

LOM FUNDS SAC LTD.
FINANCIAL STATEMENTS
FOR THE YEAR ENDED DECEMBER 31, 2021

LOM FUNDS SAC LTD.

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Independent Auditor's Report

To the Board of Directors and Shareholders of
LOM Funds SAC Ltd.

Opinion

We have audited the financial statements of LOM Funds SAC Ltd.(the "Company"), which comprise the statement of assets and liabilities of LOM Money Market Fund USD, LOM Money Market Fund CAD, LOM Money Market Fund GBP, LOM Stable Income Fund USD, LOM Emerging Market Fund USD, LOM Fixed Income Fund USD, LOM Fixed Income Fund EUR, LOM Fixed Income Fund GBP, LOM Fixed Income Fund CAD, LOM Equity Growth Fund USD, LOM Balanced Fund and LOM Innovation and Opportunity Fund USD, including the condensed schedule of investments, as of December 31, 2021, and the related statements of operations and changes in net assets for the year then ended, and the related notes to the financial statements (collectively referred to as the "financial statements").

In our opinion, the accompanying financial statements present fairly, in all material respects, the financial position of the Company as of December 31, 2021, and the results of its operations and changes in its net assets for the year then ended in accordance with accounting principles generally accepted in the United States of America.

Basis for Opinion

We conducted our audit in accordance with auditing standards generally accepted in the United States of America (GAAS). Our responsibilities under those standards are further described in the Auditor's Responsibilities for the Audit of the Financial Statements section of our report. We are required to be independent of the Company and to meet our other ethical responsibilities, in accordance with the relevant ethical requirements relating to our audit. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinion.

Responsibilities of Management for the Financial Statements

Management is responsible for the preparation and fair presentation of the financial statements in accordance with accounting principles generally accepted in the United States of America, and for the design, implementation, and maintenance of internal control relevant to the preparation and fair presentation of financial statements that are free from material misstatement, whether due to fraud or error.

In preparing the financial statements, management is required to evaluate whether there are conditions or events, considered in the aggregate, that raise substantial doubt about the Company's ability to continue as a going concern for a period of one year after the date that the financial statements are available to be issued.

Auditor's Responsibilities for the Audit of the Financial Statements

Our objectives are to obtain reasonable assurance about whether the financial statements as a whole are free from material misstatement, whether due to fraud or error, and to issue an auditor's report that includes our opinion.

Reasonable assurance is a high level of assurance but is not absolute assurance and therefore is not a guarantee that an audit conducted in accordance with GAAS will always detect a material misstatement when it exists. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control. Misstatements are considered material if there is a substantial likelihood that, individually or in the aggregate, they would influence the judgment made by a reasonable user based on the financial statements.

Independent Auditor's Report (cont'd)

In performing an audit in accordance with GAAS, we:

- Exercise professional judgment and maintain professional skepticism throughout the audit.
- Identify and assess the risks of material misstatement of the financial statements, whether due to fraud or error, and design and perform audit procedures responsive to those risks. Such procedures include examining, on a test basis, evidence regarding the amounts and disclosures in the financial statements.
- Obtain an understanding of internal control relevant to the audit in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the Company's internal control. Accordingly, no such opinion is expressed.
- Evaluate the appropriateness of accounting policies used and the reasonableness of significant accounting estimates made by management, as well as evaluate the overall presentation of the financial statements.
- Conclude whether, in our judgment, there are conditions or events, considered in the aggregate, that raise substantial doubt about the Company's ability to continue as a going concern for a reasonable period of time.

We are required to communicate with those charged with governance regarding, among other matters, the planned scope and timing of the audit, significant audit findings, and certain internal control-related matters that we identified during the audit.

Deloitte Ltd.

June 16, 2022

LOM FUNDS SAC LTD.

STATEMENTS OF ASSETS AND LIABILITIES

AS OF DECEMBER 31, 2021

	LOM Money Market Fund \$ USD	LOM Money Market Fund \$ CAD	LOM Money Market Fund £ GBP	LOM Stable Income Fund \$ USD	LOM Emerging Market Fund \$ USD	LOM Fixed Income Fund \$ USD
Assets						
Investments in securities, at fair value (cost – \$12,139,058, C\$9,984,880, £0, \$41,828,831, \$2,351,484, \$77,383,666)	12,043,583	9,952,305	-	54,482,834	2,674,075	78,852,641
Cash	2,106,558	2,633,208	-	1,108,957	52,839	661,572
Dividends receivable	-	-	-	59,678	1,107	42,100
Interest receivable	122,573	54,314	-	41,130	-	492,205
Prepaid and other assets	1,612	706	-	2,710	72	4,225
Total Assets	14,274,326	12,640,533	-	55,695,309	2,728,093	80,052,743
Liabilities						
Derivative liabilities, at fair value (proceeds - \$0, C\$0, £0, \$0, \$0, \$0)	-	-	-	-	-	28,744
Management fees payable	8,472	5,260	-	199,452	13,712	196,806
Accounts payable and accrued liabilities	7,855	5,858	-	33,208	1,731	45,731
Total Liabilities	16,327	11,118	-	232,660	15,443	271,281
Net Assets	14,257,999	12,629,415	-	55,462,649	2,712,650	79,781,462

See the accompanying notes to the financial statements

LOM FUNDS SAC LTD.

STATEMENT OF ASSETS AND LIABILITIES (CONTINUED)

AS OF DECEMBER 31, 2021

	LOM Fixed Income Fund € EUR	LOM Fixed Income Fund £ GBP	LOM Fixed Income Fund \$ CAD	LOM Equity Growth Fund \$ USD	LOM Balanced Fund \$ USD	LOM Innovation and Opportunity Fund \$ USD
Assets						
Investments in securities, at fair value (cost - €807,795, £12,543,627, C\$10,132,086, \$36,118,322, \$3,268,364, \$5,832,007)	822,669	12,253,765	9,963,881	61,331,660	3,941,202	5,594,880
Cash	8,345	150,579	245,702	287,411	379,877	147,036
Dividends receivable	-	-	1,213	12,149	87	127
Interest receivable	5,280	179,122	78,264	-	-	-
Prepaid and other assets	65	400	650	2,095	129	3,005
Total Assets	836,359	12,583,866	10,289,710	61,633,315	4,321,295	5,745,048
Liabilities						
Derivative liabilities, at fair value (proceeds - €0, £0, C\$0, \$11,060, \$0, \$25,879)	-	4,141	6,940	6,600	-	38,370
Management fees payable	-	16,276	22,044	292,600	5,992	22,048
Accounts payable and accrued liabilities	496	7,288	5,560	36,905	2,105	4,328
Due to broker	-	-	-	-	245,072	-
Total Liabilities	496	27,705	34,544	336,105	253,169	64,746
Net Assets	835,863	12,556,161	10,255,166	61,297,210	4,068,126	5,680,302

See the accompanying notes to the financial statements

LOM FUNDS SAC LTD.

