MONTANARO SMALLER COMPANIES PLC

CONDENSED INTERIM REPORT
AND
FINANCIAL STATEMENTS
(UNAUDITED)

FOR THE SIX MONTH FINANCIAL PERIOD ENDED 30 JUNE 2021

An open-ended umbrella variable capital investment company with segregated liability between funds authorised by the Central Bank of Ireland under the European Communities (Undertakings for Collective Investment in Transferable Securities) Regulations 2011 (as amended).

Registered Number: 330162

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MONTANARO SMALLER COMPANIES PLC

MANAGEMENT AND OTHER INFORMATION

Directors
Gavin Caldwell (Irish)* (Chairman)†
Cedric Durant des Aulnois (French)
Lisa Martensson (Swedish)*†
Matthew Francis (British)
John Ensor (British)**

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Administrator
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Ireland

Secretary
Goodbody Secretarial Limited
IFSC
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MONTANARO SMALLER COMPANIES PLC

INVESTMENT MANAGER'S REVIEW

Performance Review

6-month NAV Returns to 30 June 2021:

	NAV Return	**Benchmark**	**Relative**	***Reference Share Class****
Montanaro European Smaller Companies Fund	12.9%	14.2%	-1.3%	*EUR Institutional Distribution*
Montanaro UK Income Fund	18.5%	16.6%	1.9%	*EUR Share Class*
Montanaro European Income Fund	10.6%	14.5%	-4.0%	*EUR Share Class*
Montanaro European MidCap Fund	15.2%	12.5%	2.7%	*EUR Institutional Accumulation*
Montanaro Better World Fund	11.7%	17.2%	-5.5%	*EUR Accumulation Share Class*

*Please note that these are representative Share Classes for each Fund. Other Share Classes are available, details of these can be found in the Prospectus.

Note: The Montanaro Select Fund is not shown in the table as it was converted into the Montanaro Global Innovation Fund on 29 June 2021.

Review

The first half of 2021 was shaped by the impact of "Pfizer Monday". On Monday 9 November 2020, Pfizer and BioNTech announced the first effective Covid-19 vaccine, a *"great day for science and humanity".* It was also a good day for investors in those businesses which had suffered most from the economic consequences of Covid-19. It unleashed the most dramatic rotation in equity markets in living memory. Value and Low Quality bounced back strongly at the expense of Quality and Growth, a dynamic that continued unabated during the opening months of this year.

As an indicator of how extreme this rotation was, UK SmallCap Growth underperformed Value by 24% from November 2020 to the end of March 2021, which compares to a c.30% underperformance experienced in both 2009 and 2013 (the most recent periods when this occurred). Given our "Quality Growth" style, it was unsurprising that our Funds underperformed during this period. We avoid highly cyclical areas such as high street retail, restaurants, hotels, airlines, oil & gas, materials, and metals & mining. The strength of this rotation proved relatively short lived, however, and the Value rally cooled during the second quarter of the year and may have reversed.

Throughout the period, equities traded higher as confidence in the economic recovery from Covid-19 was bolstered by accelerating vaccination programmes. One focus of investor concern has been inflation and the impact that rising prices could have on monetary policy. Yet the Federal Reserve's focus remained on supporting employment, rather than taking the heat out of the economy by raising interest rates - a stance shared by other central banks. Towards the end of the reporting period, this helped to support Growth areas of equity markets. As many economies continued along the gradual path to normality, SmallCap moved ahead of LargeCap in Europe and in the US, delivering an outperformance of 2% globally during the first half of the year.

Outlook

At the beginning of April, we published a *"Letter to Investors"* in which we urged clients to remain calm in the face of a strong Value-led market rotation. Guided by history, we suggested that such style rotations tended to be short-lived. This proved to be fortuitous timing – the Value style has since lost much of its momentum - illustrating how difficult it is to time markets. Rotations, when they happen, tend to be swift.

INVESTMENT MANAGER'S REVIEW (CONTINUED)

Outlook (continued)

We are moving into unchartered territory in the battle against Covid-19 with the ending of social and economic restrictions in some countries. Many people are likely to experience a mixture of emotions: relief that the pandemic may be coming to an end, contrasted by worries that cases will rise or that new variants of the disease will emerge. It would be no surprise if these anxieties manifested themselves in greater market volatility during the second half of 2021.

A catalyst for volatility could be that, as economies reopen, inflation rises faster as pent-up demand is released. It is our view, however, that it will take a lot for central banks to bring to an end this long period of loose monetary policy. Whichever way the macroeconomic winds blow, we will continue to search for businesses with quality foundations that can grow over time as they deliver the solutions needed to help solve some of the world's greatest problems.

Charles Montanaro
Montanaro Asset Management Limited
August 2021

MONTANARO SMALLER COMPANIES PLC

STATEMENT OF FINANCIAL POSITION

As at 30 June 2021

	Note	Montanaro European Smaller Companies Fund €	Montanaro UK Income Fund £	Montanaro European Income Fund €	Montanaro European MidCap Fund €
Current assets					
Cash and cash equivalents	3	8,859,226	4,410,273	12,335,792	3,561,282
Financial assets at fair value through profit or loss					
- Equities		496,438,145	799,025,144	408,888,936	172,109,175
Dividends receivable		126,214	1,949,488	223,863	–
Receivable for fund Shares sold		425,689	3,791	2,965	2,561
Receivable for investments sold		4,432,415	1,673,632	–	–
Other receivables		543,705	115,084	797,810	116,789
Total current assets		**510,825,394**	**807,177,412**	**422,249,366**	**175,789,807**
Current liabilities					
Payable for fund Shares repurchased		(9,125,979)	–	–	–
Payable for investments purchased		(1,321,938)	(4,492,877)	–	–
Investment management fees payable		(1,551,208)	(1,025,155)	(776,349)	(579,505)
Performance fees payable*		(13)	–	–	(364,695)
Administration fees payable		(93,605)	(100,610)	(54,805)	(15,948)
Depositary fees payable		(43,968)	(39,889)	(35,620)	(12,066)
Legal fees payable		(7,873)	(11,492)	(7,619)	(3,120)
Professional fees payable		(6,208)	(9,454)	(5,720)	(2,327)
Audit fees payable		(6,410)	(9,598)	(6,925)	(2,642)
Other accrued expenses payable		(13,287)	(5,453)	(1,553)	(1,366)
Total current liabilities		**(12,170,489)**	**(5,694,528)**	**(888,591)**	**(981,669)**
Net asset value attributable to holders of redeemable participating Shares		**498,654,905**	**801,482,884**	**421,360,775**	**174,808,138**

*Performance fees are accrued and taken into account in the calculation of the NAV on each dealing day. They crystallise at the financial year end of the Company, i.e. 31 December. Please refer to the Prospectus for further details.

Please refer to Note 11 for Net Asset Value ("NAV") and NAV per Share details.

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

MONTANARO SMALLER COMPANIES PLC

STATEMENT OF FINANCIAL POSITION

As at 30 June 2021 (continued)

	Note	Montanaro Global Innovation Fund (formerly Montanaro Select Fund)* €	Montanaro Better World Fund €	Total** €
Current assets				
Cash and cash equivalents	3	2,721,022	8,798,507	41,413,336
Financial assets at fair value through profit or loss				
- Equities		8,674,000	816,718,670	2,833,609,655
Dividends receivable		1,168	–	2,622,194
Receivable for fund Shares sold		–	53,354	488,985
Receivable for investments sold		556,432	–	6,938,453
Other receivables		10,188	175,427	1,777,980
Total current assets		**11,962,810**	**825,745,958**	**2,886,850,603**
Current liabilities				
Payable for fund Shares repurchased		–	(26,233)	(9,152,212)
Payable for investments purchased		–	–	(6,555,670)
Investment management fees payable		(148)	(1,403,553)	(5,504,961)
Performance fees payable***		–	–	(364,708)
Administration fees payable		(1,141)	(63,441)	(346,140)
Depositary fees payable		(3,380)	(44,303)	(185,803)
Legal fees payable		(125)	(5,047)	(37,171)
Professional fees payable		(107)	(8,707)	(34,082)
Audit fees payable		(94)	(1,099)	(28,351)
Other accrued expenses payable		(39)	(2,973)	(25,570)
Total current liabilities		**(5,034)**	**(1,555,356)**	**(22,234,668)**
Net asset value attributable to holders of redeemable participating Shares		**11,957,776**	**824,190,602**	**2,864,615,935**

*Effective 29 June 2021, the Montanaro Select Fund changed name to the Montanaro Global Innovation Fund.
**See Foreign Currency Translation Adjustment Note 13.
***Performance fees are accrued and taken into account in the calculation of the NAV on each dealing day. They crystallise at the financial year end of the Company, i.e. 31 December. Please refer to the Prospectus for further details.

Please refer to Note 11 for NAV and NAV per Share details.

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

MONTANARO SMALLER COMPANIES PLC

STATEMENT OF FINANCIAL POSITION

As at 31 December 2020

	Note	Montanaro European Smaller Companies Fund €	Montanaro UK Income Fund £	Montanaro European Income Fund €	Montanaro European MidCap Fund €
Current assets					
Cash and cash equivalents	3	13,540,909	10,216,926	15,179,644	8,968,982
Financial assets at fair value through profit or loss					
- Equities		413,182,168	724,988,782	396,613,084	162,177,261
Dividends receivable		227,256	2,202,729	–	17,653
Receivable for fund Shares sold		5,323,260	–	16,024	296,530
Receivable for investments sold		–	–	–	–
Other receivables		805,020	109,527	703,767	104,524
Total current assets		**433,078,613**	**737,517,964**	**412,512,519**	**171,564,950**
Current liabilities					
Payable for fund Shares repurchased		(92,175)	–	(3,389)	(657,750)
Payable for investments purchased		–	–	–	–
Investment management fees payable		(1,330,112)	(717,921)	(736,162)	(547,840)
Performance fees payable*		(5,925,452)	–	–	(2,240,352)
Administration fees payable		(107,359)	(128,947)	(74,972)	(21,136)
Depositary fees payable		(37,041)	(25,953)	(30,958)	(9,188)
Legal fees payable		(5,852)	(7,999)	(4,666)	(1,903)
Professional fees payable		(4,443)	(6,770)	(3,939)	(1,603)
Audit fees payable		(11,986)	(18,089)	(10,642)	(4,327)
Other accrued expenses payable		(10,314)	(8,031)	(390)	(50)
Total current liabilities		**(7,524,734)**	**(913,710)**	**(865,118)**	**(3,484,149)**
Net asset value attributable to holders of redeemable participating Shares		**425,553,879**	**736,604,254**	**411,647,401**	**168,080,801**

*Performance fees are accrued and taken into account in the calculation of the NAV on each dealing day. They crystallise at the financial year end of the Company, i.e. 31 December. Please refer to the Prospectus for further details.

Please refer to Note 11 for NAV and NAV per Share details.

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MONTANARO SMALLER COMPANIES PLC

STATEMENT OF FINANCIAL POSITION

As at 31 December 2020 (continued)

	Note	Montanaro Global Innovation Fund (formerly Montanaro Select Fund)* €	Montanaro Better World Fund €	Total** €
Current assets				
Cash and cash equivalents	3	860,247	15,132,633	65,096,768
Financial assets at fair value through profit or loss				
- Equities		8,031,708	655,632,699	2,445,594,639
Dividends receivable		8,790	38,376	2,752,965
Receivable for fund Shares sold		–	207,875	5,843,689
Receivable for investments sold		1,505,823	–	1,505,823
Other receivables		9,287	115,091	1,860,052
Total current assets		**10,415,855**	**671,126,674**	**2,522,653,936**
Current liabilities				
Payable for fund Shares repurchased		–	(11,188)	(764,502)
Payable for investments purchased		(2,220,731)	–	(2,220,731)
Investment management fees payable		–	(1,010,133)	(4,426,308)
Performance fees payable***		(194,954)	–	(8,360,758)
Administration fees payable		(1,589)	(66,518)	(415,634)
Depositary fees payable		(2,534)	(25,766)	(134,482)
Legal fees payable		(85)	(1,682)	(23,125)
Professional fees payable		(73)	(22,932)	(40,553)
Audit fees payable		(197)	(9,639)	(57,000)
Other accrued expenses payable		(32)	(5,593)	(25,351)
Total current liabilities		**(2,420,195)**	**(1,153,451)**	**(16,468,444)**
Net asset value attributable to holders of redeemable participating Shares		**7,995,660**	**669,973,223**	**2,506,185,492**

*Effective 29 June 2021, the Montanaro Select Fund changed name to the Montanaro Global Innovation Fund.
**See Foreign Currency Translation Adjustment Note 13.
***Performance fees are accrued and taken into account in the calculation of the NAV on each dealing day. They crystallise at the financial year end of the Company, i.e. 31 December. Please refer to the Prospectus for further details.

Please refer to Note 11 for NAV and NAV per Share details.

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

MONTANARO SMALLER COMPANIES PLC

STATEMENT OF COMPREHENSIVE INCOME

Financial period ended 30 June 2021

	Note	Montanaro European Smaller Companies Fund €	Montanaro UK Income Fund £	Montanaro European Income Fund €	Montanaro European MidCap Fund €
Income					
Net realised gain on financial assets at fair value through profit or loss and foreign exchange		19,172,832	17,401,646	5,178,542	17,326,084
Net change in fair value of financial assets at fair value through profit or loss and foreign exchange		36,981,690	103,736,165	31,022,122	6,246,647
Dividend income		3,634,692	11,476,749	6,967,792	1,352,346
Interest income		–	–	585	–
Investment income		**59,789,214**	**132,614,560**	**43,169,041**	**24,925,077**
Expenses					
Investment management fees	1	(3,048,107)	(1,966,311)	(1,518,350)	(1,147,541)
Performance fees*	1	(13)	–	–	(364,563)
Administration fees	1	(68,359)	(133,324)	(73,549)	(19,951)
Depositary fees	1	(38,264)	(49,314)	(40,461)	(13,824)
Legal fees		(9,081)	(15,412)	(9,171)	(3,725)
Directors' fees	1	(5,041)	(8,556)	(5,092)	(2,069)
Professional fees	1	(3,319)	(5,633)	(3,350)	(1,363)
Audit fees		(4,862)	(8,251)	(4,911)	(1,995)
Other expenses	1	(50,193)	(57,855)	(32,473)	(15,685)
Total operating expenses		**(3,227,239)**	**(2,244,656)**	**(1,687,357)**	**(1,570,716)**
Net income from operations		**56,561,975**	**130,369,904**	**41,481,684**	**23,354,361**
Withholding taxes		(320,444)	(198,698)	(396,318)	(95,978)
Finance costs					
Interest expense		(26,195)	(1,191)	(29,168)	(15,942)
Income distribution	2	–	(5,274,100)	(1,113,820)	–
Profit for the financial period		**56,215,336**	**124,895,915**	**39,942,378**	**23,242,441**

*Performance fees are accrued and taken into account in the calculation of the NAV on each dealing day. They crystallise at the financial year end of the Company, i.e. 31 December. Please refer to the Prospectus for further details.

