

NIKKO AM GLOBAL UMBRELLA FUND

Société d'Investissement à Capital Variable

Audited Annual Report

For the Year Ended December 31, 2016

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NIKKO AM GLOBAL UMBRELLA FUND

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NIKKO AM GLOBAL UMBRELLA FUND

Report of the Investment Manager

Report of the Investment Manager

NIKKO AM GLOBAL UMBRELLA FUND – Nikko AM Asia-Pacific ex-Japan Fund

Market Review

The MSCI Asia Pacific ex-Japan (APxJ) benchmark finished 2016 up 6.8% in USD terms, underperforming MSCI World and MSCI Emerging Markets (EM) which returned 7.5% and 11.2% respectively.

North Asia ended the year higher

Hong Kong and China ended up 2.3% and 0.9% in USD terms respectively, amid significant volatility. In January, China's decision to impose circuit breakers proved ill-timed and led to further selling pressure in China and Hong Kong. However, better than expected 1H16 results for Chinese companies and a broad improvement in economic indicators in 2H2016 boosted sentiment. Hong Kong's exports and imports also returned to positive growth. While China's PMI continues to indicate expansion, concerns remain over capital outflows. In order to better manage yuan stability on a trade-weighted basis, China announced an adjustment to the composition of the trade-weighted Yuan Renminbi (CNY) index in December. Within properties, sector recovery was dampened following the introduction of property cooling measures in China and further stamp duties in Hong Kong in order to stem excessive volume and price growth.

In Taiwan, the market returned 18.5% in USD terms over the year, buoyed by the technology and financial sectors. Taiwan's opposition party, the Democratic Progressive Party (DPP), and its leader Tsai Ing-wen won a resounding victory in national elections in January. Meanwhile, Korea's Samsung faced setbacks following malfunctions of its Galaxy Note 7 smartphone, the National Assembly passed a bill to impeach President Park and the Bank of Korea revised down 3Q GDP growth estimates. Despite this, Korea returned 8.7% in USD terms over the one-year period.

Australia buoyed by commodities

Australia ended the year up 11.4% in USD terms, buoyed by a rebound in commodities. The decision by the 'Big 3' (BHP Billiton, Rio Tinto and Vale) to scale back iron ore production, China's restrictions on coal production, and reflationary expectations under a Trump administration fuelled positive momentum into the sector during the latter part of 2016. In July, the Australian Federal election concluded with the incumbent Liberal/National Coalition returning to power, albeit with a reduced majority. In December, the Reserve Bank of Australia (RBA) left interest rates unchanged, as expected, and adopted a global reflation thematic accompanied by a hawkish tone, marking the commencement of a tightening cycle. GDP for 3Q16 contracted 0.5% quarter-on-quarter, marking the first quarterly contraction since 1Q2011.

India supported by easing measures and reforms

India returned -1.4% in USD terms over the one-year period. Further liberalisation of foreign direct investment (FDI), the appointment of new central bank governor Dr Urjit Patel and the passage of the GST bill in August brought the market near all-time highs. However, escalating tensions with Pakistan and Prime Minister Narendra Modi's unexpected demonetisation move in November muted sentiment. Furthermore, rollout of the GST bill faced delays from the Opposition and the Monetary Policy Committee (MPC) surprised by leaving interest rates unchanged in December, citing macroeconomic uncertainty.

Southeast Asia markets a mixed bag

Returns for ASEAN markets were mixed over the one-year period. Thailand outperformed peers on the back of improving government spending and monetary policy support. The local economy also remained relatively resilient despite mourning the passing of King Bhumibol Adulyadej. Indonesia returned 17.0% in USD terms over the period. Bank Indonesia cuts interest rates six times, while the passage of the tax amnesty law in June boosted expectation for additional public and private investment spending. Additionally, Fitch revised Indonesia's outlook to Positive and the Board of Governors predicted an economic recovery in 2017 in view of an improving corporate sector and increased financing. Singapore rebounded and returned 1.4% in USD terms as local banks, which were previously affected by concern over their exposure to commodities, were key beneficiaries of higher US interest rates.

In contrast, Philippines declined by 6.6% in USD terms over rising political uncertainties. Although Rodrigo Duterte's Presidential victory in May was initially greeted by strong local buying of domestic equities, the President's subsequent controversial rhetoric overshadowed better-than-forecasted second quarter GDP growth. Malaysia also ended the year in negative territory following fresh civil lawsuits by the US against the troubled 1Malaysia Development Bhd (1MDB) fund.

NIKKO AM GLOBAL UMBRELLA FUND
Report of the Investment Manager (continued)

Report of the Investment Manager

NIKKO AM GLOBAL UMBRELLA FUND – Nikko AM Asia-Pacific ex-Japan Fund (continued)

Performance Review

Fund returned 1.12% in 2016

Over the review period, the USD Class A Fund returned 1.12% (gross Management fee only; only inclusive of Management fees), underperforming the benchmark which returned 6.75% in USD terms. Against the same benchmark, the USD Class B Fund returned 1.09%. On a sector basis, stock selection in financials and consumer staples space detracted from relative performance while an overweight allocation to real estate contributed positively. At the country level, our positions in Korea and India detracted from relative performance during the year whilst strong stock selection in China added value.

Market Outlook and Strategy

Focus on beneficiaries of reflationary environment

Globally investors seem transfixed by policy rhetoric and “tweets” from the newly sworn in President Trump. This has distracted from otherwise improving economic conditions in the US and a pick-up in trade across the Asia region towards the end of 2016. In today’s new anti-globalisation world, the question remains whether traditional export orientated economies will benefit as much as they may have done in past cycles. We see a greater role for China in this equation, especially if the US remains focused on a protectionist/anti-trade agenda. As inflation picks up across a number of countries, we try to look for those companies that stand to benefit from a reflationary environment. MSCI APxJ trades on a 1.4 times forward price-to-book (P/B) multiple compared to a 2.2 times P/B multiple for MSCI World, while earnings revisions have started to trend up.

Maintain overweight to China

Economic data from China continues to improve despite the rise in domestic interbank rates and a plethora of policy actions to contain capital outflows. The government continues to push PPP programs to encourage greater investment in the near term while the rise in PPI should help ease some pressure at mining and industrial companies. Of note during January was the announcement by the Chinese Steel and Iron Ore Association that it will be clamping down on all illegal operating capacities with a view to eliminate 50 million tonnes per annum (mtpa) of steel capacity (or 6% of Chinese production) by June 2017. We maintain an overweight stance to Chinese stocks with a preference for new economy sectors including internet, tourism and healthcare.

Continue to favour India

India also remains a key overweight and with the reporting season well under way, we note many companies have witnessed limited impact from the government’s de-monetisation policy. Private banks experienced large low cost deposit inflows which should structurally lower funding costs for the sector. Corporate orientated banks continued to show high credit costs which we believe is evidence that they are finally acknowledging and providing for problem assets in their legacy books. China’s move to curtail illegal steel production has lifted prices globally and this should ease what has been a big problem sector for Indian banks. The upcoming budget session is likely to produce incremental hand-outs for the rural community, particularly in light of the disruption caused by de-monetisation.

Remain selective in developed Asia

We have become more constructive on more developed Asian market financial stocks owing to the potential improvement in profitability brought about by a pick-up in the global interest rate environment. We do not, however, believe this applies to all, and differentiate according to our views on outstanding asset quality issues and the negative impact of higher rates on domestic growth.

We remain very selective across the traditional export orientated economies of Taiwan, Korea and Singapore, preferring companies in niche sectors with sustainable earnings. While the technology sector has been a key driver of better export numbers thus far, we are wary of each country’s sensitivity to US demand and as potential losers from any trade spat between the US and China as has already been evidenced by Korea’s agreement to let the US install a Terminal High Altitude Area Defence.

Remain underweight in Australia

We continue to remain underweight Australia driven by limited positions in index heavy bank stocks. We have added selectively in the insurance space where we believe the benefits of higher global rates are likely to result in better longer term earning profiles. On the domestic front, activity data remained mixed: retail sales were subdued while building approvals showed some strength towards the end

NIKKO AM GLOBAL UMBRELLA FUND
Report of the Investment Manager (continued)

Report of the Investment Manager

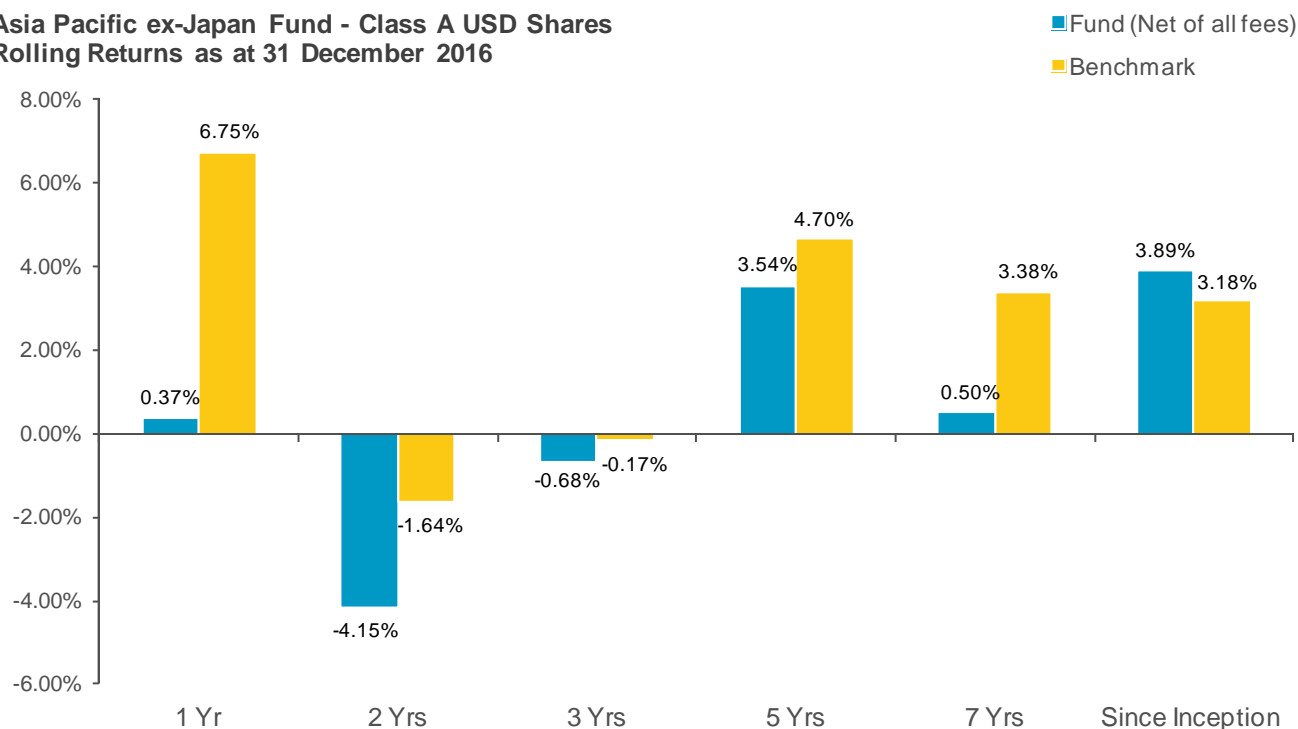
NIKKO AM GLOBAL UMBRELLA FUND – Nikko AM Asia-Pacific ex-Japan Fund (continued)

of the year. While there are some tailwinds from the recent commodity price and USD strength we are of the view there are more attractive options in other Asian markets.

Selectively overweight in ASEAN

We remain selectively overweight in ASEAN, favouring underappreciated and strong franchises in Indonesia, Thailand and Philippines focused on domestic demand and infrastructure. We continue to avoid the Malaysian equity market altogether.

Asia Pacific ex-Japan Fund - Class A USD Shares
Rolling Returns as at 31 December 2016



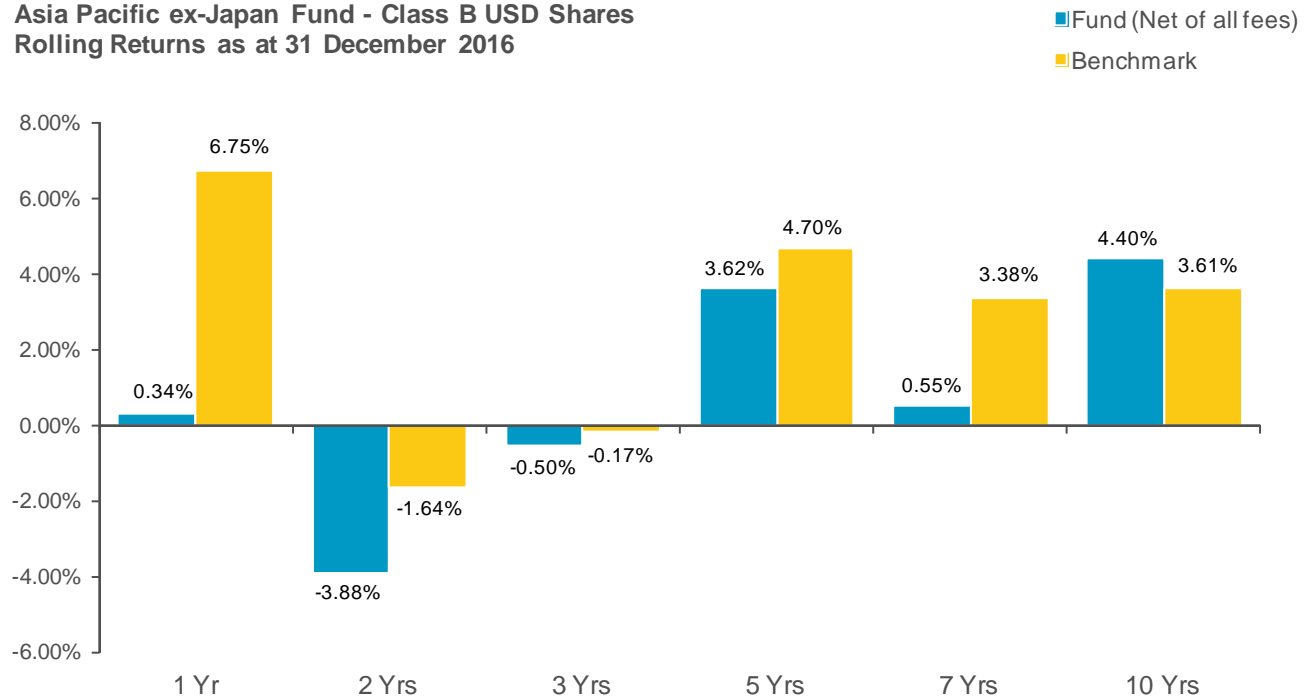
The inception date of the Asia Pacific Fund Share Class A USD Shares was February 23, 2007. Fund returns provided relate to the performance of Share Class A USD and are presented net of investment management fees, trading commissions and administrative fees. Returns for periods in excess of 1 year have been annualized. Benchmark returns are based on the MSCI AC Pacific ex Japan Index from inception to September 30, 2011 and the MSCI AC Asia Pacific Index from 1 October 2011 (© 2008 Morgan Stanley Capital International Inc., all rights reserved)(USD base).

NIKKO AM GLOBAL UMBRELLA FUND
Report of the Investment Manager (continued)

Report of the Investment Manager

NIKKO AM GLOBAL UMBRELLA FUND – Nikko AM Asia-Pacific ex-Japan Fund (continued)

Asia Pacific ex-Japan Fund - Class B USD Shares
Rolling Returns as at 31 December 2016



The inception date of the Asia Pacific Fund Share Class B USD Shares was April 1, 1996. Fund returns provided relate to the performance of Share Class B and are presented net of investment management fees, trading commissions and administrative fees. Returns for periods in excess of 1 year have been annualized. Benchmark returns are based on the MSCI AC Pacific ex Japan Index from inception to September 30, 2011 and the MSCI AC Asia Pacific Index from 1 October 2011 (© 2008 Morgan Stanley Capital International Inc., all rights reserved) (USD base).

NIKKO AM GLOBAL UMBRELLA FUND

Report of the Investment Manager (continued)

Report of the Investment Manager

NIKKO AM GLOBAL UMBRELLA FUND - Nikko AM World Bank Green Fund

Market Review

Overall returns were dominated by Central banks and politics over the period.

Developed market growth remained sluggish over the course of the year as the BOJ and ECB drove rates through 0% at the midpoint during the year with Trump's election as the inflection point for higher rates towards the end of the year.

The UK voted to leave the European Union

In June the UK voted to leave the EU by a 52% to 48% margin. This initially raised an immediate concern surrounding the future leadership of the UK (until Theresa May took office) and the finer details surrounding the UK's relationship with the EU.

The European Central Bank (ECB) extended its QE program

The ECB extended its QE program to December at a pace of EUR 60bn a month starting in April 2017, exceeding market expectations of EUR 80bn/month only until September.

Donald Trump won the US Presidential election

Donald Trump unexpectedly won the US presidential election which spurred a more than 100bp sell off in US 10yr bonds in the subsequent weeks after the election. This was due to the increased uncertainty surrounding Trump's stated campaign platform of increased fiscal, tax and infrastructure reform.

The Fed hiked rates in December 2017

The Fed hiked for the first time in a year in a widely anticipated move as the US economy remained steadfast with the unemployment rate falling through the Fed's stated NAIRU level, as well as moderate real economic growth of 2.0% and headline inflation picking up thanks to a resurgence in commodity prices.

Brazil produced the strongest EM return for both FX and Local performance

Brazil was the strongest performing market in USD terms as local yields fell nearly 5% while the currency appreciated into double digits after peaking at an all-time high of 4.17 in January at a level exceeding the global financial crisis and 2002 recession.

Mexico was the worst performing EM market

Mexico was most impacted by the negative political rhetoric towards trade and immigration as the Peso largely traded with political polling data in the US for Donald Trump. In doing so the currency declined over 19% versus the dollar for 2016 while local currency bonds were largely flat over the period.

Japan was the best-performing developed market

Japan was the top performing developed market on both positive contribution from FX and local bond performance as local bonds performed

The UK was the worst performing developed market overall, but the best performing market in local terms

The UK was the worst performing market in USD terms as currency performance overwhelmed the positive performance in local terms in the aftermath of the Brexit as the Pound Sterling fell 20% for the whole of 2016.

Performance Review

Fund underperformed benchmark in 2016

The Nikko AM World Bank Green Bond Fund (the "Fund") posted a return of 2.59% (USD terms, on NAV-NAV basis) in 2016 (net of all fees), underperforming the benchmark, which returned 6.59% over the same period.

Returns in emerging markets outpaced those in developed markets

Emerging markets outperformed developed markets on global investor appetite for higher yielding assets as developed market yields, in particular Japan and Europe turned negative.

FX was the primary driver of underperformance as the more liquid DM and EM bond markets underperformed while the less liquid markets and coincidentally those without available green bonds outperformed over the period. Strong EM credit spread performance was an additional detractor as lower rated EM local bonds tightened significantly versus AAA rated paper.

NIKKO AM GLOBAL UMBRELLA FUND

Report of the Investment Manager (continued)

Report of the Investment Manager

NIKKO AM GLOBAL UMBRELLA FUND - Nikko AM World Bank Green Fund (continued)

Portfolio Repositioning

Allocation changes

We increased the portfolio's EM allocation at the start of 2016 on the expectation of persistently low rates in developed markets. We temporarily adjusted the portfolio's EM exposure to underweight in the aftermath of the US election on the increased global uncertainty, but have recently adjusted positioning back to neutral on the relatively strong US dollar and markets reversion to favour higher yielding currencies.

Currency

In the beginning of the year we increased our BRL exposure on the higher relative yield and historically low valuation relative versus the dollar as the economic situation appeared to have bottomed while political risk remained, but appeared more constructive with the increased possibility of Dilma Rouseff's impeachment. We added exposure to the Australian dollar on the resurgence in commodity prices and higher relative yields in developed markets. We reduced MXN exposure on the increased political risk from Donald Trump, reduced Euro exposure on the move to negative in yields and reduced GBP exposure post Brexit.

Duration

We reduced duration of the portfolio through a gradual roll down of the portfolio ahead of the US election and have further reduced duration positioning through an elimination of exposure to the Euro as well as a diversification of developed market exposure away from the US Dollar.

Market Outlook

Article 50 to be triggered in March 2017

Theresa May is widely expected to trigger Article 50 in March setting the 2yr timeline for a UK exit of the EU. We expect this will serve as a catalyst for further GBP weakness and higher inflation in the UK. Additionally this raises the possibility that Scotland will hold votes to exit the UK and join the EU.

Expect at least two Fed hikes in 2017, possibly three.

The market has priced in at least two Fed rate hikes for 2017. We think the move to a possible three hikes will largely depend on the successful implementation of Trump's fiscal policy and tax plan.

ECB to potentially taper

We expect the ECB to announce a scheduled reduction in QE for 2018, which is likely to occur sometime in the second half of the year as growth and inflation data continues to improve. We note this will largely be contingent on more center grounded candidates succeeding in the upcoming elections in France and the Netherlands.

Trump to remain a source of volatility

Trump remains a global source of rate volatility surrounding fiscal policy as the market begins to price in uncertainty surrounding corporate tax reform, foreign dollar repatriation, interest deductibility and border taxes.

Higher yielding EM currencies will continue to outperform.

The carry trade will continue to benefit higher yielding EM currencies as both the BOJ and ECB drive investors to foreign currencies in the search for yield.

Rising political risk in European markets

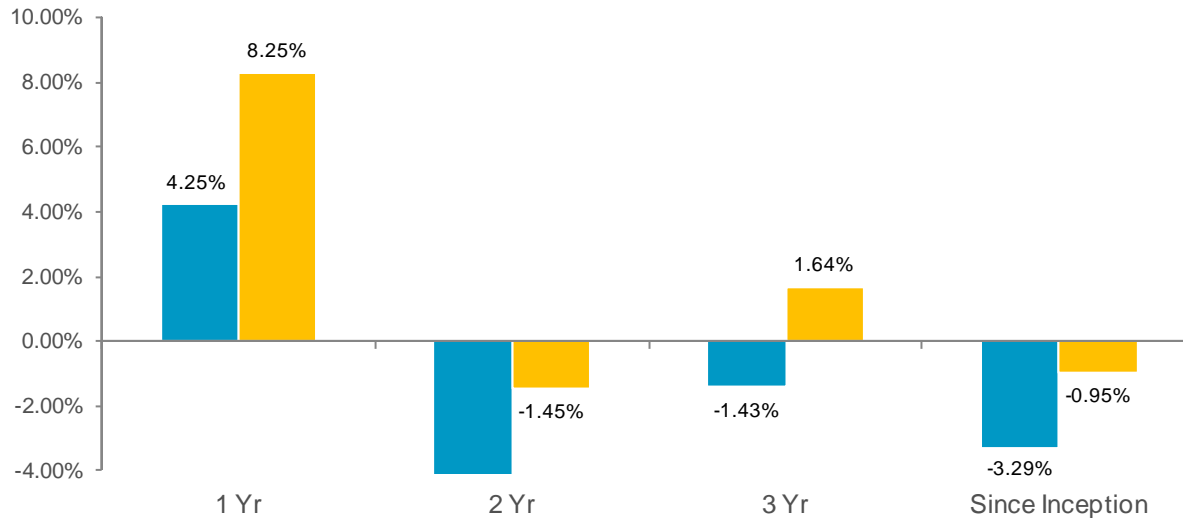
We see an increasing risk of populism taking hold in upcoming elections in France and the Netherlands in the first half of the year which poses risk to the viability of the Euro. While Merkel faces increases increasing headwinds to her reelection in the latter half of the year. We have observed French government bonds to trade inline line with Marie Le Pen's polling data which should heavily impact French spreads if Le Pen were to win. We also see added risk from Greece again as the country has foreign bond maturities coming due this summer as Greek politicians look to force a write-down on their outstanding loans from the EU.

NIKKO AM GLOBAL UMBRELLA FUND
Report of the Investment Manager (continued)

Report of the Investment Manager
NIKKO AM GLOBAL UMBRELLA FUND - Nikko AM World Bank Green Fund (continued)

World Bank Green Fund - Class A CHF Shares
Rolling Returns as at 31 December 2016

■ Fund (Net of all fees)
 ■ Benchmark

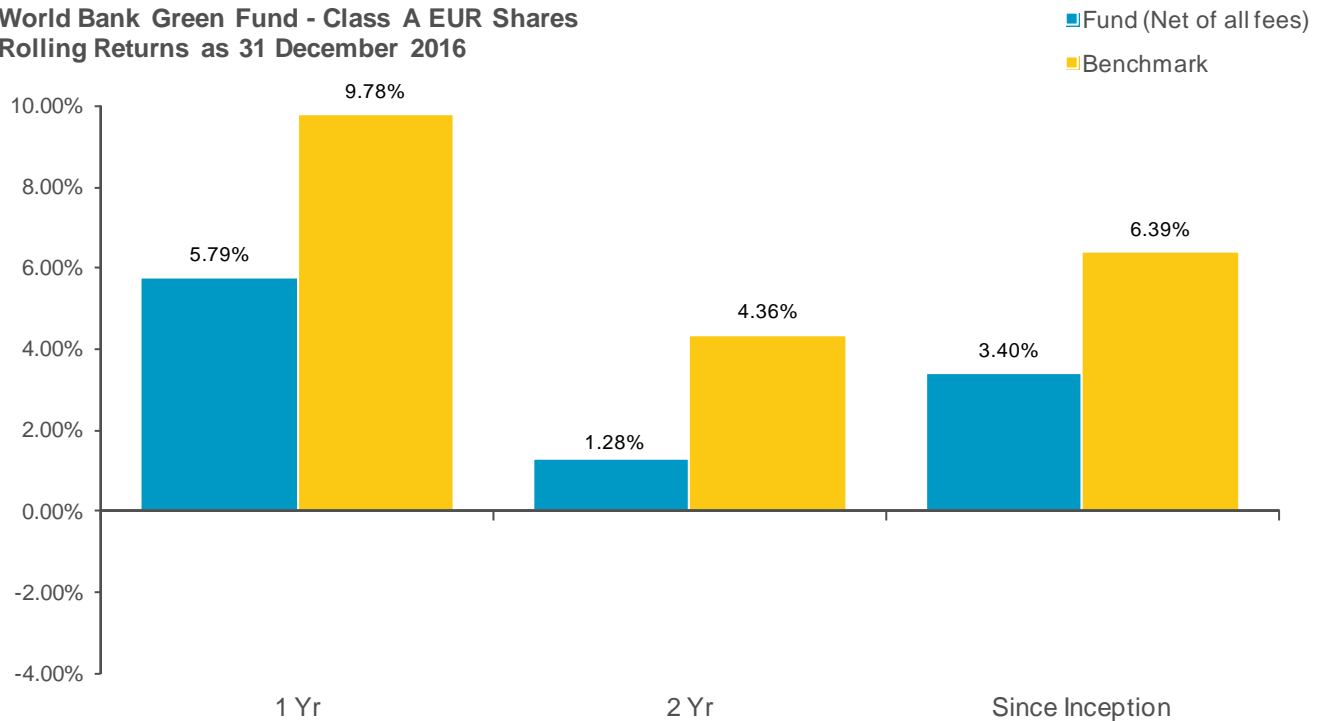


The inception date of the World Bank Green Bond Share Class A CHF shares was October 3, 2012. Fund returns provided relate to the performance of Share Class A CHF and are presented net of investment management fees, trading commissions and administrative fees. Returns for periods in excess of 1 year have been annualized. The benchmark is comprised of 50% Citigroup World Government Bond Index and 50% JPMorgan Government Bond Index - Emerging Markets (USD base). Externally/separately sourced FX rate has been applied to recalculate the BM performance in the relevant denomination currency of the share/unit class.

NIKKO AM GLOBAL UMBRELLA FUND
Report of the Investment Manager (continued)

Report of the Investment Manager
NIKKO AM GLOBAL UMBRELLA FUND - Nikko AM World Bank Green Fund (continued)

World Bank Green Fund - Class A EUR Shares
Rolling Returns as 31 December 2016



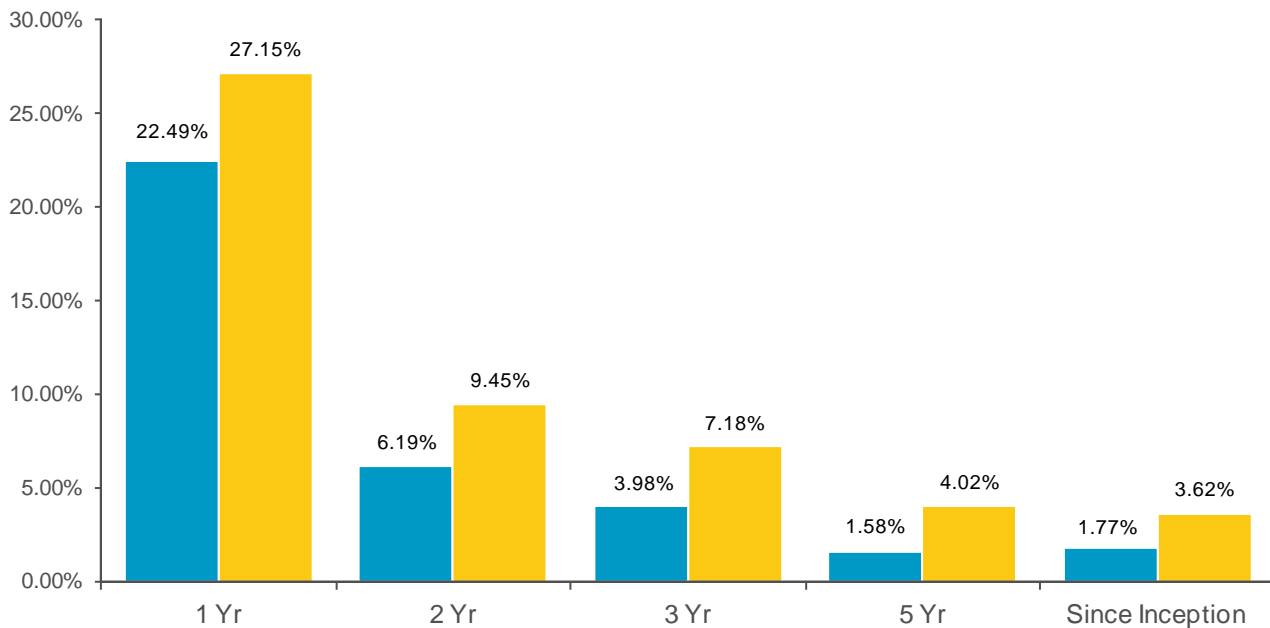
The inception date of the World Bank Green Bond Share Class A EUR was August 23, 2011. The Share Class A EUR was originally launched on 23 August 2011 but was dormant from 11 Mar 2013 to 18 Feb 2014. Fund returns provided relate to the performance of Share Class A EUR and are presented net of investment management fees, trading commissions and administrative fees. Returns for periods in excess of 1 year have been annualized. The benchmark is comprised of 50% Citigroup World Government Bond Index and 50% JPMorgan Government Bond Index - Emerging Markets (USD base). Externally/separately sourced FX rate has been applied to recalculate the BM performance in the relevant denomination currency of the share/unit class.

NIKKO AM GLOBAL UMBRELLA FUND
Report of the Investment Manager (continued)

Report of the Investment Manager
NIKKO AM GLOBAL UMBRELLA FUND - Nikko AM World Bank Green Fund (continued)

World Bank Green Fund - Class A GBP Shares
Rolling Returns as at 31 December 2016

■ Fund (Net of all fees)
■ Benchmark



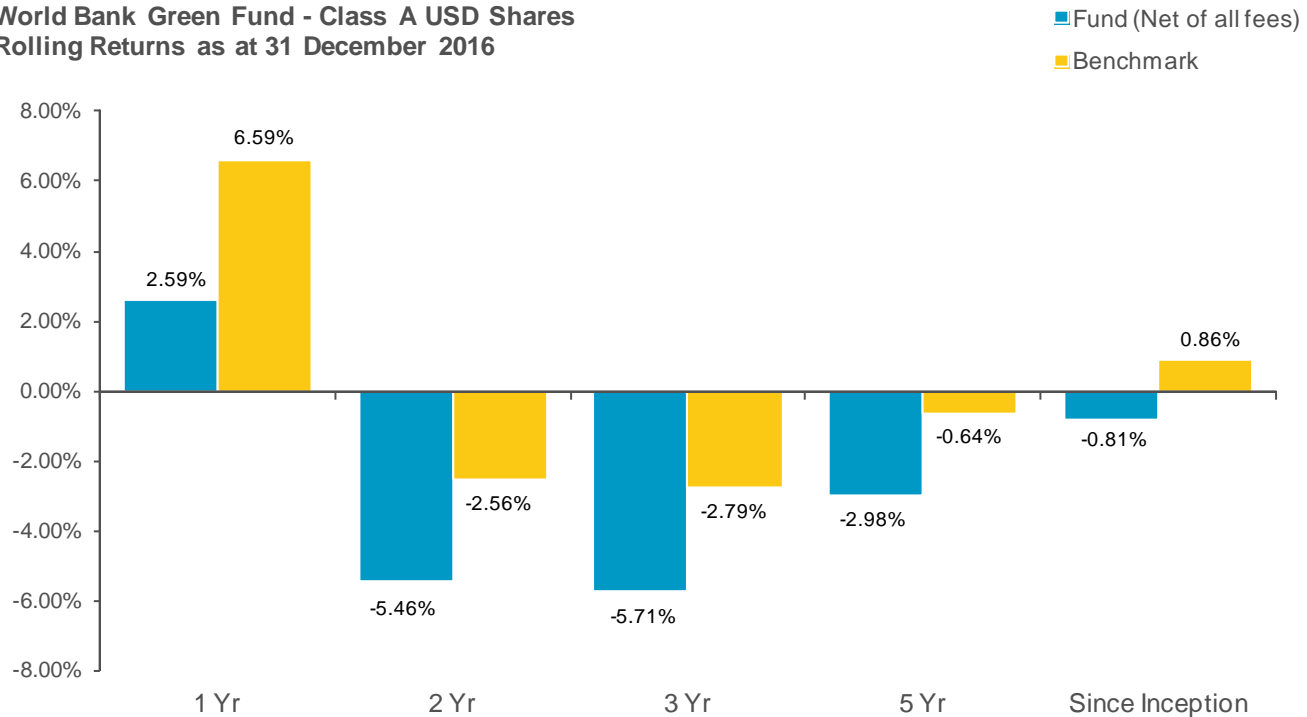
The inception date of the World Bank Green Bond Fund Share Class A GBP was March 22, 2010. Fund returns provided relate to the performance of Share Class A GBP and are presented net of investment management fees, trading commissions and administrative fees. Please note returns for the GBP.

Class A Shares have been calculated by adding back annual dividends which have been distributed. Returns for periods in excess of 1 year have been annualized. The benchmark return is comprised of 50% Citigroup World Government Bond Index and 50% JP Morgan Government Bond Index - Emerging Markets (USD base). Externally/separately sourced FX rate has been applied to recalculate the BM performance in the relevant denomination currency of the share/unit class.

NIKKO AM GLOBAL UMBRELLA FUND
Report of the Investment Manager (continued)

Report of the Investment Manager
NIKKO AM GLOBAL UMBRELLA FUND - Nikko AM World Bank Green Fund (continued)

World Bank Green Fund - Class A USD Shares
Rolling Returns as at 31 December 2016



The inception date of the World Bank Green Bond Fund Share Class A USD was February 25, 2010. Fund returns provided relate to the performance of Share Class A USD and are presented net of investment management fees, trading commissions and administrative fees. Returns for periods in excess of 1 year have been annualized. The benchmark return is comprised of 50% Citigroup World Government Bond Index and 50% JP Morgan Government Bond Index - Emerging markets (USD base).

Report of the Investment Manager

NIKKO AM GLOBAL UMBRELLA FUND - Nikko AM RMB Bond Fund

Market Review

2016 was a year of surprises. The US Federal Reserve (Fed) backtracked on its outlook on interest rate hikes, Britain voted to leave the European Union, Donald Trump won over Hillary Clinton to become the 45th US President, and Italian Prime Minister Matteo Renzi resigned after a resounding defeat in the Italian referendum. Commodities rallied, on expectations of acceleration of raw-material demand in China, and reflationary expectation after Mr. Trump's win. Against such a backdrop, risk-free rates had a volatile run, with the US Treasury (UST) yield curve shifting higher in the year.

The Chinese economy expanded 6.7% in 2016 – the lowest since 1990 - albeit in line with the official growth target of 6.5-7.0%. Investment was the main drag on the economy, while consumption provided support to overall growth. In September, following more than four years of being in the negative, Chinese PPI inflation registered positive. The gauge of factory-gate prices further strengthened in the succeeding months, raising concerns about rising inflation. Meanwhile, Donald Trump's upset win in the US presidential election in November triggered a myriad of uncertainties, leading risk-free rates to surge. Together with the increasing possibility of protectionist trade policies by the US going forward and a sharply higher US Dollar, came an exodus of funds from Emerging Markets, including Asia. These factors pressured yields of CNH bonds higher over the period. Overall, 2-year and 10-year CNH local government bond yields ended about 8 and 33 basis points higher compared to end-2015 levels.

Performance Review

For 2016, the Fund reported returns ranging from -0.99% to -4.05% (gross Management fee only; only inclusive of Management fees) across the three share classes, as compared to benchmark returns of -1.33% to -4.17%. Asset allocation was the main contributor to relative performance, followed by FX allocation and hedging. Our decision to underweight government bonds relative to credits, as well as the negative view held on the CNY, benefitted the Fund.

Market Outlook and Strategy

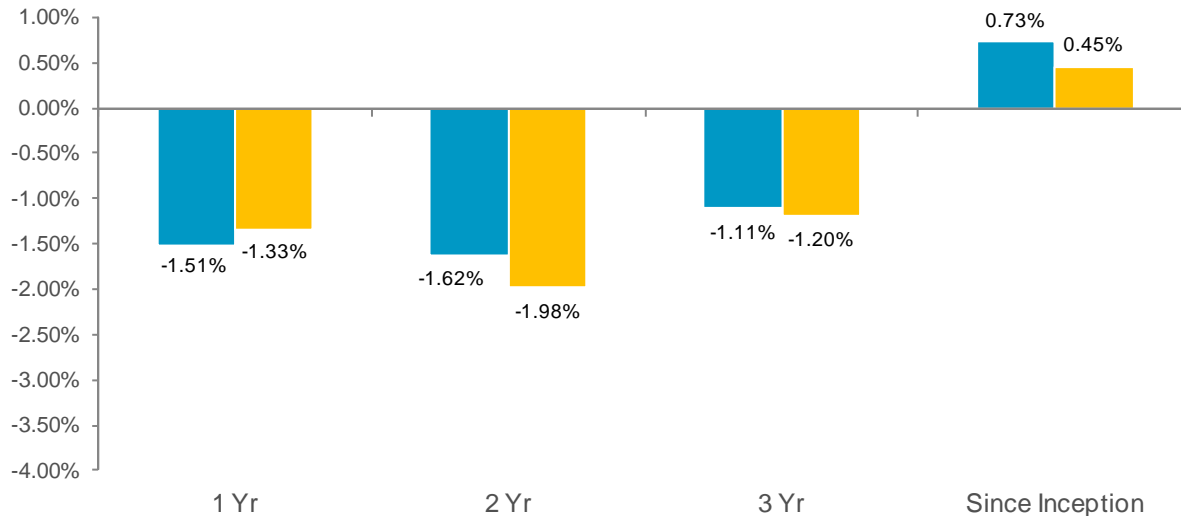
The funding squeeze in the offshore CNH money since 4Q2016 has resulted in credit spreads widening in both the investment grade and high yield names, particularly for the longer tenor bonds. The higher funding cost resulted from the People's Bank of China's effort to restrict capital outflows from the onshore market and the government's attempt to deliver the financial market. Thus, the elevated cost of funding could remain for a while. As a result, opportunistic investors are likely to be kept at bay while the wide bid / offer spread has also limited switching opportunities for dedicated CNH investors in the secondary market. We expect the funding squeeze to ease towards the second half of 2017 as financial market deleveraging takes shape while the likelihood of inclusion of China Government Bonds in major global bond indices is likely to boost sentiment on the RMB and attract capital inflows.

NIKKO AM GLOBAL UMBRELLA FUND
Report of the Investment Manager (continued)

Report of the Investment Manager
NIKKO AM GLOBAL UMBRELLA FUND - Nikko AM RMB Bond Fund (continued)

RMB Bond Fund - Class A USD Shares
Rolling Returns as at 31 December 2016

■ Fund* (Net of all fees)
 ■ Benchmark

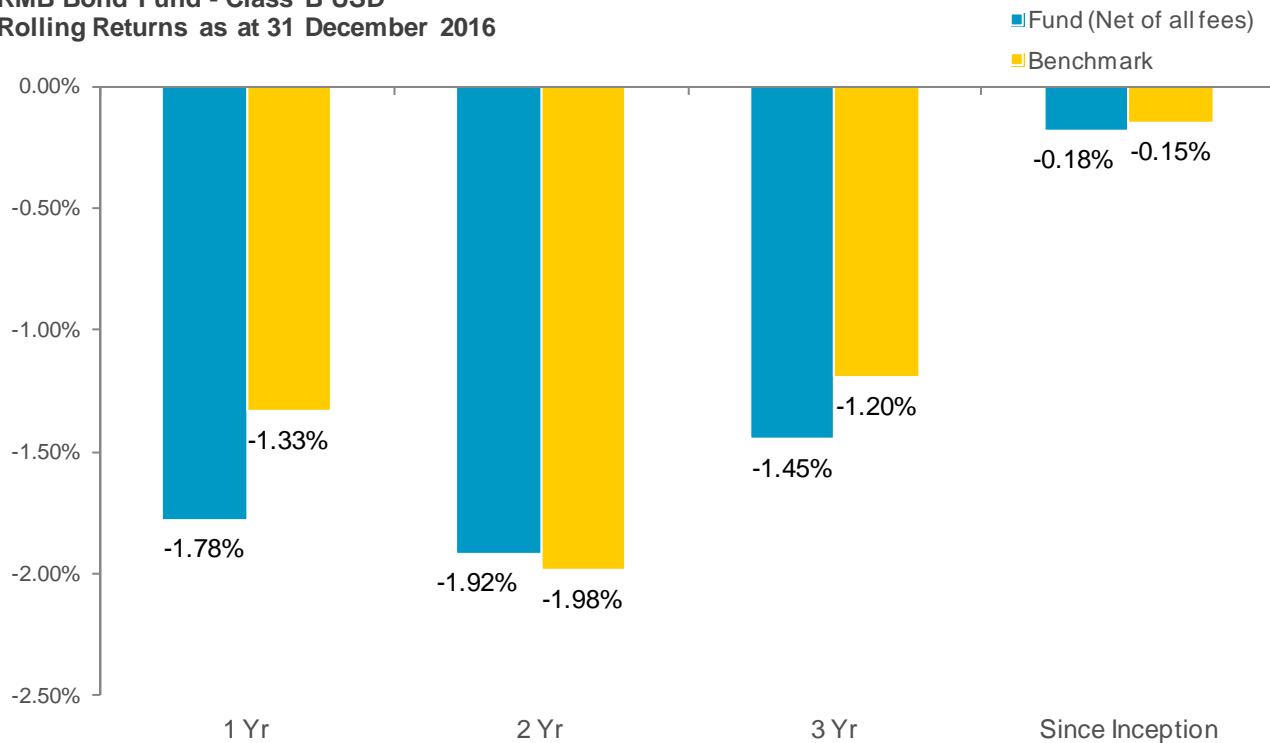


The inception date of the RMB Bond Fund Share Class A USD was February 1, 2013. Fund returns provided relate to the performance of Share Class A USD and are presented net of investment management fees, trading commissions and administrative fees. *The fund is not benchmark constrained; reference benchmark data is provided for information purposes only. Benchmark is iBoxx ALBI China Offshore Index from 20 April 2016 (CNH base). Externally/separately sourced FX rate has been applied to recalculate the BM performance in the relevant denomination currency of the share/unit class. Previously it was (now discontinued) HSBC Offshore RMB Bond Index from 1 October 2013 and prior to that it was the Bank of China Hong Kong (BOCHK) Offshore RMB Bond Index until 30 September 2013. Benchmark performance returns prior to 1 October 2013 include a combination of the HSBC/BOCHK. Returns for periods in excess of 1 year are annualized.

NIKKO AM GLOBAL UMBRELLA FUND
Report of the Investment Manager (continued)

Report of the Investment Manager
NIKKO AM GLOBAL UMBRELLA FUND - Nikko AM RMB Bond Fund (continued)

RMB Bond Fund - Class B USD
Rolling Returns as at 31 December 2016



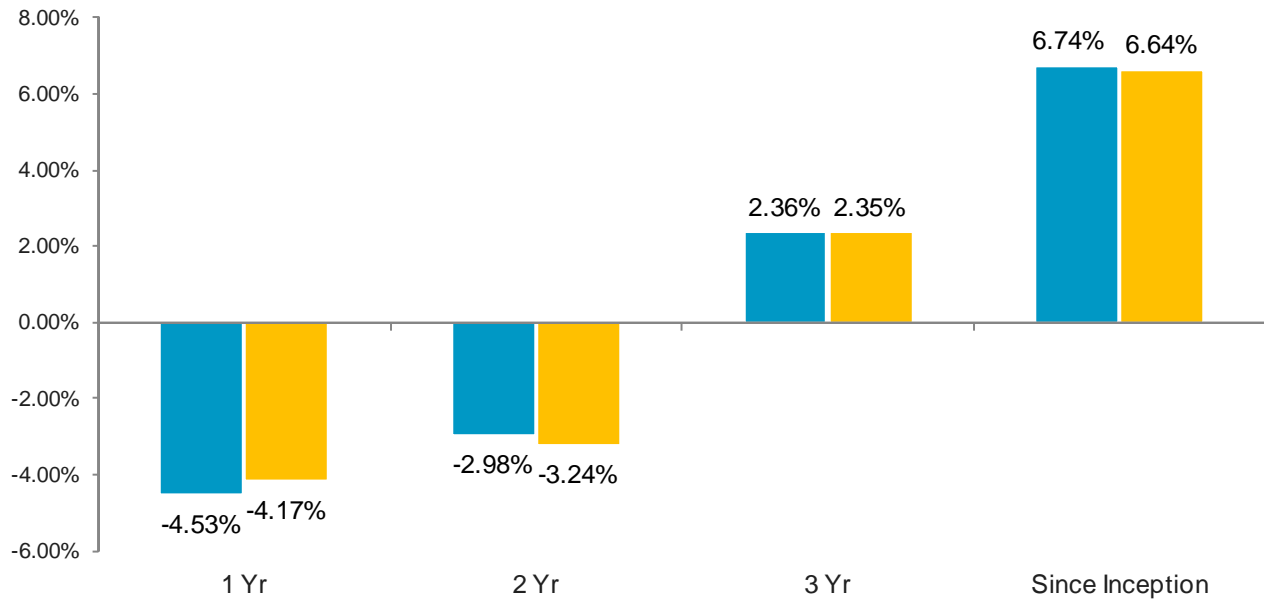
The inception date of the RMB Bond Fund Share Class B USD was September 2, 2013. Fund returns provided relate to the performance of Share Class B USD and are presented net of investment management fees, trading commissions and administrative fees. Benchmark is iBoxx ALBI China Offshore Index from 20 April 2016 (CNH base). Externally/separately sourced FX rate has been applied to recalculate the BM performance in the relevant denomination currency of the share/unit class. Previously it was (now discontinued) HSBC Offshore RMB Bond Index from 1 October 2013 and prior to that it was the Bank of China Hong Kong (BOCHK) Offshore RMB Bond Index until 30 September 2013. Benchmark performance returns prior to 1 October 2013 include a combination of the HSBC/BOCHK. Returns for periods in excess of 1 year are annualized.

NIKKO AM GLOBAL UMBRELLA FUND
Report of the Investment Manager (continued)

Report of the Investment Manager
NIKKO AM GLOBAL UMBRELLA FUND - Nikko AM RMB Bond Fund (continued)

RMB Bond Fund - Class S JPY
Rolling Returns as at 31 December 2016

■ Fund (Net of all fees)
■ Benchmark



The inception date of the RMB Bond Fund Share Class S JPY was February 1, 2013. Fund returns provided relate to the performance of Share Class S JPY and are presented net of investment management fees, trading commissions and administrative fees. *The fund is not benchmark constrained; reference benchmark data is provided for information purposes only. Benchmark is iBoxx ALBI China Offshore Index from 20 April 2016 (CNH base). Externally/separately sourced FX rate has been applied to recalculate the BM performance in the relevant denomination currency of the share/unit class. Previously it was (now discontinued) HSBC Offshore RMB Bond Index from 1 October 2013 and prior to that it was the Bank of China Hong Kong (BOCHK) Offshore RMB Bond Index until 30 September 2013. Benchmark performance returns prior to 1 October 2013 include a combination of the HSBC/BOCHK. Returns for periods in excess of 1 year are annualized.

NIKKO AM GLOBAL UMBRELLA FUND
Report of the Investment Manager (continued)

Report of the Investment Manager

NIKKO AM GLOBAL UMBRELLA FUND - Nikko AM Asia Credit Fund

Market Review

2016 was a year of surprises. The Fed backtracked on its outlook on interest rate hikes, Britain voted to leave the European Union, Donald Trump triumphed over Hillary Clinton to become the 45th US President, and Italian Prime Minister Matteo Renzi resigned after a resounding defeat in the Italian referendum. Commodities rallied, on expectations of acceleration of raw-material demand in China and reflationary expectation after Mr. Trump's win. Asia credit spreads tightened against this backdrop, despite risk-free rates ending higher vis-à-vis the previous year.

