

GALLOWAY FEEDER FUND
Société d'Investissement à Capital Variable ("SICAV")
Luxembourg

Audited Financial Statements
For the year ended 31 December 2020

Registered Office:
106, route d'Arlon
L-8210 Mamer
Grand Duchy of Luxembourg
R.C.S. Luxembourg B181869

GALLOWAY FEEDER FUND

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No subscription may be accepted on the basis of the financial reports. Subscriptions are accepted only on the basis of the current prospectus accompanied by the latest annual report and the latest semi-annual report if available

GALLOWAY FEEDER FUND

MANAGEMENT AND ADMINISTRATION OF THE FUND

Registered Office	106, route d'Arlon L-8210 Mamer Grand Duchy of Luxembourg R.C.S Luxembourg B 181869
Management Company and Domiciliary Agent	Lemanik Asset Management S.A. 106, route d'Arlon L-8210 Mamer Grand Duchy of Luxembourg
Board of Directors of the Fund	Mr. Nathan Shor (Chairman) Mr. Hervé Coussement (Director) Mr. Ulisses Russo de Oliveira (Director)
Board of Directors of the Management Company	Mr. Gianluigi Sagramoso (Chairman) Mr. Carlo Sagramoso (Director) Mr. Philippe Meloni (Director)
Conducting persons of the Management Company	Mr. Philippe Meloni Mr. Jean Philippe Claessens Mr. Alexandre Dumont Mr. Gilles Roland Mrs. Jennifer Collin
Investment Advisor	Quasar International Capital Management Ltd.* P.O Box 4428 Columbus Centre Road Town, Tortola British Virgin Islands
Investment Manager	<i>As from 30th January 2020:</i> Quasar International Gestora De Recursos Ltda. Avenida Juscelino Kubitscheck No. 1726, Conj. 92, Part A, Edificio Spazio Jk Itaim Bibi, ZIP Code 04543-000, São Paulo Brazil <i>Until 29th January 2020:</i> Galloway Gestora De Recursos Ltda. Rue Hungria, 514 #9 Floor SP 01455, São Paulo Brazil

* known as Galloway Capital Management Ltd until 3rd June 2020.

GALLOWAY FEEDER FUND

MANAGEMENT AND ADMINISTRATION OF THE FUND (CONTINUED)

**Administrative Agent, Paying
Agent, Registrar and Transfer
Agent**

As from 1st August 2020:
Apex Fund Services S.A.
3, rue Gabriel Lippmann,
L-5365 Munsbach,
Grand Duchy of Luxembourg

Until 31st July 2020:
Apex Fund Services (Malta) Limited,
Luxembourg Branch
2, Boulevard de la Foire
L-1115 Luxembourg
Grand Duchy of Luxembourg

Depository Bank

European Depository Bank S.A.
3, rue Gabriel Lippmann
L-5365 Munsbach
Grand Duchy of Luxembourg

Independent Auditor

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

**Legal Advisor
(as to Luxembourg Law)**

Chevalier & Sciales
36-38, Grand-Rue
L-1660 Luxembourg
Grand Duchy of Luxembourg

GALLOWAY FEEDER FUND

DIRECTORS' REPORT

The Board of Directors (the “Directors”) of Galloway Feeder Fund (the “Fund”) presents the audited financial statements for the year ended 31 December 2020.

Incorporation and principal activity

The Fund is an investment company organized under Part 1 of the Luxembourg Law as a société anonyme qualifying as a Société d'Investissement à Capital Variable (“SICAV”) with registered number B 181869. The Fund was initially established in the British Virgin Islands on 1 August 2006 as a company under the provisions of the laws of the British Virgin Islands and was redomiciled to Luxembourg on 15 November 2013.

The Fund has an umbrella structure consisting of different Sub-Funds, each of which has its own investment objective and policy. Each Sub-Fund is a feeder UCITS, which invests into a Sub-Fund of Galloway Master Fund (the “Master Fund”), a mutual investment fund with no legal personality (“fonds commun de placement”).

These financial statements cover the following Sub-Fund:

1. Galloway EM Hard Currency HY Bond Fund.

During the year ended 31 December 2020, Galloway EM Hard Currency HY Bond Fund invested in Galloway Global Fixed Income Master Fund, a Sub-Fund of the Master Fund.

Business review and future developments

The net assets attributable to holders of Redeemable Shares as at 31 December 2020 and the total comprehensive income for the year ended 31 December 2020, for the Galloway EM Hard Currency HY Bond Fund is detailed in the table below:

	Net assets attributable to holders of redeemable shares	Total Comprehensive income for the year attributable to holders of redeemable shares
	USD	USD
Galloway EM Hard Currency HY Bond Fund	109,371,816	5,067,249
Total	109,371,816	5,067,249

The Directors expect the current level of activity to continue in the foreseeable future.

Results and dividends

The results for each Sub-Fund for the year are shown in the Statement of Financial Position and Statement of Comprehensive Income on pages 8 - 11 and the related notes on pages 18 - 52.

Galloway EM Hard Currency HY Bond Fund paid dividends of USD 248,360 during the year under review.

GALLOWAY FEEDER FUND

DIRECTORS' REPORT (CONTINUED)

Directors

The Directors of the Fund who held office during the year under review are listed on page 1.

Directors' interests in shares of the Fund

The Directors who held office on 31 December 2020 did not hold any interests in the Fund as at that date, or during the year under review.

Covid-19

The manager wishes to state that it has successfully implemented its business continuity plan with part of staff working from home and part working on site to diminish the chances of any work flow disruption. The part working on site is following the measures recommended by the Brazilian health authorities to maintain minimum space distancing from each other, bringing food from home, avoiding streets, close contact with others and public transportation. Emerging Markets fixed income liquidity and overall bond trading has been reduced, but the fund was successful in raising appropriate liquidity prior to the event (as seen by the account's cash levels) in order to withstand this period of volatility.

29 April 2021

The information in this report represents historical data and is not an indication of future performance.

Independent auditor's report

To the Shareholders of Galloway Feeder Fund
106, route d'Arlon
L-8210 Mamer
Grand Duchy of Luxembourg

Opinion

We have audited the financial statements of Galloway Feeder Fund (the "Fund"), which comprise the statement of financial position and the schedule of financial assets at fair value through profit or loss as at 31 December 2020, and the statement of comprehensive income, the statement of changes in net assets attributable to holders of redeemable shares and statement of cash flows for the year then ended, and the notes to the financial statements, including a summary of significant accounting policies.

In our opinion, the accompanying financial statements give a true and fair view of the financial position of the Fund as at 31 December 2020, and of its financial performance and its cash flows for the year then ended in accordance with International Financial Reporting Standards ("IFRS") as adopted by the European Union.

Basis for Opinion

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

Other information

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

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

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

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

The Board of Directors of the Fund is responsible for the preparation and fair presentation of these financial statements in accordance with IFRS as adopted by the European Union, and for such internal control as the Board of Directors of the Fund determines is necessary to enable the preparation of financial statements that are free from material misstatement, whether due to fraud or error.

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

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

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

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

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

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

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

Ernst & Young
Société anonyme
Cabinet de révision agréé



Kerry Nichol

Luxembourg, 29 April 2021

GALLOWAY FEEDER FUND
STATEMENT OF FINANCIAL POSITION
As at 31 December 2020
(Expressed in US Dollars)

		Galloway EM Hard Currency HY Bond Fund
	Notes	USD
Assets		
Cash and cash equivalents	3	1,708,415
Financial assets at fair value through profit or loss	6,7	109,331,779
Other receivables and prepayments	4	967
Total assets		111,041,161
Liabilities		
Performance fees payable	9.2	1,003,678
Investment advisor's fees payable	9.3	238,912
Subscriptions received in advance		130,000
Professional fees payable		75,079
Investment Management fees payable	9.1	114,658
Administration fees payable	9.5	1,637
Management company fees payable	9.4	5,651
Redemption payable		75,308
Accrued expenses and other payables	5	24,422
Total liabilities		1,669,345
Net assets attributable to holders of redeemable shares		109,371,816

	<u>Sub-Fund</u>	<u>Shares</u>		<u>Net Assets</u>		<u>Net Asset Value per share</u>
Galloway EM Hard Currency HY Bond Fund						
Class A1 - Galloway EM Hard Currency HY Bond Fund - Initial Series - USD		5,698	USD	6,550,786	USD	1,149.70
Class A2 - Galloway EM Hard Currency HY Bond Fund - Initial Series - USD		6,453	USD	10,257,081	USD	1,589.60
Class B (USD) DISTR Shares - Galloway EM Hard Currency HY Bond Fund - Initial Series - USD		5,534	USD	4,276,189	USD	772.72
Class B (USD) ACC- Galloway EM Hard Currency HY Bond Fund - Initial Series - USD		22,973	USD	29,546,431	USD	1,286.12
Class B (CHF) - Galloway EM Hard Currency HY Bond Fund - Initial Series - CHF		1,805	CHF	1,875,584	CHF	1,039.08
Class B (EUR) - Galloway EM Hard Currency HY Bond Fund - Initial Series - EUR		200	EUR	233,434	EUR	1,167.17
Class C - Galloway EM Hard Currency HY Bond Fund - Initial Series - USD		34,222	USD	43,570,046	USD	1,273.15
Class S - Galloway EM Hard Currency HY Bond Fund - Initial Series - USD		6,417	USD	7,702,872	USD	1,200.34
Class Coupon - Galloway EM Hard Currency HY Bond Fund - Initial Series - Initial Series - USD		6,601	USD	5,065,155	USD	767.35

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

GALLOWAY FEEDER FUND
STATEMENT OF FINANCIAL POSITION
As at 31 December 2019
(Expressed in US Dollars)

		Galloway EM Hard Currency HY Bond Fund
	Notes	USD
Assets		
Cash and cash equivalents	3	1,303,479
Financial assets at fair value through profit or loss	6,7	122,088,371
Other receivables and prepayments	4	2,116
Total assets		123,393,966
Liabilities		
Performance fees payable	9.2	201,712
Investment advisor's fees payable	9.3	302,945
Subscriptions received in advance		135,000
Professional fees payable		64,741
Investment Management fees payable	9.1	146,179
Administration fees payable	9.5	1,668
Management company fees payable	9.4	7,598
Redemption payable		703,531
Accrued expenses and other payables	5	7,449
Total liabilities		1,570,823
Net assets attributable to holders of redeemable shares		121,823,143

<u>Sub-Fund</u>	<u>Shares</u>		<u>Net Assets</u>	<u>Net Asset Value per share</u>
Galloway EM Hard Currency HY Bond Fund				
Class A1 - Galloway EM Hard Currency HY Bond Fund - Initial Series - USD	5,701	USD	6,220,852	USD 1,091.19
Class A2 - Galloway EM Hard Currency HY Bond Fund - Initial Series - USD	7,712	USD	11,541,956	USD 1,496.62
Class B (USD) ACC- Galloway EM Hard Currency HY Bond Fund - Initial Series - USD	29,617	USD	35,872,013	USD 1,211.20
Class B (USD) DISTR Shares - Galloway EM Hard Currency HY Bond Fund - Initial Series - USD	5,881	USD	4,545,370	USD 772.89
Class B (CHF) - Galloway EM Hard Currency HY Bond Fund - Initial Series - CHF	2,552	CHF	2,547,507	CHF 998.24
Class C - Galloway EM Hard Currency HY Bond Fund - Initial Series - USD	35,773	USD	42,548,049	USD 1,189.39
Class S - Galloway EM Hard Currency HY Bond Fund - Initial Series - USD	7,134	USD	8,063,566	USD 1,130.30
Class Coupon - Galloway EM Hard Currency HY Bond Fund - Initial Series - Initial Series - USD	13,554	USD	10,395,485	USD 766.97

* On 5 June 2019, Mirabaud Global Fixed Income Feeder Fund and Mirabaud Monthly Income Emerging Market High Yield Bond Fund were merged into Galloway EM Hard Currency HY Bond Fund contributing a combined net asset value of USD 142,748,567.

