



Partners Group
REALIZING POTENTIAL IN PRIVATE MARKETS

ANNUAL REPORT & FINANCIAL STATEMENTS

PARTNERS GROUP GENERATIONS FUND

31 December 2018

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Registered Office of the Company

14th Floor, 110 Bishopsgate
London EC2N 4AY
United Kingdom

Authorised Corporate Director

Partners Group (UK) Limited
14th Floor, 110 Bishopsgate
London EC2N 4AY
United Kingdom

Investment Adviser

Partners Group AG
Zugerstrasse 57
6341 Baar
Switzerland

Depository

The Bank of New York Mellon (International) Limited
Principal Place of Business
One Canada Square
London E14 5AL
United Kingdom

Registrar

The Bank of New York Mellon (International) Limited
One Canada Square
London E14 5AL
United Kingdom

Independent Auditor

PricewaterhouseCoopers LLP
7 More London Riverside
London SE1 2RT
United Kingdom

Legal Adviser

Macfarlanes LLP
20 Cursitor Street
London EC4A 1LT
United Kingdom

The Authorised Corporate Director's Report

Statement of Authorised Corporate Director's Responsibilities in relation to the Financial Statements of the Company

The Authorised Corporate Director ("ACD") of the Partners Group Generations Fund, is responsible for preparing the Annual Report and the audited financial statements in accordance with the Open-Ended Investment Companies Regulations 2001 ("the OEIC Regulations"), the Financial Conduct Authority's Collective Investment Schemes' Sourcebook ("COLL") and the Company's Instrument of Incorporation.

The OEIC Regulations and COLL require the ACD to prepare financial statements for each annual accounting period which:

- are in accordance with United Kingdom Generally Accepted Accounting Practice (United Kingdom Accounting Standards and applicable law) ("UK GAAP") and the Statement of Recommended Practice: "Financial Statements of Authorised Funds" ("SORP") issued by the IMA (now known as the Investment Association) in May 2014; and
- give a true and fair view of the financial position of the Company and its Fund as at the end of that period and the net revenue and the net capital gains on the property of the Company and its Fund for that period.

In preparing the financial statements, the ACD is required to:

- select suitable accounting policies and then apply them consistently;
- make judgements and estimates that are reasonable and prudent;
- state whether the applicable UK Accounting Standards and the Statement of Recommended Practice relating to Authorised Funds have been followed, subject to any departures disclosed and explained in the financial statements;
- prepare the financial statements on the going concern basis unless it is inappropriate to presume that the Company will continue in operation.

The ACD is responsible for keeping proper accounting records that disclose with reasonable accuracy at any time the financial position of the Company and its Fund and enable it to ensure that the financial statements comply with the applicable SORP and UK GAAP. The ACD is also responsible for the system of internal controls, for safeguarding the assets of the Company and its Fund and for taking reasonable steps for the prevention and detection of fraud and other irregularities.

The Authorised Corporate Director's Report continued

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The Authorised Corporate Director ("ACD") presents herewith the annual long report ("the report") for Partners Group Generations Fund ("the Company") for the year to 31 December 2018.

The Company

The Company is an Investment Company with Variable Capital ("ICVC") under regulation 12 (Authorisation) of the Open-Ended Investment Company Regulations 2001 ("the OEIC Regulations"). The Company is incorporated in England & Wales with registered number IC001047 and was recognised as an authorised OEIC by the FCA on 22 January 2016. The Instrument of Incorporation can be inspected at the office of the ACD.

The company is a Non-UCITS Retail Scheme ("NURS") fund of alternative investment funds ("FAIF"). The company is an Authorised Investment Fund (AIF) for the purposes of AIFMD.

The Company has an "umbrella" structure meaning that it comprises a number of separate Sub-funds holding different portfolios of assets. The Company currently has only one Sub-fund in existence. Further Sub-funds may be made available in due course, as the ACD may decide.

The ACD of the Company is Partners Group (UK) Limited. The ACD is the sole director of the Company and is authorised and regulated by the Financial Conduct Authority.

The TEF Regime

The Partners Group Generations Fund I Sub-fund is a Tax Elected Fund ("TEF").

The broad aim of the TEF regime is to move the point of taxation from an authorised investment fund (AIF) structured as an OEIC to the investors in the fund. This is, broadly, achieved either by virtue of the fund's income being exempt or by treating distributions by the fund of its taxable income to investors as deductible interest paid by the fund. A TEF may, however, have other categories of taxable receipt which remain subject to taxation in the fund.

The ACD conducted the affairs of the Partners Group Generations Fund I Sub-fund in a way which satisfied all of the TEF conditions throughout the accounting period, which allows it to continue to be treated as a TEF. However, no assurance can be given that such conditions will be satisfied at all times in future accounting periods.

Protected Cell

On 21 December 2011, the Open Ended Investment Companies Regulations 2011 (as amended) ("the Regulations") were amended to introduce a Protected Cell Regime for OEICs. Under the Protected Cell Regime, each Sub-fund represents a segregated portfolio of assets and accordingly, the assets of a Sub-fund belong exclusively to that Sub-fund and shall not be used or made available to discharge (directly or indirectly) the liabilities of, or claims against, any other person or body, including any other Sub-funds and shall not be available for such purpose. The shareholders of the Company are not liable for the debts of the Company.

Security Financing Transactions

The Securities Financing Transactions (SFTs) Regulation, as published by the European Securities and Markets Authority, aims to improve the transparency of the securities financing markets. Disclosures regarding exposure to SFTs are required on all report and accounts published after 13 January 2017. For the year to 31 December 2018 and at the balance sheet date, the Partners Group Generations Fund did not engage in SFTs.

Sub-fund cross-holdings

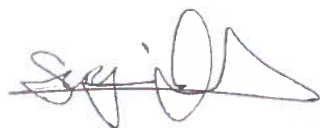
The Company currently has only one Sub-fund in existence therefore there are no cross holdings at the end of the year.

Certification of the Annual Report by the ACD

This report is signed in accordance with the requirement of the COLL sourcebook.



Andrew Campbell
Director



Sergio Jovele
Director

In accordance with COLL 4.5.88R the annual report and the financial statements were approved by the board of directors of the ACD of the Company and authorised for issue on 1 May 2019.

Manager's Report

Investment objective and policy

The Sub-fund provides the opportunity to invest in private market asset classes through a more liquid vehicle than traditional funds investing in private equity, private real estate, private infrastructure or private debt.

The Sub-fund is a fund of alternative investment funds. The Sub-fund's objective is to provide long term capital growth. The Sub-fund aims to provide this via a portfolio comprising:

- transferable securities (including equity, debt and hybrid instruments) predominantly comprising listed infrastructure, listed real estate, listed private equity, opportunistic fixed income/insurance linked, high yield bonds and certain senior loans;
- unregulated collective investment schemes investing in private market investments such as private equity, private real estate, private infrastructure and/or private debt (including senior loans); and
- other instruments and underlying funds as determined by the ACD and permitted by the Sourcebook including warrants, money market instruments, regulated collective schemes, cash and near cash and deposits.

The ACD will determine the asset allocation of the Sub-fund's assets and will direct investments ensuring the proper diversification and spread of investment amongst the Sub-fund. This allocation will be reviewed and, if required, rebalanced regularly. Derivatives and forward transactions will only be used for Efficient Portfolio Management (FX hedging) purposes.

Performance review

Positive performance in 2018

Partners Group Generations Fund I (the "Fund") closed the year on a positive note for B Class Accumulation Shares (+1.6%), P Class Accumulation Shares (+1.2%) as well as the younger J Class Accumulation shares (+2.2%). However, the recently launched I-Acc Class had a negative performance since its launch in August (-0.5%). On a portfolio level, private real estate contributed the most to the positive performance, which was muted by the liquid private market strategy portfolio of the Fund. One of the top performers were Berlin Office, a real estate direct investment, which recorded a substantial positive revaluation in light of total rental income being above their forecast.

Furthermore, Partners Group committed to Project Dante, a portfolio of six Italian shopping centres. The portfolio is more than 95% occupied, with a diversified tenant base and a weighted average lease term above five years. Partners Group consider this investment attractive due to historically stable net operating income levels. Additionally, expected rental income is approximately 80% contracted and hence not dependent on lease renewals, providing downside protection in the event of a lack of liquidity.

Activity review

In general, the full year was characterised by portfolio build-up on the private markets as well as on the listed side. Amongst others, the Fund made use of Partners Group's investment platform and invested a significant share in private equity and private real estate transactions. For example in the first half of 2018 the acquisition of Hearthside Food Solutions, Refresco Group and Botanic Tower were closed. Later in the year, the Fund continued investing in new opportunities. For instance; in September 2018, Partners Group entered into an agreement to acquire and construct stage one of Murra Warra Wind Farm, an under construction wind power project in Victoria, Australia. This private infrastructure project comprises the installation of 61 Senvion 3.7MW turbines with an aggregate capacity of 226MW. Stage one of Murra Warra commenced construction in March 2018 and is expected to be completed by mid-2019. Partners Group acquired the wind farm project from Renewable Energy Systems and Macquarie Capital, which jointly developed Murra Warra and is the same team that Partners Group worked with in constructing Ararat Wind Farm, a 242MW wind power project 180km northwest of Melbourne, Australia. The investment in Murra Warra is expected to

Manager's Report (continued)**Investment outlook****Activity review (continued)**

benefit from stable and high cash flow visibility, given that the majority of the wind farm's power generation capacity has been contracted under long-term power purchase agreements with investment-grade counterparties, including Telstra, Australia's largest telecommunications company and Coca-Cola Amatil, Australia. The project is also expected to benefit from attractive power market fundamentals in Australia as large fleets of old coal plants are expected to retire and gas prices continue to rise on the back of increasing liquefied natural gas exports.

