



City Of Ormond Beach GE Pension Fund

Do Not Mail

,

September 30, 2015

Account number 3250000302

Enclosed is the most recent statement for your account at Delaware Capital Management. This statement includes account performance, realized gains and losses, and a detailed account summary as of the most recent quarter end.

Please let us know if there has been any significant change in your financial situation as outlined in your client questionnaire. As a fiduciary advisor, Delaware wants to make sure your portfolio with us is still a prudent and wise choice for your overall investment plan and asset allocation decision. Also, our most current Form ADV II is available should you request a copy.

Sincerely,

A handwritten signature in cursive script that reads 'James L. Hinkley'.

**James L. Hinkley**  
Senior Vice President  
Wealth Management Group  
Delaware Investments

Delaware Investments is not an authorized deposit-taking institution for the purposes of the Banking Act 1959 (Commonwealth of Australia) and that entity's obligations do not represent deposits or other liabilities of Macquarie Bank Limited ABN 46 008 583 542 (MBL). MBL does not guarantee or otherwise provide assurance in respect of the obligations of that entity, unless noted otherwise.

# Quarterly Performance Report

City Of Ormond Beach GE Pension Fund

3250000302

September 30, 2015

Charles H Mulfinger

Morgan Stanley

100 N. Tampa St, Ste 3000

Tampa, FL 33602

Commentary	2
Performance Review	7
Executive Summary	8
Portfolio Holdings	9
Activity Summary	17
Schedule Of Realized Gains & Losses	20

**Managed Accounts • Quarterly Commentary • September 30, 2015****International Equity ADR (SMA) Strategy**

Client use only

***International Economic/Sector Overview*****Politics likely to have an increasingly important impact on European markets in the coming months**

Three months is a long time in equity markets. The crisis in Greece has been nearly forgotten, overtaken by events in China. Despite another Greek election re-affirming Syriza's mandate to implement the required economic changes, the true resolution of Greece's debt problems remains a long way away. While Greece has gone quiet and economic data in Europe, and especially from Spain, have improved (consensus real Gross Domestic Product (GDP) growth forecasts revised up from 1.5% in December 2014 to 2.0% in September 2015 for the European Union (EU), and from 1.9% to 2.7% for Spain\*), political issues in Europe have not left the agenda. A national election looms in Spain in December. The results of recent local elections in Catalonia, the wealthiest region of Spain, confirm a strong desire for independence that can be expected to generate instability, but on a positive note showed a waning of interest in the more populist parties. This was not true in the UK where the opposition Labour Party elected Jeremy Corbyn as their new leader. Mr. Corbyn's policy book appears to have been written around 1980 and has not evolved appreciably since then. While the likely longevity of his leadership is the subject of much speculation and it is still unlikely that his policies have widespread cross-party appeal, the area where his leadership may have the greatest lasting impact could be in the referendum on the UK's membership of the EU. The referendum is due to be held by the end of 2017. Previously the outcome was thought to be heavily weighted

to remaining in Europe. However the dynamics have changed. Mr. Corbyn is lukewarm at best regarding Europe; the Conservatives' former coalition partner and staunchly pro-Europe party, the Liberal Democrats, were decimated at the last election and the Conservatives themselves are sharply divided on the issue. The EU very much wants the UK to stay within the union, but whether it has the political capacity to offer sufficient reforms and concessions against a politically challenged backdrop is likely to become a major political and economic issue over the next two years. It is unlikely that the market will welcome this level of fundamental economic uncertainty.

**China and The Fed**

In August market focus shifted quickly to the depreciation of the Chinese renminbi and then to the "will they, won't they" debate on the Federal Reserve (Fed) and US interest rates. The exact motives of the Chinese leadership were subject to much scrutiny, with little ultimate clarity for analysts given the lack of transparency from Chinese political and economic institutions. Stepping back, we believe the turmoil highlights or rather should remind investors of the continued challenging transition that the Chinese economy needs to make from centrally-led and fixed-asset-investment-driven growth to more consumer-led development. This transition cannot be expected to happen smoothly and will continue to present significant uncertainty to global economic growth. However investors should also recognize that China, though large, is still relatively isolated from the global economy. Its currency is not freely traded, its financial markets are not fully integrated into the global financial system, and trade is still a small percentage of overall Chinese GDP. This may well protect or at least minimize the multiplier impact for the rest of the world of any contagion should China's economy suffer a domestic debt crisis. This does not, however, reduce the substantial impact that may be felt in specific areas, a fact to which commodity producers across the world will testify.

Events this quarter also highlight how closely intertwined Chinese and US monetary policy are. While the Fed acknowledged China in its last statement, we believe that

this was an excuse to maintain rates at low levels. With inflation still at very low levels across the developed world, we believe the Fed will continue to err on the side of caution until strong signs of a self-sustaining economic recovery are indisputable. In our view the Fed would not want to have to reverse course like the Bank of Japan in 2000-01 and 2008 and the European Central Bank (ECB) in 2011. The economy is still too fragile and monetary policy tools are so limited.

With macro issues in Greece, China and the Fed affecting markets, it is not surprising that correlations moved sharply closer in the third quarter. While financial services and property remain high growth areas within China, our view with regard to the operating and financial risks attached to that exposure means that we have no direct and limited indirect exposure to these business areas.

In our view, a second factor impacting markets has been liquidity. Large cap stocks, as represented by the MSCI Large Cap EAFE (World) Index, have significantly lagged their mid- and small-cap peers this year. It is equally striking that most of that underperformance came in August and September.

This confirms our anecdotal experience trading securities in our portfolios, where the tightness of liquidity pushed us to raising liquidity from larger cap, more deeply traded securities.

