

Annual report including audited financial statements as at 31st December 2016

JRS SICAV 2

Investment Company (SICAV), Luxembourg

R.C.S. Luxembourg B 148 348



Notice

The sole legally binding basis for the purchase of shares of the Company described in this report is the latest valid sales prospectus with its terms of contract.

JRS SICAV 2

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JRS SICAV 2

Organisation

Registered Office

4, rue Peternelchen
L-2370 Howald

Board of Directors

Chairman

Bengt MELLBERG
Chief Executive Officer
JRS Asset Management AB, Sweden

Directors

Lars CARLBOM
Chief Financial Officer
JRS Asset Management AB, Sweden

Olivier SCHOLTES
Head, Oversight Investment Management & Distribution
SEB Fund Services S.A., Luxembourg

Torbjörn SÖDERBERG
Chief Investment Officer and Chief Strategist
JRS Asset Management AB, Sweden

Management Company

SEB Fund Services S.A.
4, rue Peternelchen
L-2370 Howald

Board of Directors of the Management Company

Chairman

Gustaf UNGER
Head of Investor Services, Transaction Banking
Skandinaviska Enskilda Banken AB (publ), Sweden

Directors

Göran FORS
Head of Sales and Market Development
Asset Servicing
Skandinaviska Enskilda Banken AB (publ), Sweden

Marie JUHLIN
Managing Director
SEB Fund Services S.A., Luxembourg
(since 29th March 2016)

Jonas LINDGREN
Client Executive, Hedge Fund Coverage
Skandinaviska Enskilda Banken AB (publ), Sweden

Erika LUNDQUIST
Managing Director
Skandinaviska Enskilda Banken S.A., Luxembourg
(until 31st October 2016)

JRS SICAV 2

Organisation (continued)

	Magnus WALLBERG Deputy Managing Director, CFO/ COO Skandinaviska Enskilda Banken S.A., Luxembourg (until 29th March 2016)
Depositary	Skandinaviska Enskilda Banken S.A. 4, rue Peternelchen L-2370 Howald
Central Administration Agent	SEB Fund Services S.A. 4, rue Peternelchen L-2370 Howald
Administration Agent, Registrar and Transfer Agent	European Fund Administration S.A. 2, rue d'Alsace L-1122 Luxembourg
Investment Manager and Placement and Distribution Agent	JRS Asset Management AB Birger Jarlsgatan 14 SE-114 34 Stockholm
Sub-Investment Manager of JRS SICAV 2 - JRS Global Growth	Goldman Sachs Asset Management International River Court 120 Fleet Street EC4A 2BE London
Auditor	PricewaterhouseCoopers, Société coopérative 2, rue Gerhard Mercator L-2182 Luxembourg

JRS SICAV 2

General information

JRS SICAV 2 (hereafter the "Fund") is an umbrella open-ended investment company organised as a "*Société Anonyme*" under the laws of the Grand Duchy of Luxembourg and qualifies as a "*Société d'Investissement à Capital Variable*" ("*SICAV*"). The Fund was incorporated as a Specialised Investment Fund ("*SIF*"). The Fund was transformed into an Undertaking for Collective Investment in Transferable Securities subject to part I of the amended Luxembourg law of 17th December 2010 on Undertakings for Collective Investment (the "2010 Law") at the General Meeting of Shareholders held on 16th July 2014. At the same time a change of name was decided, changing the name of the company from JRS SICAV-SIF to JRS SICAV 2. The Company was incorporated for an unlimited period on 24th September 2009.

The Directive 2014/ 91/ EU of the European Parliament and of the Council of 23rd July 2014 amending the Directive 2009/ 65/ EC had been transposed by the law of 10th May 2016 coming into force on 1st June 2016 and amending the amended law of 17th December 2010.

The Articles of Incorporation of the Company (the "Articles") have been filed with the "Registre de Commerce et des Sociétés", where they are available for inspection, and were published in the "Mémorial, Recueil des Sociétés et Associations" on 14th October 2009. Publications made after 1st June 2016 are available on the new platform called "Recueil électronique des sociétés et associations" ("RESA") accessible through the website of the RCS.

The Company operates separate Sub-Funds, each of which is represented by one or more Classes of Shares.

The Board of Directors of the Fund has appointed SEB Fund Services S.A. as the Management Company of the Fund. SEB Fund Services S.A. was incorporated for an unlimited period in the form of a "*Société Anonyme*" in Luxembourg. It has been transformed into a Management Company with effect on 22nd October 2004. The Management Company is governed by Chapter 15 of the Law 2010. The articles of incorporation of the Management Company were published in the "*Mémorial*" as of 16th November 2004. The last amendment of the articles was published on 28th August 2014.

At the date of the financial statements, the following Sub-Funds are open:

- | | |
|---|---------|
| - JRS SICAV 2 - JRS Global Wealth | in SEK, |
| - JRS SICAV 2 - JRS Global Growth | in SEK, |
| - JRS SICAV 2 - JRS Global Edge (launched on 27th October 2016) | in SEK. |

Shares of the following classes may be issued:

- RC (SEK) Shares are available to all investors
- HNW (SEK) Shares
- HNW (USD) Shares
- ID (SEK) Shares

Class HNW Shares are reserved to Institutional Investors and certain other investors. The minimum initial subscription and minimum holding amounts are SEK 100,000 or their equivalent in another currency unless the Board of Directors resolves otherwise.

Class ID Shares are available to institutional investors. The minimum initial subscription and holding amounts are of SEK 1,000,000.- or their equivalent in another currency unless the Directors resolve otherwise.

JRS SICAV 2

General information (continued)

Class HNW Shares and Class RC Shares are only available as accumulation shares.
Class ID Shares are only available as Distribution Shares.

At the date of the financial statements, Class HNW (SEK) Shares and Class RC (SEK) Shares are issued.

The Net Asset Value of each Class of Shares is calculated on each Business Day ("Valuation Day"). A Business Day is a day on which banks are normally open for business in Luxembourg and Stockholm, except for 24th December in each year.

For consolidation purposes, the reference currency of the Fund is the euro (EUR).

The financial year of the Fund ends on 31st December each year. Financial reports of the Fund are published annually and semi-annually.

Copies of the Articles of Incorporation, Prospectus, KIIDs and financial reports may be obtained free of charge and upon request, from the Registered Office of the Fund and are available for inspection during normal business hours at the registered office of the Fund.

A year of politics

2016 has been, above all, a year of political upheaval. Events such as the UK's decision to leave the EU (Brexit), the election of Donald Trump as US president, and Italy's rejection of constitutional reform all illustrate general dissatisfaction with the political environment.

Before the results of these three electoral events were available, the market consensus was that the respective election results would lead to a correction in the equity markets. The primary arguments were as follows: Brexit would have a negative impact on the already fragile EU growth rates by increasing uncertainty regarding the future of Europe; the election of Trump would decrease global growth by increasing uncertainty regarding future US policy and Trump's election promise to renegotiate existing trade agreements, and, finally, the Italian referendum would rekindle the euro crisis of 2011-2013 by spotlighting the fundamental political weakness of Europe. Despite the forecasts and discussions, the financial markets and the global economy proved to be highly resilient. The latter displayed such resiliency that growth forecasts for 2017 were revised higher following the US election and predictions about a restart of the business cycle emerged.

However, 2016 turned out to be a year where US equities closed at all-time high levels, nominal rates ended up at higher levels than at the beginning of the year, and the US Federal Reserve (the Fed) made an upwards revision, for the first time ever, of their official estimates for the next year's policy rates. Keep in mind that 2012 was the first time the Fed published these estimates. In general, 2016 was much more positive than expected. This is particularly true for market participants who from the beginning of the year believed in the likelihood of Brexit, Trump, and Italy's no to reform.

