

**Unaudited Semi-Annual Report and Financial Statements
For the period ended 30 June 2016**

African Alliance SICAV

Société d'Investissement à Capital Variable

R.C.S. B 195435

No subscriptions should be made on the basis of the financial report alone. Subscriptions should only be made on the basis of the current Prospectus supplemented by the KIIDs, the latest Annual Report and the latest Semi-Annual Report, if published thereafter.

Unless otherwise indicated, all defined terms used herein shall have the same meaning as set out in the Prospectus of the Fund.

African Alliance SICAV

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African Alliance SICAV

Organisation of the Company

Registered Office:	49, Avenue J.F. Kennedy, L-1855 Luxembourg, Grand Duchy of Luxembourg
Board of Directors of the Fund:	Sidney Place (Chairman), Advisor – African Alliance Group Lester Petch CEO – TAM Asset Management Kevin Ryan CEO - HedgeDirector
Board of Directors of the Management Company:	Géry Daeninck (Chairman), Independent Management Consultant - MDO Management Company S.A. Garvan Rory Pieters Director – MDO Management Company S.A. Martin Peter Vogel CEO MDO Management Company S.A. John Li How Cheong Director – MDO Management Company S.A. Yves Wagner Director – MDO Management Company S.A.
Management Company:	MDO Management Company S.A. 19, rue de Bitbourg, L-1273 Luxembourg, Grand Duchy of Luxembourg
Depositary:	State Street Bank Luxembourg S.C.A. 49, Avenue J.F. Kennedy, L-1855 Luxembourg, Grand Duchy of Luxembourg
Administrator, Domiciliary, Paying Agent, Registrar and Transfer Agent:	State Street Bank Luxembourg S.C.A. 49, Avenue J.F. Kennedy, L-1855 Luxembourg, Grand Duchy of Luxembourg
Investment Manager:	African Alliance Advisory (Pty) Ltd. Illovo Edge Office Block, Building 4 Cnr Harries and Fricker Roads Illovo 2196
Auditor of the Fund:	KPMG Luxembourg, Société coopérative 39, Avenue J.F. Kennedy L-1855 Luxembourg, Grand Duchy of Luxembourg
Global Distributor:	African Alliance Advisory (Pty) Ltd. Illovo Edge Office Block, Building 4 Cnr Harries and Fricker Roads Illovo 2196

African Alliance SICAV

General Information

African Alliance SICAV (the "Fund") is an umbrella investment Fund with variable capital (société d'investissement à capital variable) incorporated under the form of a société anonyme in the Grand Duchy of Luxembourg. It qualifies as an undertaking for collective investment in transferable securities ("UCITS") under Part I of the 2010 Law, as amended.

The Company's financial year ends on 31 December of each year.

The unaudited financial statements contained herein present the financial information of the following Sub-Funds as at 30 June 2016:

Sub-Fund	Launch Date
African Alliance SICAV – Global Equity Fund	26 June 2015

The Annual General Meeting of Shareholders of the Company is held at the registered office of the Company in Luxembourg, or at such other place in Luxembourg as may be specified in the notice of the meeting, on the last Friday of the month of May each year at 11 a.m..

The first Annual General Meeting was held on 27 May 2016.

Copies of the prospectus and the financial statements of the Company are available by writing to the Company at the following address:

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

African Alliance SICAV

Statement of Net Assets as at 30 June 2016

	Notes	African Alliance Global Equity Fund USD	Combined USD
Assets			
Current Assets			
Market value of investments	2.3	14,309,253	14,309,253
Cash at bank	2.1	58,655	58,655
Receivable for investments sold		120,245	120,245
Dividends receivable		5,817	5,817
Formation expenses	4.6	16,683	16,683
Total Assets		14,510,653	14,510,653
Liabilities			
Current Liabilities			
Other payables and accrued expenses		16,415	16,415
Total Liabilities		16,415	16,415
NET ASSETS		14,494,238	14,494,238
Number of shares outstanding			
Class I (USD)		176,310.823	
Net asset value per share			
Class I (USD)		82.21	