This background made the third quarter a challenging environment for investors like us with a larger cap bias, and a focus on stock selection. It was difficult to find places to hide against a macro onslaught. It has also been challenging as a value investor. The MSCI EAFE Value Index lost almost another 150 basis points against the broader MSCI EAFE Index over the quarter with the relative performance gap widening after the Fed's decision to hold rates in early September. This reflects a broader trend that has been developing within markets since the period of ultra-loose monetary policy began in 2008-9. The MSCI EAFE Value Index has now lagged the broader MSCI EAFE Index by 80 basis points per annum annualized over ten years and the MSCI EAFE Growth Index by 170 basis points per annum annualized over

ten years (Chart 1). This is the longest period of underperformance since the EAFE Value Index was first calculated by MSCI.

Ultimately value is just one approach to investment and we believe value investors should have a long term objective to add value against the broader MSCI EAFE benchmark. In this period of ultra-loose monetary policy, we have not found it surprising to have seen investments that prioritize value today – high earnings relative to price (i.e. low P/E) or high dividend yields outstripped by those with better growth profiles given that discount rates have been falling over this period. While the Fed may be struggling to raise rates, it is increasingly clear that monetary policy is unlikely to get much looser. Growth remains low and significant uncertainties stalk the global economic environment. While the overall market has corrected somewhat, in our view valuations remain stretched from a longer term perspective. We believe market participants will increasingly focus on the areas that are reasonably valued today against long term growth expectations and shy from the risks inherent in the growth sub-sector.

#### ***International Equity ADR Investment Overview***

#### **The MSCI EAFE Index fell 10.2% in the third quarter (all returns in US dollars)**

After a positive start to the quarter, equity markets weakened significantly in August and September as escalating concerns about global economic growth reverberated across asset classes, sparking a broad sell-off. Equities and commodities in particular were volatile, hit by fears centered on disappointing data from emerging markets, despite some positive economic data from the United States and Europe.

All equity markets registered losses during the quarter, particularly in Asia Pacific

While markets were generally weak, improved economic data and abating fears over Greece supported the relative returns of certain European markets. For example Italy, encouraged by possible reform of the financial sector, fell only 4.4%. France and Switzerland also fared well on a relative basis, down 6.4% and 7.0%

respectively. In the UK, strength in the UK economy induced a statement by the Governor of the Bank of England that the time for an interest rate increase is approaching, although the market fell 10.0%, held back by energy and financials stocks. Export-oriented Germany performed less well, down 10.9% on concerns about global economic growth. The Spanish equity market fared similarly, down 11.1%. Continued improvements in the Spanish economy were overshadowed by the outcome of a regional election in Catalonia, where the victory of pro-independence parties is expected to increase uncertainty in national elections in December. The Norwegian equity market generated the lowest return in the region, down 19.1%, driven by the weakness of its currency and energy sector.

In Asia Pacific, the larger equity markets all lagged the broader MSCI EAFE index. Amongst them, Japan generated one of the better relative returns, although the market declined 11.8%. The Bank of Japan reduced its outlook for Japanese economic growth in 2015, and cyclically sensitive stocks in Japan lagged. Amid weak commodity prices and fears about economic growth in China, other markets in the region lagged significantly. The Australian equity market declined 15.3%, the Hong Kong market fell 16.2%, and the Singaporean market produced the lowest return, down 19.5%.

#### **All sectors weakened in the third quarter, notably financials, energy and materials**

In a weak quarter for equities, traditionally defensive sectors produced the greatest relative returns. Supported by positive returns from food producers and tobacco stocks, the consumer staples sector fell only 1.5%. The utilities and health care sectors also fared well on a relative basis, down 4.2% and 5.3% respectively, while the telecommunication services sector declined 9.5%. Conversely, intensified concerns about global growth held back the returns of cyclically sensitive sectors. The consumer discretionary sector fell 11.0%, driven by notably poor returns from autos stocks after a diesel emissions scandal in German-listed Volkswagen was revealed. Held back by stocks in Asia Pacific, the industrial and financials sectors fell

11.2% and 12.1% respectively. After a recent study by the Australian financial regulator, banks in Australia are expected to raise core capital levels to address an increase in mortgage risk weightings. Oil and other commodity prices plummeted on China, oversupply and demand growth concerns, driving the energy and materials sector lower by 16.8% and 19.7% respectively.

#### **Exchange rate movements held back US dollar returns**

Most currencies in the MSCI EAFE Index depreciated against the US dollar in the third quarter. In particular, the British pound decreased 3.7%, the Swiss franc declined 4.4%, and the Australian dollar fell 8.6%. This was only partly offset by the euro and Japanese yen, which appreciated 0.2% and 2.2% respectively during the quarter.

#### ***Performance Attribution for the Third Quarter Overview***

In a turbulent quarter for equity markets where macro events in China, Greece and the United States drove global volatility, portfolio returns exceeded the MSCI EAFE Index return. The principal drivers of relative returns were:

#### **Country allocation added to relative investment returns**

The Pacific region had the biggest impact on country allocation. The underweight positions in the Australian and Japanese equity markets added to relative returns. This was only partly offset by the impact of the overweight position in Singapore.

#### **Stock selection within markets was broadly neutral for relative investment returns**

While the portfolio benefited significantly from strong stock selection in Japan and the Netherlands, this was offset by the returns of holdings in Germany and Switzerland, notably RWE and Syngenta, which weighed on relative returns. At the sector level,

allocation between sectors added to relative investment returns, supported by the overweight positions in the consumer staples and utilities sectors, and the underweight position in the materials sector. This was mostly offset, however, by stock selection within sectors, which held back relative returns.