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

GALLOWAY FEEDER FUND
STATEMENT OF COMPREHENSIVE INCOME
For the year ended 31 December 2020
(Expressed in US Dollars)

		Galloway EM Hard Currency HY Bond Fund
	Notes	USD
Loss on financial assets at fair value through profit or loss		(4,386,758)
Unrealized appreciation on financial assets at fair value through profit or loss		12,028,208
Net foreign exchange loss		(3,418)
Net gain on financial assets at fair value through profit or loss		7,638,032
Fund Income		
Interest income		717
Total Fund income		717
Fund Expenses		
Performance fees	9.2	(1,018,956)
Investment advisor's fees	9.3	(950,426)
Investment management fees	9.1	(458,002)
Professional fees		(64,905)
Administration fees	9.5	(20,001)
Management company fees	9.4	(60,528)
Legal fees		(33,873)
Taxe d'abonnement		(400)
Other expenses		(134,382)
Total Fund expenses		(2,741,473)
Net foreign exchange gain at Fund Level		4,679
Net gain on financial assets and financial liabilities at fair value through profit or loss at Fund Level		165,294
Total comprehensive income for the year attributable to holders of redeemable shares		5,067,249

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

GALLOWAY FEEDER FUND
STATEMENT OF COMPREHENSIVE INCOME
For the year ended 31 December 2019
(Expressed in US Dollars)

		Mirabaud Global Fixed Income Feeder Fund*	Mirabaud Monthly Income Emerging Market High Yield Bond Fund*	Galloway EM Hard Currency HY Bond Fund	Total
	Notes	USD	USD	USD	USD
Loss on financial assets at fair value through profit or loss		(408,520)	(374,914)	(5,636,515)	(6,419,949)
Unrealized appreciation on financial assets at fair value through profit or loss		1,596,393	1,165,148	17,080,095	19,841,636
Net foreign exchange loss		(17)	(12)	(389)	(418)
Net gain on financial assets at fair value through profit or loss		1,187,856	790,222	11,443,191	13,421,269
Fund Income					
Interest income		-	-	769	769
Total Fund income		-	-	769	769
Fund Expenses					
Performance fees	9.2	(17,264)	(1,190)	(731,080)	(749,534)
Investment advisor's fees	9.3	(79,936)	(64,428)	(1,115,633)	(1,259,997)
Investment management fees	9.1	(39,968)	(32,215)	(536,849)	(609,032)
Professional fees		(5,642)	(7,687)	(44,656)	(57,985)
Administration fees	9.5	(8,555)	(8,555)	(20,021)	(37,131)
Management company fees	9.4	(15,939)	(9,041)	(99,239)	(124,219)
Legal fees		(622)	(396)	-	(1,018)
Taxe d'abonnement		-	(31)	(160)	(191)
Other expenses		(7,685)	(8,812)	(90,038)	(106,534)
Total Fund expenses		(175,611)	(132,355)	(2,637,676)	(2,945,642)
Net foreign exchange gain (loss) at Fund Level		26	(65)	(133,008)	(133,047)
Net gain on financial assets and financial liabilities at fair value through profit or loss at Fund Level		-	-	38,988	38,988
Total comprehensive income for the year attributable to holders of redeemable shares		1,012,271	657,802	8,712,264	10,382,337

* On 5 June 2019, Mirabaud Global Fixed Income Feeder Fund and Mirabaud Monthly Income Emerging Market High Yield Bond Fund were merged into Galloway EM Hard Currency HY Bond Fund.

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

GALLOWAY FEEDER FUND

STATEMENT OF CHANGES IN NET ASSETS

STATEMENT OF CHANGES IN NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE SHARES

For the year ended 31 December 2020

(Expressed in US Dollars)

	Galloway EM Hard Currency HY Bond Fund
	USD
Balance at 1 January 2020	121,823,143
Issue of redeemable shares	18,605,130
Redemption of redeemable shares	(35,542,287)
Dividends paid	(581,419)
Total comprehensive income for the year attributable to holders of redeemable shares	5,067,249
Balance at 31 December 2020	109,371,816

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

GALLOWAY FEEDER FUND**STATEMENT OF CHANGES IN NET ASSETS****STATEMENT OF CHANGES IN NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE SHARES****For the year ended 31 December 2019****(Expressed in US Dollars)**

	Mirabaud Global Fixed Income Feeder Fund*	Mirabaud Monthly Income Emerging Market High Yield Bond Fund*	Galloway EM Hard Currency HY Bond Fund	Total
	USD	USD	USD	USD
Balance at 1 January 2019	17,883,946	12,949,339	78,658,744	109,492,029
Issue of redeemable shares	198,775	5,615,400	99,114,205	104,928,380
Redemption of redeemable shares	(19,094,992)	(18,701,576)	(64,015,303)	(101,811,871)
Dividends paid	-	(520,965)	(646,767)	(1,167,732)
Total comprehensive income for the year attributable to holders of redeemable shares	1,012,271	657,802	8,712,264	10,382,337
Balance at 31 December 2019	-	-	121,823,143	121,823,143

* On 5 June 2019, Mirabaud Global Fixed Income Feeder Fund and Mirabaud Monthly Income Emerging Market High Yield Bond Fund were merged into Galloway EM Hard Currency HY Bond Fund contributing a combined net asset value of USD 142,748,567.

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

GALLOWAY FEEDER FUND
STATEMENT OF CASH FLOWS

For the year ended 31 December 2020
(Expressed in US Dollars)

	Galloway EM Hard Currency HY Bond Fund
	USD
Cash flows from operating activities	
Total comprehensive income for the year attributable to redeemable shares	5,067,249
Adjustments to reconcile total comprehensive income for the year to net cash flows from operating activities:	
Net foreign exchange loss	3,418
Net changes in operating assets and liabilities:	
Net decrease in financial assets at fair value through profit or loss	12,756,592
Decrease in other receivables and prepayments	1,149
Decrease in investment management fees payable	(31,521)
Decrease in administration fees payable	(31)
Decrease in investment advisor's fees payable	(64,033)
Increase in professional fees payable	10,338
Increase in performance fees payable	801,966
Decrease in management company fees payable	(1,947)
Increase in accrued expenses and other payables	16,973
Net cash from operating activities	18,560,153
Cash flows from financing activities	
Proceeds from issuance of shares	18,600,130
Payments for redemptions of shares	(36,170,510)
Dividends paid	(581,419)
Net cash used in financing activities	(18,151,799)
Net increase in cash and cash equivalents	408,354
Exchange difference on cash and cash equivalents	(3,418)
Cash and cash equivalents at beginning of the year	1,303,479
Cash and cash equivalents at end of the year	1,708,415
Supplemental disclosure of cash flow information	
Tax paid	400
Dividend paid	581,419

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

GALLOWAY FEEDER FUND

STATEMENT OF CASH FLOWS

For the year ended 31 December 2019

(Expressed in US Dollars)

	Mirabaud Global Fixed Income Feeder Fund*	Mirabaud Monthly Income Emerging Market High Yield Bond Fund*	Galloway EM Hard Currency HY Bond Fund	Total
	USD	USD	USD	USD
Cash flows from operating activities				
Total comprehensive income for the year attributable to redeemable shares	1,012,271	657,802	8,712,264	10,382,337
Adjustments to reconcile total comprehensive income for the year to net cash flows from operating activities:				
Net foreign exchange loss	17	12	389	418
Net changes in operating assets and liabilities:				
Net decrease (increase) in financial assets at fair value through profit or loss	17,969,610	12,959,149	(7,912,177)	23,016,582
Decrease/(increase) in other receivables and prepayments	9	-	(1,599)	(1,590)
Increase in subscriptions received in advance	-	-	(165,000)	(165,000)
(Decrease)/increase in investment management fees payable	(22,833)	(17,141)	25,088	(14,886)
Increase in payable for fund shares redeemed	-	-	696,903	696,903
Decrease in administration fees payable	(5,000)	(5,000)	(20,443)	(30,443)
(Decrease)/increase in investment advisor's fees payable	(45,662)	(34,278)	54,036	(25,904)
(Decrease)/increase in professional fees payable	(15,666)	(27,002)	(19,595)	(62,263)
Increase in performance fees payable	-	-	201,712	201,712
Decrease in accrued expenses and other payables	(4,275)	(4,025)	(16,347)	(24,647)
(Decrease)/increase in management company fees payable	(2,255)	(832)	(108)	(3,195)
Net cash from (used in) operating activities	18,886,216	13,528,685	1,555,123	33,970,024
Cash flows from financing activities				
Proceeds from issuance of shares	198,775	5,615,400	63,937,486	69,751,661
Payments for redemptions of shares	(19,094,992)	(18,701,576)	(64,015,303)	(101,811,871)
Dividends paid	-	(520,965)	(646,767)	(1,167,732)
Net cash (used in) from financing activities	(18,896,217)	(13,607,141)	(724,584)	(33,227,942)
Net (decrease)/increase in cash and cash equivalents	(10,001)	(78,456)	830,539	742,082
Exchange difference on cash and cash equivalents	(17)	(12)	(389)	(418)
Cash and cash equivalents at beginning of the year	10,018	78,468	473,329	561,815
Cash and cash equivalents at end of the year	-	-	1,303,479	1,303,479
Supplemental disclosure of cash flow information				
Tax paid	-	31	160	191
Dividend paid	-	520,965	646,767	1,167,732

* On 5 June 2019, Mirabaud Global Fixed Income Feeder Fund and Mirabaud Monthly Income Emerging Market High Yield Bond Fund were merged into Galloway EM Hard Currency HY Bond Fund.

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

GALLOWAY FEEDER FUND

STATISTICAL INFORMATION

Mirabaud Global Fixed Income Feeder Fund*	31-Dec-20	4-Jun-19**	31-Dec-18
<hr/>			
Class A Shares - USD			
Total net assets	-	11,970,954	11,389,254
Number of shares outstanding	-	8,282	8,325
NAV per share	-	1445.49	1,368.08
 Class B Shares - USD			
Total net assets	-	7,060,843	6,494,692
Number of shares outstanding	-	6,468	6,286
NAV per share	-	1,091.65	1,033.20
Mirabaud Monthly Income Emerging Market High Yield Bond Fund*	31-Dec-20	4-Jun-19**	31-Dec-18
<hr/>			
Class Coupon Shares - USD			
Total net assets	-	10,934,213	9,828,797
Number of shares outstanding	-	14,260	13,031
NAV per share	-	766.78	754.26
 Class B Shares - USD			
Total net assets	-	5,879,057	3,120,542
Number of shares outstanding	-	7,642	4,153
NAV per share	-	769.27	751.39

*On June 5 2019, Mirabaud Global Fixed Income Feeder Fund and Mirabaud Income Emerging Market High Yield Bond Fund were merged into Galloway EM Hard Currency HY Bond Fund.

**Last NAV at the merger date.

GALLOWAY FEEDER FUND

STATISTICAL INFORMATION

Galloway EM Hard Currency HY Bond Fund	31-Dec-20	31-Dec-19	31-Dec-18
Class A1 Shares - USD			
Total net assets	6,550,786	6,220,852	3,799,482
Number of shares outstanding	5,698	5,701	3,785
NAV per share	1,149.70	1,091.19	1,003.83
Class A2 Shares - USD			
Total net assets	10,257,081	11,541,956	-
Number of shares outstanding	6,453	7,712	-
NAV per share	1,589.60	1,496.62	-
Class B (USD) DISTR Shares - USD			
Total net assets	4,276,189	4,545,370	-
Number of shares outstanding	5,534	5,881	-
NAV per share	772.72	772.89	-
Class B (USD) ACC Shares - USD			
Total net assets	29,546,431	35,872,013	42,650,993
Number of shares outstanding	22,973	29,617	38,475
NAV per share	1,286.12	1,211.20	1,108.54
Class B (CHF) Shares - CHF			
Total net assets	1,875,584	2,547,507	2,241,876
Number of shares outstanding	1,805	2,552	2,388
NAV per share	1,039.08	998.24	938.81
Class B (EUR) Shares - EUR			
Total net assets	233,434	-	-
Number of shares outstanding	200	-	-
NAV per share	1,167.17	-	-
Class C Shares - USD			
Total net assets	43,570,046	42,548,049	29,924,165
Number of shares outstanding	34,222	35,773	27,651
NAV per share	1,273.15	1,189.39	1,082.21
Class S Shares - USD			
Total net assets	7,702,872	8,063,566	-
Number of shares outstanding	6,417	7,134	-
NAV per share	1,200.34	1,130.30	-
Class Coupon Shares - USD			
Total net assets	5,065,155	10,395,485	-
Number of shares outstanding	6,601	13,554	-
NAV per share	767.35	766.97	-

GALLOWAY FEEDER FUND

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 DECEMBER 2020

1. GENERAL INFORMATION

Galloway Feeder Fund (the “Fund”) is an investment company organized under Luxembourg Law as a *société anonyme* qualifying as a *Société d'Investissement à Capital Variable* (“SICAV”). The address of its registered office is 106, route d'Arlon, L-8210 Mamer, Grand Duchy of Luxembourg.

The Fund was initially established in the British Virgin Islands on 1 August 2006 as a company under the provisions of the laws of the British Virgin Islands. The Fund was redomiciled to Luxembourg on 15 November 2013 (the “Migration Date”) and is established for an unlimited year of time and is governed by Part I of the Luxembourg law of 17 December 2010 relating to collective investment undertakings, as amended (the “2010 Law”) and qualifies as an Undertaking for Collective Investments in Transferable Securities (“UCITS”). The Fund is registered with the “Registre de Commerce et des Sociétés de Luxembourg” under B 181869.

The Fund is an umbrella structure consisting of different Sub-Funds, each of which has its own investment objective and policy. Each Sub-Fund is a feeder UCITS, which invests into a sub-fund of Galloway Master Fund (the “Master Fund”), a mutual investment fund with no legal personality (“fonds commun de placement”). The assets of each Sub-Fund are segregated from the assets of the Management Company. The assets of each Sub-Fund are also segregated from the assets of the other Sub-Funds.

The Master Fund’s investment objective is to invest, through the Sub-Funds, to achieve consistent risk-adjusted returns by focusing on investment primarily in emerging markets corporate and sovereign bonds that offer the best risk and reward ratios, without the use of leverage. A separate portfolio of assets is maintained for each Sub-Fund of the Master Fund and is invested in accordance with the investment objective and policy applicable to that Sub-Fund.

The annual and semi-annual report of the Galloway Master Fund is available upon request from Apex Fund Services S.A., the Fund’s administrative agent.

The minimum share capital of the Fund must at all times be equal to or greater than EUR 1,250,000.