African Alliance SICAV

Statement of Operations for the period ended 2016 to 30 June 2016

	Notes	African Alliance Global Equity Fund USD	Combined USD
Income			
Net dividend income		133,776	133,776
Total Income		133,776	133,776
Expenses			
Investment manager fees	4.2	102,095	102,095
Depositary fees	4.4	13,887	13,887
Management fees	4.1	11,549	11,549
Professional fees	4.5	7,524	7,524
Administration fees	4.3	5,647	5,647
Taxe d'abonnement	3	409	409
Printing fees	4.6	138	138
Director's fees		18,568	18,568
Amortization of formation expenses	4.6	2,089	2,089
Other expenses	4.6	13,543	13,543
Total Expenses		175,449	175,449
Net Investment income/(loss)			
Net realised gain/(loss) on investments		(41,673)	(41,673)
Net realised gain/(loss) on foreign currencies		(653,430)	(653,430)
Net change in unrealised appreciation/(depreciation) on investments		55,913	55,913
Net change in unrealised appreciation/(depreciation) on foreign currencies		239,900	239,900
Net change in unrealised appreciation/(depreciation) on foreign currencies		429	429
Net Results of Operations for the period		(398,861)	(398,861)

African Alliance SICAV

Statement of Changes in Net Assets for the period ended 30 June 2016

	African Alliance Global Equity Fund USD	Combined USD
Net assets at beginning of the period	14,621,276	14,621,276
Net Investment income/(loss)	(41,673)	(41,673)
Net realised gain/(loss) on investments	(653,430)	(653,430)
Net realised gain/(loss) on foreign currencies	55,913	55,913
Net realised profit/(loss) for the period	(639,190)	(639,190)
Proceeds from subscription of shares	271,823	271,823
Net proceeds from shares transactions	271,823	271,823
Net change in unrealised appreciation/(depreciation) on investments	239,900	239,900
Net change in unrealised appreciation/(depreciation) on foreign currencies	429	429
Net assets at the end of the period	14,494,238	14,494,238

African Alliance SICAV

Statement of Changes in Shares Outstanding

For the period ended 30 June 2016

Number of shares outstanding as at 31 December 2015	Number of shares issued	Number of shares redeemed	Number of shares outstanding as at 30 June 2016
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African Alliance - Global Equity Fund

Class I (USD)	172,945.309	3,365.514	-	176,310.823
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Statistical Information

As at 30 June 2016

As at 31 December 2015 (in USD)	As at 30 June 2016 (in USD)
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African Alliance - Global Equity Fund

Class I (USD)	Net assets	14,621,276.01	14,494,238.00
	Net asset value per share	84.54	82.21

African Alliance SICAV

African Alliance Global Equity Fund

Statement of Investments

As at 30 June 2016 expressed in USD

Investments	Currency	Shares	Market value in USD	% of net assets
Transferable securities and money market instruments admitted to official exchange listing or dealt in on another regulated market.				
Common Stocks				
Australia				
BHP Billiton Ltd.	GBP	10,000	126,034	0.87
Tlou Energy Ltd.	GBP	2,000,000	103,602	0.72
Bermuda				
DHT Holdings, Inc.	USD	45,000	226,350	1.56
Canada				
Iamgold Corp.	USD	90,000	372,600	2.57
Kinross Gold Corp.	USD	55,000	268,950	1.86
Lucara Diamond Corp.	CAD	120,986	324,194	2.24
Manulife Financial Corp.	CAD	179	2,435	0.02
Finland				
Fiskars OYJ Abp	EUR	13,499	244,446	1.69
France				
Europa Corp.	EUR	41,000	167,620	1.16
Germany				
Mutares AG	EUR	18,250	263,573	1.82
Publity AG	EUR	4,500	149,128	1.03
Rocket Internet SE	EUR	12,000	232,899	1.61
Guernsey				
Atlas Development & Support Services Ltd.	GBP	8,269,356	13,818	0.10
Tetragon Financial Group Ltd.	USD	25,903	257,087	1.77
Ireland				
San Leon Energy Plc.	GBP	538,387	209,617	1.45
Israel				
Check Point Software Technologies Ltd.	USD	4,000	318,720	2.20
Japan				
CyberAgent, Inc.	JPY	6,600	396,939	2.74
Nintendo Co., Ltd	JPY	2,175	309,215	2.13
Open House Co., Ltd.	JPY	23,810	643,350	4.44
Rakuten, Inc.	JPY	38,650	415,359	2.87
Monaco				
Navios Maritime Acquisition Corp.	USD	121,500	190,755	1.32
Norway				
Idex ASA	NOK	330,000	310,363	2.14
South Africa				
Taste Holdings Ltd.	ZAR	1,100,000	182,520	1.26
Spain				
Banco Bilbao Vizcaya Argentaria SA	EUR	47,067	264,792	1.83
United Kingdom				
Aberdeen Asset Management Plc.	GBP	65,000	242,776	1.68
Barclays Plc.	GBP	44,000	81,523	0.56
BowLeven Plc.	GBP	937,194	266,229	1.84
Horizon Discovery Group Plc.	GBP	149,355	281,517	1.94
Motif Bio Plc.	GBP	330,000	228,292	1.58
Victoria Oil & Gas Plc.	GBP	697,504	335,672	2.32