CONDENSED SCHEDULE OF INVESTMENTS – LOM MONEY MARKET FUND USD

AS OF DECEMBER 31, 2021

Quantity		Cost USD	Fair Value USD	% of Net Assets
INVESTMENT IN SECURITIES, AT FAIR VALUE- LEVEL 2				
CORPORATE BONDS				
	Australia			
	Financials	509,215	507,403	3.56%
	Bahrain			
	Financials	710,945	706,377	4.96%
	Canada			
	Financials	705,030	703,215	4.93%
	Finland			
	Financials	517,635	514,762	3.61%
	France			
	Financials	1,257,917	1,250,750	8.77%
	Italy			
800,000	Unicredit SPA Jan 22 6.572%	824,297	801,732	5.62%
	Japan			
	Financials	1,214,187	1,210,099	8.49%
	Qatar			
	Financials	710,525	708,757	4.97%
	Spain			
	Financials	703,840	703,412	4.93%
	Switzerland			
700,000	UBS AG Stamford CT Aug 22 7.625%	736,740	732,918	5.14%
	United Arab Emirates			
850,000	ADCBUH Float Feb 22	855,852	852,025	5.98%
	United Kingdom			
	Financials	611,937	600,497	4.21%
	United States of America			
843,000	Athene Global Funding Jan 22 4%	865,966	845,093	5.93%
	Others	662,579	655,558	4.60%
	Total for United States of America	1,528,545	1,500,651	10.53%
	Total for CORPORATE BONDS	10,886,665	10,792,598	75.70%
GOVERNMENT BONDS				
	United States of America	1,252,393	1,250,985	8.77%
	Total for GOVERNMENT BONDS	1,252,393	1,250,985	8.77%
	Total Investment in Securities	12,139,058	12,043,583	84.47%

See the accompanying notes to the financial statements

LOM FUNDS SAC LTD.

CONDENSED SCHEDULE OF INVESTMENTS – LOM MONEY MARKET FUND CAD

AS OF DECEMBER 31, 2021

Quantity		Cost CAD	Fair Value CAD	% of Net Assets
INVESTMENT IN SECURITIES, AT FAIR VALUE- LEVEL 2				
CORPORATE BONDS				
Canada				
Financials				
1,000,000	Bank Of Montreal Mar 22 2.12%	1,005,725	1,003,783	7.95%
1,000,000	Federation Des Caisses Jan 22 2.091%	1,007,955	1,000,849	7.93%
1,600,000	John Deere Canada Funding Inc May 22 2.05%	1,612,585	1,609,030	12.74%
1,000,000	National Bank Of Canada Jun 22 1.957%	1,008,755	1,009,202	7.99%
1,000,000	PSP Capital INC Jun 22 1.73%	1,013,425	1,008,194	7.98%
1,000,000	Royal Bank Of Canada Mar 22 1.968%	1,004,625	1,002,834	7.94%
	Others	206,812	200,569	1.59%
	Total for Financials	<u>6,859,882</u>	<u>6,834,461</u>	<u>54.12%</u>
Industrials				
800,000	General Elec Cap Canada Jan 22 4.6%	804,105	802,257	6.35%
1,000,000	GM Financial CAD Jun 22 2.6%	1,009,955	1,009,171	7.99%
	Total for Industrials	<u>1,814,060</u>	<u>1,811,428</u>	<u>14.34%</u>
	Total for Canada	<u>8,673,942</u>	<u>8,645,889</u>	<u>68.46%</u>
	Total for CORPORATE BONDS	<u>8,673,942</u>	<u>8,645,889</u>	<u>68.46%</u>
GOVERNMENT BONDS				
United States of America				
1,300,000	Wells Fargo & Company Apr 22 2.094%	1,310,938	1,306,416	10.34%
	Total for GOVERNMENT BONDS	<u>1,310,938</u>	<u>1,306,416</u>	<u>10.34%</u>
	Total Investment in Securities	<u>9,984,880</u>	<u>9,952,305</u>	<u>78.80%</u>

See the accompanying notes to the financial statements

LOM FUNDS SAC LTD.

CONDENSED SCHEDULE OF INVESTMENTS – LOM STABLE INCOME FUND

AS OF DECEMBER 31, 2021

	Cost USD	Fair Value USD	% of Net Assets
INVESTMENT IN SECURITIES, AT FAIR VALUE- LEVEL 1			
COMMON STOCKS			
Bermuda			
Industrials	374,275	406,800	0.73%
Canada			
Technology	281,984	439,078	0.79%
Ireland			
Healthcare	202,325	206,900	0.37%
Netherlands			
Energy	231,277	217,000	0.39%
United Kingdom			
Consumer, Non-Cyclicals	408,625	403,425	0.73%
Technology	310,850	311,250	0.56%
Utilities	159,181	200,258	0.36%
Total for United Kingdom	878,656	914,933	1.65%
United States of America			
Consumer, Cyclicals	1,545,100	2,719,283	4.90%
Consumer, Non-Cyclicals	1,787,047	2,923,456	5.27%
Energy	597,941	661,370	1.19%
Financials	6,026,303	7,417,789	13.38%
Healthcare	2,047,060	3,196,783	5.76%
Industrials	2,061,632	2,582,191	4.66%
Other Monetary Financial institution/ Money market funds	294,635	333,000	0.60%
Real estates	419,390	488,814	0.88%
Technology	2,455,217	5,633,670	10.16%
Utilities	3,020,750	3,973,270	7.17%
Total for United States of America	20,255,075	29,929,626	53.97%
Total for COMMON STOCKS	22,223,592	32,114,337	57.90%
EXCHANGE TRADED FUNDS			
United States of America			
Financials	6,685,909	8,671,484	15.63%
Total for EXCHANGE TRADED FUNDS	6,685,909	8,671,484	15.63%
PREFERRED STOCKS			
Bermuda			
Consumer, Non-Cyclicals	625,400	682,600	1.23%
Financials	451,909	518,240	0.94%
Total for Bermuda	1,077,309	1,200,840	2.17%
Marshall Islands			
Industrials	262,563	280,610	0.51%
United States of America			
Communications	650,857	694,600	1.25%
Consumer, Cyclicals	2,472,536	2,676,234	4.83%
Consumer, Non-Cyclicals	372,025	411,390	0.74%
Energy	503,320	504,400	0.91%
Financials	1,684,665	1,760,430	3.17%
Utilities	1,586,079	1,745,770	3.15%
Total for United States of America	7,269,482	7,792,824	14.05%
Total for PREFERRED STOCKS	8,609,354	9,274,274	16.73%
Total Investment in Securities	37,518,855	50,060,095	90.26%

See the accompanying notes to the financial statements

LOM FUNDS SAC LTD.