In October, Partners Group invested in the development of a residential and student housing scheme DC Tower located in Vienna, Austria. The building will comprise student accommodation, serviced apartments and community and multi-functional outdoor space. The asset benefits from several transport links, with a subway station directly under the property and close access to two motorway junctions, as well as being in close proximity to an upcoming development offering restaurant and retail options. Additionally, this private real estate investment is in line with Partners Group's relative value strategy to focus on developing affordable and convenient housing for young urban residents in Europe.

In November, Partners Group closed the private equity acquisition of Vishal Mega Mart, one of India's largest value retail brands. Founded in 2002, Vishal is the franchisor of the Vishal Mega Mart brand and wholesale supplier to a franchisee network of over 250 hypermarket stores in India. These stores combine a private label, fast-fashion offering with a variety of general merchandise as well as food and grocery products. Partners Group believes that Vishal offers a unique value proposition to an underserved customer segment and will continue to experience strong industry tailwinds. In addition, Vishal is led by a strong execution focused team and has developed a highly replicable and scalable model offering consumers an aspirational product assortment at compelling value. Going forward, Partners Group will work closely with Vishal to further expand the company's presence, maximize supply chain efficiency and increase product assortment.

The increased private market investment activity can also be observed by looking at the exposure development by asset class. In fact, the exposure to private equity, private real estate and private infrastructure increased from 24% to 36%, 16% to 19% and 2% to 7% respectively. Consequently, the exposure to liquid private markets strategies has significantly decreased from 27% to 18%.

Outlook

In the past year, private equity valuations have risen yet again from an already high base. Partners Group attributes this development to ever-increasing competition from private equity managers, strategic buyers and new market entrants, encouraged by the pursuit for yield while interest rates stay low and by strong debt markets for leveraged buyouts. As Partners Group does not operate in isolation, higher valuations are a reality in the underwriting, especially given the focus on high-quality assets in high-growth segments. In order to mitigate the risk linked to paying competitive prices, Partners Group's strategy is twofold. On the one hand, the approach is to remain selective with a thorough due diligence process, investing in only around 1-3% of the opportunities Partners Group screens. On the other hand, to achieve attractive returns in this environment, private markets investment managers have no choice but to outstand in their value creation capabilities. Therefore, more than ever, Partners Group is focusing on highly entrepreneurial ownership and active value creation.

Consequently, Partners Group is placing even greater emphasis on investment opportunities that offer value creation potential. Moreover, it is essential to remain highly disciplined in the asset selection and focus on sub-sectors of the market that can be expected to achieve superior growth rates. In particular, Partners Group looks at sectors that benefit from global megatrends, such as digital transformation, changing consumer preferences and increased energy efficiency. This is also reflected in Partners Group's view on private real estate. In spite of the near-record pricing for all main property types globally, Partners Group continues to focus on properties and cities benefiting from the transformative trends that will have a lasting impact on traditional real estate and enable superior growth. Similarly, Partners Group keeps focusing on the global trends that should generate attractive private infrastructure investment opportunities. These include the global shift toward clean and more efficient energy, the need for ancillary infrastructure business services and the disruption in traditional energy resource flows as a result of the shale gas revolution in the US.

Partners Group Generations Fund I *continued*Manager's Report (*continued*)

Please note that the following tables are on a look-through basis, investments executed after 31 December 2018 are not considered.

Top 10 Investments

Investment	Type	% of Fund NAV
Project Reach	Secondary	3.1%
Project Cobalt	Secondary	2.7%
GlobalLogic	Direct	2.4%
Hearthside Food Solutions	Direct	2.3%
Techem Metering GmbH	Direct	2.2%
United States Infrastructure Corporation	Direct	1.7%
Project Dante (Italian retail portfolio)	Secondary	1.6%
Spring Education Group	Direct	1.5%
CPA Global	Direct	1.5%
Project Zebra (US Industrial Portfolio)	Secondary	1.5%

Top 10 Debt Investments

Investments		% of Fund NAV
Techem Metering GmbH	Direct	2.2%
Project Dante (Italian retail portfolio)	Secondary	1.6%
JLA, Ltd.	Direct	1.3%
IGM Resins	Direct	1.2%
Project Solid (Scandinavia mixed use)	Secondary	1.2%
Vetcor Professional Practices LLC	Direct	1.1%
UK Light Industrial Portfolio	Direct	1.1%
Prometric	Direct	1.0%
Motor Fuel Group	Direct	0.8%
Goldenes Haus Frankfurt	Direct	0.8%

Portfolio Exposure by Industries

Investments	% of value of investments
Financials	28%
Information technology	14%
Consumer discretionary	13%
Industrials	10%
Utilities	10%
Healthcare	8%
Consumer staples	7%
Materials	5%
Energy	3%
Telecommunication services	2%

Partners Group Generations Fund I continued**Manager's Report (continued)****Portfolio Exposure by Countries**

Country	% of Fund NAV
United States of America	41%
United Kingdom	13%
Germany	6%
France	6%
Netherlands	4%
China	4%
Italy	4%
Belgium	3%
Sweden	2%
Other (Including cash and listed)	17%

Currency Exposure (including hedging)***B Class Accumulation Shares - Currency**

USD	2%
EUR	1%
GBP	88%
CAD	2%
NOK	1%
SEK	2%
Other	4%

P Class Accumulation Shares - Currency

USD	2%
EUR	1%
GBP	88%
CAD	2%
NOK	1%
SEK	2%
Other	4%

J Class Accumulation Shares - Currency

USD	2%
EUR	1%
GBP	88%
CAD	2%
NOK	1%
SEK	2%
Other	4%

Partners Group Generations Fund I *continued*

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Manager's Report continued**Currency Exposure (including hedging)* *continued*****I Class Accumulation Shares****

USD	2%
EUR	1%
GBP	88%
CAD	2%
NOK	1%
SEK	2%
Other	4%

*Estimated on a look through basis

**I Accumulation Shares launched on 2 August 2018.

Current Leverage**B Class Accumulation Shares - Currency**

Leverage as calculated under the gross method	166.3%
Leverage as calculated under the commitment method	100.0%
Percentage of assets subject to special arrangements arising from their illiquid nature	0.0%

Partners Group Generations Fund I continued

Manager's Report continued

The table below shows the largest purchases and sales for the year:

Purchases	£	Sales	£
Partners Group Generations S.A., SICAV-SIF - Private Markets (GBP) Fund*	48,000,000	Eurocommercial SIG Combibloc 7.75% 15/2/2023	1,361,437 897,109
Partners Group Global Senior Loan Master SICAV 'P' (USD) Fund*	29,149,364	Veolia Environnement Kinnevik	763,463 700,733
Partners Group Generations S.A., SICAV-SIF - Loan Access Fund*	16,821,664	Mid-America Apartment Communities	670,695
Partners Group Generations (GBP) IC Limited*	12,750,000	Castellum Atlantia	583,567 534,706
Partners Group Generations (USD) IC Limited*	3,658,043	Sempra Energy	442,032
Partners Group Generations (EUR) IC Limited*	2,725,307	Apollo Global Management 'A'	433,474
Wind Tre 2.75% FRN 20/1/2024	1,625,296	Enbridge	430,855
Vinci	1,572,218		
Atlantia	1,383,429		
TeamSystem 4% FRN 15/4/2023	1,259,169		

*Related party investment.

Fund Information

Launch date

3 May 2016

Accounting dates

30 June (Interim)

31 December (Final)

Income allocation dates

31 August (Interim)

30 April (Final)

Synthetic Risk and Reward Indicator (SRRI)

The Risk and Reward Indicator below demonstrates in a standard format where the Sub-fund ranks in terms of its potential risk and reward. It is based on simulated historical performance data, may change over time and may not be a reliable indication of the future risk profile of the Sub-fund. The shaded area in the table below shows the Sub-fund's ranking. The higher the rank the greater the potential reward but the greater the risk of losing money.



The Sub-fund is in the above risk category because it invests in less liquid private markets as well as opportunistic fixed income. The category shown is not guaranteed to remain unchanged and may shift over time. The risk and reward profile above is calculated by the ACD on a scale of 1-7 using standard calculations based on simulated historic volatility of the Sub-fund. The lowest category does not mean a Sub-fund is a risk free investment. The Sub-fund is subject to different risks which are not included in the risk reward indicator calculation.

Partners Group Generations Fund I continued

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Comparative Tables

B Class Accumulation Shares	01/01/2018 to 31/12/2018 (pence per share)	01/01/2017 to 31/12/2017 (pence per share)	03/05/2016 to 31/12/2016* (pence per share)
Change in net assets per share			
Opening net asset value per share	119.54	108.24	100.00
Return before operating charges*	4.85	13.62	9.81
Operating charges	(1.89)	(2.32)	(1.57)
Return after operating charges	2.96	11.30	8.24
Distributions	0.00	0.00	0.00
Retained distributions on accumulation shares	0.00	0.00	0.00
Closing net asset value per share	122.50	119.54	108.24
*After direct transaction costs of	(0.03)	(0.05)	(0.03)
Performance			
Return after charges	2.48%	10.44%	8.24%
Other information			
Closing net asset value (£)	28,921,818	28,224,570	18,168,224
Closing number of shares	23,610,387	23,610,387	16,784,822
Operating charges**	1.57%	2.04%	2.25%
Direct transaction costs*	0.03%	0.04%	0.03%
Performance fee	0.60%	0.59%	0.40%
Prices			
Highest share price	122.90	119.30	107.80
Lowest share price	117.50	107.20	99.50

*Direct transaction costs comprise commission and taxes, principally applicable to equity investment purchases and sales. Shareholders should note that additionally there are other transaction costs such as dealing spread and underlying costs with regard to Collective Investment Scheme holdings which will also have reduced the sub-fund and share class returns before operating charges.