The year opened with a spike in volatility. Concerns over the macro outlook in China and further unconventional monetary policy after the Bank of Japan adopted negative interest rates resulted in a significant widening of credit spreads. This bout of risk-aversion was however brief, as the European Central Bank subsequently announced an upsized quantitative easing (QE) program, and the US Federal Reserve (Fed) repriced the path of interest rates lower, setting off spread compression. Big rallies in global bond markets ensued. As global yields sank lower, capital flowed into Emerging Markets (EM). In June, overall cautiousness pervaded, in anticipation of the UK referendum. Although the knee-jerk reaction to the BREXIT vote was a sell-off in risk assets, sentiment quickly reversed, driven by expectations of further global monetary and fiscal easing. The persistent decline in yields triggered a massive allocation of funds into EM, including Asia. Indian and Indonesian bonds benefitted immensely from this capital flow, with spread performance reinforced by sustained reform progress in both countries. Leading up to the fourth quarter, Asia credits recorded strong returns. On 9 November, Donald Trump's upset win in the US presidential election triggered a myriad of uncertainties. As markets started pricing in upside inflation risk from a Trump administration, risk-free rates surged. Together with the increasing possibility of protectionist trade policies by the US going forward and a sharply higher USD, came an exodus of funds from EM, erasing a substantial portion of year-to-date (particularly Asia investment-grade) returns.

Performance Review

For 2016, the Fund returned 6.02% in USD terms (gross; inclusive of all fees), as compared to the benchmark return of 4.49%. Security selection was the main contributor to relative performance, followed by the Fund's underweight in duration.

Market Outlook and Strategy

Going forward, volatility is likely to remain, with the US Fed on a tightening path, uncertainty injected by policies of the new US administration, and risk events including elections in Europe. The myriad of factors, some conflicting, that have driven the direction of UST yields are expected to remain. These include potentially higher yields due to reflationary policies from the new Trump administration to potentially lower yields from lower growth stemming from protectionist policies. In addition, with spreads at the tight end of the historical range, we remain cautious.

Meanwhile, the supply of new issues is expected to remain heavy in the coming month, following the Chinese New Year lull in early February. Although the supply of new issues was fairly high in January, the demand backdrop for Asian credit appears to be intact as spreads have broadly tightened. In addition, inflows into emerging market hard currency bonds have started the year on a positive note.

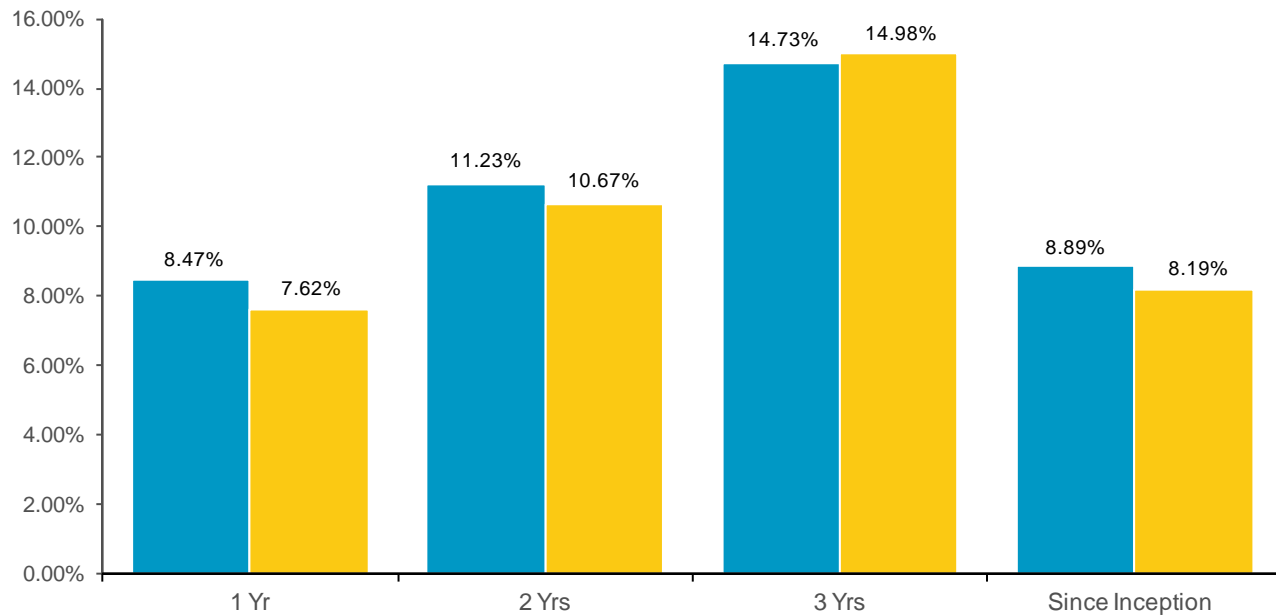
NIKKO AM GLOBAL UMBRELLA FUND
Report of the Investment Manager (continued)

Report of the Investment Manager

NIKKO AM GLOBAL UMBRELLA FUND - Nikko AM Asia Credit Fund (continued)

Asia Credit Fund - Class A EUR Shares
Rolling Returns as at 31 December 2016

■ Fund (Net of all fees)
■ Benchmark



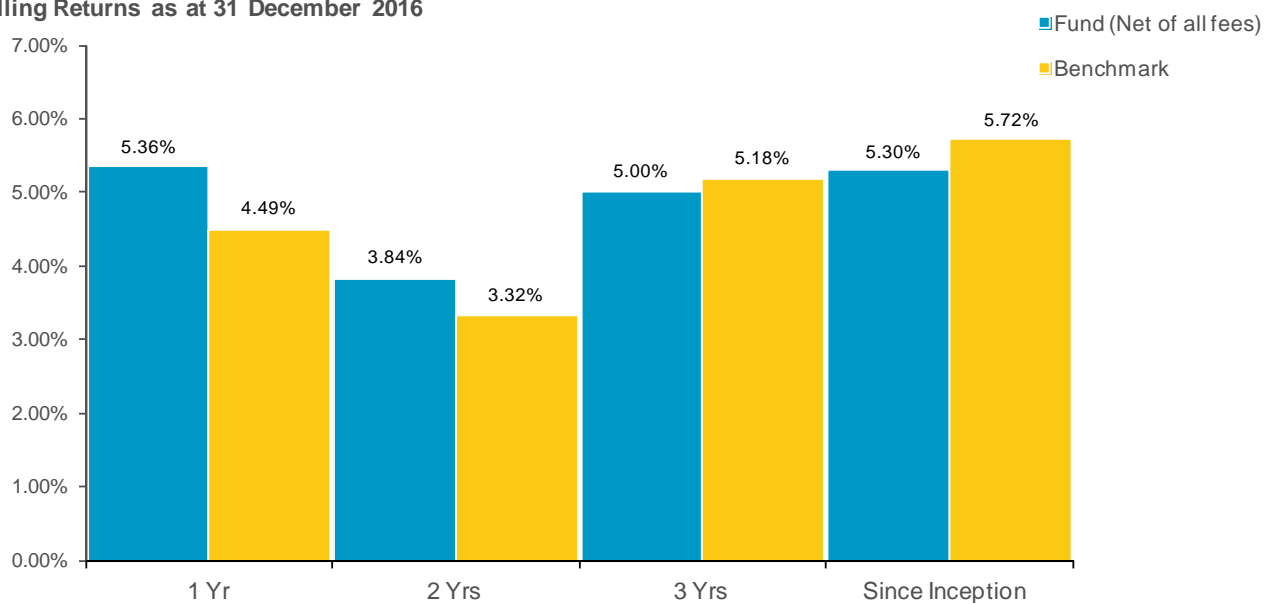
The inception date of the Asia Credit Fund Share Class A EUR Shares was November 2, 2012. Fund returns provided relate to the performance of Share Class A EUR and are presented net of investment management fees, trading commissions and administrative fees. Returns for periods in excess of 1 year have been annualized. Benchmark returns are the JACI Investment Grade Return Index (USD base). Externally/separately sourced FX rate has been applied to recalculate the BM performance in the relevant denomination currency of the share/unit class.

NIKKO AM GLOBAL UMBRELLA FUND
Report of the Investment Manager (continued)

Report of the Investment Manager

NIKKO AM GLOBAL UMBRELLA FUND - Nikko AM Asia Credit Fund (continued)

Asia Credit Fund - Class A USD Shares
Rolling Returns as at 31 December 2016



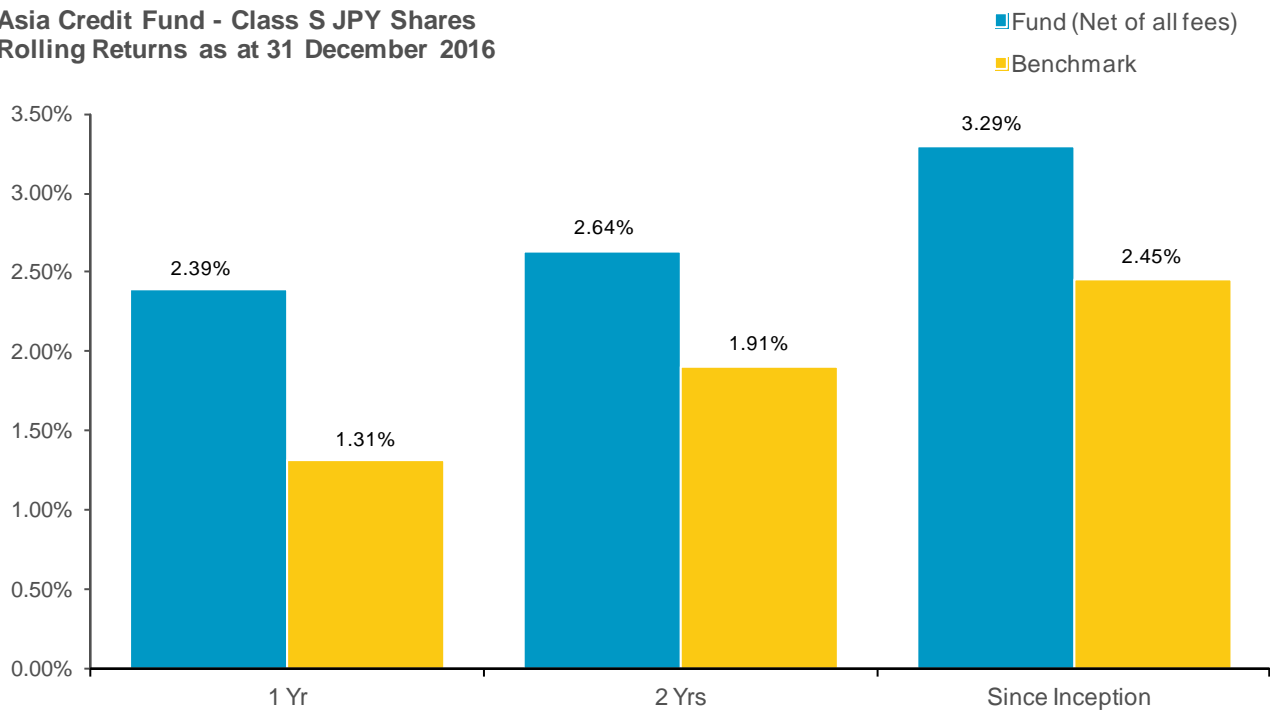
The inception date of the Asia Credit Fund Share Class A USD Shares was November 2, 2012. Fund returns provided relate to the performance of Share Class A USD and are presented net of investment management fees, trading commissions and administrative fees. Returns for periods in excess of 1 year have been annualized. Benchmark returns are the JACI Investment Grade Return Index (USD base).

NIKKO AM GLOBAL UMBRELLA FUND
Report of the Investment Manager (continued)

Report of the Investment Manager

NIKKO AM GLOBAL UMBRELLA FUND - Nikko AM Asia Credit Fund (continued)

Asia Credit Fund - Class S JPY Shares
Rolling Returns as at 31 December 2016



The inception date of the Asia Credit Fund Share Class S JPY Shares was December 17, 2014. Fund returns provided relate to the performance of Share Class S JPY and are presented net of investment management fees, trading commissions and administrative fees. Returns for periods in excess of 1 year have been annualized. Benchmark returns are the JACI Investment Grade Return Index (USD base). Externally/separately sourced FX rate has been applied to recalculate the BM performance in the relevant denomination currency of the share/unit class.

NIKKO AM GLOBAL UMBRELLA FUND

Report of the Investment Manager (continued)

Report of the Investment Manager

NIKKO AM GLOBAL UMBRELLA FUND - Nikko AM Global Equity Fund

Market Review for 2016

2016 started with investors fretting about deflation and what we would do about it once monetary policy options had been exhausted. Bond yields were being driven into negative territory by Central Bank buying, real economic growth was moribund and equity investors were unnerved.

By the end of the year, however, everything had changed. Voters in the UK and the US had rejected the political status quo, populist parties were threatening to do similarly well across Europe and policymakers were dusting off the expansionary fiscal policy playbook. The potentially inflationary impacts of this change of tack saw bond yields and equity markets rise.

Longstanding investor concerns around political cohesion in the EU, rising protectionism and China's shadow banking system have been pushed onto the backburner during 2016. This has allowed a meaningful style rotation to take place as 'value' outperformed 'growth' and investors returned to economically sensitive areas like banks and basic materials – selling down relatively safe stocks in Staples and Healthcare to fund this.

Performance Review

Generally speaking, our preference for higher quality business models – typically with below average reliance on the economic cycle for their growth – has meant that we have suffered in the face of the style rotation noted above. Specifically, we have remained underweight banking shares outside the US and commodity sectors in general. In both cases, shares have enjoyed a good 2016 but we see ongoing excess supply as capping future profits.

Our overweight allocation to Healthcare also detracted from performance last year in the face of renewed concerns over US drug price cuts.

Our best performance contributor this year was Geely Automotive. The company continues to transform its model range, with the help of technology acquired from Volvo. Sales volumes are rising fast, so are average selling prices and profit margins are expanding nicely too. The Synnex self-help story also worked well last year, as their acquisition of IBM's Concentrix business allowed them to move into more value-added services and margins rose. Treasury Wine Estates and Scotts Miracle Gro were other examples of high quality management-driven change stories that helped last year. The other main area of strength was our stocks that benefit from the ongoing economic recovery in the US. Our banks (SVB Financial, KeyCorp and Huntington) all climbed strongly in H2, as did HD Supply and CRH.

Our performance detractors this year have generally come from 2 types of stocks; restructuring stories undermined by weak revenue growth and UK consumer stocks – where investor confidence suffered post the vote for Brexit.

Livanova, Nokia and Veolia were all examples of struggling restructuring stories. Livanova has been particularly frustrating. Although 65% of revenues continue to exhibit solid growth characteristics and EPS guidance has been held all year, execution issues at the remaining 35% of the business and mismanaged revenue growth guidance have hurt investor confidence (and cost the old CEO his job). Nokia has struggled to retain the savings from its acquisition of Alcatel in the face of slower than expected telecom network spending by its customers. Similarly, although Veolia management have continued to do a good job on taking costs out of the business, deteriorating end markets have offset much of this progress.

Whitbread and Travis Perkins both fell 20-30% in the immediate aftermath of the UK's vote to leave the EU in June, as investors quickly reflected increased uncertainty on UK economic growth and consumer confidence. Although Whitbread subsequently recovered much of the lost ground in local currency terms, the persistent weakness of Sterling meant that it was still a meaningful drag on performance in 2016.

Market Outlook

Although some imbalances persist, we continue to believe that the US economy is recovering nicely. Labour participation rates have stopped falling, unemployment is low and wages are increasing. If delivered, any meaningful fiscal stimulus from the new Trump Administration will underpin this recovery nicely in the short-term but may stoke existing inflationary pressures.

The picture is less clear for us outside the US. Will any pick-up in economic activity in the US pull up growth in other parts of the world or will political instability and increased protectionism negate any such gains? With Germany-led Fiscal austerity in reverse gear in the Eurozone and the ECB still a willing lender of last resort, the backdrop for European economic growth looks OK. Survey data like consumer confidence and Purchasing Managers Indices look firm too. It is probably not surprising therefore that the ECB has signalled a slower rate of asset purchases going forward.

NIKKO AM GLOBAL UMBRELLA FUND
Report of the Investment Manager (continued)

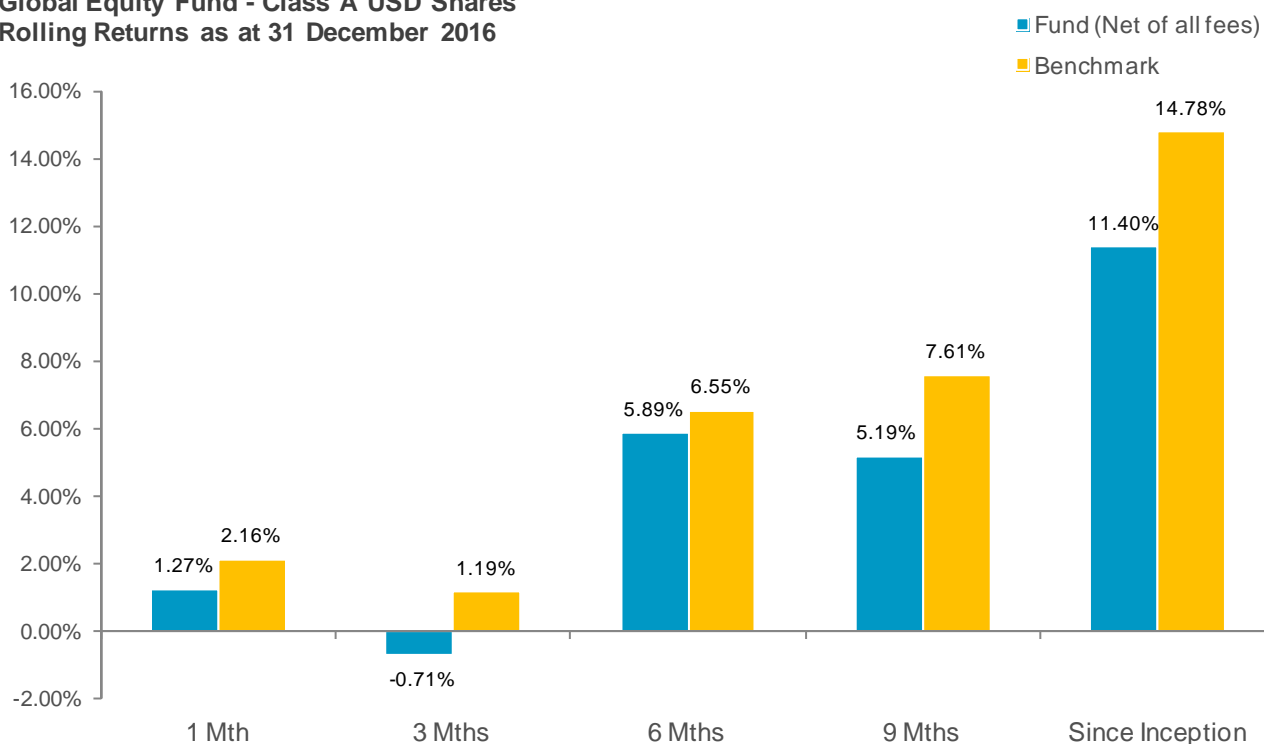
Report of the Investment Manager
NIKKO AM GLOBAL UMBRELLA FUND - Nikko AM Global Equity Fund (continued)

Political rather than economic risk remains more problematic for the region. Equity markets reacted calmly to Italy losing its Prime Minister after its Constitutional Referendum in December, but there are numerous opportunities in 2017 for voters to express the populism that shaped 2016. The first risk events come in March & April, with the Dutch and French Presidential Elections. Any sign of mounting support for relative extremists Geert Wilders and Marine Le Pen would likely unsettle investors and would represent a meaningful challenge to European political cohesion – already being tested by the process of the UK's departure from the EU.

Political tensions have also risen between the US and China in recent months – with President Elect Trump particularly vocal about China's currency manipulation and resultant unfair competitive advantage in global trade. How he reconciles this nationalistic rhetoric with his mercantilist nature will be very important for world trade. Any weakening of the WTO would likely not be good news for China or regions such as Europe and Japan, both of whom remain somewhat reliant upon international, rather than domestic economic growth. Equity markets have now priced in a lot of good news and there is little room for disappointment – in terms of either fiscal policy announcements or company profit growth. Although President Trump's promised tax cuts could help US net profits, the strength of the US \$ will not and neither will more pronounced wage inflation or any meaningful reversal of the deflationary impact of globalisation. Time will tell.

Overall, we have become slightly more pro-cyclical in our positioning, but selectivity remains very important. We remain reluctant to rely upon short-term macroeconomic momentum in determining 'Future Quality', but where we can find well run businesses, with improving cashflow generation and sound capital allocation we are willing to add these to the portfolio. Recent examples include Silicon Valley Bank, LKQ and Summit Materials.

Global Equity Fund - Class A USD Shares
Rolling Returns as at 31 December 2016



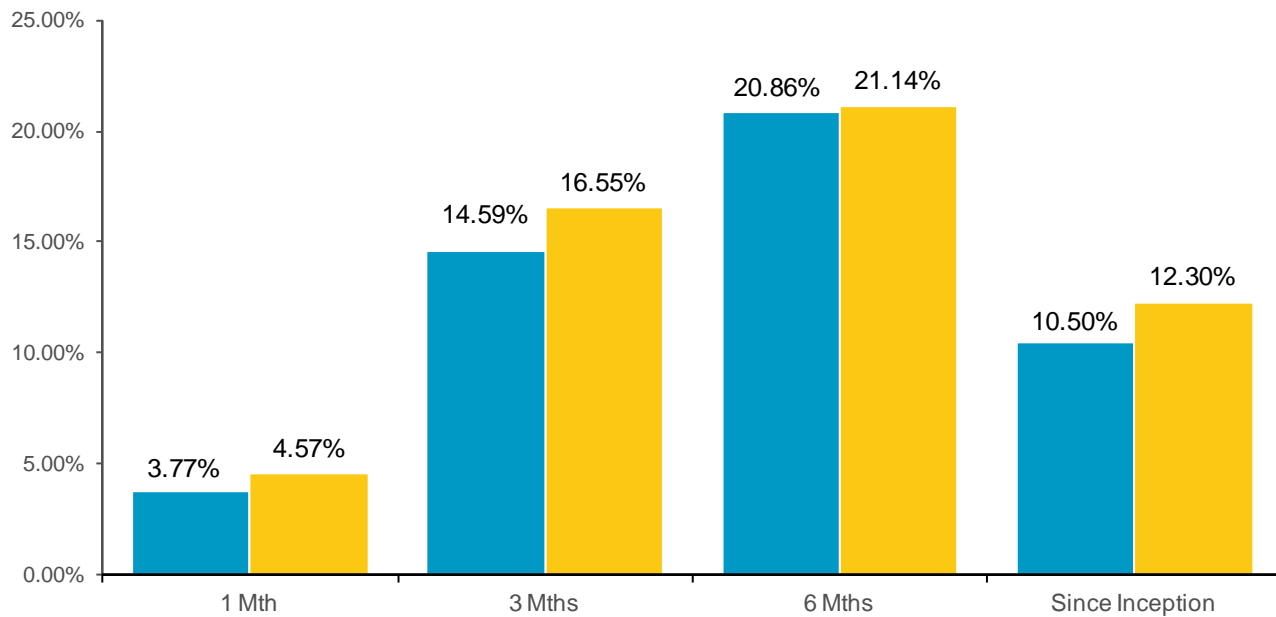
The inception date of the Global Equity Fund Share Class A USD was February 22, 2016. Fund returns provided relate to the performance of Share Class A USD and are presented net of investment management fees, trading commissions and administrative fees. Benchmark returns are MSCI All Country World Index © MSCI Inc. (USD base). Returns for periods in excess of 1 year have been annualized.

NIKKO AM GLOBAL UMBRELLA FUND
Report of the Investment Manager (continued)

Report of the Investment Manager
NIKKO AM GLOBAL UMBRELLA FUND - Nikko AM Global Equity Fund (continued)

Global Equity Fund - Class P JPY Shares
Rolling Returns as at 31 December 2016

■ Fund (Net of all fees)
■ Benchmark

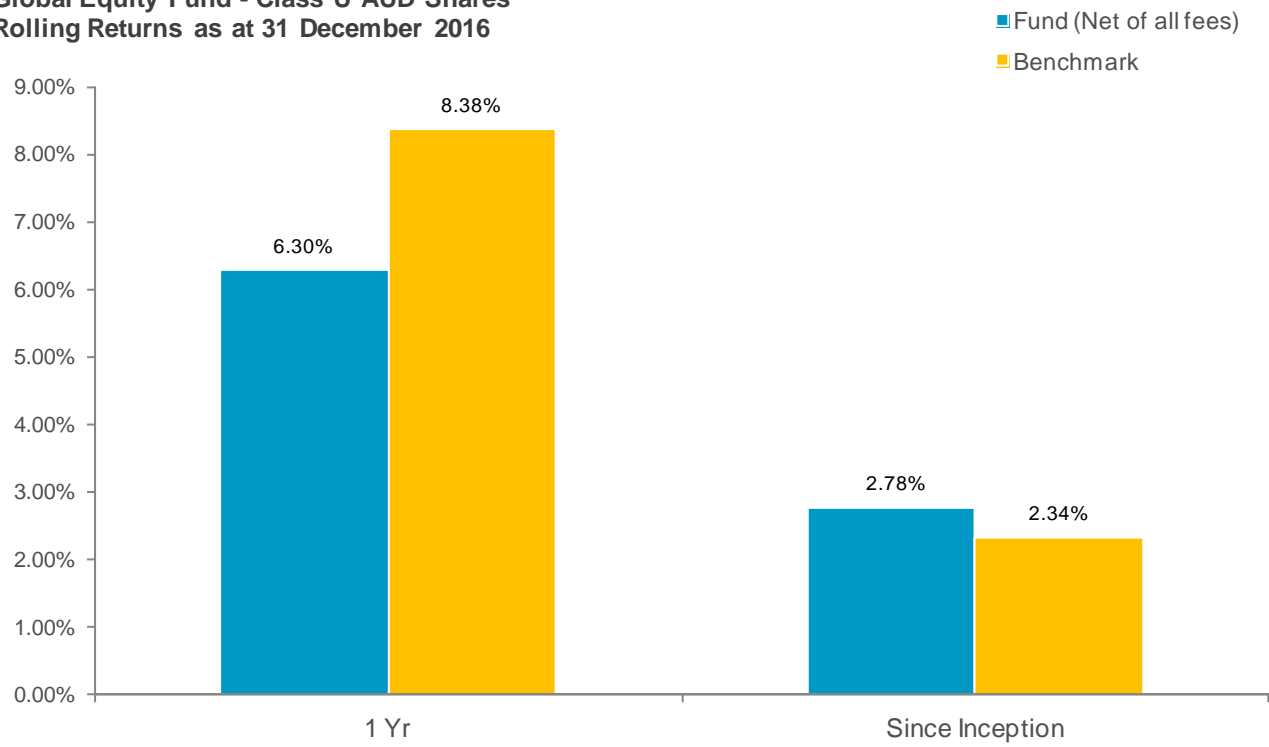


The inception date of the Global Equity Fund Share Class P JPY was April 1, 2016. Fund returns provided relate to the performance of Share Class P JPY shares and are presented net of investment management fees, trading commissions and administrative fees. Benchmark returns are MSCI All Country World Index © MSCI Inc. (USD base). Returns for periods in excess of 1 year have been annualized. Externally/separately sourced FX rate has been applied to recalculate the BM performance in the relevant denomination currency of the share/unit class.

NIKKO AM GLOBAL UMBRELLA FUND
Report of the Investment Manager (continued)

Report of the Investment Manager
NIKKO AM GLOBAL UMBRELLA FUND - Nikko AM Global Equity Fund (continued)

Global Equity Fund - Class U AUD Shares
Rolling Returns as at 31 December 2016



The inception date of the Global Equity Fund Share Class U AUD was July 15, 2015. Fund returns provided relate to the performance of Fund Share Class U AUD and are presented net of investment management fees, trading commissions and administrative fees. Benchmark returns are MSCI All Country World Index © MSCI Inc. (USD base). Returns for periods in excess of 1 year have been annualized. Externally/separately sourced FX rate has been applied to recalculate the BM performance in the relevant denomination currency of the share/unit class.

NIKKO AM GLOBAL UMBRELLA FUND

Report of the Investment Manager (continued)

Report of the Investment Manager

NIKKO AM GLOBAL UMBRELLA FUND - Nikko AM Global Multi Asset Fund

Market Review

2016 was the year where opinion polls got it wrong, first with BREXIT, and later on with Donald Trump. In the continuing aftermath of the US Presidential elections, it is easy to overlook the many other macro-political events that made 2016 such an exceptional year. At the onset, investors quickly realised that their fears of a global recession and emerging market (EM) collapse were unfounded. Growth continued to stabilise, led by the US in developed markets (DMs) and by India and commodity producers in EMs. Surprisingly, the first shock to global markets came from Japan. The announcement of BOJ's negative interest rate policy (NIRP) in January was an ominous foreboding that all was not well on the monetary front.

Realisation that monetary policy may well be at its limit of effectiveness further sank in when the ECB refused to go any further beyond its easing at the start of the year. On the other hand, the US Federal Reserve (Fed) blinked in keeping rates on hold in spite of a continuing recovery in the US economy. This was defended by claims that the Fed needed to adopt a more global perspective in its consideration of appropriate monetary policy settings. However this last crutch of policy support too fell away with the return of market and economic stability. With the election of Mr. Trump in November, it finally became evident that the baton was likely already passed from monetary to fiscal policy at some point in 2016.

Equities had a rough start to 2016, but managed to rally after January, supported by still easy Fed policy and promises of fiscal support and improving growth. The S&P 500 delivered around 12% in total return while across the Atlantic, Germany and the UK returned almost 7% and 20% in local currency terms respectively. In USD terms, however, the latter's returns were just about flat given the Sterling's decline following BREXIT. Japan lagged peers, though it recouped first half losses to end flat. Emerging markets posted 11% in USD terms overall, its best year since 2010.

Credit markets performed strongly over 2016. The year started with strong risk aversion over the macro outlook for China and further unconventional monetary policy from the BOJ, but a strong move by the ECB ensured this was short lived, leading to a big rally in global bonds since February. After a short blip from BREXIT, the asset class continued to rally, driven by further expectations of monetary and fiscal easing. The persistent decline in yields and tightening spreads helped push credit up globally, with the exception of Japan. However, Donald Trump's upset win in the US elections triggered a new bout of uncertainty. For the first time, markets began pricing in upside inflation risk, causing risk-free rates to spike and erasing most of the benefits from yield compression over the year. Despite this upset, Credit ended the year with strong gains as spread contraction held firm. Within Investment grade, the US was the strongest performer, delivering almost 6% in USD terms, with Europe and Asia close behind. Within High Yield, the US outperformed Asia, delivering over 17% over the year versus 14% in USD terms.

Sovereign bonds made a round trip in performance over 2016. Fear of deflation and uncertainties pushed investors to safe havens in the first half, and a rapid rise in rates followed as prospects for inflation became suddenly tangible. The 10-year US Treasury yield hit record lows at 1.35% in early July, but managed to end the year 17 basis points (bps) above where the year started, at 2.45%. Gilts delivered the best return with 10.6% within the period, followed by bunds with 4.1% and JGBs with 3.3%. Despite higher yield, US treasuries still returned positively by 1.1%.

Performance Review

Fund gained 4.08% for the period under review

The Fund gained 4.08% for the period under review (gross; inclusive of all fees). Equities contributed half the gains led by allocations in the US, Japan and Emerging markets ex Asia. Credit allocations across both high grade and high yield were significant positive contributors too given the tightening in credit spreads last year. Local currency bond allocations across Emerging markets detracted from performance, primarily due to losses in Mexican bonds incurred post the surprise election of Mr Donald Trump as the president of the US in November. Outside of EM bonds, the fund had maintained a conservative and underweight allocation to sovereign bonds all year and was hence well insulated from the escalation in bond market volatility into year end. Inflation sensitive assets including global infrastructure securities, commodities and gold added to portfolio diversification and contributed positively to fund returns.

Market Outlook and Strategy

Mr. Trump's election win in November highlighted that the shift from monetary to fiscal policy may have already happened at some point in 2016 - one of our key calls for 2016. As previously discussed, Central Bank manipulation of bond prices has led to fragile market equilibrium in the years post the Global Financial Crisis of 2007/08. Jolts to this false sense of calm were varied and included the collapse in energy prices, the resurgent USD and the surprise devaluation in the Chinese Renminbi. Hence there is much for

NIKKO AM GLOBAL UMBRELLA FUND
Report of the Investment Manager (continued)

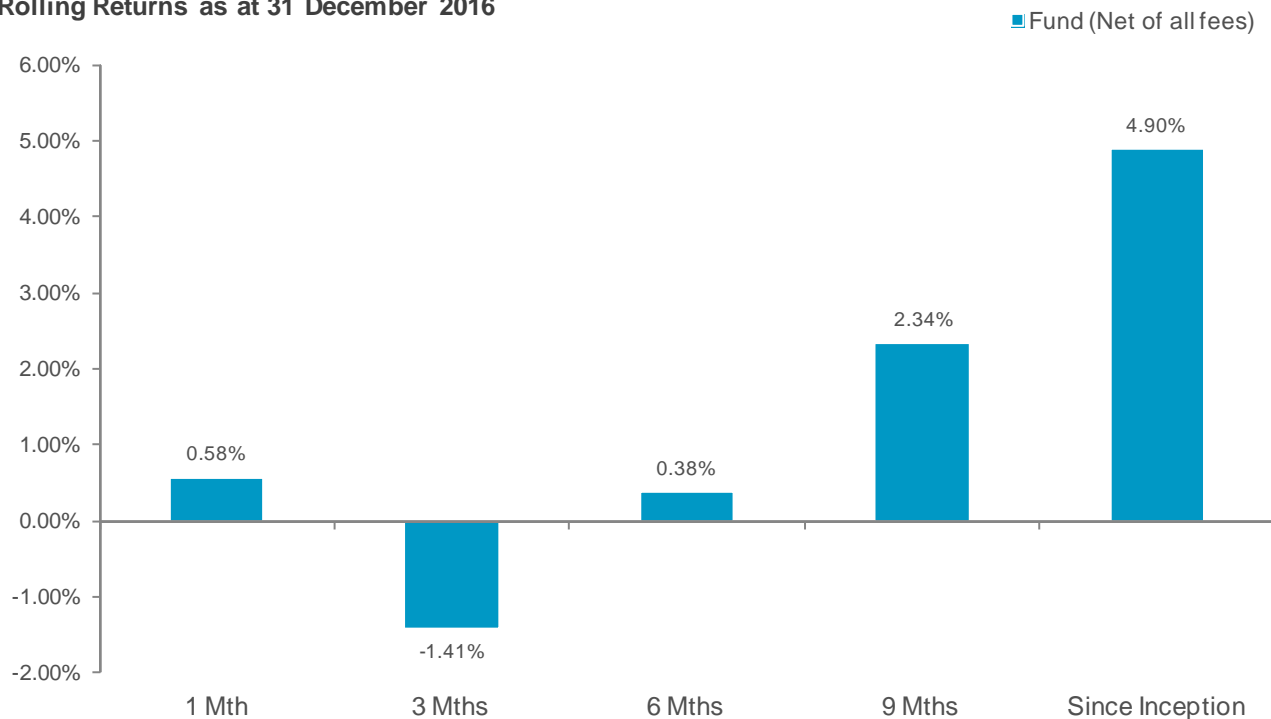
Report of the Investment Manager
NIKKO AM GLOBAL UMBRELLA FUND - Nikko AM Global Multi Asset Fund (continued)

markets to cheer if 2017 does indeed become a year of more fiscal, and less monetary, stimulus but not without risks as rates continues to normalise.

The rise of populism is the other trend that was already in place in the past year as seen by BREXIT in June, Trump's election in November and the Italian Referendum "No" in December. The political calendar for 2017 is heavy, particularly in Europe, with events such as the Presidential elections in France and Germany where anti-establishment continues to gather momentum. This is much less of a good thing for markets given the increase in geopolitical risk premium and macro-political uncertainty.

We remain cautious in our approach to DM equities. The reforms suggested by Trump do provide a platform for potential growth, provided they are delivered. However we remain concerned about the bond market. The current dramatic re-pricing was overdue, but the question lies in where and when it ends. Given bond markets have not reflected fundamentals for some years, it is hard to assess just how much the increase in inflation expectations will impact bond prices. If they keep falling, there is a risk that they will short circuit the nascent earnings recovery and negatively impact equity markets.

Global Multi Asset Fund - Class A USD Shares
Rolling Returns as at 31 December 2016

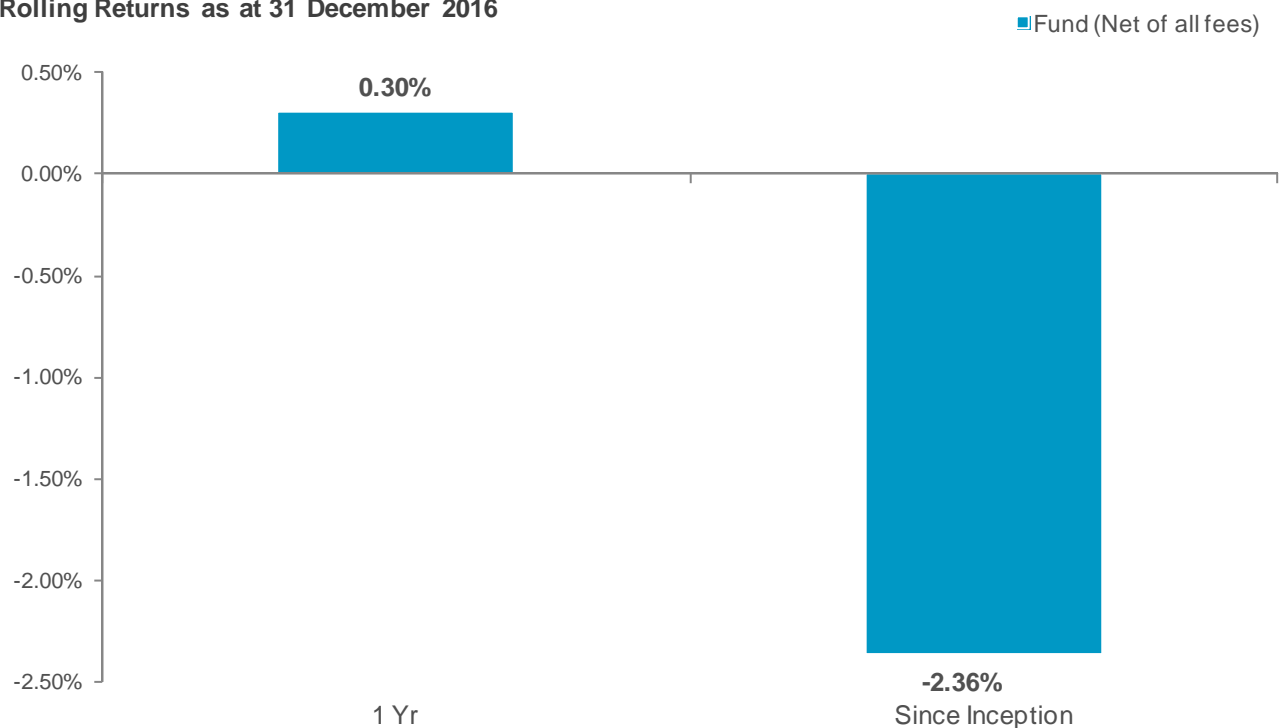


The inception date of the Global Multi Asset Fund Share Class A USD was February 22, 2016. Fund returns provided relate to the performance of Share Class A USD shares and are presented net of investment management fees, trading commissions and administrative fees. Returns for periods in excess of 1 year have been annualized.

NIKKO AM GLOBAL UMBRELLA FUND
Report of the Investment Manager (continued)

Report of the Investment Manager
NIKKO AM GLOBAL UMBRELLA FUND - Nikko AM Global Multi Asset Fund (continued)

Global Multi Asset Fund - Class P JPY Shares
Rolling Returns as at 31 December 2016



The inception date of the Global Multi Asset Fund Share Class P JPY was March 18, 2015. Fund returns provided relate to the performance of Share Class P JPY and are presented net of investment management fees, trading commissions and administrative fees. Returns for periods in excess of 1 year have been annualized.

NIKKO AM GLOBAL UMBRELLA FUND

Report of the Investment Manager (continued)

Report of the Investment Manager

NIKKO AM GLOBAL UMBRELLA FUND - Nikko AM Asia ex-Japan Fund

Market Review

The MSCI Asia ex-Japan benchmark finished 2016 up 5.4% in USD terms, underperforming MSCI World and MSCI Emerging Markets (EM) which returned 7.5% and 11.2% respectively.

North Asia ended the year higher

Hong Kong and China ended up 2.3% and 0.9% in USD terms respectively, amid significant volatility. In January, China's decision to impose circuit breakers proved ill-timed and led to further selling pressure in China and Hong Kong. However, better than expected 1H16 results for Chinese companies and a broad improvement in economic indicators in 2H2016 boosted sentiment. Hong Kong's exports and imports also returned to positive growth. While China's PMI continues to indicate expansion, concerns remain over capital outflows. In order to better manage yuan stability on a trade-weighted basis, China announced an adjustment to the composition of the trade-weighted Yuan Renminbi (CNY) index in December. Within properties, sector recovery was dampened following the introduction of property cooling measures in China and further stamp duties in Hong Kong in order to stem excessive volume and price growth.

In Taiwan, the market returned 18.5% in USD terms over the year, buoyed by the technology and financial sectors. Taiwan's opposition party, the Democratic Progressive Party (DPP), and its leader Tsai Ing-wen won a resounding victory in national elections in January. Meanwhile, Korea's Samsung faced setbacks following malfunctions of its Galaxy Note 7 smartphone, the National Assembly passed a bill to impeach President Park and the Bank of Korea revised down 3Q GDP growth estimates. Despite this, Korea returned 8.7% in USD terms over the one-year period.

India supported by easing measures and reforms

India returned -1.4% in USD terms over the one-year period. Further liberalisation of foreign direct investment (FDI), the appointment of new central bank governor Dr Urjit Patel and the passage of the GST bill in August brought the market near all-time highs. However, escalating tensions with Pakistan and Prime Minister Narendra Modi's unexpected demonetisation move in November muted sentiment. Furthermore, rollout of the GST bill faced delays from the Opposition and the Monetary Policy Committee (MPC) surprised by leaving interest rates unchanged in December, citing macroeconomic uncertainty.

Southeast Asia markets a mixed bag

Returns for ASEAN markets were mixed over the one-year period. Thailand outperformed peers on the back of improving government spending and monetary policy support. The local economy also remained relatively resilient despite mourning the passing of King Bhumibol Adulyadej. Indonesia returned 17.0% in USD terms over the period. Bank Indonesia cuts interest rates six times, while the passage of the tax amnesty law in June boosted expectation for additional public and private investment spending. Additionally, Fitch revised Indonesia's outlook to Positive and the Board of Governors predicted an economic recovery in 2017 in view of an improving corporate sector and increased financing. Singapore rebounded and returned 1.4% in USD terms as local banks, which were previously affected by concern over their exposure to commodities, were key beneficiaries of higher US interest rates.

In contrast, Philippines declined by 6.6% in USD terms over rising political uncertainties. Although Rodrigo Duterte's Presidential victory in May was initially greeted by strong local buying of domestic equities, the President's subsequent controversial rhetoric overshadowed better-than-forecasted second quarter GDP growth. Malaysia also ended the year in negative territory following fresh civil lawsuits by the US against the troubled 1Malaysia Development Bhd (1MDB) fund.

Performance Review

Fund returned -2.57% in 2016

Over the review period, the Fund returned -2.57% in USD terms (gross; inclusive of all fees), underperforming the benchmark which returned 5.44%. On a sector basis, stock specific issues in the consumer staples and industrials detracted from relative performance while an underweight allocation to telecommunication services contributed positively. At the country level, our positions in Korea and India detracted from relative performance during the year whilst strong stock selection in China added value.

Market Outlook and Strategy

Focus on beneficiaries of reflationary environment

Globally investors seem transfixed by policy rhetoric and "tweets" from the newly sworn in President Trump. This has distracted from otherwise improving economic conditions in the US and a pick-up in trade across the Asia region towards the end of 2016. In today's new anti-globalisation world, the question remains whether traditional export orientated economies will benefit as much as they may have done in past cycles. We see a greater role for China in this equation, especially if the US remains focused on a protectionist/anti-trade

NIKKO AM GLOBAL UMBRELLA FUND
Report of the Investment Manager (continued)

Report of the Investment Manager
NIKKO AM GLOBAL UMBRELLA FUND - Nikko AM Asia ex-Japan Fund (continued)

agenda. As inflation picks up across a number of countries, we try to look for those companies that stand to benefit from a reflationary environment. MSCI AxJ trades on a 1.4 times forward price-to-book (P/B) multiple compared to a 2.2 times P/B multiple for MSCI World, while earnings revisions have started to trend up.

Maintain overweight to China

Economic data from China continues to improve despite the rise in domestic interbank rates and a plethora of policy actions to contain capital outflows. The government continues to push PPP programs to encourage greater investment in the near term while the rise in PPI should help ease some pressure at mining and industrial companies. Of note during January was the announcement by the Chinese Steel and Iron Ore Association that it will be clamping down on all illegal operating capacities with a view to eliminate 50 million tonnes per annum (mtpa) of steel capacity (or 6% of Chinese production) by June 2017. We maintain an overweight stance to Chinese stocks with a preference for new economy sectors including internet, tourism and healthcare.

Continue to favour India

India also remains a key overweight and with the reporting season well under way, we note many companies have witnessed limited impact from the government's de-monetisation policy. Private banks experienced large low cost deposit inflows which should structurally lower funding costs for the sector. Corporate orientated banks continued to show high credit costs which we believe is evidence that they are finally acknowledging and providing for problem assets in their legacy books. China's move to curtail illegal steel production has lifted prices globally and this should ease what has been a big problem sector for Indian banks. The upcoming budget session is likely to produce incremental hand-outs for the rural community, particularly in light of the disruption caused by de-monetisation.

Remain selective in developed Asia

We have become more constructive on more developed Asian market financial stocks owing to the potential improvement in profitability brought about by a pick-up in the global interest rate environment. We do not, however, believe this applies to all, and differentiate according to our views on outstanding asset quality issues and the negative impact of higher rates on domestic growth.

We remain very selective across the traditional export orientated economies of Taiwan, Korea and Singapore, preferring companies in niche sectors with sustainable earnings. While the technology sector has been a key driver of better export numbers thus far, we are wary of each country's sensitivity to US demand and as potential losers from any trade spat between the US and China as has already been evidenced by Korea's agreement to let the US install a Terminal High Altitude Area Defense.

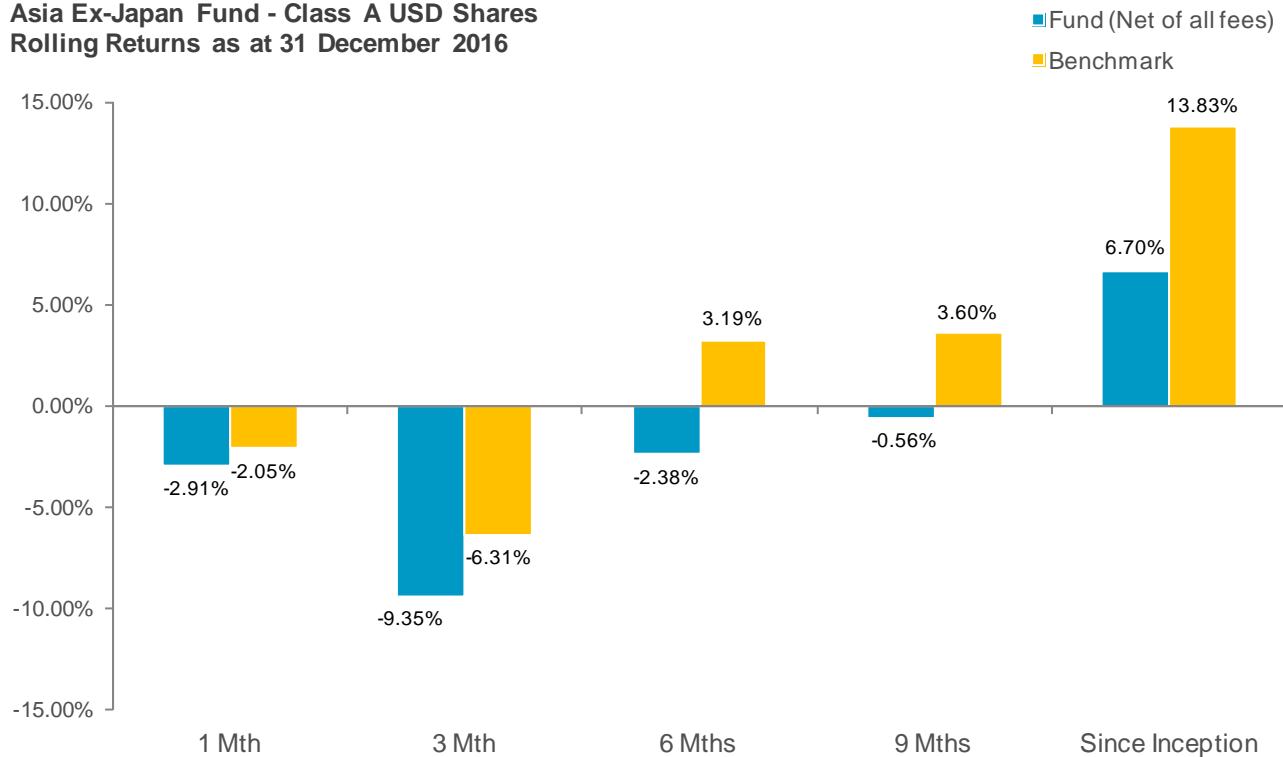
Selectively overweight in ASEAN

We remain selectively overweight in ASEAN, favouring underappreciated and strong franchises in Indonesia, Thailand and Philippines focused on domestic demand and infrastructure. We continue to avoid the Malaysian equity market altogether.