Gains and losses arose solely from continuing investment activities. There were no gains or losses other than those dealt with in the Statement of Comprehensive Income.

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

MONTANARO SMALLER COMPANIES PLC

STATEMENT OF COMPREHENSIVE INCOME

Financial period ended 30 June 2021 (continued)

	Note	Montanaro Global Innovation Fund (formerly Montanaro Select Fund)* €	Montanaro Better World Fund €	Total** €
Income				
Net realised gain on financial assets at fair value through profit or loss and foreign exchange		1,508,674	12,096,552	75,327,152
Net change in fair value of financial assets at fair value through profit or loss and foreign exchange		(402,854)	70,488,419	263,826,807
Dividend income		31,156	2,677,273	27,883,005
Interest income		–	–	585
Investment income		**1,136,976**	**85,262,244**	**367,037,549**
Expenses				
Investment management fees	1	(148)	(2,729,734)	(10,708,818)
Performance fees***	1	–	–	(364,576)
Administration fees	1	(1,412)	(101,064)	(417,907)
Depositary fees	1	(2,466)	(55,792)	(207,611)
Legal fees		(174)	(14,484)	(54,388)
Directors' fees	1	(96)	(8,040)	(30,193)
Professional fees	1	(63)	(17,484)	(32,068)
Audit fees		(92)	(7,754)	(29,118)
Other expenses	1	(610)	(61,372)	(226,975)
Total operating expenses		**(5,061)**	**(2,995,724)**	**(12,071,654)**
Net income from operations		**1,131,915**	**82,266,520**	**354,965,895**
Withholding taxes		(3,599)	(371,105)	(1,416,319)
Finance costs				
Interest expense		(336)	(29,922)	(102,935)
Income distribution	2	–	–	(7,188,908)
Profit for the financial period		**1,127,980**	**81,865,493**	**346,257,733**

*Effective 29 June 2021, the Montanaro Select Fund changed name to the Montanaro Global Innovation Fund.
**See Foreign Currency Translation Adjustment Note 13.
***Performance fees are accrued and taken into account in the calculation of the NAV on each dealing day. They crystallise at the financial year end of the Company, i.e. 31 December. Please refer to the Prospectus for further details.

Gains and losses arose solely from continuing investment activities. There were no gains or losses other than those dealt with in the Statement of Comprehensive Income.

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MONTANARO SMALLER COMPANIES PLC

STATEMENT OF COMPREHENSIVE INCOME

Financial period ended 30 June 2020

	Note	Montanaro European Smaller Companies Fund €	Montanaro UK Income Fund £	Montanaro European Income Fund €	Montanaro European MidCap Fund €
Income					
Net realised gain/(loss) on financial assets at fair value through profit or loss and foreign exchange		36,603,725	(20,253,361)	(3,001,030)	6,646,108
Net change in fair value of financial assets at fair value through profit or loss and foreign exchange		(91,014,775)	(154,307,372)	(42,368,300)	(12,480,832)
Dividend income		2,462,979	5,743,370	4,194,101	795,211
Interest income		286,563	54,084	–	–
Investment income		**(51,661,508)**	**(168,763,279)**	**(41,175,229)**	**(5,039,513)**
Expenses					
Investment management fees	1	(2,956,389)	(1,194,130)	(1,253,404)	(894,774)
Performance fees*	1	(3,047)	–	–	(19,287)
Administration fees	1	(76,404)	(117,395)	(61,771)	(18,643)
Depositary fees	1	(43,607)	(44,097)	(33,040)	(11,935)
Legal fees		(15,377)	(18,570)	(9,778)	(4,527)
Directors' fees	1	(7,763)	(10,324)	(5,434)	(2,281)
Professional fees	1	(4,527)	(6,021)	(3,170)	(1,331)
Audit fees		(7,099)	(9,457)	(4,978)	(2,089)
Other expenses	1	(63,086)	(58,245)	(28,481)	(14,836)
Total operating expenses		**(3,177,299)**	**(1,458,239)**	**(1,400,056)**	**(969,703)**
Net loss from operations		**(54,838,807)**	**(170,221,518)**	**(42,575,285)**	**(6,009,216)**
Withholding taxes		(332,320)	(190,326)	(368,706)	(65,236)
Finance costs					
Interest expense		(25,290)	(414)	(13,619)	(11,286)
Income distribution	2	–	(6,948,748)	(1,775,091)	–
Loss for the financial period		**(55,196,417)**	**(177,361,006)**	**(44,732,701)**	**(6,085,738)**

*Performance fees are accrued and taken into account in the calculation of the NAV on each dealing day. They crystallise at the financial year end of the Company, i.e. 31 December. Please refer to the Prospectus for further details.

Gains and losses arose solely from continuing investment activities. There were no gains or losses other than those dealt with in the Statement of Comprehensive Income.

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

MONTANARO SMALLER COMPANIES PLC

STATEMENT OF COMPREHENSIVE INCOME

Financial period ended 30 June 2020 (continued)

	Note	Montanaro Global Innovation Fund (formerly Montanaro Select Fund)* €	Montanaro Better World Fund €	Total** €
Income				
Net realised gain on financial assets at fair value through profit or loss and foreign exchange		3,185,913	774,919	21,047,567
Net change in fair value of financial assets at fair value through profit or loss and foreign exchange		(3,206,100)	9,678,781	(315,859,605)
Dividend income		38,316	645,688	14,704,505
Interest income		9	–	348,424
Investment income		**18,138**	**11,099,388**	**(279,759,109)**
Expenses				
Investment management fees	1	–	(863,031)	(7,333,224)
Performance fees***	1	(113,899)	–	(136,233)
Administration fees	1	(1,181)	(30,842)	(323,096)
Depositary fees	1	(1,694)	(17,727)	(158,433)
Legal fees		(295)	(5,706)	(56,920)
Directors' fees	1	(165)	(3,169)	(30,619)
Professional fees	1	(97)	(20,247)	(36,258)
Audit fees		(150)	(2,905)	(28,036)
Other expenses	1	(861)	(24,856)	(198,730)
Total operating expenses		**(118,342)**	**(968,483)**	**(8,301,549)**
Net (loss)/income from operations		**(100,204)**	**10,130,905**	**(288,060,658)**
Withholding taxes		(4,456)	(102,979)	(1,091,357)
Finance costs				
Interest expense		(1,000)	(7,721)	(59,389)
Income distribution	2	–	(778,205)	(10,499,995)
(Loss)/Profit for the financial period		**(105,660)**	**9,242,000**	**(299,711,399)**

*Effective 29 June 2021, the Montanaro Select Fund changed name to the Montanaro Global Innovation Fund.
**See Foreign Currency Translation Adjustment Note 13.
***Performance fees are accrued and taken into account in the calculation of the NAV on each dealing day. They crystallise at the financial year end of the Company, i.e. 31 December. Please refer to the Prospectus for further details.

Gains and losses arose solely from continuing investment activities. There were no gains or losses other than those dealt with in the Statement of Comprehensive Income.

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

MONTANARO SMALLER COMPANIES PLC

STATEMENT OF CHANGES IN NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE PARTICIPATING SHARES

Financial period ended 30 June 2021

	Note	Montanaro European Smaller Companies Fund €	Montanaro UK Income Fund £	Montanaro European Income Fund €	Montanaro European MidCap Fund €
Net assets value attributable to holders of redeemable participating Shares at the start of the financial period		425,553,879	736,604,254	411,647,401	168,080,801
Profit for the financial period		56,215,336	124,895,915	39,942,378	23,242,441
Proceeds from issuance of Shares		64,146,551	116,170,506	56,694,093	2,852,431
Payments on redemption of Shares		(47,260,861)	(144,953,995)	(86,923,097)	(19,367,535)
Foreign currency translation adjustment	13	–	(31,233,796)	–	–
Net asset value attributable to holders of redeemable participating Shares at the end of the financial period		**498,654,905**	**801,482,884**	**421,360,775**	**174,808,138**

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

MONTANARO SMALLER COMPANIES PLC

STATEMENT OF CHANGES IN NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE PARTICIPATING SHARES

Financial period ended 30 June 2021 (continued)

	Note	Montanaro Global Innovation Fund (formerly Montanaro Select Fund)* €	Montanaro Better World Fund €	Total** €
Net assets value attributable to holders of redeemable participating Shares at the start of the financial period		7,995,660	669,973,223	2,506,185,492
Profit for the financial period		1,127,980	81,865,493	346,257,733
Proceeds from issuance of Shares***		5,045,186	168,852,613	431,404,426
Payments on redemption of Shares***		(2,211,050)	(96,500,727)	(419,231,716)
Foreign currency translation adjustment	13	–	–	–
Net asset value attributable to holders of redeemable participating Shares at the end of the financial period		**11,957,776**	**824,190,602**	**2,864,615,935**

*Effective 29 June 2021, the Montanaro Select Fund changed name to the Montanaro Global Innovation Fund.
**See Foreign Currency Translation Adjustment Note 13.
***The Euro Accumulation Class and Sterling Accumulation Class of the Montanaro Global Innovation Fund were seeded on 30 June 2021. The launch of these Share Classes has been reflected within these financial statements.

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

MONTANARO SMALLER COMPANIES PLC

STATEMENT OF CHANGES IN NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE PARTICIPATING SHARES

Financial period ended 30 June 2020

	Note	Montanaro European Smaller Companies Fund €	Montanaro UK Income Fund £	Montanaro European Income Fund €	Montanaro European MidCap Fund €
Net assets value attributable to holders of redeemable participating Shares at the start of the financial period		534,061,392	654,803,064	339,953,817	147,313,063
Loss for the financial period		(55,196,417)	(177,361,006)	(44,732,701)	(6,085,738)
Proceeds from issuance of Shares		8,751,273	232,853,949	100,677,588	5,762,666
Payments on redemption of Shares		(37,109,726)	(131,059,156)	(36,922,129)	(13,028,052)
Foreign currency translation adjustment	13	–	44,664,090	–	–
Net asset value attributable to holders of redeemable participating Shares at the end of the financial period		**450,506,522**	**623,900,941**	**358,976,575**	**133,961,939**

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

MONTANARO SMALLER COMPANIES PLC

STATEMENT OF CHANGES IN NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE PARTICIPATING SHARES

Financial period ended 30 June 2020 (continued)

	Note	Montanaro Global Innovation Fund (formerly Montanaro Select Fund)* €	Montanaro Better World Fund €	Total** €
Net assets value attributable to holders of redeemable participating Shares at the start of the financial period		16,701,745	190,279,537	2,001,094,250
(Loss)/Profit for the financial period		(105,660)	9,242,000	(299,711,399)
Proceeds from issuance of Shares		298,572	82,789,453	464,575,052
Payments on redemption of Shares		(10,842,648)	(15,572,075)	(263,355,977)
Foreign currency translation adjustment	13	–	–	–
Net asset value attributable to holders of redeemable participating Shares at the end of the financial period		**6,052,009**	**266,738,915**	**1,902,601,926**

*Effective 29 June 2021, the Montanaro Select Fund changed name to the Montanaro Global Innovation Fund.
**See Foreign Currency Translation Adjustment Note 13.

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

MONTANARO SMALLER COMPANIES PLC

STATEMENT OF ACCOUNTING POLICIES

Financial period ended 30 June 2021

Principal Accounting Policies

The accounting policies applied are consistent with those of the annual financial statements for the financial year ended 31 December 2020 as described in those financial statements.

Basis of Preparation

These condensed interim financial statements for the financial period ended 30 June 2021 have been prepared on a going concern basis in accordance with the provisions of Financial Reporting Standard ("FRS") 104 the Financial Reporting Standard applicable in the United Kingdom and Republic of Ireland issued by the Financial Reporting Council ("FRC"), the European Communities (Undertakings for Collective Investment in Transferable Securities) Regulations 2011 (as amended) (the "UCITS Regulations"), the Central Bank (Supervision and Enforcement) Act 2013 (Section 48(1)) (Undertakings for Collective Investment in Transferable Securities) (Amendment) Regulations 2019 (the "Central Bank UCITS Regulations") and the listing rules of Euronext Dublin.

The condensed interim financial statements have been prepared on a historical cost basis, except for financial instruments classified at fair value through profit or loss that have been measured at fair value. The condensed interim financial statements should be read in conjunction with the annual audited financial statements for the financial year ended 31 December 2020 that were prepared in accordance with FRS 102 and Irish statute comprising the Companies Act 2014, the UCITS Regulations, the Central Bank UCITS Regulations and the listing rules of Euronext Dublin.

The Company has availed itself of the exemption available to open-ended investment funds under Section 7 "Statement of Cash Flows" of FRS 102, not to prepare a cash flow statement on the basis that substantially all of the Company's investments are highly liquid and carried at fair value, and the Company provides a Statement of Changes in Net Assets Attributable to Holders of Redeemable Participating Shares. Under FRS 104, as the Company, in accordance with this FRS 102 exemption, has not presented a cash flow statement for its annual audited financial statements, there is a conditional exemption from the preparation of a cash flow statement for the condensed interim financial statements.

1. Fees

Investment Management Fee
The following Management fees are paid to the Investment Manager:

	% of Net Assets	Minimum Subscription
Montanaro European Smaller Companies Fund		
Euro Accumulation Class[1]	1.50	N/A
Euro Class[1]	1.50	N/A
Euro Institutional Accumulation Class	0.50	€250,000,000
Euro Institutional Distribution Class	0.75	€50,000,000
Sterling Class[1]	1.50	N/A
Sterling Institutional Distribution Class	0.75	£50,000,000
Swedish Krona Accumulation Class	1.50	SEK10,000
US Dollar Class[1]	1.50	N/A
Montanaro UK Income Fund		
Euro Class[1]	0.75	N/A
Euro Seed Class[1,2]	0.25	N/A
Sterling Accumulation Class[1]	0.75	N/A
Sterling Class[1]	0.75	N/A
Sterling Seed Class[1,2]	0.25	N/A
Montanaro European Income Fund		
Euro Class[1]	0.75	N/A
Sterling Accumulation Class[1]	0.75	N/A
Sterling Class[1]	0.75	N/A
Montanaro European MidCap Fund		
Euro Distribution Class[1]	1.50	N/A
Euro Institutional Accumulation Class	0.75	€25,000,000
Montanaro Global Innovation Fund (formerly Montanaro Select Fund)[5]		
Euro Accumulation Class[1,6]		
Euro Distribution Class[1,3]	0.25	N/A
Sterling Accumulation Class[1,3]	0.25	N/A
Sterling Distribution Class[1,6]	0.25	N/A
	0.25	N/A
Montanaro Better World Fund		
Euro Accumulation Class[1, 4]	0.85	N/A
Euro Distribution Class[1]	0.85	N/A
Sterling Distribution Class[1]	0.85	N/A
Swedish Krona Institutional Accumulation Class[4]	0.50	€150,000,000

[1] These respective Share Classes have no minimum subscription amount required to subscribe to the Share Class as per the Prospectus.

[2] These Share Classes of the Fund pay the Investment Manager a basic Management fee of 0.25% per annum. However, as per the Prospectus, the Investment Manager is entitled to charge a fee of up to 0.75% per annum.

