

YELLOW FUNDS SICAV

Société d'Investissement à Capital Variable

R.C.S. Luxembourg N° B 175.534

Semi-Annual Report and unaudited financial statements

as at December 31, 2018

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Organisation

Registered Office:

60, avenue J.F. Kennedy
L-1855 Luxembourg
Grand-Duchy of Luxembourg

Board of Directors

Chairman:

Mr. Stefano Radice
CheBanca! S.p.A.
Deputy General Manager & Chief Financial Officer
Viale Bodio, 37
Palazzo, 4
I-20158 Milano
Italy

Members:

Mr. Marco Parini
CheBanca! S.p.A.
Chief Investment Officer
Viale Bodio, 37
Palazzo, 4
I-20158 Milano
Italy

Mr. Mario Seghelini
Mediobanca - Banca di Credito Finanziario S.p.A.
Risk Management
Via Filodrammatici, 3
I-20121 Milano
Italy

Management Company:

Mediobanca Management Company S.A.
2, boulevard de la Foire
L-1528 Luxembourg
Grand-Duchy of Luxembourg

Depositary Bank and Principal Paying Agent,

Domiciliary and Listing Agent:

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

Administrative Agent, Registrar and Transfer Agent:

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

Delegated Investment Managers:

Blackrock Investment Management (UK) Limited
(until November 3, 2018)
33 King William Street
London EC4R 9AS
United Kingdom

Mediobanca SGR S.p.A.
Piazzetta Bossi, 1
I-20121 Milano
Italy

Distributors:

CheBanca! S.p.A.
Viale Bodio, 37
Palazzo, 4
I-20158 Milano
Italy

Allfunds Bank S.A.
6, La Moraleja Complejo Plaza de la Fuente
Alcobendas
ES-28109 Madrid
Spain

Auditor:

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

Legal Advisors:

Arendt & Medernach S.A.
41A, avenue J.F. Kennedy
L-2082 Luxembourg
Grand-Duchy of Luxembourg

General Information

Constitution

YELLOW FUNDS SICAV (the "Fund") was incorporated for an unlimited period of time on February 21, 2013 and is governed by the law of August 10, 1915 on commercial companies, as amended, and by Part I of the Luxembourg law of December 17, 2010 on Undertakings for Collective Investment, as amended.

The registered office of the Fund is established, at 60, avenue J.F. Kennedy, L-1855 Luxembourg, Grand-Duchy of Luxembourg. The Fund is registered at the "Registre de Commerce et des Sociétés" with the District Court of Luxembourg under the number B 175.534.

The articles of incorporation were published in the "Mémorial, Recueil des Sociétés et Associations" (the "Mémorial") of March 1, 2013 and have been filed with the Chancery of the District Court of Luxembourg together with the "Notice légale" on the issue and sale of shares. Any interested person may inspect these documents at the Chancery of the District Court of Luxembourg; copies are available on request at the registered office of the Fund.

The minimum capital of the Fund, as provided by the law, is EUR 1,250,000. The capital of the Fund is represented by fully paid-up shares of no par value.

Shareholders' General Meeting

1. Periodic reports

The Fund publishes annually a detailed annual report on its activities and on the management of its assets; such report includes, inter alia, the combined accounts relating to all the sub-funds, a detailed description of the assets of each sub-fund and a report from the Auditor.

The Fund further publishes semi-annual reports, including, inter alia, a description of the investments portfolio of each sub-fund and the number of shares issued and redeemed since the last publication.

The above mentioned documents are available within four months for the annual reports and two months for the semi-annual reports of the date thereof and copies may be obtained free of charge by any person at the registered office of the Fund.

The accounting period of the Fund starts on July 1 and terminates on June 30.

The combined accounts of the Fund are maintained in EUR being the currency of the share capital. The financial statements relating to the various separate sub-funds are expressed in the reference currency of each sub-fund.

2. Shareholders' information

a) Net asset value

The net asset value per share of each sub-fund is available at the registered office of the Fund and is published in "Il sole 24 Ore".

b) Subscription and redemption prices

The subscription and redemption prices of the shares of each sub-fund are rendered public each day at the counters of the Depositary Bank and in banks offering financial services.

c) Notification to the shareholders

The other information addressed to the shareholders are published at the "Registre de Commerces et des Sociétés" at Luxembourg if this publication is prescribed by the statutes or the prospectus. Moreover, they might be published in any newspaper published in the Grand-Duchy of Luxembourg and other newspaper(s) that the Board of Directors may determine.

d) The list of changes in the portfolio of each sub-fund is available free of charge upon request at the registered office of the Fund.

General Information (continued)

Risk Measurement and Global Exposure

The Management Company uses a risk management process that enables it to monitor and measure at any time the risk of the portfolio positions and their contribution of the overall risk profile of the sub-funds. In accordance with the law of December 17, 2010, as amended, and the applicable regulatory requirements of the Commission de Surveillance du Secteur Financier "CSSF", the Management Company reports to the CSSF on a regular basis on the risk management process. The Management Company ensures, based on appropriate and reasonable methods, that the overall risk associated with financial derivative instruments does not exceed the net asset value of the portfolio.

This means that the global exposure relating to the use of financial derivative instruments may not exceed 100% of the net asset value of the sub-fund and, therefore, the overall risk exposure of the sub-fund may not exceed 200% of its net asset value on a permanent basis.

All sub-funds use the commitment approach in order to monitor and measure the global exposure. The global exposure of the sub-funds is calculated based on the commitment approach in accordance with the methodology described in the ESMA's guidelines 10-788.

Remuneration

YELLOW FUNDS SICAV adopted the Remuneration Policy of the Mediobanca Management Company S.A. (the "Management Company").

The Remuneration Policy is aimed at ensuring that any relevant conflicts of interest can be managed appropriately at all times and sets out practices for those categories of staff, including senior management, risk takers, control functions, and any employees 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 the risk profile of the sub-funds, that are consistent with and promote sound and effective risk management and do not encourage risk-taking which is inconsistent with the risk profiles, rules or instruments of incorporation of those sub-funds.

This Remuneration Policy is in line with the business strategy, objectives, values and interests of the Management Company, the Funds under management and the investors in those Funds and includes measures to avoid conflicts of interest. In addition, the remuneration policy adopted applies the principles laid out under the UCITS Directive.

Identified staff

The UCITS Directive requires the Management Company to identify the categories of staff whose professional activities have a material impact on the risk profiles of the sub-funds.

The identified staff for the purpose of this Remuneration Policy are Mr. Fabio Gabriele and Mr. Fabio Ventola as Conducting Officers of Mediobanca Management Company S.A., Mr. Stefano Biondi as Board Member of Mediobanca Management Company S.A. and Mr. Giovanni Mancuso and Mr. Giovanni Lainati as Independent Members of the Board of Mediobanca Management Company S.A..

Structure of remuneration

1. Fixed remuneration
2. Variable remuneration

The Management Company dedicates itself to collective asset management by managing a fund portfolio. Therefore, the variable component is predominantly established on a quantitative basis according to the actual profitability of the Management Company, taking into account any risk alignments.

