

Omega Funds Investment Ltd

Risk Management Disclosures Year ended 31st December 2016

"This document has been prepared in accordance with the provisions of Title II ("Technical Criteria on Transparency and Disclosure"), Articles 435-455 of Regulation (EU) No 575/2013 of 2013 of the European Parliament and of the Council on prudential requirements for credit institutions and investment firms"

Signed for identification purposes only
Deloitte Limited

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1. Introduction & Scope of Application

- 1.1. Omega Funds Investment Ltd (hereinafter called the “Company”) is an investment firm regulated by the Cyprus Securities and Exchange Commission (License No. 102/09). The *Risk Management Disclosures* (hereinafter called “*the Disclosures*”) are provided to clients and potential clients and to all market participants in accordance with the provisions of Title II (“*Technical Criteria on Transparency and Disclosure*”), Articles 435-455 of Regulation (EU) No 575/2013 (hereinafter “*the Capital Requirements Regulation*” or “*the CRR*”) of 2013 of the European Parliament and of the Council on prudential requirements for credit institutions and investment firms.
- 1.2. The Company obtained its license to act as a Cypriot Investment Firm, on the 6th of August 2009. The information provided in the *Disclosures* is based on procedures followed by the senior management of the Company to identify, measure, monitor and manage risks for the year ended 31st December 2016 and on annual and other reports submitted to the competent authority, the Cyprus Securities and Exchange Commission (hereinafter called the “CySEC”), for the year under review. The Company’s reporting currency is the Euro.

2. License Information

The table below illustrates the current license information of the Company as at the time of preparation of the Disclosures.

		Investment services and activities								Ancillary services						
		1	2	3	4	5	6	7	8	1	2	3	4	5	6	7
Financial Instruments	1	✓	✓	✓	-	-	-	-	-	✓	✓			-		
	2	✓	✓	✓	-	-	-	-	-	✓	✓			-		
	3	✓	✓	✓	-	-	-	-	-	✓	✓			-		
	4	✓	✓	✓	-	-	-	-	-	✓	✓			-		
	5	✓	✓	✓	-	-	-	-	-	✓	✓			-		-
	6	✓	✓	✓	-	-	-	-	-	✓	✓	-	✓	-		-
	7	✓	✓	✓	-	-	-	-	-	✓	✓			-		-
	8	✓	✓	✓	-	-	-	-	-	✓	✓			-		
	9	✓	✓	✓	-	-	-	-	-	✓	✓			-		
	10	✓	✓	✓	-	-	-	-	-	✓	✓			-		-

3. The Company's Approach to Risk Management

- 3.1. In order to be sufficiently positioned to manage financial and non-financial risks in a company that operates in markets across the globe, offering both investment and ancillary services mostly in relation to transferable securities such as fixed income securities, exchange traded shares, over the counter instruments related to foreign exchange, repurchase and reverse repurchase agreements etc. to clients of international origin, the establishment and implementation of sound risk management policies and procedures is a necessity.
- 3.2. As a result of the aforementioned, the Company has indeed established an effective risk oversight structure and the necessary internal organisational controls to ensure that the identification and management of its financial and non-financial risks is being performed in an adequate manner, efficiently implements the necessary policies and procedures, sets and monitors relevant risk limits and complies with the requirements of applicable legislation.
- 3.3. The principal responsibilities of the Company's Board of Directors, the Senior Management, the Internal Auditor, and the Risk Management function in relation to the management of the Company's risks include the following:
- The Board reviews and discusses, during its meetings, the written reports prepared by the Risk Manager and identifies the risks faced by the Company;
 - The Company's Senior Management also reviews the written reports prepared by the Risk Manager, applies the decisions of the Board with respect to risk management and monitors whether all the Company's risk management procedures are followed;
 - The Internal Auditor evaluates the adequacy and effectiveness of the Company's internal control systems, policies and procedures with respect to risk management;
 - The Risk Manager ensures efficient management of the Company's risks in the provision of the investment and ancillary services to Clients, as well as the risks underlying the operation of the Company in general. Furthermore, the Risk Manager bears the responsibility to monitor the following:
 - the adequacy and effectiveness of the risk management policies and procedures that are in place,
 - the level of compliance by the Company and its relevant persons with the adopted policies and procedures, in addition to the Company's obligations stemming from applicable legislation, and