

**Computation of Reportable Income**  
**Danske Invest PCC Ltd - Danske Invest Hedge Fixed Income Relative Value Fund**  
**Cover schedule**

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Agent's ref: LS/FSTax/IL/DS/RD
- 2) Name of fund Danske Invest PCC Ltd - Danske Invest Hedge Fixed Income Relative Value Fund
- 3) Change of name since last submission N/A
- 4) Tax Reference Number D0088
- 5) Reporting period 1 January 2019 - 31 December 2019
- 6) Type of fund Open-ended protected cell investment company
- 7) GAAP Luxembourg GAAP

8) Information required by Regulation 106(1)

(a) A copy of the final audited accounts for the period	✓	Enclosed
(b) A computation of the fund's reportable income	✓	See Schedule A
(c) A copy of the reports provided to participants	✓	Enclosed
(d) The reported income of the fund	✓	See Schedule A.1
(e) The amount actually distributed in respect of the period	✓	See Schedule A.3
(f) The number of units in issue at the end of the period	✓	See Schedule A.2
(g) The reported income per unit of interest	✓	See Schedule A.2
(h) Declaration of compliance with Regs 53 and 58	✓	Enclosed

9) Share class scope

Share class name	ISIN	HMRC Reference	Reporting Period		
			1 January 2019	to	31 December 2019
DKK Sub-Class W	GG00BZ05S054	D0088-0001	1 January 2019	to	31 December 2019

**Computation of Reportable Income**  
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**Schedule A: Computation of Excess Reportable Income**

**A.1 Computation of Reportable Income**

	DKK Sub-Class W
	DKK
	Ref
Figure equivalent to total comprehensive income for the period	
NET INCREASE IN NET ASSETS AS A RESULT OF OPERATIONS	C.1 <u>(2,724,016,389)</u>
Adjustments arising from investments of the fund	
Adjustments for capital items under Regs 64-65	B.1 2,748,853,935
Adjustment for effective interest under Reg 66	B.2 (6,050,889)
Adjustment for income from wholly owned subsidiaries under Reg 67	B.3 Nil
Adjustments for income from other offshore funds under Regs 68-71	B.4 Nil
Total adjustments	<u>2,742,803,046</u>
Adjusted figure	<u>18,786,657</u>
Adjustments for funds operating equalisation under Reg 72	
Equalisation adjustments	B.5 <u>812,555</u>
Total adjusted figure	<u><u>19,599,212</u></u>
Reportable income for the period	<u><u>19,599,212</u></u>

**A.2 Computation of Reported Income per unit**

Reported income of the fund	A.1 19,599,212
Distributions to participants in respect of the period	A.3 Nil
Excess reportable income per Reg 94(1)	19,599,212
Number of units in issue at the period end	<u>898,290</u>
Excess per unit to be treated as additional distributions	<u><u>21.8184</u></u>

**A.3 Distributions to participants in respect of the period**

No distributions were paid in respect of the period 1 January 2019 to 31 December 2019.

## Computation of Reportable Income

### Danske Invest PCC Ltd - Danske Invest Hedge Fixed Income Relative Value Fund Schedule B: Adjustments required in calculating reportable income

#### B.1 Adjustments for capital items and miscellaneous items

			DKK Sub-Class W
			DKK
Item	Reason for adjustment	Ref	
The following items require to be adjusted for as Capital Items under Regs 64 and/or 65:			
Net realised gain / (loss) on sale of investments	Add back capital losses	C.1	65,349,814
Net realised profit/(loss) on sale of options	Add back capital losses	C.1	1,328,016
Net realised gain / (loss) on forward foreign exchange contracts	Deduct capital gains	C.1	(3,507,541)
Net realised gain on futures contracts	Deduct capital gains	C.1	(3,562,100)
Net realised gain / (loss) on foreign exchange	Add back capital losses	C.1	2,846,380,150
Net realised gain / (loss) on swaps	Deduct capital gains	C.1	(71,852,496)
Change in net unrealised appreciation / (depreciation) on:			
- investments	Deduct capital gains	C.1	(166,012,066)
- forward foreign exchange contracts	Add back capital losses	C.1	25,832,036
- futures contracts	Add back capital losses	C.1	2,155,185
- swaps	Add back capital losses	C.1	43,548,882
- Options	Add back capital losses	C.1	91,191
Performance fees	Disallowable expense	C.1	9,102,864
Adjustments for capital items and miscellaneous items under Regs 64-65			A.1 2,748,853,935

#### B.2 Adjustment for effective interest

The fund does not operate effective interest on interest bearing securities in line with the UK SORP.			(6,050,889)
Therefore, we have calculated an adjustment, the total of which is shown below			
Adjustment for effective interest under Reg 66		A.1	(6,050,889)

#### B.3 Adjustment for income from wholly owned subsidiaries

The Fund had no subsidiaries meeting the definition of a wholly owned subsidiary in the period.			
Adjustment for wholly owned subsidiaries		A.1	-