African Alliance SICAV

African Alliance Global Equity Fund

Statement of Investments (continued)

As at 30 June 2016 expressed in USD

Investments	Currency	Shares	Market value in USD	% of net assets
Transferable securities and money market instruments admitted to official exchange listing or dealt in on another regulated market.				
United States				
Alphabet Inc.	USD	340	239,200	1.65
AMAG Pharmaceuticals, Inc.	USD	14,100	337,272	2.33
American International Group, Inc.	USD	5,558	293,963	2.03
Amphion Innovations Plc.	GBP	6,732,125	281,235	1.94
Cempra, Inc.	USD	7,500	123,675	0.85
Corning, Inc.	USD	18,922	387,523	2.67
Facebook, Inc.	USD	2,377	271,644	1.87
FireEye, Inc.	USD	32,300	531,981	3.67
Gilead Sciences, Inc.	USD	3,639	303,565	2.09
Lockheed Martin Corp.	USD	1,874	465,071	3.21
Micron Technology, Inc.	USD	32,500	447,200	3.09
Microsoft Corp.	USD	5,700	291,669	2.01
NeuroMetrix, Inc.	USD	65,000	107,900	0.74
Ohr Pharmaceutical, Inc.	USD	47,500	130,150	0.90
Revolution Lighting Technologies	USD	53,860	332,855	2.30
The Dow Chemical Co.	USD	5,015	249,296	1.72
The Estee Lauder Cos, Inc.	USD	2,892	263,230	1.82
Twitter, Inc.	USD	13,600	229,976	1.59
Wallgreens Boots Alliance, Inc.	USD	3,850	320,590	2.21
Wells Fargo & Co.	USD	5,400	255,582	1.76
Total for Common Stocks			13,293,952	91.72
Real Estate Investment Trust				
United States				
CyrusOne, Inc.	USD	7,826	435,595	3.01
Total for Real Estate Investment Trust			435,595	3.01
Partnership Shares				
United States				
Icahn Enterprises L.P.	USD	7,783	420,282	2.90
Total for Partnership Shares			420,282	2.90
Depository Receipt				
Sweden				
Autoliv, Inc.-SDR	SEK	1,500	159,424	1.10
Total for Depository Receipt			159,424	1.10
Total for transferable securities and money market instruments admitted to official exchange listing or dealt in on another regulated market.			14,309,253	98.72
Total Investments in securities			14,309,253	98.72
Other Assets/(Liabilities)			184,985	1.28
NET ASSETS			14,494,238	100.00

Notes to the financial statements as at 30 June 2016

Note 1 - General information

1.1 The Company

African Alliance SICAV ("The Fund") is an umbrella investment Fund with variable capital (société d'investissement à capital variable) incorporated under the form of a société anonyme in the Grand Duchy of Luxembourg on 4 March 2015. The Fund qualifies as an undertaking for collective investment in transferable securities ("UCITS") under Part I of the Law of 17 December 2010 on undertakings for collective investment, as amended.

1.2 The Fund

As at 30 June 2016, the Fund has one active Sub-Fund:

- **African Alliance SICAV – Global Equity Fund**

1.3 Investment Objectives and Policy

The investment objective of African Alliance SICAV – Global Equity Fund is to achieve capital appreciation by investing principally in a concentrated portfolio of equity securities of corporate issuers listed, domiciled or conducting a significant part of their business in developed and emerging market countries.

The Sub-Fund expects to achieve this objective by investing mainly in equity securities listed or traded on recognised exchanges in developed and emerging countries. The Sub-Fund may also invest in American Depository Receipts ("ADR") and Global Depository Receipts ("GDR") that are eligible investments for UCITS within the meaning of Article 41 (1) of the 2010 Law.

The Investment Manager's investment philosophy is to mainly invest in equities and equity-linked instruments with a medium to long-term investment horizon bias. Where the opportunity arises, the Investment Manager may trade in the instruments to enable the Sub-Fund to benefit from potential upside.

1.4 The Shares

- **African Alliance SICAV – Global Equity Fund**

African Alliance SICAV – Global Equity Fund currently offers three Class of Shares:

Share class name	Launch Date
Class C (USD) – Accumulating Shares	Not launched
Class I (USD) – Accumulating Shares	26 June 2015
Class M (USD) – Accumulating Shares	Not launched

Class I and Class C shares are available to all investors. Class M is available to certain investors, which at the time the relevant subscription order is received, are clients or affiliates of Investment Manager.

