



LIQUIDATION REPORT
&
PLAN OF DISTRIBUTION
25 May 2018

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Himalayan Fund N.V. (i.l.)

open-end investment Fund (in Dutch: beleggingsmaatschappij met veranderlijk kapitaal)

Registered office:

c/o Inviqta
Legmeerdijk 182
1187 NJ Amstelveen
The Netherlands
Registration number at Dutch Chamber of Commerce: 33.216.642

Liquidators:

Ian McEvatt
Dwight Makins
Robert Meijer *
Karin van der Ploeg *

Administrator:

CACEIS Bank, Netherlands Branch
Gustav Mahlerlaan 310-B
1082 ME Amsterdam
The Netherlands

Depository

CACEIS Bank, Netherlands Branch
Gustav Mahlerlaan 310-B
1082 ME Amsterdam
The Netherlands

Custodian:

Citibank
3rd Floor, Trent House
G Block, Plot No 60
Bandra Kurla Complex
Bandra (East)
Mumbai - 400 051
India

Listing Agent / Bank:

KAS Bank N.V.

Auditor:

Mazars Paardekooper Hoffman Accountants N.V.
P.O. Box 7266
1007 JG Amsterdam

For information or Prospectus:

*Website: <http://www.himalayanfund.nl>
Email: himalayan@inviqta.nl
Phone: +31 (0) 20 641 1161*

* Dutch resident

Multiple year overview Himalayan Fund N.V. (i.l.)

	25-05-2018	31-12-2017	31-12-2016	31-12-2015	31-12-2014
Net Asset Value (USD x 1,000)					
Net Asset Value according to balance sheet	8,687	9,142	7,912	10,535	12,024
Less: value priority shares	14	14	14	14	14
	8,673	9,128	7,898	10,521	12,010
	2018	2017	2016	2015	2014
Profit and loss (USD x 1,000)					
Income from investments	35	74	99	100	218
Capital gains/losses	-69	3,117	-19	345	4,288
Expenses	-325	-484	-459	-491	-534
Total investment result	-359	2,707	-379	-46	3,972
Number of ordinary shares outstanding	133,878	135,290	162,323	207,748	235,416
Per ordinary share (USD)					
Net Asset Value share	64.78	67.47	48.66	50.64	51.01
Transaction price Euronext Amsterdam end of reporting period	-	67.05	48.32	50.45	49.44
Income from investments	0.26	0.55	0.61	0.48	0.93
Capital gains/losses	-0.52	23.04	-0.12	1.66	18.21
Expenses	-2.43	-3.58	-2.83	-2.36	-2.27
Total investment result	-2.69	20.01	-2.34	-0.22	16.87

Profile

General

Himalayan Fund N.V. (i.l.) (the "Fund") is an open-end investment company (in Dutch: beleggingsmaatschappij met veranderlijk kapitaal) incorporated under Dutch Law with its statutory seat in Amsterdam, The Netherlands. The Fund has 4,450,005 (of which 133,878 are outstanding) Ordinary Shares and 49,995 Priority Shares in issue. As a result of actions taken after the end of the Financial year 2017, the Fund is now in liquidation as per 5 April 2018 and the Directors have been appointed as Liquidators. The Liquidators calculated that the liquidation will give rise to additional costs of approximately USD 120,000.

Objective

The Fund's principal objective was to generate long-term capital appreciation for its shareholders by investing in the stock markets of the Indian sub-continent. The Fund invested only in the Indian stock markets; the discretion to invest a small proportion of the portfolio in contiguous markets has not been exercised for a long time. The Fund was registered as a Foreign Portfolio Investor (FPI) with the Securities and Exchange Board of India which enabled it to hold its own investments directly with its custodian, Citibank NA in Mumbai. A request to de-register as FPI has been submitted.

Open-end status

The Fund is classified as an open-end investment company in The Netherlands and its Ordinary Shares were traded weekly through the Euronext Fund Service of Euronext Amsterdam. Liquidity was assured by the Fund buying and selling its own shares in the market at a Transaction Price based on Net Asset Value and holding re-purchased shares in treasury pending re-sale. Trading on Euronext has been suspended as per 21 February 2018.