These financial statements cover the following Sub-Funds:

Mirabaud Global Fixed Income Feeder Fund or “Sub Fund 1”

The Mirabaud Global Fixed Income Feeder Fund is a Feeder Fund of Galloway Global Fixed Income Master Fund, a sub-fund of the Master Fund. Galloway Global Fixed Income Master Fund is an active high-yield long-only fund specialized in both emerging markets corporate and sovereign credit bonds and aims for consistent risk-adjusted returns by focusing on global emerging markets. Galloway Global Fixed Income Master Fund has a highly diversified strategy with no leverage, no hedging and no use of derivatives. The Mirabaud Global Fixed Income Feeder Fund is suitable for investors wishing to attain defined investment objectives in emerging markets corporate and sovereign credit Eurobonds. The Mirabaud Global Fixed Income Feeder Fund is fully invested into Galloway Global Fixed Income Master Fund although it may hold up to 15% of its assets in ancillary liquid assets.

On 5 June 2019, Mirabaud Global Fixed Income Feeder Fund was merged into Galloway EM Hard Currency HY Bond Fund.

Mirabaud Monthly Income Emerging Market High Yield Bond Fund or “Sub Fund 4”

The Mirabaud Monthly Income Emerging Market High Yield Bond Fund is a Feeder Fund of Galloway Global Fixed Income Master Fund, a sub-fund of the Master Fund. Galloway Global Fixed Income Master Fund is an active high-yield long-only fund specialized in both emerging markets corporate and sovereign credit Eurobonds and aims for consistent risk-adjusted returns by focusing on global emerging markets. Galloway Global Fixed Income Master Fund has a highly diversified strategy with no leverage, no hedging and no use of derivatives. The Mirabaud Monthly Income Emerging Market High Yield Bond Fund is suitable for investors wishing to attain defined investment objectives in emerging markets corporate and sovereign credit Eurobonds. The Mirabaud Monthly Income Emerging Market High Yield Bond Fund is fully invested into Galloway Global Fixed Income Master Fund although it may hold up to 15% of its assets in ancillary liquid assets.

GALLOWAY FEEDER FUND

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 DECEMBER 2020

1. GENERAL INFORMATION (CONTINUED)

Mirabaud Monthly Income Emerging Market High Yield Bond Fund or “Sub Fund 4” (continued)

On 5 June 2019, Mirabaud Monthly Income Emerging Market High Yield Bond Fund was merged into Galloway EM Hard Currency HY Bond Fund.

Galloway EM Hard Currency HY Bond Fund or “Sub Fund 5”

The Galloway EM Hard Currency HY Bond Fund is a Feeder Fund of Galloway Global Fixed Income Master Fund, a sub-fund of Galloway Master Fund. Galloway Global Fixed Income Master Fund is an active high-yield long-only fund specialized in both emerging markets corporate and sovereign credit bonds and aims for consistent risk-adjusted returns by focusing on global emerging markets. Galloway Global Fixed Income Master Fund has a highly diversified strategy with no leverage, no hedging and no use of derivatives. The Galloway EM Hard Currency HY Bond Fund is suitable for investors wishing to attain defined investment objectives in emerging markets corporate and sovereign credit Eurobonds. The Galloway EM Hard Currency HY Bond Fund is fully invested into Galloway Global Fixed Income Master Fund although it may hold up to 15% of its assets in ancillary liquid assets.

At 31 December 2020, the Galloway EM Hard Currency HY Bond Fund has 100% (31 December 2019: 100%) ownership of Galloway Global Fixed Income Master Fund.

As of 31 December 2020, no other Sub-Funds of the Fund were in existence.

2. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES, ESTIMATES AND JUDGEMENTS

2.1 Statement of compliance

The financial statements for the Fund have been prepared in accordance with International Financial Reporting Standards (“IFRS”), as issued by the International Accounting Standards Board (IASB).

2.2 Basis of Presentation

The financial statements have been prepared under the historical cost convention, as modified by the valuation of financial assets and financial liabilities at fair value through profit or loss. The Statement of Financial Position presents assets and liabilities in decreasing order of liquidity and does not distinguish between current and non-current items.

The preparation of financial statements in conformity with IFRS requires the use of accounting estimates. It also requires management to exercise its judgement in the process of applying the Fund’s accounting policies.

The functional and presentation currency of the Fund and Sub-Funds is United States Dollars (“USD”). USD is the currency in which the Fund and each Sub-Fund measures its performance and reports its results, as well as the currency in which each Sub-Fund receives subscriptions from its investors.

Adoption of new accounting policy

The accounting policies adopted are consistent with those of the previous financial year with the exception of those impacted by new and amended standards and interpretations.

GALLOWAY FEEDER FUND

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 DECEMBER 2020

2. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES, ESTIMATES AND JUDGEMENTS (CONTINUED)

2.3 New and amended standards and interpretations

Standards issued and effective

Amendments to IFRS 3: Definition of a Business

In October 2018, the IASB issued amendments to the definition of a business in IFRS 3 Business Combinations to help entities determine whether an acquired set of activities and assets is a business or not. They clarify the minimum requirements for a business, remove the assessment of whether market participants are capable of replacing any missing elements, add guidance to help entities assess whether an acquired process is substantive, narrow the definitions of a business and of outputs, and introduce an optional fair value concentration test. New illustrative examples were provided along with the amendments. The amendments are effective for business combinations for which the acquisition date is on or after the beginning of the first annual reporting period beginning on or after 1 January 2020.

Since the amendments apply prospectively to transactions or other events that occur on or after the date of first application, the Fund will not be affected by these amendments on the date of transition.

Amendments to IAS 1 and IAS 8: Definition of Material

In October 2018, the IASB issued amendments to IAS 1 Presentation of Financial Statements and IAS 8 Accounting Policies, Changes in Accounting Estimates and Errors to align the definition of 'material' across the standards and to clarify certain aspects of the definition. The new definition states that, 'Information is material if omitting, misstating or obscuring it could reasonably be expected to influence decisions that the primary users of general purpose financial statements make on the basis of those financial statements, which provide financial information about a specific reporting entity.' The amendments are effective for annual reporting periods beginning on or after 1 January 2020. Earlier application is permitted.

The amendments to the definition of material is not expected to have a significant impact on the Fund.

The Board of Directors determined, that the Amendments did not have an impact on the financial statements of the Fund.

Standards issued but not effective

IFRS 17 Insurance Contracts

In May 2017, the IASB issued IFRS 17 Insurance Contracts (IFRS 17), a comprehensive new accounting standard for insurance contracts covering recognition and measurement, presentation and disclosure. Once effective.

On effective, IFRS 17 will replace IFRS 4 Insurance Contracts (IFRS 4) that was issued in 2005. IFRS 17 applies to all types of insurance contracts (i.e., life, non-life, direct insurance and re-insurance), regardless of the type of entities that issue them, as well as to certain guarantees and financial instruments with discretionary participation features. A few scope exceptions will apply. The overall objective of IFRS 17 is to provide an accounting model for insurance contracts that is more useful and consistent for insurers. In contrast to the requirements in IFRS 4, which are largely based on grandfathering previous local accounting policies, IFRS 17 provides a comprehensive model for insurance contracts, covering all relevant accounting aspects. The core of IFRS 17 is the general model, supplemented by:

- A specific adaptation for contracts with direct participation features (the variable fee approach)
- A simplified approach (the premium allocation approach) mainly for short-duration contracts

GALLOWAY FEEDER FUND

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 DECEMBER 2020

2. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES, ESTIMATES AND JUDGEMENTS (CONTINUED)

2.3 New and amended standards and interpretations (continued)

Standards issued but not effective (continued)

IFRS 17 Insurance Contracts (continued)

IFRS 17 is effective for reporting periods beginning on or after 1 January 2023, with comparative figures required. Early application is permitted, provided the entity also applies IFRS 9 and IFRS 15 on or before the date it first applies IFRS 17. This standard is not applicable to the Fund.

Amendments to IAS 16: Property, Plant and Equipment

IAS 16 Property, Plant and Equipment outlines the accounting treatment for most types of property, plant and equipment. Property, plant and equipment is initially measured at its cost, subsequently measured either using a cost or revaluation model, and depreciated so that its depreciable amount is allocated on a systematic basis over its useful life.

Proceeds before Intended Use (Amendments to IAS 16) amends the standard to prohibit deducting from the cost of an item of property, plant and equipment any proceeds from selling items produced while bringing that asset to the location and condition necessary for it to be capable of operating in the manner intended by management. Instead, an entity recognises the proceeds from selling such items, and the cost of producing those items, in profit or loss. The amendments published are effective for annual periods beginning on or after 1 January 2022. This standard is not applicable to the Fund.

Amendments to IAS 37: Provisions, Contingent Liabilities and Contingent Assets

IAS 37 Provisions, Contingent Liabilities and Contingent Assets outlines the accounting for provisions (liabilities of uncertain timing or amount), together with contingent assets (possible assets) and contingent liabilities (possible obligations and present obligations that are not probable or not reliably measurable). Provisions are measured at the best estimate (including risks and uncertainties) of the expenditure required to settle the present obligation, and reflects the present value of expenditures required to settle the obligation where the time value of money is material.

The changes in Onerous Contracts — Cost of Fulfilling a Contract (Amendments to IAS 37) specify that the 'cost of fulfilling' a contract comprises the 'costs that relate directly to the contract'. Costs that relate directly to a contract can either be incremental costs of fulfilling that contract (examples would be direct labour, materials) or an allocation of other costs that relate directly to fulfilling contracts (an example would be the allocation of the depreciation charge for an item of property, plant and equipment used in fulfilling the contract). The amendments published are effective for annual reporting periods beginning on or after 1 January 2022. This standard is not applicable to the Fund.

GALLOWAY FEEDER FUND

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 DECEMBER 2020

2. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES, ESTIMATES AND JUDGEMENTS (CONTINUED)

2.3 New and amended standards and interpretations (continued)

The Directors set out below upcoming accounting standards.

Description	Effective date (period beginning)
Related rent concessions (Amendments to IFRS 16)	1 June 2020
Classification of Liabilities as Current or Non-Current (Amendments to IAS 1)	1 January 2022
Reference to the Conceptual Framework for Financial reporting (Amendments to IFRS 3)	1 January 2022
Annual Improvements to IFRS Standards 2018-2020 (covering IFRS 9, IFRS 16, IFRS 1 and IAS 41)	1 January 2022

There are no other standards, interpretations or amendments to existing standards that are effective for the financial year beginning on 1 January 2020 that would be expected to have a material impact on the Fund.

2.4 Significant accounting judgments and estimates

The preparation of the Fund's financial statements requires management to make judgments, estimates and assumptions that affect the amounts recognized in the financial statements. However, uncertainty about these assumptions and estimates could result in outcomes that could require a material adjustment to the carrying amount of the Fund's assets or liabilities.

Judgements

In the process of applying the Fund's accounting policies, management has made the following judgements, which have the most significant effect on the amounts recognized in the financial statements:

Assessment as investment entity

Entities that meet the definition of an investment entity within IFRS 10 are required to measure their subsidiaries at fair value through profit or loss rather than consolidate them. The criteria which define an investment entity are, as follow:

- An entity that obtains funds from one or more investors for the purpose of providing those investors with investment services
- An entity that commits to its investors that its business purpose is to invest funds solely for returns from capital appreciation, investment income or both
- An entity that measures and evaluates the performance of substantially all of its investments on a fair value basis

The Fund's prospectus details its objective of providing investment management services to investors which includes for the purpose of returns in the form of investment income and capital appreciation.

The Fund reports to its investors via investor information, and to its management, via internal management reports, on a fair value basis. All investments are reported at fair value to the extent allowed by IFRS in the Fund's annual report.

GALLOWAY FEEDER FUND

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 DECEMBER 2020

2. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES, ESTIMATES AND JUDGEMENTS (CONTINUED)

2.4 Significant accounting judgments and estimates (continued)

Judgements (continued)

Assessment as investment entity (continued)

The Board has also concluded that the Fund meets the additional characteristics of an investment entity, in that it has more than one investment; the investments are predominantly in the form of fixed income securities and similar securities; it has more than one investor and its investors are not related parties.

The Board has concluded that the Fund meets the definition of an investment entity. These conclusions will be reassessed on an annual basis, if any of these criteria or characteristics change.

Estimates

The key assumptions concerning the future and other key sources of estimation uncertainty at the reporting date, that have a significant risk of causing a material adjustment to the carrying amounts of assets and liabilities within the next financial year, are discussed below. The Fund based its assumptions and estimates on parameters available when the financial statements were prepared.

However, existing circumstances and assumptions about future developments may change due to market changes or circumstances arising beyond the control of the Fund. Such changes are reflected in the assumptions when they occur.

Taxes

Uncertainties exist with respect to the interpretation of complex tax regulations and changes in tax laws on foreign withholding tax. Given the wide range of international investments, differences arising between the actual investment income and the assumptions made, or future changes to such assumptions, could necessitate future adjustments to tax expense already recorded. The Fund establishes provisions, based on reasonable estimates, for possible consequences of audits by the tax authorities of the respective countries in which it invests. The amounts of such provisions are based on various factors, such as experience of previous tax audits and differing interpretations of tax regulations by the taxable entity and the responsible tax authority. Such differences of interpretation may arise on a wide variety of issues depending on the conditions prevailing in the respective investment's domicile. As the Fund assesses the probability for litigation and subsequent cash outflow with respect to taxes as remote, no contingent liability has been recognised.

