

ALGEBRIS UCITS FUNDS PLC
(an umbrella fund with segregated liability between sub-funds)
ANNUAL REPORT & AUDITED FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 DECEMBER 2014

ALGEBRIS UCITS FUNDS PLC

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ALGEBRIS UCITS FUNDS PLC

Management and Administration

Registered Office	Arthur Cox Building Earlsfort Terrace Dublin 2 Ireland
Directors*	Alexander Lasagna Carl O' Sullivan** Desmond Quigley**
Investment Manager, Distributor and Promoter	Algebris Investments (UK) LLP 7 Clifford Street London W1S 2FT United Kingdom
Custodian	HSBC Institutional Trust Services (Ireland) Limited 1 Grand Canal Square Grand Canal Harbour Dublin 2 Ireland
Administrator, Registrar and Transfer Agent	HSBC Securities Services (Ireland) Limited 1 Grand Canal Square Grand Canal Harbour Dublin 2 Ireland
Independent Auditor	KPMG 1 Harbourmaster Place IFSC Dublin 1 Ireland
Legal Adviser	Arthur Cox Earlsfort Centre Earlsfort Terrace Dublin 2 Ireland
Company Secretary	Bradwell Limited Earlsfort Centre Earlsfort Terrace Dublin 2 Ireland

* *All directors are non-executive*

** *Independent director*

ALGEBRIS UCITS FUNDS PLC

Algebris Financial Credit Fund

Investment Manager's Report

for the year ended 31 December 2014

2014 has been a relatively strong year for bank capital. Our fund achieved an impressive 7.70% (net of fees) return for the financial year 2014. By contrast, the Bank of America Merrill Lynch Contingent Capital Index returned only 5.55%.

January began where 2013 left off, with continued bullish sentiment and positive returns across risk assets. Mid-month however, all major markets began sizeable pullbacks. The S&P 500 pulled back over 4% from an all-time high level of 1850 reached mid-month. Other risk markets behaved in similar fashion as the consensus trades of long equities, long Japan/short Yen, and short government bonds all experienced negative returns.

2014 continued in a similarly volatile fashion, with particular milestones and narratives affecting markets notably including the results of the asset quality review and European Central Bank (ECB) stress tests, the continued threat of a possible Grexit at some point in the mid-term future, and sanctions imposed on Russia causing an ongoing dramatic depression on oil and commodity prices. The ECB's Comprehensive Assessment results were announced on October 26th and identified a total capital shortfall of €25bn across 25 banks. Net of €18.5bn of capital raised in anticipation of the results, the net findings were a shortfall of just under €10bn across 13 banks. Amongst listed banks, the shortfalls were most impactful for Banca Monte dei Paschi di Siena, Banca Carige Italia and Banco Comercial Português. German banks largely came out better than expected, as well as some of the Spanish banks. In general, the tests validated the strong capital position of the banks in our portfolio. Algebris increased our fund exposure during this month to take advantage of the mid-month selloff in some of our highest conviction positions.

From all-time highs for US indices this year, this year has also seen some all-time lows: in November, 10-year German Bunds fell to a record low of 70bps and France became the latest Euro area government to see its 10-year bond yield dip below 1%, joining Germany, Finland, Austria, Netherlands and Belgium. For perspective, the US 10-year rallied some in November and its yield came in slightly lower at 2.20%. Weakness in energy hit the High Yield market and the High Yield Energy Index was down -0.73% for November and continued to edge lower in December, with oil priced plunging to a near 6 year low.

The result has been a year of little to no inflation, with widespread efforts by global central banks – notably excluding the US Federal Reserve – to stimulate inflation by committing to further easing. Indeed, we enter the new year expecting to see a Draghi-led new wave of quantitative easing and hoping to see new subordinate issuance, which was paltry in December.

We begin 2015 optimistic about the market, in spite of the developments in Greece. Sovereign risk has been very well contained in part due to the expectation of a broad-based quantitative easing programme being announced in Europe in the next month. The continued decline in European yields highlights the attractive spreads and opportunities still available in the bank capital market.

January 2015

ALGEBRIS UCITS FUNDS PLC

Algebris Financial Income Fund

Investment Manager's Report

for the year ended 31 December 2014

The Algebris Financial Income Fund again managed higher returns than its benchmark, the MSCI World Financial Index, in 2014: whilst the Income fund was up 6.63% for the year, the MSCI only managed 4%.

2014 began in turbulent fashion, with all major markets experiencing sizeable pull backs following 2013's strong run. In mid-January, the S&P 500 and Dow both closed below their 50-day moving averages for the first time in 3 months, despite the IMF boosting global growth forecasts for the year. Indeed, 2014 continued has seen more volatility than most, with particular milestones and narratives affecting markets notably including the results of the asset quality review and European Central Bank (ECB) stress tests, the continued threat of a possible Grexit at some point in the mid-term future, and sanctions imposed on Russia causing an ongoing dramatic depression on oil and commodity prices. This year saw 10-year German Bunds falling to a record low of 70bps and France seeing its 10-year government bond yield dip below 1%, joining Germany, Finland, Austria, Netherlands and Belgium.

The ECB's Comprehensive Assessment results were announced on October 26th and identified a total capital shortfall of €25bn across 25 banks. Net of €18.5bn of capital raised in anticipation of the results, the net findings were a shortfall of just under €10bn across 13 banks. Amongst listed banks, the shortfalls were most impactful for Banca Monte dei Paschi di Siena, Banca Carige Italia and Banco Comercial Português. German banks largely came out better than expected, as well as some of the Spanish banks. In general, the tests validated the strong capital position of the banks in our portfolio. Algebris increased our fund exposure during this month to take advantage of the mid-month selloff in some of our highest conviction positions.

US economic data has been mostly encouraging but weakness in Europe and persistent slow growth globally continues to fan deflationary fears. As such, November's main market event was the accelerating sell-off in oil and efforts by global central banks – excluding the US Federal Reserve – to stimulate inflation by committing to further easing. Also in November, two major Asian central banks (Bank of Japan and the People's Bank of China) pushed the liquidity pedal; the former surprising by upscaling its programme and the latter actually reversing a previously communicated tightening policy. China, as measured by the SHCOMP Index, and Japan, as measured by Nikkei 225, rose impressively, by 10.8% and 6.4%, respectively. Japan, however, still lags behind (in dollar terms) the S&P 500.

European banks (SX7P) struggled in December falling -5.0% and finished the year down -1.6%. European insurers avoided the harsh sell-off, but were down -0.2% in December and finished the year up 7.5%. US 10-year Treasury yields also finished the year down, falling by 83bps for the whole year, down from 3%. US economic data continued to impress in the face of softness abroad, with third quarter GDP revisions revealing a stronger than expected figure of 5%. Unemployment came in at 5.8% - the lowest level since 2008 - fuelling expectations of a rate hike in June 2015. Volatility picked up in December, as markets remained gripped by the dramatic sell-off in oil and commodity prices.

The result has been a year of little to no inflation, with widespread efforts by global central banks – notably excluding the US Federal Reserve – to stimulate inflation by committing to further easing. Indeed, we enter the new year expecting to see a Draghi-led new wave of quantitative easing and hoping to see new subordinate issuance, which was paltry in December. We begin 2015 optimistic about the market, in spite of the developments in Greece. Sovereign risk has been very well contained in part due to the expectation of a broad-based quantitative easing programme being announced in Europe in the next month. The continued decline in European yields highlights the attractive spreads and opportunities still available in the bank capital market.

At the start of 2015, the fund is positioned along similar themes to last year, albeit with a slightly lower net. We retain significant positions across the US alternative asset manager space given strong cash generation and capital return trends, as well as in selective European value and pay-out developments. We continue to play the reflation story in Japan through the our preferred mega-banks. More recently, we have been adding to selective high-yielding equities including non-agency mortgage REITs and business development companies, particularly those with proven management teams, ample capital, and stocks trading at significant discounts to net asset value.

January 2015

ALGEBRIS UCITS FUNDS PLC

Directors' Report

The Directors present their annual report and the audited financial statements for the year ended 31 December 2014.

Activities, business review and future prospects

Algebris UCITS Funds plc (the "Company") was incorporated on 17 February 2012 as an umbrella fund with segregated liability between Sub-Funds pursuant to the Companies Acts, 1963 to 2013 and the European Communities (Undertakings for Collective Investment in Transferable Securities) Regulations, 2011 (as amended). The assets of each Sub-Fund will be invested separately on behalf of each Sub-Fund in accordance with the investment objective and policies of each Sub-Fund. As at the date of this report the Company comprised of four Sub-Funds: Algebris Financial Credit Fund, Algebris Financial Income Fund, Algebris Asset Allocation Fund and Algebris Financial Equity Fund.

A detailed business review is outlined in the Investment Manager's Reports on pages 3-4.

Risk management objectives and policies

Investment in the Company carries with it a degree of risk including, but not limited to, the risks referred to in the prospectus and note 13 of these financial statements.

Results and dividends

The results for the year are shown in the Statement of Comprehensive Income on pages 11-12. Dividends amounting to EUR 6,425,342 were declared during the year ended 31 December 2014 for the Algebris Financial Credit Fund and EUR 2,050,620 for the Algebris Financial Income Fund.

Directors

The Directors of the Company are detailed on page 2.

Directors' and secretary's interests

None of the Directors nor the Company Secretary held any interest, beneficial or otherwise, in the share capital of the Company during or at the end of the year.

Statement of Directors' responsibilities

The Directors are responsible for preparing the financial statements in accordance with applicable Irish law and International Financial Reporting Standards ("IFRS") as adopted by the European Union.

Irish company law requires the Directors to prepare financial statements for each financial year, which give a true and fair view of the state of affairs of the Company and of the profit or loss of the Company for that year. In preparing those financial statements, the Directors are required to:

- select suitable accounting policies and then apply them consistently;
- make judgements and estimates that are reasonable and prudent; and
- prepare the financial statements on the going concern basis unless it is inappropriate to presume that the Company will continue in business.

The Directors are responsible for keeping proper books of account which disclose with reasonable accuracy at any time the financial position of the Company and which enable them to ensure that the financial statements are prepared in accordance with IFRS and comply with Irish statute comprising the Companies Acts 1963 to 2013 and the European Communities (Undertaking for Collective Investment in Transferable Securities) Regulations 2011 (as amended) (the "UCITS Regulations"). They are also responsible for safeguarding the assets of the Company and hence for taking reasonable steps for the prevention and detection of fraud and other irregularities.

Under the UCITS Regulations, the Directors are required to entrust the assets of the Company to the Custodian for safe-keeping. In carrying out this duty, the Directors have delegated custody of the Company's assets to HSBC Institutional Trust Services (Ireland) Limited, 1 Grand Canal Square, Grand Canal Harbour, Dublin 2.

ALGEBRIS UCITS FUNDS PLC

Directors' Report (continued)

Books of account

The measures taken by the Directors to secure compliance with the Company's obligation to keep proper books of account are the use of appropriate systems and procedures and the employment of competent service providers. The books of account are kept at HSBC Securities Services (Ireland) Limited, 1 Grand Canal Square, Grand Canal Harbour, Dublin 2.

Connected Party Transactions

In accordance with the requirements of the UCITS Notices, all transactions carried out with the Company by the promoter, manager, trustee, investment adviser and associates/group companies ("connected parties") must be carried out as if negotiated at arm's length and be in the best interests of shareholders. The Directors are satisfied that there are arrangements (evidenced by written procedures) in place to ensure that the obligations set out in the UCITS Notices are applied to all transactions with connected parties and transactions with connected parties entered into during the period complied with the obligations set out in the UCITS Notices.

Corporate Governance Code

The Board of Directors has assessed the measures included in the voluntary Corporate Governance Code for Collective Investment Schemes and Management Companies as published by the Irish Fund Industry Association in December 2011 (the "IFIA Code"). The Board has adopted all corporate governance practices and procedures in the IFIA Code with effect from 19 October 2012.

Significant events during the year

Significant events during the year are disclosed in note 18.

Subsequent events

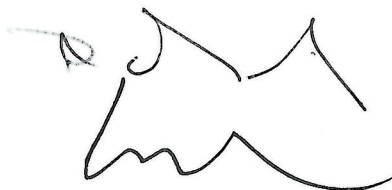
Significant events since the year end are disclosed in note 19.

Independent auditors

The independent auditors, KPMG, were appointed in accordance with Section 160(1) of the Companies Act, 1963 and have indicated their willingness to remain in office.

On behalf of the Board

Director



Director

22 April 2015



Report of the Custodian to the Shareholders

We have enquired into the conduct of Algebris UCITS Funds plc (“the Company”) for the period ended 31 December 2014, in our capacity as Custodian to the Company.

This report including the opinion has been prepared for and solely for the shareholders in the Company, in accordance with the Central Bank of Ireland’s UCITS Notice 4, and for no other purpose. We do not, in giving this opinion, accept or assume responsibility for any other purpose or to any other person to whom this report is shown.

Responsibilities of the Custodian

Our duties and responsibilities are outlined in the Central Bank of Ireland’s UCITS Notice 4. One of those duties is to enquire into the conduct of the Company in each annual accounting period and report thereon to the shareholders.

Our report shall state whether, in our opinion, the Company has been managed in that period, in accordance with the provisions of the Company’s Memorandum and Articles of Association and the UCITS Regulations. It is the overall responsibility of the Company to comply with these provisions. If the Company has not so complied, we as Custodian must state why this is the case and outline the steps which we have taken to rectify the situation.

Basis of Custodian Opinion

The Custodian conducts such reviews as it, in its reasonable opinion, considers necessary in order to comply with its duties as outlined in UCITS Notice 4 and to ensure that, in all material respects, the Company has been managed (i) in accordance with the limitations imposed on its investment and borrowing powers by the provisions of its constitutional documentation and the appropriate regulations and (ii) otherwise in accordance with the Company’s constitutional documentation and the appropriate regulations.

Opinion

In our opinion, the Company has been managed during the period, in all material respects:

(i) in accordance with the limitations imposed on the investment and borrowing powers of the Company by the Memorandum & Articles of Association and by the European Communities (Undertakings for Collective Investment in Transferable Securities) Regulations 2011, as amended, (“the Regulations”); and

(ii) otherwise in accordance with the provisions of the Memorandum & Articles of Association and the Regulations.

22 April 2015

On behalf of

HSBC Institutional Trust Services (Ireland) Limited

1 Grand Canal Square

Grand Canal Harbour

Dublin 2

Ireland

HSBC Institutional Trust Services (Ireland) Limited

1 Grand Canal Square, Grand Canal Harbour, Dublin 2, Ireland

Tel: 00353 1 635 6000 Fax: 00353 1 649 7542

Directors: Ronnie Griffin, Ciara Houlihan, Mark Synnott, John vanVerre (Dutch)

Registered in Dublin, Ireland: Reg No. 181767 V.A.T. 6581767L

HSBC Institutional Trust Services (Ireland) Limited is authorised by the Central Bank of Ireland under the Investment Intermediaries Act, 1995.



KPMG
Audit
1 Harbourmaster Place
IFSC
Dublin 1
Ireland

Independent Auditor's report to the members of Algebris UCITS Funds PLC

We have audited the financial statements of Algebris UCITS Funds PLC ("the Company") for the year ended 31 December 2014 which comprise the Statement of Financial Position, the Statement of Comprehensive Income, the Statement of Changes in Net Assets attributable to holders of redeemable participating shares, the Statement of Cash Flows and the related notes. The financial reporting framework that has been applied in their preparation is Irish law and International Financial Reporting Standards (IFRSs) as adopted by the European Union.

This report is made solely to the Company's members, as a body, in accordance with Section 193 of the Companies Act 1990 and the UCITS Notices issued by the Central Bank of Ireland. Our audit work has been undertaken so that we might state to the Company's members those matters we are required to state to them in an auditor's report and for no other purpose. To the fullest extent permitted by law, we do not accept or assume responsibility to anyone other than the Company and the Company's members as a body, for our audit work, for this report, or for the opinions we have formed.

Respective responsibilities of directors and auditor

As explained more fully in the Statement of Directors' Responsibilities set out on page 5, the Directors are responsible for the preparation of the financial statements giving a true and fair view. Our responsibility is to audit and express an opinion on the financial statements in accordance with Irish law and International Standards on Auditing (UK and Ireland). Those standards require us to comply with the Financial Reporting Council's Ethical Standards for Auditors. In addition, we have agreed to audit and express an opinion on these financial statements in accordance with auditing standards generally accepted in the United States of America ('U.S. GAAS').

Scope of the audit of the financial statements

An audit involves obtaining evidence about the amounts and disclosures in the financial statements sufficient to give reasonable assurance that the financial statements are free from material misstatement, whether caused by fraud or error. This includes an assessment of: whether the accounting policies are appropriate to the Company's circumstances and have been consistently applied and adequately disclosed; the reasonableness of significant accounting estimates made by the Directors; and the overall presentation of the financial statements. In addition, we read all the financial and non-financial information in the annual report to identify material inconsistencies with the audited financial statements and to identify any information that is apparently materially incorrect based on, or materially inconsistent with, the knowledge acquired by us in the course of performing the audit. If we become aware of any apparent material misstatements or inconsistencies we consider the implications for our report.

Opinion on financial statements

In our opinion:

- the financial statements give a true and fair view, in accordance with IFRSs as adopted by the EU, of the state of the Company's affairs as at 31 December 2014 and of its changes in net assets attributable to holders of redeemable participating shares for the year then ended; and
- the financial statements have been properly prepared in accordance with the Companies Acts 1963 to 2013 and the European Communities (Undertakings for Collective Investment in Transferable Securities) Regulations 2011.



Independent Auditor's report to the members of Algebris UCITS Funds PLC (continued)

Matters on which we are required to report by the Companies Acts 1963 to 2013

We have obtained all the information and explanations which we consider necessary for the purposes of our audit.

In our opinion the financial statements are in agreement with the books of account and, in our opinion proper books of account have been kept by the Company.

In our opinion the information given in the Directors' report is consistent with the financial statements.

Matters on which we are required to report by exception

We have nothing to report in respect of the provisions in the Companies Acts 1963 to 2013, which require us to report to you if, in our opinion, the disclosures of Directors' remuneration and transactions specified by law are not made.

Supplementary report under generally accepted auditing standards in the United States of America ("U.S. GAAS")

In addition we have also performed an audit of the financial statements referred to above in accordance with U.S. GAAS and we hereby report in accordance with such standards.

The Company's management is responsible for the preparation and fair presentation of the financial statements, including the design, implementation and maintenance of internal control relevant to the preparation and fair presentation of financial statements that are free from material misstatement, whether due to fraud or error. Our responsibility is to express an opinion on these financial statements based on our audit. We conducted our audit in accordance with U.S. GAAS. Those standards require that we plan and perform the audit to obtain reasonable assurance about whether the financial statements are free of material misstatement. An audit performed in accordance with U.S. GAAS involves performing procedures to obtain audit evidence about the amounts and disclosures in the financial statements. The procedures selected depend on the auditors' judgment, 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 auditor 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. Accordingly, we express no such opinion. An audit also includes evaluating the appropriateness of accounting policies used and the reasonableness of significant accounting estimates made by management, as well as evaluating the overall presentation of the financial statements.

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

In our opinion, the financial statements present fairly, in all material respects, the financial position of the Company at 31 December 2014 and the results of its operations and its cash flows for the year then ended in conformity with International Financial Reporting Standards (IFRSs) as adopted for use in the European Union.

Brian Clavin
for and on behalf of
KPMG Chartered Accountants, Statutory Audit Firm
1 Harbourmaster Place
IFSC, Dublin 1

22 April 2015

ALGEBRIS UCITS FUNDS PLC

Statement of Financial Position
as at 31 December 2014

	Notes	Total 2014 EUR	Total 2013 EUR	Algebris Financial Credit Fund 2014 EUR	Algebris Financial Credit Fund 2013 EUR	Algebris Financial Income Fund 2014 EUR	Algebris Financial Income Fund 2013* EUR
Assets							
Cash and cash equivalents	2(c)	60,031,327	20,914,620	35,949,821	14,935,305	24,081,506	5,979,315
Financial assets at fair value through profit or loss	3,4						
- Transferable securities		516,292,783	255,930,921	354,080,528	158,936,928	162,212,255	96,993,993
- Financial derivative instruments		4,559,290	1,321,669	1,721,521	260,730	2,837,769	1,060,939
Due from broker		655,877	1,086,544	-	-	655,877	1,086,544
Due from members		3,244,142	930,794	2,702,241	813,349	541,901	117,445
Dividends receivable		227,942	174,337	13,397	51,250	214,545	123,087
Accrued income and other receivables	6	5,190,352	3,227,288	4,232,370	2,468,701	957,982	758,587
Total assets		590,201,713	283,586,173	398,699,878	177,466,263	191,501,835	106,119,910
Liabilities							
Financial liabilities at fair value through profit or loss	3,4						
- Financial derivative instruments		10,958,359	699,290	6,926,662	279,070	4,031,697	420,220
Due to broker		6,446	699,085	1,422	-	5,024	699,085
Due to members		599,490	95,960	474,421	12,587	125,069	83,373
Performance fees payable	5	927	845,143	927	845,143	-	-
Dividends payable		-	60	-	60	-	-
Investment management fees payable	5	404,304	163,837	293,396	119,182	110,908	44,655
Audit fee payable	5	25,000	7,517	12,500	2,881	12,500	4,636
Administration fee payable	5	34,715	18,956	20,701	11,392	14,014	7,564
Custodian fee payable	5	21,651	11,469	14,056	7,010	7,595	4,459
Director's fee payable	5	10,393	11,589	355	-	10,038	11,589
Accrued expenses and other payables	7	68,265	152,867	27,088	111,594	41,177	41,273
Liabilities (excluding net assets attributable to holders of redeemable participating shares)		12,129,550	2,705,773	7,771,528	1,388,919	4,358,022	1,316,854
Net assets attributable to holders of redeemable participating shares		578,072,163	280,880,400	390,928,350	176,077,344	187,143,813	104,803,056