NIKKO AM GLOBAL UMBRELLA FUND
Report of the Investment Manager (continued)

Report of the Investment Manager
NIKKO AM GLOBAL UMBRELLA FUND - Nikko AM Asia ex-Japan Fund (continued)

Asia Ex-Japan Fund - Class A USD Shares
Rolling Returns as at 31 December 2016

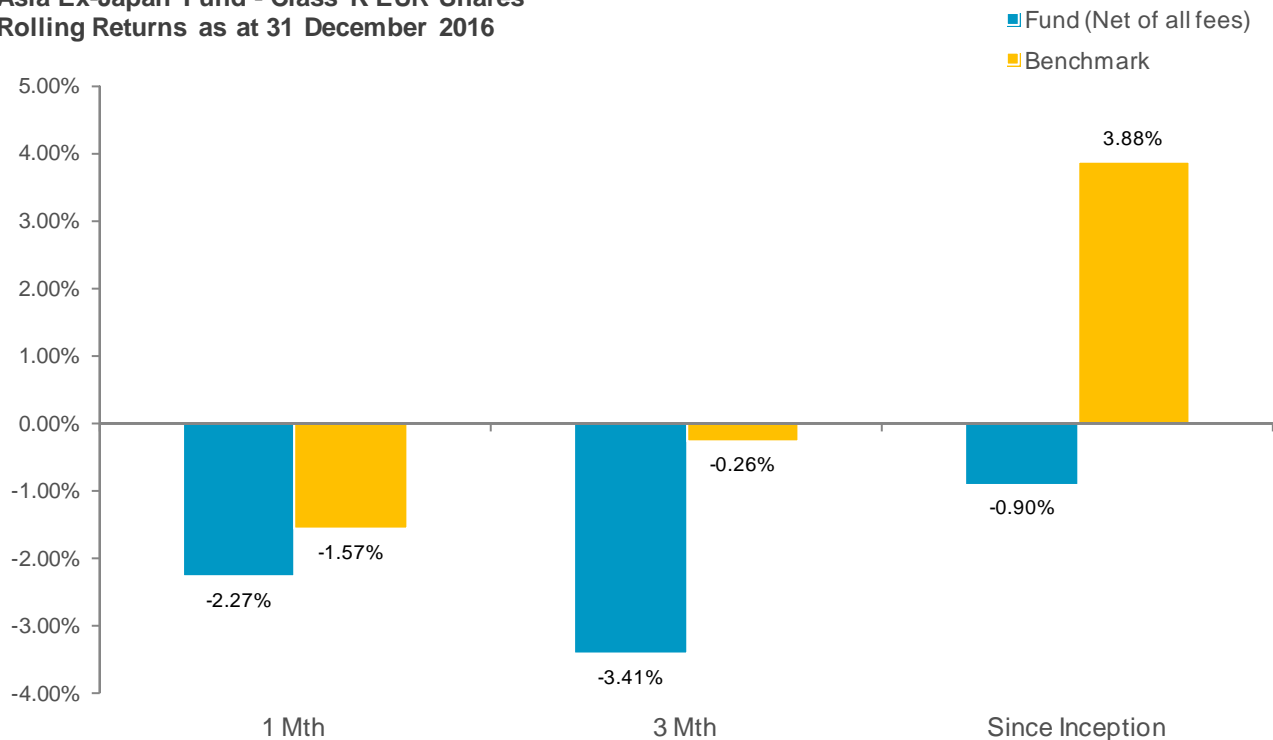


The inception date of the Asia Ex-Japan Fund Share Class A USD was February 22, 2016. Fund returns provided relate to the performance of Share Class A USD and are presented net of investment management fees, trading commissions and administrative fees. Benchmark returns are MSCI AC Asia ex Japan Index(c) MSCI Inc (USD base). Returns for periods in excess of 1 year have been annualized.

NIKKO AM GLOBAL UMBRELLA FUND
Report of the Investment Manager (continued)

Report of the Investment Manager
NIKKO AM GLOBAL UMBRELLA FUND - Nikko AM Asia ex-Japan Fund (continued)

Asia Ex-Japan Fund - Class K EUR Shares
Rolling Returns as at 31 December 2016

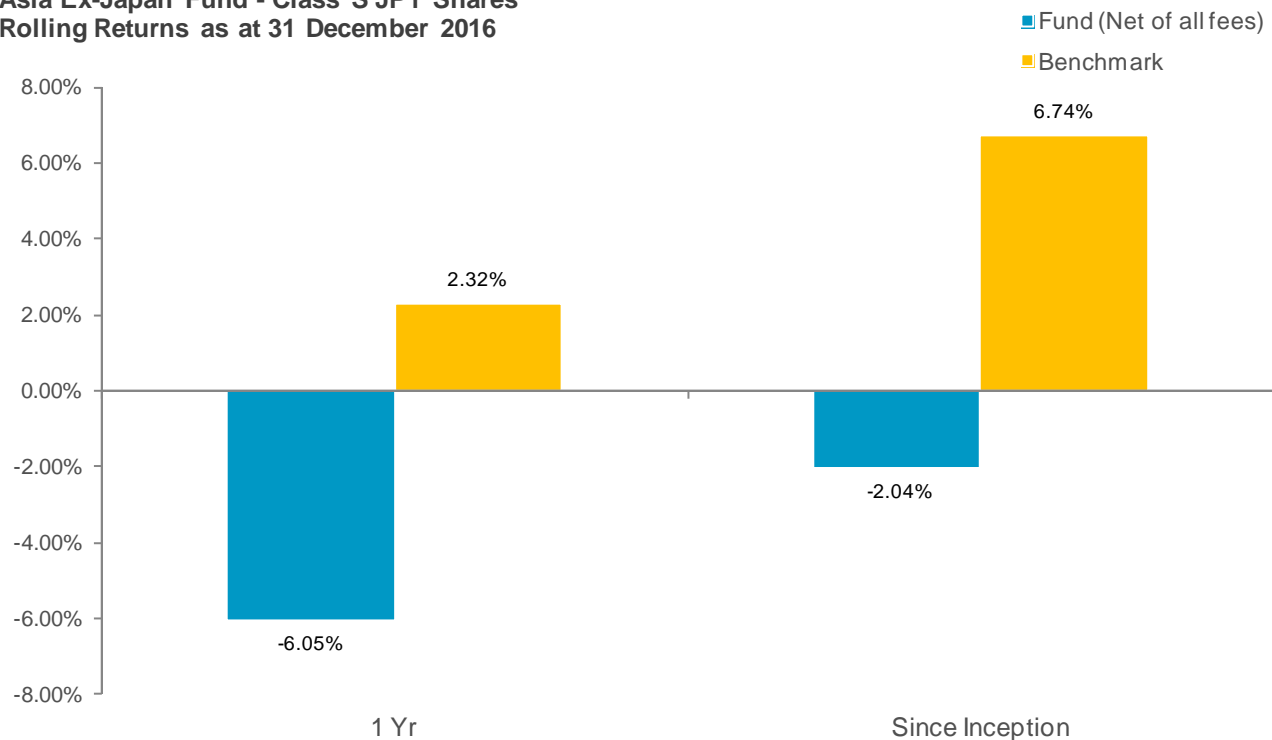


The inception date of the Asia Ex-Japan Fund Share Class K EUR was August 4, 2016. Fund returns provided relate to the performance of Share Class K EUR and are presented net of investment management fees, trading commissions and administrative fees. Benchmark returns are MSCI AC Asia ex Japan Index(c) MSCI Inc. (USD base). Returns for periods in excess of 1 year have been annualized. Externally/separately sourced FX rate has been applied to recalculate the BM performance in the relevant denomination currency of the share/unit class.

NIKKO AM GLOBAL UMBRELLA FUND
Report of the Investment Manager (continued)

Report of the Investment Manager
NIKKO AM GLOBAL UMBRELLA FUND - Nikko AM Asia ex-Japan Fund (continued)

Asia Ex-Japan Fund - Class S JPY Shares
Rolling Returns as at 31 December 2016



The inception date of the Asia Ex-Japan Fund Share Class S JPY was September 4, 2015. Fund returns provided relate to the performance of Share Class S JPY and are presented net of investment management fees, trading commissions and administrative fees. Benchmark returns are MSCI AC Asia ex Japan Index(c) MSCI Inc (USD base). Externally/separately sourced FX rate has been applied to recalculate the BM performance in the relevant denomination currency of the share/unit class. Returns for periods in excess of 1 year have been annualized.

NIKKO AM GLOBAL UMBRELLA FUND
Report of the Investment Manager (continued)

Report of the Investment Manager
NIKKO AM GLOBAL UMBRELLA FUND - Nikko AM Japan Value Fund

Period: February 1, 2016 – December 31, 2016

Market Review

The Japanese stock market fell in early February 2016 amid increasing market concerns relating to global economic prospects and financial systemic uncertainty in Europe. The correction was also supported by yen appreciation against the US dollar, as market expectations of US interest rate hikes receded.

Japanese shares rallied from mid-February until late March, overcoming the drag caused by falls in leading indicators published by the OECD casting uncertainty over global economic prospects and worse-than-expected Chinese trade figures. Key factors supporting the market rally included (1) a growing view that oil prices had bottomed after an agreement among major oil-producing nations to freeze increases in crude oil output, (2) stronger-than-expected US economic data, and (3) additional monetary easing in China.

Japanese equities turned in a mixed performance during April and May. Although higher oil prices boosted some stocks and better-than-expected US economic indicators provided general support, Japanese stocks were weighed down by (1) weaker-than-expected data in the Bank of Japan (BOJ)'s quarterly Tankan survey of business confidence, which raised uncertainty surrounding domestic economic prospects, and (2) worse-than-expected results from some companies.

In the period from early June to early July, concerns about how a UK vote to leave the EU might affect the global economy and financial markets gave way to increased risk aversion on the part of investors after the Leave campaign won the Brexit vote. Japanese share prices fell as the yen strengthened against the US dollar.

The Japanese share market rallied again from mid-July following the LDP's victory in the Upper House elections, which bolstered economic policy expectations. Shares also rebounded with the release of strong US economic data, which caused the yen to fall against the US dollar.

In the period from late July to late September, renewed investor risk aversion weighed on share prices due to the release of weaker-than-expected US economic data, the strengthening of the yen against the US dollar, and market concerns about the financial health of leading European banks. Japanese financial stocks bucked the trend, supported by rising long-term interest rates. The market also responded positively to the new monetary policy framework announced by the BOJ's Policy Board. The overall performance of Japanese stocks was mixed.

Japanese share prices rallied again in the final quarter of CY2016, despite briefly correcting on the election of a US presidential candidate espousing protectionist policies over fears how this might affect the global economy and US-Japan trade ties. Economic sentiment in the US was boosted by the release of stronger-than-expected US economic data, while Japanese market expectations focused on the increased scale of ETF purchases by the central bank. The yen fell against the US dollar as markets pondered the policy implications of a Trump presidency.

Performance Review

Performance since inception is +9.7% (net of all fees) for the Class A JPY fund and for the Class X JPY fund.

Stocks contributing to fund outperformance relative to benchmark included Nintendo, Sony, Taisei and NTT DoCoMo in the first half of the period, and Mitsubishi Gas Chemical, Minebea, Fujitsu, and Sumitomo Metal Mining in the second half of the period. Stocks contributing to fund underperformance relative to benchmark included Mazda Motor, J-Power, Fujitsu and Minebea in the first half of the period, and NTT DoCoMo, Ajinomoto, Kyowa Hakko Kirin, and Toyobo in the second half of the period.

Portfolio rebalancing was based on appropriate consideration of stock valuation levels, lowering the weighting of stocks that had become less undervalued after a rally in the share price while focusing purchases on undervalued stocks with strong positive cash flow growth projections.

Market Outlook

The Japanese stock market is expected to perform strongly in 2017, despite uncertainty created by political problems in Europe linked to the rise of populism and the trade policies of the Trump administration. Market expectations are underpinned by (1) US economic policies, which are expected to involve fiscal expansion and tax cuts, (2) further weakening of the yen due to higher long-term interest rates in the US, and (3) bullish trends in commodity markets. Corporate profits in Japan are expected to be sluggish in FY2016 before rebounding to post double-digit growth in FY2017 due to a global economic recovery and improvement in the terms of trade. Japanese

NIKKO AM GLOBAL UMBRELLA FUND
Report of the Investment Manager (continued)

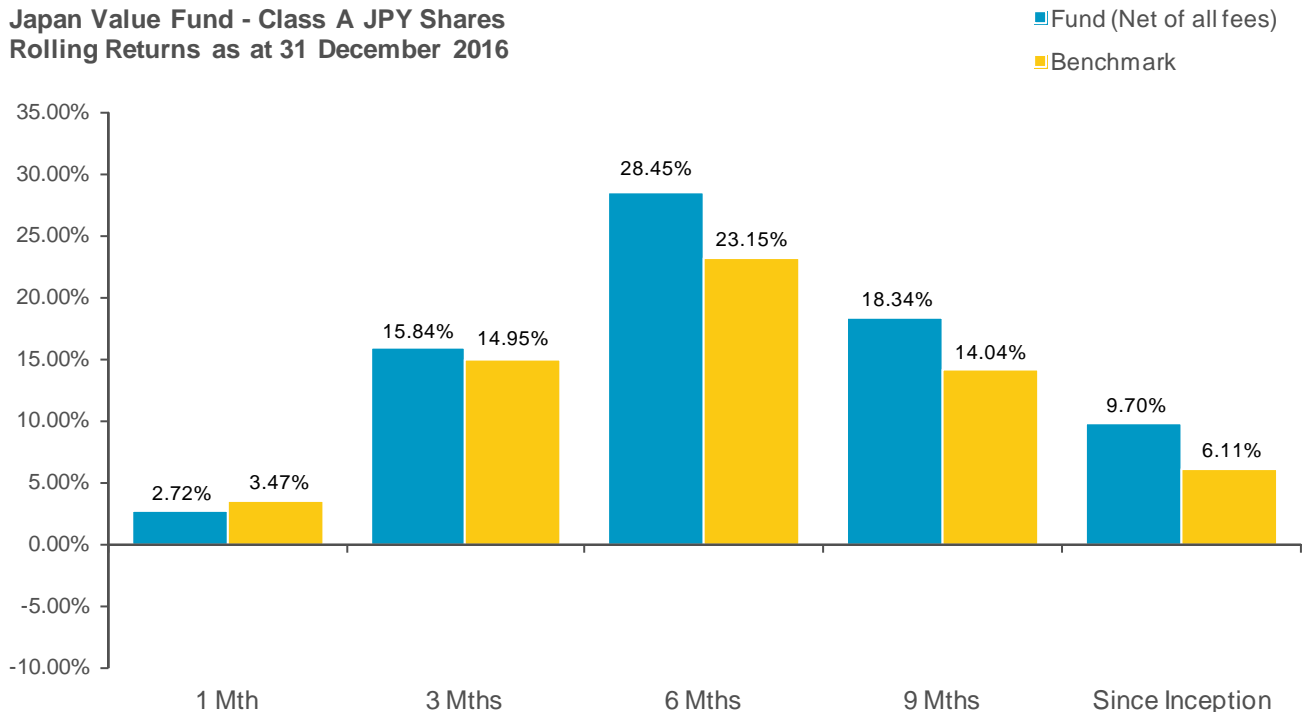
Report of the Investment Manager
NIKKO AM GLOBAL UMBRELLA FUND - Nikko AM Japan Value Fund (continued)

shares are expected to maintain superior relative performance and deliver improved returns on equity, supported by (1) greater capital investment and M&A targeting competitive sectors using the abundant cash piles that have accumulated over the past 20 years of deflation, and (2) more companies taking measures to increase returns to shareholders.

Stock selection will remain based on identifying undervalued stocks with robust financials that offer high dividend yields. Specifically, we will continue to target significantly undervalued stocks with the potential for positive re-rating due to one or more of the following three factors:

- 1) Products, technology and expertise in Japanese or overseas markets
- 2) Robust, highly differentiated business base
- 3) Post-restructuring growth potential

Japan Value Fund - Class A JPY Shares
Rolling Returns as at 31 December 2016

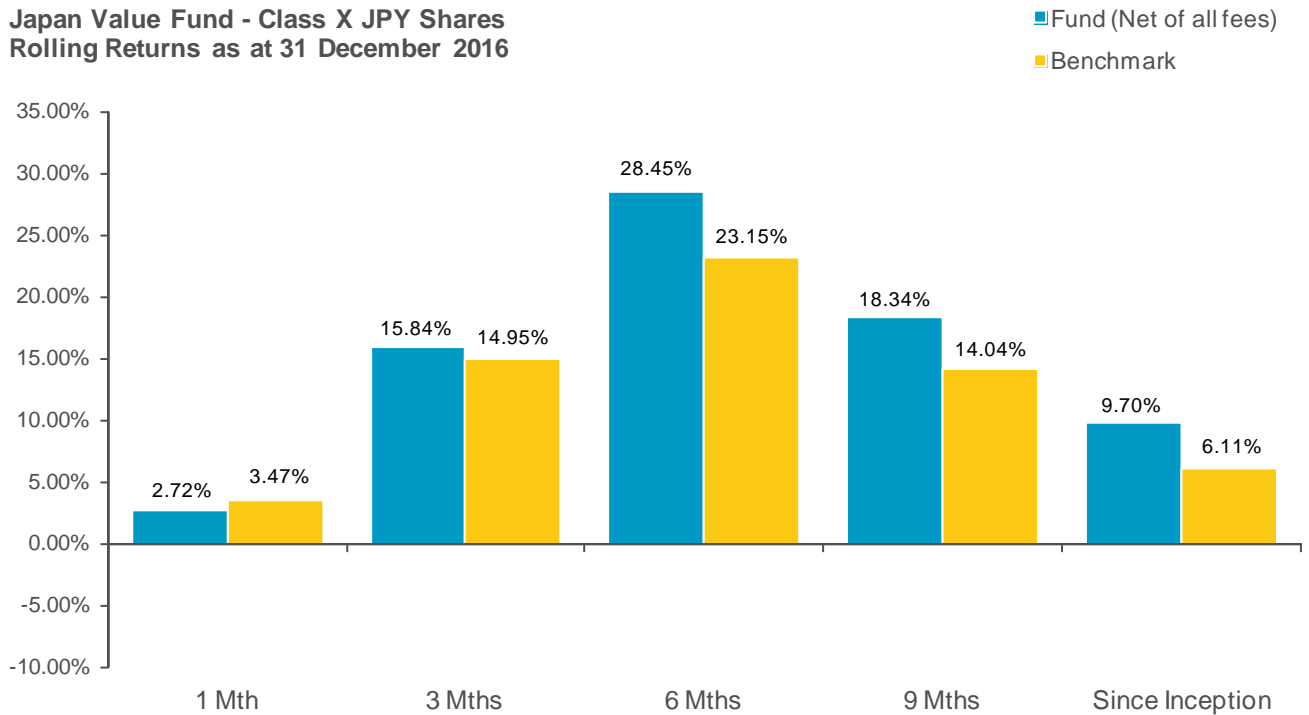


The inception date of the Japan Value Fund Share Class A JPY was February 1, 2016. Fund returns provided relate to the performance of Share Class A JPY and are presented net of investment management fees, trading commissions and administrative fees. Returns for periods in excess of 1 year have been annualized. Benchmark returns are TOPIX Total Return Index, © Tokyo Stock Exchange Inc., all rights reserved (JPY base).

NIKKO AM GLOBAL UMBRELLA FUND
Report of the Investment Manager (continued)

Report of the Investment Manager
NIKKO AM GLOBAL UMBRELLA FUND - Nikko AM Japan Value Fund (continued)

Japan Value Fund - Class X JPY Shares
Rolling Returns as at 31 December 2016



The inception date of the Japan Value Fund Share Class X JPY was February 1, 2016. Fund returns provided relate to the performance of Share Class X JPY and are presented net of investment management fees, trading commissions and administrative fees. Returns for periods in excess of 1 year have been annualized. Benchmark returns are TOPIX Total Return Index, © Tokyo Stock Exchange Inc., all rights reserved (JPY base).

NIKKO AM GLOBAL UMBRELLA FUND
Report of the Investment Manager (continued)

Report of the Investment Manager
NIKKO AM GLOBAL UMBRELLA FUND - Nikko AM Japan Focus Fund

Period: February 29, 2016 – December 31, 2016

Market Review

Japanese equities generally performed strongly from March to late May 2016 under the influence of additional monetary easing in China, with related stocks also benefiting from higher oil prices. Better-than-expected US economic data supported this rally in Japanese stocks, but prices later plateaued as declines in leading indicators published by the OECD cast uncertainty over global economic prospects and some companies released worse-than-expected results.

In the period from early June to early July, concerns about how a UK vote to leave the EU might affect the global economy and financial markets gave way to increased risk aversion on the part of investors after the Leave campaign won the Brexit vote. Japanese share prices fell as the yen strengthened against the US dollar.

The Japanese share market rallied again from mid-July following the LDP's victory in the Upper House elections, which bolstered economic policy expectations. Shares also rebounded with the release of strong US economic data, which caused the yen to fall against the US dollar.

In the period from late July to late September, renewed investor risk aversion weighed on share prices due to the release of weaker-than-expected US economic data, the strengthening of the yen against the US dollar, and market concerns about the financial health of leading European banks. Japanese financial stocks bucked the trend, supported by rising long-term interest rates. The market also responded positively to the new monetary policy framework announced by the Bank of Japan (BOJ)'s Policy Board. The overall performance of Japanese stocks was mixed.

Japanese share prices rallied again in the final quarter of CY2016, despite briefly correcting on the election of a US presidential candidate espousing protectionist policies over fears how this might affect the global economy and US-Japan trade ties. Economic sentiment in the US was boosted by the release of stronger-than-expected US economic data, while Japanese market expectations focused on the increased scale of ETF purchases by the central bank. The yen fell against the US dollar as markets pondered the policy implications of a Trump presidency.

Performance Review

The performance since inception of the Class A JPY fund is +1.30% (net of all fees).

Stocks contributing to fund outperformance relative to benchmark included Daikin, Fuji Heavy, Keyence, and Koito. Stocks contributing to fund underperformance relative to benchmark included Ryohin Keikaku, Ono Pharmaceutical, Keisei Electric Railway, and Kao.

During the period under review, the portfolio was rebalanced based on appropriate consideration of underlying fundamentals (basic economic conditions) and projected performance trends.

In the period from March to late May 2016, amid heightened uncertainty about the prospects for exchange rates and other external conditions, the fund focused on undervalued stocks in the IT, telecoms and service sectors with defensive earnings profiles. The fund added one telecoms stock whose price had fallen despite solid results, and increased portfolio weightings for these sectors. In contrast, the fund sold or reduced the portfolio weighting of (1) companies in the auto and land transport sectors amid rising concerns over earnings prospects, and (2) financial sector stocks whose earnings were expected to suffer due to the introduction of negative interest rates. In June and July, amid lingering uncertainty over external factors, the fund targeted undervalued stocks with defensive earnings profiles in sectors such as toiletries and retail, adding new stocks to the portfolio and increasing portfolio weightings for these sectors. At the same time, the fund sold or reduced the portfolio weighting of (1) service sector stocks that were likely to fall short of market performance expectations, and (2) pharmaceutical stocks whose valuations were starting to look stretched. From August to the end of December, the fund added or increased portfolio weightings for (1) an electronics manufacturer where strong volume growth projections more than offset currency headwinds, (2) stocks in the IT and communications sectors reporting highly positive order trends, and (3) a company in the food sector with strong medium-term growth potential in China. The fund also sold or reduced the portfolio weighting of (1) pharmaceuticals stocks affected by increasing market concerns related to medium-term growth prospects, and (2) financial sector stocks affected by increasing market concerns related to the impact of rising US interest rates on USD procurement costs.

NIKKO AM GLOBAL UMBRELLA FUND
Report of the Investment Manager (continued)

Report of the Investment Manager
NIKKO AM GLOBAL UMBRELLA FUND - Nikko AM Japan Focus Fund (continued)

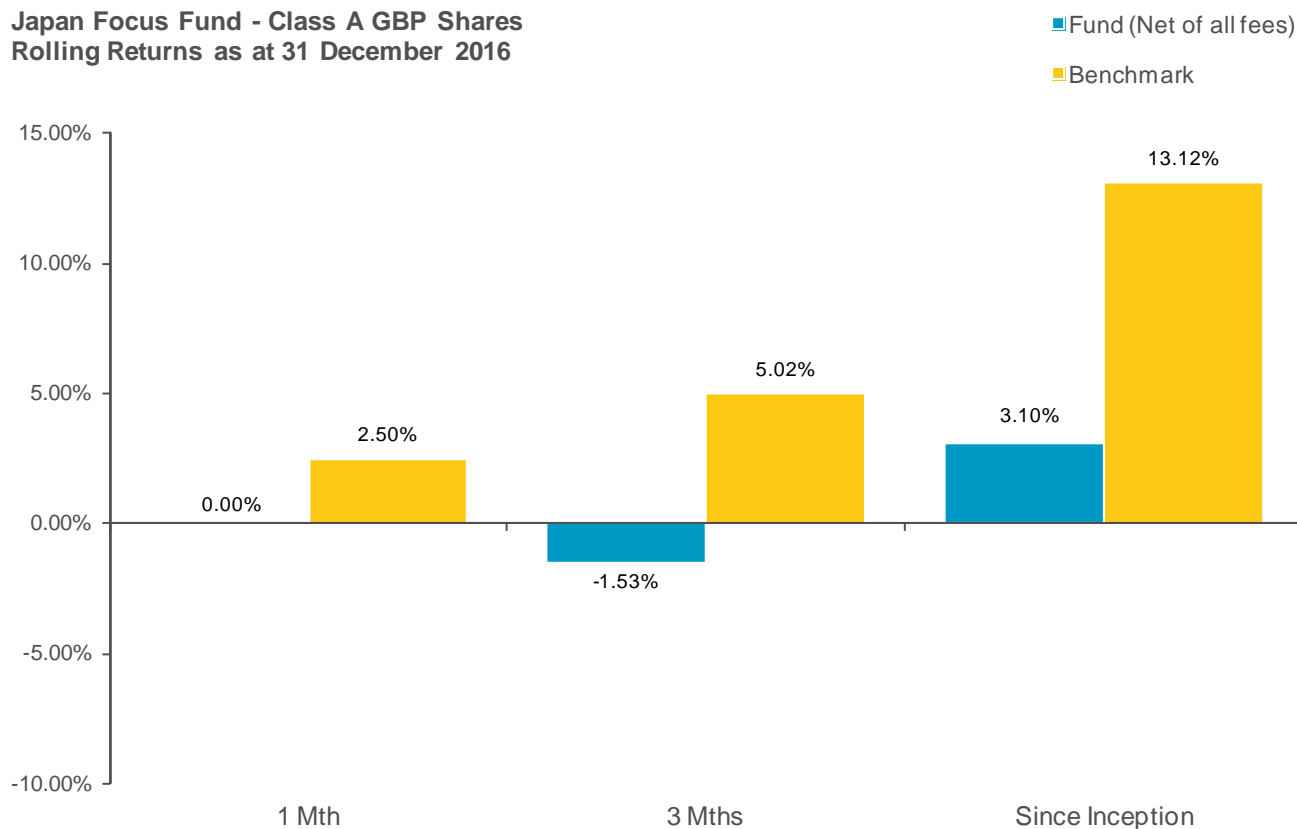
Market Outlook

Our basic stance remains to monitor closely the trends in global macro indicators while paying attention to the influence of economic policies in the US – which are expected to lead to fiscal expansion and monetary tightening under the new Trump administration – alongside continued monetary easing in Europe and China.

Domestically, we will analyze the macro trends and earnings projections for FY3/18 and beyond, based on the recent 3Q FY3/17 results season.

Looking ahead, we will continue to adopt a medium-to-long-term perspective, investing primarily in companies with a proven track record of responding to changes in demand trends and staying globally competitive. We will also look to increase fund value through proactive investment in stocks subject to corrections driven by market supply and demand.

Japan Focus Fund - Class A GBP Shares
Rolling Returns as at 31 December 2016

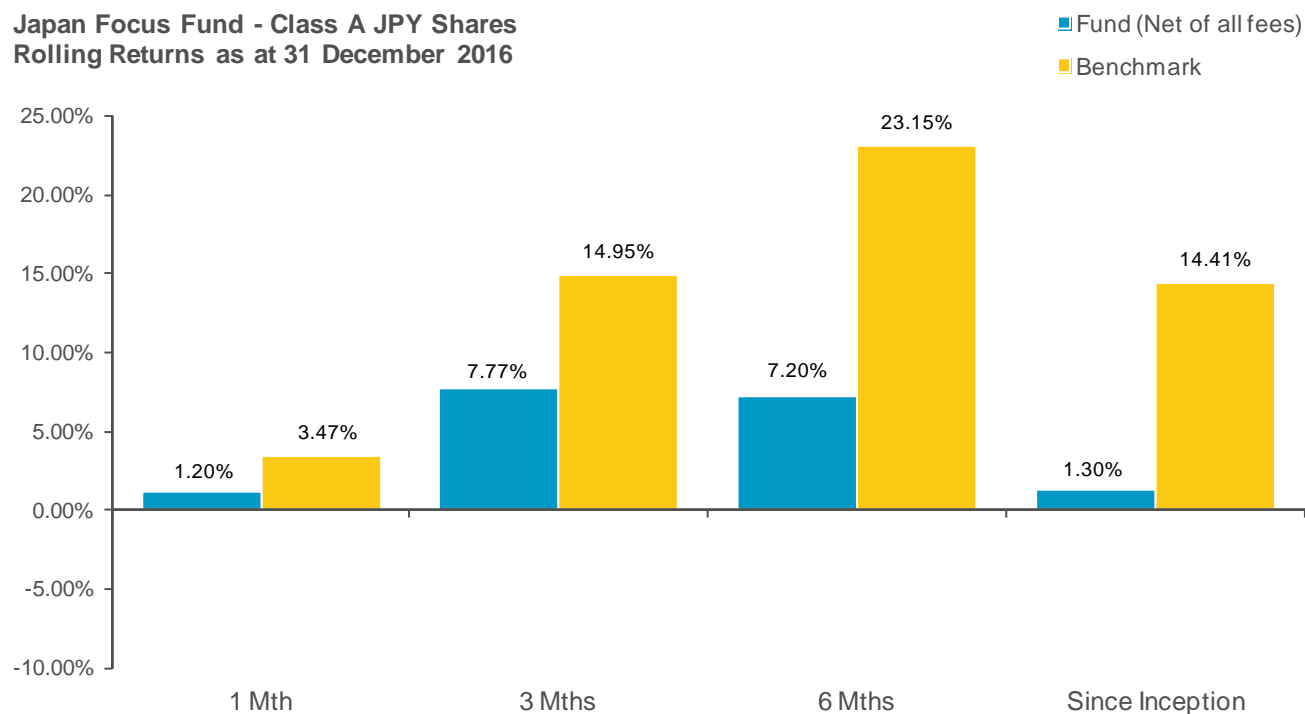


The inception date of the Japan Focus Fund Share Class A GBP was August 3, 2016. Fund returns provided relate to the performance of Share Class A GBP and are presented net of investment management fees, trading commissions and administrative fees. Returns for periods in excess of 1 year have been annualized. Benchmark returns are TOPIX Total Return Index, © Tokyo Stock Exchange Inc., all rights reserved (JPY base). Externally/separately sourced FX rate has been applied to recalculate the BM performance in the relevant denomination currency of the share/unit class.

NIKKO AM GLOBAL UMBRELLA FUND
Report of the Investment Manager (continued)

Report of the Investment Manager
NIKKO AM GLOBAL UMBRELLA FUND - Nikko AM Japan Focus Fund (continued)

Japan Focus Fund - Class A JPY Shares
Rolling Returns as at 31 December 2016

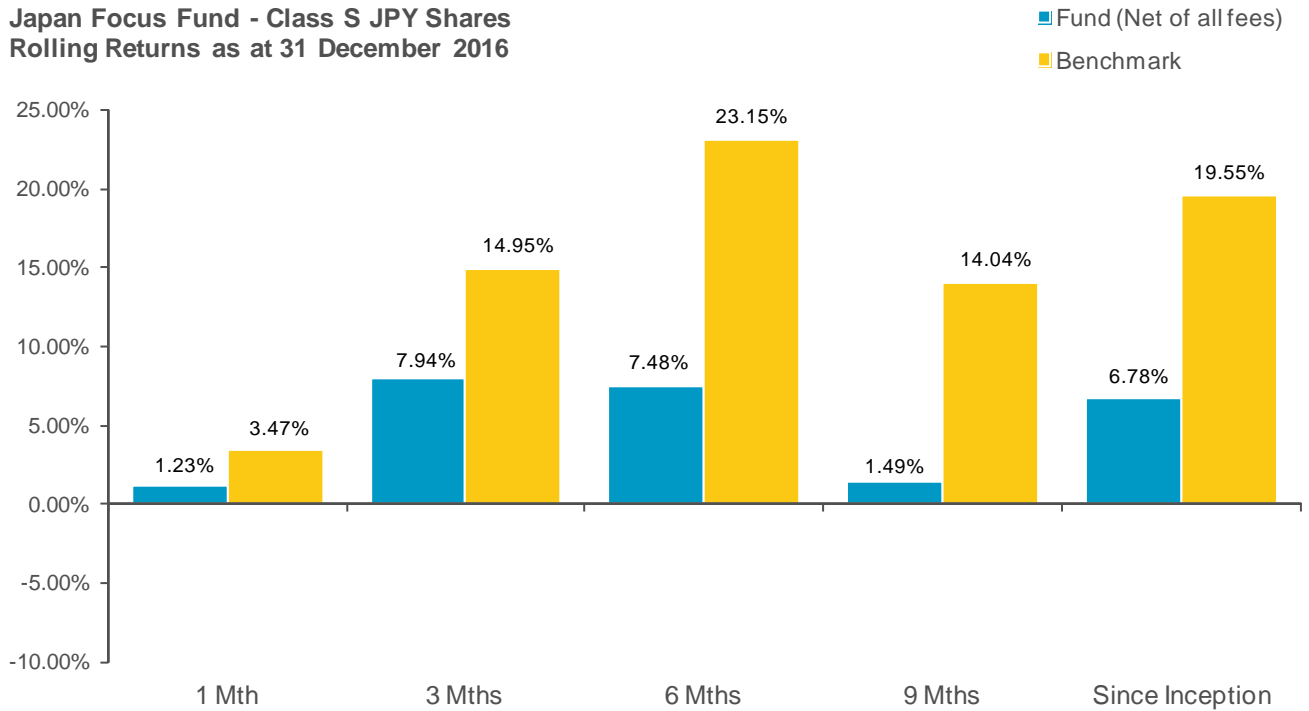


The inception date of the Japan Focus Fund Share Class A JPY was May 25, 2016. Fund returns provided relate to the performance of Share Class A JPY and are presented net of investment management fees, trading commissions and administrative fees. Returns for periods in excess of 1 year have been annualized. Benchmark returns are TOPIX Total Return Index, © Tokyo Stock Exchange Inc., all rights reserved (JPY base).

NIKKO AM GLOBAL UMBRELLA FUND
Report of the Investment Manager (continued)

Report of the Investment Manager
NIKKO AM GLOBAL UMBRELLA FUND - Nikko AM Japan Focus Fund (continued)

Japan Focus Fund - Class S JPY Shares
Rolling Returns as at 31 December 2016

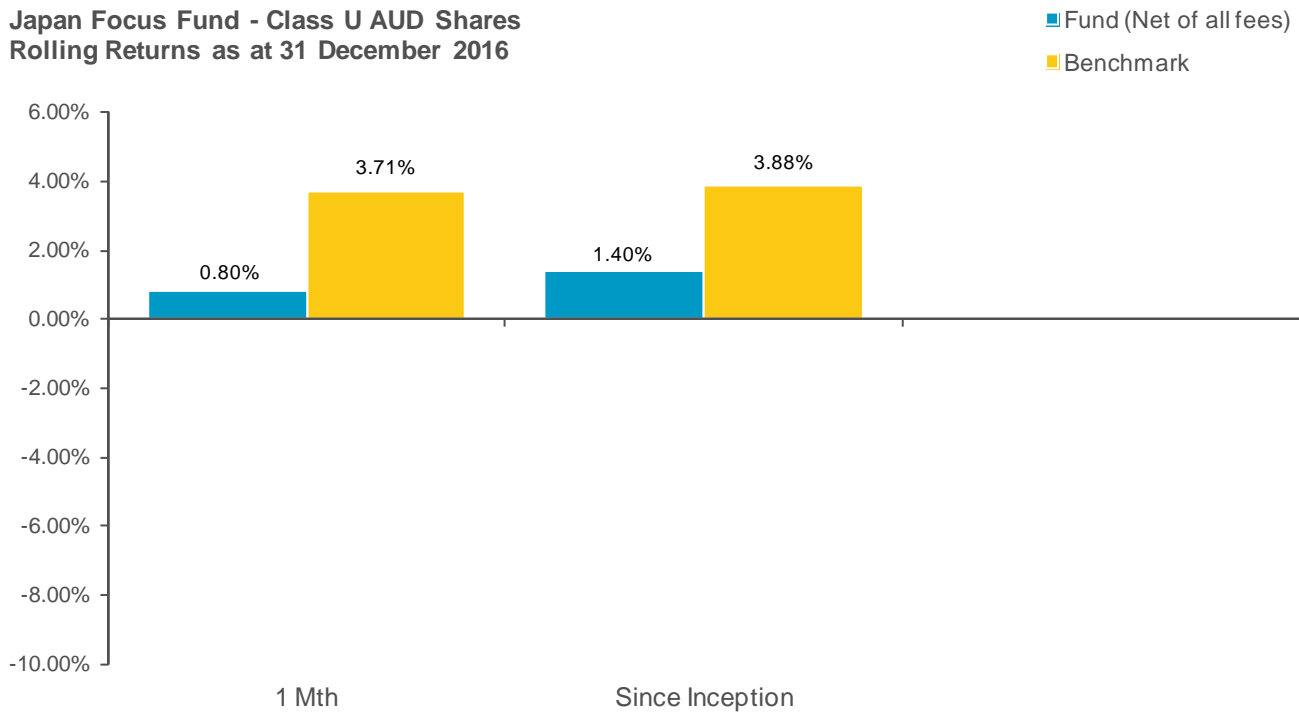


The inception date of the Japan Focus Fund Share Class S JPY was February 29, 2016. Fund returns provided relate to the performance of Share Class S JPY and are presented net of investment management fees, trading commissions and administrative fees. Returns for periods in excess of 1 year have been annualized. Benchmark returns are TOPIX Total Return Index, © Tokyo Stock Exchange Inc., all rights reserved (JPY base).

NIKKO AM GLOBAL UMBRELLA FUND
Report of the Investment Manager (continued)

Report of the Investment Manager
NIKKO AM GLOBAL UMBRELLA FUND - Nikko AM Japan Focus Fund (continued)

Japan Focus Fund - Class U AUD Shares
Rolling Returns as at 31 December 2016



The inception date of the Japan Focus Fund Share Class U AUD was November 16, 2016. Fund returns provided relate to the performance of Share Class U AUD and are presented net of investment management fees, trading commissions and administrative fees. Returns for periods in excess of 1 year have been annualized. Benchmark returns are TOPIX Total Return Index, © Tokyo Stock Exchange Inc., all rights reserved (JPY base). Externally/separately sourced FX rate has been applied to recalculate the BM performance in the relevant denomination currency of the share/unit class.

NIKKO AM GLOBAL UMBRELLA FUND

Report of the Investment Manager (continued)

Report of the Investment Manager

NIKKO AM GLOBAL UMBRELLA FUND - Nikko AM Global Credit Fund

Market Review

Global credit markets returned in 2016 4.39%, according to the Bloomberg Barclay Global Aggregate Corporate Bond Index. Main driver for the positive results were the energy as well as material sector. Both had a weak performance in 2015 and recovered last year. Furthermore, TMT had a solid performance in 2016. On the flip side, financials had a weak year and underperformed the broader market by 170 bsp.

Longer maturities performed better than shorter with the 10+ Yr bucket are reporting the strongest performance.

Performance Review

The inception date of the (NGUF) Nikko AM Global Credit Fund Class S was August 3, 2016. The inception date of the (NGUF) Nikko AM Global Credit Fund Class A was August 17, 2016. Fund returns provided relate to the performance of Class A shares and are presented net of investment management fees, trading commissions and administrative fees.

The fund is benchmarked against the Bloomberg Barclay Global Aggregate Corporate Bond Index.

Since inception the Class A returned -4.309% (net of all fees). The fund's benchmark returned over the same period -4.179%. The negative absolute performance was mainly driven by the upward move in rates in the second half of 2016. The latter was caused by a more hawkish Fed, which increased rates in December by 25bp. and expectations that policies introduced by the new US president, Donald Trump, will lead to deflation in the US.

Market and Strategy Outlook

Overall, we expect 2017 to be another positive year for global credit markets. Nevertheless, hoping for the continuation of central bank support and a reliance on a buy and hold approach will not likely deliver desirable returns. Indeed, we think that next year, portfolio income needs protection from an increased level of volatility sparked by reduced central bank support and political uncertainties. A flexible trading-driven approach to systematic risk factors, like rates and credit risk is required, and derivatives offer the most efficient way to implement these strategies.

Equally important next year, besides flexibility, will be the identification of the correct top-down investment themes. Some of the key themes we are looking at are hybrid bonds, financials, oil/Emerging Market and High Yield.

Hybrid bonds pose an interesting investment opportunity, as they trade with an attractive spread gap vs. senior bonds. Most hybrid bonds are issued by European corporates and offer a cheap way to access a market in which senior spreads are heavily repressed by the central bank's corporate bond purchasing programs. Indeed, Investment Grade-rated hybrid bonds currently offer spreads of 253bps (Libor OAS) vs. senior spreads of 68bps.

We expect the financial sector to continue its recent outperformance vs. non-financials, especially as higher rates and steeper yield curves since the US election should help banks to improve profitability. Additionally, we should experience a global push against stricter bank regulation. In the US, the incoming administration wants to overhaul the Dodd-Frank Act and in Europe, governments are equally pushing against overly tight Basel 4 rules. Furthermore, unlike financials, non-financials continue to weaken their credit ratios with share buybacks. Within the financial sector, we like banks as well as insurance, although attractive valuation for the latter leaves us slightly more in favour of insurance companies.

Oil prices recovered significantly in 2016, largely driven by the OPEC agreement to cut production volume, which should lead to more balanced supply and demand in the oil market and support higher prices. Some of the main beneficiaries of this can be found in Emerging Markets. Brazil's corporate sector offers attractive relative value opportunities combined with a strong focus on deleveraging. Russia could also offer value, as its commodity producers benefit from a low-cost position and moderate leverage.

Global High Yield has outperformed Global Investment Grade in four out of the last five years. Only in 2015 did the High Yield market underperform, as oil producers and basic material companies were hit hard by the slump in commodity prices. In 2016, the market recovered and neither Brexit nor the aftermath of the US election could derail the rally. Indeed, since Trump's election, the market has generated more than 1.5% of total return and offered a good shield against rising rates and declining prices of Investment Grade bonds.

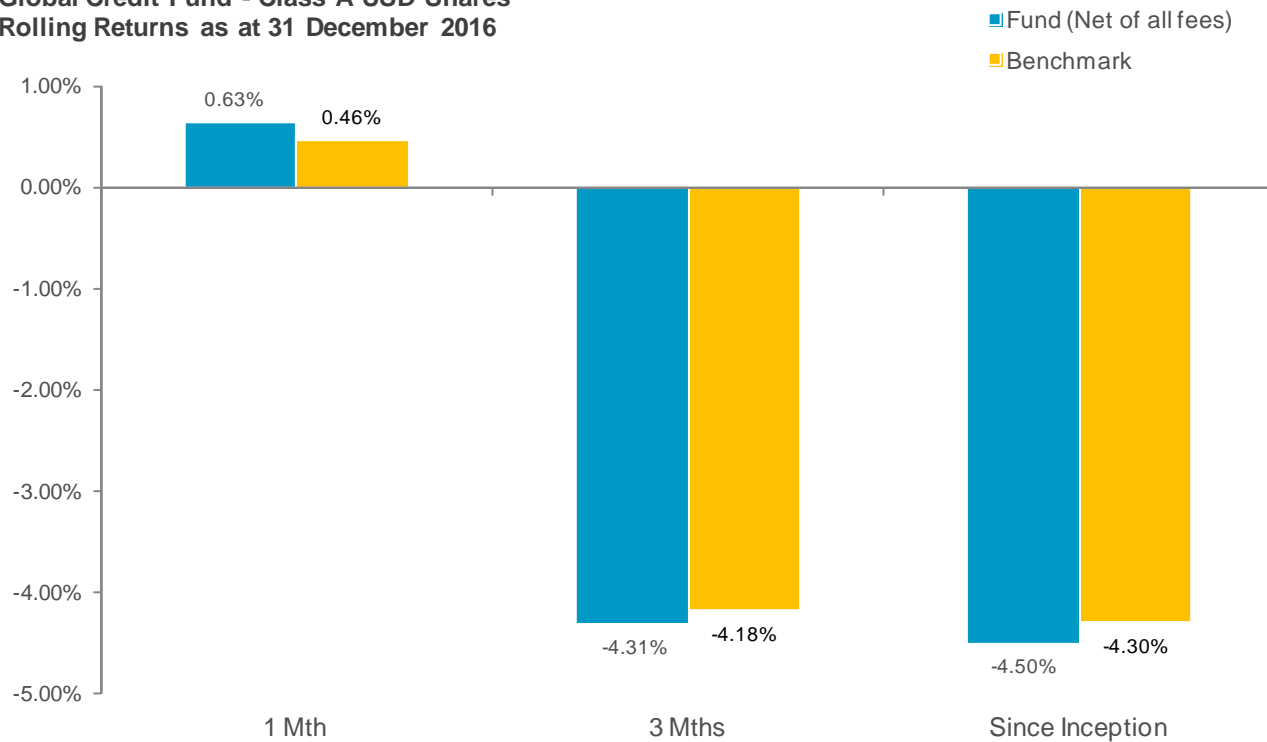
Regardless of our expectations of what top-down themes will drive the market in 2017, we are still mindful of idiosyncratic risk. As pointed out above, the credit health of US companies is currently declining, with an increasing number of CEOs trying to support share price performance with the help of debt-financed share buybacks and dividend increases.

NIKKO AM GLOBAL UMBRELLA FUND
Report of the Investment Manager (continued)

Report of the Investment Manager
NIKKO AM GLOBAL UMBRELLA FUND - Nikko AM Global Credit Fund (continued)

Lastly, while full protection of the income might become difficult, as rates could rise further in 2017, we expect that a broad range of investment themes will help generate enough alpha performance to offset the rates impact.

Global Credit Fund - Class A USD Shares
Rolling Returns as at 31 December 2016

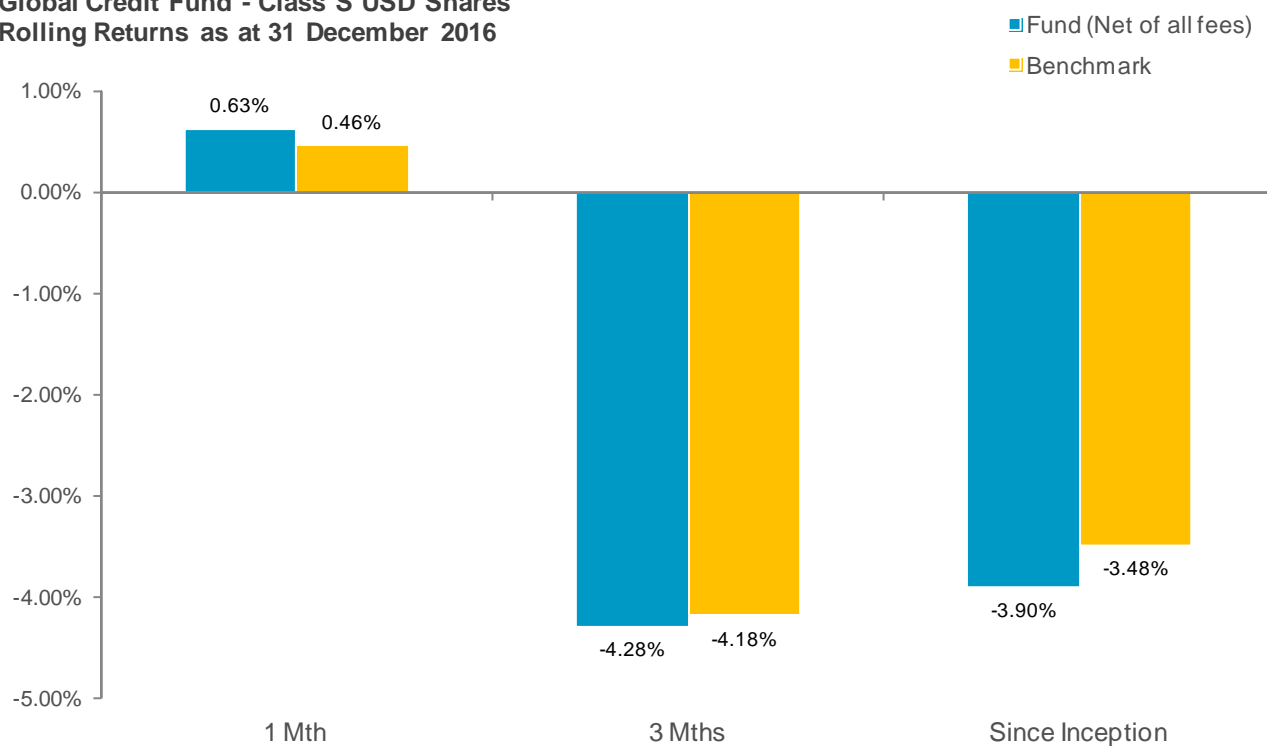


The inception date of the Global Credit Fund Share Class A USD was August 17, 2016. Fund returns provided relate to the performance of Share Class A USD and are presented net of investment management fees, trading commissions and administrative fees. Benchmark returns are the Barclays Global Aggregate Corporate Index (USD base). Returns for periods in excess of 1 year have been annualized.

NIKKO AM GLOBAL UMBRELLA FUND
Report of the Investment Manager (continued)

Report of the Investment Manager
NIKKO AM GLOBAL UMBRELLA FUND - Nikko AM Global Credit Fund (continued)

Global Credit Fund - Class S USD Shares
Rolling Returns as at 31 December 2016



The inception date of the Global Credit Fund Class S USD was 3 August 2016. Fund returns provided relate to the performance of Class S USD shares and are presented net of investment management fees, trading commissions and administrative fees. Benchmark returns are the Barclays Global Aggregate Corporate Index (USD base). Returns for periods in excess of 1 year have been annualized.