CONDENSED SCHEDULE OF INVESTMENTS – LOM STABLE INCOME FUND (CONTINUED)

AS OF DECEMBER 31, 2021

	Cost USD	Fair Value USD	% of Net Assets
INVESTMENT IN SECURITIES, AT FAIR VALUE- LEVEL 2			
ASSET BACKED SECURITIES			
Liberia			
Financials	133,564	173,813	0.31%
Total for ASSET BACKED SECURITIES	133,564	173,813	0.31%
CORPORATE BONDS			
Australia			
Financials	256,591	284,375	0.51%
United Kingdom			
Communications	506,050	511,250	0.92%
Financials	1,166,158	1,091,825	1.97%
Total for United Kingdom	1,672,208	1,603,075	2.89%
United States of America			
Communications	600,055	628,500	1.14%
Financials	1,146,533	1,204,976	2.17%
Industrials	501,025	528,000	0.95%
Total for United States of America	2,247,613	2,361,476	4.26%
Total for CORPORATE BONDS	4,176,412	4,248,926	7.66%
Total Investment in Securities	41,828,831	54,482,834	98.23%

See the accompanying notes to the financial statements

LOM FUNDS SAC LTD.

CONDENSED SCHEDULE OF INVESTMENTS – LOM EMERGING MARKET FUND

AS OF DECEMBER 31, 2021

Quantity		Cost USD	Fair Value USD	% of Net Assets
INVESTMENT IN SECURITIES, AT FAIR VALUE- LEVEL 1				
COMMON STOCKS				
	Cayman Islands			
	Technology	25,547	51,453	1.90%
	China			
	Consumer, Cyclical	52,592	55,542	2.05%
	Technology	65,373	66,546	2.45%
	Total for China	117,965	122,088	4.50%
	India			
	Technology	43,067	58,213	2.15%
	United States of America			
	Consumer, Cyclical	53,730	88,156	3.25%
	Energy	10,530	7,442	0.27%
	Financials	104,025	117,435	4.33%
	Technology	148,267	269,783	9.95%
	Total for United States of America	316,552	482,816	17.80%
	Total for COMMON STOCKS	503,131	714,570	26.35%
EXCHANGE TRADED FUNDS				
	United States of America			
	Financials			
5,600	Emerging Markets Internet & Ecommerce ETF	178,999	240,240	8.86%
4,000	Ishares MSCI Emerging Markets ETF	188,241	195,400	7.20%
7,000	Vanguard FTSE Emerging Market - ETF	347,322	346,220	12.76%
10,300	WisdomTree Emerging Markets High Dividend Fund	458,870	446,196	16.45%
	Others	674,921	731,449	26.96%
	Total for EXCHANGE TRADED FUNDS	1,848,353	1,959,505	72.23%
	Total Investment in Securities	2,351,484	2,674,075	98.58%

See the accompanying notes to the financial statements

LOM FUNDS SAC LTD.

CONDENSED SCHEDULE OF INVESTMENTS – LOM FIXED INCOME FUND USD

AS OF DECEMBER 31, 2021

	Cost USD	Fair Value USD	% of Net Assets
INVESTMENT IN SECURITIES, AT FAIR VALUE- LEVEL 1			
COMMON STOCKS			
Bermuda			
Financials	1,472,696	1,541,705	1.93%
United States of America			
Financials	9,346,044	9,629,542	12.07%
Real estates	850,025	881,280	1.10%
Utilities	329,312	341,120	0.43%
Total for United States of America	10,525,381	10,851,942	13.60%
Total for COMMON STOCKS	11,998,077	12,393,647	15.53%
EXCHANGE TRADED FUNDS			
United States of America			
Financials	1,615,379	1,617,720	2.03%
Total for EXCHANGE TRADED FUNDS	1,615,379	1,617,720	2.03%
MUTUAL FUNDS			
Ireland			
Mutual Fund	1,500,050	1,619,043	2.03%
Total for MUTUAL FUNDS	1,500,050	1,619,043	2.03%
PREFERRED STOCKS			
Bermuda			
Financials	886,011	917,560	1.15%
United States of America			
Communications	1,801,270	1,900,740	2.38%
Consumer, Cyclical	1,375,054	1,486,215	1.86%
Energy	381,764	378,300	0.47%
Financials	929,405	988,045	1.24%
Utilities	3,656,455	3,967,800	4.97%
Total for United States of America	8,143,948	8,721,100	10.92%
Total for PREFERRED STOCKS	9,029,959	9,638,660	12.07%
Total Investment in Securities	24,143,465	25,269,070	31.66%
INVESTMENT IN SECURITIES, AT FAIR VALUE- LEVEL 2			
ASSET BACKED SECURITIES			
Liberia			
Financials	1,675,725	1,506,375	1.89%
Total for ASSET BACKED SECURITIES	1,675,725	1,506,375	1.89%
CORPORATE BONDS			
Australia			
Financials	658,854	661,734	0.83%
Bermuda			
Consumer, Non-Cyclical	600,637	595,783	0.75%
Financials	1,006,315	1,056,726	1.32%
Industrials	1,489,693	1,623,862	2.04%
Total for Bermuda	3,096,645	3,276,371	4.11%

See the accompanying notes to the financial statements

LOM FUNDS SAC LTD.

CONDENSED SCHEDULE OF INVESTMENTS – LOM FIXED INCOME FUND USD (CONTINUED)

AS OF DECEMBER 31, 2021

	Cost USD	Fair Value USD	% of Net Assets
INVESTMENT IN SECURITIES, AT FAIR VALUE- LEVEL 2 (continued)			
CORPORATE BONDS (continued)			
Cayman Islands			
Communications	2,295,602	2,348,036	2.94%
Financials	628,970	630,488	0.79%
Total for Cayman Islands	<u>2,924,572</u>	<u>2,978,524</u>	<u>3.73%</u>
Germany			
Financials	1,135,150	1,125,079	1.41%
Italy			
Financials	482,195	474,719	0.60%
Japan			
Financials	1,381,275	1,376,562	1.73%
Mexico			
Financials	1,545,256	1,425,902	1.79%
Spain			
Financials	985,778	977,703	1.23%
Switzerland			
Services	1,209,050	1,227,600	1.54%
United Kingdom			
Communications	1,310,925	1,329,250	1.67%
Financials	2,522,129	2,651,172	3.32%
Total for United Kingdom	<u>3,833,054</u>	<u>3,980,422</u>	<u>4.99%</u>
United States of America			
Communications	1,375,940	1,360,328	1.71%
Consumer, Cyclical	2,009,430	2,014,959	2.53%
Consumer, Non-Cyclical	1,688,602	1,694,635	2.12%
Financials	20,159,296	20,169,098	25.28%
Industrials	3,728,749	3,851,811	4.83%
Technology	993,135	974,276	1.22%
Total for United States of America	<u>29,955,152</u>	<u>30,065,107</u>	<u>37.69%</u>
Total for CORPORATE BONDS	<u>47,206,981</u>	<u>47,569,723</u>	<u>59.65%</u>
GOVERNMENT BONDS			
United States of America			
Financials	50,488	50,497	0.06%
Total for GOVERNMENT BONDS	<u>50,488</u>	<u>50,497</u>	<u>0.06%</u>
MORTGAGE BACKED SECURITIES			
United Kingdom			
Financials	1,306,259	1,288,319	1.61%
United States of America			
Financials	3,000,748	3,168,657	3.97%
Total for MORTGAGE BACKED SECURITIES	<u>4,307,007</u>	<u>4,456,976</u>	<u>5.58%</u>
Total Investment in Securities	<u>77,383,666</u>	<u>78,852,641</u>	<u>98.84%</u>
DERIVATIVE LIABILITIES, AT FAIR VALUE			
FUTURES			
United States of America			
Financials	-	(28,744)	(0.04)%
Total for FUTURES	<u>-</u>	<u>(28,744)</u>	<u>(0.04)%</u>
Total Derivative liabilities, at fair value	<u>-</u>	<u>(28,744)</u>	<u>(0.04)%</u>

See the accompanying notes to the financial statements

LOM FUNDS SAC LTD.