[3] Effective until 29 June 2021, the Investment Manager agreed to waive its basic Management fee. Effective 29 June 2021, the Fund pays the Investment Manager a basic Management fee of 0.25% per annum. However, as per the Prospectus, the Investment Manager is entitled to charge a fee of up to 0.75%.

[4] The Swedish Krona Institutional Accumulation Class of the Fund pays the Investment Manager a basic Management fee of 0.50% per annum. However, as per the Prospectus, the Investment Manager is entitled to charge a fee of up to 0.75% in respect of the Swedish Krona Institutional Accumulation Share Class. Effective 18 February 2021, the Management fee on the Euro Accumulation Share Class increased from 0.75% per annum to the maximum allowable 0.85% per annum.

[5] Effective 29 June 2021, the Montanaro Select Fund changed name to the Montanaro Global Innovation Fund.

1. Fees (continued)

Investment Management Fee (continued)
[6] The Euro Accumulation Class and Sterling Distribution Class were launched on 30 June 2021, and the Fund pays the Investment Manager a basic Management fee of 0.25% per annum, however, as per the Prospectus, the Investment Manager is entitled to charge a fee of up to 0.75%.

The Investment Management fees accrue daily on the basis of the NAV of the Funds on each dealing day and will be payable quarterly in arrears.

Montanaro Asset Management Limited (the "Investment Manager") earned an Investment Management fee of €10,708,818 for the financial period ended 30 June 2021 (30 June 2020: €7,333,224).

Performance Fees
The Investment Manager (with the exception of the Euro Institutional Accumulation Class of the Montanaro European Smaller Companies Fund, all Classes of the Montanaro UK Income Fund, all Classes of the Montanaro European Income Fund and all Classes of the Montanaro Better World Fund) may be entitled to receive an annual performance-related fee based on the outperformance per Share over the return on the benchmark* in the relevant currency of the Share Class. The Performance fee payable will be 20% (plus VAT, if any) of the amount by which the increase in the NAV per Share, having adjusted the closing NAV per Share by (i) adding back the impact of any accruing Performance fee, and (ii) adding back and compounding any dividends paid or payable by reference to the financial period in question, exceeds the return on the benchmark plus 3 percentage points* over the relevant financial period. It will be calculated based on the time weighted average number of Shares in issue during the relevant period.

*On 29 June 2021, in respect of the Montanaro Global Innovation Fund (formerly Montanaro Select Fund) the benchmark index changed from the MSCI Europe SmallCap (Capital Return) Index to the MSCI World SMID Cap (Total Return) Index and the requirement to exceed the return on the benchmark plus 3 percentage points was removed.

A Performance fee will only be payable in respect of any financial period if the closing NAV per Share of the relevant Class at the end of the period (adjusted for the matters described above) exceeds the higher of (a) the opening NAV per Share of that Class for the relevant period or the price at which such Shares were issued if the initial issue of the relevant Class of Shares occurred during the period; and (b) the closing NAV per Share of that Class on the last accounting period end when a Performance fee was paid (if any).

Performance fees of €364,576 were charged to the Statement of Comprehensive Income for the financial period ended 30 June 2021 (30 June 2020: €136,233).

Administration and Depositary Fees
The Company has entered into an administration agreement with BNY Mellon Fund Services (Ireland) Designated Activity Company (the "Administrator") under which the Administrator receives an Administration fee. The Administration fee accrues daily and is paid monthly in arrears. The Administration fee was €417,907 for the financial period ended 30 June 2021 (30 June 2020: €323,096).

The Bank of New York Mellon SA/NV, Dublin Branch (the "Depositary"), is paid an annual fee accruing daily and paid monthly in arrears. The Depositary fee was €207,611 for the financial period ended 30 June 2021 (30 June 2020: €158,433).

The aggregate of the Administration and Depositary fee shall not exceed 0.25% of the NAV of each Fund.

Directors' Fees
Each of the Directors who are not Directors, officers or employees of the Investment Manager and Promoter or any affiliate thereof shall be entitled to such remuneration for his or her services as the Directors may determine provided that the aggregate emoluments of all Directors in respect of any twelve month period shall not exceed £120,000 plus out of pocket expenses, or such higher amount as may be approved by the Company in general meeting. The Directors' fees were €30,193 for the financial period ended 30 June 2021 (30 June 2020: €30,619).

Financial period ended 30 June 2021

1. Fees (continued)

Professional Fees
For the financial period ended 30 June 2021, Professional fees, which principally comprised Taxation fees, Directors' indemnity insurance premiums (D&O) and Investment Committee fees, amounted to €32,068 (30 June 2020: €36,258).

30 June 2021

	Montanaro European Smaller Companies Fund €	Montanaro UK Income Fund £	Montanaro European Income Fund €	Montanaro European MidCap Fund €	Montanaro Global Innovation Fund (formerly Montanaro Select Fund)* €	Montanaro Better World Fund €	Total** €
Taxation fees	(1,764)	(2,995)	(1,781)	(724)	(34)	(2,814)	(10,567)
Directors indemnity insurance premiums (D&O)	(1,555)	(2,638)	(1,569)	(639)	(29)	(2,480)	(9,311)
Investment Committee fees	–	–	–	–	–	(12,190)	(12,190)
	(3,319)	(5,633)	(3,350)	(1,363)	(63)	(17,484)	(32,068)

30 June 2020

	Montanaro European Smaller Companies Fund €	Montanaro UK Income Fund £	Montanaro European Income Fund €	Montanaro European MidCap Fund €	Montanaro Global Innovation Fund (formerly Montanaro Select Fund)* €	Montanaro Better World Fund €	Total** €
Taxation fees	(2,812)	(3,735)	(1,965)	(826)	(61)	(1,146)	(11,082)
Directors indemnity insurance premiums (D&O)	(1,715)	(2,286)	(1,205)	(505)	(36)	(702)	(6,777)
Investment Committee fees	–	–	–	–	–	(18,399)	(18,399)
	(4,527)	(6,021)	(3,170)	(1,331)	(97)	(20,247)	(36,258)

*Effective 29 June 2021, the Montanaro Select Fund changed name to the Montanaro Global Innovation Fund.
**See Foreign Currency Translation Adjustment Note 13.

Other Expenses
Other Expenses are principally comprised of Board Meeting fees, Listing and Publishing fees, VAT costs, Index fees, Printing fees, Electronic payment fees and Rating fees. For the financial period ended 30 June 2021, other expenses totalled €226,975 (30 June 2020: €198,730).

2. Distribution Policy

Distributions may be paid out of the net distributable income of the Company. Otherwise, all income and gains of the Company will be accumulated within the Company. Montanaro European Smaller Companies Fund (with the exception of the Euro Institutional Accumulation Class and the Swedish Krona Accumulation Class), Montanaro UK Income Fund, Montanaro European Income Fund, Montanaro European MidCap Fund and Montanaro Better World Fund are registered as reporting funds under the UK Reporting Fund Regime.

2. Distribution Policy (continued)

In the event that the net distributable income generated by the Montanaro UK Income Fund and by the Montanaro European Income Fund during the relevant financial period and attributable to the relevant Class is insufficient to pay a distribution which is declared, the Directors may at their discretion determine such dividends may be paid from the capital of the Fund. There were no distributions paid from the capital of the Montanaro UK Income Fund or the Montanaro European Income Fund during the financial period ended 30 June 2021 or for the financial year ended 31 December 2020.

The Company made the following distributions to redeemable participating Shareholders during the financial period ended 30 June 2021 and 30 June 2020:

	Montanaro European Smaller Companies Fund	Montanaro UK Income Fund	Montanaro European Income Fund	Montanaro European MidCap Fund	Montanaro Global Innovation Fund (formerly Montanaro Select Fund)*	Montanaro Better World Fund	Total**
	€	£	€	€	€	€	€
30 June 2021	–	5,274,100	1,113,820	–	–	–	7,188,908
30 June 2020	–	6,948,748	1,775,091	–	–	778,205	10,499,995

*Effective 29 June 2021, the Montanaro Select Fund changed name to the Montanaro Global Innovation Fund.
**See Foreign Currency Translation Adjustment Note 13.

3. Cash and Cash Equivalents

At the financial period end, the Company had a cash balance totalling €41,413,336 (31 December 2020: €65,096,768) with Bank of New York Mellon SA/NV, Dublin Branch.

4. Connected Persons and Related Party Transactions

Parties are considered related if one party has the authority to control the other party or exercise significant influence over the other party in making financial or other reporting decisions, or is a member of the key management personnel of the reporting entity.

A connected person is defined as the Promoter, Manager, Trustee, Investment Adviser and/or associated or group companies of these. The Investment Manager, Administrator and Depositary are deemed to be connected persons to the Company. During the financial period, transactions were entered into with these connected persons of the Company. Details of fees paid to these entities are disclosed in Note 1.

During the financial period, the following Related Party Transactions were entered into:

Each of the Directors who are not Directors, officers or employees of the Investment Manager and Promoter or any affiliate thereof shall be entitled to such remuneration for his or her services as the Directors may determine provided that the aggregate emoluments of all Directors in respect of any twelve month period shall not exceed £120,000 plus out of pocket expenses, or such higher amount as may be approved by the Company in a general meeting. The Directors' fees were €30,193 for the financial period ended 30 June 2021 (30 June 2020: €30,619).

Cedric Durant des Aulnois, a Director of the Company, holds Shares in the Montanaro UK Income Fund of the Montanaro Smaller Companies Plc. Since 31 December 2020, Cedric Durant des Aulnois did not buy or sell any Shares from his holdings which were disclosed in the annual financial statements.

Other than the Shares and transactions listed above, there were no other transactions, interests in Shares or deferred Shares of the Company held by any of the Directors of the Company or the Secretary during the financial period ending 30 June 2021 and 30 June 2020.

4. Connected Persons and Related Party Transactions (continued)

The following entities are related parties, by virtue of the fact that each have the same ultimate parent group, Montanaro Asset Management Limited, which held Shares in the Company as follows:

	30 June 2021	31 December 2020	30 June 2020
Montanaro Asset Management Limited	8,499,994	7,726,092	7,320,073
Montanaro Growth & Income Fund Limited Partnership No. 3	12,043,339	11,547,813	11,547,673

The Investment Manager has the discretion to waive some or all of its "Investment Management Fee" on certain Share Classes and information concerning the various waivers in place for the reporting period are disclosed in Note 1. As at 30 June 2021 and 31 December 2020 there were 7 Subscriber Shares of €1 each in issue (being the minimum share capital of the Company) held by the Investment Manager.

Regulation 43 of the Central Bank UCITS Regulations "Restrictions of transactions with connected persons" states that "A responsible person shall ensure that any transaction between a UCITS and a connected person is conducted a) at arm's length; and b) in the best interest of the unitholders of the UCITS".

As required under Central Bank UCITS Regulation 81(4), the Directors, as responsible persons, are satisfied that there are in place arrangements, evidenced by written procedures, to ensure that the obligations that are prescribed by Regulation 43(1) are applied to all transactions with a connected person; and all transactions with a connected person that were entered into during the financial period to which the report relates complied with the obligations that are prescribed by Regulation 43(1).

5. Risks Associated with Financial Instruments

Fair Value Estimation

Under FRS 102, the Company is required to classify fair value measurements using a fair value hierarchy that reflects the significance of the inputs used in making the measurements. The fair value hierarchy has the following levels:

- Level 1 The unadjusted traded price in an active market for identical assets or liabilities that the entity can access the measurement date.
- Level 2 Inputs other than traded prices included within Level 1 that are observable (i.e. developed using market data) for the asset or liability, either directly or indirectly.
- Level 3 Inputs are unobservable (i.e. for which market data is unavailable) for the asset or liability.

The best evidence of fair value is a traded price for an identical asset or liability in an active market and is therefore classified within Level 1. These include actively traded equities, exchange traded derivatives and other traded securities. Traded in an active market in this context means traded prices are readily and regularly available and those prices represent actual and regularly occurring market transactions on an arm's length basis.

When traded prices are unavailable, the price of a recent transaction for an identical asset or liability provides evidence of fair value and is classified within Level 2, as long as there has not been a significant change in economic circumstances or a significant lapse of time since the transaction took place. These include money market instruments, certain traded equities and open-ended collective investment schemes. If the Company can demonstrate that the last transaction price is not a good estimate of fair value (e.g. because it reflects the amount that an entity would receive or pay in a forced transaction, involuntary liquidation or distress sale), then that price is adjusted.

If the market for the asset or liability is not active and recent transactions of an identical asset or liability on their own are not a good estimate of fair value, the Company estimates the fair value by using a valuation technique and classifies the asset or liability within Level 3. These include investment-grade government and corporate bonds, over-the-counter derivatives, private equity and corporate debt securities. The objective of using a valuation technique is to estimate what the transaction price would have been on the measurement date in an arm's length exchange motivated by normal business considerations. Valuation techniques include using recent arm's length market transactions for an identical asset or liability between knowledgeable, willing parties, if available, reference to the current fair value of another asset or liability that is substantially the same as the asset or liability being measured, discounted cash flow analysis and option pricing model.

5. Risks Associated with Financial Instruments (continued)

Fair Value Estimation (continued)
If there is a valuation technique commonly used by market participants to price the asset or liability and that technique has been demonstrated to provide reliable estimates of prices obtained in actual market transactions, the Company uses that technique.

The Company's investments values are based on traded market prices in active markets and therefore all of the Company's investments were classified as Level 1 at 30 June 2021 and 31 December 2020. There were no transfers between levels during the financial period. The Company does not hold any investments classified within Level 2 or Level 3. The fair value levels of the securities held by the Funds are monitored on a monthly basis by the Investment Manager. There were no financial liabilities held at 30 June 2021 and 31 December 2020.

6. Soft Commission Arrangements

No soft commission arrangements were entered into during the financial period ended 30 June 2021, the financial year ended 31 December 2020 or the financial period ended 30 June 2020.

7. Efficient Portfolio Management

The Company may, on behalf of a Fund, use techniques and instruments for the purposes of efficient portfolio management (including but not limited to forward foreign currency contracts, futures contracts, options, put and call options on securities, indices and currencies, stock index contracts, swap contracts) subject to the restrictions and limitations laid down by the Central Bank. The Company may engage in such techniques and instruments for the reduction of risk, cost or the generation of additional capital or income for a Fund with an appropriate level of risk, taking into account the risk profile of the Company as described in the Prospectus and the general provisions of the UCITS Regulations.

The Company may employ techniques and instruments relating to transferable securities provided that such techniques and instruments are used for efficient portfolio management purposes and techniques and instruments intended to provide protection against exchange rate risk and equity market risk. Where applicable, the entities to which direct and indirect operational costs and/or fees have been paid during the annual period to the relevant accounting year end of a Fund will be disclosed in the annual report for such period.

The prices of derivative instruments, including futures and options prices, are highly volatile. Price movements of forward foreign currency contracts, futures contracts and other derivative contracts are influenced by, among other things, interest rates, changing supply and demand relationships, trade, fiscal, monetary and exchange control programmes and policies of governments, and national and international political and economic events and policies. In addition, governments from time to time intervene, directly and by regulation, in certain markets, particularly markets in currencies and interest rate related futures and options. Such intervention often is intended directly to influence prices and may, together with other factors, cause all of such markets to move rapidly in the same direction because of, among other things, interest rate fluctuations.