*For the period from 12 August 2013 (date of incorporation) to 31 December 2013

Approved on behalf of the Board

Director

Director

22 April 2015

The accompanying notes form an integral part of these financial statements

ALGBRIS UCITS FUNDS PLC

Statement of Comprehensive Income
for the year ended 31 December 2014

	Notes	Total 2014 EUR	Total 2013 EUR	Algebris Financial Credit Fund 2014 EUR	Algebris Financial Credit Fund 2013 EUR	Algebris Financial Income Fund 2014 EUR	Algebris Financial Income Fund 2013* EUR
Investment income							
Dividend income	2	5,011,598	1,236,869	1,398,348	586,542	3,613,250	650,327
Other income		911,917	916,522	737,721	751,046	174,196	165,476
Net gain on financial assets and liabilities at fair value through profit or loss		38,409,590	16,841,593	24,347,808	10,239,832	14,061,782	6,601,761
Net gain/(loss) on foreign exchange	2	(92,164)	(36,569)	38,436	28,852	(130,600)	(65,421)
Total investment income		44,240,941	18,958,415	26,522,313	11,606,272	17,718,628	7,352,143
Operating expenses							
Performance fees	5	1,942,476	1,082,427	1,942,476	1,082,427	-	-
Preliminary expense		32,341	133,362	264	108,362	32,077	25,000
Investment management fees	5	3,625,023	918,130	2,615,247	785,745	1,009,776	132,385
Administration fees	5	445,429	160,522	272,204	128,878	173,225	31,644
Directors' fees	5	39,922	44,012	19,961	32,423	19,961	11,589
Dividend expense		18,775	-	-	-	18,775	-
Custodian fees	5	315,520	81,421	191,127	66,252	124,393	15,169
Audit fees	5	39,439	18,280	19,075	13,644	20,364	4,636
Other expenses	8	478,909	248,434	248,537	215,526	230,372	32,908
Total operating expenses		6,937,834	2,686,588	5,308,891	2,433,257	1,628,943	253,331
Net investment income		37,303,107	16,271,827	21,213,422	9,173,015	16,089,685	7,098,812
Finance costs							
Distributions to holders of redeemable participating shares	10	8,475,962	1,557,031	6,425,342	1,557,031	2,050,620	-
Interest expense	2	23,230	2,436	3,697	1,578	19,533	858
Total finance costs		8,499,192	1,559,467	6,429,039	1,558,609	2,070,153	858

The accompanying notes form an integral part of these financial statements

ALGEBRIS UCITS FUNDS PLC

Statement of Comprehensive Income (continued)
for the year ended 31 December 2014

	Notes	Total 2014 EUR	Total 2013 EUR	Algebris Financial Credit Fund 2014 EUR	Algebris Financial Credit Fund 2013 EUR	Algebris Financial Income Fund 2014 EUR	Algebris Financial Income Fund 2013* EUR
Profit before tax		28,803,915	14,712,360	14,784,383	7,614,406	14,019,532	7,097,954
Withholding tax on dividends	2	1,044,670	233,422	271,907	70,691	772,763	162,731
Withholding tax on interest		424,173	36,227	386,511	31,922	37,662	4,305
Increase in net assets attributable to holders of redeemable participating shares from operations		27,335,072	14,442,711	14,125,965	7,511,793	13,209,107	6,930,918

*For the period from 12 August 2013 (date of incorporation) to 31 December 2013

Approved on behalf of the Board

Director

Director

22 April 2015

The accompanying notes form an integral part of these financial statements

ALGEBRIS UCITS FUNDS PLC

Statement of Changes in Net Assets Attributable to Holders of Redeemable Participating Shares
for the year ended 31 December 2014

	Total 2014 EUR	Total 2013 EUR	Algebris Financial Credit Fund 2014 EUR	Algebris Financial Credit Fund 2013 EUR	Algebris Financial Income Fund 2014 EUR	Algebris Financial Income Fund 2013* EUR
Net assets attributable to holders of redeemable participating shares at beginning of year	280,880,400	49,425,761	176,077,344	49,425,761	104,803,056	-
Increase in net assets attributable to holders of redeemable participating shares	27,335,072	14,442,711	14,125,965	7,511,793	13,209,107	6,930,918
Proceeds from redeemable participating shares issued	356,996,166	247,033,793	257,826,040	148,118,735	99,170,126	98,915,058
Payment on redemption of redeemable participating shares	(87,139,475)	(30,021,865)	(57,100,999)	(28,978,945)	(30,038,476)	(1,042,920)
Net assets attributable to holders of redeemable participating shares at end of year	578,072,163	280,880,400	390,928,350	176,077,344	187,143,813	104,803,056

*For the period from 12 August 2013 (date of incorporation) to 31 December 2013

The accompanying notes form an integral part of these financial statements

ALGEBRIS UCITS FUNDS PLC

Statement of Cash Flows
for the year ended 31 December 2014

	Total	Total	Algebris	Algebris	Algebris	Algebris
	2014	2013	Financial	Financial	Financial	Financial
	EUR	EUR	Credit Fund	Credit Fund	Income Fund	Income Fund
			2014	2013	2014	2013*
			EUR	EUR	EUR	EUR
Cash flows from operating activities						
Increase in net assets attributable to holders of Redeemable participating shares from operations	35,811,034	15,999,742	20,551,307	9,068,824	15,259,727	6,930,918
Purchase of financial assets and settlement of financial liabilities	(527,334,907)	(289,237,702)	(315,135,854)	(176,505,795)	(212,199,053)	(112,731,907)
Proceeds from sale of financial assets and of financial liabilities	312,648,053	77,918,690	150,916,446	58,548,646	161,731,607	19,370,044
Realised and unrealised loss	(38,222,893)	(5,568,414)	(25,737,391)	(209,021)	(12,485,502)	(5,359,393)
Increase in interest receivable	(1,963,064)	(2,439,128)	(1,763,669)	(1,680,541)	(199,395)	(758,587)
(Increase)/decrease in dividend receivable	(53,605)	(174,337)	37,853	(51,250)	(91,458)	(123,087)
Decrease in dividend payable	(60)	(54,079)	(60)	(54,079)	-	-
(Decrease)/increase in other payables	(1,338,762)	1,526,155	(726,757)	712,894	(612,005)	813,261
Net cash used in operating activities	(220,454,204)	(202,029,073)	(171,858,125)	(110,170,322)	(48,596,079)	(91,858,751)
Cash flows from financing activities						
Proceeds from redeemable participating shares issued	354,682,818	246,264,598	255,937,148	147,466,985	98,745,670	98,797,613
Payment on redemption of redeemable participating shares	(86,635,945)	(29,925,905)	(56,639,165)	(28,966,358)	(29,996,780)	(959,547)
Distributions to holders of redeemable participating shares	(8,475,962)	(1,557,031)	(6,425,342)	(1,557,031)	(2,050,620)	-
Net cash provided by financing activities	259,570,911	214,781,662	192,872,641	116,943,596	66,698,270	97,838,066
Net increase in cash and cash equivalents	39,116,707	12,752,589	21,014,516	6,773,274	18,102,191	5,979,315
Cash and cash equivalents at beginning of the year	20,914,620	8,162,031	14,935,305	8,162,031	5,979,315	-
Cash and cash equivalents at end of the year	60,031,327	20,914,620	35,949,821	14,935,305	24,081,506	5,979,315
Supplemental disclosures of cash flow information						
Interest received	1,963,064	9,253,869	1,763,669	7,826,542	199,395	1,427,327
Interest paid	(23,230)	-	(3,697)	-	(19,533)	-
Dividends received	4,957,993	1,062,532	1,436,201	535,292	3,521,792	527,240
Dividends paid	(8,476,022)	(1,611,110)	(6,425,402)	(1,611,110)	(2,050,620)	-

*For the period from 12 August 2013 (date of incorporation) to 31 December 2013

The accompanying notes form an integral part of these financial statements

Notes to the Financial Statements
for the year ended 31 December 2014

1. General

The Company was incorporated on 17 February 2012 as a variable capital open-ended umbrella investment company with segregated liability between Sub-Funds under the Companies Acts 1963 to 2013 with registration number 509801 and was authorised by the Central Bank of Ireland on 9 August 2012. The Company was incorporated as an umbrella fund with segregated liability between Sub-Funds in accordance with Irish law and as such, the assets of each Sub-Fund will not be exposed to the liabilities of the Company's other Sub-Funds. Each Sub-Fund of the Company will be responsible for paying its fees and expenses regardless of the level of its profitability. Notwithstanding the foregoing, there can be no assurance that, should an action be brought against the Company in the courts of another jurisdiction, the segregated nature of the Sub-Funds would necessarily be upheld. The Company is authorised in Ireland as an Undertaking for Collective Investment in Transferable Securities ("UCITS") pursuant to the UCITS Regulations. Further Sub-Funds may be established with the prior approval of the Central Bank of Ireland.

The Company has no employees.

At 31 December 2014 the Company consisted of the following Sub-Funds:

Algebris Financial Credit Fund¹

The Sub-Fund's objective is to provide a high level of income and generate modest capital appreciation. There is no guarantee that the Sub-Fund will achieve this objective.

The Sub-Fund intends to seek to achieve its investment objective by investing primarily in fixed and variable interest securities (e.g. corporate bonds, which may be investment grade or below investment grade as rated by Moody's, Standard & Poor's, Fitch or other rating agencies, or unrated), contingent convertible instruments ("CoCo-Bonds"), hybrid securities (including Tier 1, upper and lower Tier 2 securities, which are forms of bank capital, and trust preferred securities which are hybrid securities with both debt and equity characteristics), preference shares, convertible securities (e.g. convertible bonds or convertible preferred stock), other subordinated debt, as further described below, as well as exchange traded notes ("ETNs"), exchange traded funds ("ETFs"), which provide exposure to the particular asset classes in which the Investment Manager wishes to invest, and deposits. The Sub-Fund may invest substantially in deposits with credit institutions during periods of high market volatility.

The Sub-Fund may not purchase ordinary equity securities, however the Sub-Fund may acquire and hold ordinary equity securities in the event that such ordinary equity securities are acquired by way of conversion from another security held by the Sub-Fund (e.g. a CoCo-Bond automatically converts into equity securities of the issuer under certain circumstances, as further described below). For the avoidance of doubt, the Sub-Fund shall not be required to sell or otherwise dispose of any ordinary equity securities so acquired. This may result in ordinary equity securities being a significant portion of the Sub-Fund's portfolio of assets.

The Sub-Fund may, subject to the requirements laid down by the Central Bank, enter into financial derivative instruments ("FDIs") for investment, efficient portfolio management and hedging (e.g. currency risk management) purposes. The Sub-Fund may also invest in convertible securities, CoCo-Bonds and ETNs which have embedded leverage or embed a derivatives component. The Sub-Fund may only use the other FDIs mentioned herein for hedging purposes. The Sub-Fund will take both long and short positions synthetically through the use of FDIs. These may include swaps, put and call options, futures and forward contracts.

The Sub-Fund may invest in other UCITS (other than feeder UCITS) and eligible Non-UCITS to give the Sub-Fund exposure to the asset classes set out above. These investments, which include open-ended ETFs, may not exceed 10% of the total Net Asset Value of the Sub-Fund. The underlying collective investment schemes may be leveraged.

Please refer to the Supplement for Algebris Financial Credit Fund dated 15 April 2015 for the full details of the investment policy of the Sub-Fund.

Notes to the Financial Statements
for the year ended 31 December 2014

Algebris Financial Income Fund²

The Sub-Fund's objective is to maximise income and generate superior risk-adjusted returns over an investment cycle of approximately 3 to 5 years by investing in high dividend-yielding equity stocks and bonds. There is no guarantee that the Sub-Fund will achieve this objective.

The Sub-Fund intends to seek to achieve its investment objective by investing in the financial sector globally, in equity securities (e.g. ordinary shares or common stock American depository receipts, global depository receipts and preference shares), fixed and variable rate debt securities (e.g. corporate bonds, which may be investment grade or below investment grade as rated by Moody's, Standard & Poor's, Fitch or other rating agencies, or unrated), contingent convertible instruments ("CoCo-Bonds"), exchange traded notes ("ETNs"), exchange traded funds ("ETFs") (which provide exposure to the particular asset classes in which the Investment Manager wishes to invest), hybrid securities (including Tier 1, upper and lower Tier 2 securities, which are forms of bank capital, and trust preferred securities which are hybrid securities with both debt and equity characteristics), convertible securities (e.g. convertible bonds or convertible preferred stock) and other subordinated debt, as further described below, as well as deposits. The Sub-Fund may invest substantially in deposits with credit institutions during periods of high market volatility.

The Sub-Fund may, subject to the requirements laid down by the Central Bank, enter into financial derivative instruments ("FDIs") for investment, efficient portfolio management and hedging (e.g. currency risk management) purposes. The Sub-Fund may only use equity swaps, contracts for differences ("CFDs"), put and call equity options for hedging and/or investment purposes. The Sub-Fund may also invest in convertible securities, CoCo-Bonds and ETNs which have embedded leverage or embed a derivatives component. The Sub-Fund may only use the other FDIs mentioned herein for hedging purposes. Warrants and rights may be received passively (e.g. as a result of corporate actions) because of the Sub-Fund's existing holdings in equity or other securities issued by the rights and/or warrants issuer. The Sub-Fund will take both long and short positions synthetically through the use of FDIs. These may include swaps and CFDs put and call options, futures and forward contracts.

The Sub-Fund may invest in other UCITS (other than feeder UCITS) and eligible Non-UCITS to give the Sub-Fund exposure to the asset classes set out above. These investments, which include open-ended ETFs, may not exceed 10% of the total Net Asset Value of the Sub-Fund. The underlying collective investment schemes may be leveraged.

Please refer to the Supplement for Algebris Financial Income Fund dated 15 April 2015 for the full details of the investment policy of the Sub-Fund.

¹ This section reflects the investment policy of the Sub-Fund as per the Supplement for Algebris Financial Credit Fund dated 15 April 2015.

² This section reflects the investment policy of the Sub-Fund as per the Supplement for Algebris Financial Income Fund dated 15 April 2015.

Notes to the Financial Statements (continued)
for the year ended 31 December 2014

2. Principal accounting policies

The principal accounting policies adopted by the Company in the preparation of these Financial Statements are set out below.

(a) Basis of preparation

The financial statements have been prepared in accordance with International Financial Reporting Standards (“IFRS”) as adopted for use in the European Union, Irish statute comprising the Companies Acts, 1963 to 2013 and the UCITS Regulations.

(b) Financial assets and liabilities at fair value through profit or loss

(i) Classification

The Company has classified its investments into the financial assets and liabilities at fair value through profit or loss category in accordance with IAS 39 Financial Instruments: Recognition and Measurement.

This category has two sub-categories: financial assets and liabilities held for trading, and those designated as at fair value through profit or loss upon initial recognition. Financial assets or liabilities held for trading are acquired or incurred principally for the purpose of selling or repurchasing in the short term. All investments and derivative contracts have been categorised as held for trading.

(ii) Recognition

Financial assets and liabilities at fair value through profit and loss are recognised initially on the trade date at which the Company becomes a party to contracted provisions of the instruments. Other financial assets and liabilities are recognised on the date they are originated.

(iii) Derecognition

A financial asset is derecognised when the Company no longer has control over the contractual rights that comprise that asset. This occurs when the rights are realised, expire or are surrendered. A financial liability is derecognised when it is extinguished or when the obligation specified in the contract is discharged, cancelled or expired. Assets held for trading that are sold are derecognised and corresponding receivables from the buyer for the payment are recognised as of the date the Company commits to sell the assets.

On derecognition of a financial asset, the difference between the carrying amount of the asset (or the carrying amount allocated to the portion of the asset derecognised) and consideration received (including any new asset obtained less any new liability assumed) is recognised in the Statement of Comprehensive Income.

(iv) Initial measurement

Financial instruments categorised at fair value through profit or loss are recognised initially at fair value, which is usually the purchase price, with transaction costs for such instruments being recognised directly in the Statement of Comprehensive Income. Financial liabilities, other than those at fair value through the profit or loss, are recognised initially at fair value plus transaction costs that are directly attributable to their acquisition or issue.

(v) Subsequent measurement

After initial measurement, the Company measures financial instruments which are classified as at fair value through profit or loss, at their fair values. Fair value is the amount for which an asset could be exchanged, or a liability settled, between knowledgeable, willing parties in an arm's length transaction. Fair value is defined as the closing price, or latest available trading price.

Notes to the Financial Statements (continued)
for the year ended 31 December 2014

2. Principal accounting policies (continued)

(b) Financial assets and liabilities at fair value through profit or loss (continued)

If a quoted market price is not available on a recognised stock exchange or from a reputable broker/counterparty, the fair value of the financial instruments may be estimated by the Directors using valuation techniques, including the following: use of recent arm's length market transactions, reference to the current fair value of another instrument that is substantially the same, discounted cash flow techniques, option pricing models or any other valuation technique that provides a reliable estimate of prices obtained in actual market transactions.

Where discounted cash flow techniques are used, estimated future cash flows are based on the Directors' best estimates and the discount rate used is a market rate at the Statement of Financial Position date applicable for an instrument with similar terms and conditions. Where other pricing models are used, inputs are based on market data available at the Statement of Financial Position date. Fair values for unquoted equity investments are estimated, if possible, using price/earnings ratios for similar listed companies adjusted to reflect the specific circumstances of the issuer.

Gains and losses arising from changes in the fair value of financial assets and liabilities at fair value through profit or loss are included in the Statement of Comprehensive Income in the year in which they arise.

(vi) Use of estimates and judgements

The preparation of financial statements in conformity with IFRS requires management to make estimates and assumptions that affect the reported amounts of assets and liabilities and disclosure of contingent assets and liabilities at the date of the financial statements and the reported amounts of revenues and expenses during the year. Actual results could differ from those estimates. The estimates and underlying assumptions are reviewed on an ongoing basis. The key judgments and estimates relate to investments and further information on this is disclosed in Note 13.

(vii) Derivative financial instruments

Forward foreign exchange contracts

A forward foreign currency contract involves an obligation to purchase or sell a specific currency at a future date, at a price set at the time the contract is made. Forward foreign currency contracts are valued by reference to the forward price at which a new forward foreign currency contract of the same size and maturity could be undertaken at the valuation date. The unrealised gain or loss on open forward foreign currency contracts is calculated as the difference between the contract rate and the forward price and is recognised in the Statement of Financial Position and the Statement of Comprehensive Income. Realised gains or losses on forward contracts are recognised in the Statement of Comprehensive Income. Where a forward foreign currency contract is purchased to hedge the currency risk of a specific class which is issued in a currency other than the measurement currency of the Company, all gains and losses on that forward foreign currency contract are allocated to that class.

Contracts for difference

Contracts for difference are agreements between the Company and third parties, which allow the Company to acquire an exposure to the price movement of specific securities without actually purchasing the securities. The changes in contract values are recorded as unrealised gains or losses and the Company recognises a realised gain or loss when the contract is closed. Realised and unrealised gains and losses on contracts for difference are recognised in the Statement of Comprehensive Income. At each valuation point the difference in price between the contract price of the contracts for difference and the market price of the underlying equity is recorded as the fair value (unrealised gain or loss) of the contracts for difference. When a contracts for difference is closed the difference between the contract price of the contracts for difference and the market price is recorded as a realised fair value gain or loss in the Statement of Comprehensive Income.

Notes to the Financial Statements (continued)
for the year ended 31 December 2014

2. Principal accounting policies (continued)

(b) Financial assets and liabilities at fair value through profit or loss (continued)

Options

Options are valued at fair value based on the closing price on the relevant valuation date provided by the relevant counterparty.

The premium on written call options exercised is added to the proceeds from the sale of the underlying security or foreign currency in determining the realised gain or loss. The premium on written put options exercised is subtracted from the cost of the securities or foreign currencies purchased. Premiums received from written options, which expire unexercised, are treated as realised gains. For unsettled positions, unrealised gains or losses are recognised in the Statement of Comprehensive Income.

Realised and unrealised gains and losses on all derivative contracts are recognised in the Statement of Comprehensive Income.

(viii) Impairment of financial assets

The Company assesses at each Statement of Financial Position date whether there is any objective evidence that a financial asset or group of financial assets is impaired. A financial asset or group of financial assets is deemed to be impaired if, and only if, there is objective evidence of impairment as a result of one or more events that has occurred after the initial recognition of the asset (an incurred 'loss event') and that loss event (or events) has an impact on the estimated future cash flows of the financial assets that can be reliably estimated.

Objective evidence that financial assets are impaired includes significant financial difficulty of the borrower or issuer, default or delinquency by a borrower, restructuring of the amount due on terms that the Fund would not otherwise consider, indications that a borrower or issuer will enter bankruptcy, or adverse changes in the payment status of the borrowers.

(ix) Offsetting financial instruments

Financial assets and liabilities are offset and the net amount is reported in note 13 when there is a legally enforceable right to set off the recognised amounts and there is an intention to settle on a net basis, or realise the asset and settle the liability simultaneously.

The Company holds master netting or similar agreements with HSBC Bank plc. The Company considers that it has a current legally enforceable right to set off the recognised amounts as further described in note 13 to the financial statements, however is not expected to realise the relevant assets and settle the liabilities simultaneously and therefore has not offset the relevant financial assets and liabilities under such agreements.

(x) Transaction costs

Transaction costs are incremental costs, which 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 instrument. When a financial asset or financial liability is recognised initially, an entity shall measure it at its fair value through profit or loss plus transaction costs that are directly attributable to the acquisition or issue of the financial asset or financial liability.

Transaction costs on the purchase of fixed income securities and forwards are included on the purchase and sale price of the investment. They cannot be practically or reliably gathered as they are embedded in the cost of the investment and cannot be separately verified or disclosed.

Transaction costs on purchases and sales of equities, options and contracts for difference are included in net gains/(losses) on financial assets and liabilities in the Statement of Comprehensive Income for each Sub-Fund. Custody transactions costs are included in Custodian fees in the Statement of Comprehensive Income (see Note 5).

Notes to the Financial Statements (continued)
for the year ended 31 December 2014

2. Principal accounting policies (continued)

(b) Financial assets and liabilities at fair value through profit or loss (continued)

(c) Cash and cash equivalents

Cash and cash equivalents comprise of cash held with HSBC Bank Plc. Cash is valued at its face value with interest accrued, where applicable, recorded as interest receivable.

(d) Foreign currency translation

(i) Functional and presentation currency

Items included in the Company's financial statements are measured using the currency of the primary economic environment in which they operate (the "functional currency"). As the Company's redeemable non-participating shares are issued in Euro, the Directors have determined that the functional and presentational currency is Euro ("EUR").

Unrealised gains or losses on open forward foreign currency contracts are calculated as the difference between the contract date rate and the applicable forward rate at the reporting date as reported in published sources, applied to the face amount of the forward foreign currency. The unrealised gain or loss at the reporting date is included in the Statement of Financial Position and realised gain or loss is included in the Statement of Comprehensive Income.

(ii) Foreign currency transactions

Transactions in foreign currencies are translated into Euro at the exchange rate prevailing on the transaction date. All assets and liabilities denominated in foreign currencies at the reporting date are retranslated into Euro at the exchange rate at that date. The realised and unrealised gains/losses on foreign currency transactions are accounted for in the Statement of Comprehensive Income.

(e) Interest income and interest expense

Interest income and interest expense are recognised in the Statement of Comprehensive Income on an effective interest rate basis.

(f) Expenses

All expenses, including management fees and performance fees, are recognised in the Statement of Comprehensive Income on an accruals basis.