CONDENSED SCHEDULE OF INVESTMENTS – LOM FIXED INCOME FUND EUR

AS OF DECEMBER 31, 2021

Quantity		Cost EUR	Fair Value EUR	% of Net Assets
INVESTMENT IN SECURITIES, AT FAIR VALUE- LEVEL 1				
EXCHANGE TRADED FUNDS				
Ireland				
12,296	PIMCO GIS-Euro Credit-INS AC	199,968	210,022	25.13%
	Others	28,034	27,799	3.32%
	Total for Ireland	<u>228,002</u>	<u>237,821</u>	<u>28.45%</u>
Luxembourg				
10,113	Fidelity-S Redca BF-Yaccourh	158,645	164,646	19.70%
	Total for EXCHANGE TRADED FUNDS	<u>386,647</u>	<u>402,467</u>	<u>48.15%</u>
INVESTMENT IN SECURITIES, AT FAIR VALUE- LEVEL 2				
CORPORATE BONDS				
France				
	Financials	28,220	25,668	3.07%
Germany				
	Financials			
50,000	Commerzbank AG Mar 26 4%	55,932	55,216	6.61%
	Others	25,200	25,954	3.10%
	Total for Germany	<u>81,132</u>	<u>81,170</u>	<u>9.71%</u>
United Kingdom				
Financials				
50,000	Natwest Markets PLC Jun 22 Floating	47,290	49,713	5.95%
100,000	Royal Bank of Scotland PLC Mar 26 Floating	102,900	104,179	12.46%
	Total for Financials	<u>150,190</u>	<u>153,892</u>	<u>18.41%</u>
Industrials				
100,000	Llyods BK Corp Mkts PLC Apr 26 2.375%	110,325	108,960	13.04%
	Total for United Kingdom	<u>260,515</u>	<u>262,852</u>	<u>31.45%</u>
United States of America				
Financials				
50,000	Goldman Sachs Group Inc Jul 22 1.375%	51,281	50,512	6.04%
	Total for CORPORATE BONDS	<u>421,148</u>	<u>420,202</u>	<u>50.27%</u>
	Total for Investment in Securities	<u>807,795</u>	<u>822,669</u>	<u>98.42%</u>

See the accompanying notes to the financial statements

LOM FUNDS SAC LTD.

CONDENSED SCHEDULE OF INVESTMENTS – LOM FIXED INCOME FUND GBP

AS OF DECEMBER 31, 2021

	Cost GBP	Fair Value GBP	% of Net Assets
INVESTMENT IN SECURITIES, AT FAIR VALUE- LEVEL 2			
COMMERCIAL MORTGAGE BACKED SECURITIES			
Bermuda			
Financials	117,753	111,519	0.89%
United Kingdom			
Financials	436,825	426,127	3.39%
Total for COMMERCIAL MORTGAGE BACKED SECURITIES	554,578	537,646	4.28%
CORPORATE BONDS			
Australia			
Utilities	224,087	215,000	1.71%
Denmark			
Financials	100,900	100,375	0.80%
France			
Financials	238,400	224,560	1.79%
Industrials	669,650	647,418	5.16%
Total for France	908,050	871,978	6.95%
Germany			
Basic Materials	100,325	101,277	0.81%
Consumer, Non-Cyclicals	304,795	300,621	2.39%
Total for Germany	405,120	401,898	3.20%
Ireland			
Industrials	328,915	315,174	2.51%
Italy			
Consumer, Non-Cyclicals	120,825	102,094	0.81%
Jersey			
Basic Materials	315,475	313,230	2.49%
Industrials	357,025	347,238	2.77%
Total for Jersey	672,500	660,468	5.26%
Mexico			
Energy	290,275	291,333	2.32%
Netherlands			
Consumer, Cyclicals	570,273	551,398	4.39%
Financials	331,921	315,915	2.52%
Total for Netherlands	902,194	867,313	6.91%
Spain			
Communications	321,655	312,372	2.49%
Financials	300,247	295,449	2.35%
Total for Spain	621,902	607,821	4.84%

See the accompanying notes to the financial statements

LOM FUNDS SAC LTD.

CONDENSED SCHEDULE OF INVESTMENTS – LOM FIXED INCOME FUND GBP (CONTINUED)

AS OF DECEMBER 31, 2021

	Cost GBP	Fair Value GBP	% of Net Assets
INVESTMENT IN SECURITIES, AT FAIR VALUE- LEVEL 2 (continued)			
CORPORATE BONDS (continued)			
United Arab Emirates			
Financials	299,425	291,525	2.32%
United Kingdom			
Basic Materials	688,250	671,541	5.35%
Communications	124,375	118,780	0.95%
Consumer, Cyclical	226,885	221,860	1.77%
Consumer, Non-Cyclical	650,864	634,209	5.05%
Energy	311,875	305,913	2.44%
Financials	2,056,935	2,036,174	16.22%
Utilities	538,041	531,174	4.23%
Total for United Kingdom	4,597,225	4,519,651	36.01%
United States of America			
Consumer, Cyclical	632,600	620,745	4.94%
Financials	615,110	604,872	4.81%
Technology	640,700	628,044	5.00%
Utilities	198,625	196,990	1.57%
Total for United States of America	2,087,035	2,050,651	16.32%
Total for CORPORATE BONDS	11,558,453	11,295,281	89.96%
GOVERNMENT BONDS			
Canada	299,821	300,180	2.39%
Netherlands	130,775	120,658	0.96%
Total for GOVERNMENT BONDS	430,596	420,838	3.35%
Total for Investment in Securities	12,543,627	12,253,765	97.59%
DERIVATIVE LIABILITIES, AT FAIR VALUE			
FUTURES			
United Kingdom			
Financials	-	(4,141)	(0.03)%
Total for FUTURES	-	(4,141)	(0.03)%
Total for Derivative Liabilities, at Fair Value	-	(4,141)	(0.03)%

See the accompanying notes to the financial statements

LOM FUNDS SAC LTD.