The amount of individual bonuses may vary at the discretion of the management, according to assessments made regarding compliance with the business model, the attainment of targets and the absence of any critical situations or other prejudicial factors (i.e. in relation to Risks, Compliance and Anti-Money Laundering and Human Resources).

To measure performance, this discretion will be accompanied by a performance measurement system introduced at the start of each financial year in line with the allocated budget. The system will be quantitative and qualitative in nature and will consider corrective elements linked to the areas of compliance referred to above. The guidelines for the incentive scheme are determined in accordance with the policies of Mediobanca S.p.A. and the Mediobanca Group.

General Information (continued)

Remuneration (continued)

During its last accounting period ended December 31, 2018, the Management Company remunerated staff members as follows:

Total fixed remuneration*:	EUR 371,759.45
Total variable remuneration**:	EUR 72,200.00
Total remuneration:	EUR 443,959.45

Number of beneficiaries 9 (this number includes employees who left the company during the accounting period), out of which 2 are "identified staff".

Aggregate amount for senior management, fund managers, control functions and other risk takers whose professional activities have a material impact on the risk profiles of the Management Company and identified in the remuneration policy as "identified staff":

Total fixed remuneration*:	EUR 175,500.00
Total variable remuneration**:	EUR 48,000.00
Total remuneration of identified staff:	EUR 223,500.00

Aggregated amount of remuneration for other members of staff EUR 220,459.45

* Benefit in Kind are excluded

** This amount is the variable remuneration paid to the different staff members for the period ended December 31, 2018, in compliance with the remuneration policy.

EU delegates

For the management of the sub-funds YELLOW FUNDS SICAV - CEDOLA BY MEDIOBANCA SGR and YELLOW FUNDS SICAV - DIVIDENDO BY MEDIOBANCA SGR the gross total remuneration paid during the period ended December 31, 2018 by Mediobanca SGR S.p.A. to the personnel (5 units) is equal to EUR 17,456.19, split into the fixed component equal to EUR 12,081.19 and into the estimated variable component equal to EUR 5,375.00.

YELLOW FUNDS SICAV

Combined Statement of Net Assets as at December 31, 2018

	Notes	Combined EUR
Assets		
Investments in securities at cost		55,797,859.22
Unrealised gain / (loss) on securities		(1,792,327.64)
Investments in securities at market value		54,005,531.58
Cash at bank		1,532,619.74
Receivable on withholding tax reclaim		6,877.45
Interests and dividends receivable		90,217.22
Formation expenses		5,410.75
Net unrealised gain on financial future contracts	7	58,627.17
Total assets		55,699,283.91
Liabilities		
Bank overdraft		1.98
Accrued expenses		300,111.16
Payable on redemptions		43,550.07
Total liabilities		343,663.21
Net assets at the end of the period		55,355,620.70

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

YELLOW FUNDS SICAV

Statement of Net Assets as at December 31, 2018

	Notes	YELLOW FUNDS SICAV - DIFESA BY MEDIOBANCA SGR EUR	YELLOW FUNDS SICAV - CENTROCAMPO BY MEDIOBANCA SGR EUR	YELLOW FUNDS SICAV - ATTACCO BY MEDIOBANCA SGR EUR
Assets				
Investments in securities at cost		15,326,498.25	22,669,700.09	5,229,223.58
Unrealised gain / (loss) on securities		(170,978.46)	(736,578.16)	(229,406.40)
Investments in securities at market value		15,155,519.79	21,933,121.93	4,999,817.18
Cash at bank		154,545.53	454,332.12	92,508.69
Receivable on withholding tax reclaim		-	-	-
Interests and dividends receivable		-	-	-
Formation expenses		1,082.15	1,082.15	1,082.15
Net unrealised gain on financial future contracts	7	-	-	-
Total assets		15,311,147.47	22,388,536.20	5,093,408.02
Liabilities				
Bank overdraft		-	0.97	1.01
Accrued expenses		83,572.42	117,943.39	34,891.40
Payable on redemptions		16,123.81	20,445.67	-
Total liabilities		99,696.23	138,390.03	34,892.41
Net assets at the end of the period		15,211,451.24	22,250,146.17	5,058,515.61

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

YELLOW FUNDS SICAV

Statement of Net Assets as at December 31, 2018 (continued)

Notes	YELLOW FUNDS SICAV - CEDOLA BY MEDIOBANCA SGR EUR	YELLOW FUNDS SICAV - DIVIDENDO BY MEDIOBANCA SGR EUR
Assets		
	8,702,720.06	3,869,717.24
	(247,462.82)	(407,901.80)
	8,455,257.24	3,461,815.44
	439,447.86	391,785.54
	-	6,877.45
	75,999.40	14,217.82
	1,082.15	1,082.15
7	17,087.17	41,540.00
Total assets	8,988,873.82	3,917,318.40
Liabilities		
	-	-
	34,145.23	29,558.72
	6,980.59	-
Total liabilities	41,125.82	29,558.72
Net assets at the end of the period	8,947,748.00	3,887,759.68

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

YELLOW FUNDS SICAV

Combined Statement of Operations and Changes in Net Assets for the period ended December 31, 2018

	Notes	Combined EUR
Income		
Dividends (net of withholding taxes)		67,214.88
Interests on bonds (net of withholding taxes)		108,015.75
Bank interests		1,051.07
Other income		1,609.84
Total income		177,891.54
Expenses		
Investment management fees	4	473,520.07
Management company fees	5	15,174.55
Depositary bank fees	5	26,367.04
Administration fees	5	66,460.38
Professional fees		80,442.63
Transactions costs	8	15,277.06
Subscription tax	6	6,729.12
Amortization of formation expenses		1,994.15
Bank interests and charges		39,674.59
Printing & publication fees		1,134.08
Other expenses		107,143.33
Total expenses		833,917.00
Net investment income / (loss)		(656,025.46)
Net realised gain / (loss) on:		
Investments		1,466,141.95
Forward foreign exchange contracts		(482,325.61)
Financial future contracts		122,947.73
Foreign exchange translations		8,825.54
Net realised gain / (loss) for the period		459,564.15
Net change in unrealised gain / (loss) on:		
Investments		(4,481,009.49)
Forward foreign exchange contracts		291,812.58
Financial future contracts		59,662.03
Increase / (Decrease) in net assets as a result of operations		(3,669,970.73)
Dividend distribution	9	(112,924.97)
Subscriptions		1,912,175.11
Redemptions		(6,983,755.59)
Net assets at the beginning of the period		64,210,096.88
Net assets at the end of the period		55,355,620.70

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

YELLOW FUNDS SICAV

Statement of Operations and Changes in Net Assets for the period ended December 31, 2018