(g) Dividend income

Dividends are credited to the Statement of Comprehensive Income on the dates on which the relevant securities are listed as "ex-dividend". Income is shown gross of any non-recoverable withholding taxes, which are disclosed separately in the Statement of Comprehensive Income, and net of any tax credits.

(h) Redeemable participating shares

Redeemable participating shares are redeemable at the shareholder's option and are classified as financial liabilities. The participating shares can be put back to the Sub-Funds on any dealing day for cash equal to a proportionate share of the relevant Sub-Fund's Net Asset Value.

ALGEBRIS UCITS FUNDS PLC

Notes to the Financial Statements (continued) for the year ended 31 December 2014

2. Principal accounting policies (continued)

(i) Standards, amendments and interpretations that are effective 1 January 2014 and have been adopted by the Company

IFRS 10, 'Consolidated Financial Statements' effective for accounting periods commencing on or after 1 January 2014. The objective of IFRS 10 is to establish principles for the presentation of consolidated financial statements when an entity controls one or more other entities. This standard has not had any significant impact on the financial statements of the Company.

IFRS 11, 'Joint arrangements' effective for accounting periods commencing on or after 1 January 2014. IFRS 11 establishes principles for financial reporting by parties to a joint arrangement. The IFRS supersedes IAS 31 Interests in Joint Ventures and SIC-13 Jointly Controlled Entities-Non-Monetary Contributions by Venturers and is effective for annual periods beginning on or after 1 January 2014. This standard has not had any significant impact on the Company's financial position or performance on adoption.

IFRS 12, 'Disclosures of interests in other entities' effective for accounting periods commencing on or after 1 January 2014. The standard mandates disclosures such that users of financial statements can evaluate the nature of, and risks associated with, an entity's interest in other entities, and the effects of those interests on its financial position, financial performance and cash flows. It provides detailed information about its interests in any subsidiaries, joint arrangements, associates or unconsolidated structured entities that is not required by other IFRSs but is required to meet those goals. This standard has not had any significant impact on the financial statements of the Company.

ALGEBRIS UCITS FUNDS PLC

Notes to the Financial Statements (continued)
for the year ended 31 December 2014

3. Financial assets and liabilities at fair value through profit or loss

	Total	Algebris	Algebris
	2014	Financial	Financial
	EUR	Credit Fund	Income Fund
	2014	2014	2014
	EUR	EUR	EUR
Financial assets at fair value through profit or loss			
<i>Held for trading:</i>			
Transferable securities			
- Equity securities*	117,132,758	21,615,266	95,517,492
- Fixed income	399,160,025	332,465,262	66,694,763
Financial derivatives			
- Contracts for difference	875,909	-	875,909
- Forward foreign exchange contracts	3,118,990	1,721,521	1,397,469
- Options	564,391	-	564,391
Total financial assets at fair value through profit or loss	520,852,073	355,802,049	165,050,024
Financial liabilities at fair value through profit or loss			
<i>Held for trading:</i>			
Financial derivatives			
- Contracts for difference	(99,411)	-	(99,411)
- Forward foreign exchange contracts	(9,662,933)	(6,926,662)	(2,736,271)
- Options	(1,196,015)	-	(1,196,015)
Total financial liabilities at fair value through profit or loss	(10,958,359)	(6,926,662)	(4,031,697)
Net gain on financial assets and liabilities at fair value through profit or loss	38,409,590	24,347,808	14,061,782

*The equity securities per the above table relate to preferred stock on all securities held by the Credit Fund, and certain securities held by the Income Fund.

ALGEBRIS UCITS FUNDS PLC

Notes to the Financial Statements (continued)
for the year ended 31 December 2014

3. Financial assets and liabilities at fair value through profit or loss (continued)

	Total 2013 EUR	Algebris Financial Credit Fund 2013 EUR	Algebris Financial Income Fund 2013 EUR
Financial assets at fair value through profit or loss			
<i>Held for trading:</i>			
Transferable securities			
- Equity securities*	85,017,845	23,152,421	61,865,424
- Fixed income	170,913,076	135,784,507	35,128,569
Financial derivatives			
- Contracts for difference	581,973	-	581,973
- Forward foreign exchange contracts	541,999	260,730	281,269
- Options	197,697	-	197,697
Total financial assets at fair value through profit or loss	257,252,590	159,197,658	98,054,932
Financial liabilities at fair value through profit or loss			
<i>Held for trading:</i>			
Financial derivatives			
- Contracts for difference	(19,818)	-	(19,818)
- Forward foreign exchange contracts	(649,536)	(279,070)	(370,466)
- Options	(29,936)	-	(29,936)
Total financial liabilities at fair value through profit or loss	(699,290)	(279,070)	(420,220)
Net gain on financial assets and liabilities at fair value through profit or loss	10,024,416	4,092,253	5,932,163

*The equity securities per the above table relate to preferred stock on all securities held by the Credit Fund, and certain securities held by the Income Fund.

4. Fair value measurement

The following table presents the financial instruments carried on the Statement of Financial Position by caption and by level within the valuation hierarchy as at 31 December 2014.

Algebris Financial Credit Fund	Level 1 EUR	Level 2 EUR	Level 3 EUR	Total EUR
Financial assets at fair value through profit or loss				
<i>Held for trading:</i>				
- Equity securities	21,615,266	-	-	21,615,266
- Fixed income	-	332,465,262	-	332,465,262
- Forward foreign exchange contracts	-	1,721,521	-	1,721,521
Total financial assets at fair value through profit or loss	21,615,266	334,186,783	-	355,802,049
Financial liabilities at fair value through profit or loss				
<i>Held for trading:</i>				
- Forward foreign exchange contracts	-	(6,926,662)	-	(6,926,662)
Total financial liabilities at fair value through profit or loss	-	(6,926,662)	-	(6,926,662)

There were no transfers between Level 1 and Level 2 during the year.

ALGEBRIS UCITS FUNDS PLC

Notes to the Financial Statements (continued) for the year ended 31 December 2014

4. Fair value measurement (continued)

The following table presents the financial instruments carried on the Statement of Financial Position by caption and by level within the valuation hierarchy as at 31 December 2014.

Algebris Financial Income Fund	Level 1 EUR	Level 2 EUR	Level 3 EUR	Total EUR
Financial assets at fair value through profit or loss				
<i>Held for trading:</i>				
- Equity securities	95,517,492	-	-	95,517,492
- Fixed income	-	66,694,763	-	66,694,763
- Contracts for difference	-	875,909	-	875,909
- Forward foreign exchange contracts	-	1,397,469	-	1,397,469
- Options	564,391	-	-	564,391
Total financial assets at fair value through profit or loss	96,081,883	68,968,141	-	165,050,024
Financial liabilities at fair value through profit or loss				
<i>Held for trading:</i>				
- Contracts for difference	-	(99,411)	-	(99,411)
- Forward foreign exchange contracts	-	(2,736,271)	-	(2,736,271)
- Options	(1,196,015)	-	-	(1,196,015)
Total financial liabilities at fair value through profit or loss	(1,196,015)	(2,835,682)	-	(4,031,697)

There were no transfers between Level 1 and Level 2 during the year.

The following table presents the financial instruments carried on the Statement of Financial Position by caption and by level within the valuation hierarchy as at 31 December 2013.

Algebris Financial Credit Fund	Level 1 EUR	Level 2 EUR	Level 3 EUR	Total EUR
Financial assets at fair value through profit or loss				
<i>Held for trading:</i>				
- Equity securities	23,152,421	-	-	23,152,421
- Fixed income	133,078,265	2,706,242	-	135,784,507
- Forward foreign exchange contracts	-	260,730	-	260,730
Total financial assets at fair value through profit or loss	156,230,686	2,966,972	-	159,197,658
Financial liabilities at fair value through profit or loss				
<i>Held for trading:</i>				
- Forward foreign exchange contracts	-	(279,070)	-	(279,070)
Total financial liabilities at fair value through profit or loss	-	(279,070)	-	(279,070)

There were no transfers between Level 1 and Level 2 during the year.

ALGEBRIS UCITS FUNDS PLC

Notes to the Financial Statements (continued) for the year ended 31 December 2014

4. Fair value measurement (continued)

Algebris Financial Income Fund	Level 1 EUR	Level 2 EUR	Level 3 EUR	Total EUR
Financial assets at fair value through profit or loss				
<i>Held for trading:</i>				
- Equity securities	61,865,424	-	-	61,865,424
- Fixed income	35,128,569	-	-	35,128,569
- Contracts for difference	-	581,973	-	581,973
- Forward foreign exchange contracts	-	281,269	-	281,269
- Options	197,697	-	-	197,697
Total financial assets at fair value through profit or loss	97,191,690	863,242	-	98,054,932
Financial liabilities at fair value through profit or loss				
<i>Held for trading:</i>				
- Contracts for difference	-	(19,818)	-	(19,818)
- Forward foreign exchange contracts	-	(370,466)	-	(370,466)
- Options	(29,936)	-	-	(29,936)
Total financial liabilities at fair value through profit or loss	(29,936)	(390,284)	-	(420,220)

There were no transfers between Level 1 and Level 2 during the period.

IFRS 13 establishes a fair value hierarchy that prioritises the inputs to valuation techniques used to measure fair value. The hierarchy gives the highest priority to unadjusted quoted prices in active markets for identical assets or liabilities (Level 1 measurements) and the lowest priority to unobservable inputs (Level 3 measurements). The three levels of the fair value hierarchy are described as follows: In determining an instrument's placement within the hierarchy, the Directors separate the Company's investment portfolio into two categories: investments and derivative instruments.

Level 1	Inputs that reflect unadjusted quoted prices in active markets for identical assets or liabilities that the Company has the ability to access at the measurement date;
Level 2	Inputs other than quoted prices that are observable for the asset or liability either directly or indirectly, including inputs in markets that are not considered to be active;
Level 3	Inputs that are unobservable.

Inputs are used in applying the various valuation techniques and broadly refer to the assumptions that market participants use to make valuation decisions, including assumptions about risk. Inputs may include price information, volatility statistics, specific and broad credit data, liquidity statistics, and other factors. A financial instrument's level within the fair value hierarchy is based on the lowest level of any input that is significant to the fair value measurement. However, the determination of what constitutes "observable" requires significant judgment by the Directors. The Directors consider observable data to be that market data which is readily available, regularly distributed or updated, reliable and verifiable, not proprietary, and provided by independent sources that are actively involved in the relevant market. The categorisation of a financial instrument within the hierarchy is based upon the pricing transparency of the instrument and does not necessarily correspond to the Directors' perceived risk of that instrument.

Investments

Investments whose values are based on quoted market prices in active markets are classified within level 1. These include active listed equities. The Directors do not adjust the quoted price for such instruments, even in situations where the Company holds a large position and a sale could reasonably impact the quoted price.

Investments that trade in markets that are not considered to be active, but are valued based on quoted market prices, dealer quotations or alternative pricing sources supported by observable inputs are classified within level 2.

Notes to the Financial Statements (continued)
for the year ended 31 December 2014

4. Fair value measurement (continued)

Investments classified within level 3 have significant unobservable inputs, as they trade infrequently or not at all. There are no level 3 investments held at year end.

Derivative instruments

Derivative instruments can be exchange-traded or privately negotiated over-the-counter ("OTC"). Exchange-traded derivatives, such as futures contracts and exchange traded option contracts, are typically classified within level 1 or level 2 of the fair value hierarchy depending on whether or not they are deemed to be actively traded. OTC derivatives, such as forward foreign exchange contracts and equity swaps have inputs which can generally be corroborated by market data and are therefore classified within level 2.

The Company has not disclosed the fair values for financial instruments such as cash and cash equivalents, due to/from broker, due to/from members and short-term receivables and payables because their carrying amounts are a reasonable approximations of fair values.

Transaction costs

For Algebris Financial Credit Fund, transaction costs on the purchase and sale of bonds and forwards are included in the purchase and sale price of the investment. They cannot be practically or reliably gathered as they are embedded in the cost of the investment and cannot be separately verified or disclosed. Transaction costs on purchases and sales of equities are included in net gains/(losses) on financial assets and liabilities in the Statement of Comprehensive Income

For Algebris Financial Income Fund, transaction costs on the purchase and sale of bonds and forwards are included in the purchase and sale price of the investment. They cannot be practically or reliably gathered as they are embedded in the cost of the investment and cannot be separately verified or disclosed. Transaction costs on purchases and sales of equities, options and contracts for difference are included in net gains/(losses) on financial assets and liabilities in the Statement of Comprehensive Income.

5. Fees and expenses

Investment management fees

For Algebris Financial Credit Fund, the Investment Manager shall be entitled to receive an investment management fee (the "Management Fee") from the Company equal to 0.50% per annum of the Net Asset Value of the Class I Shares and 1.20% per annum of the Net Asset Value of the Class R.

For Algebris Financial Income Fund, the Investment Manager shall be entitled to receive an investment management fee (the "Management Fee") from the Company equal to 0.90% per annum of the Net Asset Value of the Class I Shares, 1.80% per annum of the Net Asset Value of the Class R Shares and 0.50% per annum of the Net Asset Value of the Class B Shares and Class XXL shares.

The Management Fee shall be (i) calculated and accrued daily; and (ii) is calculated by reference to the Net Asset Value of the relevant Shares before the deduction of that days' Management Fee and accrued Performance Fee. The Management Fee is normally payable in arrears within 14 days' of the end of the relevant month end.

No Management Fee shall be payable in respect of Class M Shares.

In addition, the Investment Manager shall be entitled to be reimbursed its reasonably vouched out-of-pocket expenses. Each Sub-Fund shall bear its pro-rata share of such out-of-pocket expenses. Investment management fees for the year ended 31 December 2014 for amounted to EUR 3,625,023 (31 December 2013: EUR 918,130) of which EUR 404,304 (31 December 2013: EUR 163,837) was payable at year end.

Notes to the Financial Statements (continued)
for the year ended 31 December 2014

5. Fees and expenses (continued)

Performance fees

Algebris Financial Credit Fund

The Performance Fee in respect of the Class I and Class R Accumulating Classes is equal to 10% of the excess of the Net Asset Value per Share of the relevant Class I Shares and Class R Shares (after the deduction of the Management Fee and all other payments and expenses but before the deduction of any accrued Performance Fee) at the end of a Performance Period over the High Water Mark.

The Performance Fee in respect of the Class I and Class R Distributing Classes is equal to 10% of the excess of the Adjusted NAV over the Adjusted High Water Mark.

“Adjusted NAV” means the Net Asset Value per Share of the Class I and Class R Distributing Class after the deduction of the Management Fee and all other payments and expenses but before the deduction of any accrued Performance Fee at the end of a Performance Period adjusted by the aggregate amount of all distributions per Share declared in respect of the Distributing Class since the initial issue of Shares in the Class.

“High Water Mark” means the previous highest of (i) the highest Net Asset Value per Share of the Class I and Class R Accumulating Classes (before any accrual for the Performance Fee) at the end of any previous Performance Period (occurring on a quarter end) on which the Performance Fee was paid; and (ii) the Initial Offer Price of the relevant Class I and Class R Accumulating Shares.

“Adjusted High Water Mark” means the previous highest of (i) the highest Adjusted NAV (before any accrual for the Performance Fee) at the end of any previous Performance Period (occurring on a quarter end) on which the Performance Fee was paid; and (ii) the Initial Offer Price of the Class I Shares and Class R Shares, respectively.

The Performance Fee (if any) will accrue daily. The amount accrued on each day will be determined by calculating the Performance Fee that would be payable if that day was the last day of the current Performance Period. The Performance Fee will be payable by the relevant Sub-Fund to the Investment Manager quarterly in arrears normally within 14 calendar days of the end of each Performance Period.

The Performance Fee, if any, is calculated on Net Asset Value per Share (after the deduction of the Management Fee and all other payments and expenses but before the deduction of any accrued Performance Fee) at the end of each Performance Period (with respect to the Class I and Class R Accumulating Share Classes) and the Adjusted NAV (with respect to the Class I and Class R Distributing Share Classes) including in each case, for the avoidance of doubt the net realised and unrealised gains and losses. As a result, a Performance Fee may be paid on unrealised gains which may subsequently never be realised. There is no repayment of any Performance Fee already paid if the Net Asset Value per Share subsequently falls back below the High Water Mark or Adjusted High Water Mark, as appropriate, even if an investor redeems its holding. Accrued Performance Fee will be crystallised upon any redemption.

The calculation of the performance fee shall be verified by the Custodian.

No performance fees shall be payable in respect of Class B, Class M and Class XXL shares.

Performance fees for the year ended 31 December 2014 amounted to EUR 1,942,476 (31 December 2013: EUR 1,082,427) of which EUR 927 (31 December 2013: EUR 845,143) was payable at year end.

There are no performance fees in respect of Algebris Financial Income Fund.

Notes to the Financial Statements (continued)
for the year ended 31 December 2014

5. Fees and expenses (continued)

Administration fees

The Administrator shall be entitled to receive out of the assets of each Sub-Fund a fee, accrued and calculated daily and payable monthly in arrears, at a rate of up to 0.10 % per annum of a Sub-Fund's Net Asset Value for the first EUR 100 million, 0.08% per annum of a Sub-Fund's Net Asset Value between EUR 100 million and EUR 250 million, 0.06% per annum of a Sub-Fund's Net Asset Value between EUR 250 million and EUR 500 million and 0.04% per annum of a Sub-Fund's Net Asset Value above EUR 500 million subject to a minimum monthly fee of up to EUR 3,000 per Sub-Fund and EUR 500 per Share Class (which shall be reduced by 50% for the first six months after the launch of a Sub-Fund). The Administrator shall receive an annual reporting fee of EUR 3,000 per Sub-Fund.

In addition, the Company shall pay out of the assets of each Sub-Fund its portion of the Administrator's financial statement production fee of EUR 5,000 (per set) for the preparation of audited and unaudited financial statements for the Company. In addition, the Administrator shall be entitled to be reimbursed its reasonable vouched out-of-pocket expenses, transaction and account fees. Administration fees for the year ended 31 December 2014 amounted to EUR 445,429 (31 December 2013: EUR 160,522) of which EUR 34,715 (31 December 2013: EUR 18,956) was payable at year end.

Custodian fees

Fees and expenses – Custodian fees” on p. 27 where the first paragraph should be replaced with the following: “The Custodian shall be entitled to receive out of the assets of each Sub-Fund a fee, accrued and calculated daily and payable monthly in arrears, at a rate of 0.05% per annum of a Sub-Fund's Net Asset Value for the first EUR 100 million, 0.04% per annum of a Sub-Fund's Net Asset Value between EUR 100 million and EUR 300 million and 0.03 % per annum of a Sub-Fund's Net Asset Value above EUR 300 million subject to a minimum monthly fee of EUR 2,500 per Sub-Fund.

The Custodian shall also be entitled to receive transaction charges and all sub-custodian charges will be recovered by the Custodian from the Company as they are incurred by the relevant sub-custodians. All such charges shall be charged at normal commercial rates. The Custodian is also entitled to reimbursement of its reasonable vouched out-of-pocket expenses. Custodian fees for the year ended 31 December 2014 amounted to EUR 315,520 (31 December 2013: EUR 81,421) of which EUR 21,651 (31 December 2013: EUR 11,469) was payable at year end.

Directors' fees and expenses

The Directors shall be entitled to be paid a fee from the assets of the Company by way of remuneration for their services at a rate to be determined from time to time by the Directors, provided that the aggregate amount of Directors' remuneration in any one year shall not exceed EUR 75,000 plus VAT or such other maximum amount as may be determined by the Directors, notified to Shareholders in advance, and disclosed in the Prospectus or the Company's annual report. Mr Lasagna shall not receive a Directors' fee. The Directors will be entitled to be reimbursed by the Company for all reasonable disbursements and out-of-pocket expenses incurred by them. The Directors' fees for the year ended 31 December 2014 amounted to EUR 39,922 (31 December 2013: EUR 44,012) of which EUR 10,393 (31 December 2013: EUR 11,589) was payable at year end.

Auditors' fees

Fees accrued for the statutory auditors, KPMG, in respect of the year ending 31 December 2014, relate entirely to the audit of the financial statements of the Company. There were no fees accrued in respect of other assurance, tax advisory or non-audit services provided by the auditors. Auditors' fees accrued for the year ended 31 December 2014 amounted to EUR 39,439 (31 December 2013: EUR 18,280) of which EUR 25,000 (31 December 2013: EUR 7,517) was payable at year end.

Company secretarial fees

The Company has appointed Bradwell Limited as Company Secretary. Company secretarial fees for the year ended 31 December 2014 amounted to EUR 9,754 (31 December 2013: EUR 16,636) of which EUR 12,100 (31 December 2013: EUR 21,227) was payable at year end.

ALGEBRIS UCITS FUNDS PLC

Notes to the Financial Statements (continued)
for the year ended 31 December 2014

5. Fees and expenses (continued)

Transaction costs

The below table provides a breakdown of the total transaction costs for the year ended 31 December 2014.

Algebris Financial Credit Fund	-
Algebris Financial Income Fund	EUR 385,645
Total	<u>EUR 385,645</u>

6. Other receivables

	Total 2014 EUR	Algebris Financial Credit Fund 2014 EUR	Algebris Financial Income Fund 2014 EUR
Interest receivable	5,190,352	4,232,370	957,982
	<u>5,190,352</u>	<u>4,232,370</u>	<u>957,982</u>

	Total 2013 EUR	Algebris Financial Credit Fund 2013 EUR	Algebris Financial Income Fund 2013 EUR
Interest receivable	3,227,288	2,468,701	758,587
	<u>3,227,288</u>	<u>2,468,701</u>	<u>758,587</u>

7. Other payables

	Total 2014 EUR	Algebris Financial Credit Fund 2014 EUR	Algebris Financial Income Fund 2014 EUR
Professional fees payable	12,837	2,902	9,935
Legal fees payable	14,340	5,641	8,699
Tax and Administration fees payable	12,449	6,312	6,137
Corporate Secretarial fees payable	12,100	6,050	6,050
Miscellaneous expenses payable	16,539	6,183	10,356
	<u>68,265</u>	<u>27,088</u>	<u>41,177</u>

	Total 2013 EUR	Algebris Financial Credit Fund 2013 EUR	Algebris Financial Income Fund 2013 EUR
Professional fees payable	34,838	23,828	11,010
Legal fees payable	24,401	24,401	-
Tax and Administration fees payable	36,250	33,585	2,665
Corporate Secretarial fees payable	21,227	16,591	4,636
Setting Up fee payable	20,000	-	20,000
Miscellaneous expenses payable	16,151	13,189	2,962
	<u>152,867</u>	<u>111,594</u>	<u>41,273</u>

ALGEBRIS UCITS FUNDS PLC

Notes to the Financial Statements (continued) for the year ended 31 December 2014

8. Other expenses

	Total 2014 EUR	Algebris Financial Credit Fund 2014 EUR	Algebris Financial Income Fund 2014 EUR
Professional fees	76,238	37,959	38,279
Legal fees	161,658	110,419	51,239
Tax and Administrative fees	11,959	4,208	7,751
Corporate Secretarial fees	9,754	-	9,754
Insurance Fees Expense	16,978	6,060	10,918
Agent Fees	46,007	36,599	9,408
Advertising Expense	48,750	26,000	22,750
Miscellaneous expenses	107,565	27,292	80,273
	<u>478,909</u>	<u>248,537</u>	<u>230,372</u>

	Total 2013 EUR	Algebris Financial Credit Fund 2013 EUR	Algebris Financial Income Fund 2013 EUR
Professional fees	77,435	66,425	11,010
Legal fees	27,499	27,499	-
Tax and Administrative fees	33,303	30,638	2,665
Corporate Secretarial fees	16,636	12,000	4,636
Registration fees	25,229	25,229	-
Miscellaneous expenses	68,332	53,735	14,597
	<u>248,434</u>	<u>215,526</u>	<u>32,908</u>

9. Share capital and redeemable participating shares

The Company has issued Subscriber Shares to the value of EUR 300,000. The Subscriber Shares do not participate in the assets of the Sub-Funds. The Company reserves the right to redeem some or all of the Subscriber Shares provided that the Company at all times has a minimum issued share capital to the value of EUR 300,000.

