

Fortress
GLOBAL FUNDS SPC

ANNUAL REPORT 2019

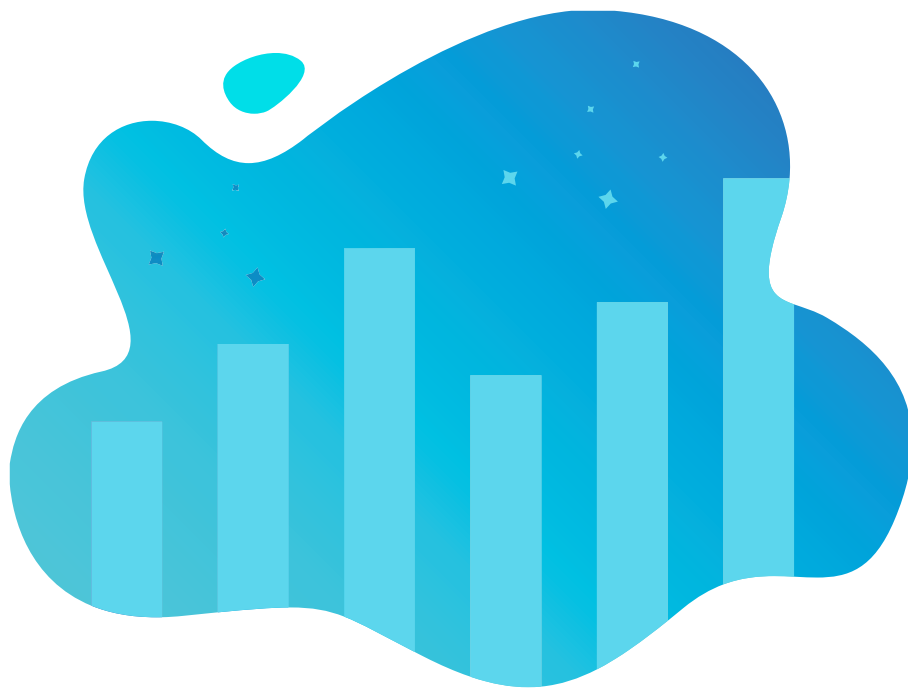


Fortress Fund Managers is a Barbados-based investment manager. We have been providing top-ranked returns, open communication and accessible service to our clients since 1996.

We offer a range of funds and investment products to meet the needs of individuals and institutions. In each case, our main goal is to achieve consistent long-term returns for our clients. We do this by applying sound, disciplined processes to our investments in equities, fixed income and real estate. We offer products with global reach, as well as those that focus primarily on the Caribbean region.

Please feel free to contact us to learn more about this Fund, or any of our products.

Fortress Fund Managers Limited
Radley Court
Upper Collymore Rock
St. Michael, BB14004
Barbados
BB11144
TEL (246) 431 2198
FAX (246) 431 0514
invest@fortressfund.com
www.fortressfund.com



Fortress Global Funds SPC

Investment Objectives & Fund Details

The overall investment objective of the Fund is long term capital appreciation. Each of the sub-funds pursues a discrete investment policy and strategy consistent with its particular objectives. These include funds investing for growth in a specific area of the global equity markets (i.e. U.S., international or emerging markets), bond-alternative funds with a targeted return objective, a conservative fixed income fund, and a "whole portfolio" fund with a mix of growth and income/security assets.

The funds do not pay dividends - investors receive their entire return, including interest, dividends and capital gains, via the funds' increase in Net Asset Value.

All dollar amounts are in U.S. dollars unless noted otherwise.

FUND NAME:	Fortress Global Funds SPC Inc.	
SUB-FUNDS:		FUND INCEPTION:
	Fortress Fixed Income Fund SP	Oct. 2, 2017
	Fortress Global Opportunity Wealth Fund SP	May 31, 2013
	Fortress US Equity Fund SP	Feb. 28, 2013
	Fortress International Equity Fund SP	Feb. 28, 2013
	Fortress Emerging Markets Fund SP	Feb. 28, 2013
	Fortress Income Builder US Fund SP	Feb. 28, 2013
	Fortress Income Builder International Fund SP	Feb. 28, 2013
NAV CURRENCY:	USD	
LAUNCH PRICE:	\$100 per share	
DEALING/NAV DATES:	15th and end of each month	
MINIMUM INVESTMENT:	\$100,000 initial \$10,000 subsequent	
NAV QUOTATIONS:	Internet: www.fortressfund.com Bloomberg: FORFIFA KY FORTGOW KY FORUEFA KY FORIEFA KY FORTEMA KY FORIBUA KY FORIBIA KY	

Please see the applicable fund Quarterly Report, Fact Sheet or Offering Supplement for details of features and expenses unique to each fund. Available at www.fortressfund.com.

Directors & Administrators

FORTRESS FUND MANAGERS DIRECTORS

Sir Geoffrey Cave, K.A., C.B.E., B.C.H., L.L.D. (Hon) - Chairman
C. David Bynoe
John Howard
David Simpson
John Williams
Roger Cave - Investment Director

FUND DIRECTORS

C. David Bynoe
Roger Cave
John Howard

REGISTERED OFFICE

c/o Estera Trust (Cayman) Ltd.
Clifton House, 75 Fort Street
George Town, Grand Cayman
Cayman Islands, KY1-1108

INVESTMENT MANAGER

Fortress Fund Advisors Limited
c/o Grant Thornton
Point Seraphine Castries
St. Lucia

ADMINISTRATOR

(Address as of September 30, 2019)
Fortress Fund Managers Limited
First Floor, Carlisle House
Hincks Street
Bridgetown
Barbados

Tel: (246) 431 2198
Fax: (246) 431 0514
Email: invest@fortressfund.com

PRIMARY CUSTODIAN

Morgan Stanley Smith Barney LLC
1585 Broadway Avenue
New York, NY 10036
USA

INDEPENDENT AUDITORS

Ernst & Young Ltd.
62 Forum Lane
Camana Bay
P.O. Box 510, Grand Cayman

LEGAL ADVISORS

Appleby (Cayman) Ltd.
Clifton House, 75 Fort Street
PO Box 190, Grand Cayman
Cayman Islands, KY1-1104

Fortress Global Funds SPC Inc. is an exempted segregated portfolio company incorporated with limited liability under the Companies Law of the Cayman Islands. It is an umbrella fund offering a range of sub-funds ("segregated portfolios"), each one of which has its own assets and liabilities, and pursues its own, independent mandate and investment objective.

Important information about the Fund is contained in its offering memorandum, and in the supplements for each specific segregated portfolio, all of which are available at www.fortressfund.com. We encourage you to read the relevant documents before making an investment. Each of the funds referenced here is offered only to qualified investors. This does not constitute an offer or solicitation to anyone in any jurisdiction in which such offer or solicitation is not authorised or to any person to whom it is unlawful to make such offer or solicitation. **The Fund may not be sold to U.S. persons.**

Fund Net Asset Values

As of September 30, 2019:

Fund	Net Asset Value per Share (NAV)	Fund Net Assets	Bloomberg Ticker
Fortress Fixed Income Fund SP	\$107.9307	\$27,126,380	FORFIFA KY
Fortress Global Opportunity Wealth Fund SP	\$114.4460	\$5,428,524	FORTGOW KY
Fortress US Equity Fund SP	\$144.8874	\$14,426,378	FORUEFA KY
Fortress International Equity Fund SP	\$123.5488	\$36,044,265	FORIEFA KY
Fortress Emerging Markets Fund SP	\$120.3590	\$39,044,869	FORTEMA KY
Fortress Income Builder US Fund SP	\$115.4051	\$13,885,315	FORIBUA KY
Fortress Income Builder International Fund SP	\$100.2351	\$18,422,360	FORIBIA KY

Investment Performance

Net Asset Value and Return Summary to September 30, 2019:

Fund	Sep. 30, 2018 NAV	Sep. 30, 2019 NAV	One Year Return	Return Since Inception*
Fortress Fixed Income Fund SP	\$ 99.2358	\$107.9307	8.8%	3.9%
Fortress Global Opportunity Wealth Fund SP	\$113.1743	\$114.4460	1.1%	2.2%
Fortress US Equity Fund SP	\$149.2755	\$144.8874	-2.9%	5.8%
Fortress International Equity Fund SP	\$126.9569	\$123.5488	-2.7%	3.3%
Fortress Emerging Markets Fund SP	\$119.5099	\$120.3590	0.7%	2.9%
Fortress Income Builder US Fund SP	\$116.8119	\$115.4051	-1.2%	2.2%
Fortress Income Builder International Fund SP	\$105.2820	\$100.2351	-4.8%	0.0%

**Periods longer than one year are annual compound returns.*

Quarterly reports for the funds, including current positioning and long term performance since inception of the underlying strategies, are available at www.fortressfund.com.



Directors' Report



"... we believe the biggest (and maybe only) opportunity for investors today resides in the "value" area of the global equity market."

Directors' Report

Investment Director Roger Cave

The Fortress Global Funds had varied results for the year ended September 30, 2019 as bonds posted significant gains and equities generally declined. The year got off to a dramatic start as the fourth quarter of 2018 saw sharp selloffs in most markets based on trade frictions, rising geopolitical risks, weaker economic growth and the simultaneous prospect of tighter monetary policy from the U.S. Federal Reserve (Fed). The Fed reversed course in late December and followed through with two cuts to its target rate by mid-2019. While the primary concerns for the market – trade, politics, economic slowdown – remained in place in the ensuing months, the power of lower interest rates helped propel financial markets to strong returns through the rest of the year, recovering much of the late 2018 declines.

In equity markets, growth investments outperformed value again this year especially in the U.S., and investments in the U.S. also outpaced those outside the U.S. The various rounds of the U.S.-China trade situation kept pressure on international and emerging markets equities through much of the year, as did the ongoing saga of Brexit in the UK. In global equity markets we continue to find excellent opportunities among well-valued shares especially in international and emerging markets where today's prices are consistent with above average future returns.

Each of the Fortress Global Funds pursues its own, independent mandate and investment objective. The

goal in all cases is to provide investors with easy access to effective and durable investment processes at reasonable cost. The range of funds allows investors to choose an investment that suits their specific needs – whether it is a focus on a particular area of the global equity markets (i.e. U.S., international or emerging markets), a bond-alternative fund with a targeted return objective, a conservative fixed income fund, or one with a balanced portfolio of both equities and fixed income. We select investments systematically based on clear, disciplined value criteria and focus on achieving long term returns while limiting risk.

For a detailed listing of each fund's holdings, please see the accompanying financial statements, or view the periodically updated holdings information in Bloomberg. Additional investment commentary is also contained in the quarterly investor letters and reports available at www.fortressfund.com.

INVESTMENT PERFORMANCE AND POSITIONING

After a relatively volatile year in financial markets the Fortress Global Funds finished with returns that ranged from slightly negative to solidly positive. Fixed income led the way with a high single-digit gain while U.S. and international equities registered small declines. Emerging equities did slightly better than break even as we outperformed a relatively weak sector of the market. Short summaries by fund are below.

Fortress Fixed Income Fund

The Fortress Fixed Income Fund returned 8.8% as interest rates fell and bond prices rose in response to a new Fed easing cycle. Credit spreads tightened and the Fund's corporate bonds performed well. The Fund maintained a relatively short duration and added to its holdings in inflation-linked bonds during the year. The portfolio of high-quality government and corporate bonds is structured to generate an acceptable yield while remaining robust to a range of risks including those from rates, inflation and credit. The average gross yield to maturity of the portfolio is 2.53%.

Fortress Global Opportunity Wealth Fund

The Fortress Global Opportunity Wealth Fund was up 1.1% reflecting its balance of exposures across global equities and fixed income. During the year we moved out of the Fund's positions in the lower risk Fortress Income Builder funds and added correspondingly to the Fortress US Equity, International Equity and Fixed Income funds. These changes increased equity exposure in the areas where values are best and we believe potential returns are the highest.

Fortress US Equity Fund

The Fortress US Equity Fund declined 2.9% during the year against a backdrop of slightly higher U.S. stock prices. Value shares underperformed growth again this year and this was a headwind for relative performance of the Fund. With an average price/earnings (PE) ratio of 10x and dividend yield of just under 3% we see significant upside to the portfolio's holdings, in both relative and absolute terms.

Fortress International Equity Fund

The Fortress International Equity Fund declined 2.7% as trade tensions weighed on share prices in Europe and Asia. Uncertainties around Brexit kept shares in the UK trading at meaningful discounts to companies elsewhere even as their underlying operating performance remained admirable. We are finding some of the best value in the world among high-quality companies in Japan, the UK and Canada and the fund's portfolio reflects these opportunities. The average PE of the Fund's portfolio is 9x

with a dividend yield of 4%, levels consistent with attractive long-term returns.

Fortress Emerging Markets Fund

The Fortress Emerging Markets Fund gained 0.7% for the year while emerging markets shares broadly registered small declines. Trade tensions were felt hardest in this segment of the global market but under the surface many companies continued to operate successfully and profitably, growing earnings and paying healthy dividends. The value available within emerging markets today is still among the best in the world, in our view. The Fund's average PE of 8x and dividend yield of 4.5% are levels typically consistent with meaningful future returns, although in the case of emerging markets such returns will almost certainly come with volatility along the way.

Fortress Income Builder US Fund & Fortress Income Builder International Fund

The Fortress Income Builder US Fund and Fortress Income Builder International Fund declined 1.2% and 4.8% respectively during the year. The underlying high-quality equity portfolios felt the widespread pressure on equities, and income from call option sales was not enough to overcome this headwind, especially during the unusual volatility at the end of 2018. The value in the underlying equity portfolios is meaningful, and we expect returns and monthly volatility to remain closer to target in the coming months, as they did through most of 2019. The average price/earnings ratios of the funds are 12x and 10x respectively.

Overall, we continue to position the Fortress Global Funds in a systematic and disciplined way in high-quality, well-valued securities with limited risk. As a result, portfolio valuations for all the funds are significantly better than benchmark indexes, with higher long-term expected returns for the future to match. As always, their behavior may in any given period be substantially different from that of the broad market indexes.

More investment commentary by fund may be found in our quarterly letters and reports for each fund.

OUTLOOK

Tomorrow's asset returns are determined primarily by today's asset prices. If today's prices are high – as they are for example in developed market bonds, and among the recent leaders of the U.S. equity market rally – long-term returns are likely to be low in future years. On the other hand, where today's prices are low – as they are among value shares in the U.S., international and emerging markets – long-term returns are likely to be much higher.

After a ten-year bull market in U.S. equities and with bond yields near historic lows, we believe the biggest (and maybe only) opportunity for investors today resides in the “value” area of the global equity market. As we wrote in greater detail in our third quarter letter, it's one thing to note that a segment of the market is better value than another. It's quite another when the relationships become extreme. What's potentially important today is that the differential between the value and growth segments of the global equity market has now reached the same level as at one of its historic extremes of recent times: the tech bubble of the late 1990s. In the years immediately following the early 2000 peak of that cycle value shares mounted a multi-year trouncing of growth that lasted until 2007. In the early stages of that rebound the outperformance was not just relative: value shares rose in price while growth shares fell, in some cases substantially.

One way or the other, we think well-valued shares will deliver quite acceptable returns in the coming years, even as the more expensive areas – and perhaps even the broad indexes themselves – do not. The Fortress funds are positioned and ready for the resurgence in these recently underappreciated parts of the global equity markets, whenever it may come.

At the end of September this year, David Bynoe retired as a Director of the Fortress funds. Mr. Bynoe was a director since inception of our first fund in 1996 and much of the success our range of funds has enjoyed over the years has been due to the contributions that he has made, informed by decades of business experience. We thank Mr. Bynoe for his many years of service to the funds, and to Fortress investors.

