issue in the Company. The Shares can be offered back to the Company at any time for cash equal to a proportionate share of the Company's Net Asset Value. The Shares are carried at the redemption amount that is payable at the Statement of Financial Position date if the shareholder exercised its right to put the share back to the Company.

Redeemable Participating Shares are issued and redeemed at the holder's option at prices based on the Company's Net Asset Value per share at the time of issue or redemption. The Company's Net Asset Value per share is calculated by dividing the net assets attributable to the holders of Redeemable Participating Shares by the total number of outstanding Redeemable Participating Shares.

# **CG Portfolio Fund plc**

## **Notes to the Financial Statements**

*For the financial year ended 31 October 2020*

*(Continued)*

### **2. Principal Accounting Policies (Continued)**

#### **(g) Redeemable Participating Shares (continued)**

All issued Redeemable Participating Shares are fully paid and have been admitted to the official listing of the Euronext. The Company's capital is represented by these Redeemable Participating Shares with no par value and with each carrying one vote. The Company has restrictions on specific capital requirements on the subscription and redemptions of shares. The relevant movements are shown on the Statement of Changes in Net Assets Attributable to Holders of Redeemable Participating Shares.

#### **(h) Distributions**

The Company has been admitted to the UK Reporting Regime and has been granted Reporting Status for future periods, beginning 1 November 2011. Proposed distributions to holders of redeemable shares are recognised in the Statement of Comprehensive Income when they are appropriately authorised and no longer at the discretion of the Company. This typically occurs when the proposed distribution is ratified at the Annual General Meeting. The distribution on the redeemable shares is recognised as a finance cost in the Statement of Comprehensive Income.

#### **(i) Income Equalisation**

Income equalisation is accrued income included in the price of shares purchased and redeemed during the accounting year. The subscription price of shares is deemed to include an equalisation payment calculated by reference to the accrued income of each Fund and the first distribution in respect of any share will include a payment of capital usually equal to the amount of such equalisation payment. The redemption price of each share will also include an equalisation payment in respect of the accrued income of each Fund up to the date of redemption. Income equalisation is accounted for in the Statement of Comprehensive Income.

#### **(j) Transaction Costs**

Transaction costs are incremental costs that are directly attributable to the acquisition, issue or disposal of a financial asset or financial liability. An incremental cost is one that would not have been incurred if the entity had not acquired, issued or disposed of the financial instrument. Transaction costs for the financial year of £584,514 (2019: £220,225) are expensed in the Statement of Comprehensive Income as part of the movement in FVTPL. Only transaction costs which are separately identifiable are disclosed.

#### **(k) Securities Sold Receivable/Payable for Securities Purchased**

Amounts receivable or payable for securities represent sales or purchases where the proceeds or payments have not been received or paid as at Statement of Financial Position date. Non base currency transactions are converted at the prevailing rate on a daily basis until settlement.

#### **(l) Subscriptions Receivable/Payable for Participating Shares Redeemed**

Amounts due to or from redeemable participating shareholders represent redemptions or subscriptions where the shares have been redeemed or subscribed by the redeemable participating shareholder, but as at Statement of Financial Position date the cash has not been paid.

#### **(m) Spot Contracts**

The Company may use spot contracts for foreign exchange currency hedging. Spot currency contracts which are open for five business days or less are presented gross within the statement of financial position.

Spot Contract transactions are valued based on the closing contract rates on the relevant foreign exchange market on a daily basis. When the contract is closed, the funds record a realised gain or loss equal to the difference between the value of the contract at the time it was opened and the value at the time it was closed. Realised gains and losses are reported in the Company's Statement of Comprehensive Income. Unrealised gains and losses are reported in the Company's Statement of Financial Position and Statement of Comprehensive Income.

# CG Portfolio Fund plc

## Notes to the Financial Statements

*For the financial year ended 31 October 2020*

*(Continued)*

### 3. Financial Assets and Liabilities at Fair Value through Profit or Loss

	Real Return Fund 31 October 2020 £	The Dollar Fund 31 October 2020 £	The CG Absolute Return Fund 31 October 2020 £	Capital Gearing Portfolio Fund 31 October 2020 £
Financial assets at fair value through profit or loss at initial recognition	398,223,712	865,817,299	409,341,254	397,074,646
Unrealised gain on financial assets at fair value through profit or loss (Net)	89,607,575	83,623,071	6,540,827	3,537,562
Unrealised gain on Forward Currency Contracts (Net)	–	10,644,895	–	–
	<u>487,831,287</u>	<u>960,085,265</u>	<u>415,882,081</u>	<u>400,612,208</u>

	Real Return Fund 31 October 2019 £	The Dollar Fund 31 October 2019 £	The CG Absolute Return Fund 31 October 2019 £	Capital Gearing Portfolio Fund 31 October 2019 £
Financial assets at fair value through profit or loss at initial recognition (Net)	364,512,972	505,946,704	254,597,577	437,467,069
Unrealised gain on financial assets at fair value through profit or loss	67,398,396	35,923,896	6,004,110	263,662
Unrealised gain on Forward Currency Contracts (Net)	–	10,766,889	–	–
	<u>431,911,368</u>	<u>552,637,489</u>	<u>260,601,687</u>	<u>437,730,731</u>

### 4. Cash and Cash Equivalents

Cash and cash equivalents comprises cash at bank held with The Northern Trust Company.

	Real Return Fund £	The Dollar Fund £	The Capital Value Fund £	The CG Absolute Return Fund £	Capital Gearing Portfolio Fund £
<b>31 October 2020</b>					
Cash and cash equivalents	3,760,179	7,539,891	–	50,339,764	25,961,580
<b>31 October 2019</b>					
Cash and cash equivalents	14,415,638	8,774,701	6,084	10,290,387	14,020,193

On 30 March 2015, the Central Bank of Ireland published two sets of regulations: Client Asset Regulations (“CAR”) and Investor Money Relations (“IMR”) which strengthens the safeguards around client assets and investor money. On 29 January 2016, a new bank account was set up in the Company’s name in line with the Central Bank of Ireland requirements. Any subscription monies not yet applied to the Funds or that have been redeemed but not yet paid out from the Funds will form the balance of this account. As at 31 October 2020, there were no adjustments required to reflect this balance in the Financial Statements on all Funds.

# CG Portfolio Fund plc

## Notes to the Financial Statements

For the financial year ended 31 October 2020

(Continued)

### 4. Cash and Cash Equivalents (Continued)

As at 31 October 2019, the cash and cash equivalents on Real Return Fund were increased by £50,635 which related to subscription received in advance, on The Dollar Fund were increased by £670 which related to the following: £30 subscription received in advance and £640 distributions payable, on The Capital Value Fund they were increased by £2 which related to payable for participating shares redeemed, on The CG Absolute Return Fund they were increased by £132,513 which related to the following: £2,588 other payables and £129,926 subscriptions received in advance and on Capital Gearing Portfolio Fund they were increased by £29,633 which related to distributions payable.

### 5. Fees and Other Expenses

#### *Investment Management Fee*

The Investment Manager receives a total fee of 0.30% per annum of the net asset value of Real Return Fund, 0.25% of the net asset value of The Dollar Fund Class D and Hedged Shares, 0.35% per annum of the net asset value of The CG Absolute Return Fund and 0.90% per annum of the net asset value for Capital Gearing Portfolio Fund Class P and V Shares, accrued daily and payable monthly in arrears. The Investment Manager shall also be reimbursed for any out-of-pocket expenses incurred.

#### *Administration Fee*

Effective from 1 November 2019, the Administrator is entitled to 0.06% per annum (2018: 0.07%) of the net asset value of the Funds on the first £100m, 0.04% per annum (2018: 0.05%) on the next £150m of the net asset value of the Funds and 0.02% (2018: 0.03%) on the remainder of the net asset value of the Funds. This fee is accrued daily and payable monthly in arrears. The Administrator is also entitled to be reimbursed for any out-of-pocket expenses incurred.

#### *Depositary Fee*

The Depositary is entitled to 0.0325% per annum on the first £100m of the net asset value of the Funds, 0.0275% per annum on the next £150m of the net asset value of the Funds and 0.0225% on the remainder of the net asset value of the Funds. This fee is accrued daily and payable monthly in arrears. In addition, the Depositary is entitled to recover from the Funds out-of-pocket expenses and the fees and expenses of any correspondent appointed by the Depositary.

All fees received by the Investment Manager, Administrator and Depositary are disclosed separately in the Statement of Comprehensive Income. Amounts payable at the financial year end were:

	31 October 2020	31 October 2019
<b>Investment Manager Fee</b>	<b>£</b>	<b>£</b>
Real Return Fund	121,445	117,431
The Dollar Fund	197,928	144,209
The CG Absolute Return Fund	136,867	80,595
Capital Gearing Portfolio Fund	320,404	348,553
	<b>31 October 2020</b>	<b>31 October 2019</b>
<b>Administration Fee</b>	<b>£</b>	<b>£</b>
Real Return Fund	19,759	27,027
The Dollar Fund	38,201	31,415
The CG Absolute Return Fund	18,889	14,591
Capital Gearing Portfolio Fund	17,824	26,453
	<b>31 October 2020</b>	<b>31 October 2019</b>
<b>Depositary Fee</b>	<b>£</b>	<b>£</b>
Real Return Fund	29,591	27,629
The Dollar Fund	79,545	30,907
The CG Absolute Return Fund	26,178	16,143
Capital Gearing Portfolio Fund	25,201	18,147

# **CG Portfolio Fund plc**

## **Notes to the Financial Statements**

*For the financial year ended 31 October 2020*

*(Continued)*

### **5. Fees and Other Expenses (Continued)**

#### *Directors Fees*

The Directors are entitled to fees of €28,000 each per annum. Richard Goody did not charge a fee for the year. The Directors fee (expensed in the Statement of Comprehensive Income) for the financial year ended 31 October 2020 is £78,602 (€89,000) (31 October 2019: £72,235 (€82,000) of which £16,793 (€19,000) (31 October 2019: £13,602 (€15,000) is outstanding at the financial year end. Directors fees paid during the year were £61,809 (€70,000) (31 October 2019: £80,958 (€92,000). The Chairman is entitled to an additional €4,000 per annum. The OE Director is entitled to an additional €4,000 per annum. Vernon Crowley fulfils both of these roles but has agreed to waive these additional fees. David Brazier has agreed to not charge €12,000 per annum of his fee. This fee agreement was approved in July 2019.

### **6. Exchange Rates**

The exchange rates used at 31 October 2020 and 31 October 2019 were as follows:

	<b>31 October 2020</b>	<b>31 October 2019</b>
	<b>Exchange Rate to £</b>	<b>Exchange Rate to £</b>
Australian Dollar	1.8412	1.8782
Canadian Dollar	1.7240	1.7008
Danish Krone	8.2641	8.6641
Euro	1.1100	1.1599
Japanese Yen	135.1703	139.8880
Swedish Krona	11.5092	12.4668
Swiss Franc	1.1851	–
United States Dollar	1.2930	1.2940

### **7. Related Party Transactions**

The Company operates under an investment management agreement with CG Asset Management Limited. David Brazier and Richard Goody had a shareholding in CG Asset Management Limited during the financial year. Richard Goody is an employee of CG Asset Management Limited. All fees in relation to investment management are disclosed in the Statement of Comprehensive Income. Vernon Crowley, David Brazier, Fiona Mulcahy and John McClintock receive a Directors fee as disclosed in Note 5 . Richard Goody did not charge a fee for the year.

