



City Of Ormond Beach FF Pension Fund

Do Not Mail

,

December 31, 2015

Account number 3250000222

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 FF Pension Fund

3250000222

December 31, 2015

Charles H Mulfinger

Morgan Stanley

100 N. Tampa St, Ste 3000

Tampa, FL 33602

|                                     |    |
|-------------------------------------|----|
| Commentary                          | 2  |
| Performance Review                  | 9  |
| Executive Summary                   | 10 |
| Portfolio Holdings                  | 11 |
| Activity Summary                    | 20 |
| Schedule Of Realized Gains & Losses | 23 |

**Managed Accounts • Quarterly Commentary • December 31, 2015****International Equity ADR (SMA) Strategy**

Client use only

***International Economic/Sector Overview*****Challenging year for the value style**

As we have commented previously, 2015 was a particularly challenging year for the value investment style with the performance differential between the MSCI EAFE Value and Growth style indices of more than 900bps being comparable only with that of the technology, media, telecom (TMT) boom of the late 1990s.

Discount rates used by investors to appraise the present value of future cash flows from equities consist of two components: the risk free rate and a risk premium. Central bank actions in the last few years appear to have had an impact on both. Most explicitly, central bank rates determine the price of short term funds. As short term rates reached rock bottom, central banks turned to quantitative easing (QE). QE has subsequently manipulated down longer term risk-free rates, which are probably the more significant influence on equity markets. In addition, QE, by providing ample liquidity, has reduced the risks of recessionary outcomes and in doing so also pushed risk premiums lower. Moreover, with low levels of inflation globally, investors seem to have increasingly felt that the low discount rate is sustainable. Since

the financial crisis, growth stocks have been the major beneficiaries of this reduction in discount rates.

By geography, it is interesting to note that European markets exhibited the most extreme performance differential between growth and value stocks during 2015, coinciding with the commencement of QE in Europe. This is similar to the experience in Japan following the arrival of Abenomics and the shift in monetary policy there to aggressive QE. In the initial quarters of this Japanese monetary surge, there was a strong rally in Japanese growth stocks, with growth outperforming value in both 2013 and 2014. Interestingly as the QE surge in Japan has continued, and if anything accelerated, economic growth has remained stubbornly low, which seems to have restarted a preference for value stocks. Investors' discount rates may now be low, but their growth expectations seem to be falling faster.

There appears to have been a similar evolution of thinking in Europe in 2015 as there was in Japan in the early stages of its QE driven rally. The long anticipated announcement of European QE at the beginning of 2015 was accompanied by falling discount rates and rising growth expectations providing strong support for growth stocks. Given that Europe faces many similar structural challenges to Japan, we believe that it is equally plausible that a similar outcome to Japan develops in Europe as we move forward, with growth falling short of expectations and the impact of this being borne more heavily by the highly valued growth stocks and sectors which have been most significantly re-rated with QE.

**Signs that Japan is moving to unlock “balance sheet value”**

More recently value investors in Japan have been heartened by the push

from the Abe administration to improve corporate governance, increase management awareness of shareholders, and as a result, help to unlock some of the balance sheet value in many Japanese companies. The risk aversion and long term corporate deleveraging since the bursting of the bubble in the 1990s resulted in high levels of retained cash and commensurately low return on equity at many companies. By our estimates, at least one-third of the companies in the MSCI Japan index have balance sheets with a net cash position.

Concrete changes in the last eighteen months include increasing the emphasis on outside directors, the introduction of a stewardship code to encourage greater responsibility in Japan's notoriously ambivalent investor community, and a corporate governance code aimed at company management. Additionally, high profile agencies such as the Government Pension Investment Fund and proxy voting body Institutional Shareholder Services (ISS) have raised the pressure on corporate management to be answerable for poor performance. Certainly in our more recent meetings with Japanese companies there is a discernable positive shift in attitudes towards shareholders, and we have also observed returns to shareholders rising steadily in the last few years.

Historically we have found the best risk-adjusted value in the Japanese market in these companies with strong positions in their respective end markets but also with potential value locked-up in overcapitalized balance sheets. The portfolio has benefited from strong stock selection in Japan during 2015 as hopes for crystallisation of some of this balance sheet value have risen.

#### **Top down headwinds for the value index have been compounded by**

#### **stock specific issues within the energy, materials and financials sectors**

If we look at performance by sector, in the vast majority of sectors the MSCI EAFE Value benchmark has underperformed its MSCI EAFE Growth equivalent during the year. This is very much consistent with the top-down influences described earlier weighing on value stocks across the board. In addition to this, we also find that stock specific factors have contributed to this relative return. After adjusting for differences in sector weights the most significant contributors to the performance differential between the value and growth indices have been stocks in the energy, materials and financials sectors.

The influence of slowing Chinese growth is reflected in the returns of the materials and financials sectors. Growth in demand for industrial commodities such as copper, iron ore and metallurgical coal has been softening as Chinese growth slows and the economy rebalances away from infrastructure led growth; and this has come at a time when capacity expansion for commodities continues apace. This has weighed on the performance of the main commodity producers such as BHP Billiton and Rio Tinto. Similar flow-through effects in the financials sector are now also starting to be seen. The worst performing financials stocks during the year include HSBC and Standard Chartered – both of which have significant presence in Asia, as well as Australian banks such as ANZ and NAB, which stand to suffer if the Australian economy slows as a result of these challenging commodity markets.

We have been cautious on the outlook for China for some time and this has been reflected in portfolio positioning; we have no exposure to the major

industrial commodity producers and limited exposure to banks with high dependence on Asia. Although the valuations of a number of these stocks are now starting to look more interesting, the reliance on one key driver – China – is also reflected in our assessment of the worst case scenarios, which as a result still tend to be relatively unattractive. We will continue to monitor these stocks closely but at this point we believe there is some way further to go before the economic adjustment in China is complete.

In contrast, we believe the drivers of the poor performance of the energy sector are somewhat different, having their roots more in the supply side than in demand issues. The rapid expansion of shale oil supply in the United States has resulted in an oversupplied market. Although we foresee continued challenges in the oil market in the near term, we find stronger natural adjustment mechanisms which should help to rebalance the energy market and bring it to equilibrium. The bulk of portfolio exposure to the energy sector is in the integrated oil companies (BP, ENI and Royal Dutch Shell) which we believe are well positioned to accommodate this adjustment process and at the same time maintain reasonable dividend payments. We have therefore added to these positions during 2015.

### **The value index appears attractively valued**

Comparing the cash earnings and dividend yields for the MSCI EAFE Value and Growth indices over the last 20 years, we reached a number of conclusions. Firstly, the absolute levels of both cash earnings and dividends for the value index are at compelling levels, elevated versus both its own history and what is available from other asset classes. Secondly the yield pick-up from the value index over the growth index has widened steadily, most significantly since the financial crisis.