Management

The Fund is a self-managed fund: the Board of Directors undertook the management of the Fund with investment decisions taken by an Investment Committee of the Board. The Fund has entered into agreements with Mr. Ian McEvatt and IndAsia Fund Advisors Pvt.Ltd. in Mumbai. Both parties provided the Fund with research reports. Mr. McEvatt acted as convener of the Investment Committee, recorded its proceedings and prepared and circulated investment recommendations for approval and execution. He also wrote periodic market commentaries and regular monthly reports on the portfolio.

Registered office

The Fund has appointed Inviqta, a partnership of lawyers established in Amstelveen, The Netherlands, to provide domiciliation and company secretarial services.

Administrator

CACEIS Bank, Netherlands Branch established in Amsterdam, The Netherlands, has been appointed by the Fund as the Administrator of Himalayan Fund N.V. (i.l.) CACEIS Bank is an integral part of an international fund administration network operating under the CACEIS name.

Corporate Governance

The Board of Directors has adopted a Code of Governance (Principles on Fund Governance) practice which is available for downloading from the official website. The Fund did not actively use its voting rights at shareholder meetings of companies in which it had invested.

Taxation

In order to qualify as a Fiscal Investment Institution in The Netherlands, the Fund is obliged to distribute all of its fiscal income and will then be subject to 0% rate of Dutch corporate income tax on its profits. It is the intention that the Fund is managed in such a way as to maintain this status.

The Fund was registered as a Foreign Portfolio Investor with the Securities and Exchange Board of India: this enabled the Fund to enjoy the benefits of the tax treaty between India and The Netherlands, so that the proceeds of investment in India can be received free of tax.

For the benefit of UK investors, the Fund has registered with Her Majesty's Revenue and Customs (HMRC) as a Reporting Fund with effect from financial year 2011. Subject to regular reporting requirements, investment in the Fund by UK tax payers will enjoy equivalent treatment to domestic mutual funds for UK tax purposes. It is the Fund's intention to maintain compliance with the requirements of Reporting Fund status up until and including the financial year 2017.

When the Fund has held investments in Bangladesh and Sri Lanka in the past, dividends received have been subject to withholding tax which has been carried as an expense in the profit and loss account. No capital gains tax is levied in Sri Lanka; the Fund has been able to claim exemption from capital gains tax in Bangladesh due to its tax exempt status in The Netherlands.

Liquidators' Report and Plan of Distribution

Initiation to dissolve Himalayan Fund N.V. (i.l.)

On 21 February 2018 the Board of Himalayan Fund N.V. (i.l.) (the "Fund") decided to initiate the process of liquidating the Fund by issuing notices convening the necessary Shareholder Meetings. The purchase and re-purchase of Ordinary Shares on Euronext was suspended with immediate effect.

Extraordinary Meeting of Shareholders to cancel the listing on the London Stock Exchange

On 5 April 2018 two Extraordinary Meeting of Shareholders were held. In the first Extraordinary Meeting of Shareholders the proposal to cancel the Ordinary Shares from the Official List and from trading on the Main Market of the London Stock Exchange was approved by the Shareholders.

Under the UK Listing Authority's Listing Rules, a de-listing can only be effected by a company after securing a special resolution (requiring at least 75% approval of those shareholders who vote) in a general meeting and the expiration of a period of not less than 20 business days from the date of the shareholder approval. Under the London Stock Exchange's Admission and Disclosure Standards, the Company must advise the London Stock Exchange of the de-listing from the Main Market not less than 20 business days before the date it intends trading in the Ordinary Shares to be discontinued.

The delisting on the London Stock Exchange was effective on 4 May 2018.

Extraordinary Meeting of Shareholders to liquidate Himalayan Fund N.V.(i.l.)

In the other Extraordinary Meeting of Shareholders dated 5 April 2018 it was proposed to liquidate the Fund. In recent years the strategic options available to the Fund have been under regular review. The primary concern has increasingly been the inability to find a new strategic distribution partner capable of generating a sustained flow of new cash subscriptions to the Fund.

The Directors finally concluded that without assured new cash inflows, the Directors' ability to manage the Fund with firm control of the expense was uncertain. Accordingly, the Directors concluded that the best course of action would be to take advantage of the prevailing valuation level of the Indian stock markets to liquidate the Fund.