CONDENSED SCHEDULE OF INVESTMENTS – LOM FIXED INCOME FUND CAD

AS OF DECEMBER 31, 2021

	Cost CAD	Fair Value CAD	% of Net Assets
INVESTMENT IN SECURITIES, AT FAIR VALUE- LEVEL 1			
COMMON STOCKS			
Canada			
Financials	408,498	412,560	4.02%
Total for COMMON STOCKS	<u>408,498</u>	<u>412,560</u>	<u>4.02%</u>
PREFERRED STOCKS			
Canada			
Energy	101,068	101,240	0.99%
Total for PREFERRED STOCKS	<u>101,068</u>	<u>101,240</u>	<u>0.99%</u>
Total Investment in Securities	<u>509,566</u>	<u>513,800</u>	<u>5.01%</u>
INVESTMENT IN SECURITIES, AT FAIR VALUE- LEVEL 2			
ASSET BACKED SECURITIES			
Canada			
Financials	750,003	753,403	7.35%
Total for ASSET BACKED SECURITIES	<u>750,003</u>	<u>753,403</u>	<u>7.35%</u>
CORPORATE BONDS			
Canada			
Consumer, Cyclicals	103,413	102,341	1.00%
Energy	191,025	205,500	2.00%
Financials	3,962,161	3,862,115	37.66%
Industrials	1,249,458	1,225,877	11.95%
Services	416,144	410,144	4.00%
Utilities	418,498	414,612	4.04%
Total for Canada	<u>6,340,699</u>	<u>6,220,589</u>	<u>60.65%</u>
Jersey			
Financials	319,552	310,377	3.03%
United States of America			
Financials	1,264,900	1,231,398	12.01%
Technology	634,327	629,463	6.14%
Utilities	313,039	304,851	2.97%
Total for United States of America	<u>2,212,266</u>	<u>2,165,712</u>	<u>21.12%</u>
Total for CORPORATE BONDS	<u>8,872,517</u>	<u>8,696,678</u>	<u>84.80%</u>
Total Investment in Securities	<u>10,132,086</u>	<u>9,963,881</u>	<u>97.16%</u>
DERIVATIVE LIABILITIES, AT FAIR VALUE			
FUTURES			
Canada			
Financials	-	(6,940)	(0.07)%
Total for FUTURES	<u>-</u>	<u>(6,940)</u>	<u>(0.07)%</u>
Total Derivative liabilities, at fair value	<u>-</u>	<u>(6,940)</u>	<u>(0.07)%</u>

See the accompanying notes to the financial statements

LOM FUNDS SAC LTD.

CONDENSED SCHEDULE OF INVESTMENTS – LOM EQUITY GROWTH FUND

AS OF DECEMBER 31, 2021

Quantity		Cost USD	Fair Value USD	% of Net Assets
INVESTMENT IN SECURITIES, AT FAIR VALUE- LEVEL 1				
COMMON STOCKS				
	China			
	Technology	165,933	145,750	0.24%
	Ireland			
	Healthcare	170,290	206,900	0.34%
	Technology	313,676	1,160,740	1.89%
	Total for Ireland	<u>483,966</u>	<u>1,367,640</u>	<u>2.23%</u>
	United Kingdom			
	Consumer, Non-Cyclicals	187,667	188,265	0.31%
	United States of America			
	Basic Materials	877,719	1,001,520	1.63%
	Consumer, Cyclicals	4,309,303	6,873,393	11.21%
	Consumer, Non-Cyclicals	1,430,468	2,507,316	4.09%
	Energy	466,355	490,660	0.80%
	Financials	3,707,244	6,030,865	9.84%
	Funds	348,630	542,320	0.88%
	Healthcare	3,021,474	5,641,963	9.20%
	Industrials	2,559,485	3,227,380	5.27%
	Other Monetary Financial institution/ Money market funds	497,875	693,750	1.13%
	Technology			
1,100	Alphabet Inc	851,076	3,182,949	5.19%
	Others	7,374,883	16,147,083	26.35%
	Total for Technology	<u>8,225,959</u>	<u>19,330,032</u>	<u>31.54%</u>
	Utilities	561,313	622,790	1.02%
	Total for United States of America	<u>26,005,825</u>	<u>46,961,989</u>	<u>76.61%</u>
	Total for COMMON STOCKS	<u>26,843,391</u>	<u>48,663,644</u>	<u>79.39%</u>
EXCHANGE TRADED FUNDS				
	United States of America			
	Financials	9,274,931	12,668,016	20.67%
	Total for EXCHANGE TRADED FUNDS	<u>9,274,931</u>	<u>12,668,016</u>	<u>20.67%</u>
	Total Investment in Securities	<u>36,118,322</u>	<u>61,331,660</u>	<u>100.06%</u>
DERIVATIVE LIABILITIES, AT FAIR VALUE				
OPTIONS				
	United States of America			
	Technology	(11,060)	(6,600)	(0.01)%
	Total for OPTIONS	<u>(11,060)</u>	<u>(6,600)</u>	<u>(0.01)%</u>
	Total Derivative Liabilities, at Fair Value	<u>(11,060)</u>	<u>(6,600)</u>	<u>(0.01)%</u>

See the accompanying notes to the financial statements

LOM FUNDS SAC LTD.

CONDENSED SCHEDULE OF INVESTMENTS – LOM BALANCED FUND

AS OF DECEMBER 31, 2021

Quantity		Cost USD	Fair Value USD	% of Net Assets
INVESTMENT IN SECURITIES, AT FAIR VALUE- LEVEL 1				
COMMON STOCKS				
	United States of America			
	Funds	125,340	141,003	3.46%
	Total for COMMON STOCKS	<u>125,340</u>	<u>141,003</u>	<u>3.46%</u>
EXCHANGE TRADED FUNDS				
	Ireland			
	Financials	101,750	121,569	2.99%
	United States of America			
5,321	Vanguard FTSE Emerging Markets - ETF	248,276	263,177	6.47%
4,361	Vanguard FTSE Europe - ETF	288,341	297,595	7.32%
590	Vanguard S&P 500 ETF (US)	242,387	257,576	6.33%
	Others	790,250	957,811	23.54%
	Total for United States of America	<u>1,569,254</u>	<u>1,776,159</u>	<u>43.66%</u>
	Total for EXCHANGE TRADED FUNDS	<u>1,671,004</u>	<u>1,897,728</u>	<u>46.65%</u>
INVESTMENT IN SECURITIES, AT FAIR VALUE- AT NAV PER SHARE				
MUTUAL FUNDS				
	Bermuda			
32,588	LOM Equity Growth Fund	389,123	740,768	18.21%
43,608	LOM Stable Income Fund	463,162	536,475	13.19%
	Total for Bermuda	<u>852,285</u>	<u>1,277,243</u>	<u>31.40%</u>
	Ireland			
9,885	PIMCO-US HYL BD-USDINST ACC	397,701	403,405	9.92%
	United States of America			
	Mutual Fund	222,034	221,823	5.45%
	Total for MUTUAL FUNDS	<u>1,472,020</u>	<u>1,902,471</u>	<u>46.77%</u>
	Total Investment in Securities	<u>3,268,364</u>	<u>3,941,202</u>	<u>96.88%</u>

See the accompanying notes to the financial statements

LOM FUNDS SAC LTD.