#### **Currency allocation was broadly neutral for relative investment returns**

Currency allocation effects were broadly neutral during the quarter. The positive contribution of the underweight position in the Australian dollar was offset by the impact of the underweight position in the Japanese yen and overweight position in the Swiss franc.

#### **Disclosures**

\*Source: Consensus Economics Inc.

The views expressed represent the Manager's assessment of the account and market environment as of the date indicated and should not be considered a recommendation to buy, hold, or sell any security, and should not be relied on as research or investment advice. Holdings are as of the date indicated and subject to change. **Past performance is no guarantee of future results.**

#### **All investing is subject to risk, including the possible loss of principal.**

Unless otherwise noted, the source of statistical information used in this document was FactSet.

The MSCI EAFE (Europe, Australasia, Far East) Index measures equity market performance across developed market countries in Europe, Australasia, and the Far East. Index "net" return approximates the minimum possible dividend reinvestment after deduction of withholding tax at the highest possible rate.

Index performance returns do not reflect any management fees, transaction costs or expenses. Indices are unmanaged and one cannot invest directly in an index.

Instances of high double-digit returns are unusual, cannot be sustained, and were achieved primarily during favorable market conditions.

International investments entail risks not ordinarily associated with U.S. investments including fluctuation in currency values, differences in accounting principles, or economic or political instability in other nations.

All third-party marks cited are the property of their respective owners.

Delaware Investments claims compliance with the Global Investment Performance Standards (GIPS®)

To receive a complete list and description of Delaware Investments composites and/or a presentation that adheres to the GIPS standards, contact managed accounts at 215-255-1000, or write Delaware Investments, 2005 Market Street, Philadelphia, PA 19103-7094, or email [managedaccounts@delinvest.com](mailto:managedaccounts@delinvest.com).

**Delaware Investments • 2005 Market Street • Philadelphia, Pennsylvania 19103-7094**

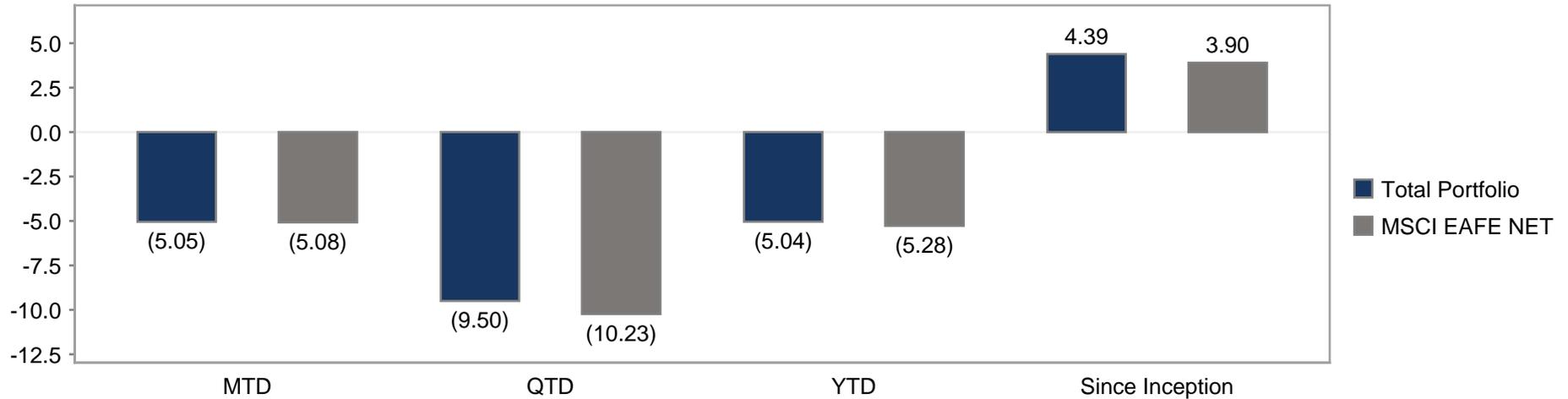
Delaware Investments, a member of Macquarie Group, refers to Delaware Management Holdings, Inc. and its affiliates. Macquarie Group refers to Macquarie Group Limited and its subsidiaries and affiliates worldwide. Advisory services provided by Delaware Management Business Trust, a registered investment adviser. Managed account advisory services are referred through Delaware Capital Management Advisers, Inc., a registered investment adviser.

Delaware Investments is not an authorized deposit-taking institution for the purposes of the Banking Act 1959 (Commonwealth of Australia) and Delaware Investments'

obligations do not represent deposits or other liabilities of Macquarie Bank Limited ABN 46 008 583 542 (MBL). MBL does not guarantee or otherwise provide assurance in respect of the obligations of Delaware Investments, unless noted otherwise.

**For managed account International Equity ADR client use only. Not for public distribution.**

Daily Calculated Performance



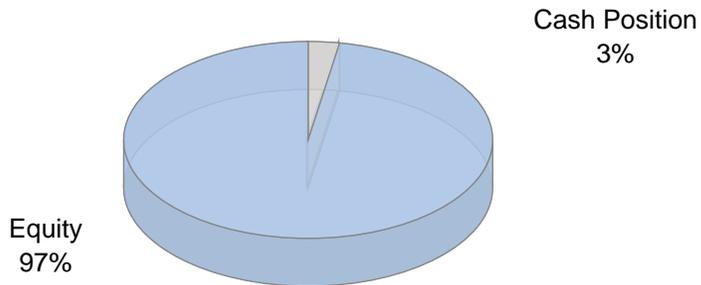
Segment	Month to Date	Quarter to Date	Year to Date	Since Inception
Total Portfolio	(5.05)	(9.50)	(5.04)	4.39
Cash Position	0.00	0.01	0.14	0.03
Equity	(5.14)	(9.68)	(5.12)	(1.49)
MSCI EAFE NET	(5.08)	(10.23)	(5.28)	3.90

Note: Performance is reported gross of fees. Delaware Investments is not the source of the indexes. Delaware Investments is not the book of records and this statement should not be used for tax or legal purposes.