In the following paragraphs we present our view of global growth and monetary policy. We discuss the implications of a Trump presidency, and, finally, we present our outlook for the financial markets in 2017.

Global growth

The most notable development in terms of growth in 2016 was the uptick that materialised in Q4. This uptick was a stark contrast to the first three quarters of the year where growth had failed to gain momentum and the global economy appeared to be increasingly fragile. This upswing was so strong and broad-based in terms of geography and sectors, that growth forecasts for 2017 were revised higher. This has led the market to believe the business cycle will continue in a similar manner, keeping the next recession a few years away.

It is not easy to pinpoint the exact cause of the sudden revival of the global economy. It started to materialise in the months following Brexit and prior to the US election. One could even argue that the US election results have acted as a growth factor in terms of planned fiscal stimulus. Regardless of the exact cause of the global revival, the growth pattern followed that of a normal recovery: first we saw strength in the sentiment indicators for manufacturing companies; then this spread to non-manufacturing sectors. Finally, growth was also apparent in real production and consumption numbers. At the end of Q4 the US economy appeared to be growing by more than 2.5% (Atlanta Federal Reserve estimate); a figure last surpassed in 2014.

Report from the Investment Manager (continued)

Although many of the positive surprises in terms of growth appeared in the US, it is important to note that the recovery was generally broad based across the globe. As such, we saw stronger data from both Europe and emerging markets. It is especially worth noting that emerging markets in Asia gained speed thanks to the global trade recovery which, for years, indicated a moderating trend. The fact that the recovery was so broad-based increased market confidence to the degree that the recovery would prove to be more stable than all the mini-recoveries since 2009.

Monetary policy

In contrast to the past five or six years, monetary policy declined in importance for the financial markets relative to the macro outlook. In other words, the financial markets were driven by expectations of growth to a higher extent than by future central bank action.

Despite this, we did see a range of notable developments in central bank policies over the year: The Fed hiked rates in December 2016 and forecasted a more aggressive rate-hike cycle than previously communicated.

The ECB surprised the markets by describing how their quantitative easing program would cut back on monthly purchases. Whether this acted positively or negatively on the markets can be debated, but it is clear that the Fed's intention for a steeper rate-hike cycle would have had a distinctly negative effect on financial markets just 6-12 months ago. However, because the Fed's message focused on stronger growth, not just higher inflation, the market ignored the information regarding steeper rate hikes. This more than any other factor signaled the shift in focus for the markets from monetary policy to growth expectations.

Going forward, we note that the current rate hike cycle in the US is unlike anything that we have seen in the past. This in itself makes it more difficult to draw any firm conclusions about the possible impact of higher US rates on the financial markets. With that said, it is important to note that the fiscal stimulus that is expected from the Trump presidency comes at a time when the US labour market already looks tight. This increases the risk for increasing inflationary pressures in the US and the possibility of the Fed reacting by being even more aggressive than originally communicated. We believe this is one of the main risks for 2017.

Trump

In our view, the positive market reaction to the US election results was a reaction to strong growth in the US economy rather than the prospect of a Trump presidency. Although fiscal stimulus looks set to increase US growth in the coming one to two years, it is important to note that the plans did not differ materially from Hillary Clinton's proposal. The difference is more in the composition of the stimulus than anything else.

We believe growth will be Trump's overriding focus. Consequently, growth reduction schemes, such as aggressive trade wars with China, will most likely be diluted in the coming quarters.

Luxembourg, 31st January 2017

The Management Company

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



Audit report

To the Shareholders of
JRS SICAV 2

We have audited the accompanying financial statements of JRS SICAV 2 and of each of its sub-funds, which comprise the statement of net assets and the statement of investments and other net assets as at 31st December 2016 and the statement of operations and other changes in net assets for the year then ended, and a summary of significant accounting policies and other explanatory notes to the financial statements.

Responsibility of the Board of Directors of the SICAV for the financial statements

The Board of Directors of the SICAV is responsible for the preparation and 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.

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*Cabinet de révision agréé. Expert-comptable (autorisation gouvernementale n°10028256)
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Audit report (continued)

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

Opinion

In our opinion, the financial statements give a true and fair view of the financial position of JRS SICAV 2 and of each of its sub-funds as of 31st 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

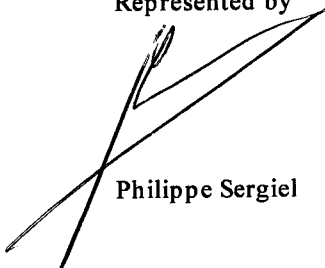
The Board of Directors of the SICAV is responsible for the other information. The other information comprises the information included in the annual report but does not include the financial statements and our audit report thereon.

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, 29th March 2017



Philippe Sergiel

JRS SICAV 2

Combined statement of net assets (in EUR)

as at 31st December 2016

Assets

Securities portfolio at market value	75,930,523.44
Deposits on futures contracts	596,443.42
Cash at banks	6,604,655.28
Other liquid assets	1,224,398.20
Receivable on issues of shares	48,398.82
Income receivable on portfolio	17,141.75
Unrealised gain on forward foreign exchange contracts	204,039.91
Other receivables	184,362.73
Prepaid expenses	5,969.83
Total assets	84,815,933.38

Liabilities

Bank overdrafts	1,626.84
Other liquid liabilities	427,536.84
Payable on redemptions of shares	226,811.74
Unrealised loss on futures contracts	184,289.24
Unrealised loss on forward foreign exchange contracts	216,213.71
Expenses payable	229,921.75
Total liabilities	1,286,400.12

Net assets at the end of the year	83,529,533.26
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The accompanying notes are an integral part of these financial statements.

JRS SICAV 2

Combined statement of operations and other changes in net assets (in EUR)

from 1st January 2016 to 31st December 2016

Income

Dividends, net	278,831.20
Interest on bank accounts	231.83
Other commissions received	174,955.51
Other income	4,255.36
Total income	458,273.90

Expenses

Management fees	1,924,317.36
Banking charges and other fees	5,670.97
Transaction fees	147,425.15
Central administration costs	142,807.73
Professional fees	41,589.24
Other administration costs	93,512.06
Subscription duty ("taxe d'abonnement")	22,866.53
Interest paid on bank overdrafts	25,428.57
Management fees paid for the underlying funds	114,776.77
Other expenses	15,388.58
Total expenses	2,533,782.96

Net investment loss -2,075,509.06

Net realised gain/(loss)

- on securities portfolio	3,896,718.58
- on option contracts	19,386.36
- on futures contracts	-890,329.76
- on forward foreign exchange contracts	-3,560,898.89
- on foreign exchange	-1,021,155.90

Realised result -3,631,788.67

Net variation of the unrealised gain/(loss)

- on securities portfolio	2,687,052.00
- on option contracts	25,909.42
- on futures contracts	-119,216.71
- on forward foreign exchange contracts	-1,694,069.49

Result of operations -2,732,113.45

Subscriptions 37,756,917.97

Redemptions -75,943,716.66

Total changes in net assets -40,918,912.14

Total net assets at the beginning of the year 130,289,687.32

Revaluation difference -5,841,241.92

Total net assets at the end of the year 83,529,533.26

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

JRS SICAV 2 - JRS Global Wealth

Statement of net assets (in SEK)

as at 31st December 2016

Assets

Securities portfolio at market value	140,277,791.40
Deposits on futures contracts	552,551.10
Cash at banks	19,926,692.62
Other liquid assets	2,814,357.90
Receivable on issues of shares	64,887.55
Other receivables	248,461.85
Prepaid expenses	25,853.27
Total assets	163,910,595.69