CONDENSED SCHEDULE OF INVESTMENTS – LOM INNOVATION & OPPORTUNITY FUND

AS OF DECEMBER 31, 2021

Quantity		Cost USD	Fair Value USD	% of Net Assets
INVESTMENT IN SECURITIES, AT FAIR VALUE- LEVEL 1				
COMMON STOCKS				
	Canada			
	Technology	43,869	55,096	0.97%
	Israel			
	Technology	28,102	38,480	0.68%
	Switzerland			
	Healthcare	43,084	25,007	0.44%
	United Kingdom			
	Industrials	44,556	64,148	1.13%
	United States of America			
	Basic Materials	190,558	161,410	2.84%
	Consumer, Cyclical	512,747	509,271	8.97%
	Consumer, Non-Cyclical	42,793	44,698	0.79%
	Energy	30,307	27,170	0.48%
	Financials			
9,300	Ark Innovation EQ	1,115,373	879,687	15.49%
1,470	Invesco QQQ Trust Series 1	484,011	584,840	10.30%
	Others	61,010	67,451	1.18%
	Total for Financials	1,660,394	1,531,978	26.97%
	Healthcare	315,295	243,883	4.29%
	Industrials	526,149	470,709	8.29%
	Real estates	58,468	29,052	0.51%
	Technology	759,840	690,146	12.15%
	Total for United States of America	4,096,551	3,708,317	65.29%
	Total for COMMON STOCKS	4,256,162	3,891,048	68.51%
EXCHANGE TRADED FUNDS				
	United States of America			
	Financials			
3,500	Invesco S&P Smallcap 600 Revenue ETF	313,870	336,805	5.93%
6,870	Vanguard - Small Cap Value ETF	1,145,613	1,228,700	21.63%
	Others	116,362	138,327	2.44%
	Total for Financials	1,575,845	1,703,832	30.00%
	Total for EXCHANGE TRADED FUNDS	1,575,845	1,703,832	30.00%
	Total Investment in Securities	5,832,007	5,594,880	98.51%
DERIVATIVE LIABILITIES, AT FAIR VALUE				
OPTIONS				
	United States of America			
	Financials	(25,879)	(38,370)	(0.68)%
	Total for OPTIONS	(25,879)	(38,370)	(0.68)%
	Total Derivative Liabilities, at Fair Value	(25,879)	(38,370)	(0.68)%

See the accompanying notes to the financial statements

LOM FUNDS SAC LTD.

STATEMENTS OF OPERATIONS

FOR THE YEAR ENDED DECEMBER 31, 2021

	LOM Money Market Fund \$ USD	LOM Money Market Fund \$ CAD	LOM Money Market Fund £ GBP	LOM Stable Income Fund \$ USD	LOM Emerging Market Fund \$ USD	LOM Fixed Income Fund \$ USD
Investment income						
Interest income	572,904	276,401	3,970	198,670	255	1,807,957
Dividends, net of withholding taxes (\$0, C\$0, £0, \$253,826, \$19,747, \$7,060)	-	-	-	1,579,325	50,002	1,172,635
Total investment income	572,904	276,401	3,970	1,777,995	50,257	2,980,592
Expenses						
Interest expense	-	-	-	-	-	39
Management fees	102,683	72,870	97	751,808	50,544	763,973
Audit fees	10,416	6,633	19	22,385	1,059	34,468
Miscellaneous expenses	37,746	25,818	243	107,995	5,358	148,538
Total expenses	150,845	105,321	359	882,188	56,961	947,018
Management fees waived	(49,323)	(47,950)	(48)	-	-	-
Net expenses	101,522	57,371	311	882,188	56,961	947,018
Net investment income/(loss)	471,382	219,030	3,659	895,807	(6,704)	2,033,574
Realized and change in unrealized gain/(loss) on investments						
Net realized gain/(loss) on investments	(497,045)	(240,325)	(31,936)	553,918	(56,702)	(168,345)
Net change in unrealized gain/(loss) on investments	32,628	23,868	21,735	5,175,964	(231,380)	410,020
Net realized and change in unrealized gain/(loss) on investments	(464,417)	(216,457)	(10,201)	5,729,882	(288,082)	241,675
Net increase/(decrease) in net assets resulting from operations	6,965	2,573	(6,542)	6,625,689	(294,786)	2,275,249

See the accompanying notes to the financial statements

LOM FUNDS SAC LTD.

STATEMENTS OF OPERATIONS (CONTINUED)

FOR THE YEAR ENDED DECEMBER 31, 2021

	LOM Fixed Income Fund € EUR	LOM Fixed Income Fund £ GBP	LOM Fixed Income Fund \$ CAD	LOM Equity Growth Fund \$ USD	LOM Balanced Fund \$ USD	LOM Innovation and Opportunity Fund \$ USD
Investment income						
Interest income	7,688	356,577	321,576	269	-	145
Dividends, net of withholding taxes (€0, £0, C\$1,644, \$206,952, \$6,997, \$13,987)	818	-	10,958	495,049	30,952	35,578
Total investment income	8,506	356,577	332,534	495,318	30,952	35,723
Expenses						
Interest expense	187	1,446	1,713	46	6	270
Management fees	-	58,592	101,322	1,044,789	19,337	65,246
Audit fees	434	4,190	4,841	22,696	1,082	2,198
Miscellaneous expenses	1,853	19,925	20,494	111,537	6,129	11,847
Total expenses	2,474	84,153	128,370	1,179,068	26,554	79,561
Management fees waived	-	-	-	-	-	-
Net expenses	2,474	84,153	128,370	1,179,068	26,554	79,561
Net investment income/(loss)	6,032	272,424	204,164	(683,750)	4,398	(43,838)
Realized and change in unrealized gain/(loss) on investments						
Net realized gain/(loss) on investments	913	(105,101)	47,284	679,507	285,104	75,836
Net change in unrealized gain/(loss) on investments	(16,583)	(314,364)	(391,320)	10,721,038	130,326	(249,619)
Net realized and change in unrealized gain/(loss) on investments	(15,670)	(419,465)	(344,036)	11,400,545	415,430	(173,783)
Net increase/(decrease) in net assets resulting from operations	(9,638)	(147,041)	(139,872)	10,716,795	419,828	(217,621)

See the accompanying notes to the financial statements

LOM FUNDS SAC LTD.