<b>Segment</b>	<b>Market Value</b>	<b>%MV Last Quarter</b>	<b>%MV Current Quarter</b>
Cash Position	47,151	2.7	2.6
Equity	1,796,879	97.3	97.4
<b>Grand Total</b>	<b>1,844,030</b>	<b>100.0</b>	<b>100.0</b>
Accrual	2,299		
<b>Grand Total Plus Accrual</b>	<b>\$1,846,328</b>		

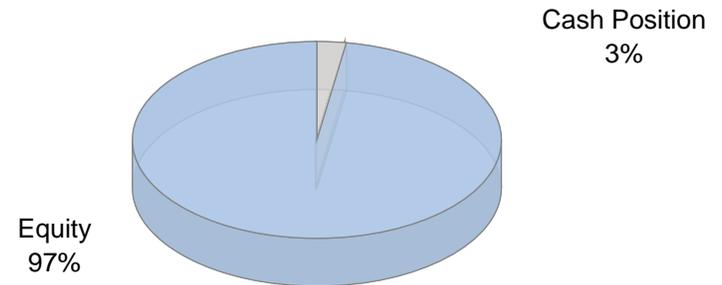
**Last Quarter**

As of June 30, 2015



**Current Quarter**

As of September 30, 2015



## Portfolio Holdings

September 30, 2015

Security Units	Description		Cost	Market Value	% Market Value	Purchase Date	Gain/ Loss
<b>Cash Position</b>							
0	USD Cash		47,151	47,151	2.6		0
<b>Total</b>			<b>47,151</b>	<b>47,151</b>	<b>2.6</b>		<b>0</b>
<b>Total Cash Position</b>			<b>47,151</b>	<b>47,151</b>	<b>2.6</b>		<b>0</b>
<b>Equity</b>							
<b>Australia</b>							
1,050	QBE INS GROUP LTD	SPONSORED ADR	13,879	9,505	0.5	06/30/2014	(4,374)
<b>Total Australia</b>			<b>13,879</b>	<b>9,505</b>	<b>0.5</b>		<b>(4,374)</b>
<b>France</b>							
1,148	SANOFI	SPONSORED ADR	38,149	54,496	3.0	06/30/2014	16,346
284	SANOFI	SPONSORED ADR	12,895	13,481	0.7	12/12/2014	587
<b>1,432</b>	<b>SANOFI</b>	<b>SPONSORED ADR</b>	<b>51,044</b>	<b>67,977</b>	<b>3.7</b>		<b>16,933</b>
12	TOTAL S A	SPONSORED ADR	639	537	0.0	06/03/2015	(103)
455	TOTAL S A	SPONSORED ADR	28,458	20,343	1.1	06/30/2014	(8,115)
<b>467</b>	<b>TOTAL S A</b>	<b>SPONSORED ADR</b>	<b>29,097</b>	<b>20,880</b>	<b>1.1</b>		<b>(8,218)</b>

Please note: Delaware Investments is not the custodian or book of records of these assets. For any legal or tax records, please be sure to use the custodian or official book of records.

## Portfolio Holdings

September 30, 2015

Security Units	Description		Cost	Market Value	% Market Value	Purchase Date	Gain/ Loss
<b>Total France</b>			<b>80,141</b>	<b>88,857</b>	<b>4.8</b>		<b>8,716</b>
<b>Germany</b>							
619	ALLIANZ SE	SP ADR 1/10 SH	10,192	9,691	0.5	07/30/2015	(501)
588	ALLIANZ SE	SP ADR 1/10 SH	9,383	9,205	0.5	08/31/2015	(178)
617	ALLIANZ SE	SP ADR 1/10 SH	10,591	9,659	0.5	08/11/2015	(931)
<b>1,824</b>	<b>ALLIANZ SE</b>	<b>SP ADR 1/10 SH</b>	<b>30,166</b>	<b>28,555</b>	<b>1.5</b>		<b>(1,611)</b>
375	DAIMLER AG	SPONSORED ADR	19,926	27,146	1.5	06/30/2014	7,219
3,172	DEUTSCHE TELEKOM AG	SPONSORED	48,258	56,245	3.1	06/30/2014	7,987
361	RWE AG	SPONSORED ADR	9,776	4,090	0.2	02/13/2015	(5,686)
370	RWE AG	SPONSORED ADR	8,453	4,192	0.2	06/05/2015	(4,261)
1,000	RWE AG	SPONSORED ADR	54,016	11,330	0.6	06/30/2014	(42,686)
506	RWE AG	SPONSORED ADR	12,905	5,733	0.3	04/28/2015	(7,172)
<b>2,237</b>	<b>RWE AG</b>	<b>SPONSORED ADR</b>	<b>85,149</b>	<b>25,345</b>	<b>1.4</b>		<b>(59,804)</b>
650	SAP SE	SPON ADR	48,560	42,114	2.3	06/30/2014	(6,446)
139	SAP SE	SPON ADR	9,419	9,006	0.5	03/12/2015	(413)
118	SAP SE	SPON ADR	8,046	7,645	0.4	10/08/2014	(401)
<b>907</b>	<b>SAP SE</b>	<b>SPON ADR</b>	<b>66,025</b>	<b>58,765</b>	<b>3.2</b>		<b>(7,260)</b>
<b>Total Germany</b>			<b>249,524</b>	<b>196,055</b>	<b>10.6</b>		<b>(53,469)</b>
<b>Hong Kong</b>							
500	CHINA MOBILE LIMITED	SPONSORED ADR	25,962	29,750	1.6	06/30/2014	3,788

Please note: Delaware Investments is not the custodian or book of records of these assets. For any legal or tax records, please be sure to use the custodian or official book of records.