It is always important to scrutinize the quality and consistency of the data, and in particular we would question some of the reported dividend yields as companies increasingly use indirect methods of raising capital such as scrip dividends or dividend reinvestment schemes, which we do not believe are accurately captured in reported dividends. We believe cash earnings is a harder metric to manipulate. This data does point to a decline in cash earnings for the value index over the last three years, consistent with the headwinds currently affecting the energy and materials sectors in particular. However it also shows that cash earnings for the value index remain at high levels.

As we make a forward looking evaluation of our opportunity set we must attempt to distinguish between broader uncertainty about the overall level of economic activity that may impact equities across the board and structural uncertainties which, in some cases, may be specific to the subset of companies captured by the value index and be an indicator of future declines in cash earnings for these companies. As equity analysts, our focus is on identifying underlying value when these broader forces are mispriced. We believe the increasing gap in cash earnings and dividend yields between the value and growth indices is indicative of compelling opportunities amongst the unloved stocks that form the value index, but equally given structural pressures we must remain disciplined in evaluating these opportunities and understanding the risks.

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

**The MSCI EAFE Index gained 4.7% in the fourth quarter (all returns in US dollars)**

International equities rebounded strongly in October after a weak third quarter before falling slightly in November and December. Markets showed only a muted response to the widely anticipated first rate rise by the Federal Reserve since 2006 but the European Central Bank (ECB) stimulus package fell short of market expectations. Oil and commodity prices fell further as OPEC failed to agree to output targets to cut production whilst concerns around sluggish global growth continued.

#### Returns in Europe lagged Asia Pacific

The German equity market produced the strongest returns amongst major European markets, rising by 7.7% in the quarter, helped by returns in the consumer discretionary sector as automobile related stocks recovered from the VW emissions scandal supported by strong export data and the weaker euro. The Swiss market gained just 2.0% but continued to show lower volatility than most major European markets. The tragic events in Paris in November did not have too much impact on financial markets but disappointment with the ECB stimulus package meant the French market rose by only 1.7%. The UK market fared relatively poorly, increasing by just 0.7%, as weak performance from stocks in the materials sector held back returns. The Italian market fell by 2.3% held back by declines in the financials and energy sectors. Uncertainty as to who might form the next government after the fragmented Spanish election result led to a 2.6% decline in the Spanish equity market.

In Asia Pacific, however, all markets registered gains during the quarter. The Australian equity market produced the highest return amongst major markets, gaining 10.0%, helped by strong labor force survey data. The

Japanese market rose 9.3% as revised figures showed that the Japanese economy had not fallen back into recession in the third quarter. The Singaporean market was the weakest performing market in the region, up just 4.2%, as the rig builders were hit by falling oil prices.

#### All sectors registered gains in the fourth quarter, notably information technology and telecommunications

The information technology sector registered the most significant gains during the month, up 10.3%, spurred by strong returns from Japanese electronics companies and German enterprise software provider SAP. The telecommunications sector rose by 6.5%, led by Japanese telecommunications providers as concerns over government intervention in the market receded. The industrials sector gained 6.4% as aerospace and defense stocks rose in response to heightened geopolitical tensions. Low oil prices continued to support consumer sector returns, with the consumer staples and consumer discretionary sectors rising by 5.6% and 5.2% respectively. The weakest two sectors in the year, materials and energy, continued to fare relatively poorly. The materials sector rose just 1.2%, as commodity prices continued to decline as concerns around slowing Chinese growth continued. The energy sector was the weakest sector in the quarter, rising by 0.7%, as the oil price fell further in response to OPEC's failure to agree to output targets to cut production whilst persistently mild weather hit short-term demand.

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

The euro and Swiss franc depreciated by 2.7% and 2.4% respectively against the U.S. dollar in the fourth quarter, which more than offset

appreciation in the Australian dollar by 3.6%.

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

In a strong quarter for equity markets, portfolio returns lagged the MSCI EAFE Index. For the fourth quarter, the principal drivers of relative returns were:

#### **Country allocation held back relative investment returns**

While the portfolio benefitted from the underweight position in France, this was more than offset by the impact of the overweight position in Spain and the underweight position in Japan.

#### **Stock selection within sectors held back relative investment returns**

Strong stock selection in Japan and Germany was offset by the returns of the portfolio's holdings in Sweden and France. At the sector level, allocation between sectors was neutral to relative investment returns. The portfolio benefitted from the overweight position in the information technology sector and the underweight position in the financials sector. This was offset by the impact of the overweight position in the energy sector. Stock selection within sectors held back relative returns. The strong returns of positions in the materials sector were more than offset by the impact of the portfolio's holdings in the telecommunications and energy sectors.

#### **Currency allocation slightly held back relative investment returns**

Currency allocation effects were held back by the underweight position in the

Australian dollar which more than offset the positive impact of the overweight position in the Singaporean dollar.

### ***International Equity ADR portfolio positioning***

The main highlights of the portfolio positioning being adopted for the International Equity ADR strategy are:

- **Overweight positions in selected European markets**
- **Overweight positions in the telecommunication services, energy and utilities sectors**
- **Underweight positions in the consumer discretionary and financials sectors**

### ***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.

The MSCI EAFE Growth Index is a subset of the MSCI EAFE Index, which measures equity market performance across developed market countries in Europe, Australasia, and the Far East. The MSCI EAFE Growth Index consists of those securities classified by MSCI as most representing the growth style.

The MSCI EAFE Value Index is a subset of the MSCI EAFE Index, which measures equity market performance across developed market countries in Europe, Australasia, and the Far East. The MSCI EAFE Value Index consists of those securities classified by MSCI as most representing the value style.

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.

Investing in emerging markets can be riskier than investing in established foreign markets due to increased volatility and lower trading volume.