GALLOWAY FEEDER FUND

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 DECEMBER 2020

2. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES, ESTIMATES AND JUDGEMENTS (CONTINUED)

2.5 Summary of significant accounting policies

The following is a summary of the significant accounting and reporting policies used in preparing the financial statements. Such policies have been consistently applied during the year.

(a) General

All assets and liabilities are stated at face value, unless indicated otherwise.

(b) Investment valuation

Each Sub-Fund records its investment in its respective Master Fund at fair value. The performance of each Sub-Fund is directly affected by the performance of its respective Master Fund. Valuation of investments held by each Sub-Fund of the Master Fund is discussed in the notes to the financial statements of the Master Fund.

(c) Investment transactions

The performance of each Sub-Fund is directly affected by the performance of its respective Master Fund. In addition, each Sub-Fund records its proportionate share of its respective Master Fund's expenses. Each Sub-Fund incurs and accrues its own expenses. Each Sub-Fund records its contributions and withdrawals related to its investment in its respective Master Fund on the transaction date.

(d) Transaction costs

Transaction costs are costs incurred to acquire financial assets or liabilities at fair value through profit or loss. They include fees and commissions paid to agents, advisers, brokers and dealers. Transaction costs, when incurred, are immediately recognized in comprehensive income as an expense.

(e) Going concern

As at 31 December 2020, the Fund has net assets amounting to USD 109,371,816 (31 December 2019: USD 121,823,143), part of which can be easily liquidated to meet ongoing operational costs. Consequently, the Fund has enough financial assets to meet its obligations that fall due for a year of not less than twelve months. Accordingly, the financial statements are prepared on the basis of accounting policies applicable to a going concern.

(f) Cash and Cash Equivalents

Cash and cash equivalents in the Statement of Financial Position comprise cash at bank and overdrafts with the Fund's Depositary and broker.

(g) Foreign currency translation

Transactions during the year, including purchases and sales of securities, income and expenses, are translated at the rate of exchange prevailing on the date of the transaction. Monetary assets and liabilities denominated in foreign currencies are retranslated at the functional currency rate of exchange ruling at the reporting date. Non-monetary items that are measured in terms of historical cost in a foreign currency are translated using the exchange rates as at the dates of the initial transactions. Non-monetary items measured at fair value in a foreign currency are translated using the exchange rates at the date when the fair value was determined.

Foreign currency transaction gains and losses on financial instruments classified as at fair value through profit or loss are included in profit or loss in the statement of comprehensive income as part of the 'Net Foreign Exchange gain/loss'.

GALLOWAY FEEDER FUND

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 DECEMBER 2020

2. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES, ESTIMATES AND JUDGEMENTS (CONTINUED)

2.5 Summary of significant accounting policies (continued)

(h) Redeemable shares

Redeemable shares are redeemable at the shareholders' option and are classified as financial liabilities. The redeemable shares can be returned to a Sub-Fund at any time for cash equal to a proportionate share of the Sub-Fund's net asset value. The liabilities arising from the redeemable shares are carried at the redemption amount being the net asset value calculated in accordance with IFRS.

(i) Dividends to the Holders of Redeemable Shares

The dividends are recorded through the Statement of Changes in Net Assets when they are declared.

(j) Taxation

Dividends and interest received by the Fund on its investments may be subject to non-recoverable withholding or other taxes in the countries of origin. In addition, the Fund may be liable to certain taxes in countries where the Fund carries out its investment activities. Those taxes are not recoverable by the Fund in Luxembourg.

Under current Luxembourg tax law and subject to the considerations below, there is no withholding tax on any distribution, redemption or payment made by the Fund to its Shareholders under the Shares. There is also no withholding tax on the distribution of liquidation proceeds to the Shareholders.

(k) Due from and due to brokers

Amounts due from and to brokers represent receivables for securities sold and payables for securities purchased that have been contracted for but not yet settled or delivered on the statement of financial position date respectively. The due from brokers balance is held for collection.

These amounts are recognised initially at fair value and subsequently measured at amortised cost. At each reporting date, the Fund shall measure the loss allowance on amounts due from broker at an amount equal to the lifetime expected credit losses if the credit risk has increased significantly since initial recognition. If, at the reporting date, the credit risk has not increased significantly since initial recognition, the Fund shall measure the loss allowance at an amount equal to 12-month expected credit losses. Significant financial difficulties of the broker, probability that the broker will enter bankruptcy or financial reorganisation, and default in payments are all considered indicators that a loss allowance may be required. If the credit risk increases to the point that it is considered to be credit impaired, interest income will be calculated based on the gross carrying amount adjusted for the loss allowance. A significant increase in credit risk is defined by management as any contractual payment which is more than 30 days past due. Any contractual payment which is more than 90 days past due is considered credit impaired.

(l) Financial instruments

Classification

In accordance with IFRS 9, the Fund classifies its financial assets and financial liabilities at initial recognition into the categories of financial assets and financial liabilities discussed below.

In applying that classification, a financial asset or financial liability is considered to be held for trading if:

- a) It is acquired or incurred principally for the purpose of selling or repurchasing it in the near term.
- b) On initial recognition, it is part of a portfolio of identified financial instruments that are managed together and for which, there is evidence of a recent actual pattern of short-term profit-taking.

GALLOWAY FEEDER FUND

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 DECEMBER 2020

2. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES, ESTIMATES AND JUDGEMENTS (CONTINUED)

2.5 Summary of significant accounting policies (continued)

(I) Financial instruments (continued)

Classification (continued)

A financial asset is measured at fair value through profit or loss if:

- a) Its contractual terms do not give rise to cash flows on specified dates that are solely payments of principal and interest (SPPI) on the principal amount outstanding.
- b) It is not held within a business model whose objective is either to collect contractual cash flows, or to both collect contractual cash flows and sell.

At initial recognition, it is irrevocably designated as measured at FVPL when doing so eliminates or significantly reduces a measurement or recognition inconsistency that would otherwise arise from measuring assets or liabilities or recognising the gains and losses on them on different bases.

Each Sub-Fund's policy is for the Investment Manager and the Board of Directors to evaluate the information about these financial assets on a fair value basis together with other related financial information. Each Sub-Fund currently only has financial assets classified as fair value through profit or loss.

Each Sub-Fund classifies its investments in equity instruments as financial assets or financial liabilities at fair value through profit or loss. These financial assets and financial liabilities are designated by the Board of Directors at fair value through profit or loss at inception.

The Fund designates the currency futures contracts as derivatives at fair value (on the CHF Class B Shares and EUR Class B Shares). Derivatives held by the Fund are described in full in Note 7 to the financial statements.

Amortised Cost

Financial assets designated at amortised cost are non-derivative financial assets with fixed or determinable payments that are not quoted in an active market. These include amounts relating to cash and cash equivalents and other receivables and prepayments.

Recognition

Each Sub-Fund recognises a financial asset or a financial liability when, and only when, it becomes a party to the contractual provisions of the instrument.

All regular way purchases and sales of financial instruments are recognized on the trade date which is the date the Sub-Fund commits to purchase or sell the asset. Regular way purchases or sales are purchases or sales of financial instruments that require delivery of assets within the year generally established by regulation or convention in the market place. Realized gains and losses on disposals of financial instruments are calculated using the first-in-first out ("FIFO") method.

Initial measurement

All financial instruments are recorded in the Statement of Financial Position at fair value. All transaction costs for such instruments are recognized in the Statement of Comprehensive Income. Loans and receivables and financial liabilities (other than those classified at fair value through profit or loss) are measured initially at their fair value plus directly attributable incremental costs of acquisition.

GALLOWAY FEEDER FUND

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 DECEMBER 2020

2. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES, ESTIMATES AND JUDGEMENTS (CONTINUED)

2.5 Summary of significant accounting policies (continued)

(I) Financial instruments (continued)

Subsequent measurement

After initial measurement, the Fund measures all financial instruments which are classified at fair value through profit or loss at fair value.

Fair value is 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.

Subsequent changes in the fair value of those financial instruments are recorded in 'unrealized appreciation (depreciation) on financial assets at fair value through profit and loss' in Statement of Comprehensive Income until the investment is derecognized, at which time the cumulative gain or loss is recognized as realized gain or loss in the Statement of Comprehensive Income, or determined to be impaired, at which time the cumulative loss is recorded as impairment loss in the Statement of Comprehensive Income. Interest earned and dividend income elements of such instruments are recorded separately in 'Interest Income' and 'Dividend Income' respectively.

Financial assets and liabilities at fair value through profit or loss are carried on the Statement of Financial Position at fair value with gains or losses recognized in the Statement of Comprehensive Income.

Derecognition

A financial asset (or, where applicable a part of a financial asset or part of a group of similar financial assets) is derecognized when:

- The rights to receive cash flows from the asset have expired; or
- The Sub-Fund has transferred its rights to receive cash flows from the asset or has assumed an obligation to pay the received cash flows in full without material delay to a third party under a 'pass through' arrangement; and
- Either (a) the Sub-Fund has transferred substantially all the risks and rewards of the asset, or (b) the Sub-Fund has neither transferred nor retained substantially all the risks and rewards of the asset, but has transferred control of the asset.

When the Sub-Fund has transferred its rights to receive cash flows from an asset (or has entered into a pass-through arrangement), and has neither transferred nor retained substantially all of the risks and rewards of the asset nor transferred control of the asset, the asset is recognized to the extent of the continuing involvement in the asset. In that case, the Sub-Fund also recognises an associated liability. The Sub-Fund transferred asset and the associated liability are measured on a basis that reflects the rights and obligations that the Sub-Fund has retained.

The Sub-Fund derecognises a financial liability when the obligation specified in the contract is discharged, cancelled or has expired.

Fair value estimation

The investment in the Sub-Fund's respective Master Fund is valued at fair value which is based on the latest available redemption price of the Sub-Fund's respective Master Fund redeemable shares, as determined by the Sub-Fund's respective Master Fund administrator.

GALLOWAY FEEDER FUND

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 DECEMBER 2020

2. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES, ESTIMATES AND JUDGEMENTS (CONTINUED)

2.5 Summary of significant accounting policies (continued)

(I) Financial instruments (continued)

Fair value estimation (continued)

The fair value of financial instruments is based on their quoted market prices where available at the Statement of Financial Position date. Quoted investments and investments traded on over the counter markets are valued at their last traded price. Where prices are not available, investments are valued on the basis of the probable realisation value, estimated by the Board of Directors of the Fund in good faith.

Offsetting Financial Instruments

Financial assets and liabilities are offset and the net amount reported in the Statement of Financial Position where there is a legally enforceable right to offset the recognized amounts and there is an intention to settle on a net basis, or realise the assets and settle the liability simultaneously.

3. CASH AND CASH EQUIVALENTS

31-Dec-20

	Galloway EM Hard Currency HY Bond Fund
	USD
European Depositary Bank S.A.	1,212,826
Interactive Brokers UK Limited	495,589
Total	1,708,415

31-Dec-19

	Galloway EM Hard Currency HY Bond Fund
	USD
European Depositary Bank S.A.*	1,067,523
Interactive Brokers UK Limited	235,956
Total	1,303,479

*Deutsche Bank Luxembourg S.A. was replaced as Depositary Bank by European Depositary Bank S.A. effective as from 1 July 2019.

GALLOWAY FEEDER FUND

**NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 DECEMBER 2020**

4. OTHER RECEIVABLES AND PREPAYMENTS

31-Dec-20

	Galloway EM Hard Currency HY Bond Fund
	USD
Prepayments	967
Total	967

31-Dec-19

	Galloway EM Hard Currency HY Bond Fund
	USD
Prepayments	2,116
Total	2,116

5. ACCRUED EXPENSES AND OTHER PAYABLES

31-Dec-20

	Galloway EM Hard Currency HY Bond Fund
	USD
Legal fees payable	13,883
Transfer Agency fees payable	5,520
Other payables	5,019
Total	24,422

GALLOWAY FEEDER FUND

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 DECEMBER 2020

5. ACCRUED EXPENSES AND OTHER PAYABLES (CONTINUED)

31-Dec-19

	Galloway EM Hard Currency HY Bond Fund
	USD
Transfer Agency fees payable	5,360
Other payables	2,089
Total	7,449

6. FAIR VALUE OF FINANCIAL INSTRUMENTS

Hierarchy disclosures

In determining fair value, each Sub-Fund uses various valuation approaches. In accordance with IFRS, a fair value hierarchy for inputs is used in measuring fair value that maximizes the use of observable inputs and minimizes the use of unobservable inputs by requiring that the most observable inputs be used when available. Observable inputs are those that market participants would use in pricing the asset or liability based on market data obtained from sources independent of the Sub-Fund. Unobservable inputs reflect the Sub-Fund's assumptions about the inputs market participants would use in pricing the asset or liability developed based on the best information available in the circumstances. The fair value hierarchy is categorized into three levels based on the inputs as follows:

Level 1 – Assets and liabilities valued using observable inputs that reflect quoted prices (unadjusted) in active markets for identical assets or liabilities, such as listed equities.

Level 2 – Assets and liabilities valued using inputs, other than quoted prices included within Level I, that are observable for the asset or liability, either directly or indirectly through corroboration with observable market data. Although some assets and liabilities can fall into any of the three categories depending on inputs used, assets and liabilities in this category generally include certain of the following investments types: corporate bonds, bank loans, over the counter derivatives, foreign currency exchange contracts, and restricted equity holdings.