## Portfolio Holdings

September 30, 2015

Security Units	Description		Cost	Market Value	% Market Value	Purchase Date	Gain/ Loss
<b>Total Hong Kong</b>			<b>25,962</b>	<b>29,750</b>	<b>1.6</b>		<b>3,788</b>
<b>Israel</b>							
808	TEVA PHARMACEUTICAL INDS LTD	ADR	33,332	45,620	2.5	06/30/2014	12,288
<b>Total Israel</b>			<b>33,332</b>	<b>45,620</b>	<b>2.5</b>		<b>12,288</b>
<b>Italy</b>							
315	ENI S P A	SPONSORED ADR	11,529	9,882	0.5	04/21/2015	(1,648)
900	ENI S P A	SPONSORED ADR	39,162	28,233	1.5	06/30/2014	(10,929)
<b>1,215</b>	<b>ENI S P A</b>	<b>SPONSORED ADR</b>	<b>50,691</b>	<b>38,115</b>	<b>2.1</b>		<b>(12,577)</b>
<b>Total Italy</b>			<b>50,691</b>	<b>38,115</b>	<b>2.1</b>		<b>(12,577)</b>
<b>Japan</b>							
1,450	CANON INC	SPONSORED ADR	49,390	42,006	2.3	06/30/2014	(7,384)
295	HONDA MOTOR LTD	AMERN SHS	10,190	8,820	0.5	08/04/2014	(1,369)
323	HONDA MOTOR LTD	AMERN SHS	10,902	9,658	0.5	09/08/2014	(1,245)
342	HONDA MOTOR LTD	AMERN SHS	10,626	10,226	0.6	11/11/2014	(400)
282	HONDA MOTOR LTD	AMERN SHS	9,413	8,432	0.5	02/23/2015	(981)
304	HONDA MOTOR LTD	AMERN SHS	10,337	9,090	0.5	08/14/2014	(1,248)
287	HONDA MOTOR LTD	AMERN SHS	9,157	8,581	0.5	10/02/2014	(575)
315	HONDA MOTOR LTD	AMERN SHS	9,700	9,418	0.5	12/08/2014	(282)
<b>2,148</b>	<b>HONDA MOTOR LTD</b>	<b>AMERN SHS</b>	<b>70,325</b>	<b>64,225</b>	<b>3.5</b>		<b>(6,100)</b>

Please note: Delaware Investments is not the custodian or book of records of these assets. For any legal or tax records, please be sure to use the custodian or official book of records.

## Portfolio Holdings

September 30, 2015

Units	Security Description		Cost	Market Value	% Market Value	Purchase Date	Gain/Loss
800	KAO CORP	SPONSORED ADR	20,602	36,091	2.0	06/30/2014	15,488
1,225	NTT DOCOMO INC	SPONS ADR	19,297	20,678	1.1	06/30/2014	1,381
1,511	SEVEN and I HLDGS CO LTD	ADR	17,571	34,342	1.9	06/30/2014	16,771
1,800	TAKEDA PHARMACEUTICAL CO LTD		43,216	39,354	2.1	06/30/2014	(3,861)
447	TAKEDA PHARMACEUTICAL CO LTD		10,900	9,773	0.5	07/02/2015	(1,127)
434	TAKEDA PHARMACEUTICAL CO LTD		9,995	9,489	0.5	07/09/2014	(506)
<b>2,681</b>	<b>TAKEDA PHARMACEUTICAL CO LTD</b>		<b>64,111</b>	<b>58,616</b>	<b>3.2</b>		<b>(5,495)</b>
1,564	TOKIO MARINE HOLDINGS INC	ADR	44,164	58,008	3.1	06/30/2014	13,844
1,800	TOKYO ELECTRON LTD	ADR	22,133	21,094	1.1	06/30/2014	(1,039)
<b>Total Japan</b>			<b>307,594</b>	<b>335,060</b>	<b>18.2</b>		<b>27,466</b>
<b>Netherlands</b>							
2,746	KONINKLIJKE AHOLD N V	SPONSORED	39,049	53,365	2.9	06/30/2014	14,316
837	KONINKLIJKE AHOLD N V	SPONSORED	13,943	16,266	0.9	09/04/2014	2,323
<b>3,583</b>	<b>KONINKLIJKE AHOLD N V</b>		<b>52,992</b>	<b>69,631</b>	<b>3.8</b>		<b>16,639</b>
<b>Total Netherlands</b>			<b>52,992</b>	<b>69,631</b>	<b>3.8</b>		<b>16,639</b>
<b>Singapore</b>							
1,500	SINGAPORE TELECOMMUNICATNS LTD	SPON	32,030	37,977	2.1	06/30/2014	5,947
1,145	UNITED OVERSEAS BK LTD	SPONSORED	23,339	29,875	1.6	06/30/2014	6,536
347	UNITED OVERSEAS BK LTD	SPONSORED	9,433	9,054	0.5	09/01/2015	(379)
305	UNITED OVERSEAS BK LTD	SPONSORED	11,168	7,958	0.4	05/06/2015	(3,210)

Please note: Delaware Investments is not the custodian or book of records of these assets. For any legal or tax records, please be sure to use the custodian or official book of records.