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**

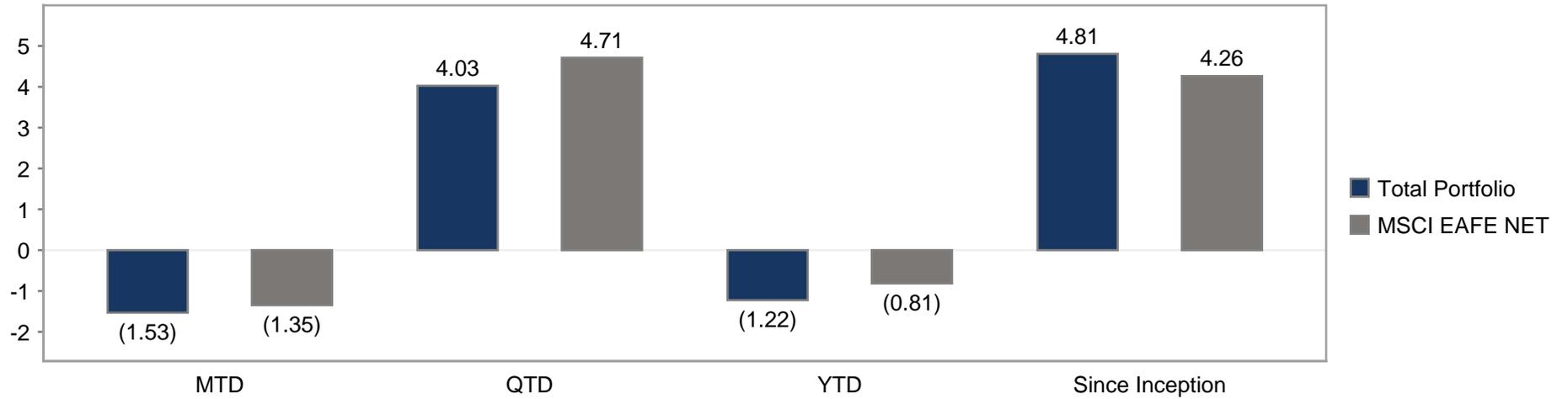
Delaware Investments, a member of Macquarie Group, refers to Delaware Management Holdings, Inc. and its affiliates. Macquarie Group refers to Macquarie Group Limited and its subsidiaries and affiliates worldwide. Advisory services provided by Delaware Management Business Trust, a registered investment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

Neither Delaware Investments nor its affiliates noted in this document are

authorized deposit-taking institutions for the purposes of the Banking Act 1959 (Commonwealth of Australia). The obligations of these entities do not represent deposits or other liabilities of Macquarie Bank Limited (MBL). MBL does not guarantee or otherwise provide assurance in respect of the obligations of these entities, unless noted otherwise.

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

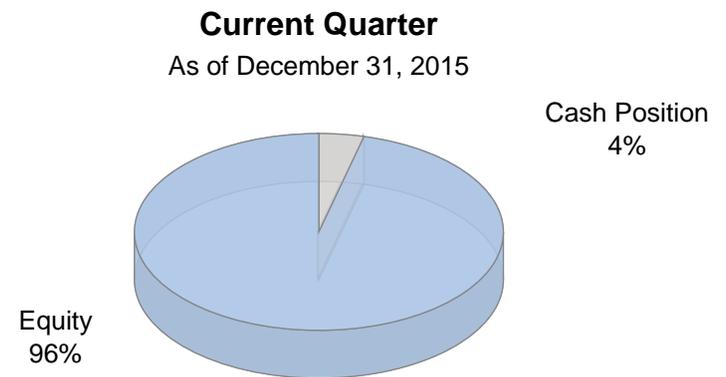
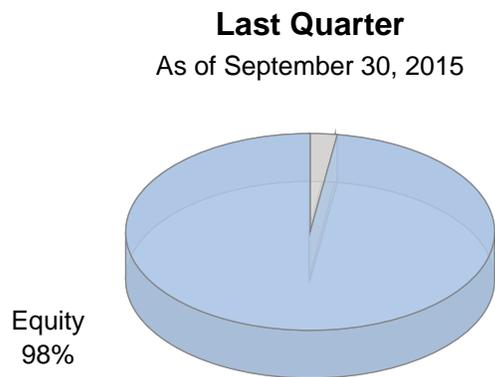
Daily Calculated Performance



| Segment         | Month to Date | Quarter to Date | Year to Date | Since Inception |
|-----------------|---------------|-----------------|--------------|-----------------|
| Total Portfolio | (1.53)        | 4.03            | (1.22)       | 4.81            |
| Cash Position   | 0.00          | 0.00            | 0.14         | 0.03            |
| Equity          | (1.58)        | 4.12            | (1.22)       | (1.06)          |
| MSCI EAFE NET   | (1.35)        | 4.71            | (0.81)       | 4.26            |

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                   | 37,489              | 2.4                     | 3.9                        |
| Equity                          | 915,492             | 97.6                    | 96.1                       |
| <b>Grand Total</b>              | <b>952,981</b>      | <b>100.0</b>            | <b>100.0</b>               |
| Accrual                         | 1,981               |                         |                            |
| <b>Grand Total Plus Accrual</b> | <b>\$954,962</b>    |                         |                            |



## Portfolio Holdings

December 31, 2015

| Security<br>Units          | Description       |                      | Cost          | Market<br>Value | %<br>Market<br>Value | Purchase<br>Date | Gain/<br>Loss  |
|----------------------------|-------------------|----------------------|---------------|-----------------|----------------------|------------------|----------------|
| <b>Cash Position</b>       |                   |                      |               |                 |                      |                  |                |
| 0                          | USD Cash          |                      | 37,489        | 37,489          | 3.9                  |                  | 0              |
| <b>Total</b>               |                   |                      | <b>37,489</b> | <b>37,489</b>   | <b>3.9</b>           |                  | <b>0</b>       |
| <b>Total Cash Position</b> |                   |                      | <b>37,489</b> | <b>37,489</b>   | <b>3.9</b>           |                  | <b>0</b>       |
| <b>Equity</b>              |                   |                      |               |                 |                      |                  |                |
| <b>Australia</b>           |                   |                      |               |                 |                      |                  |                |
| 525                        | QBE INS GROUP LTD | SPONSORED ADR        | 6,933         | 4,809           | 0.5                  | 06/30/2014       | (2,124)        |
| <b>Total Australia</b>     |                   |                      | <b>6,933</b>  | <b>4,809</b>    | <b>0.5</b>           |                  | <b>(2,124)</b> |
| <b>France</b>              |                   |                      |               |                 |                      |                  |                |
| 139                        | SANOFI            | SPONSORED ADR        | 6,311         | 5,928           | 0.6                  | 12/12/2014       | (383)          |
| 573                        | SANOFI            | SPONSORED ADR        | 18,926        | 24,438          | 2.6                  | 06/30/2014       | 5,513          |
| <b>712</b>                 | <b>SANOFI</b>     | <b>SPONSORED ADR</b> | <b>25,237</b> | <b>30,367</b>   | <b>3.2</b>           |                  | <b>5,130</b>   |
| 226                        | TOTAL S A         | SPONSORED ADR        | 14,226        | 10,159          | 1.1                  | 06/30/2014       | (4,068)        |
| 2                          | TOTAL S A         | SPONSORED ADR        | 0             | 90              | 0.0                  | 09/23/2015       | 0              |
| 6                          | TOTAL S A         | SPONSORED ADR        | 316           | 270             | 0.0                  | 06/03/2015       | (46)           |
| 2                          | TOTAL S A         | SPONSORED ADR        | 0             | 90              | 0.0                  | 12/16/2015       | 0              |