Thank you very much for investing with us.



Roger Cave CA, CFA
Peter Arender, CFA
Investment Director



Peter Arender, CFA
Chief Investment Officer



Financial Statements

Independent Auditors' Report

The Board of Directors
Fortress Global Funds SPC Inc.

Report on the Audit of the Financial Statements

Opinion

We have audited the financial statements of Fortress Global Funds SPC Inc., comprising of segregated portfolios namely Fortress US Equity Fund SP, Fortress International Equity Fund SP, Fortress Income Builder US Fund SP, Fortress Income Builder International Fund SP, Fortress Emerging Markets Fund SP, Fortress Global Opportunity Wealth Fund SP and Fortress Fixed Income Fund SP (each segregated portfolio referred to as the "Fund") which comprise the statement of financial position as at September 30, 2019, and the statement of changes in equity, statement of comprehensive income and statement of cash flows for the year then ended, and notes to the financial statements, including a summary of significant accounting policies.

In our opinion, the accompanying financial statements present fairly, in all material respects, the financial position of the Fund as at September 30, 2019 and its financial performance and its cash flows for the year then ended in accordance with International Financial Reporting Standards.

Basis for Opinion

We conducted our audit in accordance with International Standards on Auditing (ISAs). Our responsibilities under those standards are further described in the *Auditors' responsibilities for the audit of the financial statements* section of our report. We are independent of the Fund in accordance with the International Ethics Standards Board for Accountants' *Code of Ethics for Professional Accountants* (IESBA Code), and we have fulfilled our other ethical responsibilities in accordance with the IESBA Code. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion.

Other Information

The other information obtained at the date of the auditors' report are the Investment Objectives & Fund Details, Directors & Administrators, Fund Net Asset Values, Investment Performance and Directors' Report. Management is responsible for the other information.

Our opinion on the financial statements does not cover the other information and we do not express any form of assurance conclusion thereon.

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

Responsibilities of Management and the Board of Directors for the Financial Statements

Management is responsible for the preparation and fair presentation of the financial statements in accordance with International Financial Reporting Standards, and for such internal control as management determines 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, management is responsible for assessing the 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 management either intends to liquidate the Fund or to cease operations, or has no realistic alternative but to do so.

The Board of Directors is responsible for overseeing the Fund's financial reporting process.

Auditors' Responsibilities for the Audit of the Financial Statements

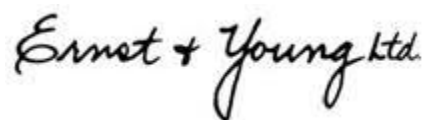
This report is made solely to the Board of Directors, as a body. Our audit work has been undertaken so that we might state to the Board of Directors those matters we are required to state to them in an auditors' report and for no other purpose. To the fullest extent permitted by law, we do not accept or assume responsibility to anyone other than the Fund and the Board of Directors as a body, for our audit work, for this report, or for the opinions we have formed.

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 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.

As part of an audit in accordance with ISAs, we exercise professional judgment and maintain professional skepticism throughout the audit. We also:

- Identify and assess the risks of material misstatement of the financial statements, whether due to fraud or error, design and perform audit procedures responsive to those risks, and obtain audit evidence that is sufficient and appropriate to provide a basis for our opinion. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control.
- Obtain an understanding of internal control relevant to the audit 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 Fund's internal control.
- Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by management.
- Conclude on the appropriateness of management's use of the going concern basis of accounting and, based on the audit evidence obtained, whether a material uncertainty exists related to events or conditions that may cast significant doubt on the Fund's ability to continue as a going concern. If we conclude that a material uncertainty exists, we are required to draw attention in our auditors' report to the related disclosures in the financial statements or, if such disclosures are inadequate, to modify our opinion. Our conclusions are based on the audit evidence obtained up to the date of our auditors' report. However, future events or conditions may cause the Fund to cease to continue as a going concern.
- Evaluate the overall presentation, structure and content of the financial statements, including the disclosures, and whether the financial statements represent the underlying transactions and events in a manner that achieves fair presentation.

We communicate with the Board of Directors regarding, among other matters, the planned scope and timing of the audit and significant audit findings, including any significant deficiencies in internal control that we identify during our audit.



December 16, 2019

Fortress Global Funds SPC Inc.

Statement of Financial Position

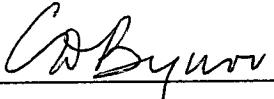
As at September 30, 2019

(expressed in United States dollars)

	September 30, 2019						
	Fortress US Equity Fund SP \$	Fortress International Equity Fund SP \$	Fortress Income Builder US Fund SP \$	Fortress Income Builder International Fund SP \$	Fortress Emerging Markets Fund SP \$	Fortress Global Opportunity Wealth Fund SP \$	Fortress Fixed Income Fund SP \$
Assets							
Cash and cash equivalents (note 6)	87,030	1,989,658	910,487	1,137,450	2,032,575	68,162	967,867
Accounts receivable	9,636	199,270	18,194	99,844	44,834	—	—
Financial assets at fair value through profit or loss (note 5)	14,330,956	33,858,481	13,150,324	17,417,646	36,971,201	5,360,929	26,161,101
Total assets	14,427,622	36,047,409	14,079,005	18,654,940	39,048,610	5,429,091	27,128,968
Liabilities							
Financial liabilities at fair value through profit or loss (note 5)	—	—	192,125	230,550	—	—	—
Accounts payable and accrued expenses	1,244	3,144	1,565	2,030	3,741	567	2,588
Total liabilities	1,244	3,144	193,690	232,580	3,741	567	2,588
Equity							
Net assets attributable to holders of redeemable mutual fund shares (note 8)	14,426,378	36,044,265	13,885,315	18,422,360	39,044,869	5,428,524	27,126,380
Total liabilities and equity	14,427,622	36,047,409	14,079,005	18,654,940	39,048,610	5,429,091	27,128,968
Net asset value per share	144.8874	123.5488	115.4051	100.2351	120.3590	114.4460	107.9307
The accompanying notes form an integral part of these financial statements.							

Approved by the Board of Directors on December 12, 2019

 Director

 Director

Fortress Global Funds SPC Inc.

Statement of Financial Position...continued

As at September 30, 2019

(expressed in United States dollars)

	September 30, 2018						
	Fortress US Equity Fund SP \$	Fortress International Equity Fund SP \$	Fortress Income Builder US Fund SP \$	Fortress Income Builder International Fund SP \$	Fortress Emerging Markets Fund SP \$	Fortress Global Opportunity Wealth Fund SP \$	Fortress Fixed Income Fund SP \$
Assets							
Cash and cash equivalents (note 6)	1,200,879	1,852,520	1,183,976	2,070,157	2,532,207	342,856	382,234
Due from broker	261,894	1,042,518	—	859,459	796,349	—	—
Accounts receivable	12,303	172,982	17,026	68,105	64,759	—	—
Financial assets at fair value through profit or loss (note 5)	10,805,724	26,287,223	14,582,642	18,522,402	28,791,619	4,325,893	16,957,465
Total assets	12,280,800	29,355,243	15,783,644	21,520,123	32,184,934	4,668,749	17,339,699
Liabilities							
Financial liabilities at fair value through profit or loss (note 5)	—	—	132,640	72,000	—	—	—
Due to broker	382,107	871,459	—	622,618	957,060	—	—
Accounts payable and accrued expenses	1,772	6,621	1,785	4,634	6,813	527	1,969
Total liabilities	383,879	878,080	134,425	699,252	963,873	527	1,969
Equity							
Net assets attributable to holders of redeemable mutual fund shares (note 8)	11,896,921	28,477,163	15,649,219	20,820,871	31,221,061	4,668,222	17,337,730
Total liabilities and equity	12,280,800	29,355,243	15,783,644	21,520,123	32,184,934	4,668,749	17,339,699
Net asset value per share	149.2755	126.9569	116.8119	105.2820	119.5099	113.1743	99.2358

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

Fortress Global Funds SPC Inc.

Statement of Changes in Equity For the year ended September 30, 2019

(expressed in United States dollars)

	Net assets attributable to holders of redeemable mutual fund shares						
	Fortress US Equity Fund SP	Fortress International Equity Fund SP	Fortress Income Builder US Fund SP	Fortress Income Builder International Fund SP	Fortress Emerging Markets Fund SP	Fortress Global Opportunity Wealth Fund SP	Fortress Fixed Income Fund SP
	\$	\$	\$	\$	\$	\$	\$
Balance as at September 30, 2017	6,960,624	21,072,977	15,221,449	21,583,460	22,229,721	3,943,510	—
Issue of shares	4,336,000	8,901,249	72,000	621,975	8,867,279	731,537	17,495,636
Redemption of shares	(120,080)	(119,706)	(145,736)	(101,058)	—	—	(62,598)
Total comprehensive income/(loss) for the year	720,377	(1,377,357)	501,506	(1,283,506)	124,061	(6,825)	(95,308)
Balance as at September 30, 2018	11,896,921	28,477,163	15,649,219	20,820,871	31,221,061	4,668,222	17,337,730
Issue of shares	2,900,000	9,358,920	150,000	150,000	9,190,310	1,129,985	8,065,459
Redemption of shares	—	(1,214,587)	(1,668,298)	(1,513,880)	(1,321,123)	(499,440)	(100,050)
Total comprehensive income/(loss) for the year	(370,543)	(577,231)	(245,606)	(1,034,631)	(45,379)	129,757	1,823,241
Balance as at September 30, 2019	14,426,378	36,044,265	13,885,315	18,422,360	39,044,869	5,428,524	27,126,380

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

Fortress Global Funds SPC Inc.

Statement of Comprehensive Income
For the year ended September 30, 2019

(expressed in United States dollars)

	For the year ended September 30, 2019						
	Fortress US Equity Fund SP \$	Fortress International Equity Fund SP \$	Fortress Income Builder US Fund SP \$	Fortress Income Builder International Fund SP \$	Fortress Emerging Markets Fund SP \$	Fortress Global Opportunity Wealth Fund SP \$	Fortress Fixed Income Fund SP \$
Investment income							
Net fair value gain/(loss) on financial assets/liabilities through profit or loss (note 5)	(461,953)	(1,417,719)	(353,587)	(1,500,594)	(916,191)	131,689	1,308,793
Dividend income	319,969	1,425,395	395,182	828,573	1,527,061	3,967	18,102
Other income	—	440	363	284	1,055	50	675
Interest income	5	8	5	4	6	5	590,763
Total investment income/(loss)	(141,979)	8,124	41,963	(671,733)	611,931	135,711	1,918,333
Expenditure							
Management fees (note 7)	114,580	290,802	143,715	186,563	345,860	(2,401)	73,221
Withholding taxes	85,386	209,520	101,683	123,177	187,040	534	681
Brokerage and investment fees	14,527	49,518	24,431	30,071	82,454	1,480	1,247
Administrator and custodian fees (note 7)	11,458	29,080	14,371	18,656	34,585	5,234	15,690
Professional and audit fees	2,100	5,138	2,723	3,594	5,828	873	3,323
Directors fees (note 7)	513	1,297	646	837	1,543	234	930
Operating expenses	228,564	585,355	287,569	362,898	657,310	5,954	95,092
Total comprehensive income/(loss) for the year	(370,543)	(577,231)	(245,606)	(1,034,631)	(45,379)	129,757	1,823,241

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

Fortress Global Funds SPC Inc.

Statement of Comprehensive Income...continued

For the year ended September 30, 2019

(expressed in United States dollars)

	For the year ended September 30, 2018						
	Fortress US Equity Fund SP \$	Fortress International Equity Fund SP \$	Fortress Income Builder US Fund SP \$	Fortress Income Builder International Fund SP \$	Fortress Emerging Markets Fund SP \$	Fortress Global Opportunity Wealth Fund SP \$	Fortress Fixed Income Fund SP \$
Investment income							
Net fair value gain/(loss) on financial assets/liabilities through profit or loss (note 5)	682,251	(1,888,080)	462,265	(1,556,440)	(490,357)	(4,018)	(447,582)
Dividend income	201,193	964,590	351,679	715,970	1,119,880	2,131	5,195
Other income	—	—	—	—	—	—	13
Interest income	5	10	3,954	10	8	348	417,454
Total investment income/(loss)	883,449	(923,480)	817,898	(840,460)	629,531	(1,539)	(24,920)
Expenditure							
Management fees (note 7)	87,684	250,095	155,383	217,759	266,657	(1,847)	52,099
Withholding taxes	49,895	114,385	100,917	127,077	132,371	—	—
Brokerage and investment fees	13,927	56,899	39,693	69,780	71,812	1,273	3,002
Administrator and custodian fees (note 7)	8,768	25,010	15,538	21,776	26,665	4,453	11,164
Professional and audit fees	2,238	6,175	4,125	5,681	6,576	1,190	3,311
Directors fees (note 7)	560	1,313	736	973	1,389	217	812
Operating expenses	163,072	453,877	316,392	443,046	505,470	5,286	70,388
Total comprehensive income/(loss) for the year	720,377	(1,377,357)	501,506	(1,283,506)	124,061	(6,825)	(95,308)

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

Fortress Global Funds SPC Inc.

Statement of Cash Flows

For the year ended September 30, 2019

(expressed in United States dollars)

For the year ended September 30, 2019

	Fortress US Equity Fund SP \$	Fortress International Equity Fund SP \$	Fortress Income Builder US Fund SP \$	Fortress Income Builder International Fund SP \$	Fortress Emerging Markets Fund SP \$	Fortress Global Opportunity Wealth Fund SP \$	Fortress Fixed Income Fund SP \$
Cash flows from operating activities							
Comprehensive income/(loss) for the year	(370,543)	(577,231)	(245,606)	(1,034,631)	(45,379)	129,757	1,823,241
Adjustments for:							
Net fair value (gain)/loss on financial assets/liabilities at fair value	461,953	1,417,719	353,587	1,500,594	916,191	(131,689)	(1,308,793)
Dividend income	(319,969)	(1,425,395)	(395,182)	(828,573)	(1,527,061)	(3,967)	(18,102)
Interest income	(5)	(8)	(5)	(4)	(6)	(5)	(590,763)
Operating loss before working capital changes	(228,564)	(584,915)	(287,206)	(362,614)	(656,255)	(5,904)	(94,417)
Decrease in due from broker	261,894	1,042,518	—	859,459	796,349	—	—
Increase/(decrease) in accounts payable	(528)	(3,477)	(220)	(2,604)	(3,072)	40	619
Increase in due to broker	(382,107)	(871,459)	—	(622,618)	(957,060)	—	—
Purchase of financial assets/liabilities at fair value through profit or loss	(5,725,457)	(19,034,158)	(4,674,498)	(5,310,561)	(25,113,726)	(2,149,519)	(10,761,730)
Proceeds on sale of financial assets/liabilities at fair value through profit or loss	1,738,272	10,045,181	5,812,714	5,073,273	16,017,953	1,246,172	2,876,968
Cash used in operations	(4,336,490)	(9,406,310)	850,790	(365,665)	(9,915,811)	(909,211)	(7,978,560)
Interest received	5	8	5	4	6	5	580,682
Dividend received	322,636	1,399,107	394,014	796,834	1,546,986	3,967	18,102
Net cash (used in)/generated from operating activities	(4,013,849)	(8,007,195)	1,244,809	431,173	(8,368,819)	(905,239)	(7,379,776)

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

Fortress Global Funds SPC Inc.