Level 3 – Assets and liabilities valued using inputs that are generally unobservable and may indicate situations where there is little, if any, observable market activity and/or may reflect the Investment Manager's own assumptions. Such investments include assets and liabilities valued using independent but unobservable inputs, such as broker quotes and assets or liabilities valued using inputs based on the Investment Manager's extrapolation or interpolation which could not be corroborated by observable market data.

GALLOWAY FEEDER FUND

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 DECEMBER 2020

6. FAIR VALUE OF FINANCIAL INSTRUMENTS (CONTINUED)

Hierarchy disclosures (continued)

The availability of valuation techniques and observable inputs can vary from security to security and is affected by a wide variety of factors including, the type of security, whether the security is new and not yet established in the marketplace, and other characteristics particular to the transaction. To the extent that valuation is based on models or inputs that are less observable or unobservable in the market, the determination of fair value requires more judgment. Those estimated values do not necessarily represent the amounts that may be ultimately realized due to the occurrence of future circumstances that cannot be reasonably determined. Because of the inherent uncertainty of valuation, those estimated values may be materially higher or lower than the values that would have been used had a ready market for the securities existed. Accordingly, the degree of judgment exercised by the Sub-Fund in determining fair value is greatest for securities categorized in Level 3. In certain cases, the inputs used to measure fair value may fall into different levels of the fair value hierarchy. In such cases, for disclosure purposes, the level in the fair value hierarchy within which the fair value measurement in its entirety falls, is determined based on the lowest level input that is significant to the fair value measurement.

Fair value is a market-based measure considered from the perspective of a market participant rather than an entity-specific measure. Therefore, even when market assumptions are not readily available, the Sub-Fund's own assumptions are set to reflect those that market participants would use in pricing the asset or liability at the measurement date. The Sub-Fund uses prices and inputs that are current as of the measurement date, including years of market dislocation. In years of market dislocation, the observability of prices and inputs may be reduced for many securities. This condition could cause a security to be reclassified to a lower level within the fair value hierarchy.

Reference is made to each Sub-Fund's respective Master Fund's financial statement as the Sub-Fund do not have direct investments other than in their respective Master Fund.

The following tables present information about the Fund's assets measured at fair value as of 31 December 2020 and 31 December 2019:

31-Dec-20

	Galloway EM Hard Currency HY Bond Fund
	USD
Investment in Master Fund	109,322,529
Derivative financial instruments:	
Currency futures	9,250
Total	109,331,779

GALLOWAY FEEDER FUND

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 DECEMBER 2020

6. FAIR VALUE OF FINANCIAL INSTRUMENTS (CONTINUED)

Hierarchy disclosures (continued)

31-Dec-19

	Galloway EM Hard Currency HY Bond Fund
	USD
Investment in Master Fund	122,034,496
Derivative financial instruments:	
Currency futures	53,875
Total	122,088,371

Each Sub-Fund classifies its investment in its respective Sub-Fund of the Master Fund as Level 2. The currency futures are classified as Level 1.

7. DERIVATIVE FINANCIAL INSTRUMENTS

Derivatives

Derivative financial instruments (“derivatives”) may include total return swap contracts, forward foreign currency contracts, futures contracts, options and swap contracts, which are recorded at fair value. In the normal course of business, the Fund may enter into derivative contracts for investment or hedging purposes. Typically, derivative contracts serve as components of the Fund’s investment strategies and are primarily used for hedging on the Galloway EM Hard Currency HY Bond Fund Class B (CHF) and Class B (EUR) during the year ended 31 December 2020.

The techniques and instruments utilised for the purposes of efficient portfolio management are those that are reasonably believed by the Investment Manager to be economically appropriate to the efficient management of the Fund. The Fund uses derivative financial instruments to moderate or at times, enhance certain risk exposures within the investment portfolios. As of 31 December 2020, the Fund holds currency futures contracts.

Currency futures contracts

Futures contracts oblige the buyer or seller to buy or sell a standard quantity of a specific asset (or, in some cases, receive or pay cash based on the performance of an underlying asset, instrument or index) at a pre-determined future date and at a price agreed through a transaction undertaken on an exchange.

Futures contracts allow the Sub-Funds to hedge against market risk or gain exposure to the underlying market.

For open futures contracts, changes in the value of the contract are recognised as unrealised gains or losses by “marking-to-market” the value of the contract at the reporting date. When the contract is closed, the difference between the proceeds from (or cost of) the closing transactions and the original transaction is recorded as a realised gain or loss. Futures contracts are valued at the settlement price established each day by the board of trade or exchange on which they are traded. Realised and unrealised gains and losses on futures contracts are recognised in the Statement of Comprehensive Income.

GALLOWAY FEEDER FUND

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 DECEMBER 2020

7. DERIVATIVE FINANCIAL INSTRUMENTS (CONTINUED)

Currency futures contracts (continued)

As at 31 December 2020 and 2019, the following derivative contracts were included in the Fund's Statement of Financial Position:

Galloway EM Hard Currency HY Bond Fund

31-Dec-2020	Counter party	Number of contracts	Expiration date	Collateral amount	Notional Amount	Unrealised gain at 31-Dec-2020
				USD	USD	USD
Derivative assets:						
Currency futures contracts (EUR)	Interactive Broker	3	15 March 2021	72,131	228,750	1,500
Currency futures contracts (CHF)	Interactive Broker	15	15 March 2021	423,458	2,113,875	7,750
Total				495,589	2,342,625	9,250

Galloway EM Hard Currency HY Bond Fund

31-Dec-2019	Counter party	Number of contracts	Expiration date	Collateral amount	Notional Amount	Unrealised gain at 31-Dec-2019
				USD	USD	USD
Derivative assets:						
Currency futures contracts (CHF)	Interactive Broker	21	16 March 2020	235,956	2,676,188	53,875
Total				235,956	2,676,188	53,875

8. TRANSACTION COSTS

During the year ended 31 December 2020 and 2019, the Fund did not incur any transaction cost.

9. FEES

9.1 Investment Management fees

In accordance with the Investment Management Agreement, the Management Company has appointed Quasar International Gestora De Recursos Ltda from 30th January 2020 (Galloway Gestora De Recursos Ltda. until 29th January 2020) (the "Investment Manager"), a Brazilian investment boutique specialized in emerging markets fixed income instruments, as the Investment Manager of Mirabaud Global Fixed Income Feeder Fund, Mirabaud Monthly Income Emerging Market High Yield Bond Fund and Galloway EM Hard Currency HY Bond Fund. No investment management fees are charged at the level of the Master Fund.

Mirabaud Global Fixed Income Feeder Fund

The Investment Manager was entitled to receive Investment Management Fees of 0.5% per annum calculated on each Valuation Day on the basis of the Net Asset Value (before deduction of any management fees, advisory fees or performance fees) of the assets attributable to the Shares and payable monthly to the Investment Manager on the relevant Valuation Day.

GALLOWAY FEEDER FUND

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 DECEMBER 2020

9. FEES (continued)

9.1 Investment Management fees (continued)

Mirabaud Monthly Income Emerging Market High Yield Bond Fund

The Investment Manager was entitled to receive Investment Management Fees of 0.5% per annum calculated on each Valuation Day on the basis of the Net Asset Value (before deduction of any management fees, advisory fees or performance fees) of the assets attributable to the Shares and payable monthly to the Investment Manager on the relevant Valuation Day.

Galloway EM Hard Currency HY Bond Fund

The Investment Manager is entitled to receive Investment Management Fees calculated per annum as stated in the table below calculated on each Valuation Day on the basis of the Net Asset Value (before deduction of any management fees, advisory fees or performance fees) of the assets attributable to each Share and payable monthly to the Investment Manager on the relevant Valuation Day.

Share Class	Management Fee (% per annum)
Class A1	0.7
Class A2	0.5
Class B (EUR)	0.5
Class B (CHF)	0.5
Class B (USD) ACC	0.5
Class B (USD) DISTR	0.5
Class C	0.3
Class F	0.7
Class N	0.3
Class S	0.5
Class Coupon	0.5

The tables below detail the Investment Management fees:

31-Dec-20	
	Galloway EM Hard Currency HY Bond Fund
	USD
Investment Management fees for the year	(458,002)
Investment Management fees payable	(114,658)

GALLOWAY FEEDER FUND

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 DECEMBER 2020

9. FEES (continued)

9.1 Investment Management fees (continued)

	31-Dec-19			
	Mirabaud Global Fixed Income Feeder Fund	Mirabaud Monthly Income Emerging Market High Yield Bond Fund	Galloway EM Hard Currency HY Bond Fund	Total
Investment Management fees for the year	(39,968)	(32,215)	(536,849)	(609,032)
Investment Management fees payable	-	-	(146,179)	(146,179)

9.2 Performance fees

Mirabaud Global Fixed Income Feeder Fund

The Investment Manager was entitled to receive a performance based incentive fee (the "Performance Fee") out of the net assets of the Sub-Fund in respect of the Class A and Class B Shares. The Performance Fee was calculated and accrued on each Valuation Day and is payable quarterly in arrears in respect of each Performance Fee Calculation Period, as defined below.

The Performance Fee Calculation Period for the Shares is quarterly each year.

The Performance Fee was subject to a High Water Mark ("HWM"). The HWM was defined as the higher of:

- (i) the Net Asset Value at which the last Performance Fee has been paid; and
- (ii) the Net Asset Value at launch of the Class A Shares and the Class B Shares.

Class A Performance Fees

The Performance Fee of Class A Shares was calculated on a series-by-series basis of any new net capital appreciation in value of each Class A Share during the Performance Fee Calculation Period, with each series having its own High Water Mark and Net Asset Value per Class A Share.

The new net capital is defined as the excess, if any, of equity allocable to the series of Class A Shares at the end of each Performance Fee Calculation Period over the highest starting equity balance allocable to the Class A Shares for the current Performance Fee Calculation Period, or any prior Performance Fee Calculation Period or date the respective Investor's Class A Shares were initially issued, whichever is highest.

During a Performance Fee Calculation Period, once the possible loss has been recovered, the Performance Fee shall be based on the excess profits with respect to the relevant Class A Shares, rather than on all profits.

GALLOWAY FEEDER FUND

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 DECEMBER 2020

9. FEES (CONTINUED)

9.2 Performance fees (continued)

Mirabaud Global Fixed Income Feeder Fund (continued)

Class B Performance Fees

The Performance Fee of Class B Shares was based on the appreciation of the Net Asset Value of the Class B Shares over the previous HWM multiplied by the number of Class B Shares in issue at the end of the related Performance Fee Calculation Period. Each “Performance Fee Calculation Period” shall commence on the Business Day immediately following the last Valuation Day of every calendar quarter and end on the last Valuation Day of the calendar quarter.

The Performance Fee in respect of each Performance Fee Calculation Period was calculated by reference to the Net Asset Value before deduction for any accrued Performance Fee (the “Gross Asset Value”).

Performance fee paid to the Investment Manager (all share classes)

The Investment Manager received a Performance Fee equal to the 15% of the amount by which the Gross Asset Value exceeds the HWM.

The Performance Fee was calculated and accrued on every Valuation Day and was payable quarterly in arrears normally within 14 calendar days of the end of each Performance Fee Calculation Period.

Mirabaud Monthly Income Emerging Market High Yield Bond Fund

Class A Performance Fees

The Performance Fee of Class A Shares was calculated on a series-by-series basis of any new net capital appreciation in value of each Class A Share during the Performance Fee Calculation Period, with each series having its own HWM and Net Asset Value per Class A Share.

The new net capital is defined as the excess, if any, of equity allocable to the series of Class A Shares at the end of each Performance Fee Calculation Period over the highest starting equity balance allocable to the Class A Shares for the current Performance Fee Calculation Period, or any prior Performance Fee Calculation Period or date the respective Investor’s Class A Shares were initially issued, whichever is highest.

During a Performance Fee Calculation Period, once the possible loss has been recovered, the Performance Fee shall be based on the excess profits with respect to the relevant Class A Shares, rather than on all profits.

Class B Shares and Class Coupon Shares Performance Fees

The Performance Fee of Class B Shares and the Class Coupon Shares was based on the appreciation of the Net Asset Value of the Class B Shares and the Class Coupon Shares over the previous HWM multiplied by the number of Class B Shares and the Class Coupon Shares in issue at the end of the related Performance Fee Calculation Period. Each “Performance Fee Calculation Period” shall commence on the Business Day immediately following the last Valuation Day of every calendar quarter and end on the last Valuation Day of the calendar quarter.

The Performance Fee was subject to a HWM. The HWM is defined as the higher of:

- (i) the Initial Offering Price, or the Offering Price when the Class B Shares and the Class Coupon Shares were first issued; and
- (ii) the highest Net Asset Value per Class B Shares and the Class Coupon Shares on which a Performance Fee was paid.

GALLOWAY FEEDER FUND

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 DECEMBER 2020

9. FEES (CONTINUED)

9.2 Performance fees (continued)

Mirabaud Monthly Income Emerging Market High Yield Bond Fund (continued)

The Performance Fee in respect of each Performance Fee Calculation Period was calculated by reference to the Net Asset Value before deduction for any accrued Performance Fee (the “Gross Asset Value”).