**The Operating Charges figure represents the annual operating expenses of the share class expressed as a percentage of average net assets for the year. The Operating Charges figure includes the Manager's periodic charge and all charges which are deducted directly from the sub-fund. The Operating Charges figure is expressed as an annual percentage rate.

+ B Class Accumulation Shares launched on 3 May 2016.

The closing net asset values per share, for 31 December 2017 and 31 December 2016, are higher than the highest published share price due to period end accounting adjustments.

Partners Group Generations Fund I continued

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Comparative Tables continued

P Class Accumulation Shares	01/01/2018 to 31/12/2018 (pence per share)	01/01/2017 to 31/12/2017 (pence per share)	05/12/2016 to 31/12/2016* (pence per share)
Change in net assets per share			
Opening net asset value per share	111.82	101.22	100.00
Return before operating charges*	4.05	12.76	1.39
Operating charges	(1.71)	(2.16)	(0.17)
Return after operating charges	2.34	10.60	1.22
Distributions	0.00	0.00	0.00
Retained distributions on accumulation shares	0.00	0.00	0.00
Closing net asset value per share	114.16	111.82	101.22
*After direct transaction costs of	(0.02)	(0.04)	(0.03)
Performance			
Return after charges	2.09%	10.47%	1.22%
Other information			
Closing net asset value (£)	77,074,962	36,002,874	6,478,702
Closing number of shares	67,517,414	32,198,002	6,400,331
Operating charges**	1.52%	2.03%	2.25%
Direct transaction costs*	0.03%	0.04%	0.03%
Performance fee	0.99%	0.59%	0.05%
Prices			
Highest share price	114.60	111.60	100.80
Lowest share price	109.90	100.20	99.70

*Direct transaction costs comprise commission and taxes, principally applicable to equity investment purchases and sales. Shareholders should note that additionally there are other transaction costs such as dealing spread and underlying costs with regard to Collective Investment Scheme holdings which will also have reduced the sub-fund and share class returns before operating charges.

**The Operating Charges figure represents the annual operating expenses of the share class expressed as a percentage of average net assets for the year. The Operating Charges figure includes the Manager's periodic charge and all charges which are deducted directly from the sub-fund. The Operating Charges figure is expressed as an annual percentage rate.

+P Class Accumulation Shares launched on 5 December 2016.

The closing net asset values per share, for 31 December 2017 and 31 December 2016, are higher than the highest published share price due to period end accounting adjustments.

Partners Group Generations Fund I continued

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Comparative Tables continued

J Class Accumulation Shares	01/01/2018 to 31/12/2018 (pence per share)	13/11/2017 to 31/12/2017* (pence per share)
Change in net assets per share		
Opening net asset value per share	100.81	100.00
Return before operating charges*	4.94	1.11
Operating charges	(1.82)	(0.30)
Return after operating charges	3.12	0.81
Distributions	0.00	0.00
Retained distributions on accumulation shares	0.00	0.00
Closing net asset value per share	103.93	100.81
*After direct transaction costs of	(0.02)	(0.01)
Performance		
Return after charges	3.09%	0.81%
Other information		
Closing net asset value (£)	161,571,845	45,352,850
Closing number of shares	155,463,892	44,990,010
Operating charges**	1.79%	2.21%
Direct transaction costs*	0.03%	0.31%
Performance fee	—	—
Prices		
Highest share price	104.10	100.60
Lowest share price	99.06	99.64

*Direct transaction costs comprise commission and taxes, principally applicable to equity investment purchases and sales. Shareholders should note that additionally there are other transaction costs such as dealing spread and underlying costs with regard to Collective Investment Scheme holdings which will also have reduced the sub-fund and share class returns before operating charges.

**The Operating Charges figure represents the annual operating expenses of the share class expressed as a percentage of average net assets for the year. The Operating Charges figure includes the Manager's periodic charge and all charges which are deducted directly from the sub-fund. The Operating Charges figure is expressed as an annual percentage rate.

+J Class Accumulation Shares launched on 13 November 2017.

The closing net asset value per share, for 31 December 2017 is higher than the highest published share price due to a period end accounting adjustment.

Partners Group Generations Fund I continued

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Comparative Tables continued

I Class Accumulation Shares	02/08/2018 to 31/12/2018* (pence per share)
Change in net assets per share	
Opening net asset value per share	100.00
Return before operating charges*	1.38
Operating charges	(0.83)
Return after operating charges	0.55
Distributions	0.00
Retained distributions on accumulation shares	0.00
Closing net asset value per share	100.55
*After direct transaction costs of	(0.01)
Performance	
Return after charges	0.55%
Other information	
Closing net asset value (£)	8,009,360
Closing number of shares	7,965,716
Operating charges**	2.00%
Direct transaction costs*	0.04%
Performance fee	—
Prices	
Highest share price	100.90
Lowest share price	99.17

*Direct transaction costs comprise commission and taxes, principally applicable to equity investment purchases and sales. Shareholders should note that additionally there are other transaction costs such as dealing spread and underlying costs with regard to Collective Investment Scheme holdings which will also have reduced the sub-fund and share class returns before operating charges.

**The Operating Charges figure represents the annual operating expenses of the share class expressed as a percentage of average net assets for the year. The Operating Charges figure includes the Manager's periodic charge and all charges which are deducted directly from the sub-fund. The Operating Charges figure is expressed as an annual percentage rate.

+I Class Accumulation Shares launched on 2 August 2018.

Partners Group Generations Fund I continued

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Portfolio Statement
as at 31 December 2018

Investment	Currency	Holding	Market Value (£)	Total Net Assets (%)
Transferable securities admitted to an official stock exchange				
Corporate Bonds 5.26% (2017 - 8.92%)				
Arrow Global Finance 5.125% 15/9/2024	GBP	500,000	446,875	0.16
Crayon 6.56% FRN 06/4/2020	NOK	6,750,000	624,845	0.23
GLX AS 6.53% FRN 08/12/2023	NOK	8,500,000	770,741	0.28
HCA 5.875% 01/5/2023	USD	1,080,000	858,590	0.31
Inmarsat Finance 6.5% 01/10/2024	USD	1,800,000	1,321,451	0.48
Læringsverkstedet 5.20% FRN 01/6/2022	NOK	8,500,000	757,199	0.27
ML 5.5% 27/12/2021	NOK	9,000,000	828,320	0.30
MPT Operating Partnership 5.5% 01/5/2024	USD	1,895,000	1,480,469	0.54
Picard 3% FRN 30/11/2023	EUR	2,130,000	1,783,954	0.65
SoftBank 6% 30/7/2025	USD	1,100,000	850,479	0.31
TeamSystem 4% FRN 15/4/2023	EUR	1,420,000	1,266,605	0.46
Virgin Media Receivables Financing				
Notes I DAC 5.5% 15/9/2024	GBP	1,960,000	1,876,700	0.68
Wind Tre 2.75% FRN 20/1/2024	EUR	2,045,000	1,638,111	0.59
			14,504,339	5.26
Equities 15.90% (2017 - 20.23%)				
Ackermans & Van Haaren	EUR	2,500	295,530	0.11
Aena	EUR	11,860	1,445,108	0.52
Aeroports de Paris	EUR	4,000	594,202	0.22
American Water Works	USD	28,400	2,024,080	0.73
APA	AUD	183,806	862,591	0.31
Apollo Global Management 'A'	USD	17,500	337,194	0.12
Ares Capital	USD	84,747	1,037,379	0.38
Ares Management	USD	36,000	501,445	0.18
Atlantia	EUR	68,091	1,104,393	0.40
Atmos Energy	USD	25,278	1,840,276	0.67
Brookfield Infrastructure Partners	USD	41,982	1,137,891	0.41
Carlyle	USD	35,000	432,828	0.16
Castellum	SEK	83,255	1,205,889	0.44
Cellnex Telecom	EUR	49,600	993,246	0.36
CK Infrastructure	HKD	172,000	1,022,880	0.37
Crown Castle International	USD	22,400	1,910,754	0.69
Edison International	USD	21,974	978,961	0.36
Enbridge	CAD	63,616	1,548,800	0.56
Eurazeo	EUR	7,538	418,139	0.15
Eutelsat Communications	EUR	57,100	881,793	0.32
Ferrovial	EUR	58,300	925,966	0.34
Flughafen Zuerich	CHF	7,377	954,221	0.35
Fortis	CAD	36,600	955,661	0.35
Gimv	EUR	22,100	927,363	0.34
Intermediate Capital	GBP	79,000	737,465	0.27
Investor 'B'	SEK	28,505	945,156	0.34
Italgas	EUR	238,000	1,065,990	0.39
KKR	USD	37,400	576,446	0.21
Link REIT	HKD	119,500	950,348	0.34
Mid-America Apartment Communities	USD	10,410	781,976	0.28
National Grid	GBP	192,926	1,474,340	0.53
New Mountain Finance	USD	59,722	591,312	0.21
Onex	CAD	10,200	434,094	0.16
Partners	CHF	1,920	909,916	0.33
Republic Services	USD	10,600	600,078	0.22
Sofina	EUR	1,650	243,775	0.09