Notes	YELLOW FUNDS SICAV - DIFESA BY MEDIOBANCA SGR EUR	YELLOW FUNDS SICAV - CENTROCAMPO BY MEDIOBANCA SGR EUR	YELLOW FUNDS SICAV - ATTACCO BY MEDIOBANCA SGR EUR
Income			
	20,742.41	24,312.52	6,686.07
Dividends (net of withholding taxes)			
Interests on bonds (net of withholding taxes)	-	-	-
Bank interests	49.80	50.41	53.33
Other income	501.95	718.69	388.99
Total income	21,294.16	25,081.62	7,128.39
Expenses			
Investment management fees	4	139,835.41	206,644.18
Management company fees	5	4,174.20	6,168.45
Depository bank fees	5	7,930.45	8,454.28
Administration fees	5	13,685.35	15,754.17
Professional fees		23,639.29	21,220.57
Transactions costs	8	5,039.70	7,074.19
Subscription tax	6	1,149.97	1,728.28
Amortization of formation expenses		398.83	398.83
Bank interests and charges		5,957.12	6,515.64
Printing & publication fees		309.69	462.96
Other expenses		24,688.20	36,740.01
Total expenses		226,808.21	311,161.56
Net investment income / (loss)		(205,514.05)	(286,079.94)
Net realised gain / (loss) on:			
Investments		273,659.55	818,143.60
Forward foreign exchange contracts		(102,787.25)	(280,632.61)
Financial future contracts		12,617.15	3,316.92
Foreign exchange translations		1,602.11	3,987.22
Net realised gain / (loss) for the period		(20,422.49)	258,735.19
Net change in unrealised gain / (loss) on:			
Investments		(849,042.39)	(2,346,210.14)
Forward foreign exchange contracts		57,614.76	172,509.62
Financial future contracts		-	14,436.37
Increase / (Decrease) in net assets as a result of operations		(811,850.12)	(1,914,965.33)
Dividend distribution	9	(6,842.40)	(13,597.05)
Subscriptions		498,446.41	868,730.73
Redemptions		(2,038,527.85)	(2,901,188.66)
Net assets at the beginning of the period		17,570,225.20	26,211,166.48
Net assets at the end of the period		15,211,451.24	22,250,146.17

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

YELLOW FUNDS SICAV

Statement of Operations and Changes in Net Assets for the period ended December 31, 2018 (continued)

Notes	YELLOW FUNDS SICAV - CEDOLA BY MEDIOBANCA SGR EUR	YELLOW FUNDS SICAV - DIVIDENDO BY MEDIOBANCA SGR EUR
Income		
	-	15,473.88
	91,590.45	16,425.30
	894.51	3.02
	-	0.21
	92,484.96	31,902.41
Expenses		
4	41,074.38	36,730.52
5	2,281.89	1,080.30
5	2,296.16	1,756.60
5	11,464.03	12,465.54
	13,320.01	10,500.60
8	200.10	969.42
6	2,274.21	1,030.17
	398.83	398.83
	9,717.98	10,355.30
	170.84	80.75
	16,044.82	12,229.59
	99,243.25	87,597.62
	(6,758.29)	(55,695.21)
Net realised gain / (loss) on:		
	(21,299.50)	(9,906.21)
	-	-
	(112,771.55)	258,042.08
	1,700.24	0.09
	(139,129.10)	192,440.75
Net change in unrealised gain / (loss) on:		
	74,922.62	(516,762.39)
	-	-
	48,537.74	(3,312.08)
	(15,668.74)	(327,633.72)
9	(47,803.77)	(43,524.07)
	219,010.70	87,160.42
	(515,907.19)	(344,583.24)
	9,308,117.00	4,516,340.29
	8,947,748.00	3,887,759.68

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

YELLOW FUNDS SICAV

Statement of Changes in the Number of Shares for the period ended December 31, 2018

	Number of shares at the beginning of the period	Number of shares subscribed	Number of shares redeemed	Number of shares at the end of the period
YELLOW FUNDS SICAV - DIFESA BY MEDIOBANCA SGR				
<i>Classic C</i>	167,220.04	3,892.35	20,072.56	151,039.83
<i>Classic D</i>	13,683.85	1,309.83	1,427.60	13,566.08
YELLOW FUNDS SICAV - CENTROCAMPO BY MEDIOBANCA SGR				
<i>Classic C</i>	238,322.32	7,294.08	27,885.81	217,730.59
<i>Classic D</i>	27,534.88	1,658.32	2,225.35	26,967.85
YELLOW FUNDS SICAV - ATTACCO BY MEDIOBANCA SGR				
<i>Classic C</i>	66,502.80	1,934.25	12,192.54	56,244.51
<i>Classic D</i>	1,902.52	597.60	184.76	2,315.36
YELLOW FUNDS SICAV - CEDOLA BY MEDIOBANCA SGR				
<i>Classic D</i>	98,733.47	2,335.77	5,551.86	95,517.38
YELLOW FUNDS SICAV - DIVIDENDO BY MEDIOBANCA SGR				
<i>Classic D</i>	46,253.78	901.07	3,603.59	43,551.26

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

YELLOW FUNDS SICAV

Statistics

Sub-fund	Date	Number of Outstanding Shares		Total Net Assets (in EUR)	Net Asset Value per Share (in EUR)	
YELLOW FUNDS SICAV - DIFESA BY MEDIOBANCA SGR	June 30, 2017	204,210.80	Classic C	20,919,063.26	98.37	Classic C
		8,342.53	Classic D		99.58	Classic D
	June 30, 2018	167,220.04	Classic C	17,570,225.20	97.11	Classic C
		13,683.85	Classic D		97.32	Classic D
	December 31, 2018	151,039.83	Classic C	15,211,451.24	92.44	Classic C
		13,566.08	Classic D		92.14	Classic D
YELLOW FUNDS SICAV - CENTROCAMPO BY MEDIOBANCA SGR	June 30, 2017	284,759.99	Classic C	29,983,987.30	98.12	Classic C
		20,384.00	Classic D		100.22	Classic D
	June 30, 2018	238,322.32	Classic C	26,211,166.48	98.54	Classic C
		27,534.88	Classic D		99.08	Classic D
	December 31, 2018	217,730.59	Classic C	22,250,146.17	90.93	Classic C
		26,967.85	Classic D		90.93	Classic D
YELLOW FUNDS SICAV - ATTACCO BY MEDIOBANCA SGR	June 30, 2017	84,112.88	Classic C	8,186,488.95	95.68	Classic C
		1,384.56	Classic D		100.24	Classic D
	June 30, 2018	66,502.80	Classic C	6,604,247.91	96.47	Classic C
		1,902.52	Classic D		99.12	Classic D
	December 31, 2018	56,244.51	Classic C	5,058,515.61	86.31	Classic C
		2,315.36	Classic D		88.19	Classic D
YELLOW FUNDS SICAV - CEDOLA BY MEDIOBANCA SGR	June 30, 2017	91,796.78	Classic D	9,102,083.97	99.15	Classic D
	June 30, 2018	98,733.47	Classic D	9,308,117.00	94.28	Classic D
	December 31, 2018	95,517.38	Classic D	8,947,748.00	93.68	Classic D
YELLOW FUNDS SICAV - DIVIDENDO BY MEDIOBANCA SGR	June 30, 2017	66,780.86	Classic D	6,787,985.47	101.65	Classic D
	June 30, 2018	46,253.78	Classic D	4,516,340.29	97.64	Classic D
	December 31, 2018	43,551.26	Classic D	3,887,759.68	89.27	Classic D