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

December 31, 2015

| Security<br>Units | Description         |                       | Cost          | Market<br>Value | %<br>Market<br>Value | Purchase<br>Date | Gain/<br>Loss   |
|-------------------|---------------------|-----------------------|---------------|-----------------|----------------------|------------------|-----------------|
| 236               | TOTAL S A           | SPONSORED ADR         | 14,542        | 10,608          | 1.1                  |                  | (3,934)         |
|                   | Total France        |                       | 39,779        | 40,975          | 4.3                  |                  | 1,196           |
| <b>Germany</b>    |                     |                       |               |                 |                      |                  |                 |
| 307               | ALLIANZ SE          | SP ADR 1/10 SH        | 5,055         | 5,454           | 0.6                  | 07/30/2015       | 400             |
| 292               | ALLIANZ SE          | SP ADR 1/10 SH        | 4,660         | 5,188           | 0.5                  | 08/31/2015       | 528             |
| 307               | ALLIANZ SE          | SP ADR 1/10 SH        | 5,270         | 5,454           | 0.6                  | 08/11/2015       | 185             |
| <b>906</b>        | <b>ALLIANZ SE</b>   | <b>SP ADR 1/10 SH</b> | <b>14,984</b> | <b>16,096</b>   | <b>1.7</b>           |                  | <b>1,112</b>    |
| 175               | DAIMLER AG          | SPONSORED ADR         | 9,314         | 14,748          | 1.5                  | 06/30/2014       | 5,434           |
| 1,576             | DEUTSCHE TELEKOM AG | SPONSORED             | 24,084        | 28,573          | 3.0                  | 06/30/2014       | 4,490           |
| 177               | RWE AG              | SPONSORED ADR         | 4,793         | 2,252           | 0.2                  | 02/13/2015       | (2,542)         |
| 184               | RWE AG              | SPONSORED ADR         | 4,203         | 2,341           | 0.2                  | 06/05/2015       | (1,863)         |
| 500               | RWE AG              | SPONSORED ADR         | 27,529        | 6,360           | 0.7                  | 06/30/2014       | (21,169)        |
| 251               | RWE AG              | SPONSORED ADR         | 6,401         | 3,193           | 0.3                  | 04/28/2015       | (3,208)         |
| <b>1,112</b>      | <b>RWE AG</b>       | <b>SPONSORED ADR</b>  | <b>42,927</b> | <b>14,145</b>   | <b>1.5</b>           |                  | <b>(28,782)</b> |
| 350               | SAP SE              | SPON ADR              | 26,209        | 27,685          | 2.9                  | 06/30/2014       | 1,476           |
| 69                | SAP SE              | SPON ADR              | 4,676         | 5,458           | 0.6                  | 03/12/2015       | 782             |
| 32                | SAP SE              | SPON ADR              | 2,182         | 2,531           | 0.3                  | 10/08/2014       | 349             |
| <b>451</b>        | <b>SAP SE</b>       | <b>SPON ADR</b>       | <b>33,066</b> | <b>35,674</b>   | <b>3.7</b>           |                  | <b>2,608</b>    |
|                   | Total Germany       |                       | 124,376       | 109,237         | 11.5                 |                  | (15,139)        |

## Hong Kong

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

December 31, 2015

| Security<br>Units      | Description                  |                      | Cost          | Market<br>Value | %<br>Market<br>Value | Purchase<br>Date | Gain/<br>Loss  |
|------------------------|------------------------------|----------------------|---------------|-----------------|----------------------|------------------|----------------|
| 275                    | CHINA MOBILE LIMITED         | SPONSORED ADR        | 14,432        | 15,491          | 1.6                  | 06/30/2014       | 1,059          |
| <b>Total Hong Kong</b> |                              |                      | <b>14,432</b> | <b>15,491</b>   | <b>1.6</b>           |                  | <b>1,059</b>   |
| <b>Israel</b>          |                              |                      |               |                 |                      |                  |                |
| 153                    | TEVA PHARMACEUTICAL INDS LTD | ADR                  | 6,235         | 10,043          | 1.1                  | 06/30/2014       | 3,808          |
| <b>Total Israel</b>    |                              |                      | <b>6,235</b>  | <b>10,043</b>   | <b>1.1</b>           |                  | <b>3,808</b>   |
| <b>Italy</b>           |                              |                      |               |                 |                      |                  |                |
| 450                    | ENI S P A                    | SPONSORED ADR        | 19,557        | 13,410          | 1.4                  | 06/30/2014       | (6,147)        |
| 159                    | ENI S P A                    | SPONSORED ADR        | 5,088         | 4,738           | 0.5                  | 11/11/2015       | (350)          |
| 154                    | ENI S P A                    | SPONSORED ADR        | 5,637         | 4,589           | 0.5                  | 04/21/2015       | (1,047)        |
| <b>763</b>             | <b>ENI S P A</b>             | <b>SPONSORED ADR</b> | <b>30,282</b> | <b>22,737</b>   | <b>2.4</b>           |                  | <b>(7,545)</b> |
| <b>Total Italy</b>     |                              |                      | <b>30,282</b> | <b>22,737</b>   | <b>2.4</b>           |                  | <b>(7,545)</b> |
| <b>Japan</b>           |                              |                      |               |                 |                      |                  |                |
| 700                    | CANON INC                    | SPONSORED ADR        | 23,982        | 21,091          | 2.2                  | 06/30/2014       | (2,891)        |
| 151                    | HONDA MOTOR LTD              | AMERN SHS            | 5,135         | 4,821           | 0.5                  | 08/14/2014       | (313)          |
| 142                    | HONDA MOTOR LTD              | AMERN SHS            | 4,530         | 4,534           | 0.5                  | 10/02/2014       | 4              |
| 156                    | HONDA MOTOR LTD              | AMERN SHS            | 4,804         | 4,981           | 0.5                  | 12/08/2014       | 177            |
| 147                    | HONDA MOTOR LTD              | AMERN SHS            | 5,078         | 4,694           | 0.5                  | 08/04/2014       | (384)          |
| 161                    | HONDA MOTOR LTD              | AMERN SHS            | 5,434         | 5,141           | 0.5                  | 09/08/2014       | (294)          |
| 171                    | HONDA MOTOR LTD              | AMERN SHS            | 5,313         | 5,460           | 0.6                  | 11/11/2014       | 147            |
| 141                    | HONDA MOTOR LTD              | AMERN SHS            | 4,706         | 4,502           | 0.5                  | 02/23/2015       | (204)          |

