

**RANTUM PRIVATE EQUITY FUND II, S.C.S.**  
**(A Luxembourg limited partnership, Société en commandite simple)**

**AUDITED FINANCIAL STATEMENTS**  
**FOR THE PERIOD FROM AUGUST 30, 2019 (DATE OF INCEPTION) TO**  
**DECEMBER 31, 2019**  
**(with the report of the Reviseur d'Entreprises Agréé thereon)**

Registered address:  
5, Heienhaff  
L-1736 Senningerberg  
Grand Duchy of Luxembourg  
R.C.S. Luxembourg B238469

RANTUM PRIVATE EQUITY FUND II, S.C.S.

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## RANTUM PRIVATE EQUITY FUND II, S.C.S.

### MANAGEMENT AND ADMINISTRATION

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#### REGISTERED OFFICE

5, Heienhaff  
L-1736 Senningerberg  
Grand Duchy of Luxembourg

#### GENERAL PARTNER

Rantum Private Equity GP S.à r.l.  
5, Heienhaff  
L-1736 Senningerberg  
Grand Duchy of Luxembourg

#### BOARD OF MANAGERS OF THE GENERAL PARTNER

Werner Brockmeier  
Thomas Goergen resigned on June 30, 2020  
Jörg Henzler resigned on March 31, 2020  
Jens Grünekleee appointed on April 1, 2020  
Jörg Oster appointed on July 1, 2020

#### INVESTMENT ADVISOR

Rantum Advisors GmbH  
Neue Mainzer Strasse 2-4  
60311 Frankfurt am Main  
Germany

#### ALTERNATIVE INVESTMENT FUND MANAGER

Luxembourg Investment Solutions S.A.  
5, Heienhaff  
L-1736 Senningerberg  
Grand Duchy of Luxembourg

#### CENTRAL ADMINISTRATOR

Sanne Group (Luxembourg) S.A.  
5, Heienhaff  
L-1736 Senningerberg  
Grand Duchy of Luxembourg

#### DEPOSITARY

Sanne Group (Luxembourg) S.A.  
5, Heienhaff  
L-1736 Senningerberg  
Grand Duchy of Luxembourg

#### AUDITOR

KPMG Luxembourg, Société Cooperative, Cabinet de revésion agréée  
39, Avenue John F. Kennedy  
L-1855 Luxembourg  
Grand Duchy of Luxembourg

**RANTUM PRIVATE EQUITY FUND II, S.C.S.**

**MANAGEMENT AND ADMINISTRATION**

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**LEGAL ADVISOR**

Linklaters LLP  
Taunusanlage 8  
60329 Frankfurt am Main  
Germany

**TAX ADVISOR**

Ludwig & Maldener  
31, Op der Heckmill  
L-6783 Grevenmacher  
Grand Duchy of Luxembourg

## RANTUM PRIVATE EQUITY FUND II, S.C.S.

### REPORT OF THE GENERAL PARTNER

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Dear Limited Partners,

RANTUM PRIVATE EQUITY GP, S. r.l. has the pleasure of presenting the annual report of RANTUM PRIVATE EQUITY FUND II, S.C.S. (“the Partnership”) for the financial period ended December 31, 2019 based on the reported and unadjusted net asset value of the Partnership.

During the vintage year, the Partnership had its first closing on August 30, 2019 with EUR 70,600,100 million commitments. In December 2019 the Partnership called EUR 19 million and consequently as at December 31, 2019, 26.91 % of its total commitments was called. Further details are provided in the following table:

First closing date	Date	August 30, 2019
Total partnership commitments	EUR	70,600,100
Total commitments called	Amount	19,000,100 (26.91 %)
Remaining uncalled commitments	Amount	51,600,000 (73.09 %)

#### Portfolio overview

As at December 31, 2019, there were no portfolio companies in the Partnership.

#### Results for the financial period

The General Partner (“GP”) proposes to the Limited Partners to carry forward the loss for the financial period ended December 31, 2019 of 1,010,876 EUR.

#### Events after the balance sheet date

The Partnership’s first investment in the police equipment sector will be closed at Q1 2020.

Also, in Q1 2020 the first capital call has been credited to the Partnership’s account.

Since year end, we have seen the global development of the Coronavirus Covid-19 outbreak. The recent outbreak of the Coronavirus in many countries, which is a rapidly evolving situation, has disrupted global travel and supply chains, and has adversely impacted global commercial activity, the transportation industry and commodity prices in the energy sector. The rapid development and fluidity of this situation precludes any prediction as to its ultimate impact, which may have a continued adverse effect on economic and market conditions and trigger a period of global economic slowdown.

Going forward the investment manager will closely monitor the virus’ impact on the economy and on the earnings outlook as well as the policy measures taken by central banks and governments. The Investment Advisor of the Partnership’s General Partner remains open minded in its segment of small and medium sized enterprises, the Mittelstand in the DACH region, with a very selective view to identify good, robust, market leading businesses in less or non-cyclical industries as well as a focus on add-on acquisition targets for the first portfolio company. The team is convinced to be able to find attractive opportunities upcoming in the next few months and has therefore put the entire Rantum industrial partners network on specific alert in order to proprietarily detect the right targets. In that respect the Investment Advisor views the current Corona crisis as much as an opportunity as a challenge.

To date, the Board of Directors of the Partnership’s General Partner do not consider that Covid-19 will impact on the going concern ability of the Partnership.

Luxembourg, July 31, 2020



**KPMG Luxembourg, Société coopérative**

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To the Partners of  
Rantum Private Equity Fund II S.C.S.  
5, Heienhaff  
L-1736 Senningerberg  
Luxembourg

## **REPORT OF THE REVISEUR D'ENTREPRISES AGREE**

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

#### ***Opinion***

We have audited the financial statements of Rantum Private Equity Fund II S.C.S. (the "Partnership"), which comprise the statement of financial position as at December 31, 2019, and the statement of comprehensive income, statement of changes in equity and net assets attributable to partners and statement of cash flows for the period from August 30, 2019 (date of inception) to December 31, 2019 and notes to the financial statements, including a summary of significant accounting policies.