Partners Group Generations Fund I continued

Portfolio Statement continued
as at 31 December 2018

Investment	Currency	Holding	Market Value (£)	Total Net Assets (%)
Equities (continued)				
Solar Capital	USD	38,117	576,125	0.21
STAG Industrial	USD	26,674	521,081	0.19
Terna	EUR	159,000	706,159	0.26
TransCanada	CAD	27,800	777,665	0.28
Two Harbors Investment	USD	49,721	501,660	0.18
Unibail-Rodamco-Westfield	EUR	5,354	650,688	0.24
Union Pacific	USD	19,400	2,104,967	0.76
Veolia Environnement	EUR	57,089	916,212	0.33
Vinci	EUR	30,300	1,958,716	0.71
Vonovia	EUR	22,789	814,317	0.30
Wendel	EUR	6,700	625,438	0.23
			43,800,514	15.90
Fund Investments 71.64% (2017 - 60.43%)				
BBGI	GBP	1,269,000	1,966,950	0.71
HG Capital Investment Trust	GBP	50,700	904,995	0.33
ICG Enterprise Trust	GBP	86,000	688,000	0.25
Partners Group Generations (EUR)				
IC Limited ¹	EUR	5,908,715	12,047,687	4.37
Partners Group Generations (GBP)				
IC Limited ¹	GBP	10,740,146	15,984,145	5.80
Partners Group Generations (USD)				
IC Limited ¹	USD	10,133,746	13,019,666	4.72
Partners Group Generations S.A., SICAV-SIF - Loan Access Fund ¹	USD	4,236,594	35,569,670	12.91
Partners Group Generations S.A., SICAV-SIF - Private Markets (GBP) Fund ¹	GBP	6,004,761	88,208,456	32.01
Partners Group Global Senior Loan Master SICAV 'P' (USD) Fund ¹	USD	37,025	29,039,583	10.54
			197,429,152	71.64
Derivatives				
Forward Currency Contracts (0.18%) (2017 - 0.19%)				
Buy GBP-58,770,002 / Sell EUR-65,100,000	GBP	58,770,002	175,632	0.06
Buy GBP-52,445,383 / Sell USD-67,200,000	GBP	52,445,383	(190,107)	(0.07)
Buy GBP-52,353,693 / Sell USD-67,100,000	GBP	52,353,693	(203,471)	(0.07)
Buy GBP-12,506,762 / Sell USD-16,300,000	GBP	12,506,762	(277,488)	(0.10)
Buy GBP-3,997,689 / Sell USD-5,100,000	GBP	3,997,689	3,031	—
			(492,403)	(0.18)
Portfolio of Investments			255,241,602	92.62
Net current assets			20,336,383	7.38
Total Net Assets			275,577,985	100.00

¹Related party investments which are unlisted securities.

Unless otherwise indicated, the holdings in the Portfolio Statement represent the ordinary shares, ordinary stock units, common shares or debt securities of the relevant companies or issuers, which are listed on an eligible securities market.

Financial Statements**Statement of total return**

for the year 1 January 2018 to 31 December 2018

	Notes	01/01/2018 to 31/12/2018		01/01/2017 to 31/12/2017	
		£	£	£	£
Income					
Net capital gains	2		7,165,789		5,151,236
Revenue	3	2,825,728		698,225	
Expenses	4	(3,608,535)		(1,130,135)	
Interest payable and similar charges	6	(2,582)		(1,721)	
Net expense before taxation		(785,389)		(433,631)	
Taxation	5	(164,391)		28,296	
Net expense after taxation			(949,780)		(405,335)
Total return before distributions			6,216,009		4,745,901
Distributions	7		—		—
Change in net assets attributable to shareholders from investment activities			6,216,009		4,745,901

Statement of change in net assets attributable to shareholders

for the year 1 January 2018 to 31 December 2018

		01/01/2018 to 31/12/2018		01/01/2017 to 31/12/2017	
		£	£	£	£
Opening net assets attributable to shareholders			109,580,294		24,646,926
Amounts receivable on issue of shares	160,873,385			83,237,466	
Amounts payable on cancellation of shares	(1,091,703)			(3,052,801)	
			159,781,682		80,184,665
Dilution adjustment			—		2,802
Change in net assets attributable to shareholders from investment activities			6,216,009		4,745,901
Closing net assets attributable to shareholders			275,577,985		109,580,294

Partners Group Generations Fund I continued

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Financial Statements continued

Balance sheet

as at 31 December 2018

	Notes	31/12/2018 £	31/12/2017 £
Assets			
Fixed assets			
Investment assets		255,912,668	98,522,603
Current assets			
Debtors	8	405,662	551,000
Cash and bank balances	9	22,524,796	11,399,442
Total assets		278,843,126	110,473,045
Liabilities			
Investment liabilities		(671,066)	(154,921)
Creditors			
Creditors	10	(2,594,075)	(737,830)
Total liabilities		(3,265,141)	(892,751)
Net assets attributable to shareholders		275,577,985	109,580,294



Andrew Campbell
Director



Sergio Jovele
Director

Partners Group Generations Fund I continued

Financial Statements continued

Cash flow statement

for the year 1 January 2018 to 31 December 2018

	Notes	01/01/2018 to 31/12/2018		01/01/2017 to 31/12/2017	
		£	£	£	£
Cash flows from operating activities	17				
Net cash flow from operating activities			(5,070,062)		1,043,572
Cash flows from investing activities					
Payments to acquire investments		(152,362,325)		(78,615,461)	
Receipts from sales of investments		8,862,460		4,728,401	
			(143,499,865)		(73,887,060)
Cash flows from financing activities					
Servicing of finance:					
Bank interest		(2,582)		(1,721)	
Financing:					
Amounts received on issue of shares		160,789,566		83,937,466	
Amounts paid on cancellation of shares		(1,091,703)		(3,052,801)	
Dilution adjustment		—		2,802	
			159,695,281		80,885,746
Net increase in cash in the year	18		11,125,354		8,042,258

Notes to the Financial Statements

as at 31 December 2018

1 (a) Accounting policies**Basis of accounting**

The financial statements have been prepared on a going concern basis in accordance with United Kingdom Generally Accepted Accounting Practice (UK GAAP) and the Statement of Recommended Practice 'Financial Statements of UK Authorised Funds' issued by the Investment Management Association (now known as The Investment Association) in May 2014 (the "SORP").

Valuation of investments

The valuation of the Sub-fund's listed investments is based on the bid-market prices at the closing valuation point on the last day of the accounting period in accordance with the provisions of the Prospectus.

Investments in other collective investment schemes (CIS), managed by the ACD or associate of the ACD are valued at the cancellation price for dual priced Funds and at the single price for single priced Funds. Valuations take into account any agreed rate of redemption charge.

Revenue

Interest on bank deposits is recognised on an accrual basis.

Dividends including withholding tax from overseas authorities are treated as receivable on the date on which the security is quoted ex-dividend where the amounts can be reasonably determined.

Revenue from debt securities is accounted for on an effective interest basis, so that any premium or discount in the purchase price is amortised over the remaining life of the security.

The effective interest method is a method of calculating the amortised cost of a financial asset or financial liability and of allocating the interest income or interest expense over the relevant period. The effective interest rate is the rate that exactly discounts estimated future cash payments or receipts through the expected life of the financial instrument or, when appropriate, a shorter period to the net carrying amount of the financial asset or financial liability.

All distributions from Collective Investment Schemes, including Private Market Investments are recognised when the securities are quoted ex-dividend. All distributions from holdings in Collective Investment Schemes are treated as revenue with the exception of the equalisation element, which is treated as capital.

Equalisation received by the Sub-fund on distributions made by its investments is offset against the cost of the relevant investment.

Expenses

Expenses are recognised on an accruals basis and are charged against the income account except for costs associated with the purchase and sale of investments, which are allocated to the capital of the Sub-fund.

In addition to the Management Fee, the ACD is entitled, at its discretion, to a performance fee payable by the Sub-fund (the "Performance Fee").

The Performance Fee will be calculated and crystallized on each Dealing Day, subject to the Sub-fund Charge Cap, with the Net Asset Value adjusted accordingly to reflect the amount of Performance Fee payable to the ACD and will be payable annually (as of last day of period). The Performance Fee will be calculated in relation to each Sub-fund and Class of Shares separately.

The Performance Fee will be equal to 10% of the daily performance amount subject to the share class charge cap of 2.25% per annum on the B Class Accumulation Shares and the P Class Accumulation Shares.

The ACD will only be entitled to be paid a Performance Fee if the Gross Asset Value per Share is greater than the Base Asset Value per Share. Since the Base Asset Value per Share must be exceeded for a Performance Fee to be payable, no Performance Fee will be paid where the NAV has performed flat or negatively.

The Performance Fee is calculated on the basis of the Net Asset Value per Share and therefore will be based on net realised and net unrealised gains and losses. As a result, Performance Fees may be paid on unrealised gains which may subsequently not be realised.

Notes to the Financial Statements continued**1 (a) Accounting policies** continued**Expenses** continued

The Performance Fee payable to the ACD may be reduced to the extent required so that all applicable fees and charges payable by the Sub-fund do not exceed the share class charge cap of 2.25% per annum for B Class Accumulation Shares and P Class Accumulation Shares.

A share class charge cap of 1.95% is applicable to I Class Accumulation Shares and J Class Accumulation Shares. No Performance fee is charged to the I Class Accumulation Shares or J Class Accumulation Shares.

The following is key terminology relating to the performance fee;

Where:

"Daily Performance Amount per Share" means an amount equal to the greater of (i) 0, and (ii) the Gross Asset Value per Share minus the Base Asset Value per Share provided that the Gross Asset Value per Share exceeds the highest Net Asset Value per Share previously reached in the respective year;

"Daily Performance Amount" means (i) the Daily Performance Amount per Share times (ii) the number of Shares in issue on such Dealing Day (before adding Shares to be issued and deducting Share to be redeemed, respectively, as of such Dealing Day);

"Gross Asset Value per Share" means the Net Asset Value per Share (before deduction for any Performance Fee on such Dealing Day);

"Base Asset Value per Share" means the greater of (i) the Net Asset Value per Share at the time of the first issue of Shares of the Sub-fund (i.e. its launch price), and (ii) the High Watermark;

"High Watermark" means the Net Asset Value per Share (after deduction for any Performance Fee) as of such Dealing Day when a Performance Fee was paid last time, provided that the High Watermark may be adjusted at year end to take into account the reduction of the amount of Performance Fee paid due to the Sub-fund Charge Cap.

Allocation of income and expenses to multiple share classes

The allocation of income and expenses to each share class is based on the proportion of the Sub-fund's assets attributable to each share class on the day the income is earned or the expense is incurred. The ACD's periodic charge and general administration charge are allocated on a share class specific basis.