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

YELLOW FUNDS SICAV

YELLOW FUNDS SICAV - DIFESA BY MEDIOBANCA SGR (in EUR)

Securities Portfolio as at December 31, 2018

Name	Currency	Quantity/Nominal	Market Value in EUR	% NAV
Funds				
Undertakings for collective investment				
Open-ended funds				
MEDIOBANCA DEFENSIVE PTF-IE	EUR	481,284.70	2,350,594.48	15.45
ISHS CO EUR COR EUR SHS EUR ETF	EUR	18,364.00	2,344,531.88	15.41
LYXOR SMART CASH	EUR	1,790.00	1,709,563.06	11.24
ISHARES ITALY GOVERNMENT BD EUR SHS	EUR	10,415.00	1,584,433.95	10.42
ESPERIA FD SV - DUEMME SYSTEM DIVERS INC	EUR	12,978.53	1,571,181.08	10.33
ESPERIA FD SV - DUEMME BETA NEUTRAL IEC	EUR	16,080.10	1,554,623.78	10.22
X USD TREASURIES EUR	EUR	6,878.00	789,250.50	5.19
X MSCI EMU	EUR	21,711.00	754,348.70	4.96
LYXOR ETF S&P 500-A	EUR	33,188.00	734,118.56	4.83
ISHARES USD TRSRY 1-3Y USD D	EUR	5,410.00	620,418.80	4.08
ISHARES CORE EM IMI ACC	EUR	20,600.00	462,985.00	3.04
ISHARES NIKKEI 225 JPY ACC	EUR	2,500.00	368,250.00	2.42
ISHARES GLOBAL HY CORP-DISTR	EUR	3,900.00	311,220.00	2.04
Total Undertakings for collective investment			15,155,519.79	99.63
Total Funds			15,155,519.79	99.63
Total Securities Portfolio as at December 31, 2018			15,155,519.79	99.63

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

YELLOW FUNDS SICAV

YELLOW FUNDS SICAV - DIFESA BY MEDIOBANCA SGR (in EUR)

Portfolio Breakdowns

Country allocation	% of portfolio	% of net assets
Luxembourg	46.93	46.76
Ireland	37.56	37.42
Italy	15.51	15.45
Grand Total	100.00	99.63

Sector allocation	% of portfolio	% of net assets
Open-ended funds	100.00	99.63
Grand Total	100.00	99.63

Top Ten Holdings

Top Ten Holdings	Sector	Market value in EUR	% of net assets
MEDIOBANCA DEFENSIVE PTF-IE	Open-ended funds	2,350,594.48	15.45
ISHS CO EUR COR EUR SHS EUR ETF	Open-ended funds	2,344,531.88	15.41
LYXOR SMART CASH	Open-ended funds	1,709,563.06	11.24
ISHARES ITALY GOVERNMENT BD EUR SHS	Open-ended funds	1,584,433.95	10.42
ESPERIA FD SV - DUEMME SYSTEM DIVERS INC	Open-ended funds	1,571,181.08	10.33
ESPERIA FD SV - DUEMME BETA NEUTRAL IEC	Open-ended funds	1,554,623.78	10.22
X USD TREASURIES EUR	Open-ended funds	789,250.50	5.19
X MSCI EMU	Open-ended funds	754,348.70	4.96
LYXOR ETF S&P 500-A	Open-ended funds	734,118.56	4.83
ISHARES USD TRSRY 1-3Y USD D	Open-ended funds	620,418.80	4.08

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

YELLOW FUNDS SICAV

YELLOW FUNDS SICAV - CENTROCAMPO BY MEDIOBANCA SGR (in EUR)

Securities Portfolio as at December 31, 2018

Name	Currency	Quantity/Nominal	Market Value in EUR	% NAV
Funds				
Undertakings for collective investment				
Open-ended funds				
ESPERIA FD SV - DUEMME SYSTEM DIVERS INC	EUR	23,671.54	2,865,676.27	12.89
MEDIOBANCA DEFENSIVE PTF-IE	EUR	469,401.91	2,292,558.95	10.30
ESPERIA FD SV - DUEMME BETA NEUTRAL IEC	EUR	23,260.52	2,248,826.88	10.11
ISHARES CORE EM IMI ACC	EUR	89,737.00	2,016,839.08	9.06
X MSCI EMU	EUR	57,172.00	1,986,441.14	8.93
ISHARES CORE S&P 500 UCITS ETF	EUR	8,075.00	1,717,956.25	7.72
ISHARES NIKKEI 225 JPY ACC	EUR	11,030.00	1,624,719.00	7.30
LYXOR SMART CASH	EUR	1,732.00	1,582,033.05	7.11
LYXOR ETF S&P 500-A	EUR	67,974.00	1,503,584.88	6.76
ISHARES USD TRSRY 1-3Y USD D	EUR	11,873.00	1,361,595.64	6.12
X USD TREASURIES EUR	EUR	6,037.00	692,745.75	3.11
ISHARES JP MORGAN USD EM BON	EUR	6,251.00	566,465.62	2.55
DUEMME GLOBAL FINANCIAL-I	EUR	121,669.81	563,817.91	2.53
ISHARES ITALY GOVERNMENT BD EUR SHS	EUR	3,047.00	463,540.11	2.08
ISHARES GLOBAL HY CORP-DISTR	EUR	5,593.00	446,321.40	2.01
Total Undertakings for collective investment			21,933,121.93	98.58
Total Funds			21,933,121.93	98.58
Total Securities Portfolio as at December 31, 2018			21,933,121.93	98.58

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

YELLOW FUNDS SICAV

YELLOW FUNDS SICAV - CENTROCAMPO BY MEDIOBANCA SGR (in EUR)

Portfolio breakdowns

Country allocation	% of portfolio	% of net assets
Luxembourg	49.61	48.90
Ireland	37.37	36.84
Italy	13.02	12.84
Grand Total	100.00	98.58

Sector allocation	% of portfolio	% of net assets
Open-ended funds	100.00	98.58
Grand Total	100.00	98.58

Top Ten Holdings

Top Ten Holdings	Sector	Market value in EUR	% of net assets
ESPERIA FD SV - DUEMME SYSTEM DIVERS INC	Open-ended funds	2,865,676.27	12.89
MEDIOBANCA DEFENSIVE PTF-IE	Open-ended funds	2,292,558.95	10.30
ESPERIA FD SV - DUEMME BETA NEUTRAL IEC	Open-ended funds	2,248,826.88	10.11
ISHARES CORE EM IMI ACC	Open-ended funds	2,016,839.08	9.06
X MSCI EMU	Open-ended funds	1,986,441.14	8.93
ISHARES CORE S&P 500 UCITS ETF	Open-ended funds	1,717,956.25	7.72
ISHARES NIKKEI 225 JPY ACC	Open-ended funds	1,624,719.00	7.30
LYXOR SMART CASH	Open-ended funds	1,582,033.05	7.11
LYXOR ETF S&P 500-A	Open-ended funds	1,503,584.88	6.76
ISHARES USD TRSRY 1-3Y USD D	Open-ended funds	1,361,595.64	6.12

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

YELLOW FUNDS SICAV

YELLOW FUNDS SICAV - ATTACCO BY MEDIOBANCA SGR (in EUR)