Statement of Cash Flows ...*continued*

For the year ended September 30, 2019

(expressed in United States dollars)

	For the year ended September 30, 2019						
	Fortress US Equity Fund SP	Fortress International Equity Fund SP	Fortress Income Builder US Fund SP	Fortress Income Builder International Fund SP	Fortress Emerging Markets Fund SP	Fortress Global Opportunity Wealth Fund SP	Fortress Fixed Income Fund SP
	\$	\$	\$	\$	\$	\$	\$
Cash flows from financing activities							
Issue of redeemable mutual fund shares	2,900,000	9,358,920	150,000	150,000	9,190,310	1,129,985	8,065,459
Redemption of redeemable mutual fund shares	—	(1,214,587)	(1,668,298)	(1,513,880)	(1,321,123)	(499,440)	(100,050)
Net cash generated from/(used in) financing activities	2,900,000	8,144,333	(1,518,298)	(1,363,880)	7,869,187	630,545	7,965,409
Net (decrease)/increase in cash and cash equivalents	(1,113,849)	137,138	(273,489)	(932,707)	(499,632)	(274,694)	585,633
Cash and cash equivalents - beginning of year	1,200,879	1,852,520	1,183,976	2,070,157	2,532,207	342,856	382,234
Cash and cash equivalents - end of year	87,030	1,989,658	910,487	1,137,450	2,032,575	68,162	967,867

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

Fortress Global Funds SPC Inc.

Statement of Cash Flows ...*continued*

For the year ended September 30, 2019

(expressed in United States dollars)

For the year ended September 30, 2018

	Fortress US Equity Fund SP	Fortress International Equity Fund SP	Fortress Income Builder US Fund SP	Fortress Income Builder International Fund SP	Fortress Emerging Markets Fund SP	Fortress Global Opportunity Wealth Fund SP	Fortress Fixed Income Fund SP
	\$	\$	\$	\$	\$	\$	\$
Cash flows from operating activities							
Comprehensive income/(loss) for the year	720,377	(1,377,357)	501,506	(1,283,506)	124,061	(6,825)	(95,308)
Adjustments for:							
Net fair value (gain)/loss on financial assets/liabilities at fair value	(682,251)	1,888,080	(462,265)	1,556,440	490,357	4,018	447,582
Dividend income	(201,193)	(964,590)	(351,679)	(715,970)	(1,119,880)	(2,131)	(5,195)
Interest income	(5)	(10)	(3,954)	(10)	(8)	(348)	(417,454)
Operating loss before working capital changes	(163,072)	(453,877)	(316,392)	(443,046)	(505,470)	(5,286)	(70,375)
Decrease in accounts receivable	—	113,066	—	—	—	—	—
Increase in due from broker	(261,894)	(1,042,518)	—	(859,459)	(796,349)	—	—
Increase/(decrease) in accounts payable	1,595	6,087	1,392	4,082	6,249	(112,633)	1,969
Increase in due to broker	382,107	871,459	—	622,618	957,060	—	—
Purchase of financial assets/liabilities at fair value through profit or loss	(6,235,506)	(20,921,732)	(9,362,427)	(11,258,650)	(23,493,226)	(1,375,926)	(17,903,096)
Proceeds on sale of financial assets/liabilities at fair value through profit or loss	1,794,589	12,312,847	9,600,498	11,490,582	13,356,622	404,281	601,060
Cash used in operations	(4,482,181)	(9,114,668)	(76,929)	(443,873)	(10,475,114)	(1,089,564)	(17,370,442)
Interest received	5	10	3,954	10	8	1,659	314,443
Dividend received	193,830	872,796	354,745	714,936	1,068,772	2,131	5,195
Net cash (used in)/generated from operating activities	(4,288,346)	(8,241,862)	281,770	271,073	(9,406,334)	(1,085,774)	(17,050,804)

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

Fortress Global Funds SPC Inc.

Statement of Cash Flows ...*continued*

For the year ended September 30, 2019

(expressed in United States dollars)

	For the year ended September 30, 2018						
	Fortress US Equity Fund SP	Fortress International Equity Fund SP	Fortress Income Builder US Fund SP	Fortress Income Builder International Fund SP	Fortress Emerging Markets Fund SP	Fortress Global Opportunity Wealth Fund SP	Fortress Fixed Income Fund SP
	\$	\$	\$	\$	\$	\$	\$
Cash flows from financing activities							
Issue of redeemable mutual fund shares	4,336,000	8,901,249	72,000	621,975	8,867,279	731,537	17,495,636
Redemption of redeemable mutual fund shares	(120,080)	(119,706)	(145,736)	(101,058)	—	—	(62,598)
Net cash generated from/(used in) financing activities	4,215,920	8,781,543	(73,736)	520,917	8,867,279	731,537	17,433,038
Net (decrease)/increase in cash and cash equivalents	(72,426)	539,681	208,034	791,990	(539,055)	(354,237)	382,234
Cash and cash equivalents - beginning of year	1,273,305	1,312,839	975,942	1,278,167	3,071,262	697,093	—
Cash and cash equivalents - end of year	1,200,879	1,852,520	1,183,976	2,070,157	2,532,207	342,856	382,234

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

Fortress Global Funds SPC Inc.

Notes to the Financial Statements

September 30, 2019

(expressed in United States dollars)

1 Incorporation and principal activity

Fortress Global Funds SPC Inc. (the "Company") was incorporated in the Cayman Islands on October 15, 2012, as an exempted segregated portfolio company with limited liability under the Companies Law CAP 22. The Company was registered under the Mutual Funds Law of the Cayman Islands on February 19, 2013 and is regulated by the Cayman Islands Monetary Authority. The Company maintains its registered office at c/o Estera Trust (Cayman) Ltd, Clifton House, 75 Fort Street, P.O. Box 1350, Grand Cayman, Cayman Islands.

The Company may offer separate classes of shares each representing interest in a separate segregated portfolio (a "Segregated Portfolio"). Each Segregated Portfolio will have a separate and distinct portfolio of investments and a separate class of shares will be issued in respect of any such Segregated Portfolio. Separate books and records have been maintained for each Segregated Portfolio.

At September 30, 2019, there were seven (7) Segregated Portfolios, (each "a fund" and together "the funds") in existence: Fortress US Equity Fund SP, Fortress International Equity Fund SP, Fortress Income Builder US Fund SP, Fortress Income Builder International Fund SP, Fortress Emerging Markets Fund SP, Fortress Global Opportunity Wealth Fund SP and Fortress Fixed Income Fund SP.

These are the financial statements of each of the funds.

The primary objectives of each fund are stated below:

- Fortress US Equity Fund SP's objective is long term growth with limited risk in US large cap equities. The fund invests for long term growth using a systematic, value-based process in US large cap equities. The disciplined approach consistently positions in a portfolio of approximately 30 stocks that offer the best value in the US market.
- Fortress International Equity Fund SP's objective is long term growth with limited risk in non-US large cap equities. The fund invests for long term growth using a systematic, value-based process in non-US large cap equities. The disciplined approach consistently positions in a portfolio of approximately 30 stocks that offer the best value in the international market.
- Fortress Income Builder US Fund SP targets a fixed return of 8% per year with low volatility. The fund is an alternative to low-yielding US fixed income investments. It invests in a portfolio of select high quality US equities at attractive valuations, with options around the core portfolio to limit risk and generate income.
- Fortress Income Builder International Fund SP targets a fixed return of 8% per year with low volatility. The fund is an alternative to low-yielding international fixed income investments. It invests in a portfolio of select high quality non-US equities at attractive valuations, with options around the core portfolio to limit risk and generate income.
- Fortress Emerging Markets Fund SP's objective is long term growth with limited risk in emerging markets equities. The fund invests for long term growth using a systematic, value-based process in large-cap emerging markets equities. The disciplined approach consistently positions in a portfolio of approximately 30 stocks that offer the best value in the emerging markets.

Fortress Global Funds SPC Inc.

Notes to the Financial Statements

September 30, 2019

(expressed in United States dollars)

1 Incorporation and principal activity...continued

- Fortress Global Opportunity Wealth Fund SP's objective is long term appreciation. The fund combines investments in Fortress US Equity Fund SP, Fortress International Equity Fund SP, Fortress Income Builder US Fund SP, Fortress Income Builder International Fund SP, Fortress Emerging Markets Fund SP, direct holding in global government fixed income securities and allocations to select specialist managers in fixed income, equity and alternatives assets classes.
- Fortress Fixed Income Fund SP's objective is to generate consistent returns and protect principal over the medium-term. The fund seeks to achieve this by investing primarily in high quality government and corporate fixed income securities across a range of maturities, reducing risk and volatility through consistent portfolio structure and diversification. It aims to increase returns by investing selectively in corporate bonds whose yields are more attractive than would be suggested by the issuers' underlying operations, risks and business prospects

The Company's investment management and advisory activities are managed by Fortress Fund Advisors Limited ("the Manager"). The Company's administration activities are performed by Fortress Fund Managers Limited.

In accordance with the Companies Law of the Cayman Islands, the Company is a separate legal entity, while each Segregated Portfolio is not a separate legal entity. The assets and liabilities of the Company held within each Segregated Portfolio are segregated from the assets and liabilities of other Segregated Portfolios and from the general assets and liabilities of the Company. The assets of each Segregated Portfolio are only available to meet the liabilities attributable to that particular Segregated Portfolio. This segregation has not been judicially tested and may not be enforced in some jurisdictions. The directors of the Company consider that the cross liability risk between segregated portfolios are minimal.

These financial statements have been authorised for issue by the Board of Directors on December 12, 2019.

2 Summary of significant accounting policies

The principal accounting policies adopted in the preparation of these financial statements are set out below. These policies have been consistently applied to all years presented, unless otherwise stated.

a) Basis of preparation

The financial statements have been prepared in accordance with International Financial Reporting Standards ("IFRS") and IFRS Interpretations Committee (IFRS IC) promulgated by the International Accounting Standards Board (IASB), applicable to companies reporting under IFRS. The financial statements have been prepared in accordance with the historical cost convention, as modified by the revaluation of financial assets and financial liabilities held at fair value through profit or loss.

The preparation of financial statements in conformity with IFRS requires the use of certain critical accounting estimates. It also requires management to exercise its judgement in the process of applying the Funds' accounting policies. Although these estimates are based on management's best knowledge of current events and conditions, actual results could differ from these estimates. These areas involving a higher degree of judgement on complexity, or areas where assumptions and estimates are significant to the financial assets are disclosed in note 3.

Fortress Global Funds SPC Inc.

Notes to the Financial Statements

September 30, 2019

(expressed in United States dollars)

2 Summary of significant accounting policies...continued

a) Basis of preparation...continued

New and amended standards adopted by the Company

IFRS 9 'Financial Instruments' became effective for annual periods beginning on or after January 1, 2018. It addresses the classification, measurement and derecognition of financial assets and liabilities and replaces the multiple classification and measurement models in IAS 39. The Company adopted the standard on October 1, 2018.

Classification and measurement of debt assets is driven by the entity's business model for managing the financial assets and the contractual cash flow characteristics of the financial assets. A debt instrument is measured at amortised cost if the objective of the business model is to hold the financial asset for the collection of the contractual cash flows and the contractual cash flows under the instrument solely represent payments of principal and interest (SPPI). A debt instrument is measured at fair value through other comprehensive income if the objective of the business model is to hold the financial asset both to collect contractual cash flows from SPPI and to sell. All other debt instruments must be recognised at fair value through profit or loss. An entity may however, at initial recognition, irrevocably designate a financial asset as measured at fair value through profit or loss if doing so eliminates or significantly reduces a measurement or recognition inconsistency. Derivative and equity instruments are measured at fair value through profit or loss unless, for equity instruments not held for trading, an irrevocable option is taken to measure at fair value through other comprehensive income. IFRS 9 also introduces a new expected credit loss (ECL) impairment model.

IFRS 9 has been applied retrospectively by the Company and did not result in a change to the classification or measurement of financial instruments as outlined in note 5. The Company's investment portfolio continues to be classified as fair value through profit or loss.

There are no other standards, amendments to standards or interpretations that are effective for annual periods beginning on January 1, 2018 that have a material effect on the financial statements of the Company.

Fortress Global Funds SPC Inc.

Notes to the Financial Statements

September 30, 2019

(expressed in United States dollars)

2 Summary of significant accounting policies...continued

b) Foreign currency translation

Functional and presentation currency

Items included in the fund's financial statements are measured using the currency of the primary economic environment in which it operates ("the functional currency"). The financial statements are presented in United States dollars which is each of the funds' functional and presentation currency.

Transactions and balances

Foreign currency transactions are translated into the functional currency using the exchange rate prevailing at the dates of the transactions. Foreign exchange gains and losses resulting from the settlement of such transactions and from the translation at year end exchange rates of monetary assets and liabilities denominated in foreign currencies are recognised in the statement of comprehensive income.

Translation differences on non-monetary financial assets such as equities held at fair value through profit or loss are recognised in the statement of comprehensive income as part of the fair value gain and loss.

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

i) *Classification*

Assets

The Fund classifies its investments based on both the Fund's business model for managing those financial assets and the contractual cash flow characteristics of the financial assets. The portfolio of financial assets is managed and performance is evaluated on a fair value basis. The Fund is primarily focused on fair value information and uses that information to assess the assets' performance and to make decisions. The Fund has not taken the option to irrevocably designate any equity securities as fair value through other comprehensive income. The contractual cash flows of the Fund's debt securities are solely principal and interest, however, these securities are neither held for the purpose of collecting contractual cash flows nor held both for collecting contractual cash flows and for sale. The collection of contractual cash flows is only incidental to achieving the Fund's business model's objective.

Consequently, all investments are measured at fair value through profit or loss. Financial assets in the category at fair value through profit or loss have been so designated by management at inception since the assets form part of the managed portfolio whose performance is evaluated on a fair value basis in accordance with a documented investment strategy.

Liabilities

The Fund makes short sales in which a borrowed security is sold in anticipation of a decline in the market value of that security, or it may use short sales for various arbitrage transactions. Short sales are held for trading and are consequently classified as financial liabilities at fair value through profit or loss. Derivative contracts that have a negative fair value are presented as liabilities at fair value through profit or loss.

As such, the Fund classifies all of its investment portfolio as financial assets or liabilities at fair value through profit or loss.

Fortress Global Funds SPC Inc.

Notes to the Financial Statements

September 30, 2019

(expressed in United States dollars)

2 Summary of significant accounting policies...continued

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

i) Classification

The Fund's policy requires the Investment Manager and the Board of Directors to evaluate the information about these financial assets and liabilities on a fair value basis together with other related financial information.

ii) Investments in financial assets previously designated at fair value through profit or loss

The Fund's holds equity securities and debt securities of which had previously been designated at fair value through profit or loss. On adoption of IFRS 9 these securities are mandatorily classified as fair value through profit or loss.

iii) Recognition, derecognition and measurement

Regular-way purchases and sales of financial assets at fair value through profit or loss are recognised on the trade date, which is the date a fund commits to purchase or sell the investments. Transaction costs are costs incurred to acquire financial assets or liabilities at fair value through profit or loss. They include the bid-ask spread, fees and commissions paid to agents, advisers, brokers and dealers.

Transaction costs, when incurred, are immediately recognised in the statement of comprehensive income as an expense. Financial assets at fair value through profit or loss are derecognised when the rights to receive cash flows from the investments have expired or a fund has transferred substantially all risks and rewards of ownership.

When a fund purchases an option, an amount equal to fair value which is based on the premium paid is recorded as an asset. When a fund write an option, an amount equal to fair value which is based on the premium received by the funds is recorded as a liability. When options are closed, the difference between the premium and the amount paid or received, net of brokerage commissions is recognised as a gain or loss and is presented in the statement of comprehensive income within net fair value gains or losses on financial assets at fair value through profit or loss. If the option expires worthless, the full amount of the premium is recognised as a gain or loss and is presented in the statement of comprehensive income within net fair value gains or losses on financial assets and liabilities at fair value through profit or loss.

Financial assets at fair value through profit or loss in other investment funds are valued at fair value on the basis of the net asset value per share as determined by the administrators of those investment vehicles in accordance with industry practice.