ALGEBRIS UCITS FUNDS PLC

Notes to the Financial Statements (continued)
for the year ended 31 December 2014

9. Share capital and redeemable participating shares (continued)

The movement in the number of redeemable participating shares for the year ended 31 December 2014 is as follows:

Algebris Financial Credit Fund

	At the beginning of the year	Shares Issued	Shares Redeemed	At the end of the year
CHF Class I Shares	2,646	-	(1,646)	1,000
CHF Class Md Shares	22,649	200	-	22,849
EUR Class I Shares	289,815	424,412	(137,971)	576,256
EUR Class Id Shares	330,239	169,379	(566)	499,052
EUR Class M Shares	20,000	-	-	20,000
EUR Class R Shares	359,404	908,738	(248,561)	1,019,581
EUR Class Rd Shares	315,741	416,961	(76,284)	656,418
GBP Class I Shares	-	3,300	-	3,300
GBP Class Id Shares	246,560	175,474	(22,983)	399,051
GBP Class Md Shares	1,000	420	-	1,420
USD Class ID Shares	-	136,000	-	136,000
USD Class M Shares	-	6,500	-	6,500
USD Class R Shares	-	33,302	-	33,302
USD Class RD Shares	-	36,272	(6,000)	30,272

Algebris Financial Income fund

	At the beginning of the year	Shares Issued	Shares Redeemed	At the end of the year
CHF Class B Shares	3,474	-	(1,000)	2,474
CHF Class R Shares	2,000	-	-	2,000
EUR Class B Shares	388,505	6,089	(61,481)	333,113
EUR Class Bd Shares	81,145	-	-	81,145
EUR Class I Shares	58,964	419,402	(14,089)	464,277
EUR Class ID Shares	-	51,000	-	51,000
EUR Class M Shares	10,395	5,109	(395)	15,109
EUR Class R Shares	10,697	97,583	(29,173)	79,107
EUR Class RD Shares	-	500	-	500
EUR Class XXL Shares	-	202,388	(18,539)	183,849
GBP Class Bd Shares	500	-	-	500
GBP Class Id Shares	-	40,749	-	40,749
GBP Class M Shares	-	70	-	70
USD Class B Shares	151,941	-	(3,500)	148,441
USD Class Bd Shares	133,301	-	-	133,301
USD Class I Shares	-	2,405	-	2,405
USD Class Id Shares	100,000	96,117	(189,394)	6,723
USD Class M Shares	1,000	797	-	1,797
USD Class Md Shares	172,015	8,196	-	180,211
USD Class R Shares	7,000	8,627	-	15,627

ALGEBRIS UCITS FUNDS PLC

Notes to the Financial Statements (continued) for the year ended 31 December 2014

9. Share capital and redeemable participating shares (continued)

The movement in the number of redeemable participating shares for the year ended 31 December 2013 is as follows:

Algebris Financial Credit Fund

	At the beginning of the year	Shares Issued	Shares Redeemed	At the end of the year
CHF Class I Shares	1,000	1,646	-	2,646
CHF Class Md Shares	22,649	-	-	22,649
EUR Class I Shares	170,903	227,572	(108,660)	289,815
EUR Class Id Shares	232,015	98,224	-	330,239
EUR Class M Shares	20,000	369	(369)	20,000
EUR Class Md Shares	20,986	9,013	(29,999)	-
EUR Class R Shares	-	476,418	(117,014)	359,404
EUR Class Rd Shares	-	323,643	(7,902)	315,741
GBP Class I Shares	1,500	-	(1,500)	-
GBP Class Id Shares	-	248,147	(1,587)	246,560
GBP Class M Shares	142	-	(142)	-
GBP Class Md Shares	1,000	-	-	1,000

Algebris Financial Income fund

	At the beginning of the period	Shares Issued	Shares Redeemed	At the end of the period
CHF Class B Shares	-	3,474	-	3,474
CHF Class R Shares	-	2,000	-	2,000
EUR Class B Shares	-	397,882	(9,377)	388,505
EUR Class Bd Shares	-	81,145	-	81,145
EUR Class I Shares	-	59,319	(355)	58,964
EUR Class M Shares	-	10,395	-	10,395
EUR Class Md Shares	-	406	(406)	-
EUR Class R Shares	-	10,697	-	10,697
GBP Class Bd Shares	-	500	-	500
USD Class B Shares	-	151,941	-	151,941
USD Class Bd Shares	-	133,301	-	133,301
USD Class Id Shares	-	100,000	-	100,000
USD Class M Shares	-	1,000	-	1,000
USD Class Md Shares	-	172,015	-	172,015
USD Class R Shares	-	7,000	-	7,000

10. Distributions

The Directors are permitted to declare distributions in respect of any Class of Shares. Distributions may not be payable for all Classes of Shares. A distribution may include accrued revenue which may subsequently never be received. The amount of the net income to be distributed is determined at the discretion of the Directors in accordance with Articles and the Directors will also determine what proportion of a Sub-Fund's expenses may be charged against the income to arrive at the net income figure.

ALGEBRIS UCITS FUNDS PLC

Notes to the Financial Statements (continued)
for the year ended 31 December 2014

10. Distributions (continued)

Algebris Financial Credit Fund

	2014	
Share Class	Ex-Date	Rate
CHF Class Md	8-Jan-2014	CHF 1.4242
EUR Class Id	8-Jan-2014	EUR 0.6719
EUR Class Rd	8-Jan-2014	EUR 0.3968
GBP Class Id	8-Jan-2014	GBP 0.3402
GBP Class Md	8-Jan-2014	GBP 1.4727

	2014		2013	
Share Class	Ex-Date	Rate	Ex-Date	Rate
				EUR
CHF Class Md	10-Apr-2014	CHF 1.4930	2-Apr-2013	CHF 1.3350
EUR Class Id	10-Apr-2014	EUR 1.4933	2-Apr-2013	EUR 1.1118
EUR Class Md	-	-	2-Apr-2013	EUR 1.0413
EUR Class Rd	10-Apr-2014	EUR 1.0283	-	-
GBP Class Id	10-Apr-2014	GBP 1.3918	-	-
GBP Class Md	10-Apr-2014	GBP 1.5557	2-Apr-2013	GBP 1.3792

	2014		2013	
Share Class	Ex-Date	Rate	Ex-Date	Rate
				EUR
CHF Class Md	10-Jul-2014	CHF 1.6171	5-Jul-2013	CHF 1.3757
EUR Class Id	10-Jul-2014	EUR 1.3955	5-Jul-2013	EUR 1.1715
EUR Class Rd	10-Jul-2014	EUR 1.3618	5-Jul-2013	EUR 0.4546
GBP Class Id	10-Jul-2014	GBP 1.5388	5-Jul-2013	GBP 0.6714
GBP Class Md	10-Jul-2014	GBP 1.6770	5-Jul-2013	GBP 1.4190
USD Class Rd	10-Jul-2014	USD 0.0700	-	-

	2014		2013	
Share Class	Ex-Date	Rate	Ex-Date	Rate
				EUR
CHF Class Md	10-Oct-2014	CHF 1.7073	8-Oct-2013	CHF 2.1482
EUR Class Id	10-Oct-2014	EUR 1.6274	8-Oct-2013	EUR 1.7766
EUR Class Rd	10-Oct-2014	EUR 1.5374	8-Oct-2013	EUR 1.4628
GBP Class Id	10-Oct-2014	GBP 1.3008	8-Oct-2013	GBP 0.1521
GBP Class Md	10-Oct-2014	GBP 1.7731	8-Oct-2013	GBP 2.2160
USD Class Rd	10-Oct-2014	USD 0.9891	-	-
USD Class Id	10-Oct-2014	USD 1.3290	-	-

Algebris Financial Income Fund

	2014	
Share Class	Ex-Date	Rate
EUR Class Bd	8-Jan-2014	EUR 1.1573
GBP Class Bd	8-Jan-2014	GBP 1.1830
USD Class Bd	8-Jan-2014	USD 1.0515
USD Class Id	8-Jan-2014	USD 0.3109
USD Class Md	8-Jan-2014	USD 1.3853

ALGEBRIS UCITS FUNDS PLC

Notes to the Financial Statements (continued) for the year ended 31 December 2014

10. Distributions (continued)

Algebris Financial Income Fund (continued)

Share Class	2014	
	Ex-Date	Rate
EUR Class Bd	10-Apr-2014	EUR 1.1005
EUR Class Id	10-Apr-2014	EUR 0.7037
GBP Class Bd	10-Apr-2014	GBP 1.0985
USD Class Bd	10-Apr-2014	USD 1.1190
USD Class Id	10-Apr-2014	USD 0.9738
USD Class Md	10-Apr-2014	USD 1.1671

Share Class	2014	
	Ex-Date	Rate
EUR Class Bd	10-Jul-2014	EUR 1.3502
EUR Class Id	10-Jul-2014	EUR 1.2389
EUR Class Rd	10-Jul-2014	EUR 1.1946
GBP Class Bd	10-Jul-2014	GBP 1.3482
USD Class Bd	10-Jul-2014	USD 1.3738
USD Class Id	10-Jul-2014	USD 1.2798
USD Class Md	10-Jul-2014	USD 1.2803

Share Class	2014	
	Ex-Date	Rate
EUR Class Bd	10-Oct-2014	EUR 1.2218
EUR Class Id	10-Oct-2014	EUR 1.1204
EUR Class Rd	10-Oct-2014	EUR 1.0874
GBP Class Bd	10-Oct-2014	GBP 1.2211
USD Class Bd	10-Oct-2014	USD 1.2408
USD Class Id	10-Oct-2014	USD 1.1547
USD Class Md	10-Oct-2014	USD 1.2243

11. Taxation

Under current law and practice the Company qualifies as an investment undertaking as defined in Section 739B of the Taxes Consolidation Act, 1997, as amended. As such, it is not chargeable to Irish tax on its income or gains.

However, Irish tax may arise on the happening of a “chargeable event”. A chargeable event includes any distribution payments to shareholders or any encashment, redemption, cancellation or transfer of shares.

No Irish tax will arise on the Company regarding chargeable events in respect of:

(a) a shareholder who is neither Irish resident nor ordinarily resident in Ireland for tax purposes, at the time of the chargeable event, provided appropriate valid declarations in accordance with the provisions of the Taxes Consolidation Act, 1997, as amended, are held by the Company; and

(b) certain exempted Irish tax resident shareholders who have provided the Company with the necessary signed statutory declarations.

Dividends, interest and capital gains (if any) received on investments made by the Company may be subject to withholding taxes imposed by the country from which the investment income/gains are received and such taxes may not be recoverable by the Company or its shareholders.

Notes to the Financial Statements (continued)
for the year ended 31 December 2014

12. Soft commissions

There were no soft commission arrangements affecting the Company during the year ended 31 December 2014 (2013: Nil).

13. Risks associated with financial instruments

The Company's risks are those set out in the Prospectus and the relevant Supplements and any consideration of risk here should be viewed in the context of the Prospectus and the relevant Supplements which is the primary documentation governing the operation of the Company.

The Company's activities expose it to a variety of financial risks: market risk (including price risk, currency risk and interest rate risk), credit risk and liquidity risk. The Company's overall risk management process focuses on the unpredictability of financial markets and seeks to mitigate potential adverse effects on the Company's financial performance.

The Investment Manager seeks to mitigate the financial risk in the Company in its daily risk management process. From year to year, the Company's exposure to risk will alter as market conditions change and as the components of the portfolio change and are adjusted through trading, subscriptions and redemptions. With regard to the objectives, policies and processes for managing the risk, whilst adapting to the current market conditions, the approach will remain consistent from year to year.

The Company uses the commitment approach to calculate the Sub-Fund's global exposure. This approach converts the Company's FDI positions into an equivalent position of the underlying asset based on the market value of the underlying asset.

(a) Market risk

The potential for changes in the fair value or cash flows of the Sub-Funds' investment portfolios is referred to as Market Risk. Categories of Market Risk include price risk, currency risk and interest rate risk.

(i) Price risk

Price risk is the risk that the value of instruments will fluctuate as a result of changes in market prices (other than those arising from interest rate risk or currency risk), whether caused by factors specific to an individual investment, its issuer or all factors affecting all instruments traded in the market. It represents the potential loss the Company might suffer through holding market positions in the face of price movements. The securities held by a Sub-Fund are held at fair value with fair value changes recognised in the Statement of Comprehensive Income. All changes in market conditions will therefore directly affect net investment income for the Sub-Fund. The Sub-Funds manage this exposure to individual price movements of underlying positions by only making investments which are in line with the investment restrictions. A 5% increase in equity prices as at 31 December 2014 would have increased the net assets attributable to holders of redeemable shares for Algebris Financial Credit Fund by EUR 1,080,763 (31 December 2013: EUR 1,157,621) and Algebris Financial Income Fund by EUR 4,775,875 (31 December 2013: EUR 3,093,271). An equal change in the opposite direction would have decreased the net assets attributable to holders of redeemable participating shares by an equal but opposite amount.

ALGEBRIS UCITS FUNDS PLC

Notes to the Financial Statements (continued) for the year ended 31 December 2014

13. Risks associated with financial instruments (continued)

(ii) Currency risk

Currency risk is the risk that the fair value of future cash flows of a financial instrument will fluctuate because of changes in foreign exchange rates. A Sub-Fund may hold assets or liabilities denominated in currencies other than the functional currencies of the Sub-Fund. The Sub-Fund may, therefore, be exposed to currency risk as the value of the assets and liabilities denominated in other currencies other than the functional currency may fluctuate as a result of movements in the exchange rates.

The Sub-Funds may enter into forward foreign exchange contracts to hedge the currency exposures of securities denominated in a currency other than the functional currency of the relevant Sub-Fund and to hedge against other changes in currency rates which may have an impact on a Sub-Fund. Forward foreign exchange contracts may be also used by the Investment Manager to hedge the currency exposure on behalf of investors invested in foreign currency share classes offered by each Sub-Fund in relation to the functional currency of that Sub-Fund.

Any financial instruments used to implement such strategies with respect to one or more classes shall be assets/liabilities of a Sub-Fund as a whole but will be attributable to the relevant class and the gains/losses on and the costs of the relevant financial instruments will accrue solely to the relevant class.

The table below outlines the Sub-Funds's net foreign currency risk exposure.

Algebris Financial Credit Fund as at 31 December 2014	Monetary assets/(liabilities) EUR	Non-monetary assets/(liabilities) EUR	Nominal exposure EUR	Total EUR
Australian Dollar	413,550	-	(402,659)	10,891
Pound Sterling	41,935,275	(55,543,700)	14,711,253	1,102,828
Swiss Francs	83	(2,284,221)	2,278,083	(6,055)
United States Dollar	201,614,129	4,735,942	(203,591,063)	2,759,008
	243,963,037	(53,091,979)	(187,004,386)	3,886,671

Algebris Financial Income Fund as at 31 December 2014	Monetary assets/(liabilities) EUR	Non-monetary assets/(liabilities) EUR	Nominal exposure EUR	Total EUR
Australian Dollar	1	-	-	1
Canadian Dollar	1	728,863	(723,754)	5,110
Japanese Yen	-	6,928,350	(6,952,124)	(23,774)
Norwegian Krone	-	1,231,071	-	1,231,071
Polish Zloty	10	-	-	10
Pound Sterling	7,631,933	4,048,291)	(3,618,335)	(34,693)
Swedish Kroner	-	3,647,648	(3,669,432)	(21,784)
Swiss Francs	(1,591)	2,807,114	(2,831,256)	(25,732)
United States Dollar	35,591,477	6,481,024	(40,786,600)	1,285,901
	43,221,831	17,775,779	(58,581,500)	2,416,110

ALGEBRIS UCITS FUNDS PLC

Notes to the Financial Statements (continued)
for the year ended 31 December 2014

13. Risks associated with financial instruments (continued)

(a) Market risk (continued)

(ii) Currency risk (continued)

Algebris Financial Credit Fund as at 31 December 2013	Monetary assets/(liabilities) EUR	Non-monetary assets/(liabilities) EUR	Nominal exposure EUR	Total EUR
Australian Dollar	412,912	-	(387,334)	25,578
Pound Sterling	26,231,299	(28,987,384)	3,485,891	729,806
Swiss Francs	(1,171)	(2,301,796)	2,299,617	(3,350)
United States Dollar	83,317,091	21,526,727	(103,199,183)	1,644,635
	109,960,131	(9,762,453)	(97,801,009)	2,396,670

Algebris Financial Income Fund as at 31 December 2013	Monetary assets/(liabilities) EUR	Non-monetary assets/(liabilities) EUR	Nominal exposure EUR	Total EUR
Australian Dollar	-	-	-	1
Canadian Dollar	9,430	802,501	-	811,931
Hong Kong Dollar	(12)	923,250	-	923,238
Japanese Yen	-	4,006,773	(3,950,269)	56,504
Polish Zloty	3	-	24,649	24,652
Pound Sterling	4,929,357	4,058,645	(8,952,658)	353,616
Swedish Kroner	(1)	3,261,381	(3,186,701)	74,679
Swiss Francs	(272)	4,760,709	(4,832,293)	(71,857)
United States Dollar	21,332,505	2,200,619	(11,267,885)	7,864,000
	26,271,011	15,612,639	(31,846,885)	10,036,765

At 31 December 2014 if any non-functional currencies had strengthened by 5% in relation to the respective functional currency of the Sub-Funds, with all other variables held constant, net assets attributable to holders of redeemable participating shares would have increased by the amounts shown below.

ALGEBRIS UCITS FUNDS PLC

Notes to the Financial Statements (continued) for the year ended 31 December 2014

13. Risks associated with financial instruments (continued)

(a) Market risk (continued)

(ii) Currency risk (continued)

Algebris Financial Credit Fund as at 31 December 2014

	EUR
Australian Dollar	21,085
Pound Sterling	(148,376)
Swiss Francs	(115,148)
United States Dollar	137,950
	<u>193,333</u>

Algebris Financial Income Fund as at 31 December 2014

	EUR
Canadian Dollar	256
Japanese Yen	(1,189)
Norwegian Krone	61,554
Polish Zloty	1
Pound Sterling	(1,735)
Swedish Kroner	(1,089)
Swiss Francs	(1,287)
United States Dollar	64,295
	<u>120,806</u>

Algebris Financial Credit Fund as at 31 December 2013

	EUR
Australian Dollar	1,279
Pound Sterling	36,490
Swiss Francs	(167)
United States Dollar	82,232
	<u>119,834</u>

Algebris Financial Income Fund as at 31 December 2013

	EUR
Australian Dollar	-
Canadian Dollar	40,597
Hong Kong Dollar	46,162
Japanese Yen	2,825
Polish Zloty	1,233
Pound Sterling	17,681
Swedish Kroner	3,734
Swiss Francs	(3,593)
United States Dollar	393,2000
	<u>501,839</u>

ALGEBRIS UCITS FUNDS PLC

Notes to the Financial Statements (continued) for the year ended 31 December 2014

13. Risks associated with financial instruments (continued)

(a) Market risk (continued)

(ii) Currency risk (continued)

A 5% decrease in non-functional currencies in relation to the respective functional currency with all other variables held constant, would lead to a corresponding decrease in the net assets attributable to holders of redeemable participating shares by the approximate amounts as shown in the above tables. The estimated movement is based on management's determination of a reasonably possible change in foreign exchange rates. In practice, the actual results may differ from the sensitivity analysis above and the difference could be material.

(iii) Interest rate risk

Interest rate risk is the risk that the fair value of future cash flows of a financial instrument will fluctuate because of changes in market interest rates.

The Sub-Funds will be exposed to interest rate risk in several dimensions. Many of the Sub-Funds' investments are subject to fluctuations in value if interest rates change. In the case of many credit instruments that may be acquired by the Sub-Funds, there is the further concern - as the issuers of such instruments are often in precarious financial condition - that the likelihood of default on the instruments increases as interest rates rise.