The single country investment fund was established in 1990 and had a listing on Euronext Amsterdam and the London Stock Exchange from the start. At the launch the Fund had over 100 million US Dollar under management which was augmented by a second share offering and market appreciation during the 1990's. Following its opening to purchase and repurchase of its Ordinary Shares in 2000, the value of funds under management decreased to around USD 9 million. The Board of Directors decided to close down the Fund because the current size can no longer support all the costs, in particular the accelerating costs related to governance and regulatory demands.

In the Extraordinary Meeting of Shareholders of 5 April 2018 the Shareholders approved the proposal to dissolve the Fund and the Directors were appointed as Liquidators of the Fund.

The following proposals were approved at this Extraordinary Meeting of Shareholders:

- Reappointment of Mazars Paardekooper Hoffman Accountants N.V. as the auditors of the Fund for the liquidation and authorization of the Board of Directors to fix their remuneration;
- Remuneration of the Board of Directors with effect from 1 January 2018 until the date of this meeting to be fixed at the same fee the Board has received for its services in 2017;
- Dissolution of the Fund (followed by liquidation of its assets and liabilities);
- Appointment of the Board as the liquidators of the Fund and fixing their remuneration at the same fee the Board has received for its services in 2017;
- Appointment of Maatschap Inviqta, Tax en Legal Support, a partnership registered with the chamber of commerce under number 34373769 as the person that will take custody of the books and records of the company and authorization of the liquidator to fix its remuneration;
- De-listing of Ordinary Shares from Euronext Amsterdam at a date to be determined by the liquidator;

Liquidation of the portfolio

Following the Shareholders' votes at the Extraordinary Meetings the Liquidators initiated the sale of the stocks in the portfolio. On 20 April 2018 the final trade was settled and all cash has been repatriated to The Netherlands in the Fund's base currency (USD).

Since the Shareholders cannot be repaid until (at least) two months after the publication of this Liquidation Report the Liquidators decided to put most of the funds on a deposit for two months so that the Shareholders may benefit from the interest. The Fund will receive an interest amount of \$ 29,622 for this.

India

The Liquidators started to close the bank accounts in India. SEBI, the Regulatory Supervisor in India has been requested to cancel the Fund's FPI registration in India.

Also the tax authorities in India have been informed of the liquidation of Himalayan Fund N.V. (i.l.) and the fact that the Fund will no longer invest in Indian capital markets in the future.

The Fund will have to file one more tax return in India for the assessment year 2018-2019.

The research agreement with, Indasia Fund Advisers Pte. Ltd. of Mumbai has been terminated with effect from 1 April 2018.

Filing of VAT and corporate tax return

The corporate tax return of 2018 will still have to be filed as well as the VAT return of 2018. It is estimated that the Fund will receive a VAT refund of EUR 23,000 for the year 2018.

Surrender of the license to AFM

When the final distribution has been paid to the Shareholders the Fund will surrender its license to the AFM.

Audit of the liquidation balance

Mazars will perform an audit on the liquidation balance. Mazars has estimated that the costs of the audit will amount to EUR 15,000 including VAT. The audit report will be published on the website of the Fund once it is available.

Administrator and depositary

CACEIS Bank, Netherlands Branch is the administrator of the Fund. The administrator and depositary will end its services after the final distribution.

Liquidators and service providers

The former Board has been appointed as Liquidators of the Fund. Dwight Makins and Robert Meijer have agreed to waive their fee as from 1 April 2018. Ian McEvatt and Karin van der Ploeg will be paid their Liquidators fee until 1 August 2018.

Ian McEvatt and Inviqta as service providers to the Fund will be paid their regular fees until 1 August 2018.

Insurance

There is a Directors' and Officers' and Professional Indemnity Insurance liability insurance in place and this insurance will be extended for the Liquidators until 1 September 2019.

Publications

The Fund has made and still has to make some mandatory publications. The estimation for these costs is around USD 6,745

Website

Since there is some important information for Shareholders published on the Website (www.himalayanfund.nl) the Liquidators have decided to keep the Website active until 1 April 2019. Shareholder who wish to receive information after that will have to turn to the Inviqta as keeper of the books and records.

Extra costs related to liquidation

The liquidators have calculated that the costs related specifically to the liquidation of the Fund amount to approximately USD 120,000.