Taxation

The Sub-fund is subject to corporation tax at 20%, however, the Sub-fund operates under the Tax Elected Fund regime, and therefore the Sub-fund can make distributions divided between dividend distributions and non-dividend distributions. There were no dividend distributions or non-dividend distribution made for this accounting year and no corporation tax liability arose.

Exchange rates

Transactions in foreign currencies are translated into sterling at the rate of exchange ruling on the date of the transaction. Investments and other assets and liabilities denominated in foreign currencies are translated into sterling at the exchange rates applicable at the closing valuation point on the last day of the accounting period.

1 (b) Distribution policies

The Sub-fund's net revenue available for distribution at the end of each distribution period will be paid as a TEF distribution, split between a dividend and non-dividend element. Should the expenses of the Sub-fund (including taxation) exceed the revenue account of the Sub-fund, there will be no distribution and at the end of the financial period the shortfall will be met by the capital account of the Sub-fund. Any revenue attributable to accumulation shareholders is retained within the Sub-fund at the end of the distribution period and represents a reinvestment of revenue on behalf of the accumulation shareholders. The policy of each Sub-fund is to make an interim and a final distribution in each financial period.

Partners Group Generations Fund I continued

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Notes to the Financial Statements continued

2 Net capital gains

	01/01/2018 to 31/12/2018 £	01/01/2017 to 31/12/2017 £
Non derivative securities	14,119,237	3,763,000
Forward currency contracts	(6,408,653)	1,656,556
Foreign currency	(534,749)	(254,976)
Custodian transaction charges	(10,046)	(13,344)
Net capital gains	7,165,789	5,151,236

Net gains listed above of £7,175,835 comprise net realised losses of £(6,331,035) and net unrealised gains of £13,506,870 (31/12/17: Net gains listed above of £5,164,580 comprise net realised gains of £1,548,330 and net unrealised gains of £3,616,250).

3 Revenue

	01/01/2018 to 31/12/2018 £	01/01/2017 to 31/12/2017 £
Equalisation income	557,585	83,428
Interest from UK bank deposits	6,124	50
Interest from Overseas debt securities	563,895	127,622
Interest from UK debt securities	105,814	83,381
Non-taxable overseas dividends	1,272,578	298,549
Non-US Overseas REIT dividends	15,779	22,001
Taxable overseas dividends	44,062	17,249
UK dividends	99,436	29,124
US REIT dividends	160,455	36,821
Total revenue	2,825,728	698,225

Partners Group Generations Fund I continued

Notes to the Financial Statements continued

4 Expenses

	01/01/2018 to 31/12/2018 £	01/01/2017 to 31/12/2017 £
Payable to the Authorised Corporate Director, associates of the Authorised Corporate Director and agents of either of them:		
Authorised Corporate Director's periodic charge	2,499,717	634,382
Performance fee*	666,198	264,068
Expenses refundable by the Authorised Corporate Director	24,868	(393,629)
	3,190,783	504,821
Payable to the Depositary, associates of the Depositary and agents of either of them:		
Depositary's fee	48,354	16,301
Other expenses		
Administration charges	72,119	30,801
Audit fee**	62,217	54,661
Legal and professional fees	78,590	399,883
Registration fees	89,656	36,000
Safe custody fees	45,628	46,338
Set up costs	21,188	21,188
Sundry fees	—	20,142
	369,398	609,013
Total expenses	3,608,535	1,130,135

*The Performance fee payable to the ACD may be reduced to the extent required so that all applicable fees and charges payable by the Sub-fund do not exceed the share class charge cap of 2.25% on B Class Accumulation Shares and P Class Accumulation Shares and a share class charge cap of 1.95% on I Class Accumulation Shares and J Class Accumulation Shares.

The high watermark of the B Class Accumulation Share class was £121.20 at the year end date 31 December 2018 (31/12/2017: £1.08). The high watermark of the P Class Accumulation Share class was £112.94 at the year end date 31 December 2018 (31/12/2017: £1.01). The high watermark will only be adjusted for after payout.

**Audit fee is £48,770 (31/12/2017: £46,865) plus VAT.

Notes to the Financial Statements continued

5 Taxation

	01/01/2018 to 31/12/2018 £	01/01/2017 to 31/12/2017 £
(a) Analysis of charge/(credit) in year		
Overseas tax	164,391	49,069
Deferred tax	—	(77,365)
Total tax charge/(credit) for the year (see note 5(b and c))	164,391	(28,296)
Corporation tax has been provided at a rate of 20%.		
(b) Factors affecting current tax charge/(credit) for the year		
Net expense before taxation	(785,389)	(433,631)
Corporation tax at 20% (31/12/2017 20%)	(157,078)	(86,726)
Effects of:		
Double taxation relief	—	496
Expenses not deductible for tax purposes	—	79,976
Movement in unrecognised tax losses	437,514	79,120
Prior year adjustment to tax losses	660	39,599
Revenue not subject to tax	(274,403)	(69,935)
Overseas tax	164,391	49,069
Relief on overseas tax	(6,693)	(3,096)
Corporation tax on offshore fund gains	—	(116,799)
Total tax charge/(credit) for the year (see note 5(a))	164,391	(28,296)

(c) Analysis of deferred taxation

Deferred tax at the start of the year	—	77,365
Deferred tax charge (see note 5(a))	—	(77,365)

Deferred tax at the end of the year

—

Tax losses of £2,781,163 (31/12/2017: £593,595) charged against revenue have been utilised to reduce the Sub-fund's deferred tax provision charged against capital. They have been carried forward until the future taxable profits in the form of offshore fund gains are realised.

6 Interest payable and similar charges

	01/01/2018 to 31/12/2018 £	01/01/2017 to 31/12/2017 £
Interest	2,582	1,721
Total interest payable for the year	2,582	1,721

Partners Group Generations Fund I continued

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Notes to the Financial Statements continued

7 Distributions

	01/01/2018 to 31/12/2018 £	01/01/2017 to 31/12/2017 £
Final distribution	—	—
Distributions for the year	—	—
The distributable amount has been calculated as follows:		
Net expense after taxation for the year	(949,780)	(405,335)
Amounts received on issue of shares	(622,177)	—
Amounts paid on cancellation of shares	66,307	—
Shortfall of income taken to capital	1,505,650	522,134
Tax on capital items	—	(116,799)
Net distribution for the year	—	—

Tax losses have been offset against corporation tax on offshore fund gains.

8 Debtors

	31/12/2018 £	31/12/2017 £
Accrued revenue	246,143	128,584
Accrued expenses refundable by the Authorised Corporate Director	—	393,629
Amounts receivable on issue of shares	83,819	—
Overseas withholding tax	75,700	21,509
Prepaid expenses	—	7,278
Total debtors	405,662	551,000

9 Cash, Bank Balances & Cash Equivalents

	31/12/2018 £	31/12/2017 £
Amount held at futures clearing houses and brokers	1,998,324	—
Cash held at bank	20,526,472	11,399,442
Total	22,524,796	11,399,442

10 Creditors & Provisions for liabilities

	31/12/2018 £	31/12/2017 £
Creditors		
Accrued expenses	2,594,075	704,460
Purchases awaiting settlement	—	33,370
Total	2,594,075	737,830
Provisions for liabilities		
Deferred tax provision	—	—

Notes to the Financial Statements continued**11 Contingent liabilities**

There were no contingent liabilities at the Balance Sheet date.

12 Related party transactions

The ACD is a related party and is regarded as a controlling party by virtue of having the ability to act in respect of the operation of the Sub-fund.

The ACD acts as principal in respect of all transactions of the shares in the Sub-fund. The aggregate monies received through issues and paid on cancellations are disclosed in the Statement of Change in Net Assets Attributable to Shareholders. Any amounts due to or from the ACD at the year end are disclosed within debtors and creditors.

Amounts payable to the ACD in respect of periodic charge and performance fee are disclosed within expenses and amounts due at the year end are disclosed within creditors. Amounts payable to the ACD as at 31 December 2018 for periodic charges are £1,384,751 (31/12/2017: £273,709) and performance fees £992,980 (31/12/2017: £326,782). Amounts payable to the ACD as at 31 December 2018 are £30,338 (31/12/2017: Amounts refundable by the ACD £393,629).

Details of related party investments are disclosed within the portfolio statement.

13 Financial instruments

In pursuing its investment objective and investment policy, the Sub-fund holds a number of financial instruments.

These may comprise:

- Shares or units in United Kingdom or offshore equities, bonds or collective investment schemes. These are held in accordance with the Sub-funds' investment policies;
- Cash, liquid resources and short term debtors and creditors that arise directly from its operation;
- Short term borrowings used to finance operational cash flows;
- The use of forwards for the purposes of Efficient Portfolio Management.

The main risks arising from the financial instruments are market price (including "emerging markets price risk"), foreign currency, interest rate, liquidity and counterparty credit risk. The ACD reviews the policies for managing each of these risks and they are summarised below.

These policies have remained unchanged since the beginning of the year to which these financial statements relate.

Market price risk

Market price risk is the risk that the Sub-fund might suffer potential loss through holding market positions in the face of price movements. It arises mainly due to uncertainty about future prices of financial instruments held.

It represents the potential loss a Sub-fund may suffer through holding market positions in the face of market movements and changes in exchange rates. Market risk is the risk that changes in interest rates, foreign exchange rates or equity and commodity prices will make an instrument less valuable or more onerous.

The Sub-fund's investment portfolio is monitored by the ACD in pursuance of its investment objective and policy as set out in the prospectus.

The Sub-fund's market risk is managed by the Investment Manager within a rigorous risk management framework. The Sub-fund invests in a wide range of securities and uses a mixture of qualitative and quantitative techniques to achieve the objective of the Sub-fund.