Interest rate risk

Algebris Financial Credit Fund as at 31 December 2014	Less than 1 month EUR	2 Months -1 year EUR	1-5 years EUR	More than 5 years EUR	No Stated Maturity EUR	Non-interest bearing EUR	Total EUR
Assets							
Financial assets at fair value through profit or loss	-	-	17,138,501	78,987,349	236,339,412	23,336,787	355,802,049
Cash and cash equivalents	35,949,821	-	-	-	-	-	35,949,821
Due from members	-	-	-	-	-	2,702,241	2,702,241
Accrued income and other receivables	-	-	-	-	-	4,245,767	4,245,767
Total Financial Assets	35,949,821	-	17,138,501	78,987,349	236,339,412	30,284,795	398,699,878
	Less than 1 month EUR	2 Months -1 year EUR	1-5 years EUR	More than 5 years EUR	No Stated Maturity EUR	Non-interest bearing EUR	Total EUR
Liabilities							
Financial liabilities at fair value through profit or loss	-	-	-	-	-	6,926,662	6,926,662
Due to members	-	-	-	-	-	474,421	474,421
Performance fee payable	-	-	-	-	-	927	927
Directors fees payable	-	-	-	-	-	355	355
Investment management fee payable	-	-	-	-	-	293,396	293,396
Administrator's fees payable	-	-	-	-	-	20,701	20,701
Audit fee payable	-	-	-	-	-	12,500	12,500
Custodian fees payable	-	-	-	-	-	14,056	14,056
Accrued expenses and other payables	-	-	-	-	-	28,510	28,510
Net assets attributable to holders of redeemable participating shares	-	-	-	-	-	390,928,350	390,928,350
Total Financial Liabilities	-	-	-	-	-	398,699,878	398,699,878
Total interest sensitivity gap	35,949,821	-	17,138,501	78,987,349	236,339,412		

ALGEBRIS UCITS FUNDS PLC

Notes to the Financial Statements (continued)
for the year ended 31 December 2014

13. Risks associated with financial instruments (continued)

(a) Market risk (continued)

(iii) Interest rate risk (continued)

Interest rate risk

Algebris Financial Credit Fund as at 31 December 2013	Less than 1 month EUR	2 Months -1 year EUR	1-5 years EUR	More than 5 years EUR	No Stated Maturity EUR	Non-interest bearing EUR	Total EUR
Assets							
Financial assets at fair value							
through profit or loss	-	-	8,729,087	54,907,640	72,147,780	23,413,151	159,197,658
Cash and cash equivalents	14,935,305	-	-	-	-	-	14,935,305
Due from members	-	-	-	-	-	813,349	813,349
Accrued income and other receivables	-	-	-	-	-	2,519,951	2,519,951
Total Financial Assets	14,935,305	-	8,729,087	54,907,640	72,147,780	26,746,451	177,466,263
	Less than 1 month EUR	2 Months -1 year EUR	1-5 years EUR	More than 5 years EUR	No Stated Maturity EUR	Non-interest bearing EUR	Total EUR
Liabilities							
Financial liabilities at fair value through profit or loss	-	-	-	-	-	279,070	279,070
Due to members	-	-	-	-	-	12,587	12,587
Performance fee payable	-	-	-	-	-	845,143	845,143
Dividends Payable	-	-	-	-	-	60	60
Investment management fee payable	-	-	-	-	-	119,182	119,182
Administrator's fees payable	-	-	-	-	-	11,392	11,392
Audit fee payable	-	-	-	-	-	2,881	2,881
Custodian fees payable	-	-	-	-	-	7,010	7,010
Accrued expenses and other payables	-	-	-	-	-	111,594	111,594
Net assets attributable to holders of redeemable participating shares	-	-	-	-	-	176,077,344	176,077,344
Total Financial Liabilities	-	-	-	-	-	177,466,263	177,466,263
Total interest sensitivity gap	14,935,305	-	8,729,087	54,907,640	72,147,780		

At 31 December 2014 for Algebris Financial Credit Fund, if interest rates had been 50 basis points higher/lower with all other variables held constant, the increase in net assets attributable to holders of redeemable participating shares would have been EUR 1,662,326 (31 December 2013: EUR 678,923) higher/lower. This primarily arises from the increase/decrease in the fair value of fixed interest securities. Any cash and cash equivalents held by the Company are held at short term market rates and therefore are not exposed to significant amounts of interest rate risk.

ALGEBRIS UCITS FUNDS PLC

Notes to the Financial Statements (continued)
for the year ended 31 December 2014

13. Risks associated with financial instruments (continued)

(a) Market risk (continued)

(iii) Interest rate risk (continued)

Interest rate risk

Algebris Financial Income Fund as at 31 December 2014	Less than 1 month EUR	2 Months -1 year EUR	1-5 years EUR	More than 5 years EUR	No Stated Maturity EUR	Non-interest bearing EUR	Total EUR
Assets							
Financial assets at fair value through profit or loss	-	-	2,485,591	9,552,419	54,656,753	98,355,261	165,050,024
Cash and cash equivalents	24,081,506	-	-	-	-	-	24,081,506
Due from broker	-	-	-	-	-	655,877	655,877
Due from members	-	-	-	-	-	541,901	541,901
Accrued income and other receivables	-	-	-	-	-	1,172,527	1,172,527
Total Financial Assets	24,081,506	-	2,485,591	9,552,419	54,656,753	100,725,566	191,501,835

	Less than 1 month EUR	2 Months -1 year EUR	1-5 years EUR	More than 5 years EUR	No Stated Maturity EUR	Non-interest bearing EUR	Total EUR
Liabilities							
Financial liabilities at fair value through profit or loss	-	-	-	-	-	4,031,697	4,031,697
Due to members	-	-	-	-	-	125,069	125,069
Investment management fee payable	-	-	-	-	-	110,908	110,908
Administrator's fees payable	-	-	-	-	-	14,014	14,014
Audit fee payable	-	-	-	-	-	12,500	12,500
Directors' fees payable	-	-	-	-	-	10,038	10,038
Custodian fees payable	-	-	-	-	-	7,595	7,595
Accrued expenses and other payables	-	-	-	-	-	46,201	46,201
Net assets attributable to holders of redeemable participating shares	-	-	-	-	-	187,143,813	187,143,813
Total Financial Liabilities	-	-	-	-	-	191,501,835	191,501,835

Total interest sensitivity gap 24,081,506 - 2,485,591 9,552,419 54,656,753

Interest rate risk

Algebris Financial Income Fund as at 31 December 2013	Less than 1 month EUR	2 Months -1 year EUR	1-5 years EUR	More than 5 years EUR	No Stated Maturity EUR	Non-interest bearing EUR	Total EUR
Assets							
Financial assets at fair value through profit or loss	-	-	2,446,687	9,680,802	23,001,080	62,926,363	98,054,932
Cash and cash equivalents	5,979,315	-	-	-	-	-	5,979,315
Due from broker	-	-	-	-	-	1,086,544	1,086,544
Due from members	-	-	-	-	-	117,445	117,445
Accrued income and other receivables	-	-	-	-	-	881,674	881,674
Total Financial Assets	5,979,315	-	2,446,687	9,680,802	23,001,080	65,012,026	106,119,910

ALGEBRIS UCITS FUNDS PLC

Notes to the Financial Statements (continued) for the year ended 31 December 2014

13. Risks associated with financial instruments (continued)

(a) Market risk (continued)

(iii) Interest rate risk (continued)

	Less than 1 month EUR	2 Months -1 year EUR	1-5 years EUR	More than 5 years EUR	No Stated Maturity EUR	Non-interest bearing EUR	Total EUR
Liabilities							
Financial liabilities at fair value through profit or loss	-	-	-	-	-	420,220	420,220
Due to broker	-	-	-	-	-	699,085	699,085
Due to members	-	-	-	-	-	83,373	83,373
Investment management fee payable	-	-	-	-	-	44,655	44,655
Administrator's fees payable	-	-	-	-	-	7,564	7,564
Audit fee payable	-	-	-	-	-	4,636	4,636
Directors' fees payable	-	-	-	-	-	11,589	11,589
Custodian fees payable	-	-	-	-	-	4,459	4,459
Accrued expenses and other payables	-	-	-	-	-	41,273	41,273
Net assets attributable to holders of redeemable participating shares	-	-	-	-	-	104,803,056	104,803,056
Total Financial Liabilities	-	-	-	-	-	106,119,910	106,119,910
Total interest sensitivity gap	<u>5,979,315</u>	<u>-</u>	<u>2,446,687</u>	<u>9,680,802</u>	<u>23,001,080</u>		

At 31 December 2014 for Algebris Financial Income Fund, if interest rates had been 50 basis points higher/lower with all other variables held constant, the increase in net assets attributable to holders of redeemable participating shares would have been EUR 333,474 (31 December 2013: EUR 175,643) higher/lower. This primarily arises from the increase/decrease in the fair value of fixed interest securities. Any cash and cash equivalents held by the Company are held at short term market rates and therefore are not exposed to significant amounts of interest rate risk.

(b) Credit risk

Credit risk is the risk of financial loss to the Company if a counterparty to a financial instrument fails to discharge an obligation or commitment that it has entered into with the Company. Credit risk is generally higher when a non-exchange traded financial instrument is involved because the counterparty for non-exchange traded financial instruments is not backed by an exchange clearing house.

Higher yielding debt securities are generally unsecured and may be subordinated to certain other outstanding securities and obligations of the issuer, which may be secured on substantially all of the issuer's assets. The lower rating of debt obligations in the higher-yielding sector reflects a greater probability that adverse changes in the financial condition of the issuer or in general economic conditions or both may impair the ability of the issuer to make payments of principal and interest. Non-investment grade debt securities may not be protected by financial covenants or limitations on additional indebtedness.

ALGEBRIS UCITS FUNDS PLC

Notes to the Financial Statements (continued)

for the year ended 31 December 2014

13. Risks associated with financial instruments (continued)

(b) Credit risk (continued)

The analysis below summarises the credit quality of the Sub-Funds's debt portfolio as at 31 December as rated by Standard & Poor's

Debt securities by rating category	Algebris Financial Credit Fund		Algebris Financial Income Fund	
	2014	2013	2014	2013
A+	5.99%	-	7.13%	-
A	19.66%	22.41%	19.16%	21.63%
A-	21.42%	18.56%	27.66%	23.46%
AA-	-	1.80%	-	4.88%
BBB+	9.74%	4.57%	10.78%	5.05%
BBB	5.42%	4.90%	7.59%	2.59%
BBB-	6.93%	12.93%	8.04%	13.34%
BB+	1.95%	11.60%	1.62%	5.61%
BB	-	8.26%	-	4.61%
BB-	0.39%	7.12%	-	6.25%
B+	1.34%	-	3.43%	3.92%
A2 (Moody's)	0.95%	-	-	-
A3 (Moody's)	1.54%	-	-	-
B1 (Moody's)	2.81%	-	2.10%	-
Baa1 (Moody's)	-	-	1.74%	-
Ba2 (Moody's)	1.94%	1.98%	-	-
Baa2 (Moody's)	0.34%	-	-	-
Ba3 (Moody's)	2.03%	-	-	-
Baa3 (Moody's)	0.69%	-	-	-
BBB- (Fitch)	-	-	-	2.03%
NR	16.86%	5.87%	10.75	6.63%
Total	100.00%	100.00%	100.00%	100.00%

Credit risk associated with investing activities is managed by the Investment Manager as part of the overall investment process. To reduce the Company's counterparty credit exposures, securities trading is primarily conducted on authorised exchanges and on a delivery-versus-payment basis.

Substantially all the cash and investments held by the Company is held with HSBC Bank Plc an affiliate of the Custodian, HSBC Institutional Trust Services (Ireland) Limited. Bankruptcy or insolvency by HSBC Bank Plc may cause the Company's rights with respect to the cash and investments held to be delayed or limited. All transactions in listed securities are settled/paid for upon delivery using approved custodian and brokers. The risk of default is considered minimal, as delivery of securities sold is only made once the custodian or broker has received payment. Payment is made on a purchase once the securities have been received by the custodian or broker. The trade will fail if either party fails to meet its obligation. The Investment Manager monitors the credit rating of HSBC Bank Plc on a monthly basis, as reported by Standard and Poor's, Moody's and Fitch. In addition, the Investment Manager monitors the financial position of HSBC Bank Plc on a quarterly basis by reviewing earnings releases. If the credit quality or the financial position of these banks deteriorates significantly the Investment Manager will recommend to the Board of Directors that the cash and investment holdings be moved to another bank.

ALGEBRIS UCITS FUNDS PLC

Notes to the Financial Statements (continued) for the year ended 31 December 2014

13. Risks associated with financial instruments (continued)

(b) Credit risk (continued)

The below table provides an analysis of the Company's main financial assets as at the Statement of Financial Position date, that are exposed to credit risk, together with the relevant counterparty's credit rating as reported by Standard and Poor's and Moody's.

Algebris Financial Credit Fund as at 31 December 2014

Financial assets	Counterparty	Credit rating	EUR
Cash and cash equivalents	HSBC Bank Plc	AA-	35,949,821
Fixed Income Securities	HSBC Bank Plc	AA-	332,465,262
Forward foreign exchange contracts	HSBC Bank Plc	AA-	1,721,521
			370,136,604

Algebris Financial Income Fund as at 31 December 2014

Financial assets	Counterparty	Credit rating	EUR
Cash and cash equivalents	HSBC Bank Plc	AA-	24,081,506
Fixed Income Securities	HSBC Bank Plc	AA-	66,694,763
Forward foreign exchange contracts	HSBC Bank Plc	AA-	1,397,469
			92,173,738

Algebris Financial Credit Fund as at 31 December 2013

Financial assets	Counterparty	Credit rating	EUR
Cash and cash equivalents	HSBC Bank Plc	A+	14,935,305
Fixed Income Securities	HSBC Bank Plc	A+	135,784,507
Forward foreign exchange contracts	HSBC Bank Plc	A+	260,730
			150,980,542

Algebris Financial Income Fund as at 31 December 2013

Financial assets	Counterparty	Credit rating	EUR
Cash and cash equivalents	HSBC Bank Plc	A+	5,979,315
Fixed Income Securities	HSBC Bank Plc	A+	35,128,569
Forward foreign exchange contracts	HSBC Bank Plc	A+	281,269
			41,389,153

The Company will also be exposed to a credit risk in relation to the counterparties with whom it transacts or places margin or collateral in respect of transactions in financial derivative instruments and may bear the risk of counterparty default.

(c) Liquidity risk

Liquidity risk is the risk that an entity will encounter difficulty in meeting obligations associated with financial liabilities. The Company is exposed to daily cash redemptions of redeemable participating shares and monitors this activity to ensure that funds are available to meet the redemption requirements.

The Company's actively traded securities are considered to be readily realisable as they are actively traded on recognised stock exchanges.

ALGEBRIS UCITS FUNDS PLC

Notes to the Financial Statements (continued) for the year ended 31 December 2014

13. Risks associated with financial instruments (continued)

(c) Liquidity risk (continued)

The Company's financial instruments also comprise investments in derivative contracts traded over-the-counter, which are not traded in an organised public market and which generally may be illiquid. As a result, the Company may not be able to liquidate quickly some of its investments in these instruments at an amount close to its fair value in order to meet its liquidity requirements, or to respond to specific events such as a deterioration in the credit worthiness of any particular issuer.

At 31 December 2014 substantially all of the Company's liabilities, including net assets attributable to redeemable participating shareholders, are payable within one month.

The tables below analyse the Company's financial liabilities into relevant maturity groupings based on the remaining period at the Statement of Financial Position date to the contractual maturity date. Balances due within 12 months equal their carrying balances, as the impact of discounting is not significant.

Algebris Financial Credit Fund as at 31 December 2014	Less than 1 month EUR	1-2 month EUR	2 Months -1 year EUR	1-5 years EUR	More than 5 years EUR	No stated maturity EUR	Total EUR
Liabilities							
Financial liabilities at fair value through profit or loss	-	-	6,926,662	-	-	-	6,926,662
Due to members	474,421	-	-	-	-	-	474,421
Performance fee payable	927	-	-	-	-	-	927
Investment management fee payable	293,396	-	-	-	-	-	293,396
Accrued expenses and other payables	28,510	-	-	-	-	-	28,510
Directors fees payable	355	-	-	-	-	-	355
Administrator's fees payable	20,701	-	-	-	-	-	20,701
Audit fee payable	12,500	-	-	-	-	-	12,500
Custodian fees payable	14,056	-	-	-	-	-	14,056
Net assets attributable to holders of redeemable participating shares	390,928,350	-	-	-	-	-	390,928,350
	391,773,216	-	6,926,662	-	-	-	398,699,878

Algebris Financial Income Fund as at 31 December 2014	Less than 1 month EUR	1-2 month EUR	2 Months -1 year EUR	1-5 years EUR	More than 5 years EUR	No stated maturity EUR	Total EUR
Liabilities							
Financial liabilities at fair value through profit or loss	1,055,687	239,738	2,736,272	-	-	-	4,031,697
Due to members	125,069	-	-	-	-	-	125,069
Investment management fee payable	110,908	-	-	-	-	-	110,908
Accrued expenses and other payables	46,201	-	-	-	-	-	46,201
Administrator's fees payable	14,014	-	-	-	-	-	14,014
Audit fee payable	12,500	-	-	-	-	-	12,500
Directors' fees payable	10,038	-	-	-	-	-	10,038
Custodian fees payable	7,595	-	-	-	-	-	7,595
Net assets attributable to holders of redeemable participating shares	187,143,813	-	-	-	-	-	187,143,813
	188,525,825	239,738	2,736,272	-	-	-	191,501,835

ALGEBRIS UCITS FUNDS PLC

Notes to the Financial Statements (continued) for the year ended 31 December 2014

13. Risks associated with financial instruments (continued)

(c) Liquidity risk (continued)

Algebris Financial Credit Fund as at 31 December 2013	Less than 1 month EUR	1-2 month EUR	2 Months -1 year EUR	1-5 years EUR	More than 5 years EUR	No stated maturity EUR	Total EUR
Liabilities							
Financial liabilities at fair value through profit or loss	-	-	279,070	-	-	-	279,070
Performance fee payable	12,587	-	-	-	-	-	12,587
Dividends Payable	845,143	-	-	-	-	-	845,143
Investment management fee payable	60	-	-	-	-	-	60
Accrued expenses and other payables	119,182	-	-	-	-	-	119,182
Administrator's fees payable	111,594	-	-	-	-	-	111,594
Audit fee payable	11,392	-	-	-	-	-	11,392
Directors' fees payable	2,881	-	-	-	-	-	2,881
Custodian fees payable	7,010	-	-	-	-	-	7,010
Net assets attributable to holders of redeemable participating shares	176,077,344	-	-	-	-	-	176,077,344
	177,187,193	-	279,070	-	-	-	177,466,263

Algebris Financial Income Fund as at 31 December 2013	Less than 1 month EUR	1-2 month EUR	2 Months -1 year EUR	1-5 years EUR	More than 5 years EUR	No stated maturity EUR	Total EUR
Liabilities							
Financial liabilities at fair value through profit or loss	28,675	21,079	370,466	-	-	-	420,220
Due to broker	699,085	-	-	-	-	-	699,085
Due to members	83,373	-	-	-	-	-	83,373
Investment management fee payable	44,655	-	-	-	-	-	44,655
Accrued expenses and other payables	41,273	-	-	-	-	-	41,273
Administrator's fees payable	7,564	-	-	-	-	-	7,564
Audit fee payable	4,636	-	-	-	-	-	4,636
Directors' fees payable	11,589	-	-	-	-	-	11,589
Custodian fees payable	4,459	-	-	-	-	-	4,459
Net assets attributable to holders of redeemable participating shares	104,803,056	-	-	-	-	-	104,803,056
	105,728,365	21,079	370,466	-	-	-	106,119,910

(d) Offsetting Financial Instruments

None of the financial assets or financial liabilities are offset in the Statement of Financial Position. The disclosures set out in the tables below include financial assets and financial liabilities that are subject to an enforceable master netting arrangement or similar agreement that covers similar financial instruments.

The similar agreements include derivative clearing agreements, global master repurchase agreements and global master securities lending agreements. Similar financial instruments include derivatives, sale and repurchase agreements and securities borrowing agreements.

The ISDA and similar master netting arrangements do not meet the criteria for offsetting in the Statement of Financial Position. This is because they create a right of set-off of recognised amounts that is enforceable only following an event of default, insolvency or bankruptcy of the Fund or the counterparties. In addition, the Fund and its counterparties do not intend to settle on a net basis or to realise the assets and settle the liabilities simultaneously.

ALGEBRIS UCITS FUNDS PLC

Notes to the Financial Statements (continued)
for the year ended 31 December 2014

13. Risks associated with financial instruments (continued)

(d) Offsetting Financial Instruments (continued)

Algebris Financial Credit Fund

31 December 2014

Financial assets which are subject to enforceable master netting arrangements or similar agreements are detailed in the following table.

Description of type of Financial Assets	Gross amount of recognised Financial Asset EUR	Gross amount of Financial Liabilities offset in the Statement of Financial Position EUR	Net amount of Financial Asset presented in the Statement of Financial Position EUR	Gross amounts not offset in the Statement of Financial Position		Net amount EUR
				Financial Instrument EUR	Cash Collateral received EUR	
Derivatives	1,721,521	-	1,721,521	(1,721,521)	-	-
	1,721,521	-	1,721,521	(1,721,521)	-	-

Financial liabilities which are subject to enforceable master netting arrangements or similar agreements are detailed in the following table.

Description of type of Financial Liabilities	Gross amount of recognised Financial Liabilities EUR	Gross amounts of Financial Assets offset in the Statement of Financial Position EUR	Net amount of Financial Liabilities presented in the Statement of Financial Position EUR	Gross amounts not offset in the Statement of Financial Position		Net amount EUR
				Financial Instrument EUR	Cash Collateral pledged EUR	
Derivatives	(6,926,662)	-	(6,926,662)	1,721,521	-	(5,205,141)
	(6,926,662)	-	(6,926,662)	1,721,521	-	(5,205,141)

ALGEBRIS UCITS FUNDS PLC

Notes to the Financial Statements (continued)
for the year ended 31 December 2014

13. Risks associated with financial instruments (continued)

(d) Offsetting Financial Instruments (continued)

Algebris Financial Income Fund

31 December 2014

Financial assets which are subject to enforceable master netting arrangements or similar agreements are detailed in the following table.

Description of type of Financial Assets	Gross amount of recognised Financial Asset EUR	Gross amount of Financial Liabilities offset in the Statement of Financial Position EUR	Net amount of Financial Asset presented in the Statement of Financial Position EUR	Gross amounts not offset in the Statement of Financial Position		Net amount EUR
				Financial Instrument EUR	Cash Collateral received EUR	
Derivatives	2,837,769	-	2,837,769	(2,837,769)	-	-
	2,837,769	-	2,837,769	(2,837,769)	-	-

Financial liabilities which are subject to enforceable master netting arrangements or similar agreements, are detailed in the following table.

Description of type of Financial Liabilities	Gross amount of recognised Financial Liabilities EUR	Gross amounts of Financial Assets offset in the Statement of Financial Position EUR	Net amount of Financial Liabilities presented in the Statement of Financial Position EUR	Gross amounts not offset in the Statement of Financial Position		Net amount EUR
				Financial Instrument EUR	Cash Collateral pledged EUR	
Derivatives	(4,031,697)	-	(4,031,697)	2,837,769	-	(1,193,928)
	(4,031,697)	-	(4,031,697)	2,837,769	-	(1,193,928)

ALGEBRIS UCITS FUNDS PLC

Notes to the Financial Statements (continued)
for the year ended 31 December 2014

13. Risks associated with financial instruments (continued)

(d) Offsetting Financial Instruments (continued)

Algebris Financial Credit Fund

31 December 2013

Financial assets which are subject to enforceable master netting arrangements or similar agreements are detailed in the following table.

Description of type of Financial Assets	Gross amount of recognised Financial Asset EUR	Gross amount of Financial Liabilities offset in the Statement of Financial Position EUR	Net amount of Financial Asset presented in the Statement of Financial Position EUR	Gross amounts not offset in the Statement of Financial Position		Net amount EUR
				Financial Instrument EUR	Cash Collateral received EUR	
Derivatives	260,730	-	260,730	(260,730)	-	-
	260,730	-	260,730	(260,730)	-	-

Financial liabilities which are subject to enforceable master netting arrangements or similar agreements, are detailed in the following table.