Note 2 - Accounting policies

The accounts of the Fund have been prepared in accordance with the Luxembourg regulations relating to UCITS. The significant accounting policies used are detailed as follows:

2.1 Cash and other liquid assets

Cash and other liquid assets are valued at their face value.

2.2 Base currency

The reference currency of the Fund is the USD.

The value of assets denominated in a currency other than the reference currency of the Sub-Fund shall be determined by taking into account the rate of exchange prevailing at the time of the determination of the NAV.

African Alliance SICAV – Global Equity Fund is denominated in USD, the base currency, and all the assets and liabilities are valued in the base currency.

2.3 Valuation of investments in securities

The value of Transferable Securities, Money Market Instruments and any financial assets listed or dealt in on a stock exchange of an EU Member State ("Member State" as defined in the Prospectus is a member of the European Union (EU) or a state that is a contracting party to the agreement that created the EU) or non EU Member State or dealt on a Regulated Market, or on any Other Regulated Market shall be based on the last available closing, or settlement price in the relevant market prior to the time of valuation, or any other price deemed appropriate by the Board of Directors. Where such securities are quoted or dealt on more than one stock exchange or regulated market (whether a Regulated Market or an Other Regulated Market), the Board of Directors may, at its own discretion, select the stock exchanges or regulated markets where such securities are primarily traded to determine the applicable value.

Notes to the financial statements as at 30 June 2016 (continued)**Note 2 - Accounting policies (continued)****2.3 Valuation of investments in securities (continued)**

The value of any assets held in the Sub-Fund's portfolio which are not listed, or dealt in on a stock exchange of a non Member State, or on a Regulated Market or on any Other Regulated Market of a Member State, or of a non Member State, or, if, with respect to assets quoted or dealt in on any stock exchange, or dealt in on any such regulated markets, the last available closing, or settlement price is not representative of their value, such assets are stated at fair market value, or otherwise at the fair value at which it is expected they may be resold, as determined in good faith by or under the direction of the Board of Directors.

2.4. Foreign Currency Translation

The following exchange rates (against USD) were used to convert the investments denominated in currencies other than USD:

1 USD = CAD	1.298700
1 USD = CHF	0.974200
1 USD = EUR	0.900131
1 USD = GBP	0.748055
1 USD = JPY	102.590000
1 USD = NOK	8.367950
1 USD = SEK	8.472700
1 USD = ZAR	14.645000

2.5 Derivative instruments

The Sub-Fund may also use derivatives such as options, futures, forwards and swaps as a substitute for direct investment. Derivatives may be used for the purposes of hedging and/or efficient portfolio management of the Sub-Funds.

Note 3 - Taxation of the Fund

The following summaries are based on the Fund's understanding of the law and practice in force in Luxembourg at the date of these financial statements. As shareholders will be resident for tax purposes in various jurisdictions, no attempt has been made to summarise the tax consequences for every jurisdiction which may be applicable to investors subscribing for, purchasing, holding, exchanging, selling or redeeming shares. These consequences will vary in accordance with the law and practice in force in the relevant shareholder's country of citizenship, residence, domicile or incorporation and with his or her personal circumstances. Hence no shareholder should solely rely on the following guidance when determining the tax consequences of investing in the Company's shares.

It is the responsibility of shareholders or prospective shareholders to inform themselves of the possible tax consequences of subscribing for, purchasing, holding, exchanging, selling or redeeming shares in the light of the laws of the country relevant to their citizenship, residence or domicile and of their personal circumstances and to take appropriate professional advice regarding exchange control or other legal restrictions relating thereto. Shareholders and prospective investors also should bear in mind that levels and bases of taxation, as well as tax authority practices, may change and that such changes may have, depending on the countries, retrospective effect.

LUXEMBOURG

The Fund is not liable to any Luxembourg tax on profits or income, nor are dividends paid by the Fund liable to any Luxembourg withholding tax.

The Fund is, however, liable in Luxembourg to a subscription tax (taxe d'abonnement) of 0.05% per annum of its net asset value, such tax being payable quarterly on the basis of the value of the net assets of the Fund at the end of the relevant calendar quarter. This tax rate is reduced to 0.01% per annum for Classes of shares reserved to institutional investors within the meaning of Article 174 of the 2010 Law. In addition, the value of the Sub-Fund(s)' assets represented by units held in other Luxembourg undertaking for collective investment shall be exempt from this tax, provided such units have already been subject to this subscription tax.

No stamp duty or other tax is payable in Luxembourg on the issue of shares.