## Portfolio Holdings

September 30, 2015

Security Units Description	Cost	Market Value	% Market Value	Purchase Date	Gain/ Loss
1,797 UNITED OVERSEAS BK LTD	43,940	46,887	2.5		2,947
<b>Total Singapore</b>	<b>75,970</b>	<b>84,864</b>	<b>4.6</b>		<b>8,894</b>

## Spain

4,917 BANCO SANTANDER SA	ADR	42,129	25,962	1.4	06/30/2014	(16,167)
109 BANCO SANTANDER SA	ADR	0	576	0.0	11/13/2014	0
113 BANCO SANTANDER SA	ADR	857	597	0.0	04/09/2015	(260)
100 BANCO SANTANDER SA	ADR	0	528	0.0	08/11/2014	0
116 BANCO SANTANDER SA	ADR	0	612	0.0	02/09/2015	0
<b>5,355 BANCO SANTANDER SA</b>	<b>ADR</b>	<b>42,986</b>	<b>28,274</b>	<b>1.5</b>		<b>(14,712)</b>
2,712 IBERDROLA SA	SPON ADR	67,029	72,013	3.9	06/30/2014	4,984
68 IBERDROLA SA	SPON ADR	0	1,806	0.1	01/05/2015	0
63 IBERDROLA SA	SPON ADR	0	1,673	0.1	07/30/2014	0
58 IBERDROLA SA	SPON ADR	1,634	1,540	0.1	08/05/2015	(94)
<b>2,901 IBERDROLA SA</b>	<b>SPON ADR</b>	<b>68,663</b>	<b>77,031</b>	<b>4.2</b>		<b>8,368</b>
3,813 TELEFONICA S A	SPONSORED ADR	61,468	45,909	2.5	06/30/2014	(15,560)
108 TELEFONICA S A	SPONSORED ADR	0	1,300	0.1	12/17/2014	0
<b>3,921 TELEFONICA S A</b>	<b>SPONSORED</b>	<b>61,468</b>	<b>47,209</b>	<b>2.6</b>		<b>(14,260)</b>
<b>Total Spain</b>		<b>173,117</b>	<b>152,514</b>	<b>8.3</b>		<b>(20,603)</b>

## Sweden

772 TELIASONERA A B	ADR	10,049	8,292	0.4	01/27/2015	(1,757)
850 TELIASONERA A B	ADR	10,634	9,129	0.5	02/25/2015	(1,504)

Please note: Delaware Investments is not the custodian or book of records of these assets. For any legal or tax records, please be sure to use the custodian or official book of records.

## Portfolio Holdings

September 30, 2015

Units	Security Description		Cost	Market Value	% Market Value	Purchase Date	Gain/Loss
923	TELIASONERA A B	ADR	10,751	9,913	0.5	04/21/2015	(838)
858	TELIASONERA A B	ADR	10,499	9,215	0.5	02/11/2015	(1,284)
776	TELIASONERA A B	ADR	9,735	8,335	0.5	03/05/2015	(1,400)
900	TELIASONERA A B	ADR	10,592	9,666	0.5	06/15/2015	(925)
<b>5,079</b>	<b>TELIASONERA A B</b>	<b>ADR</b>	<b>62,259</b>	<b>54,550</b>	<b>3.0</b>		<b>(7,709)</b>
<b>Total Sweden</b>			<b>62,259</b>	<b>54,550</b>	<b>3.0</b>		<b>(7,709)</b>

## Switzerland

681	ABB LTD	SPONSORED ADR	13,698	12,033	0.7	08/13/2015	(1,664)
2,975	ABB LTD	SPONSORED ADR	62,311	52,568	2.9	06/30/2014	(9,742)
<b>3,656</b>	<b>ABB LTD</b>	<b>SPONSORED ADR</b>	<b>76,008</b>	<b>64,602</b>	<b>3.5</b>		<b>(11,407)</b>
650	NESTLE S A	SPONSORED ADR	47,691	48,728	2.6	06/30/2014	1,037
86	NESTLE S A	SPONSORED ADR	6,189	6,447	0.3	10/08/2014	258
20	NESTLE S A	SPONSORED ADR	1,431	1,499	0.1	10/07/2014	68
50	NESTLE S A	SPONSORED ADR	3,616	3,748	0.2	10/09/2014	132
<b>806</b>	<b>NESTLE S A</b>	<b>SPONSORED ADR</b>	<b>58,927</b>	<b>60,423</b>	<b>3.3</b>		<b>1,496</b>
742	NOVARTIS A G	SPONSORED ADR	41,646	68,205	3.7	06/30/2014	26,559
147	SYNGENTA AG	SPONSORED ADR	9,536	9,376	0.5	01/26/2015	(161)
132	SYNGENTA AG	SPONSORED ADR	9,349	8,419	0.5	02/27/2015	(930)
159	SYNGENTA AG	SPONSORED ADR	10,297	10,141	0.5	12/04/2014	(156)
153	SYNGENTA AG	SPONSORED ADR	10,553	9,758	0.5	04/17/2015	(795)
<b>591</b>	<b>SYNGENTA AG</b>	<b>SPONSORED</b>	<b>39,736</b>	<b>37,694</b>	<b>2.0</b>		<b>(2,042)</b>
1,400	ZURICH INS GROUP LTD	SPONSORED	33,594	34,273	1.9	06/30/2014	679

Please note: Delaware Investments is not the custodian or book of records of these assets. For any legal or tax records, please be sure to use the custodian or official book of records.