Liabilities

Other liquid liabilities	32,812.46
Payable on redemptions of shares	555,485.16
Unrealised loss on futures contracts	248,461.85
Unrealised loss on forward foreign exchange contracts	2,073,103.00
Expenses payable	410,439.32
Total liabilities	3,320,301.79

Net assets at the end of the year 160,590,293.90

Class RC (SEK) Shares outstanding	1,512,362.996
Net asset value per Class RC (SEK) Share	106.19

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

JRS SICAV 2 - JRS Global Wealth

Statement of operations and other changes in net assets (in SEK)

from 1st January 2016 to 31st December 2016

<u>Income</u>	
Dividends, net	214,948.91
Other commissions received	692,574.18
Total income	907,523.09
<u>Expenses</u>	
Management fees	5,089,832.33
Banking charges and other fees	14,723.22
Transaction fees	289,541.70
Central administration costs	546,197.66
Professional fees	157,712.37
Other administration costs	399,324.01
Subscription duty ("taxe d'abonnement")	23,994.62
Interest paid on bank overdrafts	67,047.30
Management fees paid for the underlying funds	269,739.60
Other expenses	61,520.57
Total expenses	6,919,633.38
Net investment loss	-6,012,110.29
<u>Net realised gain/(loss)</u>	
- on securities portfolio	10,913,431.20
- on option contracts	51,472.42
- on futures contracts	-4,629,881.09
- on forward foreign exchange contracts	-13,746,069.03
- on foreign exchange	1,656,417.15
Realised result	-11,766,739.64
<u>Net variation of the unrealised gain/(loss)</u>	
- on securities portfolio	2,686,230.84
- on option contracts	91,525.00
- on futures contracts	238,022.71
- on forward foreign exchange contracts	-6,312,596.61
Result of operations	-15,063,557.70
Subscriptions	11,473,282.19
Redemptions	-251,924,555.89
Total changes in net assets	-255,514,831.40
Total net assets at the beginning of the year	416,105,125.30
Total net assets at the end of the year	160,590,293.90

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

JRS SICAV 2 - JRS Global Wealth

Statistical information (in SEK)

as at 31st December 2016

Total net assets	
- as at 31.12.2016	160,590,293.90
- as at 31.12.2015	416,105,125.30
- as at 31.12.2014	194,011,278.71
Number of Class HNW (SEK) Shares	
- outstanding at the beginning of the year	151,297.470
- issued	1,294.787
- redeemed	-152,592.257
- outstanding at the end of the year	0.000
Net asset value per Class HNW (SEK) Share	
- as at 31.12.2016	-
- as at 31.12.2015	1,082.93
- as at 31.12.2014	1,106.91
Number of Class RC (SEK) Shares	
- outstanding at the beginning of the year	2,284,650.883
- issued	96,204.710
- redeemed	-868,492.597
- outstanding at the end of the year	1,512,362.996
Net asset value per Class RC (SEK) Share	
- as at 31.12.2016	106.19
- as at 31.12.2015	110.42
- as at 31.12.2014	-

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

JRS SICAV 2 - JRS Global Wealth

Statement of investments and other net assets (in SEK)

as at 31st December 2016

Currency	Number / nominal value	Description	Cost	Market value	% of total net assets
<u>Investments in securities</u>					
<u>Open-ended investment funds</u>					
Investment funds (UCITS)					
EUR	1,097	Allianz Gl Investors Fd Discovery Europe Str I EUR Dist	12,179,748.26	12,202,454.08	7.60
EUR	888.243	Allianz Gl Investors Fd Eu Equity Gh Select WT EUR Cap	12,007,602.84	12,114,441.29	7.54
EUR	72,859	BlackRock Global Fds European Equity Income A2 Cap	11,434,543.79	12,295,141.03	7.66
EUR	18,756	Schroder Intl Select Fd Gl High Yield I EUR Hedged Cap	7,855,061.69	8,258,362.23	5.14
			43,476,956.58	44,870,398.63	27.94
JPY	43,910.97	Schroder Intl Selection Fd Japanese Opp I JPY Cap	5,542,406.65	6,834,806.36	4.26
SEK	104,831.2375	Cicero Avkastning Units Dist	12,138,213.66	12,264,300.82	7.64
SEK	14,791.444	JPMorgan Fds Multi Manager Alternatives S SEK Hedged Cap	14,930,041.69	14,882,559.30	9.27
SEK	84,152.672	SEB Fd 1 Asset Selection C (H-SEK) Cap	14,870,671.61	15,000,718.70	9.34
			41,938,926.96	42,147,578.82	26.25
USD	63,911	Goldman Sachs Fds Sev US Core Equity Ptf I (Snap) Dist	9,864,960.51	13,015,879.07	8.10
USD	5,037	JPMorgan Inv Fds US Select Equity C USD Cap	11,048,014.58	13,039,781.23	8.12
USD	6,893	UBS (Lux) Equity SICAV USA Gh (USD) I-A2 Cap	11,245,637.02	12,886,786.33	8.02
			32,158,612.11	38,942,446.63	24.24
Total investment funds (UCITS)			123,116,902.30	132,795,230.44	82.69
Tracker funds (UCITS)					
EUR	47,065	Amundi ETF MSCI Em Mks UCITS EUR Dist	1,548,745.61	1,551,012.33	0.97
SEK	20,793	XACT OMXS30 Dist	3,379,995.72	3,550,404.75	2.21
USD	47,089	Amundi ETF MSCI Em Mks UCITS USD	1,377,258.93	1,554,517.42	0.97
USD	4,000	VanEck Vectors UCITS ETFs Plc Gold Miners A USD Cap	899,280.70	826,626.46	0.51
			2,276,539.63	2,381,143.88	1.48
Total tracker funds (UCITS)			7,205,280.96	7,482,560.96	4.66
Total investments in securities			130,322,183.26	140,277,791.40	87.35
Cash at banks				19,926,692.62	12.41
Other net assets/ (liabilities)				385,809.88	0.24
Total				160,590,293.90	100.00

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

JRS SICAV 2 - JRS Global Wealth

Industrial and geographical classification of investments as at 31st December 2016

Industrial classification

(in percentage of net assets)

Investment funds	87.35 %
Total	<u>87.35 %</u>

Geographical classification

(by domicile of the issuer)
(in percentage of net assets)

Luxembourg	75.05 %
Sweden	9.85 %
France	1.94 %
Ireland	0.51 %
Total	<u>87.35 %</u>

JRS SICAV 2 - JRS Global Growth

Statement of net assets (in SEK)

as at 31st December 2016

Assets

Securities portfolio at market value	339,381,025.88
Deposits on futures contracts	4,278,427.18
Cash at banks	35,652,987.44
Other liquid assets	5,159,350.68
Receivable on issues of shares	399,170.57
Income receivable on portfolio	164,358.75
Unrealised gain on forward foreign exchange contracts	1,956,377.97
Other receivables	1,279,193.85
Prepaid expenses	31,386.73
Total assets	388,302,279.05

Liabilities

Bank overdrafts	15,598.47
Other liquid liabilities	3,090,402.53
Payable on redemptions of shares	1,369,695.24
Unrealised loss on futures contracts	1,278,625.62
Expenses payable	1,186,698.43
Total liabilities	6,941,020.29

Net assets at the end of the year 381,361,258.76

Class HN W (SEK) Shares outstanding	505.916
Net asset value per Class HN W (SEK) Share	1,465.96

Class RC (SEK) Shares outstanding	2,346,417.623
Net asset value per Class RC (SEK) Share	162.21

