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# FPM Funds

## Annual Report 2014

- FPM Funds Stockpicker Germany All Cap
- FPM Funds Stockpicker Germany Small/Mid Cap
- FPM Funds Ladon – European Value

Investment Company with Variable Capital Incorporated  
under Luxembourg Law



# **FPM Funds Stockpicker Germany All Cap**

**FPM Funds Stockpicker  
Germany Small/Mid Cap**

**FPM Funds Ladon –  
European Value**

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for the period from January 1, 2014, through December 31, 2014

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# General information

**The funds described in this report are sub-funds of a SICAV (Société d'Investissement à Capital Variable) incorporated under Luxembourg law.**

## Performance

The investment return, or performance, of a mutual fund investment is measured by the change in value of the fund's shares. The net asset values per share (= redemption prices) with the addition of intervening distributions, which are, for example, reinvested free of charge within the scope of investment accounts at DWS, are used as the basis for calculating the value. Past performance is not a guide to future results.

The corresponding benchmarks – if available – are also presented in the report. All financial data in this publication is as of **December 31, 2014** (unless otherwise stated).

## Sales prospectuses

Fund shares are purchased on the basis of the current sales prospectus and the "key investor information document" as well as the articles of incorporation and by-laws of the SICAV, in combination with the latest audited annual report and any semiannual report that is more recent than the latest annual report.

## Issue and redemption prices

The current issue and redemption prices and all other information for shareholders may be requested at any time at the registered office of the Management Company and from the paying agents. In addition, the issue and redemption prices are published in every country of distribution through appropriate media (such as the Internet, electronic information systems, newspapers, etc.).

The sub-fund **FPM Funds Stockpicker Germany Small/Mid Cap** was converted into a multi-class fund with a share class system as of April 10, 2014, with the name **FPM Funds Stockpicker Germany Small/Mid Cap C**. In addition, on April 22, 2014, a new share class with the following name was launched: **FPM Funds Stockpicker Germany Small/Mid Cap I**.

The sub-fund **FPM Funds Stockpicker Germany Large Cap** was renamed **FPM Funds Ladon – European Value** effective March 12, 2014.

Effective at the end of December 31, 2014, FPM Funds SICAV (the “Investment Company”) transferred the function of Management Company and Central Administration Agent from DWS Investment S.A. to Universal-Investment-Luxembourg S.A., Luxembourg. This affects the Investment Company and the sub-funds “FPM Funds Ladon – European Value” (ISIN: LU0232955988), “FPM Funds Stockpicker Germany All Cap” (ISIN: LU0124167924, LU0850380873) and “FPM Funds Stockpicker Germany Small/Mid Cap” (ISIN: LU0207947044, LU1011670111). See the sales prospectus of the Investment Company as of January 2015 for information on other changes related to the transfer.

The last valuation of the assets of the sub-fund and the net asset value per share by DWS Investment S.A. took place on December 30, 2014; the first valuation by Universal-Investment-Luxembourg S.A. as the new Management Company took place on January 2, 2015. The Depositary remains State Street Bank Luxembourg S.A.

The issue of new shares and the last redemption of shares continued until the order acceptance deadline on December 29, 2014. The fund volume to be transferred and the number of shares of each sub-fund in circulation as of December 31, 2014, can be seen in the following table.

<b>Sub-fund name</b>	<b>Sub-fund volume in euro</b>	<b>Number of shares outstanding</b>	<b>Redemption price in euro</b>
FPM Funds Ladon – European Value	4.353.299,90	26.201,000	166,15
FPM Funds Stockpicker Germany All Cap C	108.619.895,07	360.893,506	300,97
FPM Funds Stockpicker Germany All Cap I	43.034.267,51	2.958,000	14.548,43
FPM Funds Stockpicker Germany Small/Mid Cap C	39.671.713,53	172.758,193	229,64
FPM Funds Stockpicker Germany Small/Mid Cap I	3.449.473,30	3.749,000	920,10



2014

**Annual report**

# FPM Funds Stockpicker Germany All Cap

## Investment objective and

### performance in the reporting period

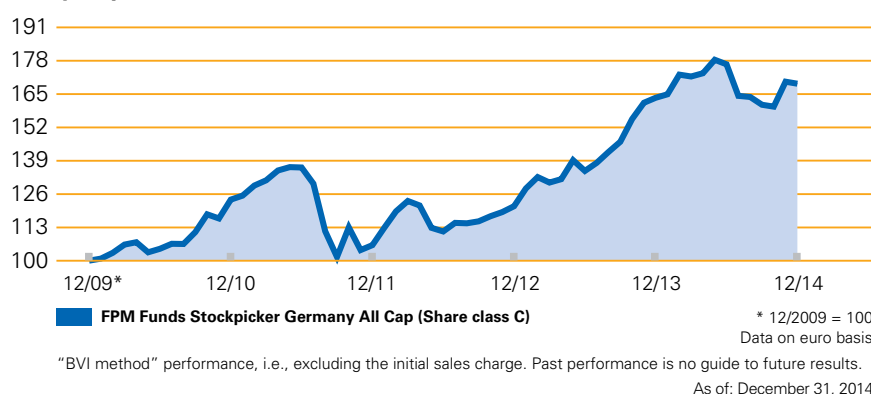
FPM Funds Stockpicker Germany All Cap focused on the entire German equity market. The sub-fund placed a particular emphasis on low valuations and in return accepted reductions in the earnings stability of the companies, which across the entire portfolio can be qualified as average. In the fiscal year through the end of December 2014, the sub-fund recorded an overall appreciation of 3.4% per share (C share class in euro, BVI method).

## Investment policy in the reporting period

Positive contributions to performance came from the increase in holdings of large cap stocks at relatively low valuations and the sale of the equities of smaller companies with above-average valuations. In contrast, the weighting of companies with above-average quality but high valuations was comparatively low. In spite of their high valuations, these securities recorded an above-average increase in prices in the reporting period. As a result, the sub-fund was unable to benefit fully from this development.

Structurally, in view of the valuation differences that had arisen, securities with small and medium market capitalizations were reduced in FPM Funds Stockpicker Germany All Cap while the weighting of large caps was increased. In this process, SAP, Deutsche Bank, Fresenius Medical Care and, temporarily, Linde were added to the sub-fund. The position in Allianz was expanded.

## FPM FUNDS STOCKPICKER GERMANY ALL CAP Five-year performance



## Performance of share classes (in euro)

Share class	ISIN	1 Jahr	3 years	5 years
Class C <sup>1</sup>	LU0124167924	3.4%	59.3%	69.0%
Class I	LU0850380873	4.6%	45.5% <sup>2</sup>	–

<sup>1</sup> Since November 19, 2012 as share class C.

<sup>2</sup> Share class I launched on December 20, 2012.

"BVI method" performance, i.e., excluding the initial sales charge. Past performance is no guide to future results.

As of: December 31, 2014

## Conversion to share class system

The assets of the previous sub-fund, "FPM Funds Stockpicker Germany All Cap," were incorporated in the C share class as of November 19, 2012. On December 20, 2012, a new share class with the following name was launched: FPM Funds Stockpicker Germany All Cap I.

In contrast, the fund management decided to sell smaller securities like the technology company euromicron and the medical technology company Geratherm for liquidity reasons. The shares of generic drug manufacturer STADA were sold due to the sanctions against Russia, the company's most profitable market.

The shares of semiconductor manufacturer Dialog Semiconductor made a very positive contribution to performance; the company profited from strong demand from Apple, its main

customer. The car rental company Sixt also recorded an above-average increase; the company's expansion into the U.S. opened up interesting growth opportunities. In contrast, the performance of the sub-fund was negatively impacted by Deutsche Bank, because ongoing litigation and regulatory hurdles continued to put pressure on results.

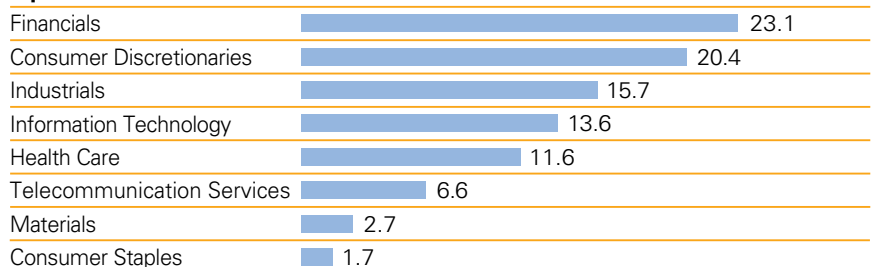
The fund management took advantage of the temporary significant increase in valuations to reduce mid-cap securities such as the biotechnology company

Biotest, the automotive suppliers Grammer, SHW and Elmos and the internet lottery provider Zeal Network, formerly Tip 24. Gains were also realized from the sale of the shares of the plant construction company Dürr after the ongoing high demand from the automotive industry was reflected in the strong performance of this stock.

## FPM FUNDS STOCKPICKER GERMANY ALL CAP

### Investment focus by sector

#### Equities: 95.4%



#### Cash and other assets 4.6

0 5 10 15 20 25 30

■ In % of the fund's net assets

As of: December 31, 2014

Negligible rounding errors may have arisen compared with the investment portfolio due to the rounding of calculated percentages.

# FPM Funds Stockpicker Germany Small/Mid Cap

## Investment objective and performance in the reporting period

FPM Funds Stockpicker Germany Small/Mid Cap invested in equities of small and medium-sized German companies. The sub-fund placed particular emphasis on low valuations and accepted a reduction in the earnings stability of the companies in return. In the fiscal year through the end of December 2014, the sub-fund recorded a fall in value of 2.4% per share (C share class in euro, BVI method).