Waiting term after publication-objections-final distribution

After the publication of this Liquidation Report a waiting term of 2 months starts in which creditors or parties so entitled may appeal against the distribution plan before a competent court. In the absence of any objections being filed all Shareholders will be compensated in cash based on the number of shares they hold. This will be done as soon as possible by means of a mandatory corporate action. Shareholders will not have to do anything for this as this is an automatic procedure. This corporate action will also be the final trading date on Euronext. Euronext will have to be paid a de-listing fee of EUR 10,000.

In case an appeal is filed against the distribution plan a new plan will have to be made and this will mean that costs will continue to accrue after 1 August 2018. This plan is based on the assumption that the Shareholders will be paid before 1 August 2018.

This Liquidation Balance will be deposited at the Trade register of the Chamber of Commerce in Amsterdam.

The final distribution to the shareholders will not be subject to withholding tax as this final distribution of the liquidation proceeds will be in the form of a repayment of the paid up capital as well as a repayment of the share premium reserve (from a tax perspective: the reinvestment reserve which reserve is also regarded as capital).

Custody of books and records

There is a legal obligation to keep the books of the company for a period of 7 years, for instance since the Dutch tax authorities may decide to do a tax audit within that period.

Maatschap Inviqta, Tax en Legal Support, a partnership registered with the Chamber of Commerce under number 34373769 was appointed as the person that will take custody of the books and records. Inviqta has been providing company secretarial and domiciliation services to the Fund since 1 August 2009 and will be paid a fee of EUR 15,000 to keep the books and to provide all secretarial services that still need to be done after 1 August 2018.

Annual General Meeting of Shareholders

The Annual General Meeting of Shareholders will be held on 14 June 2018.

Provision for unexpected events

The liquidator has made a provision for unexpected events of USD 15,000.

Deed of transfer

The Priority Shareholder, Iceman Capital Limited, is entitled to an amount of USD 14,230. The VAT refund of estimated EUR 23,000 will not be received by the Fund until after the final distribution. The Priority Shareholder therefore agreed to receipt of this amount once the tax refund has been received.

The bank account with Kasbank will have to remain open until receipt of the VAT refund, once received Iceman will receive the outstanding USD 14,320. The bank accounts of the Fund with Kasbank will be closed after receipt of VAT refund.

The provision of USD 15,000 and any other amounts that remain outstanding will be transferred to Iceman. Any unforeseen debts in the normal course of business that remain outstanding or will occur will be paid by Iceman. Iceman will only be required to pay any indebted amount until it reaches the provision amount together with the other amounts that remain outstanding. Debts (cumulative) that exceed this amount will not be recoverable from Iceman.

Distribution plan per Ordinary Share Himalayan Fund N.V. in liquidation as of May 25, 2018

The distribution is based on shareholders' equity as of May 25, 2018. The assets of the company in liquidation will be divided between the shareholders in proportion to the nominal amount of their shareholding, resulting in the following distribution:

Total Net Asset Value Himalayan Fund N.V. in liquidation	USD 8,673,000
Total outstanding number of Ordinary Shares	133,878
Net asset value per share	USD 64.78
Gross distribution per share:	USD 64.78
Calculation of net liquidation payment:	
Capital repayment nominal share capital per Ordinary Share:	USD 0.01
Liquidation payment:	
- share premium	USD 64.77
Dividend tax: not applicable*	
Net liquidation benefit:	USD 64.77
<i>Total net liquidation payment per Ordinary Share:</i>	<i>USD 64.78</i>

*The final distribution to the shareholders will not be subject to withholding tax as this final distribution of the liquidation proceeds will be in the form of a repayment of the paid up capital as well as a repayment of the share premium reserve (from a tax perspective: the reinvestment reserve which reserve is also regarded as capital).

Amsterdam, 25 May 2018

Liquidators
Ian McEvatt, Chairman
Dwight Makins
Robert Meijer
Karin van der Ploeg

Liquidation Accounts

Himalayan Fund N.V. (I.L.)