There is, however, no assurance that this objective will be achieved as the value of investments may fall as well as rise and investors may not recoup the original amount invested.

Notes to the Financial Statements continued

13 Financial instruments continued

Market price risk continued

The difference at any one time between the cost of subscribing for shares and the amount received on redeeming shares means that any investment in any Sub-fund should be viewed as a medium to long-term investment.

Market risk is controlled and monitored through the application of pre-agreed portfolio control ranges which cover asset allocation, duration, yield curve and liquidity. The Investment Manager will use historic data to measure market risk, which is controlled relative to the benchmark.

Private Equity Risk

The Sub-fund invests in private equities which are often illiquid long-term investments that do not display the liquidity or transparency characteristics often found in other investments (e.g. listed securities). Certain investments are valued on the basis of estimated prices and therefore subject to potentially greater pricing uncertainties than listed securities.

The Sub-fund's portfolio of investments includes unregulated collective investment schemes investing in private market investments such as private equity, private real estate, private infrastructure and/or private debt (including senior loans). The ACD will determine the asset allocation of the Sub-fund's assets and will direct investments ensuring the proper diversification and spread of investment amongst the Sub-fund. This allocation will be reviewed and, if required, rebalanced regularly.

The Sub-fund expects that any or all of the Private Market Funds in which it invests may have highly concentrated portfolios, control and non-control positions and illiquid investments.

Currency risk

Currency risk is the risk that the revenue and net asset value of the Sub-fund may be adversely affected by movements in foreign exchange rates. The revenue and capital value of the Sub-fund's investments can be significantly affected by currency movements as some of the assets and income are denominated in currencies other than sterling, which is the Company's functional currency.

Currency exposure is monitored and is considered to be part of the overall investment process.

The Sub-fund may receive income in currencies other than sterling, and the sterling value of this income can be affected by movements in exchange rates.

Partners Group Generations Fund I continued

Notes to the Financial Statements continued

13 Financial instruments continued

Currency Exposure Profile

The currency exposure profile of the Sub-fund's financial assets and liabilities at 31 December 2018 was as follows:

31 December 2018	Net Current Assets/(liabilities)		Total £
	Monetary exposure £	Non-monetary exposure £	
Currency			
Australian dollars	894,237	—	894,237
Canadian dollars	4,274,330	—	4,274,330
Euro	31,558,700	(58,594,370)	(27,035,670)
Hong Kong dollars	2,020,261	—	2,020,261
Japanese yen	1,431	—	1,431
Norwegian krone	3,042,827	—	3,042,827
Singapore dollars	5,761	—	5,761
Swedish krona	2,190,541	—	2,190,541
Swiss francs	2,168,837	—	2,168,837
US dollars	98,982,716	(121,971,562)	(22,988,846)
Total	145,139,641	(180,565,932)	(35,426,291)

The currency exposure profile of the Sub-fund's financial assets and liabilities at 31 December 2017 was as follows:

31 December 2017	Net Current Assets/(liabilities)		Total £
	Monetary exposure £	Non-monetary exposure £	
Currency			
Australian dollars	395,590	—	395,590
Canadian dollars	2,320,445	—	2,320,445
Euro	17,617,483	(23,040,765)	(5,423,282)
Hong Kong dollars	414,766	—	414,766
Norwegian krone	2,800,632	(1,969,487)	831,145
Swedish krona	1,760,287	—	1,760,287
Swiss francs	1,283,398	—	1,283,398
US dollars	35,293,753	(39,778,795)	(4,485,042)
Total	61,886,354	(64,789,047)	(2,902,693)

Partners Group Generations Fund I continued

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Notes to the Financial Statements continued

13 Financial instruments continued

Interest rate risk

Interest rate risk is the risk that the revenue cashflow or the fair value of investments may be adversely affected by movements in market interest rates.

The Sub-fund invests in CIS, which, in themselves, invest in fixed rate securities and any change in interest rates may result in the Investment Manager being unable to secure similar returns in the future.

The Investment Manager manages interest rate risk to deliver the Sub-fund's required out performance, whilst maintaining capital preservation. The Investment Manager's analysis is concentrated on evaluating current Sub-fund expectations, comparing this with analysis and exploiting the difference by taking appropriate positions.

The interest rate risk profile of the Sub-fund's financial assets and liabilities, including assets held within investments in CISs, at 31 December 2018 was as follows:

	Floating rate Financial assets £	Fixed Rate Financial assets £	Financial assets not carrying interest £	Total £
Investments	6,841,455	7,662,884	241,408,329	255,912,668
Total	6,841,455	7,662,884	241,408,329	255,912,668

		Fixed Rate Financial liabilities £	Financial liabilities not carrying interest £	Total £
Investments		—	(671,066)	(671,066)
Total		—	(671,066)	(671,066)

The interest rate risk profile of the Sub-fund's financial assets and liabilities, including assets held within investments in CISs, at 31 December 2017 was as follows:

	Floating rate Financial assets £	Fixed Rate Financial assets £	Financial assets not carrying interest £	Total £
Investments	3,967,938	5,801,901	88,752,764	98,522,603
Total	3,967,938	5,801,901	88,752,764	98,522,603

		Fixed Rate Financial liabilities £	Financial liabilities not carrying interest £	Total £
Investments		—	(154,921)	(154,921)
Total		—	(154,921)	(154,921)

Sensitivity analysis is provided on page 33.

Notes to the Financial Statements continued

13 Financial instruments continued

Liquidity risk

Liquidity risk is the risk that the Sub-fund will not be able to meet its obligations as they fall due. Due to the nature of the underlying investments held it may be difficult for a Sub-fund to realise an investment at short notice. Under certain circumstances the ACD (or Registrar on behalf of the ACD) has the ability to limit or defer redemptions. This may result in the Shareholder suffering a delay in realising his investment. As a consequence of such redemption limits, there may be periods, potentially prolonged periods even, where no redemption requests will be processed and completed, whether fully or partially, and/or no new redemption requests will be processed at all.

Counterparty credit risk

Counterparty credit risk is the risk of suffering loss due to another party not meeting its financial obligation.

Investments may be adversely affected by counterparty credit risk if any of the institutions with which money is deposited suffers insolvency or other financial difficulties.

The Sub-fund's maximum exposure to credit risk is reflected by the carrying value of the related assets in the balance sheet and portfolio statement.

The counterparty to open derivative contracts at the balance sheet date is shown below:

Counterparty	31/12/2018 £	31/12/2017 £
Forward Currency Contracts:		
Merrill Lynch	(492,403)	212,489

At the year end there was no collateral received from or pledged to the counterparty in respect of open derivative contracts.

Credit quality

The credit quality of the Sub-fund's investments in debt securities is shown below:

Credit quality	Net Assets - 31/12/2018		Net Assets - 31/12/2017	
	£	%	£	%
Investment grade	1,480,469	0.54	826,317	0.75
Non-investment grade	10,042,765	3.64	6,166,464	5.63
Not rated	2,981,105	1.08	2,777,058	2.54
Total debt securities	14,504,339	5.26	9,769,839	8.92

Notes to the Financial Statements continued

13 Financial instruments continued

Valuation of financial investments

The following table analyses within the fair value hierarchy the assets and liabilities measures at fair value.

	Assets £	Liabilities £
31/12/2018		
Level 1: Quoted	47,360,459	—
Level 2: Observable	14,683,002	(671,066)
Level 3: Unobservable	193,869,207	—
	Assets £	Liabilities £
31/12/2017		
Level 1: Quoted	23,989,449	—
Level 2: Observable	10,137,249	(154,921)
Level 3: Unobservable	64,395,905	—

Level 1: The unadjusted quoted price in an active market for identical assets or liabilities the entity can access at measurement date. An active market for the asset or liability is a market in which transactions for the asset or liability occur with sufficient frequency and volume to provide pricing information on an ongoing basis. Level 1 investments are made up of equities that are traded on an official stock exchange.

Level 2: inputs other than quoted prices included within level 1 that are observable (i.e. developed using market data) for the asset or liability, either directly or indirectly. Level 2 investments are made up of debt instruments and forward currency contracts.

Level 3: inputs unobservable for the asset or liability. Unobservable inputs reflect the Sub-fund's own assumptions about how market participants would be expected to value the asset or liability. Unobservable inputs are developed based on the best information available in the circumstances, other than market data obtained from sources independent from the Sub-fund and might include the Sub-fund's own data. Level 3 investments are made up of unlisted securities.

Notes to the Financial Statements continued

13 Financial instruments continued

Sensitivity Analysis

The following calculations are based on a look through to the underlying investments held by CISs that the Sub-fund invests in.

Interest rate sensitivity

An increase of 100 basis points (1%) as at the reporting date will cause net capital gains to decrease by £736,429 (31/12/2017: £548,154) and the net asset value to decrease by £736,429 (31/12/2017: £548,154).

A decrease would have had an equal but opposite effect. The analysis assumes all other variables remain constant.

Currency sensitivity

The tables below sets out the effect, including the effects of derivatives and investments held by CISs, of a reasonably possible strengthening of the following currencies against Sterling.

Currencies	31/12/2018 %	31/12/2017 %
EUR against GBP	5	5
USD against GBP	5	5

Effect in GBP	31/12/2018 £	31/12/2017 £
EUR		
Increase in net capital gains and increase in net asset value	137,789	109,580
USD		
Increase in net capital gains and increase in net asset value	275,578	219,161

A strengthening of Sterling against the above currencies of the same rates will have resulted in an equal but opposite effect. The analysis assumes all other variables remain constant.

Equity market price sensitivity

An increase of 500 basis points (5%) as at the reporting date will cause the net capital gains and the net asset value to increase by £7,000,991 (31/12/2017: £2,162,572).

A weakening in equity market prices of the same 5% will have resulted in an equal but opposite effect. The analysis assumes all other variables remain constant.