## Investment policy in the reporting period

While the performance of the portfolio was very positive in the first half of the year due to its overweight in cyclical equities, these equities came under significant price pressure as a result of the intensification of the Ukraine crisis and corresponding growth concerns before the situation began to normalize towards the end of the year. In contrast, the weighting of companies with above-average quality but high valuations was comparatively low. In spite of their high valuations, these securities recorded an above-average performance in the reporting period. As a result, FPM Funds Stockpicker Germany Small/Mid Cap was unable to benefit fully from this development. In addition, real estate stocks, which rose sharply as a result of the further drop in interest rates, were not included in the portfolio because of their relatively high valuations.

The biggest contributions to the portfolio's performance came from the car rental company Sixt, whose expansion

## FPM FUNDS STOCKPICKER GERMANY SMALL/MID CAP Five-year performance



■ FPM Funds Stockpicker Germany Small/Mid Cap (Share class C)

\* 12/2009 = 100  
Data on euro basis

"BVI method" performance, i.e., excluding the initial sales charge. Past performance is no guide to future results.

As of: December 31, 2014

## Performance of share classes (in euro)

Share class	ISIN	1 year	3 years	5 years
Class C <sup>1</sup>	LU0207947044	-2.4%	64.8%	97.3%
Class I	LU1011670111	-8.0% <sup>2</sup>	—	—

<sup>1</sup> Since April 4, 2014 as share class C.

<sup>2</sup> Share class I launched on April 22, 2014.

"BVI method" performance, i.e., excluding the initial sales charge. Past performance is no guide to future results.

As of: December 31, 2014

## Conversion to share class system

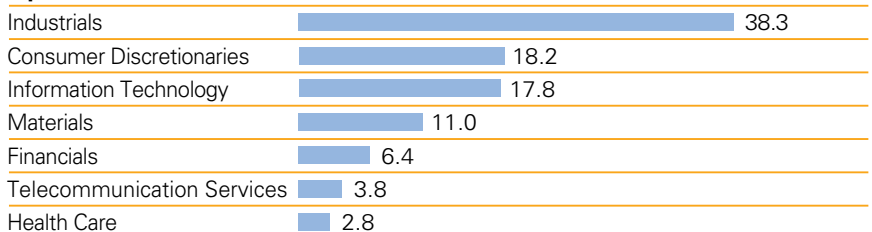
The assets of the previous sub-fund, "FPM Funds Stockpicker Germany Small/Mid Cap" were incorporated in the C share class as of April 11, 2014. On April 22, 2012, a new share class with the following name was launched: FPM Funds Stockpicker Germany Small/Mid Cap I.

into the U.S. opens up interesting growth opportunities, and the IT leasing company Grenkeleasing, which continued to benefit from its strong international expansion, as well as Nordex, which participated in the significant expansion of wind energy. Following a significant increase in its share price, the position in Nordex was completely sold, and profits were taken in the first two companies mentioned above. Salzgitter, which fell again in spite of the company's success in its ongoing restructuring program and a high discount to its book value, made a negative contribution. Süss MicroTec, which was hurt by high start-up costs for new products, and Singulus, where anticipated new orders in the optical disc and solar segments failed to materialize, continued to record below-average performances.

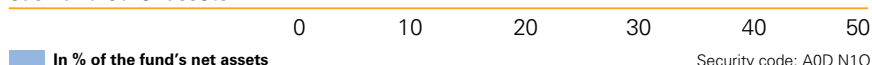
The shares of Bechtle, NORMA, Progress-Werk Oberkirch, QSC, Sartorius and Talanx were among those sold for valuation reasons. New additions to the sub-fund included Stabilus, a manufacturer of gas springs, PSI AG and the company Singulus. The positions in the copper smelter Aurubis and in Manz and Rheinmetall were increased during the year after their share prices dropped sharply.

#### FPM FUNDS STOCKPICKER GERMANY SMALL/MID CAP Investment focus by sector

##### Equities: 98.3%



##### Cash and other assets 1.7



Security code: A0D N1Q  
ISIN: LU0207947044  
As of: December 31, 2014

"BVI method" performance, i.e., excluding the initial sales charge. Past performance is no guide to future results.

# FPM Funds Ladon – European Value

(formerly: FPM Funds Stockpicker Germany Large Cap)

## Investment objective and

### performance in the reporting period

The investment focus of FPM Funds Ladon – European Value was changed as of March 12, 2014, through an adjustment to the investment policy. Since that date, the sub-fund has invested primarily in European equities, supplemented by fixed and floating-rate securities and corporate bonds. In the fiscal year from the beginning of January through the end of December 2014, the sub-fund recorded a decline of 3.0% per share (in euro, BVI method).

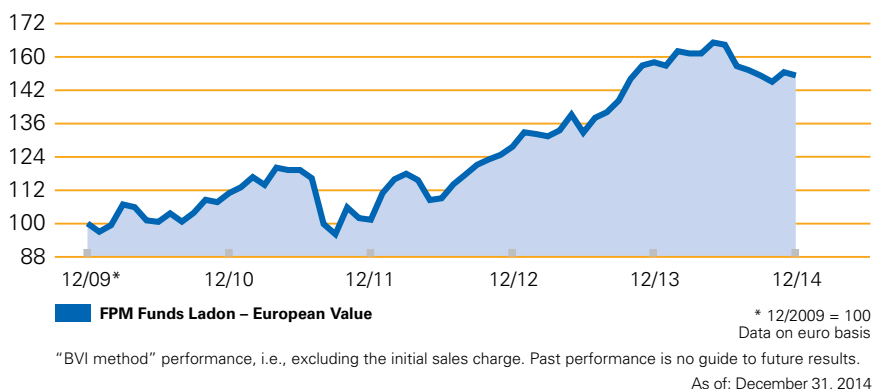
## Investment policy in the reporting period

The underlying portfolio structure has changed due to the adjustment to the investment policy. These changes included selling large-cap German equities in favor of German companies with a lower market capitalization and investments were also made in European equities and corporate bonds. Due to the comparatively low valuations, the sub-fund had a significant overweight in cyclical equities. However, these securities came under significant pressure at times due to the intensification of the Ukraine crisis and corresponding growth concerns, before a recovery began towards the end of the year.

In contrast, the weighting of companies with above-average quality but high valuations was comparatively low. In spite of their high valuations, these securities recorded an above-average performance in the reporting period. As a result, the sub-fund was unable

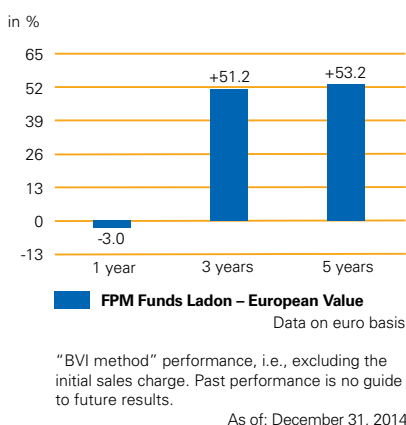
## FPM FUNDS LADON – EUROPEAN VALUE

### Five-year performance



## FPM FUNDS LADON – EUROPEAN VALUE

### Performance at a glance



to benefit fully from this development. Positions in shares of companies from the financial industry (such as Deutsche Bank and Commerzbank) were largely retained due to their very low valuations.

The biggest contributions to fund performance were provided by the automobile manufacturers BMW and Daimler, which had strong sales performances and earnings growth. The French secondary stocks included in the portfolio were also among the top

performers. For example, the French IT service provider BULL was taken over by Atos and this position was then sold at a high profit. The investment in the French engineering services provider Akka Technologies and in the software company Cegedim also recorded strong gains. Cegedim significantly reduced its debt by selling a division of the company at attractive terms.

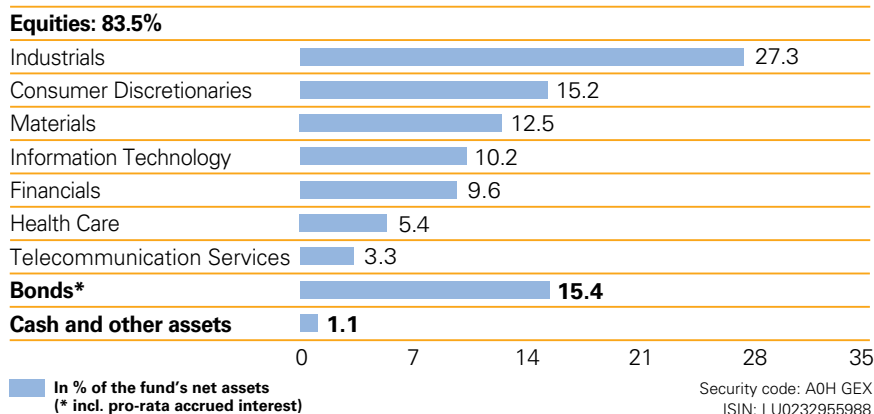
Equities from the financial sector made a negative contribution to performance. The shares of Deutsche Bank lost

considerable value because ongoing litigation and regulatory hurdles continued to put pressure on results. The shares of Rheinmetall continued to be hurt by weak capital expenditures by European governments in the area of armaments accompanied by simultaneously tightened export restrictions.

In the period under review, a major position in Airbus was acquired as the company has a relatively moderate valuation and was one of the chief beneficiaries of the weak euro. The portfolio was rounded out with a larger position in a bond from Singulus, which had recorded a relatively steep decline due to the postponement of contracts and resulting operational losses.

## FPM FUNDS LADON – EUROPEAN VALUE

### Investment focus by sector



"BVI method" performance, i.e., excluding the initial sales charge. Past performance is no guide to future results.

Security code: A0H GEX  
ISIN: LU0232955988  
As of: December 31, 2014



The format used for complete dates  
in securities descriptions in the invest-  
ment portfolio is "day/month/year".