# CG Portfolio Fund plc

## Notes to the Financial Statements

*For the financial year ended 31 October 2020*

*(Continued)*

### 7. Related Party Transactions (Continued)

#### Directors' and Related Party Interests in Shares of the Company

The shares positions at 31 October 2020 and 31 October 2019 were as follows:

<b>Holder</b>	<b>Real Return Fund A Shares 31 October 2020</b>	<b>The Dollar Fund D Shares 31 October 2020</b>	<b>Capital Gearing Portfolio Fund V Shares 31 October 2020</b>	<b>The CG Absolute Return Fund M Shares 31 October 2020</b>	<b>Capital Gearing Portfolio Fund P Shares 31 October 2020</b>
David Brazier, a Director of the Company	2,968.02	5,389.07	9,607.04	8,777.76	98.40
• Persons connected to David Brazier	6,128.83	4,019.52	250.00	3,129.92	102.17
Vernon Crowley, Director of the Company	-	401.78	1,070.70	-	-
• Persons connected to Vernon Crowley	-	-	-	-	-
Peter Spiller, a Director of the Investment Manager	15,400.00	2,225.75	8,655.00	49,740.00	180.00
• Persons connected to Peter Spiller	15,590.00	2,500.00	2,500.00	28,575.00	260.00
Alastair Laing, a Director of the Investment Manager	53.16	191.07	62.84	3,501.00	-
• Persons connected to Alastair Laing	-	-	260.91	3,606.61	-
Richard Goody, a Director of the Company and the Investment Manager	-	-	500.00	1,078.26	2.00
• Persons connected to Richard Goody	-	-	-	-	-
Chris Clothier, a Director of the Investment Manager	24.88	32.21	153.21	770.96	0.68
• Persons connected to Chris Clothier	-	-	-	-	-
Theresa Russell, a Director of the Investment Manager	-	67.29	-	661.25	-
• Persons connected to Theresa Russell	-	-	-	-	-
John McClintock, a Director of the Company	930.20	-	-	3,186.34	-
• Persons connected to John McClintock	-	-	-	836.44	-
Fiona Mulcahy, a Director of the Company	-	-	-	-	-
• Persons connected to Fiona Mulcahy	-	-	-	-	-
CG Asset Management Limited, Investment Manager	-	-	-	28,400.00	-



# **CG Portfolio Fund plc**

## **Notes to the Financial Statements**

*For the financial year ended 31 October 2020*

*(Continued)*

### **7. Related Party Transactions (Continued)**

<b>Holder</b>	<b>Real Return Fund A Shares 31 October 2019</b>	<b>The Dollar Fund D Shares 31 October 2019</b>	<b>Capital Gearing Portfolio Fund V Shares 31 October 2019</b>	<b>The CG Absolute Return Fund M Shares 31 October 2019</b>	<b>Capital Gearing Portfolio Fund P Shares 31 October 2019</b>
David Brazier, a Director of the Company	5,376.74	5,389.07	9,904.00	4,094.35	98.40
• Persons connected to David Brazier	6,224.96	4,019.52	250.00	2,976.31	104.02
Vernon Crowley, Director of the Company	-	401.78	1,070.70	-	-
• Persons connected to Vernon Crowley	-	-	-	-	-
Peter Spiller, a Director of the Investment Manager	12,580.00	3,420.75	7,005.00	46,515.00	161.00
• Persons connected to Peter Spiller	15,590.00	3,565.00	2,500.00	23,110.00	260.00
Alastair Laing, a Director of the Investment Manager	53.16	191.07	129.62	1,519.15	5.72
• Persons connected to Alastair Laing	-	-	260.89	1,585.87	-
Richard Goody, a Director of the Company and the Investment Manager	-	100.00	500.00	1,058.82	2.00
• Persons connected to Richard Goody	-	-	-	-	-
Chris Clothier, a Director of the Investment Manager	36.97	32.21	153.21	588.93	0.68
• Persons connected to Chris Clothier	-	-	-	-	-
John McClintock, a Director of the Company	-	-	-	3,186.34	-
• Persons connected to John McClintock	-	-	-	836.44	-
Fiona Mulcahy, a Director of the Company	-	-	-	-	-
• Persons connected to Fiona Mulcahy	-	-	-	-	-
CG Asset Management Limited, Investment Manager	-	-	-	26,400.00	-

There are two (31 October 2019: two) significant nominee shareholders of the Real Return Fund who together hold 29.39% (31 October 2019: 30.74%) of the Fund's shares. There is one (31 October 2019: two) significant nominee shareholder of The Dollar Fund who holds 12.34% (31 October 2019: 45.90%) of the Fund's shares. There are two (31 October 2019: two) significant nominee shareholders of the Absolute Return Fund who together hold 28.04% (31 October 2019: 31.54%) of the Fund's shares. There are three (31 October 2019: two) significant nominee shareholders of Capital Gearing Portfolio Fund who together hold 48.75% (31 October 2019: 41.19%) of the Fund's shares. Nominee shareholders are often pooled accounts which hold the assets of multiple beneficiaries.

### **8. Taxation**

Under current Irish law and practice, the Company qualifies as an investment undertaking as defined in Section 739B of the Taxes Consolidation Act, 1997, as amended. On that basis, it is not chargeable to Irish tax on its income or gains.



# **CG Portfolio Fund plc**

## **Notes to the Financial Statements**

*For the financial year ended 31 October 2020*

*(Continued)*

### **8. Taxation (Continued)**

However, Irish tax may arise on the occurrence of a "chargeable event". A chargeable event includes any distribution payments to shareholders, any encashment, redemption, cancellation or transfer of shares and the holding of shares at the end of each eight year period beginning with the acquisition of such shares. No Irish tax will arise on the Company in respect of chargeable events in respect of:

- a shareholder who is neither Irish resident nor ordinarily resident in Ireland for tax purposes, at the time of the chargeable event, provided appropriate valid declarations in accordance with the provisions of the Taxes Consolidation Act, 1997, as amended are held by the Company or where the Company has been authorised by the Irish Revenue to make gross payments in the absence of appropriate declarations; and
- certain exempted Irish tax resident shareholders who have provided the Company with the necessary signed statutory declarations.

Dividends, interest and capital gains (if any) received on investments made by the Company may be subject to withholding taxes imposed by the country from which the investment income/gains are received and such taxes may not be recoverable by the Company or its shareholders.

### **9. Shareholders' Funds**

The Company has an authorised share capital of 40,000 management shares with a par value of £1 each and 1,000,000,000 redeemable participating shares of no par value. Management shares do not entitle the holders to any dividend and on a winding up entitle the holder to receive the amount paid up thereon but not otherwise to participate in the assets of the Company. There are only 2 management shares in issue, held by CG Asset Management Limited.

The Management Share does not entitle the holder to participate in dividends or other distributions of profits or assets of the Company whilst there are any Redeemable Participating Shares in issue. Each of the Redeemable Participating Shares entitles the shareholder to participate equally on a pro rata basis in the dividends and net assets of the Company.

Shares are available for issue as Class A shares for Real Return Fund, Class D and Class Hedged shares for The Dollar Fund, Class M shares for The CG Absolute Return Fund and Class P and Class V shares for Capital Gearing Portfolio Fund. Classes A, D, Hedge Share, V, M and P shareholders will receive a dividend.

Transactions in Redeemable Participating Shares for the financial years ended 31 October 2020 and 31 October 2019 were as follows:

	<b>31 October 2020</b>	<b>31 October 2019</b>
	<b>Shares</b>	<b>Shares</b>
<b>Real Return Fund</b>		
<b>Class A</b>		
Shares in issue at the beginning of the year	2,236,535	2,278,138
Subscriptions during the year	305,278	300,461
Redemptions during the year	(246,342)	(342,064)
<b>Shares in issue at the end of the year</b>	<u>2,295,471</u>	<u>2,236,535</u>

# CG Portfolio Fund plc

## Notes to the Financial Statements

*For the financial year ended 31 October 2020*

*(Continued)*

### 9. Shareholders' Funds (Continued)

	31 October 2020 Shares	31 October 2019 Shares
<b>The Dollar Fund</b>		
<b>Class D</b>		
Shares in issue at the beginning of the year	1,551,043	1,741,455
Subscriptions during the year	444,636	388,062
Redemptions during the year	(253,727)	(578,474)
<b>Shares in issue at the end of the year</b>	<b>1,741,952</b>	<b>1,551,043</b>
<b>Class Hedged Shares</b>		
Shares in issue at the beginning of the year	3,102,733	2,761,053
Subscriptions during the year	4,343,559	1,114,743
Redemptions during the year	(1,207,408)	(773,063)
<b>Shares in issue at the end of the year</b>	<b>6,238,884</b>	<b>3,102,733</b>
	31 October 2020 Shares	31 October 2019 Shares
<b>The Capital Value Fund</b>		
<b>Class V</b>		
Shares in issue at the beginning of the year	–	1,686,941
Subscriptions during the year	–	3,428
Redemptions during the year	–	(1,690,369)
<b>Shares in issue at the end of the year</b>	<b>–</b>	<b>–</b>
	31 October 2020 Shares	31 October 2019 Shares
<b>The CG Absolute Return Fund</b>		
<b>Class M</b>		
Shares in issue at the beginning of the year	2,198,723	980,133
Subscriptions during the year	1,839,733	1,369,153
Redemptions during the year	(370,215)	(150,563)
<b>Shares in issue at the end of the year</b>	<b>3,668,241</b>	<b>2,198,723</b>
	31 October 2020 Shares	31 October 2019 Shares
<b>Capital Gearing Portfolio Fund</b>		
<b>Class P</b>		
Shares in issue at the beginning of the year	6,049	–
Subscriptions during the year	11	6,299
Redemptions during the year	(461)	(250)
<b>Shares in issue at the end of the year</b>	<b>5,599</b>	<b>6,049</b>
<b>Class V</b>		
Shares in issue at the beginning of the year	1,522,115	–
Subscriptions during the year	6,789	1,547,878
Redemptions during the year	(158,053)	(25,763)
<b>Shares in issue at the end of the year</b>	<b>1,370,851</b>	<b>1,522,115</b>

### 10. Portfolio Changes

A schedule of portfolio changes (unaudited) is included on pages 97 to 103, of all material changes in purchases and sales during the financial year.

# CG Portfolio Fund plc

## Notes to the Financial Statements

For the financial year ended 31 October 2020

(Continued)

### 11. Financial Risk Management

The Company is exposed to a variety of financial risks in pursuing its stated investment objective and policy. These risks are defined in IFRS 7 as including credit risk, liquidity risk and market risk (which in turn includes currency risk, interest rate risk and price risk). The Company takes exposure to some of these risks to generate investment returns on its portfolio, although these risks can also potentially result in a reduction in the Company's net assets. The Investment Manager will use its best endeavours to minimise the potentially adverse effects of these risks on the Company's performance where it can do so while still managing the investments of the Company in a way that is consistent with the Company's investment objective and policy. There is no guarantee that any or all of the capital cannot be lost as a result of the risks outlined below.

#### **Market Price Risk:**

Market price risk is defined in IFRS 7 as the risk that the fair value of a financial instrument or its future cash flows will fluctuate because of changes in market prices.

The Company's assets consist of inflation linked bonds, fixed interest bonds, convertible bonds, investment companies, commodities, equities, zero dividend preference shares and forward currency contracts. The values of these instruments are determined by market forces and there is accordingly a risk that market prices can change in a way that is adverse to the Company's performance. The Company has adopted a number of investment restrictions which are set out in the Company's prospectus which limit the exposure of the Company to adverse changes in the price of any individual financial asset. In accordance with the Company's policy, the Investment Manager monitors the Company's positions on a regular basis and reports regularly to the Board of Directors, which reviews the information on the Funds' overall market exposures provided by the Investment Manager at its periodic meetings.

In addition, the Investment Manager manages the exposure of the portfolio to the risk of adverse changes in the general level of market prices through the active management of a diversified fund.

At 31 October 2020 and 31 October 2019, the overall market exposures are detailed on the Schedule of Investments on pages 28 to 49.

Some limitations of sensitivity analysis for market price, foreign currency, credit rate and interest rate risk are:

- the market price risk information is a relative estimate of risk rather than a precise and accurate number;
- the market price information represents a hypothetical outcome and is not intended to be predictive (in the case of probability-based methods, profits and losses are almost certain to exceed the reported amount with a frequency depending on the confidence interval chosen), and
- future market conditions could vary significantly from those experienced in the past.

At 31 October 2020 and 31 October 2019, the Funds' market price risk is affected by three main components: changes in market prices, interest rates and currency exchange rates. IFRS 7 requires a sensitivity analysis showing how the net asset value of the Funds would be affected by changes in each of these factors.

If the price of each of the securities to which Real Return Fund had exposure at 31 October 2020 and 31 October 2019 had increased/decreased by 10%, with all other variables held constant, this would have increased/decreased net assets attributable to holders of redeemable participating shares of Real Return Fund by approximately £48,783,129 and on a per share basis £21.25 (2019: £43,191,137 and on a per share basis £19.31).

If the price of each of the securities to which The Dollar Fund had exposure at 31 October 2020 and 31 October 2019 had increased/decreased by 10%, with all other variables held constant, this would have increased/decreased net assets attributable to holders of redeemable participating shares of The Dollar Fund by approximately £96,008,527 and on a per share basis £17.40 on Class D Shares and £10.53 on Class Hedged Shares (2019: £55,271,358 and on a per share basis £15.99 on Class D Shares and £9.82 on Class Hedged Shares).

If the price of each of the securities to which CG Absolute Return Fund had exposure at 31 October 2020 and 31 October 2019 had increased/decreased by 10%, with all other variables held constant, this would have increased/decreased net assets attributable to holders of redeemable participating shares of CG Absolute Return Fund by approximately £41,588,208 and on a per share basis £11.34 (2019: £26,060,169 and on a per share basis £11.85).

# **CG Portfolio Fund plc**

## **Notes to the Financial Statements**

*For the financial year ended 31 October 2020*

*(Continued)*

### **11. Financial Risk Management (Continued)**

#### ***Market Price Risk: (Continued)***

If the price of each of the securities to which Capital Gearing Portfolio Fund had exposure at 31 October 2020 and 31 October 2019 had increased/decreased by 10%, with all other variables held constant, this would have increased/decreased net assets attributable to holders of redeemable participating shares of Capital Gearing Portfolio Fund by approximately £40,061,221 and on a per share basis £3,266.17 on Class P Shares and £15.88 on Class V Shares (2019: £43,773,073 and on a per share basis £3,259.90 on Class P Shares and £15.80 on Class V Shares).

#### ***Currency Risk:***

Currency risk is defined in IFRS 7 as the risk that the fair value or future cash flows of a financial instrument will fluctuate because of changes in foreign exchange rates. The Company is exposed to currency risk as assets and liabilities may be denominated in a currency other than the functional currency of the Company, which is its functional currency, the £.

The fluctuations in the rate of exchange between the currency in which the asset or liability is denominated and the functional currency could result in an appreciation or depreciation in the fair value of that asset. The Investment Manager may attempt to mitigate this risk by using financial derivative instruments.