Balance sheet

(before profit appropriation)

	25-05-2018		31-12-2017
	USD	Notes	USD
Investments			
Securities	-	4.1	8,601,655
Other assets			
Cash at banks	8,821,804	5	604,514
Receivables			
Receivable on security transactions	-	6.1	-
Other receivables	57,071	6.2	-
	<u>57,071</u>		<u>-</u>
	57,071		-
Current liabilities (due within one year)			
Payable on security transactions	-	7.1	-
Due to redemptions	-	7.2	-
Other liabilities, accruals and deferred income	191,455	7.3	64,095
	<u>191,455</u>		<u>64,095</u>
Total current liabilities	191,455		64,095
Total of receivables and other assets less current liabilities	<u>8,687,420</u>		<u>540,419</u>
Total assets less current liabilities	<u>8,687,420</u>		<u>9,142,074</u>
Shareholders' equity			
Issued capital	17,263	8.1	17,254
Share premium	14,688,267	8.2	14,783,806
General reserve	-5,658,986	8.3	-8,366,342
Undistributed result current year	-359,124	8.4	2,707,356
	<u>8,687,420</u>		<u>9,142,074</u>
Total shareholders' equity	8,687,420		9,142,074
Net Asset Value per share	64.78		67.47

Profit & Loss account

	01-01-2018 25-05-2018 USD	Notes	01-01-2017 31-12-2017 USD
Income from investments			
Dividends	3,659	9.1	70,951
Interest income	31,066	9.2	18
Other income	<u>336</u>	9.3	<u>3,347</u>
	35,061		74,316
Capital gains/losses			
Result on investments	82,516	4	3,115,787
Other exchange differences	<u>-151,550</u>		<u>1,109</u>
	-69,034		3,116,896
Expenses			
Investment research fees	73,663	10.1	166,359
Other expenses	<u>251,488</u>	10.2	<u>317,497</u>
	325,151		483,856
Total investment result	<u>-359,124</u>		<u>2,707,356</u>
Total investment result per ordinary share	-2.68		20.01

Statement of Cash Flows

	01-01-2018 25-05-2018 USD	notes	01-01-2017 31-12-2017 USD
Cash flow from investing activities			
Income from investments	35,061	9	74,316
Expenses	<u>-325,151</u>	10	<u>-483,856</u>
Result of operations	-290,090		-409,540
Purchases of investments	-	4	-353,359
Sales of investments	<u>8,684,171</u>	4	<u>2,165,890</u>
	8,684,171		1,812,531
Change in short term receivables	-57,071	6	-
Change in current liabilities	<u>127,360</u>	7	<u>7,855</u>
	<u>70,289</u>		<u>7,855</u>
<i>Cash flow from investing activities</i>	8,464,370		1,410,846
Cash flow from financing activities			
Received on shares issued	1,909	8	75,752
Paid on shares purchased	<u>-97,439</u>	8	<u>-1,553,302</u>
<i>Cash flow from financing activities</i>	-95,530		-1,477,550
Other exchange differences	<u>-151,550</u>		<u>1,109</u>
Change in cash and cash equivalents	8,217,290		-65,595
Cash and cash equivalents as at 1 January	<u>604,514</u>		<u>670,109</u>
Cash and cash equivalents as at 25 May	<u>8,821,804</u>		<u>604,514</u>

Notes

1 General

Himalayan Fund N.V.(i.l.) ('the Fund') is an open-end investment company (in Dutch: beleggingsmaatschappij met veranderlijk kapitaal) incorporated under Dutch law and has its statutory seat in Amsterdam. The Fund is listed on Euronext Amsterdam. The Fund was listed on The London Stock Exchange until 5 May 2018.

To the extent possible given the nature of the Liquidation Accounts Title 9 book 2 of the Dutch Civil Code as well as Dutch Accounting Standard 170 is applied.

2. Principles of valuation

2.1 Investments

The investments are valued based on the following principles:

- listed securities are valued at the most recent stockmarket price as at the end of the accounting period which can be considered fair value;
- non or low marketable securities are, according to the judgement of the Investment Advisor, valued at the best effort estimated price, taking into account the standards which the Investment Advisor thinks fit for the valuation of such investments.

Expenses related to the purchase of investments are included in the cost of investments. Sales charges, if any, are deducted from gross proceeds and will be expressed in the capital gains/losses.

2.2 Foreign currency translation

Assets and liabilities in foreign currencies are translated into US dollars at the rate of exchange as at the balance sheet date. All exchange differences are taken to the profit and loss account. Income and expenses in foreign currencies are translated at the exchange rate as per transaction date.