# Investment portfolios and financial statements for the reporting period

# Annual report

## FPM Funds Stockpicker Germany All Cap

### Investment portfolio – December 31, 2014

Description	Count/ currency (– / '000)	Quantity/ principal amount	Purchases/ additions in the reporting period	Sales/ disposals	Market price	Total market value in EUR	% of net assets	
Securities traded on an exchange						144 700 950.03	95.42	
Equities								
Adler Modemärkte (DE000A1H8MU2) . . . . .	Count	312 000		188 000	EUR	13.3810	4 174 872.00	2.75
Allianz SE (DE0008404005) . . . . .	Count	65 000	30 000	5 000	EUR	138.2000	8 983 000.00	5.92
Biotech Pref. (DE0005227235) . . . . .	Count	40 000		100 000	EUR	94.2400	3 769 600.00	2.49
Commerzbank (DE000CBK1001) . . . . .	Count	600 000			EUR	11.0050	6 603 000.00	4.35
Daimler Reg. (DE0007100000) . . . . .	Count	70 000			EUR	69.5700	4 869 900.00	3.21
Deutsche Bank Reg. (DE0005140008) . . . . .	Count	353 333	383 333	30 000	EUR	25.1300	8 879 258.29	5.85
Dialog Semiconductor (GB0059822006) . . . . .	Count	150 000		400 000	EUR	29.2050	4 380 750.00	2.89
DMG MORI SEIKI (DE0005878003) . . . . .	Count	41 694	41 694		EUR	23.5350	981 268.29	0.65
Drägerwerk (DE0005550602) . . . . .	Count	109 000		1 000	EUR	64.2000	6 997 800.00	4.61
Eckert & Ziegler Strahlen- und Medizintechnik (DE0005659700) . . . . .	Count	58 646			EUR	18.9750	1 112 807.85	0.73
Elmos Semiconductor (DE0005677108) . . . . .	Count	280 000		190 000	EUR	16.1200	4 513 600.00	2.98
Evonik Industries Reg. (DE000EVNK013) . . . . .	Count	150 000			EUR	27.2200	4 083 000.00	2.69
Freenet (DE000A0Z2Z25) . . . . .	Count	425 000		175 000	EUR	23.6800	10 064 000.00	6.64
Fresenius Medical Care (DE0005785802) . . . . .	Count	25 000	50 000	25 000	EUR	61.5600	1 539 000.00	1.01
Grammer (DE0005895403) . . . . .	Count	170 000		80 000	EUR	33.3590	5 671 030.00	3.74
Metro Ord. (DE0007257503) . . . . .	Count	100 000	100 000		EUR	25.3600	2 536 000.00	1.67
Nexus (DE0005220909) . . . . .	Count	345 000			EUR	12.0000	4 140 000.00	2.73
Porsche Automobil Holding Pref. (DE000PAH0038) . . . . .	Count	150 000			EUR	67.5200	10 128 000.00	6.68
Rheinmetall Ord. (DE0007030009) . . . . .	Count	131 574	11 574		EUR	36.4000	4 789 293.60	3.16
SAP (DE0007164600) . . . . .	Count	150 000	150 000		EUR	58.4200	8 763 000.00	5.78
Schaltbau Holding (DE0007170300) . . . . .	Count	50 000		100 000	EUR	42.3350	2 116 750.00	1.40
SHW (DE000A1JBPV9) . . . . .	Count	90 000		30 000	EUR	37.0350	3 333 150.00	2.20
Sixt Pref. (DE0007231334) . . . . .	Count	456 000		184 000	EUR	25.6450	11 694 120.00	7.71
Software (DE0003304002) . . . . .	Count	150 000			EUR	20.1800	3 027 000.00	2.00
Talanx Reg. (DE000TLX1005) . . . . .	Count	240 000			EUR	25.3900	6 093 600.00	4.02
Vossloh (DE0007667107) . . . . .	Count	80 000			EUR	53.6300	4 290 400.00	2.83
Wüstenrot & Württembergische Reg. (DE0008051004) . . . . .	Count	245 000			EUR	17.7100	4 338 950.00	2.86
Zeal Network (GB00BHD66J44) . . . . .	Count	72 000	120 000	48 000	EUR	39.2750	2 827 800.00	1.86
Total securities portfolio						144 700 950.03	95.42	
Cash at bank						5 421 020.01	3.57	
Demand deposits at Depositary								
EUR deposits. . . . .	EUR	5 421 020.01			%	100	5 421 020.01	3.57
Other assets						371 365.88	0.25	
Withholding tax claims . . . . .	EUR	371 365.88			%	100	371 365.88	0.25
Receivables from share certificate transactions	EUR	1 305 562.50			%	100	1 305 562.50	0.86
Total assets <sup>1</sup>						151 798 898.42	100.10	
Other liabilities						-8 293.53	-0.01	
Liabilities from cost items. . . . .	EUR	-5 450.99			%	100	-5 450.99	0.00
Additional other liabilities. . . . .	EUR	-2 842.54			%	100	-2 842.54	0.00
Liabilities from share certificate transactions	EUR	-136 442.31			%	100	-136 442.31	-0.09
Net assets						151 654 162.58	100.00	
Net asset value per share and number of shares outstanding	Count/ currency	Net asset value per share in the respective currency						
Net asset value per share								
Class C . . . . .	EUR	300.97						
Class I . . . . .	EUR	14 548.43						
Number of shares outstanding								
Class C . . . . .	Count	360 893.506						
Class I . . . . .	Count	2 958.000						

Negligible rounding errors may have arisen due to the rounding of calculated percentages.

## FPM Funds Stockpicker Germany All Cap

### Composition of the reference portfolio (according to CSSF circular 11/512)

GERM CDAX PERFORMANCE unhedged Constituents

### Market risk exposure (value-at-risk) (according to CSSF circular 11/512)

Lowest market risk exposure . . . . .	%	84.782
Highest market risk exposure . . . . .	%	106.320
Average market risk exposure . . . . .	%	94.174

The values-at-risk were calculated for the period from January 1, 2014, through December 31, 2014, using historical simulation with a 99% confidence level, a 10-day holding period and an effective historical observation period of one year. The risk in a reference portfolio that does not contain derivatives is used as the measurement benchmark. Market risk is the risk to the fund's assets arising from an unfavorable change in market prices. The Company determines the potential market risk by means of the **relative value-at-risk approach** as defined in CSSF circular 11/512.

In the reporting period, the average leverage effect from the use of derivatives was 0.0, whereby the total of the nominal amounts of the derivatives in relation to the fund's assets was used for the calculation (sum-of-notional approach).

The gross exposure generated via derivatives pursuant to point 40 a) of the "Guidelines on ETFs and other UCITS issues" of the European Securities and Markets Authority (ESMA) totaled USD 1,638,370,374.19 as of the reporting date.

### Notes on valuation

Under the responsibility of the Board of Directors of the SICAV, the Management Company determines the net asset values per share and performs the valuation of the assets of the fund. The basic provision of price data and price validation are performed in accordance with the method introduced by the Board of Directors of the SICAV on the basis of the legal and regulatory requirements or the principles for valuation methods defined in the SICAV's prospectus.

If no trading prices are available, prices are determined with the aid of valuation models (derived market values) which are agreed between State Street Bank Luxembourg as external price service provider and the Management Company and which are based as far as possible on market parameters. This procedure is subject to an ongoing monitoring process. The plausibility of price information from third parties is checked through other pricing sources, model calculations or other suitable procedure.

Investments reported in this report are not valued at derived market values.

### Footnotes

<sup>1</sup> Does not include positions with a negative balance, if such exist.

### Transactions completed during the reporting period that no longer appear in the investment portfolio

#### Purchases and sales of securities, investment fund shares and promissory note loans (Schuldscheindarlehen); market classifications are as of the reporting date

Description	Count/ currency (- / '000)	Purchases/ additions	Sales/ disposals
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#### Securities traded on an exchange

##### Equities

Deutsche Bank Right (DE000A11QV10) . . . . .	Count	300 000	300 000
Dürr (DE0005565204) . . . . .	Count		100 000
euromicron Reg. (DE000A1K0300) . . . . .	Count		240 000
Geratherm Medical (DE0005495626) . . . . .	Count		288 834
Linde (DE0006483001) . . . . .	Count	20 000	20 000
RHÖN-KLINIKUM (DE0007042301) . . . . .	Count	75 000	75 000
STADA Arzneimittel Vink. Reg. (DE0007251803) . . . . .	Count		140 000
Tipp24 Reg. (DE0007847147) . . . . .	Count		120 000

## FPM Funds Stockpicker Germany All Cap

### Statement of income and expenses (incl. income adjustment)

for the period from January 1, 2014, through December 31, 2014

#### I. Income

1. Dividends (before withholding tax) . . . . .	EUR	3 267 406.75
2. Interest from investments of liquid assets (before withholding tax) . . . . .	EUR	897.89
3. Deduction for foreign withholding tax . . . . .	EUR	-420 802.35
4. Other income . . . . .	EUR	998.35
<b>Total income . . . . .</b>	<b>EUR</b>	<b>2 848 500.64</b>

#### II. Expenses

1. Interest on borrowings and negative interest on deposits . . . . .	EUR	-791.46
2. Management fee . . . . .	EUR	-2 812 000.80
thereof: Basic management fee . . . . . EUR-1 274 931.55		
Performance-based fee . . . . . EUR-1 537 069.25		
3. Depositary fee . . . . .	EUR	-15 754.73
4. Auditing and publication costs . . . . .	EUR	-28 996.57
5. Other expenses . . . . .	EUR	-85 334.91
thereof: Taxe d'abonnement . . . . . EUR-74 569.25		
Other . . . . . EUR-10 765.66		
<b>Total expenses . . . . .</b>	<b>EUR</b>	<b>-2 942 878.47</b>