The use of such techniques and instruments for efficient portfolio management involves certain special risks including: a dependence on the ability to predict movements in the prices of securities being hedged and movements in interest rates, imperfect correlations between the hedging instruments and the securities or market sectors being hedged, the fact that skills needed to use these instruments are different from those needed to select the Company's securities, the possible absence of a liquid market for any particular instrument at any particular time and possible impediments to effective portfolio management such as the ability to meet redemption requests or other short term obligations because of the percentage of the Company's assets being segregated to cover its obligations.

The Company does not currently use financial derivative instruments and it is not the current intention of the Investment Manager to employ efficient portfolio management techniques. A risk management process will be submitted to the Central Bank in accordance with the Central Bank's requirements prior to the Company engaging in financial derivative transactions on behalf of a Fund.

The Company did not enter into any derivative contracts during the financial period ended 30 June 2021, the financial year ended 31 December 2020 or the financial period ended 30 June 2020 for efficient portfolio management or any other purpose.

8. Share Capital and Redeemable Participating Shares

The authorised share capital of the Company is 1,000,000,000 redeemable participating Shares of no par value. The redeemable participating Shares issued by the Company are freely transferable and are entitled to participate equally in the profits and dividends of the relevant Fund and its assets upon liquidation. The redeemable participating Shares, which are of no par value and which must be fully paid up on issue, carry no preferential or pre-emptive rights. Holders of redeemable participating Shares are entitled on a poll to one vote at general meetings of the Company in respect of each redeemable participating Share held.

Subscriber Shares
The Company has authorised share capital of €38,100 (divided into 38,100 Subscriber Shares of one Euro each). As at 30 June 2021 and 31 December 2020 there were 7 Subscriber Shares of €1 each in issue (being the minimum share capital of the Company) held by the Investment Manager. Subscriber Shares do not entitle the holders to any dividend and on a winding-up entitle the holder to receive the amount paid thereon but not otherwise to participate in the assets of the Company. The Subscriber Shares do not form part of redeemable participating Shareholders' Funds. They are thus disclosed by way of this note only. In the opinion of the Directors, this disclosure reflects the nature of the Company's business as an investment fund.

Redemption of Shares
Shareholders may redeem their Shares on and with effect from any dealing day at the NAV per Share calculated on or with respect to the relevant dealing day in accordance with the procedures specified in the relevant Supplement (save during any period when the calculation of NAV is suspended). If the redemption of part only of a Shareholder's shareholding would leave the Shareholder holding less than the Minimum Holding for the relevant Fund, the Directors or their delegates may, if they think fit, redeem the whole of that Shareholder's holding.

In the event that the net distributable income generated by the Montanaro UK Income Fund and by the Montanaro European Income Fund during the relevant financial period and attributable to the relevant Class is insufficient to pay a distribution which is declared, the Directors may at their discretion determine such dividends may be paid from the capital of the Fund. Shareholders should note that where the payment of distributions are paid out of capital, this represents and amounts to a return or withdrawal of part of the amount originally invested or capital gains attributable to and may result in an immediate decrease in the value of the Shares of the relevant Class and will reduce any capital appreciation for the Shareholders of such Class.

Share Classes
Shares will be issued to investors as Shares of a Class in the Funds. The Directors may, whether on the establishment of each Fund or from time to time, with prior notification to, and clearance by the Central Bank, create more than one Class of Shares in each of the Funds. The Directors may, in their absolute discretion, differentiate between Classes of Shares, without limitation, as to currency denomination of a particular Class, dividend policy, hedging strategies if any applied to the designated currency of particular Classes, fees and expenses or the minimum subscription or minimum holding applicable.

Where the amount subscribed for Shares is not equivalent to an exact number of Shares, fractions of Shares may be issued to the nearest one thousandth of a Share. The holder of a fraction of a Share may not exercise any voting right in respect of such Share.

8. Share Capital and Redeemable Participating Shares (continued)

30 June 2021

	Shares in issue at beginning of financial period	Subscriptions	Redemptions	Shares in issue at end of financial period
Montanaro European Smaller Companies Fund				
Euro Accumulation Class	22,563,500	862,590	(3,355,504)	20,070,586
Euro Class	18,586,796	594,753	(1,151,650)	18,029,899
Euro Institutional Accumulation Class	3,272,291	553,615	(312,958)	3,512,948
Euro Institutional Distribution Class	3,593,473	3,169,481	(334,705)	6,428,249
Sterling Class	3,748,961	211,141	(114,653)	3,845,449
Sterling Institutional Distribution Class	3,379,783	2,387,346	(508,768)	5,258,361
Swedish Krona Accumulation Class	317,630	–	–	317,630
US Dollar Class	83,440	3,200	(12,000)	74,640
Montanaro UK Income Fund				
Euro Class	191,387	2,742,957	(115,000)	2,819,344
Euro Seed Class	1,376,248	28,353	(26,559)	1,378,042
Sterling Accumulation Class	165,379,710	18,861,298	(24,135,179)	160,105,829
Sterling Class	170,999,977	38,851,823	(29,343,178)	180,508,622
Sterling Seed Class	164,999,658	19,771,251	(36,320,814)	148,450,095
Montanaro European Income Fund				
Euro Class	11,769,354	1,309,691	(623,581)	12,455,464
Sterling Accumulation Class	153,550,581	11,154,051	(18,004,208)	146,700,424
Sterling Class	76,040,856	14,946,377	(23,513,726)	67,473,507
Montanaro European MidCap Fund				
Euro Distribution Class	54,083,224	605,765	(5,068,457)	49,620,532
Euro Institutional Accumulation Class	9,650,854	415,348	(1,990,362)	8,075,840
Montanaro Global Innovation Fund (formerly Montanaro Select Fund)*				
Euro Accumulation Class**	–	1,000,000	–	1,000,000
Euro Distribution Class	1,572,874	–	(1,000,000)	572,874
Sterling Accumulation Class**	–	1,000,000	–	1,000,000
Sterling Distribution Class	2,327,849	1,162,276	(1,019,122)	2,471,003
Montanaro Better World Fund				
Euro Accumulation Class	2,248,901	15,650,792	(11,336,210)	6,563,483
Euro Distribution Class	79,716,117	16,383,248	(4,466,867)	91,632,498
Sterling Distribution Class	173,218,631	45,365,162	(37,926,113)	180,657,680
Swedish Krona Institutional Accumulation Class	163,274,408	25,439,740	(2,693,125)	186,021,023

*Effective 29 June 2021, the Montanaro Select Fund changed name to the Montanaro Global Innovation Fund.
**The Euro Accumulation Class and Sterling Accumulation Class of the Montanaro Global Innovation Fund were seeded on 30 June 2021. The launch of these Share Classes has been reflected within these financial statements.

8. Share Capital and Redeemable Participating Shares (continued)

31 December 2020

	Shares in issue at beginning of financial year	Subscriptions	Redemptions	Shares in issue at end of financial year
Montanaro European Smaller Companies Fund				
Euro Accumulation Class	33,162,901	1,271,214	(11,870,615)	22,563,500
Euro Class	20,158,511	187,756	(1,759,471)	18,586,796
Euro Institutional Accumulation Class	4,339,308	895,369	(1,962,386)	3,272,291
Euro Institutional Distribution Class	2,661,141	1,816,524	(884,192)	3,593,473
Sterling Class	3,653,239	185,103	(89,381)	3,748,961
Sterling Institutional Distribution Class	12,233,351	1,062,860	(9,916,428)	3,379,783
Swedish Krona Accumulation Class	317,630	–	–	317,630
US Dollar Class	85,805	–	(2,365)	83,440
Montanaro UK Income Fund				
Euro Class	194,682	8,480	(11,775)	191,387
Euro Seed Class	2,384,870	268,613	(1,277,235)	1,376,248
Sterling Accumulation Class	31,460,930	167,177,363	(33,258,583)	165,379,710
Sterling Class	102,782,637	132,681,203	(64,463,863)	170,999,977
Sterling Seed Class	209,795,101	90,377,824	(135,173,267)	164,999,658
Montanaro European Income Fund				
Euro Class	11,446,163	1,797,283	(1,474,092)	11,769,354
Sterling Accumulation Class	8,092,622	150,627,694	(5,169,735)	153,550,581
Sterling Class	133,834,098	60,315,793	(118,109,035)	76,040,856
Montanaro European MidCap Fund				
Euro Distribution Class	49,275,318	7,626,261	(2,818,355)	54,083,224
Euro Institutional Accumulation Class	10,819,311	3,630,724	(4,799,181)	9,650,854
Montanaro Global Innovation Fund (formerly Montanaro Select Fund)*				
Euro Distribution Class	4,126,287	285,142	(2,838,555)	1,572,874
Sterling Distribution Class	5,349,332	541,075	(3,562,558)	2,327,849
Montanaro Better World Fund				
Euro Accumulation Class**	–	2,248,901	–	2,248,901
Euro Distribution Class	13,099,111	75,005,369	(8,388,363)	79,716,117
Sterling Distribution Class	114,657,438	83,783,627	(25,222,434)	173,218,631
Swedish Krona Institutional Accumulation Class	4,729,227	160,789,401	(2,244,220)	163,274,408

*Effective 29 June 2021, the Montanaro Select Fund changed name to the Montanaro Global Innovation Fund.
**The Euro Accumulation Class was launched on 30 November 2020.

8. Share Capital and Redeemable Participating Shares (continued)

30 June 2020

	Shares in issue at beginning of financial period	Subscriptions	Redemptions	Shares in issue at end of financial period
Montanaro European Smaller Companies Fund				
Euro Accumulation Class	33,162,901	493,557	(2,264,849)	31,391,609
Euro Class	20,158,511	29,492	(686,338)	19,501,665
Euro Institutional Accumulation Class	4,339,308	361,065	(1,755,597)	2,944,776
Euro Institutional Distribution Class	2,661,141	125,410	(469,629)	2,316,922
Sterling Class	3,653,239	77,706	(41,981)	3,688,964
Sterling Institutional Distribution Class	12,233,351	244,869	(443,461)	12,034,759
Swedish Krona Accumulation Class	317,630	–	–	317,630
US Dollar Class	85,805	–	(2,365)	83,440
Montanaro UK Income Fund				
Euro Class	194,682	8,479	(11,775)	191,386
Euro Seed Class	2,384,870	245,600	(67,571)	2,562,899
Sterling Accumulation Class	31,460,930	19,334,184	(31,216,016)	19,579,098
Sterling Class	102,782,637	73,876,750	(28,318,047)	148,341,340
Sterling Seed Class	209,795,101	68,222,169	(38,630,449)	239,386,821
Montanaro European Income Fund				
Euro Class	11,446,163	949,490	(815,295)	11,580,358
Sterling Accumulation Class	8,092,622	1,832,136	(3,971,491)	5,953,267
Sterling Class	133,834,098	44,969,453	(15,039,405)	163,764,146
Montanaro European MidCap Fund				
Euro Distribution Class	49,275,318	552,286	(1,946,345)	47,881,259
Euro Institutional Accumulation Class	10,819,311	2,045,464	(3,345,523)	9,519,252
Montanaro Global Innovation Fund (formerly Montanaro Select Fund)*				
Euro Distribution Class	4,126,287	–	(2,557,681)	1,568,606
Sterling Distribution Class	5,349,332	170,484	(3,466,792)	2,053,024
Montanaro Better World Fund				
Euro Distribution Class	13,099,111	17,278,099	(5,830,349)	24,546,861
Sterling Distribution Class	114,657,438	40,579,115	(5,226,257)	150,010,296
Swedish Krona Institutional Accumulation Class	4,729,227	–	–	4,729,227

*Effective 29 June 2021, the Montanaro Select Fund changed name to the Montanaro Global Innovation Fund.

9. Exchange Rates

The exchange rates to Euro (€) at the financial period ended 30 June 2021, financial year ended 31 December 2020 and financial period ended 30 June 2020 are as follows:

	30 June 2021	**31 December 2020**	**30 June 2020**
Australian Dollar	1.5796	1.5856	1.6313
Danish Krone	7.4362	7.4435	7.4532
Hong Kong Dollar	9.2095	-	8.7049
Japanese Yen	131.6231	126.3255	121.1711
New Zealand Dollar	1.6972	1.6994	1.7447
Norwegian Krone	10.2049	10.4760	10.8350
Pound Sterling	0.8584	0.8951	0.9089
Swedish Krona	10.1420	10.0485	10.4640
Swiss Franc	1.0962	1.0816	1.0642
US Dollar	1.1859	1.2236	1.1231

10. Taxation

Under current law and practice, the Company qualifies as an investment undertaking as defined in Section 739B of the Taxes Consolidation Act, 1997, as amended. On that basis, it is not liable to Irish tax on its income or gains. However, Irish tax may arise on the happening of a "chargeable event". A chargeable event includes any distribution payments to Shareholders, any encashment, redemption, cancellation or transfer of Shares and the holding of Shares at the end of each eight year period beginning with the acquisition of such Shares.

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

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

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

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

11. Net Asset Value per Redeemable Participating Share at last traded price

30 June 2021

	Net Assets for dealing	Shares in issue	NAV per Share
Montanaro European Smaller Companies Fund			
Euro Accumulation Class	€168,346,459	20,070,586	€8.388
Euro Class	€157,263,518	18,029,899	€8.722
Euro Institutional Accumulation Class	€32,760,973	3,512,948	€9.326
Euro Institutional Distribution Class	€57,043,479	6,428,249	€8.874
Sterling Class	£29,033,343	3,845,449	£7.550
Sterling Institutional Distribution Class	£41,391,391	5,258,361	£7.872
Swedish Krona Accumulation Class	SEK9,063,658	317,630	SEK28.535
US Dollar Class	$366,857	74,640	$4.915
Montanaro UK Income Fund			
Euro Class	€3,103,449	2,819,344	€1.101
Euro Seed Class	€2,159,256	1,378,042	€1.567
Sterling Accumulation Class	£199,937,936	160,105,829	£1.249
Sterling Class	£243,026,660	180,508,622	£1.346
Sterling Seed Class	£354,000,539	148,450,095	£2.385
Montanaro European Income Fund			
Euro Class	€17,818,786	12,455,464	€1.431
Sterling Accumulation Class	£189,981,946	146,700,424	£1.295
Sterling Class	£156,437,125	67,473,507	£2.318
Montanaro European MidCap Fund			
Euro Distribution Class	€149,039,272	49,620,532	€3.004
Euro Institutional Accumulation Class	€25,768,866	8,075,840	€3.191
Montanaro Global Innovation Fund (formerly Montanaro Select Fund)*			
Euro Accumulation Class**	€1,000,000	1,000,000	€1.000
Euro Distribution Class	€2,298,875	572,874	€4.013
Sterling Accumulation Class**	£1,000,000	1,000,000	£1.000
Sterling Distribution Class	£6,433,201	2,471,003	£2.603
Montanaro Better World Fund			
Euro Accumulation Class	€7,857,480	6,563,483	€1.197
Euro Distribution Class	€166,957,024	91,632,498	€1.822
Sterling Distribution Class	£323,894,631	180,657,680	£1.793
Swedish Krona Institutional Accumulation Class	SEK2,759,361,515	186,021,023	SEK14.834

*Effective 29 June 2021, the Montanaro Select Fund changed name to the Montanaro Global Innovation Fund.
**The Euro Accumulation Class and Sterling Accumulation Class of the Montanaro Global Innovation Fund were seeded on 30 June 2021. The launch of these Share Classes has been reflected within these financial statements.