All other financial assets at fair value through profit or loss are initially recognised at fair value and are subsequently carried at fair value based on quoted exit prices. In the absence of quoted exit prices, the last close price and other information including the quoted offer price is considered by the Manager to determine the appropriate fair value price to be used. In the event that a security held by a fund is unquoted, if unusual market conditions exist, or in the event that a particular security's value has become impaired, the Manager, and on advice of an independent broker, will make a reasonable

Fortress Global Funds SPC Inc.

Notes to the Financial Statements

September 30, 2019

(expressed in United States dollars)

2 Summary of significant accounting policies...continued

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

iii) Recognition, derecognition and measurement...continued

estimate of the fair value price by using valuation techniques. These can include the use of recent arm's length transactions, reference to other instruments that are substantially the same or discounted cash flow analysis which make maximum use of market inputs and rely as little as possible on entity-specific inputs.

Subsequent to initial recognition, all financial assets and financial liabilities at fair value through profit or loss are measured at fair value. Gains and losses arising from changes in the fair value of the 'financial assets or financial liabilities at fair value through profit or loss' category are presented in the statement of comprehensive income within other net changes in fair value of financial assets and liabilities at fair value through profit or loss in the period in which they arise.

Dividend income from financial assets at fair value through profit or loss is recognised in the statement of comprehensive income within dividend income when the Fund's right to receive payments is established. Interest on debt securities at fair value through profit or loss is recognised in the statement of comprehensive income.

iv) Fair value estimation

Fair value is the price that would be received to sell an asset or paid to transfer a liability in an orderly transaction between market participants at the measurement date. The fair value of financial assets and liabilities traded in active markets (such as publicly traded derivatives and trading securities) are based on quoted market prices at the close of trading on the reporting date. The quoted market price used for financial assets held by the funds is the current exit price; the quoted market price for financial liabilities is the current exit price. If a significant movement in fair value occurs subsequent to the close of trading on the year end date, valuation techniques will be applied to determine the fair value. A significant event is any event that occurs after the last market price for a security, close of market or close of the foreign exchange, but before the funds' valuation time that -materially affects the integrity of the closing prices for any security, instrument, currency or securities affected by that event so that they cannot be considered 'readily available' market quotations.

The fair value of financial assets and liabilities that are not traded in an active market (for example, over-the-counter derivatives) is determined using valuation techniques and from other sources. The funds use a variety of methods and makes assumptions that are based on market conditions existing at each reporting date. Valuation techniques used include the use of comparable recent arm's length transactions, reference to other instruments that are substantially the same, discounted cash flow analysis, option pricing models and other valuation techniques commonly used by market participants making the maximum use of market inputs and relying as little as possible on entity-specific inputs. Investments in other funds are measured on the net asset value per share as determined by the administrator of the fund.

Fortress Global Funds SPC Inc.

Notes to the Financial Statements

September 30, 2019

(expressed in United States dollars)

2 Summary of significant accounting policies...continued

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

v) *Transfers between levels of the fair value hierarchy*

Transfers between levels of the fair value hierarchy are deemed to have occurred at the beginning of the reporting period.

d) Cash and cash equivalents

Cash equivalents are short-term, highly liquid investments, with original maturities of three months or less that are readily convertible to known amounts of cash which are subject to insignificant changes in value.

e) Due from and due to brokers

Amounts due from and to brokers represent receivables for securities sold and payables for securities purchased, that have been contracted for but not yet settled or delivered by the statement of financial position date, respectively.

f) Equity

Redeemable shares are classified as equity instruments when:

- The redeemable shares entitle the holder to a pro rata share of the funds' net assets in the event of the funds' liquidation
- The redeemable shares are in the class of instruments that is subordinate to all other classes of instruments
- All redeemable shares in the class of instruments that is subordinate to all other classes of instruments have identical features
- The redeemable shares do not include any contractual obligation to deliver cash or another financial asset other than the holder's rights to a pro rata share of the funds' net assets
- The total expected cash flows attributable to the redeemable shares over the life of the instrument are based substantially on the profit or loss, the change in the recognised net assets or the change in the fair value of the recognised and unrecognised net assets of the funds over the life of the instrument

In addition to the redeemable shares having all of the above features, the funds must have no other financial instrument or contract that has:

- Total cash flows based substantially on the profit or loss, the change in the recognised net assets or the change in the fair value of the recognised and unrecognised net assets of the funds
- The effect of substantially restricting or fixing the residual return to the redeemable shareholders

The Company continuously assesses the classification of the redeemable shares. If the redeemable shares cease to have all the features, or meet all the conditions set out, to be classified as equity, the fund will reclassify them as financial liabilities and measure them at fair value at the date of reclassification, with any differences from the previous carrying amount recognised in equity. If the redeemable shares subsequently

Fortress Global Funds SPC Inc.

Notes to the Financial Statements

September 30, 2019

(expressed in United States dollars)

2 Summary of significant accounting policies...continued

f) Equity...continued

have all the features and meet the conditions to be classified as equity, the fund will reclassify them as equity instruments and measure them at the carrying amount of the liabilities at the date of the reclassification.

Each fund issues redeemable shares which have all the features above and as such are classified as equity. Redeemable shares are redeemable at the holder's option and can be put back to a fund bi-weekly for cash equal to a proportionate share of that funds' net asset value. The redeemable shares equal the redemption amount that is payable at the statement of financial position date if the holders exercises the right to put the shares back to a fund.

Each funds' net asset value per redeemable mutual fund share is calculated by dividing the net assets attributable to those shares by the number of outstanding redeemable shares. In accordance with the provisions of each funds' regulations, investment positions are valued based on the procedures described in note 2f for the purpose of determining the net asset value per share for subscriptions and redemptions.

g) Income

Interest income

Interest is recognised on a time-proportionate basis using the effective interest method. Interest income includes interest from cash and cash equivalents. Interest from financial assets at fair value through profit or loss includes interest from debt securities.

Dividend income

Dividend income is recognised when each funds' right to receive payment has been established.

h) Expenses

Expenses are accounted for on an accrual basis. Expenses are charged to the statement of comprehensive income. In addition to the management fees and administration expenses, each fund is responsible for the payment of all direct expenses relating to its operations such as audit, legal and professional fees.

i) Distributions payable to holders of redeemable mutual fund shares

The funds' do not pay dividends or distributions to the holders of redeemable mutual fund shares. All income, including interest, dividends and capital gains earned by each fund, are automatically reinvested and this income is reflected in the quoted net asset value of the shares.

Fortress Global Funds SPC Inc.

Notes to the Financial Statements

September 30, 2019

(expressed in United States dollars)

2 Summary of significant accounting policies...continued

j) Taxation

The Company was incorporated in the Cayman Islands on October 15, 2012, as an exempted segregated portfolio company with limited liability under the Companies Law CAP 22. The Directors have resolved that all of the net income of each fund is attributable to each funds' redeemable mutual fund shareholders. The Cayman Islands at present impose no taxes on profit, income, capital gains or appreciations in value of the Company.

Dividend and interest income received by each fund may be subject to withholding tax imposed in the country of origin. Investment income is recorded gross of such taxes.

3 Critical accounting estimates and assumptions

Management makes estimates and assumptions concerning the future. The resulting accounting estimates will, by definition, seldom equal the related actual results. The estimates and assumptions that have a significant risk of causing a material adjustment to the carrying amounts of assets and liabilities are outlined below.

The estimates and assumptions that have a significant risk of causing material adjustment to the carrying value of assets and liabilities within the next financial year relate to the valuation of unquoted investments and the determination of impairment provisions. The fair value of such securities not quoted in an active market may be determined by the funds using reputable pricing sources (such as pricing agencies) or indicative prices.

The funds would exercise judgement and estimates on the quantity and quality of pricing sources used. The determination of what constitutes 'observable' requires significant judgement by the funds. The funds considers observable data to be market data that 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. Management policies surrounding these estimates and assumptions are disclosed in note 4.

4 Financial risk management

The funds' activities expose it to a variety of financial risks: market risk (which includes price risk, interest rate risk and foreign currency risk), credit risk and liquidity risk on the financial instruments it holds.

The funds' overall risk management programme focuses on the unpredictability of financial markets and seeks to minimise potential adverse effects on the funds' financial performance. The risk management policies employed by the funds to manage these risks are discussed below. The management of these risks is carried out by the Manager under policies approved by the Board of Directors. The Board provides written principles for overall risk management, as well as written policies covering specific areas, such as foreign exchange risk, interest rate risk, credit risk, the use of derivative financial instruments and non-derivative financial instruments and the investment of excess liquidity.

Fortress Global Funds SPC Inc.

Notes to the Financial Statements

September 30, 2019

(expressed in United States dollars)

4 Financial risk management...continued

Market risk

i) Price risk

The funds are exposed to equity securities price risk and derivative price risk. Equity price risk is the risk of unfavourable changes in the fair values of equity instruments or equity-linked derivatives as the result of changes in the levels of equity indices and the value of individual shares. This arises from investments held by the funds for which prices in the future are uncertain. Where non-monetary financial instruments - for example, equity securities - are denominated in currencies other than the United States dollar, the price initially expressed in foreign currency and then converted into United States dollars will also fluctuate because of changes in foreign exchange rates. The below 'Foreign currency risk' note, sets out how this component of price risk is managed and measured.

To manage this risk each fund holds a diversified portfolio of investments in accordance with its investment policy. A summary of the overall statement of financial position market exposures at September 30, 2019 is disclosed in note 5.

Management's best estimate of the effect on profit or loss for a year due to a reasonably possible change in equity indices, with all other variables held constant is indicated in the table below. The analysis is based using the MSCI All Country World Index, for all funds except for Fortress Fixed Income SP. The majority of the financial assets held in Fortress Fixed Income SP are listed debt securities. The analysis for this fund is based using the Bloomberg Barclays US Aggregate Bond Index. The analysis is based on the assumptions that the MSCI All Country World Index increased by 14% (2018- 8%) and the Bloomberg Barclays US Aggregate Bond Index increased by 3% (2018- 3%), with all other variables held constant. In practice, the actual trading results may differ from the sensitivity analysis below and the difference could be material.

An equivalent decrease in each of the indices shown below would have resulted in an equivalent, but opposite, impact.

Sensitivity

	2019 \$	2018 \$
Effect on net assets attributable to redeemable shares of an increase in the indices		
Fortress US Equity Fund SP	2,235,800	790,907
Fortress International Equity Fund SP	5,192,537	2,193,881
Fortress Income Builder US Fund SP	1,323,826	673,542
Fortress Income Builder International Fund SP	1,730,596	896,130
Fortress Emerging Markets Fund SP	5,100,041	2,677,518
Fortress Global Opportunity Wealth Fund SP	453,716	178,644
Fortress Fixed Income Fund SP	559,888	362,012

Fortress Global Funds SPC Inc.

Notes to the Financial Statements

September 30, 2019

(expressed in United States dollars)

4 Financial risk management...continued

Market risk...continued

i) Price risk...continued

The Investment Manager uses the MSCI All Country World Index and the Bloomberg Barclays US Aggregate Bond Index as a reference point in making investment decisions. However, the Investment Manager does not manage the Fund's investment strategy to track the MSCI All Country World Index, the Bloomberg Barclays US Aggregate Bond Index or any other index or external benchmark.

ii) Cash flows and fair value interest rate risk

Interest rate risk arises from the effects of fluctuations in the prevailing levels of market interest rates on the fair value of financial assets and liabilities and future cash flow. The majority of each funds' financial assets and liabilities are non-interest bearing. The majority of the funds' debt securities are fixed rate securities. As a result, the funds are not subject to significant amounts of risk due to fluctuation in the prevailing levels of market interest rates. Any excess cash and cash equivalents are invested at short-term market interest rates. The effective yield on cash and cash equivalents is disclosed in note 6.

iii) Foreign currency risk

Selected fund holds financial assets denominated in currencies other than United States dollars, the functional currency of each fund. Consequently, except where assets and liabilities are denominated in currencies fixed to the United States dollar, these funds are exposed to currency risk.

When the Manager formulates a view on the future direction of foreign exchange rates and the potential impact on the funds, the Manager factors that into its portfolio allocation decisions. While the funds have direct exposure to foreign exchange rate changes on the price of non-United States dollar-denominated securities, they may also be indirectly affected by the impact of foreign exchange rate changes on the earnings of certain companies in which the funds invest, even if those companies' securities are denominated in United States dollars. For that reason, the below sensitivity analysis may not necessarily indicate the total effect on the funds' net assets attributable to holders of redeemable shares of future movements in foreign exchange rates.

Foreign currency risk arises as the value of future transactions, recognised monetary assets and monetary liabilities denominated in other currencies fluctuate due to changes in foreign exchange rates. IFRS 7 considers the foreign exchange exposure relating to non-monetary assets and liabilities to be a component of market price risk not foreign currency risk. However, management monitors the exposure on all foreign currency denominated assets and liabilities.

Fortress Global Funds SPC Inc.

Notes to the Financial Statements

September 30, 2019

(expressed in United States dollars)

4 Financial risk management...continued

Market risk...continued

iii) Foreign currency risk...continued

Fortress US Equity Fund SP, Fortress Income Builder US Fund SP and Fortress Global Opportunity Wealth Fund SP hold financial assets denominated in United States dollars only, the functional currency of the Fund. For all other funds, the table below summarises each funds' exposure to currency risk:

	GBP \$	JPY \$	EUR \$
Fortress International Equity Fund SP			
At September 30, 2019			
Financial assets			
Financial assets at fair value through profit or loss	3,021,943	4,664,130	5,103,531
Accounts receivable	—	73,086	—
Total financial assets	3,021,943	4,737,216	5,103,531
Total financial liabilities	—	—	—
Net position	3,021,943	4,737,216	5,103,531
At September 30, 2018			
Financial assets			
Financial assets at fair value through profit or loss	3,280,262	4,581,003	5,103,004
Due from brokers	—	1,042,518	—
Accounts receivable	—	105,204	—
Total financial assets	3,280,262	5,728,725	5,103,004
Total financial liabilities	—	—	—
Net position	3,280,262	5,728,725	5,103,004

Fortress Global Funds SPC Inc.

Notes to the Financial Statements

September 30, 2019

(expressed in United States dollars)

4 Financial risk management...continued

Market risk...continued

iii) Foreign currency risk...continued

	GBP \$	JPY \$	EUR \$
Fortress Income Builder International Fund SP			
At September 30, 2019			
Financial assets			
Financial assets at fair value through profit or loss	2,037,686	1,823,178	2,436,077
Accounts receivable	—	38,373	—
Total financial assets	2,037,686	1,861,551	2,436,077
Total financial liabilities	—	—	—
Net position	2,037,686	1,861,551	2,436,077
At September 30, 2018			
Financial assets			
Financial assets at fair value through profit or loss	3,466,563	2,417,019	3,622,282
Accounts receivable	—	48,700	—
Total financial assets	3,466,563	2,465,719	3,622,282
Total financial liabilities	—	—	—
Net position	3,466,563	2,465,719	3,622,282

Fortress Global Funds SPC Inc.

Notes to the Financial Statements

September 30, 2019

(expressed in United States dollars)

4 Financial risk management...continued

Market risk...continued

iii) Foreign currency risk...continued

	ZAR
	\$
Fortress Emerging Markets Fund SP	
At September 30, 2019	
Financial assets	
Financial assets at fair value through profit or loss	1,155,518
Total financial assets	1,155,518
Total financial liabilities	—
Net position	1,155,518
At September 30, 2018	
Financial assets	
Financial assets at fair value through profit or loss	925,855
Due from brokers	796,349
Accounts receivable	17,624
Total financial assets	1,739,828
Total financial liabilities	—
Net position	1,739,828

Sensitivity

Each of the above funds is most exposed to currency risk in its operating currencies whose values have noticeably fluctuated against the United States dollar. These currencies include the Great Britain Pound (GBP), Japanese Yen (JPY), Euro (EUR) and the South African Rand (ZAR). The theoretical decrease in net assets if these currencies had depreciated by 5% against the United States dollar with all other variables held constant is considered below.