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

JRS SICAV 2 - JRS Global Growth

Statement of operations and other changes in net assets (in SEK)

from 1st January 2016 to 31st December 2016

<u>Income</u>	
Dividends, net	2,318,311.12
Interest on bank accounts	2,222.86
Other commissions received	975,328.85
Other income	40,801.31
Total income	3,336,664.14
<u>Expenses</u>	
Management fees	12,567,285.98
Banking charges and other fees	39,055.97
Transaction fees	1,085,662.54
Central administration costs	736,391.96
Professional fees	158,939.63
Other administration costs	439,712.34
Subscription duty ("taxe d'abonnement")	171,629.87
Interest paid on bank overdrafts	169,968.30
Management fees paid for the underlying funds	830,764.43
Other expenses	64,216.03
Total expenses	16,263,627.05
Net investment loss	-12,926,962.91
<u>Net realised gain/(loss)</u>	
- on securities portfolio	26,372,408.19
- on option contracts	134,408.18
- on futures contracts	-4,741,550.25
- on forward foreign exchange contracts	-20,396,585.54
- on foreign exchange	-11,305,968.40
Realised result	-22,864,250.73
<u>Net variation of the unrealised gain/(loss)</u>	
- on securities portfolio	14,929,676.90
- on option contracts	156,900.00
- on futures contracts	-1,141,180.92
- on forward foreign exchange contracts	-9,930,501.32
Result of operations	-18,849,356.07
Subscriptions	92,363,416.45*
Redemptions	-469,285,791.46
Total changes in net assets	-395,771,731.08
Total net assets at the beginning of the year	777,132,989.84
Total net assets at the end of the year	381,361,258.76

*Part of these subscriptions are linked to the merger explained in Note 11 to the financial statements

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

JRS SICAV 2 - JRS Global Growth

Statistical information (in SEK)

as at 31st December 2016

Total net assets	
- as at 31.12.2016	381,361,258.76
- as at 31.12.2015	777,132,989.84
- as at 31.12.2014	230,042,772.66
Number of Class HNW (SEK) Shares	
- outstanding at the beginning of the year	154,044.581
- issued	35,486.199
- redeemed	-189,024.864
- outstanding at the end of the year	505.916
Net asset value per Class HNW (SEK) Share	
- as at 31.12.2016	1,465.96
- as at 31.12.2015	1,480.77
- as at 31.12.2014	1,455.47
Number of Class RC (SEK) Shares	
- outstanding at the beginning of the year	3,314,838.890
- issued	264,557.547
- redeemed	-1,232,978.814
- outstanding at the end of the year	2,346,417.623
Net asset value per Class RC (SEK) Share	
- as at 31.12.2016	162.21
- as at 31.12.2015	165.63
- as at 31.12.2014	-

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

JRS SICAV 2 - JRS Global Growth

Statement of investments and other net assets (in SEK)

as at 31st December 2016

Currency	Number / nominal value	Description	Cost	Market value	% of total net assets
<u>Investments in securities</u>					
<u>Transferable securities admitted to an official stock exchange listing</u>					
Shares					
CHF	9,032	Novartis AG Reg	6,229,275.00	5,987,876.30	1.57
CHF	1,591	Syngenta AG Reg	5,223,757.48	5,729,368.39	1.50
CHF	50,397	UBS Group Inc	5,606,111.99	7,191,774.40	1.89
			17,059,144.47	18,909,019.09	4.96
DKK	15,536	Novo Nordisk AS B	6,576,889.03	5,102,387.94	1.34
EUR	6,315	Adidas AG Reg	7,528,153.33	9,091,516.52	2.38
EUR	13,809	Bayer AG Reg	11,774,783.03	13,125,171.18	3.44
EUR	14,045	Beiersdorf AG	10,879,406.23	10,854,115.18	2.85
EUR	10,245	GEA Group AG	4,404,082.20	3,755,380.11	0.98
			34,586,424.79	36,826,182.99	9.65
GBP	59,050	Royal Dutch Shell Plc B	13,598,336.80	15,614,804.79	4.09
GBP	12,743	Shire Plc	6,559,145.34	6,704,999.78	1.76
GBP	25,867	Wolseley Plc	11,428,906.93	14,418,265.61	3.78
			31,586,389.07	36,738,070.18	9.63
JPY	26,200	Hoya Corp	8,230,542.22	10,030,658.57	2.63
JPY	76,000	Mitsubishi Estate Co Ltd	11,810,500.68	13,789,912.31	3.62
JPY	10,500	Nidec Corp	6,824,873.67	8,255,120.64	2.16
			26,865,916.57	32,075,691.52	8.41
SEK	34,470	Svenska Cellulosa SCA AB B	9,105,854.38	8,869,131.00	2.33
USD	32,883	Abbott Laboratories	10,965,501.82	11,483,270.98	3.01
USD	7,182	Affiliated Managers Group Inc	8,714,700.96	9,487,698.79	2.49
USD	1,888	Alphabet Inc A	11,148,140.23	13,602,656.57	3.57
USD	1,220	Biogen Inc	2,507,154.14	3,145,468.23	0.82
USD	8,643	Celgene Corp	7,331,451.60	9,095,684.47	2.39
USD	4,662	Costco Wholesale Corp	6,231,230.68	6,786,417.91	1.78
USD	1,437	Dell Technologies Inc V	422,201.58	718,178.47	0.19
USD	11,123	Electronic Arts Inc	7,861,184.75	7,964,848.48	2.09
USD	6,318	Fedex Corp	8,063,431.91	10,695,698.98	2.80
USD	10,874	Honeywell Intl Inc	10,523,639.12	11,453,421.42	3.00
USD	29,195	Intercontinental Exchang Inc	12,606,219.18	14,975,848.40	3.93
USD	9,030	Intuit Inc	8,424,905.34	9,409,361.12	2.47
USD	21,759	Newell Brands Inc	9,635,359.06	8,833,041.46	2.32
USD	8,274	Nike Inc B	3,876,728.25	3,823,714.87	1.00
USD	19,910	Northern Trust Corp	11,170,798.81	16,119,629.57	4.23
USD	8,188	PVH Corp	6,516,244.92	6,717,795.73	1.76
USD	15,437	Qualcomm Inc	7,108,740.31	9,150,827.60	2.40
USD	8,835	Walgreens Boots Alliance Inc	6,263,338.44	6,647,784.15	1.74
			139,370,971.10	160,111,347.20	41.99
Total shares			265,151,589.41	298,631,829.92	78.31
Closed-ended investment funds					
USD	15,328	American Tower Corp	14,726,781.26	14,727,470.79	3.86
Total closed-ended investment funds			14,726,781.26	14,727,470.79	3.86

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

JRS SICAV 2 - JRS Global Growth

Statement of investments and other net assets (in SEK) (continued) as at 31st December 2016

Currency	Number / nominal value	Description	Cost	Market value	% of total net assets
Open-ended investment funds					
Tracker funds (UCITS)					
EUR	267,422	Amundi ETF MSCI Em Mks UCITS EUR Dist	8,775,478.38	8,812,807.90	2.31
SEK	27,833	XACT OMXS30 Dist	4,547,912.20	4,752,484.75	1.25
USD	269,655	Amundi ETF MSCI Em Mks UCITS USD	7,723,700.38	8,901,938.76	2.33
USD	17,200	VanEck Vectors UCITS ETFs Plc Gold Miners A USD Cap	3,866,907.02	3,554,493.76	0.93
			11,590,607.40	12,456,432.52	3.26
		Total tracker funds (UCITS)	24,913,997.98	26,021,725.17	6.82
		Total investments in securities	304,792,368.65	339,381,025.88	88.99
		Cash at banks		35,652,987.44	9.35
		Bank overdrafts		-15,598.47	0.00
		Other net assets/ (liabilities)		6,342,843.91	1.66
		Total		381,361,258.76	100.00