Performance fee paid to the Investment Manager (all share classes)

The Investment Manager received a Performance Fee equal to the 15% of the amount by which the Gross Asset Value exceeds the HWM.

The Performance Fee was calculated and accrued on every Valuation Day and was payable quarterly in arrears normally within 14 calendar days of the end of each Performance Fee Calculation Period.

Galloway EM Hard Currency HY Bond Fund

Class A2 Performance Fees

The Performance Fee of Class A2 Shares is calculated on a series-by-series basis of any new net capital appreciation in value of each Class A Share during the Performance Fee Calculation Period, with each series having its own HWM and Net Asset Value per Class A2 Share.

The new net capital is defined as the excess, if any, of equity allocable to the series of Class A2 Shares at the end of each Performance Fee Calculation Period over the highest starting equity balance allocable to the Class A Shares for the current Performance Fee Calculation Period, or any prior Performance Fee Calculation Period or date the respective Investor’s Class A2 Shares were initially issued, whichever is highest.

During a Performance Fee Calculation Period, once the possible loss has been recovered, the Performance Fee shall be based on the excess profits with respect to the relevant Class A2 Shares, rather than on all profits.

Class A1, B (EUR), B (USD) ACC, B (CHF), B (USD) DISTR, C, F, N, S and Coupon Performance Fees

The Performance Fee of Class A1, B (EUR), B (USD) ACC, B (CHF), B (USD) DISTR, C, F, N, S Shares and the Class Coupon Shares is based on the appreciation of the Net Asset Value of the Class A1, B (EUR), B (USD) ACC, B (CHF), B (USD) DISTR, C, F, N, S Shares and the Class Coupon Shares over the previous HWM multiplied by the number of Class A1, B (EUR), B (USD) ACC, B (CHF), B (USD) DISTR, C, F, N, S Shares and the Class Coupon Shares in issue at the end of the related Performance Fee Calculation Period. Each “Performance Fee Calculation Period” shall commence on the Business Day immediately following the last Valuation Day of every calendar quarter and end on the last Valuation Day of the calendar quarter.

The Performance Fee is subject to a HWM. The HWM is defined as the higher of:

- (i) the Initial Offering Price, or the Offering Price when the Class A1, B (EUR), B (USD) ACC, B (CHF), B (USD) DISTR, C, F, N, S Shares and the Class Coupon Shares were first issued; and
- (ii) the highest Net Asset Value per Class A1, B (EUR), B (USD) ACC, B (CHF), B (USD) DISTR, C, F, N, S Shares and the Class Coupon Shares on which a Performance Fee was paid.

The Performance Fee in respect of each Performance Fee Calculation Period will be calculated by reference to the Net Asset Value before deduction for any accrued Performance Fee (the “Gross Asset Value”).

GALLOWAY FEEDER FUND

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 DECEMBER 2020

9. FEES (CONTINUED)

9.2 Performance fees (continued)

Galloway EM Hard Currency HY Bond Fund (continued)

Performance fee paid to the Investment Manager (all share classes except Class F)

The Investment Manager receives a Performance Fee equal to 20%, 15%, 15%, 15%, 15%, 10%, 10%, 15% and 15% in respect of Class A1, A2, B (EUR), B (USD) ACC, B (CHF), B (USD) DISTR, C, N, S Shares and the Class Coupon Shares respectively, of the amount by which the Gross Asset Value exceeds the HWM.

The Performance Fee is calculated and accrued on every Valuation Day and is payable quarterly in arrears normally within 14 calendar days of the end of each Performance Fee Calculation Period.

The Investment Manager may at its sole discretion waive the Performance Fee in whole or in part, in respect of all Shareholders of the same Class of Shares.

No Performance Fee shall be charged from the Class F Shares.

The tables below details the Performance fees:

31-Dec-20	
	Galloway EM Hard Currency HY Bond Fund
	USD
Performance fees for the year	(1,018,956)
Performance fees payable	(1,003,678)

31-Dec-19			
	Mirabaud Global Fixed Income Feeder Fund	Mirabaud Monthly Income Emerging Market High Yield Bond Fund	Galloway EM Hard Currency HY Bond Fund
	USD	USD	USD
Performance fees for the year	(17,264)	(1,190)	(731,080)
Performance fees payable	-	-	(201,712)

GALLOWAY FEEDER FUND

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 DECEMBER 2020

9. FEES (CONTINUED)

9.3 Investment Advisor's Fee

In accordance with the Investment Advisory Agreement, the Investment Manager has appointed Quasar International Capital Management Ltd (the "Investment Advisor"), known as Galloway Capital Management Ltd until 3rd June 2020, as the Investment Advisor of Mirabaud Global Fixed Income Feeder Fund, Mirabaud Monthly Income Emerging Market High Yield Bond Fund and Galloway EM Hard Currency HY Bond Fund.

Mirabaud Global Fixed Income Feeder Fund

The Investment Advisor was entitled to an Investment Advisory Fee of 1% per annum calculated on each Valuation Day on the basis of the Net Asset Value (before deduction of any management fees, advisory fees or performance fees) of the assets attributable to the Shares and payable monthly to the Investment Advisor on the relevant Valuation Day.

Mirabaud Monthly Income Emerging Market High Yield Bond Fund

The Investment Advisor was entitled to an Investment Advisory Fee of 1% per annum calculated on each Valuation Day on the basis of the Net Asset Value (before deduction of any management fees, advisory fees or performance fees) of the assets attributable to the Shares and payable monthly to the Investment Advisor on the relevant Valuation Day.

Galloway EM Hard Currency HY Bond Fund

The Investment Advisor is entitled to receive Investment Advisory Fees calculated per annum as stated in the table below calculated on each Valuation Day on the basis of the Net Asset Value (before deduction of any management fees, advisory fees or performance fees) of the assets attributable to each Share and payable monthly to the Investment Advisor on the relevant Valuation Day.

Share Class	Advisory Fee (% per annum)
Class A1	1.3
Class A2	1.0
Class B (EUR)	1.0
Class B (CHF)	1.0
Class B (USD) ACC	1.0
Class B (USD) DISTR	1.0
Class C	0.7
Class F	1.3
Class N	0.7
Class S	1.0
Class Coupon	1.0

GALLOWAY FEEDER FUND**NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 DECEMBER 2020****9. FEES (CONTINUED)****9.3 Investment Advisor's Fee (continued)**

The tables below detail the Investment Advisor's fees:

31-Dec-20				
				Galloway EM Hard Currency HY Bond Fund
				USD
Investment Advisor's fees for the year				(950,426)
Investment Advisor's fees payable				(238,912)
31-Dec-19				
	Mirabaud Global Fixed Income Feeder Fund	Mirabaud Monthly Income Emerging Market High Yield Bond Fund	Galloway EM Hard Currency HY Bond Fund	Total
	USD	USD	USD	USD
Investment Advisor's fees for the year	(79,936)	(64,428)	(1,115,633)	(1,259,997)
Investment Advisor's fees payable	-	-	(302,945)	(302,945)

GALLOWAY FEEDER FUND

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 DECEMBER 2020

9. FEES (CONTINUED)

9.4 Management Company fees

In accordance with the Management Company Services Agreement, the Fund has appointed Lemanik Asset Management S.A. (the “Management Company”), as the Management Company of the Fund. The Management Company is entitled to receive a Management Company Fee equal to 0.0625% from EUR 0 to EUR 100 million per Sub-Fund, 0.05% above EUR 100 million per Sub-Fund, with a minimum of EUR 20,000 for the first Sub-Fund and EUR 6,000 for the following ones.

In addition to the above fees, the Management Company receives from the Fund an annual fee of EUR 1,500, plus up to EUR 5,000 per annum per Sub-Fund.

The following tables detail the Management Company fees:

31-Dec-20	
	Galloway EM Hard Currency HY Bond Fund
	USD
Management Company fees for the year	(60,528)
Management Company fees payable	(5,651)

31-Dec-19				
	Mirabaud Global Fixed Income Feeder Fund	Mirabaud Monthly Income Emerging Market High Yield Bond Fund	Galloway EM Hard Currency HY Bond Fund	Total
	USD	USD	USD	USD
Management Company fees for the year	(15,939)	(9,041)	(99,239)	(124,219)
Management Company fees payable	-	-	(7,598)	(7,598)

9.5 Administration Fees

Transfer of control of Administrator from Apex Fund Services (Malta) Limited, Luxembourg Branch to Apex Fund Services S.A. (the Administrator) was completed on 1st August 2020. The Administrator served as the Fund’s administrator and performed administrative, registrar and transfer agency services on behalf of the Funds in accordance with the Administration Agreement. The Administrator is entitled to receive an administration fee annually equal to USD 20,000 from each Sub-Fund. In addition Administrative Agent is paid out of the assets of each Sub-Fund certain fixed fees for the preparation of financial statements and investor services, account maintenance and investor transaction fees, in each case charged at normal commercial rates as set out in the Administration Agreement and payable monthly in arrears.

GALLOWAY FEEDER FUND

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 DECEMBER 2020

9. FEES (CONTINUED)

9.5 Administration Fees (continued)

The following tables detail the administration fees:

31-Dec-20				
				Galloway EM Hard Currency HY Bond Fund
				USD
Administration fees for the year				(20,001)
Administration fees payable				(1,637)

31-Dec-19				
	Mirabaud Global Fixed Income Feeder Fund	Mirabaud Monthly Income Emerging Market High Yield Bond Fund	Galloway EM Hard Currency HY Bond Fund	Total
	USD	USD	USD	USD
Administration fees for the year	(8,555)	(8,555)	(20,021)	(37,131)
Administration fees payable	-	-	(1,668)	(1,668)

9.6 Total Expenses and Total Expense Ratios (TER)

The aggregate charges for the Feeder Fund (excluding interest expense), including the expenses of the Master Fund for the year ended 31 December 2020 and 2019 are as follows:

	31-Dec-2020	31-Dec-2019
Mirabaud Global Fixed Income Feeder Fund	- USD	207,597
Mirabaud Monthly Income Emerging Market High Yield Bond Fund	- USD	157,785
Galloway EM Hard Currency HY Bond Fund	USD 3,268,801	USD 3,114,371

The TER of a UCITS is equal to the ratio of the UCITS' total operating costs (excluding interest expense), including those of the Master Fund to its aggregate average net assets.

Mirabaud Global Fixed Income Feeder Fund

The annualized TER for the year ended 31 December 2020 amounted to Nil (31 December 2019: 0.77%), including performance fees, and Nil (31 December 2019: 0.70%), excluding performance fees.

Mirabaud Monthly Income Emerging Market High Yield Bond Fund

The annualized TER for the ended to 31 December 2020 amounted to Nil (31 December 2019: 0.72%), including performance fees, and Nil (31 December 2019: 0.71%), excluding performance fees.

Galloway EM Hard Currency HY Bond Fund

The annualized TER for the year ended 31 December 2020 amounted to 1.57% (31 December 2019: 1.27%), including performance fees, and 1.08% (31 December 2019: 0.97%), excluding performance fees.

GALLOWAY FEEDER FUND

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 DECEMBER 2020

10. RELATED PARTY DISCLOSURE

The Fund's related parties include its key management, the Investment Manager and the Investment Advisor as described below.

Mr. Nathan Shor, and Mr. Ulisses Russo de Oliveira are Directors of the Investment Manager and Investment Advisor and are also Directors of the Fund. None of the Directors received remuneration from the Fund during the year ended 31 December 2020 and 2019.

The tables below summarise the related party transactions and balances:

Related party	Nature of relationship	Transaction	Transactions during the year	Balance as at 31-Dec-2020
			USD	USD
Quasar International Gestora De Recursos Ltda.*	Investment Manager	Investment Management fees	(458,002)	(114,658)
Quasar International Gestora De Recursos Ltda.*	Investment Manager	Performance fees	(1,018,956)	(1,003,678)
Quasar International Capital Management Ltd.**	Investment Advisor	Investment Advisor's Fee	(950,426)	(238,912)

* Galloway Gestora De Recursos Ltda. was the Investment Manager until 29th January 2020.

** known as Galloway Capital Management Ltd. until 3rd June 2020.

Related party	Nature of relationship	Transaction	Transactions during the year	Balance as at 31-Dec-2019
			USD	USD
Galloway Gestora De Recursos Ltda.*	Investment Manager	Investment Management fees	(609,032)	(146,179)
Galloway Gestora De Recursos Ltda.*	Investment Manager	Performance fees	(749,534)	(201,712)
Galloway Capital Management Ltd.	Investment Advisor	Investment Advisor's Fee	(1,259,997)	(302,945)

* known as Mirabaud Asset Management (Brasil) Ltda between 4 January 2019 to 9 October 2019.

GALLOWAY FEEDER FUND

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 DECEMBER 2020

11. SHARE CAPITAL

The minimum share capital of the Fund is EUR 1,250,000 which must be reached within a year of 6 months following the authorization of the Fund by the CSSF. The Fund's share capital is at all times equal to its Net Asset Value. The following Sub-Fund is available for subscription by investors:

- Galloway EM Hard Currency HY Bond

Redeemable Shares

The Shares of each Sub-Fund may be subscribed for at the Registrar and Transfer Agent. Subscriptions are subject to acceptance by the Board of Directors in whole or in part at its sole discretion without liability. The Subscription Price of the Shares in each Class, denominated in the reference currency of the Class, corresponds to the Net Asset Value of the relevant Class determined for the Valuation Day on which the Subscription Application Form has been accepted, calculated on the first Business Day following this Valuation Day, increased by any fees, charges as the case may be, for each Sub-Fund.