11. Net Asset Value per Redeemable Participating Share at last traded price (continued)

31 December 2020

	Net Assets for dealing	Shares in issue	NAV per Share
Montanaro European Smaller Companies Fund			
Euro Accumulation Class	€168,279,466	22,563,500	€7.458
Euro Class	€144,151,800	18,586,796	€7.756
Euro Institutional Accumulation Class	€27,000,176	3,272,291	€8.251
Euro Institutional Distribution Class	€28,248,835	3,593,473	€7.861
Sterling Class	£26,242,010	3,748,961	£7.000
Sterling Institutional Distribution Class	£24,573,874	3,379,783	£7.271
Swedish Krona Accumulation Class	SEK7,984,736	317,630	SEK25.138
US Dollar Class	$376,233	83,440	$4.509
Montanaro UK Income Fund			
Euro Class	€179,426	191,387	€0.938
Euro Seed Class	€1,832,250	1,376,248	€1.331
Sterling Accumulation Class	£181,678,197	165,379,710	£1.099
Sterling Class	£204,473,323	170,999,977	£1.196
Sterling Seed Class	£348,652,543	164,999,658	£2.113
Montanaro European Income Fund			
Euro Class	€15,314,403	11,769,354	€1.301
Sterling Accumulation Class	£187,535,301	153,550,581	£1.221
Sterling Class	£167,220,441	76,040,856	£2.199
Montanaro European MidCap Fund			
Euro Distribution Class	€141,355,961	54,083,224	€2.614
Euro Institutional Accumulation Class	€26,724,840	9,650,854	€2.769
Montanaro Global Innovation Fund (formerly Montanaro Select Fund)*			
Euro Distribution Class	€2,895,572	1,572,874	€1.841
Sterling Distribution Class	£4,565,064	2,327,849	£1.961
Montanaro Better World Fund			
Euro Accumulation Class**	€2,410,386	2,248,901	€1.072
Euro Distribution Class	€130,077,407	79,716,117	€1.632
Sterling Distribution Class	£290,000,908	173,218,631	£1.674
Swedish Krona Institutional Accumulation Class	SEK2,145,314,829	163,274,408	SEK13.139

*Effective 29 June 2021, the Montanaro Select Fund changed name to the Montanaro Global Innovation Fund.
**The Euro Accumulation Class was launched on 30 November 2020.

11. Net Asset Value per Redeemable Participating Share at last traded price (continued)

30 June 2020

	Net Assets for dealing	Shares in issue	NAV per Share
Montanaro European Smaller Companies Fund			
Euro Accumulation Class	€190,615,314	31,391,609	€6.072
Euro Class	€122,850,232	19,501,665	€6.299
Euro Institutional Accumulation Class	€19,466,830	2,944,776	€6.611
Euro Institutional Distribution Class	€14,794,839	2,316,922	€6.386
Sterling Class	£21,332,676	3,688,964	£5.783
Sterling Institutional Distribution Class	£71,278,900	12,034,759	£5.923
Swedish Krona Accumulation Class	SEK6,753,297	317,630	SEK21.261
US Dollar Class	$280,928	83,440	$3.367
Montanaro UK Income Fund			
Euro Class	€156,031	191,386	€0.815
Euro Seed Class	€2,959,744	2,562,899	€1.155
Sterling Accumulation Class	£18,823,733	19,579,098	£0.961
Sterling Class	£156,644,518	148,341,340	£1.056
Sterling Seed Class	£445,600,825	239,386,821	£1.861
Montanaro European Income Fund			
Euro Class	€12,714,630	11,580,358	€1.098
Sterling Accumulation Class	£6,166,760	5,953,267	£1.036
Sterling Class	£308,582,638	163,764,146	£1.884
Montanaro European MidCap Fund			
Euro Distribution Class	€110,637,268	47,881,259	€2.311
Euro Institutional Accumulation Class	€23,324,671	9,519,252	€2.450
Montanaro Global Innovation Fund (formerly Montanaro Select Fund)*			
Euro Distribution Class	€2,409,180	1,568,606	€1.536
Sterling Distribution Class	£3,311,303	2,053,024	£1.613
Montanaro Better World Fund			
Euro Distribution Class	€32,688,489	24,546,861	€1.332
Sterling Distribution Class	£208,166,838	150,010,296	£1.388
Swedish Krona Institutional Accumulation Class	SEK52,759,861	4,729,227	SEK11.156

*Effective 29 June 2021, the Montanaro Select Fund changed name to the Montanaro Global Innovation Fund.

12. Comparatives

Comparative information for the Statement of Financial Position is as at 31 December 2020. Comparative information for the Statement of Comprehensive Income and the Statement of Changes in Net Assets Attributable to Holders of Redeemable Participating Shares is for the period ended 30 June 2020.

13. Foreign Currency Translation Adjustment

The difference between the financial period end and average exchange rates has resulted in a notional foreign currency translation adjustment in the Statement of Changes in Net Assets Attributable to Holders of Redeemable Participating Shares. The foreign currency translation adjustment for the financial period ended 30 June 2021 for Montanaro UK Income Fund was a loss of £31,233,796 (30 June 2020: profit of £44,664,090).

The following exchange rates were used to convert the presentation currency of the Company.

30 June 2021
Average Euro/Pound Sterling 1.1519
Spot Euro/Pound Sterling 1.1649

30 June 2020
Average Euro/Pound Sterling 1.1436
Spot Euro/Pound Sterling 1.1001

14. Right to Publicly Market Shares in Germany

According to Sec. 310 German Capital Investment Code (Kapitalanlagegesetzbuch, KAGB) the Company has notified the Bundesanstalt für Finanzdienstleistungsaufsicht ("BaFin") (Federal Institute for the Supervision of Financial Services) of its intention to publicly distribute Shares in Germany. The Company has the right to publicly distribute Shares in Germany upon completion of the notification process. The following Share Classes of the Montanaro European Smaller Companies Fund may be marketed to investors in Germany:

- Euro Accumulation Class
- Euro Class
- Euro Institutional Distribution Class

No notification has been filed with BaFin for the remaining Classes of the Montanaro European Smaller Companies Fund (Euro Institutional Accumulation Class, Sterling Class, Sterling Institutional Distribution Class, Swedish Krona Accumulation Class and US Dollar Class), Montanaro UK Income Fund, Montanaro European Income Fund, Montanaro European MidCap Fund, Montanaro Global Innovation Fund (formerly Montanaro Select Fund) and Montanaro Better World Fund.

15. Events during the Financial Period

The following distributions were approved by the Directors during the financial period ending 30 June 2021.

Ex-Date of 29 January 2021:

Montanaro UK Income Fund

Share Class	Rate per Share	Distribution
Euro Class	€0.005080	€972
Euro Seed Class	€0.007180	€9,929
Sterling Class	£0.006421	£1,093,239
Sterling Seed Class	£0.011445	£1,862,959

15. Events during the Financial Period (continued)

Date of 29 January 2021 (continued):

Montanaro European Income Fund

Share Class	Rate per Share	Distribution
Euro Class	€0.005637	€67,134
Sterling Class	£0.009607	£713,966

Ex-Date of 1 April 2021:

Montanaro UK Income Fund

Share Class	Rate per Share	Distribution
Euro Class	€0.004194	€8,305
Euro Seed Class	€0.005959	€8,131
Sterling Class	£0.005091	£898,163
Sterling Seed Class	£0.009001	£1,404,723

Montanaro European Income Fund

Share Class	Rate per Share	Distribution
Euro Class	€0.001685	€20,527
Sterling Class	£0.002710	£186,462

An updated Prospectus and Supplements were issued on 18 February 2021 to incorporate amendments required by Regulation (EU) 2019/2088 on sustainability-related disclosures in the financial services sector, as amended ("SFDR").

On 26 February 2021, Shareholders in Montanaro European Smaller Companies Fund, Montanaro UK Income Fund, Montanaro European MidCap Fund and Montanaro Select Fund were notified that with effect from 30 September 2021 the Funds will no longer comply with the Plan d'Epargne en Actions ("PEA") requirements in France, which the Funds had previously been eligible for as a result of the withdrawal of the United Kingdom from the European Union (the "EU") effective 31 December 2020. In order to maintain eligibility for the PEA, a Fund must invest on a permanent basis at least 75% of its NAV in companies having their registered office in the EU or part of the EEA which has agreed a tax treaty with France.

At the EGM held on 30 April 2021, the Shareholders of Montanaro Select Fund voted to approve the following changes to the Fund as outlined in the circular to Shareholders dated 20 April 2021:

- the change in investment objective and corresponding change in benchmark index from the MSCI Europe SmallCap (Capital Return) Index to the MSCI World SMID Cap (Total Return) Index.
- the change in investment policy.
- the change in performance fees due to the change in benchmark.
- establishment of an advisory committee.
- corresponding change of name of the Fund to Montanaro Global Innovation Fund.

On 29 June 2021, a revised Supplement was issued to reflect the above changes. Further changes were made to allow for the establishment of two new accumulating Share Classes.

Effective 19 May 2021, Ernst & Young resigned as independent auditors as a result of the mandatory 10 year auditor rotation requirement and following the completion of their tenth and final audit of the Company.

On 30 June 2021, the Euro Accumulation Class and Sterling Accumulation Class of the Montanaro Global Innovation Fund were launched.

15. Events during the Financial Period (continued)

Impact of the Coronavirus
An outbreak of a contagious respiratory virus now known as Covid-19 (Coronavirus) occurred and it has since spread globally. The virus has resulted in government authorities in many countries (including the People's Republic of China and Hong Kong, the United States and Europe) taking extreme measures to arrest or delay the spread of the virus including the declaration of states of emergency, restrictions on movement, border controls, travel bans and the closure of offices, schools and other public amenities such as bars, restaurants and sports facilities. This has resulted in a major disruption to businesses both regionally and globally. While the final fiscal ramifications of the pandemic are still unknown, there have been many advances made to curb and control outbreaks, which has meant that many jurisdictions are able to proceed with their ''phased returns'' to ease lockdowns and reopen their economies. The full impact of the Covid-19 pandemic, or other future epidemics/pandemics, is currently unknown. Further commentary on the financial performance of the Company and its Funds are included in the Investment Manager's Report.

The Directors are actively monitoring the situation and, with the support of the Investment Manager, continue to manage the Company's assets and liabilities within the investment and risk parameters that have been established. The Directors have also noted the operational risks that are posed to the Company and its service providers due to global and local movement restrictions that have been enacted by various governments. The Directors will continue to review the situation in order to navigate through this period of heightened uncertainty.

Impact of Brexit
The United Kingdom ("UK") officially left the European Union ("EU") on 31 January 2020 but remained subject to EU regulations during an agreed transitionary phase until 31 December 2020. Although a free trade agreement was ratified by both the EU and the UK in December 2020 and the transitionary phase has ended, there remains a number of uncertainties in connection with the UK's relationship with the EU in regards to potential regulatory alignment or equivalence. Until the terms of regulations are clearer, it is not possible to determine the full impact that the UK's departure and/or any related matters may have on the Company and its investments. From 1 January 2021 a memorandum of understanding is in place between the UK's Financial Conduct Authority, the European Securities and Markets Authority and the EU which permits the continued delegation of investment management to Montanaro Asset Management Limited.

There were no other significant events affecting the Company during the financial period.

16. Events since the Financial Period End

At the annual general meeting held on 22 July 2021, Shareholders voted to approve a resolution to adopt new articles of association of the Company to allow the Directors appoint and replace a management company; accept subscriptions for shares in the Funds for non-cash consideration; may not increase the maximum redemption charge without the prior approval of Shareholders; and that a Fund may replicate a securities index which satisfies the conditions imposed by the Central Bank.

The following distributions in respect of the financial period ending 30 June 2021 were approved by the Directors:

Ex-Date of 1 July 2021

Montanaro UK Income Fund

Share Class	Rate per Share	Distribution
Euro Class	€0.011214	€31,616
Euro Seed Class	€0.015953	€21,984
Sterling Class	£0.013717	£2,474,894
Sterling Seed Class	£0.024280	£3,606,208

Montanaro European Income Fund

Share Class	Rate per Share	Distribution
Euro Class	€0.022810	€284,261
Sterling Class	£0.036968	£2,493,678

16. Events since the Financial Period End (continued)

Effective 19 August 2021, the Company intends to appoint Deloitte Ireland LLP to replace Ernst & Young as independent auditors.

There were no other significant events affecting the Company since the financial period end.

17. Approval of Financial Statements

These financial statements were approved by the Directors of the Company on 17 August 2021.