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

December 31, 2015

| Security<br>Units        | Description                         |                  | Cost           | Market<br>Value | %<br>Market<br>Value | Purchase<br>Date | Gain/<br>Loss |
|--------------------------|-------------------------------------|------------------|----------------|-----------------|----------------------|------------------|---------------|
| <b>1,069</b>             | <b>HONDA MOTOR LTD</b>              | <b>AMERN SHS</b> | <b>35,001</b>  | <b>34,133</b>   | <b>3.6</b>           |                  | <b>(867)</b>  |
| 398                      | KAO CORP                            | SPONSORED ADR    | 9,845          | 20,695          | 2.2                  | 06/30/2014       | 10,850        |
| 625                      | NTT DOCOMO INC                      | SPONS ADR        | 9,842          | 12,812          | 1.3                  | 06/30/2014       | 2,971         |
| 115                      | SEVEN and I HLDGS CO LTD            | ADR              | 1,349          | 2,653           | 0.3                  | 06/30/2014       | 1,304         |
| 211                      | TAKEDA PHARMACEUTICAL CO LTD        |                  | 4,859          | 5,319           | 0.6                  | 07/09/2014       | 460           |
| 900                      | TAKEDA PHARMACEUTICAL CO LTD        |                  | 21,551         | 22,688          | 2.4                  | 06/30/2014       | 1,137         |
| 222                      | TAKEDA PHARMACEUTICAL CO LTD        |                  | 5,413          | 5,596           | 0.6                  | 07/02/2015       | 183           |
| <b>1,333</b>             | <b>TAKEDA PHARMACEUTICAL CO LTD</b> |                  | <b>31,824</b>  | <b>33,603</b>   | <b>3.5</b>           |                  | <b>1,780</b>  |
| 778                      | TOKIO MARINE HOLDINGS INC           | ADR              | 22,113         | 30,475          | 3.2                  | 06/30/2014       | 8,362         |
| 1,000                    | TOKYO ELECTRON LTD                  | ADR              | 11,991         | 15,217          | 1.6                  | 06/30/2014       | 3,226         |
| <b>Total Japan</b>       |                                     |                  | <b>145,945</b> | <b>170,679</b>  | <b>17.9</b>          |                  | <b>24,734</b> |
| <b>Netherlands</b>       |                                     |                  |                |                 |                      |                  |               |
| 1,248                    | KONINKLIJKE AHOLD N V               | SPONSORED        | 17,975         | 26,402          | 2.8                  | 06/30/2014       | 8,428         |
| 352                      | KONINKLIJKE AHOLD N V               | SPONSORED        | 5,864          | 7,447           | 0.8                  | 09/04/2014       | 1,583         |
| <b>1,600</b>             | <b>KONINKLIJKE AHOLD N V</b>        |                  | <b>23,839</b>  | <b>33,849</b>   | <b>3.6</b>           |                  | <b>10,010</b> |
| <b>Total Netherlands</b> |                                     |                  | <b>23,839</b>  | <b>33,849</b>   | <b>3.6</b>           |                  | <b>10,010</b> |
| <b>Singapore</b>         |                                     |                  |                |                 |                      |                  |               |
| 750                      | SINGAPORE TELECOMMUNICATNS LTD      | SPON             | 15,874         | 19,402          | 2.0                  | 06/30/2014       | 3,528         |
| 159                      | UNITED OVERSEAS BK LTD              | SPONSORED        | 5,822          | 4,396           | 0.5                  | 05/06/2015       | (1,426)       |
| 561                      | UNITED OVERSEAS BK LTD              | SPONSORED        | 11,196         | 15,509          | 1.6                  | 06/30/2014       | 4,313         |

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

December 31, 2015

| Security<br>Units      | Description                   |                  | Cost          | Market<br>Value | %<br>Market<br>Value | Purchase<br>Date | Gain/<br>Loss   |
|------------------------|-------------------------------|------------------|---------------|-----------------|----------------------|------------------|-----------------|
| 173                    | UNITED OVERSEAS BK LTD        | SPONSORED        | 4,703         | 4,783           | 0.5                  | 09/01/2015       | 80              |
| <b>893</b>             | <b>UNITED OVERSEAS BK LTD</b> |                  | <b>21,721</b> | <b>24,688</b>   | <b>2.6</b>           |                  | <b>2,967</b>    |
| <b>Total Singapore</b> |                               |                  | <b>37,595</b> | <b>44,090</b>   | <b>4.6</b>           |                  | <b>6,495</b>    |
| <b>Spain</b>           |                               |                  |               |                 |                      |                  |                 |
| 2,432                  | BANCO SANTANDER SA            | ADR              | 20,717        | 11,844          | 1.2                  | 06/30/2014       | (8,873)         |
| 53                     | BANCO SANTANDER SA            | ADR              | 0             | 258             | 0.0                  | 11/13/2014       | 0               |
| 56                     | BANCO SANTANDER SA            | ADR              | 424           | 273             | 0.0                  | 04/09/2015       | (151)           |
| 49                     | BANCO SANTANDER SA            | ADR              | 0             | 239             | 0.0                  | 07/10/2014       | 0               |
| 57                     | BANCO SANTANDER SA            | ADR              | 0             | 278             | 0.0                  | 02/09/2015       | 0               |
| 25                     | BANCO SANTANDER SA            | ADR              | 0             | 122             | 0.0                  | 10/15/2015       | 0               |
| <b>2,672</b>           | <b>BANCO SANTANDER SA</b>     | <b>ADR</b>       | <b>21,140</b> | <b>13,013</b>   | <b>1.4</b>           |                  | <b>(8,128)</b>  |
| 1,342                  | IBERDROLA SA                  | SPON ADR         | 33,400        | 38,195          | 4.0                  | 06/30/2014       | 4,794           |
| 36                     | IBERDROLA SA                  | SPON ADR         | 0             | 1,025           | 0.1                  | 01/05/2015       | 0               |
| 33                     | IBERDROLA SA                  | SPON ADR         | 0             | 939             | 0.1                  | 06/30/2014       | 0               |
| 31                     | IBERDROLA SA                  | SPON ADR         | 880           | 882             | 0.1                  | 08/05/2015       | 3               |
| <b>1,442</b>           | <b>IBERDROLA SA</b>           | <b>SPON ADR</b>  | <b>34,280</b> | <b>41,041</b>   | <b>4.3</b>           |                  | <b>6,761</b>    |
| 54                     | TELEFONICA S A                | SPONSORED ADR    | 0             | 597             | 0.1                  | 12/17/2014       | 0               |
| 1,906                  | TELEFONICA S A                | SPONSORED ADR    | 31,374        | 21,080          | 2.2                  | 06/30/2014       | (10,293)        |
| 57                     | TELEFONICA S A                | SPONSORED ADR    | 0             | 630             | 0.1                  | 11/16/2015       | 0               |
| <b>2,017</b>           | <b>TELEFONICA S A</b>         | <b>SPONSORED</b> | <b>31,374</b> | <b>22,308</b>   | <b>2.3</b>           |                  | <b>(9,066)</b>  |
| <b>Total Spain</b>     |                               |                  | <b>86,794</b> | <b>76,361</b>   | <b>8.0</b>           |                  | <b>(10,433)</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