Description of type of Financial Liabilities	Gross amount of recognised Financial Liabilities EUR	Gross amounts of Financial Assets offset in the Statement of Financial Position EUR	Net amount of Financial Liabilities presented in the Statement of Financial Position EUR	Gross amounts not offset in the Statement of Financial Position		Net amount EUR
				Financial Instrument EUR	Cash Collateral pledged EUR	
Derivatives	(279,070)	-	(279,070)	260,730	-	(18,340)
	(279,070)	-	(279,070)	260,730	-	(18,340)

ALGEBRIS UCITS FUNDS PLC

Notes to the Financial Statements (continued)
for the year ended 31 December 2014

13. Risks associated with financial instruments (continued)

(d) Offsetting Financial Instruments (continued)

Algebris Financial Income Fund

31 December 2013

Financial assets which are subject to enforceable master netting arrangements or similar agreements are detailed in the following table.

Description of type of Financial Assets	Gross amount of recognised Financial Asset EUR	Gross amount of Financial Liabilities offset in the Statement of Financial Position EUR	Net amount of Financial Asset presented in the Statement of Financial Position EUR	Gross amounts not offset in the Statement of Financial Position		Net amount EUR
				Financial Instrument EUR	Cash Collateral received EUR	
Derivatives	1,060,939	-	1,060,939	(420,220)	(50,155)	590,564
	1,060,939	-	1,060,939	(420,220)	(50,155)	590,564

Financial liabilities which are subject to enforceable master netting arrangements or similar agreements, are detailed in the following table.

Description of type of Financial Liabilities	Gross amount of recognised Financial Liabilities EUR	Gross amounts of Financial Assets offset in the Statement of Financial Position EUR	Net amount of Financial Liabilities presented in the Statement of Financial Position EUR	Gross amounts not offset in the Statement of Financial Position		Net amount EUR
				Financial Instrument EUR	Cash Collateral pledged EUR	
Derivatives	(420,220)	-	(420,220)	420,220	-	-
	(420,220)	-	(420,220)	420,220	-	-

ALGEBRIS UCITS FUNDS PLC

Notes to the Financial Statements (continued) for the year ended 31 December 2014

14. Net asset value table

The following table discloses the dealing Net Asset Value, the shares in issue and Net Asset Value per Share for each Share Class as at 31 December 2014, 31 December 2013 and 31 December 2012.

Algebris Financial Credit Fund

	Net Asset Value 2014	Shares in Issue	Net Asset Value per Share 2014
CHF Class I Shares	CHF 123,229	1,000	CHF 123.23
CHF Class Md Shares	CHF 2,624,697	22,849	CHF 114.87
EUR Class I Shares	EUR 72,378,145	576,289	EUR 125.59
EUR Class Id Shares	EUR 54,974,145	484,283	EUR 113.52
EUR Class M Shares	EUR 2,500,963	20,000	EUR 125.05
EUR Fund Class R Shares	EUR 115,419,677	1,020,203	EUR 113.13
EUR Fund Class Rd Shares	EUR 69,233,830	654,833	EUR 105.73
GBP Fund Class I Shares	GBP 329,055	3,300	GBP 99.71
GBP Fund Class Id Shares	GBP 42,648,978	399,051	GBP 106.88
GBP Fund Class Md Shares	GBP 169,526	1,420	GBP 119.42
USD Fund Class R Shares	USD 3,405,892	33,302	USD 102.27
USD Fund Class RD Shares	USD 2,969,931	30,272	USD 98.11
USD Fund Class ID Shares	USD 13,397,995	136,000	USD 98.51
USD Fund Class M Shares	USD 648,476	6,500	USD 99.77

Algebris Financial Income Fund

	Net Asset Value 2014	Shares in Issue	Net Asset Value per Share 2014
CHF Fund Class R Shares	CHF 215,835	2,000	CHF 107.92
CHF Fund Class B Shares	CHF 290,979	2,474	CHF 117.60
EUR Fund Class B Shares	EUR 38,727,572	334,016	EUR 115.95
EUR Fund Class Bd Shares	EUR 9,005,767	81,145	EUR 110.98
EUR Fund Class I Shares	EUR 53,425,122	463,868	EUR 115.17
EUR Fund Class ID Shares	EUR 5,182,349	51,000	EUR 101.61
EUR Fund Class M Shares	EUR 1,772,133	15,109	EUR 117.29
EUR Fund Class R Shares	EUR 8,914,442	79,199	EUR 112.56
EUR Fund Class RD Shares	EUR 49,038	500	EUR 98.08
EUR Fund Class XXL Shares	EUR 18,570,757	183,849	EUR 101.01
GBP Fund Class Bd Shares	GBP 55,553	500	GBP 111.11
GBP Fund Class Id Shares	GBP 4,079,642	40,371	GBP 101.05
GBP Fund Class M Shares	GBP 7,136	70	GBP 101.95
USD Fund Class B Shares	USD 17,365,318	148,441	USD 116.98
USD Fund Class Bd Shares	USD 15,056,905	133,301	USD 112.95
USD Fund Class I Shares	USD 245,526	2,405	USD 102.09
USD Fund Class Id Shares	USD 711,312	6,723	USD 105.8
USD Fund Class M Shares	USD 197,909	1,797	USD 110.10
USD Fund Class Md Shares	USD 20,126,588	180,211	USD 111.68
USD Fund Class R Shares	USD 1,685,525	15,627	USD 107.86

ALGEBRIS UCITS FUNDS PLC

Notes to the Financial Statements (continued)
for the year ended 31 December 2014

14. Net asset value table (Continued)

Algebris Financial Credit Fund

	Net Asset Value 2013	Shares in Issue	Net Asset Value per Share 2013
CHF Class I Shares	CHF 303,011	2,646	CHF 114.51
CHF Class Md Shares	CHF 2,522,318	22,649	CHF 111.36
EUR Class I Shares	EUR 33,705,686	289,032	EUR 116.62
EUR Class Id Shares	EUR 36,413,157	330,239	EUR 110.26
EUR Class M Shares	EUR 2,292,056	20,000	EUR 114.60
EUR Fund Class R Shares	EUR 38,039,686	359,404	EUR 105.84
EUR Fund Class Rd Shares	EUR 32,510,220	315,741	EUR 102.96
GBP Fund Class Id Shares	GBP 25,413,480	246,185	GBP 103.23
GBP Fund Class Md Shares	GBP 115,370	1,000	GBP 115.37

Algebris Financial Income Fund

	Net Asset Value 2013	Shares in Issue	Net Asset Value per Share 2013
CHF Fund Class B Shares	CHF 383,712	3,474	CHF 110.44
CHF Fund Class R Shares	CHF 205,374	2,000	CHF 102.69
EUR Fund Class B Shares	EUR 42,286,163	388,891	EUR 108.74
EUR Fund Class Bd Shares	EUR 8,823,995	81,145	EUR 108.74
EUR Fund Class I Shares	EUR 6,416,532	59,168	EUR 108.45
EUR Fund Class M Shares	EUR 1,137,943	10,395	EUR 109.47
EUR Fund Class R Shares	EUR 1,123,861	10,509	EUR 106.94
GBP Fund Class Bd Shares	GBP 54,306	500	GBP 108.61
USD Fund Class B Shares	USD 16,668,946	151,941	USD 109.71
USD Fund Class Bd Shares	USD 14,733,703	133,301	USD 110.53
USD Fund Class Id Shares	USD 10,232,723	100,000	USD 102.33
USD Fund Class M Shares	USD 102,800	1,000	USD 102.80
USD Fund Class Md Shares	USD 18,763,754	172,015	USD 109.08
USD Fund Class R Shares	USD 717,764	7,000	USD 102.54

Algebris Financial Credit Fund

	Net Asset Value 2012	Shares in Issue	Net Asset Value per Share 2012
CHF Class I Shares	CHF 105,617	1,000	CHF 105.62
CHF Class MD Shares	CHF 2,406,874	22,649	CHF 106.27
EUR Class I Shares	EUR 18,397,975	170,903	EUR 107.65
EUR Class ID Shares	EUR 24,507,184	232,015	EUR 105.63
EUR Class M Shares	EUR 2,085,297	20,000	EUR 104.26
EUR Class MD Shares	EUR 2,271,106	20,986	EUR 108.22
GBP Class I Shares	GBP 160,183	1,500	GBP 106.79
GBP Class M Shares	GBP 14,520	142	GBP 102.45
GBP Class MD Shares	GBP 109,345	1,000	GBP 109.35

ALGEBRIS UCITS FUNDS PLC

Notes to the Financial Statements (continued) for the year ended 31 December 2014

15. Exchange rates

The following exchange rates were used to translate assets and liabilities into the functional currency Euro for the Sub-Funds:

Algebris Financial Credit Fund

	2014	2013
Swiss francs	0.8313	0.8147
Euro	1.0000	1.0000
Pound Sterling	1.2873	1.2046
United States Dollar	0.8265	0.7275

Algebris Financial Income Fund

	2014	2013
Swiss francs	0.8313	0.8147
Euro	1.0000	1.0000
Pound Sterling	1.2873	1.2046
United States Dollar	0.8265	0.7275

16. Supplemental information

The Investment Manager is subject to the Securities and Exchange Commission's amended Rule 206(4)-2 under the Investment Advisers Act of 1940. The Investment Manager has determined that they are required to provide the following information to all investors in order for the financial statements to comply with the requirements in order for the Investment Manager to be able to claim the Audit Exemption available to it under the SEC Custody Rule. The additional information required is to provide reconciliation between the financial statements and the accounting standards generally accepted in the United States of America. The Investment Manager has requested that the Board include this information in the Board's financial statements.

ALGEBRIS UCITS FUNDS PLC

Notes to the Financial Statements (continued)
for the year ended 31 December 2014

16. Supplemental information (continued)

Financial Highlights*

Algebris Financial Credit Fund

	2014 CHF Class I	2014 CHF Class Md	2014 EUR Class I	2014 EUR Class Id	2014 EUR Class M
Net asset value, beginning of year	114.51	111.36	116.62	110.26	114.60
Income/(loss) from investment operations:					
Net investment income/(loss)	(1.11)	0.32	(1.27)	(1.12)	0.33
Net realised and unrealised gain/(loss) from securities transactions and appreciation on deferred incentive fee	9.83	9.43	10.24	9.57	10.12
Distributions to holders of redeemable participating shares	-	(6.24)	-	(5.19)	-
Net increase in nets assets from operations	8.72	3.51	8.97	3.26	10.45
Net asset value, end of year	123.23	114.87	125.59	113.52	125.05
Total return before Incentive Allocation	8.36%	3.15%	8.57%	3.73%	9.11%
Incentive Allocation	(0.75)%	0.00%	(0.87)%	(0.78)%	0.00%
Total return after Incentive Allocation	7.61%	3.15%	7.70%	2.95%	9.11%
Ratios to average net assets:					
Expenses	1.05%	0.53%	1.00%	1.00%	0.53%
Incentive Allocation	0.93%	0.00%	0.64%	0.66%	0.00%
Total expenses and Incentive Allocation	1.98%	0.53%	1.64%	1.66%	0.53%
Net investment income/(expense) after Incentive Allocation	(1.04)%	0.27%	(0.91)%	(0.91)%	0.27%
	2014 EUR Class R	2014 EUR Class Rd	2014 GBP Class I	2014 GBP Class Md	2014 GBP Class Id
Net asset value, beginning of year	105.84	102.96	100.00	115.37	103.23
Income/(loss) from investment operations:					
Net investment income/(loss)	(1.99)	(1.85)	-	0.33	(1.05)
Net realised and unrealised gain/(loss) from securities transactions and appreciation on deferred incentive fee	9.28	8.95	(0.29)	10.20	9.27
Distributions to holders of redeemable participating shares	-	(4.33)	-	(6.48)	(4.57)
Net increase/(decrease) in nets assets from operations	7.29	2.77	(0.29)	4.05	3.65
Net asset value, end of year	113.13	105.73	99.71	119.42	106.88
Total return before Incentive Allocation	7.81%	3.51%	(0.29)%	3.51%	4.31%
Incentive Allocation	(0.92)%	(0.83)%	0.00%	0.00%	(0.78)%
Total return after Incentive Allocation	6.89%	2.68%	(0.29)%	3.51%	3.53%

ALGEBRIS UCITS FUNDS PLC

Notes to the Financial Statements (continued)
for the year ended 31 December 2014

16. Supplemental information (continued)

Financial Highlights* (continued)

Algebris Financial Credit Fund (continued)

	2014 EUR Class R	2014 EUR Class Rd	2014 GBP Class I	2014 GBP Class Md	2014 GBP Class Id
Ratios to average net assets:					
Expenses	1.70%	1.71%	0.60%	0.52%	1.03%
Incentive Allocation	0.64%	0.68%	0.00%	0.00%	0.70%
Total expenses and Incentive Allocation	2.34%	2.39%	0.60%	0.52%	1.73%
Net investment income/(expense) after Incentive Allocation	(1.63)%	(1.65)%	(0.54)%	0.26%	(0.94)%
	2014 USD Class Id	2014 USD Class R	2014 USD Class Rd	2014 USD Class M	
Net asset value, beginning of year	100.00	100.00	100.00	100.00	
Income/(loss) from investment operations:					
Net investment income/(loss)	(0.21)	(1.07)	(0.53)	(0.00)	
Net realised and unrealised gain/(loss) from securities transactions and appreciation on deferred incentive fee	0.05	3.34	(0.33)	(0.23)	
Distributions to holders of redeemable participating shares	(1.33)	-	(1.03)	-	
Net increase/(decrease) in nets assets from operations	(1.49)	2.27	(1.89)	(0.23)	
Net asset value, end of year	98.51	102.27	98.11	99.77	
Total return before Incentive Allocation	(0.11)%	2.57%	(1.89)%	(0.23)%	
Incentive Allocation	(0.03)%	(0.30)%	0.00%	0.00%	
Total return after Incentive Allocation	(0.14)%	2.27%	(1.89)%	(0.23)%	
Ratios to average net assets:					
Expenses	0.97%	1.68%	1.64%	0.49%	
Incentive Allocation	0.00%	0.34%	0.00%	0.00%	
Total expenses and Incentive Allocation	0.97%	2.02%	1.64%	0.49%	
Net investment income/(expense) after Incentive Allocation	(0.45)%	(1.40)%	(1.09)%	(0.04)%	

ALGEBRIS UCITS FUNDS PLC

Notes to the Financial Statements (continued)
for the year ended 31 December 2014

16. Supplemental information (continued)

Financial Highlights* (continued)

Algebris Financial Income Fund

	2014 CHF Class B	2014 CHF Class R	2014 EUR Class B	2014 EUR Class Bd	2014 EUR Class I
Net asset value, beginning of year	110.44	102.69	108.74	108.74	108.45
Income/(loss) from investment operations:					
Net investment income/(loss)	1.14	(0.32)	1.10	1.09	0.72
Net realised and unrealised gain/(loss) from securities transactions and appreciation on deferred incentive fee	6.02	5.55	6.11	5.98	6.00
Distributions to holders of redeemable participating shares	-	-	-	(4.83)	-
Net increase in nets assets from operations	7.16	5.23	7.21	2.24	6.72
Net asset value, end of year	117.60	107.92	115.95	110.98	115.17
Total return before Incentive Allocation	6.48%	5.09%	6.63%	2.06%	6.20%
Incentive Allocation	0.00%	0.00%	0.00%	0.00%	0.00%
Total return after Incentive Allocation	6.48%	5.09%	6.63%	2.06%	6.20%
Ratios to average net assets:					
Expenses	1.42%	2.73%	1.42%	1.42%	1.83%
Incentive Allocation	0.00%	0.00%	0.00%	0.00%	0.00%
Total expenses and Incentive Allocation	1.42%	2.73%	1.42%	1.42%	1.83%
Net investment income/(expense) after Incentive Allocation	1.00%	(0.30)%	0.98%	0.98%	0.59%

ALGEBRIS UCITS FUNDS PLC

Notes to the Financial Statements (continued)
for the year ended 31 December 2014

16. Supplemental information (continued)

Financial Highlights* (continued)

Algebris Financial Income Fund (continued)

	2014 EUR Class Id	2014 EUR Class M	2014 EUR Class R	2014 EUR Class Rd	2014 EUR Class XXL
Net asset value, beginning of year	100.00	109.47	106.94	100.00	100.00
Income/(loss) from investment operations:					
Net investment income/(loss)	0.61	1.73	(0.34)	(0.27)	0.42
Net realised and unrealised gain/(loss) from securities transactions and appreciation on deferred incentive fee	4.06	6.09	5.96	0.63	0.59
Distributions to holders of redeemable participating shares	(3.06)	-	-	(2.28)	-
Net increase/(decrease) in nets assets from operations	1.61	7.82	5.62	(1.92)	1.01
Net asset value, end of year	101.61	117.29	112.56	98.08	101.01
Total return before Incentive Allocation	1.61%	7.16%	5.25%	(1.92%)	1.01%
Incentive Allocation	0.00%	0.00%	0.00%	0.00%	0.00%
Total return after Incentive Allocation	1.61%	7.16%	5.25%	(1.92%)	1.01%
Ratios to average net assets:					
Expenses	1.88%	0.91%	2.75%	2.78%	1.34%
Incentive Allocation	0.00%	0.00%	0.00%	0.00%	0.00%
Total expenses and Incentive Allocation	1.88%	0.91%	2.75%	2.78%	1.34%
Net investment income/(expense) after Incentive Allocation	0.68%	1.46%	(0.32%)	(0.37%)	0.73%
	2014 GBP Class Bd	2014 GBP Class Id	2014 GBP Class M	2014 USD Class B	2014 USD Class Bd
Net asset value, beginning of year	108.61	100.00	100.00	109.71	110.53
Income/(loss) from investment operations:					
Net investment income/(loss)	1.05	0.11	0.35	1.18	1.15
Net realised and unrealised gain/(loss) from securities transactions and appreciation on deferred incentive fee	6.30	0.94	1.60	6.09	6.06
Distributions to holders of redeemable participating shares	(4.85)	-	-	-	(4.79)
Net increase in nets assets from operations	2.50	1.05	1.95	7.27	2.42
Net asset value, end of year	111.11	101.05	101.95	116.98	112.95

ALGEBRIS UCITS FUNDS PLC

Notes to the Financial Statements (continued)
for the year ended 31 December 2014

16. Supplemental information (continued)

Financial Highlights* (continued)

Algebris Financial Income Fund (continued)

	2014	2014	2014	2014	2014
	GBP	GBP	GBP	USD	USD
	Class Bd	Class Id	Class M	Class B	Class Bd
Total return before Incentive Allocation	2.30%	1.05%	1.95%	6.63%	2.19%
Incentive Allocation	0.00%	0.00%	0.00%	0.00%	0.00%
Total return after Incentive Allocation	2.30%	1.05%	1.95%	6.63%	2.19%
Ratios to average net assets:					
Expenses	1.43%	1.86%	0.76%	1.42%	1.42%
Incentive Allocation	0.00%	0.00%	0.00%	0.00%	0.00%
Total expenses and Incentive Allocation	1.43%	1.86%	0.76%	1.42%	1.42%
Net investment income/(expense) after Incentive Allocation	0.95%	0.85%	1.51%	1.03%	1.02%
	2014	2014	2014	2014	2014
	USD	USD	USD	USD	USD
	Class I	Class Id	Class M	Class Md	Class R
Net asset value, beginning of year	100.00	102.33	102.80	109.08	102.54
Income/(loss) from investment operations:					
Net investment income/(loss)	0.22	(2.09)	1.68	1.69	(0.87)
Net realised and unrealised gain/(loss) from securities transactions and appreciation on deferred incentive fee	1.87	9.28	5.62	5.97	6.19
Distributions to holders of redeemable participating shares	-	(3.72)	-	(5.06)	-
Net increase in nets assets from operations	2.09	3.47	7.30	2.60	5.32
Net asset value, end of year	102.09	105.80	110.10	111.68	107.86
Total return before Incentive Allocation	2.09%	3.31%	7.10%	2.38%	5.19%
Incentive Allocation	0.00%	0.00%	0.00%	0.00%	0.00%
Total return after Incentive Allocation	2.09%	3.31%	7.10%	2.38%	5.19%
Ratios to average net assets:					
Expenses	1.79%	1.88%	0.92%	0.92%	2.75%
Incentive Allocation	0.00%	0.00%	0.00%	0.00%	0.00%
Total expenses and Incentive Allocation	1.79%	1.88%	0.92%	0.92%	2.75%
Net investment income/(expense) after Incentive Allocation	0.57%	0.69%	1.52%	1.52%	(1.35%)

* The total returns detailed above exclude dividends received by shareholders.

ALGEBRIS UCITS FUNDS PLC

Notes to the Financial Statements (continued)

for the year ended 31 December 2014

Share Capital

For Algebris Financial Credit Fund, the Company paid 31 December 2014 redemptions of EUR 175,200 that were effective 1 January 2015, which would result in a 0.045% net decrease in the 31 December 2014 Net Assets, had they been treated as payable as at 31 December 2014, as would be required under accounting standards generally accepted in the United States of America.

For Algebris Financial Income Fund, the Company paid 31 December 2014 redemptions of EUR 125,069 that were effective 1 January 2015, which would result in a 0.067% net decrease in the 31 December 2014 Net Assets, had they been treated as payable as at 31 December 2014, as would be required under accounting standards generally accepted in the United States of America.

Accounting for Uncertainty in Income Taxes

“Accounting for Uncertainty in Income Taxes- an interpretation of ASC 740” effective January 1, 2009, clarifies the accounting for uncertainty in income taxes recognised in Company’s financial statements in accordance with ASC 740; Accounting for Income Taxes. ASC 740 prescribes a recognition threshold and measurement attribute for the financial statement recognition and measurement of a tax position taken or expected to be taken in a tax return. ASC 740 requires that the enterprise determines whether it is more likely than not that a tax position will be sustained upon examination, including resolution of any related appeals or litigation processes, based on the technical merits of the position. In evaluating whether a tax position has met the more-likely-than-not recognition threshold, the enterprise should presume that the position will be examined by the appropriate taxing authority that has full knowledge of all relevant information. A tax position that meets the more-likely-than-not recognition threshold is measured to determine the amount of benefit to recognise in the financial statements. The tax position is measured at the largest amount of benefit that is greater than 50 percent likely of being realised upon settlement.

Compliance with accounting standards generally accepted in the United States of America would have required the Company to adopt ASU 2009-06, Implementation Guidance on Accounting for Uncertainty in Income Taxes and Disclosure Amendments for non-public Entities (ASU 2009-06). ASU 2009-06 provides additional guidance on the accounting for uncertainty in income taxes and eliminates certain disclosure requirements for non-public entities. ASU 2009-06 amends the disclosure requirements for unrecognised tax benefits to eliminate certain disclosures for non-public entities. Under the amended disclosure requirements non-public entities are not required to disclose a tabular reconciliation of the total amounts of unrecognised tax benefits at the beginning and end of the year nor the total amount of unrecognised tax benefits that, if recognised, would affect the effective tax rate. Remaining disclosures required by ASC 740 are still applicable to non-public entities.