In our opinion, the accompanying financial statements give a true and fair view of the financial position of the Partnership as at December 31, 2019, and its financial performance and its cash flows for the period from August 30, 2019 (date of inception) to December 31, 2019 in accordance with International Financial Reporting Standards (IFRSs) as adopted by the European Union.

#### ***Basis for Opinion***

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

#### ***Other information***

The Board of Managers of the General Partner is responsible for the other information. The other information comprises the information stated in the financial statements but does not include the financial statements and our report of "Réviseur d'Entreprises agréé" thereon.

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

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

### ***Responsibilities of the Board of Managers of the General Partner***

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

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

### ***Responsibilities of the Réviseur d'Entreprises agréé for the audit of the financial statements***

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

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

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



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

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

Luxembourg, July 31, 2020

KPMG Luxembourg. Société coopérative  
Cabinet de révision agréé

A handwritten signature in black ink, appearing to read 'M. Wirtz-Bach', written in a cursive style.

M. Wirtz-Bach



RANTUM PRIVATE EQUITY FUND II, S.C.S.  
STATEMENT OF FINANCIAL POSITION

**As at December 31, 2019**

*Unless otherwise stated all amounts are expressed in EUR*

	Notes	As at December 31, 2019
<b>ASSETS</b>		
Receivables from Partners	4	19,000,100
<b>TOTAL ASSETS</b>		<b>19,000,100</b>
<b>LIABILITIES</b>		
Other payables	5.1	535,090
Payable to related parties	5.2	475,616
Bank overdraft	6	170
<b>TOTAL LIABILITIES</b>		<b>1,010,876</b>
<b>NET ASSETS ATTRIBUTABLE TO PARTNERS</b>		<b>17,989,224</b>

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

**RANTUM PRIVATE EQUITY FUND II, S.C.S.**  
**STATEMENT OF COMPREHENSIVE INCOME**

**For the period from August 30, 2019 (Date of Inception) to December 31, 2019**

*Unless otherwise stated all amounts are expressed in EUR*

	Notes	For the period from August 30, 2019 (Date of Inception) to December 31, 2019
<b>OPERATING EXPENSES</b>	7	
Custody Fees		(8,545)
Management Fees		(24,872)
Administration Fees		(16,411)
Audit Fees		(29,557)
Registrar Fees		(4,049)
General Partner Fees		(475,616)
Formation Expenses		(383,861)
Bank Overdraft		(170)
VAT		(67,795)
<b>TOTAL OPERATING EXPENSES</b>		<b>(1,010,876)</b>
<b>DECREASE IN NET ASSETS ATTRIBUTABLE TO PARTNERS</b>		<b>(1,010,876)</b>

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

RANTUM PRIVATE EQUITY FUND II, S.C.S.

**STATEMENT OF CHANGES IN EQUITY AND NET ASSETS ATTRIBUTABLE TO LIMITED PARTNERS**

**For the period from August 30, 2019 (Date of Inception) to December 31, 2019**

*Unless otherwise stated all amounts are expressed in EUR*

	<b>General Partner</b>	<b>Initial Limited Partner/ Special Limited Partner</b>	<b>Partners</b>	<b>Total</b>
<b>As at August 30, 2019</b>	-	-	-	-
<b>Transactions with partners:</b>				
Capital contributions during the period	1	99	19,000,000	19,000,100
Decrease in net assets attributable to Partners	-	-	(1,010,876)	(1,010,876)
<b>As at December 31, 2019</b>	<b>1</b>	<b>99</b>	<b>17,989,124</b>	<b>17,989,224</b>

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

RANTUM PRIVATE EQUITY FUND II, S.C.S.

**STATEMENT OF CASH FLOWS**

**For the period from August 30, 2019 (Date of Inception) to December 31, 2019**

*Unless otherwise stated all amounts are expressed in EUR*

	<b>For the period from August 30, 2019 (Date of Inception) to December 31, 2019</b>
<b>Cash flows from operating activities (Indirect method)</b>	
Decrease in net assets attributable to Partners	(1,010,876)
Adjustments for:	
	(1,010,876)
Changes in:	
Other payables	535,090
Payable to related parties	475,616
Investments	-
Other Receivables	-
<b>Cash flows from investing activities (Indirect method)</b>	-
	-
<b>Cash flows from financing activities (Indirect method)</b>	-
	-
<b>Net cash (used in) operating activities</b>	<b>(170)</b>
<b>Net decrease in cash and cash equivalents (Indirect method)</b>	<b>(170)</b>
Cash and cash equivalents at the beginning of the period	-
<b>Cash and cash equivalents at the end of the period</b>	<b>(170)</b>

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

## RANTUM PRIVATE EQUITY FUND II, S.C.S.

### NOTES TO THE FINANCIAL STATEMENTS

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**For the period from August 30, 2019 (Date of Inception) to December 31, 2019**

*Unless otherwise stated all amounts are expressed in EUR*

#### 1. GENERAL INFORMATION

Rantum Private Equity Fund II, S.C.S. (the “Partnership”) is a Luxembourg limited partnership (Société en commandite simple) established on August 30, 2019 for a period of 8 years after the Final Closing. The Partnership is governed under the Luxembourg law of August 10, 1915 on commercial companies, as amended as well as under the Amended and Restated Limited Partnership Agreement dated August 30, 2019 (the “Agreement”). The Partnership is registered with the Luxembourg trade and companies register under number B238469. The registered office of the Partnership is located at 5, Heienhaff, L-1736 Senningerberg, Grand Duchy of Luxembourg. The Partnership qualifies as an alternative investment fund (“AIF”) within the meaning of the Luxembourg law of 12 July 2013 on alternative investment fund managers (the “AIFM Law”).