NIKKO AM GLOBAL UMBRELLA FUND

Report of the Investment Manager (continued)

Report of the Investment Manager

NIKKO AM GLOBAL UMBRELLA FUND - Nikko AM Emerging Markets Local Currency Bond Fund

Market Review

2016 was a strong year for emerging market (EM) fixed income, with markets reflecting an inflection point in EM fundamentals, after several years of deterioration. Overall in 2016, external debt was the best performing segment in EM (up 10.15% - JPM EMBI GD), followed by local debt (up 9.94% - JPM GBI EM GD) and corporate debt (up 9.65% - JPM CEMBI BD). The year started with concerns about China and its ability to avoid a hard landing. The global search for yield also continued throughout the year, amid the still expansionary G-3 monetary policy regimes. BREXIT was a non-event for EM, with the additional stimulus into the bond market from the Bank of England turning out to be supportive. The risks coming from the European Union (EU) were largely ignored by the market during 2016 – the recapitalisation of Italian banks, the Austrian presidential elections, the Italian constitutional referendum, the migrants' crisis and the Hungarian referendum about EU refugee quotas. The rally from mid-January to 8 November was also punctuated by a lot of political noise in EM countries – the 1MDB corruption scandal in Malaysia, an attempted coup in Turkey allegedly infiltrated by the Gulenists, political fighting between Jacob Zuma and Pravin Gordhan in South Africa, the corruption scandal and impeachment of Dilma Rousseff in Brazil, and devaluation in Nigeria. Despite creating much dispersion within EM sub-indices, none of these events were viewed as systemic risks. Each time the market ignored the short-term negative headlines, instead focusing on the expected medium-term turnaround of EM economies, and so inflows stayed strong. 2016 was shaping up to be one of the strongest years on record for EM fixed income returns and flows. However, this was halted when the US Presidential election disrupted the party. The unexpected outcome seems to have altered these supportive dynamics for EM fixed income, as we move into 2017.

Performance Review

The fund was launched at the end of the year and we mainly spent the month of December ramping up the portfolio. The idea is to have a full year of track record for 2017.

Market Outlook

Three aspects of US policy that could potentially create an issue for EM fixed income in 2017 are:

- Pro-growth fiscal and infrastructure spending leading to higher interest rates
- Greater protectionism, trade barriers and custom tariffs negatively impacting EM trade with the US
- A change in the geopolitical scene disturbing the current existing order.

A significant driver of the EM recovery in 2016 was the widening of the EM-DM growth differential, after almost five years of tightening. We believe that this is likely to continue into 2017/2018, but at a slower pace if President Trump's economic policies are fully implemented. On the EM side, China will continue to moderate, with most of the improvements expected to come from Latin America, after a weak 2016.

We do not see inflation being an issue, as output gaps still appear to be large, with a majority of EM central banks expected to remain biased toward easing interest rates or keeping them on hold. We expect the easing cycle to pause until US Treasury yields and the US dollar peak. Stronger monetary easing should come from Brazil, Colombia, Russia and India, where disinflation, weak growth and high real rates are providing enough of a cushion for further interest rate cuts.

Fiscal policy uncertainty

On the fiscal side, EM should continue to consolidate while DM is expected to be more expansive. We do not see this EM-DM fiscal gap helping the EM-DM growth differential, however it should make a tighter EM-DM rates differential more sustainable, which should indirectly support growth in EM.

Concerns about the renegotiation of US trade agreements are expected to impact growth in the more open EM economies like Mexico and some Asian countries like Korea, Malaysia and Thailand. How this transpires could also have some implications for China. Until some clarity emerges around President Trump's trade policies, business and consumer sentiment in many EM countries should continue to be undermined by this uncertainty.

President Trump also expressed reservations about NATO during his political campaign, in which currently 70% of the budget is provided by the US. Only five countries (out of 28) currently exceed their treaty commitment of contributing more than 2% of their GDP to the organisation. In our view, the necessary re-balancing of contributions would put a strain on most European budgets (except Poland and Estonia in the EM space). On a more positive note, better relations between Russia and the US could increase the likelihood of sanctions being lifted. This would represent an upside risk for Russia, as it has already adjusted, more than any other crude producer, to lower oil prices.

NIKKO AM GLOBAL UMBRELLA FUND
Report of the Investment Manager (continued)

Report of the Investment Manager
NIKKO AM GLOBAL UMBRELLA FUND - Nikko AM Emerging Markets Local Currency Bond Fund (continued)

A repeat of last year?

Apart from the potential disruption of President Trump's presidency on EM, 2017 could be a replay of 2016 in many ways. While China's growth has stabilised, its debt problem looks far from being fixed, with the country still heavily dependent on credit. We believe that China has a lot of policy leeway (fiscal and monetary) to support liquidity and bail out part of the financial system, and state-owned enterprises, if needed. Nevertheless, we would expect any financial stress to have an impact on local credit distribution and growth, which could also negatively affect global risk aversion, just like we saw at the beginning of 2016. It is likely that populism will continue to rise in Europe, as was witnessed last year. The political backdrop in Italy is still uncertain, and we have important elections in the Netherlands, France and Germany. We don't expect any negative surprises at this stage, but these events could, at some point, challenge and test the cohesion of the Eurozone, potentially leading to market volatility and temporarily lower economic expectations for the region. As in 2016, we expect the US Federal Reserve (Fed) to continue increasing interest rates. However, it will likely be a dovish tightening, with currently two rate hikes expected by the market for 2017. Given markets have had plenty of time to prepare themselves, this should help to limit any negative impact. We see commodity prices continuing to support emerging markets in 2017. It must be remembered that the drop in commodity prices between 2014 and early 2016 was a key contributor to the EM deceleration, particularly in commodity exporting economies. Since the second half of 2016, the rebound in commodity prices (especially oil) has provided a lot of support to the EM cause. This should continue in 2017, with our analysis showing a better balance between supply and demand going forward. We expect that commodity prices (including oil) to increase gradually, which should considerably ease the financial stress on EM commodity producers. This in turn should restore growth, confidence and investment, which could remove the floor put under interest rates after years of instability and uncertainty.

A better outlook for EM

After a few years of macro-economic consolidation, EM economies now appear to be more robust than before. The 'Fragile 5', a term coined in 2013 by a Morgan Stanley research analyst to represent emerging market economies running high current account deficits with a heavy reliance on foreign investment – namely Brazil, Turkey, India, South Africa and Indonesia – seem to have narrowed their external imbalances substantially. In most cases, this improvement looks to have been accompanied by the implementation of structural reforms and greater productivity – the natural conclusion of this adjustment being a resurgence of investment into EM. In our opinion, investment has been the missing component of EM growth over the past few years (except for China), with our analysis showing that after years of almost zero contribution to GDP growth, it may have a significant role to play in 2017. Although we expect that China won't be a source of acceleration for EM growth in 2017, the rest of EM should be. Russia and Brazil (the two largest EM economies that went into recession in 2015 and 2016) should slowly recover from their downturns going into 2017. In Russia, strong disinflation now allows its central bank to begin cutting interest rates aggressively to stimulate growth. In Brazil, the reform agenda pushed by the Temer Administration could benefit business confidence further in 2017 and continue to attract investment in the economy. Finally, political risk in EM should subside. What could potentially play out as the most interesting and positive surprise in EM is in South Africa, where a new ANC president will be appointed toward the end of the year. We see the new ANC leader as the natural candidate for South Africa's next presidential elections and this could significantly reduce the country's perceived political risk.

In summary

We remain positive about EM in 2017, with local debt expected to outperform hard currency debt in the year ahead. Local debt is starting the year with a much higher carry (6.79%) and we forecast interest rate cuts for several large high-yielding EM economies. In contrast, we expect that external debt should be negatively impacted by Fed hikes. EM currency performance versus the US dollar should also remain modest. EM currencies should benefit from better commodity prices and EM growth, but the US dollar should benefit from President Trump's reflationary policies and Fed tightening. If we add up the carry, plus a modest currency appreciation and contribution from duration, EM local debt performance for 2017 could be very close to 2016's achievement.

NIKKO AM GLOBAL UMBRELLA FUND

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Director Mr. Jacques Elvinger, Partner, Elvinger Hoss & Prussen, 2, Place Winston Churchill, L-2014 Luxembourg, Grand Duchy of Luxembourg

Chairman Mr. Nicolaus P. Bocklandt, Independent, Certified Director, 6B, route de Trèves, L-2633 Luxembourg, Grand Duchy of Luxembourg

Depository and Administrator

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NIKKO AM GLOBAL UMBRELLA FUND - Nikko AM Asia Credit Fund: Nikko Asset Management Asia Ltd. 12 Marina View, #18-02 Asia Square Tower 2, Singapore 018961

NIKKO AM GLOBAL UMBRELLA FUND - Nikko AM Global Equity Fund: Nikko Asset Management Europe Ltd. 1 London Wall, London, EC2Y 5AD United Kingdom

NIKKO AM GLOBAL UMBRELLA FUND - Nikko AM Global Multi Asset Fund: Nikko Asset Management Asia Ltd. 12 Marina View, #18-02 Asia Square Tower 2, Singapore 018961

NIKKO AM GLOBAL UMBRELLA FUND - Nikko AM Asia ex-Japan Fund: Nikko Asset Management Asia Ltd. 12 Marina View, #18-02 Asia Square Tower 2, Singapore 018961

NIKKO AM GLOBAL UMBRELLA FUND - Nikko AM Japan Value Fund: Nikko Asset Management Co., Ltd. Midtown Tower, 9-7-1 Akasaka Minato-ku, Tokyo, Japan 107-6242, From February 1, 2016

NIKKO AM GLOBAL UMBRELLA FUND - Nikko AM Japan Focus Fund: Nikko Asset Management Co., Ltd. Midtown Tower, 9-7-1 Akasaka Minato-ku, Tokyo, Japan 107-6242, From February 29, 2016

NIKKO AM GLOBAL UMBRELLA FUND - Nikko AM Global Credit Fund: Nikko Asset Management Europe Ltd. 1 London Wall, London, EC2Y 5AD United Kingdom, From August 3, 2016

NIKKO AM GLOBAL UMBRELLA FUND - Nikko AM Emerging Markets Local Currency Bond Fund: Nikko Asset Management Europe Ltd. London Wall, London, EC2Y 5AD, United Kingdom, From December 8, 2016

Auditor

PricewaterhouseCoopers, Société coopérative, 2, rue Gerhard Mercator, L-2182 Luxembourg, Grand Duchy of Luxembourg

Legal Adviser

Elvinger Hoss & Prussen, 2, Place Winston Churchill, L-1340 Luxembourg, Grand Duchy of Luxembourg



Audit report

To the Shareholders of
NIKKO AM GLOBAL UMBRELLA FUND

We have audited the accompanying financial statements of NIKKO AM GLOBAL UMBRELLA FUND and of each of its sub-funds, which comprise the statement of net assets and the portfolio of investments as at 31 December 2016 and the statement of operations and changes in net assets for the year then ended, and a summary of significant accounting policies and other explanatory notes to the financial statements⁴.

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 fair presentation of these financial statements in accordance with Luxembourg legal and regulatory requirements relating to the preparation of the financial statements and for such internal control as the Board of Directors of the SICAV determines is necessary to enable the preparation of financial statements that are free from material misstatement, whether due to fraud or error.

Responsibility of the “Réviseur d’entreprises agréé”

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

An audit involves performing procedures to obtain audit evidence about the amounts and disclosures in the financial statements. The procedures selected depend on the judgment of the “Réviseur d’entreprises agréé”, including the assessment of the risks of material misstatement of the financial statements, 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 fair presentation of the financial statements in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the 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.

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Cabinet de révision agréé. Expert-comptable (autorisation gouvernementale n°10028256)
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Opinion

In our opinion, the financial statements give a true and fair view of the financial position of NIKKO AM GLOBAL UMBRELLA FUND and of each of its sub-funds as of 31 December 2016, and of the results of their operations and changes in their net assets for the year then ended in accordance with Luxembourg legal and regulatory requirements relating to the preparation of the financial statements.

Other information

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

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

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

PricewaterhouseCoopers, Société coopérative
Represented by

Luxembourg, 24 April 2017

A handwritten signature in black ink, appearing to read 'Laurent Marx', written over a horizontal line.

Laurent Marx

NIKKO AM GLOBAL UMBRELLA FUND
Société d'Investissement à Capital Variable
Statement of Net Assets
As at December 31, 2016

	NIKKO AM GLOBAL UMBRELLA FUND Nikko AM Asia-Pacific ex-Japan Fund in USD		NIKKO AM GLOBAL UMBRELLA FUND Nikko AM World Bank Green Fund in USD		NIKKO AM GLOBAL UMBRELLA FUND Nikko AM RMB Bond Fund in USD	
ASSETS:						
Investments in securities, at market value (Note 3d)	USD	57,234,787	USD	40,041,943	USD	18,274,673
Cash (Note 3c)		1,180,785		1,520,945		1,664,716
Unrealized appreciation on forward foreign currency exchange contracts (Note 3h,11)		—		—		—
Unrealized appreciation on futures contracts (Note 3j,11)		—		—		—
Receivables for:						
Reimbursement due from Manager (Note 9)		73,637		98,171		132,117
Dividends (Note 3e)		—		—		—
Interest (Note 3e)		—		913,071		275,199
Investments sold		—		—		288,003
Shares subscribed		—		—		—
Other assets		5,786		—		2,076
Total Assets		58,494,995		42,574,130		20,636,784
LIABILITIES:						
Unrealized depreciation on forward foreign currency exchange contracts (Note 3h,11)		—		—		—
Unrealized depreciation on futures contracts (Note 3j,11)		—		—		—
Unrealized depreciation on swap contracts (Note 3k, 11).		—		—		—
Payables for:						
Investments purchased		—		—		—
Management fees (Note 4)		37,329		16,144		8,881
Depositary fees (Note 5)		18,416		3,400		2,903
Administrative Agent fees (Note 5)		12,164		13,615		12,925
Taxe d'abonnement (Note 7)		7,665		1,179		629
Legal fees		2,439		2,439		2,439
Audit fees		3,898		2,673		1,577
Transfer Agent fees (Note 6)		2,101		2,643		4,546
Shares redeemed		—		3,363		—
Organization expenses (Note 3l)		—		—		—
Other liabilities		25,359		34,365		32,032
Total Liabilities		109,371		79,821		65,932
TOTAL NET ASSETS	USD	58,385,624	USD	42,494,309	USD	20,570,852
NET ASSET VALUE PER SHARE:						
Class A CHF			CHF	7.46		
Class A EUR			EUR	10.31		
Class A GBP			GBP	9.54		
Class A USD	USD	35.71	USD	8.10	USD	10.29
Class B USD					USD	9.94
Class X USD ⁽¹⁾	USD	35.56				
Class S JPY					JPY	95,887.86
NET ASSET VALUE PER SHARE IN USD EQUIVALENT:						
Class A CHF			USD	7.34		
Class A EUR			USD	10.88		
Class A GBP			USD	11.79		
Class S JPY					USD	822.12

(1) NIKKO AM GLOBAL UMBRELLA FUND - Nikko AM Asia-Pacific ex-Japan Fund – On February 2, 2016 Class B USD Shares has been renamed as Class X USD Shares.

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

NIKKO AM GLOBAL UMBRELLA FUND
Société d'Investissement à Capital Variable
Statement of Net Assets (continued)
As at December 31, 2016

	NIKKO AM GLOBAL UMBRELLA FUND Nikko AM Asia Credit Fund in USD		NIKKO AM GLOBAL UMBRELLA FUND Nikko AM Global Equity Fund in USD		NIKKO AM GLOBAL UMBRELLA FUND Nikko AM Global Multi Asset Fund in USD	
ASSETS:						
Investments in securities, at market value (Note 3d)	USD	27,671,879	USD	40,178,381	USD	13,938,326
Cash (Note 3c)		657,266		391,417		2,481,716
Unrealized appreciation on forward foreign currency exchange contracts (Note 3h,11)		—		—		132,090
Unrealized appreciation on futures contracts (Note 3j,11)		—		—		56,980
Receivables for:						
Reimbursement due from Manager (Note 9)		122,134		152,220		128,025
Dividends (Note 3e)		—		37,380		1,873
Interest (Note 3e)		260,653		—		73,300
Investments sold		202,909		—		468
Shares subscribed		—		—		—
Other assets		1,055		7,507		6,808
Total Assets		28,915,896		40,766,905		16,819,586
LIABILITIES:						
Unrealized depreciation on forward foreign currency exchange contracts (Note 3h,11)		—		—		43,850
Unrealized depreciation on futures contracts (Note 3j,11)		—		—		53,068
Unrealized depreciation on swap contracts (Note 3k,11)		—		—		1,123
Payables for:						
Investments purchased		—		23		—
Management fees (Note 4)		9,081		—		1,416
Depositary fees (Note 5)		1,397		2,078		6,049
Administrative Agent fees (Note 5)		12,545		2,101		555
Taxe d'abonnement (Note 7)		550		1,114		433
Legal fees		2,439		2,439		2,439
Audit fees		3,130		3,935		1,320
Transfer Agent fees (Note 6)		1,747		2,012		1,588
Shares redeemed		—		—		130,035
Organization expenses (Note 3l)		—		—		—
Other liabilities		23,037		13,645		17,504
Total Liabilities		53,926		27,347		259,380
TOTAL NET ASSETS	USD	28,861,970	USD	40,739,558	USD	16,560,206
NET ASSET VALUE PER SHARE:						
Class A EUR	EUR	15.75				
Class A USD	USD	14.46	USD	11.14	USD	10.49
Class P JPY			JPY	1.10	JPY	0.96
Class S JPY	JPY	103,431.56				
Class U AUD			AUD	10.41		
NET ASSET VALUE PER SHARE IN USD EQUIVALENT:						
Class A EUR	USD	16.61				
Class P JPY			USD	0.01	USD	0.01
Class S JPY	USD	886.80				
Class U AUD			USD	7.54		

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

NIKKO AM GLOBAL UMBRELLA FUND
Société d'Investissement à Capital Variable
Statement of Net Assets (continued)
As at December 31, 2016

	NIKKO AM GLOBAL UMBRELLA FUND Nikko AM Asia ex-Japan Fund in USD		NIKKO AM GLOBAL UMBRELLA FUND Nikko AM Japan Value Fund in JPY ⁽¹⁾		NIKKO AM GLOBAL UMBRELLA FUND Nikko AM Japan Focus Fund in JPY ⁽²⁾	
ASSETS:						
Investments in securities, at market value (Note 3d)	USD	10,529,125	JPY	649,508,840	JPY	3,649,790,300
Cash (Note 3c)		175,361		13,573,845		72,999,202
Unrealized appreciation on forward foreign currency exchange contracts (Note 3h,11)		300		—		—
Unrealized appreciation on futures contracts (Note 3j,11)		—		—		—
Receivables for:						
Reimbursement due from Manager (Note 9)		97,907		10,789,501		7,622,850
Dividends (Note 3e)		—		433,842		2,994,334
Interest (Note 3e)		—		—		—
Investments sold		—		2,451,890		—
Shares subscribed		—		—		—
Other assets		8,992		383,802		383,703
Total Assets		10,811,685		677,141,720		3,733,790,389
LIABILITIES:						
Unrealized depreciation on forward foreign currency exchange contracts (Note 3h,11)		1		—		—
Unrealized depreciation on futures contracts (Note 3j,11)		—		—		—
Unrealized depreciation on swap contracts (Note 3k,11)		—		—		—
Payables for:						
Investments purchased		—		352,684		—
Management fees (Note 4)		3,298		475,729		856,140
Depositary fees (Note 5)		6,994		1,232,621		1,143,707
Administrative Agent fees (Note 5)		10,718		44,092		278,897
Taxe d'abonnement (Note 7)		273		66,193		93,053
Legal fees		2,439		275,635		336,130
Audit fees		899		346,968		519,786
Transfer Agent fees (Note 6)		1,652		182,013		165,555
Shares redeemed		35,849		—		—
Organization expenses (Note 3l)		—		—		—
Other liabilities		15,695		2,073,271		1,892,624
Total Liabilities		77,818		5,049,206		5,285,892
TOTAL NET ASSETS	USD	10,733,867	JPY	672,092,514	JPY	3,728,504,497
NET ASSET VALUE PER SHARE:						
Class A GBP					GBP	10.31
Class A JPY			JPY	1,097.45	JPY	1,013.22
Class A USD	USD	10.67				
Class D EUR	EUR	9.87				
Class K EUR	EUR	9.91				
Class S JPY	JPY	97,309.28			JPY	106,779.76
Class S USD						
Class U AUD					AUD	10.14
Class X JPY			JPY	1,097.45		
NET ASSET VALUE PER SHARE IN USD, JPY EQUIVALENT:						
Class A GBP					JPY	1,485.17
Class D EUR	USD	10.41				
Class K EUR	USD	10.45				
Class S JPY	USD	834.31				
Class U AUD					JPY	856.75

(1) NIKKO AM GLOBAL UMBRELLA FUND - Nikko AM Japan Value Fund commenced operations on February 1, 2016.

(2) NIKKO AM GLOBAL UMBRELLA FUND - Nikko AM Japan Focus Fund commenced operations on February 29, 2016.

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

NIKKO AM GLOBAL UMBRELLA FUND
Société d'Investissement à Capital Variable
Statement of Net Assets (continued)
As at December 31, 2016

	NIKKO AM GLOBAL UMBRELLA FUND Nikko AM Global Credit Fund in USD ⁽¹⁾		NIKKO AM GLOBAL UMBRELLA FUND Nikko AM Emerging Markets Local Currency Bond Fund in USD ⁽²⁾		NIKKO AM GLOBAL UMBRELLA FUND Combined in USD	
ASSETS:						
Investments in securities, at market value (Note 3d)	USD	18,030,000	USD	3,775,138	USD	266,535,411
Cash (Note 3c)		1,085,673		1,566,548		11,466,684
Unrealized appreciation on forward foreign currency exchange contracts (Note 3h,11)		14,550		—		146,940
Unrealized appreciation on futures contracts (Note 3j,11)		—		—		56,980
Receivables for:						
Reimbursement due from Manager (Note 9)		39,009		7,353		1,008,436
Dividends (Note 3e)		—		—		68,645
Interest (Note 3e)		220,420		84,078		1,826,721
Investments sold		—		—		512,402
Shares subscribed		—		10,000		10,000
Other assets		—		7,000		45,804
Total Assets		19,389,652		5,450,117		281,678,023
LIABILITIES:						
Unrealized depreciation on forward foreign currency exchange contracts (Note 3h,11)		5,480		—		49,330
Unrealized depreciation on futures contracts (Note 3j,11)		—		—		53,068
Unrealized depreciation on swap contracts (Note 3k,11)		—		—		1,123
Payables for:						
Investments purchased		132,717		351,236		487,000
Management fees (Note 4)		3,234		1,420		92,222
Depositary fees (Note 5)		16,113		3,565		81,289
Administrative Agent fees (Note 5)		2,820		316		70,528
Taxe d'abonnement (Note 7)		492		126		13,826
Legal fees		1,266		282		23,866
Audit fees		2,295		2,488		29,646
Transfer Agent fees (Note 6)		1,784		633		21,686
Shares redeemed		—		—		169,247
Organization expenses (Note 3l)		—		7,088		7,088
Other liabilities		6,795		610		203,046
Total Liabilities		172,996		367,764		1,302,965
TOTAL NET ASSETS	USD	19,216,656	USD	5,082,353	USD	280,375,058
NET ASSET VALUE PER SHARE:						
Class A USD	USD	9.54	USD	10.01		
Class S USD	USD	960.59	USD	1,014.47		

(1) NIKKO AM GLOBAL UMBRELLA FUND - Nikko AM Global Credit Fund commenced operations on August 3, 2016.

(2) NIKKO AM GLOBAL UMBRELLA FUND - Nikko AM Emerging Markets Local Currency Bond Fund commenced operations on December 8, 2016.

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

NIKKO AM GLOBAL UMBRELLA FUND
Société d'Investissement à Capital Variable
Statement of Operations and Changes in Net Assets
For the year ended December 31, 2016

	NIKKO AM GLOBAL UMBRELLA FUND Nikko AM Asia-Pacific ex-Japan Fund in USD	NIKKO AM GLOBAL UMBRELLA FUND Nikko AM World Bank Green Fund in USD	NIKKO AM GLOBAL UMBRELLA FUND Nikko AM RMB Bond Fund in USD
NET INVESTMENT INCOME:			
Income:			
Dividends (Note 3e)	USD 1,385,478	USD –	USD 222
Interest (Note 3e)	2,900	1,836,705	1,128,643
Total Income	1,388,378	1,836,705	1,128,865
Expenses:			
Management fees (Note 4)	455,183	206,830	111,833
Administrative Agent fees (Note 5)	50,913	59,420	57,634
Transaction costs (Note 8)	282,250	5,776	3,658
Audit fees	24,124	18,608	9,411
Transfer Agent fees (Note 6)	8,495	10,646	17,926
Taxe d'abonnement (Note 7)	30,486	4,629	2,401
Depository fees (Note 5)	53,479	9,558	7,017
Legal fees	–	23,297	12,139
Organization expenses (Note 3l)	–	–	–
Other expenses	76,132	68,575	68,785
Total Expenses	981,062	407,339	290,804
Reimbursement from Manager (Note 9)	(81,701)	(109,212)	(135,532)
Net Expenses	899,361	298,127	155,272
Net Investment Income (Loss)	489,017	1,538,578	973,593
NET REALIZED AND UNREALIZED GAIN/(LOSS):			
Net realized gain/(loss) on investments (Note 2e)	(3,589,843)	(2,880,927)	(911,962)
Net realized gain/(loss) on foreign currency transactions and forward foreign currency exchange contracts	(48,558)	(3,742)	(94,224)
Net realized gain/(loss) on futures contracts	–	–	–
Net realized gain/(loss) on written options	–	–	–
Net change in unrealized appreciation/(depreciation) on investments	3,474,361	2,658,888	(318,918)
Net change in unrealized appreciation/(depreciation) on foreign currency transactions and forward foreign currency exchange contracts	13,065	(13,884)	63,296
Net change in unrealized appreciation/(depreciation) on swap agreement	–	–	–
Net change in unrealized appreciation/(depreciation) on futures contracts	–	–	–
Net change in unrealized appreciation/(depreciation) on written options	–	–	–
Net Realized and Unrealized Loss on Investments	(150,975)	(239,665)	(1,261,808)
Net Increase/(Decrease) in Net Assets Resulting from Operations	338,042	1,298,913	(288,215)
Increase/(Decrease) in Net Assets from capital stock transactions	(4,082,296)	(2,217,119)	(1,739,403)
Distributions declared to Shareholders (Note 10)	–	(1,624,111)	–
Total Increase/(Decrease) in Net Assets	(3,744,254)	(2,542,317)	(2,027,618)
NET ASSETS:			
Beginning of the year	62,129,878	45,036,626	22,598,470
Notional exchange rate adjustment	–	–	–
End of the year	USD 58,385,624	USD 42,494,309	USD 20,570,852

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

NIKKO AM GLOBAL UMBRELLA FUND
Société d'Investissement à Capital Variable
Statement of Operations and Changes in Net Assets (continued)
For the year ended December 31, 2016

	NIKKO AM GLOBAL UMBRELLA FUND Nikko AM Asia Credit Fund in USD	NIKKO AM GLOBAL UMBRELLA FUND Nikko AM Global Equity Fund in USD	NIKKO AM GLOBAL UMBRELLA FUND Nikko AM Global Multi Asset Fund in USD
NET INVESTMENT INCOME:			
Income:			
Dividends (Note 3e)	USD —	USD 591,199	USD 155,488
Interest (Note 3e)	526,973	2,005	228,564
Total Income	526,973	593,204	384,052
Expenses:			
Management fees (Note 4)	49,767	35	17,345
Administrative Agent fees (Note 5)	53,744	25,591	10,701
Transaction costs (Note 8)	5,397	98,062	53,534
Audit fees	11,572	16,662	7,163
Transfer Agent fees (Note 6)	7,109	7,549	6,535
Taxe d'abonnement (Note 7)	2,095	3,801	1,728
Depository fees (Note 5)	3,768	14,519	13,985
Legal fees	10,171	12,411	12,326
Organization expenses (Note 3l)	—	2,126	2,130
Other expenses	59,531	68,431	70,381
Total Expenses	203,154	249,187	195,828
Reimbursement from Manager (Note 9)	(120,422)	(162,922)	(123,566)
Net Expenses	82,732	86,265	72,262
Net Investment Income (Loss)	444,241	506,939	311,790
NET REALIZED AND UNREALIZED GAIN/(LOSS):			
Net realized gain/(loss) on investments (Note 2e)	188,018	(1,291,356)	(616,186)
Net realized gain/(loss) on foreign currency transactions and forward foreign currency exchange contracts	(1)	(17,431)	198,093
Net realized gain/(loss) on futures contracts	—	—	(7,722)
Net realized gain/(loss) on written options	—	—	58,085
Net change in unrealized appreciation/(depreciation) on investments	(698,292)	2,911,347	651,577
Net change in unrealized appreciation/(depreciation) on foreign currency transactions and forward foreign currency exchange contracts	—	(1,855)	22,013
Net change in unrealized appreciation/(depreciation) on swap agreement	—	—	(1,123)
Net change in unrealized appreciation/(depreciation) on futures contracts	—	—	4,747
Net change in unrealized appreciation/(depreciation) on written options	—	—	(12,687)
Net Realized and Unrealized Loss on Investments	(510,275)	1,600,705	296,797
Net Increase/(Decrease) in Net Assets Resulting from Operations	(66,034)	2,107,644	608,587
Increase/(Decrease) in Net Assets from capital stock transactions	17,389,400	2,427,302	(1,226,093)
Distributions declared to Shareholders (Note 10)	—	—	—
Total Increase/(Decrease) in Net Assets	17,323,366	4,534,946	(617,506)
NET ASSETS:			
Beginning of the year	11,538,604	36,204,612	17,177,712
Notional exchange rate adjustment	—	—	—
End of the year	USD 28,861,970	USD 40,739,558	USD 16,560,206

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

NIKKO AM GLOBAL UMBRELLA FUND
Société d'Investissement à Capital Variable
Statement of Operations and Changes in Net Assets (continued)
For the year ended December 31, 2016

	NIKKO AM GLOBAL UMBRELLA FUND Nikko AM Asia ex-Japan Fund in USD		NIKKO AM GLOBAL UMBRELLA FUND Nikko AM Japan Value Fund in JPY		NIKKO AM GLOBAL UMBRELLA FUND Nikko AM Japan Focus Fund in JPY	
NET INVESTMENT INCOME:						
Income:						
Dividends (Note 3e)	USD	124,102	JPY	10,793,340	JPY	28,921,834
Interest (Note 3e)		472		95		26
Total Income		124,574		10,793,435		28,921,860
Expenses:						
Management fees (Note 4)		21,145		5,121,806		4,592,632
Administrative Agent fees (Note 5)		19,363		997,860		1,313,778
Transaction costs (Note 8)		62,978		7,198,980		9,435,710
Audit fees		4,399		—		1,269,105
Transfer Agent fees (Note 6)		7,064		703,216		613,890
Taxe d'abonnement (Note 7)		844		71,592		258,990
Depository fees (Note 5)		9,617		1,667,756		1,540,637
Legal fees		12,273		2,716,190		2,557,161
Organization expenses (Note 3l)		2,449		—		—
Other expenses		57,672		4,694,936		3,791,367
Total Expenses		197,804		23,172,336		25,373,270
Reimbursement from Manager (Note 9)		(103,820)		(10,026,507)		(6,547,858)
Net Expenses		93,984		13,145,829		18,825,412
Net Investment Income (Loss)		30,590		(2,352,394)		10,096,448
NET REALIZED AND UNREALIZED GAIN/(LOSS):						
Net realized gain/(loss) on investments (Note 2e)		(315,896)		(353,416,307)		(148,962,299)
Net realized gain/(loss) on foreign currency transactions and forward foreign currency exchange contracts		17,643		1,747		344,898
Net realized gain/(loss) on futures contracts		—		—		—
Net realized gain/(loss) on written options		—		—		—
Net change in unrealized appreciation/(depreciation) on investments		(291,473)		53,075,609		241,418,320
Net change in unrealized appreciation/(depreciation) on foreign currency transactions and forward foreign currency exchange contracts		450		(4)		—
Net change in unrealized appreciation/(depreciation) on swap agreement		—		—		—
Net change in unrealized appreciation/(depreciation) on futures contracts		—		—		—
Net change in unrealized appreciation/(depreciation) on written options		—		—		—
Net Realized and Unrealized Loss on Investments		(589,276)		(300,338,955)		92,800,919
Net Increase/(Decrease) in Net Assets Resulting from Operations		(558,686)		(302,691,349)		102,897,367
Increase/(Decrease) in Net Assets from capital stock transactions		6,083,499		974,783,863		3,625,607,130
Distributions declared to Shareholders (Note 10)		—		—		—
Total Increase/(Decrease) in Net Assets		5,524,813		672,092,514		3,728,504,497
NET ASSETS:						
Beginning of the year		5,209,054		—		—
Notional exchange rate adjustment		—		—		—
End of the year	USD	10,733,867	JPY	672,092,514	JPY	3,728,504,497

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

NIKKO AM GLOBAL UMBRELLA FUND
Société d'Investissement à Capital Variable
Statement of Operations and Changes in Net Assets (continued)
For the year ended December 31, 2016

	NIKKO AM GLOBAL UMBRELLA FUND Nikko AM Global Credit Fund in USD	NIKKO AM GLOBAL UMBRELLA FUND Nikko AM Emerging Markets Currency Bond Fund in USD	NIKKO AM GLOBAL UMBRELLA FUND AM Japan Insight Fund in JPY ⁽¹⁾
NET INVESTMENT INCOME:			
Income:			
Dividends (Note 3e)	USD –	USD –	JPY –
Interest (Note 3e)	249,343	8,253	247
Total Income	249,343	8,253	247
Expenses:			
Management fees (Note 4)	16,145	1,420	1,128,830
Administrative Agent fees (Note 5)	4,428	316	582,062
Transaction costs (Note 8)	4,182	–	354,745
Audit fees	6,705	1,751	133,120
Transfer Agent fees (Note 6)	2,880	633	123,040
Taxe d'abonnement (Note 7)	981	126	43,414
Depository fees (Note 5)	17,246	3,565	20,768
Legal fees	5,938	140	–
Organization expenses (Note 3l)	729	88	–
Other expenses	19,717	2,734	214,016
Total Expenses	78,951	10,773	2,599,995
Reimbursement from Manager (Note 9)	(46,697)	(8,599)	(78,102)
Net Expenses	32,254	2,174	2,521,893
Net Investment Income (Loss)	217,089	6,079	(2,521,646)
NET REALIZED AND UNREALIZED GAIN/(LOSS):			
Net realized gain/(loss) on investments (Note 2e)	16,133	(36,120)	(568,381,123)
Net realized gain/(loss) on foreign currency transactions and forward foreign currency exchange contracts	(49,109)	37,424	–
Net realized gain/(loss) on futures contracts	–	–	–
Net realized gain/(loss) on written options	–	–	–
Net change in unrealized appreciation/(depreciation) on investments	(979,056)	64,963	259,878,850
Net change in unrealized appreciation/(depreciation) on foreign currency transactions and forward foreign currency exchange contracts	6,599	7	–
Net change in unrealized appreciation/(depreciation) on swap agreement	–	–	–
Net change in unrealized appreciation/(depreciation) on futures contracts	–	–	–
Net change in unrealized appreciation/(depreciation) on written options	–	–	–
Net Realized and Unrealized Loss on Investments	(1,005,433)	66,274	(308,502,273)
Net Increase/(Decrease) in Net Assets Resulting from Operations	(788,344)	72,353	(311,023,919)
Increase/(Decrease) in Net Assets from capital stock transactions	20,005,000	5,010,000	(4,944,684,760)
Distributions declared to Shareholders (Note 10)	–	–	–
Total Increase/(Decrease) in Net Assets	19,216,656	5,082,353	(5,255,708,679)
NET ASSETS:			
Beginning of the year	–	–	5,255,708,679
Notional exchange rate adjustment	–	–	–
End of the year	USD 19,216,656	USD 5,082,353	JPY –

(1) On February 2, 2016, NIKKO AM GLOBAL UMBRELLA FUND - Nikko AM Japan Insight Fund merged with Nikko AM Japan Value Fund. The Statement of Operations and Changes in Net Assets presents data for the period from January 1, 2016 to February 1, 2016.

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

NIKKO AM GLOBAL UMBRELLA FUND
Société d'Investissement à Capital Variable
Statement of Operations and Changes in Net Assets (continued)
For the year ended December 31, 2016

	NIKKO AM GLOBAL UMBRELLA FUND Combined in USD
NET INVESTMENT INCOME:	
Income:	
Dividends (Note 3e)	USD 2,596,998
Interest (Note 3e)	3,983,861
Total Income	6,580,859
Expenses:	
Management fees (Note 4)	972,671
Administrative Agent fees (Note 5)	306,920
Transaction costs (Note 8)	661,500
Audit fees	112,417
Transfer Agent fees (Note 6)	81,184
Taxe d'abonnement (Note 7)	50,298
Depository fees (Note 5)	160,440
Legal fees	133,907
Organization expenses (Note 3l)	7,522
Other expenses	566,552
Total Expenses	3,053,411
Reimbursement from Manager (Note 9)	(1,035,245)
Net Expenses	2,018,166
Net Investment Income (Loss)	4,562,693
NET REALIZED AND UNREALIZED GAIN/(LOSS):	
Net realized gain/(loss) on investments (Note 2e)	(18,618,576)
Net realized gain/(loss) on foreign currency transactions and forward foreign currency exchange contracts	43,067
Net realized gain/(loss) on futures contracts	(7,722)
Net realized gain/(loss) on written options	58,085
Net change in unrealized appreciation/(depreciation) on investments	12,226,456
Net change in unrealized appreciation/(depreciation) on foreign currency transactions and forward foreign currency exchange contracts	89,691
Net change in unrealized appreciation/(depreciation) on swap agreement	(1,123)
Net change in unrealized appreciation/(depreciation) on futures contracts	4,747
Net change in unrealized appreciation/(depreciation) on written options	(12,687)
Net Realized and Unrealized Loss on Investments	(6,218,062)
Net Increase/(Decrease) in Net Assets Resulting from Operations	(1,655,369)
Increase/(Decrease) in Net Assets from capital stock transactions	38,698,397
Distributions declared to Shareholders (Note 10)	(1,624,111)
Total Increase/(Decrease) in Net Assets	35,418,917
NET ASSETS:	
Beginning of the year	243,517,339
Notional exchange rate adjustment	1,438,802
End of the year	USD 280,375,058

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

NIKKO AM GLOBAL UMBRELLA FUND
Société d'Investissement à Capital Variable
Statistical Information
As at December 31, 2016

	<u>December 31, 2016</u>	<u>December 31, 2015</u>	<u>December 31, 2014</u>
TOTAL NET ASSETS			
NIKKO AM GLOBAL UMBRELLA FUND			
Nikko AM Asia-Pacific ex-Japan Fund			
Class A USD.	USD 12,321	USD 12,276	USD 892,653
Class B USD ⁽¹⁾		USD 62,117,602	USD 73,799,917
Class X USD ⁽¹⁾	USD 58,373,303		
SHARES OUTSTANDING			
NIKKO AM GLOBAL UMBRELLA FUND			
Nikko AM Asia-Pacific ex-Japan Fund			
Class A USD.	345	345	22,974
Class B USD ⁽¹⁾		1,752,971	1,917,292
Class X USD ⁽¹⁾	1,641,317		
NET ASSET VALUE PER SHARE			
NIKKO AM GLOBAL UMBRELLA FUND			
Nikko AM Asia-Pacific ex-Japan Fund			
Class A USD.	USD 35.71	USD 35.57	USD 38.85
Class B USD ⁽¹⁾		USD 35.44	USD 38.49
Class X USD ⁽¹⁾	USD 35.56		

(1) NIKKO AM GLOBAL UMBRELLA FUND - Nikko AM Asia-Pacific ex-Japan Fund – On February 2, 2016 Class B USD Shares has been renamed as Class X USD Shares.

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

NIKKO AM GLOBAL UMBRELLA FUND
Société d'Investissement à Capital Variable
Statistical Information (continued)
As at December 31, 2016

	<u>December 31, 2016</u>	<u>December 31, 2015⁽¹⁾</u>	<u>December 31, 2014</u>
TOTAL NET ASSETS			
NIKKO AM GLOBAL UMBRELLA FUND			
Nikko AM World Bank Green Fund			
Class A CHF	CHF 1,797,507	CHF 1,690,867	CHF 2,018,755
Class A EUR	EUR 12,256,731	EUR 9,884,977	EUR 10,190,453
Class A GBP	GBP 10,310,060	GBP 11,822,610	GBP 13,194,364
Class A USD	USD 15,058,306	USD 15,184,054	USD 25,137,642
Class C USD	USD –	USD –	USD 176,022
Class A CHF Equivalent in USD	USD 1,768,591	USD 1,689,178	USD 2,031,656
Class A EUR Equivalent in USD	USD 12,927,787	USD 10,738,051	USD 12,330,962
Class A GBP Equivalent in USD	USD 12,739,625	USD 17,425,344	USD 20,573,318
SHARES OUTSTANDING			
NIKKO AM GLOBAL UMBRELLA FUND			
Nikko AM World Bank Green Fund			
Class A CHF	240,950	220,950	220,950
Class A EUR	1,188,355	980,561	950,000
Class A GBP	1,080,820	1,471,455	1,459,837
Class A USD	1,858,347	1,842,972	2,537,945
Class C USD	–	–	19,331
NET ASSET VALUE PER SHARE			
NIKKO AM GLOBAL UMBRELLA FUND			
Nikko AM World Bank Green Fund			
Class A CHF	CHF 7.46	CHF 7.65	CHF 9.14
Class A EUR	EUR 10.31	EUR 10.08	EUR 10.73
Class A GBP	GBP 9.54	GBP 8.03	GBP 9.04
Class A USD	USD 8.10	USD 8.24	USD 9.90
Class C USD	USD –	USD –	USD 9.11
Class A CHF Equivalent in USD	USD 7.34	USD 7.65	USD 9.20
Class A EUR Equivalent in USD	USD 10.88	USD 10.95	USD 12.98
Class A GBP Equivalent in USD	USD 11.79	USD 11.84	USD 14.09

(1) NIKKO AM GLOBAL UMBRELLA FUND - Nikko AM World Bank Green Fund - Class C USD Shares terminated on October 1, 2015.

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

NIKKO AM GLOBAL UMBRELLA FUND
Société d'Investissement à Capital Variable
Statistical Information (continued)
As at December 31, 2016

	<u>December 31, 2016⁽¹⁾</u>	<u>December 31, 2015⁽²⁾</u>	<u>December 31, 2014</u>
TOTAL NET ASSETS			
NIKKO AM GLOBAL UMBRELLA FUND			
Nikko AM RMB Bond Fund			
Class A USD.	USD 2,900,195	USD 3,333,015	USD 7,260,515
Class B CNH.	CNH –	CNH 4,648,315	CNH 4,613,802
Class B EUR.	EUR –	EUR –	EUR 56,862
Class B USD.	USD 371,529	USD 988,462	USD 4,216,059
Class S JPY.	JPY 2,017,683,839	JPY 2,113,505,939	JPY 2,143,549,840
Class B CNH Equivalent in USD.	USD –	USD 707,635	USD 742,019
Class B EUR Equivalent in USD.	USD –	USD –	USD 68,806
Class S JPY Equivalent in USD.	USD 17,299,128	USD 17,569,358	USD 17,878,559
SHARES OUTSTANDING			
NIKKO AM GLOBAL UMBRELLA FUND			
Nikko AM RMB Bond Fund			
Class A USD.	281,906	319,012	682,893
Class B CNH.	–	440,000	452,000
Class B EUR.	–	–	5,000
Class B USD.	37,390	97,675	408,047
Class S JPY.	21,042	21,042	18,125
NET ASSET VALUE PER SHARE			
NIKKO AM GLOBAL UMBRELLA FUND			
Nikko AM RMB Bond Fund			
Class A USD.	USD 10.29	USD 10.45	USD 10.63
Class B CNH.	CNH –	CNH 10.56	CNH 10.21
Class B EUR.	EUR –	EUR –	EUR 11.37
Class B USD.	USD 9.94	USD 10.12	USD 10.33
Class S JPY.	JPY 95,887.86	JPY 100,442.26	JPY 118,264.82
Class B CNH Equivalent in USD.	USD –	USD 1.61	USD 1.64
Class B EUR Equivalent in USD.	USD –	USD –	USD 13.76
Class S JPY Equivalent in USD.	USD 822.12	USD 834.96	USD 986.39

(1) NIKKO AM GLOBAL UMBRELLA FUND - Nikko AM RMB Bond Fund - Class B CNH Shares terminated on June 7, 2016.

(2) NIKKO AM GLOBAL UMBRELLA FUND - Nikko AM RMB Bond Fund - Class B EUR Shares terminated on March 2, 2015.

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

NIKKO AM GLOBAL UMBRELLA FUND
Société d'Investissement à Capital Variable
Statistical Information (continued)
As at December 31, 2016

	<u>December 31, 2016</u>	<u>December 31, 2015</u>	<u>December 31, 2014</u>
TOTAL NET ASSETS			
NIKKO AM GLOBAL UMBRELLA FUND			
Nikko AM Asia Credit Fund			
Class A EUR.	EUR 51,021	EUR 47,035	EUR 41,237
Class A USD.	USD 18,523,463	USD 1,748,741	USD 947,641
Class S JPY	JPY 1,199,555,109	JPY 1,171,525,201	JPY 1,136,731,352
Class A EUR Equivalent in USD	USD 53,815	USD 51,094	USD 49,900
Class S JPY Equivalent in USD	USD 10,284,692	USD 9,738,769	USD 9,481,057
SHARES OUTSTANDING			
NIKKO AM GLOBAL UMBRELLA FUND			
Nikko AM Asia Credit Fund			
Class A EUR.	3,240	3,240	3,240
Class A USD.	1,281,385	127,418	69,412
Class S JPY	11,598	11,598	11,087
NET ASSET VALUE PER SHARE			
NIKKO AM GLOBAL UMBRELLA FUND			
Nikko AM Asia Credit Fund			
Class A EUR.	EUR 15.75	EUR 14.52	EUR 12.73
Class A USD.	USD 14.46	USD 13.72	USD 13.65
Class S JPY	JPY 103,431.56	JPY 101,010.97	JPY 102,528.31
Class A EUR Equivalent in USD	USD 16.61	USD 15.77	USD 15.40
Class S JPY Equivalent in USD	USD 886.80	USD 839.72	USD 855.16

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

NIKKO AM GLOBAL UMBRELLA FUND
Société d'Investissement à Capital Variable
Statistical Information (continued)
As at December 31, 2016

	<u>December 31, 2016⁽¹⁾</u>	<u>December 31, 2015⁽²⁾</u>
TOTAL NET ASSETS		
NIKKO AM GLOBAL UMBRELLA FUND		
Nikko AM Global Equity Fund		
Class A USD.	USD 5,569	—
Class P JPY	JPY 15,910,515	—
Class U AUD	AUD 56,066,261	AUD 49,762,371
Class P JPY Equivalent in USD	USD 136,413	—
Class U AUD Equivalent in USD.	USD 40,597,576	USD 36,204,612
SHARES OUTSTANDING		
NIKKO AM GLOBAL UMBRELLA FUND		
Nikko AM Global Equity Fund		
Class A USD.	500	—
Class P JPY	14,399,180	—
Class U AUD	5,385,921	5,081,262
NET ASSET VALUE PER SHARE		
NIKKO AM GLOBAL UMBRELLA FUND		
Nikko AM Global Equity Fund		
Class A USD.	USD 11.14	—
Class P JPY	JPY 1.10	—
Class U AUD	AUD 10.41	AUD 9.79
Class P JPY Equivalent in USD	USD 0.01	—
Class U AUD Equivalent in USD.	USD 7.54	USD 7.13

(1) NIKKO AM GLOBAL UMBRELLA FUND - Nikko AM Global Equity Fund - Class A USD Shares commenced operations on February 22, 2016.

NIKKO AM GLOBAL UMBRELLA FUND - Nikko AM Global Equity Fund - Class P JPY Shares commenced operations on April 1, 2016.

(2) NIKKO AM GLOBAL UMBRELLA FUND - Nikko AM Global Equity Fund - Class U AUD Shares commenced operations on July 15, 2015.

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

NIKKO AM GLOBAL UMBRELLA FUND
Société d'Investissement à Capital Variable
Statistical Information (continued)
As at December 31, 2016

	<u>December 31, 2016⁽¹⁾</u>	<u>December 31, 2015⁽²⁾</u>
TOTAL NET ASSETS		
NIKKO AM GLOBAL UMBRELLA FUND		
Nikko AM Global Multi Asset Fund		
Class A USD	USD 5,243	—
Class P JPY	JPY 1,930,888,182	JPY 2,066,392,901
Class P JPY Equivalent in USD	USD 16,554,963	USD 17,177,712
SHARES OUTSTANDING		
NIKKO AM GLOBAL UMBRELLA FUND		
Nikko AM Global Multi Asset Fund		
Class A USD	500	—
Class P JPY	2,015,092,307	2,163,158,215
NET ASSET VALUE PER SHARE		
NIKKO AM GLOBAL UMBRELLA FUND		
Nikko AM Global Multi Asset Fund		
Class A USD	USD 10.49	—
Class P JPY	JPY 0.96	JPY 0.96
Class P JPY Equivalent in USD	USD 0.01	USD 0.01

(1) NIKKO AM GLOBAL UMBRELLA FUND - Nikko AM Global Multi Asset Fund - Class A USD commenced operations on February 22, 2016.

(2) NIKKO AM GLOBAL UMBRELLA FUND - Nikko AM Global Multi Asset Fund commenced operations on March 18, 2015.