Management has analysed the Company’s tax positions for all open tax years (tax year ended 31 December 2014) and the positions to be taken for tax year ended 31 December 2014 and have concluded that no provision for income tax is required in the Company’s financial statements. The Company recognises interest and penalties, if any, related to unrecognised tax benefits as income tax expense in the Statement of Operations. During the year ended 31 December 2014, the Company did not incur any interest or penalties.

Derivative Financial Instruments

The Company engages in transactions in financial derivative instruments for the purpose of efficient portfolio management. Efficient portfolio management techniques include contracts for difference, futures contracts, forward foreign exchange contracts and option contracts.

The Company has not designated any of the following derivative instruments as hedging instruments under ASC 815 “Accounting for Derivative Instruments and Hedging Activities”.

ALGEBRIS UCITS FUNDS PLC

Notes to the Financial Statements (continued)
for the year ended 31 December 2014

16. Supplemental information (continued)

Derivative Financial Instruments

Algebris Financial Credit Fund

Derivatives type	Asset derivatives		Liability derivatives	
	Location in Statement of Financial Position	Fair value 2014 EUR	Location in Statement of Financial Position	Fair value 2014 EUR
Forward foreign exchange contracts	Financial assets at fair value through profit or loss - Financial derivative instruments	1,721,521	Financial liabilities at fair value through profit or loss – Financial derivative instruments	6,926,662
Total		<u>1,721,521</u>		<u>6,926,662</u>

Algebris Financial Income Fund

Derivatives type	Asset derivatives		Liability derivatives	
	Location in Statement of Financial Position	Fair value 2014 EUR	Location in Statement of Financial Position	Fair value 2014 EUR
Contracts for difference	Financial assets at fair value through profit or loss - Financial derivative instruments	875,909	Financial liabilities at fair value through profit or loss - Financial derivative instruments	99,411
Forward foreign exchange contracts	Financial assets at fair value through profit or loss - Financial derivative instruments	1,397,469	Financial liabilities at fair value through profit or loss - Financial derivative instruments	2,736,271
Options	Financial assets at fair value through profit or loss - Financial derivative instruments	564,391	Financial liabilities at fair value through profit or loss - Financial derivative instruments	1,196,015
Total		<u>2,837,769</u>		<u>4,031,697</u>

The effect of transactions in derivative instruments to the Statement of Comprehensive Income during the year to 31 December 2014 was as follows:

Algebris Financial Credit Fund

Derivative type	Location of gain/(loss) on derivatives recognised in Statement of Comprehensive income	Net realised loss	Net change in unrealised depreciation
		on derivatives EUR	on derivatives EUR
Forward foreign exchange contracts	Net gain on financial assets and liabilities at fair value through profit or loss	17,817,541	5,186,801
Total		<u>17,817,541</u>	<u>5,186,801</u>

ALGEBRIS UCITS FUNDS PLC

Notes to the Financial Statements (continued) for the year ended 31 December 2014

16. Supplemental information (continued)

Derivative Financial Instruments (continued)

Algebris Financial Income Fund

Derivative type	Location of gain/(loss) on derivatives recognised in Statement of Comprehensive income	Net realised gain/(loss) on derivatives EUR	Net change in unrealised appreciation/(depreciation) on derivatives EUR
Contract for difference	Net gain on financial assets and liabilities at fair value through profit or loss	1,604,233	214,342
Forward foreign exchange contracts	Net loss on financial assets and liabilities at fair value through profit or loss	(2,450,585)	(1,249,605)
Options	Net loss on financial assets and liabilities at fair value through profit or loss	(2,448,203)	(589,683)
Total		(3,294,555)	(1,624,946)

17. Related parties

The below table provides an analysis of related party transactions for the year ended 31 December 2014.

	Relationship	Transaction type	Fees paid
Algebris Investments (UK) LLP	Investment Manager, Promoter	Investment management services	See note 5

The Investment Manager is a subsidiary of Algebris Investments Limited which, in turn, is a wholly owned subsidiary of Algebris Investments (Luxembourg) S.a.r.l. Alexander Lasagna, Director of the Company, is also a Director of Algebris Investments (Luxembourg) S.a.r.l.

Fees paid to the Directors and the Company Secretary for the year ended 31 December 2014 are included in note 5 of these financial statements.

18. Significant events during the year

The Algebris Credit Fund launched GBP I Share Class, USD R Share Class, USD RD Share Class, USD ID Share Class & USD M Share Class on 31 December 2014, 15 April 2014, 26 June 2014, 6 July 2014 and 25 November 2014, respectively.

The Algebris Financial Income Fund launched EUR ID Share Class, EUR RD Share Class, EUR XXL Share Class, GBP ID Share Class, GBP M Share Class & USD I Share Class on 10 February 2014, 2 April 2014, 26 June 2014, 11 November 2014, 9 October 2014 & 6 August 2014, respectively.

Algebris Investments (Cayman) Ltd redomiciled to Luxembourg on 9 December 2014 and the name changed to Algebris Investments (Luxembourg) S.à.r.l.

ALGEBRIS UCITS FUNDS PLC

Notes to the Financial Statements (continued) for the year ended 31 December 2014

19. Significant events subsequent to the year end

An updated prospectus was issued by Algebris UCITS Funds plc together with updated supplements for each of Algebris Financial Credit Fund and Algebris Financial Income Fund on 15 April 2015.

Algebris Asset Allocation Fund and Algebris Financial Equity Fund were each established as sub-funds of Algebris UCITS Funds plc and approved by the Central Bank of Ireland on 15 April 2015.

20. Prior Year reclassification

Certain amounts in the prior year comparative figures have been reclassified in order to be consistent with the presentation of the current year's figures.

21. Approval of financial statements

The financial statements were approved and authorised for issue by the Board of Directors on 22 April 2015 .

ALGEBRIS UCITS FUNDS PLC

Algebris Financial Credit Fund

Schedule of Investments

as at 31 December 2014

Holdings	Financial Assets at Fair Value Through Profit or Loss	Fair Value EUR	% of Net Asset Value
Equity Securities			
United Kingdom		1,144,682	0.29
35,000	Royal Bank of Scotland (Series M) (Preferred)	713,365	0.18
21,000	Royal Bank of Scotland (Series S) 6.6% (Preferred) Perpetual	431,317	0.11
United States		20,470,584	5.24
210,000	Citigroup (Series K) (Preferred)	4,613,439	1.18
320,000	Countrywide Capital 7% (Preferred)	6,810,480	1.74
170,000	Goldman Sachs Group (Series J)	3,428,383	0.88
52,000	Morgan Stanley (Series C) (Preferred)	1,183,205	0.30
80,000	Synovus Financial (Preferred)	1,891,065	0.49
120,000	Wells Fargo & Co Var (Preferred) Perpetual	2,544,012	0.65
Total Equity Securities		21,615,266	5.53
Fixed Income Securities			
Belgium		8,042,405	2.06
2,400,000	AG Insurance Perpetual	2,135,105	0.55
6,000,000	KBC Group Perpetual	5,907,300	1.51
France		26,640,884	6.81
4,800,000	Credit Agricole Perpetual	3,878,006	0.99
7,500,000	Credit Agricole 19/09/2033	6,937,516	1.77
4,900,000	Credit Agricole 6.5% Perpetual	4,968,527	1.27
3,600,000	Credit Agricole 7.875% Perpetual	3,034,962	0.78
2,400,000	Societe Generale 6.75% Perpetual	2,352,000	0.60
3,600,000	Societe Generale 7.875% Perpetual	2,915,943	0.75
3,000,000	Societe Generale 8.25% Perpetual	2,553,930	0.65
Germany		17,455,015	4.46
4,200,000	Aareal Bank 7.625% Perpetual	4,152,750	1.06
1,300,000	Commerzbank 8.125% 19/09/2023	1,238,240	0.32
9,000,000	Deutsche Bank Perpetual	7,239,243	1.85
4,000,000	Deutsche Bank 24/05/2028	3,219,274	0.82
1,300,000	Deutsche Bank 7.125% Perpetual	1,605,508	0.41

ALGEBRIS UCITS FUNDS PLC

Algebris Financial Credit Fund

Schedule of Investments (continued)

as at 31 December 2014

Holdings	Financial Assets at Fair Value Through Profit or Loss	Fair Value EUR	% of Net Asset Value
Fixed Income Securities (continued)			
Ireland		18,778,575	4.80
2,800,000	Baggot Securities Ltd 10.24% Perpetual	2,947,000	0.75
6,000,000	Bank of Ireland 10% 30/07/2016	6,498,300	1.66
9,150,000	UT2 Funding 30/06/2016	9,333,275	2.39
Italy		19,340,107	4.95
550,000	Intesa Sanpaolo (144A) 5.017% 26/06/2024	442,373	0.11
644,000	Intesa Sanpaolo 6.625% 13/09/2023	789,467	0.20
2,000,000	Intesa Sanpaolo Perpetual	2,180,360	0.56
1,075,000	Unicredit 6.95% 31/10/2022	1,264,619	0.32
800,000	Unicredit International Bank Perpetual	1,120,247	0.29
1,700,000	Unicredit (BR) Perpetual	1,648,949	0.42
12,200,000	Unicredit Perpetual	9,834,517	2.52
2,100,000	Unipolsai Perpetual	2,059,575	0.53
Netherlands		2,468,290	0.63
1,900,000	Delta Lloyd Levensverzek 29/08/2042	2,468,290	0.63
Spain		52,878,687	13.53
17,800,000	Banco Bilbao Vizcaya ARG 7% Perpetual	18,017,872	4.61
3,900,000	Banco Popular Espanol Perpetual	4,463,979	1.14
12,400,000	Banco Santander (Series) Perpetual	12,167,500	3.11
13,600,000	Banco Santander Perpetual	11,015,786	2.82
4,950,000	BBVA International Pref Uniperson Perpetual	4,183,300	1.07
3,100,000	Banco Santander 11/09/2049	3,030,250	0.78
Sweden		7,894,867	2.02
9,600,000	Skandinaviska Enskilda Perpetual	7,894,867	2.02
Switzerland		48,860,774	12.50
6,000,000	Credit Suisse 6.5% 08/08/2023	5,406,323	1.38
2,100,000	Credit Suisse Group 6.25% Perpetual	1,666,253	0.43
18,800,000	Credit Suisse Group 7.5% Perpetual	16,160,013	4.13
13,360,000	CSG Guernsey I Ltd 24/02/2041	11,646,356	2.98
4,075,000	Swiss Reinsurance Perpetual	3,721,692	0.95
1,500,000	UBS 22/05/2023	1,254,755	0.32
7,000,000	UBS 5.125% 15/05/2024	5,847,682	1.50
3,250,000	UBS Stamford 7.625% 17/08/2022	3,157,700	0.81

ALGEBRIS UCITS FUNDS PLC

Algebris Financial Credit Fund

Schedule of Investments (continued)

as at 31 December 2014

Holdings	Financial Assets at Fair Value Through Profit or Loss	Fair Value EUR	% of Net Asset Value
Fixed Income Securities (continued)			
United Kingdom		76,769,284	19.64
2,975,000	Bank of Scotland (Series B) Perpetual	4,330,901	1.11
5,331,000	Barclays Bank 7.625% 21/11/2022	4,844,085	1.24
7,000,000	Barclays Bank 8.25% Perpetual	5,973,634	1.53
1,545,000	Barclays VAR 7% Perpetual	1,914,290	0.49
2,000,000	Barclays VAR 8% Perpetual	2,084,640	0.53
10,300,000	Barclays Bank 7.75% 10/04/2023	9,236,714	2.36
1,850,000	Direct Line Insurance 27/04/2042	3,063,012	0.78
2,887,000	HBOS Sterling Finance Jersey Perpetual	4,493,790	1.15
3,350,000	HSBC Holdings (Series) Perpetual	3,362,529	0.86
4,150,000	HSBC Holdings Perpetual	3,481,486	0.89
6,250,000	HSBC Holdings Perpetual (EK4786126)	5,192,382	1.33
1,004,000	LBG Capital No 2 (Series 23) 15% 22/01/2029	2,294,220	0.59
2,426,000	Lloyds Banking Group 6.375% Perpetual	2,469,134	0.63
16,940,000	Lloyds Banking Group 7% Perpetual	21,697,768	5.55
50,000	Lloyds TSB Bank 13% Perpetual	75,250	0.02
500,000	Lloyds TSB Bank 19/12/2021	390,035	0.10
1,300,000	Royal Bank of Scotland 6.125% 15/12/2022	1,173,460	0.30
500,000	Scottish Widows 5.5% 16/06/2023	691,954	0.18
United States		53,336,374	13.64
2,000,000	Bank of America (Series U) Perpetual	1,537,317	0.39
4,000,000	Bank of America (Series V) Perpetual	3,223,407	0.82
2,800,000	Citigroup Perpetual	2,285,313	0.58
864,000	Deutsche Capital Trust IV (Series) Perpetual	692,685	0.18
100,000	Dresdner Funding Trust (144A) 8.151% 30/06/2031	98,768	0.03
2,500,000	Dresdner Funding Trust 8.151% 30/06/2031	2,469,212	0.63
1,000,000	Goldman Sachs Group (Series L) Perpetual	838,912	0.21
325,000	HVB Funding Trust I (144A) 8.741% 30/06/2031	329,392	0.08
1,630,000	HVB Funding Trust III (144A) 9% 22/10/2031	1,630,135	0.42
5,920,000	ING Capital Funding Trust III (Series 9) Perpetual	4,868,502	1.25
5,000,000	JPMorgan Chase & Co (Series R) Perpetual	4,132,573	1.06
1,500,000	JPMorgan Chase & Co (Series U) Perpetual	1,249,070	0.32
5,000,000	JPMorgan Chase & Co (Series V) Perpetual	4,060,253	1.04
4,600,000	JPMorgan Chase & Co 29/08/2049	4,038,792	1.03
6,000,000	Northgroup Preferred Capital (144A) Perpetual	5,120,258	1.31
1,000,000	Pennymac (144A) Conv 5.375% 01/05/2020	791,152	0.20
1,500,000	Prudential Financial 15/03/2044	1,233,573	0.32
1,000,000	Synovus Financial 5.125% 15/06/2017	845,111	0.22

ALGEBRIS UCITS FUNDS PLC

Algebris Financial Credit Fund

Schedule of Investments (continued)

as at 31 December 2014

Holdings	Financial Assets at Fair Value Through Profit or Loss	Fair Value EUR	% of Net Asset Value
Fixed Income Securities (continued)			
United States			
4,350,000	Citigroup (Series N) Perpetual	3,613,315	0.92
6,000,000	Suntrust Banks Perpetual	5,008,678	1.28
500,000	Synovus Financial 7.875% 15/02/2019	461,815	0.12
6,130,000	Zions Perpetual	4,808,141	1.23
Total Fixed Income Securities		332,465,262	85.04
Forward Contracts*			
	Buy GBP 42,919,840 Sell EUR 53,958,239 18/03/2015	1,220,906	0.31
	Buy USD 13,428,900 Sell EUR 10,791,221 18/03/2015	300,365	0.08
	Buy USD 3,478,200 Sell EUR 2,795,019 18/03/2015	77,797	0.02
	Buy USD 3,423,700 Sell EUR 2,751,223 18/03/2015	76,578	0.02
	Buy USD 651,200 Sell EUR 523,293 18/03/2015	14,565	0.01
	Buy USD 490,000 Sell EUR 393,755 18/03/2015	10,960	-
	Buy GBP 170,300 Sell EUR 214,099 18/03/2015	4,844	-
	Buy GBP 301,700 Sell EUR 384,000 18/03/2015	3,876	-
	Buy USD 260,000 Sell EUR 211,190 18/03/2015	3,557	-
	Buy GBP 230,000 Sell EUR 293,487 18/03/2015	2,208	-
	Buy USD 180,000 Sell EUR 146,689 18/03/2015	1,982	-
	Buy GBP 330,000 Sell EUR 422,876 18/03/2015	1,383	-
	Buy USD 97,600 Sell EUR 79,414 18/03/2015	1,199	-
	Buy GBP 23,000 Sell EUR 28,978 18/03/2015	592	-
	Buy USD 24,700 Sell EUR 20,098 18/03/2015	303	-
	Buy USD 21,300 Sell EUR 17,331 18/03/2015	262	-
	Buy USD 4,700 Sell EUR 3,824 18/03/2015	58	-
	Buy CHF 19,800 Sell EUR 16,445 18/03/2015	26	-
	Buy EUR 18,739 Sell CHF 22,500 18/03/2015	22	-
	Buy EUR 13,744 Sell CHF 16,500 18/03/2015	18	-
	Buy GBP 1,300 Sell EUR 1,655 18/03/2015	17	-
	Buy CHF 900 Sell EUR 748 18/03/2015	1	-
	Buy EUR 833 Sell CHF 1,000 18/03/2015	1	-
	Buy EUR 666 Sell CHF 800 18/03/2015	1	-
Total Forward Contracts		1,721,521	0.44
Total Financial Assets at Fair Value Through Profit or Loss		355,802,049	91.01

ALGEBRIS UCITS FUNDS PLC

Algebris Financial Credit Fund

Schedule of Investments (continued)

as at 31 December 2014

Holdings	Financial Assets at Fair Value Through Profit or Loss	Fair Value EUR	% of Net Asset Value
Financial Liabilities at Fair Value Through Profit or Loss			
Forward Contracts*			
Buy EUR 211,860,355	Sell USD 263,645,000 18/03/2015	(5,896,973)	(1.51)
Buy EUR 39,211,644	Sell GBP 31,190,000 18/03/2015	(887,236)	(0.23)
Buy EUR 3,214,328	Sell USD 4,000,000 18/03/2015	(89,468)	(0.02)
Buy EUR 517,961	Sell GBP 412,000 18/03/2015	(11,720)	(0.01)
Buy EUR 393,000	Sell AUD 600,000 18/03/2015	(9,659)	-
Buy EUR 364,584	Sell GBP 290,000 18/03/2015	(8,249)	-
Buy EUR 336,771	Sell GBP 267,300 18/03/2015	(6,879)	-
Buy EUR 395,653	Sell USD 486,000 18/03/2015	(5,758)	-
Buy CHF 2,634,900	Sell EUR 2,194,511 18/03/2015	(2,610)	-
Buy EUR 67,260	Sell USD 83,700 18/03/2015	(1,872)	-
Buy EUR 68,490	Sell USD 85,100 18/03/2015	(1,799)	-
Buy EUR 114,662	Sell USD 140,000 18/03/2015	(971)	-
Buy EUR 24,429	Sell USD 30,400 18/03/2015	(680)	-
Buy EUR 24,027	Sell USD 29,900 18/03/2015	(669)	-
Buy EUR 17,947	Sell USD 22,300 18/03/2015	(471)	-
Buy EUR 17,625	Sell USD 21,900 18/03/2015	(463)	-
Buy EUR 19,609	Sell GBP 15,600 18/03/2015	(447)	-
Buy EUR 19,137	Sell GBP 15,000 18/03/2015	(148)	-
Buy CHF 123,700	Sell EUR 103,025 18/03/2015	(123)	-
Buy EUR 4,420	Sell USD 5,500 18/03/2015	(123)	-
Buy EUR 5,040	Sell GBP 4,000 18/03/2015	(103)	-
Buy EUR 8,143	Sell GBP 6,400 18/03/2015	(85)	-
Buy EUR 3,219	Sell USD 4,000 18/03/2015	(85)	-
Buy EUR 1,886	Sell GBP 1,500 18/03/2015	(43)	-
Buy EUR 1,386	Sell GBP 1,100 18/03/2015	(28)	-
Total Forward Contracts		(6,926,662)	(1.77)
Total Financial Liabilities at Fair Value Through Profit or Loss		(6,926,662)	(1.77)

ALGEBRIS UCITS FUNDS PLC

Algebris Financial Credit Fund

Schedule of Investments (continued)

as at 31 December 2014

Holdings	Financial Liabilities at Fair Value Through Profit or Loss	Fair Value EUR	% of Net Asset Value
	Net Financial Assets and Liabilities at Fair Value Through Profit or Loss	348,875,387	89.24
	Other Net Assets	42,052,963	10.76
	Total Net Assets Attributable to Holders of Redeemable Participating Shares	390,928,350	100.00
			% of total assets
	Transferable securities admitted to an official stock exchange listing or traded in a regulated market	354,080,528	88.81
	Over the counter financial derivatives	1,721,521	0.43
	Cash and other current assets	42,897,829	10.76
	Total	398,699,878	100.00

* The counterparty for all the forward contracts is HSBC Bank plc.