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

JRS SICAV 2 - JRS Global Growth

Industrial and geographical classification of investments

as at 31st December 2016

Industrial classification

(in percentage of net assets)

Pharmaceuticals and biotechnology	14.33 %
Diversified financial services	10.05 %
Software and services	8.32 %
Consumer durables and apparel	7.46 %
Investment funds	6.82 %
Real estate	6.11 %
Raw materials	5.28 %
Household and personal products	5.18 %
Technology hardware and equipment	4.56 %
Energy	4.09 %
Capital goods	3.98 %
Real estate funds	3.86 %
Food retailing, drugstores and pharmacies	3.52 %
Transportation	2.80 %
Health care equipment and services	2.63 %
Total	<u>88.99 %</u>

Geographical classification

(by domicile of the issuer)

(in percentage of net assets)

United States of America	45.85 %
Germany	9.65 %
Japan	8.41 %
Jersey	5.54 %
Switzerland	4.96 %
France	4.64 %
United Kingdom	4.09 %
Sweden	3.58 %
Denmark	1.34 %
Ireland	0.93 %
Total	<u>88.99 %</u>

JRS SICAV 2 - JRS Global Edge

Statement of net assets (in SEK)

as at 31st December 2016

Assets

Securities portfolio at market value	248,379,161.46
Deposits on futures contracts	887,847.89
Cash at banks	7,747,156.98
Other liquid assets	3,766,081.32
Other receivables	240,053.29
Total assets	261,020,300.94

Liabilities

Other liquid liabilities	976,099.03
Payable on redemptions of shares	249,538.82
Unrealised loss on futures contracts	239,916.92
Expenses payable	607,400.79
Total liabilities	2,072,955.56

Net assets at the end of the year	258,947,345.38
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Class RC (SEK) Shares outstanding	2,276,470.763
Net asset value per Class RC (SEK) Share	113.75

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

JRS SICAV 2 - JRS Global Edge

Statement of operations and other changes in net assets (in SEK)

from 27th October 2016 to 31st December 2016

Income

Dividends, net	140,232.65
Other commissions received	9,607.46
Total income	149,840.11

Expenses

Management fees	793,645.12
Banking charges and other fees	595.38
Transaction fees	38,339.38
Central administration costs	86,681.21
Professional fees	82,114.45
Other administration costs	57,577.09
Subscription duty ("taxe d'abonnement")	23,624.71
Interest paid on bank overdrafts	6,798.93
Other expenses	21,812.44
Total expenses	1,111,188.71

Net investment loss	-961,348.60
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Net realised gain/(loss)

- on securities portfolio	76,725.51
- on futures contracts	834,760.56
- on foreign exchange	-141,508.29
Realised result	-191,370.82

Net variation of the unrealised gain/(loss)

- on securities portfolio	8,148,117.30
- on futures contracts	-239,916.92
Result of operations	7,716,829.56

Subscriptions	258,184,646.60*
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Redemptions	-6,954,130.78
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Total changes in net assets	258,947,345.38
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Total net assets at the beginning of the year	-
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Total net assets at the end of the year	258,947,345.38
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*Part of these subscriptions are linked to the merger explained in Note 11 to the financial statements

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

JRS SICAV 2 - JRS Global Edge

Statistical information (in SEK)

as at 31st December 2016

Total net assets

- as at 31.12.2016

258,947,345.38

Number of Class RC (SEK) Shares

- outstanding at the beginning of the year

0.000

- issued

2,339,052.800

- redeemed

-62,582.037

- outstanding at the end of the year

2,276,470.763

Net asset value per Class RC (SEK) Share

- as at 31.12.2016

113.75

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

JRS SICAV 2 - JRS Global Edge

Statement of investments and other net assets (in SEK)

as at 31st December 2016

Currency	Number / nominal value	Description	Cost	Market value	% of total net assets
<u>Investments in securities</u>					
<u>Open-ended investment funds</u>					
Tracker funds (UCITS)					
EUR	163,000	Amundi ETF MSCI Em Mks UCITS EUR Dist	5,648,937.78	5,371,613.75	2.07
EUR	16,300	db x-trackers DAX UCITS ETF (DR) 1D Dist	15,632,807.28	16,233,620.03	6.27
EUR	42,555	Source Mks Plc Euro Stoxx 50 ETF UCITS A Cap	25,812,448.61	26,659,627.20	10.30
			47,094,193.67	48,264,860.98	18.64
GBP	11,450	iShares VII Plc FTSE 100 UCITS ETF Cap	12,621,932.27	13,213,351.05	5.10
GBP	10,000	Vanguard Fds Plc FTSE 250 UCITS ETF Dist	3,123,845.25	3,264,418.34	1.26
			15,745,777.52	16,477,769.39	6.36
JPY	7,420	Amundi ETF Japan Topix UCITS JPY Cap	5,055,779.48	4,953,167.33	1.91
JPY	8,200	Amundi ETF Jpx-Nik 400 UCITS JPY Dist	9,299,947.37	9,168,791.00	3.54
JPY	80,000	iShares Plc MSCI Japan UCITS ETF (Dist) USD Dist	9,149,653.79	9,043,076.65	3.49
			23,505,380.64	23,165,034.98	8.94
SEK	96,830	XACT OMXS30 Dist	16,095,694.50	16,533,722.50	6.38
USD	202,000	Amundi ETF MSCI Em Mks UCITS USD	7,004,534.49	6,668,489.81	2.58
USD	18,000	Amundi ETF NASDAQ 100 UCITS USD	8,561,719.24	8,745,584.26	3.38
USD	24,275	iShares VII Plc Core S&P500 UCITS ETF USD Cap	44,278,525.46	46,899,482.06	18.11
USD	12,880	Source Markets Plc S&P 500 ETF UCITS A Cap	42,979,131.82	45,706,817.01	17.65
USD	19,230	SSgA SPDR ETFs Europe II Plc Russ 2000 US Sm Cap UCITS Cap	6,458,067.36	6,386,734.02	2.47
USD	12,000	VanEck Vectors UCITS ETFs Plc Gold Miners A USD Cap	2,410,744.73	2,479,879.37	0.96
USD	69,500	Vanguard Fds Plc S&P500 UCITS ETF USD Dist	26,097,274.73	27,050,787.08	10.45
			137,789,997.83	143,937,773.61	55.60
Total investments in securities			240,231,044.16	248,379,161.46	95.92
Cash at banks				7,747,156.98	2.99
Other net assets/ (liabilities)				2,821,026.94	1.09
Total				258,947,345.38	100.00

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

JRS SICAV 2 - JRS Global Edge

Industrial and geographical classification of investments as at 31st December 2016

Industrial classification

(in percentage of net assets)

Investment funds	95.92 %
Total	<u>95.92 %</u>

Geographical classification

(by domicile of the issuer)
(in percentage of net assets)

Ireland	69.79 %
France	13.48 %
Sweden	6.38 %
Luxembourg	6.27 %
Total	<u>95.92 %</u>

Notes to the financial statements

as at 31st December 2016

Note 1 - Significant accounting policies

a) Presentation of the financial statements

The financial statements of the Fund are established in accordance with the Luxembourg legal and regulatory requirements concerning Undertakings for Collective Investments.