Rantum Private Equity GP S.à r.l. (the “General Partner”) is a Luxembourg private limited company (Société à responsabilité limitée) incorporated and existing under the laws of the Grand Duchy of Luxembourg. Its registered office is at 5, Heienhaff, L-1736 Senningerberg, Grand Duchy of Luxembourg and it is registered with the Luxembourg trade and companies register under the number B237374.

The General Partner has contributed a Capital Contribution of EUR 1 in consideration for its unlimited partnership interest.

The General Partner shall have exclusive responsibility for the management and control of the business of the Partnership and the application of the assets of the Partnership and shall otherwise have full power and authority to bind the Partnership and to do all things necessary to carry out the purpose of the Partnership and shall act in the best interests of the Partnership or the Investors.

Luxembourg Investment Solutions S.A. (the Alternative Investment Fund Manager, the “AIFM”), a public limited liability company (Société anonyme), having its registered office at 5, Heienhaff, L-1736 Senningerberg, Grand Duchy of Luxembourg, has been appointed by the General Partner, according to an agreement entered on August 27, 2019 between the AIFM and the Partnership (the “AIFM Agreement”), to serve as the Partnership’s designated management company and alternative investment fund manager within the meaning of Chapter II of Directive 2011/61/EU and Chapter 2 of the law of July 12, 2013 (the “AIFM Law”) and in accordance with the provisions of Article 125-2 of the law of December 17, 2010 and the 2007 Act. The AIFM was incorporated on August 27, 2009 for an unlimited duration and is registered within the Luxembourg trade register under number B148473. In order to cover potential professional liability risks resulting from AIFM activities, the AIFM has its own additional funds which are appropriate to the risks covered.

The Partnership has been established for the purpose of acquiring interests directly or indirectly in mid-market companies and on exceptional basis, making investments provided that: allowed on an exceptional basis, provided that:

(aa) the targeted companies have their headquarters or principal place of business in Europe (predominantly in Germany, Austria or Switzerland) and, as the case may be, growth potential in China/ Asia with a view to generating income and capital appreciation, managing, supervising and disposing of such investments and

(bb) the interests in such companies are not admitted to trading on a stock exchange or included in another organized market in equity like instruments or other instruments of corporate financing of such companies in compliance with the Investment Policy set out in the Private Placement Memorandum and the Amended and Restated Limited Partnership Agreement.

The Partnership has also been established for the purpose of engaging in such other activities incidental or ancillary thereto as the General Partner deems necessary or advisable and provided further that certain investments are subject to further requirements as further specified in the Amended and Restated Limited Partnership Agreement.

## RANTUM PRIVATE EQUITY FUND II, S.C.S.

### NOTES TO THE FINANCIAL STATEMENTS

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**For the period from August 30, 2019 (Date of Inception) to December 31, 2019**

*Unless otherwise stated all amounts are expressed in EUR*

#### **1. GENERAL INFORMATION (CONTINUED)**

The Partnership's financial year starts on January 1 and ends on December 31 each year, except for the first period, which began on August 30, 2019 (Date of Inception) and ended on December 31, 2019.

#### **2. BASIS OF PREPARATION**

##### **2.1 Preparation of Financial Statements**

- The financial statements have been prepared on a going concern basis under the historical cost convention as modified by the revaluation of investment property and financial instruments at fair value.
- The financial statements are presented in Euro ("EUR").
- New Accounting Standards would be amendment during the year to existing Accounting Standards and/or interpretations of existing Accounting Standards (separately or together, "New Accounting Requirements").
- The Partnership has assessed the impact, or potential impact, of all New Accounting Requirements. The Partnership has not prematurely adopted any New Accounting Requirements that are not mandatory. The Partnership has used the indirect cash flow method.

##### **2.1.1 Statement of Compliance**

The Financial Statements of the Partnership have been prepared in accordance with International Reporting Standard ("IFRS") as adopted by the European Union.

##### **2.1.2 Judgements**

Functional currency is the currency of the primary economic environment in which the Partnership operates. If indicators of the primary economic environment are mixed, then management uses its judgment to determine the functional currency that most faithfully represents the economic effect of the underlying transactions, events and conditions. The Partnership's investments and transactions are denominated in EUR. Investor subscriptions and redemptions are determined based on net asset value and received and paid in EUR. The expenses (including management fees, custodian fees, and administration fees) are denominated and paid mostly in EUR. Accordingly, management has determined that the functional currency of the Partnership is EUR.

**NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)**

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**For the period from August 30, 2019 (Date of Inception) to December 31, 2019**

*Unless otherwise stated all amounts are expressed in EUR*

**2. BASIS OF PREPARATION (CONTINUED)**

**2.2 Significant accounting policies, estimates and judgements**

The preparation of the financial statements requires the use of certain critical accounting estimates. It also requires the Board of Managers of the General Partner (“the Management”) to exercise their judgment in the process of applying the accounting policies. Changes in assumptions may have a significant impact on the financial statements in the period in which the assumptions changed. Management believes that the underlying assumptions are appropriate and that the financial statements therefore present the financial position and results fairly. The Partnership makes estimates and assumptions that affect the application of accounting policies and the reported amounts of assets, liabilities, income and expenses. Estimates and judgments are continually evaluated and are based on historical experience and other factors, including expectations of future events that are believed to be reasonable under the circumstances. Actual results may differ from these estimates. Key estimates, assumptions and judgement (2.1.2) that have significant risk of causing material adjustment to the carrying amounts of assets and liabilities within the next financial year are outlined below:

**2.2.1 Going concern**

The General Partner is not aware of any material uncertainties that may cast significant doubt upon the Partnership’s ability to continue as a going concern. The financial statements have been prepared on the going concern basis.