ALGEBRIS UCITS FUNDS PLC

Algebris Financial Income Fund

Schedule of Investments
as at 31 December 2014

Holdings	Financial Assets at Fair Value Through Profit or Loss	Fair Value EUR	% of Net Asset Value
	Equity Securities		
	Belgium	2,954,757	1.58
63,550	KBC Group	2,954,757	1.58
	Canada	728,863	0.39
420,000	Sprott	728,863	0.39
	France	2,928,507	1.56
59,450	BNP Paribas	2,928,507	1.56
	Germany	549,400	0.29
4,000	Allianz	549,400	0.29
	Italy	15,453,458	8.26
54,500	Assicurazioni Generali	926,500	0.50
82,686	Banca IFIS	1,131,971	0.60
273,733	Banca Popolare dell'Emilia Romagna Scarl	1,495,951	0.80
188,722	Banco Popolare Societa Cooperativa	1,898,543	1.01
572,100	FinecoBank Banca Fineco	2,670,563	1.43
1,194,000	Intesa Sanpaolo	2,891,868	1.55
323,800	UniCredit	1,727,473	0.92
665,012	Unipol Gruppo Finanziario Preferred	2,710,589	1.45
	Japan	6,928,350	3.70
768,000	Mitsubishi UFJ Financial Group	3,523,811	1.88
112,700	Sumitomo Mitsui Financial Group	3,404,539	1.82
	Netherlands	4,322,007	2.31
255,400	BinckBank	1,800,315	0.96
232,200	ING Group	2,521,692	1.35
	Norway	1,231,071	0.66
100,563	DnB ASA	1,231,071	0.66
	Sweden	3,647,648	1.95
198,000	Nordea Bank	1,907,884	1.02
83,950	Swedbank	1,739,764	0.93

ALGEBRIS UCITS FUNDS PLC

Algebris Financial Income Fund

Schedule of Investments (continued)

as at 31 December 2014

Holdings	Financial Assets at Fair Value Through Profit or Loss	Fair Value EUR	% of Net Asset Value
Equity Securities (continued)			
	Switzerland	3,228,405	1.73
3,639	Banque Cantonale Vaudoise	1,630,437	0.87
22,981	Swiss Reinsurance	1,597,968	0.86
	United Kingdom	1,284,117	0.69
6,500	Nationwide Building Society (Preferred)	1,042,130	0.56
475,900	Quindell	241,987	0.13
	United States	52,260,909	27.92
74,050	American Capital Agency	1,336,070	0.71
71,500	American Capital Mortgage Investment	1,113,365	0.60
98,200	Apollo Commercial Real Estate Finance Inc REIT	1,327,839	0.71
98,100	Apollo Global Management LLC	1,911,892	1.02
258,300	Apollo Investment	1,584,086	0.85
232,500	Ares Capital	2,998,729	1.60
40,500	BankUnited	969,737	0.52
74,800	Blackstone Group LP	2,091,482	1.12
123,875	Blackstone Mortgage Trust	2,983,484	1.59
155,544	Carlyle Group LP	3,535,383	1.89
29,900	Citigroup	1,337,209	0.71
90,000	Citigroup (Series J) (Preferred)	2,017,357	1.08
30,000	Citigroup (Series K) (Preferred)	659,063	0.35
37,357	Countrywide Capital 7% (Preferred)	795,060	0.42
46,264	Federated Investors	1,259,173	0.67
46,525	Fifth Third	783,492	0.42
68,600	FirstMerit	1,071,042	0.57
411,526	Fortress Investment Group LLC	2,727,861	1.46
75,400	Golub Capital BDC	1,117,383	0.60
43,340	Hatteras Financial	660,184	0.35
69,520	Hercules Technology Growth Capital	854,994	0.46
18,545	HSBC USA (Series G) (Preferred)	356,369	0.19
17,900	JPMorgan Chase & Co	925,847	0.49
142,900	KKR & Co LP	2,741,308	1.46
24,300	LPL Financial Holdings	894,756	0.48
20,300	MetLife	907,535	0.49
64,500	Morgan Stanley (Series C) (Preferred)	1,467,630	0.78
112,000	National Penn Bancshares	974,295	0.52
260,000	Nuveen Preferred Income Opportunities Fund	2,054,385	1.10

ALGEBRIS UCITS FUNDS PLC

Algebris Financial Income Fund

Schedule of Investments (continued)

as at 31 December 2014

Holdings	Financial Assets at Fair Value Through Profit or Loss	Fair Value EUR	% of Net Asset Value
Equity Securities (continued)			
United States (continued)			
19,500	Oaktree Capital Group	835,346	0.45
37,700	Prudential Financial	2,818,697	1.51
37,400	SPDR S&P Regional Banking	1,258,104	0.67
94,800	Starwood Property Trust	1,820,937	0.97
162,900	Two Harbors Investment	1,349,085	0.72
43,037	Triangle Capital	721,730	0.39
Total Equity Securities		95,517,492	51.04
Fixed Income Securities			
Belgium		2,523,274	1.35
800,000	AG Insurance Perpetual	711,702	0.38
1,840,000	KBC Group Perpetual	1,811,572	0.97
France		3,016,329	1.61
800,000	Credit Agricole 6.5% Perpetual	811,188	0.43
1,000,000	Credit Agricole 7.875% Perpetual	843,045	0.45
1,600,000	Societe Generale Perpetual	1,362,096	0.73
Germany		4,731,993	2.53
1,000,000	Aareal Bank 7.625% Perpetual	988,750	0.53
1,000,000	Commerzbank 8.125% 19/09/2023	952,492	0.51
1,800,000	Deutsche Bank Perpetual	1,447,849	0.77
1,000,000	Deutsche Bank 6% Perpetual	972,400	0.52
300,000	Deutsche Bank 7.125% Perpetual	370,502	0.20
Ireland		4,169,591	2.23
1,600,000	Baggot Securities Ltd 10.24% Perpetual	1,684,000	0.90
1,000,000	Bank of Ireland 10% 30/07/2016	1,083,050	0.58
1,375,000	UT2 Funding 30/06/2016	1,402,541	0.75

ALGEBRIS UCITS FUNDS PLC

Algebris Financial Income Fund

Schedule of Investments (continued)

as at 31 December 2014

Holdings	Financial Assets at Fair Value Through Profit or Loss	Fair Value EUR	% of Net Asset Value
Fixed Income Securities (continued)			
	Italy	4,894,921	2.62
850,000	Intesa Sanpaolo Perpetual	926,653	0.50
1,150,000	Unipolsai Perpetual	1,127,863	0.60
3,300,000	Unicredit Perpetual	2,840,405	1.52
	Netherlands	1,039,280	0.56
800,000	Delta Lloyd Levensverzek 29/08/2042	1,039,280	0.56
	Spain	13,704,382	7.31
5,000,000	Banco Bilbao Vizcaya ARG 7% Perpetual	5,061,200	2.70
2,000,000	Banco Popular Espanol Perpetual	2,289,220	1.22
3,000,000	Banco Santander (Series) Perpetual	2,943,750	1.57
1,500,000	Banco Santander 11/09/2049	1,466,250	0.78
2,400,000	Banco Santander Perpetual	1,943,962	1.04
	Sweden	1,809,240	0.97
2,200,000	Skandinaviska Enskilda Perpetual	1,809,240	0.97
	Switzerland	10,217,711	5.46
2,150,000	Swiss Reinsurance Perpetual	1,963,592	1.05
5,600,000	Credit Suisse Group 7.5% Perpetual	4,813,621	2.57
1,150,000	Credit Suisse Group 6.25% Perpetual	912,472	0.49
2,900,000	CSG Guernsey I Ltd 24/02/2041	2,528,026	1.35
	United Kingdom	13,457,011	7.19
1,000,000	Bank of Scotland (Series B) Perpetual	1,455,765	0.78
1,200,000	Barclays Bank 7.625% 21/11/2022	1,090,396	0.58
1,800,000	Barclays Bank 8.25% Perpetual	1,536,077	0.82
1,000,000	Barclays Plc Perpetual	1,042,320	0.56
700,000	Direct Line Insurance 27/04/2042	1,158,978	0.62
1,050,000	HSBC Holdings Plc Perpetual	880,858	0.47
800,000	HSBC Holdings Plc (Series *) Perpetual	802,992	0.43
1,520,000	HSBC Holdings Plc Perpetual (EK4786126)	1,262,787	0.67
3,300,000	Lloyds Banking Group Perpetual	4,226,838	2.26

ALGEBRIS UCITS FUNDS PLC

Algebris Financial Income Fund

Schedule of Investments (continued)

as at 31 December 2014

Holdings	Financial Assets at Fair Value Through Profit or Loss	Fair Value EUR	% of Net Asset Value
Fixed Income Securities (continued)			
United States		7,131,031	3.81
2,000,000	Bank of America Corp (Series V) Perpetual	1,611,703	0.86
1,000,000	Citigroup (Series N) Perpetual	830,647	0.44
2,500,000	JPMorgan Chase & Co (Series R) Perpetual	2,066,287	1.11
1,500,000	JPMorgan Chase & Co 29/08/2049	1,316,997	0.70
1,000,000	Suntrust Banks Perpetual	834,780	0.45
600,000	Zions Perpetual	470,617	0.25
Total Fixed Income Securities		66,694,763	35.64
Contracts For Difference*			
136,000	GAM Holding	310,888	0.17
103,589	Prudential	351,225	0.19
7,455	Zurich Insurance Group	213,796	0.11
Total Contracts For Difference		875,909	0.47
Covered Option Contracts			
200	Dow Jones EURO STOXX 50 (Price) Index 3100 Put 20/02/2015	187,500	0.10
500	Market Vectors Gold Miners ETF 34 Call 15/01/2016	16,944	0.01
50	S&P 500 Index 1900 Put 17/01/2015	16,117	0.01
160	S&P 500 Index 1980 Put 20/02/2015	343,830	0.18
Total Covered Option Contracts		564,391	0.30
Forward Contracts			
	Buy USD 20,137,700 Sell EUR 16,182,292 18/03/2015	450,422	0.24
	Buy USD 17,380,200 Sell EUR 13,966,414 18/03/2015	388,745	0.21
	Buy USD 15,069,800 Sell EUR 12,109,819 18/03/2015	337,068	0.18
	Buy GBP 3,529,000 Sell EUR 4,436,611 18/03/2015	100,387	0.06
	Buy USD 1,688,300 Sell EUR 1,356,687 18/03/2015	37,762	0.02
	Buy USD 712,100 Sell EUR 572,231 18/03/2015	15,928	0.01
	Buy GBP 250,000 Sell EUR 314,185 18/03/2015	7,223	0.01
	Buy USD 900,000 Sell EUR 736,345 18/03/2015	7,009	0.01
	Buy USD 245,800 Sell EUR 197,520 18/03/2015	5,498	-
	Buy GBP 199,700 Sell EUR 251,602 18/03/2015	5,139	-
	Buy USD 210,000 Sell EUR 168,752 18/03/2015	4,697	-

ALGEBRIS UCITS FUNDS PLC

Algebris Financial Income Fund

Schedule of Investments (continued)

as at 31 December 2014

Holdings	Financial Assets at Fair Value Through Profit or Loss	Fair Value EUR	% of Net Asset Value
Forward Contracts (continued)			
Buy USD 198,000	Sell EUR 159,109 18/03/2015	4,429	-
Buy EUR 3,656,269	Sell CHF 4,390,000 18/03/2015	4,349	-
Buy GBP 250,000	Sell EUR 317,423 18/03/2015	3,985	-
Buy USD 281,800	Sell EUR 229,291 18/03/2015	3,461	-
Buy USD 242,000	Sell EUR 196,907 18/03/2015	2,972	-
Buy USD 910,000	Sell EUR 748,706 18/03/2015	2,907	-
Buy USD 209,800	Sell EUR 170,707 18/03/2015	2,577	-
Buy JPY 49,560,000	Sell EUR 340,278 18/03/2015	1,925	-
Buy USD 260,000	Sell EUR 212,975 18/03/2015	1,772	-
Buy GBP 55,600	Sell EUR 69,900 18/03/2015	1,582	-
Buy SEK 1,350,000	Sell EUR 141,532 18/03/2015	1,516	-
Buy GBP 99,000	Sell EUR 125,768 18/03/2015	1,510	-
Buy USD 101,700	Sell EUR 83,207 18/03/2015	792	-
Buy GBP 80,000	Sell EUR 102,082 18/03/2015	768	-
Buy USD 87,200	Sell EUR 71,344 18/03/2015	679	-
Buy GBP 49,500	Sell EUR 63,003 18/03/2015	636	-
Buy USD 75,700	Sell EUR 61,935 18/03/2015	590	-
Buy GBP 19,400	Sell EUR 24,632 18/03/2015	309	-
Buy USD 23,200	Sell EUR 18,877 18/03/2015	285	-
Buy GBP 7,100	Sell EUR 8,926 18/03/2015	202	-
Buy USD 9,800	Sell EUR 7,974 18/03/2015	120	-
Buy USD 8,300	Sell EUR 6,791 18/03/2015	65	-
Buy USD 3,400	Sell EUR 2,766 18/03/2015	42	-
Buy USD 2,800	Sell EUR 2,278 18/03/2015	34	-
Buy USD 3,600	Sell EUR 2,945 18/03/2015	28	-
Buy GBP 800	Sell EUR 1,018 18/03/2015	10	-
Buy USD 1,300	Sell EUR 1,064 18/03/2015	10	-
Buy USD 1,000	Sell EUR 818 18/03/2015	8	-
Buy CHF 4,200	Sell EUR 3,488 18/03/2015	5	-
Buy EUR 2,417	Sell CHF 2,900 18/03/2015	4	-
Buy CHF 3,100	Sell EUR 2,575 18/03/2015	4	-
Buy EUR 2,832	Sell CHF 3,400 18/03/2015	3	-
Buy EUR 1,833	Sell CHF 2,200 18/03/2015	3	-
Buy EUR 2,165	Sell CHF 2,600 18/03/2015	3	-
Buy GBP 200	Sell EUR 254 18/03/2015	3	-
Buy CHF 1,400	Sell EUR 1,164 18/03/2015	1	-
Buy CHF 1,100	Sell EUR 914 18/03/2015	1	-
Buy GBP 100	Sell EUR 127 18/03/2015	1	-
Total Forward contracts		1,397,469	0.74

ALGEBRIS UCITS FUNDS PLC

Algebris Financial Income Fund

Schedule of Investments (continued)

as at 31 December 2014

Holdings	Financial Liabilities at Fair Value Through Profit or Loss	Fair Value EUR	% of Net Asset Value
	Total Financial Assets at Fair Value Through Profit or Loss	165,050,024	88.19
	Financial Liabilities at Fair Value Through Profit or Loss		
	Contracts For Difference*		
12,000	American Capital Mortgage Investment	(1,984)	-
314,000	HSBC Holdings	(49,410)	(0.03)
1,323,400	Liberbank	(47,202)	(0.02)
21,900	Triangle Capital	(815)	-
	Total Contracts For Difference	(99,411)	(0.05)
	Covered Option Contract		
	Dow Jones EURO STOXX 50 (Price) Index 2850 Put		
(200)	20/02/2015	(66,500)	(0.04)
(65)	S&P 500 Index 1900 Call 17/01/2015	(956,277)	(0.51)
(160)	S&P 500 Index 1880 Put 20/02/2015	(173,238)	(0.09)
	Total Option	(1,196,015)	(0.64)
	Forward Contracts*		
	Buy EUR 83,885,916 Sell USD 104,390,000 18/03/2015	(2,334,901)	(1.25)
	Buy EUR 8,724,874 Sell GBP 6,940,000 18/03/2015	(197,417)	(0.11)
	Buy EUR 6,868,945 Sell JPY 1,012,560,000 18/03/2015	(122,606)	(0.08)
	Buy EUR 675,009 Sell USD 840,000 18/03/2015	(18,788)	(0.01)
	Buy EUR 705,645 Sell CAD 1,020,000 18/03/2015	(18,108)	(0.01)
	Buy EUR 160,621 Sell USD 201,100 18/03/2015	(5,478)	-
	Buy EUR 190,127 Sell USD 236,600 18/03/2015	(5,292)	-
	Buy EUR 138,816 Sell USD 173,800 18/03/2015	(4,734)	-
	Buy EUR 164,413 Sell USD 204,600 18/03/2015	(4,576)	-
	Buy EUR 298,219 Sell JPY 43,850,000 18/03/2015	(4,558)	-
	Buy EUR 120,366 Sell USD 150,700 18/03/2015	(4,105)	-
	Buy EUR 142,555 Sell USD 177,400 18/03/2015	(3,968)	-
	Buy EUR 125,719 Sell GBP 100,000 18/03/2015	(2,845)	-
	Buy EUR 280,727 Sell GBP 220,000 18/03/2015	(2,112)	-
	Buy EUR 53,179 Sell GBP 42,300 18/03/2015	(1,203)	-
	Buy EUR 3,700,106 Sell SEK 34,930,000 18/03/2015	(1,115)	-

ALGEBRIS UCITS FUNDS PLC

Algebris Financial Income Fund

Schedule of Investments (continued)

as at 31 December 2014

Holdings	Financial Liabilities at Fair Value Through Profit or Loss	Fair Value EUR	% of Net Asset Value
Forward Contracts (continued)			
Buy EUR 44,363 Sell GBP 35,300 18/03/2015		(1,020)	-
Buy EUR 110,706 Sell SEK 1,050,000 18/03/2015		(553)	-
Buy EUR 13,498 Sell USD 16,900 18/03/2015		(460)	-
Buy EUR 16,072 Sell USD 20,000 18/03/2015		(447)	-
Buy CHF 260,000 Sell EUR 216,682 18/03/2015		(397)	-
Buy EUR 224,254 Sell CHF 270,000 18/03/2015		(351)	-
Buy CHF 291,000 Sell EUR 242,363 18/03/2015		(288)	-
Buy CHF 216,100 Sell EUR 179,982 18/03/2015		(214)	-
Buy EUR 5,671 Sell USD 7,100 18/03/2015		(193)	-
Buy EUR 6,750 Sell USD 8,400 18/03/2015		(188)	-
Buy EUR 116,383 Sell CHF 140,000 18/03/2015		(79)	-
Buy EUR 1,997 Sell USD 2,500 18/03/2015		(68)	-
Buy EUR 2,330 Sell USD 2,900 18/03/2015		(65)	-
Buy EUR 1,597 Sell USD 2,000 18/03/2015		(54)	-
Buy EUR 1,848 Sell USD 2,300 18/03/2015		(51)	-
Buy EUR 880 Sell GBP 700 18/03/2015		(20)	-
Buy EUR 628 Sell GBP 500 18/03/2015		(14)	-
Buy EUR 126 Sell GBP 100 18/03/2015		(3)	-
Total Forward Contracts		(2,736,271)	(1.46)
Total Financial Liabilities at Fair Value Through Profit or Loss		(4,031,697)	(2.15)
Net Financial Assets and Liabilities at Fair Value Through Profit or Loss		161,018,327	86.04
Other Net Assets		26,125,486	13.96
Total Net Assets Attributable to Holders of Redeemable Participating Shares		187,143,813	100.00
		% of total assets	
Transferable securities admitted to an official stock exchange listing or traded in a regulated market		162,212,255	84.71
Over the counter financial derivatives		2,837,769	1.48
Cash and other current assets		26,451,811	13.81
Total		191,501,835	100.00

* The counterparty for all the contracts for differences and forward contracts is HSBC Bank plc.

ALGEBRIS UCITS FUNDS PLC

Algebris Financial Credit Fund

Schedule of Significant Changes in Investments (Unaudited)

Top 20 purchases as at 31 December 2014

Purchases	Cost EUR
Lloyds Banking Group 7% Perpetual	21,092,460
Banco Bilbao Vizcaya ARG 7% Perpetual	18,257,111
Banco Santander (Series) Perpetual	16,649,956
Banco Sander Perpetual	12,513,797
CSG Guernsey I Ltd 24/02/2041	10,928,945
Lloyds Banking Group Perpetual	10,647,388
Unicredit Perpetual	10,515,874
LBG Capital No.1 (Series 8) 7.869% 25/08/2020	10,073,388
Banco Do Brasil 9% Perpetual	9,975,615
Barclays Bank 7.75% 10/04/2023	8,888,192
Credit Suisse Group 7.5% Perpetual	7,973,506
Skandinaviska Enskilda Perpetual	7,786,420
KBC Group Perpetual	7,498,716
Deutsche Bank Perpetual	7,183,417
Credit Agricole 6.5% Perpetual	6,508,943
Credit Agricole 19/09/2033	6,496,978
Norddeutsche Landesbank 6.25% 10/04/2024	6,341,948
Bank of Ireland 10% 30/07/2016	6,151,130
Royal Bank of Scotland Group 25/03/2024	5,479,760
UBS 5.125% 15/05/2024	5,219,184

ALGEBRIS UCITS FUNDS PLC

Algebris Financial Credit Fund

Schedule of Significant Changes in Investments (Unaudited) (continued)

Top 20 sales as at 31 December 2014

Sales	Proceeds EUR
Lloyds Banking Group Perpetual	10,900,128
LBG Capital No.1 (Series 8) 7.869% 25/08/2020	10,647,388
Banco Do Brasil 9% Perpetual	10,444,536
Santander Finance Preferred Uniper (Series 8) Perpetual	8,340,902
Norddeutsche Landesbank 6.25% 10/04/2024	6,516,277
LBG Capital No 1 (Series 1) 7.5884% 12/05/2020	5,926,594
Banco Bilbao Vizcaya ARG Perpetual	5,846,879
Royal Bank of Scotland 25/03/2024	5,604,167
HSBC USA (Series G) (Preferred)	5,072,672
Deutsche Bank Perpetual	4,403,084
Banco Santander (Series) Perpetual	4,339,271
Royal Bank of Scotland 6% 19/12/2023	4,086,080
Deutsche Bank Perpetual	3,603,252
LBG Capital No.1 (Series 15) 6.439% 23/05/2020	3,352,746
Virgin Money Holding Perpetual	3,146,185
Bank of Ireland 10% 30/07/2016	2,944,033
Deutsche Bankk Capital Trust III Perpetual	2,917,684
Deutsche Bank 24/05/2028	2,896,917
Credit Agricole 19/09/2033	2,848,578
Unicredit Perpetual	2,803,625

ALGEBRIS UCITS FUNDS PLC

Algebris Financial Income Fund

Schedule of Significant Changes in Investments (Unaudited)

Top 20 purchases as at 31 December 2014

	Cost EUR
Purchases	
Dow Jones EURO STOXX 50 (Price) Index	12,495,134
Banco Bilbao Vizcaya ARG 7% Perpetual	7,167,346
Lloyds Banking Group Perpetual	4,137,187
Banco Do Brasil 9% Perpetual	3,694,672
Santander Consumer USA Holdings	3,386,991
Unipol Gruppo Finanziario (Preferred)_	3,176,053
Carlyle Group LP	3,150,634
Apollo Global Management LLC	3,131,730
Banco Santander (Series) Perpetual	3,000,000
Intesa Sanpaolo	2,857,728
Banco Popolare Societa Cooperativa	2,849,724
Apollo Investment	2,842,436
Credit Suisse Group 7.5% Perpetual	2,775,190
BNP Paribas	2,762,086
Blackstone Mortgage Trust	2,696,308
iShares MSCI Emerging Markets Index ETF	2,613,634
KBC Group	2,555,562
ING Group	2,534,722
UniCredit	2,523,563
SPDR S&P Regional Banking	2,486,511

ALGEBRIS UCITS FUNDS PLC

Algebris Financial Income Fund

Schedule of Significant Changes in Investments (Unaudited) (continued)

Top 20 sales as at 31 December 2014

Sales	Proceeds EUR
Dow Jones EURO STOXX 50 (Price) Index	12,840,638
Banco Bilbao Vizcaya ARG Perpetual	3,936,672
Zurich Insurance Group	3,911,484
Banco Do Brasil 9% Perpetual	3,859,091
AXA	3,701,033
Santander Consumer USA Holdings	3,449,118
Unipolsai	2,910,831
CBL & Associates Properties	2,858,049
iShares MSCI Emerging Markets Index ETF	2,738,493
Banco Santander Brasil ADS	2,522,469
Mizuho Financial Group	2,395,810
Lloyds Banking Group Perpetual	2,389,946
Banco Santander	2,355,846
LBG Capital No.1 (Series 8) 7.869% 25/08/2020	2,343,184
Quindell	2,341,570
Delta Lloyd	2,262,814
Wells Fargo & Co	2,253,358
Nordea Bank	2,165,327
Banco Bilbao Vizcaya ARG 7% Perpetual	2,066,522
Gjensidige Forsikring ASA	1,988,102