Rates of exchange as at 16 May 2018, equivalent of 1 US dollar:

Euro	0.84843	Srilanka Rupee	158.15000
British Pound	0.74165	Bangladesh Taka	84.16506
Indian Rupee	67.82628		

2.3 Other assets and liabilities

Other assets and liabilities are stated at nominal value. If required, provisions have been taken for irrecoverable receivables.

2.4 Income recognition principles

The result is determined by deducting expenses from the proceeds of dividend, interest and other income in the period under review. The realized revaluations of investments are determined by deducting the purchase price from the sale proceeds. The unrealized revaluations of investments are determined by deducting the purchase price or the balance sheet value at the start of the period under review from the balance sheet value at the end of the period under review.

Brokerage fees payable on the acquisition of investments, if any, are considered to be part of the investments costs, and as a result, are not taken to the profit and loss account.

2.5 Cash flow statement

The Cash Flow statement has been prepared according to the indirect method.

Notes to the Balance sheet

	25-05-2018	31-12-2017
	USD	USD
4. Investments		
<i>4.1 Statement of changes in securities</i>		
Position as at 1 January	8,601,655	7,298,399
Purchases	-	353,359
Sales	-8,684,171	-2,165,890
Result on investments	<u>82,516</u>	<u>3,115,787</u>
Position as at 25 May	<u>-</u>	<u>8,601,655</u>
Historical cost	-	3,962,496

The portfolio comprised listed shares. The Fund had to move quickly to realise the best prices for the stocks to be liquidated and to avoid possible opportunistic pricing attempts by market counterparties. So the Fund had already moved to concentrate the portfolio in high quality, liquid stocks and holdings that could be liquidated efficiently in a short time. The portfolio value was approximately \$8.6 million at the time the EGM decided to start the liquidation of the Fund; In respect of this, according to a recent Batlivala and Karani weekly report and the Securities Exchange Board of India website, the average daily turnover in Indian stock markets is approximately \$6-7billion. The portfolio was sold over a period of 3 weeks to realise the best possible prices at the time.

The sale orders were evenly distributed amongst our three Brokers and prices realised were checked against volume weighted average prices on the day. The Liquidators believe that the sale prices achieved were fair at time of execution. The net proceeds were converted to the Fund's Base currency at a rate which was more favourable than more recent rates.

4.2 Transaction costs

The transaction costs for the purchase of investments are capitalized within the historical cost price and for sales the transaction costs are discounted from the sales price. Transaction costs for period in 2018 are USD 32,664 (2017: USD 9,654).

5. Cash at banks

This includes immediately due demand deposits at banks.

6. Receivables

6.1 Receivable on security transactions

These include transactions still unsettled as at the balance sheet date.

6.2 Other receivables

These include other transactions still unsettled as at the balance sheet date. On balance sheet date two amounts still need to be received. One is a receivable interest of USD 29,962 on a deposito (which has an interest rate of 2.00% and a maturity date of 9 July 2018). And the other is the VAT (USD 27,109) which needs to be received from the Dutch Tax Authorities.

7. Current liabilities (due within one year)

7.1 Payable on security transactions

These include transactions still unsettled as at the balance sheet date.

7.2 Due to redemptions

These include the debts in respect of the redemptions of shares Himalayan still unsettled as at the balance sheet date.

7.3 Other liabilities, accruals and deferred income

Payable investment research fee	28,500	8,852
Payable administration fee	21,943	5,270
Payable auditors fee	21,392	17,882
Other expenses payable	<u>119,620</u>	<u>32,091</u>
	<u>191,455</u>	<u>64,095</u>

8. Shareholders' equity

The authorised share capital of the Fund is EUR 60,000 (2017: EUR 60,000) and consists of:

- Ordinary shares of EUR 0.01 each	5,000,100
- Priority shares of EUR 0.20 each	49,995

See for distribution plan per Ordinary share page 8.