In accordance with the Company's policy, the Investment Manager monitors each Fund's currency exposures on a regular basis and reports regularly to the Board of Directors, which reviews the information provided by the Investment Manager on any significant exposures at its periodic meetings.

# CG Portfolio Fund plc

## Notes to the Financial Statements

*For the financial year ended 31 October 2020*

*(Continued)*

### 11. Financial Risk Management (Continued)

#### *Currency Risk: (Continued)*

The following tables set out the Company's total exposure to foreign currency risk.

#### Real Return Fund

31 October 2020	Foreign Currency Monetary Assets £ '000's	Foreign Currency Monetary Liabilities £ '000's	Net Foreign Currency Monetary Assets £ '000's
Australian dollar	7,229	–	7,229
Canadian dollar	20,384	–	20,384
Danish kroner	4,258	–	4,258
Euro	49,691	–	49,691
Japanese yen	21,114	–	21,114
Swedish krona	25,105	–	25,105
United States dollar	361,716	(657)	361,059
Foreign currency exposure	<u>489,497</u>	<u>(657)</u>	<u>488,840</u>
Sterling pound	3,397	(1,742)	1,655
	<u><b>492,894</b></u>	<u><b>(2,399)</b></u>	<u><b>490,495</b></u>
31 October 2019	Foreign Currency Monetary Assets £ '000's	Foreign Currency Monetary Liabilities £ '000's	Net Foreign Currency Monetary Assets £ '000's
Australian dollar	4,783	–	4,783
Canadian dollar	20,617	–	20,617
Danish kroner	4,097	–	4,097
Euro	54,973	(9,483)	45,490
Japanese yen	4,127	–	4,127
Swedish krona	22,848	–	22,848
United States dollar	338,170	–	338,170
Foreign currency exposure	<u>449,615</u>	<u>(9,483)</u>	<u>440,132</u>
Sterling pound	11,556	(1,288)	10,268
	<u><b>461,171</b></u>	<u><b>(10,771)</b></u>	<u><b>450,400</b></u>

If the exchange rate at 31 October 2020 between the functional currency and all other currencies had strengthened (or weakened) by 5% with all other variables held constant, this would have increased (or reduced) net assets attributable to holders of redeemable participating shares of Real Return Fund by approximately £24,442,000 or £10.65 per share (2019: £22,006,600 or £9.84 per share).

# CG Portfolio Fund plc

## Notes to the Financial Statements

For the financial year ended 31 October 2020

(Continued)

### 11. Financial Risk Management (Continued)

#### Currency Risk: (Continued)

##### The Dollar Fund

31 October 2020	Foreign Currency Monetary Assets £ '000's	Foreign Currency Monetary Liabilities £ '000's	Net Foreign Currency Monetary Assets £ '000's
Euro	1	–	1
United States dollar	952,917	(653,331)	299,586
Foreign currency exposure	<u>952,918</u>	<u>(653,331)</u>	<u>299,587</u>
 Sterling pound	 672,628	 (2,003)	 670,625
	<u><b>1,625,546</b></u>	<u><b>(655,334)</b></u>	<u><b>970,212</b></u>
 31 October 2019	 Foreign Currency Monetary Assets £ '000's	 Foreign Currency Monetary Liabilities £ '000's	 Net Foreign Currency Monetary Assets £ '000's
Euro	1	–	1
United States dollar	550,915	(305,951)	244,964
Foreign currency exposure	<u>550,916</u>	<u>(305,951)</u>	<u>244,965</u>
 Sterling pound	 320,454	 (1,397)	 319,057
	<u><b>871,370</b></u>	<u><b>(307,348)</b></u>	<u><b>564,022</b></u>

If the exchange rate at 31 October 2020 between the functional currency and all other currencies had strengthened (or weakened) by 5% with all other variables held constant, this would have increased (or reduced) net assets attributable to holders of redeemable participating shares of The Dollar Fund by approximately £14,979,350 or £8.60 per share on Class D Shares and £2.40 per share on Class Hedged Shares (2019: £12,248,250 or £7.90 per share on Class D Shares and £3.95 per share on Class Hedged Shares).

#### The Capital Value Fund

There was no exposure to currency risk at 31 October 2020 or 31 October 2019 as The Capital Value Fund merged with Capital Gearing Portfolio Fund on 26 July 2019.

# CG Portfolio Fund plc

## Notes to the Financial Statements

For the financial year ended 31 October 2020

(Continued)

### 11. Financial Risk Management (Continued)

#### Currency Risk: (Continued)

##### The CG Absolute Return Fund

31 October 2020	Foreign Currency Monetary Assets £ '000's	Foreign Currency Monetary Liabilities £ '000's	Net Foreign Currency Monetary Assets £ '000's
Australian dollar	3,131	–	3,131
Euro	16,690	–	16,690
Japanese yen	16,887	–	16,887
Swedish krona	21,660	–	21,660
United States dollar	115,261	–	115,261
Foreign currency exposure	<u>173,629</u>	<u>–</u>	<u>173,629</u>
Sterling pound	296,022	(852)	295,170
	<u><b>469,651</b></u>	<u><b>(852)</b></u>	<u><b>468,799</b></u>
<b>31 October 2019</b>	<b>Foreign Currency Monetary Assets £ '000's</b>	<b>Foreign Currency Monetary Liabilities £ '000's</b>	<b>Net Foreign Currency Monetary Assets £ '000's</b>
Australian dollar	818	–	818
Euro	5,793	–	5,793
Swedish krona	11,972	–	11,972
United States dollar	70,111	–	70,111
Foreign currency exposure	<u>88,694</u>	<u>–</u>	<u>88,694</u>
Sterling pound	186,973	(1,527)	185,446
	<u><b>275,667</b></u>	<u><b>(1,527)</b></u>	<u><b>274,140</b></u>

If the exchange rate at 31 October 2020 between the functional currency and all other currencies had strengthened (or weakened) by 5% with all other variables held constant, this would have increased (or reduced) net assets attributable to holders of redeemable participating shares of The CG Absolute Return Fund by approximately £8,681,450 or £2.37 per share (2019: £4,434,700 or £2.02 per share).

# CG Portfolio Fund plc

## Notes to the Financial Statements

For the financial year ended 31 October 2020

(Continued)

### 11. Financial Risk Management (Continued)

#### Currency Risk: (Continued)

#### Capital Gearing Portfolio Fund

31 October 2020	Foreign Currency Monetary Assets £ '000's	Foreign Currency Monetary Liabilities £ '000's	Net Foreign Currency Monetary Assets £ '000's
Australian dollar	3,308	–	3,308
Canadian dollar	2	–	2
Euro	14,988	–	14,988
Japanese yen	15,043	–	15,043
Swedish krona	21,035	–	21,035
United States dollar	108,323	–	108,323
Foreign currency exposure	<u>162,699</u>	<u>–</u>	<u>162,699</u>
Sterling pound	264,198	(749)	263,449
	<u><b>426,897</b></u>	<u><b>(749)</b></u>	<u><b>426,148</b></u>
31 October 2019	Foreign Currency Monetary Assets £ '000's	Foreign Currency Monetary Liabilities £ '000's	Net Foreign Currency Monetary Assets £ '000's
Australian dollar	1,586	–	1,586
Canadian dollar	3	–	3
Euro	9,398	–	9,398
Swedish krona	21,727	–	21,727
United States dollar	119,814	–	119,814
Foreign currency exposure	<u>152,528</u>	<u>–</u>	<u>152,528</u>
Sterling pound	300,263	(640)	299,623
	<u><b>452,791</b></u>	<u><b>(640)</b></u>	<u><b>452,151</b></u>

If the exchange rate at 31 October 2020 between the functional currency and all other currencies had strengthened (or weakened) by 5% with all other variables held constant, this would have increased (or reduced) net assets attributable to holders of redeemable participating shares of Capital Gearing Portfolio Fund by approximately £8,135,000 or £1,452.94 per share on Class P Shares and £5.93 per share on Class V Shares (2019: £7,626,400 or £1,260.86 per share on Class P Shares and £5.01 per share on Class V Shares).

#### Interest Rate Risk:

Interest rate risk is defined in IFRS 7 as the risk that the fair value or future cash flows of a financial instrument will fluctuate because of changes in market interest rates.

The Company has interest-bearing financial assets and liabilities. As a result, the Company is subject to the risk of potentially adverse movements in the prevailing levels of market interest rates.

In accordance with the Company's policy, the Investment Manager monitors the Company's interest rate exposures on a regular basis and reports regularly to the Board of Directors, which reviews the information provided by the Investment Manager on significant exposures at its periodic meetings.



# CG Portfolio Fund plc

## Notes to the Financial Statements

For the financial year ended 31 October 2020

(Continued)

### 11. Financial Risk Management (Continued)

#### Interest Rate Risk: (Continued)

The table below summarises the Company's exposure to interest rate risks. Included in the table are the Company's assets and trading liabilities at fair values, categorised by the earlier of contractual re-pricing or maturity dates.

#### Real Return Fund

31 October 2020

	Up to 1 year £	1-5 years £	Over 5 years £	Non interest bearing £	Total 31 October 2020 £
<b>Assets</b>					
Financial assets	32,627,488	131,280,635	323,923,164	-	487,831,287
Cash and cash equivalents	3,760,179	-	-	-	3,760,179
Debtors	-	-	-	4,938	4,938
Subscriptions Receivable	-	-	-	654,875	654,875
<b>Total Assets</b>	<b>36,387,667</b>	<b>131,280,635</b>	<b>323,923,164</b>	<b>659,813</b>	<b>492,251,279</b>
<b>Liabilities</b>					
Redemptions payable	-	-	-	(1,557,437)	(1,557,437)
Payables and accrued expenses	-	-	-	(198,578)	(198,578)
<b>Total Liabilities</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>(1,756,015)</b>	<b>(1,756,015)</b>

Interest sensitivity gap for  
Statement of Financial Position

36,387,667   131,280,635   323,923,164

#### Real Return Fund

31 October 2019

	Up to 1 year £	1-5 years £	Over 5 years £	Non interest bearing £	Total 31 October 2019 £
<b>Assets</b>					
Financial assets	21,991,872	129,512,903	280,406,593	-	431,911,368
Cash and cash equivalents	14,415,638	-	-	-	14,415,638
Securities sold receivable	-	-	-	4,886,424	4,886,424
Debtors	-	-	-	5,702	5,702
Subscriptions Receivable	-	-	-	544,869	544,869
<b>Total Assets</b>	<b>36,407,510</b>	<b>129,512,903</b>	<b>280,406,593</b>	<b>5,436,995</b>	<b>451,764,001</b>
<b>Liabilities</b>					
Redemptions payable	-	-	-	(1,107,956)	(1,107,956)
Payables and accrued expenses	-	-	-	(255,573)	(255,573)
<b>Total Liabilities</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>(1,363,529)</b>	<b>(1,363,529)</b>

Interest sensitivity gap for  
Statement of Financial Position

36,407,510   129,512,903   280,406,593

If the market interest rates at 31 October 2020, across all currencies and all maturities have decreased or increased by 50 basis points, this should be a reasonably possible change for a period of one year, or less. If the next financial period will be less than one year, with all other variables held constant, this would have increased or decreased net assets attributable to holders of redeemable participating shares of Real Return Fund by approximately £20,995,546 and on a per share basis £9.15 (2019: £15,836,843 and on a per share basis £7.08).

# CG Portfolio Fund plc

## Notes to the Financial Statements

For the financial year ended 31 October 2020

(Continued)

### 11. Financial Risk Management (Continued)

#### Interest Rate Risk: (Continued)

##### The Dollar Fund

31 October 2020

	Up to 1 year	1-5 years	Over 5 years	Non interest bearing	Total 31 October 2020
	£	£	£	£	£
<b>Assets</b>					
Financial assets	84,781,574	280,055,958	584,602,838	10,714,771	960,155,141
Cash and cash equivalents	7,539,891	-	-	-	7,539,891
Debtors	-	-	-	16,830	16,830
Unrealised gain on spot contracts	-	-	-	20,069	20,069
Subscriptions Receivable	-	-	-	4,555,161	4,555,161
<b>Total Assets</b>	<b>92,321,465</b>	<b>280,055,958</b>	<b>584,602,838</b>	<b>15,306,831</b>	<b>972,287,092</b>
<b>Liabilities</b>					
Financial Liabilities	-	-	-	(69,876)	(69,876)
Redemptions payable	-	-	-	(1,632,516)	(1,632,516)
Payables and accrued expenses	-	-	-	(373,041)	(373,041)
<b>Total Liabilities</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>(2,075,433)</b>	<b>(2,075,433)</b>

Interest sensitivity gap for  
Statement of Financial Position 92,321,465 280,055,958 584,602,838

##### The Dollar Fund

31 October 2019

	Up to 1 year	1-5 years	Over 5 years	Non interest bearing	Total 31 October 2019
	£	£	£	£	£
<b>Assets</b>					
Financial assets	7,367,064	161,090,450	373,413,086	10,842,979	552,713,579
Cash and cash equivalents	8,774,701	-	-	-	8,774,701
Securities sold receivable	-	-	-	1,109,059	1,109,059
Debtors	-	-	-	8,324	8,324
Unrealised gain on spot contracts	-	-	-	2,182	2,182
Subscriptions Receivable	-	-	-	2,913,994	2,913,994
<b>Total Assets</b>	<b>16,141,765</b>	<b>161,090,450</b>	<b>373,413,086</b>	<b>14,876,538</b>	<b>565,521,839</b>
<b>Liabilities</b>					
Financial Liabilities	-	-	-	(76,090)	(76,090)
Redemptions payable	-	-	-	(1,181,069)	(1,181,069)
Payables and accrued expenses	-	-	-	(242,782)	(242,782)
<b>Total Liabilities</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>(1,499,941)</b>	<b>(1,499,941)</b>

Interest sensitivity gap for  
Statement of Financial Position 16,141,765 161,090,450 373,413,086

If the market interest rates at 31 October 2020, across all currencies and all maturities have decreased or increased by 50 basis points, this should be a reasonably possible change for a period of one year, or less. If the next financial period will be less than one year, with all other variables held constant, this would have increased or decreased net assets attributable to holders of redeemable participating shares of The Dollar Fund by approximately £49,485,689 and on a per share basis £8.97 on Class D Shares and £5.43 on Class Hedged Shares (2019: £24,639,628 and on a per share basis £7.13 on Class D Shares and £4.38 on Class Hedged Shares).