**2.2.2 Functional and presentation currency**

According to the Limited Partnership Agreement the Euro (“EUR”) is the currency that represents the economic effect of the underlying transactions, events and conditions. The Partnership’s primary investing activities are denominated in EUR. All amounts have been rounded to the nearest whole number, unless otherwise stated.

**2.2.3 Transactions and balances**

Foreign currency transactions are translated into the functional currency using the exchange rates prevailing at the dates of the transactions. Foreign currency assets and liabilities are translated into the functional currency using the exchange rate prevailing at the Statement of Financial Position date.

Foreign exchange gains and losses arising from translation are recognized in Statement of Comprehensive Income as net gain/(loss) on foreign exchange, except for those arising on financial assets at fair value through profit or loss, which are recognized as a component of net gain/(loss) from financial assets at fair value through profit or loss.

**2.2.4 Formation Expenses**

The Formation Expenses of the Partnership are recognized as an expense in the financial period in which they are incurred.

**2.2.5 Cash and cash equivalents**

Cash and cash equivalents include cash in hand, deposits held at call with banks, other short-term highly liquid investments with original maturities of three months or less, and bank overdrafts.

RANTUM PRIVATE EQUITY FUND II, S.C.S.  
**NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)**

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**For the period from August 30, 2019 (Date of Inception) to December 31, 2019**

*Unless otherwise stated all amounts are expressed in EUR*

**2. BASIS OF PREPARATION (CONTINUED)**

**2.2 Significant accounting policies, estimates and judgements (continued)**

**2.2.5 Cash and cash equivalents (continued)**

Bank overdrafts are shown under liabilities in the Statement of Financial Position. As at December 31, 2019 the carrying amounts of cash and cash equivalents approximate their fair value.

**2.2.6 Receivables**

As at December 31, 2019, the Partnership had outstanding receivables as of 19,000,100 EUR. Receivables are recorded at net realizable value.

**2.2.7 Payables**

Payables are recorded at their repayment value.

**2.2.8 Interest income and interest expense**

Interest income and expense are recognized within 'finance income' and 'finance costs' in the Statement of Comprehensive Income using the effective interest method, except for borrowing costs relating to qualifying assets, which are capitalized as part of the cost of that asset. It includes interest income from cash and cash equivalents and assets held for investment.

The effective interest method is a method of calculating the amortized cost of a financial asset or financial liability and of allocating the interest income or interest expense over the relevant period.

The effective interest rate is the rate that precisely discounts estimated future cash payments or receipts throughout the expected life of the financial instrument, or a shorter period where appropriate, to the net carrying amount of the financial asset or financial liability.

**2.2.9 Revenue recognition**

Revenue includes distribution income received from investments.

**2.2.10 Financial Assets**

Financial assets are classified as financial assets at fair value through profit or loss, held to maturity, loans and receivables, as appropriate. The Partnership determines the classification of its financial assets at initial recognition. When financial assets are recognized initially, they are measured at fair value plus, in the case of investments not at fair value through profit or loss, directly attributable transaction costs.

Financial assets are derecognized only when the contractual rights to the cash flows from the financial asset expire or the Partnership transfers all risks and rewards of ownership substantially.

Financial assets of the Partnership are accounted at settlement date.



RANTUM PRIVATE EQUITY FUND II, S.C.S.  
**NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)**

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**For the period from August 30, 2019 (Date of Inception) to December 31, 2019**

*Unless otherwise stated all amounts are expressed in EUR*

**2. BASIS OF PREPARATION (CONTINUED)**

**2.2 Significant accounting policies (continued)**

**2.2.10 Financial Assets (continued)**

The Partnership assesses at each financial position date whether there is objective evidence that a financial asset or group of financial assets is impaired. If there is objective evidence (such as significant financial difficulty of the obligor, breach of contract, or it becomes probable that the debtor will enter bankruptcy), the asset is tested for impairment. The amount of the loss is measured as the difference between the asset's carrying amount and the present value of estimated future cash flows (excluding future expected credit losses that have not been incurred), discounted at the financial asset's original effective interest rate (that is, the effective interest rate computed at initial recognition).

The carrying amount of the asset is reduced through use of an allowance account. The amount of the loss is recognized in the Statement of Comprehensive Income. In relation to trade receivables, a provision for impairment is made when there is objective evidence (such as the probability of insolvency or significant financial difficulties of the debtor) that the Partnership will not be able to collect all of the amounts due under the original terms of the invoice. Impaired debts are derecognized when they are assessed as uncollectible.

If in a subsequent period the amount of the impairment loss decreases and the decrease can be related objectively to an event occurring after the impairment was recognized, the previously recognized impairment loss is reversed, to the extent that the carrying value of the asset does not exceed its amortized cost at the reversal date. Any subsequent reversal of an impairment loss is recognized in the Statement of Comprehensive Income.

**2.2.11 Allocation of Net Profits**

Net Profits shall then be allocated for each Financial Year, and calculated separately for each Limited Partner, in the following priority pursuant to Clause 6.3.1 of the Agreement;

(i) first, to the Limited Partners and the Special Limited Partner, in proportion to, and to the extent of, any recovery of Capital Losses or Net Losses allocated to the Limited Partners and the Special Limited Partner and not previously recovered pursuant to Clause 6.3.1;

(ii) second, to the General Partner, to the extent that any Capital Losses or Net Losses allocated to the General Partner have not previously been recovered under Clause 6.3.1;

(iii) third, to the General Partner, until the General Partner has been allocated an aggregate amount of Net Profits equal to its Capital Contribution of EUR 1;

(iv) fourth, to the Limited Partners, until the Investor has been allocated an amount under Clause 6.3.1 equal to the amount of the respective cumulative Preferred Return for each Financial Year were the Net Profits distributed pursuant to Clause 6.7.2;

(v) fifth, 100% to the Special Limited Partner, until the Special Limited Partner has been allocated an amount equal to the amounts calculated under Clause 6.7.3 for each Financial Year were the Net Profits distributed pursuant to Clause 6.7.3; and

RANTUM PRIVATE EQUITY FUND II, S.C.S.  
**NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)**

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**For the period from August 30, 2019 (Date of Inception) to December 31, 2019**

*Unless otherwise stated all amounts are expressed in EUR*

**2. BASIS OF PREPARATION (CONTINUED)**

**2.2 Significant accounting policies (continued)**

**2.2.11 Allocation of Net profits (continued)**

(vi) sixth, 80% to the Investor and 20% to the Special Limited Partner pursuant to Clause 6.7.4.