The Shareholders may at any time redeem Shares of the Fund by addressing to the Registrar and Transfer Agent an irrevocable application for redemption (in whole or in part) in the form of a Redemption Request. The Redemption Price of Shares in a Class corresponds to the Net Asset Value of the relevant Class determined on the Valuation Day mentioned in the Redemption Request by the Registrar and Transfer Agent less any applicable fees, as the case may be (the "Redemption Price"), provided that such Redemption Request is received on or before the Cut-Off Time.

The Net Asset Value per Unit of each Sub-Fund is determined daily on the relevant Valuation Day. Shareholders may redeem their Shares subject to the conditions set out under section 6.1 "Subscription, Redemption and Conversion of Shares" in the Prospectus. There are no management shares and no minimum holding requirement.

Subject to the restrictions, Shares are freely transferable and are each entitled to participate equally in the profits and liquidation proceeds attributable to the relevant Share Class. The Shares, which are of no par value and which must be fully paid upon issue, carry no preferential or pre-emptive rights, and each one is entitled to one vote at all general meetings of Shareholders and at all meetings of the Sub-Fund in which Shares are held.

The redeemable shares meet the criteria to be classified as financial liabilities rather than equity under IAS 32.

Mirabaud Global Fixed Income Feeder Fund

Mirabaud Global Fixed Income Feeder Fund had two available classes of shares before merger, Class A Shares and Class B Shares, both denominated in USD.

The minimum initial subscription was USD 100,000 and the minimum subsequent subscription amount was USD 25,000. A Placement Fee of up to a maximum of 3% of the Net Asset Value per Share may be applicable upon subscription of Shares, payable to the Investment Manager. A Redemption Fee of up to a maximum of 3% of the Net Asset Value per Share may be applicable upon redemption of Shares, payable to the Investment Manager. Redemption Requests must be received by the Administrator at least 10 Business Days prior to the relevant Valuation Day.

Mirabaud Monthly Income Emerging Market High Yield Bond Fund

Mirabaud Monthly Income Emerging Market High Yield Bond Fund had three available classes of shares before merger, Class A Shares, Class B Shares and Class Coupon Shares, all denominated in USD.

The minimum initial subscription was USD 100,000 for Class A Shares, Class B Shares and Class Coupon Shares, respectively and the minimum subsequent subscription amount is USD 25,000, for Class A Shares, Class B Shares and Class Coupon Shares, respectively. A Placement Fee of up to a maximum of 3% of the Net Asset Value per Share may be applicable upon subscription of Shares, payable to the Investment Manager. A Redemption Fee of up to a maximum of 3% of the Net Asset Value per Share may be applicable upon redemption of Shares, payable to the Investment Manager. Redemption Requests must be received by the Administrator at least 10 Business Days prior to the relevant Valuation Day.

GALLOWAY FEEDER FUND

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 DECEMBER 2020

11. SHARE CAPITAL (CONTINUED)

Redeemable Shares (continued)

Mirabaud Monthly Income Emerging Market High Yield Bond Fund (continued)

For Class A Shares and the Class B Shares, the Mirabaud Monthly Income Emerging Market High Yield Bond Fund intends to declare and pay monthly dividend equal to 0.5% of the current Net Asset Value. For the Class Coupon Shares, the Mirabaud Monthly Income Emerging Market High Yield Bond Fund intends to declare and pay a monthly dividend equal to the sum of the amounts received in the Galloway Global Fixed Income Master Fund in relation to the interest paid due to the investments into the Eurobonds during the month, proportionally to each shareholder's position. The amount to be distributed is at the discretion of the Investment Manager.

Galloway EM Hard Currency HY Bond Fund

Galloway Emerging Markets High Yield Bond Fund has twelve available classes of units, Class A1, Class A2, Class B (USD) ACC, B (USD) DISTR, Class C, Class F, Class N and Class S Shares denominated in USD, Class B (CHF) Shares denominated in CHF and Class B (EUR) Shares denominated in EUR.

The minimum initial subscription is USD 1,000, USD 100,000, USD 100,000, USD 100,000, USD 3,000,000, USD 100,000, USD 3,000,000 and USD 100,000 for Class A1, Class A2, Class B (USD) ACC, B (USD) DISTR, Class C, Class F, Class N, Class S Shares respectively, CHF 100,000 for Class B (CHF) Shares and EUR 100,000 for Class B (EUR) Shares. The minimum subsequent subscription amount is USD 1,000, USD 25,000, USD 25,000, USD 25,000, USD 1,000,000, USD 1,000, USD 1,000,000 and USD 25,000 for Class A1, Class A2, Class B (USD) ACC, B (USD) DISTR, Class C, Class F, Class N, Class S Shares respectively, CHF 25,000 for Class B (CHF) Shares and EUR 25,000 for Class B (EUR) Shares. A Placement Fee of up to a maximum of 1% (3% before merger) of the Net Asset Value per Share may be applicable upon subscription of Shares, payable to the Investment Manager. A Redemption Fee of up to a maximum of 3% of the Net Asset Value per Share may be applicable upon redemption of Shares, payable to the Investment Manager. Redemption Requests must be received by the Administrator at least 10 Business Days prior to the relevant Valuation Day.

During the year ended 31 December 2020, the numbers of shares issued, redeemed and outstanding were as follows:

Galloway EM Hard Currency HY Bond Fund									
	USD						CHF	EUR	
	Class A1	Class A2	Class B (USD) ACC	Class B (USD) DISTR	Class C	Class S	Class Coupon	Class B (CHF)	Class B (EUR)
At 1 January 2020	5,701	7,712	29,617	5,881	35,773	7,134	13,554	2,552	-
Redeemable shares issued	1,184	-	6,850	3,843	4,760	472	1,116	-	200
Redeemable shares redeemed	(1,187)	(1,259)	(13,494)	(4,190)	(6,311)	(1,189)	(8,069)	(747)	-
At 31 December 2020	5,698	6,453	22,973	5,534	34,222	6,417	6,601	1,805	200

GALLOWAY FEEDER FUND

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 DECEMBER 2020

11. SHARE CAPITAL (CONTINUED)

During the year ended 31 December 2019, the numbers of shares issued, redeemed and outstanding were as follows:

	Mirabaud Global Fixed Income Feeder Fund		Mirabaud Monthly Income Emerging Market High Yield Bond Fund	
	USD		USD	
	Class A	Class B	Class B	Class Coupon
At 1 January 2019	8,325	6,286	4,153	13,031
Redeemable shares issued	-	182	3,551	3,669
Redeemable shares redeemed	(43)	-	(62)	(2,440)
Transfers to another sub-fund due to merger (1:1)	(8,282)	(6,468)	(7,642)	(14,260)
At 31 December 2019	-	-	-	-

Galloway EM Hard Currency HY Bond Fund								
	USD						CHF	
	Class A1	Class A2	Class B (USD) ACC	Class B (USD) DISTR	Class C	Class S	Class Coupon	Class B (CHF)
At 1 January 2019	3,785	-	38,475	-	27,651	-	-	2,388
Redeemable shares issued	2,788	-	14,984	9,360	27,380	666	654	3,003
Redeemable shares redeemed	(872)	(570)	(23,842)	(11,121)	(19,258)		(1,360)	(2,839)
Issued as part of merger (1:1)	-	8,282	-	7,642	-	6,468	14,260	-
At 31 December 2019	5,701	7,712	29,617	5,881	35,773	7,134	13,554	2,552

Capital management

As a result of the ability to issue, repurchase and resell shares, the capital of the Fund can vary depending on the demand for redemptions and subscriptions of the Fund. The Fund is not subject to externally imposed capital requirements and has not restrictions on the issue, repurchase or resale of redeemable shares. The Fund's objectives for managing capital are:

- To invest capital in investments meeting the description, risk exposure and expected return indicated in its Memorandum;
- To achieve consistent returns while safeguarding capital, by participating in derivative and other advanced capital markets and by using various investment strategies and hedging techniques;
- To maintain sufficient liquidity to meet the expenses of the Fund, and to meet redemption requests as they arise;
- To maintain sufficient size to make the operation of the Fund cost-efficient.

GALLOWAY FEEDER FUND

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 DECEMBER 2020

12. FINANCIAL INSTRUMENTS AND ASSOCIATED RISKS

The Fund's risks are set out in the Prospectus and any consideration of risk here should be viewed in the context of the Prospectus which is the primary document governing the operation of the Fund. The Fund's investments expose it to a variety of financial risks including risks from the use of derivatives and other financial instruments: currency risk, interest rate risk, credit risk and liquidity risk. The Fund's overall risk management programme seeks to minimize potential adverse effects on the Fund's financial performance. The Fund employs a risk management process which enables it to monitor and measure at any time the risk of the positions and their contribution to the overall risk profile of each individual Sub-Fund. The Fund uses the commitment approach to calculate the global exposure of the Sub-Funds.

Excessive risk concentration

Concentration indicates the relative sensitivity of the Fund's performance to developments affecting a particular industry or geographical location. Concentrations of risk arise when a number of financial instruments or contracts are entered into with the same counterparty, or where a number of counterparties are engaged in similar business activities, or activities in the same geographical region, or have similar economic features that would cause their ability to meet contractual obligations to be similarly affected by changes in economic, political or other conditions. Concentrations of liquidity risk may arise from the repayment terms of financial liabilities, sources of borrowing facilities or reliance on a particular market in which to realize liquid assets. Concentrations of foreign exchange risk may arise if the Fund has a significant net open position in a single foreign currency, or aggregate net open positions in several currencies that tend to move together.

In order to avoid excessive concentrations of risk, the Fund's policies and procedures include specific guidelines to focus on maintaining a diversified portfolio through its investments in the respective Master Funds.

Market Risk

Market risk is the risk that the fair value of future cash flows of financial instruments will fluctuate due to changes in market variables. Market risk comprises of three types of risks: price risk, interest rate risk, and currency risk.

Price risk

Price risk is the risk that the fair value or future cash flows of a financial instrument will fluctuate due to changes in market prices (other than those arising from interest rate risk or currency risk), whether those changes are caused by factors specific to the individual financial instrument or its issuer, or factors affecting similar financial instruments traded in the market.

The Investment Manager has implemented controls to monitor and manage market price risk on a regular basis. Additionally, the Fund will submit risk's management process to the CSSF prior to engaging in financial derivative instruments transactions.

Price risk relates directly to the Fund's valuation of the related Master Fund.

The Master Fund is exposed to market price risk arising mainly from its investments in debt instruments which represents 97.05% of the Master Fund's net assets at 31 December 2020 (31 December 2019: 92.61%). However, given the Fund's trading strategy, the Investment Manager does not expect a direct relationship between an established market index, interest rates or foreign exchange rates and the expected performance of the Fund. The Fund's price risk is affected by three main components: changes in actual market prices, interest rate and foreign currency movements. The Fund had identified one major source of price risk, namely movements in the level of credit spreads ("Credit spread risk").

Credit Spread risk

The Master Fund's interest bearing debt securities are affected by changes in the overall level of credit spreads. The Investment Manager defines credit spreads as the additional yield required to hold a debt instrument over some benchmark. The Master Fund's debt securities are subject to the risk that market participants' demand an increase in the amount of yield to hold all financial instruments, all other variables held constant. Interest bearing debt securities comprise 97.05% of the Master Fund's net assets at 31 December 2020 (31 December 2019: 92.61%). The Master Fund's corporate bonds are affected by changes in the overall level of credit spreads.

GALLOWAY FEEDER FUND

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 DECEMBER 2020

12. FINANCIAL INSTRUMENTS AND ASSOCIATED RISKS (CONTINUED)

Credit Spread risk (continued)

At 31 December 2020, if credit spreads increased or widened by 1%, management estimates that the Sub-Fund 5's investment in the Master Fund would decrease by approximately USD 6,195,868 (31 December 2019: USD 6,482,491 decrease). Conversely, if credit spreads decreased or tightened by 1%, management estimates that the Sub-Fund 5's investment in the Master Fund would increase by approximately USD 7,380,933 (31 December 2019: USD 7,264,033 increase).

Interest Rate Risk

Interest rate risk is the risk that the fair value or future cash flows of a financial instrument will fluctuate because of changes in market interest rates. It is the risk borne by an interest-bearing asset, such as a bond, due to variability of interest rates. In general, as rates rise, the price of a fixed rate bond will fall, and vice versa.

The Fund is exposed to interest rate risk through its investments in debt instruments at the Master level and cash at bank.