# CG Portfolio Fund plc

## Notes to the Financial Statements

*For the financial year ended 31 October 2020*

*(Continued)*

### 11. Financial Risk Management (Continued)

#### *Interest Rate Risk: (Continued)*

##### **The Capital Value Fund**

**31 October 2019**

	Up to 1 year £	1-5 years £	Over 5 years £	Non interest bearing £	Total 31 October 2019 £
<b>Assets</b>					
Cash and cash equivalents	6,084	-	-	-	6,084
<b>Total Assets</b>	<b>6,084</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>6,084</b>
<b>Liabilities</b>					
Redemptions payable	-	-	-	(2)	(2)
Payables and accrued expenses	-	-	-	(6,082)	(6,082)
<b>Total Liabilities</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>(6,084)</b>	<b>(6,084)</b>

Interest sensitivity gap for  
Statement of Financial Position 6,084      -      -

There was no exposure to interest risk at 31 October 2020 and 31 October 2019 as the Fund merged with the Capital Gearing Portfolio Fund on 26 July 2019.

##### **The CG Absolute Return Fund**

**31 October 2020**

	Up to 1 year £	1-5 years £	Over 5 years £	Non interest bearing £	Total 31 October 2020 £
<b>Assets</b>					
Financial assets	50,395,197	52,351,254	105,702,893	207,432,737	415,882,081
Cash and cash equivalents	50,339,764	-	-	-	50,339,764
Securities sold receivable	-	-	-	86,439	86,439
Dividends receivable	-	-	-	186,829	186,829
Debtors	-	-	-	8,104	8,104
Subscriptions Receivable	-	-	-	3,148,733	3,148,733
<b>Total Assets</b>	<b>100,734,961</b>	<b>52,351,254</b>	<b>105,702,893</b>	<b>210,862,842</b>	<b>469,651,950</b>
<b>Liabilities</b>					
Payable for securities purchased	-	-	-	(60,186)	(60,186)
Redemptions payable	-	-	-	(582,988)	(582,988)
Payables and accrued expenses	-	-	-	(210,153)	(210,153)
<b>Total Liabilities</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>(853,327)</b>	<b>(853,327)</b>

Interest sensitivity gap for  
Statement of Financial Position 100,734,961      52,351,254      105,702,893

# CG Portfolio Fund plc

## Notes to the Financial Statements

For the financial year ended 31 October 2020

(Continued)

### 11. Financial Risk Management (Continued)

#### Interest Rate Risk: (Continued)

##### The CG Absolute Return Fund 31 October 2019

	Up to 1 year £	1-5 years £	Over 5 years £	Non interest bearing £	Total 31 October 2019 £
<b>Assets</b>					
Financial assets	77,011,591	36,992,340	52,499,303	94,098,453	260,601,687
Cash and cash equivalents	10,290,387	-	-	-	10,290,387
Securities sold receivable	-	-	-	516,783	516,783
Dividends receivable	-	-	-	90,191	90,191
Debtors	-	-	-	4,736	4,736
Subscriptions Receivable	-	-	-	3,349,104	3,349,104
<b>Total Assets</b>	<b>87,301,978</b>	<b>36,992,340</b>	<b>52,499,303</b>	<b>98,059,267</b>	<b>274,852,888</b>
<b>Liabilities</b>					
Redemptions payable	-	-	-	(410,721)	(410,721)
Payables and accrued expenses	-	-	-	(260,689)	(260,689)
<b>Total Liabilities</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>(671,410)</b>	<b>(671,410)</b>

Interest sensitivity gap for  
Statement of Financial Position 87,301,978 36,992,340 52,499,303

If the market interest rates at 31 October 2020, across all currencies and all maturities have decreased or increased by 50 basis points, this should be a reasonably possible change for a period of one year, or less. If the next financial period will be less than one year, with all other variables held constant, this would have increased or decreased net assets attributable to holders of redeemable participating shares of The CG Absolute Return Fund by approximately £2,331,109 and on a per share basis £0.64 (2019: £1,354,460 and on a per share basis £0.62).

##### Capital Gearing Portfolio Fund 31 October 2020

	Up to 1 year £	1-5 years £	Over 5 years £	Non interest bearing £	Total 31 October 2020 £
<b>Assets</b>					
Financial assets	28,802,281	50,828,446	105,878,248	215,103,233	400,612,208
Cash and cash equivalents	25,961,580	-	-	-	25,961,580
Securities sold receivable	-	-	-	125,238	125,238
Dividends receivable	-	-	-	197,752	197,752
Debtors	-	-	-	4,277	4,277
<b>Total Assets</b>	<b>54,763,861</b>	<b>50,828,446</b>	<b>105,878,248</b>	<b>215,430,500</b>	<b>426,901,055</b>
<b>Liabilities</b>					
Payable for securities purchased	-	-	-	(133,226)	(133,226)
Redemptions payable	-	-	-	(228,784)	(228,784)
Payables and accrued expenses	-	-	-	(390,831)	(390,831)
<b>Total Liabilities</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>(752,841)</b>	<b>(752,841)</b>

Interest sensitivity gap for  
Statement of Financial Position 54,763,861 50,828,446 105,878,248

# CG Portfolio Fund plc

## Notes to the Financial Statements

For the financial year ended 31 October 2020

(Continued)

### 11. Financial Risk Management (Continued)

#### *Interest Rate Risk: (Continued)*

#### **Capital Gearing Portfolio Fund**

**31 October 2019**

	Up to 1 year	1-5 years	Over 5 years	Non interest bearing	Total 31 October 2019
	£	£	£	£	£
<b>Assets</b>					
Financial assets	99,205,623	60,663,421	94,925,183	182,936,504	437,730,731
Cash and cash equivalents	14,020,193	-	-	-	14,020,193
Securities sold receivable	-	-	-	761,892	761,892
Dividends receivable	-	-	-	297,774	297,774
Debtors	-	-	-	3,416	3,416
Subscriptions Receivable	-	-	-	8,175	8,175
<b>Total Assets</b>	<b>113,225,816</b>	<b>60,663,421</b>	<b>94,925,183</b>	<b>184,007,761</b>	<b>452,822,181</b>
<b>Liabilities</b>					
Redemptions payable	-	-	-	(229,106)	(229,106)
Payables and accrued expenses	-	-	-	(442,421)	(442,421)
<b>Total Liabilities</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>(671,527)</b>	<b>(671,527)</b>

Interest sensitivity gap for Statement of Financial Position	<u>113,225,816</u>	<u>60,663,421</u>	<u>94,925,183</u>
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If the market interest rates at 31 October 2020, across all currencies and all maturities have decreased or increased by 50 basis points, this should be a reasonably possible change for a period of one year, or less. If the next financial period will be less than one year, with all other variables held constant, this would have increased or decreased net assets attributable to holders of redeemable participating shares of the Capital Gearing Portfolio Fund by approximately £2,132,869 and on a per share basis £173.89 on Class P Shares and £0.85 on Class V Shares (2019: £2,258,606 and on a per share basis £134.84 on Class P Shares and £0.65 on Class V Shares).

#### ***Other Price Risk:***

Other price risk is the risk that the value of the instrument will fluctuate as a result of changes in market prices (other than those arising from interest rate risk or currency risk), whether caused by factors specific to an individual investment, its issuers, or all factors affecting all instruments traded in the market.

As the majority of the Company's financial instruments are carried at fair value with fair value changes recognised in the Statement of Comprehensive Income, all changes in market conditions will directly affect asset values.

Price risk is managed by the Company's Investment Manager by constructing a diversified portfolio of bond instruments traded on various markets.

#### ***Credit Risk:***

Credit risk is defined in IFRS 7 as the risk that one party to a financial instrument will cause a financial loss for the other party by failing to discharge an obligation.

The Company has credit risk exposure to issuers of debt securities held as part of the Company's investment portfolio. The Company limits its exposure to individual issuers of debt securities and in accordance with the investment restrictions set out in the Company's prospectus.

Transactions in securities are generally settled or paid for on delivery, or cleared through the appropriate clearing system for the market on which the securities are traded. The risk of default is not considered to be material, as delivery of securities sold is only made once the confirmation of payment has been received. Payment is also only made on a purchase once confirmation of delivery of the securities has been received. The trade will fail if either party fails to deliver the required confirmations.

# CG Portfolio Fund plc

## Notes to the Financial Statements

For the financial year ended 31 October 2020

(Continued)

### 11. Financial Risk Management (Continued)

#### *Credit Risk: (Continued)*

In accordance with the Company's policy, the Investment Manager monitors the Company's credit exposures on a regular basis and reports regularly to the Board of Directors, which reviews the information provided by the Investment Manager on significant exposures at its periodic meetings. The Investment Manager is cognisant of the risks involved in the varying levels of credit exposure within the Company and manages these accordingly. The Investment Manager has maintained a relatively constant credit risk profile over the longer term.

At 31 October 2020 and 31 October 2019, the Funds' exposure to credit risk, on debt instruments, on the portfolio of investments was as follows:

#### **Real Return Fund**

##### **Portfolio by rating category**

<b>Rating</b>	<b>31 October 2020</b>	<b>31 October 2019</b>
AAA/Aaa	96%	99%
A+/A1	4%	1%
	100%	100%

#### **The Dollar Fund**

##### **Portfolio by rating category**

<b>Rating</b>	<b>31 October 2020</b>	<b>31 October 2019</b>
AAA/Aaa	100%	100%
	100%	100%

#### **The CG Absolute Return Fund**

##### **Portfolio by rating category**

<b>Rating</b>	<b>31 October 2020</b>	<b>31 October 2019</b>
AAA/Aaa	52%	42%
AA+/Aa1	-	1%
AA/Aa2	19%	42%
A+/A1	9%	-
A/A2	2%	2%
A-/A3	3%	1%
BBB+/Baa1	6%	4%
BBB/Baa2	1%	3%
BBB-/Baa3	3%	1%
BB-/Ba3	3%	2%
Not Rated *	2%	2%
	100%	100%

#### **Capital Gearing Portfolio Fund**

##### **Portfolio by rating category**

<b>Rating</b>	<b>31 October 2020</b>	<b>31 October 2019</b>
AAA/Aaa	55%	45%
AA+/Aa1	-	1%
AA/Aa2	12%	35%
A+/A1	8%	1%
A/A2	2%	2%
A-/A3	3%	1%
BBB+/Baa1	6%	3%
BBB/Baa2	1%	3%
BBB-/Baa3	3%	1%
BB+/Ba1	-	2%
BB-/Ba3	3%	2%
Not Rated *	7%	4%
	100%	100%

# **CG Portfolio Fund plc**

## **Notes to the Financial Statements**

*For the financial year ended 31 October 2020*

*(Continued)*

### **11. Financial Risk Management (Continued)**

#### ***Credit Risk: (Continued)***

\* Relates to bond investments which are not rated on S&P or Moody's.

Northern Trust Fiduciary Services (Ireland) Limited ("NTFSIL") is the appointed Depository of the Company, responsible for the safe-keeping of assets. NTFSIL has appointed The Northern Trust Company ("TNTC") as its global sub-custodian. Both NTFSIL and TNTC are wholly owned subsidiaries of Northern Trust Corporation ("NTC"). As at year-end date 31 October 2020, NTC had a long term credit rating from Standard & Poor's of (A+).

TNTC (as global sub-custodian of NTFSIL) does not appoint external sub-custodians within the U.S., the U.K., Ireland and Canada. However, in all other markets, TNTC appoints local external sub-custodians.

NTFSIL, in the discharge of its depository duties, verifies the Company's ownership of Other Assets, (as defined under Other Assets in Art 22(5) of UCITS V Directive 2014/91/EU), by assessing whether the Company holds the ownership based on information or documents provided by the Company or where available, on external evidence.

TNTC, in the discharge of its delegated depository duties, holds in custody (i) all financial instruments that may be registered in a financial instruments account opened on the books of TNTC and (ii) all financial instruments that can be physically delivered to TNTC. TNTC ensures all financial instruments (held in a financial instruments account on the books of TNTC) are held in segregated accounts in the name of the Company, clearly identifiable as belonging to the Company, and distinct and separately from the proprietary assets of TNTC, NTFSIL and NTC.