Furthermore, given that the respective triggering events have not been met, as at December 31, 2019, the carried interest attributable to the Special Limited Partner amounts to nil.

**2.2.12 Financial liabilities**

Liabilities within the scope of IFRS 9 are classified as financial liabilities at fair value through profit or loss or other liabilities, as appropriate.

A financial liability is derecognized when the obligation under the liability is discharged, cancelled or expires. All loans are classified as other liabilities. Initial recognition is at fair value less directly attributable transaction costs. After initial recognition, interest bearing loans are subsequently measured at amortized cost using the effective interest method.

Financial liabilities include borrowings, trade and other payable and are initially recognized at fair value. Borrowings, trade and other payables are subsequently measured at amortized cost. The fair value of a non-interest-bearing liability is its discounted repayment amount. If the due date of the liability is less than one year, discounting is omitted.

**3. FINANCIAL RISK MANAGEMENT**

The General Partner appointed the AIFM to assist in the acquisition, disposal and replacement of investments in accordance with the Partnership's investment objective and policy.

The main risks arising from the Partnerships financial instruments are credit risk, liquidity risk, market risk and capital risk. The AIFM reviews and agrees policies for managing its risk exposure. These policies are described below and have remained unchanged for the period under review:

**Credit risk**

*Credit/Counterparty risk*

The Partnership is exposed to credit risk, which is the risk that one party to a financial instrument will cause a financial loss for the other party by failing to discharge an obligation. The Partnership is also exposed to counterparty credit risk on cash and cash equivalents and other receivable balances.

The carrying amount of financial assets in the statement of financial position represents the Partnership's maximum credit exposure before considering any collateral held. The Partnership does not hold any collateral in respect of its financial assets. Cash and cash equivalents are placed with financial institutions which are regulated. Impairment on cash and cash equivalents has been measured on the 12-month expected loss basis and reflects the short maturities of the exposures.

RANTUM PRIVATE EQUITY FUND II, S.C.S.  
**NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)**

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**For the period from August 30, 2019 (Date of Inception) to December 31, 2019**

*Unless otherwise stated all amounts are expressed in EUR*

**3. FINANCIAL RISK MANAGEMENT (CONTINUED)**

**Credit risk (continued)**

The AIFM has a disciplined investment policy such that all investments presented to the General Partner have been through a structured and rigorous due diligence process. Once approved by the AIFM, those investments are passed to the General Partner for consideration and, if appropriate, investment is made.

*(i) Analysis of credit quality*

The Partnership's exposure to credit risk arises in respect of:  
Cash and cash equivalents.

The Partnership's cash and cash equivalents are mainly held with ING Luxembourg S.A. The AIFM monitors the financial position of ING Luxembourg S.A on a quarterly basis. ING Luxembourg S.A had a credit rating of A- from S&P Ratings as at December 31, 2019.

The Partnership considers that its cash and cash equivalents have low credit risk based on the external credit ratings of the counterparty.

*(ii) Offsetting financial assets and financial liabilities*

As at December 31, 2019, the Partnership has no financial assets and financial liabilities subject to offsetting, enforceable master netting arrangements or similar agreements.

**Liquidity risk**

The Partnership monitors its liquidity risk and maintains a level of cash and cash equivalents deemed adequate by management to finance the operations and to mitigate the effects of fluctuations in cash flows.

The following table illustrates the expected liquidity of assets held and undrawn capital commitments:

	Undrawn capital commitments EUR	On demand EUR	Less than 1 month EUR	Between 1 – 12 months EUR	Over 1 year EUR
Total assets and undrawn commitments	51,600,000	0.00	19,000,100	0,00	0.00

RANTUM PRIVATE EQUITY FUND II, S.C.S.  
**NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)**

**For the period from August 30, 2019 (Date of Inception) to December 31, 2019**

*Unless otherwise stated all amounts are expressed in EUR*

**3. FINANCIAL RISK MANAGEMENT (CONTINUED)**

**Liquidity risk (continued)**

The table below analysis the Partnership's financial liabilities into relevant maturity groupings based on the remaining period at the end of the reporting period to the contractual maturity date. The amounts in the table are the contractual undiscounted cash flows.

	On demand	Less than 3 months	Between 3 – 12 months	Over 1 year	Total
	EUR	EUR	EUR	EUR	EUR
Other payables	0.00	535,090	0.00	0.00	535,090
payable to related parties	0.00	475,616	0.00	0.00	475,616

**Market risk**

Market risk is the risk that changes in market prices, such as foreign exchange rates and interest rates will affect the Partnership's income or value of its holdings of financial instruments. The objective of market risk management is to manage and control market risk exposures within acceptable parameters, while optimizing the return. Market risk embodies the potential for both losses and gains and includes currency risk, interest rate risk and price risk. Due to the nature of the investment portfolio, market risk also arises from currency risk and interest rate risk as discussed below:

*(i) Foreign currency risk*

Foreign currency risk, as defined in IFRS 7, arises as the value of future transactions, recognized monetary assets and monetary liabilities denominated in other currencies fluctuate due to changes in foreign exchange rates.