The financial statements are presented on the basis of the Net Asset Value of the Sub-Funds calculated on 31st December 2016. In accordance with the prospectus, the last official trading Net Asset Values of the corresponding Sub-Funds have been calculated on 30th December 2016 as the Net Asset Values are not calculated on 31st December 2016. Nevertheless, an additional Net Asset Value has been calculated as at 31st December 2016 for reporting purpose and is disclosed in these financial statements.

b) Valuation

- (1) The value of any cash in hand or on deposit, bills and demand notes and accounts receivable, prepaid expenses, cash dividends and interest declared or accrued as aforesaid and not yet received is deemed to be the full amount thereof, unless in any case the same is unlikely to be paid or received in full, in which case the value thereof is arrived at after making such discount as the Fund may consider appropriate in such case to reflect the true value thereof.
- (2) The value of securities or financial instruments listed or dealt in on a regulated market which is recognised, operating regularly and open to the public (a "Regulated Market") is valued at the last available price on such markets. If a security is listed or traded on several markets, the closing price at the market, which constitutes the main market for such securities or instruments, is determining.
- (3) If a security, money market instrument or derivative instrument is not traded or admitted on any official stock exchange or any Regulated Market, or in the case of securities, money market instruments and derivative instruments so traded or admitted the last available price of which does not reflect their true value, the Directors are required to proceed on the basis of their expected sales price, which are valued with prudence and in good faith.
- (4) Each share or unit in an open-ended investment fund is valued at the last available net asset value (or bid price for dual priced investment funds) whether estimated or final, which is computed for such unit or shares on the same Valuation Day, failing which, it is the last net asset value (or bid price for dual priced investment funds) computed prior to the Valuation Day on which the Net Asset Value of the Shares in the Fund is determined.
- (5) In respect of shares or units of an investment fund held by the Fund, for which issues and redemptions are restricted and a secondary market trading is effected between dealers who, as main market makers, offer prices in response to market conditions, the Directors may decide to value such shares or units in line with the prices so established.
- (6) If, since the day on which the latest net asset value was calculated, events have occurred which may have resulted in a material change of the net asset value of shares or units in other investment funds held by the Fund, the value of such shares or units may be adjusted in order to reflect, in the reasonable opinion of the Directors, such change of value.

JRS SICAV 2

Notes to the financial statements (continued)

as at 31st December 2016

- (7) The value of any security which is dealt principally on a market made among professional dealers and institutional investors is determined by reference to the last available price.
- (8) If any of the aforesaid valuation principles do not reflect the valuation method commonly used in specific markets or if any such valuation principles do not seem accurate for the purpose of determining the value of the Fund's assets, the Directors may fix different valuation principles in good faith and in accordance with generally accepted valuation principles and procedures.

c) Net realised gain/ (loss) on sales of securities

The net realised gain/ (loss) on sales of securities is determined on the basis of the average cost of securities sold. The realised gains and losses on sales of securities portfolio are recorded net in the statement of operations and other changes in net assets.

d) Cost of securities

The acquisition cost of a security denominated in a currency other than that of the Sub-Funds is converted to the Sub-Fund's currency at the exchange rate prevailing on the date of purchase.

e) Exchange translation

The accounts of the Sub-Funds are maintained in SEK. Bank balances, other assets and liabilities and the value of securities held that are denominated in other currencies than the SEK, are converted at the prevailing exchange rate of the closing day. Income and expenses incurred in currencies other than the SEK are converted at the prevailing exchange rate of the day of each transaction.

At the date of the financial statements, the prevailing exchange rates on the closing day were as follows:

1	SEK	=	0.1117710	CHF	Swiss Franc
			0.7755230	DKK	Danish Krona
			0.1042947	EUR	Euro
			0.0890205	GBP	Pound Sterling
			12.8274927	JPY	Japanese Yen
			0.1099892	USD	US Dollar

f) Combined financial statements

The combined financial statements of the Fund are expressed in EUR and are equal to the converted sum of the corresponding captions in the financial statements of each Sub-Fund.

At the date of the financial statements, the prevailing consolidation rate on the closing day was as follows:

1	EUR	=	9.5882123	SEK	Swedish Krona
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g) Investment income

Dividend income is recognised on an ex-dividend basis and is recorded net of withholding tax.

JRS SICAV 2

Notes to the financial statements (continued)

as at 31st December 2016

h) Other liquid assets / Other liquid liabilities

The captions "Other liquid assets" and "Other liquid liabilities" are mainly composed of cash accounts held at brokers.

i) Transaction fees

Transaction costs disclosed under the caption "Transaction fees" in the expenses of the statement of operations and other changes in net assets are mainly composed of broker fees incurred by the Fund relating to purchases or sales of securities, of fees relating to liquidation of transactions paid to the Depository and of transaction fees on financial and on derivatives instruments.

j) Forward foreign exchange contracts

Forward foreign exchange contracts are valued at prevailing market rates for the remaining period from valuation day to the maturity of the contracts. Unrealised gain/ (loss) is recorded in the statements of net assets. Net variation of the unrealised gain/ (loss) and the net realised gain/ (loss) are recorded in the statement of operations and other in net assets.

k) Futures contracts

Futures contracts are posted off-balance sheet and are valued at the last available price applicable to the asset. Net unrealised gain/ (loss) is recorded in the statement of net assets. Net variation of the unrealised gain/ (loss) and net realised gain/ (loss) are recorded in the statement of operations and other changes in net assets.

The net realised gain/ (loss) on futures contracts is determined based on the FIFO method.

l) Options contracts

Premiums received on the sale of options are recorded as liabilities, and premiums paid on the purchase of options are carried separately as assets. Unrealised gain/ (loss) is recorded in the statement of net assets. Net realised gain/ (loss) and net variation of the unrealised gain/ (loss) on options are recorded in the statement of operations and other changes in net assets.

The net realised gain/ (loss) on options contracts is determined based on the FIFO Method.

Note 2 - Subscription and redemption fees

The Subscription Price per Share of each Class is the Net Asset Value per Share of such Class determined as at the Valuation Day on which the application has been accepted, increased by any applicable subscription charge.

The Redemption Price per Share of each Class is the Net Asset Value per Share of such Class determined as at the Redemption Day ("last Valuation Day of each week") on which the redemption application has been accepted, reduced by any applicable redemption charge.

No subscription and redemption fees are charged.

JRS SICAV 2

Notes to the financial statements (continued)

as at 31st December 2016

Note 3 - Management fees

The Management Company receives a management company fee, accrued daily and payable monthly in arrears, of maximum 0.06% p.a. of the net assets of the Sub-Funds, subject to an annual minimum of EUR 15,000 for each Sub-Fund.

The Management Company further receives a fee for the provision of risk management services. In addition, the Management Company is entitled to be reimbursed out of the assets of the Sub-Funds for its reasonable out of pocket expenses and disbursements.

The Investment Manager receives an investment management fee, accrued daily and payable monthly in arrears, based on the net assets of each Sub-Fund as follows:

JRS SICAV 2 - JRS Global Wealth

1.25% p.a. for Class HNW (SEK) Shares

1.70% p.a. for Class RC (SEK) Shares

JRS SICAV 2 - JRS Global Growth

1.25% p.a. for Class HNW (SEK) Shares

2.30% p.a. for Class RC (SEK) Shares

JRS SICAV 2 - JRS Global Edge

1.70% p.a. for Class RC (SEK) Shares

These fees are recorded under the caption "Management fees" in the statement of operations and other changes in net assets.

Note 4 - Performance fee

Until 26th April 2016:

The Investment Manager was entitled to receive a Performance Fee (the "Performance Fee") from each Sub-Fund until the 26th April 2016 when fee structure of the fund was changed and no more performance fees were foreseen in the prospectus.