		25-05-2018	31-12-2017
	number	USD	USD
<i>8.1 Issued capital</i>			
Ordinary shares:			
Position as at 1 January	135,290	3,024	2,941
Sold	28	-	13
Purchased	-1,440	-14	-283
Revaluation		23	353
Position as at 25 May	<u>133,878</u>	<u>3,033</u>	<u>3,024</u>
Priority shares:			
Position as at 1 January	49,995	14,230	14,230
Sold	-	-	-
Revaluation		-	-
Position as at 25 May	<u>49,995</u>	<u>14,230</u>	<u>14,230</u>
Total issued capital		<u>17,263</u>	<u>17,254</u>

As at 25 May 2018 the issued and subscribed share capital amounts to:

		EUR	EUR
(Ordinary shares, par value EUR 0.01 (2017: EUR 0.01))	4,450,005	44,500	44,500
(Priority shares, par value EUR 0.20 (2017: EUR 0.20))	49,995	9,999	9,999
		<u>54,499</u>	<u>54,499</u>

The Fund became open-ended on 7 April 2000. As at 25 May 2018 a total of 4,316,127 Ordinary Shares have been purchased, meaning that 133,878 Ordinary Shares are still outstanding as at 25 May 2018. Ordinary Shares purchased by the Fund are directly charged against capital and share premium.

		USD	USD
<i>8.2 Share premium</i>			
Position as at 1 January		14,783,806	16,261,438
Received on shares sold		1,909	75,739
Paid on shares purchased		-97,425	-1,553,018
Revaluation of outstanding capital		-23	-353
Position as at 25 May		<u>14,688,267</u>	<u>14,783,806</u>

	25-05-2018	31-12-2017
	USD	USD
<i>8.3 General reserve</i>		
Position as at 1 January	-8,366,342	-7,987,889
Transferred from undistributed result	2,707,356	-378,453
	<hr/>	<hr/>
Position as at 25 May	-5,658,986	-8,366,342

<i>8.4 Undistributed result</i>		
Position as at 1 January	2,707,356	-378,453
Transferred to general reserve	-2,707,356	378,453
Total investment result	-359,124	2,707,356
	<hr/>	<hr/>
Position as at 25 May	-359,124	2,707,356

Three years Himalayan Fund N.V.

	25-05-2018	31-12-2017	31-12-2016
Net Asset Value (USD x 1,000)			
Net Asset Value according to balance sheet	8,687	9,142	7,912
Less: value priority shares	14	14	14
	<hr/>	<hr/>	<hr/>
	8,673	9,128	7,898
	<hr/>	<hr/>	<hr/>
Number of Ordinary Shares outstanding	133,878	135,290	162,323
Per Ordinary Share (USD)			
Net Asset Value share	64.78	67.47	48.66

Notes to the Profit & Loss account

9. Income from investments

9.1 Dividends

This refers to net cash dividends including withholding tax. Stock dividends are considered to be cost free shares. Therefore, stock dividends are not presented as income.

9.2 Interest income

Most of this amount was received on outstanding cash balances.

9.3 Other income

From 6 March 2009 this refers to the charges of 0.35% received on shares issued and repurchased. These costs are to cover transaction costs in relation with the purchase and sale of Ordinary Shares and are booked as an income for the Fund.

10. Expenses	01-01-2018	01-01-2017
	25-05-2018	31-12-2017
	USD	USD
10.1 Investment research fees		
Research Fee	69,759	161,550
Custody Fee and Charges	3,904	4,809
	<u>73,663</u>	<u>166,359</u>

Expenses directly related to the management of investments, like custody fees and transfer charges as well as other paying agent fees, are deducted from the result.

10.2 Other expenses

Administration Fees and Charges	38,596	59,381
Company Secretarial and Domiciliation Fees	21,358	34,227
Bank Expenses	54	161
Regulatory Fees and Charges	12,754	21,822
Listing Expenses	18,339	20,600
Audit Fees	29,477	22,447
Fiscal Advisory Fees	41,271	14,300
Advertising and Promotion	14,684	8,041
Listing Agent Fees	14,057	38,235
Directors Fees	21,212	63,228
Board Expenses	15,681	28,374
Fund liquidation guidance fees	20,224	20,000
Correspondent Bank fees	4,225	5,769
Miscellaneous	51,347	3,442
VAT reclaims previous years	-51,791	-22,530
	<u>251,488</u>	<u>317,497</u>

Audit fees include the audit of the liquidation report by the external auditor Mazars amounting to USD 17,680, VAT excluded (2017: USD 24,700).

The invoices in EUR and GBP that have not yet been paid at the date of the balance, have been converted with the exchange rates of 16 May 2018 (EUR in USD is 1.17865; GBP in USD is 1.348338). Since it concerns future payments the actual costs will be different but not material. Also the invoices are estimates and the actual costs may be different.