The Partnership holds financial assets and liabilities and enters into transactions denominated in currencies other than the EUR, which is the functional currency of the Partnership. Consequently, the Partnership may be exposed to risk that the exchange rate of its currency relative to other foreign currencies may change in a manner that has an adverse effect on the value of that portion of the Partnership's assets or liabilities denominated in currencies other than the EUR. The Partnership's currency risk is managed as necessary by the AIFM in accordance with policies and procedures in place. At the period ended, December 31, 2019 the Partnership was not exposed to any currency risk. Therefore, no sensitivity analysis has been presented.

*(ii) Interest rate risk*

Interest rate risk arises from the possibility that changes in interest rates will affect future cash flows or the fair values of financial assets. As at December 31, 2019, all the Partnership's financial assets and financial liabilities (except cash balances which are subject to agreed prevailing rates with each broker) are non-interest bearing. As a result, the Partnership is not directly exposed to risk due to fluctuations in the prevailing levels of market interest rates on its financial assets and financial liabilities. Therefore, no sensitivity analysis has been presented.

**NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)**

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**For the period from August 30, 2019 (Date of Inception) to December 31, 2019**

*Unless otherwise stated all amounts are expressed in EUR*

**3. FINANCIAL RISK MANAGEMENT (CONTINUED)**

**Market risk (continued)**

*(iii) Other price risk*

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

As at December 31, 2019, the Partnership had no investments subject to other price risk.

**Capital risk management**

The primary objective of the Partnership's capital management is to ensure that it maintains a healthy capital base to support its investments. The Partnership defines "capital" as including all components of equity. The Partnership has determined that it is in a sound capital position given its capital and resources available.

The Partnership is not subject to externally imposed capital requirements.

The capital of the Partnership is represented by the net assets attributable to Partners. The Partnership's objective when managing capital is to safeguard the Partnership's ability to continue as a going concern in order to provide returns for Limited Partners, provide benefits for other stakeholders and maintain a strong capital base to support the development of the investment activity of the Partnership.

RANTUM PRIVATE EQUITY FUND II, S.C.S.  
**NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)**

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**For the period from August 30, 2019 (Date of Inception) to December 31, 2019**

*Unless otherwise stated all amounts are expressed in EUR*

**4. PARTNER'S CAPITAL**

**General Partner**

The committed capital of the Partnership was set up at EUR 100 from the General Partner, of which EUR 1 has been called as at December 31, 2019.

Notwithstanding any provisions of this Agreement, the General Partner's interest in the Partnership shall not exceed an amount equal to 5% of the Total Capital Contributions of all Partners in the Partnership at any time during the term of the Partnership.

**Initial Limited Partner / Special Limited Partner**

The committed capital of the Partnership was set up at EUR 100,000 from the Initial Limited Partner / Special Limited Partner, of which EUR 99 has been called as at December 31, 2019 and which needs to be paid in upon final closing.

On termination of the Partnership, the Investors and the Initial Limited Partner / Special Limited Partner will be subordinated to all other creditors as regards, in the case of the Investors, repayment of any Capital Contributions then outstanding and any payment of Carried Interest in the case of the Initial Limited Partner / Special Limited Partner.

**Partners**

	As at December 31, 2019
Total commitments	70,600,100
Capital contributions	19,000,100
Uncalled commitments from Partners	51,600,000
GP interests	100
Initial / Special Limited Partner interests	100,000

Please refer to note 2.2.11 Allocation of Net profits for the Allocation of Profits between the Partners.

**NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)**

**For the period from August 30, 2019 (Date of Inception) to December 31, 2019**

*Unless otherwise stated all amounts are expressed in EUR*

**5. PAYABLES**

**5.1 Other payables**

Payables are broken down as follows:

	As at December 31, 2019
Administration Fees	16,411
Audit Fees	34,582
Custody Fees	9,745
Formation Expenses	445,431
Management Fees	24,872
Registrar Fees	4,049
<b>TOTAL</b>	<b>535,090</b>

**5.2 Payable to related parties**

Please note that the calculation of the General Partner fee is further explained in note 9.

	As at December 31, 2019
General Partner Fees	475,616
<b>TOTAL</b>	<b>475,616</b>

**6. BANK OVERDRAFT**

	As at December 31, 2019
Current account EUR ING	(170)
<b>TOTAL</b>	<b>(170)</b>

**NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)****For the period from August 30, 2019 (Date of Inception) to December 31, 2019***Unless otherwise stated all amounts are expressed in EUR***7. OPERATING EXPENSES**

	As at December 31, 2019
Bank Charges	170
Registrar Fees	4,049
VAT	67,795
Custody Fees	8,545
Administration Fees	16,411
Management Fees	24,872
Audit Fees	29,557
Formation Expenses	383,861
General Partner Fees	475,616
<b>TOTAL</b>	<b>1,010,876</b>

The Central Administration and Depository are entitled to fees in accordance with normal practice in Luxembourg. As a rule, these fees shall be based on individual service agreements at normal market terms and conditions. Except for standard base fees, out-of-pocket expenses and expense reimbursements, these fees are based on the net asset value of the Partnership and the number of transactions made by the Partnership. As of December 31, 2019, the Central Administration fees amounted to EUR 16,411 and the Depository fees amounted to EUR 8,545.

**8. TAXATION**

The Partnership is financially transparent for the purposes of income and net wealth tax.



**For the period from August 30, 2019 (Date of Inception) to December 31, 2019**

*Unless otherwise stated all amounts are expressed in EUR*

## **9. RELATED PARTY TRANSACTIONS AND OTHER KEY CONTRACTS**

Parties are considered to be related if one party has the ability to control the other party or to exercise significant influence over the other party in making financial or operational decisions.

The General Partner and the AIFM are related parties of the Partnership.