In addition TNTC, as banker, holds cash of the Company on deposit. Such cash is held on the Statement of Financial Position of TNTC. In the event of insolvency of TNTC, in accordance with standard banking practice, the Company will rank as an unsecured creditor of TNTC in respect of any cash deposits.

Insolvency of NTFSIL and or one of its agents or affiliates may cause the Company's rights with respect to its assets to be delayed.

The Responsible Party (the Board of Directors or its delegate(s)) manages risk by monitoring the credit quality and financial position of the Depository and such risk is further managed by the Depository monitoring the credit quality and financial positions of sub-custodian appointments.

#### ***Liquidity Risk:***

Liquidity risk is defined in IFRS 7 as the risk that an entity will encounter difficulty in meeting obligations associated with financial liabilities as they fall due.

The investment in the Company provides limited liquidity as there is no secondary market in participating shares and the Administrator must receive any redemption request by 2.00PM on the business day preceding the relevant Valuation Day. Certain investment positions in which the Company has an interest may be illiquid. The Company may invest in restricted or non-publicly traded securities. This could prevent the Company from liquidating unfavourable positions promptly and subject the Company to substantial losses. This could also impair the Company's ability to distribute redemption proceeds to a redeeming shareholder in a timely manner.

Shareholders may request that Participating Shares may be redeemed on any Valuation Day by sending a written redemption request to be received by the Administrator on behalf of the Company at least fourteen days prior to the Valuation Day on which the redemption is to take place. Participating Shares will be redeemed at the relevant redemption price applicable on that Valuation Day. If redemption requests to be effected on any Valuation Day exceed 10% of the Participating Shares in issue, the Company may scale down the redemption requests rateably and defer the excess redemption requests to subsequent Valuation Days. Any deferred redemption requests shall be treated in priority to any redemption request subsequently received. A request for a partial redemption of shares may be refused, or the holding may be redeemed in its entirety, if as a result of such redemption, the Shareholder's holding in the Company would be less than £100,000.



# **CG Portfolio Fund plc**

## **Notes to the Financial Statements**

*For the financial year ended 31 October 2020*

*(Continued)*

### **11. Financial Risk Management (Continued)**

#### ***Liquidity Risk: (Continued)***

COVID-19 has been declared a pandemic by The World Health Organization and U.S. Center for Disease Control which could lead to unforeseeable negative consequences. To protect shareholders the Directors may temporarily suspend the determination of the Net Asset Value per Share and the conversion, subscription or redemption of the Shares. Any such temporary suspension shall be notified in writing to the Depositary, Euronext Dublin and the Central Bank immediately and, the Shareholders shall be notified if, in the opinion of the Directors, the suspension is likely to exceed fourteen days. Where possible all reasonable steps will be taken to bring any period of suspension to an end as soon as possible. There were no Net Asset Value suspensions during the year.

In accordance with the Company policy, the Investment Manager monitors the Company's liquidity on a regular basis and reports regularly to the Board of Directors, which reviews the information provided by the Investment Manager on significant exposures at its periodic meetings.

At 31 October 2020 and 31 October 2019, all of the Company's financial liabilities (shown in the Statement of Financial Position on pages 50 to 53) were classified as being of less than one month's maturity.

#### ***Dependence on the Investment Manager Risk:***

The Investment Manager is responsible for investing the assets of the Company. The success of the Company depends upon the ability of the Investment Manager to develop and implement investment strategies that achieve the Company's investment objectives.

### **12. Fair Value Measurement**

The fair value of financial assets and liabilities traded in active markets (such as publicly traded derivatives and trading securities) are based on quoted market prices on the financial year end date. The quoted market price used for financial assets and liabilities held by the Company is the last traded price for investment companies, commodities and equities, mid price for all debt securities apart from US debt securities which are bid priced. If a significant movement in fair value occurs subsequent to the close of trading on the financial year end date, valuation techniques will be applied to determine the fair value.

A financial instrument is regarded as quoted in an active market if quoted prices are readily and regularly available from an exchange, dealer, broker, industry group, pricing service, or regulatory agency, and those prices represent actual and regularly occurring market transactions on an arm's length basis.

The Company categorises investments using the following hierarchy as defined by IFRS 13.

Level 1 - valued using quoted prices (unadjusted) in active markets for identical assets.

Level 2 - valued by reference to valuation techniques using observable inputs other than quoted prices included within level 1.

Level 3 - valued by reference to valuation techniques using inputs that are not based on observable market data.

Financial instruments classified within Level 3 have significant unobservable inputs, as they trade infrequently. As observable prices are not available for these securities, the Company has used valuation techniques to derive the fair value. Level 3 instruments include bonds, zero dividend preference shares and investment company shares which have been delisted and are in liquidation.

The fair value of investment companies classified within Level 3 may be based on estimated net asset values at the Statement of Financial Position date. The estimated net asset value is derived from the last estimate published by the investment company and adjusted for any liquidation payments since received and/or discounted to reflect risks inherent in the investment company's own valuation of its underlying assets. The performance of the investment companies and net asset value used may be unaudited. As a result the estimated net asset value used may not reflect the final net asset value of such investment companies received. The Investment Manager monitors the difference between the estimated net asset values used and the final net asset value received and reports regularly to the Board of Directors.



# **CG Portfolio Fund plc**

## **Notes to the Financial Statements**

*For the financial year ended 31 October 2020*

*(Continued)*

### **12. Fair Value Measurement (Continued)**

For each class of assets and liabilities not measured at fair value in the Statement of Financial Position, but for which fair value is disclosed, IFRS 13 requires the Fund to disclose the level within the fair value hierarchy which the fair value measurement would be categorised and a description of the valuation techniques and inputs used in technology.

Cash and cash equivalents and other short term investments are categorised in Level 1.

Receivables for investments sold and other receivables include the contractual amounts for settlement of trades and other obligations due to the Fund. Payments for investments purchased, shares redeemed and other payables represent the contractual amounts and obligations due by the Fund for settlement of trades and expenses. All receivable and payable balances are categorised in Level 2.

CG Asset Management have conducted an analysis of the current level of trading in Government issued debt and it has been agreed that these instruments will be classified as Level 1 securities. This classification will be assessed going forward.

# CG Portfolio Fund plc

## Notes to the Financial Statements

*For the financial year ended 31 October 2020*

*(Continued)*

### 12. Fair Value Measurement (Continued)

The following table sets out fair value measurements using the IFRS 13 fair value hierarchies:

#### 31 October 2020

<b>Real Return Fund</b>	<b>Total</b>	<b>Level 1</b>	<b>Level 2</b>	<b>Level 3</b>
	£	£	£	£
Bonds	487,831,287	487,831,287	-	-
	<u>487,831,287</u>	<u>487,831,287</u>	<u>-</u>	<u>-</u>
<b>The Dollar Fund</b>	<b>Total</b>	<b>Level 1</b>	<b>Level 2</b>	<b>Level 3</b>
	£	£	£	£
Bonds	949,440,370	949,440,370	-	-
Forward Currency Contracts - Assets	10,714,771	-	10,714,771	-
Forward Currency Contracts - Liabilities	(69,876)	-	(69,876)	-
	<u>960,085,265</u>	<u>949,440,370</u>	<u>10,644,895</u>	<u>-</u>
<b>The CG Absolute Return Fund</b>	<b>Total</b>	<b>Level 1</b>	<b>Level 2</b>	<b>Level 3</b>
	£	£	£	£
Bonds	208,449,344	150,816,395	57,632,949	-
Investment Companies, Commodities & Equities	207,432,737	207,432,737	-	-
	<u>415,882,081</u>	<u>358,249,132</u>	<u>57,632,949</u>	<u>-</u>
<b>Capital Gearing Portfolio Fund</b>	<b>Total</b>	<b>Level 1</b>	<b>Level 2</b>	<b>Level 3</b>
	£	£	£	£
Investment Companies, Commodities & Equities	194,411,700	193,517,389	249,423	644,888
Bonds	185,508,975	136,014,256	49,494,719	-
Zero Dividend Preference Shares	20,691,533	20,691,533	-	-
	<u>400,612,208</u>	<u>350,223,178</u>	<u>49,744,142</u>	<u>644,888</u>

# CG Portfolio Fund plc

## Notes to the Financial Statements

For the financial year ended 31 October 2020

(Continued)

### 12. Fair Value Measurement (Continued)

31 October 2019

#### Real Return Fund

	Total £	Level 1 £	Level 2 £	Level 3 £
Bonds	431,911,368	431,911,368	-	-
	<u>431,911,368</u>	<u>431,911,368</u>	<u>-</u>	<u>-</u>

#### The Dollar Fund

	Total £	Level 1 £	Level 2 £	Level 3 £
Bonds	541,870,600	541,870,600	-	-
Forward Currency Contracts - Assets	10,842,979	-	10,842,979	-
Forward Currency Contracts - Liabilities	(76,090)	-	(76,090)	-
	<u>552,637,489</u>	<u>541,870,600</u>	<u>10,766,889</u>	<u>-</u>

#### The CG Absolute Return Fund

	Total £	Level 1 £	Level 2 £	Level 3 £
Bonds	166,503,234	137,007,099	29,308,238	187,897
Investment Companies, Commodities & Equities	94,098,453	94,098,453	-	-
	<u>260,601,687</u>	<u>231,105,552</u>	<u>29,308,238</u>	<u>187,897</u>

#### Capital Gearing Portfolio Fund

	Total £	Level 1 £	Level 2 £	Level 3 £
Bonds	254,794,227	203,079,373	50,963,267	751,587
Investment Companies, Commodities & Equities	157,336,597	157,222,177	-	114,420
Zero Dividend Preference Shares	25,599,907	25,599,907	-	-
	<u>437,730,731</u>	<u>385,901,457</u>	<u>50,963,267</u>	<u>866,007</u>

The following table shows the movement in Level 3 during the year ended 31 October 2020 and 31 October 2019:

#### The Capital Value Fund

Level 3

At 31 October 2019

	Beginning Balance £	Realised gains or losses £	Unrealised gains or losses £	Transfers between level 2 and 3 £	Purchases, sales, other settlements and instruments net £	Ending Balance £
Assets						
Bonds	779,613	(48,000)	-	-	(731,613)	-
Zero Dividend Preference Shares	30,709	(1,769)	-	-	(28,940)	-
<b>Total</b>	<b>810,322</b>	<b>(49,769)</b>	<b>-</b>	<b>-</b>	<b>(760,553)</b>	<b>-</b>

#### The CG Absolute Return Fund

Level 3

At 31 October 2020

	Beginning Balance £	Realised gains or losses £	Unrealised gains or losses £	Transfers between level 2 and 3 £	Purchases, sales, other settlements and instruments net £	Ending Balance £
Assets						
Bonds	187,897	-	-	(187,897)	-	-
<b>Total</b>	<b>187,897</b>	<b>-</b>	<b>-</b>	<b>(187,897)</b>	<b>-</b>	<b>-</b>

# CG Portfolio Fund plc

## Notes to the Financial Statements

*For the financial year ended 31 October 2020*

*(Continued)*

### 12. Fair Value Measurement (Continued)

#### The CG Absolute Return Fund

Level 3

At 31 October 2019

	Beginning Balance	Realised gains or losses	Unrealised gains or losses	Transfers between level 2 and 3	Purchases, sales, other settlements and instruments net	Ending Balance
Assets	£	£	£	£	£	£
Bonds	103,948	-	(16,051)	-	100,000	187,897
<b>Total</b>	<b>103,948</b>	<b>-</b>	<b>(16,051)</b>	<b>-</b>	<b>100,000</b>	<b>187,897</b>

#### Capital Gearing Fund

Level 3

At 31 October 2020

	Beginning Balance	Realised gains or losses	Unrealised gains or losses	Transfers between level 2 and 3	Purchases, sales, other settlements and instruments net	Ending Balance
Assets	£	£	£	£	£	£
Investment Companies, Commodities & Equities	114,420	-	152,874	466,217	(88,623)	644,888
Bonds	751,587	-	-	(751,587)	-	-
<b>Total</b>	<b>866,007</b>	<b>-</b>	<b>152,874</b>	<b>(751,587)</b>	<b>(88,623)</b>	<b>644,888</b>

#### Capital Gearing Fund

Level 3

At 31 October 2019

	Beginning Balance	Realised gains or losses	Unrealised gains or losses	Transfers between level 2 and 3	Purchases, sales, other settlements and instruments net	Ending Balance
Assets	£	£	£	£	£	£
Investment Companies, Commodities & Equities	-	-	-	-	114,420	114,420
Bonds	-	-	(41,663)	-	793,250	751,587
<b>Total</b>	<b>-</b>	<b>-</b>	<b>(41,663)</b>	<b>-</b>	<b>907,670</b>	<b>866,007</b>

Transfers are deemed to take place at the beginning of the year.

All realised and change in unrealised gains and losses for level 3 investments included in the table above are reflected in the Statement of Comprehensive Income. The unrealised gains and losses on investments held by the Funds at 31 October 2020 and 31 October 2019 and reflected in the Statement of Financial Position were as follows;

	31 October 2020	31 October 2019
	£	£
The CG Absolute Return Fund	-	(18,047)
Capital Gearing Fund	152,874	(66,832)

A sensitivity analysis for level 3 positions was not presented in the current or prior financial year, as it was deemed that the reasonable changes in inputs, for the non-derivative level 3 securities, held would not be significant. There is no additional risk over and above those risks already identified in the financial statements.