Securities Portfolio as at December 31, 2018

Name	Currency	Quantity/Nominal	Market Value in EUR	% NAV
Funds				
Undertakings for collective investment				
Open-ended funds				
X MSCI EMU	EUR	24,500.00	851,252.50	16.83
ESPERIA FD SV - DUEMME SYSTEM DIVERS INC	EUR	6,554.57	793,495.76	15.69
ESPERIA FD SV - DUEMME BETA NEUTRAL IEC	EUR	8,090.62	782,200.66	15.46
ISHARES CORE S&P 500 UCITS ETF	EUR	2,800.00	595,700.00	11.78
ISHARES CORE EM IMI ACC	EUR	25,200.00	566,370.00	11.20
LYXOR ETF S&P 500-A	EUR	22,000.00	486,640.00	9.62
ISHARES NIKKEI 225 JPY ACC	EUR	2,720.00	400,656.00	7.92
DUEMME GLOBAL FINANCIAL-I	EUR	55,590.52	257,606.46	5.09
ISHARES JP MORGAN USD EM BON	EUR	1,490.00	135,023.80	2.66
ISHARES GLOBAL HY CORP-DISTR	EUR	1,640.00	130,872.00	2.59
Total Undertakings for collective investment			4,999,817.18	98.84
Total Funds			4,999,817.18	98.84
Total Securities Portfolio as at December 31, 2018			4,999,817.18	98.84

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

YELLOW FUNDS SICAV

YELLOW FUNDS SICAV - ATTACCO BY MEDIOBANCA SGR (in EUR)

Portfolio breakdowns

Country allocation	% of portfolio	% of net assets
Luxembourg	58.28	57.60
Ireland	36.57	36.15
Italy	5.15	5.09
Grand Total	100.00	98.84

Sector allocation	% of portfolio	% of net assets
Open-ended funds	100.00	98.84
Grand Total	100.00	98.84

Top Ten Holdings

Top Ten Holdings	Sector	Market value in EUR	% of net assets
X MSCI EMU	Open-ended funds	851,252.50	16.83
ESPERIA FD SV - DUEMME SYSTEM DIVERS INC	Open-ended funds	793,495.76	15.69
ESPERIA FD SV - DUEMME BETA NEUTRAL IEC	Open-ended funds	782,200.66	15.46
ISHARES CORE S&P 500 UCITS ETF	Open-ended funds	595,700.00	11.78
ISHARES CORE EM IMI ACC	Open-ended funds	566,370.00	11.20
LYXOR ETF S&P 500-A	Open-ended funds	486,640.00	9.62
ISHARES NIKKEI 225 JPY ACC	Open-ended funds	400,656.00	7.92
DUEMME GLOBAL FINANCIAL-I	Open-ended funds	257,606.46	5.09
ISHARES JP MORGAN USD EM BON	Open-ended funds	135,023.80	2.66
ISHARES GLOBAL HY CORP-DISTR	Open-ended funds	130,872.00	2.59

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

YELLOW FUNDS SICAV - CEDOLA BY MEDIOBANCA SGR (in EUR)

Securities Portfolio as at December 31, 2018

Name	Currency	Quantity/Nominal	Market Value in EUR	% NAV
Transferable securities admitted to an official exchange listing				
Bonds and other debt instruments				
Bonds states, federal states				
US TREASURY N/B 2.25% 17-15/02/2027	USD	900,000.00	761,606.13	8.52
ITALY CCTS EU 15-15/12/2022 FRN	EUR	600,000.00	584,466.00	6.54
WI TREASURY SEC. 2.25% 15-15/11/2025	USD	650,000.00	553,864.35	6.19
ITALY BTPS 0.2% 17-15/10/2020	EUR	500,000.00	497,575.00	5.56
US TREASURY N/B 1.625% 16-15/05/2026	USD	550,000.00	447,481.65	5.00
US TREASURY N/B 2.25% 17-15/08/2027	USD	500,000.00	421,612.90	4.71
ITALY BTPS 1.35% 15-15/04/2022	EUR	400,000.00	401,392.00	4.49
IRISH GOVT 0% 17-18/10/2022	EUR	400,000.00	401,296.00	4.48
ITALY BTPS 3.75% 14-01/09/2024	EUR	300,000.00	327,144.00	3.66
ITALY BTPS 2.15% 14-15/12/2021	EUR	300,000.00	309,918.00	3.46
ITALY CCTS EU 17-15/10/2024 FRN	EUR	300,000.00	284,148.00	3.18
SPANISH GOVT 2.15% 15-31/10/2025	EUR	200,000.00	216,816.00	2.42
SPAIN I/L BOND 0.55% 14-30/11/2019	EUR	200,000.00	211,031.68	2.36
			5,418,351.71	60.57
Banks				
UBS AG 14-12/02/2026 FRN	EUR	200,000.00	211,868.00	2.37
ABN AMRO BANK NV 2.875% 15-30/06/2025	EUR	200,000.00	205,528.00	2.30
BARCLAYS PLC 15-11/11/2025 FRN	EUR	200,000.00	197,388.00	2.21
UNIONE DI BANCHE 4.25% 16-05/05/2026	EUR	200,000.00	195,104.00	2.18
HSBC HOLDINGS 14-29/12/2049 FRN	USD	200,000.00	170,176.48	1.90
CRED AGRICOLE SA 4.375% 15-17/03/2025	USD	200,000.00	169,488.03	1.89
BK NED GEMEENTEN 1.125% 14-04/09/2024	EUR	100,000.00	105,096.00	1.17
UNIONE DI BANCHE 2.875% 14-18/02/2019	EUR	100,000.00	100,262.00	1.12
UNIONE DI BANCHE 99-22/01/2019 FRN	EUR	100,000.00	99,683.80	1.11
KFW 1.875% 15-30/06/2020	USD	100,000.00	86,390.88	0.97
			1,540,985.19	17.22
Holdings				
CDP RETI SRL 1.875% 15-29/05/2022	EUR	400,000.00	385,920.00	4.31
			385,920.00	4.31
Other credit institutions				
SACE SPA 15-10/02/2049 FRN	EUR	200,000.00	178,070.00	1.99
			178,070.00	1.99
Distribution water, gas, electricity, energy				
ELEC DE FRANCE 13-29/01/2049 FRN	USD	100,000.00	82,440.15	0.92
			82,440.15	0.92
Total Bonds and other debt instruments			7,605,767.05	85.01
Total Transferable securities admitted to an official exchange listing			7,605,767.05	85.01
Transferable securities dealt in on another regulated market				
Bonds and other debt instruments				
Banks				
UNICREDIT SPA 3.25% 14-14/01/2021	EUR	200,000.00	208,232.00	2.33
DEUTSCHE BANK AG 14-15/04/2019 FRN	EUR	200,000.00	199,842.00	2.23
INTESA SANPAOLO 3.875% 13-15/01/2019	USD	200,000.00	174,688.80	1.95
			582,762.80	6.51
Insurances				
ASSICURAZIONI 4.125% 14-04/05/2026	EUR	200,000.00	208,116.00	2.33
			208,116.00	2.33
Software				
MICROSOFT CORP 3.75% 15-12/02/2045	USD	70,000.00	58,611.39	0.65
			58,611.39	0.65
Total Bonds and other debt instruments			849,490.19	9.49
Total Transferable securities dealt in on another regulated market			849,490.19	9.49
Total Securities Portfolio as at December 31, 2018			8,455,257.24	94.50