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

NIKKO AM GLOBAL UMBRELLA FUND
Société d'Investissement à Capital Variable
Statistical Information (continued)
As at December 31, 2016

	<u>December 31, 2016⁽¹⁾</u>	<u>December 31, 2015⁽²⁾</u>
TOTAL NET ASSETS		
NIKKO AM GLOBAL UMBRELLA FUND		
Nikko AM Asia ex-Japan Fund		
Class A USD	USD 5,333	—
Class D EUR	EUR 1,049,746	—
Class K EUR	EUR 4,336,348	—
Class S JPY	JPY 588,721,137	JPY 626,623,187
Class D EUR Equivalent in USD	USD 1,107,220	—
Class K EUR Equivalent in USD	USD 4,573,763	—
Class S JPY Equivalent in USD	USD 5,047,551	USD 5,209,054
SHARES OUTSTANDING		
NIKKO AM GLOBAL UMBRELLA FUND		
Nikko AM Asia ex-Japan Fund		
Class A USD	500	—
Class D EUR	106,400	—
Class K EUR	437,709	—
Class S JPY	6,050	6,050
NET ASSET VALUE PER SHARE		
NIKKO AM GLOBAL UMBRELLA FUND		
Nikko AM Asia ex-Japan Fund		
Class A USD	USD 10.67	—
Class D EUR	EUR 9.87	—
Class K EUR	EUR 9.91	—
Class S JPY	JPY 97,309.28	103,574.08
Class D EUR Equivalent in USD	USD 10.41	—
Class K EUR Equivalent in USD	USD 10.45	—
Class S JPY Equivalent in USD	USD 834.31	861.00

(1) NIKKO AM GLOBAL UMBRELLA FUND - Nikko AM Asia ex-Japan Fund - Class A USD commenced operations on February 22, 2016.

NIKKO AM GLOBAL UMBRELLA FUND - Nikko AM Asia ex-Japan Fund - Class D EUR commenced operations on November 9, 2016.

NIKKO AM GLOBAL UMBRELLA FUND - Nikko AM Asia ex-Japan Fund - Class K EUR commenced operations on August 4, 2016.

(2) NIKKO AM GLOBAL UMBRELLA FUND - Nikko AM Asia ex-Japan Fund - Class S JPY commenced operations on September 4, 2015.

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

NIKKO AM GLOBAL UMBRELLA FUND
Société d'Investissement à Capital Variable
Statistical Information (continued)
As at December 31, 2016

	<u>December 31, 2016</u> ⁽¹⁾⁽²⁾
TOTAL NET ASSETS	
NIKKO AM GLOBAL UMBRELLA FUND	
Nikko AM Japan Value Fund	
Class A JPY	JPY 636,075,028
Class X JPY	JPY 36,017,486
SHARES OUTSTANDING	
NIKKO AM GLOBAL UMBRELLA FUND	
Nikko AM Japan Value Fund	
Class A JPY	579,594
Class X JPY	32,819
NET ASSET VALUE PER SHARE	
NIKKO AM GLOBAL UMBRELLA FUND	
Nikko AM Japan Value Fund	
Class A JPY	JPY 1,097.45
Class X JPY	JPY 1,097.45

(1) NIKKO AM GLOBAL UMBRELLA FUND - Nikko AM Japan Value Fund - Classes A JPY Shares and X JPY Shares commenced operations on February 1, 2016.

(2) NIKKO AM GLOBAL UMBRELLA FUND - Nikko AM Japan Value Fund - Classes S JPY Shares commenced operations on February 1, 2016, terminated on March 24, 2016.

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

NIKKO AM GLOBAL UMBRELLA FUND
Société d'Investissement à Capital Variable
Statistical Information (continued)
As at December 31, 2016

December 31, 2016⁽¹⁾⁽²⁾⁽³⁾⁽⁴⁾⁽⁵⁾

TOTAL NET ASSETS

NIKKO AM GLOBAL UMBRELLA FUND	
Nikko AM Japan Focus Fund	
Class A GBP	GBP 3,539,995
Class A GBP Hedged	GBP 0
Class A JPY	JPY 548,152
Class S JPY	JPY 3,188,818,467
Class U AUD	AUD 342,828
Class A GBP Equivalent in JPY	JPY 510,184,213
Class A GBP Hedged Equivalent in JPY.	JPY 0
Class U AUD Equivalent in JPY	JPY 28,953,665

SHARES OUTSTANDING

NIKKO AM GLOBAL UMBRELLA FUND	
Nikko AM Japan Focus Fund	
Class A GBP	343,520
Class A GBP Hedged	0
Class A JPY	541
Class S JPY	29,864
Class U AUD	33,795

NET ASSET VALUE PER SHARE

NIKKO AM GLOBAL UMBRELLA FUND	
Nikko AM Japan Focus Fund	
Class A GBP	GBP 10.31
Class A GBP Hedged	GBP 0.00
Class A JPY	JPY 1,013.22
Class S JPY	JPY 106,779.76
Class U AUD	AUD 10.14
Class A GBP Equivalent in JPY	JPY 1,485.17
Class A GBP Hedged Equivalent in JPY.	JPY 0.00
Class U AUD Equivalent in JPY	JPY 856.75

- (1) NIKKO AM GLOBAL UMBRELLA FUND - Nikko AM Japan Focus Fund - Class A GBP Shares commenced operations on August 3, 2016.
(2) NIKKO AM GLOBAL UMBRELLA FUND - Nikko AM Japan Focus Fund - Class A GBP Hedged holds no investment as of December 31, 2016.
(3) NIKKO AM GLOBAL UMBRELLA FUND - Nikko AM Japan Focus Fund - Class A JPY Shares commenced operations on May 25, 2016.
(4) NIKKO AM GLOBAL UMBRELLA FUND - Nikko AM Japan Focus Fund - Class S JPY Shares commenced operations on February 29, 2016.
(5) NIKKO AM GLOBAL UMBRELLA FUND - Nikko AM Japan Focus Fund - Class U AUD Shares commenced operations on November 16, 2016.

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

NIKKO AM GLOBAL UMBRELLA FUND
Société d'Investissement à Capital Variable
Statistical Information (continued)
As at December 31, 2016

	<u>December 31, 2016</u> ⁽¹⁾⁽²⁾
TOTAL NET ASSETS	
NIKKO AM GLOBAL UMBRELLA FUND	
Nikko AM Global Credit Fund	
Class A USD	USD 4,772
Class S USD	USD 19,211,884
SHARES OUTSTANDING	
NIKKO AM GLOBAL UMBRELLA FUND	
Nikko AM Global Credit Fund	
Class A USD	500
Class S USD	20,000
NET ASSET VALUE PER SHARE	
NIKKO AM GLOBAL UMBRELLA FUND	
Nikko AM Global Credit Fund	
Class A USD	USD 9.54
Class S USD	USD 960.59

(1) NIKKO AM GLOBAL UMBRELLA FUND - Nikko AM Global Credit Fund – Class A USD commenced operations on August 17, 2016.

(2) NIKKO AM GLOBAL UMBRELLA FUND - Nikko AM Global Credit Fund - Class S USD commenced operations on August 3, 2016.

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

NIKKO AM GLOBAL UMBRELLA FUND
Société d'Investissement à Capital Variable
Statistical Information
As at December 31, 2016

	<u>December 31, 2016^{(1) (2)}</u>
TOTAL NET ASSETS	
NIKKO AM GLOBAL UMBRELLA FUND	
Nikko AM Emerging Markets Local Currency Bond Fund	
Class A USD	USD 10,011
Class S USD	USD 5,072,342
SHARES OUTSTANDING	
NIKKO AM GLOBAL UMBRELLA FUND	
Nikko AM Emerging Markets Local Currency Bond Fund	
Class A USD	1,000
Class S USD	5,000
NET ASSET VALUE PER SHARE	
NIKKO AM GLOBAL UMBRELLA FUND	
Nikko AM Emerging Markets Local Currency Bond Fund	
Class A USD	USD 10.01
Class S USD	USD 1,014.47

(1) NIKKO AM GLOBAL UMBRELLA FUND - Nikko AM Emerging Markets Local Currency Bond Fund – Class A USD commenced operations on December 30, 2016.

(2) NIKKO AM GLOBAL UMBRELLA FUND - Nikko AM Emerging Markets Local Currency Bond Fund – Class S USD commenced operations on December 8, 2016.

	<u>December 31, 2016⁽¹⁾</u>	<u>December 31, 2015⁽²⁾</u>	<u>December 31, 2014</u>
TOTAL NET ASSETS			
NIKKO AM GLOBAL UMBRELLA FUND			
Nikko AM Japan Insight Fund			
Class A JPY	JPY –	JPY 616,310,821	JPY 691,468,526
Class B JPY	JPY –	JPY 34,898,398	JPY 58,896,281
Class S JPY	JPY –	JPY 4,604,499,460	–
SHARES OUTSTANDING			
NIKKO AM GLOBAL UMBRELLA FUND			
Nikko AM Japan Insight Fund			
Class A JPY	–	618,650	735,987
Class B JPY	–	35,477	63,473
Class S JPY	–	49,875	–
NET ASSET VALUE PER SHARE			
NIKKO AM GLOBAL UMBRELLA FUND			
Nikko AM Japan Insight Fund			
Class A JPY	JPY –	JPY 996.22	JPY 939.51
Class B JPY	JPY –	JPY 983.70	JPY 927.90
Class S JPY	JPY –	JPY 92,320.79	–

(1) NIKKO AM GLOBAL UMBRELLA FUND - Nikko AM Japan Insight Fund merged with Nikko AM Japan Value Fund on February 2, 2016.

(2) NIKKO AM GLOBAL UMBRELLA FUND - Nikko AM Japan Insight Fund - Class S JPY Shares commenced operations on August 14, 2015.

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

NIKKO AM GLOBAL UMBRELLA FUND - Nikko AM Asia-Pacific ex-Japan Fund
Société d'Investissement à Capital Variable
Portfolio of Investments
As at December 31, 2016

Currency	Number of Shares	Security Description	% of Net Assets	Market Value
A. TRANSFERABLE SECURITIES QUOTED ON A STOCK EXCHANGE OR DEALT IN ON ANOTHER REGULATED MARKET				
COMMON STOCKS (98.0%)⁽¹⁾				
AUSTRALIA (17.5%)				
ADVERTISING (1.1%)				
AUD	186,937	oOh!media Ltd.	1.1%	USD 618,600
AGRICULTURE (0.9%)				
AUD	514,806	Webster Ltd.	0.9	508,832
BANKS (2.1%)				
AUD	55,680	National Australia Bank Ltd.	2.1	1,236,550
CHEMICALS (1.1%)				
AUD	249,065	Incitec Pivot Ltd.	1.1	649,253
COMMERCIAL SERVICES (1.0%)				
AUD	60,127	InvoCare Ltd.	1.0	603,871
ELECTRIC (1.3%)				
AUD	154,280	Origin Energy Ltd.	1.3	736,196
HEALTHCARE-SERVICES (0.8%)				
AUD	309,911	Monash IVF Group Ltd.	0.8	460,033
INSURANCE (4.8%)				
AUD	276,615	Insurance Australia Group Ltd.	2.0	1,199,779
AUD	440,547	Medibank Pvt Ltd.	1.5	899,580
AUD	85,014	QBE Insurance Group Ltd.	1.3	764,558
Total INSURANCE				2,863,917
MINING (3.0%)				
AUD	60,901	BHP Billiton Ltd.	1.9	1,105,107
AUD	282,781	Western Areas Ltd.	1.1	628,618
Total MINING				1,733,725
TELECOMMUNICATIONS (1.4%)				
AUD	215,924	Telstra Corp. Ltd.	1.4	797,388
TOTAL AUSTRALIA				10,208,365
CHINA (28.2%)				
BANKS (3.0%)				
HKD	748,500	China Merchants Bank Co. Ltd. Class H	3.0	1,755,123
ELECTRONICS (1.0%)				
HKD	2,578,000	Flat Glass Group Co. Ltd.	1.0	571,917
ENGINEERING & CONSTRUCTION (0.8%)				
HKD	456,000	Beijing Capital International Airport Co. Ltd. Class H	0.8	461,108
FOOD (1.4%)				
HKD	426,000	China Mengniu Dairy Co. Ltd.	1.4	820,884
HEALTHCARE-PRODUCTS (1.7%)				
HKD	635,000	China Medical System Holdings Ltd.	1.7	1,005,759
INSURANCE (2.1%)				
HKD	160,600	China Pacific Insurance Group Co. Ltd. Class H	1.0	560,318
HKD	438,000	PICC Property & Casualty Co. Ltd. Class H	1.1	682,438
Total INSURANCE				1,242,756
INTERNET (9.0%)				
USD	19,790	Alibaba Group Holding Ltd. - ADR	3.0	1,737,760
USD	21,627	Ctrip.com International Ltd. - ADR	1.5	865,080
HKD	108,100	Tencent Holdings Ltd.	4.5	2,644,935
Total INTERNET				5,247,775
PHARMACEUTICALS (1.6%)				
HKD	845,500	China Resources Pharmaceutical Group Ltd.	1.6	953,118
RETAIL (0.9%)				
HKD	239,200	Shanghai Pharmaceuticals Holding Co. Ltd. Class H	0.9	548,548
SEMICONDUCTORS (3.2%)				
HKD	1,194,700	Semiconductor Manufacturing International Corp.	3.2	1,876,844
SOFTWARE (1.0%)				
HKD	289,000	TravelSky Technology Ltd. Class H	1.0	607,585

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

NIKKO AM GLOBAL UMBRELLA FUND - Nikko AM Asia-Pacific ex-Japan Fund
Société d'Investissement à Capital Variable
Portfolio of Investments (continued)
As at December 31, 2016

Currency	Number of Shares	Security Description	% of Net Assets	Market Value
		COMMON STOCKS (98.0%) (continued)		
		CHINA (28.2%) (continued)		
		TELECOMMUNICATIONS (2.4%)		
HKD	3,008,000	China Telecom Corp. Ltd. Class H	2.4%	USD 1,388,937
		TOTAL CHINA		16,480,354
		HONG KONG (8.8%)		
		BANKS (2.7%)		
HKD	317,000	BOC Hong Kong Holdings Ltd.	1.9	1,134,603
HKD	25,000	Hang Seng Bank Ltd.	0.8	465,295
		Total BANKS		1,599,898
		DIVERSIFIED FINANCIAL SERVICES (1.8%)		
HKD	44,400	Hong Kong Exchanges & Clearing Ltd.	1.8	1,049,132
		ENGINEERING & CONSTRUCTION (1.3%)		
HKD	522,000	China State Construction International Holdings Ltd.	1.3	780,999
		INSURANCE (3.0%)		
HKD	301,600	AIA Group Ltd.	3.0	1,701,889
		TOTAL HONG KONG		5,131,918
		INDIA (10.1%)		
		AUTO MANUFACTURERS (0.8%)		
INR	67,320	Tata Motors Ltd.	0.8	466,092
		BANKS (3.0%)		
INR	104,168	Axis Bank Ltd.	1.2	691,128
INR	62,534	IndusInd Bank Ltd.	1.8	1,019,968
		Total BANKS		1,711,096
		CHEMICALS (0.7%)		
INR	73,577	Castrol India Ltd.	0.7	411,953
		HEALTHCARE-SERVICES (1.5%)		
INR	50,226	Apollo Hospitals Enterprise Ltd.	1.5	875,310
		HOME FURNISHINGS (1.0%)		
INR	273,029	Crompton Greaves Consumer Electricals Ltd.	1.0	584,717
		MACHINERY-DIVERSIFIED (0.8%)		
INR	39,780	Cummins India Ltd.	0.8	477,776
		PHARMACEUTICALS (2.3%)		
INR	51,963	Emami Ltd.	1.2	723,401
INR	29,188	Lupin Ltd.	1.1	637,990
		Total PHARMACEUTICALS		1,361,391
		TOTAL INDIA		5,888,335
		INDONESIA (2.7%)		
		BANKS (1.0%)		
IDR	2,047,600	Bank Danamon Indonesia Tbk PT	1.0	563,859
		ENGINEERING & CONSTRUCTION (0.8%)		
IDR	2,962,700	Adhi Karya Persero Tbk PT	0.8	457,407
		PHARMACEUTICALS (0.9%)		
IDR	5,101,800	Kalbe Farma Tbk PT	0.9	573,704
		TOTAL INDONESIA		1,594,970
		PHILIPPINES (2.0%)		
		INVESTMENT COMPANIES (0.9%)		
PHP	21,280	GT Capital Holdings, Inc.	0.9	543,638
		RETAIL (1.1%)		
PHP	48,300	SM Investments Corp.	1.1	636,389
		TOTAL PHILIPPINES		1,180,027
		SINGAPORE (0.8%)		
		DIVERSIFIED FINANCIAL SERVICES (0.8%)		
SGD	96,500	Singapore Exchange Ltd.	0.8	478,258
		TOTAL SINGAPORE		478,258

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

NIKKO AM GLOBAL UMBRELLA FUND - Nikko AM Asia-Pacific ex-Japan Fund
Société d'Investissement à Capital Variable
Portfolio of Investments (continued)
As at December 31, 2016

Currency	Number of Shares	Security Description	% of Net Assets	Market Value
		COMMON STOCKS (98.0%) (continued)		
		SOUTH KOREA (13.7%)		
		CHEMICALS (3.2%)		
KRW	9,063	Kumho Petrochemical Co. Ltd.	1.1%	USD 615,306
KRW	5,758	LG Chem Ltd.	2.1	1,244,277
		Total CHEMICALS		1,859,583
		COSMETICS/PERSONAL CARE (0.9%)		
KRW	2,008	Amorepacific Corp.	0.9	534,502
		DIVERSIFIED FINANCIAL SERVICES (1.6%)		
KRW	25,574	Shinhan Financial Group Co. Ltd.	1.6	958,125
		ELECTRIC (1.3%)		
KRW	20,743	Korea Electric Power Corp.	1.3	756,524
		FOOD (1.3%)		
KRW	2,484	CJ CheilJedang Corp.	1.3	735,246
		INSURANCE (0.8%)		
KRW	4,845	Samsung Life Insurance Co. Ltd.	0.8	451,285
		RETAIL (1.2%)		
KRW	6,803	Samsung C&T Corp.	1.2	706,886
		SEMICONDUCTORS (3.4%)		
KRW	1,356	Samsung Electronics Co. Ltd.	3.4	2,023,110
		TOTAL SOUTH KOREA		8,025,261
		TAIWAN (10.3%)		
		ELECTRONICS (1.0%)		
TWD	162,000	Merry Electronics Co. Ltd.	1.0	610,723
		INSURANCE (1.8%)		
TWD	1,086,136	China Life Insurance Co. Ltd.	1.8	1,080,104
		RETAIL (1.2%)		
TWD	95,000	President Chain Store Corp.	1.2	680,909
		SEMICONDUCTORS (6.3%)		
TWD	1,011,000	Advanced Semiconductor Engineering, Inc.	1.8	1,036,754
TWD	84,000	Parade Technologies Ltd.	1.4	828,819
TWD	317,000	Taiwan Semiconductor Manufacturing Co. Ltd.	3.1	1,785,208
		Total SEMICONDUCTORS		3,650,781
		TOTAL TAIWAN		6,022,517
		THAILAND (3.0%)		
		BANKS (0.9%)		
THB	103,300	Kasikornbank PCL	0.9	512,022
		CHEMICALS (1.0%)		
THB	334,900	PTT Global Chemical PCL	1.0	589,176
		HEALTHCARE-SERVICES (1.1%)		
THB	7,818,600	Chularat Hospital PCL	1.1	624,431
		TOTAL THAILAND		1,725,629
		UNITED STATES (0.9%)		
		HEALTHCARE-PRODUCTS (0.9%)		
AUD	80,343	ResMed, Inc.	0.9	499,153
		TOTAL UNITED STATES		499,153
		TOTAL COMMON STOCKS (Cost USD 55,831,438)		57,234,787
		TOTAL TRANSFERABLE SECURITIES QUOTED ON A STOCK EXCHANGE OR DEALT IN ON ANOTHER REGULATED MARKET (Cost USD 55,831,438)	98.0%	USD 57,234,787
		CASH AND OTHER ASSETS IN EXCESS OF LIABILITIES	2.0	1,150,837
		TOTAL NET ASSETS	100.0%	USD 58,385,624

(1) All investments are transferable securities admitted to an official exchange listing.

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

NIKKO AM GLOBAL UMBRELLA FUND - Nikko AM Asia-Pacific ex-Japan Fund
Société d'Investissement à Capital Variable
Portfolio of Investments (continued)
As at December 31, 2016

Foreign Currency Legend

AUD	Australian Dollar
HKD	Hong Kong Dollar
IDR	Indonesian Rupiah
INR	Indian Rupee
KRW	South Korean Won
PHP	Philippine Peso
SGD	Singapore Dollar
THB	Thailand Baht
TWD	Taiwan Dollar
USD	US Dollar

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

NIKKO AM GLOBAL UMBRELLA FUND - Nikko AM Asia-Pacific ex-Japan Fund
Société d'Investissement à Capital Variable
Classifications
As at December 31, 2016

Industry	% of Net Assets
Semiconductors	12.9%
Banks	12.7
Insurance	12.6
Internet	9.0
Chemicals	6.0
Pharmaceuticals	4.8
Retail	4.4
Diversified Financial Services	4.2
Telecommunications	3.8
Healthcare-Services	3.4
Mining	3.0
Engineering & Construction	2.9
Food	2.7
Electric	2.6
Healthcare-Products	2.6
Electronics	2.0
Advertising	1.1
Commercial Services	1.0
Home Furnishings	1.0
Software	1.0
Agriculture	0.9
Cosmetics/Personal Care	0.9
Investment Companies	0.9
Auto Manufacturers	0.8
Machinery-Diversified	0.8
Total Investments	98.0%
Cash and other net assets in excess of liabilities	2.0%
Total Net Assets	100.0%

Country	% of Net Assets
China	28.2%
Australia	17.5
South Korea	13.7
Taiwan	10.3
India	10.1
Hong Kong	8.8
Thailand	3.0
Indonesia	2.7
Philippines	2.0
United States	0.9
Singapore	0.8
Total Investments	98.0%
Cash and other assets in excess of liabilities	2.0%
Total Net Assets	100.00%

NIKKO AM GLOBAL UMBRELLA FUND - Nikko AM World Bank Green Fund
Société d'Investissement à Capital Variable
Portfolio of Investments
As at December 31, 2016

Currency	Principal Amount	Security Description	% of Net Assets	Market Value
A. TRANSFERABLE SECURITIES QUOTED ON A STOCK EXCHANGE OR DEALT IN ON ANOTHER REGULATED MARKET				
FIXED INCOME SECURITIES (94.2%)⁽¹⁾				
SUPRANATIONAL (94.2%)				
International Bank for Reconstruction & Development				
MXN	3,950,000	0.00% due 09/19/22 ⁽²⁾	0.3%	USD 126,926
EUR	2,420,000	0.50% due 04/16/30	5.8	2,449,849
JPY	125,000,000	0.88% due 03/09/20	2.6	1,110,021
SEK	1,900,000	1.38% due 06/23/19	0.5	216,331
USD	2,850,000	1.50% due 07/12/22	6.5	2,746,591
USD	430,000	1.63% due 02/10/22	1.0	418,092
USD	9,405,000	2.13% due 03/03/25	21.2	9,051,108
AUD	2,400,000	2.80% due 01/13/21	4.1	1,743,556
AUD	580,000	3.00% due 10/19/26	1.0	407,757
PLN	14,385,000	3.25% due 01/31/19	8.2	3,540,268
AUD	100,000	3.50% due 04/29/19	0.2	74,335
NOK	8,440,000	3.63% due 06/22/20	2.5	1,057,890
NOK	3,620,000	3.75% due 05/19/17	1.0	424,654
AUD	478,000	4.25% due 06/24/25	0.9	371,176
INR	49,350,000	5.00% due 05/24/17	1.7	724,290
AUD	1,109,000	5.00% due 03/07/22	2.1	884,709
HUF	47,000,000	5.50% due 05/19/17	0.4	163,532
GBP	420,000	5.75% due 06/07/32	1.9	792,284
INR	33,200,000	6.38% due 08/07/18	1.2	496,045
RUB	23,500,000	6.50% due 07/26/19	0.9	378,106
ZAR	14,360,000	7.00% due 06/07/23	2.3	961,884
RUB	17,000,000	7.50% due 03/02/17	0.7	277,687
MXN	61,200,000	7.50% due 03/05/20	7.0	3,000,364
RUB	55,750,000	8.00% due 08/22/18	2.2	915,444
COP	600,000,000	8.00% due 03/02/20	0.5	208,611
TRY	6,575,000	8.25% due 03/04/22	3.9	1,670,105
BRL	2,800,000	9.50% due 03/02/17	2.0	854,806
BRL	15,270,000	11.75% due 11/04/20	11.6	4,975,522
TOTAL SUPRANATIONAL				40,041,943
TOTAL FIXED INCOME SECURITIES (Cost USD 44,274,125)				40,041,943
TOTAL TRANSFERABLE SECURITIES QUOTED ON A STOCK EXCHANGE OR DEALT IN ON ANOTHER REGULATED MARKET (Cost USD 44,274,125)			94.2%	USD 40,041,943
CASH AND OTHER ASSETS IN EXCESS OF LIABILITIES			5.8	2,452,366
TOTAL NET ASSETS			100.0%	USD 42,494,309

(1) All investments are transferable securities admitted to an official exchange listing.

(2) Security issued with a zero coupon. Income is recognized through accretion of discount.

Foreign Currency Legend

AUD	Australian Dollar
BRL	Brazilian Real
COP	Columbian Peso
EUR	Euro
GBP	British Pound
HUF	Hungarian Forint
INR	Indian Rupee
JPY	Japanese Yen
MXN	Mexican Peso
NOK	Norwegian Krone
PLN	Polish Zloty
RUB	Russian Ruble
SEK	Swedish Krona
TRY	Turkish Lira
USD	US Dollar
ZAR	South African Rand

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

NIKKO AM GLOBAL UMBRELLA FUND – Nikko AM World Bank Green Fund
Société d'Investissement à Capital Variable
Classifications
As at December 31, 2016

Industry	% of Net Assets
Supranational	94.2%
Total Investments	94.2%
Cash and other net assets in excess of liabilities	5.8%
Total Net Assets	100.0%

Country	% of Net Assets
Supranational	94.2%
Total Investments	94.2%
Cash and other assets in excess of liabilities	5.8%
Total Net Assets	100.00%

NIKKO AM GLOBAL UMBRELLA FUND – Nikko AM RMB Bond Fund
Société d'Investissement à Capital Variable
Portfolio of Investments
As at December 31, 2016

Currency	Principal Amount	Security Description	% of Net Assets	Market Value
A. TRANSFERABLE SECURITIES QUOTED ON A STOCK EXCHANGE OR DEALT IN ON ANOTHER REGULATED MARKET				
FIXED INCOME SECURITIES (88.9%)				
BRITISH VIRGIN ISLANDS (17.2%)				
CORPORATE BONDS & NOTES (17.2%)				
CNH	6,000,000	Proven Honour Capital Ltd. 4.55% due 09/25/17	4.2%	USD 855,258
CNH	7,000,000	Starway Assets Enterprises, Inc. 4.10% due 01/22/17	4.8	1,003,538
CNH	7,000,000	Vast Expand Ltd. 5.20% due 09/11/17	4.8	986,226
CNH	5,000,000	Yunnan Energy Investment Overseas Co. Ltd. 5.50% due 10/21/17	3.4	702,465
TOTAL CORPORATE BONDS & NOTES				3,547,487
TOTAL BRITISH VIRGIN ISLANDS				3,547,487
CAYMAN ISLANDS (22.8%)				
CORPORATE BONDS & NOTES (22.8%)				
CNH	6,000,000	Agile Property Holdings Ltd. 6.50% due 02/28/17	4.2	858,513
CNH	6,000,000	Dorsett Hospitality International Ltd. 6.00% due 04/03/18	4.1	852,640
CNH	7,000,000	Lai Fung Holdings Ltd. 6.88% due 04/25/18	4.8	979,674
CNH	8,500,000	Longfor Properties Co. Ltd. 6.75% due 05/28/18	5.9	1,217,424
CNH	5,500,000	Tingyi (Cayman Islands) Holding Corp. 4.38% due 08/06/18	3.8	780,165
TOTAL CORPORATE BONDS & NOTES				4,688,416
TOTAL CAYMAN ISLANDS				4,688,416
CHINA (11.6%)				
CORPORATE BONDS & NOTES (11.6%)				
CNH	5,000,000	Agricultural Bank of China Ltd. 3.40% due 08/06/17	3.4	708,346
CNH	3,300,000	Bank of China Ltd. 3.60% due 07/12/18	2.3	464,215
CNH	9,000,000	Jinchuan Group Co. Ltd. 4.75% due 07/17/17	5.9	1,207,576
TOTAL CORPORATE BONDS & NOTES				2,380,137
TOTAL CHINA				2,380,137
FRANCE (3.5%)				
CORPORATE BONDS & NOTES (3.5%)				
CNH	5,000,000	Societe Generale S.A. 5.20% due 06/03/25	3.5	715,270
TOTAL CORPORATE BONDS & NOTES				715,270
TOTAL FRANCE				715,270
HONG KONG (9.7%)				
CORPORATE BONDS & NOTES (12.2%)				
CNH	2,000,000	Beijing Capital Hong Kong Ltd. 4.70% due 06/20/17	1.4	284,167
CNH	7,000,000	China Unicom Hong Kong Ltd. 4.00% due 04/16/17	4.9	996,106
CNH	5,000,000	Yufu Eternity Ltd. 5.63% due 11/26/17	3.4	706,945
TOTAL CORPORATE BONDS & NOTES				1,987,218
TOTAL HONG KONG				1,987,218
HUNGARY (4.3%)				
GOVERNMENT BONDS (4.3%)				
CNH	6,000,000	Hungary Government International Bond 6.25% due 04/25/19	4.3	878,771
TOTAL GOVERNMENT BONDS				878,771
TOTAL HUNGARY				878,771

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

NIKKO AM GLOBAL UMBRELLA FUND - Nikko AM RMB Bond Fund
Société d'Investissement à Capital Variable
Portfolio of Investments (continued)
As at December 31, 2016

Currency	Principal Amount	Security Description	% of Net Assets	Market Value
FIXED INCOME SECURITIES (91.4%) (continued)				
NEW ZEALAND (5.4%)				
CORPORATE BONDS & NOTES (5.4%)				
CNH	8,000,000	Fonterra Co.-operative Group Ltd. 4.00% due 06/22/20	5.4%	USD 1,117,494
TOTAL CORPORATE BONDS & NOTES				1,117,494
TOTAL NEW ZEALAND				1,117,494
SINGAPORE (12.0%)				
CORPORATE BONDS & NOTES (12.0%)				
CNH	4,000,000	Global Logistic Properties Ltd. 4.00% due 05/11/18	2.8	571,215
CNH	5,000,000	ITNL International Pte Ltd. 8.00% due 07/17/17	3.4	707,251
CNH	8,500,000	ITNL Offshore Two Pte Ltd. 7.50% due 04/01/18	5.8	1,186,554
TOTAL CORPORATE BONDS & NOTES				2,465,020
TOTAL SINGAPORE				2,465,020
SUPRANATIONAL (2.4%)				
CORPORATE BONDS & NOTES (2.4%)				
CNH	3,500,000	Central American Bank for Economic Integration 3.95% due 09/21/19	2.4	494,861
TOTAL CORPORATE BONDS & NOTES				494,861
TOTAL SUPRANATIONAL				494,861
TOTAL FIXED INCOME SECURITIES (Cost USD 21,023,826)				18,274,674
TOTAL TRANSFERABLE SECURITIES QUOTED ON A STOCK EXCHANGE OR DEALT IN ON ANOTHER REGULATED MARKET (Cost USD 21,023,826)			88.9%	USD 18,274,674
CASH AND OTHER ASSETS IN EXCESS OF LIABILITIES			11.1	2,296,178
TOTAL NET ASSETS			100.0%	USD 20,570,852

Foreign Currency Legend

CNH	Chinese Yuan (Off-Shore)
USD	US Dollar

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

NIKKO AM GLOBAL UMBRELLA FUND - Nikko AM RMB Bond Fund
Société d'Investissement à Capital Variable
Classifications
As at December 31, 2016

Industry	% of Net Assets
Real Estate	17.7%
Diversified Financial Services	12.4
Investment Companies	9.6
Food	9.2
Banks	9.2
Mining	5.9
Engineering & Construction	3.3
Telecommunications	4.9
Sovereign	4.3
Lodging	4.1
Commercial Services	3.4
Private Equity	2.5
Multi-National	2.4
Total Investments	88.9%
Cash and other net assets in excess of liabilities	11.1%
Total Net Assets	100.0%

Country	% of Net Assets
Cayman Islands	22.8%
British Virgin Islands	17.2
Singapore	12.0
China	11.6
Hong Kong	9.7
New Zealand	5.4
Hungary	4.3
France	3.5
Supranational	2.4
Total Investments	88.9%
Cash and other assets in excess of liabilities	11.1%
Total Net Assets	100.0%

NIKKO AM GLOBAL UMBRELLA FUND - Nikko AM Asia Credit Fund
Société d'Investissement à Capital Variable
Portfolio of Investments
As at December 31, 2016

Currency	Principal Amount	Security Description	% of Net Assets	Market Value
A. TRANSFERABLE SECURITIES QUOTED ON A STOCK EXCHANGE OR DEALT IN ON ANOTHER REGULATED MARKET				
FIXED INCOME SECURITIES (95.9%)				
AUSTRALIA (1.4%)				
CORPORATE BONDS & NOTES (1.4%)				
USD	200,000	Australia & New Zealand Banking Group Ltd. 6.75% due 12/29/49 ⁽¹⁾	0.7%	USD 211,325
USD	200,000	Commonwealth Bank of Australia 3.38% due 10/20/26	0.7	196,124
TOTAL CORPORATE BONDS & NOTES				407,449
TOTAL AUSTRALIA				407,449
BERMUDA (0.7%)				
CORPORATE BONDS & NOTES (0.7%)				
USD	200,000	China Resources Gas Group Ltd. 4.50% due 04/05/22	0.7	209,005
TOTAL CORPORATE BONDS & NOTES				209,005
TOTAL BERMUDA				209,005
BRITISH VIRGIN ISLANDS (23.9%)				
CORPORATE BONDS & NOTES (23.9%)				
USD	300,000	Bluestar Finance Holdings Ltd. 3.13% due 09/30/19	1.0	299,877
USD	200,000	China Merchants Finance Co. Ltd. 5.00% due 05/04/22	0.7	212,843
USD	200,000	China Shenhua Overseas Capital Co. Ltd. 3.13% due 01/20/20	0.7	200,802
USD	200,000	CICC Hong Kong Finance 2016 MTN Ltd. 2.75% due 05/18/19	0.7	200,874
USD	500,000	CNOOC Finance 2012 Ltd. 3.88% due 05/02/22	1.8	511,105
USD	500,000	CNPC General Capital Ltd. 2.70% due 11/25/19	1.8	505,804
USD	200,000	3.95% due 04/19/22	0.7	206,487
USD	500,000	Dianjian Haixing Ltd. 4.05% due 10/29/49 ⁽¹⁾	1.8	507,574
USD	200,000	Double Rosy Ltd. 3.63% due 11/18/19	0.7	203,930
USD	500,000	Huarong Finance II Co. Ltd. 2.88% due 11/19/18	1.6	501,385
USD	400,000	3.63% due 11/22/21	1.4	395,669
USD	200,000	4.88% due 11/22/26	0.7	200,153
USD	500,000	King Power Capital Ltd. 5.63% due 11/03/24	1.9	543,867
USD	200,000	Midea Investment Development Co. Ltd. 2.38% due 06/03/19	0.7	200,060
USD	300,000	Sinopec Group Overseas Development 2012 Ltd. 4.88% due 05/17/42	1.1	314,889
USD	500,000	Sinopec Group Overseas Development 2014 Ltd. 4.38% due 04/10/24	1.8	519,579
USD	200,000	Sinopec Group Overseas Development 2016 Ltd. 2.00% due 09/29/21	0.7	190,485
USD	300,000	SPIC 2016 US dollar Bond Co. Ltd. 3.00% due 12/06/26	1.0	298,162
USD	300,000	3.88% due 12/06/21	1.1	299,940
USD	550,000	State Grid Overseas Investment 2014 Ltd. 4.13% due 05/07/24	2.0	572,281
TOTAL CORPORATE BONDS & NOTES				6,885,766
TOTAL BRITISH VIRGIN ISLANDS				6,885,766
CAYMAN ISLANDS (9.9%)				
CORPORATE BONDS & NOTES (9.9%)				
USD	200,000	Baidu, Inc. 2.75% due 06/09/19	0.7	202,099
USD	300,000	China Overseas Grand Oceans Finance II Cayman Ltd. 5.13% due 01/23/19	1.1	308,927

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

NIKKO AM GLOBAL UMBRELLA FUND - Nikko AM Asia Credit Fund
Société d'Investissement à Capital Variable
Portfolio of Investments (continued)
As at December 31, 2016

Currency	Principal Amount	Security Description	% of Net Assets	Market Value
FIXED INCOME SECURITIES (95.9%) (continued)				
CAYMAN ISLANDS (9.9%) (continued)				
CORPORATE BONDS & NOTES (9.9%) (continued)				
USD	200,00	China State Construction Finance Cayman I Ltd. 3.13% due 04/02/18	0.7%	USD 201,064
USD	200,000	CSCEC Finance Cayman II Ltd. 2.25% due 06/14/19	0.7	199,447
USD	100,000	Hutchison Whampoa International 03/33 Ltd. 7.45% due 11/24/33	0.5	135,324
USD	100,000	Hutchison Whampoa International 12 Ltd. 6.00% due 05/29/49 ⁽¹⁾	0.3	101,000
USD	300,000	Hutchison Whampoa International 14 Ltd. 3.63% due 10/31/24	1.0	299,727
USD	200,000	Link Finance Cayman 2009 Ltd. 3.60% due 09/03/24	0.7	199,130
USD	200,000	Sun Hung Kai Properties Capital Market Ltd. 3.38% due 02/25/24	0.7	202,521
USD	400,000	3.63% due 01/16/23	1.4	405,044
USD	200,000	Three Gorges Finance I Cayman Islands Ltd. 3.15% due 06/02/26	0.7	190,820
USD	400,000	TVB Finance Ltd. 3.63% due 10/11/21	1.4	400,430
TOTAL CORPORATE BONDS & NOTES				2,845,533
TOTAL CAYMAN ISLANDS				2,845,533
CHINA (8.7%)				
CORPORATE BONDS & NOTES (6.1%)				
USD	400,000	Chengdu Xingcheng Investment Group Co. Ltd. 3.25% due 11/29/21	1.3	386,257
USD	500,000	Industrial & Commercial Bank of China Ltd. 1.88% due 08/11/19	1.7	494,198
USD	400,000	2.91% due 11/13/20	1.4	399,431
USD	500,000	Shenzhen Expressway Co. Ltd. 2.88% due 07/18/21	1.7	489,552
TOTAL CORPORATE BONDS & NOTES				1,769,438
GOVERNMENT BONDS (2.6%)				
USD	400,000	China Development Bank Corp. 3.00% due 06/01/26	1.3	380,371
USD	400,000	Export-Import Bank of China 2.88% due 04/26/26	1.3	374,806
TOTAL GOVERNMENT BONDS				755,177
TOTAL CHINA				2,524,615
HONG KONG (12.9%)				
CORPORATE BONDS & NOTES (12.9%)				
USD	400,000	Bank of China Hong Kong Ltd. 5.55% due 02/11/20	1.5	426,861
USD	200,000	China Taiping Insurance Holdings Co. Ltd. 5.45% due 09/29/49 ⁽¹⁾	0.7	207,739
USD	500,000	CITIC Ltd. 3.70% due 06/14/26	1.7	482,220
USD	500,000	CRCC Yupeng Ltd. 3.95% due 02/28/49 ⁽¹⁾	1.8	510,538
USD	200,000	Dah Sing Bank Ltd. 4.25% due 11/30/26	0.7	197,246
USD	200,000	5.25% due 01/29/24	0.7	207,095
USD	400,000	ICBCIL Finance Co. Ltd. 2.13% due 09/29/19	1.4	395,165
USD	500,000	2.50% due 09/29/21	1.6	481,639
USD	100,000	OCBC Wing Hang Bank Ltd. 6.00% due 04/29/49 ⁽¹⁾	0.3	99,749
USD	200,000	Swire Properties MTN Financing Ltd. 2.75% due 03/07/20	0.7	200,212

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

NIKKO AM GLOBAL UMBRELLA FUND - Nikko AM Asia Credit Fund
Société d'Investissement à Capital Variable
Portfolio of Investments (continued)
As at December 31, 2016

Currency	Principal Amount	Security Description	% of Net Assets	Market Value
		FIXED INCOME SECURITIES (95.9%) (continued)		
		HONG KONG (12.9%) (continued)		
		CORPORATE BONDS & NOTES (12.9%) (continued)		
USD	500,000	Weichai International Hong Kong Energy Group Co. Ltd 4.13% due 09/30/20	1.8	506,741
		TOTAL CORPORATE BONDS & NOTES		3,715,205
		TOTAL HONG KONG		3,715,205
		INDIA (5.3%)		
		CORPORATE BONDS & NOTES (3.9%)		
USD	400,000	ICICI Bank Ltd. 3.13% due 08/12/20	1.4	399,304
USD	200,000	NTPC Ltd. 4.25% due 02/26/26	0.7	200,103
USD	500,000	4.75% due 10/03/22	1.8	529,708
		TOTAL CORPORATE BONDS & NOTES		1,129,115
		GOVERNMENT BONDS (1.4%)		
USD	400,000	Export-Import Bank of India 4.00% due 01/14/23	1.4%	USD 406,847
		TOTAL GOVERNMENT BONDS		406,847
		TOTAL INDIA		1,535,962
		INDONESIA (7.8%)		
		CORPORATE BONDS & NOTES (1.4%)		
USD	400,000	Pertamina Persero PT 6.45% due 05/30/44	1.4	404,940
		TOTAL CORPORATE BONDS & NOTES		404,940
		GOVERNMENT BONDS (6.4%)		
USD	400,000	Indonesia Government International Bond 4.13% due 01/15/25	1.4	396,335
USD	200,000	4.35% due 01/08/27	0.7	200,424
USD	200,000	4.75% due 01/08/26	0.7	206,457
USD	400,000	4.88% due 05/05/21	1.4	423,445
USD	200,000	5.25% due 01/17/42	0.7	201,563
USD	200,000	5.95% due 01/08/46	0.8	220,817
USD	200,000	Perusahaan Penerbit SBSN Indonesia III 4.35% due 09/10/24	0.7	200,760
		TOTAL GOVERNMENT BONDS		1,849,801
		TOTAL INDONESIA		2,254,741
		MALAYSIA (5.8%)		
		CORPORATE BONDS & NOTES (4.5%)		
USD	100,000	Axiata SPV1 Labuan Ltd. 5.38% due 04/28/20	0.4	107,240
USD	400,000	Malaysia Sovereign Sukuk Bhd 3.04% due 04/22/25	1.4	383,720
USD	231,000	Petronas Capital Ltd. 7.88% due 05/22/22	1.0	282,965
USD	400,000	RHB Bank Bhd 2.50% due 10/06/21	1.3	381,540
USD	100,000	Telekom Malaysia Bhd 7.88% due 08/01/25	0.4	125,407
		TOTAL CORPORATE BONDS & NOTES		1,280,872
		GOVERNMENT BONDS (1.3%)		
USD	400,000	Export-Import Bank of Malaysia Bhd 2.48% due 10/20/21	1.3	384,416
		TOTAL GOVERNMENT BONDS		384,416
		TOTAL MALAYSIA		1,665,288
		MAURITIUS (0.7%)		
		CORPORATE BONDS & NOTES (0.7%)		
USD	200,000	UPL Corp. Ltd. 3.25% due 10/13/21	0.7	194,628
		TOTAL CORPORATE BONDS & NOTES		194,628
		TOTAL MAURITIUS		194,628

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

NIKKO AM GLOBAL UMBRELLA FUND - Nikko AM Asia Credit Fund
Société d'Investissement à Capital Variable
Portfolio of Investments (continued)
As at December 31, 2016

Currency	Principal Amount	Security Description	% of Net Assets	Market Value
FIXED INCOME SECURITIES (95.9%) (continued)				
NETHERLANDS (1.1%)				
CORPORATE BONDS & NOTES (1.1%)				
USD	300,000	Bharti Airtel International Netherlands BV 5.35% due 05/20/24	1.1%	USD 314,231
TOTAL CORPORATE BONDS & NOTES				314,231
TOTAL NETHERLANDS				314,231
PHILIPPINES (3.2%)				
GOVERNMENT BONDS (3.2%)				
USD	250,000	6.38% due 10/23/34	1.1	325,180
USD	250,000	7.75% due 01/14/31	1.3	351,433
USD	150,000	9.50% due 02/02/30	0.8	236,355
TOTAL GOVERNMENT BONDS				912,968
TOTAL PHILIPPINES				912,968
SINGAPORE (7.8%)				
CORPORATE BONDS & NOTES (7.8%)				
USD	400,000	DBS Bank Ltd. 3.63% due 09/21/22	1.4	403,496
USD	200,000	DBS Group Holdings Ltd. 3.63% due 09/21/22	0.7	192,604
USD	600,000	Oversea-Chinese Banking Corp. Ltd. 4.00% due 10/15/24	2.1	616,070
USD	250,000	Temasek Financial I Ltd. 3.38% due 07/23/42	0.8	238,644
USD	400,000	United Overseas Bank Ltd. 3.50% due 09/16/26	1.4	395,621
USD	400,000	3.75% due 09/19/24	1.4	407,500
TOTAL CORPORATE BONDS & NOTES				2,253,935
TOTAL SINGAPORE				2,253,935
SOUTH KOREA (4.1%)				
CORPORATE BONDS & NOTES (4.1%)				
USD	200,000	Busan Bank Co. Ltd. 3.63% due 07/25/26	0.6	184,396
USD	200,000	Korean Reinsurance Co. 4.50% due 10/21/44	0.7	201,546
USD	400,000	Shinhan Bank 1.88% due 07/30/18	1.4	398,672
USD	200,000	3.88% due 12/07/26	0.7	200,074
USD	200,000	3.88% due 03/24/26	0.7	194,566
TOTAL CORPORATE BONDS & NOTES				1,179,254
TOTAL SOUTH KOREA				1,179,254
THAILAND (1.7%)				
CORPORATE BONDS & NOTES (1.7%)				
USD	200,000	Bangkok Bank PCL 5.00% due 10/03/23	0.8	216,816
USD	300,000	Kasikornbank PCL 2.38% due 04/06/22	0.9	286,206
TOTAL CORPORATE BONDS & NOTES				503,022
TOTAL THAILAND				503,022
UNITED STATES (0.9%)				
CORPORATE BONDS & NOTES (0.9%)				
USD	250,000	Reliance Holding USA, Inc. 5.40% due 02/14/22	0.9	270,277
TOTAL CORPORATE BONDS & NOTES				270,277
TOTAL UNITED STATES				270,277
TOTAL FIXED INCOME SECURITIES (Cost USD 28,359,361)				27,671,879
TOTAL TRANSFERABLE SECURITIES QUOTED ON A STOCK EXCHANGE OR DEALT IN ON ANOTHER REGULATED MARKET (Cost USD 28,359,361)			95.9%	USD 27,671,879
CASH AND OTHER ASSETS IN EXCESS OF LIABILITIES			4.1	1,190,091
TOTAL NET ASSETS			100.0%	USD 28,861,970

(1) Perpetual Maturity

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

NIKKO AM GLOBAL UMBRELLA FUND - Nikko AM Asia Credit Fund
Société d'Investissement à Capital Variable
Portfolio of Investments (continued)
As at December 31, 2016

Foreign Currency Legend

USD US Dollar

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

NIKKO AM GLOBAL UMBRELLA FUND - Nikko AM Asia Credit Fund
Société d'Investissement à Capital Variable
Classifications
As at December 31, 2016

Industry	% of Net Assets
Banks	25.5%
Sovereign	15.8
Oil & Gas	11.2
Electric	7.3
Engineering & Construction	5.0
Investment Companies	5.0
Diversified Financial Services	4.8
Real Estate	3.5
Holding Companies-Diversified	2.5
Leisure Time	1.9
Telecommunications	1.9
Auto Parts & Equipment	1.8
Chemicals	1.7
Commercial Services	1.7
Insurance	1.4
Media	1.4
Coal	0.7
Gas	0.7
Home Furnishings	0.7
Internet	0.7
REITS	0.7
Total Investments	95.9%
Cash and other net assets in excess of liabilities	4.1%
Total Net Assets	100.0%

Country	% of Net Assets
British Virgin Islands	23.9%
Hong Kong	12.9
Cayman Islands	9.9
China	8.7
Indonesia	7.8
Singapore	7.8
Malaysia	5.8
India	5.3
South Korea	4.1
Philippines	3.2
Thailand	1.7
Australia	1.4
Netherlands	1.1
United States	0.9
Bermuda	0.7
Mauritius	0.7
Total Investments	95.9%
Cash and other assets in excess of liabilities	4.1%
Total Net Assets	100.00%

NIKKO AM GLOBAL UMBRELLA FUND - Nikko AM Global Equity Fund
Société d'Investissement à Capital Variable
Portfolio of Investments
As at December 31, 2016

Currency	Number of Shares	Security Description	% of Net Assets	Market Value
A. TRANSFERABLE SECURITIES QUOTED ON A STOCK EXCHANGE OR DEALT IN ON ANOTHER REGULATED MARKET				
COMMON STOCKS (98.6%)⁽¹⁾				
AUSTRALIA (2.9%)				
BEVERAGES (1.6%)				
AUD	84,543	Treasury Wine Estates Ltd.	1.6%	USD 653,804
OIL & GAS (1.3%)				
AUD	23,713	Caltex Australia Ltd.	1.3	523,016
TOTAL AUSTRALIA				1,176,820
CANADA (3.9%)				
INSURANCE (2.1%)				
CAD	12,157	Intact Financial Corp.	2.1	871,173
OIL & GAS (1.8%)				
CAD	21,892	Suncor Energy, Inc.	1.8	716,647
TOTAL CANADA				1,587,820
CHINA (5.0%)				
AUTO MANUFACTURERS (1.5%)				
HKD	640,000	Geely Automobile Holdings Ltd.	1.5	611,674
INTERNET (1.9%)				
HKD	32,100	Tencent Holdings Ltd.	1.9	785,406
PHARMACEUTICALS (1.6%)				
HKD	156,400	Sinopharm Group Co. Ltd. Class H	1.6	644,510
TOTAL CHINA				2,041,590
FINLAND (1.6%)				
TELECOMMUNICATIONS (1.6%)				
EUR	132,583	Nokia OYJ	1.6	641,595
TOTAL FINLAND				641,595
FRANCE (3.4%)				
ELECTRICAL COMPONENT & EQUIPMENT (2.1%)				
EUR	12,547	Schneider Electric SE	2.1	874,897
WATER (1.3%)				
EUR	30,791	Veolia Environnement S.A.	1.3	525,312
TOTAL FRANCE				1,400,209
GERMANY (4.9%)				
HOUSEHOLD PRODUCTS/WARES (2.1%)				
EUR	7,315	Henkel AG & Co. KGaA	2.1	873,780
MISCELLANEOUS MANUFACTURERS (2.8%)				
EUR	9,105	Siemens AG	2.8	1,121,689
TOTAL GERMANY				1,995,469
HONG KONG (1.7%)				
INSURANCE (1.7%)				
HKD	119,600	AIA Group Ltd.	1.7	674,887
TOTAL HONG KONG				674,887
IRELAND (6.3%)				
AIRLINES (1.7%)				
EUR	45,550	Ryanair Holdings PLC	1.7	696,876
BUILDING MATERIALS (2.5%)				
EUR	29,725	CRH PLC	2.5	1,033,220
HEALTHCARE-SERVICES (2.1%)				
USD	11,383	ICON PLC	2.1	856,002
TOTAL IRELAND				2,586,098
JAPAN (7.1%)				
COSMETICS/PERSONAL CARE (2.0%)				
JPY	32,700	Shiseido Co. Ltd.	2.0	829,450
DIVERSIFIED FINANCIAL SERVICES (1.8%)				
JPY	192,600	Ichigo, Inc.	1.8	715,015

The accompanying notes are an integral part of these financial statements

NIKKO AM GLOBAL UMBRELLA FUND - Nikko AM Global Equity Fund
Société d'Investissement à Capital Variable
Portfolio of Investments (continued)
As at December 31, 2016

Currency	Number of Shares	Security Description	% of Net Assets	Market Value
		COMMON STOCKS (98.6%) (continued)		
		JAPAN (7.1%) (continued)		
		HOME BUILDERS (1.4%)		
JPY	20,200	Daiwa House Industry Co. Ltd.	1.4%	USD 553,515
		HOME FURNISHINGS (1.9%)		
JPY	28,100	Sony Corp.	1.9	789,021
		TOTAL JAPAN		2,887,001
		SOUTH KOREA (1.5%)		
		AUTO PARTS & EQUIPMENT (1.5%)		
KRW	12,629	Hankook Tire Co. Ltd.	1.5	606,460
		TOTAL SOUTH KOREA		606,460
		SPAIN (1.7%)		
		REITS (1.7%)		
EUR	62,453	Merlin Properties Socimi S.A.	1.7	680,461
		TOTAL SPAIN		680,461
		TAIWAN (1.8%)		
		SEMICONDUCTORS (1.8%)		
TWD	127,000	Taiwan Semiconductor Manufacturing Co. Ltd.	1.8	715,210
		TOTAL TAIWAN		715,210
		UNITED KINGDOM (7.5%)		
		AEROSPACE/DEFENSE (2.5%)		
GBP	139,817	BAE Systems PLC	2.5	1,021,903
		CHEMICALS (1.9%)		
GBP	20,091	Johnson Matthey PLC	1.9	789,946
		HEALTHCARE-PRODUCTS (2.2%)		
USD	19,044	LivaNova PLC	2.2	877,261
		LODGING (0.9%)		
GBP	8,197	Whitbread PLC	0.9	382,457
		TOTAL UNITED KINGDOM		3,071,567
		UNITED STATES (49.3%)		
		BANKS (9.2%)		
USD	106,911	Huntington Bancshares, Inc.	3.4	1,413,364
USD	65,098	KeyCorp.	2.9	1,189,340
USD	6,871	SVB Financial Group	2.9	1,179,476
		Total BANKS		3,782,180
		BIOTECHNOLOGY (3.0%)		
USD	10,444	Celgene Corp.	3.0	1,208,893
		BUILDING MATERIALS (1.8%)		
USD	30,335	Summit Materials, Inc. Class A	1.8	721,670
		DISTRIBUTION/WHOLESALE (4.1%)		
USD	16,630	HD Supply Holdings, Inc.	1.7	706,941
USD	30,955	LKQ Corp.	2.4	948,771
		Total DISTRIBUTION/WHOLESALE		1,655,712
		FOOD (1.3%)		
USD	8,791	Tyson Foods, Inc. Class A	1.3	542,229
		HEALTHCARE-PRODUCTS (4.3%)		
USD	4,847	Cooper Cos, Inc.	2.1	847,886
USD	14,431	ResMed, Inc.	2.2	895,443
		Total HEALTHCARE-PRODUCTS		1,743,329
		HEALTHCARE-SERVICES (2.5%)		
USD	7,860	Laboratory Corp. of America Holdings	2.5	1,009,067
		INTERNET (2.9%)		
USD	10,103	Facebook, Inc. Class A	2.9	1,162,350
		OIL & GAS (2.4%)		
USD	13,849	Occidental Petroleum Corp.	2.4	986,464

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

NIKKO AM GLOBAL UMBRELLA FUND - Nikko AM Global Equity Fund
Société d'Investissement à Capital Variable
Portfolio of Investments (continued)
As at December 31, 2016

Currency	Number of Shares	Security Description	% of Net Assets	Market Value
		COMMON STOCKS (98.6%) (continued)		
		UNITED STATES (49.3%) (continued)		
		PHARMACEUTICALS (2.2%)		
GBP	15,534	Shire PLC	2.2%	USD 899,074
		REITS (2.5%)		
USD	9,765	American Tower Corp.	2.5	1,031,965
		RETAIL (2.2%)		
USD	5,308	Advance Auto Parts, Inc.	2.2	897,689
		SOFTWARE (6.6%)		
USD	29,021	Microsoft Corp.	4.3	1,803,365
USD	7,782	SYNNEX Corp.	2.3	941,778
		Total SOFTWARE		2,745,143
		TELECOMMUNICATIONS (2.5%)		
USD	23,548	AT&T, Inc.	2.5	1,001,496
		TRANSPORTATION (1.8%)		
USD	9,909	CH Robinson Worldwide, Inc.	1.8	725,933
		TOTAL UNITED STATES		20,113,194
		TOTAL COMMON STOCKS (Cost USD 37,770,892)		40,178,381
		TOTAL TRANSFERABLE SECURITIES QUOTED ON A STOCK EXCHANGE OR DEALT IN ON ANOTHER REGULATED MARKET (Cost USD 37,770,892)	98.6%	USD 40,178,381
		CASH AND OTHER ASSETS IN EXCESS OF LIABILITIES	1.4	561,177
		TOTAL NET ASSETS	100.0%	USD 40,739,558

(1) All investments are transferable securities admitted to an official exchange listing.