# CG Portfolio Fund plc

## Notes to the Financial Statements

For the financial year ended 31 October 2020

(Continued)

### 13. Distributions

Distributions made during the year 2019, relating to the period 1 November 2018 to 31 October 2019 were as follows:

#### Real Return Fund

Share Class	Distribution per Share	Ex-Date	Date Paid	Total Distributed Amount £
Class A	£4.41	01/11/2019	29/11/2019	9,846,852

#### The Dollar Fund

Share Class	Distribution per Share	Ex-Date	Date Paid	Total Distributed Amount £
Class D	£3.16	01/11/2019	29/11/2019	4,900,756
Class Hedged Shares	£1.90	01/11/2019	29/11/2019	5,904,823

#### The CG Absolute Return Fund

Share Class	Distribution per Share	Ex-Date	Date Paid	Total Distributed Amount £
Class M	£1.86	01/11/2019	29/11/2019	4,102,175

#### Capital Gearing Portfolio Fund

Share Class	Distribution per Share	Ex-Date	Date Paid	Total Distributed Amount £
Class P	£181.97	01/11/2019	29/11/2019	1,100,596
Class V	£0.35	01/11/2019	29/11/2019	525,702

The following distributions, relating to the period 1 November 2019 to 31 October 2020, were declared after 31 October 2020:

#### Real Return Fund

Share Class	Distribution per Share	Ex-Date	Date Paid	Total Distributed Amount £
Class A	£3.33	02/11/2020	30/11/2020	7,638,653

#### The Dollar Fund

Share Class	Distribution per Share	Ex-Date	Date Paid	Total Distributed Amount £
Class D	£2.43	02/11/2020	30/11/2020	4,239,323
Class Hedged Shares	£1.39	02/11/2020	30/11/2020	8,694,580

#### The CG Absolute Return Fund

Share Class	Distribution per Share	Ex-Date	Date Paid	Total Distributed Amount £
Class M	£1.76	02/11/2020	30/11/2020	6,471,479

#### Capital Gearing Portfolio Fund

Share Class	Distribution per Share	Ex-Date	Date Paid	Total Distributed Amount £
Class P	£303.40	02/11/2020	30/11/2020	1,698,824
Class V	£1.48	02/11/2020	30/11/2020	2,023,536

# CG Portfolio Fund plc

## Notes to the Financial Statements

*For the financial year ended 31 October 2020*

*(Continued)*

### 13. Distributions (Continued)

Distributions made during the 2019, relating to the period 1 November 2017 to 31 October 2018 (and also include final distribution for The Capital Value Fund), were as follows:

#### Real Return Fund

Share Class	Distribution per Share	Ex-Date	Date Paid	Total Distributed Amount £
Class A	£5.27	02/11/2018	30/11/2018	12,010,207

#### The Dollar Fund

Share Class	Distribution per Share	Ex-Date	Date Paid	Total Distributed Amount £
Class D	£2.97	02/11/2018	30/11/2018	5,174,903
Class Hedged Shares	£1.98	02/11/2018	30/11/2018	5,452,764

#### Capital Value Fund

Share Class	Distribution per share	Ex-Date	Date Paid	Total Distributed Amount £
Class V	£1.38	02/11/2018	30/11/2018	2,322,122
Class V	£0.64	24/07/2019	25/07/2019	992,310

#### The CG Absolute Return Fund

Share Class	Distribution per Share	Ex-Date	Date Paid	Total Distributed Amount £
Class M	£1.51	02/11/2018	30/11/2018	1,486,430

### 14. Soft Commissions

There were no soft commission arrangements during the year (2019: Nil).

### 15. Efficient Portfolio Management

The Company may employ (subject to the conditions and within the limits laid down by the Central Bank of Ireland) techniques and instruments relating to transferable securities and money market instruments, provided that such techniques and instruments are used for efficient portfolio management purposes. Such techniques and instruments may also include foreign exchange transactions, which alter the currency characteristics of transferable securities held by the Company. The Company may also employ (subject to the conditions and within the limits laid down by the Central Bank of Ireland) techniques and instruments intended to provide protection against exchange risks in the context of the management of its assets and liabilities. The Company did not employ any efficient portfolio management techniques during the financial year.

### 16. UK Reporting Fund Regime

The United Kingdom HM Revenue and Customs ("HMRC") has confirmed that the Company and each of its Funds are in the UK Reporting Fund Regime from 1 November 2011 onwards (and were previously certified as distributing funds). All required submissions for Reporting Status for the year ended 31 October 2020, will be made within the required timeframe.

### 17. Financial Derivative Instruments

The Dollar Fund, The CG Absolute Return Fund and Capital Gearing Portfolio Fund used financial derivative instruments during the reporting year. The CG Absolute Return Fund and Capital Gearing Portfolio Fund held convertible bonds and The Dollar Fund held forward currency contracts during the financial year ended 31 October 2020 and 31 October 2019.

# CG Portfolio Fund plc

## Notes to the Financial Statements

*For the financial year ended 31 October 2020*

*(Continued)*

### 17. Financial Derivative Instruments (Continued)

The total value of these positions as at 31 October 2020 is £1,248,525 or 0.27% on The CG Absolute Return Fund (2019: £1,603,288 or 0.58%), £10,644,895 or 1.10% on The Dollar Fund (2019: £10,766,889 or 1.91%) and £6,324,284 or 1.48% on Capital Gearing Portfolio Fund (2019: £6,990,312 or 1.55%).

### 18. Net Asset Value

The net asset value per redeemable participating share of the Company at the year end is determined by dividing the value of the net assets of the Company by the total number of redeemable participating shares in issue at the year end.

### 19. Comparative Figures

<b>Real Return Fund</b>	<b>31 October 2020</b>	<b>31 October 2019</b>	<b>31 October 2018</b>
	£	£	£
<b>Class A</b>			
Total net asset value	<u>490,495,264</u>	<u>450,400,472</u>	<u>446,016,591</u>
Net asset value per redeemable participating share	<u>213.68</u>	<u>201.38</u>	<u>195.78</u>
<b>The Dollar Fund</b>			
	<b>31 October 2020</b>	<b>31 October 2019</b>	<b>31 October 2018</b>
	£	£	£
<b>Class D</b>			
Total net asset value	<u>306,365,592</u>	<u>253,083,875</u>	<u>266,390,769</u>
Net asset value per redeemable participating share	<u>175.87</u>	<u>163.17</u>	<u>152.97</u>
<b>Class Hedged Shares</b>			
Total net asset value	<u>663,846,067</u>	<u>310,938,023</u>	<u>260,689,634</u>
Net asset value per redeemable participating share	<u>106.40</u>	<u>100.21</u>	<u>94.42</u>
<b>The Capital Value Fund</b>			
	<b>31 October 2020</b>	<b>31 October 2019</b>	<b>31 October 2018</b>
	£	£	£
<b>Class V</b>			
Total net asset value	<u>–</u>	<u>–</u>	<u>265,538,661</u>
Net asset value per redeemable participating share	<u>–</u>	<u>–</u>	<u>157.41</u>

# **CG Portfolio Fund plc**

## **Notes to the Financial Statements**

*For the financial year ended 31 October 2020*

*(Continued)*

### **19. Comparative Figures (Continued)**

<b>The CG Absolute Return Fund</b>	<b>31 October 2020</b>	<b>31 October 2019</b>	<b>31 October 2018</b>
	<b>£</b>	<b>£</b>	<b>£</b>
<b>Class M</b>			
Total net asset value	468,798,623	274,181,478	117,021,283
Net asset value per redeemable participating share	127.80	124.70	119.39
<b>Capital Gearing Portfolio Fund</b>	<b>31 October 2020</b>	<b>31 October 2019</b>	
	<b>£</b>	<b>£</b>	
<b>Class P</b>			
Total net asset value	194,529,365	203,687,588	
Net asset value per redeemable participating share	34,741.44	33,675.28	
<b>Class V</b>			
Total net asset value	231,618,849	248,463,066	
Net asset value per redeemable participating share	168.96	163.24	

### **20. Events During the Year**

The Investment Manager reduced the annual investment management fee on the Dollar Fund from 0.30% to 0.25%, from 1 November 2019.

Northern Trust reduced the administration charges levied on the Fund with effect from 1 November 2019.

#### **BREXIT**

The UK Government committed the UK to leaving the EU with a Withdrawal Agreement on 31 January 2020. The UK entered an implementation period during which it negotiated its future relationship with the EU. The implementation period operated until 31 December 2020. During this time EU law continued to apply in the UK and passporting continued. The Company remains an EU regulated UCITS that can avail of passporting rights under the UCITS Regulations to market and sell shares in the Fund in the EU, subject to complying with the terms of the UCITS Regulations. In early 2019 the UK and EU authorities entered into Memoranda of Understandings which will facilitate their continued cooperation post-implementation, alleviating the risk that Irish funds will no longer be able to delegate their portfolio management to UK investment managers. The CBI have advised Irish Funds that UK investment managers currently acting for Irish entities will be required to notify the Central Bank in relation to the change of their regulatory status following the end of the Brexit transition period. However, Brexit still presents significant challenges for the investment fund industry. Moreover, it has led to significant changes in the financial services authorisation landscape, with increased emphasis being placed on issues such as governance, substance and resources. The Directors and the Investment Manager will continue to monitor the impact of these changes and will endeavour to take whatever action is required that will try to minimise disruption to the Company.



# **CG Portfolio Fund plc**

## **Notes to the Financial Statements**

*For the financial year ended 31 October 2020*

*(Continued)*

### **20. Events During the Year (Continued)**

#### **COVID**

Since February 2020, global financial markets have experienced significant volatility in response to the COVID-19 pandemic. The virus has spread across the Globe, with major outbreaks across the Middle East, Europe and America, resulting in widespread restrictions on the ability of people to travel, socialise and leave their homes. Global financial markets have reacted sharply to this news, with concerns regarding the economic impact this may have on a global scale. The eventual impact on the global economy and markets will largely depend upon the scale and the duration of the outbreak.

Unless the nature of the pandemic changes materially in the future, the COVID impact on the operations of the company is expected to be limited. Since March 2020 all major service providers to the Company have delivered services remotely without interruption. It seems likely that remote provision will remain the norm for the foreseeable future however this is not anticipated to be an impediment to ongoing operations.

The Covid crisis has necessitated government funded deficit spending on a scale rarely seen outside periods of war. Much of this spending has been financed by central banks who have stepped up their bond buying programmes in order to keep yields at highly simulative levels. The comments of central bankers, for example J Powell at Jackson Hole, make clear that interest rates will stay at or close to zero for extended periods, even if inflation pressures do start to build. Thus although bond prices are at extremely elevated levels, they seem well supported by central bank buying.

Equities had an extraordinary run in the second half of 2020, ending the year well up in most markets notwithstanding the economic devastation from Covid. This was in part a response to record low interest rates and investors reaching for yield. There is a risk that if the Covid crisis continues for an extended period that equity prices could come under real pressure. As a result we maintain a constrained exposure to equities with a concentration on highly secure index linked cash flows.

There were no other significant events during the year.

### **21. Subsequent Events**

Distributions were declared on 1 November 2020, see details in note 13 .

There have been no other events subsequent to the year end that have impacted on the Financial Statements for the year ended 31 October 2020.

### **22. Auditors' Remuneration**

Statutory audit fees due to PricewaterhouseCoopers for the year ended 31 October 2020 and 2019 are as follows:

	31 October 2020	31 October 2019
	€	€
Audit fee	41,512	36,515

These fees entirely relate to the audit of the Financial Statements of the Company. Non audit fees for taxation amount to €2,000 excluding VAT for the current year. Fees for other assurance services amount to Nil for the current year.

### **23. Comparative Information**

Comparative figures shown in the Financial Statements relate to the financial year ended 31 October 2019.

### **24. Approval of the Financial Statements**

The Financial Statements were approved by the Directors on 9 February 2021.