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

YELLOW FUNDS SICAV

YELLOW FUNDS SICAV - CEDOLA BY MEDIOBANCA SGR (in EUR)

Portfolio breakdowns

Country allocation	% of portfolio	% of net assets
Italy	46.77	44.20
United-States (U.S.A)	26.53	25.07
Spain	5.06	4.78
Ireland	4.75	4.48
Great-Britain	4.35	4.11
Netherlands	3.67	3.47
Germany	3.39	3.20
France	2.98	2.82
Switzerland	2.50	2.37
Grand Total	100.00	94.50

Sector allocation	% of portfolio	% of net assets
Bonds states, federal states	64.08	60.57
Banks	25.12	23.73
Holdings	4.56	4.31
Insurances	2.46	2.33
Other credit institutions	2.11	1.99
Distribution water, gas, electricity, energy	0.98	0.92
Software	0.69	0.65
Grand Total	100.00	94.50

Top Ten Holdings

Top Ten Holdings	Sector	Market value in EUR	% of net assets
US TREASURY N/B 2.25% 17-15/02/2027	Bonds states, federal states	761,606.13	8.52
ITALY CCTS EU 15-15/12/2022 FRN	Bonds states, federal states	584,466.00	6.54
WI TREASURY SEC. 2.25% 15-15/11/2025	Bonds states, federal states	553,864.35	6.19
ITALY BTPS 0.2% 17-15/10/2020	Bonds states, federal states	497,575.00	5.56
US TREASURY N/B 1.625% 16-15/05/2026	Bonds states, federal states	447,481.65	5.00
US TREASURY N/B 2.25% 17-15/08/2027	Bonds states, federal states	421,612.90	4.71
ITALY BTPS 1.35% 15-15/04/2022	Bonds states, federal states	401,392.00	4.49
IRISH GOVT 0% 17-18/10/2022	Bonds states, federal states	401,296.00	4.48
CDP RETI SRL 1.875% 15-29/05/2022	Holdings	385,920.00	4.31
ITALY BTPS 3.75% 14-01/09/2024	Bonds states, federal states	327,144.00	3.66

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

YELLOW FUNDS SICAV - DIVIDENDO BY MEDIOBANCA SGR (in EUR)

Securities Portfolio as at December 31, 2018

Name	Currency	Quantity/Nominal	Market Value in EUR	% NAV
Transferable securities admitted to an official exchange listing				
Shares				
Banks				
ING GROEP NV	EUR	18,800.00	175,930.40	4.53
INTESA SANPAOLO	EUR	88,500.00	171,672.30	4.42
NATIXIS	EUR	21,800.00	89,118.40	2.29
SOCIETE GENERALE SA	EUR	2,170.00	60,315.15	1.55
BANCO SANTANDER SA	EUR	14,920.00	58,859.40	1.51
UNICREDIT SPA	EUR	5,750.00	56,890.50	1.46
			612,786.15	15.76
Distribution water, gas, electricity, energy				
ROYAL DUTCH SHELL PLC-A SHS	EUR	6,200.00	158,131.00	4.07
ENI SPA	EUR	8,100.00	111,358.80	2.86
ENDESA SA	EUR	4,250.00	84,681.25	2.18
ENGIE	EUR	6,730.00	82,610.75	2.12
REPSOL SA	EUR	5,345.00	75,711.93	1.95
FORTUM OYJ	EUR	3,700.00	70,670.00	1.82
			583,163.73	15.00
Insurances				
ASSICURAZIONI GENERALI	EUR	14,250.00	208,050.00	5.36
AXA SA	EUR	9,450.00	177,471.00	4.56
ALLIANZ SE-REG	EUR	790.00	138,360.60	3.56
			523,881.60	13.48
Construction of machinery and vehicles				
NOKIAN RENKAAT OYJ	EUR	6,050.00	162,261.00	4.18
DAIMLER AG-REGISTERED SHARES	EUR	1,900.00	87,229.00	2.24
PEUGEOT SA	EUR	3,650.00	66,649.00	1.71
			316,139.00	8.13
Pharmaceuticals, cosmetics, biotechnology				
SANOFI	EUR	1,700.00	127,874.00	3.29
BAYER AG-REG	EUR	1,758.00	106,464.48	2.74
KONINKLIJKE PHILIPS NV	EUR	2,384.00	73,176.88	1.88
			307,515.36	7.91
Distribution, retail trade				
ONTEX GROUP NV	EUR	7,000.00	119,000.00	3.06
UNIEURO SPA	EUR	11,850.00	114,530.25	2.95
			233,530.25	6.01
Consumption goods, food, brewery				
METRO AG	EUR	9,250.00	123,903.75	3.19
			123,903.75	3.19
Chemical products				
BASF SE	EUR	1,120.00	67,648.00	1.74
TECHNIPFMC PLC	EUR	2,250.00	38,925.00	1.00
			106,573.00	2.74
Miscellaneous services				
APPLUS SERVICES SA	EUR	11,150.00	106,426.75	2.74
			106,426.75	2.74
Advertising , communication				
PUBLICIS GROUPE	EUR	2,022.00	99,583.50	2.55
			99,583.50	2.55
Total Shares			3,013,503.09	77.51

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

YELLOW FUNDS SICAV

YELLOW FUNDS SICAV - DIVIDENDO BY MEDIOBANCA SGR (in EUR)

Securities Portfolio as at December 31, 2018 (continued)

Name	Currency	Quantity/Nominal	Market Value in EUR	% NAV
Bonds and other debt instruments				
Banks				
INTESA SANPAOLO 16-29/12/2049 FRN	EUR	200,000.00	202,150.00	5.21
UNICREDIT SPA 14-29/12/2049 FRN	EUR	200,000.00	190,618.00	4.90
			392,768.00	10.11
Building and building materials				
OBRASCON HUARTE 5.5% 15-15/03/2023	EUR	100,000.00	53,401.00	1.37
			53,401.00	1.37
Total Bonds and other debt instruments			446,169.00	11.48
Right				
Distribution water, gas, electricity, energy				
REPSOL SA RTS	EUR	5,345.00	2,143.35	0.05
			2,143.35	0.05
Total Right			2,143.35	0.05
Total Transferable securities admitted to an official exchange listing			3,461,815.44	89.04
Total Securities Portfolio as at December 31, 2018			3,461,815.44	89.04

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

YELLOW FUNDS SICAV

YELLOW FUNDS SICAV - DIVIDENDO BY MEDIOBANCA SGR (in EUR)

Portfolio breakdowns

Country allocation	% of portfolio	% of net assets
Italy	30.48	27.14
France	20.33	18.10
Germany	15.13	13.47
Netherlands	11.76	10.47
Spain	11.01	9.81
Finland	6.73	5.99
Belgium	3.44	3.06
Great-Britain	1.12	1.00
Grand Total	100.00	89.04