### **a. Remuneration of the General Partner**

Rantum Private Equity GP S.à r.l. ("The General Partner") shall be entitled to receive a compensation from the Partnership for each Financial Year consisting of (i) a fee received from the Partnership and/or (ii) any priority profit share income with respect to priority profit shares held by the General Partner in any Intermediate Vehicle (together being the "Management Fee"). The aggregate amount of the Management Fee shall be calculated as follows:

- i. in the period from the Pre-Closing until the Full Investment Date an amount equal to 2% per annum of the Total Commitments (excluding the Commitments of Rantum, Executive Limited Partners and Defaulting Investors); and
- ii. thereafter, subject to Clause 6.5.2(iii) of the Agreement, in respect of each calendar quarter, an amount equal to 2% per annum of the Total Capital Contributions which shall be reduced by an amount equal to (a) Capital Contributions made in connection with the Investment Cost of all Investments which (i) have been disposed of by the Partnership, save to the extent that the proceeds of such disposal have been reinvested in other Investments in accordance with Clause 6.8.1 or 6.8.2 during the Investment Period, or (ii) have become Initial Public Offering ("IPO") Investments, plus (b) with respect to Investments, other than IPO Investments, which have been written-off by the Partnership, all Capital Contributions made in connection with the Investment Cost of such Investments and, with respect to Investments other than IPO Investments which have been written-down by the Partnership, a pro rata share of Capital Contributions made in connection with such Investments (to the extent written-down)
- iii. in circumstances where: (a) the Termination Date is extended beyond the two-year period provided for in Clause 10.2; and/or (b) the General Partner is responsible for the liquidation of the assets of the Partnership after the Termination Date pursuant to Clause 11; in respect of each calendar quarter in such period, an amount equal to the relevant percentage determined pursuant to Clause 6.5.2(ii) above calculated by reference only to Total Capital Contributions attributable to Investments requiring active, and ongoing, work-out or management, up to a maximum of 25% of Total Commitments in aggregate. The Management Fee, as calculated above, shall be reduced in each Financial Year by the amount, if any, equal to all Transaction Fees relating to the Partnership or any assets of the Partnership (including any Portfolio Company or Intermediate Vehicle) (net of any irrecoverable VAT paid in respect thereof) described in Clause 6.5.3 in such Financial Year and in any previous Financial Year to the extent not previously offset against prior Management Fee.

For the period ended December 31, 2019, the General Partner remuneration amounts to EUR 475,616.

### **b. Remuneration of the AIFM**

Luxembourg Investment Solutions S.A. ("The AIFM") is entitled to receive an aggregate remuneration payable out of the assets of the Partnership of 0,05% of the total Commitments per annum. For the period ended December 31, 2019, the AIFM remuneration amounts to EUR 24,872.

RANTUM PRIVATE EQUITY FUND II, S.C.S.  
**NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)**

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**For the period from August 30, 2019 (Date of Inception) to December 31, 2019**

*Unless otherwise stated all amounts are expressed in EUR*

**9. RELATED PARTY TRANSACTIONS AND OTHER KEY CONTRACTS (CONTINUED)**

**c. Other key contracts**

There are no other key contracts.

**10. OFF-BALANCE SHEET COMMITMENTS**

As at December 31, 2019, the Partnership had no off-balance sheet commitments outstanding.

**11. SUBSEQUENT EVENTS**

**COVID-19**

After the period ended December 31, 2019, the COVID-19 outbreak, which was declared as a worldwide pandemic by the World Health Organisation, could impact the operations and financial performance of a certain proportion of the Partnership's investments. The extent of the impact may depend on future developments, including (i) the duration and spread of the outbreak, (ii) the restrictions and advisories, (iii) the effects on the financial markets, and (iv) the effects on the economy overall, all of which are highly uncertain and cannot be predicted.

**Investments**

Subsequent to period end, the following investment was made on March 12, 2020:

1. BIPE Holding II S.à r.l. EUR 13,202,496

No other matters or circumstances of importance, except those as mentioned above, have arisen since the end of the financial period which could have significantly affected or might significantly affect the operations of the Partnership, the results of those operations or the affairs of the Partnership.

**Approval of the financial statements**

We confirm to the best of our knowledge that the financial statements as at December 31, 2019 of Rantum Private Equity Fund II, S.C.S. materially reflect the financial position of the Partnership.

Luxembourg, July 31, 2020

## REPORT OF THE ALTERNATIVE INVESTMENT FUND MANAGER (UNAUDITED)

### According to Art 23 (1) e in relation to Art. 9 (7) AIFMD

In order to cover professional liability risks resulting from the AIFM's activities, the AIFM has additional own funds which are appropriate to the risks covered.

### RISK MANAGEMENT

In accordance with Article 21(4) and (5) of the AIFM Law, as complemented by Articles 108 and 109 of Commission Delegated Regulation (EU) No 231/2013 of December 19, 2012, alternative investment fund managers are required to provide investors with certain information in addition to the information which they receive pursuant to the Prospectus of the Partnership. Please note that the form, kind, and complexity of the information provided herein may vary in future reports in accordance with legislative and regulatory requirements. Luxembourg Investment Solutions S.A. in its capacity as the AIFM of the Partnership has established a risk management function that is functionally and hierarchically separate from its operating units and implements, subject to continuous improvements and regular (at least annual) review, adequate risk management systems in order to identify, measure, manage, and monitor appropriately all risks relevant to the Partnership investment strategy and to which the Partnership is or may be exposed.

We would like to draw your attention to the following principal risks and uncertainties faced by the Partnership during the reporting period and the mitigating measures employed by the AIFM.