The Miscellaneous expenses mentioned under '10.2 Other expenses' relate to costs (EUR 11,000 is approximately USD 13,000) to be paid to Kasbank in their role as Listing agent. Inviqta has been providing company secretarial and domiciliation services to the Fund since 1 August 2009 and will be paid a fee of EUR 15,000 (is approximately USD 22,000) to keep the books and to provide all secretarial services that still need to be done after 1 August 2018. And last an amount of USD 15,000 has been taken into account for unforeseen costs. The provision of USD 15,000 and any other amounts that remain outstanding will be transferred to Iceman. Any unforeseen debts in the normal course of business that remain outstanding or will occur will be paid by Iceman. Iceman will only be required to pay any indebted amount until it reaches the provision amount together with the other amounts that remain outstanding. Debts (cumulative) that exceed this amount will not be recoverable from Iceman.

Ian McEvatt has received an annual fee of USD 114,000 for investment research and IndAsia Fund Advisors Pvt Ltd receives an annual fee of USD 48,000. The agreement with Indasia Fund Advisors Pvt.Ltd. has effectively been terminated as per 1 April 2018.

CACEIS Bank, Netherlands Branch is paid a fixed fee of EUR 50,000 per year for administration services. Inviqta has been appointed to provide domicile and company secretarial services to the Fund for a fixed fee of EUR 25,000 (VAT excluded) per year.

The Prospectus states that the remuneration of the Directors is subject to a limit of USD 100,000 in aggregate per year. In the EGM of 5 April 2018 it was decided to appoint the Directors as Liquidators of the Fund for the same remuneration the Directors received for their services in 2017. In 2017 the remuneration of the Directors was USD 63,429 (including VAT) in total. Dwight Makins and Robert Meijer agreed to waive their fee as from 1 April 2018. Directors/liquidators fees per person until 1 August 2018 are as follows: Ian McEvatt: USD 5,833 (2017: USD 10,000); Dwight Makins: USD 4,625 (2017: USD 18,500); Robert Meijer: USD 5,596 (2017: USD 22,453; Karin van der Ploeg***: USD 7,058 (2017: USD 12,100).

*** Karin van der Ploeg is a partner of Inviqta. It has been agreed that members of the Board who are also directors/partners of the service providers of the Fund receive a fixed annual management fee of USD 10,000. Board/liquidators expenses (exclusive) remuneration of the Board/Liquidators amount to USD 15,681 in 2018.

Employees

The Fund has no employees.

Appropriation of result

The result will be added to the general reserve. The final distribution to the shareholders will not be subject to withholding tax as this final distribution of the liquidation proceeds will be in the form of a repayment of the paid up capital as well as a repayment of the share premium reserve (from a tax perspective: the reinvestment reserve which reserve is also regarded as capital).

Amsterdam, 25 May 2018

Liquidators

Ian McEvatt, Chairman

Dwight Makins

Robert Meijer

Karin van der Ploeg

Other information

Personal interest

Mr. McEvatt is the beneficial owner of 15,000 Ordinary Shares of Himalayan Fund N.V. at the year end of 2017; the shares are held in a Self-Invested Pension Plan administered by Curtis Banks Ltd. under discretionary management at Charles Stanley Ltd. None of the other directors hold any shares in the Fund.

Special controlling rights

Special rights are assigned to holders of Priority Shares. The most important rights are:

- to submit a binding nomination for the appointment of the Directors
- to give their approval in advance of amendments in the Articles of Association, legal merger, legal split and dissolving the Fund.

The Priority Shares are all held in the name of Iceman Capital Ltd.

Priority Shares

During 2016 & 2017 49.995 Priority Shares were held by Iceman Capital Ltd. At the beginning of 2009 the nominal value of the Priority Shares was Eur 0.01 each. On 26 August 2009 the Articles of Association were amended and the nominal value of the Priority Shares was increased to Eur 0.20 each.

The directors of Iceman Capital Ltd. are Messrs. I. McEvatt, M.T. Cordwell, J.W. Owen.

Independent Auditor's report

Reference is made to the independent auditor's report included hereafter.



Himalayan Fund N.V. in liquidation is an investment company with variable capital
Legmeerdijk 182, 1187 NJ Amstelveen, The Netherlands
Telephone: +31 20 6411161, Fax number: +31 20 6411161
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