December 31, 2015

| Security<br>Units   | Description            |                      | Cost          | Market<br>Value | %<br>Market<br>Value | Purchase<br>Date | Gain/<br>Loss  |
|---------------------|------------------------|----------------------|---------------|-----------------|----------------------|------------------|----------------|
| <b>Sweden</b>       |                        |                      |               |                 |                      |                  |                |
| 427                 | TELIASONERA A B        | ADR                  | 5,225         | 4,274           | 0.4                  | 02/11/2015       | (951)          |
| 385                 | TELIASONERA A B        | ADR                  | 4,830         | 3,853           | 0.4                  | 03/05/2015       | (976)          |
| 447                 | TELIASONERA A B        | ADR                  | 5,261         | 4,474           | 0.5                  | 06/15/2015       | (787)          |
| 384                 | TELIASONERA A B        | ADR                  | 4,998         | 3,843           | 0.4                  | 01/27/2015       | (1,155)        |
| 423                 | TELIASONERA A B        | ADR                  | 5,292         | 4,234           | 0.4                  | 02/25/2015       | (1,058)        |
| 458                 | TELIASONERA A B        | ADR                  | 5,335         | 4,584           | 0.5                  | 04/21/2015       | (751)          |
| <b>2,524</b>        | <b>TELIASONERA A B</b> | <b>ADR</b>           | <b>30,940</b> | <b>25,262</b>   | <b>2.7</b>           |                  | <b>(5,678)</b> |
| <b>Total Sweden</b> |                        |                      | <b>30,940</b> | <b>25,262</b>   | <b>2.7</b>           |                  | <b>(5,678)</b> |
| <b>Switzerland</b>  |                        |                      |               |                 |                      |                  |                |
| 342                 | ABB LTD                | SPONSORED ADR        | 6,879         | 6,064           | 0.6                  | 08/13/2015       | (815)          |
| 1,475               | ABB LTD                | SPONSORED ADR        | 30,923        | 26,152          | 2.7                  | 06/30/2014       | (4,771)        |
| <b>1,817</b>        | <b>ABB LTD</b>         | <b>SPONSORED ADR</b> | <b>37,802</b> | <b>32,215</b>   | <b>3.4</b>           |                  | <b>(5,586)</b> |
| 26                  | NESTLE S A             | SPONSORED ADR        | 1,871         | 1,936           | 0.2                  | 10/08/2014       | 65             |
| 350                 | NESTLE S A             | SPONSORED ADR        | 25,750        | 26,066          | 2.7                  | 06/30/2014       | 317            |
| 25                  | NESTLE S A             | SPONSORED ADR        | 1,808         | 1,862           | 0.2                  | 10/09/2014       | 54             |
| <b>401</b>          | <b>NESTLE S A</b>      | <b>SPONSORED ADR</b> | <b>29,429</b> | <b>29,865</b>   | <b>3.1</b>           |                  | <b>436</b>     |
| 312                 | NOVARTIS A G           | SPONSORED ADR        | 17,371        | 26,844          | 2.8                  | 06/30/2014       | 9,473          |
| 76                  | SYNGENTA AG            | SPONSORED ADR        | 5,242         | 5,983           | 0.6                  | 04/17/2015       | 742            |
| 79                  | SYNGENTA AG            | SPONSORED ADR        | 5,116         | 6,220           | 0.7                  | 12/04/2014       | 1,103          |
| 73                  | SYNGENTA AG            | SPONSORED ADR        | 4,736         | 5,747           | 0.6                  | 01/26/2015       | 1,012          |
| 66                  | SYNGENTA AG            | SPONSORED ADR        | 4,675         | 5,196           | 0.5                  | 02/27/2015       | 522            |

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

December 31, 2015

| Security<br>Units        | Description                  |                      | Cost           | Market<br>Value | %<br>Market<br>Value | Purchase<br>Date | Gain/<br>Loss   |
|--------------------------|------------------------------|----------------------|----------------|-----------------|----------------------|------------------|-----------------|
| <b>294</b>               | <b>SYNGENTA AG</b>           | <b>SPONSORED</b>     | <b>19,769</b>  | <b>23,147</b>   | <b>2.4</b>           |                  | <b>3,378</b>    |
| 144                      | ZURICH INS GROUP LTD         | SPONSORED            | 3,737          | 3,717           | 0.4                  | 12/07/2015       | (20)            |
| 725                      | ZURICH INS GROUP LTD         | SPONSORED            | 17,504         | 18,715          | 2.0                  | 06/30/2014       | 1,211           |
| <b>869</b>               | <b>ZURICH INS GROUP LTD</b>  |                      | <b>21,241</b>  | <b>22,433</b>   | <b>2.4</b>           |                  | <b>1,192</b>    |
| <b>Total Switzerland</b> |                              |                      | <b>125,611</b> | <b>134,504</b>  | <b>14.1</b>          |                  | <b>8,892</b>    |
| <b>Taiwan</b>            |                              |                      |                |                 |                      |                  |                 |
| 1,120                    | TAIWAN SEMICONDUCTOR MFG LTD |                      | 12,264         | 25,480          | 2.7                  | 06/30/2014       | 13,216          |
| <b>Total Taiwan</b>      |                              |                      | <b>12,264</b>  | <b>25,480</b>   | <b>2.7</b>           |                  | <b>13,216</b>   |
| <b>United Kingdom</b>    |                              |                      |                |                 |                      |                  |                 |
| 800                      | BG GROUP PLC                 | ADR FIN INST N       | 8,065          | 11,614          | 1.2                  | 06/30/2014       | 3,549           |
| 599                      | BP PLC                       | SPONSORED ADR        | 36,079         | 18,725          | 2.0                  | 06/30/2014       | (17,354)        |
| 8                        | BP PLC                       | SPONSORED ADR        | 351            | 250             | 0.0                  | 05/06/2015       | (101)           |
| 148                      | BP PLC                       | SPONSORED ADR        | 5,281          | 4,626           | 0.5                  | 08/11/2015       | (654)           |
| 7                        | BP PLC                       | SPONSORED ADR        | 0              | 219             | 0.0                  | 08/06/2014       | 0               |
| 109                      | BP PLC                       | SPONSORED ADR        | 4,167          | 3,407           | 0.4                  | 07/22/2015       | (759)           |
| <b>871</b>               | <b>BP PLC</b>                | <b>SPONSORED ADR</b> | <b>45,877</b>  | <b>27,227</b>   | <b>2.9</b>           |                  | <b>(18,650)</b> |
| 153                      | GLAXOSMITHKLINE PLC          | SPONSORED            | 7,656          | 6,174           | 0.6                  | 07/24/2014       | (1,483)         |
| 550                      | GLAXOSMITHKLINE PLC          | SPONSORED            | 27,194         | 22,192          | 2.3                  | 06/30/2014       | (5,001)         |
| 107                      | GLAXOSMITHKLINE PLC          | SPONSORED            | 4,601          | 4,317           | 0.5                  | 06/26/2015       | (284)           |
| <b>810</b>               | <b>GLAXOSMITHKLINE PLC</b>   |                      | <b>39,451</b>  | <b>32,684</b>   | <b>3.4</b>           |                  | <b>(6,768)</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