Sector allocation	% of portfolio	% of net assets
Banks	29.05	25.86
Distribution water, gas, electricity, energy	16.91	15.06
Insurances	15.13	13.48
Construction of machinery and vehicles	9.13	8.13
Pharmaceutics, cosmetics, biotechnology	8.88	7.91
Distribution, retail trade	6.75	6.01
Consumption goods, food, brewery	3.58	3.19
Chemical products	3.08	2.74
Miscellaneous services	3.07	2.74
Advertising , communication	2.88	2.56
Building and building materials	1.54	1.36
Grand Total	100.00	89.04

Top Ten Holdings

Top Ten Holdings	Sector	Market value in EUR	% of net assets
ASSICURAZIONI GENERALI	Insurances	208,050.00	5.36
INTESA SANPAOLO 16-29/12/2049 FRN	Banks	202,150.00	5.21
UNICREDIT SPA 14-29/12/2049 FRN	Banks	190,618.00	4.90
AXA SA	Insurances	177,471.00	4.56
ING GROEP NV	Banks	175,930.40	4.53
INTESA SANPAOLO	Banks	171,672.30	4.42
NOKIAN RENKAAT OYJ	Construction of machinery and vehicles	162,261.00	4.18
ROYAL DUTCH SHELL PLC-A SHS	Distribution water, gas, electricity, energy	158,131.00	4.07
ALLIANZ SE-REG	Insurances	138,360.60	3.56
SANOFI	Pharmaceutics, cosmetics, biotechnology	127,874.00	3.29

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

Notes to the Financial Statements as at December 31, 2018

Note 1. General Information

YELLOW FUNDS SICAV (the "SICAV", the "Fund" or the "Company") was incorporated for an unlimited period of time on February 21, 2013 and is governed by the law of August 10, 1915 on commercial companies, as amended, and by the law of December 17, 2010 on Undertakings for Collective Investment, as amended (the "2010 Law").

As at December 31, 2018, the Fund offered the following sub-funds:

- YELLOW FUNDS SICAV - DIFESA BY MEDIOBANCA SGR
- YELLOW FUNDS SICAV - CENTROCAMPO BY MEDIOBANCA SGR
- YELLOW FUNDS SICAV - ATTACCO BY MEDIOBANCA SGR
- YELLOW FUNDS SICAV - CEDOLA BY MEDIOBANCA SGR
- YELLOW FUNDS SICAV - DIVIDENDO BY MEDIOBANCA SGR

The Company may issue capitalisation and distribution shares.

For the time being the Company may offer the following classes of shares within the sub-funds:

- Classic Class (hereafter "C"): offered to individuals or corporate entities or professional asset managers or institutional investors, holding the shares as part of their own assets or acting on behalf of individuals or corporate entities.
- Institutional Class (hereafter "I"): offered only to institutional investors according to provision 174 (2) of the 2010 Law.

Changes during the period :

Change of the name of the sub-funds with effective date November 5, 2018:

- YELLOW FUNDS SICAV - DIFESA BY BLACKROCK was renamed YELLOW FUNDS SICAV - DIFESA BY MEDIOBANCA SGR;
- YELLOW FUNDS SICAV - CENTROCAMPO BY BLACKROCK was renamed YELLOW FUNDS SICAV - CENTROCAMPO BY MEDIOBANCA SGR;
- YELLOW FUNDS SICAV - ATTACCO BY BLACKROCK was renamed YELLOW FUNDS SICAV - ATTACCO BY MEDIOBANCA SGR
- YELLOW FUNDS SICAV - CEDOLA BY MEDIOBANCA was renamed YELLOW FUNDS SICAV - CEDOLA BY MEDIOBANCA SGR
- YELLOW FUNDS SICAV - DIVIDENDO BY MEDIOBANCA was renamed YELLOW FUNDS SICAV - DIVIDENDO BY MEDIOBANCA SGR

Note 2. Exchange rates as at December 31, 2018

The exchange rates used for the translation of the sub-funds' assets and liabilities not denominated in the reference currency of the various sub-funds are as follows:

- 1 EURO (EUR) = 1.14460 US Dollar (USD)
- 1 EURO (EUR) = 0.90112 Great Britain Pound (GBP)
- 1 EURO (EUR) = 1.56074 Canadian Dollar (CAD)

Note 3. Significant accounting policies

The financial statements are presented in accordance with Luxembourg regulations relating to Undertakings for Collective Investment in transferable securities.

3.1. Combined financial statements

The various items in the combined financial statements correspond to the sum of the corresponding items in the financial statements of each sub-fund, converted if necessary into EUR at the exchange rates prevailing on the closing date.

3.2. Foreign exchange translation

The accounts of each sub-fund are denominated in the currency in which its net asset value is calculated.

The financial statements have been drawn up in the accounting currency of each sub-fund. Assets and liabilities expressed in currencies other than the accounting currency of the sub-fund are converted into that currency at the exchange rates prevailing on the closing date.

Income and expenses expressed in currencies other than the accounting currency of the sub-fund are converted into that currency at the exchange rates prevailing on the transaction date.

Notes to the Financial Statements as at December 31, 2018 (continued)

Note 3. Significant accounting policies (continued)

3.3. Presentation of the financial statements

The financial statements are presented on the basis of the latest net asset value calculated during the financial period. In accordance with the prospectus, the net asset values were calculated using the stock market prices and the latest exchange rates known at the time of calculation.

3.4. Valuation of investment portfolio

The Net Asset Value per each class of shares is determined on the day specified for each sub-fund (the "Valuation Day") on the basis of the value of the underlying investments of the relevant sub-fund, determined as follows:

(a) The value of each security, financial derivative instrument and/or money market instrument which is quoted or dealt in on any stock exchange is based on its last closing price on the stock exchange which is normally the principal market for such security and/or financial derivative instrument and/or money market instrument known at the end of the day preceding the relevant Valuation Day.

(b) The value of each security, financial derivative instrument and/or money market instrument dealt in on any other Regulated Market is based on its last known closing price which is normally available at the end of the day preceding the relevant Valuation Day.

(c) Shares or units in open-ended investment funds shall be valued at their last available calculated net asset value.

(d) In the event that any assets are not listed or dealt in on any stock exchange or on any other Regulated Market, or if, with respect to assets listed or dealt in on any stock exchange, or other Regulated Market as aforesaid, the price as determined pursuant to sub-paragraph (a) to (c) is not representative of the fair market value of the relevant assets, the value of such assets is based on the reasonably foreseeable sale price determined prudently and in good faith.

(e) All other securities and other assets are valued at fair market value as determined in good faith pursuant to procedures established by the Board of Directors.

The Semi-Annual Report is presented on the basis of the latest NAV calculated during the financial period (i.e. December 28, 2018 for all active sub-funds).

In accordance with the prospectus, the NAVs were calculated using the latest market values and exchange rates known at the time of calculation.