## Portfolio Holdings

September 30, 2015

Security Units	Description		Cost	Market Value	% Market Value	Purchase Date	Gain/ Loss
<b>Total Switzerland</b>			<b>249,911</b>	<b>265,196</b>	<b>14.4</b>		<b>15,285</b>
<b>Taiwan</b>							
2,238	TAIWAN SEMICONDUCTOR MFG LTD		24,782	46,438	2.5	06/30/2014	21,656
<b>Total Taiwan</b>			<b>24,782</b>	<b>46,438</b>	<b>2.5</b>		<b>21,656</b>
<b>United Kingdom</b>							
1,625	BG GROUP PLC	ADR FIN INST N	13,798	23,409	1.3	06/30/2014	9,611
1,149	BP PLC	SPONSORED ADR	68,330	35,113	1.9	06/30/2014	(33,216)
16	BP PLC	SPONSORED ADR	673	489	0.0	05/06/2015	(184)
298	BP PLC	SPONSORED ADR	10,633	9,107	0.5	08/11/2015	(1,526)
14	BP PLC	SPONSORED ADR	0	428	0.0	08/06/2014	0
276	BP PLC	SPONSORED ADR	10,164	8,435	0.5	07/24/2015	(1,729)
<b>1,753</b>	<b>BP PLC</b>	<b>SPONSORED ADR</b>	<b>89,800</b>	<b>53,572</b>	<b>2.9</b>		<b>(36,228)</b>
1,100	GLAXOSMITHKLINE PLC	SPONSORED	54,708	42,295	2.3	06/30/2014	(12,413)
218	GLAXOSMITHKLINE PLC	SPONSORED	9,375	8,382	0.5	06/26/2015	(993)
313	GLAXOSMITHKLINE PLC	SPONSORED	15,662	12,035	0.7	07/24/2014	(3,628)
<b>1,631</b>	<b>GLAXOSMITHKLINE PLC</b>		<b>79,746</b>	<b>62,712</b>	<b>3.4</b>		<b>(17,034)</b>
857	NATIONAL GRID PLC	SPON ADR NEW	46,546	59,673	3.2	06/30/2014	13,127
181	NATIONAL GRID PLC	SPON ADR NEW	12,438	12,603	0.7	08/20/2015	165
28	NATIONAL GRID PLC	SPON ADR NEW	1,874	1,950	0.1	08/05/2015	76
<b>1,066</b>	<b>NATIONAL GRID PLC</b>	<b>SPON ADR</b>	<b>60,858</b>	<b>74,226</b>	<b>4.0</b>		<b>13,367</b>
664	ROYAL DUTCH SHELL PLC	SPONS ADR A	42,926	31,467	1.7	06/30/2014	(11,459)

Please note: Delaware Investments is not the custodian or book of records of these assets. For any legal or tax records, please be sure to use the custodian or official book of records.

## Portfolio Holdings

September 30, 2015

Security Units	Description		Cost	Market Value	% Market Value	Purchase Date	Gain/ Loss
11	ROYAL DUTCH SHELL PLC	SPONS ADR A	558	521	0.0	09/21/2015	(37)
9	ROYAL DUTCH SHELL PLC	SPONS ADR A	592	427	0.0	05/13/2015	(165)
<b>684</b>	<b>ROYAL DUTCH SHELL PLC</b>	<b>SPONS</b>	<b>44,076</b>	<b>32,415</b>	<b>1.8</b>		<b>(11,661)</b>
5,250	TESCO PLC	SPONSORED ADR	93,684	43,707	2.4	06/30/2014	(49,977)
1,640	UNILEVER PLC	SPON ADR NEW	43,381	66,879	3.6	06/30/2014	23,498
750	VODAFONE GROUP PLC NEW	SPNSR ADR	29,982	23,805	1.3	06/30/2014	(6,177)
<b>Total United Kingdom</b>			<b>455,325</b>	<b>380,724</b>	<b>20.6</b>		<b>(74,601)</b>
<b>Total Equity</b>			<b>1,855,478</b>	<b>1,796,879</b>	<b>97.4</b>		<b>(58,599)</b>
<b>Grand Total</b>			<b>1,902,629</b>	<b>1,844,030</b>	<b>100.0</b>		
Accrual				2,299			
<b>Grand Total Plus Accrual</b>				<b>\$1,846,328</b>			

Please note: Delaware Investments is not the custodian or book of records of these assets. For any legal or tax records, please be sure to use the custodian or official book of records.

## Activity Summary

September 30, 2015

Units	Security Description	Cost	Proceeds	Gain/ Loss	Transaction Date
<b>Purchases</b>					
447.000	TAKEDA PHARMACEUTICAL CO LTD SPONSORED	10,899.97			07/02/2015
276.000	BP PLC SPONSORED ADR	10,163.70			07/24/2015
619.000	ALLIANZ SE SP ADR 1/10 SH	10,191.84			07/30/2015
617.000	ALLIANZ SE SP ADR 1/10 SH	10,590.81			08/11/2015
298.000	BP PLC SPONSORED ADR	10,633.03			08/11/2015
681.000	ABB LTD SPONSORED ADR	13,697.71			08/13/2015
181.000	NATIONAL GRID PLC SPON ADR NEW	12,438.36			08/20/2015
588.000	ALLIANZ SE SP ADR 1/10 SH	9,383.42			08/31/2015
347.000	UNITED OVERSEAS BK LTD SPONSORED ADR	9,433.20			09/01/2015
<b>Total Purchases</b>		<b>\$97,432.04</b>			
<b>Sales</b>					
749.000	SEVEN and I HLDGS CO LTD ADR	8,709.80	16,092.71	7,383	07/02/2015
218.000	TEVA PHARMACEUTICAL INDS LTD ADR	8,992.94	15,087.48	6,095	07/27/2015
218.000	TOTAL S A SPONSORED ADR	13,634.71	10,699.98	(2,935)	07/31/2015
211.000	TOTAL S A SPONSORED ADR	13,196.90	10,626.81	(2,570)	08/11/2015
440.000	SEVEN and I HLDGS CO LTD ADR	5,116.57	10,254.01	5,137	08/13/2015
312.000	IBERDROLA SA SPON ADR	7,711.28	8,663.05	952	08/18/2015
578.000	DEUTSCHE TELEKOM AG SPONSORED ADR	8,793.45	10,317.17	1,524	09/25/2015
<b>Total Sales</b>		<b>\$66,155.65</b>	<b>81,741.21</b>	<b>15,586</b>	