Foreign Currency Legend

AUD	Australian Dollar
CAD	Canadian Dollar
EUR	Euro
GBP	British Pound
HKD	Hong Kong Dollar
JPY	Japanese Yen
KRW	South Korean Won
TWD	Taiwan Dollar
USD	US Dollar

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

NIKKO AM GLOBAL UMBRELLA FUND - Nikko AM Global Equity Fund
Société d'Investissement à Capital Variable
Classifications
As at December 31, 2016

Industry	% of Net Assets
Banks	9.2%
Software	6.6
Healthcare-Products	6.5
Oil & Gas	5.5
Internet	4.8
Healthcare-Services	4.6
Building Materials	4.3
REITS	4.2
Distribution/Wholesale	4.1
Telecommunications	4.1
Insurance	3.8
Pharmaceuticals	3.8
Biotechnology	3.0
Miscellaneous Manufacturers	2.8
Aerospace/Defense	2.5
Retail	2.2
Electrical Component & Equipment	2.1
Household Products/Wares	2.1
Cosmetics/Personal Care	2.0
Chemicals	1.9
Home Furnishings	1.9
Diversified Financial Services	1.8
Semiconductors	1.8
Transportation	1.8
Airlines	1.7
Beverages	1.6
Auto Manufacturers	1.5
Auto Parts & Equipment	1.5
Home Builders	1.4
Food	1.3
Water	1.3
Lodging	0.9
Total Investments	98.6%
Cash and other net assets in excess of liabilities	1.4%
Total Net Assets	100.0%

Country	% of Net Assets
United States	49.3%
United Kingdom	7.5
Japan	7.1
Ireland	6.3
China	5.0
Germany	4.9
Canada	3.9
France	3.4
Australia	2.9
Taiwan	1.8
Hong Kong	1.7
Spain	1.7
Finland	1.6
South Korea	1.5
Total Investments	98.6%
Cash and other assets in excess of liabilities	1.4%
Total Net Assets	100.00%

NIKKO AM GLOBAL UMBRELLA FUND – Nikko AM Global Multi Asset Fund
Société d'Investissement à Capital Variable
Portfolio of Investments
As at December 31, 2016

Currency	Number of Shares	Security Description	% of Net Assets	Market Value
A. TRANSFERABLE SECURITIES QUOTED ON A STOCK EXCHANGE OR DEALT IN ON ANOTHER REGULATED MARKET				
CLOSED-END FUNDS (2.4%)				
GUERNSEY (2.4%)				
GBP	94,163	HICL Infrastructure Co. Ltd.	1.2%	USD 191,516
GBP	108,241	International Public Partnerships Ltd.	1.2	205,972
Total CLOSED-END FUNDS				397,488
TOTAL GUERNSEY				397,488
COMMON STOCKS (20.1%)				
AUSTRALIA (0.9%)				
ADVERTISING (0.1%)				
AUD	2,730	oOh!media Ltd.	0.1	9,034
AGRICULTURE (0.0%)				
AUD	7,490	Webster Ltd.	0.0*	7,403
BANKS (0.1%)				
AUD	813	National Australia Bank Ltd.	0.1	18,055
CHEMICALS (0.1%)				
AUD	3,600	Incitec Pivot Ltd.	0.1	9,384
COMMERCIAL SERVICES (0.1%)				
AUD	870	InvoCare Ltd.	0.1	8,738
ELECTRIC (0.1%)				
AUD	2,240	Origin Energy Ltd.	0.1	10,689
HEALTHCARE-SERVICES (0.0%)				
AUD	4,700	Monash IVF Group Ltd.	0.0*	6,977
INSURANCE (0.2%)				
AUD	3,990	Insurance Australia Group Ltd.	0.0*	17,305
AUD	6,400	Medibank Pvt Ltd.	0.1	13,068
AUD	1,230	QBE Insurance Group Ltd.	0.1	11,062
Total INSURANCE				41,435
MINING (0.1%)				
AUD	885	BHP Billiton Ltd.	0.0*	16,060
AUD	4,114	Western Areas Ltd.	0.1	9,145
Total MINING				25,205
TELECOMMUNICATIONS (0.1%)				
AUD	3,140	Telstra Corp. Ltd.	0.1	11,596
TOTAL AUSTRALIA				148,516
CHINA (1.4%)				
BANKS (0.2%)				
HKD	11,000	China Merchants Bank Co. Ltd. Class H	0.2	25,793
ELECTRONICS (0.1%)				
HKD	38,000	Flat Glass Group Co. Ltd.	0.1	8,430
ENGINEERING & CONSTRUCTION (0.0%)				
HKD	6,000	Beijing Capital International Airport Co. Ltd. Class H	0.0*	6,067
FOOD (0.1%)				
HKD	6,000	China Mengniu Dairy Co. Ltd.	0.1	11,562
HEALTHCARE-PRODUCTS (0.1%)				
HKD	9,000	China Medical System Holdings Ltd.	0.1	14,255
INSURANCE (0.1%)				
HKD	2,400	China Pacific Insurance Group Co. Ltd. Class H	0.1	8,373
HKD	6,000	PICC Property & Casualty Co. Ltd. Class H	0.0*	9,349
Total INSURANCE				17,722
INTERNET (0.4%)				
USD	288	Alibaba Group Holding Ltd.	0.2	25,289
USD	315	Ctrip.com International Ltd.	0.1	12,600
HKD	1,600	Tencent Holdings Ltd.	0.1	39,149
Total INTERNET				77,038

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NIKKO AM GLOBAL UMBRELLA FUND – Nikko AM Global Multi Asset Fund
Société d'Investissement à Capital Variable
Portfolio of Investments (continued)
As at December 31, 2016

Currency	Number of Shares	Security Description	% of Net Assets	Market Value
		COMMON STOCKS (20.1%) (continued)		
		CHINA (1.4%) (continued)		
		PHARMACEUTICALS (0.1%)		
HKD	12,000	China Resources Pharmaceutical Group Ltd.	0.1	USD 13,527
		RETAIL (0.0%)		
HKD	3,500	Shanghai Pharmaceuticals Holding Co. Ltd. Class H	0.0*	8,026
		SEMICONDUCTORS (0.1%)		
HKD	17,400	Semiconductor Manufacturing International Corp.	0.1	27,336
		SOFTWARE (0.1%)		
HKD	4,000	TravelSky Technology Ltd. Class H	0.1	8,409
		TELECOMMUNICATIONS (0.1%)		
HKD	44,000	China Telecom Corp. Ltd. Class H	0.1	20,317
		TOTAL CHINA		238,482
		HONG KONG (0.5%)		
		BANKS (0.1%)		
HKD	4,500	BOC Hong Kong Holdings Ltd.	0.1	16,106
HKD	400	Hang Seng Bank Ltd.	0.0*	7,445
		Total BANKS		23,551
		DIVERSIFIED FINANCIAL SERVICES (0.1%)		
HKD	700	Hong Kong Exchanges & Clearing Ltd.	0.1	16,540
		ENGINEERING & CONSTRUCTION (0.1%)		
HKD	8,000	China State Construction International Holdings Ltd.	0.1	11,969
		INSURANCE (0.2%)		
HKD	4,400	AIA Group Ltd.	0.2	24,829
		TOTAL HONG KONG		76,889
		INDIA (0.5%)		
		AUTO MANUFACTURERS (0.0%)		
INR	980	Tata Motors Ltd.	0.0*	6,785
		BANKS (0.2%)		
INR	1,500	Axis Bank Ltd.	0.1	9,952
INR	900	IndusInd Bank Ltd.	0.1	14,681
		Total BANKS		24,633
		CHEMICALS (0.0%)		
INR	1,071	Castrol India Ltd.	0.0	5,996
		HEALTHCARE-SERVICES (0.1%)		
INR	731	Apollo Hospitals Enterprise Ltd.	0.1	12,739
		HOME FURNISHINGS (0.1%)		
INR	4,068	Crompton Greaves Consumer Electricals Ltd.	0.1	8,712
		MACHINERY-DIVERSIFIED (0.0%)		
INR	579	Cummins India Ltd.	0.0*	6,954
		PHARMACEUTICALS (0.1%)		
INR	756	Emami Ltd.	0.0*	10,524
INR	425	Lupin Ltd.	0.1	9,290
		Total PHARMACEUTICALS		19,814
		TOTAL INDIA		85,633
		INDONESIA (0.1%)		
		BANKS (0.0%)		
IDR	29,700	Bank Danamon Indonesia Tbk PT	0.0*	8,179
		ENGINEERING & CONSTRUCTION (0.0%)		
IDR	40,700	Adhi Karya Persero Tbk PT	0.0*	6,284
		PHARMACEUTICALS (0.1%)		
IDR	75,000	Kalbe Farma Tbk PT	0.1	8,433
		TOTAL INDONESIA		22,896
		IRELAND (0.1%)		
		HEALTHCARE-PRODUCTS (0.1%)		
USD	140	Medtronic PLC	0.1	9,972
		TOTAL IRELAND		9,972

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NIKKO AM GLOBAL UMBRELLA FUND – Nikko AM Global Multi Asset Fund
Société d'Investissement à Capital Variable
Portfolio of Investments (continued)
As at December 31, 2016

Currency	Number of Shares	Security Description	% of Net Assets	Market Value
		COMMON STOCKS (20.1%) (continued)		
		JAPAN (8.0%)		
		AUTO MANUFACTURERS (0.4%)		
JPY	1,300	Honda Motor Co. Ltd.	0.2%	USD 38,063
JPY	600	Toyota Motor Corp.	0.2	35,382
		Total AUTO MANUFACTURERS		73,445
		AUTO PARTS & EQUIPMENT (0.8%)		
JPY	5,000	Nissin Kogyo Co. Ltd.	0.4	79,265
JPY	1,300	Stanley Electric Co. Ltd.	0.2	35,612
		AUTO PARTS & EQUIPMENT (0.8%) (continued)		
JPY	1,900	Sumitomo Electric Industries Ltd.	0.2	27,473
		Total AUTO PARTS & EQUIPMENT		142,350
		BANKS (0.5%)		
JPY	6,000	77 Bank Ltd.	0.2	29,014
JPY	6,900	Mitsubishi UFJ Financial Group, Inc.	0.2	42,607
JPY	600	Sumitomo Mitsui Financial Group, Inc.	0.1	22,943
		Total BANKS		94,564
		BUILDING MATERIALS (0.4%)		
JPY	600	Daikin Industries Ltd.	0.2	55,223
JPY	2,500	Sinko Industries Ltd.	0.2	29,987
		Total BUILDING MATERIALS		85,210
		CHEMICALS (0.2%)		
JPY	6,000	Denka Co. Ltd.	0.2	26,544
		DISTRIBUTION/WHOLESALE (0.3%)		
JPY	1,300	Mitsubishi Corp.	0.1	27,753
JPY	1,300	Yondoshi Holdings, Inc.	0.2	27,508
		Total DISTRIBUTION/WHOLESALE		55,261
		DIVERSIFIED FINANCIAL SERVICES (0.2%)		
JPY	6,000	Jaccs Co. Ltd.	0.2	26,647
		ELECTRIC (0.2%)		
JPY	1,200	Electric Power Development Co. Ltd.	0.2	27,676
		ELECTRICAL COMPONENTS & EQUIPMENT (0.3%)		
JPY	3,100	Casio Computer Co. Ltd.	0.3	43,935
		ELECTRONICS (0.5%)		
JPY	2,500	ESPEC Corp.	0.2	28,679
JPY	600	Maruwa Co. Ltd.	0.1	19,908
JPY	1,900	Senshu Electric Co. Ltd.	0.2	30,919
		Total ELECTRONICS		79,506
		FOOD (0.5%)		
JPY	1,300	Ajinomoto Co., Inc.	0.2	26,237
JPY	600	Ariake Japan Co. Ltd.	0.2	32,204
JPY	600	Seven & I Holdings Co. Ltd.	0.1	22,907
		Total FOOD		81,348
		HOME BUILDERS (0.3%)		
JPY	600	Daiwa House Industry Co. Ltd.	0.1	16,441
JPY	1,900	Sekisui Chemical Co. Ltd.	0.2	30,365
		Total HOME BUILDERS		46,806
		HOME FURNISHINGS (0.2%)		
JPY	1,300	Sony Corp.	0.2	36,503
		INSURANCE (0.2%)		
JPY	1,900	Dai-ichi Life Holdings, Inc.	0.2	31,701
		IRON/STEEL (0.2%)		
JPY	1,900	JFE Holdings, Inc.	0.2	28,996
		MACHINERY-CONSTRUCTION & MINING (0.4%)		
JPY	6,000	Hitachi Ltd.	0.2	32,512
JPY	2,500	Mitsubishi Electric Corp.	0.2	34,927
		Total MACHINERY-CONSTRUCTION & MINING		67,439

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NIKKO AM GLOBAL UMBRELLA FUND – Nikko AM Global Multi Asset Fund
Société d'Investissement à Capital Variable
Portfolio of Investments (continued)
As at December 31, 2016

Currency	Number of Shares	Security Description	% of Net Assets	Market Value
		COMMON STOCKS (20.1%) (continued)		
		JAPAN (8.0%) (continued)		
		MACHINERY-DIVERSIFIED (0.4%)		
JPY	4,300	Daihatsu Diesel Manufacturing Co. Ltd.	0.2%	USD 26,249
JPY	3,700	Teikoku Electric Manufacturing Co. Ltd.	0.2	32,231
		Total MACHINERY-DIVERSIFIED		58,480
		PHARMACEUTICALS (0.2%)		
JPY	1,900	Astellas Pharma, Inc.	0.2	26,447
		PRIVATE EQUITY (0.3%)		
JPY	1,300	Jafco Co. Ltd.	0.3	42,744
		REAL ESTATE (0.2%)		
JPY	1,900	Aeon Mall Co. Ltd.	0.2	26,781
		RETAIL (0.5%)		
JPY	1,900	J Front Retailing Co. Ltd.	0.2	25,657
JPY	600	Nitori Holdings Co. Ltd.	0.3	68,727
		Total RETAIL		94,384
		SEMICONDUCTORS (0.2%)		
JPY	2,500	Mimasu Semiconductor Industry Co. Ltd.	0.2	35,495
		SOFTWARE (0.2%)		
JPY	1,300	Dena Co. Ltd.	0.2	28,467
		TELECOMMUNICATIONS (0.4%)		
JPY	1,300	KDDI Corp.	0.2	32,987
JPY	1,200	NTT DOCOMO, Inc.	0.2	27,398
		Total TELECOMMUNICATIONS		60,385
		TOTAL JAPAN		1,321,114
		PHILIPPINES (0.1%)		
		INVESTMENT COMPANIES (0.0%)		
PHP	300	GT Capital Holdings, Inc.	0.0*	7,664
		RETAIL (0.1%)		
PHP	700	SM Investments Corp.	0.1	9,223
		TOTAL PHILIPPINES		16,887
		SINGAPORE (0.0%)		
		DIVERSIFIED FINANCIAL SERVICES (0.0%)		
SGD	1,400	Singapore Exchange Ltd.	0.0*	6,938
		TOTAL SINGAPORE		6,938
		SOUTH KOREA (0.7%)		
		CHEMICALS (0.2%)		
KRW	132	Kumho Petrochemical Co. Ltd.	0.1	8,962
KRW	84	LG Chem Ltd.	0.1	18,152
		Total CHEMICALS		27,114
		COSMETICS/PERSONAL CARE (0.0%)		
KRW	29	Amorepacific Corp.	0.0*	7,719
		DIVERSIFIED FINANCIAL SERVICES (0.1%)		
KRW	360	Shinhan Financial Group Co. Ltd.	0.1	13,487
		ELECTRIC (0.1%)		
KRW	302	Korea Electric Power Corp.	0.1	11,014
		FOOD (0.1%)		
KRW	37	CJ CheilJedang Corp.	0.1	10,952
		INSURANCE (0.0%)		
KRW	70	Samsung Life Insurance Co. Ltd.	0.0*	6,520
		RETAIL (0.1%)		
KRW	100	Samsung C&T Corp.	0.1	10,391
		SEMICONDUCTORS (0.1%)		
KRW	20	Samsung Electronics Co. Ltd.	0.1	29,840
		TOTAL SOUTH KOREA		117,037

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NIKKO AM GLOBAL UMBRELLA FUND – Nikko AM Global Multi Asset Fund
Société d'Investissement à Capital Variable
Portfolio of Investments (continued)
As at December 31, 2016

Currency	Number of Shares	Security Description	% of Net Assets	Market Value
COMMON STOCKS (20.1%) (continued)				
TAIWAN (0.5%)				
ELECTRONICS (0.0%)				
TWD	2,000	Merry Electronics Co. Ltd.	0.0*	USD 7,540
INSURANCE (0.1%)				
TWD	15,480	China Life Insurance Co. Ltd.	0.1	15,394
RETAIL (0.0%)				
TWD	1,000	President Chain Store Corp.	0.0	7,167
SEMICONDUCTORS (0.4%)				
TWD	15,000	Advanced Semiconductor Engineering, Inc.	0.1	15,382
TWD	1,000	Parade Technologies Ltd.	0.1	9,867
TWD	5,000	Taiwan Semiconductor Manufacturing Co. Ltd.	0.2	28,158
Total SEMICONDUCTORS				53,407
TOTAL TAIWAN				83,508
THAILAND (0.2%)				
BANKS (0.0%)				
THB	1,500	Kasikornbank PCL	0.0*	7,435
CHEMICALS (0.1%)				
THB	4,900	PTT Global Chemical PCL	0.1	8,620
HEALTHCARE-SERVICES (0.1%)				
THB	113,800	Chularat Hospital PCL	0.1	9,089
TOTAL THAILAND				25,144
UNITED STATES (7.1%)				
AEROSPACE/DEFENSE (0.2%)				
USD	88	Boeing Co.	0.1	13,700
USD	105	United Technologies Corp.	0.1	11,510
Total AEROSPACE/DEFENSE				25,210
AGRICULTURE (0.2%)				
USD	234	Altria Group, Inc.	0.1	15,823
USD	181	Philip Morris International, Inc.	0.1	16,560
Total AGRICULTURE				32,383
APPAREL (0.1%)				
USD	191	NIKE, Inc. Class B	0.1	9,709
AUTO MANUFACTURERS (0.0%)				
USD	228	Ford Motor Co.	0.0*	2,766
BANKS (0.8%)				
USD	1,060	Bank of America Corp.	0.0	23,426
USD	192	Bank of New York Mellon Corp.	0.1	9,097
USD	277	Citigroup, Inc.	0.1	16,462
USD	56	Goldman Sachs Group, Inc.	0.1	13,409
USD	296	JPMorgan Chase & Co.	0.1	25,541
USD	243	Morgan Stanley	0.1	10,267
USD	90	PNC Financial Services Group, Inc.	0.1	10,526
USD	210	US Bancorp/MN	0.1	10,788
USD	384	Wells Fargo & Co.	0.1	21,162
Total BANKS				140,678
BEVERAGES (0.2%)				
USD	444	Coca-Cola Co.	0.1	18,408
USD	177	PepsiCo, Inc.	0.1	18,520
Total BEVERAGES				36,928
BIOTECHNOLOGY (0.2%)				
USD	78	Amgen, Inc.	0.1	11,403
USD	27	Biogen, Inc.	0.0	7,657
USD	66	Celgene Corp.	0.0	7,640
USD	144	Gilead Sciences, Inc.	0.1	10,312
Total BIOTECHNOLOGY				37,012
CHEMICALS (0.1%)				
USD	217	Dow Chemical Co.	0.1	12,417

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NIKKO AM GLOBAL UMBRELLA FUND – Nikko AM Global Multi Asset Fund
Société d'Investissement à Capital Variable
Portfolio of Investments (continued)
As at December 31, 2016

Currency	Number of Shares	Security Description	% of Net Assets	Market Value
		COMMON STOCKS (20.1%) (continued)		
		UNITED STATES (7.1%) (continued)		
		COMMERCIAL SERVICES (0.0%)		
USD	208	PayPal Holdings, Inc.	0.0*	USD 8,210
		COMPUTERS (0.4%)		
USD	421	Apple, Inc.	0.3	48,761
USD	60	International Business Machines Corp.	0.1	9,959
		Total COMPUTERS		58,720
		COSMETICS/PERSONAL CARE (0.2%)		
USD	131	Colgate-Palmolive Co.	0.1	8,573
USD	212	Procter & Gamble Co.	0.1	17,825
		Total COSMETICS/PERSONAL CARE		26,398
		DIVERSIFIED FINANCIAL SERVICES (0.2%)		
USD	124	American Express Co.	0.1	9,186
USD	110	MasterCard, Inc. Class A	0.1	11,358
USD	177	Visa, Inc. Class A	0.0	13,809
		Total DIVERSIFIED FINANCIAL SERVICES		34,353
		ELECTRIC (0.2%)		
USD	115	Dominion Resources, Inc.	0.1	8,808
USD	118	Duke Energy Corp.	0.1	9,159
USD	80	NextEra Energy, Inc.	0.0	9,557
USD	100	Southern Co.	0.0	4,919
		Total ELECTRIC		32,443
		ELECTRONICS (0.1%)		
USD	101	Honeywell International, Inc.	0.1	11,701
		HEALTHCARE-PRODUCTS (0.1%)		
USD	218	Abbott Laboratories	0.1	8,374
USD	98	Danaher Corp.	0.0	7,628
AUD	1,170	ResMed, Inc.	0.0	7,269
		Total HEALTHCARE-PRODUCTS		23,271
		HEALTHCARE-SERVICES (0.1%)		
USD	57	UnitedHealth Group, Inc.	0.1	9,122
		INSURANCE (0.3%)		
USD	141	American International Group, Inc.	0.1	9,209
USD	139	Berkshire Hathaway, Inc. Class B	0.1	22,654
USD	198	MetLife, Inc.	0.1	10,670
		Total INSURANCE		42,533
		INTERNET (0.6%)		
USD	23	Alphabet, Inc. Class A	0.1	18,226
USD	22	Alphabet, Inc. Class C	0.1	16,980
USD	36	Amazon.com, Inc.	0.2	26,995
USD	177	Facebook, Inc. Class A	0.1	20,364
USD	8	Priceline Group, Inc.	0.1	11,728
		Total INTERNET		94,293
		MACHINERY-CONSTRUCTION & MINING (0.1%)		
USD	95	Caterpillar, Inc.	0.1	8,810
		MEDIA (0.3%)		
USD	255	Comcast Corp. Class A	0.1	17,608
USD	115	Time Warner, Inc.	0.1	11,101
USD	182	Walt Disney Co.	0.1	18,968
		Total MEDIA		47,677
		MISCELLANEOUS MANUFACTURER (0.2%)		
USD	67	3M Co.	0.1	11,964
USD	811	General Electric Co.	0.1	25,628
		Total MISCELLANEOUS MANUFACTURER		37,592
		OIL & GAS (0.5%)		
USD	136	Anadarko Petroleum Corp.	0.1	9,483
USD	160	Chevron Corp.	0.1	18,832
USD	117	ConocoPhillips	0.0*	5,866
USD	129	EOG Resources, Inc.	0.1	13,042

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NIKKO AM GLOBAL UMBRELLA FUND – Nikko AM Global Multi Asset Fund
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Portfolio of Investments (continued)
As at December 31, 2016

Currency	Number of Shares	Security Description	% of Net Assets	Market Value
		COMMON STOCKS (20.1%) (continued)		
		UNITED STATES (7.1%) (continued)		
		OIL & GAS (0.5%) (continued)		
USD	338	Exxon Mobil Corp.	0.1%	USD 30,509
USD	132	Occidental Petroleum Corp.	0.1	9,402
		Total OIL & GAS		87,134
		OIL & GAS SERVICES (0.0%)		
USD	89	Schlumberger Ltd.	0.0*	7,472
		PHARMACEUTICALS (0.5%)		
USD	185	AbbVie, Inc.	0.1	11,585
USD	146	Bristol-Myers Squibb Co.	0.1	8,532
USD	133	Eli Lilly & Co.	0.1	9,782
USD	212	Johnson & Johnson	0.0	24,424
USD	276	Merck & Co., Inc.	0.1	16,248
USD	550	Pfizer, Inc.	0.1	17,864
		Total PHARMACEUTICALS		88,435
		REITS (0.1%)		
USD	81	American Tower Corp.	0.1	8,560
USD	53	AvalonBay Communities, Inc.	0.0*	9,389
USD	26	Simon Property Group, Inc.	0.0*	4,619
		Total REITS		22,568
		RETAIL (0.5%)		
USD	168	CVS Health Corp.	0.1	13,257
USD	129	Home Depot, Inc.	0.0	17,296
USD	142	Lowe's Cos, Inc.	0.1	10,099
USD	112	McDonald's Corp.	0.0*	13,633
USD	207	Starbucks Corp.	0.1	11,493
USD	115	TJX Cos, Inc.	0.1	8,640
USD	126	Wal-Mart Stores, Inc.	0.1	8,709
		Total RETAIL		83,127
		SEMICONDUCTORS (0.2%)		
USD	489	Intel Corp.	0.1	17,736
USD	187	Texas Instruments, Inc.	0.1	13,645
		Total SEMICONDUCTORS		31,381
		SOFTWARE (0.3%)		
USD	585	Microsoft Corp.	0.2	36,352
USD	311	Oracle Corp.	0.1	11,958
		Total SOFTWARE		48,310
		TELECOMMUNICATIONS (0.3%)		
USD	437	AT&T, Inc.	0.1	18,585
USD	576	Cisco Systems, Inc.	0.1	17,407
USD	334	Verizon Communications, Inc.	0.1	17,829
		Total TELECOMMUNICATIONS		53,821
		TRANSPORTATION (0.1%)		
USD	106	Union Pacific Corp.	0.1	10,990
USD	104	United Parcel Service, Inc. Class B	0.0*	11,923
		Total TRANSPORTATION		22,913
		TOTAL UNITED STATES		1,177,387
		TOTAL COMMON STOCKS (Cost USD 3,189,064)		3,330,403
		EXCHANGE TRADED FUNDS (15.9%)		
		GERMANY (2.2%)		
EUR	3,400	iShares Core DAX UCITS ETF DE	2.2	359,978
		TOTAL GERMANY		359,978
		IRELAND (8.4%)		
USD	21,500	HSBC MSCI RUSSIA CAPPED UCITS ETF \$	1.3	219,085
USD	14,360	iShares Physical Gold ETC	2.0	328,018
GBP	6,104	iShares US Property Yield UCITS ETF	1.0	173,098
USD	65,000	WisdomTree Enhanced Commodity UCITS ETF - USD Acc	4.1	673,238
		TOTAL IRELAND		1,393,439

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

NIKKO AM GLOBAL UMBRELLA FUND – Nikko AM Global Multi Asset Fund
Société d'Investissement à Capital Variable
Portfolio of Investments (continued)
As at December 31, 2016

Currency	Number of Shares	Security Description	% of Net Assets	Market Value
EXCHANGE TRADED FUNDS (15.9%) (continued)				
UNITED STATES (2.9%)				
USD	4,878	iShares MSCI Chile Capped ETF	1.1%	USD 182,535
USD	8,159	SPDR Dow Jones International Real Estate ETF	1.8	294,376
TOTAL UNITED STATES				476,911
TOTAL EXCHANGE TRADED FUNDS (Cost USD 2,717,658)				2,627,816
FIXED INCOME SECURITIES (48.0%)				
AUSTRALIA (4.5%)				
CORPORATE BONDS & NOTES (0.6%)				
USD	100,000	Westpac Banking Corp. 2.10% due 05/13/21	0.6	97,776
TOTAL CORPORATE BONDS & NOTES				97,776
GOVERNMENT BONDS (3.9%)				
AUD	880,000	Australia Government Bond 2.75% due 04/21/24	3.9	644,652
TOTAL GOVERNMENT BONDS				644,652
TOTAL AUSTRALIA				742,428
BRITISH VIRGIN ISLANDS (3.6%)				
CORPORATE BONDS & NOTES (3.6%)				
USD	200,000	CNPC General Capital Ltd. 2.70% due 11/25/19	1.2	202,321
USD	200,000	Midea Investment Development Co. Ltd. 2.38% due 06/03/19	1.2	200,060
USD	200,000	State Grid Overseas Investment 2013 Ltd. 3.13% due 05/22/23	1.2	198,719
TOTAL CORPORATE BONDS & NOTES				601,100
TOTAL BRITISH VIRGIN ISLANDS				601,100
CAYMAN ISLANDS (2.6%)				
CORPORATE BONDS & NOTES (2.6%)				
USD	200,000	Hongkong Land Finance Cayman Islands Co. Ltd. 4.50% due 06/01/22	1.3	214,554
USD	200,000	Hutchison Whampoa International 11 Ltd. 4.63% due 01/13/22	1.3	214,042
TOTAL CORPORATE BONDS & NOTES				428,596
TOTAL CAYMAN ISLANDS				428,596
INDIA (1.8%)				
GOVERNMENT BONDS (1.8%)				
INR	19,000,000	India Government Bond 8.35% due 05/14/22	1.8	299,823
TOTAL GOVERNMENT BONDS				299,823
TOTAL INDIA				299,823
LIBERIA (0.6%)				
CORPORATE BONDS & NOTES (0.6%)				
USD	100,000	Royal Caribbean Cruises Ltd. 5.25% due 11/15/22	0.6	106,875
TOTAL CORPORATE BONDS & NOTES				106,875
TOTAL LIBERIA				106,875
MEXICO (2.5%)				
GOVERNMENT BONDS (2.5%)				
MXN	9,800,000	Mexican Bonos 5.75% due 03/05/26	2.5	422,077
TOTAL GOVERNMENT BONDS				422,077
TOTAL MEXICO				422,077

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

NIKKO AM GLOBAL UMBRELLA FUND – Nikko AM Global Multi Asset Fund
Société d'Investissement à Capital Variable
Portfolio of Investments (continued)
As at December 31, 2016

Currency	Number of Shares	Security Description	% of Net Assets	Market Value
FIXED INCOME SECURITIES (48.0%) (continued)				
RUSSIA (1.9%)				
GOVERNMENT BONDS (1.9%)				
RUB	20,000,000	Russian Federal Bond - OFZ 7.00% due 08/16/23	1.9%	USD 307,499
		TOTAL GOVERNMENT BONDS		307,499
		TOTAL RUSSIA		307,499
SINGAPORE (2.4%)				
CORPORATE BONDS & NOTES (2.4%)				
USD	200,000	Oversea-Chinese Banking Corp. Ltd. 3.15% due 03/11/23	1.2	201,568
USD	200,000	United Overseas Bank Ltd. 3.75% due 09/19/24	1.2	203,750
		TOTAL CORPORATE BONDS & NOTES		405,318
		TOTAL SINGAPORE		405,318
SOUTH KOREA (1.2%)				
GOVERNMENT BONDS (1.2%)				
USD	200,000	Export-Import Bank of Korea 2.13% due 02/11/21	1.2	195,004
		TOTAL GOVERNMENT BONDS		195,004
		TOTAL SOUTH KOREA		195,004
UNITED KINGDOM (2.6%)				
CORPORATE BONDS & NOTES (0.7%)				
USD	100,000	HSBC Holdings PLC 5.10% due 04/05/21	0.7	108,071
		TOTAL CORPORATE BONDS & NOTES		108,071
GOVERNMENT BONDS (1.9%)				
GBP	230,000	United Kingdom Gilt 3.75% due 09/07/21	1.9	327,127
		TOTAL GOVERNMENT BONDS		327,127
		TOTAL UNITED KINGDOM		435,198
UNITED STATES (24.3%)				
CORPORATE BONDS & NOTES (14.0%)				
USD	100,000	Amazon.com, Inc. 3.30% due 12/05/21	0.6	103,625
USD	100,000	American Express Credit Corp. 2.25% due 05/05/21	0.6	98,808
USD	100,000	BB&T Corp. 6.85% due 04/30/19	0.8	110,833
USD	100,000	Bear Stearns Cos LLC 7.25% due 02/01/18	0.6	105,824
USD	100,000	Caterpillar Financial Services Corp. 7.15% due 02/15/19	0.8	110,714
USD	100,000	CCO Holdings LLC / CCO Holdings Capital Corp. 5.75% due 02/15/26	0.6	103,500
USD	100,000	Edgewell Personal Care Co. 4.70% due 05/24/22	0.6	103,000
USD	100,000	Emerson Electric Co. 5.00% due 04/15/19	0.6	106,953
USD	100,000	Frontier Communications Corp. 8.88% due 09/15/20	0.6	106,500
USD	100,000	General Electric Co. 4.38% due 09/16/20	0.7	107,485
USD	100,000	Kimberly-Clark Corp. 7.50% due 11/01/18	0.8	110,677
USD	100,000	Level 3 Financing, Inc. 5.38% due 08/15/22	0.6	103,250
USD	100,000	Microsoft Corp. 1.55% due 08/08/21	0.6	96,991
USD	100,000	QUALCOMM, Inc. 3.00% due 05/20/22	0.6	101,329

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

NIKKO AM GLOBAL UMBRELLA FUND – Nikko AM Global Multi Asset Fund
Société d'Investissement à Capital Variable
Portfolio of Investments (continued)
As at December 31, 2016

Currency	Number of Shares	Security Description	% of Net Assets	Market Value
FIXED INCOME SECURITIES (48.0%) (continued)				
UNITED STATES (24.3%) (continued)				
CORPORATE BONDS & NOTES (14.0%) (continued)				
USD	100,000	Sirius XM Radio, Inc. 5.38% due 04/15/25	0.6%	USD 99,500
USD	100,000	Starbucks Corp. 2.10% due 02/04/21	0.6	99,680
USD	100,000	Tempur Sealy International, Inc. 5.63% due 10/15/23	0.6	103,250
USD	100,000	TJX Cos, Inc. 2.75% due 06/15/21	0.6	101,734
USD	100,000	T-Mobile USA, Inc. 6.00% due 03/01/23	0.6	105,625
USD	100,000	Toyota Motor Credit Corp. 4.50% due 06/17/20	0.7	107,449
USD	100,000	Wells Fargo & Co. 5.63% due 12/11/17	0.6	103,676
USD	100,000	XPO Logistics, Inc. 6.50% due 06/15/22	0.6	105,000
TOTAL CORPORATE BONDS & NOTES				2,295,403
GOVERNMENT BONDS (10.3%)				
USD	205,860	U.S. Treasury Inflation Indexed Bond 3.88% due 04/15/29	1.7	281,451
USD	292,802	U.S. Treasury Inflation Indexed Note 0.13% due 04/15/18	1.8	295,465
USD	290,842	0.38% due 07/15/23	1.8	293,446
USD	840,000	U.S. Treasury Note 2.00% due 08/31/21	5.0	843,347
TOTAL GOVERNMENT BONDS				1,713,709
TOTAL UNITED STATES				4,009,112
TOTAL FIXED INCOME SECURITIES (Cost USD 8,199,085)				7,953,030
PURCHASED OPTIONS (0.2%)				
USD	10	S&P500 EMINI, Strike Price USD 2145, Expires 03/17/2017	0.1	14,700
USD	458	S&P500 USISDA, Strike Price USD 2185, Expires 03/17/2017	0.1	12,377
TOTAL PURCHASED OPTIONS (Cost \$27,231)				27,077
TOTAL TRANSFERABLE SECURITIES QUOTED ON A STOCK EXCHANGE OR DEALT IN ON ANOTHER REGULATED MARKET (Cost USD 14,133,038)			84.2%	USD 13,938,326
CASH AND OTHER ASSETS IN EXCESS OF LIABILITIES			15.8	2,621,880
TOTAL NET ASSETS			100.0%	USD 16,560,206

* Represents less than 0.05% of net assets.

Foreign Currency Legend

AUD	Australian Dollar
EUR	Euro
GBP	British Pound
HKD	Hong Kong Dollar
IDR	Indonesian Rupiah
INR	Indian Rupee
JPY	Japanese Yen
KRW	South Korean Won
MXN	Mexican Peso
PHP	Philippine Peso
RUB	Russian Ruble
SGD	Singapore Dollar
THB	Thailand Baht
TWD	Taiwan Dollar
USD	US Dollar

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

NIKKO AM GLOBAL UMBRELLA FUND Nikko AM Global Multi Asset Fund
Société d'Investissement à Capital Variable
Classifications
As at December 31, 2016

Industry	% of Net Assets
Sovereign	23.5%
Exchange Traded Funds	13.5
Banks	7.0
Telecommunications	2.7
Retail	2.4
Closed-End Funds	2.4
Home Furnishings	2.1
Diversified Financial Services	1.8
Oil & Gas	1.7
Electric	1.8
Semiconductors	1.6
Internet	1.6
Media	1.5
Real Estate	1.5
Holding Companies-Diversified	1.3
Auto Manufacturers	1.1
Machinery-Construction & Mining	1.3
Insurance	1.1
Software	1.2
Pharmaceuticals	1.0
Electrical Components & Equipment	0.9
Miscellaneous Manufacturer	0.9
Auto Parts & Equipment	0.8
Cosmetics/Personal Care	0.8
Transportation	0.7
Household Products/Wares	0.8
Leisure Time	0.6
Electronics	0.7
Food	0.7
Chemicals	0.7
Building Materials	0.4
Machinery-Diversified	0.4
Computers	0.4
Distribution/Wholesale	0.3
Healthcare-Products	0.3
Home Builders	0.3
Private Equity	0.3
Agriculture	0.2
Healthcare-Services	0.3
Biotechnology	0.2
Beverages	0.2
Iron/Steel	0.2
Purchased Options	0.2
Mining	0.1
Engineering & Construction	0.1
Aerospace/Defense	0.2
REITS	0.1
Commercial Services	0.1
Apparel	0.1
Investment Companies	0.0
Advertising	0.1
Oil & Gas Services	0.0
Total Investments	84.2%
Cash and other net assets in excess of liabilities	15.8%
Total Net Assets	100.0%

NIKKO AM GLOBAL UMBRELLA FUND Nikko AM Global Multi Asset Fund
Société d'Investissement à Capital Variable
Classifications
As at December 31, 2016

Country	% of Net Assets
United States	34.5%
Ireland	8.5
Japan	8.0
Australia	5.4
British Virgin Islands	3.6
United Kingdom	2.6
Cayman Islands	2.6
Mexico	2.5
Guernsey.	2.4
Singapore	2.4
India	2.3
Germany	2.2
South Korea	1.9
Russia.	1.9
China	1.4
Liberia	0.6
Hong Kong.	0.5
Taiwan	0.5
Thailand	0.2
Indonesia	0.1
Philippines.	0.1
Total Investments	84.2%
Cash and other assets in excess of liabilities	15.8%
Total Net Assets	100.0%

NIKKO AM GLOBAL UMBRELLA FUND - Nikko AM Asia ex-Japan Fund
Société d'Investissement à Capital Variable
Portfolio of Investments
As at December 31, 2016

Currency	Number of Shares	Security Description	% of Net Assets	Market Value
A. TRANSFERABLE SECURITIES QUOTED ON A STOCK EXCHANGE OR DEALT IN ON ANOTHER REGULATED MARKET				
COMMON STOCKS (98.1%)⁽¹⁾				
CHINA (34.6%)				
BANKS (3.9%)				
HKD	183,500	China Merchants Bank Co. Ltd. Class H	3.9%	USD 430,281
ELECTRONICS (1.1%)				
HKD	527,000	Flat Glass Group Co. Ltd.	1.1	116,912
ENGINEERING & CONSTRUCTION (1.0%)				
HKD	106,000	Beijing Capital International Airport Co. Ltd. Class H	1.0	107,187
FOOD (1.8%)				
HKD	99,000	China Mengniu Dairy Co. Ltd.	1.8	190,769
HEALTHCARE-PRODUCTS (2.6%)				
HKD	176,000	China Medical System Holdings Ltd.	2.6	278,762
INSURANCE (2.3%)				
HKD	37,400	China Pacific Insurance Group Co. Ltd. Class H	1.3	130,485
HKD	72,000	PICC Property & Casualty Co. Ltd. Class H	1.0	112,182
Total INSURANCE				242,667
INTERNET (11.1%)				
USD	4,753	Alibaba Group Holding Ltd. - ADR	3.9	417,361
USD	5,031	Ctrip.com International Ltd. - ADR	1.9	201,240
HKD	23,800	Tencent Holdings Ltd.	5.3	582,325
Total INTERNET				1,200,926
PHARMACEUTICALS (2.1%)				
HKD	202,500	China Resources Pharmaceutical Group Ltd.	2.1	228,275
RETAIL (1.7%)				
HKD	77,900	Shanghai Pharmaceuticals Holding Co. Ltd. Class H	1.7	178,645
SEMICONDUCTORS (2.9%)				
HKD	203,300	Semiconductor Manufacturing International Corp.	2.9	319,379
SOFTWARE (1.1%)				
HKD	54,000	TravelSky Technology Ltd. Class H	1.1	113,528
TELECOMMUNICATIONS (3.0%)				
HKD	688,000	China Telecom Corp. Ltd. Class H	3.0	317,682
TOTAL CHINA				3,725,013
HONG KONG (11.8%)				
BANKS (4.1%)				
HKD	90,000	BOC Hong Kong Holdings Ltd.	3.0	322,127
HKD	6,100	Hang Seng Bank Ltd.	1.1	113,532
Total BANKS				435,659
DIVERSIFIED FINANCIAL SERVICES (2.2%)				
HKD	10,000	Hong Kong Exchanges & Clearing Ltd.	2.2	236,291
ENGINEERING & CONSTRUCTION (1.6%)				
HKD	114,000	China State Construction International Holdings Ltd.	1.6	170,563
INSURANCE (3.9%)				
HKD	74,800	AIA Group Ltd.	3.9	422,087
TOTAL HONG KONG				1,264,600
INDIA (13.7%)				
AUTO MANUFACTURERS (1.1%)				
INR	16,742	Tata Motors Ltd.	1.1	115,914
BANKS (3.1%)				
INR	25,889	Axis Bank Ltd.	1.5	171,767
INR	10,501	IndusInd Bank Ltd.	1.6	171,278
Total BANKS				343,045
CHEMICALS (0.9%)				
INR	18,169	Castrol India Ltd.	0.9	101,727
HEALTHCARE-SERVICES (2.0%)				
INR	12,192	Apollo Hospitals Enterprise Ltd.	2.0	212,475

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

NIKKO AM GLOBAL UMBRELLA FUND - Nikko AM Asia ex-Japan Fund
Société d'Investissement à Capital Variable
Portfolio of Investments (continued)
As at December 31, 2016

Currency	Number of Shares	Security Description	% of Net Assets	Market Value
		COMMON STOCKS (98.1%) (continued)		
		INDIA (13.7%) (continued)		
		HOME FURNISHINGS (1.3%)		
INR	64,317	Crompton Greaves Consumer Electricals Ltd.	1.3%	USD 137,741
		MACHINERY-DIVERSIFIED (1.1%)		
INR	9,607	Cummins India Ltd.	1.1	115,385
		PHARMACEUTICALS (2.9%)		
INR	11,399	Emami Ltd.	1.5	158,690
INR	6,959	Lupin Ltd.	1.4	152,110
		Total PHARMACEUTICALS		310,800
		REAL ESTATE (1.3%)		
INR	53,046	Prestige Estates Projects Ltd.	1.3	134,432
		TOTAL INDIA		1,471,519
		INDONESIA (3.7%)		
		BANKS (1.2%)		
IDR	460,400	Bank Danamon Indonesia Tbk PT	1.2	126,783
		ENGINEERING & CONSTRUCTION (1.1%)		
IDR	789,400	Adhi Karya Persero Tbk PT	1.1	121,874
		PHARMACEUTICALS (1.4%)		
IDR	1,304,400	Kalbe Farma Tbk PT	1.4	146,682
		TOTAL INDONESIA		395,339
		PHILIPPINES (2.7%)		
		INVESTMENT COMPANIES (1.4%)		
PHP	5,775	GT Capital Holdings, Inc.	1.4	147,533
		RETAIL (1.3%)		
PHP	10,540	SM Investments Corp.	1.3	138,873
		TOTAL PHILIPPINES		286,406
		SOUTH KOREA (17.8%)		
		CHEMICALS (3.9%)		
KRW	2,235	Kumho Petrochemical Co. Ltd.	1.4	151,739
KRW	1,221	LG Chem Ltd.	2.5	263,852
		Total CHEMICALS		415,591
		COSMETICS/PERSONAL CARE (1.2%)		
KRW	468	Amorepacific Corp.	1.2	124,575
		DIVERSIFIED FINANCIAL SERVICES (2.2%)		
KRW	6,309	Shinhan Financial Group Co. Ltd.	2.2	236,366
		ELECTRIC (2.0%)		
KRW	5,810	Korea Electric Power Corp.	2.0	211,898
		FOOD (1.5%)		
KRW	531	CJ CheilJedang Corp.	1.5	157,172
		INSURANCE (1.0%)		
KRW	1,206	Samsung Life Insurance Co. Ltd.	1.0	112,332
		RETAIL (1.6%)		
KRW	1,695	Samsung C&T Corp.	1.6	176,124
		SEMICONDUCTORS (4.4%)		
KRW	317	Samsung Electronics Co. Ltd.	4.4	472,955
		TOTAL SOUTH KOREA		1,907,013
		TAIWAN (11.4%)		
		ELECTRONICS (1.2%)		
TWD	35,000	Merry Electronics Co. Ltd.	1.2	131,946
		INSURANCE (2.2%)		
TWD	236,680	China Life Insurance Co. Ltd.	2.2	235,365
		RETAIL (1.2%)		
TWD	18,000	President Chain Store Corp.	1.2	129,014
		SEMICONDUCTORS (6.8%)		
TWD	164,000	Advanced Semiconductor Engineering, Inc.	1.6	168,178

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

NIKKO AM GLOBAL UMBRELLA FUND - Nikko AM Asia ex-Japan Fund
Société d'Investissement à Capital Variable
Portfolio of Investments (continued)
As at December 31, 2016

Currency	Number of Shares	Security Description	% of Net Assets	Market Value
COMMON STOCKS (98.1%) (continued)				
TAIWAN (11.4%) (continued)				
SEMICONDUCTORS (6.8%) (continued)				
TWD	15,000	Parade Technologies Ltd.	1.4%	USD 148,003
TWD	73,000	Taiwan Semiconductor Manufacturing Co. Ltd.	3.8	411,106
Total SEMICONDUCTORS				727,287
TOTAL TAIWAN				1,223,612
THAILAND (2.4%)				
BANKS (1.1%)				
THB	23,000	Kasikornbank PCL	1.1	114,003
CHEMICALS (1.3%)				
THB	80,500	PTT Global Chemical PCL	1.3	141,620
TOTAL THAILAND				255,623
TOTAL COMMON STOCKS (Cost USD 10,623,367)				10,529,125
TOTAL TRANSFERABLE SECURITIES QUOTED ON A STOCK EXCHANGE OR DEALT IN ON ANOTHER REGULATED MARKET (Cost USD 10,623,367)			98.1%	USD 10,529,125
CASH AND OTHER ASSETS IN EXCESS OF LIABILITIES			1.9	204,742
TOTAL NET ASSETS			100.0%	USD 10,733,867

(1) All investments are transferable securities admitted to an official exchange listing.