3.5. Valuation of financial future contracts

The valuation of a financial future contract which is quoted or dealt in on any stock exchange is based on its last closing price on the stock exchange which is normally the principal market for such financial derivative instrument known at the end of the day preceding the relevant Valuation Day. The value of each future contract dealt in on any other Regulated Market is based on its last known closing price which is normally available at the end of the day preceding the relevant Valuation Day.

Resulting realised and net change in unrealised gains or losses are included in the statement of operations and changes in net assets. Unrealised gains and losses are included in the statement of net assets. The results on closed positions for which final payment has not yet been made are considered as unrealised.

3.6. Valuation of forward foreign exchange contracts

The forward foreign exchange contracts opened at period-end are valued at the forward exchange rate corresponding to the termination date of the contract. Realised gains and losses and net change in unrealised gain and loss are included in the statement of operations and changes in net assets. Unrealised gain and loss are included in the statement of net assets.

3.7. Income

Bank interests are accounted for on a day-to-day basis. Dividends are taken into income on the date upon which the relevant securities are first listed as "ex-dividends". The interests on bonds and money market instruments are accrued on a daily basis.

Notes to the Financial Statements as at December 31, 2018 (continued)

Note 3. Significant accounting policies (continued)

3.8. Formation expenses

Formation expenses are amortised on a straight line basis over a period of 5 years.

Note 4. Investment management fees

The investment management fees are payable to the Management Company, quarterly for each sub-fund and are calculated on the basis of the average net asset value of each class of shares for the relevant quarter.

As at December 31, 2018, the annual management fees rates per share class are as follows:

SUB-FUND NAME	C-class
YELLOW FUNDS SICAV - DIFESA BY MEDIOBANCA SGR	1.675%
YELLOW FUNDS SICAV - CENTROCAMPO BY MEDIOBANCA SGR	1.675%
YELLOW FUNDS SICAV - ATTACCO BY MEDIOBANCA SGR	1.675%
YELLOW FUNDS SICAV - CEDOLA BY MEDIOBANCA SGR	0.90%
YELLOW FUNDS SICAV - DIVIDENDO BY MEDIOBANCA SGR	1.70%

The maximum level of total management fee that may be charged to both the sub-fund and to the UCITS and / or UCI in which the sub-fund intends to invest is 3.00% per annum calculated on the Net Asset Value, applicable for the following sub-funds:

YELLOW FUNDS SICAV - DIFESA BY MEDIOBANCA SGR
 YELLOW FUNDS SICAV - CENTROCAMPO BY MEDIOBANCA SGR
 YELLOW FUNDS SICAV - ATTACCO BY MEDIOBANCA SGR

Note 5. Depositary bank, Management Company, domiciliation and administration fees

The Management Company is entitled to receive from the Fund a fee based on the net assets of the SICAV. The Management Company fee is as follows:

- 5bps per annum for assets under management up to 100 Mio EURO included,
- 3bps per annum for assets under management between 100 Mio and 200 Mio EURO included,
- 1bp per annum for assets under management above 200 Mio EURO.

The fee is calculated on the quarterly average of the total assets under management and is payable quarterly in arrears. Moreover, for its risk management activities, the Management Company is entitled to receive from the Company a fee of 0.025% per annum, payable quarterly and calculated on the average quarterly net asset value of the Company.

As remuneration for services rendered to the Fund in their respective capacities, the Depositary Bank and Paying Agent receive from the Fund, a fee of a maximum of 0.75% per annum. Depositary Bank fees are payable quarterly and are calculated on the basis of the average net asset value of each sub-fund for the relevant quarter.

A fee of a maximum of 0.80% per annum calculated on the average quarterly net asset value of each sub-fund is charged to the Fund for central administration services.

Note 6. Subscription Tax

The Fund is not liable to any Luxembourg tax on profits or income, nor are distributions paid by the Fund liable to any Luxembourg withholding tax. The Fund is, however, liable in Luxembourg to a tax of 0.05% per annum of its net asset value, such tax being payable quarterly on the basis of the value of the aggregate net assets of the sub-funds at the end of the relevant calendar quarter. The Fund is liable to a tax of 0.01% per annum of the net asset value on Institutional Classes of all sub-funds. No such tax is payable in respect of the portion of the assets of each Fund invested in other Luxembourg collective investment undertakings which are subject to this tax. No stamp duty or other tax is payable in Luxembourg on the issue of shares. No Luxembourg tax is payable on the realised capital appreciation of the assets of the Fund.

Notes to the Financial Statements as at December 31, 2018 (continued)

Note 7. Financial derivative instruments

Financial future contracts

As at December 31, 2018, the sub-funds listed below were engaged in financial future contracts with JP Morgan.

YELLOW FUNDS SICAV - CEDOLA BY MEDIOBANCA SGR

Quantity	Name	Currency	Commitment in EUR	Unrealised gain / (loss) in EUR
17	EURO FX CURR FUT (CME) 18/03/2019	USD	2,137,903.49	17,637.17
(5)	EURO-BTP FUTURE 07/03/2019	EUR	639,100.00	(550.00)
				17,087.17

YELLOW FUNDS SICAV - DIVIDENDO BY MEDIOBANCA SGR

Quantity	Name	Currency	Commitment in EUR	Unrealised gain / (loss) in EUR
(67)	EURO STOXX 50 - FUTURE 15/03/2019	EUR	1,992,580.00	41,540.00
				41,540.00

Note 8. Transaction costs

The Company incurred transaction costs which have been defined as the brokerage fees, certain taxes and certain depositary fees relating to the purchase and sale of transferable securities, money market instruments or other eligible assets. Transaction costs are included in the statement of operations and changes in net assets.

There are no brokerage fees charged separately for transaction on fixed income instruments. The transaction costs are included in the transaction price, which is known as "marked up".

Note 9. Dividend distribution

In its Circular Resolution dated December 11, 2018, the Board of Directors decided to pay dividends with an ex-dividend date on December 18, 2018 and a payment date on December 21, 2018. The amounts were as follows:

YELLOW FUNDS SICAV	Currency	Unitary dividend	Share-Class
DIFESA BY MEDIOBANCA SGR	EUR	0.50	Classic D
CENTROCAMPO BY MEDIOBANCA SGR	EUR	0.50	Classic D
ATTACCO BY MEDIOBANCA SGR	EUR	0.50	Classic D
CEDOLA BY MEDIOBANCA SGR	EUR	0.50	Classic D
DIVIDENDO BY MEDIOBANCA SGR	EUR	1.00	Classic D

Additional information regarding the Transparency of Securities Financing Transactions

The Fund is subject to the Regulation (EU) 2015/2365 on Transparency of Securities Financing Transactions and of Reuse and Amending Regulation (EU) No 648/2012 of the European Parliament (“SFTR”).

A Securities Financing Transaction (“SFT”) is defined per Article 3(11) of the SFTR as:

- a repurchase transaction or a reverse repurchase transaction;
- a securities or commodities lending and securities or commodities borrowing;
- a buy-sell back transaction or sell-buy back transaction;
- a margin lending transaction.

As at December 31, 2018, the Fund does not hold any of the above SFTs. Furthermore, no corresponding transactions were carried out during the period referring to the financial statements. Consequently, there's no information to disclose on Transparency of Securities Financing Transactions and of Reuse.