III. Net investment income . . . . .	EUR	-94 377.83
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#### IV. Sale transactions

1. Realized gains . . . . .	EUR	20 287 157.80
2. Realized losses . . . . .	EUR	-1 426 335.35

<b>Capital gains/losses . . . . .</b>	<b>EUR</b>	<b>18 860 822.45</b>
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<b>V. Realized net gain/loss for the fiscal year . . . . .</b>	<b>EUR</b>	<b>18 766 444.62</b>
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1. Net change in unrealized appreciation . . . . .	EUR	-10 855 232.52
2. Net change in unrealized depreciation . . . . .	EUR	-4 443 517.56

<b>VI. Unrealized net gain/loss for the fiscal year . . . . .</b>	<b>EUR</b>	<b>-15 298 750.08</b>
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<b>VII. Net gain/loss for the fiscal year . . . . .</b>	<b>EUR</b>	<b>3467694.54</b>
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Note: the net change in unrealized appreciation (depreciation) is calculated by subtracting the total of all unrealized appreciation (depreciation) at the end of the fiscal year from the total of all appreciation (depreciation) at the beginning of the fiscal year. Total unrealized appreciation (depreciation) includes positive (negative) differences resulting from the comparison of the values recognized for the individual assets as of the reporting date with their respective acquisition costs.

Unrealized appreciation/depreciation is shown without income adjustment.

### Total expense ratio / Transaction costs

#### BVI total expense ratio (TER)

The total expense ratios for the share classes were:

Class C 0.99%, Class I 0.79%

The TER expresses total expenses and fees (excluding transaction costs) as a percentage of a fund's average net assets in relation to the respective share class for a given fiscal year.

In addition, as it outperformed the defined benchmark, the fund incurred a performance-based fee of:

Class C 1.40%, Class I 0.18%

of the average net asset value of the respective share class.

#### Transaction costs

The transaction costs paid in the reporting period amounted to EUR 198,143.94.

The transaction costs include all costs that were reported or settled separately for the account of the fund in the reporting period and are directly connected to the purchase or sale of assets. Any financial transaction taxes which may have been paid are included in the calculation.

## FPM Funds Stockpicker Germany All Cap

### Development of the fund's net assets

<b>I. Value of the fund's net assets at the beginning of the fiscal year</b>			
	EUR		<b>174 742 662.50</b>
1. Net inflows	EUR	-28 827 140.80	
a) Inflows from subscriptions	EUR	65 553 401.37	
b) Outflows from redemptions	EUR	-94 380 542.17	
2. Income adjustment	EUR	2 270 946.34	
3. Net gain/loss for the fiscal year	EUR	3 467 694.54	
thereof:			
Net change in unrealized appreciation	EUR	-10 855 232.52	
Net change in unrealized depreciation	EUR	-4 443 517.56	
<b>II. Value of the fund's net assets at the end of the fiscal year</b>			
	EUR		<b>151 654 162.58</b>

### Summary of the gains/losses

<b>Realized gains (incl. income adjustment)</b>	<b>EUR</b>	<b>20 287 157.80</b>
from:		
Securities transactions	EUR	20 287 157.36
(Forward) currency transactions	EUR	0.44
<b>Realized losses (incl. income adjustment)</b>	<b>EUR</b>	<b>-1 426 335.35</b>
from:		
Securities transactions	EUR	-1 426 194.79
(Forward) currency transactions	EUR	-140.56
<b>Net change in unrealized appreciation/depreciation</b>	<b>EUR</b>	<b>-15 298 750.08</b>
from:		
Securities transactions	EUR	-15 298 912.98
(Forward) currency transactions	EUR	162.90

### Details on the distribution policy \*

Class C: The income for the fiscal year is reinvested.

Class I:

Type	As of	Currency	Per share
Final distribution	March 6, 2015	EUR	52.73

The remaining income for the fiscal year is reinvested.

\* Additional information is provided in the sales prospectus.

### Changes in net assets and in the net asset value per share over the last three years

Net assets at the end of the fiscal year

2014.	EUR	151 654 162.58
2013.	EUR	174 742 662.50
2012.	EUR	111 351 643.15

Net asset value per share at the end of the fiscal year

2014	Class C	300.97
	Class I	14 548.43
2013	Class C	291.21
	Class I	13 905.99
2012	Class C	215.90
	Class I	9 985.24

### Transactions processed for the account of the fund's assets via closely related companies (based on major holdings of the Deutsche Bank Group)

The share of transactions conducted for the account of the fund's assets via brokers that are closely related companies and persons (share of 5% and above), amounted to 1.58% of all transactions. The total volume was EUR 1,571,835.70.

# Annual report FPM Funds Stockpicker Germany Small/Mid Cap

## Investment portfolio – December 31, 2014

Description	Count/ currency (– / '000)	Quantity/ principal amount	Purchases/ additions in the reporting period	Sales/ disposals	Market price	Total market value in EUR	% of net assets	
Securities traded on an exchange						42 394 174.13	98.32	
Equities								
Aareal Bank (DE0005408116) . . . . .	Count	30 000		16 000	EUR	33.3500	1 000 500.00	2.32
Aurubis (DE0006766504) . . . . .	Count	50 000	60 000	60 000	EUR	46.7500	2 337 500.00	5.42
Bauer (DE0005168108) . . . . .	Count	70 000	70 000		EUR	13.3860	937 020.00	2.17
CENTROTEC Sustainable (DE0005407506) . . . . .	Count	100 000			EUR	14.1050	1 410 500.00	3.27
Deutsche Effecten- und Wechsel-Beteiligungsgesell. (DE0008041005) . . . . .	Count	200 000	200 000		EUR	1.7300	346 000.00	0.80
DMG MORI SEIKI (DE0005878003) . . . . .	Count	120 000	120 000	150 000	EUR	23.5350	2 824 200.00	6.55
Freenet (DE000A0Z2Z5) . . . . .	Count	70 000	20 000	50 000	EUR	23.6800	1 657 600.00	3.84
GfK (DE0005875306) . . . . .	Count	35 000	20 000	5 000	EUR	33.8650	1 185 275.00	2.75
Grenkeleasing (DE0005865901) . . . . .	Count	16 000		14 000	EUR	88.9700	1 423 520.00	3.30
Jungheinrich Pref. (DE0006219934) . . . . .	Count	20 000			EUR	52.2000	1 044 000.00	2.42
Klöckner & Co. (DE000KC01000) . . . . .	Count	150 000	30 000	10 000	EUR	9.0200	1 353 000.00	3.14
KROMI Logistik (DE000A0KFUJ5) . . . . .	Count	48 725			EUR	9.0400	440 474.00	1.02
Leoni Reg. (DE0005408884) . . . . .	Count	45 000	35 000	50 000	EUR	49.5050	2 227 725.00	5.17
Manz (DE000A0JQ5U3) . . . . .	Count	20 000	10 000	5 000	EUR	56.3100	1 126 200.00	2.61
Matica Technologies (DE000A0JELZ5) . . . . .	Count	51 352		93 503	EUR	0.8100	41 595.12	0.10
MBB Industries (DE000A0ETBQ4) . . . . .	Count	66 982		3 018	EUR	20.5550	1 376 815.01	3.19
Nexus (DE0005220909) . . . . .	Count	100 000		29 657	EUR	12.0000	1 200 000.00	2.78
PNE WIND (DE000A0JBPG2) . . . . .	Count	300 000	300 000		EUR	2.2100	663 000.00	1.54
PSI AG für Produkte und Systeme d.Informationsec. (DE000A0Z1JH9) . . . . .	Count	50 000	50 000		EUR	11.7950	589 750.00	1.37
Rheinmetall Ord. (DE0007030009) . . . . .	Count	51 700	16 700	15 000	EUR	36.4000	1 881 880.00	4.36
S&T (AT0000A0E9W5) . . . . .	Count	350 000	301 682	42 624	EUR	3.1620	1 106 700.00	2.57
SAF Holland (LU0307018795) . . . . .	Count	150 000		10 000	EUR	11.1850	1 677 750.00	3.89
Salzgitter (DE0006202005) . . . . .	Count	60 000	95 000	35 000	EUR	23.3800	1 402 800.00	3.25
SHW (DE000A1JBPV9) . . . . .	Count	30 000			EUR	37.0350	1 111 050.00	2.58
Singulus Technologies (DE0007238909) . . . . .	Count	1 600 000	1 837 000	237 000	EUR	0.6890	1 102 400.00	2.56
Sixt Pref. (DE0007231334) . . . . .	Count	65 000		23 000	EUR	25.6450	1 666 925.00	3.87
Software (DE0003304002) . . . . .	Count	50 000		10 000	EUR	20.1800	1 009 000.00	2.34
Stabilus (LU1066226637) . . . . .	Count	39 000	39 000		EUR	25.4500	992 550.00	2.30
STO SE & Co. Pref. (DE0007274136) . . . . .	Count	8 000		10 182	EUR	125.9500	1 007 600.00	2.34
Süss MicroTec Reg. (DE000A1K0235) . . . . .	Count	450 000	286 500	66 500	EUR	4.7080	2 118 600.00	4.91
Takkt (DE0007446007) . . . . .	Count	120 000		80 094	EUR	13.6800	1 641 600.00	3.81
United Internet Reg. (DE0005089031) . . . . .	Count	45 000		25 000	EUR	37.4710	1 686 195.00	3.91
Vossloh (DE0007667107) . . . . .	Count	15 000	4 000	5 000	EUR	53.6300	804 450.00	1.87
Total securities portfolio						42 394 174.13	98.32	
Cash at bank						683 167.98	1.58	
Demand deposits at Depositary								
EUR deposits. . . . .	EUR	683 167.98			% 100	683 167.98	1.58	
Other assets						99 938.11	0.23	
Withholding tax claims . . . . .	EUR	99 938.11			% 100	99 938.11	0.23	
Receivables from share certificate transactions						228.88	0.00	
Total assets <sup>1</sup>						43 177 509.10	100.13	
Other liabilities						-7 341.95	-0.02	
Liabilities from cost items . . . . .	EUR	-4 880.99			% 100	-4 880.99	-0.01	
Additional other liabilities. . . . .	EUR	-2 460.96			% 100	-2 460.96	-0.01	
Liabilities from share certificate transactions						-48 980.32	-0.11	
Net assets						43 121 186.83	100.00	
Net asset value per share and number of shares outstanding								
Net asset value per share								
Class C . . . . .	EUR					229.64		
Class I . . . . .	EUR					920.10		
Number of shares outstanding								
Class C . . . . .	Count					172 758.193		
Class I . . . . .	Count					3 749.000		

Negligible rounding errors may have arisen due to the rounding of calculated percentages.