MONTANARO SMALLER COMPANIES PLC

SCHEDULE OF INVESTMENTS
MONTANARO EUROPEAN SMALLER COMPANIES FUND

As at 30 June 2021

Shares	Description	Fair value €	% of net assets
Transferable securities admitted to a stock exchange listing or dealt in on another regulated market			
Belgium (31 December 2020: 1.97%)			
105,000	Melexis NV	9,208,500	1.85
		9,208,500	**1.85**
Denmark (31 December 2020: 4.37%)			
115,000	SimCorp A/S	12,173,880	2.44
90,000	Chemometec A/S	10,208,776	2.05
		22,382,656	**4.49**
Finland (31 December 2020: Nil%)			
75,000	QT Group Oyj	7,380,000	1.48
		7,380,000	**1.48**
France (31 December 2020: 6.21%)			
50,000	Sartorius Stedim Biotech	20,080,000	4.03
51,000	Esker SA	12,546,000	2.51
75,000	Orpea SA	8,021,250	1.61
		40,647,250	**8.15**
Germany (31 December 2020: 8.85%)			
13,000	Rational AG	9,939,800	1.99
180,000	CTS Eventim AG & Co KGaA	9,507,600	1.91
45,000	MTU Aero Engines AG	9,373,500	1.88
11,000	Hypoport SE	4,732,200	0.95
191,287	hGears AG	4,724,789	0.95
		38,277,889	**7.68**
Iceland (31 December 2020: 1.86%)			
1,600,000	Marel HF '144A'	9,312,000	1.87
		9,312,000	**1.87**
Italy (31 December 2020: 9.33%)			
85,000	Reply SpA	11,849,000	2.38
200,000	Moncler SpA	11,444,000	2.30
200,000	Recordati Industria Chimica e Farmaceutica SpA	9,632,000	1.93
850,000	Brembo SpA	9,069,500	1.82
269,500	MARR SpA	5,443,900	1.09
260,000	Carel Industries SpA '144A'	5,304,000	1.06
		52,742,400	**10.58**
Netherlands (31 December 2020: 3.90%)			
120,000	IMCD NV	16,122,000	3.23
		16,122,000	**3.23**

SCHEDULE OF INVESTMENTS
MONTANARO EUROPEAN SMALLER COMPANIES FUND (continued)

As at 30 June 2021

Shares	Description	Fair value €	% of net assets
Norway (31 December 2020: 2.85%)			
125,000	Bakkafrost P/F	8,709,041	1.75
675,750	Fjordkraft Holding ASA '144A'	3,387,056	0.68
		12,096,097	**2.43**
Singapore (31 December 2020: Nil%)			
90,000	XP Power Ltd	5,844,421	1.17
		5,844,421	**1.17**
Spain (31 December 2020: 0.95%)			
520,000	Merlin Properties Socimi SA (REIT)	4,551,040	0.91
		4,551,040	**0.91**
Sweden (31 December 2020: 20.51%)			
400,000	Thule Group AB '144A'	14,931,967	2.99
200,000	MIPS AB	14,622,363	2.93
330,000	Vitrolife AB	11,577,007	2.32
225,000	Fortnox AB	9,193,453	1.84
475,000	AAK AB	8,975,917	1.80
900,000	Nolato AB	7,458,588	1.50
350,000	INVISIO AB	6,556,892	1.32
325,000	Biotage AB	6,530,763	1.31
525,000	Elekta AB	6,421,441	1.29
200,000	Avanza Bank Holding AB	5,229,738	1.05
300,000	Hufvudstaden AB	4,309,801	0.86
		95,807,930	**19.21**
Switzerland (31 December 2020: 6.57%)			
24,000	Tecan Group AG	10,009,969	2.01
25,000	Belimo Holding AG	9,612,865	1.93
122,500	VZ Holding AG	8,783,627	1.76
25,000	Kardex Holding AG	4,857,747	0.97
32,000	Temenos AG	4,351,082	0.87
		37,615,290	**7.54**
United Kingdom (31 December 2020: 29.72%)			
1,700,000	Marshalls Plc	13,624,617	2.73
3,650,000	NCC Group Plc	12,649,308	2.54
625,000	St James's Place Plc	10,713,397	2.15
210,000	Dechra Pharmaceuticals Plc	10,685,353	2.14
630,000	Big Yellow Group Plc (REIT)	9,613,882	1.93
300,000	4imprint Group Plc	9,426,916	1.89
200,000	Cranswick Plc	9,309,844	1.87
290,000	Halma Plc	9,073,836	1.82
2,622,000	Ideagen Plc	8,002,412	1.60
125,000	Ashtead Group Plc	7,819,360	1.57
1,131,724	Shaftesbury Plc (REIT)	7,514,539	1.51
46,000	Spirax-Sarco Engineering Plc	7,287,586	1.46

SCHEDULE OF INVESTMENTS
MONTANARO EUROPEAN SMALLER COMPANIES FUND (continued)

As at 30 June 2021

Shares	Description	Fair value €	% of net assets
United Kingdom (31 December 2020: 29.72%) (continued)			
1,000,000	IntegraFin Holdings Plc	6,016,685	1.21
150,000	Diploma Plc	5,095,253	1.02
1,500,000	Advanced Medical Solutions Group Plc	4,944,981	0.99
255,446	Kainos Group Plc	4,392,102	0.88
290,000	James Fisher & Sons Plc	3,084,294	0.62
		139,254,365	**27.93**
United States (31 December 2020: Nil%)			
500,000	MaxCyte Inc	5,196,307	1.04
		5,196,307	**1.04**
Total equities		**496,438,145**	**99.56**
Total financial assets at fair value through profit or loss		**496,438,145**	**99.56**
Cash and cash equivalents		8,859,226	1.78
Other net liabilities		(6,642,466)	(1.34)
Total net assets attributable to holders of redeemable participating Shares		**498,654,905**	**100.00**

Analysis of Total Assets	**% of Total Assets**
Financial assets at fair value through profit or loss	97.18
Cash and cash equivalents	1.73
Other assets	1.09
Total assets	**100.00**

MONTANARO SMALLER COMPANIES PLC

SCHEDULE OF INVESTMENTS
MONTANARO UK INCOME FUND

As at 30 June 2021

Shares	Description	Fair value £	% of net assets
Transferable securities admitted to a stock exchange listing or dealt in on another regulated market			
Belgium (31 December 2020: 1.31%)			
120,000	Melexis NV	9,034,287	1.13
		9,034,287	**1.13**
Italy - Nil (31 December 2020: 1.05%)			
Netherlands - Nil (31 December 2020: 1.01%)			
Norway (31 December 2020: 1.23%)			
825,000	Atea ASA	11,617,514	1.45
		11,617,514	**1.45**
Singapore (31 December 2020: 3.19%)			
440,000	XP Power Ltd	24,528,146	3.06
		24,528,146	**3.06**
Sweden (31 December 2020: 2.80%)			
396,500	NCAB Group AB	15,320,518	1.91
350,000	Thule Group AB '144A'	11,216,003	1.40
		26,536,521	**3.31**
Switzerland (31 December 2020: Nil%)			
85,000	Galenica AG '144A'	4,343,380	0.54
		4,343,380	**0.54**
United Kingdom (31 December 2020: 86.40%)			
4,250,000	Marshalls Plc	29,240,000	3.65
9,550,000	NCC Group Plc	28,411,250	3.55
11,750,000	LondonMetric Property Plc (REIT)	27,260,000	3.40
7,250,000	Brewin Dolphin Holdings Plc	25,338,750	3.16
2,675,000	DiscoverIE Group Plc	25,198,500	3.14
1,900,000	Big Yellow Group Plc (REIT)	24,890,000	3.11
2,000,000	Vistry Group Plc	23,500,000	2.93
14,500,000	Taylor Wimpey Plc	23,078,983	2.88
2,200,000	FDM Group Holdings Plc	22,616,000	2.82
1,200,000	Rathbone Brothers Plc	21,888,000	2.73
1,475,000	Kainos Group Plc	21,771,000	2.72
625,000	Admiral Group Plc	19,731,250	2.46
1,325,000	St James's Place Plc	19,497,375	2.43
775,000	Severn Trent Plc	19,390,500	2.42
2,050,000	Britvic Plc	19,249,500	2.40
6,750,000	Jupiter Fund Management Plc	18,927,000	2.36
700,000	4imprint Group Plc	18,882,500	2.36
575,000	Clarkson Plc	18,428,750	2.30
625,000	Diploma Plc	18,225,000	2.27
11,500,000	Primary Health Properties Plc (REIT)	17,733,000	2.21
5,250,000	Biffa Plc '144A'	17,115,000	2.14
3,000,000	IntegraFin Holdings Plc	15,495,000	1.93
2,500,000	Genuit Group Plc	15,400,000	1.92
1,400,000	Hilton Food Group Plc	15,344,000	1.91
350,000	Dechra Pharmaceuticals Plc	15,288,000	1.91
1,300,000	Savills Plc	14,950,000	1.87
125,000	Games Workshop Group Plc	14,425,000	1.80

SCHEDULE OF INVESTMENTS
MONTANARO UK INCOME FUND (continued)

As at 30 June 2021

Shares	Description	Fair value £	% of net assets
United Kingdom (31 December 2020: 86.40%) (continued)			
4,075,000	Bloomsbury Publishing Plc	14,018,000	1.75
1,000,000	Pennon Group Plc	11,380,000	1.42
400,000	Greggs Plc	10,336,000	1.29
7,425,000	XPS Pensions Group Plc	10,135,125	1.26
1,000,000	United Utilities Group Plc	9,718,000	1.21
3,500,000	Reach Plc	9,607,500	1.20
2,000,000	SThree Plc	9,150,000	1.14
200,000	Cranswick Plc	7,992,000	1.00
235,000	Derwent London Plc (REIT)	7,820,800	0.98
925,000	Hiscox Ltd	7,718,200	0.96
1,750,000	Headlam Group Plc	7,603,225	0.95
1,811,965	Ricardo Plc	7,356,578	0.92
1,817,906	Ashmore Group Plc	7,013,481	0.88
760,000	James Fisher & Sons Plc	6,938,800	0.87
6,500,000	RPS Group Plc	6,924,658	0.86
244,679	Liontrust Asset Management Plc	4,595,072	0.57
		689,581,797	**86.04**
United States (31 December 2020: 1.50%)			
4,000,000	Avast Plc '144A'	19,636,000	2.45
4,500,000	TI Fluid Systems Plc - Class B '144A'	13,747,500	1.71
		33,383,500	**4.16**
Total equities		**799,025,145**	**99.69**
Total financial assets at fair value through profit or loss		**799,025,145**	**99.69**
Cash and cash equivalents		4,410,273	0.55
Other net liabilities		(1,952,533)	(0.24)
Total net assets attributable to holders of redeemable participating Shares		**801,482,884**	**100.00**

Analysis of Total Assets	**% of Total Assets**
Financial assets at fair value through profit or loss	98.99
Cash and cash equivalents	0.55
Other assets	0.46
Total assets	**100.00**

MONTANARO SMALLER COMPANIES PLC

SCHEDULE OF INVESTMENTS
MONTANARO EUROPEAN INCOME FUND

As at 30 June 2021

Shares	Description	Fair value €	% of net assets
Transferable securities admitted to a stock exchange listing or dealt in on another regulated market			
Austria (31 December 2020: 1.06%)			
92,500	Fabasoft AG	3,885,000	0.92
		3,885,000	**0.92**
Belgium (31 December 2020: 2.95%)			
80,500	Melexis NV	7,059,850	1.68
184,500	Warehouses De Pauw CVA (REIT)	5,940,900	1.41
100,000	Shurgard Self Storage SA	4,095,000	0.97
		17,095,750	**4.06**
Denmark (31 December 2020: 5.70%)			
380,000	Tryg A/S	7,867,004	1.87
66,600	SimCorp A/S	7,050,264	1.67
80,000	Chr Hansen Holding A/S	6,089,092	1.44
		21,006,360	**4.98**
France (31 December 2020: 12.09%)			
469,000	Bureau Veritas SA	12,503,540	2.97
242,000	Edenred	11,649,880	2.76
117,065	Thermador Groupe	10,348,546	2.46
225,000	Kaufman & Broad SA	9,000,000	2.14
95,000	Amundi SA '144A'	7,058,500	1.67
84,000	Gaztransport Et Technigaz SA	5,733,000	1.36
		56,293,466	**13.36**
Germany (31 December 2020: 13.22%)			
70,000	Amadeus Fire AG	10,766,000	2.55
13,000	Rational AG	9,939,800	2.36
132,902	Mensch und Maschine Software SE	8,133,602	1.93
37,000	MTU Aero Engines AG	7,707,100	1.83
173,000	FUCHS PETROLUB SE - Preference	7,103,380	1.69
100,000	CTS Eventim AG & Co KGaA	5,282,000	1.25
71,500	Fielmann AG	4,701,125	1.12
		53,633,007	**12.73**
Italy (31 December 2020: 8.94%)			
182,500	Recordati Industria Chimica e Farmaceutica SpA	8,789,200	2.09
595,000	Brembo SpA	6,348,650	1.51
250,000	MARR SpA	5,050,000	1.20
1,000,000	Enav SpA '144A'	3,800,000	0.90
130,238	Cembre SpA	3,008,498	0.71
		26,996,348	**6.41**
Netherlands (31 December 2020: 3.21%)			
66,500	Euronext NV '144A'	6,091,400	1.45
		6,091,400	**1.45**
Norway (31 December 2020: 10.79%)			
895,000	Atea ASA	14,681,460	3.48
3,757,000	Kitron ASA	7,311,579	1.74
377,000	Borregaard ASA	6,945,283	1.65
1,188,000	Fjordkraft Holding ASA '144A'	5,954,603	1.41
206,431	Medistim ASA	5,158,291	1.22

SCHEDULE OF INVESTMENTS
MONTANARO EUROPEAN INCOME FUND (continued)

As at 30 June 2021

Shares	Description	Fair value €	% of net assets
Norway (31 December 2020: 10.79%) (continued)			
65,000	Bakkafrost P/F	4,528,701	1.07
400,000	Kid ASA '144A'	4,170,541	0.99
		48,750,458	**11.56**
Portugal (31 December 2020: 2.67%)			
626,000	Corticeira Amorim SGPS SA	6,610,560	1.57
1,142,000	NOS SGPS SA	3,382,604	0.80
		9,993,164	**2.37**
Spain (31 December 2020: 5.24%)			
133,500	Viscofan SA	7,849,800	1.86
838,500	Merlin Properties Socimi SA (REIT)	7,338,552	1.74
380,000	Red Electrica Corp SA	5,928,000	1.41
		21,116,352	**5.01**
Sweden (31 December 2020: 24.93%)			
515,000	Thule Group AB '144A'	19,224,907	4.56
675,000	Avanza Bank Holding AB	17,650,365	4.19
1,950,000	Nolato AB	16,160,275	3.84
336,650	NCAB Group AB	15,152,902	3.60
445,000	KNOW IT AB	12,263,607	2.91
739,500	Bravida Holding AB '144A'	9,026,829	2.14
330,000	Loomis AB - Class B	8,781,996	2.08
342,250	Beijer Alma AB	5,790,781	1.38
276,000	Biotage AB	5,546,125	1.32
315,000	Hufvudstaden AB	4,525,291	1.07
10,000,000	Bredband2 i Skandinavien AB	2,154,407	0.51
		116,277,485	**27.60**
Switzerland (31 December 2020: 5.55%)			
200,000	Galenica AG '144A'	11,904,901	2.83
7,370	Partners Group Holding AG	9,439,519	2.24
18,750	Burckhardt Compression Holding AG	6,405,726	1.52
		27,750,146	**6.59**
Total equities		**408,888,936**	**97.04**
Total financial assets at fair value through profit or loss		**408,888,936**	**97.04**
Cash and cash equivalents		12,335,792	2.93
Other net assets		136,047	0.03
Total net assets attributable to holders of redeemable participating Shares		**421,360,775**	**100.00**

Analysis of Total Assets	**% of Total Assets**
Financial assets at fair value through profit or loss	96.84
Cash and cash equivalents	2.92
Other assets	0.24
Total assets	**100.00**