Fortress Global Funds SPC Inc.

Notes to the Financial Statements

September 30, 2019

(expressed in United States dollars)

4 Financial risk management...continued

Market risk...continued

iii) Foreign currency risk...continued

	Effect of a 5% depreciation as of September 30, 2019 \$	Effect of a 5% depreciation as of September 30, 2018 \$
Fortress International Equity Fund SP		
Balances denominated in GBP	151,097	164,013
Balances denominated in JPY	236,861	286,436
Balances denominated in EUR	255,177	255,150
Fortress Income Builder International Fund SP		
Balances denominated in GBP	101,884	173,328
Balances denominated in JPY	93,078	123,286
Balances denominated in EUR	121,804	181,114
Fortress Emerging Markets Fund SP		
Balances denominated in ZAR	57,776	86,991

A 5% appreciation in the currencies will have an equal and opposite effect to that disclosed above.

While each fund has direct exposure to foreign exchange rate changes on the price of non-United States-denominated securities, it may also be indirectly affected by the impact of foreign exchange rate changes on the earnings of certain companies in which each fund invests, even if those companies' securities are denominated in United States dollars. For that reason, the above sensitivity analysis may not necessarily indicate the total effect on each funds' net assets attributable to holders of redeemable shares of future movements in foreign exchange rates.

Fortress Global Funds SPC Inc.

Notes to the Financial Statements

September 30, 2019

(expressed in United States dollars)

4 Financial risk management...continued

Credit risk

Credit risk is the risk that an issuer or counterparty to a financial instrument will be unable or unwilling to meet a commitment thereby causing a financial loss to a fund. It is the fund's policy to enter into financial instruments with reputable counterparties.

The maximum exposure of each fund to the credit risk is set out in the following table:

	Fortress US Equity Fund SP \$	Fortress International Equity Fund SP \$	Fortress Income Builder US Fund SP \$	Fortress Income Builder International Fund SP \$	Fortress Emerging Markets Fund SP \$	Fortress Global Opportunity Wealth Fund SP \$	Fortress Fixed Income Fund SP \$
September 30, 2019							
Cash and cash equivalents	87,030	1,989,658	910,487	1,137,450	2,032,575	68,162	967,867
Accounts receivable	9,636	199,270	18,194	99,844	44,834	—	—
Debt securities	—	—	—	—	—	—	26,161,101
	96,666	2,188,928	928,681	1,237,294	2,077,409	68,162	27,128,968
September 30, 2018							
Cash and cash equivalents	1,200,879	1,852,520	1,183,976	2,070,157	2,532,207	342,856	382,234
Due from broker	261,894	1,042,518	—	859,459	796,349	—	—
Accounts receivable	12,303	172,982	17,026	68,105	64,759	—	—
Debt securities	—	—	—	—	—	—	16,957,465
	1,475,076	3,068,020	1,201,002	2,997,721	3,393,315	342,856	17,339,699

Credit risk is minimised through holding a diversified portfolio of investments, purchasing securities after careful assessment of the borrower and placing deposits with financial institutions with a strong capital base.

As of September 30, 2019 none (2018- nil) of the funds' accounts receivables are impaired or past due but not impaired.

Fortress Global Funds SPC Inc.

Notes to the Financial Statements

September 30, 2019

(expressed in United States dollars)

4 Financial risk management...continued

Credit risk ...continued

The analysis below summarises the credit quality of the funds debt portfolio by rating agency category:

	2019	2018
	% of debt securities	
Fortress Fixed Income Fund SP		
AAA	14%	3%
AA+	2%	14%
AA-	5%	6%
A+	2%	6%
A/Baa1	10%	17%
A-	5%	3%
BBB+	24%	14%
BBB	21%	17%
BBB-	5%	8%
BB+/Ba1	5%	6%
BB-	2%	3%
CCC/Caa	5%	6%
100%	100%	100%

All transactions in listed securities are settled/paid for upon delivery using approved brokers. The risk of default is considered minimal since delivery of securities sold is only made once the broker has delivered payment. On a purchase, payment is made once the securities have been received by the broker. The trade will fail if either party fails to meet their obligation.

Each funds' significant exposure to individual counterparty credit risk on its cash and cash equivalents is set out below:

	Fortress US Equity Fund SP \$	Fortress International Equity Fund SP \$	Fortress Income Builder US Fund SP \$	Fortress Income Builder International Fund SP \$	Fortress Emerging Markets Fund SP \$	Fortress Global Opportunity Wealth Fund SP \$	Fortress Fixed Income Fund SP \$
September 30, 2019							
Morgan Stanley (BBB+ by Standard & Poor's)	42,279	564,319	863,330	1,100,046	640,955	15,782	937,855

Fortress Global Funds SPC Inc.

Notes to the Financial Statements

September 30, 2019

(expressed in United States dollars)

4 Financial risk management...continued

Credit risk ...continued

	Fortress US Equity Fund SP \$	Fortress International Equity Fund SP \$	Fortress Income Builder US Fund SP \$	Fortress Income Builder International Fund SP \$	Fortress Emerging Markets Fund SP \$	Fortress Global Opportunity Wealth Fund SP \$	Fortress Fixed Income Fund SP \$
September 30, 2018							
Morgan Stanley (BBB+ by Standard & Poor's)	1,152,493	1,733,835	1,132,310	2,027,221	2,494,505	277,204	346,762

The clearing and depository operations for each fund's security transactions were mainly concentrated with one prime broker Morgan Stanley Smith Barney LLC., a member of a major securities exchange, and at September 30, 2019 had a credit rating of BBB+ by Standard & Poor's. At September 30, 2019, substantially all cash and cash equivalents and investments are placed in custody with Morgan Stanley Smith Barney LLC.

There is a risk involved in dealing with custodians or brokers who settle trades with regard to the segregation of assets. It is expected that all securities and other assets deposited with custodians or brokers will be clearly identified as being assets of each fund; each fund should not therefore be exposed to a credit risk with respect to such parties. However, it may not always be possible to achieve this segregation, so the portfolios of the funds may experience increased exposure to credit risk associated with the applicable custodians or brokers.

Liquidity risk

Each fund is exposed to bi-monthly cash redemptions of Redeemable Mutual Fund Shares (note 2f). They therefore invest the majority of their assets in investments that are traded in an active market and can be readily disposed of. The table below analyses each funds' non- derivative financial liabilities and equity into relevant maturity groupings based on the remaining period at the statement of financial position date to the contractual maturity date.

	Less than 1 month \$	1 -3 months \$
2019		
Fortress US Equity Fund SP		
Accounts payable and accrued expenses	—	1,244
Net assets attributable to holders of redeemable mutual fund shares	14,426,378	—
Total financial liabilities and equity	14,426,378	1,244

Fortress Global Funds SPC Inc.

Notes to the Financial Statements

September 30, 2019

(expressed in United States dollars)

4 Financial risk management...continued

Liquidity risk...continued

The amounts disclosed in the table below are the contractual undiscounted cash flows.

	Less than 1 month \$	1 -3 months \$
2019		
Fortress International Equity Fund SP		
Accounts payable and accrued expenses	—	3,144
Net assets attributable to holders of redeemable mutual fund shares	36,044,265	—
Total financial liabilities and equity	36,044,265	3,144
Fortress Income Builder US Fund SP		
Accounts payable and accrued expenses	—	1,565
Net assets attributable to holders of redeemable mutual fund shares	13,885,315	—
Total financial liabilities and equity	13,885,315	1,565
Fortress Income Builder International Fund SP		
Accounts payable and accrued expenses	—	2,030
Net assets attributable to holders of redeemable mutual fund shares	18,422,360	—
Total financial liabilities and equity	18,422,360	2,030
Fortress Emerging Markets Fund SP		
Accounts payable and accrued expenses	—	3,741
Net assets attributable to holders of redeemable mutual fund shares	39,044,869	—
Total financial liabilities and equity	39,044,869	3,741
Fortress Global Opportunity Wealth Fund SP		
Accounts payable and accrued expenses	—	567
Net assets attributable to holders of redeemable mutual fund shares	5,428,524	—
Total financial liabilities and equity	5,428,524	567

Fortress Global Funds SPC Inc.

Notes to the Financial Statements

September 30, 2019

(expressed in United States dollars)

4 Financial risk management...continued

Liquidity risk...continued

	Less than 1 month \$	1 -3 months \$
2019		
Fortress Fixed Income Fund SP		
Accounts payable and accrued expenses	—	2,588
Net assets attributable to holders of redeemable mutual fund shares	27,126,380	—
Total financial liabilities and equity	27,126,380	2,588
2018		
Fortress US Equity Fund SP		
Due to broker	382,107	—
Accounts payable and accrued expenses	—	1,772
Net assets attributable to holders of redeemable mutual fund shares	11,896,921	—
Total financial liabilities and equity	12,279,028	1,772
Fortress International Equity Fund SP		
Due to broker	871,459	—
Accounts payable and accrued expenses	—	6,621
Net assets attributable to holders of redeemable mutual fund shares	28,477,163	—
Total financial liabilities and equity	29,348,622	6,621
Fortress Income Builder US Fund SP		
Accounts payable and accrued expenses	—	1,785
Net assets attributable to holders of redeemable mutual fund shares	15,649,219	—
Total financial liabilities and equity	15,649,219	1,785
Fortress Income Builder International Fund SP		
Due to broker	622,618	—
Accounts payable and accrued expenses	—	4,634
Net assets attributable to holders of redeemable mutual fund shares	20,820,871	—
Total financial liabilities and equity	21,443,489	4,634

Fortress Global Funds SPC Inc.

Notes to the Financial Statements

September 30, 2019

(expressed in United States dollars)

4 Financial risk management...continued

Liquidity risk...continued

	Less than 1 month \$	1 -3 months \$
Fortress Emerging Markets Fund SP		
Due to broker	957,060	—
Accounts payable and accrued expenses	—	6,813
Net assets attributable to holders of redeemable mutual fund shares	31,221,061	—
Total financial liabilities and equity	32,178,121	6,813
Fortress Global Opportunity Wealth Fund SP		
Accounts payable and accrued expenses	—	527
Net assets attributable to holders of redeemable mutual fund shares	4,668,222	—
Total financial liabilities and equity	4,668,222	527
Fortress Fixed Income Fund SP		
Accounts payable and accrued expenses	—	1,969
Net assets attributable to holders of redeemable mutual fund shares	17,337,730	—
Total financial liabilities and equity	17,337,730	1,969

Redeemable shares are redeemed bi-monthly on demand at the holder's option (note 8). In the event that a fund receives any request for redemption in respect of any one Redemption Day, either singly or when aggregated with other redemption requests, representing more than 20% of the number of Redeemable Shares of any Class outstanding and the Directors determine that the redemption of such volume of Redeemable Shares of that Class would materially prejudice the interests of the other Shareholders of that Class or otherwise materially and adversely affect that fund, the Directors may scale down, on a pro-rata basis, each request for redemption with respect to such Redemption Day so that not more than 20% of the issued and outstanding Redeemable Shares of the relevant Class shall be redeemed on such relevant Redemption Day. Each such redemption request shall be treated with respect to the unsatisfied balance as if a further request has been made by the redeeming Shareholder in respect of the next Redemption Day until the request for redemption is satisfied in full. In the event of unusual circumstances, the directors of the Company reserve the right to suspend the determination of the net asset value, the sale, allotment, issue or redemption of a fund's shares.

At September 30, 2019, 93% (2018- 100%) of financial assets at fair value through profit or loss for Fortress Global Opportunity Wealth Fund SP (FGOW), comprise of investments in the other SP funds that have been fair valued in accordance with the policies set out in note 2c. Since the shares in the other funds are not publicly traded, redemption can only be made by FGOW on the redemption dates and subject to the required notice periods specified in the offering documents of each of the other funds. The rights of FGOW to request

Fortress Global Funds SPC Inc.

Notes to the Financial Statements

September 30, 2019

(expressed in United States dollars)

4 Financial risk management...continued

Liquidity risk...continued

redemption of its investments in the other funds may vary in frequency from daily to monthly redemptions. As a result, the carrying values of the other funds may not be indicative of the prevailing values ultimately realised on redemption. In addition, FGOW may be materially affected by the actions of other investors who have invested in the other funds in which FGOW has invested.

The fund manages its liquidity risk by investing predominantly in securities that it expects to be able to liquidate within 1 month or less. The following table illustrates the expected liquidity of assets held.

	Less than 1 month \$	1 - 3 months \$	Over 3 months \$
September 30, 2019			
Fortress US Equity Fund SP			
Total assets	14,427,622	—	—
Fortress International Equity Fund SP			
Total assets	35,891,961	—	155,448
Fortress Income Builder US Fund SP			
Total assets	14,079,005	—	—
Fortress Income Builder International Fund SP			
Total assets	18,620,480	—	34,460
Fortress Emerging Markets Fund SP			
Total assets	39,048,610	—	—
Fortress Global Opportunity Wealth Fund SP			
Total assets	5,429,091	—	—
Fortress Fixed Income Fund SP			
Total assets	27,128,968	—	—

Fortress Global Funds SPC Inc.

Notes to the Financial Statements

September 30, 2019

(expressed in United States dollars)

4 Financial risk management...continued

Liquidity risk...continued

	Less than 1 month \$	1 - 3 months \$	Over 3 months \$
September 30, 2018			
Fortress US Equity Fund SP			
Total assets	12,280,800	—	—
Fortress International Equity Fund SP			
Total assets	29,182,261	172,982	—
Fortress Income Builder US Fund SP			
Total assets	15,783,644	—	—
Fortress Income Builder International Fund SP			
Total assets	21,452,018	68,105	—
Fortress Emerging Markets Fund SP			
Total assets	32,184,934	—	—
Fortress Global Opportunity Wealth Fund SP			
Total assets	4,668,749	—	—
Fortress Fixed Income Fund SP			
Total assets	17,339,699	—	—

The table below analyses the Fund's derivative financial instruments in a loss position for which the contractual maturities are considered to be essential to an understanding of the timing of cash flows based on the fund's investment strategy.

	Less than 7 days \$	7 days -1 month \$	1- 12 months \$
September 30, 2019			
Gross settled derivatives			
Fortress Income Builder US Fund SP			
Call SPY 300 20 Dec 2019	—	—	192,125
Fortress Income Builder International Fund SP			
Call SPY 300 20 Dec 2019	—	—	230,550

Fortress Global Funds SPC Inc.

Notes to the Financial Statements

September 30, 2019

(expressed in United States dollars)

4 Financial risk management...continued

	Less than 7 days \$	7 days -1 month \$	1- 12 months \$
September 30, 2018			
Gross settled derivatives			
Fortress Income Builder US Fund SP			
Call SPY 293 18 Dec 2018	—	—	110,100
Call RCL 135 21 Dec 2018	—	—	22,540
	—	—	132,640
Fortress Income Builder International Fund SP			
Call EFA 69 16 Nov 2018	—	—	72,000

Capital risk management

The capital of each fund is represented by the net assets attributable to holders of redeemable shares. The amount of net asset attributable to holders of redeemable shares can change significantly on a monthly basis as the funds are subject to bi-monthly subscriptions and redemptions at the discretion of shareholders. The funds' objective when managing capital is to safeguard the funds' ability to continue as a going concern in order to provide returns for shareholders and to maintain a strong capital base to support the development of the investment activities of the funds.