## FPM Funds Stockpicker Germany Small/Mid Cap

### Composition of the reference portfolio (according to CSSF circular 11/512)

50% EURO STOXX Small Constituents, 50% Dax Midcap Performance Index

### Market risk exposure (value-at-risk) (according to CSSF circular 11/512)

Lowest market risk exposure . . . . .	%	86.941
Highest market risk exposure . . . . .	%	133.359
Average market risk exposure . . . . .	%	107.014

The values-at-risk were calculated for the period from January 1, 2014, through December 31, 2014, using historical simulation with a 99% confidence level, a 10-day holding period and an effective historical observation period of one year. The risk in a reference portfolio that does not contain derivatives is used as the measurement benchmark. Market risk is the risk to the fund's assets arising from an unfavorable change in market prices. The Company determines the potential market risk by means of the **relative value-at-risk approach** as defined in CSSF circular 11/512.

In the reporting period, the average leverage effect from the use of derivatives was 0.0, whereby the total of the nominal amounts of the derivatives in relation to the fund's assets was used for the calculation (sum-of-notional approach).

The gross exposure generated via derivatives pursuant to point 40 a) of the "Guidelines on ETFs and other UCITS issues" of the European Securities and Markets Authority (ESMA) totaled USD 0.00 as of the reporting date.

### Notes on valuation

Under the responsibility of the Board of Directors of the SICAV, the Management Company determines the net asset values per share and performs the valuation of the assets of the fund. The basic provision of price data and price validation are performed in accordance with the method introduced by the Board of Directors of the SICAV on the basis of the legal and regulatory requirements or the principles for valuation methods defined in the SICAV's prospectus.

If no trading prices are available, prices are determined with the aid of valuation models (derived market values) which are agreed between State Street Bank Luxembourg as external price service provider and the Management Company and which are based as far as possible on market parameters. This procedure is subject to an ongoing monitoring process. The plausibility of price information from third parties is checked through other pricing sources, model calculations or other suitable procedure.

Investments reported in this report are not valued at derived market values.

### Footnotes

<sup>1</sup> Does not include positions with a negative balance, if such exist.

### Transactions completed during the reporting period that no longer appear in the investment portfolio

#### Purchases and sales of securities, investment fund shares and promissory note loans (Schuldscheindarlehen); market classifications are as of the reporting date

Description	Count/ currency (- / '000)	Purchases/ additions	Sales/ disposals
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#### Securities traded on an exchange

##### Equities

Bechtle (DE0005158703) . . . . .	Count		27 000
CEWE Stiftung & Co. (DE0005403901) . . . . .	Count		25 000
Gerry Weber International (DE0003304101) . . . . .	Count	5 205	33 155
Nordex (DE000A0D6554) . . . . .	Count	130 000	230 000
NORMA Group (DE000A1H8BV3) . . . . .	Count		35 000
Progress-Werk Oberkirch (DE0006968001) . . . . .	Count		14 736
QSC Reg. (DE0005137004) . . . . .	Count		290 000
RHÖN-KLINIKUM (DE0007042301) . . . . .	Count	25 000	50 000
Sartorius Pref. (DE0007165631) . . . . .	Count		28 000
Talanx Reg. (DE000TLX1005) . . . . .	Count	110 000	110 000

## FPM Funds Stockpicker Germany Small/Mid Cap

### Statement of income and expenses (incl. income adjustment)

for the period from January 1, 2014, through December 31, 2014

#### I. Income

1. Dividends (before withholding tax) . . . . .	EUR	721 814.43
2. Interest from investments of liquid assets (before withholding tax) . . . . .	EUR	239.01
3. Deduction for foreign withholding tax . . . . .	EUR	-104 135.55
4. Other income . . . . .	EUR	162.22
<b>Total income . . . . .</b>	<b>EUR</b>	<b>618 080.11</b>

#### II. Expenses

1. Interest on borrowings and negative interest on deposits . . . . .	EUR	-428.11
2. Management fee . . . . .	EUR	-1 171 477.68
thereof:		
Basic management fee . . . . .	EUR	-542 495.07
Performance-based fee . . . . .	EUR	-628 982.61
3. Depositary fee . . . . .	EUR	-22 705.38
4. Auditing and publication costs . . . . .	EUR	-23 860.03
5. Other expenses . . . . .	EUR	-26 481.00
thereof:		
Taxe d'abonnement . . . . .	EUR	-21 244.87
Other . . . . .	EUR	-5 236.13
<b>Total expenses . . . . .</b>	<b>EUR</b>	<b>-1 244 952.20</b>

<b>III. Net investment income . . . . .</b>	<b>EUR</b>	<b>-626 872.09</b>
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#### IV. Sale transactions

1. Realized gains . . . . .	EUR	8 323 315.53
2. Realized losses . . . . .	EUR	-1 068 241.64

<b>Capital gains/losses . . . . .</b>	<b>EUR</b>	<b>7 255 073.89</b>
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<b>V. Realized net gain/loss for the fiscal year . . . . .</b>	<b>EUR</b>	<b>6 628 201.80</b>
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1. Net change in unrealized appreciation . . . . .	EUR	-7 777 702.05
2. Net change in unrealized depreciation . . . . .	EUR	-2 591 257.51

<b>VI. Unrealized net gain/loss for the fiscal year . . . . .</b>	<b>EUR</b>	<b>-10 368 959.56</b>
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<b>VII. Net gain/loss for the fiscal year . . . . .</b>	<b>EUR</b>	<b>-3 740 757.76</b>
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Note: the net change in unrealized appreciation (depreciation) is calculated by subtracting the total of all unrealized appreciation (depreciation) at the end of the fiscal year from the total of all appreciation (depreciation) at the beginning of the fiscal year. Total unrealized appreciation (depreciation) includes positive (negative) differences resulting from the comparison of the values recognized for the individual assets as of the reporting date with their respective acquisition costs.

Unrealized appreciation/depreciation is shown without income adjustment.

### Total expense ratio / Transaction costs

#### BVI total expense ratio (TER)

The total expense ratios for the share classes were:

Class C 1.37%,                      Class I 0.83%

The TER expresses total expenses and fees (excluding transaction costs) as a percentage of a fund's average net assets in relation to the respective share class for a given fiscal year.

In addition, as it outperformed the defined benchmark, the fund incurred a performance-based fee of:

Class C 1.66%,

of the average net asset value of the respective share class.

#### Transaction costs

The transaction costs paid in the reporting period amounted to EUR 126,540.98.

The transaction costs include all costs that were reported or settled separately for the account of the fund in the reporting period and are directly connected to the purchase or sale of assets. Any financial transaction taxes which may have been paid are included in the calculation.

## FPM Funds Stockpicker Germany Small/Mid Cap

### Development of the fund's net assets

<b>I. Value of the fund's net assets at the beginning of the fiscal year</b>			
	EUR		<b>55 657 421.69</b>
1. Net inflows	EUR	-10 700 567.32	
a) Inflows from subscriptions	EUR	52 468 696.45	
b) Outflows from redemptions	EUR	-63 169 263.77	
2. Income adjustment	EUR	1 905 090.22	
3. Net gain/loss for the fiscal year	EUR	-3 740 757.76	
thereof:			
Net change in unrealized appreciation	EUR	-7 777 702.05	
Net change in unrealized depreciation	EUR	-2 591 257.51	
<b>II. Value of the fund's net assets at the end of the fiscal year</b>			
	EUR		<b>43 121 186.83</b>

### Summary of the gains/losses

<b>Realized gains (incl. income adjustment)</b>	EUR	<b>8 323 315.53</b>
from:		
Securities transactions	EUR	8 323 314.82
(Forward) currency transactions	EUR	0.71
<b>Realized losses (incl. income adjustment)</b>	EUR	<b>-1 068 241.64</b>
from:		
Securities transactions	EUR	-1 068 241.64
<b>Net change in unrealized appreciation/depreciation</b>	EUR	<b>-10 368 959.56</b>
from:		
Securities transactions	EUR	-10 368 959.56

### Details on the distribution policy \*

Class C: The income for the fiscal year is reinvested.

Class I:

Type	As of	Currency	Per share
Final distribution	March 6, 2015	EUR	1.13

\* Additional information is provided in the sales prospectus.