The following tables set out the interest rate risk exposure of the Fund:

Galloway EM Hard Currency HY Bond Fund

31 December 2020

	Floating Rate	Fixed Rate	Non- Interest bearing	Total
	USD	USD	USD	USD
Financial assets at fair value through profit or loss	-	-	109,322,529	109,322,529
Derivative Financial Instruments				
Currency Futures	-	-	9,250	9,250
Cash and cash equivalents	1,708,415	-	-	1,708,415
Other receivables	-	-	967	967
Other liabilities	-	-	(1,669,345)	(1,669,345)
	1,708,415	-	107,663,401	109,371,816

31 December 2019

	Floating Rate	Fixed Rate	Non- Interest bearing	Total
	USD	USD	USD	USD
Financial assets at fair value through profit or loss	-	-	122,034,496	122,034,496
Derivative Financial Instruments				
Currency Futures	-	-	53,875	53,875
Cash and cash equivalents	1,303,479	-	-	1,303,479
Other receivables	-	-	2,116	2,116
Other liabilities	-	-	(1,570,823)	(1,570,823)
	1,303,479	-	120,519,664	121,823,143

GALLOWAY FEEDER FUND

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 DECEMBER 2020

12. FINANCIAL INSTRUMENTS AND ASSOCIATED RISKS (CONTINUED)

Interest Rate Risk (continued)

Galloway EM Hard Currency HY Bond Fund (continued)

At 31 December 2020 and 2019, the Master Fund invested mainly in fixed rate debt securities. On the Master level, the Investment Manager has performed an estimation of the effect on net assets and profits due to a reasonable possible change in the level of interest rates, with all variables held constant. In practice, the actual trading results could differ from the sensitivity analysis and the difference could be material.

At 31 December 2020, if interest rates increased by 100 points, management estimates that the Sub-Fund 5's investment in the Master Fund would decrease approximately by USD 6,195,868 (31 December 2019: USD 6,482,491 decrease). If interest rates decreased by 100 points, management estimates that the Sub-Fund 5's investment in the Master Fund would increase approximately by USD 7,380,933 (31 December 2019: USD 7,264,033 increase). The effect of such changes in the level of interest rates in regards to the cash at bank is estimated to be not significant.

Foreign Currency and Exchange Rate Risk

The Investment Manager actively monitors currency exposure and seeks to manage currency risk to reduce the impact of foreign exchange movements on performance. As of 31 December 2020 and 2019, the Fund has cash balances denominated in foreign currency (CHF and EUR) and has entered into CHF and EUR currency futures. The Fund will have an indirect impact on foreign currency through its investments at the Master level.

As the Fund does not have any direct significant exposure to currency risk, no sensitivity analysis has been presented.

As at 31 December 2020, the foreign exchange rate for EUR to USD is 1.22 and the foreign exchange rate for CHF to USD is 1.13.

Credit Risk and Counterparty Risk

Credit risk is the risk that a counterparty will not meet its obligations under a financial instrument or customer contract, leading to a financial loss. The Fund is exposed to credit risk from its operating activities (primarily trade receivables), foreign exchange transactions and transactions in over-the-counter markets that expose it to the credit of its counterparty and its ability to satisfy the terms of such contracts. The carrying amounts of financial assets best estimate the maximum exposure on the reporting date.

Concentrations of credit risk exist when changes in economic, industry or geographic factors similarly affect the Fund's counterparties whose aggregate credit exposure is significant in relation to the Fund's total credit exposure.

All transactions in listed securities are settled or paid for upon delivery using approved brokers. The risk of default is considered minimal since delivery of securities sold is only made once the broker has received payment. For a purchase, payment is made once the securities have been received by the broker. If either party fails to meet their obligation, the trade will fail.

Cash balances are held with European Depository Bank S.A. and Interactive Brokers UK Limited. European Depository Bank S.A. has no credit ratings. Interactive Brokers UK Limited have the following Standard and Poor's credit rating as at 31 December 2020 and 2019:

Standard and Poor's credit rating	31 December 2020	31 December 2019
Interactive Brokers UK Limited	BBB+	BBB+

GALLOWAY FEEDER FUND

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 DECEMBER 2020

12. FINANCIAL INSTRUMENTS AND ASSOCIATED RISKS (CONTINUED)

Credit Risk and Counterparty Risk (continued)

The tables below analyses the maximum exposure to credit risk:

31 December 2020

	Galloway EM Hard Currency HY Bond Fund
	USD
Financial assets at fair value through profit or loss	109,331,779
Cash and cash equivalents	1,708,415
Other receivables and prepayments	967
	<u>111,041,161</u>

31 December 2019

	Galloway EM Hard Currency HY Bond Fund
	USD
Financial assets at fair value through profit or loss	122,088,371
Cash and cash equivalents	1,303,479
Other receivables and prepayments	2,116
	<u>123,393,966</u>

Liquidity Risk

Liquidity risk is the risk that an entity will encounter difficulty in realising assets or otherwise raising funds to meet commitments associated with investment activities. There can be no assurance that there will be any market for an asset acquired in an emerging market and such lack of liquidity may adversely affect the value or ease of disposal of such investments.

Large redemptions of shares in a Sub-Fund might result in a sub-fund being forced to sell assets at a time and price at which it would normally prefer not to dispose of those assets. The Funds' principal liability are their obligation to redeem shares at fair value on any dealing day at the request of a shareholder. The dealing frequency of each Fund is set out in Note 11.

The Investment Manager has implemented controls to monitor and manage liquidity risk on a regular basis.

GALLOWAY FEEDER FUND

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 DECEMBER 2020

12. FINANCIAL INSTRUMENTS AND ASSOCIATED RISKS (CONTINUED)

Liquidity Risk (continued)

The table below analyses the Fund's financial liabilities into relevant maturity groupings based on the remaining period at the balance sheet date to the contractual maturity date. The amounts in the table are the contractual undiscounted cash flows. Balances due within twelve months equal their carrying balances, as the impact of discounting is not significant.

The following tables set out the liquidity risk exposure of the Fund:

Galloway EM Hard Currency HY Bond Fund

31 December 2020

	Less than 1 month USD	1-6 months USD	More than 6 months USD	No stated Maturity USD	Total USD
<u>Liabilities</u>					
Investment advisor's fees payable	-	238,912	-	-	238,912
Investment management fees payable	-	114,658	-	-	114,658
Subscriptions received in advance	130,000	-	-	-	130,000
Professional fees payable	-	75,079	-	-	75,079
Administration fees payable	-	1,637	-	-	1,637
Management company fees payable	-	5,651	-	-	5,651
Redemption payable	75,308	-	-	-	75,308
Performance fees payable	-	1,003,678	-	-	1,003,678
Other payables and accrued expenses	-	24,422	-	-	24,422
Net assets attributable to holders of redeemable participating shares	-	-	-	109,371,816	109,371,816
	205,308	1,464,037	-	109,371,816	111,041,161

31 December 2019

	Less than 1 month USD	1-6 months USD	More than 6 months USD	No stated Maturity	Total USD
<u>Liabilities</u>					
Investment advisor's fees payable	-	302,945	-	-	302,945
Investment management fees payable	-	146,179	-	-	146,179
Subscriptions received in advance	135,000	-	-	-	135,000
Professional fees payable	-	64,741	-	-	64,741
Administration fees payable	-	1,668	-	-	1,668
Management company fees payable	-	7,598	-	-	7,598
Redemption payable	703,531	-	-	-	703,531
Performance fees payable	-	201,712	-	-	201,712
Other payables and accrued expenses	-	7,449	-	-	7,449
Net assets attributable to holders of redeemable participating shares	-	-	-	121,823,143	121,823,143
	838,531	732,292	-	121,823,143	123,393,966

GALLOWAY FEEDER FUND

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 DECEMBER 2020

13. INDEMNIFICATION

The Fund does not have direct investments other than the Master Fund. In the normal course of the business, the Master Fund has entered into contracts which provide a variety of general indemnifications. Such contracts include those with certain service providers. Any exposure to the Master Fund under these arrangements would involve future claims that may be made against the Master Fund. Such claims are not expected to occur. Therefore, the Master Fund has not accrued any liability in connection with such indemnifications.

14. SCHEDULE OF INVESTMENT CHANGES

No schedule of investment changes has been included in this report. Such information is available upon request from Apex Fund Services S. A., the Fund's administrative agent.

15. SIGNIFICANT EVENTS

Subsequent to 31 December 2020 and through the date of the audit report, Galloway EM Hard Currency HY Bond Fund had subscriptions of USD 15,115,100 and redemptions of USD 4,640,308.

Effective 15 February 2021, Galloway EM Hard Currency HY Bond Fund was renamed Quasar Emerging Markets Bond Fund.

The manager wishes to state that it has successfully implemented its business continuity plan with part of staff working from home and part working on site to diminish the chances of any work flow disruption. The part working on site is following the measures recommended by the Brazilian health authorities to maintain minimum space distancing from each other, bringing food from home, avoiding streets, close contact with others and public transportation. Emerging Markets fixed income liquidity and overall bond trading has been reduced, but the fund was successful in raising appropriate liquidity prior to the event (as seen by the account's cash levels) in order to withstand this period of volatility.

Other than that, no significant events have occurred since the year end which would require adjustment to or disclosure in the Financial Statements.

16. APPROVAL OF FINANCIAL STATEMENTS

The Directors approved the financial statements on 29 April 2021.

GALLOWAY FEEDER FUND
SCHEDULE OF FINANCIAL ASSETS AT FAIR VALUE THROUGH PROFIT OR LOSS
As at 31 December 2020
(Expressed in US Dollars)

Sub-Fund	Investment in Master Fund	Shares in Master Fund	Fair Value	Percentage of net assets
Transferable securities and money market instruments admitted to an official exchange or dealt in on a regulated market			USD	%
Investment in open-ended UCITS				
Galloway EM Hard Currency HY Bond Fund	Galloway Global Fixed Income Master Fund	60,819.90	109,322,529	99.95%
	Derivative financial Instruments - futures contracts		9,250	0.01%
Galloway EM Hard Currency HY Bond Fund	Total investments		109,331,779	99.96%
Total Investments			109,331,779	
Total Financial assets at fair value through profit or loss			109,331,779	

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

GALLOWAY FEEDER FUND
SCHEDULE OF FINANCIAL ASSETS AT FAIR VALUE THROUGH PROFIT OR LOSS
As at 31 December 2019
(Expressed in US Dollars)

Sub-Fund	Investment in Master Fund	Shares in Master Fund	Fair Value	Percentage of net assets
Transferable securities and money market instruments admitted to an official exchange or dealt in on a regulated market			USD	%
Investment in open-ended UCITS				
Galloway EM Hard Currency HY Bond Fund	Galloway Global Fixed Income Master Fund	74,232.97	122,034,496	100.17%
	Derivative financial Instruments - futures contracts		53,875	0.05%
Galloway EM Hard Currency HY Bond Fund	Total investments		122,088,371	100.22%
Total Investments			<u>122,088,371</u>	
Total Financial assets at fair value through profit or loss			<u>122,088,371</u>	

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

GALLOWAY FEEDER FUND

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 DECEMBER 2020

ADDITIONAL INFORMATION (unaudited)

Global exposure

The Fund measures its global exposure using the commitment approach.

Remuneration policy

The Management Company has established and applies a remuneration policy and practices that are consistent with, and promote, sound and effective risk management and that neither encourage risk taking which is inconsistent with the risk profiles, rules, the Prospectus or the Articles nor impair compliance with the Management Company's obligation to act in the best interest of the Fund (the Remuneration Policy).

The Remuneration Policy includes fixed and variable components of salaries and applies to those categories of staff, including senior management, risk takers, control functions and any employee receiving total remuneration that falls within the remuneration bracket of senior management and risk takers whose professional activities have a material impact on the risk profiles of the Management Company, the Fund or the Sub-Funds. Within the Management Company, these categories of staff represents 22 persons.

The Remuneration Policy is in line with the business strategy, objectives, values and interests of the Management Company, the Fund and the Shareholders and includes measures to avoid conflicts of interest.

In particular, the Remuneration Policy will ensure that:

- a) the staff engaged in control functions are compensated in accordance with the achievement of the objectives linked to their functions, independently of the performance of the business areas that they control;
- b) the fixed and variable components of total remuneration are appropriately balanced and the fixed component represents a sufficiently high proportion of the total remuneration to allow the operation of a fully flexible policy on variable remuneration components, including the possibility to pay no variable remuneration component;
- c) the measurement of performance used to calculate variable remuneration components or pools of variable remuneration components includes a comprehensive adjustment mechanism to integrate all relevant types of current and future risks.

The following table shows the fixed and variable remuneration in 2020 for the Identified Staff (22 persons), who is fully or partly involved in the activities of all the funds managed by the Management Company. For the purposes of the below disclosures, where portfolio management activities have been formally delegated to another entity, the remuneration of the relevant identified staff of the delegate has been excluded, as it is not paid out by the Management Company or by the fund.

GALLOWAY FEEDER FUND

ADDITIONAL INFORMATION (CONTINUED)

Staff expenses split into fixed and variable remuneration

Wages and salaries

a. Fixed

b. Variable

Staff expenses broken down by categories of staff subject to UCITS V pay rules

Staff Code	Fixed remuneration EUR	Variable remuneration EUR	Total EUR
S	1,713,063	266,000	1,979,063
R	1,244,302	61,500	1,305,802
C	470,798	35,000	505,798
O	-	-	-

S = Senior Management

R = Risk takers, which includes staff members whose professional activities can exert material influence on UCITS or AIFs managed by Lemanik Asset Management S.A.

C = Staff engaged in control functions (other than senior management) responsible for risk management, compliance, internal audit and similar functions.

O = Any other staff member receiving total remuneration that takes them into the same remuneration bracket as senior management and risk-takers, whose professional activities have a material impact on LAM's risk profile.

A paper copy of the summarised Remuneration Policy is available free of charge to the Shareholders upon request.

No material changes have been made to the remuneration policy.