MONTANARO SMALLER COMPANIES PLC

SCHEDULE OF INVESTMENTS
MONTANARO EUROPEAN MIDCAP FUND

As at 30 June 2021

Shares	Description	Fair value €	% of net assets
Transferable securities admitted to a stock exchange listing or dealt in on another regulated market			
Belgium (31 December 2020: 2.69%)			
200,000	Warehouses De Pauw CVA (REIT)	6,440,000	3.68
		6,440,000	**3.68**
Denmark (31 December 2020: 3.26%)			
45,000	SimCorp A/S	4,763,692	2.73
		4,763,692	**2.73**
France (31 December 2020: 20.60%)			
27,500	Teleperformance	9,407,750	5.38
165,000	Edenred	7,943,100	4.54
100,000	Worldline SA/France '144A'	7,897,000	4.52
18,000	Sartorius Stedim Biotech	7,228,800	4.14
		32,476,650	**18.58**
Germany (31 December 2020: 6.78%)			
45,000	Symrise AG - Class A	5,292,000	3.03
85,000	CTS Eventim AG & Co KGaA	4,489,700	2.57
		9,781,700	**5.60**
Iceland (31 December 2020: Nil%)			
1,000,000	Marel HF '144A'	5,820,000	3.33
		5,820,000	**3.33**
Ireland - Nil (31 December 2020: 4.44%)			
Italy (31 December 2020: 8.52%)			
150,000	Moncler SpA	8,583,000	4.91
150,000	Recordati Industria Chimica e Farmaceutica SpA	7,224,000	4.13
40,000	Reply SpA	5,576,000	3.19
		21,383,000	**12.23**
Netherlands (31 December 2020: 4.16%)			
67,000	IMCD NV	9,001,450	5.15
		9,001,450	**5.15**
Sweden (31 December 2020: 4.44%)			
400,000	Sinch AB '144A'	5,720,765	3.27
		5,720,765	**3.27**
Switzerland (31 December 2020: 10.17%)			
6,000	Straumann Holding AG	8,070,702	4.61
55,000	Temenos AG	7,478,421	4.28
14,500	Tecan Group AG	6,047,690	3.46
		21,596,813	**12.35**
United Kingdom (31 December 2020: 31.43%)			
140,000	Ashtead Group Plc	8,757,684	5.01
500,000	St James's Place Plc	8,570,718	4.91
145,000	Dechra Pharmaceuticals Plc	7,377,981	4.22
1,200,000	Rentokil Initial Plc	6,905,500	3.95
850,000	Rightmove Plc	6,436,047	3.68

SCHEDULE OF INVESTMENTS
MONTANARO EUROPEAN MIDCAP FUND (continued)

As at 30 June 2021

Shares	Description	Fair value €	% of net assets
United Kingdom (31 December 2020: 31.43%) (continued)			
850,000	Auto Trader Group Plc '144A'	6,260,789	3.58
300,000	Hargreaves Lansdown Plc	5,551,292	3.18
155,000	Diploma Plc	5,265,094	3.01
		55,125,105	**31.54**
Total equities		**172,109,175**	**98.46**
Total financial assets at fair value through profit or loss		**172,109,175**	**98.46**
Cash and cash equivalents		3,561,282	2.04
Other net liabilities		(862,319)	(0.50)
Total net assets attributable to holders of redeemable participating Shares		**174,808,138**	**100.00**

Analysis of Total Assets	**% of Total Assets**
Financial assets at fair value through profit or loss	97.91
Cash and cash equivalents	2.03
Other assets	0.06
Total assets	**100.00**

MONTANARO SMALLER COMPANIES PLC

SCHEDULE OF INVESTMENTS
MONTANARO GLOBAL INNOVATION FUND (FORMERLY MONTANARO SELECT FUND)*

As at 30 June 2021

Shares	Description	Fair value €	% of net assets
Transferable securities admitted to a stock exchange listing or dealt in on another regulated market			
Belgium (31 December 2020: Nil%)			
2,950	Melexis NV	258,715	2.16
		258,715	**2.16**
Denmark (31 December 2020: 8.35%)			
3,700	Chemometec A/S	419,694	3.51
		419,694	**3.51**
Finland (31 December 2020: Nil%)			
3,250	QT Group Oyj	319,800	2.67
		319,800	**2.67**
France (31 December 2020: 3.83%)			
1,050	Sartorius Stedim Biotech	421,680	3.53
1,425	Esker SA	350,550	2.93
		772,230	**6.46**
Germany (31 December 2020: 10.20%)			
2,300	Endor AG	391,000	3.27
1,750	Atoss Software AG	316,050	2.64
4,500	Mensch und Maschine Software SE	275,400	2.31
		982,450	**8.22**
Italy (31 December 2020: 5.36%)			
25,000	Intred SpA	386,250	3.23
		386,250	**3.23**
Netherlands (31 December 2020: 3.91%)			
185	Adyen NV '144A'	383,320	3.21
		383,320	**3.21**
Norway (31 December 2020: 3.60%)			
12,000	Medistim ASA	299,855	2.51
32,000	Kahoot! ASA	185,009	1.55
50,000	EcoOnline Holding AS	114,896	0.96
		599,760	**5.02**
Sweden (31 December 2020: 26.63%)			
10,000	NCAB Group AB	450,109	3.76
5,250	MIPS AB	383,837	3.21
9,000	Fortnox AB	367,738	3.08
20,000	Sinch AB '144A'	286,038	2.39
9,000	INVISIO AB	168,606	1.41
		1,656,328	**13.85**
Switzerland (31 December 2020: 8.66%)			
750	Tecan Group AG	312,811	2.62
2,000	Temenos AG	271,943	2.27
		584,754	**4.89**

MONTANARO SMALLER COMPANIES PLC

SCHEDULE OF INVESTMENTS
MONTANARO GLOBAL INNOVATION FUND (FORMERLY MONTANARO SELECT FUND)* (continued)

As at 30 June 2021

Shares	Description	Fair value €	% of net assets
United Kingdom (31 December 2020: 29.91%)			
24,500	YouGov Plc	337,199	2.82
78,500	Sumo Group Plc	332,857	2.78
29,500	GB Group Plc	282,991	2.37
82,500	Advanced Medical Solutions Group Plc	271,974	2.27
60,000	Ideagen Plc	183,122	1.53
6,500	Frontier Developments Plc	176,423	1.48
		1,584,566	**13.25**
United States (31 December 2020: Nil%)			
37,000	MaxCyte Inc	384,527	3.21
170,000	Boku Inc '144A'	341,606	2.86
		726,133	**6.07**
Total equities		**8,674,000**	**72.54**
Total financial assets at fair value through profit or loss		**8,674,000**	**72.54**
Cash and cash equivalents		2,721,022	22.76
Other net assets		562,754	4.70
Total net assets attributable to holders of redeemable participating Shares		**11,957,776**	**100.00**

Analysis of Total Assets	**% of Total Assets**
Financial assets at fair value through profit or loss	72.51
Cash and cash equivalents	22.75
Other assets	4.74
Total assets	**100.00**

*Effective 29 June 2021, the Montanaro Select Fund changed name to the Montanaro Global Innovation Fund.

MONTANARO SMALLER COMPANIES PLC

SCHEDULE OF INVESTMENTS
MONTANARO BETTER WORLD FUND

As at 30 June 2021

Shares	Description	Fair value €	% of net assets
Transferable securities admitted to a stock exchange listing or dealt in on another regulated market			
Australia (31 December 2020: 5.47%)			
650,000	Pro Medicus Ltd	24,162,762	2.93
1,000,000	IDP Education Ltd	15,535,374	1.89
67,500	Cochlear Ltd	10,754,306	1.30
		50,452,442	**6.12**
Belgium (31 December 2020: 2.50%)			
210,000	Melexis NV	18,417,000	2.24
		18,417,000	**2.24**
Denmark (31 December 2020: 3.11%)			
135,000	Chemometec A/S	15,313,164	1.86
150,000	Chr Hansen Holding A/S	11,417,047	1.38
175,000	Novozymes A/S	11,124,224	1.35
		37,854,435	**4.59**
France (31 December 2020: 3.26%)			
75,000	Sartorius Stedim Biotech	30,120,000	3.65
		30,120,000	**3.65**
Germany (31 December 2020: 3.28%)			
110,000	Carl Zeiss Meditec AG	17,946,500	2.18
12,500	Rational AG	9,557,500	1.16
		27,504,000	**3.34**
Ireland (31 December 2020: 4.03%)			
150,000	ICON Plc	26,460,902	3.21
75,000	Kerry Group Plc	8,816,250	1.07
		35,277,152	**4.28**
Israel (31 December 2020: Nil%)			
200,000	Nova Measuring Instruments Ltd	17,218,981	2.09
		17,218,981	**2.09**
Japan (31 December 2020: 9.78%)			
450,000	Yaskawa Electric Corp	18,564,369	2.25
500,000	RENOVA Inc	16,619,422	2.01
200,000	Shionogi & Co Ltd	8,799,366	1.07
750,000	Santen Pharmaceutical Co Ltd	8,718,074	1.06
		52,701,231	**6.39**
Netherlands (31 December 2020: 1.99%)			
7,000	Adyen NV '144A'	14,504,000	1.76
110,000	Alfen Beheer BV '144A'	8,668,000	1.05
		23,172,000	**2.81**

SCHEDULE OF INVESTMENTS
MONTANARO BETTER WORLD FUND (continued)

As at 30 June 2021

Shares	Description	Fair value €	% of net assets
New Zealand (31 December 2020: 2.48%)			
1,750,000	Ryman Healthcare Ltd	13,538,680	1.64
		13,538,680	**1.64**
Spain (31 December 2020: 3.83%)			
550,000	Siemens Gamesa Renewable Energy SA	15,411,000	1.87
		15,411,000	**1.87**
Sweden (31 December 2020: 4.44%)			
200,000	MIPS AB	14,622,363	1.77
350,000	Thule Group AB '144A'	13,065,471	1.59
525,000	Biotage AB	10,549,694	1.28
		38,237,528	**4.64**
Switzerland (31 December 2020: 4.96%)			
50,000	Tecan Group AG	20,854,102	2.53
12,500	Straumann Holding AG	16,813,962	2.04
30,000	Belimo Holding AG	11,535,438	1.40
		49,203,502	**5.97**
United Kingdom (31 December 2020: 6.08%)			
125,000	Spirax-Sarco Engineering Plc	19,803,222	2.40
550,000	Halma Plc	17,209,000	2.09
1,250,000	Genuit Group Plc	8,969,695	1.09
1,000,000	Tristel Plc	7,422,131	0.90
		53,404,048	**6.48**
United States (31 December 2020: 42.65%)			
350,000	Trex Co Inc	30,147,974	3.66
82,500	ANSYS Inc	24,459,892	2.97
45,000	IDEXX Laboratories Inc	24,160,878	2.93
375,000	Bruker Corp	23,798,369	2.89
325,000	Cognex Corp	23,009,517	2.79
75,000	Veeva Systems Inc - Class A	19,989,871	2.42
50,000	Bio-Techne Corp	18,820,296	2.28
100,000	IDEX Corp	18,603,583	2.26
50,000	Dexcom Inc	17,950,071	2.18
75,000	SolarEdge Technologies Inc	17,455,721	2.12
165,000	Xylem Inc/NY	16,643,301	2.02
70,000	Masimo Corp	14,450,368	1.75
75,000	Novocure Ltd	14,224,000	1.72
65,000	Zscaler Inc	11,934,474	1.45
150,000	Alarm.com Holdings Inc	11,013,782	1.34
100,000	CyberArk Software Ltd	11,012,728	1.34
125,000	Badger Meter Inc	10,286,486	1.25
500,000	Energy Recovery Inc	9,322,029	1.13
200,000	Simulations Plus Inc	9,317,813	1.13
115,000	Grand Canyon Education Inc	8,723,666	1.06
100,000	Middlesex Water Co	6,897,711	0.84
200,000	GoodRx Holdings Inc	6,143,854	0.74

SCHEDULE OF INVESTMENTS
MONTANARO BETTER WORLD FUND (continued)

As at 30 June 2021

Shares	Description	Fair value €	% of net assets
United States (31 December 2020: 42.65%) (continued)			
100,000	Ormat Technologies Inc	5,840,287	0.71
		354,206,671	**42.98**
Total equities		**816,718,670**	**99.09**
Total financial assets at fair value through profit or loss		**816,718,670**	**99.09**
Cash and cash equivalents		8,798,507	1.07
Other net liabilities		(1,326,575)	(0.16)
Total net assets attributable to holders of redeemable participating Shares		**824,190,602**	**100.00**

Analysis of Total Assets	**% of Total Assets**
Financial assets at fair value through profit or loss	98.91
Cash and cash equivalents	1.07
Other assets	0.02
Total assets	**100.00**

MONTANARO SMALLER COMPANIES PLC

MONTANARO EUROPEAN SMALLER COMPANIES FUND

PORTFOLIO CHANGES – PURCHASES

For the financial period ended 30 June 2021

Purchases	**Nominal**	**Cost**
		€
QT Group Oyj	75,000	6,124,296
MaxCyte Inc	500,000	5,846,552
XP Power Ltd	90,000	5,539,284
Diploma Plc	150,000	5,155,467
hGears AG	191,287	4,973,462
Kardex Holding AG	25,000	4,830,331
Kainos Group Plc	55,446	4,093,522
Orpea SA	35,000	4,073,533
Rational AG	5,000	3,901,749
Recordati Industria Chimica e Farmaceutica SpA	75,000	3,345,312
Cranswick Plc	60,000	2,482,018
Moncler SpA	40,000	2,007,710
Sartorius Stedim Biotech	5,000	1,652,881
Belimo Holding AG	250	1,635,363
Tecan Group AG	4,000	1,631,190
IMCD NV	12,500	1,306,812
AAK AB	75,000	1,275,191
St James's Place Plc	90,000	1,194,786
SimCorp A/S	10,000	1,171,654
Advanced Medical Solutions Group Plc	400,000	1,171,173
Chemometec A/S	15,000	1,117,964
Marshalls Plc	145,000	1,089,905
Nolato AB	125,000	1,064,244
Reply SpA	10,000	1,053,900
MTU Aero Engines AG	5,000	1,037,925
NCC Group Plc	290,000	879,780

In accordance with Central Bank UCITS Regulations, this statement presents the aggregate purchases and aggregate sales of an investment exceeding 1% of total value of purchases or sales, respectively, for the period, or at a minimum the top 20 purchases and sales.

MONTANARO SMALLER COMPANIES PLC

MONTANARO EUROPEAN SMALLER COMPANIES FUND

PORTFOLIO CHANGES – SALES

For the financial period ended 30 June 2021

Sales	**Nominal**	**Proceeds**
		€
Ashtead Group Plc	125,000	7,586,416
Rightmove Plc	1,050,000	6,976,875
Renishaw Plc	100,000	6,779,149
Intertrust NV '144A'	390,000	5,160,447
CompuGroup Medical SE & Co	70,000	5,090,434
Avanza Bank Holding AB	130,000	3,537,296
First Derivatives Plc	110,000	3,236,174
MIPS AB	50,000	2,779,351
Hypoport SE	4,000	1,787,100
Thule Group AB '144A'	45,000	1,658,751
Auction Technology Group Plc	44,014	398,058
MARR SpA	10,500	216,662

In accordance with Central Bank UCITS Regulations, this statement presents the aggregate purchases and aggregate sales of an investment exceeding 1% of total value of purchases or sales, respectively, for the period, or at a minimum the top 20 purchases and sales. The above represents all sales during the period.