No Luxembourg tax is payable on the realised or unrealised capital appreciation of the assets of the Fund.

Subject to the provisions of the Savings Directive and the Law, non-resident shareholders are not subject to any income, withholding, estate, inheritance or other taxes in Luxembourg.

Notes to the financial statements as at 30 June 2016 (continued)**Note 4 - Significant agreements****4.1 Management Company fees**

In consideration for the management company services provided to the Fund, the Management Company is entitled to receive a management company fee of a percentage of the net assets of the relevant Class ("Management Company Fee"). This fee will be accrued on each Valuation Day and is payable monthly in arrears out of the assets of the Sub-Fund.

The Management Company is entitled to receive a fee from the Class C (USD), the Class I (USD) and the Class M (USD) Accumulating shares of up to 0.07% per annum per Sub-Fund (with a minimum of EUR 20,000 per annum per sub-fund)

4.2 Investment Management/Advisory fees

In consideration for the investment management/advisory services provided to the Company, the Investment Manager is entitled to receive from the Company an investment management/advisory fee calculated as an annualized percentage of the net assets of a share class of a percentage as detailed in the Prospectus.

Class of Shares	Class C (USD)	Class I (USD)	Class M (USD)
Investment Management fee	Max 1.5% p.a.	Max 1% p.a.	0%

4.3 Administration fees

For its services as Administration Agent, Registrar and Transfer Agent and unless otherwise agreed for a specific Sub-Fund, State Street Bank Luxembourg S.C.A receives an annual fee, based upon a reducing scale, of up to 0.08% p.a., depending upon the value of the Company's net assets. This fee is calculated and accrued on each Valuation Day and is payable by the Company monthly in arrears. The Fund has appointed State Street Bank Luxembourg S.C.A. (the 'Administrator') as its Administrator, Domiciliary, Paying, Registrar and Transfer Agent.

4.4 Depositary fees

For its services as Depositary, State Street Bank Luxembourg S.C.A. receives an annual safekeeping fee of 0.02% of the NAV of the assets attributable to the relevant Class of Shares Fund (with a minimum of EUR 20,000 p.a. per sub-fund). The fee payable to the Depositary shall be accrued as of each Valuation Day and paid monthly in arrears.

4.5 Professional fees

Professional fees comprise audit and legal fees.

4.6 Operating and Administrative expenses

The Fund bears all of its ordinary operating expenses ("Operating and Administrative Expenses") including but not limited to formation expenses such as organization and registration costs; fees and other reasonable out-of-pocket expenses incurred by the Fund and its Board of Directors; expenses; specific risk and investment compliance monitoring, ongoing registration and listing fees, including translation expenses; and the costs and expenses of preparing, printing, and distributing the Prospectus, the KIIDs, financial reports and other documents made available to Shareholders. Other Operating and Administrative Expenses do not include Transaction Costs and Extraordinary Expenses (as defined below). Any Director who is not director, officer or employee of the Investment Manager will be entitled to receive remuneration from the Fund as disclosed in the annual financial statements of the Fund.

The Fund's formation expenses and the expenses relating to the creation of new Sub-Funds may be capitalized and amortized over a period not exceeding five years, as permitted by Luxembourg law. The new Sub-Funds will also bear a respective part of the expenses with respect to the formation of the Fund as a whole. In addition, any value added tax ("VAT") associated with any fees and expenses will be charged to the Fund.

4.7 Transaction costs

Transaction costs are incremental costs that are directly attributable to the acquisition, issue or disposal of a financial asset or financial liability. An incremental cost is one that would not have been incurred if the entity had not acquired, issued or disposed of the financial asset or liability.

The Sub-Fund bears the costs and expenses of buying and selling portfolio securities and financial instruments, collateral management fees, brokerage fees and commissions, interest or taxes payable, and other transaction-related expenses ("Transaction costs").

For the period ended 30 June 2016, the Sub-Fund incurred transaction costs as follows:

	African Alliance SICAV – Global Equity Fund (USD)
Purchase and sales transaction fees	22,093

Notes to the financial statements as at 30 June 2016 (continued)

Note 5 – Changes in the Schedule of Investments

The list of movements in investments composition of the Sub-Fund of the Fund for the financial period may be obtained free of charge at the Company's registered office.

Note 6 – Subsequent events

As of 1 August, 2016 2 new funds will be launched, which are called: African Alliance SICAV – Africa Pioneer Fund and African Alliance SICAV - Pan African Balanced Fund.

Supplementary Information to Shareholders

African Alliance SICAV – Global Equity Fund uses the commitment approach to monitor and measure global exposure in accordance with CSSF Circular 11/512.