The Performance Fee was calculated monthly (a "Calculation Period") for the Class HNW (SEK) Shares and was deemed to accrue on a daily basis as at each Valuation Date.

For each Calculation Period, the Performance Fee was equal to 10% of the appreciation in the Net Asset Value per Share during the Calculation Period above the Base Net Asset Value per Share. The Base Net Asset Value per Share was the greater of the Net Asset Value per Share at the time of issue plus the investment management fee charged and payable to the Investment Manager (as further described above) plus the hurdle rate and the highest Net Asset Value per Share achieved as of the end of any previous Calculation Period (if any) during which such Share was in issue plus the investment management fee charged and payable to the Investment Manager (as further described above) plus the hurdle rate. A Performance Fee was only accrued when the Net Asset Value per Share was above the previous Base Net Asset Value per Share increased by the prevailing hurdle rate. The Performance Fee in respect of each Calculation Period was calculated by reference to the Net Asset Value attributable to the Share before making any deduction for accrued Performance Fees.

JRS SICAV 2

Notes to the financial statements (continued)

as at 31st December 2016

The hurdle rate consists in:

- the 3-month STIBOR for the Sub-Fund JRS SICAV 2 - JRS Global Wealth,
- a combination of 80% MSCI All Country Local Currency Index (MSELACWF Index) and 20% 3-month STIBOR for the Sub-Fund JRS SICAV 2 - JRS Global Growth.

The Performance Fee was normally payable in arrears within 30 days of the end of each Calculation Period. However, in the case of Shares redeemed during a Calculation Period, the accrued Performance Fee in respect of those Shares was normally payable within 15 days after the end of each Calculation Period.

The Investment Manager decided to waive the calculation of performance fees as from 1st April 2015 for the Sub-Funds JRS SICAV 2 - JRS Global Wealth and JRS SICAV 2 - JRS Global Growth. For the financial year 2016 no performance fees were calculated, accrued or paid.

Note 5 - Central administration costs

The Central Administration is entitled to receive, out of the Sub-Fund's assets, an administration fee consisting of a flat fee of EUR 22,000 p.a. plus a variable fee of maximum 0.07% p.a. This fee is accrued on a daily basis, based on the net assets of the Sub-Funds and is paid out monthly in arrears.

The fee for the global depository services provided by the Depository is included in the central administration fee. In addition, the Depository is entitled to be reimbursed out of the assets of each Sub-Fund for its reasonable out of pocket expenses and disbursements.

The Central Administration Agent is furthermore entitled to receive out of the Sub-Fund's assets, in respect of the register and transfer agent functions, further fees for each additional active Class of Shares and for any additional services in accordance with Luxembourg customary banking practice, accrued daily and payable monthly in arrears. The Central Administration Agent is also compensated for all reasonable out of pocket expenses.

Note 6 - Subscription duty ("taxe d'abonnement")

The Fund is governed by Luxembourg law.

Pursuant to the legislation and regulations which are prevailing, the Fund is subject to an annual subscription duty ("taxe d'abonnement") of 0.05% which is payable quarterly and calculated on the basis of the net assets of each Sub-Fund on the last day of each quarter.

The rate of this tax is reduced to 0.01% of the value of the net assets for Sub-Funds or Classes of shares reserved for institutional investors.

According to Article 175 (a) of the amended Law of 17th December 2010, the net assets invested in Undertakings for Collective Investments already subject to the "taxe d'abonnement" are exempt from this tax.

JRS SICAV 2

Notes to the financial statements (continued)

as at 31st December 2016

Note 7 - Trailer fees

Management fee retrocessions received by the Fund in relation to its investments in certain target funds are disclosed as "Commissions received" in the statement of operations and other changes in net assets.

Note 8 - Forward foreign exchange contracts

As at 31st December 2016, the Sub-Fund JRS SICAV 2 - JRS Global Wealth was committed in the following forward foreign exchange contracts with Skandinaviska Enskilda Banken S.A. in Luxembourg.

JRS SICAV 2 - JRS Global Wealth

Currency	Purchases	Currency	Sales	Maturity	Unrealised result (in SEK)
EUR	5,101,314.00	SEK	50,013,328.37	31.01.2017	-1,117,234.32
EUR	1,220,686.00	SEK	11,955,241.22	31.01.2017	-254,966.06
EUR	940,000.00	SEK	9,307,985.28	31.01.2017	-298,085.40
EUR	136,000.00	SEK	1,346,784.88	31.01.2017	-43,224.90
EUR	69,000.00	SEK	678,632.11	31.01.2017	-17,267.12
EUR	200,000.00	SEK	1,988,441.00	31.01.2017	-71,441.03
EUR	554,000.00	SEK	5,511,544.90	31.01.2017	-201,454.97
JPY	96,000,000.00	SEK	7,762,529.28	31.01.2017	-280,278.17
SEK	80,698,001.90	EUR	8,221,000.00	31.01.2017	1,899,717.94
SEK	498,092.28	JPY	6,000,000.00	31.01.2017	30,451.59
SEK	7,714,960.20	JPY	90,000,000.00	31.01.2017	700,349.79
SEK	2,686,970.40	USD	300,000.00	31.01.2017	-35,480.08
SEK	14,865,157.73	USD	1,619,000.00	31.01.2017	172,999.96
SEK	87,789,809.10	USD	9,811,000.00	31.01.2017	-1,243,396.50
USD	1,419,985.52	SEK	13,072,089.92	31.01.2017	-185,955.71
USD	9,340,014.48	SEK	86,012,651.01	31.01.2017	-1,253,561.27
USD	72,000.00	SEK	657,865.37	31.01.2017	-4,477.25
USD	282,000.00	SEK	2,528,199.65	31.01.2017	30,903.80
USD	616,000.00	SEK	5,490,801.62	31.01.2017	99,296.70
					<u>-2,073,103.00</u>

As at 31st December 2016, the Sub-Fund JRS SICAV 2 - JRS Global Growth was committed in the following forward foreign exchange contracts with HSBC Bank Plc in London:

JRS SICAV 2 - JRS Global Growth

Currency	Purchases	Currency	Sales	Maturity	Unrealised result (in SEK)
JPY	595,416,000.00	USD	5,238,479.00	11.01.2017	-1,178,721.19
USD	5,453,801.02	JPY	595,416,000.00	11.01.2017	3,135,099.16
					<u>1,956,377.97</u>

JRS SICAV 2

Notes to the financial statements (continued)

as at 31st December 2016

Note 9 - Futures contracts

As at 31st December 2016, the Fund was committed in the following futures contracts:

JRS SICAV 2 - JRS Global Wealth

	Number of contracts	Denomination	Currency	Exposure (in SEK)	Unrealised result (in SEK)
Sale	9	Euro Stoxx 50 EUR (Price) Index FUT 03/ 17 EUX	EUR	-2,827,851.45	-82,842.15
Sale	5	FTSE 100 Index FUT 03/ 17 ICE	GBP	-3,959,764.16	-125,252.11
Purchase	9	FTSE CHINA A 50 Index FUT 01/ 17 SGX	USD	815,193.52	-5,727.83
Purchase	3	RUSSELL 2000 MINI FUT 03/ 17 NYF	USD	1,850,499.51	-34,639.76
					<u>-248,461.85</u>