MONTANARO SMALLER COMPANIES PLC

MONTANARO UK INCOME FUND

PORTFOLIO CHANGES – PURCHASES

For the financial period ended 30 June 2021

Purchases	**Nominal**	**Cost**
		£
Admiral Group Plc	625,000	19,848,804
Reach Plc	3,500,000	7,974,417
Greggs Plc	400,000	7,373,268
Rathbone Brothers Plc	325,000	5,446,638
Vistry Group Plc	500,000	5,139,009
Taylor Wimpey Plc	2,750,000	4,966,748
Liontrust Asset Management Plc	244,679	4,532,344
Jupiter Fund Management Plc	1,500,000	4,355,485
Galenica AG '144A'	85,000	4,313,227
Severn Trent Plc	175,000	4,052,160
Kainos Group Plc	275,000	3,750,403
Diploma Plc	125,000	3,729,776
LondonMetric Property Plc (REIT)	1,500,000	3,254,011
St James's Place Plc	250,000	3,129,744
NCC Group Plc	1,047,460	2,758,727
Marshalls Plc	370,000	2,492,181
Big Yellow Group Plc (REIT)	150,000	1,957,143
Hilton Food Group Plc	150,000	1,584,545
Britvic Plc	150,000	1,321,885
Brewin Dolphin Holdings Plc	280,000	892,360

In accordance with Central Bank UCITS Regulations, this statement presents the aggregate purchases and aggregate sales of an investment exceeding 1% of total value of purchases or sales, respectively, for the period, or at a minimum the top 20 purchases and sales.

MONTANARO SMALLER COMPANIES PLC

MONTANARO UK INCOME FUND

PORTFOLIO CHANGES – SALES

For the financial period ended 30 June 2021

Sales	**Nominal**	**Proceeds**
		£
Victrex Plc	450,000	10,231,826
Equiniti Group PLC '144A'	6,000,000	9,790,520
Pennon Group Plc	850,000	8,308,177
Diploma Plc	275,000	7,024,143
Recordati Industria Chimica e Farmaceutica SpA	190,000	7,009,132
Intertrust NV '144A'	600,000	6,892,388
Vistry Group Plc	500,000	6,414,497
IntegraFin Holdings Plc	1,000,000	5,113,270
Genuit Group Plc	891,704	4,916,571
Big Yellow Group Plc (REIT)	350,000	4,454,641
DiscoverIE Group Plc	525,000	3,755,953
Kainos Group Plc	250,000	3,727,351
Dechra Pharmaceuticals Plc	100,000	3,583,264
Cranswick Plc	100,000	3,484,267
XP Power Ltd	60,000	3,049,544
Games Workshop Group Plc	25,000	2,834,430
St James's Place Plc	175,000	2,396,138
Biffa Plc '144A'	750,000	1,934,242
Ashmore Group Plc	432,094	1,688,333
Thule Group AB '144A'	50,000	1,594,484
Savills Plc	125,000	1,469,072
4imprint Group Plc	50,000	1,459,206
Melexis NV	15,000	1,267,551
NCC Group Plc	497,460	1,257,876
Hilton Food Group Plc	100,000	1,204,905

In accordance with Central Bank UCITS Regulations, this statement presents the aggregate purchases and aggregate sales of an investment exceeding 1% of total value of purchases or sales, respectively, for the period, or at a minimum the top 20 purchases and sales.

MONTANARO SMALLER COMPANIES PLC

MONTANARO EUROPEAN INCOME FUND

PORTFOLIO CHANGES – PURCHASES

For the financial period ended 30 June 2021

Purchases	**Nominal**	**Cost**
		€
Kid ASA '144A'	400,000	4,054,366
Shurgard Self Storage SA	100,000	3,918,802
Rational AG	5,450	3,631,163
Kaufman & Broad SA	59,000	2,550,661
Bredband2 i Skandinavien AB	10,000,000	2,201,781
Chr Hansen Holding A/S	24,800	2,002,963
Galenica AG '144A'	27,000	1,578,161

In accordance with Central Bank UCITS Regulations, this statement presents the aggregate purchases and aggregate sales of an investment exceeding 1% of total value of purchases or sales, respectively, for the period, or at a minimum the top 20 purchases and sales. The above represents all purchases during the period.

MONTANARO SMALLER COMPANIES PLC

MONTANARO EUROPEAN INCOME FUND

PORTFOLIO CHANGES – SALES

For the financial period ended 30 June 2021

Sales	**Nominal**	**Proceeds**
		€
Intertrust NV '144A'	500,000	6,527,509
Cerved Group SpA	605,000	5,679,205
CTS Eventim AG & Co KGaA	84,000	4,240,892
Enav SpA '144A'	955,000	3,677,511
MARR SpA	192,300	3,524,086
Bakkafrost P/F	54,000	3,474,527
Tryg A/S Right	2,660,000	1,688,538
Avanza Bank Holding AB	54,000	1,330,526
Atea ASA	35,000	682,094
Nolato AB	8,000	638,680
Galenica AG '144A'	8,000	611,735
KNOW IT AB	21,500	597,275
Euronext NV '144A'	66,500	586,990
Merlin Properties Socimi SA (REIT)	35,000	518,514
Edenred	11,000	516,521
Tryg A/S	17,250	466,035
Bureau Veritas SA	20,000	443,974
FUCHS PETROLUB SE - Preference	8,000	384,254
Fjordkraft Holding ASA '144A'	52,000	376,130
Loomis AB - Class B	17,000	362,248

In accordance with Central Bank UCITS Regulations, this statement presents the aggregate purchases and aggregate sales of an investment exceeding 1% of total value of purchases or sales, respectively, for the period, or at a minimum the top 20 purchases and sales.

MONTANARO SMALLER COMPANIES PLC

MONTANARO EUROPEAN MIDCAP FUND

PORTFOLIO CHANGES – PURCHASES

For the financial period ended 30 June 2021

Purchases	**Nominal**	**Cost**
		€
Sinch AB '144A'	40,000	5,998,062
Marel HF '144A'	1,000,000	5,372,958
Diploma Plc	155,000	5,327,315
Reply SpA	40,000	4,779,141
Rentokil Initial Plc	310,000	1,755,539
Warehouses De Pauw CVA (REIT)	40,000	1,157,343
Tecan Group AG	3,000	1,148,564

In accordance with Central Bank UCITS Regulations, this statement presents the aggregate purchases and aggregate sales of an investment exceeding 1% of total value of purchases or sales, respectively, for the period, or at a minimum the top 20 purchases and sales. The above represents all purchases during the period.

MONTANARO SMALLER COMPANIES PLC

MONTANARO EUROPEAN MIDCAP FUND

PORTFOLIO CHANGES – SALES

For the financial period ended 30 June 2021

Sales	**Nominal**	**Proceeds**
		€
Hexagon AB	100,000	7,855,910
Halma PLC	230,000	7,252,218
Kerry Group PLC	63,000	6,423,580
Amundi SA '144A'	95,000	6,392,571
Ashtead Group Plc	135,000	6,333,857
St James's Place Plc	100,000	1,491,007
Symrise AG - Class A	10,000	1,088,583
Dechra Pharmaceuticals Plc	20,000	914,559
CTS Eventim AG & Co KGaA	15,000	760,222
Straumann Holding AG	500	545,229

In accordance with Central Bank UCITS Regulations, this statement presents the aggregate purchases and aggregate sales of an investment exceeding 1% of total value of purchases or sales, respectively, for the period, or at a minimum the top 20 purchases and sales. The above represents all sales during the period.

MONTANARO SMALLER COMPANIES PLC

MONTANARO GLOBAL INNOVATION FUND (FORMERLY MONTANARO SELECT FUND)*

PORTFOLIO CHANGES – PURCHASES

For the financial period ended 30 June 2021

Purchases	Nominal	Cost
		€
SThree Plc	90,000	324,594
Amadeus Fire AG	2,500	307,280
Medistim ASA	12,072	263,362
Calisen Plc	130,000	262,334
Sinch AB '144A'	2,000	261,049
Hexagon AB	3,300	248,505
Dechra Pharmaceuticals Plc	7,000	246,832
Temenos AG	2,000	227,877
Mensch und Maschine Software SE	4,500	216,269
Chemometec A/S	3,300	214,825
GRENKE AG	3,100	202,415
Tecan Group AG	700	178,922
CTS Eventim AG & Co KGaA	4,500	177,327
Fortnox AB	8,200	140,792
INVISIO AB	10,000	136,933
4imprint Group Plc	4,700	98,864
Sartorius Stedim Biotech	300	88,943
SimCorp A/S	750	69,373
Keystone Law Group Plc	12,493	65,285
St James's Place Plc	6,000	57,428
AAK AB	3,500	53,870
Restore Plc	10,000	50,000
Ashtead Group Plc	2,000	46,500
Thule Group AB '144A'	2,500	42,235

In accordance with Central Bank UCITS Regulations, this statement presents the aggregate purchases and aggregate sales of an investment exceeding 1% of total value of purchases or sales, respectively, for the period, or at a minimum the top 20 purchases and sales.

*Effective 29 June 2021, the Montanaro Select Fund changed name to the Montanaro Global Innovation Fund.

MONTANARO SMALLER COMPANIES PLC

MONTANARO GLOBAL INNOVATION FUND (FORMERLY MONTANARO SELECT FUND)*

PORTFOLIO CHANGES – SALES

For the financial period ended 30 June 2021

Sales	Nominal	Proceeds €
Ashtead Group Plc	29,000	945,917
MTU Aero Engines AG	3,000	749,535
CTS Eventim AG & Co KGaA	11,500	655,102
First Derivatives Plc	20,000	632,001
Smart Metering Systems Plc	100,000	630,743
Orpea SA	5,000	535,472
Restore Plc	100,000	510,946
SimCorp A/S	4,750	501,424
Thule Group AB '144A'	23,000	499,084
Sartorius Stedim Biotech	2,750	473,899
Reply SpA	6,000	454,800
GRENKE AG	7,100	453,011
VZ Holding AG	1,500	436,968
4imprint Group Plc	10,700	424,027
Cranswick Plc	10,000	408,844
Rational AG	600	407,851
IntegraFin Holdings Plc	75,000	398,651
Elekta AB	40,000	391,535
St James's Place Plc	30,000	391,431
IMCD NV	4,900	384,287
Big Yellow Group Plc (REIT)	27,000	369,210
Calisen Plc	130,000	365,945
Hilton Food Group Plc	30,000	359,844
Biotage AB	25,000	344,652
MIPS AB	14,500	331,071
AAK AB	18,000	315,050
Halma Plc	10,000	249,180
Vitrolife AB	11,000	220,199
Chr Hansen Holding A/S	2,750	193,984
Melexis NV	2,500	170,380

In accordance with Central Bank UCITS Regulations, this statement presents the aggregate purchases and aggregate sales of an investment exceeding 1% of total value of purchases or sales, respectively, for the period, or at a minimum the top 20 purchases and sales.

*Effective 29 June 2021, the Montanaro Select Fund changed name to the Montanaro Global Innovation Fund.

MONTANARO SMALLER COMPANIES PLC

MONTANARO BETTER WORLD FUND

PORTFOLIO CHANGES – PURCHASES

For the financial period ended 30 June 2021

Purchases	**Nominal**	**Cost**
		€
IDEX Corp	100,000	17,614,669
Bio-Techne Corp	50,000	16,189,376
Dexcom Inc	50,000	15,628,300
Nova Measuring Instruments Ltd	200,000	15,266,564
Zscaler Inc	65,000	10,912,574
Chemometec A/S	135,000	10,637,395
Rational AG	12,500	9,951,074
Alfen Beheer BV '144A'	110,000	9,441,485
Energy Recovery Inc	500,000	8,544,242
Kahoot! ASA	700,000	7,297,085
Tecan Group AG	17,500	6,620,233
ICON Plc	35,000	5,702,476
Spirax-Sarco Engineering Plc	35,000	4,649,269
Masimo Corp	20,000	4,386,860
Bruker Corp	75,000	3,917,628
Veeva Systems Inc - Class A	15,000	3,770,006
Straumann Holding AG	2,500	2,402,201
ANSYS Inc	7,500	2,303,348
Ryman Healthcare Ltd	250,000	2,120,536
Cognex Corp	25,000	1,666,745

In accordance with Central Bank UCITS Regulations, this statement presents the aggregate purchases and aggregate sales of an investment exceeding 1% of total value of purchases or sales, respectively, for the period, or at a minimum the top 20 purchases and sales.

MONTANARO SMALLER COMPANIES PLC

MONTANARO BETTER WORLD FUND

PORTFOLIO CHANGES – SALES

For the financial period ended 30 June 2021

Sales	**Nominal**	**Proceeds**
		€
Qualys Inc	150,000	12,382,392
Azbil Corp	300,000	9,708,872
Nemetschek SE	165,000	9,673,056
American Water Works Co Inc	72,500	9,441,998
Siemens Gamesa Renewable Energy SA	275,000	9,030,370
SolarEdge Technologies Inc	25,000	5,456,151
Kahoot! ASA	700,000	4,649,705
IDEXX Laboratories Inc	10,000	4,107,638
Alarm.com Holdings Inc	50,000	4,082,980
Spirax-Sarco Engineering Plc	25,000	3,436,210
Novocure Ltd	25,000	3,317,703
Badger Meter Inc	40,000	3,121,594
Pushpay Holdings Ltd	3,000,000	3,003,364
Xylem Inc/NY	35,000	2,995,190
Cochlear Ltd	17,500	2,432,617
Ormat Technologies Inc	20,000	1,948,385
Thule Group AB '144A'	50,000	1,855,124
RENOVA Inc	50,000	1,637,847

In accordance with Central Bank UCITS Regulations, this statement presents the aggregate purchases and aggregate sales of an investment exceeding 1% of total value of purchases or sales, respectively, for the period, or at a minimum the top 20 purchases and sales. The above represents all sales during the period.

MONTANARO SMALLER COMPANIES PLC

TOTAL EXPENSE RATIOS (ANNUALISED)

For the financial period ended 30 June 2021

The average total expense ratio table shows the annualised actual expenses incurred by each Fund during the financial reporting period, expressed as a percentage of the average NAV of that Fund for the corresponding financial period.

	Total expense ratio %
Montanaro European Smaller Companies Fund	
Euro Accumulation Class	1.57
Euro Class	1.58
Euro Institutional Accumulation Class	0.57
Euro Institutional Distribution Class	0.82
Sterling Class	1.58
Sterling Institutional Distribution Class	0.83
Swedish Krona Accumulation Class	1.58
US Dollar Class	1.58
Montanaro UK Income Fund	
Euro Class	0.82
Euro Seed Class	0.32
Sterling Accumulation Class	0.82
Sterling Class	0.82
Sterling Seed Class	0.32
Montanaro European Income Fund	
Euro Class	0.83
Sterling Accumulation Class	0.83
Sterling Class	0.83
Montanaro European MidCap Fund	
Euro Distribution Class	1.57
Euro Institutional Accumulation Class	0.82
Montanaro Global Innovation Fund (formerly Montanaro Select Fund)*	
Euro Accumulation Class**	N/A
Euro Distribution Class	0.11
Sterling Accumulation Class**	N/A
Sterling Distribution Class	0.11
Montanaro Better World Fund	
Euro Accumulation Class	0.91
Euro Distribution Class	0.92
Sterling Distribution Class	0.92
Swedish Krona Institutional Accumulation Class	0.57

*Effective 29 June 2021, the Montanaro Select Fund changed name to the Montanaro Global Innovation Fund.
**The Euro Accumulation Class and Sterling Accumulation Class of the Montanaro Global Innovation Fund were seeded on 30 June 2021. The launch of these Share Classes has been reflected within these financial statements.