Foreign Currency Legend

HKD	Hong Kong Dollar
IDR	Indonesian Rupiah
INR	Indian Rupee
KRW	South Korean Won
PHP	Philippine Peso
THB	Thailand Baht
TWD	Taiwan Dollar
USD	US Dollar

Class S, Class D EUR , Class S JPY, Class A USD, Class K EUR and Class A Forward Foreign Currency Exchange Contracts

Buy	Counterparty	Notional Amount	Settlement Date	Sell	Notional Amount	Net Unrealized Appreciation/ (Depreciation)
EUR	BROWNBROTHERSHARRIMANANDCO	2,551	01/03/2017	USD	(2,672)	\$ 19
EUR	BROWNBROTHERSHARRIMANANDCO	17,503	01/03/2017	USD	(18,333)	129
EUR	BROWNBROTHERSHARRIMANANDCO	8	01/04/2017	USD	(8)	0
EUR	BROWNBROTHERSHARRIMANANDCO	3,728	01/04/2017	USD	(3,902)	30
EUR	BROWNBROTHERSHARRIMANANDCO	3,895	01/04/2017	USD	(4,076)	32
EUR	BROWNBROTHERSHARRIMANANDCO	71	01/05/2017	USD	(74)	1
EUR	BROWNBROTHERSHARRIMANANDCO	6,314	01/05/2017	USD	(6,571)	89
USD	BROWNBROTHERSHARRIMANANDCO	85	01/03/2017	EUR	(81)	(1)
						<u>\$ 299</u>

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

NIKKO AM GLOBAL UMBRELLA FUND - Nikko AM Asia ex-Japan Fund
Société d'Investissement à Capital Variable
Classifications
As at December 31, 2016

Industry	% of Net Assets
Semiconductors	14.1%
Banks	13.4
Internet	11.1
Insurance	9.4
Pharmaceuticals	6.4
Chemicals	6.1
Retail	5.8
Diversified Financial Services	4.4
Engineering & Construction	3.7
Food	3.3
Telecommunications	3.0
Healthcare-Products	2.6
Electronics	2.3
Electric	2.0
Healthcare-Services	2.0
Investment Companies	1.4
Home Furnishings	1.3
Real Estate	1.3
Cosmetics/Personal Care	1.2
Auto Manufacturers	1.1
Machinery-Diversified	1.1
Software	1.1
Total Investments	98.1%
Cash and other net assets in excess of liabilities	1.9%
Total Net Assets	100.0%

Country	% of Net Assets
China	34.6%
South Korea	17.8
India	13.7
Hong Kong	11.8
Taiwan	11.4
Indonesia	3.7
Philippines	2.7
Thailand	2.4
Total Investments	98.1%
Cash and other assets in excess of liabilities	1.9%
Total Net Assets	100.00%

NIKKO AM GLOBAL UMBRELLA FUND - Nikko AM Japan Value Fund
Société d'Investissement à Capital Variable
Portfolio of Investments
As at December 31, 2016

Currency	Number of Shares	Security Description	% of Net Assets	Market Value
A. TRANSFERABLE SECURITIES QUOTED ON A STOCK EXCHANGE OR DEALT IN ON ANOTHER REGULATED MARKET				
COMMON STOCKS (96.6%)⁽¹⁾				
JAPAN (96.6%)				
APPAREL (1.3%)				
JPY	3,600	Asics Corp.	1.3%	JPY 8,406,000
AUTO MANUFACTURERS (5.8%)				
JPY	6,400	Isuzu Motors Ltd.	1.4	9,478,400
JPY	4,400	Mazda Motor Corp.	1.3	8,412,800
JPY	3,100	Toyota Motor Corp.	3.1	21,321,800
Total AUTO MANUFACTURERS				39,213,000
AUTO PARTS & EQUIPMENT (3.6%)				
JPY	1,300	Aisin Seiki Co. Ltd.	1.0	6,591,000
JPY	900	Musashi Seimitsu Industry Co. Ltd.	0.4	2,736,000
JPY	1,800	NGK Insulators Ltd.	0.6	4,080,600
JPY	3,000	Sumitomo Electric Industries Ltd.	0.8	5,059,500
JPY	1,000	Toyota Industries Corp.	0.8	5,570,000
Total AUTO PARTS & EQUIPMENT				24,037,100
BANKS (7.9%)				
JPY	7,000	Fukuoka Financial Group, Inc.	0.5	3,633,000
JPY	20,300	Mitsubishi UFJ Financial Group, Inc.	2.2	14,620,060
JPY	46,600	Mizuho Financial Group, Inc.	1.5	9,776,680
JPY	8,900	Resona Holdings, Inc.	0.8	5,335,550
JPY	33,000	Shinsei Bank Ltd.	1.0	6,468,000
JPY	2,900	Sumitomo Mitsui Financial Group, Inc.	1.9	12,934,000
Total BANKS				52,767,290
BUILDING MATERIALS (2.6%)				
JPY	1,000	Daikin Industries Ltd.	1.6	10,735,000
JPY	19,000	Taiheiyo Cement Corp.	1.0	7,030,000
Total BUILDING MATERIALS				17,765,000
CHEMICALS (6.5%)				
JPY	13,000	Denka Co. Ltd.	1.0	6,708,000
JPY	1,400	DIC Corp.	0.7	4,970,000
JPY	3,300	Mitsubishi Gas Chemical Co., Inc.	1.0	6,583,500
JPY	7,000	Mitsui Chemicals, Inc.	0.5	3,675,000
JPY	400	Nitto Denko Corp.	0.5	3,587,600
JPY	10,000	Tokai Carbon Co. Ltd.	0.6	3,780,000
JPY	15,000	Toray Industries, Inc.	2.2	14,193,000
Total CHEMICALS				43,497,100
COMMERCIAL SERVICES (1.0%)				
JPY	800	Secom Co. Ltd.	1.0	6,838,400
COMPUTERS (1.7%)				
JPY	11,000	Fujitsu Ltd.	1.1	7,144,500
JPY	500	TDK Corp.	0.6	4,020,000
Total COMPUTERS				11,164,500
DISTRIBUTION/WHOLESALE (3.3%)				
JPY	4,900	Mitsubishi Corp.	1.8	12,201,000
JPY	3,500	Mitsui & Co. Ltd.	0.8	5,624,500
JPY	1,500	Toyota Tsusho Corp.	0.7	4,567,500
Total DISTRIBUTION/WHOLESALE				22,393,000
DIVERSIFIED FINANCIAL SERVICES (3.0%)				
JPY	9,000	Daiwa Securities Group, Inc.	1.0	6,482,700
JPY	8,000	Nomura Holdings, Inc.	0.8	5,512,800
JPY	4,600	ORIX Corp.	1.2	8,390,400
Total DIVERSIFIED FINANCIAL SERVICES				20,385,900
ELECTRIC (1.2%)				
JPY	3,000	Electric Power Development Co. Ltd.	1.2	8,070,000
ELECTRICAL COMPONENTS & EQUIPMENT (0.4%)				
JPY	6,000	GS Yuasa Corp.	0.4	2,916,000

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

NIKKO AM GLOBAL UMBRELLA FUND – Nikko AM Japan Value Fund
Société d'Investissement à Capital Variable
Portfolio of Investments (continued)
As at December 31, 2016

Currency	Number of Shares	Security Description	% of Net Assets	Market Value
		COMMON STOCKS (96.6%) (continued)		
		JAPAN (96.6%) (continued)		
		ELECTRICAL COMPONENTS & EQUIPMENT (0.4%) (continued)		
		ELECTRONICS (3.6%)		
JPY	5,800	Anritsu Corp.	0.5%	JPY 3,654,000
JPY	6,400	Minebea Co. Ltd.	1.1	7,014,400
JPY	9,000	Nippon Electric Glass Co. Ltd.	0.8	5,688,000
JPY	4,500	Yokogawa Electric Corp.	1.2	7,618,500
		Total ELECTRONICS		23,974,900
		ENGINEERING & CONSTRUCTION (4.5%)		
JPY	4,000	JGC Corp.	1.3	8,496,000
JPY	5,000	Maeda Corp.	0.8	5,100,000
JPY	13,900	Penta-Ocean Construction Co. Ltd.	1.2	7,853,500
JPY	11,000	Taisei Corp.	1.2	8,998,000
		Total ENGINEERING & CONSTRUCTION		30,447,500
		FOOD (1.1%)		
JPY	3,000	Ajinomoto Co., Inc.	1.1	7,062,000
		FOREST PRODUCTS & PAPER (0.6%)		
JPY	2,800	Sumitomo Forestry Co. Ltd.	0.6	4,334,400
		GAS (1.1%)		
JPY	14,000	Tokyo Gas Co. Ltd.	1.1	7,404,600
		HAND/MACHINE TOOLS (0.7%)		
JPY	2,000	OSG Corp.	0.7	4,604,000
		HEALTHCARE-PRODUCTS (0.6%)		
JPY	2,000	Shimadzu Corp.	0.6	3,724,000
		HOME BUILDERS (1.4%)		
JPY	2,900	Daiwa House Industry Co. Ltd.	1.4	9,268,400
		HOME FURNISHINGS (4.0%)		
JPY	3,000	Panasonic Corp.	0.5	3,568,500
JPY	9,900	Pioneer Corp.	0.3	2,336,400
JPY	6,400	Sony Corp.	3.2	20,960,000
		Total HOME FURNISHINGS		26,864,900
		INSURANCE (1.1%)		
JPY	1,600	Tokio Marine Holdings, Inc.	1.1	7,673,600
		INTERNET (0.8%)		
JPY	12,200	Yahoo Japan Corp.	0.8	5,477,800
		IRON/STEEL (4.6%)		
JPY	7,000	Daido Steel Co. Ltd.	0.5	3,388,000
JPY	4,400	Hitachi Metals Ltd.	1.0	6,969,600
JPY	2,600	Japan Steel Works Ltd.	0.8	5,387,200
JPY	4,400	Nippon Steel & Sumitomo Metal Corp.	1.7	11,470,800
JPY	2,700	Nisshin Steel Co. Ltd.	0.6	3,890,700
		Total IRON/STEEL		31,106,300
		MACHINERY-CONSTRUCTION & MINING (4.1%)		
JPY	16,000	Hitachi Ltd.	1.5	10,112,000
JPY	1,600	Komatsu Ltd.	0.6	4,236,000
JPY	7,000	Mitsubishi Electric Corp.	1.8	11,406,500
JPY	1,100	Tadano Ltd.	0.2	1,619,200
		Total MACHINERY-CONSTRUCTION & MINING		27,373,700
		MACHINERY-DIVERSIFIED (4.2%)		
JPY	6,500	Kubota Corp.	1.6	10,845,250
JPY	22,000	Mitsubishi Heavy Industries Ltd.	1.7	11,717,200
JPY	2,200	Nabtesco Corp.	0.9	5,981,800
		Total MACHINERY-DIVERSIFIED		28,544,250

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NIKKO AM GLOBAL UMBRELLA FUND – Nikko AM Japan Value Fund
Société d'Investissement à Capital Variable
Portfolio of Investments (continued)
As at December 31, 2016

Currency	Number of Shares	Security Description	% of Net Assets	Market Value
		COMMON STOCKS (96.6%) (continued)		
		JAPAN (96.6%) (continued)		
		MEDIA (0.8%)		
JPY	3,200	Kadokawa Dwango Corp.	0.8%	JPY 5,404,800
		MINING (3.3%)		
JPY	6,000	Dowa Holdings Co. Ltd.	0.8	5,364,000
JPY	19,000	Furukawa Co. Ltd.	0.6	4,047,000
JPY	1,400	OSAKA Titanium Technologies Co. Ltd.	0.3	2,279,200
JPY	7,000	Sumitomo Metal Mining Co. Ltd.	1.6	10,549,000
		Total MINING		22,239,200
		MISCELLANEOUS MANUFACTURER (1.3%)		
JPY	1,400	FUJIFILM Holdings Corp.	1.0	6,209,000
JPY	1,400	Morita Holdings Corp.	0.3	2,322,600
		Total MISCELLANEOUS MANUFACTURER		8,531,600
		PHARMACEUTICALS (3.6%)		
JPY	5,400	Astellas Pharma, Inc.	1.3	8,766,900
JPY	4,200	Kyowa Hakko Kirin Co. Ltd.	1.0	6,787,200
JPY	500	Takeda Pharmaceutical Co. Ltd.	0.4	2,417,500
JPY	1,900	Tsumura & Co.	0.9	6,118,000
		Total PHARMACEUTICALS		24,089,600
		REAL ESTATE (1.8%)		
JPY	3,000	Mitsubishi Estate Co. Ltd.	1.0	6,982,500
JPY	2,000	Mitsui Fudosan Co. Ltd.	0.8	5,410,000
		Total REAL ESTATE		12,392,500
		RETAIL (2.4%)		
JPY	5,400	IDOM, Inc.	0.5	3,477,600
JPY	5,600	Isetan Mitsukoshi Holdings Ltd.	1.1	7,056,000
JPY	3,200	Marui Group Co. Ltd.	0.8	5,462,400
		Total RETAIL		15,996,000
		TELECOMMUNICATIONS (4.0%)		
JPY	4,900	NTT DOCOMO, Inc.	1.9	13,048,700
JPY	1,800	SoftBank Group Corp.	2.1	13,977,000
		Total TELECOMMUNICATIONS		27,025,700
		TEXTILES (1.0%)		
JPY	37,000	Toyobo Co. Ltd.	1.0	6,438,000
		TOYS/GAMES/HOBBIES (4.4%)		
JPY	900	Nintendo Co. Ltd.	3.2	22,086,000
JPY	6,300	Tomy Co. Ltd.	1.2	7,818,300
		Total TOYS/GAMES/HOBBIES		29,904,300
		TRANSPORTATION (3.3%)		
JPY	2,000	Keikyu Corp.	0.4	2,710,000
JPY	2,100	Kintetsu World Express, Inc.	0.5	3,404,100
JPY	22,000	Mitsui OSK Lines Ltd.	1.1	7,128,000
JPY	7,000	Sankyu, Inc.	0.7	4,949,000
JPY	1,900	Seibu Holdings, Inc.	0.6	3,982,400
		Total TRANSPORTATION		22,173,500
		TOTAL JAPAN		649,508,840
		TOTAL COMMON STOCKS (Cost JPY 596,606,043)		649,508,840
		TOTAL TRANSFERABLE SECURITIES QUOTED ON A STOCK EXCHANGE OR DEALT IN ON ANOTHER REGULATED MARKET (Cost JPY 596,606,043)	96.6%	JPY 649,508,840
		CASH AND OTHER ASSETS IN EXCESS OF LIABILITIES	3.4	22,583,674
		TOTAL NET ASSETS	100.0%	JPY 672,092,514

(1) All investments are transferable securities admitted to an official exchange listing.

Foreign Currency Legend

JPY Japanese Yen

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

NIKKO AM GLOBAL UMBRELLA FUND – Nikko AM Japan Value Fund
Société d'Investissement à Capital Variable
Classifications
As at December 31, 2016

Industry	% of Net Assets
Banks	7.9%
Chemicals	6.5
Auto Manufacturers	5.8
Iron/Steel	4.6
Engineering & Construction	4.5
Toys/Games/Hobbies	4.4
Machinery-Diversified	4.2
Machinery-Construction & Mining	4.1
Home Furnishings	4.0
Telecommunications	4.0
Auto Parts & Equipment	3.6
Electronics	3.6
Pharmaceuticals	3.6
Distribution/Wholesale	3.3
Mining	3.3
Transportation	3.3
Diversified Financial Services	3.0
Building Materials	2.6
Retail	2.4
Real Estate	1.8
Computers	1.7
Home Builders	1.4
Apparel	1.3
Miscellaneous Manufacturer	1.3
Electric	1.2
Food	1.1
Gas	1.1
Insurance	1.1
Commercial Services	1.0
Textiles	1.0
Internet	0.8
Media	0.8
Hand/Machine Tools	0.7
Forest Products & Paper	0.6
Healthcare-Products	0.6
Electrical Components & Equipment	0.4
Total Investments	96.6%
Cash and other net assets in excess of liabilities	3.4%
Total Net Assets	100.0%

Country	% of Net Assets
Japan	96.6%
Total Investments	96.6%
Cash and other assets in excess of liabilities	3.4%
Total Net Assets	100.00%

NIKKO AM GLOBAL UMBRELLA FUND – Nikko AM Japan Focus Fund
Société d'Investissement à Capital Variable
Portfolio of Investments
As at December 31, 2016

Currency	Number of Shares	Security Description	% of Net Assets	Market Value
A. TRANSFERABLE SECURITIES QUOTED ON A STOCK EXCHANGE OR DEALT IN ON ANOTHER REGULATED MARKET				
COMMON STOCKS (97.9%) ⁽¹⁾				
JAPAN (97.9%)				
AGRICULTURE (1.8%)				
JPY	17,900	Japan Tobacco, Inc.	1.8%	JPY 68,807,600
AUTO MANUFACTURERS (5.1%)				
JPY	40,000	Fuji Heavy Industries Ltd.	5.1	190,880,000
AUTO PARTS & EQUIPMENT (8.1%)				
JPY	24,200	Koito Manufacturing Co. Ltd.	4.0	149,798,000
JPY	24,400	Nifco, Inc.	4.1	150,548,000
Total AUTO PARTS & EQUIPMENT				300,346,000
BUILDING MATERIALS (5.0%)				
JPY	17,500	Daikin Industries Ltd.	5.0	187,862,500
CHEMICALS (7.9%)				
JPY	20,100	Shin-Etsu Chemical Co. Ltd.	4.9	182,246,700
JPY	117,000	Toray Industries, Inc.	3.0	110,705,400
Total CHEMICALS				292,952,100
COMMERCIAL SERVICES (2.0%)				
JPY	41,000	Temp Holdings Co. Ltd.	2.0	74,333,000
COMPUTERS (2.9%)				
JPY	19,000	NTT Data Corp.	2.9	107,350,000
COSMETICS/PERSONAL CARE (3.9%)				
JPY	13,200	KAO Corp.	1.9	73,141,200
JPY	24,400	Pigeon Corp.	2.0	72,931,600
Total COSMETICS/PERSONAL CARE				146,072,800
DISTRIBUTION/WHOLESALE (3.9%)				
JPY	92,800	ITOCHU Corp.	3.9	144,025,600
ELECTRICAL COMPONENTS & EQUIPMENT (9.9%)				
JPY	30,300	Mabuchi Motor Co. Ltd.	5.0	184,830,000
JPY	18,400	Nidec Corp.	4.9	185,564,000
Total ELECTRICAL COMPONENTS & EQUIPMENT				370,394,000
ELECTRONICS (13.3%)				
JPY	48,000	Fujitsu General Ltd.	3.2	118,752,000
JPY	2,400	Keyence Corp.	5.1	192,480,000
JPY	11,800	Murata Manufacturing Co. Ltd.	5.0	184,670,000
Total ELECTRONICS				495,902,000
ENGINEERING & CONSTRUCTION (3.0%)				
JPY	104,000	Shimizu Corp.	3.0	111,176,000
FOOD (2.0%)				
JPY	8,100	MEIJI Holdings Co. Ltd.	2.0	74,196,000
HAND/MACHINE TOOLS (7.9%)				
JPY	18,800	Makita Corp.	3.9	147,204,000
JPY	5,300	SMC Corp.	4.0	147,896,500
Total HAND/MACHINE TOOLS				295,100,500
HEALTHCARE-PRODUCTS (4.1%)				
JPY	11,400	Sysmex Corp.	2.1	77,178,000
JPY	17,600	Terumo Corp.	2.0	75,944,000
Total HEALTHCARE-PRODUCTS				153,122,000
HOME BUILDERS (2.0%)				
JPY	39,200	Sekisui House Ltd.	2.0	76,263,600
LEISURE TIME (1.9%)				
JPY	3,900	Shimano, Inc.	1.9	71,526,000
PHARMACEUTICALS (3.1%)				
JPY	20,400	Shionogi & Co. Ltd.	3.1	114,219,600
REAL ESTATE (2.2%)				
JPY	4,900	Relo Group, Inc.	2.2	81,634,000

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

NIKKO AM GLOBAL UMBRELLA FUND – Nikko AM Japan Focus Fund
Société d'Investissement à Capital Variable
Portfolio of Investments (continued)
As at December 31, 2016

Currency	Number of Shares	Security Description	% of Net Assets	Market Value
		COMMON STOCKS (97.9%) (continued)		
		JAPAN (97.9%) (continued)		
		RETAIL (4.9%)		
JPY	12,300	Matsumotokiyoshi Holdings Co. Ltd.	1.9%	JPY 70,848,000
JPY	4,900	Ryohin Keikaku Co. Ltd.	3.0	112,259,000
		Total RETAIL		183,107,000
		TELECOMMUNICATIONS (3.0%)		
JPY	22,500	Nippon Telegraph & Telephone Corp.	3.0	110,520,000
		TOTAL JAPAN		3,649,790,300
		TOTAL COMMON STOCKS (Cost JPY 3,414,477,398)		3,649,790,300
		TOTAL TRANSFERABLE SECURITIES QUOTED ON A STOCK EXCHANGE OR DEALT IN ON ANOTHER REGULATED MARKET (Cost JPY 3,414,477,398)	97.9%	JPY 3,649,790,300
		CASH AND OTHER ASSETS IN EXCESS OF LIABILITIES	2.1	78,714,197
		TOTAL NET ASSETS	100.0%	JPY 3,728,504,497

(1) All investments are transferable securities admitted to an official exchange listing.

Foreign Currency Legend

JPY Japanese Yen

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

NIKKO AM GLOBAL UMBRELLA FUND – Nikko AM Japan Focus Fund
Société d'Investissement à Capital Variable
Classifications
As at December 31, 2016

Industry	% of Net Assets
Electronics	13.3%
Electrical Components & Equipment	9.9
Auto Parts & Equipment	8.1
Chemicals	7.9
Hand/Machine Tools	7.9
Auto Manufacturers	5.1
Building Materials	5.0
Retail	4.9
Healthcare-Products	4.1
Cosmetics/Personal Care	3.9
Distribution/Wholesale	3.9
Pharmaceuticals	3.1
Engineering & Construction	3.0
Telecommunications	3.0
Computers	2.9
Real Estate	2.2
Commercial Services	2.0
Food	2.0
Home Builders	2.0
Leisure Time	1.9
Agriculture	1.8
Total Investments	97.9%
Cash and other net assets in excess of liabilities	2.1%
Total Net Assets	100.0%

Country	% of Net Assets
Japan	97.9%
Total Investments	97.9%
Cash and other assets in excess of liabilities	2.1%
Total Net Assets	100.00%

NIKKO AM GLOBAL UMBRELLA FUND – Nikko AM Global Credit Fund
Société d'Investissement à Capital Variable
Portfolio of Investments
As at December 31, 2016

Currency	Principal Amount	Security Description	% of Net Assets	Market Value
A. TRANSFERABLE SECURITIES QUOTED ON A STOCK EXCHANGE OR DEALT IN ON ANOTHER REGULATED MARKET				
FIXED INCOME SECURITIES (93.8%)				
AUSTRALIA (3.8%)				
CORPORATE BONDS & NOTES (3.8%)				
USD	200,000	BHP Billiton Finance USA Ltd. 6.25% due 10/19/75	1.1%	USD 216,540
AUD	200,000	Commonwealth Bank of Australia 3.71% due 11/05/24	0.8	145,571
USD	200,000	Goodman Funding Pty Ltd. 6.00% due 03/22/22	1.1	225,083
AUD	200,000	Perth Airport Pty Ltd. 5.50% due 03/25/21	0.8	152,351
TOTAL CORPORATE BONDS & NOTES				739,545
TOTAL AUSTRALIA				739,545
AUSTRIA (1.2%)				
CORPORATE BONDS & NOTES (1.2%)				
EUR	200,000	OMV AG 5.25% due 12/29/49 ⁽¹⁾	1.2	231,379
TOTAL CORPORATE BONDS & NOTES				231,379
TOTAL AUSTRIA				231,379
BRITISH VIRGIN ISLANDS (4.2%)				
CORPORATE BONDS & NOTES (4.2%)				
USD	200,000	China Merchants Finance Co. Ltd. 5.00% due 05/04/22	1.1	212,842
USD	200,000	Proven Honour Capital Ltd. 4.13% due 05/19/25	1.0	199,912
USD	200,000	Sinopec Group Overseas Development 2013 Ltd. 4.38% due 10/17/23	1.1	209,251
USD	200,000	State Grid Overseas Investment 2016 Ltd. 2.13% due 05/18/21	1.0	193,600
TOTAL CORPORATE BONDS & NOTES				815,605
TOTAL BRITISH VIRGIN ISLANDS				815,605
CANADA (1.6%)				
CORPORATE BONDS & NOTES (1.6%)				
CAD	300,000	Greater Toronto Airports Authority 7.05% due 06/12/30	1.6	310,232
TOTAL CORPORATE BONDS & NOTES				310,232
TOTAL CANADA				310,232
CAYMAN ISLANDS (2.3%)				
CORPORATE BONDS & NOTES (2.3%)				
AUD	200,000	ADCB Finance Cayman Ltd. 4.75% due 05/28/19	0.8	147,253
USD	200,000	Comcel Trust via Comunicaciones Celulares S.A. 6.88% due 02/06/24	1.0	201,500
USD	100,000	Hutchison Whampoa International 12 Ltd. 6.00% due 05/29/49 ⁽¹⁾	0.5	101,000
TOTAL CORPORATE BONDS & NOTES				449,753
TOTAL CAYMAN ISLANDS				449,753
DENMARK (1.8%)				
CORPORATE BONDS & NOTES (1.8%)				
EUR	100,000	Danske Bank A/S 5.75% due 10/31/49 ⁽¹⁾	0.6	109,513
EUR	200,000	DONG Energy A/S 6.25% due 06/26/13	1.2	237,160
TOTAL CORPORATE BONDS & NOTES				346,673
TOTAL DENMARK				346,673
FRANCE (9.4%)				
CORPORATE BONDS & NOTES (9.4%)				
EUR	200,000	AXA S.A. 3.88% due 05/20/49 ⁽¹⁾	1.1	216,487

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

NIKKO AM GLOBAL UMBRELLA FUND – Nikko AM Global Credit Fund
Société d'Investissement à Capital Variable
Portfolio of Investments (continued)
As at December 31, 2016

Currency		Security Description	% of Net Assets		Market Value
FIXED INCOME SECURITIES (93.8%) (continued)					
FRANCE (9.4%) (continued)					
CORPORATE BONDS & NOTES (9.4%) (continued)					
		Banque Federative du Credit Mutuel S.A.			
EUR	200,000	3.00% due 09/11/25	1.2%	USD	226,452
		BiSoho SAS			
EUR	100,000	5.88% due 05/01/23	0.6		113,646
		BPCE S.A.			
USD	200,000	4.63% due 07/11/24	1.0		197,614
		CNP Assurances			
GBP	100,000	7.38% due 09/30/41	0.7		137,775
		Credit Agricole S.A.			
EUR	100,000	6.50% due 04/29/49 ⁽¹⁾	0.6		108,946
		Electricite de France S.A.			
USD	100,000	5.25% due 01/29/49 ⁽¹⁾	0.5		94,000
		Faurecia			
EUR	100,000	3.63% due 06/15/23	0.6		109,536
		Orange S.A.			
EUR	100,000	5.00% due 10/29/49 ⁽¹⁾	0.6		110,839
		Pernod Ricard S.A.			
USD	150,000	4.25% due 07/15/22	0.8		156,954
		SPCM S.A.			
EUR	100,000	2.88% due 06/15/23	0.5		105,211
		TOTAL S.A.			
EUR	200,000	3.88% due 12/29/49 ⁽¹⁾	1.2		222,552
TOTAL CORPORATE BONDS & NOTES					1,800,012
TOTAL FRANCE					1,800,012
GERMANY (4.2%)					
CORPORATE BONDS & NOTES (4.2%)					
		Allianz SE			
EUR	200,000	5.63% due 10/17/42	1.3		249,213
		Deutsche Bank AG			
USD	100,000	2.85% due 05/10/19	0.5		99,575
		Muenchener Rueckversicherungs-Gesellschaft AG in Muenchen			
EUR	200,000	6.25% due 05/26/42	1.4		256,630
		Unitymedia GmbH			
EUR	100,000	3.75% due 01/15/27	0.5		99,773
		Wittur International Holding GmbH			
EUR	100,000	8.50% due 02/15/23	0.5		101,256
TOTAL CORPORATE BONDS & NOTES					806,447
TOTAL GERMANY					806,447
HONG KONG (1.8%)					
CORPORATE BONDS & NOTES (1.8%)					
		Bank of East Asia Ltd.			
USD	150,000	5.50% due 12/29/49 ⁽¹⁾	0.7		143,648
		CITIC Ltd.			
USD	200,000	3.70% due 06/14/26	1.1		192,888
TOTAL CORPORATE BONDS & NOTES					336,536
TOTAL HONG KONG					336,536
HUNGARY (0.6%)					
CORPORATE BONDS & NOTES (0.6%)					
		MOL Hungarian Oil & Gas PLC			
EUR	100,000	2.63% due 04/28/23	0.6		107,424
TOTAL CORPORATE BONDS & NOTES					107,424
TOTAL HUNGARY					107,424

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

NIKKO AM GLOBAL UMBRELLA FUND – Nikko AM Global Credit Fund
Société d'Investissement à Capital Variable
Portfolio of Investments (continued)
As at December 31, 2016

Currency		Security Description	% of Net Assets	Market Value
		FIXED INCOME SECURITIES (93.8%) (continued)		
		INDIA (1.0%)		
		CORPORATE BONDS & NOTES (1.0%)		
		ICICI Bank Ltd.		
USD	200,000	4.00% due 03/18/26	1.0%	USD 194,073
		TOTAL CORPORATES BOND & NOTES		194,073
		TOTAL INDIA		194,073
		INDONESIA (1.1%)		
		CORPORATE BONDS & NOTES (1.1%)		
		Perusahaan Listrik Negara PT		
USD	200,000	5.50% due 11/22/21	1.1%	214,500
		TOTAL CORPORATE BONDS & NOTES		214,500
		TOTAL INDONESIA		214,500
		JERSEY, CHANNEL ISLANDS (1.1%)		
		CORPORATE BONDS & NOTES (1.1%)		
		Delphi Automotive PLC		
USD	200,000	4.25% due 01/15/26	1.1	207,065
		TOTAL CORPORATE BONDS & NOTES		207,065
		TOTAL JERSEY, CHANNEL ISLANDS		207,065
		LIBERIA (0.6%)		
		CORPORATE BONDS & NOTES (0.6%)		
		Royal Caribbean Cruises Ltd.		
USD	100,000	5.25% due 11/15/22	0.6	106,875
		TOTAL CORPORATE BONDS & NOTES		106,875
		TOTAL LIBERIA		106,875
		LUXEMBOURG (4.0%)		
		CORPORATE BONDS & NOTES (4.0%)		
		Altice Financing S.A.		
EUR	100,000	5.25% due 02/15/23	0.6	111,804
		Altice Luxembourg S.A.		
EUR	100,000	7.25% due 05/15/22	0.6	112,739
		Glencore Finance Europe S.A.		
EUR	100,000	2.75% due 04/01/21	0.6	111,582
		Intralot Capital Luxembourg S.A.		
EUR	100,000	6.00% due 05/15/21	0.5	104,557
		Lecta S.A.		
EUR	100,000	6.50% due 08/01/23	0.6	107,716
		Monitchem HoldCo 3 S.A.		
EUR	100,000	5.25% due 06/15/21	0.6	108,587
		Swissport Investments S.A.		
EUR	100,000	6.75% due 12/15/21	0.5	114,630
		TOTAL CORPORATE BONDS & NOTES		771,615
		TOTAL LUXEMBOURG		771,615
		MEXICO (1.0%)		
		CORPORATE BONDS & NOTES (1.0%)		
		Cemex SAB de CV		
USD	200,000	5.70% due 01/11/25	1.0	201,500
		CORPORATE BONDS & NOTES		201,500
		TOTAL MEXICO		201,500
		NETHERLANDS (5.7%)		
		CORPORATE BONDS & NOTES (5.7%)		
		Cooperatieve Rabobank UA		
EUR	200,000	6.63% due 12/29/49 ⁽¹⁾	1.2	225,478
		Deutsche Bahn Finance BV		
EUR	300,000	0.88% due 07/11/31	1.5	299,272
		OI European Group BV		
EUR	125,000	3.13% due 11/15/24	0.7	131,051
		Petrobras Global Finance BV		
USD	100,000	8.38% due 05/23/21	0.6	107,750
		Volkswagen International Finance NV		
EUR	100,000	3.75% due 03/29/49 ⁽¹⁾	0.6	106,958

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

NIKKO AM GLOBAL UMBRELLA FUND – Nikko AM Global Credit Fund
Société d'Investissement à Capital Variable
Portfolio of Investments (continued)
As at December 31, 2016

Currency		Security Description	% of Net Assets	Market Value
		FIXED INCOME SECURITIES (93.8%) (continued)		
		NETHERLANDS (5.7%) (continued)		
		CORPORATE BONDS & NOTES (5.7%) (continued)		
EUR	200,000	Vonovia Finance BV 4.00% due 12/29/49 ⁽¹⁾	1.1%	USD 217,373
		TOTAL CORPORATE BONDS & NOTES		1,087,882
		TOTAL NETHERLANDS		1,087,882
		SINGAPORE (1.9%)		
		CORPORATE BONDS & NOTES (1.9%)		
GBP	200,000	Temasek Financial I Ltd. 5.13% due 07/26/40	1.9%	364,016
		TOTAL CORPORATE BONDS & NOTES		364,016
		TOTAL SINGAPORE		364,016
		SOUTH KOREA (1.0%)		
		CORPORATE BONDS & NOTES (1.0%)		
USD	200,000	Busan Bank Co. Ltd. 3.63% due 07/25/26	1.0	184,396
		TOTAL CORPORATE BONDS & NOTES		184,396
		TOTAL SOUTH KOREA		184,396
		SPAIN (0.6%)		
		CORPORATE BONDS & NOTES (0.6%)		
USD	100,000	Telefonica Emisiones SAU 5.46% due 02/16/21	0.6	109,007
		CORPORATE BONDS & NOTES		109,007
		TOTAL SPAIN		109,007
		UNITED ARAB EMIRATES (1.4%)		
		CORPORATE BONDS & NOTES (1.4%)		
USD	200,000	Abu Dhabi National Energy Co. PJSC 3.88% due 05/06/24	1.0	198,744
AUD	100,000	Emirates NBD PJSC 5.75% due 05/08/19	0.4	75,261
		TOTAL CORPORATE BONDS & NOTES		274,005
		TOTAL UNITED ARAB EMIRATES		274,005
		UNITED KINGDOM (2.5%)		
		CORPORATE BONDS & NOTES (2.5%)		
USD	200,000	BP Capital Markets PLC 4.50% due 10/01/20	1.1	214,613
GBP	100,000	HSBC Bank PLC 6.50% due 07/07/23	0.8	151,894
EUR	100,000	OTE PLC 4.38% due 12/02/19	0.6	109,844
		TOTAL CORPORATE BONDS & NOTES		476,351
		TOTAL UNITED KINGDOM		476,351
		UNITED STATES (41.0%)		
		CORPORATE BONDS & NOTES (39.5%)		
USD	300,000	Anheuser-Busch InBev Finance, Inc. 4.70% due 02/01/36	1.7	315,560
USD	200,000	Anheuser-Busch North American Holding Corp. 3.75% due 01/15/22	1.1	208,755
USD	250,000	Apple, Inc. 2.45% due 08/04/26	1.3	234,636
GBP	100,000	3.05% due 07/31/29	0.7	133,354
USD	200,000	AT&T, Inc. 4.50% due 05/15/35	1.0	193,233
USD	100,000	Boyd Gaming Corp. 6.38% due 04/01/26	0.6	107,700
USD	200,000	Burlington Northern Santa Fe LLC 3.65% due 09/01/25	1.1	209,362

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

NIKKO AM GLOBAL UMBRELLA FUND – Nikko AM Global Credit Fund
Société d'Investissement à Capital Variable
Portfolio of Investments (continued)
As at December 31, 2016

Currency		Security Description	% of Net Assets	Market Value	
FIXED INCOME SECURITIES (93.8%) (continued)					
UNITED STATES (41.0%) (continued)					
CORPORATE BONDS & NOTES (39.5%) (continued)					
USD	100,000	Caterpillar, Inc. 3.40% due 05/15/24	0.5%	USD	102,979
USD	200,000	Coca-Cola Co. 2.88% due 10/27/25	1.0		197,364
USD	200,000	Comcast Corp. 2.85% due 01/15/23	1.0		199,481
USD	150,000	Daimler Finance North America LLC 3.30% due 05/19/25	0.8		148,605
USD	100,000	Diageo Investment Corp. 2.88% due 05/11/22	0.5		100,600
USD	100,000	Edgewell Personal Care Co. 4.70% due 05/24/22	0.5		103,000
USD	100,000	Frontier Communications Corp. 8.88% due 09/15/20	0.6		106,500
USD	200,000	General Electric Co. 4.50% due 03/11/44	1.1		214,695
USD	100,000	General Motors Financial Co., Inc. 3.70% due 05/09/23	0.5		98,399
USD	200,000	Goldman Sachs Group, Inc. 3.75% due 02/25/26	1.0		200,588
USD	200,000	Hasbro, Inc. 5.10% due 05/15/44	1.1		202,264
USD	200,000	Home Depot, Inc. 2.63% due 06/01/22	1.0		200,964
USD	200,000	HSBC USA, Inc. 2.35% due 03/05/20	1.0		198,436
USD	100,000	Hughes Satellite Systems Corp. 5.25% due 08/01/26	0.5		98,000
USD	300,000	JPMorgan Chase & Co. 3.88% due 02/01/24	1.7		310,914
USD	200,000	Kimberly-Clark Corp. 2.75% due 02/15/26	1.0		194,866
USD	100,000	L Brands, Inc. 6.75% due 07/01/36	0.5		101,250
USD	100,000	Level 3 Financing, Inc. 5.38% due 08/15/22	0.5		103,250
USD	300,000	Merck & Co., Inc. 2.75% due 02/10/25	1.5		294,559
USD	300,000	MetLife, Inc. 3.00% due 03/01/25	1.5		294,324
USD	300,000	Oracle Corp. 1.90% due 09/15/21	1.5		293,158
USD	300,000	PepsiCo, Inc. 4.25% due 10/22/44	1.7		309,820
USD	200,000	Prologis LP 3.75% due 11/01/25	1.1		204,934
USD	250,000	Reliance Holding USA, Inc. 5.40% due 02/14/22	1.4		270,276
USD	200,000	Simon Property Group LP 3.30% due 01/15/26	1.0		199,012
USD	100,000	Sirius XM Radio, Inc. 5.38% due 04/15/25	0.5		99,500
USD	100,000	Sprint Corp. 7.63% due 02/15/25	0.5		105,125
USD	100,000	Tenet Healthcare Corp. 5.00% due 03/01/19	0.5		97,500
USD	100,000	T-Mobile USA, Inc. 6.00% due 03/01/23	0.5		105,625

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

NIKKO AM GLOBAL UMBRELLA FUND – Nikko AM Global Credit Fund
Société d'Investissement à Capital Variable
Portfolio of Investments (continued)
As at December 31, 2016

Currency	Security Description	% of Net Assets	Market Value
	FIXED INCOME SECURITIES (93.8%) (continued)		
	UNITED STATES (41.0%) (continued)		
	CORPORATE BONDS & NOTES (39.5%) (continued)		
	United Parcel Service, Inc.		
USD	150,000 6.20% due 01/15/38	1.0%	USD 197,330
	Wal-Mart Stores, Inc.		
USD	300,000 5.25% due 09/01/35	2.0	358,807
	Walt Disney Co.		
USD	300,000 0.88% due 07/12/19	1.5	293,969
	Wells Fargo & Co.		
USD	200,000 3.00% due 02/19/25	1.0	192,128
	TOTAL CORPORATE BONDS & NOTES		7,600,822
	GOVERNMENT BONDS (1.5%)		
	U.S. Treasury Bond		
USD	350,000 2.25% due 08/15/46	1.5	294,287
	TOTAL GOVERNMENT BONDS		294,287
	TOTAL UNITED STATES		7,895,109
	TOTAL FIXED INCOME SECURITIES (Cost USD 19,009,056)		18,030,000
	TOTAL TRANSFERABLE SECURITIES QUOTED ON A STOCK EXCHANGE OR DEALT IN ON ANOTHER REGULATED MARKET (Cost USD 19,009,056)	93.8%	USD 18,030,000
	CASH AND OTHER ASSETS IN EXCESS OF LIABILITIES	6.2	1,186,656
	TOTAL NET ASSETS	100.0%	USD 19,216,656

(1) Perpetual Maturity

Foreign Currency Legend

AUD	Australian Dollar
CAD	Canadian Dollar
EUR	Euro
GBP	Great British Pound
USD	US Dollar

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

NIKKO AM GLOBAL UMBRELLA FUND – Nikko AM Global Credit Fund
Société d'Investissement à Capital Variable
Classifications
As at December 31, 2016

Industry	% of Net Assets
Banks	16.4%
Telecommunications	7.4
Oil & Gas	7.2
Beverages	6.8
Insurance	6.0
Sovereign	4.9
Electric	4.8
Media	4.7
Retail	3.5
Engineering & Construction	2.9
REITS	2.1
Real Estate	2.2
Transportation	2.1
Computers	2.0
Auto Manufacturers	1.9
Mining	1.7
Auto Parts & Equipment	1.7
Holding Companies-Diversified	1.6
Pharmaceuticals	1.5
Software	1.5
Chemicals	1.1
Miscellaneous Manufacturer	1.1
Building Materials	1.0
Toys/Games/Hobbies	1.1
Household Products/Wares	1.0
Packaging & Containers	0.7
Apparel	0.6
Forest Products & Paper	0.6
Lodging	0.6
Leisure Time	0.6
Cosmetics/Personal Care	0.5
Machinery-Construction & Mining	0.5
Entertainment	0.5
Hand/Machine Tools	0.5
Healthcare-Services	0.5
Total Investments	93.8%
Cash and other net assets in excess of liabilities	6.2%
Total Net Assets	100.0%

NIKKO AM GLOBAL UMBRELLA FUND – Nikko AM Global Credit Fund
Société d'Investissement à Capital Variable
Classifications (continued)
As at December 31, 2016

Country	% of Net Assets
United States	41.0%
France	9.4
Netherlands	5.7
British Virgin Islands	4.2
Germany	4.2
Luxembourg	4.0
Australia	3.8
United Kingdom	2.5
Cayman Islands	2.3
Singapore	1.9
Denmark	1.8
Hong Kong	1.8
Canada	1.6
United Arab Emirates	1.4
Austria	1.2
Indonesia	1.1
Jersey, Channel Islands	1.1
Mexico	1.0
India	1.0
South Korea	1.0
Spain	0.6
Hungary	0.6
Liberia	0.6
Total Investments	93.8%
Cash and other assets in excess of liabilities	6.2%
Total Net Assets	100.0%

NIKKO AM GLOBAL UMBRELLA FUND – Nikko AM Emerging Markets Local Currency Bond Fund
Société d'Investissement à Capital Variable
Portfolio of Investments
As at December 31, 2016

Currency	Principal Amount	Security Description	% of Net Assets	Market Value
A. TRANSFERABLE SECURITIES QUOTED ON A STOCK EXCHANGE OR DEALT IN ON ANOTHER REGULATED MARKET				
FIXED INCOME SECURITIES (74.3%)⁽¹⁾				
BRAZIL (11.6%)				
GOVERNMENT BONDS (11.6%)				
		Brazil Notas do Tesouro Nacional Serie F		
BRL	1,000,000	10.00% due 01/01/19	5.9%	USD 302,420
BRL	1,000,000	10.00% due 01/01/23	5.7	288,690
TOTAL GOVERNMENT BONDS				591,110
TOTAL BRAZIL				591,110
HUNGARY (5.2%)				
GOVERNMENT BONDS (5.2%)				
		Hungary Government Bond		
HUF	30,000,000	5.50% due 12/20/18	2.2	112,741
HUF	35,700,000	6.00% due 11/24/23	3.0	150,347
TOTAL GOVERNMENT BONDS				263,088
TOTAL HUNGARY				263,088
INDONESIA (10.6%)				
GOVERNMENT BONDS (10.6%)				
		Indonesia Treasury Bond		
IDR	2,350,000,000	6.63% due 05/15/33	3.0	148,228
IDR	1,300,000,000	8.25% due 07/15/21	1.9	98,857
IDR	1,650,000,000	10.50% due 08/15/30	2.8	144,376
IDR	1,650,000,000	11.00% due 09/15/25	2.9	145,054
TOTAL GOVERNMENT BONDS				536,515
TOTAL INDONESIA				536,515
MEXICO (10.4%)				
GOVERNMENT BONDS (10.4%)				
		Mexican Bonos		
MXN	3,200,000	5.00% due 12/11/19	2.9	147,380
MXN	3,400,000	5.75% due 03/05/26	2.9	146,435
MXN	1,900,000	8.50% due 12/13/18	1.9	94,893
MXN	2,700,000	8.50% due 05/31/29	2.7	139,396
TOTAL GOVERNMENT BONDS				528,104
TOTAL MEXICO				528,104
POLAND (10.8%)				
GOVERNMENT BONDS (10.8%)				
		Poland Government Bond		
PLN	650,000	2.00% due 04/25/21	3.0	150,561
PLN	1,250,000	2.50% due 07/25/18	5.9	301,817
PLN	450,000	2.50% due 07/25/26	1.9	97,939
TOTAL GOVERNMENT BONDS				550,317
TOTAL POLAND				550,317
ROMANIA (2.9%)				
GOVERNMENT BONDS (2.9%)				
		Romania Government Bond		
RON	415,000	2.50% due 04/29/19	1.9	98,316
RON	205,000	3.25% due 03/22/21	1.0	49,046
TOTAL GOVERNMENT BONDS				147,362
TOTAL ROMANIA				147,362
RUSSIA (6.9%)				
GOVERNMENT BONDS (6.9%)				
		Russian Federal Bond - OFZ		
RUB	6,500,000	6.40% due 05/27/20	2.0	100,872
RUB	6,500,000	7.00% due 01/25/23	2.0	100,358
RUB	10,000,000	7.05% due 01/19/28	2.9	149,762
TOTAL GOVERNMENT BONDS				350,992
TOTAL RUSSIA				350,992
SOUTH AFRICA (9.1%)				
GOVERNMENT BONDS (9.1%)				
		South Africa Government Bond		
ZAR	2,000,000	6.50% due 02/28/41	2.0	104,056

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

NIKKO AM GLOBAL UMBRELLA FUND – Nikko AM Emerging Markets Local Currency Bond Fund
Société d'Investissement à Capital Variable
Classifications (continued)
As at December 31, 2016

Currency	Principal Amount	Security Description	% of Net Assets	Market Value
		FIXED INCOME SECURITIES (74.3%) (continued)		
		SOUTH AFRICA (9.1%) (continued)		
		GOVERNMENT BONDS (9.1%) (continued)		
ZAR	2,200,000	8.88% due 02/28/35	3.0%	USD 150,977
ZAR	2,600,000	10.50% due 12/21/26	4.1	209,631
		TOTAL GOVERNMENT BONDS		464,664
		TOTAL SOUTH AFRICA		464,664
		TURKEY (6.8%)		
		GOVERNMENT BONDS (6.7%)		
		Turkey Government Bond		
TRY	540,000	6.30% due 02/14/18	2.9	147,155
TRY	380,000	7.40% due 02/05/20	1.9	97,848
TRY	360,000	10.40% due 03/20/24	1.9	97,983
		TOTAL GOVERNMENT BONDS		342,986
		TOTAL TURKEY		342,986
		TOTAL FIXED INCOME SECURITIES (Cost USD 3,710,175)		3,775,138
		TOTAL TRANSFERABLE SECURITIES QUOTED ON A STOCK EXCHANGE OR DEALT IN ON ANOTHER REGULATED MARKET (Cost USD 3,710,175)	74.2%	USD 3,775,138
		CASH AND OTHER ASSETS IN EXCESS OF LIABILITIES	25.8	1,307,215
		TOTAL NET ASSETS	100.0%	USD 5,082,353

(1) All investments are transferable securities admitted to an official exchange listing.