STATEMENTS OF CHANGES IN NET ASSETS

FOR THE YEAR ENDED DECEMBER 31, 2021

	LOM Money Market Fund \$ USD	LOM Money Market Fund \$ CAD	LOM Money Market Fund £ GBP	LOM Stable Income Fund \$ USD	LOM Emerging Market Fund \$ USD	LOM Fixed Income Fund \$ USD
Net increase/(decrease) in net assets resulting from operations						
Net investment income/(loss)	471,382	219,030	3,659	895,807	(6,704)	2,033,574
Net realized gain/(loss) on investments	(497,045)	(240,325)	(31,936)	553,918	(56,702)	(168,345)
Net change in unrealized gain/(loss) on investments	32,628	23,868	21,735	5,175,964	(231,380)	410,020
Net increase/(decrease) in net assets resulting from operations	6,965	2,573	(6,542)	6,625,689	(294,786)	2,275,249
Capital share transactions						
Issuance of non-restricted, voting Participating Shares	5,112,665	15,843,023	-	9,006,816	1,314,126	12,514,351
Redemption of non-restricted, voting Participating Shares	(23,333,393)	(18,075,991)	(2,923,592)	(2,724,951)	(144,849)	(6,533,033)
Dividends distributed	-	-	-	(1,530,544)	-	-
Net increase/(decrease) in net assets from capital share transactions	(18,220,728)	(2,232,968)	(2,923,592)	4,751,321	1,169,277	5,981,318
Net increase/(decrease) in net asset during the year	(18,213,763)	(2,230,395)	(2,930,134)	11,377,010	874,491	8,256,567
Net assets at beginning of year	32,471,762	14,859,810	2,930,134	44,085,639	1,838,159	71,524,895
Net assets at end of year	14,257,999	12,629,415	-	55,462,649	2,712,650	79,781,462

See the accompanying notes to the financial statements

LOM FUNDS SAC LTD.

STATEMENTS OF CHANGES IN NET ASSETS (CONTINUED)

FOR THE YEAR ENDED DECEMBER 31, 2021

	LOM Fixed Income Fund € EUR	LOM Fixed Income Fund £ GBP	LOM Fixed Income Fund \$ CAD	LOM Equity Growth Fund \$ USD	LOM Balanced Fund \$ USD	LOM Innovation and Opportunity Fund \$ USD
Net increase/(decrease) in net assets resulting from operations						
Net investment income/(loss)	6,032	272,424	204,164	(683,750)	4,398	(43,838)
Net realized gain/(loss) on investments	913	(105,101)	47,284	679,507	285,104	75,836
Net change in unrealized gain/(loss) on investments	(16,583)	(314,364)	(391,320)	10,721,038	130,326	(249,619)
Net increase/(decrease) in net assets resulting from operations	(9,638)	(147,041)	(139,872)	10,716,795	419,828	(217,621)
Capital share transactions						
Issuance of non-restricted, voting Participating Shares	19,710	12,457,392	3,293,479	15,218,196	1,694,898	6,878,463
Redemption of non-restricted, voting Participating Shares	(129,743)	(2,699,217)	(5,922,805)	(3,029,418)	(275,141)	(980,540)
Net increase/(decrease) in net assets from capital share transactions	(110,033)	9,758,175	(2,629,326)	12,188,778	1,419,757	5,897,923
Net increase/(decrease) in net asset during the year	(119,671)	9,611,134	(2,769,198)	22,905,573	1,839,585	5,680,302
Net assets at beginning of year	955,534	2,945,027	13,024,364	38,391,637	2,228,541	-
Net assets at end of year	835,863	12,556,161	10,255,166	61,297,210	4,068,126	5,680,302

See the accompanying notes to the financial statements

LOM FUNDS SAC LTD.

NOTES TO THE FINANCIAL STATEMENTS

FOR THE YEAR ENDED DECEMBER 31, 2021

NOTE 1 - NATURE OF THE COMPANY

ORGANIZATION

LOM Funds SAC Ltd. (the “Company”) was incorporated in Bermuda as a segregated accounts company pursuant to the Companies Act of 1981 (as amended) and registered under the Segregated Accounts Companies Act 2000, as amended, on November 28, 2011, and began operations on January 2, 2012. The names of the segregated accounts each, a “Segregated Account”, collectively (the “Funds”) are as follows:

- LOM Money Market Fund USD
- LOM Money Market Fund CAD
- LOM Money Market Fund GBP (suspended its operations on January 12, 2021)
- LOM Stable Income Fund
- LOM Emerging Market Fund
- LOM Fixed Income Fund USD
- LOM Fixed Income Fund EUR
- LOM Fixed Income Fund GBP
- LOM Fixed Income Fund CAD
- LOM Equity Growth Fund
- LOM Balanced Fund
- LOM Innovation and Opportunity Fund

As a segregated accounts company, the Company is permitted to create Segregated Accounts in order to segregate the assets and liabilities that are held within or on behalf of a particular Segregated Account from the assets and liabilities of any other Segregated Account and from the Company’s general assets and liabilities. Segregated Account assets are only available and may only be used to meet liabilities to creditors in respect of a particular Segregated Account and are not available to meet liabilities to creditors in respect of other Segregated Accounts or to general creditors of the Company. As of December 31, 2021, there were eleven Segregated Accounts, all of which are within these financial statements.

LOM Money Market Fund GBP was put on hold on January 13, 2021. The Segregated Account liquidated all its holdings and Investor Capital was redeemed at the last issued NAV on January 12, 2021 and have been paid in full. The Segregated Account has suspended its operations, as approved by Management, until such time as market conditions and specifically interest rates make it viable to resume. The Segregated Account had a Nil NAV as on December 31, 2021, while the operations during the year have been presented in these financial statements. All the statements of this Segregated Account are presented on a liquidation basis.

LOM Innovation and Opportunity Fund was incorporated with an issue of Investor Capital on March 19, 2021.

Capitalized terms herein have been defined in the company’s Information Memorandum, or in a segregated Account’s Class Supplement unless otherwise noted.

Each Segregated Account has its own investment objective and strategy.

LOM FUNDS SAC LTD.

NOTES TO THE FINANCIAL STATEMENTS

FOR THE YEAR ENDED DECEMBER 31, 2021

NOTE 1 - NATURE OF THE COMPANY (CONTINUED)

The LOM Money Market Fund USD is a money market fund designed to preserve investors' capital and liquidity while providing, through active management, a return in line with US Dollar short-term money rates.

The LOM Money Market Fund CAD is a money market fund designed to preserve investors' capital and liquidity while providing, through active management, a return in line with Canadian Dollar short-term money rates.

The LOM Money Market Fund GBP is a money market fund designed to preserve investors' capital and liquidity while providing, through active management, a return in line with Pound Sterling short-term money rates.

The investment objective of the LOM Stable Income Fund is to generate premium returns over full market cycles and protect the purchasing power and principal of the LOM Stable Income Fund while providing relatively high levels of monthly current income through the purchase of attractively valued, higher yielding securities.

The investment objective of the LOM Emerging Market Fund is to provide long-term capital appreciation by investing in securities domiciled in and/or deriving the majority of their revenues from emerging market countries as popularly defined. The Fund invests in emerging markets through individual securities, American depository receipts (ADR's) and exchange-traded funds (ETF's).

The investment objective of the LOM Fixed Income Fund USD is to achieve above-average long-term absolute returns while controlling risk through an effective program of diversification when considered prudent and through an asset allocation strategy with an emphasis on fixed income securities with a focus on the United States.

The investment objective of the LOM Fixed Income Fund EUR is to achieve above-average long-term absolute returns while controlling risk through an effective program of diversification when considered prudent and through an asset allocation strategy with an emphasis on fixed income securities with a focus on the European region.