## Activity Summary

September 30, 2015

Units	Security Description		Cost	Proceeds	Gain/ Loss	Transaction Date
<b>Contributions/ Withdrawals</b>						
58.000	IBERDROLA SA	SPON ADR	1,634.17			08/05/2015
28.000	NATIONAL GRID PLC	SPON ADR NEW	1,873.92			08/05/2015
11.000	ROYAL DUTCH SHELL PLC	SPONS ADR A	558.27			09/21/2015
<b>Total Contributions/ Withdrawals</b>			<b>\$4,066.36</b>			

## Income/ Expense

0.000	TOKIO MARINE HOLDINGS INC	ADR	649.47			03/26/2015
0.000	TAKEDA PHARMACEUTICAL CO LTD	SPONSORED	593.15			03/27/2015
0.000	GLAXOSMITHKLINE PLC	SPONSORED ADR	821.16			05/13/2015
0.000	CHINA MOBILE LIMITED	SPONSORED ADR	400.51			06/02/2015
0.000	VODAFONE GROUP PLC NEW	SPNSR ADR NO PAR	878.48			06/10/2015
0.000	CANON INC	SPONSORED ADR	765.38			06/25/2015
0.000	KAO CORP	SPONSORED ADR	195.10			06/25/2015
0.000	TAIWAN SEMICONDUCTOR MFG LTD	SPONSORED	1,294.18			06/29/2015
0.000	IBERDROLA SA	SPON ADR	334.71			06/30/2015
0.000	IBERDROLA SA	SPON ADR	(63.10)			06/30/2015
0.000	HONDA MOTOR LTD	AMERN SHS	325.17			07/01/2015
0.000	USD Cash		1.04			07/01/2015
0.000	RWE AG	SPONSORED ADR	120.58			07/16/2015
0.000	SAP SE	SPON ADR	60.30			07/16/2015
0.000	ABB LTD	SPONSORED ADR	523.87			07/24/2015
0.000	TOTAL S A	SPONSORED ADR	(5.05)			07/24/2015

**Activity Summary**

**September 30, 2015**

Units	Security Description	Cost	Proceeds	Gain/ Loss	Transaction Date
0.000	BANCO SANTANDER SA ADR	222.63			07/29/2015
0.000	SINGAPORE TELECOMMUNICATNS LTD SPON ADR	1,110.16			07/29/2015
0.000	USD Cash	1.05			08/03/2015
0.000	BP PLC SPONSORED ADR	865.73			08/05/2015
0.000	UNILEVER PLC SPON ADR NEW	530.05			08/05/2015
0.000	ROYAL DUTCH SHELL PLC SPONS ADR A	(25.00)			08/07/2015
0.000	BG GROUP PLC ADR FIN INST N	222.00			08/12/2015
0.000	UNITED OVERSEAS BK LTD SPONSORED ADR	721.96			08/14/2015
0.000	TEVA PHARMACEUTICAL INDS LTD ADR	233.51			08/18/2015
0.000	USD Cash	1.05			09/01/2015
<b>Total Income/ Expense</b>		<b>\$10,778.09</b>			

**Cash Contributions/ Withdrawals**

0.000	USD Cash	(165.21)			07/13/2015
0.000	USD Cash	41.11			07/16/2015
0.000	USD Cash	94.31			08/07/2015
0.000	USD Cash	31.00			08/10/2015
0.000	USD Cash	11.91			08/10/2015
0.000	USD Cash	(3,813.06)			08/11/2015
0.000	USD Cash	249.59			08/26/2015
0.000	USD Cash	15.09			09/24/2015
<b>Total Cash Contributions/ Withdrawals</b>		<b>\$(3,535.26)</b>			

## Schedule Of Realized Gains &amp; Losses

September 30, 2015

Units	Security Description	Cost	Proceeds	% Gain/ Loss	Purchase Date	Sale Date	Short Term	Long Term
578.000	DEUTSCHE TELEKOM AG	8,793	10,317	17.33	06/30/2014	09/25/2015	N/A	N/A
312.000	IBERDROLA SA SPON ADR	7,711	8,663	12.34	06/30/2014	08/18/2015	N/A	N/A
440.000	SEVEN and I HLDGS CO LTD ADR	5,117	10,254	100.41	06/30/2014	08/13/2015	N/A	N/A
211.000	TOTAL S A SPONSORED ADR	13,197	10,627	(19.47)	06/30/2014	08/11/2015	N/A	N/A
218.000	TOTAL S A SPONSORED ADR	13,635	10,700	(21.52)	06/30/2014	07/31/2015	N/A	N/A
218.000	TEVA PHARMACEUTICAL INDS LTD ADR	8,993	15,087	67.77	06/30/2014	07/27/2015	N/A	N/A
749.000	SEVEN and I HLDGS CO LTD ADR	8,710	16,093	84.77	06/30/2014	07/02/2015	N/A	N/A
<b>Total Gain</b>							<b>N/A</b>	<b>N/A</b>
<b>Total Loss</b>							<b>N/A</b>	<b>N/A</b>
<b>Grand Total</b>		<b>66,156</b>	<b>81,741</b>				<b>N/A</b>	<b>N/A</b>
<b>Net Gain/ Loss</b>								<b>0</b>