Fair value estimation

The fair value of financial assets and liabilities traded in active markets (such as publicly traded derivatives and trading securities) are based on quoted market prices at the close of trading on the year end date. The quoted market price used for financial assets held by the funds is the exit price; the quoted market price for financial liabilities is the exit price. If a significant movement in fair value occurs subsequent to the close of trading on the year end date, valuation techniques will be applied to determine the fair value.

An active market is a market in which transactions for the asset or liability take place with sufficient frequency and volume to provide pricing information on an ongoing basis.

The funds are required to classify fair value measurements using a fair value hierarchy that reflects the significance of the inputs used in making the measurements. The fair value hierarchy has the following levels:

- Quoted prices (unadjusted) in active markets for identical assets or liabilities (level 1).
- Inputs other than quoted prices included within level 1 that are observable for the asset or liability, either directly (that is, as prices) or indirectly (that is, derived from prices) (level 2).
- Inputs for the asset or liability that are not based on observable market data (that is, unobservable inputs) (level 3).

The level in the fair value hierarchy within which the fair value measurement is categorised in its entirety is determined on the basis of the lowest level input that is significant to the fair value measurement in its entirety.

Fortress Global Funds SPC Inc.

Notes to the Financial Statements

September 30, 2019

(expressed in United States dollars)

4 Financial risk management...continued

Fair value estimation ...continued

For this purpose, the significance of an input is assessed against the fair value measurement in its entirety. If a fair value measurement uses observable inputs that require significant adjustment based on unobservable inputs, that measurement is a level 3 measurement. Assessing the significance of a particular input to the fair value measurement in its entirety requires judgment, considering factors specific to the asset or liability.

The determination of what constitutes 'observable' requires significant judgment by each fund. Each fund considers observable data to be that market data that 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 following table analyses within the fair value hierarchy each funds' financial assets and liabilities (by class) measured at fair value:

	Level 1 \$	Level 2 \$	Level 3 \$	Total \$
September 30, 2019				
Fortress US Equity Fund SP				
Financial assets at fair value through profit or loss:				
Listed equity securities	<u>14,330,956</u>	—	—	—
Fortress International Equity Fund SP				
Financial assets at fair value through profit or loss:				
Listed equity securities	<u>33,858,481</u>	—	—	—
Fortress Income Builder US Fund SP				
Financial assets at fair value through profit or loss:				
Listed equity securities	<u>13,150,324</u>	—	—	—
Financial liabilities at fair value through profit or loss:				
Written options	<u>192,125</u>	—	—	—
Fortress Income Builder International Fund SP				
Financial assets at fair value through profit or loss:				
Listed equity securities	<u>17,417,646</u>	—	—	—
Financial liabilities at fair value through profit or loss:				
Written options	<u>230,550</u>	—	—	—

Fortress Global Funds SPC Inc.

Notes to the Financial Statements

September 30, 2019

(expressed in United States dollars)

4 Financial risk management...continued

Fair value estimation ...continued

	Level 1 \$	Level 2 \$	Level 3 \$	Total \$
September 30, 2019				
Fortress Emerging Markets Fund SP				
Financial assets at fair value through profit or loss:				
Listed equity securities	<u>36,971,201</u>	—	—	—
Fortress Global Opportunity Wealth Fund SP				
Financial assets at fair value through profit or loss:				
Listed equity securities	74,820	—	—	—
Mutual funds	—	<u>5,286,109</u>	—	—
	<u>74,820</u>	<u>5,286,109</u>	—	—
Fortress Fixed Income Fund SP				
Financial assets at fair value through profit or loss:				
Debt securities	<u>26,161,101</u>	—	—	—
September 30, 2018				
Fortress US Equity Fund SP				
Financial assets at fair value through profit or loss:				
Listed equity securities	<u>10,805,724</u>	—	—	—
Fortress International Equity Fund SP				
Financial assets at fair value through profit or loss:				
Listed equity securities	<u>26,287,223</u>	—	—	—

Fortress Global Funds SPC Inc.

Notes to the Financial Statements

September 30, 2019

(expressed in United States dollars)

4 Financial risk management...continued

Fair value estimation ...continued

	Level 1 \$	Level 2 \$	Level 3 \$	Total \$
September 30, 2018				
Fortress Income Builder US Fund SP				
Financial assets at fair value through profit or loss:				
Listed equity securities	14,556,642	—	—	—
Purchased options	26,000	—	—	—
	14,582,642	—	—	—
Financial liabilities at fair value through profit or loss:				
Written options	132,640	—	—	—
Fortress Income Builder International Fund SP				
Financial assets at fair value through profit or loss:				
Listed equity securities	18,476,902	—	—	—
Purchased options	45,500	—	—	—
	18,522,402	—	—	—
Financial liabilities at fair value through profit or loss:				
Written options	72,000	—	—	—
Fortress Emerging Markets Fund SP				
Financial assets at fair value through profit or loss:				
Listed equity securities	28,791,619	—	—	—
Fortress Global Opportunity Wealth Fund SP				
Financial assets at fair value through profit or loss:				
Mutual funds	—	4,325,893	—	—
Fortress Fixed Income Fund SP				
Financial assets at fair value through profit or loss:				
Debt securities	16,957,465	—	—	—

Fortress Global Funds SPC Inc.

Notes to the Financial Statements

September 30, 2019

(expressed in United States dollars)

4 Financial risk management...continued

Fair value estimation ...continued

Investments whose values are based on quoted market prices in active markets, and therefore classified within level 1, include active listed equities. The funds do not adjust the quoted price for these instruments.

Financial instruments 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. These include unlisted mutual funds. As level 2 investments include positions that are not traded in active markets and/or are subject to transfer restrictions, valuations may be adjusted to reflect illiquidity and/or non-transferability, which are generally based on available market information.

Investments classified within level 3 have significant unobservable inputs, as they trade infrequently, are unquoted or are determined by a third party.

Assets and liabilities not carried at fair value but for which fair value is disclosed

The following table analyses within the fair value hierarchy the funds' assets and liabilities (by class) not measured at fair value at September 30, 2019 but for which fair value is disclosed.

	Level 1 \$	Level 2 \$	Level 3 \$	Total \$
September 30, 2019				
Fortress US Equity Fund SP				
Assets				
Accounts receivable	—	9,636	—	9,636
Cash and cash equivalents	87,030	—	—	87,030
Total	87,030	9,636	—	96,666
Liabilities				
Accounts payable and accrued expenses	—	1,244	—	1,244
Net assets attributable to holders of redeemable mutual fund shares	—	14,426,378	—	14,426,378
Total	—	14,427,622	—	14,427,622

Fortress Global Funds SPC Inc.

Notes to the Financial Statements

September 30, 2019

(expressed in United States dollars)

4 Financial risk management...continued

Fair value estimation ...continued

Assets and liabilities not carried at fair value but for which fair value is disclosed...continued

	Level 1 \$	Level 2 \$	Level 3 \$	Total \$
September 30, 2019				
Fortress International Equity Fund SP				
Assets				
Accounts receivable	—	199,270	—	199,270
Cash and cash equivalents	1,989,658	—	—	1,989,658
Total	1,989,658	199,270	—	2,188,928
Liabilities				
Accounts payable and accrued expenses	—	3,144	—	3,144
Net assets attributable to holders of redeemable mutual fund shares	—	36,044,265	—	36,044,265
Total	—	36,047,409	—	36,047,409
Fortress Income Builder US Fund SP				
Assets				
Accounts receivable	—	18,194	—	18,194
Cash and cash equivalents	910,487	—	—	910,487
Total	910,487	18,194	—	928,681
Liabilities				
Accounts payable and accrued expenses	—	1,565	—	1,565
Net assets attributable to holders of redeemable mutual fund shares	—	13,885,315	—	13,885,315
Total	—	13,886,880	—	13,886,880

Fortress Global Funds SPC Inc.

Notes to the Financial Statements

September 30, 2019

(expressed in United States dollars)

4 Financial risk management...continued

Fair value estimation ...continued

Assets and liabilities not carried at fair value but for which fair value is disclosed...continued

	Level 1 \$	Level 2 \$	Level 3 \$	Total \$
September 30, 2019				
Fortress Income Builder International Fund SP				
Assets				
Accounts receivable	—	99,844	—	99,844
Cash and cash equivalents	1,137,450	—	—	1,137,450
Total	1,137,450	99,844	—	1,237,294
Liabilities				
Accounts payable and accrued expenses	—	2,030	—	2,030
Net assets attributable to holders of redeemable mutual fund shares	—	18,422,360	—	18,422,360
Total	—	18,424,390	—	18,424,390
Fortress Emerging Markets Fund SP				
Assets				
Accounts receivable	—	44,834	—	44,834
Cash and cash equivalents	2,032,575	—	—	2,032,575
Total	2,032,575	44,834	—	2,077,409
Liabilities				
Accounts payable and accrued expenses	—	3,741	—	3,741
Net assets attributable to holders of redeemable mutual fund shares	—	39,044,869	—	39,044,869
Total	—	39,048,610	—	39,048,610

Fortress Global Funds SPC Inc.

Notes to the Financial Statements

September 30, 2019

(expressed in United States dollars)

4 Financial risk management...continued

Fair value estimation ...continued

Assets and liabilities not carried at fair value but for which fair value is disclosed...continued

	Level 1 \$	Level 2 \$	Level 3 \$	Total \$
September 30, 2019				
Fortress Global Opportunity Wealth Fund SP				
Assets				
Cash and cash equivalents	68,162	—	—	68,162
Total	68,162	—	—	68,162
Liabilities				
Accounts payable and accrued expenses	—	567	—	567
Net assets attributable to holders of redeemable mutual fund shares	—	5,428,524	—	5,428,524
Total	—	5,429,091	—	5,429,091
Fortress Fixed Income Fund SP				
Assets				
Cash and cash equivalents	967,867	—	—	967,867
Total	967,867	—	—	967,867
Liabilities				
Accounts payable and accrued expenses	—	2,588	—	2,588
Net assets attributable to holders of redeemable mutual fund shares	—	27,126,380	—	27,126,380
Total	—	27,128,968	—	27,128,968

Fortress Global Funds SPC Inc.

Notes to the Financial Statements

September 30, 2019

(expressed in United States dollars)

4 Financial risk management...continued

Fair value estimation ...continued

Assets and liabilities not carried at fair value but for which fair value is disclosed...continued

	Level 1 \$	Level 2 \$	Level 3 \$	Total \$
September 30, 2018				
Fortress US Equity Fund SP				
Assets				
Accounts receivable	—	12,303	—	12,303
Due from broker	—	261,894	—	261,894
Cash and cash equivalents	1,200,879	—	—	1,200,879
Total	1,200,879	274,197	—	1,475,076
Liabilities				
Accounts payable and accrued expenses	—	1,772	—	1,772
Due to brokers	—	382,107	—	382,107
Net assets attributable to holders of redeemable mutual fund shares	—	11,896,921	—	11,896,921
Total	—	12,280,800	—	12,280,800
Fortress International Equity Fund SP				
Assets				
Accounts receivable	—	172,982	—	172,982
Due from broker	—	1,042,518	—	1,042,518
Cash and cash equivalents	1,852,520	—	—	1,852,520
Total	1,852,520	1,215,500	—	3,068,020
Liabilities				
Accounts payable and accrued expenses	—	6,621	—	6,621
Due to broker	—	871,459	—	871,459
Net assets attributable to holders of redeemable mutual fund shares	—	28,477,163	—	28,477,163
Total	—	29,355,243	—	29,355,243

Fortress Global Funds SPC Inc.

Notes to the Financial Statements

September 30, 2019

(expressed in United States dollars)

4 Financial risk management...continued

Fair value estimation ...continued

Assets and liabilities not carried at fair value but for which fair value is disclosed...continued

	Level 1 \$	Level 2 \$	Level 3 \$	Total \$
September 30, 2018				
Fortress Income Builder US Fund SP				
Assets				
Accounts receivable	—	17,026	—	17,026
Cash and cash equivalents	1,183,976	—	—	1,183,976
Total	1,183,976	17,026	—	1,201,002
Liabilities				
Accounts payable and accrued expenses	—	1,785	—	1,785
Net assets attributable to holders of redeemable mutual fund shares	—	15,649,219	—	15,649,219
Total	—	15,651,004	—	15,651,004
Fortress Income Builder International Fund SP				
Assets				
Accounts receivable	—	68,105	—	68,105
Due from brokers	—	859,459	—	859,459
Cash and cash equivalents	2,070,157	—	—	2,070,157
Total	2,070,157	927,564	—	2,997,721
Liabilities				
Accounts payable and accrued expenses	—	4,634	—	4,634
Due to brokers	—	622,618	—	622,618
Net assets attributable to holders of redeemable mutual fund shares	—	20,820,871	—	20,820,871
Total	—	21,448,123	—	21,448,123

Fortress Global Funds SPC Inc.

Notes to the Financial Statements

September 30, 2019

(expressed in United States dollars)

4 Financial risk management...continued

Fair value estimation ...continued

Assets and liabilities not carried at fair value but for which fair value is disclosed...continued

	Level 1 \$	Level 2 \$	Level 3 \$	Total \$
September 30, 2018				
Fortress Emerging Market Fund SP				
Assets				
Accounts receivable	—	64,759	—	64,759
Due from brokers	—	796,349	—	796,349
Cash and cash equivalents	2,532,207	—	—	2,532,207
Total	2,532,207	861,108	—	3,393,315
Liabilities				
Accounts payable and accrued expenses	—	6,813	—	6,813
Due to brokers	—	957,060	—	957,060
Net assets attributable to holders of redeemable mutual fund shares	—	31,221,061	—	31,221,061
Total	—	32,184,934	—	32,184,934
Fortress Global Opportunity Wealth Fund SP				
Assets				
Cash and cash equivalents	342,856	—	—	342,856
Total	342,856	—	—	342,856
Liabilities				
Accounts payable and accrued expenses	—	527	—	527
Net assets attributable to holders of redeemable mutual fund shares	—	4,668,222	—	4,668,222
Total	—	4,668,749	—	4,668,749

Fortress Global Funds SPC Inc.

Notes to the Financial Statements

September 30, 2019

(expressed in United States dollars)

4 Financial risk management...continued

Fair value estimation ...continued

Assets and liabilities not carried at fair value but for which fair value is disclosed...continued

	Level 1 \$	Level 2 \$	Level 3 \$	Total \$
September 30, 2018				
Fortress Fixed Income Fund SP				
Assets				
Cash and cash equivalents	382,234	—	—	382,234
Total	382,234	—	—	382,234
Liabilities				
Accounts payable and accrued expenses	—	1,969	—	1,969
Net assets attributable to holders of redeemable mutual fund shares	—	17,337,730	—	17,337,730
Total	—	17,339,699	—	17,339,699

The assets and liabilities, other than redeemable shares, included in the above table are carried at amortised cost; their carrying values are a reasonable approximation of fair value. Cash and cash equivalents include cash in hand, deposits held with banks and other short-term investments in an active market.

The puttable value of redeemable shares is calculated based on the net difference between total assets and all other liabilities of the funds in accordance with the funds' offering memorandum. These shares are not traded on an active market. A demand feature is attached to these shares, as they are redeemable at the holders' option and can be put back to the funds at any dealing date for cash equal to a proportionate share of the funds' net asset value attributable to the share class (Note 2f). The fair value is based on the amount payable on demand, discounted from the first date that the amount could be required to be paid. The impact of discounting in this instance is not material. As such, Level 2 is deemed to be the most appropriate categorisation for net assets attributable to holders of redeemable shares.

Fortress Global Funds SPC Inc.