Partners Group Generations Fund I continued

Notes to the Financial Statements continued

14 Portfolio transaction costs

For the year 1 January 2018 to 31 December 2018

	Transaction Value	Commissions		Taxes	
Purchases (excluding derivatives)	£	£	%	£	%
Equity instruments (direct)	31,484,599	9,436	0.03	27,792	0.09
Debt instruments (direct)	6,184,259	—	—	—	—
Collective investment schemes	114,652,110	464	0.00	3,665	0.00
Total purchases	152,320,968	9,900		31,457	
Total purchases including transaction costs	152,362,325				

	Transaction Value	Commissions		Taxes	
Sales (excluding derivatives)	£	£	%	£	%
Equity instruments (direct)	7,618,422	2,285	0.03	36	0.00
Debt instruments (direct)	1,236,042	—	—	—	—
Corporate actions	10,317	—	—	—	—
Total sales	8,864,781	2,285		36	
Total sales net of transaction costs	8,862,460				

Derivative transaction costs	—			—	
Total transaction costs		12,185		31,493	
Total transaction costs as a % of average net assets		0.01%		0.02%	

Partners Group Generations Fund I continued

Notes to the Financial Statements continued

14 Portfolio transaction costs continued

For the year 1 January 2017 to 31 December 2017

	Transaction Value	Commissions	Taxes
Purchases (excluding derivatives)	£	£ %	£ %
Equity instruments (direct)	18,488,085	5,541 0.03	11,108 0.06
Debt instruments (direct)	11,361,572	— —	— —
Collective investment schemes	48,745,473	422 0.00	3,260 0.01
Total purchases	78,595,130	5,963	14,368
Total purchases including transaction costs	78,615,461		
Sales (excluding derivatives)	£	£ %	£ %
Equity instruments (direct)	1,847,928	551 0.03	51 0.00
Debt instruments (direct)	2,869,711	— —	— —
Total sales	4,717,639	551	51
Total sales net of transaction costs	4,717,037		
Derivative transaction costs	—	—	—
Total transaction costs		6,514	14,419
Total transaction costs as a % of average net assets		0.01%	0.03%

The above analysis covers any direct transaction costs suffered by the Sub-fund during the year. However, it is important to understand the nature of other transaction costs associated with different investment asset classes and instruments types.

Separately identifiable direct transaction costs (commissions and taxes etc.) are attributable to the Sub-fund's purchase and sale of equity shares. Additionally for equity shares there is a dealing spread cost (the difference between the buying and selling prices) which will be suffered on purchase and sale transactions.

For the Sub-fund's investment transactions in debt instruments any applicable transaction charges form part of the dealing spread for these instruments. Transactions in money market instruments to manage the Sub-fund's daily liquidity position are excluded from the analysis.

For the Sub-fund's investment in collective investment scheme holdings there will potentially be dealing spread costs applicable to purchases and sales. However additionally there are indirect transaction costs suffered in those underlying Sub-fund's, throughout the holding period for the instruments, which are not separately identifiable and do not form part of the analysis above.

Dealing spread costs suffered by the Sub-fund vary considerably for the different asset/instrument types depending on a number of factors including transaction value and market sentiment.

At the balance sheet date the average portfolio dealing spread (difference between bid and offer prices of all investments expressed as a percentage of the offer price value) was 0.08% (31/12/2017: 0.11%).

Partners Group Generations Fund I continued

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Notes to the Financial Statements continued

15 Share movement

For the year 1 January 2018 to 31 December 2018

	B Class Acc Shares	P Class Acc Shares+	J Class Acc Shares	I Class Acc Shares
Opening shares	23,610,387	32,198,002	44,990,010	—
Shares issued	—	41,505,041	110,522,332	1,985,995
Shares redeemed	—	(917,262)	(48,450)	(2,290)
Shares Converted	—	(5,268,367)	—	5,982,011
Closing shares	23,610,387	67,517,414	155,463,892	7,965,716

+ I Class Accumulation Shares launched on 2 August 2018.

16 Post balance sheet events

There are no post balance sheet events for the year ended 31 December 2018.

17 Reconciliation of change in net assets attributable to shareholders from investment activities to net cash from operating activities

	01/01/2018 to 31/12/2018 £	01/01/2017 to 31/12/2017 £
Change in net assets attributable to shareholders from investment activities	6,216,009	4,745,901
Adjustments for:		
Interest paid	2,582	1,721
Capital gains/(losses) on non-derivative securities*	(14,078,948)	(3,763,797)
Unrealised net capital gains on forward currency contracts	704,893	3,964
Decrease/(increase) in debtors	145,338	(396,881)
Increase in creditors	1,856,245	452,664
Net cash flow from operating activities	(5,153,881)	1,043,572

*Realised gains on non-derivative securities included in cash flows from financing activities on the cash flow statement.

18 Analysis of change in cash

	01/01/2018 to 31/12/2018 £	01/01/2017 to 31/12/2017 £
Cash and bank balances at the start of the year	11,399,442	3,357,184
Net cash flows	11,125,354	8,042,258
Cash and bank balances at the end of the year	22,524,796	11,399,442

Partners Group Generations Fund I *continued*

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Distribution Tables

Final distribution in pence per share

Period

Group 1: Shares purchased prior to 1 July 2018

Group 2: Shares purchased on or after 1 July 2018 to 31 December 2018

B Class Accumulation Shares	Revenue	Equalisation ⁺	Income Accumulation 30/04/2019	Income Accumulation 30/04/2018
TEF distribution (dividend)				
Group 1	—	—	—	—
Group 2	—	—	—	—
TEF distribution (non-dividend)				
Group 1	—	—	—	—
Group 2	—	—	—	—

Period

Group 1: Shares purchased prior to 1 July 2018

Group 2: Shares purchased on or after 1 July 2018 to 31 December 2018

P Class Accumulation Shares	Revenue	Equalisation ⁺	Income Accumulation 30/04/2019	Income Accumulation 30/04/2018
TEF distribution (dividend)				
Group 1	—	—	—	—
Group 2	—	—	—	—
TEF distribution (non-dividend)				
Group 1	—	—	—	—
Group 2	—	—	—	—

Period

Group 1: Shares purchased prior to 1 July 2018

Group 2: Shares purchased on or after 1 July 2018 to 31 December 2018

J Class Accumulation Shares	Revenue	Equalisation ⁺	Income Accumulation 30/04/2019	Income Accumulation 30/04/2018
TEF distribution (dividend)				
Group 1	—	—	—	—
Group 2	—	—	—	—
TEF distribution (non-dividend)				
Group 1	—	—	—	—
Group 2	—	—	—	—

⁺Equalisation applies only to shares purchased during the distribution period (Group 2 shares). It is the actual amount of revenue included in the purchase price of all Group 2 shares and is refunded to holders of these shares as a return of capital. Being capital, it is not liable to income tax but must be deducted from the cost of shares for capital gains tax purposes.

Partners Group Generations Fund I continued

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Distribution Tables continued

Final distribution in pence per share continued

Period

Group 1: Shares purchased prior to 1 July 2018

Group 2: Shares purchased on or after 1 July 2018 to 31 December 2018

I Class Accumulation Shares	Revenue	Equalisation ⁺	Income Accumulation 30/04/2019*
TEF distribution (dividend)			
Group 1	—	—	—
Group 2	—	—	—
TEF distribution (non-dividend)			
Group 1	—	—	—
Group 2	—	—	—

* There are no comparatives for I Class Accumulation Shares as the share class launched on 2 August 2018.

Interim distribution in pence per share

Period

Group 1: Shares purchased prior to 1 January 2018

Group 2: Shares purchased on or after 1 January 2018 to 30 June 2018

B Class Accumulation Shares	Revenue	Equalisation ⁺	Income Accumulation 31/08/2018	Income Accumulation 31/08/2017
TEF distribution (dividend)				
Group 1	—	—	—	—
Group 2	—	—	—	—
TEF distribution (non-dividend)				
Group 1	—	—	—	—
Group 2	—	—	—	—

P Class Accumulation Shares	Revenue	Equalisation ⁺	Income Accumulation 31/08/2018	Income Accumulation 31/08/2017
TEF distribution (dividend)				
Group 1	—	—	—	—
Group 2	—	—	—	—
TEF distribution (non-dividend)				
Group 1	—	—	—	—
Group 2	—	—	—	—

⁺Equalisation applies only to shares purchased during the distribution period (Group 2 shares). It is the actual amount of revenue included in the purchase price of all Group 2 shares and is refunded to holders of these shares as a return of capital. Being capital, it is not liable to income tax but must be deducted from the cost of shares for capital gains tax purposes.

Partners Group Generations Fund I continued

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Distribution Tables continued

Interim distribution in pence per share continued

Period

Group 1: Shares purchased prior to 1 January 2018

Group 2: Shares purchased on or after 1 January 2018 to 30 June 2018

J Class Accumulation Shares	Revenue	Equalisation*	Income Accumulation 31/08/2018	Income Accumulation 31/08/2017
TEF distribution (dividend)				
Group 1	—	—	—	—
Group 2	—	—	—	—
TEF distribution (non-dividend)				
Group 1	—	—	—	—
Group 2	—	—	—	—

*Equalisation applies only to shares purchased during the distribution period (Group 2 shares). It is the actual amount of revenue included in the purchase price of all Group 2 shares and is refunded to holders of these shares as a return of capital. Being capital, it is not liable to income tax but must be deducted from the cost of shares for capital gains tax purposes.

Partners Group Generations Fund | continued

Remuneration (Unaudited)

Staff remuneration

Partners Group (UK) Ltd's 159 staff (incl. leavers during the year) received a total of GBP 61,684,130 in remuneration for the year 2018. The ratio between fixed and variable remuneration is approximately 1:4.5.

The aggregate amount of remuneration of the 12 staff (including four directors) who make up the senior management of Partners Group (UK) Ltd was GBP 21,058,113.