# CG Portfolio Fund plc

## Real Return Fund

### Appendix: Schedule of Portfolio Changes (Unaudited)

*For the financial year ended 31 October 2020*

<b>Purchases</b>	<b>Cost £</b>
Deutsche Bundesrepublik Inflation Linked 0.500% 15/04/2030	14,025,030
United States Treasury Inflation Indexed 1.000% 15/02/2046	9,635,896
Japanese Government CPI Linked 0.100% 10/03/2029	8,611,372
United States Treasury Inflation Indexed 0.250% 15/02/2050	5,997,344
United States Treasury Inflation Indexed 0.750% 15/02/2042	5,909,409
Japanese Government CPI Linked 0.100% 10/03/2028	5,225,119
United States Treasury Inflation Indexed 0.875% 15/02/2047	4,569,790
United States Treasury Inflation Indexed 0.125% 15/04/2022	4,122,567
United States Treasury Inflation Indexed 1.000% 15/02/2048	3,156,525
United States Treasury Inflation Indexed 0.625% 15/07/2021	3,147,840
United States Treasury Inflation Indexed 0.125% 15/07/2022	3,087,755
United States Treasury Inflation Indexed 0.750% 15/02/2045	2,956,666
United States Treasury Inflation Indexed 1.375% 15/02/2044	2,930,802
Deutsche Bundesrepublik Inflation Linked 0.100% 15/04/2023	2,832,936
United States Treasury Inflation Indexed 0.625% 15/02/2043	2,622,248
Canadian Government Inflation Linked 2.000% 01/12/2041	2,067,694
Deutsche Bundesrepublik Inflation Linked 0.100% 15/04/2026	1,953,846
Australia Government Inflation Linked 0.750% 21/11/2027	1,667,323
Sweden Government Inflation Linked 0.125% 01/06/2030	1,375,738
Australia Government Inflation Linked 1.250% 21/08/2040	1,132,773
Japanese Government CPI Linked 0.100% 10/03/2025	992,458
Japanese Government CPI Linked 0.100% 10/09/2024	964,389
Japanese Government CPI Linked 0.200% 03/10/2030	928,893
<b>Sales</b>	<b>Proceeds £</b>
Deutsche Bundesrepublik Inflation Linked 1.750% 15/04/2020	15,995,705
United States Treasury Inflation Indexed 0.125% 15/01/2023	11,231,308
United States Treasury Inflation Indexed 3.875% 15/04/2029	6,798,027
United States Treasury Inflation Indexed 0.875% 15/02/2047	3,893,918
United States Treasury Inflation Indexed 0.750% 15/02/2045	3,440,037
United States Treasury Inflation Indexed 0.125% 15/01/2022	2,887,373
United States Treasury Inflation Indexed 3.625% 15/04/2028	2,863,084
United States Treasury Inflation Indexed 1.375% 15/02/2044	2,851,627
United States Treasury Inflation Indexed 1.000% 15/02/2046	2,563,094
United States Treasury Inflation Indexed 2.000% 15/01/2026	2,370,573
United States Treasury Inflation Indexed 1.750% 15/01/2028	2,226,253
Australia Government Inflation Linked 4.000% 20/08/2020	2,194,345
Canadian Government Inflation Linked 4.250% 01/12/2021	2,016,247
United States Treasury Inflation Indexed 1.250% 15/07/2020	1,862,848
United States Treasury Inflation Indexed 1.375% 15/01/2020	1,826,972
United States Treasury Inflation Indexed 3.375% 15/04/2032	1,645,498
United States Treasury Inflation Indexed 2.125% 15/02/2040	673,411
United States Treasury Inflation Indexed 0.625% 15/02/2043	511,032

The Schedule of Portfolio Changes discloses aggregate purchases and sales of a security exceeding 1 percent of the total value for the year.

# CG Portfolio Fund plc

## The Dollar Fund

### Appendix: Schedule of Portfolio Changes (Unaudited)

*For the financial year ended 31 October 2020*

<b>Purchases</b>	<b>Cost £</b>
United States Treasury Inflation Indexed 0.250% 15/02/2050	34,416,417
United States Treasury Inflation Indexed 1.000% 15/02/2046	29,514,078
United States Treasury Inflation Indexed 0.625% 15/07/2021	25,924,515
United States Treasury Inflation Indexed 0.750% 15/02/2045	25,835,848
United States Treasury Inflation Indexed 0.125% 15/04/2021	23,149,533
United States Treasury Inflation Indexed 1.000% 15/02/2048	22,551,111
United States Treasury Inflation Indexed 0.125% 15/04/2022	20,874,905
United States Treasury Inflation Indexed 0.875% 15/02/2047	19,496,211
United States Treasury Inflation Indexed 0.625% 15/04/2023	18,554,999
United States Treasury Inflation Indexed 0.125% 15/07/2030	17,424,585
United States Treasury Inflation Indexed 0.375% 15/07/2025	16,600,110
United States Treasury Inflation Indexed 0.500% 15/04/2024	16,552,169
United States Treasury Inflation Indexed 1.375% 15/02/2044	16,048,861
United States Treasury Inflation Indexed 0.125% 15/07/2026	13,799,227
United States Treasury Inflation Indexed 0.750% 15/02/2042	13,651,225
United States Treasury Inflation Indexed 0.375% 15/07/2023	13,303,978
United States Treasury Inflation Indexed 0.125% 15/04/2025	13,191,861
United States Treasury Inflation Indexed 0.125% 15/01/2022	11,508,156
United States Treasury Inflation Indexed 1.125% 15/01/2021	11,473,629
United States Treasury Inflation Indexed 0.625% 15/01/2024	11,429,038
United States Treasury Inflation Indexed 0.375% 15/01/2027	10,832,789
United States Treasury Inflation Indexed 0.125% 15/10/2024	10,336,934
United States Treasury Inflation Indexed 0.125% 15/01/2030	10,288,680
United States Treasury Inflation Indexed 0.625% 15/02/2043	9,023,824
United States Treasury Inflation Indexed 0.125% 15/01/2023	6,624,026
United States Treasury Inflation Indexed 0.375% 15/07/2027	6,620,490
United States Treasury Inflation Indexed 1.000% 15/02/2049	5,471,861
United States Treasury Inflation Indexed 0.250% 15/01/2025	5,369,425

The Schedule of Portfolio Changes discloses aggregate purchases and sales of a security exceeding 1 percent of the total value for the year.

# CG Portfolio Fund plc

## The Dollar Fund

### Appendix: Schedule of Portfolio Changes (Unaudited)

*For the financial year ended 31 October 2020*

*(Continued)*

<b>Sales</b>	<b>Proceeds £</b>
United States Treasury Inflation Indexed 0.625% 15/01/2024	10,786,712
United States Treasury Inflation Indexed 0.125% 15/01/2022	9,427,739
United States Treasury Inflation Indexed 2.375% 15/01/2025	7,860,277
United States Treasury Inflation Indexed 1.375% 15/01/2020	7,307,888
United States Treasury Inflation Indexed 1.375% 15/02/2044	7,220,521
United States Treasury Inflation Indexed 0.625% 15/07/2021	7,049,338
United States Treasury Inflation Indexed 0.125% 15/01/2023	6,794,548
United States Treasury Inflation Indexed 1.000% 15/02/2046	6,680,676
United States Treasury Inflation Indexed 3.875% 15/04/2029	6,609,734
United States Treasury Inflation Indexed 0.125% 15/04/2021	6,182,942
United States Treasury Inflation Indexed 0.750% 15/02/2045	6,101,155
United States Treasury Inflation Indexed 0.125% 15/07/2022	4,817,379
United States Treasury Inflation Indexed 0.250% 15/02/2050	4,710,368
United States Treasury Inflation Indexed 2.000% 15/01/2026	4,609,884
United States Treasury Inflation Indexed 0.625% 15/01/2026	4,536,627
United States Treasury Inflation Indexed 0.125% 15/07/2024	3,479,687
United States Treasury Inflation Indexed 1.750% 15/01/2028	3,238,886
United States Treasury Inflation Indexed 0.875% 15/02/2047	2,322,870
United States Treasury Inflation Indexed 0.625% 15/02/2043	2,322,539
United States Treasury Inflation Indexed 0.250% 15/01/2025	2,209,831
United States Treasury Inflation Indexed 0.750% 15/07/2028	2,171,081
United States Treasury Inflation Indexed 0.125% 15/04/2022	2,102,501
United States Treasury Inflation Indexed 0.625% 15/04/2023	2,069,752
United States Treasury Inflation Indexed 0.125% 15/07/2030	1,725,094
United States Treasury Inflation Indexed 0.500% 15/04/2024	1,670,919
United States Treasury Inflation Indexed 0.500% 15/01/2028	1,650,490
United States Treasury Inflation Indexed 3.625% 15/04/2028	1,565,101

The Schedule of Portfolio Changes discloses aggregate purchases and sales of a security exceeding 1 percent of the total value for the year.

# **CG Portfolio Fund plc**

## **The CG Absolute Return Fund**

### **Appendix: Schedule of Portfolio Changes (Unaudited)**

*For the financial year ended 31 October 2020*

<b>Purchases</b>	<b>Cost £</b>
Vanguard FTSE 100 UCITS ETF	18,336,079
Vanguard FTSE Japan UCITS ETF	16,483,168
WisdomTree Physical Swiss Gold ETF	8,239,087
Japanese Government CPI Linked 0.100% II 3/10/2029	8,183,823
Tritax Big Box REIT	7,707,182
United Kingdom Gilt Inflation Linked 0.125% 22/03/2024	7,368,604
Japanese Government CPI Linked 0.100% II 10/03/2028	6,851,883
Secure Income REIT	6,840,768
Vanguard FTSE 250 UCITS ETF	6,694,104
GCP Student Living	6,458,683
Vonovia	6,030,905
Pershing Square	6,003,500
United Kingdom Treasury Bill 0.000% 04/01/2021	5,999,731
United Kingdom Treasury Bill 0.000% 11/01/2021	5,999,252
United Kingdom Treasury Bill 0.000% 10/08/2020	5,979,933
United Kingdom Treasury Bill 0.000% 25/01/2021	4,999,128
United Kingdom Treasury Bill 0.000% 05/10/2020	4,995,268
United Kingdom Treasury Bill 0.000% 19/10/2020	4,994,546
United Kingdom Treasury Bill 0.000% 12/10/2020	4,994,304
United Kingdom Treasury Bill 0.000% 01/06/2020	4,988,669
United Kingdom Treasury Bill 0.000% 20/07/2020	4,984,962
United Kingdom Treasury Bill 0.000% 22/06/2020	4,984,683
United Kingdom Treasury Bill 0.000% 24/08/2020	4,983,327
iShares Core FTSE 100 UCITS ETF	4,758,252
United States Treasury Inflation Indexed 1.000% 15/02/2046	4,327,643
United States Treasury Inflation Indexed 1.375% 15/02/2044	4,309,589

The Schedule of Portfolio Changes discloses aggregate purchases and sales of a security exceeding 1 percent of the total value for the year.

# **CG Portfolio Fund plc**

## **The CG Absolute Return Fund**

### **Appendix: Schedule of Portfolio Changes (Unaudited)**

*For the financial year ended 31 October 2020*

*(Continued)*

<b>Sales</b>	<b>Proceeds £</b>
United Kingdom Gilt Inflation Linked 0.125% 22/11/2019	15,049,703
United Kingdom Treasury Bill 0.000% 24/02/2020	6,000,000
United Kingdom Treasury Bill 0.000% 10/08/2020	6,000,000
United Kingdom Treasury Bill 0.000% 12/10/2020	5,000,000
United Kingdom Treasury Bill 0.000% 23/12/2019	5,000,000
United Kingdom Treasury Bill 0.000% 22/06/2020	5,000,000
United Kingdom Treasury Bill 0.000% 19/10/2020	5,000,000
United Kingdom Treasury Bill 0.000% 01/06/2020	5,000,000
United Kingdom Treasury Bill 0.000% 05/10/2020	5,000,000
United Kingdom Treasury Bill 0.000% 24/08/2020	5,000,000
United Kingdom Treasury Bill 0.000% 20/07/2020	5,000,000
United Kingdom Treasury Bill 0.000% 04/05/2020	4,000,000
United Kingdom Treasury Bill 0.000% 27/07/2020	4,000,000
United Kingdom Treasury Bill 0.000% 11/05/2020	4,000,000
United Kingdom Treasury Bill 0.000% 20/04/2020	4,000,000
United Kingdom Treasury Bill 0.000% 02/03/2020	4,000,000
United Kingdom Treasury Bill 0.000% 06/07/2020	4,000,000
United Kingdom Treasury Bill 0.000% 27/04/2020	4,000,000
United Kingdom Treasury Bill 0.000% 09/03/2020	4,000,000
United Kingdom Treasury Bill 0.000% 16/12/2019	4,000,000
United Kingdom Treasury Bill 0.000% 13/07/2020	4,000,000
United Kingdom Treasury Bill 0.000% 26/05/2020	4,000,000
United Kingdom Treasury Bill 0.000% 27/01/2020	4,000,000
SDCL Energy Efficiency Income Trust	3,747,676
United States Treasury Inflation Indexed 0.125% 15/04/2021	3,598,549
United Kingdom Treasury Bill 0.000% 10/02/2020	3,500,000
Investor	3,409,435
United States Treasury Inflation Indexed 2.375% 15/01/2025	3,013,074
United Kingdom Treasury Bill 0.000% 03/08/2020	3,000,000
United Kingdom Treasury Bill 0.000% 17/02/2020	3,000,000
United Kingdom Treasury Bill 0.000% 18/05/2020	3,000,000
United Kingdom Treasury Bill 0.000% 15/06/2020	3,000,000
United Kingdom Treasury Bill 0.000% 30/03/2020	3,000,000
United States Treasury Inflation Indexed 0.125% 15/01/2023	2,776,538
iShares Core FTSE 100 UCITS ETF	2,698,142
United States Treasury Inflation Indexed 0.625% 15/07/2021	2,593,135

The Schedule of Portfolio Changes discloses aggregate purchases and sales of a security exceeding 1 percent of the total value for the year.