Notes to the Financial Statements

September 30, 2019

(expressed in United States dollars)

5 Financial assets and liabilities at fair value through profit or loss

	Fortress US Equity Fund SP \$	Fortress International Equity Fund SP \$	Fortress Income Builder US Fund SP \$	Fortress Income Builder International Fund SP \$	Fortress Emerging Markets Fund SP \$	Fortress Global Opportunity Wealth Fund SP \$	Fortress Fixed Income Fund SP \$
September 30, 2019							
Financial assets designated at fair value through profit or loss:							
Listed equity investments	14,330,956	33,858,481	13,150,324	17,417,646	36,971,201	74,820	—
Debt securities	—	—	—	—	—	—	26,161,101
Mutual funds	—	—	—	—	—	5,286,109	—
Total financial assets designated at fair value through profit or loss	14,330,956	33,858,481	13,150,324	17,417,646	36,971,201	5,360,929	26,161,101
Financial liabilities designated at fair value through profit or loss:							
Written options	—	—	192,125	230,550	—	—	—
Total gain/(losses) recognized in relation to financial assets and liabilities at fair value through profit or loss:							
Realized gains/(losses)	(134,768)	(702,589)	84,965	(934,109)	920,719	66,611	5,891
Change in unrealized gains /(losses)	(327,185)	(715,130)	(438,552)	(566,485)	(1,836,910)	65,078	1,302,902
	(461,953)	(1,417,719)	(353,587)	(1,500,594)	(916,191)	131,689	1,308,793

Fortress Global Funds SPC Inc.

Notes to the Financial Statements

September 30, 2019

(expressed in United States dollars)

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

	Fortress US Equity Fund SP \$	Fortress International Equity Fund SP \$	Fortress Income Builder US Fund SP \$	Fortress Income Builder International Fund SP \$	Fortress Emerging Markets Fund SP \$	Fortress Global Opportunity Wealth Fund SP \$	Fortress Fixed Income Fund SP \$
September 30, 2018							
Financial assets designated at fair value through profit or loss:							
- Listed equity investments	10,805,724	26,287,223	14,556,642	18,476,902	28,791,619	—	—
- Purchased options	—	—	26,000	45,500	—	—	—
- Debt securities	—	—	—	—	—	—	16,957,465
- Mutual funds	—	—	—	—	—	4,325,893	—
Total financial assets designated at fair value through profit or loss	10,805,724	26,287,223	14,582,642	18,522,402	28,791,619	4,325,893	16,957,465
Financial liabilities designated at fair value through profit or loss:							
- Written options	—	—	132,640	72,000	—	—	—
Total gain/(losses) recognized in relation to financial assets and liabilities at fair value through profit or loss:							
- Realized gains/(losses)	113,511	495,892	(653,159)	850,405	(108,904)	5,817	85
- Change in unrealized gains /(losses)	568,740	(2,383,972)	1,115,424	(2,406,845)	(381,453)	(9,835)	(447,667)
	682,251	(1,888,080)	462,265	(1,556,440)	(490,357)	(4,018)	(447,582)

Fortress Global Funds SPC Inc.

Notes to the Financial Statements

September 30, 2019

(expressed in United States dollars)

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

The detailed portfolios of financial assets at fair value through profit or loss are as follows:

	2019		2018	
	Cost	Fair Value	Cost	Fair Value
	\$	\$	\$	\$
Financial assets at fair value through profit and loss:				
Fortress US Equity Fund SP				
Target Corp	414,509	545,241	—	—
D R Horton Inc	412,092	516,558	362,406	371,184
AT&T Inc	437,679	510,840	392,973	413,034
Whirlpool Corp	502,178	490,916	382,852	273,125
Interpublic Group of Cos Inc	466,659	474,320	—	—
Lyondellbasell Ind	440,018	474,191	—	—
Ameriprise Financial Inc	430,002	470,720	341,290	383,916
Snap-On Inc	482,508	469,620	385,193	440,640
Prudential Financial Inc	469,650	467,740	334,976	374,884
Tyson Foods Inc	355,607	465,156	355,607	321,462
Walgreens Boots Alliance Inc	536,047	464,604	380,826	408,240
Principal Financial Group Inc	436,104	462,834	327,455	363,258
International Paper Co	440,472	460,020	—	—
Lincoln National Corp	467,801	458,432	332,589	365,364
General Dynamics Corp Com	448,033	456,825	—	—
TE Connectivity Ltd	386,037	456,582	290,454	342,927
Anthem Inc	337,948	456,190	260,679	438,480
Capital One Financial Corp	475,970	454,900	382,107	379,720
Discover Financial Services	377,244	454,104	310,459	366,960
Southwest Airlines	476,179	453,684	398,328	437,150
Foot Locker Inc	482,930	453,180	358,178	377,252
MCKESSON Corp	459,631	450,978	345,308	318,360
Hormel Foods Corp	361,746	446,046	361,746	401,880
Royal Caribbean Cruises Ltd	403,724	444,153	324,559	441,796
Morgan Stanley	504,359	443,768	392,303	367,903
Tractor Supply Co	321,735	443,156	304,024	463,488
UnitedHealth Group Inc	271,946	434,640	154,595	399,060
Best Buy Co Inc	380,396	427,738	278,119	372,992
Eastman Chemical Co	446,699	398,682	295,495	325,448
Kohls Corp	410,043	357,552	338,724	447,300
SPDR S&P 500 ETF	260,193	296,770	—	—
GAP Inc	472,642	270,816	376,954	305,810
CVS Health Corp	—	—	326,792	432,960
Macy's Inc	—	—	322,915	250,056
Ford Motor Co	—	—	298,460	221,075
	13,568,781	14,330,956	9,716,366	10,805,724

Fortress Global Funds SPC Inc.

Notes to the Financial Statements

September 30, 2019

(expressed in United States dollars)

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

	2019		2018	
	Cost \$	Fair Value \$	Cost \$	Fair Value \$
Financial assets at fair value through profit and loss:				
Fortress International Equity Fund SP				
Tokyo Electron Ltd	990,929	1,369,985	871,459	864,934
Manulife Financial Corp	1,303,793	1,353,132	938,700	942,277
Ashtead Group PLC	878,262	1,293,737	522,229	1,044,789
Sekisui House Ltd	1,081,991	1,276,022	894,372	821,302
ITOCHU Corp	864,965	1,252,976	652,281	909,202
MTU Aero Engines AG	1,066,230	1,193,768	—	—
Magna International Inc	1,122,054	1,157,261	841,176	850,986
Koninklijke Ahold NV	929,930	1,156,837	804,814	945,111
Canadian Tire Corp	1,151,475	1,145,257	—	—
Logitech International - Reg	1,176,468	1,140,720	—	—
Toronto Dominion Bank	1,116,633	1,124,418	—	—
Toyota Motor CP	1,015,208	1,116,267	918,974	945,060
Samsung Electronics Ltd	851,311	1,112,674	557,633	830,271
WPP PLC	1,445,399	1,107,152	1,141,550	915,835
Daito Trust Construction Co Ltd	1,099,675	1,098,871	—	—
Nippon Telegraph & Telephone Corp	861,291	1,096,681	747,215	927,927
Orix Corporation	1,038,528	1,092,582	792,602	913,712
Randstad Holdings	996,193	1,086,074	600,645	768,315
Michelin	1,127,367	1,082,576	795,660	812,350
KDDI Corp	1,155,290	1,076,886	1,050,320	1,029,767
China Overseas Land & Invt Ltd	1,084,662	1,056,271	953,694	926,108
Sumitomo Chemical Co Ltd	1,438,734	1,052,295	1,121,446	979,657
Marubeni Corp	1,113,027	1,042,550	809,434	1,040,003
Persimmon PLC	1,068,984	981,349	757,739	795,112
Bayerische Motoren Werke AG	1,351,831	968,766	961,019	791,393
Daimler AG	1,450,544	961,526	1,049,924	770,134
Babcock Intl Group PLC	1,490,509	959,331	1,182,650	894,092
Legal & General Group PLC	1,172,894	955,460	988,124	864,432
Valeo SA	1,160,200	933,826	888,039	867,979
Continental AG	1,281,700	830,711	845,122	625,363
Ishare MSCI EAFE ETF	754,570	782,520	—	—
NSK Ltd	—	—	1,000,252	870,291
Barratt Developments PLC	—	—	864,968	922,097
Subaru Corp	—	—	977,134	896,784
AXA SA	—	—	893,603	916,037
Old Mutual Ltd	—	—	922,983	605,903
	34,640,647	33,858,481	26,345,761	26,287,223

Fortress Global Funds SPC Inc.

Notes to the Financial Statements

September 30, 2019

(expressed in United States dollars)

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

	2019		2018	
	Cost	Fair Value	Cost	Fair Value
	\$	\$	\$	\$
Financial assets at fair value through profit and loss:				
Fortress Income Builder US Fund SP				
AT&T Inc	588,435	689,748	588,435	612,096
Globe Life Inc	363,794	651,168	—	—
Discover Financial Services	464,814	575,739	464,814	542,795
Target Corp	419,902	566,623	—	—
Amgen Inc	475,332	541,828	475,332	580,412
Royal Caribbean Cruises Ltd	551,719	530,817	551,719	636,706
Eversource Energy Co	349,009	529,915	461,593	503,808
Fortune Brands Home & Security	418,144	503,240	—	—
Tyson Foods Inc	377,702	499,612	377,702	345,274
Ameriprise Financial Inc	417,920	485,430	417,920	487,278
TE Connectivity Ltd	323,318	484,536	416,583	589,131
Best Buy Co Inc	483,348	482,930	483,348	555,520
Principal Financial Group Inc	416,863	479,976	416,863	492,156
Raytheon Company	159,067	470,856	159,067	495,984
Tractor Supply Co	291,628	470,288	431,834	699,776
Snap-On Inc	480,816	469,620	480,816	550,800
Omnicom Group	420,155	454,140	420,155	394,516
S Bancorp	429,176	453,788	—	—
Prudential Financial Inc	560,184	449,750	560,184	506,600
Hormel Foods Corp	245,840	446,046	342,248	559,480
General Dynamics Corp Com	426,742	438,552	—	—
Eastman Chemical Co	474,082	435,597	474,082	564,748
UnitedHealth Group Inc	329,101	434,640	411,376	665,100
Walt Disney Co	291,411	403,992	413,616	514,536
Walgreens Boots Alliance Inc	487,108	326,329	487,108	430,110
Foot Locker Inc	389,976	315,068	389,976	372,154
Kohls Corp	253,641	297,960	338,188	596,400
GAP Inc	475,443	262,136	475,443	435,635
Put SPY 268 19 Oct 2018	—	—	144,750	26,000
Whirlpool Corp	—	—	518,642	350,313
Macy's Inc	—	—	489,786	336,881
Honeywell International Inc	—	—	399,976	658,200
Torchmark Corp	—	—	363,794	589,492
CVS Health Corp	—	—	388,154	490,741
	11,364,670	13,150,324	12,343,504	14,582,642

Fortress Global Funds SPC Inc.

Notes to the Financial Statements

September 30, 2019

(expressed in United States dollars)

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

	2019		2018	
	Cost	Fair	Cost	Fair
	\$	Value	\$	Value
		\$		\$
Financial assets at fair value through profit and loss:				
Fortress Income Builder International Fund SP				
Tokyo Electron Ltd	622,618	856,241	622,618	617,810
Magna International Inc	737,735	778,618	737,735	766,938
ITOCHU Corp	647,123	774,079	647,123	686,018
Allianz SE	530,912	743,573	530,912	711,316
Toyota Motor CP	638,335	726,246	638,335	671,490
Nippon Telegraph & Telephone Corp	505,527	694,405	505,527	653,153
Barratt Developments PLC	521,368	691,214	521,368	641,330
Whitbread PLC	667,482	670,166	667,482	780,634
Michelin	582,773	658,475	582,773	704,833
Manulife Financial Corp	629,551	651,780	629,551	634,740
Legal & General Group PLC	717,340	642,875	717,340	719,562
Securitas AB	697,094	628,313	697,094	713,744
Orix Corporation	600,692	621,564	600,692	675,564
KDDI Corp	607,824	611,629	607,824	646,020
MTU Aero Engines AG	537,619	610,148	—	—
Bank of Nova Scotia	507,155	602,610	507,155	632,078
CRH PLC	558,661	594,428	—	—
Canadian Tire Corp	561,994	572,628	—	—
Canadian Imperial Bank of Commerce	564,973	569,664	—	—
Henkel AG & Co KGAA	613,398	546,694	613,398	633,927
Randstad Holdings	434,463	540,580	434,463	586,908
Bayerische Motoren Werke AG	526,940	477,363	526,940	611,531
D S Smith PLC	646,541	456,187	646,541	641,968
Subaru Corp	626,846	427,535	626,846	465,226
Sumitomo Chemical Co Ltd	661,600	421,816	661,600	549,778
Daimler AG	689,434	416,331	689,434	530,256
Babcock Intl Group PLC	791,553	388,121	791,553	533,252
Continental AG	652,509	370,625	652,509	503,765
Valeo SA	482,464	337,214	482,464	451,349
WPP PLC	562,745	336,524	562,745	394,175
Nissan Motor Co Ltd	—	—	592,530	590,211
Old Mutual Ltd	—	—	714,609	518,409
AXA SA	—	—	641,450	690,386
EasyJet PLC	—	—	590,329	520,531
Put SPY 268 19 Oct 2018	—	—	234,850	45,500
	18,125,269	17,417,646	18,675,790	18,522,402

Fortress Global Funds SPC Inc.

Notes to the Financial Statements

September 30, 2019

(expressed in United States dollars)

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

	2019		2018	
	Cost	Fair Value	Cost	Fair Value
	\$	\$	\$	\$
Financial assets at fair value through profit and loss:				
Fortress Emerging Markets Fund SP				
Taiwan Semiconductor	1,587,660	1,859,200	—	—
Shimao Property Holdings Ltd	1,043,224	1,454,821	741,951	938,097
CSPC Pharmaceutical Group	1,164,168	1,445,688	—	—
Ping An Insurance GP	1,260,013	1,435,950	—	—
Sberbank Russia Sponsored ADR	1,428,097	1,414,665	1,063,834	897,744
Rosneft Oil Co PJSC	1,101,405	1,354,418	844,019	1,263,596
Companhia De Sanamento Basico	825,134	1,306,800	957,060	944,000
China Merchants Bank	672,534	1,282,843	491,675	937,589
Grupo Aeroportuario	1,366,957	1,265,750	—	—
Haier Electronics Group	1,109,654	1,246,224	608,089	822,795
Itau Unibanco Holdings	1,211,467	1,240,475	1,064,036	949,770
Lukoil PJSC	831,431	1,216,278	831,431	1,127,490
Industrial & Commercial Bank of China	1,310,935	1,211,286	874,568	892,052
Banco Bradesco SA	1,027,598	1,209,995	1,027,598	877,028
China Overseas Land & Invst Ltd	1,214,654	1,182,684	952,839	941,757
Barloworld Ltd	1,330,841	1,155,518	919,364	925,855
Agricultural Bank of China	1,351,178	1,144,960	929,330	976,095
Ishare MSCI South Korea Index Fund	1,276,124	1,143,702	1,317,726	1,420,016
Great Wall Motor Co Ltd	1,750,214	1,143,375	1,232,823	669,902
DongFeng Motor GRP Co Ltd	1,492,492	1,137,045	1,194,020	949,841
Momo Inc	1,270,883	1,115,280	—	—
TATNEFT PAO	681,840	1,111,250	552,983	1,201,050
Naspers Ltd	1,197,088	1,078,560	—	—
ABSA Group Ltd	1,173,178	1,075,607	871,923	883,902
Mondi Ltd	1,261,603	1,074,107	827,752	1,038,453
Beijing Enterprises Holdings	1,248,029	1,068,324	1,014,105	1,059,370
Guangzhou Automobile Group Co	1,184,193	1,054,451	854,638	910,071
China Longyuan Power GRP	1,384,691	1,049,631	—	—
Nine Dragons Paper Holdings	1,604,986	1,042,143	1,131,240	849,322
Nedbank Group Ltd	1,337,273	1,041,471	904,900	881,382
Ishare MSCI Emerging Markets	413,807	408,700	—	—
PICC Property & Casualty Co Ltd	—	—	939,667	1,024,628
China Resources Power Holdings	—	—	1,128,874	931,389
Samsung Electronics Ltd	—	—	681,673	942,300
Bank of Communications Co	—	—	1,052,468	968,685
SK Telecom Co Ltd	—	—	1,125,620	1,268,540
China Railway Group Ltd	—	—	961,633	1,298,900
	37,113,351	36,971,201	27,097,839	28,791,619

Fortress Global Funds SPC Inc.