December 31, 2015

| Security<br>Units           | Description                     |                      | Cost           | Market<br>Value | %<br>Market<br>Value | Purchase<br>Date | Gain/<br>Loss   |
|-----------------------------|---------------------------------|----------------------|----------------|-----------------|----------------------|------------------|-----------------|
| 1,074                       | LLOYDS BANKING GROUP PLC        | SPONSORED            | 4,771          | 4,683           | 0.5                  | 11/20/2015       | (89)            |
| 1,086                       | LLOYDS BANKING GROUP PLC        | SPONSORED            | 4,759          | 4,735           | 0.5                  | 12/08/2015       | (24)            |
| <b>2,160</b>                | <b>LLOYDS BANKING GROUP PLC</b> |                      | <b>9,530</b>   | <b>9,418</b>    | <b>1.0</b>           |                  | <b>(112)</b>    |
| 14                          | NATIONAL GRID PLC               | SPON ADR NEW         | 925            | 974             | 0.1                  | 08/05/2015       | 49              |
| 423                         | NATIONAL GRID PLC               | SPON ADR NEW         | 22,956         | 29,415          | 3.1                  | 06/30/2014       | 6,460           |
| 93                          | NATIONAL GRID PLC               | SPON ADR NEW         | 6,391          | 6,467           | 0.7                  | 08/20/2015       | 76              |
| <b>530</b>                  | <b>NATIONAL GRID PLC</b>        | <b>SPON ADR</b>      | <b>30,272</b>  | <b>36,856</b>   | <b>3.9</b>           |                  | <b>6,585</b>    |
| 330                         | ROYAL DUTCH SHELL PLC           | SPONS ADR A          | 20,889         | 15,111          | 1.6                  | 06/30/2014       | (5,778)         |
| 5                           | ROYAL DUTCH SHELL PLC           | SPONS ADR A          | 277            | 229             | 0.0                  | 09/21/2015       | (48)            |
| 4                           | ROYAL DUTCH SHELL PLC           | SPONS ADR A          | 294            | 183             | 0.0                  | 05/13/2015       | (111)           |
| 6                           | ROYAL DUTCH SHELL PLC           | SPONS ADR A          | 0              | 275             | 0.0                  | 11/10/2015       | 0               |
| <b>345</b>                  | <b>ROYAL DUTCH SHELL PLC</b>    | <b>SPONS</b>         | <b>21,460</b>  | <b>15,798</b>   | <b>1.7</b>           |                  | <b>(5,662)</b>  |
| 2,525                       | TESCO PLC                       | SPONSORED ADR        | 45,081         | 16,692          | 1.8                  | 06/30/2014       | (28,389)        |
| 772                         | TESCO PLC                       | SPONSORED ADR        | 5,893          | 5,103           | 0.5                  | 11/30/2015       | (790)           |
| <b>3,297</b>                | <b>TESCO PLC</b>                | <b>SPONSORED ADR</b> | <b>50,974</b>  | <b>21,795</b>   | <b>2.3</b>           |                  | <b>(29,179)</b> |
| 805                         | UNILEVER PLC                    | SPON ADR NEW         | 21,200         | 34,712          | 3.6                  | 06/30/2014       | 13,511          |
| 368                         | VODAFONE GROUP PLC NEW          | SPNSR ADR            | 14,696         | 11,872          | 1.2                  | 06/30/2014       | (2,824)         |
| <b>Total United Kingdom</b> |                                 |                      | <b>241,525</b> | <b>201,975</b>  | <b>21.2</b>          |                  | <b>(39,550)</b> |
| <b>Total Equity</b>         |                                 |                      | <b>926,550</b> | <b>915,492</b>  | <b>96.1</b>          |                  | <b>(11,058)</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**

**December 31, 2015**

| Security<br>Units               | Description | Cost           | Market<br>Value  | %<br>Market<br>Value | Purchase<br>Date | Gain/<br>Loss |
|---------------------------------|-------------|----------------|------------------|----------------------|------------------|---------------|
| <b>Grand Total</b>              |             | <b>964,039</b> | <b>952,981</b>   | <b>100.0</b>         |                  |               |
|                                 | Accrual     |                | 1,981            |                      |                  |               |
| <b>Grand Total Plus Accrual</b> |             |                | <b>\$954,962</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

December 31, 2015

| Units                             | Security Description         |                  | Cost               | Proceeds         | Gain/<br>Loss | Transaction<br>Date |
|-----------------------------------|------------------------------|------------------|--------------------|------------------|---------------|---------------------|
| <b>Purchases</b>                  |                              |                  |                    |                  |               |                     |
| 159.000                           | ENI S P A                    | SPONSORED ADR    | 5,088.04           |                  |               | 11/11/2015          |
| 1,074.000                         | LLOYDS BANKING GROUP PLC     | SPONSORED ADR    | 4,771.25           |                  |               | 11/20/2015          |
| 772.000                           | TESCO PLC                    | SPONSORED ADR    | 5,893.06           |                  |               | 11/30/2015          |
| 144.000                           | ZURICH INS GROUP LTD         | SPONSORED ADR    | 3,736.80           |                  |               | 12/07/2015          |
| 1,086.000                         | LLOYDS BANKING GROUP PLC     | SPONSORED ADR    | 4,758.75           |                  |               | 12/08/2015          |
| <b>Total Purchases</b>            |                              |                  | <b>\$24,247.90</b> |                  |               |                     |
| <b>Sales</b>                      |                              |                  |                    |                  |               |                     |
| 205.000                           | SEVEN and I HLDGS CO LTD     | ADR              | 2,404.40           | 4,674.91         | 2,271         | 10/06/2015          |
| 224.000                           | SEVEN and I HLDGS CO LTD     | ADR              | 2,627.25           | 5,116.35         | 2,489         | 10/29/2015          |
| 78.000                            | TEVA PHARMACEUTICAL INDS LTD | ADR              | 3,178.66           | 4,682.60         | 1,504         | 11/17/2015          |
| 82.000                            | TEVA PHARMACEUTICAL INDS LTD | ADR              | 3,341.67           | 5,059.84         | 1,718         | 11/20/2015          |
| 182.000                           | KONINKLIJKE AHOLD N V        | SPONSORED ADR NE | 2,621.31           | 3,932.90         | 1,312         | 11/30/2015          |
| 88.000                            | TEVA PHARMACEUTICAL INDS LTD | ADR              | 3,586.18           | 5,701.00         | 2,115         | 12/04/2015          |
| 57.000                            | NOVARTIS A G                 | SPONSORED ADR    | 3,173.63           | 4,873.12         | 1,699         | 12/07/2015          |
| 207.000                           | SEVEN and I HLDGS CO LTD     | ADR              | 2,427.86           | 4,671.46         | 2,244         | 12/17/2015          |
| <b>Total Sales</b>                |                              |                  | <b>\$23,360.96</b> | <b>38,712.18</b> | <b>15,351</b> |                     |
| <b>Contributions/ Withdrawals</b> |                              |                  |                    |                  |               |                     |
| 25.000                            | BANCO SANTANDER SA           | ADR              | 0.00               |                  |               | 10/15/2015          |
| 6.000                             | ROYAL DUTCH SHELL PLC        | SPONS ADR A      | 0.00               |                  |               | 11/10/2015          |