# **CG Portfolio Fund plc**

## **Capital Gearing Portfolio Fund**

### **Appendix: Schedule of Portfolio Changes (Unaudited)**

*For the financial year ended 31 October 2020*

<b>Purchases</b>	<b>Cost £</b>
United Kingdom Gilt Inflation Linked 0.125% 22/03/2024	9,375,265
Japanese Government CPI Linked 0.100% 10/03/2029	8,183,761
Vanguard FTSE Japan UCITS ETF	8,033,725
United Kingdom Treasury Bill 0.000% 24/02/2020	7,984,811
United Kingdom Treasury Bill 0.000% 20/07/2020	7,983,676
United Kingdom Treasury Bill 0.000% 26/05/2020	7,969,234
GCP Student Living	5,999,132
Japanese Government CPI Linked 0.100% 10/03/2028	5,941,679
WisdomTree Physical Swiss Gold ETF	5,732,869
Secure Income REIT	5,424,425
United Kingdom Treasury Bill 0.000% 23/12/2019	4,997,359
United Kingdom Treasury Bill 0.000% 05/10/2020	4,995,268
United Kingdom Treasury Bill 0.000% 12/10/2020	4,994,304
United Kingdom Treasury Bill 0.000% 27/04/2020	4,983,922
United Kingdom Treasury Bill 0.000% 24/08/2020	4,983,327
Pershing Square	4,740,781
Vanguard FTSE 100 UCITS ETF	4,711,015
iShares Core FTSE 100 UCITS ETF	4,283,073
Tritax Big Box REIT	4,097,722
United Kingdom Treasury Bill 0.000% 19/10/2020	3,995,637
United Kingdom Treasury Bill 0.000% 10/08/2020	3,986,622
United Kingdom Treasury Bill 0.000% 15/06/2020	3,984,919
SDCL Energy Efficiency Income Trust	3,805,618
Vonovia	3,661,770
United States Treasury Inflation Indexed 0.750% 15/02/2045	3,641,953
United Kingdom Treasury Bill 0.000% 08/06/2020	3,293,499
Vanguard Fund FTSE 250 UCITS ETF	3,173,509
HICL Infrastructure	3,077,355

The Schedule of Portfolio Changes discloses aggregate purchases and sales of a security exceeding 1 percent of the total value for the year.



# **CG Portfolio Fund plc**

## **Capital Gearing Portfolio Fund**

### **Appendix: Schedule of Portfolio Changes (Unaudited)**

*For the financial year ended 31 October 2020*

*(Continued)*

<b>Sales</b>	<b>Proceeds £</b>
United Kingdom Gilt Inflation Linked 0.125% 22/11/2019	41,045,705
United Kingdom Treasury Bill 0.000% 24/02/2020	9,000,000
United Kingdom Treasury Bill 0.000% 26/05/2020	8,000,000
United Kingdom Treasury Bill 0.000% 20/07/2020	7,996,033
Investor	6,812,578
iShares Core FTSE 100 UCITS ETF	6,042,121
United Kingdom Treasury Bill 0.000% 23/12/2019	6,000,000
Vanguard S&P 500 UCITS ETF	5,602,513
United Kingdom Treasury Bill 0.000% 12/10/2020	5,000,000
United Kingdom Treasury Bill 0.000% 27/04/2020	5,000,000
United Kingdom Treasury Bill 0.000% 05/10/2020	5,000,000
United Kingdom Treasury Bill 0.000% 24/08/2020	5,000,000
United States Treasury Inflation Indexed 1.125% 15/01/2021	4,958,811
UIL PRF	4,933,565
Castellum	4,893,938
SDCL Energy Efficiency Income Trust	4,804,917
Baillie Gifford Japanese Smaller Companies	4,606,784
United States Treasury Inflation Indexed 0.750% 15/02/2045	4,199,595
United Kingdom Treasury Bill 0.000% 03/02/2020	4,000,000
United Kingdom Treasury Bill 0.000% 19/10/2020	4,000,000
United Kingdom Treasury Bill 0.000% 10/08/2020	4,000,000
United Kingdom Treasury Bill 0.000% 15/06/2020	4,000,000
United Kingdom Treasury Bill 0.000% 27/01/2020	4,000,000
United States Treasury Inflation Indexed 0.125% 15/01/2022	3,904,989
Grainger	3,892,389
United States Treasury Inflation Indexed 2.000% 15/01/2026	3,480,029

The Schedule of Portfolio Changes discloses aggregate purchases and sales of a security exceeding 1 percent of the total value for the year.



# **CG Portfolio Fund plc**

## **Appendix: Remuneration Policy (Unaudited)**

### **1. Regulatory Requirements and Purpose**

Directive 2014/91/EU (“UCITS V”) imposes various requirements and principles in relation to remuneration to ensure that UCITS management companies, including self-managed UCITS (such as the Company) establish and apply remuneration policies and practices that are consistent with, and promote, sound and effective risk management, and do not encourage risk-taking that is inconsistent with the risk profiles, rules or instruments of incorporation of the UCITS they manage. In addition, the policies and procedures must not impair compliance with the management company’s duty to act in the best interests of the UCITS.

The purpose of this remuneration policy (the “**Remuneration Policy**”) is therefore to ensure that the Company has in place remuneration policies and procedures which are in compliance with the regulatory requirements under UCITS V and related guidance, including, in particular, the European Securities and Markets Authority (“**ESMA**”) Guidelines on sound remuneration policies under UCITS V (the “**Guidelines**”). Further guidance has been issued by ESMA and the Central Bank of Ireland through their respective questions and answers documents (the “**UCITS Q&As**”).

The Company operates on a delegated basis and has no employees. The Company’s investment objectives and activities as set out in the prospectus have been reviewed by the Board and are considered to be non-complex. Due to its internal structure and activities and on the basis of proportionality, the Company is not required to have a remuneration committee. The Board of Directors receive fixed remuneration only which removes conflicts of interest. The pay-out rules under the remuneration requirements will accordingly not apply to the Company. However as a delegated model applies, the IM is required to make disclosures in respect of remuneration. The following disclosures are in line with the understanding of current guidance on the regulatory requirements.

### **2. Application of UCITS V Remuneration Rules to Delegates**

Where the Company has delegated certain portfolio and risk management activities to an investment manager, this Remuneration Policy will apply to certain Identified Staff of that delegate whose work impacts on the risk profile of the Company.

Moreover, the IM may already be subject to regulatory requirements on remuneration that are equally as effective as those applicable under UCITS V, the Guidance and UCITS Q&As. Where this is not the case, the Company will put in place appropriate contractual arrangements to ensure that there is no circumvention of the remuneration requirements set out in the Remuneration Policy, related policies and practices, or regulatory framework.

The IM is authorised and regulated by the UK’s Financial Conduct Authority (“**FCA**”) as a BIPRU investment company. The IM is classified as a level three firm under the UK Remuneration Code for BIPRU firms, which allows the Directors to adopt a simplified approach to the code. There are four members of staff classified as Remuneration Code Staff, all are executive directors. The annual remuneration of Remuneration Code Staff comprises both fixed and variable elements. The fixed element is a salary and the variable element is in the form of a cash share of the yearly profit of the IM. Salaries are discussed and fixed by the IM Directors at a level which is within the resources of the IM. A combination of market data and an assessment of individual performance is used to determine the correct levels of remuneration which is conducted annually. Non-guaranteed bonuses are based on a profitability formula but only confirmed when the profits for the year are assured. There are no deferred equity awards. IM’s Remuneration policy is proposed by the Remuneration Committee and approved by the IM Board annually. Total staff costs shared between the Remuneration Code Staff in year ended 30 April 2020 were £2,198,097 (30 April 2019: £2,175,638). A copy of the Investment Manager’s remuneration policy is available upon request.

### **3. Annual review**

The Board will review the terms of this Remuneration Policy annually and assess whether its overall remuneration system operates as intended and is compliant with the obligations on remuneration policy as set out in the UCITS V Regulations. The Remuneration Policy will be updated by the Board as and when required.

**NOTICE OF ANNUAL GENERAL MEETING  
CG PORTFOLIO FUND PLC (THE "COMPANY")**

**NOTICE** is hereby given that the Annual General Meeting of the Members of the Company will be held on Friday, 18 June 2021, at 10.00am (Irish Time) (approximately), at George's Court, 54 - 62 Townsend Street, Dublin 2, Ireland, for the following purposes:

**FOR CONSIDERATION:**

1. To receive and consider the Report of the Directors, the Auditor's Report and the Financial Statements of the Company for the year ended 31 October 2020, and
2. To review the Company's affairs.

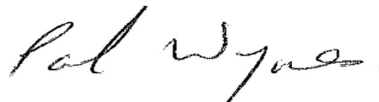
**ORDINARY RESOLUTIONS:**

1. To re-appoint PricewaterhouseCoopers as Auditor to the Company until the conclusion of the next Annual General Meeting,
2. To authorise the Directors to fix the remuneration of the Auditor, and
3. To authorise the Directors to fix the remuneration of the Directors.

A member entitled to attend and vote at the Meeting is entitled to appoint one or more proxies to attend and vote in their stead. A proxy need not be a member of the Company.

Registered in Dublin, Ireland No: 360458

Dated this 9 day of February 2021



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**For and on behalf of  
Northern Trust International Fund Administration  
Services (Ireland) Limited,  
as Company Secretary**

**FORM OF PROXY**  
**CG PORTFOLIO FUND PLC**  
**(the "Company")**

Holder ID	Account ID & Description

I/We\* \_\_\_\_\_

of \_\_\_\_\_

being a member of the Company and entitled to vote at General Meetings of the Company, hereby appoint \_\_\_\_\_

of \_\_\_\_\_

or in the absence of the appointment of any specified person, the Chairman of the Meeting (note 2) or failing him any representative of Northern Trust International Fund Administration Services (Ireland) Limited as my/our\* proxy to vote for me/us\* on my/our\* behalf at the Annual General Meeting of the Company to be held at George's Court, 54 - 62 Townsend Street, Dublin 2, Ireland, on Friday, 18 June 2021, at 10.0am (Irish Time) (approximately) or any reconvened meeting thereof.

\*strike through as appropriate

**Signature:** \_\_\_\_\_ **Date:** \_\_\_\_\_ **2021**

Please indicate with an "X" in the spaces below as to the way in which you wish your vote to be cast for each resolution or alternatively insert the number of total votes to be cast "for" and/or "against" each resolution in the spaces below.

**FOR CONSIDERATION:**

1. To receive and consider the Report of the Directors, the Auditor's Report and the Financial Statements of the Company for the year ended 31 October 2020, and
2. To review the Company's affairs.

ORDINARY RESOLUTIONS	FOR	AGAINST	ABSTAIN
1. To re-appoint PricewaterhouseCoopers as Auditor to the Company until the conclusion of the next Annual General Meeting.			
2. To authorise the Directors to fix the remuneration of the Auditor.			
3. To authorise the Directors to fix the remuneration of the Directors.			

Unless otherwise instructed above the Proxy shall vote as (s)he sees fit.

**NOTES TO FORM OF PROXY**  
**CG PORTFOLIO FUND PLC**

**(the “Company”)**

**1. TRAVEL RESTRICTIONS UNDER COVID 19 AND PROPOSED ACTION TO BE TAKEN**

1.1 There are currently significant travel restrictions in place due to COVID-19. Depending on what travel restrictions (if any) may be in place by the date of the AGM, physical attendance at the AGM may not be possible. Please refer to below link issued by the Irish Health Service Executive in respect of such travel restrictions:  
<https://www2.hse.ie/conditions/coronavirus/coronavirus.html#travel>.

1.2 Accordingly, should you wish to vote at the AGM, we would strongly recommend that you complete the Proxy Form enclosed with this Notice and return a completed and signed proxy form by email to [Dublin\\_Corp\\_Sec\\_Minute\\_Taking\\_Team@ntrs.com](mailto:Dublin_Corp_Sec_Minute_Taking_Team@ntrs.com) and [GW41@ntrs.com](mailto:GW41@ntrs.com). Please also refer to the Notes to the Proxy Form.

2. If you have sold or otherwise transferred all of your Shares, please pass this Circular and accompanying Proxy Form as soon as possible to the purchaser or transferee or to the stockbroker, bank or other agent through whom the sale or transfer was effected for delivery to the purchaser or the transferee.
3. A member may appoint a proxy of his own choice. If the appointment is made delete the words "the Chairman of the meeting" and insert the name of the person appointed as proxy in the space provided.
4. If the Shareholder does not insert a proxy of his/her own choice it shall be assumed that they wish to appoint the Chairman of the meeting or one of the other persons mentioned above to act for them.
5. If the appointer is a corporation, this form must be under the Common Seal or under the hand of some duly appointed officer or attorney duly authorised on its behalf and please ensure that you indicate the capacity in which you are signing.
6. If the instrument appointing a proxy is signed under a power of attorney, please ensure that you enclose an original or a notarially certified copy of such Power of Attorney with your proxy form.
7. In the case of joint holders, the vote of the first named of joint holders, who tenders a vote whether in person or by proxy, shall be accepted to the exclusion of the votes of the other joint holders and for this purpose, the first named shall be determined by the order in which the names of the joint holders stand in the register of members.
8. If this form is returned without any indication as to how the person appointed proxy shall vote he will exercise his discretion as to how he votes or whether he abstains from voting.
9. Any alterations made to the Proxy Form must be initialled.
10. To be valid, this form, including notarially certified copies of such powers or authority as may be

relevant, must be completed and deposited, by email to [GW41@ntrs.com](mailto:GW41@ntrs.com), and [Dublin\\_Corp\\_Sec\\_Minute\\_Taking\\_Team@ntrs.com](mailto:Dublin_Corp_Sec_Minute_Taking_Team@ntrs.com) by fax to +353 1 434 5273, or by hand, post or courier, for the attention of Gayle Whelan at George's Court, 54 - 62 Townsend Street, Dublin 2, Ireland, Ireland, **not less than 48 hours before the time fixed for holding the meeting or adjourned meeting.**