Notes to the Financial Statements

September 30, 2019

(expressed in United States dollars)

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

	2019		2018	
	Cost \$	Fair Value \$	Cost \$	Fair Value \$
Financial assets at fair value through profit and loss:				
Fortress Global Opportunity Wealth Fund SP				
Fortress Fixed Income Fund SP	1,780,933	1,897,550	1,080,933	1,070,190
Fortress International Equity Fund SP	1,172,618	1,344,499	672,618	823,667
Fortress US Equity Fund SP	896,200	1,056,159	496,200	655,564
Fortress Emerging Markets Fund SP	581,400	667,463	246,400	320,333
Frank Temp Inv TE AS SM-AA	220,982	205,355	75,994	73,654
Legg Mason WA Asian Opp A	99,994	115,083	99,994	102,967
Vanguard TTL World STK Index	69,531	74,820	—	—
Fortress Income Builder International Fund SP	—	—	468,357	476,110
Fortress Income Builder US Fund SP	—	—	411,210	449,564
Pimco GIS GLB Inv GRD CRDT	—	—	299,994	353,844
	4,821,658	5,360,929	3,851,700	4,325,893

	Rate	Maturity	2019		2018	
			Cost \$	Fair Value \$	Cost \$	Fair Value \$
Financial assets at fair value through profit and loss:						
Fortress Fixed Income Fund SP						
US Treasury TIPS	0.63%	2043-02-15	3,298,183	3,443,806	—	—
US Treasury	2.88%	2028-08-15	1,999,044	2,207,031	—	—
US Treasury	2.25%	2027-02-15	1,988,524	2,092,657	1,987,186	1,888,867
US Treasury TIPS	0.25%	2025-01-15	1,540,090	1,632,473	1,126,318	1,124,505
US Treasury	2.00%	2020-07-31	1,003,148	1,004,585	2,011,963	1,978,270
Morgan Stanley	5.60%	2023-10-24	714,118	718,113	409,794	412,871
Verizon Communications	4.40%	2025-05-15	602,213	612,533	—	—
AT&T Inc	4.72%	2024-06-12	596,368	612,282	—	—
American Express Co	2.60%	2023-02-27	599,608	602,693	—	—
Becton Dickinson & Co	4.12%	2022-06-06	599,851	601,720	—	—
Spirit Aerosystems Inc	3.20%	2021-06-15	600,000	599,254	400,000	401,359
Juniper Networks Inc	4.35%	2025-03-15	519,482	541,571	522,526	505,504
AT&T	3.88%	2026-01-15	509,748	536,296	—	—
Govt of Bermuda	3.72%	2027-01-25	506,520	536,141	507,283	481,339
CVS Health Corp	4.10%	2025-03-25	499,942	534,670	499,932	498,983
JP Morgan Chase & Co	4.92%	2023-10-24	510,479	511,555	512,670	513,085
Balance c/fwd			16,087,318	16,787,380	7,977,672	7,804,783

Fortress Global Funds SPC Inc.

Notes to the Financial Statements

September 30, 2019

(expressed in United States dollars)

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

	Rate	Maturity	2019		2018	
			Cost \$	Fair Value \$	Cost \$	Fair Value \$
Financial assets at fair value through profit and loss: Fortress Fixed Income Fund SP						
Balance b/fwd			16,087,318	16,787,380	7,977,672	7,804,783
PNC Financial Serv	2.60%	2026-07-23	499,054	508,728	—	—
Cisco Systems Inc	2.20%	2023-09-20	495,262	506,458	494,257	475,821
Amgen Inc	2.25%	2023-08-19	491,624	503,864	489,799	470,933
PNC Bank NA	1.80%	2022-07-22	500,000	503,136	—	—
Bayer US Finance	4.04%	2023-12-15	495,659	501,970	—	—
Mosaic Co	4.25%	2023-11-15	461,869	484,291	464,310	463,051
Analog Devices Inc	3.90%	2025-12-15	406,276	433,930	407,143	399,986
LYB Intl Finance	4.00%	2023-07-15	407,676	426,707	409,396	404,021
SYSCO Corp	3.55%	2025-03-15	398,981	425,282	398,825	392,098
Northrop Grumman Corp	3.25%	2023-01-08	400,156	419,203	400,198	395,373
Johnson & Johnson	2.63%	2025-01-15	390,138	414,885	388,543	387,064
Starbucks Corp	3.10%	2023-03-01	399,907	414,333	399,886	395,231
Goldman Sachs Group Inc	6.40%	2023-11-29	400,313	413,471	—	—
Amazon.com Inc	5.20%	2025-12-03	334,764	357,981	339,590	334,918
Anthem Inc	3.35%	2024-12-01	301,701	315,847	301,978	295,156
Scotiabank Peru	4.50%	2027-12-13	310,881	315,477	312,026	304,676
General Electric Co Float Rate	1.52%	2026-05-05	291,755	271,095	290,687	288,204
Helmerich & Payne Inc	4.65%	2025-03-15	260,891	270,844	—	—
Lennar Corp	4.88%	2023-12-15	260,525	270,284	262,647	255,947
Sagicor Finance Ltd	8.88%	2022-08-11	272,486	266,905	279,054	261,989
Xerox Corporation	3.80%	2024-05-15	248,880	252,608	248,672	238,683
United Tech Corp	1.95%	2021-11-01	248,031	251,481	247,255	241,235
Transocean Inc	5.80%	2022-10-15	248,319	250,562	247,854	256,036
Anthem Inc	4.10%	2028-03-01	200,000	216,942	200,000	197,646
Alphabet Inc	2.00%	2026-08-15	190,400	200,918	189,207	180,926
Noble Holdings Int Ltd	4.63%	2021-03-01	190,244	176,519	186,416	194,260
Bank of Nova Scotia	2.64%	2019-06-14	—	—	351,085	351,918
Helmerich Payne Int	4.65%	2025-03-15	—	—	262,654	256,643
Time Warner Inc	3.88%	2026-01-15	—	—	507,709	488,301
Ultrapar Int SA	5.25%	2026-10-06	—	—	257,438	238,064
Becton Dickinson & Co	4.12%	2022-06-06	—	—	500,130	500,918
US Treasury	2.25%	2024-11-15	—	—	487,692	483,584
			25,193,110	26,161,101	17,302,123	16,957,465

Fortress Global Funds SPC Inc.

Notes to the Financial Statements

September 30, 2019

(expressed in United States dollars)

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

The detailed portfolios of financial liabilities at fair value through profit or loss are as follows:

	2019		2018	
	Cost	Fair Value	Cost	Fair Value
	\$	\$	\$	\$
Financial liabilities at fair value through profit and loss:				
Fortress Income Builder US Fund SP				
Call SPY 300 20 Dec 2019	212,750	192,125	—	—
Call SPY 293 18 Dec 2018	—	—	125,200	110,100
Call RCL 135 21 Dec 2018	—	—	13,132	22,540
	212,750	192,125	138,332	132,640
Fortress Income Builder International Fund SP				
Call SPY 300 20 Dec 2019	255,300	230,550	—	—
Call EFA 69 16 Nov 2018	—	—	109,000	72,000
	255,300	230,550	109,000	72,000

The funds use put and call options primarily to reduce the market risk from its portfolio of equity investments as conditions warrant. An option is a contractual arrangement under which the seller (writer) grants the purchaser (holder) the right, but not the obligation, either to buy (in the case of a “call” option) or sell (in the case of a “put” option) a specified amount of an underlying security at a specified price on or before the expiry date of the option. The seller receives a premium from the purchaser in return for this right. The market values of these options change primarily in response to changes in values of the underlying assets.

Options which the funds may enter into are generally all exchange-traded, with pricing for valuation purposes readily available from the exchange(s). Options are shown in the financial statements on a gross basis.

At September 30, 2019 the following funds held purchased options contracts. The table below shows the carrying value and the underlying notional amount of the options purchased. These numbers are most meaningfully considered in the context of the total market value and offsetting exposures within each funds’ portfolio.

	2019		2018	
	Carrying value	Notional value	Carrying value	Notional value
	\$	\$	\$	\$
Fortress Income Builder US Fund SP				
Purchased options	—	—	26,000	26,800,000
Fortress Income Builder International Fund SP				
Purchased options	—	—	45,500	46,900,000

Fortress Global Funds SPC Inc.

Notes to the Financial Statements

September 30, 2019

(expressed in United States dollars)

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

At September 30, 2019 the funds held written option contracts. The table below shows the carrying value and the underlying notional amount of the options written. These numbers are most meaningfully considered in the context of the total market value and offsetting exposures within each fund's portfolio.

	2019		2018	
	Carrying	Notional	Carrying	Notional
	value	value	value	value
	\$	\$	\$	\$
Fortress Income Builder US Fund SP				
Written options	192,125	7,500,000	132,640	6,521,500
Fortress Income Builder International Fund SP				
Written options	230,550	9,000,000	72,000	6,900,000

6 Cash and cash equivalents

Cash and cash equivalents are placed with leading commercial banks. The effective yield on cash and cash equivalents is nil (2018- nil).

7 Related parties

Parties are considered to be related if one party has the ability to control the other party or exercise significant influence over the other party in making financial or operational decisions.

Fortress Fund Advisors Limited serves as investment advisor and manager of the funds. As a result of providing management services, Fortress Fund Advisors Limited receives a monthly management fee (0.35%-1%) based on the actual net asset value of each Fund, calculated monthly and payable in arrears. The gross management fee amounted to \$1,188,758 (2018- \$1,058,620) for the year.

Management fees of \$36,418 (2018- \$30,790) were refunded by Fortress Fund Advisors Limited being 0.35%-1% of the net asset values of Fortress US Equity Fund SP, Fortress International Equity Fund Limited SP, Fortress Fixed Income Fund SP and the Fortress Emerging Markets Fund SP shares held by the Fortress Global Opportunity Wealth Fund SP during the year. This is to avoid double charging of management fees on assets invested in related funds which have the same manager.

Fortress Fund Managers Limited serves as administrator of the funds. As a result of providing administrator services, Fortress Fund Managers Limited receives a monthly administration fee based on the actual net asset value of each fund, calculated monthly and payable in arrears. The administrator fees amounted to \$129,074 (2018- \$113,374) for the year.

Fortress Global Funds SPC Inc.

Notes to the Financial Statements

September 30, 2019

(expressed in United States dollars)

7 Related parties...continued

Directors' fees of \$6,000 (2018- \$6,000) were accrued during the year. Directors' interest (including beneficial interests) in participating redeemable mutual fund shares are as follows:

Shareholder	Number of shares at start of year	Number of shares acquired in the year	Number of shares redeemed in the year	Number of shares at year end
Director	1,032	4,672	—	5,704

Related party interests in participating redeemable mutual fund shares are as follows:

	Number of shares	
	2019	2018
Fortress Mutual Fund Limited		
Fortress Emerging Markets Fund SP	280,022	220,061
Fortress International Equity Fund SP	266,246	204,915
Fortress Income Builder International Fund SP	153,901	152,400
Fortress US Equity Fund SP	91,498	74,525
Fortress Income Builder US Fund SP	87,418	86,087
Fortress Global Opportunity Wealth Fund SP	29,999	29,999
Fortress Caribbean High Interest Fund Limited		
Fortress Fixed Income Fund SP	127,339	108,543
Fortress Income Builder International Fund SP	20,430	20,430
Fortress Income Builder US Fund SP	19,859	19,859
Fortress Caribbean Pension Fund Limited		
Fortress Global Opportunity Wealth Fund SP	11,842	2,421
Fortress Emerging Markets Fund SP	2,856	2,856
Fortress Global Opportunity Wealth Fund SP		
Fortress Fixed Income Fund SP	17,581	10,784
Fortress International Equity Fund SP	10,882	6,488
Fortress US Equity Fund SP	7,289	4,392
Fortress Emerging Markets Fund SP	5,546	2,680
Fortress Income Builder US Fund SP	—	3,848
Fortress Income Builder International Fund SP	—	4,522
Fortress Fund Advisors Limited		
Fortress Fixed Income Fund SP	3,846	3,846
Fortress International Equity Fund SP	—	1,847
Fortress Income Builder US Fund SP	—	1,148
Fortress Income Builder International Fund SP	—	1,420
Fortress Emerging Markets Fund SP	—	1,865

Fortress Global Funds SPC Inc.

Notes to the Financial Statements

September 30, 2019

(expressed in United States dollars)

8 Capital management

The authorized share capital of the Company is \$50,000 divided into 100 voting, non-redeemable management shares and 4,999,900 redeemable participating shares at par value \$0.01 each, which may be issued in classes. Each class of shares participates in a Segregated Portfolio.

Management shares carry one vote each. No other shares have a right to receive notice, attend or vote at the general meetings of the Company. Management shares do not have a right to dividends. On a winding up of the Company, Management shares rank only for a return of the nominal amount paid up thereon provided the Company has sufficient assets after settlement of all obligations to creditors and the holders of participating shares. The management shares are held by the investment manager, Fortress Fund Advisors Limited.

Redeemable participating shares were sold during the initial offering at a price of \$100, and thereafter, any subsequent issuance and redemptions are valued at the applicable net asset value per participating redeemable share on the valuation date. Holders of redeemable participating shares have the right to redeem or require the funds to repurchase their shares. A redemption notice or repurchase request must be submitted to the Administrator at least 1 business day prior to the valuation date.

Holders of redeemable participating shares do not have the right to vote, but are entitled to receive upon winding up of the Company, a return of the nominal value paid in respect to such shares, and the right to share in surplus assets available for distribution after return of the nominal value paid up on all shares.

During the year ended September 30, 2019, the number of redeemable participating shares issued, redeemed and outstanding were as follows:

	Number of shares						
	Fortress US Equity Fund SP	Fortress International Equity Fund SP	Fortress Income Builder US Fund SP	Fortress Income Builder International Fund SP	Fortress Emerging Markets Fund SP	Fortress Global Opportunity Wealth Fund SP	Fortress Fixed Income Fund SP
Balance as at September 30, 2017	50,427	160,419	134,584	193,211	192,322	34,832	—
Issue of shares	30,087	64,780	643	5,517	68,921	6,416	175,340
Redemption of shares	(816)	(893)	(1,258)	(965)	—	—	(628)
Balance as at September 30, 2018	79,698	224,306	133,969	197,763	261,243	41,248	174,712
Issue of shares	19,872	77,622	1,330	1,501	73,824	10,582	77,595
Redemption of shares	—	(10,187)	(14,981)	(15,472)	(10,664)	(4,397)	(975)
Balance as at September 30, 2019	99,570	291,741	120,318	183,792	324,403	47,433	251,332



FORTRESS FUND MANAGERS LIMITED
RADLEY COURT, UPPER COLLYMORE ROCK, ST. MICHAEL, BB14004, BARBADOS
TEL: (246) 431-2198 FAX: (246) 431-0514 • invest@fortressfund.com • www.fortressfund.com