### Changes in net assets and in the net asset value per share over the last three years

Net assets at the end of the fiscal year

2014.	EUR	43 121 186.83
2013.	EUR	55 657 421.69
2012.	EUR	30 584 189.53

Net asset value per share at the end of the fiscal year

2014	Class C	229.64
	Class I	920.10
	Class I (date of first official pricing April 23, 2014)	1 001.70
2013	Class C	235.38
2012	Class C	172.16

### Transactions processed for the account of the fund's assets via closely related companies (based on major holdings of the Deutsche Bank Group)

The share of transactions conducted for the account of the fund's assets via brokers that are closely related companies and persons (share of 5% and above), amounted to 0.74% of all transactions. The total volume was EUR 464,321.06.

# Annual report

## FPM Funds Ladon – European Value

(formerly: FPM Funds Stockpicker Germany Large Cap)

### Investment portfolio – December 31, 2014

Description	Count/ currency (– / '000)	Quantity/ principal amount	Purchases/ additions in the reporting period	Sales/ disposals	Market price	Total market value in EUR	% of net assets	
Securities traded on an exchange						4 254 849.75	97.74	
Equities								
Airbus Group (NL0000235190) . . . . .	Count	7 000	8 000	1 000	EUR	41.2100	288 470.00	6.63
Akka Technologies (FR0004180537) . . . . .	Count	8 000	10 000	2 000	EUR	28.4300	227 440.00	5.22
Applus Services (ES0105022000) . . . . .	Count	10 000	10 000		EUR	8.7200	87 200.00	2.00
Aurubis (DE0006766504) . . . . .	Count	4 500	7 000	2 500	EUR	46.7500	210 375.00	4.83
BMW Ord. (DE0005190003) . . . . .	Count	1 500		1 700	EUR	90.2000	135 300.00	3.11
Cegedim (FR0000053506) . . . . .	Count	8 000	8 000		EUR	29.1400	233 120.00	5.36
Commerzbank (DE000CBK1001) . . . . .	Count	15 000		10 000	EUR	11.0050	165 075.00	3.79
Daimler Reg. (DE0007100000) . . . . .	Count	2 700		3 600	EUR	69.5700	187 839.00	4.31
Deutsche Bank Reg. (DE0005140008) . . . . .	Count	10 000	2 777	8 577	EUR	25.1300	251 300.00	5.77
DMG MORI SEIKI (DE0005878003) . . . . .	Count	9 000	12 000	3 000	EUR	23.5350	211 815.00	4.87
Freenet (DE000A0Z2Z5) . . . . .	Count	6 000		6 000	EUR	23.6800	142 080.00	3.26
GameLoft (FR0000079600) . . . . .	Count	43 000	50 000	7 000	EUR	3.2400	139 320.00	3.20
HeidelbergCement (DE0006047004) . . . . .	Count	3 300		4 800	EUR	58.9000	194 370.00	4.46
Leoni Reg. (DE0005408884) . . . . .	Count	3 500	3 500		EUR	49.5050	173 267.50	3.98
Porsche Automobil Holding Pref. (DE000PAH0038) . . . . .	Count	2 500		2 300	EUR	67.5200	168 800.00	3.88
Rheinmetall Ord. (DE0007030009) . . . . .	Count	6 200	8 400	2 200	EUR	36.4000	225 680.00	5.18
SAP (DE0007164600) . . . . .	Count	1 800		3 200	EUR	58.4200	105 156.00	2.42
SergeFerrari Group (FR0011950682) . . . . .	Count	12 000	27 000	15 000	EUR	11.6000	139 200.00	3.20
Stabilus (LU1066226637) . . . . .	Count	6 000	6 000		EUR	25.4500	152 700.00	3.51
Süss MicroTec Reg. (DE000A1K0235) . . . . .	Count	42 000	62 000	20 000	EUR	4.7080	197 736.00	4.54
Interest-bearing securities								
6.0000 % DEWB 14/11.04.19 IHS (DE000A11QF77) . .	EUR	180	200	20	%	102.1250	183 825.00	4.22
7.7500 % Singulus Technologies 12/23.03.17 (DE000A1MASJ4) . . . . .	EUR	600	600		%	42.7500	256 500.00	5.89
7.9500 % Touax 13/und (FR0011547108) . . . . .	EUR	175	200	25	%	101.8750	178 281.25	4.10
Total securities portfolio						4 254 849.75	97.74	
Cash at bank						46 355.68	1.06	
Demand deposits at Depositary								
EUR deposits. . . . .	EUR	46 355.68			%	100	46 355.68	1.06
Other assets						58 084.69	1.33	
Interest receivable . . . . .	EUR	49 658.63			%	100	49 658.63	1.14
Withholding tax claims . . . . .	EUR	8 426.06			%	100	8 426.06	0.19
Total assets <sup>1</sup>						4 359 290.12	100.14	
Other liabilities						-5 824.35	-0.13	
Liabilities from cost items . . . . .	EUR	-5 824.35			%	100	-5 824.35	-0.13
Liabilities from share certificate transactions						EUR	-165.87	0.00
Net assets						4 353 299.90	100.00	
Net asset value per share						166.15		
Number of shares outstanding						26 201.000		

Negligible rounding errors may have arisen due to the rounding of calculated percentages.

## FPM Funds Ladon – European Value

### Composition of the reference portfolio (according to CSSF circular 11/512)

50% DAX - Constituents, 50% EURO STOXX 50 Constituents from March 12, 2014, through December 31, 2014

DAX - Constituents from January 1, 2014, through March 11, 2014

### Market risk exposure (value-at-risk) (according to CSSF circular 11/512)

Lowest market risk exposure . . . . .	%	75.847
Highest market risk exposure . . . . .	%	111.056
Average market risk exposure . . . . .	%	90.161

The values-at-risk were calculated for the period from January 1, 2014, through December 31, 2014, using historical simulation with a 99% confidence level, a 10-day holding period and an effective historical observation period of one year. The risk in a reference portfolio that does not contain derivatives is used as the measurement benchmark. Market risk is the risk to the fund's assets arising from an unfavorable change in market prices. The Company determines the potential market risk by means of the **relative value-at-risk approach** as defined in CSSF circular 11/512.

In the reporting period, the average leverage effect from the use of derivatives was 0.0, whereby the total of the nominal amounts of the derivatives in relation to the fund's assets was used for the calculation (sum-of-notional approach).

The gross exposure generated via derivatives pursuant to point 40 a) of the "Guidelines on ETFs and other UCITS issues" of the European Securities and Markets Authority (ESMA) totaled USD 0.00 as of the reporting date.

### Notes on valuation

Under the responsibility of the Board of Directors of the SICAV, the Management Company determines the net asset values per share and performs the valuation of the assets of the fund. The basic provision of price data and price validation are performed in accordance with the method introduced by the Board of Directors of the SICAV on the basis of the legal and regulatory requirements or the principles for valuation methods defined in the SICAV's prospectus.

If no trading prices are available, prices are determined with the aid of valuation models (derived market values) which are agreed between State Street Bank Luxembourg as external price service provider and the Management Company and which are based as far as possible on market parameters. This procedure is subject to an ongoing monitoring process. The plausibility of price information from third parties is checked through other pricing sources, model calculations or other suitable procedure.

Investments reported in this report are not valued at derived market values.

### Footnotes

<sup>1</sup> Does not include positions with a negative balance, if such exist.

### Transactions completed during the reporting period that no longer appear in the investment portfolio

Purchases and sales of securities, investment fund shares and promissory note loans (Schuldscheindarlehen); market classifications are as of the reporting date

Description	Count/ currency (– / '000)	Purchases/ additions	Sales/ disposals
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#### Securities traded on an exchange

##### Equities

Allianz SE (DE0008404005) . . . . .	Count		2 000
BASF Reg. (DE000BASF111) . . . . .	Count		2 800
Bayer (DE000BAY0017) . . . . .	Count		2 400
Deutsche Bank Right (DE000A11QV10) . . . . .	Count	10 000	10 000
Deutsche Lufthansa Vink. Reg. (DE0008232125) . . . . .	Count		16 000
Deutsche Telekom Reg. (DE0005557508) . . . . .	Count		20 000
Fresenius (DE0005785604) . . . . .	Count	2 600	4 600
Lanxess (DE0005470405) . . . . .	Count		5 500
Linde (DE0006483001) . . . . .	Count	500	2 100
Münchener Rückversicherungs-Gesellschaft Vink.Reg. (DE0008430026) . . . . .	Count		1 600
Salzgitter (DE0006202005) . . . . .	Count	2 600	9 000
Siemens Reg. (DE0007236101) . . . . .	Count		2 000
ThyssenKrupp (DE0007500001) . . . . .	Count		15 000

##### Unlisted securities

##### Equities

Bull (FR0010266601) . . . . .	Count	50 000	50 000
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##### Interest-bearing securities

7.9500 % Touax 13/und. S.MAY (FR0011927482) .	EUR	200	200
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## FPM Funds Ladon – European Value

### Statement of income and expenses (incl. income adjustment)

for the period from January 1, 2014, through December 31, 2014

#### I. Income

1. Dividends (before withholding tax) . . . . .	EUR	80 282.27
2. Interest from securities (before withholding tax) . . . . .	EUR	28 082.49
3. Interest from investments of liquid assets (before withholding tax) . . . . .	EUR	31.30
4. Deduction for foreign withholding tax . . . . .	EUR	-11 302.00
5. Other income . . . . .	EUR	717.55
<b>Total income . . . . .</b>	<b>EUR</b>	<b>97 811.61</b>

#### II. Expenses

1. Interest on borrowings and negative interest on deposits . . . . .	EUR	-21.91
2. Management fee . . . . .	EUR	-55 701.00
thereof:		
Basic management fee . . . . .	EUR	-53 085.30
Performance-based fee . . . . .	EUR	-2 615.70
3. Depositary fee . . . . .	EUR	-2 291.07
4. Auditing and publication costs . . . . .	EUR	-23 742.07
5. Other expenses . . . . .	EUR	-5 781.74
thereof:		
Taxe d'abonnement . . . . .	EUR	-2 139.89
Other . . . . .	EUR	-3 641.85
<b>Total expenses . . . . .</b>	<b>EUR</b>	<b>-87 537.79</b>