#### B.4 Adjustment for income from other offshore funds

The Fund has no holding in offshore funds, therefore no adjustment is required.			
Adjustments for income from other offshore funds under Regs 68-71		A.1	-

#### B.5 Adjustment for funds operating equalisation, and choice of equalisation or income adjustment

The fund has elected to apply equalisation. The adjustment required is shown below.			
Adjustments for funds operating equalisation under Reg 72		A.1	812,555

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**Schedule C: Analysis of accounts**

C.1 Analysis of accounts	Ref.	DKK Sub-Class W	Total of non-reporting shares	Total
		DKK	DKK	DKK
<b>INCOME</b>				
Interest on bonds, net		84,542,911	301,412,572	385,955,483
Interest on bank account and time deposit		779,325	2,802,348	3,581,673
Interest on swaps		50,794,643	182,954,202	233,748,845
Other income		-	53,501	53,501
<b>TOTAL INCOME</b>		<b>136,116,879</b>	<b>487,222,623</b>	<b>623,339,502</b>
<b>EXPENSES</b>				
Management fees		6,966,125	29,014,782	35,980,907
Performance fees	B.1	9,102,864	34,068,415	43,171,279
Interest on repos		54,666,461	193,101,505	247,767,966
Bank charges and correspondent fees		406,304	1,479,669	1,885,973
Bank interest and interest on reverse repos		4,858,248	17,665,058	22,523,306
Interest on swaps		42,516,613	153,827,091	196,343,704
Operating and administrative fees		1,858,112	6,629,565	8,487,677
Other charges		7,470	5	7,475
<b>TOTAL EXPENSES</b>		<b>120,382,197</b>	<b>435,786,090</b>	<b>556,168,287</b>
<b>NET INCOME / (LOSS) FROM OPERATIONS</b>		<b>15,734,682</b>	<b>51,436,533</b>	<b>67,171,215</b>
<b>NET REALISED GAIN / (LOSS) ON INVESTMENTS</b>				
Net realised gain / (loss) on sale of investments	B.1	(65,349,814)	(244,055,050)	(309,404,864)
Net realised profit/(loss) on sale of options	B.1	(1,328,016)	(4,715,376)	(6,043,392)
Net realised gain / (loss) on forward foreign exchange contracts	B.1	3,507,541	(8,966,011)	(5,458,470)
Net realised gain on futures contracts	B.1	3,562,100	12,376,499	15,938,599
Net realised gain / (loss) on foreign exchange	B.1	(2,846,380,150)	2,553,858,338	(292,521,812)
Net realised gain / (loss) on swaps	B.1	71,852,496	259,612,613	331,465,109
<b>NET REALISED GAIN / (LOSS) ON INVESTMENTS</b>		<b>(2,818,401,161)</b>	<b>2,619,547,546</b>	<b>(198,853,615)</b>
<b>Change in net unrealised appreciation / (depreciation) on:</b>				
- investments	B.1	166,012,066	610,264,670	776,276,736
- forward foreign exchange contracts	B.1	(25,832,036)	(94,227,968)	(120,060,004)
- futures contracts	B.1	(2,155,185)	(8,122,359)	(10,277,544)
- swaps	B.1	(43,548,882)	(156,029,957)	(199,578,839)
- Options	B.1	(91,191)	(840,505)	(931,696)
<b>NET INCREASE IN NET ASSETS AS A RESULT OF OPERATIONS</b>	A.1	<b>(2,724,016,389)</b>	<b>2,970,591,427</b>	<b>246,575,038</b>

## Computation of Reportable Income

### Danske Invest PCC Ltd - Danske Invest Hedge Fixed Income Relative Value Fund Schedule D: Summary of information reported to investors

#### D.1 Figures reported to investors

The following summarises the information required to be reported to investors in compliance with Regulation 92(1)

The table is set out according to the sub-sections of Regulation 92(1), as follows:

- a) Amount actually distributed to participants per share
- b) Excess of reported income per share over amount actually distributed
- c) Dates on which distributions were made
- d) Fund distribution date
- e) The fund remains a reporting fund at the date reports are made

	CCY	(a)	(b)	(c)	(d)	(e)
DKK Sub-Class W	DKK	Nil	21.8184	N/A	30 June 2020	Yes

## Computation of Reportable Income

### Danske Invest PCC Ltd - Danske Invest Hedge Fixed Income Relative Value Fund Schedule DER: Adjustments for derivatives

#### DER.1 Derivatives

The fund held the following derivative contracts during the period. Differences between the treatment per accounts and the corresponding UK accounting treatment under the IMA SORP are summarised below and any adjustments required are made in Schedule C to break down the returns and treat capital and revenue elements correctly.

Derivative type	Accounting treatment per financial statements	Corresponding UK accounting treatment	Adjustment required in computation of reportable income
Forward foreign exchange contracts	Capital	Capital	No
Future contracts	Capital	Capital	No
Options	Capital	Capital	No
Interest rate swaps	Capital with income elements accounted for in revenue	Capital with income elements accounted for in revenue	No