<b>Risk category</b>	<b>Main risks</b>	<b>Management and Mitigation</b>
MARKET RISK	Changes in macro- and micro-economic environment impact the value of the portfolio assets	<ul style="list-style-type: none"> <li>The Investment Advisor conducts a thorough pre-investment due diligence and risk analysis prior to each investment. Besides financial factors, non-financial factors (e.g. reputation, quality of management and operational factors) are taken into consideration</li> <li>The Partnership is still in its investment phase and intends to develop a diversified portfolio of different underlying investments</li> <li>The AIFM analyses regularly key performance and risk indicators of the underlying assets</li> </ul>
LIQUIDITY RISK	Liquidity short-fall relating to redemptions	<ul style="list-style-type: none"> <li>The liquidity risk of the Partnership is limited given that the Partnership is closed-ended</li> <li>The AIFM ensures that the investment and financing strategy, the liquidity profile, the distribution policy and the redemption policy are consistent with the Partnership's liquidity needs</li> </ul>
CREDIT RISK/ COUNTERPARTY RISK	Loss incurred due to the failure of an obligor to meet his contractual obligations	<ul style="list-style-type: none"> <li>The AIFM monitors the credit risk exposure regularly</li> <li>The AIF uses bank guarantees, financial deposits and other collateral as means of mitigating credit risk where possible</li> </ul>
VALUATION RISK	Missing NAV reporting deadline or reporting of erroneous NAV due to unpunctual receipt of data for NAV calculation	<ul style="list-style-type: none"> <li>The AIFM performs a due diligence on the valuation process in order to ensure independent and fair valuation results</li> <li>The AIFM has implemented a review process on the reported values of the assets in order to perform an appropriate level of plausibility checks</li> </ul>

RANTUM PRIVATE EQUITY FUND II, S.C.S.

**REPORT OF THE ALTERNATIVE INVESTMENT FUND MANAGER (UNAUDITED)**  
**(CONTINUED)**

OPERATIONAL RISK	<ul style="list-style-type: none"> <li>• Payment flow/instructions not correctly executed</li> <li>• Missing reporting deadlines (investors/regulator) due to missing data or inadequate schedule</li> <li>• IT disruption</li> </ul>	<ul style="list-style-type: none"> <li>• The AIFM has implemented a corporate calendar</li> <li>• The AIFM is performing delegation monitoring on outsourced functions regularly</li> <li>• The AIFM has implemented policies, operating manuals, sound procedures and several layers of controls</li> </ul>
COMPLIANCE RISK	Non-compliance with Luxembourg fund regulations, PPM, LPA and other legal documents	<ul style="list-style-type: none"> <li>• The AIFM has implemented a corporate calendar</li> <li>• The AIFM has a dedicated compliance function and is monitoring on an on-going basis legal and regulatory developments</li> <li>• The AIFM checks potential transactions with respect to compliance with regulations and fund documentation</li> </ul>
EXCHANGE RATE RISK	FX risk between assets in foreign currency and the Partnership base currency	<ul style="list-style-type: none"> <li>• The AIFM does not consider foreign exchange risk to be a significant exposure to the Partnership as all transactions are denominated in the Partnership base currency</li> </ul>

In accordance with the calculation methods specified in the AIFM Directive, as at December 31, 2019, the level of leverage is 100% of NAV using the Commitment Method and 100% of NAV using the Gross Method for the Partnership.

The leverage of the Partnership as specified in the AIFM Directive does not exceed the defined limits of 200% according to the Commitment Method and 200% according to the Gross Method.

## RANTUM PRIVATE EQUITY FUND II, S.C.S.

### REMUNERATION DISCLOSURE OF THE ALTERNATIVE INVESTMENT FUND MANAGER (UNAUDITED)

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The Remuneration Policy of Luxembourg Investment Solutions S.A. (“the AIFM”) complies with the amended Law of Luxembourg Act of 12 July 2013 on Alternative Investment Fund Managers and the ESMA guidelines on sound remuneration policies from 11 February 2013 and to the extent that is appropriate to its size, internal organization and the nature, scope and complexity of its activities.

Respecting the size, structure and especially the strategy of the company as a third party AIFM (the AIFM does not benefit from carried interest) and a non-existing interest for risk takers in short term gains, Luxembourg Investment Solutions S.A. applies section VII of the ESMA Guidelines on sound remuneration policies under the AIFMD (“Guidelines on proportionality”).

Luxembourg Investment Solutions S.A. applies amongst others the following qualitative and quantitative criteria for performance measurement: contribution to the development of the company; compliance with internal rules and procedures, systems and controls; performance in comparison to predefined goals (depending on job profile); the performance of the business unit in which the individual works and the overall results of the AIFM and the market situation / economic environment during the course of the year.

For employees engaged in control processes and who are independent from the business units they oversee, they will be compensated in accordance with the achievement of the objectives linked to their functions only.

The Board of Directors of the AIFM have the responsibility for the execution, review and supervision of the application of the company’s Remuneration Policy as well as for the reporting to the Money Laundering Reporting Officer

Table I: Proportion of the total remuneration of the staff of the AIFM attributable to the AIF (**Rantum Private Equity Fund II, S.C.S.**), indicating the number of beneficiaries, as of **31.12.2019**.

	Number of Beneficiaries	Fixed Remuneration in % of total	Variable Remuneration in % of total	Carried Interest paid in % of total	Total Remuneration*
Staff**	89	0.4%	0.0%	0.0%	6,469,151
Thereof Senior Management	6	0.3%	0.1%	0.0%	1,501,936
Thereof Risk Takers***	19	0.3%	0.1%	0.0%	2,869,908

Number of funds under management as of 31.12.2019

245

Based on audited financial statements of the AIFM

The table shows the proportion of the total remuneration of the staff of the AIFM attributable to the AIF, indicating the number of beneficiaries.

The allocation or breakdown has been provided on the following basis:

The remuneration of all staff was divided by the number of Funds under Management. The result was divided through the total remuneration of all staff.

\*The total remuneration is the gross amount of all salaries, including employer social security contribution. It also includes all non-monetary benefits paid (such as car allowances, mobile phones or other fringe benefits) and variable remunerations which consist of bonus payments made to the employees. The total remuneration also includes also salaries paid for work in the connection with the management of UCITS funds (Luxembourg Investment Solutions S.A. has a dual license and also manages UCITS funds).

\*\*including Senior Managers and Risk Takers

\*\*\*members of staff of the AIFM whose actions have a material impact on the risk profile of the AIF, including Senior Managers

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