III. Net investment income . . . . .	EUR	10 273.82
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#### IV. Sale transactions

1. Realized gains . . . . .	EUR	1 053 934.95
2. Realized losses . . . . .	EUR	-191 642.52

<b>Capital gains/losses . . . . .</b>	<b>EUR</b>	<b>862 292.43</b>
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<b>V. Realized net gain/loss for the fiscal year . . . . .</b>	<b>EUR</b>	<b>872 566.25</b>
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1. Net change in unrealized appreciation . . . . .	EUR	-813 626.24
2. Net change in unrealized depreciation . . . . .	EUR	-278 966.72

<b>VI. Unrealized net gain/loss for the fiscal year . . . . .</b>	<b>EUR</b>	<b>-1 092 592.96</b>
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<b>VII. Net gain/loss for the fiscal year . . . . .</b>	<b>EUR</b>	<b>-220 026.71</b>
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Note: the net change in unrealized appreciation (depreciation) is calculated by subtracting the total of all unrealized appreciation (depreciation) at the end of the fiscal year from the total of all appreciation (depreciation) at the beginning of the fiscal year. Total unrealized appreciation (depreciation) includes positive (negative) differences resulting from the comparison of the values recognized for the individual assets as of the reporting date with their respective acquisition costs.

Unrealized appreciation/depreciation is shown without income adjustment.

#### BVI total expense ratio (TER)

The total expense ratio was 1.86% p.a. The TER expresses total expenses and fees (excluding transaction costs) as a percentage of the fund's average net assets for a given fiscal year.

In addition, as it outperformed the defined benchmark, the fund incurred a performance-based fee of 0.06 % calculated on the fund's average net assets.

#### Transaction costs

The transaction costs paid in the reporting period amounted to EUR 18,635.01.

The transaction costs include all costs that were reported or settled separately for the account of the fund in the reporting period and are directly connected to the purchase or sale of assets. Any financial transaction taxes which may have been paid are included in the calculation.

### Development of the fund's net assets

I. Value of the fund's net assets at the beginning of the fiscal year . . . . .	EUR	6 864 515.12
1. Net inflows . . . . .	EUR	-2 400 751.27
a) Inflows from subscriptions . . . . .	EUR	893 440.78
b) Outflows from redemptions . . . . .	EUR	-3 294 192.05
2. Income adjustment . . . . .	EUR	109 562.76
3. Net gain/loss for the fiscal year . . . . .	EUR	-220 026.71
thereof:		
Net change in unrealized appreciation . . . . .	EUR	-813 626.24
Net change in unrealized depreciation . . . . .	EUR	-278 966.72

<b>II. Value of the fund's net assets at the end of the fiscal year . . . . .</b>	<b>EUR</b>	<b>4 353 299.90</b>
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### Summary of the gains/losses

<b>Realized gains (incl. income adjustment) . . . . .</b>	<b>EUR</b>	<b>1 053 934.95</b>
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from:		
Securities transactions . . . . .	EUR	1 053 934.95

<b>Realized losses (incl. income adjustment) . . . . .</b>	<b>EUR</b>	<b>-191 642.52</b>
--	------------	--------------------

from:		
Securities transactions . . . . .	EUR	-191 642.52

<b>Net change in unrealized appreciation/depreciation . . .</b>	<b>EUR</b>	<b>-1 092 592.96</b>
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from:		
Securities transactions . . . . .	EUR	-1 092 592.96

### Details on the distribution policy\*

Type	As of	Currency	Per share
Final distribution	March 6, 2015	EUR	0.11

The remaining income for the fiscal year is reinvested.

\* Additional information is provided in the sales prospectus.

### Changes in net assets and in the net asset value per share over the last three years

	Net assets at the end of the fiscal year EUR	Net asset value per share EUR
2014 . . . . .	4 353 299.90	166.15
2013 . . . . .	6 864 515.12	171.30
2012 . . . . .	9 101 049.29	138.35

### Transactions processed for the account of the fund's assets via closely related companies (based on major holdings of the Deutsche Bank Group)

The share of transactions conducted for the account of the fund's assets via brokers that are closely related companies and persons (share of 5% and above), amounted to 0.21% of all transactions. The total volume was EUR 20,813.87.



# FPM Funds SICAV – December 31, 2014

## Portfolio composition (in EUR)

	FPM Funds SICAV Consolidated	FPM Funds Ladon – European Value	FPM Funds Stockpicker Germany All Cap **	FPM Funds Stockpicker Germany Small/Mid Cap **
Securities portfolio	191 349 973.91	4 254 849.75	144 700 950.03	42 394 174.13
cash at bank	6 150 543.67	46 355.68	5 421 020.01	683 167.98
Other assets	529 388.68	58 084.69	371 365.88	99 938.11
Receivables from share certificate transactions	1 305 791.38	–	1 305 562.50	228.88
Total assets <sup>1)</sup>	199 335 697.64	4 359 290.12	151 798 898.42	43 177 509.10
Other liabilities	- 21 459.83	- 5 824.35	- 8 293.53	- 7 341.95
Liabilities from share certificate transactions	- 185 588.50	- 165.87	- 136 442.31	- 48 980.32
<b>= Net assets</b>	<b>199 128 649.31</b>	<b>4 353 299.90</b>	<b>151 654 162.58</b>	<b>43 121 186.83</b>

## Statement of income and expenses incl. income adjustment (in EUR)

	FPM Funds SICAV Consolidated	FPM Funds Ladon – European Value	FPM Funds Stockpicker Germany All Cap **	FPM Funds Stockpicker Germany Small/Mid Cap **
Dividends (before withholding tax)	4 069 503.45	80 282.27	3 267 406.75	721 814.43
Interest from securities (before withholding tax)	28 082.49	28 082.49	–	–
Interest from investments of liquid assets (before withholding tax)	1 168.20	31.30	897.89	239.01
Deduction for foreign withholding tax	- 536 239.90	- 11 302.00	- 420 802.35	- 104 135.55
Other income	1 878.12	717.55	998.35	162.22
<b>= Total income</b>	<b>3 564 392.36</b>	<b>97 811.61</b>	<b>2 848 500.64</b>	<b>618 080.11</b>
Interest on borrowings and negative interest on deposits	- 1 241.48	- 21.91	- 791.46	- 428.11
Management fee	- 4 039 179.48	- 55 701.00	- 2 812 000.80	- 1 171 477.68
Depository fee	- 40 751.18	- 2 291.07	- 15 754.73	- 22 705.38
Auditing and publication costs	- 76 598.67	- 23 742.07	- 28 996.57	- 23 860.03
Other expenses	- 117 597.65	- 5 781.74	- 85 334.91	- 26 481.00
<b>= Total expenses</b>	<b>- 4 275 368.46</b>	<b>- 87 537.79</b>	<b>- 2 942 878.47</b>	<b>- 1 244 952.20</b>
<b>= Net investment income</b>	<b>- 710 976.10</b>	<b>10 273.82</b>	<b>- 94 377.83</b>	<b>- 626 872.09</b>

## Development of the fund's net assets (in EUR)

	FPM Funds SICAV Consolidated	FPM Funds Ladon – European Value	FPM Funds Stockpicker Germany All Cap **	FPM Funds Stockpicker Germany Small/Mid Cap **
Value of the fund's net assets at the beginning of the fiscal year	237 264 599.31	6 864 515.12	174 742 662.50	55 657 421.69
Net inflows	- 41 928 459.39	- 2 400 751.27	- 28 827 140.80	- 10 700 567.32
Income adjustment	4 285 599.32	109 562.76	2 270 946.34	1 905 090.22
Net gain/loss for the fiscal year	- 493 089.93	- 220 026.71	3 467 694.54	- 3 740 757.76
<u>thereof:</u>				
Net change in unrealized appreciation	- 19 446 560.81	- 813 626.24	- 10 855 232.52	- 7 777 702.05
Net change in unrealized depreciation	- 7 313 741.79	- 278 966.72	- 4 443 517.56	- 2 591 257.51
<b>= Value of the fund's net assets at the end of the fiscal year</b>	<b>199 128 649.31</b>	<b>4 353 299.90</b>	<b>151 654 162.58</b>	<b>43 121 186.83</b>

# FPM Funds SICAV – December 31, 2014

Three-year performance (in EUR)				
	<b>FPM Funds SICAV</b> Consolidated	<b>FPM Funds Ladon – European Value</b>	<b>FPM Funds Stockpicker Germany All Cap **</b>	<b>FPM Funds Stockpicker Germany Small/Mid Cap **</b>
Net assets at the end of the fiscal year				
2014	199 128 649.31	4 353 299.90	151 654 162.58	43 121 186.83
2013	237 264 599.31	6 864 515.12	174 742 662.50	55 657 421.69
2012	151 036 881.97	9 101 049.29	111 351 643.15	30 584 189.53
Net asset value per share at the end of the fiscal year				
2014		166.15		
2013		171.30		
2012		138.35		

<sup>1)</sup> Does not include positions with a negative balance, if such exist.

\*\* The sub-funds FPM Funds Stockpicker Germany All Cap and FPM Funds Stockpicker Germany Small/Mid Cap are share class funds. The details of the net asset value per share of the individual share classes are presented in the "Changes in net assets and in net asset value per share over the last three years" section at the end of the respective investment portfolio.