JRS SICAV 2 - JRS Global Growth

	Number of contracts	Denomination	Currency	Exposure (in SEK)	Unrealised result (in SEK)
Sale	3	Euro Stoxx 50 EUR (Price) Index FUT 03/ 17 EUX	EUR	-942,617.15	-27,614.05
Sale	24	FTSE 100 Index FUT 03/ 17 ICE	GBP	-19,006,867.94	-601,210.15
Purchase	3	Nikkei 225 Index FUT 03/ 17 CME	JPY	2,226,467.84	-12,278.32
Purchase	103	OMX Stockholm 30 Index FUT 01/ 17 OMX	SEK	15,645,700.00	-216,300.00
Purchase	43	FTSE CHINA A 50 Index FUT 01/ 17 SGX	USD	3,894,813.47	-27,366.32
Purchase	16	RUSSELL 2000 MINI FUT 03/ 17 NYF	USD	9,869,330.74	-184,745.38
Purchase	25	S&P 500 Index E-MINI FUT 03/ 17 CME	USD	25,414,422.19	-209,111.40
					<u>-1,278,625.62</u>

JRS SICAV 2 - JRS Global Edge

	Number of contracts	Denomination	Currency	Exposure (in SEK)	Unrealised result (in SEK)
Sale	6	FTSE 100 Index FUT 03/ 17 ICE	GBP	-4,751,716.99	-150,302.54
Purchase	17	OMX Stockholm 30 Index FUT 01/ 17 OMX	SEK	2,582,300.00	-35,700.00
Purchase	26	FTSE CHINA A 50 Index FUT 01/ 17 SGX	USD	2,355,003.50	-16,547.08
Sale	2	MSCI Emerging Markets Index E-MINI FUT 03/ 17 ICE	USD	-780,894.70	12,819.44
Purchase	6	S&P 500 E-MINI Index FUT 03/ 17 CME	USD	6,099,461.33	-50,186.74
					<u>-239,916.92</u>

The deposits on futures contracts are recorded in the statement of net assets.

JRS SICAV 2

Notes to the financial statements (continued)

as at 31st December 2016

Note 10 - Changes in the investment portfolio

The statement of changes in the investment portfolio for the period covered by the report is available free of charge upon request from the registered office of the Fund.

Note 11 - Events

With effective date 26th April 2016, the Board of Directors of the Company has decided to provide for the possibility for the Investment Manager to appoint an Investment Advisor in relation to the Sub-Funds JRS SICAV 2 - JRS Global Growth and JRS SICAV 2 - JRS Global Wealth and to stop charging any performance fee.

With effective date as at 26th April 2016, the Board of Directors of the Company has decided to update the investment objective and policy of the Sub-Funds in relation to the average investment allocation of the Sub-Fund, that additional expenses for the provision of Directors payable to the companies where the Directors are employed may be charged to the Company and to provide for the possibility for JRS Asset Management AB, in its capacity as Investment Manager of the Sub-Funds JRS SICAV 2 - JRS Global Growth and JRS SICAV 2 - JRS Global Wealth (the "Investment Manager") to appoint one or several sub-investment managers to co-manage the portfolio of the Sub-Funds (the "Sub-Investment Managers"). The Sub-Investment Manager is paid a fee out of the fee due to the Investment Manager. For the time being, the Investment Manager appointed Goldman Sachs Asset Management International as Sub-Investment Manager of the portfolio of the Sub-Fund JRS SICAV 2 - JRS Global Growth.

Regarding the two mergers:

On the 6th of October 2016 the Shareholders of the Fund JRS SICAV approved in an Extraordinary General Meeting the merger of the Fund's sole Sub-Fund JRS SICAV - JRS Trend (the "Merging Sub-Fund") into the Sub-Fund JRS SICAV 2 - JRS Global Growth (the "Receiving Sub-Fund") of JRS SICAV 2 (the "Receiving Fund") by way of absorption (the "Merger"). The Merger was approved by the CSSF on the 20th September 2016. The effective date of the merger was the 27th October 2016.

By the Notice to the Unitholders of Fondmarknaden Fund dated of 21st September 2016, Unitholders were informed that the Board of Directors of the Management Company acting for and on behalf of Fondmarknaden Fund ("Fund" or "Merging Fund") has decided to merge the Fund's sole Sub-Fund Fondmarknaden Fund - Fondmarknaden Global Edge (the "Merging Sub-Fund") into the Sub-Fund JRS SICAV 2 - JRS Global Edge (the "Receiving Sub-Fund") of the JRS SICAV 2 (the "Receiving Fund") by way of absorption (the "Merger"). The Merger became effective and final as at 27th October 2016 (the "Date of the Merger"). The Receiving Sub-Fund was launched on 27th October 2016. The Merger was approved by the CSSF on the 20th September 2016.

Merger of Fondmarknaden Fund - Fondmarknaden Global Edge (the Merging Sub-Fund) into JRS SICAV 2 - JRS Global Edge (the receiving Sub-Fund):

The merger ratio was the following:

Class of the Merging Sub-Fund	Class of the Receiving Sub-Fund	Exchange ratios
Class RC LU0443038764	Class RC LU1321409010	1

No review of the merger ratio was required by the external auditor as it is a 1 to 1 merger.

JRS SICAV 2

Notes to the financial statements (continued)

as at 31st December 2016

Merger of JRS SICAV - JRS Trend (the Merging Sub-Fund) into JRS SICAV 2 - JRS Global Growth (the Receiving Sub-Fund):

The merger ratio that was reviewed by the external auditor of the absorbed and the absorbing Fund is the following.

Class of the Merging Sub-Fund	Class of the Receiving Sub-Fund	Exchange ratios
Class HNW SEK LU0470415463	Class HNW SEK LU0455662857	0.6476909

JRS SICAV 2

Additional Information (unaudited)

as at 31st December 2016

1 - Risk management

As required by Circular CSSF 11/ 512, the Board of Directors needs to determine the global risk exposure of the Fund either by applying the commitment approach or the VaR approach. The Board of Directors of the Fund decided to adopt the commitment approach as a method of determining the global exposure.

2 - Remuneration disclosure

SEB Fund Services S.A. (SEB) has implemented a Remuneration policy that is designed to encourage good performance and behavior, and seeks to achieve a balanced risk-taking that goes in line with unitholders' expectations.

In SEB, there is clear distinction between the criteria for setting fixed remuneration (e.g. base pay, pension and other benefits) and variable remuneration (e.g. short- and long-term variable remuneration). The individual total remuneration corresponds to requirements on task complexity, management and functional accountability and also related to the individual's performance.

SEB provides a sound balance between fixed and variable remuneration and aligns the payout horizon of variable pay with the risk horizon. This implies that certain maximum levels and deferral arrangements apply for different categories of employees.

The amount below represents the proportion of the total remuneration on calendar year 2016 and adjusted according to the number of full time employees during the year 2016 and identified staff (i.e. the aggregate amount of remuneration broken down by senior management and members of staff of the Management Company whose actions have a material impact on the risk profile of the funds). This amount is further proportioned to the total net asset value of each fund, taking into account UCITS and non-UCITS.

	TNA as of 31st December 2016*	% of total TNA managed by AIFM / Management Company	Fixed Remuneration *		Variable Remuneration *		Number of beneficiaries (Average Full Time Equivalent)
			All Employees	Identified Staff	All Employees	Identified Staff	All Employees
JRS SICAV 2	83,529,533.26	1.15	15,399.83	5,819.33	570.15	268.55	14.18

* All amounts are in euro

Fixed Remuneration (incl. fixed salary, allowances, pension)

Variable Remuneration (incl. STI, LTI)

3 - Information concerning the transparency of securities financing transactions and of reuse of cash collateral (regulation EU 2015/2365, hereafter "SFTR")

At the date of the financial statements, the Fund is not in the scope of the publication requirements of SFTR. No corresponding transactions were carried out during the reporting period.

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