## Activity Summary

December 31, 2015

| Units                                   | Security Description |               | Cost          | Proceeds | Gain/ Loss | Transaction Date |
|---|----------------------|---------------|---------------|----------|------------|------------------|
| 57.000                                  | TELEFONICA S A       | SPONSORED ADR | 0.00          |          |            | 11/16/2015       |
| 2.000                                   | TOTAL S A            | SPONSORED ADR | 0.00          |          |            | 12/16/2015       |
| <b>Total Contributions/ Withdrawals</b> |                      |               | <b>\$0.00</b> |          |            |                  |

## Income/ Expense

|       |                              |               |         |  |  |            |
|-------|------------------------------|---------------|---------|--|--|------------|
| 0.000 | GLAXOSMITHKLINE PLC          | SPONSORED ADR | 463.21  |  |  | 08/12/2015 |
| 0.000 | QBE INS GROUP LTD            | SPONSORED ADR | 69.96   |  |  | 08/27/2015 |
| 0.000 | SEVEN and I HLDGS CO LTD     | ADR           | 83.88   |  |  | 08/28/2015 |
| 0.000 | CHINA MOBILE LIMITED         | SPONSORED ADR | 243.50  |  |  | 09/02/2015 |
| 0.000 | ENI S P A                    | SPONSORED ADR | 389.36  |  |  | 09/18/2015 |
| 0.000 | HONDA MOTOR LTD              | AMERN SHS     | 157.59  |  |  | 09/25/2015 |
| 0.000 | TOKIO MARINE HOLDINGS INC    | ADR           | 261.02  |  |  | 09/25/2015 |
| 0.000 | TOKYO ELECTRON LTD           | ADR           | 180.39  |  |  | 09/25/2015 |
| 0.000 | NTT DOCOMO INC               | SPONS ADR     | 150.60  |  |  | 09/28/2015 |
| 0.000 | TAKEDA PHARMACEUTICAL CO LTD | SPONSORED     | 353.96  |  |  | 09/28/2015 |
| 0.000 | USD Cash                     |               | 0.28    |  |  | 10/01/2015 |
| 0.000 | UNILEVER PLC                 | SPON ADR NEW  | 272.49  |  |  | 10/28/2015 |
| 0.000 | USD Cash                     |               | 0.44    |  |  | 11/02/2015 |
| 0.000 | TOTAL S A                    | SPONSORED ADR | 37.74   |  |  | 11/03/2015 |
| 0.000 | BP PLC                       | SPONSORED ADR | 518.25  |  |  | 11/04/2015 |
| 0.000 | ROYAL DUTCH SHELL PLC        | SPONS ADR A   | 21.77   |  |  | 11/10/2015 |
| 0.000 | TEVA PHARMACEUTICAL INDS LTD | ADR           | 115.89  |  |  | 11/13/2015 |
| 0.000 | TELEFONICA S A               | SPONSORED ADR | (49.36) |  |  | 11/16/2015 |
| 0.000 | TELEFONICA S A               | SPONSORED ADR | 7.49    |  |  | 11/16/2015 |

**Activity Summary**

**December 31, 2015**

| Units                        | Security Description | Cost              | Proceeds | Gain/ Loss | Transaction Date |
|------------------------------|----------------------|-------------------|----------|------------|------------------|
| 0.000                        | USD Cash             | 0.50              |          |            | 12/01/2015       |
| <b>Total Income/ Expense</b> |                      | <b>\$3,278.96</b> |          |            |                  |

**Cash Contributions/ Withdrawals**

|  |          |                     |  |  |            |
|--|----------|---------------------|--|--|------------|
| 0.000  | USD Cash | (74.43)             |  |  | 10/13/2015 |
| 0.000  | USD Cash | (1,717.62)          |  |  | 11/18/2015 |
| 0.000  | USD Cash | 3.70                |  |  | 11/20/2015 |
| <b>Total Cash Contributions/ Withdrawals</b> |          | <b>\$(1,788.35)</b> |  |  |            |

## Schedule Of Realized Gains &amp; Losses

December 31, 2015

| Units                 | Security Description             | Cost          | Proceeds      | % Gain/<br>Loss | Purchase Date | Sale Date  | Short Term | Long Term  |
|-----------------------|----------------------------------|---------------|---------------|-----------------|---------------|------------|------------|------------|
| 207.000               | SEVEN and I HLDGS CO LTD ADR     | 2,428         | 4,671         | 92.41           | 06/30/2014    | 12/17/2015 | N/A        | N/A        |
| 57.000                | NOVARTIS A G SPONSORED           | 3,174         | 4,873         | 53.55           | 06/30/2014    | 12/07/2015 | N/A        | N/A        |
| 88.000                | TEVA PHARMACEUTICAL INDS LTD ADR | 3,586         | 5,701         | 58.97           | 06/30/2014    | 12/04/2015 | N/A        | N/A        |
| 182.000               | KONINKLIJKE AHOLD N V            | 2,621         | 3,933         | 50.04           | 06/30/2014    | 11/30/2015 | N/A        | N/A        |
| 82.000                | TEVA PHARMACEUTICAL INDS LTD ADR | 3,342         | 5,060         | 51.42           | 06/30/2014    | 11/20/2015 | N/A        | N/A        |
| 78.000                | TEVA PHARMACEUTICAL INDS LTD ADR | 3,179         | 4,683         | 47.31           | 06/30/2014    | 11/17/2015 | N/A        | N/A        |
| 224.000               | SEVEN and I HLDGS CO LTD ADR     | 2,627         | 5,116         | 94.74           | 06/30/2014    | 10/29/2015 | N/A        | N/A        |
| 205.000               | SEVEN and I HLDGS CO LTD ADR     | 2,404         | 4,675         | 94.43           | 06/30/2014    | 10/06/2015 | 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>23,361</b> | <b>38,712</b> |                 |               |            | <b>N/A</b> | <b>N/A</b> |
| <b>Net Gain/ Loss</b> |                                  |               |               |                 |               |            |            | <b>0</b>   |