KPMG issued an unqualified audit opinion for the full annual report of this SICAV (Société d'Investissement à Capital Variable). The translation of the report of the Réviseur d'Entreprises agréé (the independent auditor's opinion) is as follows:

**KPMG Luxembourg, Société coopérative**  
39, Avenue John F. Kennedy  
L-1855 Luxembourg

Tel: +352 22 51 51 1  
Fax: +352 22 51 71  
Email: [info@kpmg.lu](mailto:info@kpmg.lu)  
Internet: [www.kpmg.lu](http://www.kpmg.lu)

## REPORT OF THE RÉVISEUR D'ENTREPRISES AGRÉÉ

### To the shareholders of FPM Funds SICAV

We have audited the accompanying financial statements of FPM Funds SICAV and its respective sub-funds, which comprise the statement of net assets, the statement of investments in the securities portfolio and other net assets as of December 31, 2014, the statement of income and expenses and the statement of changes in net assets for the fiscal year then ended, as well as a summary of significant accounting policies and other explanatory notes to the financial statements.

### Responsibility of the Board of Directors of the SICAV for the Financial Statements

The Board of Directors of the SICAV is responsible for the preparation and proper overall presentation of the financial statements in accordance with Luxembourg legal and regulatory requirements relating to the preparation of financial statements and for the internal controls considered necessary to enable the financial statements to be prepared such that they are free from material misstatement, irrespective of whether this is due to fraud or error.

### Responsibility of the Réviseur d'Entreprises agréé

Our responsibility is to express an opinion on these annual accounts based on our audit. We conducted our audit in accordance with International Standards on Auditing as adopted by the Commission de Surveillance du Secteur Financier for Luxembourg. Those standards require that we comply with ethical requirements and plan and perform the audit to obtain reasonable assurance whether the annual accounts are free from material misstatement.

An audit involves performing procedures to obtain audit evidence about the amounts and disclosures in the annual accounts. The procedures selected depend on the judgment of the Réviseur d'Entreprises agréé, including the assessment of the risks of material misstatement of the annual accounts, whether due to fraud or error. In making those risk assessments, the Réviseur d'Entreprises agréé considers internal control relevant to the entity's preparation and proper overall presentation of the financial statements in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of evaluating the effectiveness of the entity's internal control.

An audit also includes evaluating the appropriateness of accounting policies used and the reasonableness of accounting estimates made by the Board of Directors of the SICAV, as well as evaluating the overall presentation of the financial statements.

We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinion.

### Audit opinion

In our opinion, the financial statements give a true and fair view of the financial position of FPM Funds SICAV and its respective sub-funds as of December 31, 2014, and of the results of its operations and changes in its net assets for the fiscal year then ended in accordance with Luxembourg legal and regulatory requirements relating to the preparation of financial statements.

**Other matter**

Supplementary information included in the annual report has been reviewed in the context of our mandate but has not been subject to specific audit procedures carried out in accordance with the standards described above. Consequently, we express no opinion on such information. However, we have no observation to make concerning such information in the context of the financial statements taken as a whole.

Luxembourg, March 25, 2015

KPMG Luxembourg  
Société coopérative  
Cabinet de révision agréé

Harald Thönes

**Until December 31, 2014:**

#### **Investment Company**

FPM Funds SICAV  
2, Boulevard Konrad Adenauer  
L-1115 Luxembourg  
RC B 80 070

#### **Board of Directors of the Investment Company**

Marco Schmitz (since July 1, 2014)  
Chairman  
Sal. Oppenheim jr. & Cie. AG & Co. KGaA, Köln

Michael Koschatzki  
Deutsche Asset & Wealth Management  
Investment GmbH,  
Frankfurt/Main

Thomas Seppi  
Member of the Management Board of  
FPM Frankfurt Performance Management AG,  
Frankfurt/Main

Klaus Täte (since July 1, 2014)  
FPM Frankfurt Performance Management AG,  
Frankfurt/Main

Markus Dahlheimer (since February 25, 2014)

Doris Marx (until June 30, 2014)  
Member of the Management of  
DWS Investment S.A., Luxembourg

#### **Management**

Thomas F. Seppi  
Member of the Board of Directors of  
FPM Funds, Luxembourg;  
Member of the Management Board of  
FPM Frankfurt Performance Management AG,  
Frankfurt/Main

#### **Management Company**

DWS Investment S.A.  
2, Boulevard Konrad Adenauer  
L-1115 Luxembourg  
Equity capital as of December 31, 2014:  
EUR 231.5 million before profit appropriation

#### **Board of Directors of the Management Company**

Holger Naumann  
Chairman  
Managing Director of  
Deutsche Asset & Wealth Management  
Investment GmbH, Frankfurt/Main  
Managing Director of  
DWS Holding & Service GmbH,  
Frankfurt/Main  
Managing Director of  
RREEF Spezial Invest GmbH, Frankfurt/Main  
Chairman of the Board of Directors of  
Oppenheim Asset Management  
Services S.à r.l., Luxembourg

Heinz-Wilhelm Fesser  
Luxembourg

Marzio Hug  
Deutsche Bank AG, London

Dr. Boris N. Liedtke  
Chairman of the Management Board of  
Deutsche Bank Luxembourg S.A., Luxembourg

Dr. Matthias Liermann  
Deutsche Asset & Wealth Management  
Investment GmbH, Frankfurt/Main

Klaus-Michael Vogel  
Executive Member of the Board of Directors of  
DWS Investment S.A., Luxembourg

Dr. Asoka Wöhrmann  
Managing Director of Deutsche Asset & Wealth  
Management Investment GmbH,  
Frankfurt/Main  
Managing Director of  
DWS Holding & Service GmbH,  
Frankfurt/Main

Wolfgang Matis (until June 30, 2014)  
Frankfurt/Main

#### **Management Company Management**

Klaus-Michael Vogel  
Executive Member of the Board of Directors of  
DWS Investment S.A., Luxembourg

Manfred Bauer  
DWS Investment S.A., Luxembourg

Markus Kohlenbach  
DWS Investment S.A., Luxembourg

Doris Marx  
DWS Investment S.A., Luxembourg

Ralf Rauch  
DWS Investment S.A., Luxembourg

Martin Schönefeld  
DWS Investment S.A., Luxembourg

#### **Auditor**

KPMG Luxembourg S.à r.l.  
9, Allée Scheffer  
L-2520 Luxembourg

#### **Depository**

State Street Bank Luxembourg S.A.  
49, Avenue J. F. Kennedy  
L-1855 Luxembourg

#### **Fund Manager**

Deutsche Asset & Wealth Management  
Investment GmbH  
Mainzer Landstraße 178-190  
D-60327 Frankfurt/Main

#### **Sub-Fund Manager**

FPM Frankfurt Performance Management AG  
Freiherr-vom-Stein-Straße 11  
D-60323 Frankfurt/Main

#### **Sales, Information and Paying Agent**

LUXEMBOURG  
Deutsche Bank Luxembourg S.A.  
2, Boulevard Konrad Adenauer  
L-1115 Luxembourg

**Since January 1, 2015:**

#### **Management and Administration**

#### **Investment Company**

FPM Funds SICAV  
15, rue de Flaxweiler  
L-6776 Grevenmacher  
Großherzogtum Luxembourg

#### **Members of the Board of Directors of the Company**

Thomas F. Seppi  
Chairman of the Board of Directors of  
FPM Funds, Luxembourg;  
Member of the Management Board of  
FPM Frankfurt Performance Management AG,  
Frankfurt/Main

Klaus Täte  
Member of the Board of Directors of  
FPM Funds, Luxembourg;  
FPM Frankfurt Performance Management AG,  
Frankfurt/Main

Dr. Marcus Göring  
Member of the Board of Directors of  
FPM Funds, Luxembourg

#### **Management**

Thomas F. Seppi  
Member of the Board of Directors of  
FPM Funds, Luxembourg;  
Member of the Management Board of  
FPM Frankfurt Performance Management AG,  
Frankfurt/Main

#### **Management Company**

Universal-Investment-Luxembourg S.A.  
15, rue de Flaxweiler  
L-6776 Grevenmacher  
Grand Duchy of Luxembourg  
Equity capital: EUR 8.9 million  
(As of: September 30, 2013\*)

#### **Board of Directors of the Management Company**

Bernd Vorbeck  
President  
Speaker of the Management of  
Universal-Investment-Gesellschaft mbH,  
Frankfurt/Main

Stefan Rockel  
Executive Member of the Board of Directors  
Managing Director of  
Universal-Investment-Luxembourg S.A.  
Grevenmacher

Alain Nati  
Executive Member of the Board of Directors  
Managing Director of  
Universal-Investment-Luxembourg S.A.  
Grevenmacher

Markus Neubauer  
Managing Director of  
Universal-Investment-Gesellschaft mbH,  
Frankfurt/Main

#### **Members of the Board of Directors**

Stefan Rockel  
Executive Member of the Board of Directors

Alain Nati  
Executive Member of the Board of Directors

#### **Depositary, Paying Agent, Transfer Agent and Registrar**

State Street Bank Luxembourg S.A.  
49, Avenue J.F. Kennedy  
L-1855 Luxembourg

#### **Central Administration Agent, Domiciliary Agent and Company Secretary**

Universal-Investment-Luxembourg S.A.  
15, rue de Flaxweiler  
L-6776 Grevenmacher

#### **Distributor**

FPM Frankfurt Performance Management AG  
Freiherr-vom-Stein-Straße 11  
D-60323 Frankfurt/Main

#### **Portfolio manager**

FPM Frankfurt Performance Management AG  
Freiherr-vom-Stein-Straße 11  
D-60323 Frankfurt/Main

#### **Auditor**

KPMG Luxembourg  
Société coopérative  
39, Avenue John F. Kennedy  
L-1855 Luxembourg

\* Current information on the equity capital of the Management Company and on the members of the Board of Directors can be found in the latest annual and semiannual reports.

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