The aggregate amount of remuneration of the 36 staff (including three directors) whose actions have a material impact on the risk profile of the Program was GBP 32,470,846.

N.B. The figures in respect of staff who are involved in the activities of the fund and senior management include a number of the same staff. Therefore, these figures should not be read as cumulative. Further, those figures include certain staff employed by Partners Group AG (Partners Group (UK) Ltd's delegated risk manager).

Variable remuneration is determined by reference to individual and departmental performance and, in all cases, is subject to group-wide performance. Individual performance is primarily determined through an annual appraisal process which involves setting qualitative and quantitative individual and departmental goals. Performance is periodically assessed against the plan and is the basis for measuring the individual performance.

Partners Group does not link variable remuneration to a mechanical measure of performance and the successful achievement of quantitative goals can be overridden by qualitative measures of performance.

Finally, Partners Group's Nomination and Compensation Committee are responsible for approving the group-wide remuneration practices.

Other information

Material changes

No material changes to be reported.

Pricing basis

The Company deals on a forward pricing basis. A forward price is the price calculated at the next Valuation Point after the sale or redemption is agreed.

Subscriptions, Redemptions and Switches of Shares in the Company

The dealing office of the Registrar is open from 9.00 a.m. until 5.00 p.m GMT on each Dealing Day to receive requests for the subscription, redemption and switching of Shares, which will be effected at prices determined at the next Valuation Point following acceptance of such request. Valid instructions for subscriptions, redemptions and/or switches will be processed by the Registrar.

There is an initial offer period of one day from launch of a Sub-fund and the initial offer period will end after this time. The initial price of a Share is £1.00 (Shares will not be redeemed or issued in any other currency). Please note that if in the reasonable opinion of the ACD, the operation of the Company is not viable at the end of the initial offer period, the ACD may, subject to compliance with the Sourcebook and subject to the agreement of the Depositary, wind up the Company or consider any other alternative as may be appropriate in the circumstances.

Publication of Prices

Shareholders can obtain the price of their Shares from the Registrar or on the following webpage: www.pggenerationsfund.com.

Depository Responsibilities and Report

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Statement of the Depository's Responsibilities in Respect of the Scheme and Report of the Depository to the Shareholders of the Partners Group Generations Fund ("the Company") for the year ended 31 December 2018

The Depository must ensure that the Company is managed in accordance with the Financial Conduct Authority's Collective Investment Schemes Sourcebook, and, from 22 July 2014 the Investment Funds Sourcebook, the Open-Ended Investment Companies Regulations 2001 (SI 2001/1228), as amended, the Financial Services and Markets Act 2000, as amended, (together "the Regulations"), the Company's Instrument of Incorporation and Prospectus (together "the Scheme documents") as detailed below.

The Depository must in the context of its role act honestly, fairly, professionally, independently and in the interests of the Company and its investors.

The Depository is responsible for the safekeeping of all custodial assets and maintaining a record of all other assets of the Company in accordance with the Regulations.

The Depository must ensure that:

- the Company's cash flows are properly monitored and that cash of the Company is booked into the cash accounts in accordance with the Regulations;
- the sale, issue, repurchase and cancellation of shares are carried out in accordance with the Regulations;
- the value of shares of the Company are calculated in accordance with the Regulations;
- any consideration relating to transactions in the Company's assets is remitted to the Company within the usual time limits;
- the Company's income is applied in accordance with the Regulations; and
- the instructions of the Alternative Investment Fund Manager ("the AIFM") are carried out (unless they conflict with the Regulations).

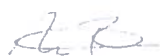
The Depository also has a duty to take reasonable care to ensure that Company is managed in accordance with the Scheme documents and the Regulations in relation to the investment and borrowing powers applicable to the Company.

Having carried out such procedures as we consider necessary to discharge our responsibilities as Depository of the Company, it is our opinion, based on the information available to us and the explanations provided, that in all material respects the Company, acting through the AIFM:

- (i) has carried out the issue, sale, redemption and cancellation, and calculation of the price of the Company's shares and the application of the Company's income in accordance with the Regulations and the Scheme documents of the Company; and
- (ii) has observed the investment and borrowing powers and restrictions applicable to the Company in accordance with the Regulations and Scheme documents of the Company.

For and on behalf of
The Bank of New York Mellon (International) Limited
One Canada Square
London E14 5AL

Manager



1 May 2019

Independent Auditors' Report to the Shareholders of Partners Group Generations Fund**Page 42****Report on the audit of the financial statements****Opinion**

In our opinion, Partners Group Generations Fund's financial statements:

- give a true and fair view of the financial position of the Company and its sub-fund as at 31 December 2018 and of the net expenses and the net capital gains on the scheme property of the Company and its sub-fund for the year then ended; and
- have been properly prepared in accordance with United Kingdom Generally Accepted Accounting Practice (United Kingdom Accounting Standards, comprising FRS 102 "The Financial Reporting Standard applicable in the UK and Republic of Ireland", and applicable law), the Statement of Recommended Practice for UK Authorised Funds, the Collective Investment Schemes sourcebook and the Instrument of Incorporation.

Partners Group Generations Fund (the "company") is an Open Ended Investment Company ("OEIC") with a single sub-fund. The financial statements of the company comprise the financial statements of its sub-fund. We have audited the financial statements, included within the Annual Report and Financial Statements (the "Annual Report"), which comprise: the Balance sheet as at 31 December 2018; the Statement of total return, and the Statement of change in net assets attributable to shareholders and Cash flow statement for the year 1 January 2018 to 31 December 2018; the Distribution Tables; and the notes to the financial statements, which include a description of the significant accounting policies.

Basis for opinion

We conducted our audit in accordance with International Standards on Auditing (UK) ("ISAs (UK)") and applicable law. Our responsibilities under ISAs (UK) are further described in the Auditors' responsibilities for the audit of the financial statements section of our report. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion.

Independence

We remained independent of the company in accordance with the ethical requirements that are relevant to our audit of the financial statements in the UK, which includes the FRC's Ethical Standard, and we have fulfilled our other ethical responsibilities in accordance with these requirements.

Conclusions relating to going concern

ISAs (UK) require us to report to you when:

- the Authorised Corporate Director's use of the going concern basis of accounting in the preparation of the financial statements is not appropriate; or
- the Authorised Corporate Director has not disclosed in the financial statements any identified material uncertainties that may cast significant doubt about the company's or its sub-fund's ability to continue to adopt the going concern basis of accounting for a period of at least twelve months from the date when the financial statements are authorised for issue.

We have nothing to report in respect of the above matters.

However, because not all future events or conditions can be predicted, this statement is not a guarantee as to the company's ability to continue as a going concern. For example, the terms on which the United Kingdom may withdraw from the European Union, are not clear, and it is difficult to evaluate all of the potential implications on the company's trade, customers, suppliers and the wider economy.

Reporting on other information

The other information comprises all of the information in the Annual Report other than the financial statements and our auditors' report thereon. The Authorised Corporate Director is responsible for the other information. Our opinion on the financial statements does not cover the other information and, accordingly, we do not express an audit opinion or, except to the extent otherwise explicitly stated in this report, any form of assurance thereon.

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

Authorised Corporate Director's Report

In our opinion, the information given in the Authorised Corporate Director's Report for the financial year for which the financial statements are prepared is consistent with the financial statements.

Responsibilities for the financial statements and the audit**Responsibilities of the Authorised Corporate Director for the financial statements**

As explained more fully in the Statement of Authorised Corporate Director's Responsibilities Statement in relation to the Financial Statements of the Company set out on page 3, the Authorised Corporate Director is responsible for the preparation of the financial statements in accordance with the applicable framework and for being satisfied that they give a true and fair view. The Authorised Corporate Director is also responsible for such internal control as they determine is necessary to enable the preparation of financial statements that are free from material misstatement, whether due to fraud or error.

In preparing the financial statements, the Authorised Corporate Director is responsible for assessing the company's and its sub-fund's ability to continue as a going concern, disclosing as applicable, matters related to going concern and using the going concern basis of accounting unless the Authorised Corporate Director either intends to wind up or terminate the company or its sub-fund, or has no realistic alternative but to do so.

Auditors' responsibilities for the audit of the financial statements

Our objectives are to obtain reasonable assurance about whether the financial statements as a whole are free from material misstatement, whether due to fraud or error, and to issue an auditors' report that includes our opinion. Reasonable assurance is a high level of assurance, but is not a guarantee that an audit conducted in accordance with ISAs (UK) will always detect a material misstatement when it exists. Misstatements can arise from fraud or error and are considered material if, individually or in the aggregate, they could reasonably be expected to influence the economic decisions of users taken on the basis of these financial statements.

A further description of our responsibilities for the audit of the financial statements is located on the Financial Reporting Council's website at: www.frc.org.uk/auditorsresponsibilities. This description forms part of our auditors' report.

Use of this report

This report, including the opinions, has been prepared for and only for the Company's shareholders as a body in accordance with paragraph 4.5.12 of the Collective Investment Schemes sourcebook as required by paragraph 67(2) of the Open-Ended Investment Companies Regulations 2001 and for no other purpose. We do not, in giving these opinions, accept or assume responsibility for any other purpose or to any other person to whom this report is shown or into whose hands it may come save where expressly agreed by our prior consent in writing.

Other required reporting

Opinion on matter required by the Collective Investment Schemes sourcebook

In our opinion, we have obtained all the information and explanations we consider necessary for the purposes of the audit.

Collective Investment Schemes sourcebook exception reporting

Under the Collective Investment Schemes sourcebook we are also required to report to you if, in our opinion:

- proper accounting records have not been kept; or
- the financial statements are not in agreement with the accounting records.

We have no exceptions to report arising from this responsibility.

PricewaterhouseCoopers LLP

PricewaterhouseCoopers LLP

Chartered Accountants and Statutory Auditors
London

9 May 2019