NIKKO AM GLOBAL UMBRELLA FUND – Nikko AM Emerging Markets Local Currency Bond Fund

Société d'Investissement à Capital Variable

Classifications

As at December 31, 2016

Industry	% of Net Assets
Sovereign	74.2%
Total Investments	74.2%
Cash and other net assets in excess of liabilities	25.8%
Total Net Assets	100.0%
Country	% of Net Assets
Brazil	11.6%
Poland	10.8
Indonesia	10.6
Mexico	10.4
South Africa	9.1
Russia	6.9
Turkey	6.7
Hungary	5.2
Romania	2.9
Total Investments	74.2%
Cash and other assets in excess of liabilities	25.8%
Total Net Assets	100.00%

NIKKO AM GLOBAL UMBRELLA FUND
Société d'Investissement à Capital Variable
Notes to Financial Statements
As at December 31, 2016

1. General Information

NIKKO AM GLOBAL UMBRELLA FUND (“the Company”) has been established in Luxembourg as an investment company organized under the laws of the Grand Duchy of Luxembourg as a Société d’Investissement à Capital Variable (SICAV). The Company is submitted to the Part I of the Luxembourg Law of 17 December 2010, as amended relating to Undertakings for Collective Investment (the “2010 Law”) for an unlimited period of time. The European Union Directive 2014/91/EU (known as “Ucits V Directive”) transposed into national law and came into effect on 18 March 2016.

The Company is managed by Nikko Asset Management Luxembourg S.A. (the “Management Company”), a company incorporated under the laws of Luxembourg and which has its registered office in Luxembourg. The Management Company was incorporated on November 29, 2006 as “société anonyme” under the laws of the Grand Duchy of Luxembourg and its articles of incorporation are on file with the Registre de Commerce et des Sociétés in Luxembourg. The Management Company is approved as a management company regulated by chapter 15 of the Law of 17 December 2010, as amended.

The Management Company may on behalf of the Company issue different classes of shares (the “Shares”) which are related to specific pools of assets (each a “Sub-Fund”) established within the Company. In respect of each Sub-Fund, the Management Company pursues a specific investment policy. For the purposes of relations between the Shareholders, each Sub-Fund is deemed to be a separate entity.

The securities and other assets of the Company are segregated from the assets of the Management Company and are managed by the Management Company in the interest of the Shareholders and on their behalf.

Brown Brothers Harriman (Luxembourg) S.C.A. has been appointed as the depositary of the assets of the Company (the “Depositary”) pursuant to the terms of a depositary agreement, as amended from time to time (the “Depositary Agreement”), administrative agent (the “Administrative Agent”), registrar and transfer agent (the “Transfer Agent”) for the Company. The Administrative Agent is responsible for the central administration of the Company and in particular for processing the issuance, redemption and switching of Shares, the determination of the Net Asset Value of the Shares of each Sub-Fund and for the maintenance of accounting records.

The Management Company has appointed, as specified in the Company’s Prospectus, investment managers for each Sub-Fund to manage the assets of the Sub-Funds.

As at December 31, 2016 the Fund consists of eleven Sub-Funds:

Name of the Sub-Fund	Commencement Date
NIKKO AM GLOBAL UMBRELLA FUND - Nikko AM Asia-Pacific ex-Japan Fund	4/1/1996
NIKKO AM GLOBAL UMBRELLA FUND - Nikko AM World Bank Green Fund	2/25/2010
NIKKO AM GLOBAL UMBRELLA FUND - Nikko AM RMB Bond Fund	2/1/2013
NIKKO AM GLOBAL UMBRELLA FUND - Nikko AM Asia Credit Fund	11/2/2012
NIKKO AM GLOBAL UMBRELLA FUND - Nikko AM Global Equity Fund	7/15/2015
NIKKO AM GLOBAL UMBRELLA FUND - Nikko AM Global Multi Asset Fund	3/18/2015
NIKKO AM GLOBAL UMBRELLA FUND - Nikko AM Asia ex-Japan Fund	9/4/2015
NIKKO AM GLOBAL UMBRELLA FUND - Nikko AM Japan Value Fund ⁽¹⁾	2/1/2016
NIKKO AM GLOBAL UMBRELLA FUND - Nikko AM Japan Focus Fund	2/29/2016
NIKKO AM GLOBAL UMBRELLA FUND - Nikko AM Global Credit Fund	8/3/2016
NIKKO AM GLOBAL UMBRELLA FUND - Nikko AM Emerging Markets Local Currency Bond Fund	12/8/2016

(1) On February 2, 2016 Nikko AM Japan Insight Fund merged with Nikko AM Japan Value Fund.

As at December 31, 2016 the following classes were open:

Name of the Sub-Fund	Class	Commencement Date
NIKKO AM GLOBAL UMBRELLA FUND - Nikko AM Asia-Pacific ex-Japan Fund	Class A USD	2/23/2007
NIKKO AM GLOBAL UMBRELLA FUND - Nikko AM Asia-Pacific ex-Japan Fund ⁽²⁾	Class B USD	4/1/1996
NIKKO AM GLOBAL UMBRELLA FUND - Nikko AM Asia-Pacific ex-Japan Fund ⁽²⁾	Class X USD	2/2/2016

(2) On February 2, 2016 Nikko AM Asia-Pacific ex-Japan Fund Class B USD Shares has been renamed as Class X USD Shares.

NIKKO AM GLOBAL UMBRELLA FUND
Société d'Investissement à Capital Variable
Notes to Financial Statements (continued)
As at December 31, 2016

Name of the Sub-Fund	Class	Commencement Date
NIKKO AM GLOBAL UMBRELLA FUND - Nikko AM World Bank Green Fund	Class A CHF	10/3/2012
NIKKO AM GLOBAL UMBRELLA FUND - Nikko AM World Bank Green Fund	Class A EUR	2/18/2014
NIKKO AM GLOBAL UMBRELLA FUND - Nikko AM World Bank Green Fund	Class A GBP	3/22/2010
NIKKO AM GLOBAL UMBRELLA FUND - Nikko AM World Bank Green Fund	Class A USD	2/25/2010
NIKKO AM GLOBAL UMBRELLA FUND - Nikko AM RMB Bond Fund	Class A USD	2/1/2013
NIKKO AM GLOBAL UMBRELLA FUND - Nikko AM RMB Bond Fund	Class B USD	9/2/2013
NIKKO AM GLOBAL UMBRELLA FUND - Nikko AM RMB Bond Fund	Class S JPY	2/1/2013
NIKKO AM GLOBAL UMBRELLA FUND - Nikko AM Asia Credit Fund	Class A EUR	11/2/2012
NIKKO AM GLOBAL UMBRELLA FUND - Nikko AM Asia Credit Fund	Class A USD	11/2/2012
NIKKO AM GLOBAL UMBRELLA FUND - Nikko AM Asia Credit Fund	Class S JPY	12/17/2014
NIKKO AM GLOBAL UMBRELLA FUND - Nikko AM Global Equity Fund	Class A USD	2/22/2016
NIKKO AM GLOBAL UMBRELLA FUND - Nikko AM Global Equity Fund	Class P JPY	4/1/2016
NIKKO AM GLOBAL UMBRELLA FUND - Nikko AM Global Equity Fund	Class U AUD	7/15/2015
NIKKO AM GLOBAL UMBRELLA FUND - Nikko AM Global Multi Asset Fund	Class A USD	2/22/2016
NIKKO AM GLOBAL UMBRELLA FUND - Nikko AM Global Multi Asset Fund	Class P JPY	3/18/2015
NIKKO AM GLOBAL UMBRELLA FUND - Nikko AM Asia ex-Japan Fund	Class A USD	2/22/2016
NIKKO AM GLOBAL UMBRELLA FUND - Nikko AM Asia ex-Japan Fund	Class D EUR	11/9/2016
NIKKO AM GLOBAL UMBRELLA FUND - Nikko AM Asia ex-Japan Fund	Class K EUR	8/4/2016
NIKKO AM GLOBAL UMBRELLA FUND - Nikko AM Asia ex-Japan Fund	Class S JPY	9/4/2015
NIKKO AM GLOBAL UMBRELLA FUND - Nikko AM Japan Value Fund	Class A JPY	2/1/2016
NIKKO AM GLOBAL UMBRELLA FUND - Nikko AM Japan Value Fund	Class X JPY	2/1/2016
NIKKO AM GLOBAL UMBRELLA FUND - Nikko AM Japan Focus Fund	Class A GBP	8/3/2016
NIKKO AM GLOBAL UMBRELLA FUND - Nikko AM Japan Focus Fund	Class A JPY	5/25/2016
NIKKO AM GLOBAL UMBRELLA FUND - Nikko AM Japan Focus Fund	Class S JPY	2/29/2016
NIKKO AM GLOBAL UMBRELLA FUND - Nikko AM Japan Focus Fund	Class U AUD	11/16/2016
NIKKO AM GLOBAL UMBRELLA FUND - Nikko AM Global Credit Fund	Class A USD	8/17/2016
NIKKO AM GLOBAL UMBRELLA FUND - Nikko AM Global Credit Fund	Class S USD	8/3/2016
NIKKO AM GLOBAL UMBRELLA FUND - Nikko AM Emerging Markets Local Currency Bond Fund	Class A USD	12/30/2016
NIKKO AM GLOBAL UMBRELLA FUND - Nikko AM Emerging Markets Local Currency Bond Fund	Class S USD	12/8/2016

The **NIKKO AM GLOBAL UMBRELLA FUND - Nikko AM Asia-Pacific ex-Japan Fund (the "Sub-Fund")** pursues an investment strategy that blends bottom-up fundamental research and top-down views within the context of a centralized decision-making approach. The portfolio is designed to add value by exploiting stock price volatility, divergence of company quality and circumstances across the region. This is captured in the strategy's top-down approach and portfolio construction process.

On behalf of the Sub-Fund, the Management Company has appointed Nikko Asset Management Asia Ltd., as investment manager (the "Investment Manager").

The Sub-Fund offers four classes of shares; Class A shares, Class B shares, Class D shares and Class X shares.

Class A shares are available for subscription and are reserved for Institutional Investors.

Class B shares are available for subscription to all investors.

Class D shares are only available to investors who are approved by the Management Company, including recognized financial intermediaries or institutions which provide fee-based investment advisory services to underlying investors.

Class X shares are closed to subscriptions by new investors, however, they will continue to be available for subscriptions of existing Shareholders.

The **NIKKO AM GLOBAL UMBRELLA FUND - Nikko AM World Bank Green Fund (the "Sub-Fund")** seeks to achieve income and capital growth over the mid to long term through investing in bonds issued in multiple currencies by the World Bank with its main focus on "Green Bonds" (which are bonds issued by the World Bank that support projects in its client countries that meet specific criteria for low carbon development) and/or other bonds issued by the World Bank or World Bank Related Issuers for environmental purposes. For this purpose, "World Bank Related Issuers" means entities for which the World Bank manages or arranges the bond issue process and which are deemed, in the opinion of the Investment Manager, of comparable credit quality to the World Bank at the time of investment. The

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Investment Manager will make currency allocation decisions based on fundamental analysis. The Sub-Fund may also invest in bonds issued by the World Bank and World Bank Related Issuers that are not Green Bonds or bonds issued for environmental purposes.

On behalf of the Sub-Fund, the Management Company has appointed Nikko Asset Management Europe Ltd., as investment manager (the "Investment Manager").

The Sub-Fund offers three classes of shares; Class A shares, Class B shares and Class C shares.

Class A shares are available for subscription and are reserved for Institutional Investors.

Class B shares are available for subscription to all investors.

Class C shares are only available to investors who are approved by the Management Company, including recognized financial intermediaries or institutions which provide fee-based investment advisory services to underlying investors.

The **NIKKO AM GLOBAL UMBRELLA FUND - Nikko AM RMB Bond Fund (the "Sub-Fund")** seeks to provide stable capital appreciation over the medium to long term through seeking exposure to Renminbi ("RMB") and listed and unlisted RMB denominated fixed income instruments. The term "RMB" used herein refers to offshore RMB ("CNH") and not onshore RMB ("CNY").

On behalf of the Sub-Fund, the Management Company has appointed Nikko Asset Management Asia Ltd., as investment manager (the "Investment Manager").

The Sub-Fund offers four classes of shares; Class A shares, Class B shares, Class C shares and Class S shares.

Class A shares are available for subscription and are reserved for Institutional Investors.

Class B shares are available for subscription to all investors.

Class C shares are only available to investors who are approved by the Management Company, including recognized financial intermediaries or institutions which provide fee-based investment advisory services to underlying investors.

Class S Shares are reserved to Institutional Investors approved by the Management Company.

The **NIKKO AM GLOBAL UMBRELLA FUND - Nikko AM Asia Credit Fund (the "Sub-Fund")** is to generate total return from the capital appreciation and income of investments in mainly USD denominated fixed income securities issued by sovereigns, quasi-sovereigns, supranationals and companies in the Asian region. The Asian region consists of but is not limited to countries such as China, Hong Kong SAR, Indonesia, India, South Korea, Malaysia, Philippines, Pakistan, Singapore, Thailand, Taiwan and Vietnam.

On behalf of the Sub-Fund, the Management Company has appointed Nikko Asset Management Asia Ltd., as investment manager (the "Investment Manager").

The Sub-Fund offers four classes of shares; Class A shares, Class B shares, Class D shares and Class S shares.

Class A shares are available for subscription and are reserved for Institutional Investors.

Class B shares are available for subscription to all investors.

Class D shares are only available to investors who are approved by the Management Company, including recognized financial intermediaries or institutions which provide fee-based investment advisory services to underlying investors.

Class S Shares are reserved for Institutional Investors approved by the Management Company.

The **NIKKO AM GLOBAL UMBRELLA FUND - Nikko AM Global Equity Fund (the "Sub-Fund")** seeks to achieve a long term capital growth primarily through investments in equity securities listed and traded on the stock exchanges in countries included in the developed and emerging markets as defined by MSCI.

On behalf of the Sub-Fund, the Management Company has appointed Nikko Asset Management Europe Ltd., as investment manager (the "Investment Manager").

The Sub-Fund offers six classes of shares; Class A shares, Class B shares, Class D shares, Class P shares, Class U shares and Class S shares.

Class A shares are available for subscription and are reserved for Institutional Investors.

Class B shares are available to all investors.

Class D shares are only available to investors who are approved by the Management Company, including recognized financial intermediaries or institutions which provide fee-based investment advisory services to underlying investors.

Class P shares and Class U shares are reserved to collective investment vehicles managed by the affiliates of the Management Company.

Class S shares are reserved for Institutional Investors approved by the Management Company.

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The **NIKKO AM GLOBAL UMBRELLA FUND - Nikko AM Global Multi Asset Fund (the "Sub-Fund")** seeks a total return over the medium to longer term primarily investing in global equities and global fixed income securities directly, or indirectly through investment funds or financial derivative instruments. The Sub-Fund may also gain exposure to currencies and alternative assets classes such as (i) real estate through Real Estate Investment Trusts ("REITs"), and (ii) commodities via financial derivative instruments on indices in accordance with Grand Ducal Regulation of 8 February 2008 or through investment funds such as Exchange Traded Funds ("ETFs").

On behalf of the Sub-Fund, the Management Company has appointed Nikko Asset Management Asia Ltd., as investment manager (the "Investment Manager").

The Sub-Fund offers five classes of shares; Class A shares, Class B shares, Class D shares, Class P shares and Class S shares.

Class A shares are available for subscription and are reserved for Institutional Investors.

Class B shares are available for subscription to all investors.

Class D shares are only available to investors who are approved by the Management Company, including recognized financial intermediaries or institutions which provide fee-based investment advisory services to underlying investors.

Class P Shares are reserved for collective investment vehicles managed by the affiliates of the Management Company.

Class S Shares are reserved for Institutional Investors approved by the Management Company.

The **NIKKO AM GLOBAL UMBRELLA FUND - Nikko AM Asia ex-Japan Fund (the "Sub-Fund")** pursues an investment strategy that blends bottom-up fundamental research and top-down views. The Sub-Fund is designed to add value by its focus on fundamental research. The Sub-Fund is a multi-country fund for those investors who wish to invest in Asia (ex-Japan). The investment universe includes, but is not limited to, Taiwan, China, Hong Kong, Singapore, Malaysia, Thailand, Indonesia, the Philippines, India and Korea. Equity securities held by the Sub-Fund may include common stocks, preferred shares, convertible securities, warrants, depositary receipts, REITs and ETFs.

On behalf of the Sub-Fund, the Management Company has appointed Nikko Asset Management Asia Ltd., as investment manager (the "Investment Manager").

The Sub-Fund offers five classes of shares; Class A shares, Class B shares, Class D shares, Class K shares and Class S shares.

Class A shares are available for subscription and are reserved for Institutional Investors

Class B shares are available for subscription to all investors.

Class D shares are only available to investors who are approved by the Management Company, including recognized financial intermediaries or institutions which provide fee-based investment advisory services to underlying investors.

Class K shares and Class S shares are reserved to Institutional Investors approved by the Management Company.

The **NIKKO AM GLOBAL UMBRELLA FUND - Nikko AM Japan Value Fund (the "Sub-Fund")** seeks to achieve its investment objective through capital appreciation and dividends by primarily investing in Japanese companies listed on the Tokyo Stock Exchange. The Sub-Fund in normal market conditions will follow a value strategy, investing in companies identified as mispriced based on fundamental research. Where circumstances are appropriate, the Sub-Fund may hold ancillary liquid assets in current or deposit accounts or in regularly traded short term Money Market Instruments denominated in JPY or other currency than JPY issued or guaranteed by highly rated institutions and having a remaining maturity of less than twelve (12) months.

On behalf of the Sub-Fund, the Management Company has appointed Nikko Asset Management Co., as investment manager (the "Investment Manager").

The Sub-Fund offers seven classes of shares; Class A shares, Class B shares, Class D shares, Class P shares, Class U shares, Class S shares and Class X shares.

Class A shares are available for subscription and are reserved to Institutional Investors.

Class B shares are available for subscription to all investors.

Class D shares are only available to investors who are approved by the Management Company, including recognized financial intermediaries or institutions which provide fee-based investment advisory services to underlying investors.

Class P Shares and Class U shares are reserved to collective investment vehicles managed by the affiliates of the Management Company.

Class S Shares are reserved to Institutional Investors approved by the Management Company.

Class X shares are closed to subscriptions by new investors, however, they will continue to be available for subscriptions of existing Shareholders.

The **NIKKO AM GLOBAL UMBRELLA FUND - Nikko AM Japan Focus Fund (the "Sub-Fund")** seeks to achieve a long term capital appreciation. The Sub-Fund will seek to achieve its investment objective by investing in a relatively concentrated portfolio of Japanese

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companies. Companies will be selected based upon fundamental research and analysis of their prospects for potential Shareholder returns.

Where circumstances are appropriate, the Sub-Fund may hold ancillary liquid assets in current or deposit accounts or in regularly traded short term Money Market Instruments denominated in JPY or other currency than JPY issued or guaranteed by highly rated institutions and having a remaining maturity of less than twelve (12) months.

On behalf of the Sub-Fund, the Management Company has appointed Nikko Asset Management Co., as investment manager (the "Investment Manager").

The Sub-Fund offers six classes of shares; Class A shares, Class B shares, Class D shares, Class P shares, Class U shares and Class S shares.

Class A shares are available for subscription and are reserved for Institutional Investors.

Class B shares are available for subscription to all investors.

Class D shares are only available to investors who are approved by the Management Company, including recognized financial intermediaries or institutions which provide fee-based investment advisory services to underlying investors.

Class P Shares and Class U shares are reserved for collective investment vehicles managed by the affiliates of the Management Company.

Class S Shares are reserved for Institutional Investors approved by the Management Company.

The **NIKKO AM GLOBAL UMBRELLA FUND - Nikko AM Global Credit Fund (the "Sub-Fund")** seeks to achieve a positive return over the medium to long term derived through income and capital growth, while managing the volatility of the absolute value of the Sub-Fund. The Sub-Fund will invest in bonds, including fixed income and floating rate securities, directly or indirectly through financial derivative instruments and investment funds. The Sub-Fund may invest in debt securities issued by companies, governments, government agencies and supra-nationals located across the globe, including the Americas, Asia and Europe.

On behalf of the Sub-Fund, the Management Company has appointed Nikko Asset Management Europe Ltd., as investment manager (the "Investment Manager").

The Sub-Fund offers five classes of shares; Class A shares, Class B shares, Class P shares, Class S shares and Class U shares.

Class A shares are available for subscription and are reserved for Institutional Investors.

Class B shares are available for subscription to all investors.

Class P shares are available for collective investment vehicles managed by the affiliates of the Management Company.

Class S Shares are reserved for Institutional Investors approved by the Management Company.

Class U Shares are reserved for collective investment vehicles managed by the affiliates of the Management Company.

The **NIKKO AM GLOBAL UMBRELLA FUND - Nikko AM Emerging Markets Local Currency Bond Fund (the "Sub-Fund")** seeks to achieve a positive long term total return by investing in emerging market bonds denominated in local currencies in order to provide a combination of income and capital appreciation. The Sub-Fund will invest primarily in bonds issued in local currencies by governments, their agencies and instrumentalities, and companies in emerging markets; and bonds issued in emerging market local currencies by supranational organisations. The Sub-Fund may also invest on an ancillary basis in sovereign debt securities denominated in major currencies and bonds issued in non-local currencies by governments, their agencies and instrumentalities, and companies in emerging markets.

The Emerging Market region refers in general to countries with relatively low gross national product per capita. Emerging market countries include, but are not limited to countries such as Brazil, Chile, China, India, Indonesia, Mexico, Russia, South Korea, Turkey, United Arab Emirates and Venezuela.

On behalf of the Sub-Fund, the Management Company has appointed Nikko Asset Management Europe Ltd., as investment manager (the "Investment Manager").

The Sub-Fund offers six classes of shares; Class A shares, Class B shares, Class D shares, Class P shares, Class U shares, Class S shares

Class A shares are available for subscription and are reserved to Institutional Investors.

Class B shares are available for subscription to all investors.

Class D shares are only available to investors who are approved by the Management Company, including recognized financial intermediaries or institutions which provide fee-based investment advisory services to underlying investors.

Class P Shares and Class U shares are reserved to collective investment vehicles managed by the affiliates of the Management Company.

Class S Shares are reserved to Institutional Investors approved by the Management Company.

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2. Significant Changes during the Period

On February 2, 2016 Nikko AM Japan Insight Fund merged with Nikko AM Japan Value Fund. The merger took place as follows:

Absorbed Nikko AM Japan Insight Fund's share classes	Absorbing Nikko AM Japan Value Fund's share classes	Exchange Ratio
Class A JPY	Class A JPY	0.93686907
Class B JPY	Class X JPY	0.92509467
Class S JPY	Class S JPY	0.86862567

The European Union Directive 2014/91/EU (known as "UCITS V Directive") was transposed into national law and came into effect on 18 March 2016.

A UCITS V Depositary Agreement was signed with BBH, effective from 18 March 2016. As a result, the Custodian is hereinafter referred to as the Depositary.

Swing pricing has been implemented on 18 August 2016.

3. Significant Accounting Policies

(a) Presentation of Financial Statements

The financial statements are presented in accordance with Luxembourg legal and regulatory requirements. The preparation of financial statements, in accordance with Luxembourg requirements, requires management to make estimates and assumptions that affect the reported amounts and disclosures in the financial statements. Actual results could differ from those estimates.

(b) Determination of Net Asset Value per Share

The Net Asset Value ("NAV") per Share of each Sub-Fund is expressed in its currency of denomination. The NAV per Share of each Class of each Sub-Fund is calculated in the currency of the Sub-Fund on each valuation day ("Valuation Day") at the valuation point, which is the time, in New York City, as of which the New York financial markets for publicly-traded instruments close for "regular trading" on the relevant Valuation Day.

(c) Cash

Cash and other liquid assets are valued at their face value with interest accrued to the end of the Valuation Day.

(d) Valuation of the Investments in Securities and Financial Derivative Instruments

The assets of each Sub-Fund were valued as follows:

Securities and/or financial derivative instruments which are quoted or dealt in on any stock exchange shall be based on the last available closing price and each security traded on any other organized market shall be valued in a manner as similar as possible to that provided for quoted securities. For securities for which trading on the relevant stock exchanges is thin and secondary market trading is done between dealers who, as main market makers, offer prices in response to market conditions, the Management Company may decide to value such securities in line with the prices established.

For non-quoted securities or securities not traded or dealt in on any stock exchange or other organized market, as well as quoted or non-quoted securities on such other market for which no valuation price is available, or securities for which the quoted prices are not representative of the fair value, the value thereof shall be determined prudently and in good faith by the Management Company on the basis of foreseeable sales prices.

Financial derivative instruments which are not listed or traded on a regulated market are valued at their estimated market value in a reliable and verifiable manner, in accordance with market practice.

Shares or units in underlying open-ended investment funds shall be valued at their last available NAV reduced by any applicable charges.

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In the event that extraordinary circumstances render such a valuation impracticable or inadequate, the Management Company is authorized, prudently and in good faith, to follow other rules in order to achieve a fair valuation of the assets of the Sub-Fund.

(e) Securities Transactions and Investment Income

Securities transactions are recorded as of trade date for financial reporting purposes. Realized gains and losses from securities sold are recorded on the identified cost basis. Dividend income, net of any applicable withholding tax, is recorded on the ex-dividend date. Interest income, including discount and amortization of premiums, is recorded daily on an accrual basis, net of any applicable withholding tax.

(f) Distribution Policy

Each year the Management Company may decide to distribute all available income as well as all other distributable items allowed by Luxembourg investment fund laws consisting, in addition of net income, of gains (realized or unrealized) or of capital as a distribution to the Shareholders, as long as and to the extent that the minimum sum of net assets of each Sub-Fund prescribed by Luxembourg law or its foreign equivalent is maintained. Distributions to Shareholders may be paid only if the net assets of the Company do not fall below the equivalent in USD of EUR 1,250,000. Annual distributions may be declared separately in respect of each Class of each Sub-Fund by the Management Company. Interim distributions may be paid at any time of the year as deemed appropriate upon a decision of the Management Company in relation to any of the Classes of each Sub-Fund.

Entitlement to distributions and allocations not claimed within 5 years if the due date shall be forfeited and the corresponding assets shall revert to the relevant Sub-Fund of the Company.

(g) Foreign Exchange Transactions and Translations

The combined financial statements are expressed in USD, the relevant currency of the Company, and the financial statements of the Sub-Funds are expressed in the relevant base currency. The applicable exchange rates prevailing at the end of the year are used to translate currencies other than USD into USD for the Combined Statement of Net Assets at year end. The exchange rate as at December 31, 2016 is used to translate the foreign currency amounts in the Combined Statement of Operations and Changes in Net Assets into USD.

Fluctuations in the value of currency holdings and other assets and liabilities resulting from changes in exchange rates are recorded as unrealized foreign currency gains or losses. Realized gains or losses and unrealized appreciation or depreciation on investment securities and income and expenses are translated on the respective dates of such transactions. The effects of changes in foreign currency exchange rates on investments in securities are not segregated on the Statements of Operations and Changes in Net Assets from the effects of changes in market prices of those securities, but are included with the net realized and unrealized gain or loss on investments. The following table reflects the exchange rates used at December 31, 2016 for each of the above referenced statements:

USD vs. AUD	0.724100
USD vs. CHF	0.983913
USD vs. EUR	1.054750
USD vs. GBP	1.235650
USD vs. JPY	0.008574

(h) Forward Foreign Currency Exchange Contracts

Each Sub-Fund may enter into forward foreign currency exchange contracts in connection with settling planned purchases or sales of securities to hedge the currency exposure associated with some or all of a Sub-Fund's securities or classes of shares as a part of an investment strategy. The market value of a forward foreign currency exchange contract fluctuates with changes in foreign currency exchange rates. Forward foreign currency exchange contracts are marked-to-market daily and the change in value is recorded by a Sub-Fund as unrealized gain or loss. A realized gain or loss is equal to the difference between the value of the contract at the time it was opened and the value at the time that the contract was settled.

(i) Options

A purchaser of a put option has the right, but not the obligation, to sell the underlying instrument at an agreed upon price ("strike price") to the option seller. A purchaser of a call option has the right, but not the obligation, to purchase the underlying instrument at the strike price from the option seller.

Purchased Options Premiums paid by a Sub-Fund for purchased options are included in Investments in securities, at market value in the Statement of Net Asset. The option is adjusted daily to reflect the current market value of the purchased option and the change is recorded as net change in unrealized appreciation/(depreciation) on investments in the Statement of Operations and Changes in Net Assets. If the option is allowed to expire, a Sub-Fund will lose the entire premiums it paid and record a realized loss for the premium amount.

Written Options Premiums received by a Sub-Fund for written options are included in the Statement of Net Assets. The amount of the liability is adjusted daily to reflect the current market value of the written option and the change in market value is recorded as net change in unrealized appreciation/(depreciation) on written options in the Statement of Operations and Changes in Net Assets. Premiums received from written options that expire are treated as realized gains. A Sub-Fund records a realized gain or loss on written options based on whether the cost of the closing transaction exceeds the premiums received.

(j) Futures Contracts

A futures contract is a firm commitment to buy or sell a specified quantity of a standardized amount of deliverable grade security, commodity or cash at a standardized price and specified future date, unless the contract is closed before the delivery date. Initial margin deposits are made to the broker upon entering into futures contracts. During the period the futures contract is open, changes in the value of the contract are recognized as unrealized appreciation or depreciation by "marking-to-market" on a daily basis to reflect the market value of the contract at the end of each day's trading. Variation margin payments are made or received, depending upon whether unrealized appreciation or depreciation is incurred. When the contract is closed, a realized gain or loss is recorded. This realized gain or loss is equal to the difference between the proceeds from (or cost of) the closing transaction and the Sub-Fund's basis in the contract.

(k) Total return swaps

All Sub-Funds may invest in TRS subject to the derivatives policy restrictions stated in the Prospectus and in the relevant Annex for such Sub-Fund and the counterparty agree to exchange payments (periodically throughout the life of the contract) where one or both parties pay the returns generated by a security, index, commodities, or instruments on an agreed upon notional amount. The relevant indices include, but are not limited to, currencies, interest rates, prices and total return on interest rates indices, fixed income indices and stock indices.

Total Return Swaps are marked to market based on the valuation elements laid down in the contract, and are obtained from third party pricing agents, market makers or internal models.

(l) Organizational Expenses

The organization expenses of the Sub-Fund are costs incurred by each Sub-Fund during its formation. Organization expenses are amortized on a straight-line basis over a maximum five year period for all Sub-Funds.

4. Management Fees

The Management Company, being a related party, is entitled to receive fees out of the assets of each Sub-Fund for management, advisory, or other services conducted on behalf of the Company. In addition, any performance-linked fee, if applicable, may be deducted as fully specified in the Company's organizational documents. Management fees for each Sub-Fund are calculated as follows:

- *Nikko AM Asia-Pacific ex-Japan Fund*

The Management Company is entitled to receive a fee calculated and payable monthly at the rate of 0.75%, 1.50%, 0.75% and 0.75% for Class A, Class B, Class D and Class X respectively.

- *Nikko AM World Bank Green Fund*

The Management Company is entitled to receive a fee calculated and payable monthly at the rate of 0.45%, 0.80% and 0.45% for Class A, Class B and Class C respectively.

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- *Nikko AM RMB Bond Fund*

The Management Company is entitled to receive a fee calculated and payable monthly at the rate of 0.50%, 0.80%, 0.50%, and 0.50% for Class A, Class B, Class C and Class S respectively.

- *Nikko AM Asia Credit Fund*

The Management Company is entitled to receive a fee calculated and payable monthly at the rate of 0.45%, 1.00%, 0.45%, 0.20% for Class A, Class B, Class D and Class S respectively

- *Nikko AM Global Equity Fund*

The Management Company is entitled to receive a fee calculated and payable monthly at the rate of 0.75%, 1.50%, 0.75%, 0.00%, 0.00% and 0.20% for Class A, Class B, Class D, Class P, Class U and Class S respectively.

- *Nikko AM Global Multi Asset Fund*

The Management Company is entitled to receive a fee calculated and payable monthly at the rate of 0.65%, 1.50%, 0.65%, 0.10% and 0.20% for Class A, Class B, Class D, Class P and Class S respectively.

- *Nikko AM Asia ex-Japan Fund*

The Management Company is entitled to receive a fee calculated and payable monthly at the rate of 0.65%, 1.50%, 0.65%, 0.375% and 0.20% for Class A, Class B, Class D, Class K and Class S respectively.

- *Nikko AM Japan Value Fund*

The Management Company is entitled to receive a fee calculated and payable monthly at the rate of 0.75%, 1.50%, 0.75%, 0.00%, up to 0.50%, 0.20% and 0.75% for Class A, Class B, Class D, Class P, Class U, Class S and Class X respectively.

- *Nikko AM Japan Focus Fund*

The Management Company is entitled to receive a fee calculated and payable monthly at the rate of 0.75%, 1.50%, 0.75%, 0.00%, up to 0.50% and 0.20% for Class A, Class B, Class D, Class P, Class U and Class S respectively.

- *Nikko AM Global Credit Fund*

The Management Company is entitled to receive a fee calculated and payable monthly at the rate of 0.40%, 0.80%, 0.20%, up to 0.60% and up to 0.50%, for Class A, Class B, Class S, Class P and Class U respectively.

- *Nikko AM Emerging Markets Local Currency Bond Fund*

The Management Company is entitled to receive a fee calculated and payable monthly at the rate of 0.45%, 1.20%, 0.45%, up to 0.60%, up to 0.50% and up to 0.45% for Class A, Class B, Class D, Class P, Class U and Class S respectively.

- *Nikko AM Japan Insight Fund⁽¹⁾*

The Management Company was entitled to receive a fee calculated and payable monthly at the rate of 0.75%, 0.75%, 1.50%, 0.75%, 0.50% and 0.20% for Class A, Class B, Class C, Class D, Class U and Class S respectively.

(1) On February 2, 2016 Nikko AM Japan Insight Fund merged with Nikko AM Japan Value Fund. Rates applied up to the date of the end of activity of share classes.

5. Depositary and Administrative Agent Fees

The Depositary Bank is entitled to receive fees out of each Sub-Fund calculated and payable monthly at fixed rates per annum based on the market value of investments held in different countries by each Sub-Fund during the relevant month plus fiduciary and safekeeping fees.

The Administrative Agent Fees comprise:

(i) A fee for Fund Accounting, Fund Administration and Compliance services. This fee is paid out of each Sub-Fund's assets at the rate of 0.05% per annum of net assets, subject to an annual minimum fee of USD 48,000 per Sub-Fund, per annum. Such annual minimum will be waived for the first twelve months after the Umbrella Fund conversion.

(ii) A fee for Domiciliation and Corporate Agency services. This fee is calculated in accordance with the agreed fee schedule.

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6. Transfer Agent Fees

The Transfer Agent is entitled to receive out of each Sub-Fund an annual register maintenance fee of EUR 4,810 plus additional fees for transactions. These fees are payable monthly.

7. Taxe d'abonnement

The Company is not liable to any Luxembourg income or corporation tax. However, the Company is liable in Luxembourg to a tax of 0.05% of its net assets at the end of the relevant quarter. The Sub-Funds are subject to Luxembourg law with respect to its tax status. The rate is reduced to 0.01% per annum, in respect of the Sub-Funds the Shares of which comprises only of Institutional Investors and is payable quarterly and calculated on the basis of the Sub-Funds Shares.

8. Transaction Costs Depositary and Transaction Fees

Transaction costs are the costs incurred by a Sub-Fund in connection with transactions on its portfolio of investments. These costs are both incremental and directly attributable to the acquisition, issue or disposal of financial assets and liabilities, with incremental costs being those that would not have been incurred if the Sub-Fund had not entered into the transaction. These costs comprise fees and commissions paid to depositary, agents, advisers, brokers and dealers, and any taxes associated with the transaction.

9. Reimbursement from Manager

The Management Company voluntarily capped the Total Expenses ratio of each Sub-fund for the year ending 31 December 2016. Any Expenses in excess of this cap is reimbursed by the Management Company to the Fund. The amount is reflected in the caption "Reimbursement due from Manager" in the Statement of Net Assets and in the caption "Reimbursement from Manager" in the Statement of Operation and Changes in the Net Assets.

At its discretion, the Management Company can decide to vary or cease the voluntary fees cap.

10. Swing Pricing

A Sub-Fund may suffer a reduction in value, known as "dilution" when trading the underlying investments as a result of net inflows or net outflows of the respective Sub-Fund. This is due to transaction charges and other costs that may be incurred by liquidating and purchasing the underlying assets and the spreads between the buying and selling prices.

In order to counter this effect and to protect Shareholders' interests, the Company may adopt a swing pricing mechanism as part of its valuation policy. This means that in certain circumstances the Company may make adjustments to the net asset value per Share to counter the impact of dealing and other costs on occasions when these are deemed to be significant.

10. Dividends

The Board of Directors decided to distribute the following dividends for the Sub-Funds below:

Name of the Sub-Fund	Ex-Date	Currency	Dividend per Share	Dividend per Share in USD
NIKKO AM GLOBAL UMBRELLA FUND - Nikko AM World Bank Green Fund Class A CHF	2/29/2016	CHF	0.5000000	0.5020080
NIKKO AM GLOBAL UMBRELLA FUND - Nikko AM World Bank Green Fund Class A EUR	2/29/2016	EUR	0.3300000	0.3585615
NIKKO AM GLOBAL UMBRELLA FUND - Nikko AM World Bank Green Fund Class A GBP	2/29/2016	GBP	0.2600000	0.3623360
NIKKO AM GLOBAL UMBRELLA FUND - Nikko AM World Bank Green Fund Class A USD	2/29/2016	USD	0.3500000	0.3500000

NIKKO AM GLOBAL UMBRELLA FUND
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11. Futures Contracts, Swaps and Forward Foreign Currency Exchange Contracts

Futures Contracts

At year end, the Sub-Fund Nikko AM Global Multi Asset Fund has entered into the following futures contracts:

CCY	Number of Contracts Bought/(Sold)	Underlying	Exchange	Expiration Date	Notional Commitment	Unrealized Appreciation/ (Depreciation)
			Chicago Board Options Exchange			
USD	18	CBOE Volatility Index VIX April Futures	Exchange	4/19/2017	USD 333,500	USD (1,850)
EUR	(6)	Euro-BTP March Futures	Eurex Deutschland	3/8/2017	(838,526)	(17,783)
GBP	(5)	FTSE 100 Index March Futures	ICE Futures U.S.	3/17/2017	(420,770)	(14,797)
GBP	10	FTSE 250 Index March Future	ICE Futures U.S.	3/17/2017	435,060	9,935
EUR	30	SX5E Dividend FUT December Futures	Eurex Exchange	12/21/2018	322,817	45,502
JPY	(3)	TOPIX March Futures	Osaka Exchange	3/9/2017	(379,646)	(10,803)
JPY	20	TOPIX-Banks Index March Future	Osaka Exchange	3/9/2017	323,574	1,543
USD	8	US 10YR NOTE (CBT) March Futures	Chicago Board of Trade	3/22/2017	997,765	(3,516)
EUR	(125)	VSTOXX Mini April Futures	Eurex Exchange	4/19/2017	(330,564)	(4,319)
Total					USD 443,210	USD 3,912

Swaps

At year-end, the Sub-Fund Nikko AM Global Multi Asset Fund has entered into the following swaps contracts:

Quantity	Security Description	Counterparty	Amount (Notional)	Settlement date	Unrealized Gain/(Loss)
(493,343)	Goldman Sachs Gamma Hedge US Series 32, Excess Return Strategy	Goldman Sachs	500,000	01/04/18	USD (1,123)

Forward Foreign Currency Exchange Contracts

At year-end, the Sub-Fund Nikko AM Global Credit Fund has entered into the following forward foreign currency exchange contracts:

Settlement Date	Counterparty	CCY Purchased	Amount Bought	CCY Sold	Amount Sold	Unrealized Appreciation/ (Depreciation)
02/16/2017	Royal Bank of Canada	USD	765,800	EUR	(711,000)	USD 14,215
01/12/2017	Standard Chartered Bank	JPY	26,400,000	USD	(231,976)	(5,480)
01/23/2017	Standard Chartered Bank	USD	190,000	AUD	(262,069)	335
						USD 9,070

The total commitment on open forward foreign currency exchange contracts at year-end amounts to USD 723,823.

NIKKO AM GLOBAL UMBRELLA FUND
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Forward Foreign Currency Exchange Contracts

At year-end, the Sub-Fund Nikko AM Asia Ex Japan Fund has entered into the following forward foreign currency exchange contracts:

Settlement Date	Counterparty	CCY Purchased	Amount Bought	CCY Sold	Amount Sold	Unrealized Appreciation/ (Depreciation)
01/03/2017	Brown Brothers Harriman & Co	EUR	2,551	USD	(2,672)	USD 19
01/03/2017	Brown Brothers Harriman & Co	EUR	17,503	USD	(18,333)	129
01/04/2017	Brown Brothers Harriman & Co	EUR	8	USD	(8)	0
01/04/2017	Brown Brothers Harriman & Co	EUR	3,728	USD	(3,902)	30
01/04/2017	Brown Brothers Harriman & Co	EUR	3,895	USD	(4,076)	32
01/05/2017	Brown Brothers Harriman & Co	EUR	71	USD	(74)	1
01/05/2017	Brown Brothers Harriman & Co	EUR	6,314	USD	(6,571)	89
01/03/2017	Brown Brothers Harriman & Co	USD	85	EUR	(81)	(1)
Total						USD 299

The total commitment on open forward foreign currency exchange contracts at year-end amounts to USD (35,550).

Forward Foreign Currency Exchange Contracts

At year-end, the Sub-Fund Nikko AM Global Multi Asset Fund has entered into the following forward foreign currency exchange contracts:

Settlement Date	Counterparty	CCY Purchased	Amount Bought	CCY Sold	Amount Sold	Unrealized Appreciation/ (Depreciation)
03/10/2017	Brown Brothers Harriman & Co	USD	504,175	EUR	(475,200)	USD 1,333
03/10/2017	Brown Brothers Harriman & Co	USD	663,685	AUD	(892,800)	18,238
03/10/2017	ING Bank N.V.	RUB	21,790,000	USD	(334,177)	17,983
03/10/2017	ING Bank N.V.	USD	666,890	NZD	(941,000)	12,085
03/10/2017	JP Morgan Chase & Co.	AUD	897,400	USD	(667,139)	(18,366)
03/10/2017	JP Morgan Chase & Co.	USD	406,805	GBP	(319,800)	11,004
03/10/2017	JP Morgan Chase & Co.	USD	333,541	AUD	(448,700)	9,155
03/10/2017	JP Morgan Chase & Co.	USD	494,613	ZAR	(6,955,500)	(7,816)
03/10/2017	JP Morgan Chase & Co.	INR	11,410,000	USD	(166,594)	309
03/10/2017	JP Morgan Chase & Co.	USD	494,613	ZAR	(6,955,500)	(7,816)
03/10/2017	JP Morgan Chase & Co.	INR	22,770,000	USD	(330,921)	2,153
03/10/2017	JP Morgan Chase & Co.	NOK	2,836,000	USD	(334,902)	(5,284)
03/10/2017	JP Morgan Chase & Co.	SEK	4,643,400	USD	(505,028)	8,056
03/10/2017	JP Morgan Chase & Co.	USD	338,769	GBP	(266,300)	9,182
03/10/2017	JP Morgan Chase & Co.	USD	499,696	JPY	(56,469,800)	13,957
03/10/2017	Standard Chartered Bank	USD	945,702	KRW	(1,110,613,500)	26,085
03/10/2017	Standard Chartered Bank	ZAR	3,510,500	USD	(252,305)	1,275
03/10/2017	Standard Chartered Bank	ZAR	3,510,500	USD	(252,305)	1,275
03/10/2017	Standard Chartered Bank	USD	89,008	RUB	(5,790,000)	(4,568)
Total						USD 88,240

The total commitment on open forward foreign currency exchange contracts at year-end amounts to USD 2,594,128.

12. Subsequent Events

Nikko AM Emerging Markets Multi Asset Fund was launched on April 7, 2017 with an investment in class S JPY.

Remuneration Policy

Nikko Asset Management Luxembourg S.A.'s remuneration policy and practices reflect our objectives of good corporate governance and sustained, long-term value creation for our shareholders. The remuneration policy and practices also aim to promote sound and effective risk management.

The Company's Management currently consists of a Board comprised of four (4) officers, who have delegated the day-to-day business to three (3) Conducting Officers.

Remuneration of the Board of Directors

Three of the Directors are employed by the Nikko Group, one Director is independent. The Nikko-related Directors are not remunerated by the Company for their positions as Board members of the Company. The other Director is independent and is remunerated by the Company and receives a fixed annual directorship fee of EUR 40,000.

Remuneration of the Conducting Officers

Two of the Conducting Officers are independent from the Nikko Group and are remunerated by the Company. They receive a fixed annual fee of EUR 45,000. The Nikko-related Conducting Officer is not remunerated by the Company for her position as a Conducting Officer of the Company.

Neither the Directors nor the Conducting Officers receive any remuneration other than fixed fees in respect of activities in relation to the Company (i.e. no variable component).

The remuneration of the Directors and of the Conducting Officers has been negotiated at normal arm's length rates for the type of services provided. The structure and amount of the remunerations does not, in the opinion of the Directors, lead to any conflicts of interest other than those which are otherwise inherent in their positions with the Company.

Corporate Governance

The Board of Directors is responsible for monitoring compliance with the Remuneration Policy on an annual basis or when deemed appropriate.

Global Exposure

The Management Company employs the standard commitment approach to comply with the CSSF Circular 11/512 which requires each UCITS Fund to calculate its global risk exposure. The standard commitment approach requires the Investment Manager to convert each financial derivative instrument position into the market value of an equivalent position in the underlying asset of that financial derivative taking account of the netting and hedging arrangements.

The Sub-Funds' total commitments to financial derivative instruments is limited to 100% of its total net asset value, with the exception of Nikko AM Multi Asset Fund that follows the absolute VAR approach. The % of VaR as at closing date (December 31, 2016) is 2.95%

Securities Financing Transaction Regulation

Securities Financing Transaction Regulation ("SFTR") came into force on January 12, 2016 and introduces reporting requirements for securities financing transactions ("SFTs") and total return swaps.

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

- a repurchase/reverse repurchase agreement
- securities or commodities lending and securities or commodities borrowing
- a buy-sell back transaction or sell-buy back transaction, or
- a margin lending transaction

As at December 31, 2016 the Sub-Fund held total return swaps as types of instruments under the scope of the SFTR.

(a) Global Data

The amount of assets across all SFTs and total return swaps as at December 31, 2016 is as follows:

Nikko AM Global Multi Asset Fund

Type of Asset		Amount (Notional)	Unrealised Gain/Loss	% of AUM*
Total return swaps	USD	500,000	(1,123)	3.02%

* Assets Under Management

(b) Data on reuse of collateral

There is no reuse of collateral on Nikko AM Global Multi Asset Fund as at December 31, 2016.

(c) Concentration data

The ten largest issuers for collateral securities and commodities received across all SFTs and total return swaps as at December 31, 2016 are as follows:

There is no collateral received on *Nikko AM Global Multi Asset Fund* as at December 31, 2016.

The ten largest counterparties across each SFTs and total return swaps as at December 31, 2016 are as follows:

Goldman Sachs is the only counterparty for total return swaps as at December 31, 2016

Nikko AM Global Multi Asset Fund

Security type	Counterparty		Amount (Notional)
Total return swaps	Goldman Sachs	USD	500,000

(d) Safekeeping of collateral received

There is no collateral received on Nikko AM Global Multi Asset Fund as at December 31, 2016.

(e) Safekeeping of collateral granted

There is no collateral granted on *Nikko AM Global Multi Asset Fund* as at December 31, 2016.

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(f) Return/Costs

Return and cost for each type of SFTs and total return swaps for the year December 31, 2016 are recognized in the Statement of operations and changes in net assets.

Nikko AM Global Multi Asset Fund

Total return swaps*		Amount
<i>Net unrealized gain/(loss)</i>	USD	(1,123)
<i>Net interest income/(expense)</i>		(108)
<i>Total net revenues</i>		(1,231)

* Costs are not identified separately as they are either embedded in spreads or form part of other costs disclosed in the Statement of operations and it is not possible to allocate such costs retrospectively.

(g) Aggregate transaction data

The aggregate transaction data for collateral positions (including cash) received across all SFTs and total return swaps as at December 31, 2016 is as follows:

There are no collateral positions on *Nikko AM Global Multi Asset Fund* as at December 31, 2016

The maturity of SFTs and Total Return Swaps as at December 31, 2016 is as follows:

Nikko AM Global Multi Asset Fund

Maturity		Amount (Notional)
Total Return Swaps		
More than one year	USD	500,000

The settlement and clearing mechanisms for SFTs and total return swaps as at December 31, 2016 are as follows:

Nikko AM Global Multi Asset Fund

Settlement and clearing mechanisms		Amount (Notional)
Total Return Swaps		
Bilateral	USD	500,000

Nikko AM Global Multi Asset Fund

Country		Amount (Notional)
Total Return Swaps		
United States	USD	500,000