The investment objective of the LOM Fixed Income Fund GBP is to achieve above-average long-term absolute returns while controlling risk through an effective program of diversification when considered prudent and through an asset allocation strategy with an emphasis on fixed income securities with a focus on the UK and European regions.

The investment objective of the LOM Fixed Income Fund CAD is to achieve above-average long-term absolute returns while controlling risk through an effective program of diversification when considered prudent and through an asset allocation strategy with an emphasis on fixed income securities with a focus on Canada.

LOM FUNDS SAC LTD.

NOTES TO THE FINANCIAL STATEMENTS

FOR THE YEAR ENDED DECEMBER 31, 2021

NOTE 1 - NATURE OF THE COMPANY (CONTINUED)

The investment objective of the LOM Equity Growth Fund is to achieve above-average long-term capital appreciation and dividend income while controlling risk through diversification by company, industry, and region. The LOM Equity Growth Fund invests primarily in the quoted equities of larger capitalisation global companies and in exchange traded funds.

The investment objective of the LOM Balanced Fund is to achieve above-average long-term appreciation of capital while controlling risk by primarily purchasing mutual funds and exchange traded funds, whilst maintaining disciplined and effective money management strategies.

The investment objective of the LOM Innovation and Opportunity Fund is to achieve above-average long-term capital appreciation through investment in attractive sectors and subsectors of the equity markets. The Fund will invest in individual securities or third-party mutual funds including exchange-traded-funds (ETFs).

Each Segregated Account is listed on the Bermuda Stock Exchange.

LOM Asset Management Limited (“LOMAM” or the “Investment Manager”) (a related party to the Company) acts as the Investment Manager and owns 100% of the Organisational Shares (Note 4). Global Custody and Clearing Limited (the “Custodian”) (a related party to the Company) acts as paying agent and custodian to the Company. Certain directors of the Company are also principals, directors and officers of companies affiliated with LOMAM and the Custodian.

The Company is classified as an investment company as defined in Accounting Standards update (“ASU”) 2013-08, Investment Companies (Topic 946): Amendments to the scope, measurement and Disclosure Requirements. The Company applies the guidance set forth in Accounting Standards Codification (“ASC” or “Codification”) Topic 946 Financial Services – Investment Companies (“ASC 946”) in its financial statements and related notes.

NOTE 2 - SIGNIFICANT ACCOUNTING POLICIES

The following is a summary of significant accounting policies consistently followed by the Company in the preparation of its financial statements. The policies are in conformity with United States (“U.S.”) generally accepted accounting principles, which require management to make estimates and assumptions that affect the reported amounts, contingent assets and liabilities, and disclosures in the financial statements. Actual results could differ from those estimates. Management has considered the circumstances under which the Company should recognize or make disclosures regarding events or transactions occurring subsequent to the balance sheet date through the date the financial statements were issued. Adjustments or additional disclosures, if any, have been included in these financial statements.

CASH

Cash consists of interest bearing and non interest bearing accounts held by the Custodian, a related party.

LOM FUNDS SAC LTD.

NOTES TO THE FINANCIAL STATEMENTS

FOR THE YEAR ENDED DECEMBER 31, 2021

NOTE 2 - SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

INVESTMENT VALUATION AND REVENUE RECOGNITION

Investment transactions are accounted for on a trade date basis.

The Company invests in securities traded on a stock exchange or other market which are valued generally at last trade value and where this is not available at the last mid-market price on the relevant exchange or market or, if not available, at bid value prices (see Note 3).

The Company invests in bonds and other fixed income securities that may not trade on national exchanges. These investments are valued at the last quoted bid price and where this is not available at the last trade value, or if not available, at prices determined by an independent third party pricing source (see Note 3).

The Company invests in other investment companies which consist primarily of mutual funds and exchange traded funds (“ETFs”). Mutual funds are valued at the net asset value or bid prices of the fund, as published or otherwise reported by the respective stock exchange or administrator. The other investment companies in which the Company invests will generally value securities at fair value. Investments in ETFs are stated at the last reported sales price on the day of valuation or at the last quoted bid price, if no sale was reported on the valuation date (see Note 3).

Realized and unrealized gains and losses on investments are calculated using the first-in-first-out method, and are reported in the accompanying statements of operations.

INCOME RECOGNITION

Interest income is earned on cash balances, fixed income securities and money market securities. Interest income earned on cash balances is recognized when posted. Interest income on fixed income securities is recognized on an accrual basis based on the stated interest rate of the security. Dividend income is recognized on the ex-dividend date and is presented net of withholding taxes, which are withheld by the Custodian’s clearing brokers.

FOREIGN CURRENCY TRANSLATION

The functional currency for the LOM Money Market Fund CAD and LOM Fixed Income Fund CAD is the Canadian Dollar (“CAD”). The functional currency for the LOM Fixed Income Fund EUR is the Euro (“EUR”). The functional currency for the LOM Money Market Fund GBP and LOM Fixed Income Fund GBP is the British Pound (“GBP”). For all other Segregated Accounts, the functional currency is the United States Dollar (“USD”). Investment securities denominated in currencies other than a Segregated Account’s functional currency are translated to the Segregated Account’s functional currency at the date of valuation. Purchases and sales of investment securities and income and expense items denominated in currencies other than Segregated Account’s functional currency are translated to the Segregated Account’s function currency on the respective date of such transactions.

LOM FUNDS SAC LTD.

NOTES TO THE FINANCIAL STATEMENTS

FOR THE YEAR ENDED DECEMBER 31, 2021

NOTE 2 - SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

FOREIGN CURRENCY TRANSLATION (CONTINUED)

The Company does not isolate that portion of the results of operations resulting from changes in foreign exchange rates on investments from the fluctuations arising from changes in market prices of securities held. Such fluctuations are included with the net realized gain or loss on sale of investments, and the net change in unrealized appreciation or depreciation on investments.

CONDENSED SCHEDULES OF INVESTMENTS

The accompanying condensed schedules of investments present the investments by country. The industry classifications included in the condensed schedules of investments represent management's belief as to the most meaningful presentation of the classification of the Company's investments.

RECENTLY ISSUED ACCOUNTING PRONOUNCEMENTS

For the year ended December 31, 2021, there were no recent accounting pronouncements that would impact the financial statements of the Fund.

NOTE 3 - FAIR VALUE MEASUREMENTS

The Company follows a fair value hierarchy that distinguishes between market data obtained from independent sources (observable inputs) and the Company's own market assumptions (unobservable inputs). These inputs are used in determining the value of the Company's investments and are summarized in the following fair value hierarchy:

- Level 1 – inputs are based upon unadjusted quoted prices for identical instruments traded in active markets. Level 1 non-derivative investments primarily include U.S. treasuries, domestic and international equities, and actively traded mutual funds. Level 1 derivative assets and liabilities include those actively traded on exchanges.
- Level 2 – inputs are based upon quoted prices for similar instruments in active markets, quoted prices for identical or similar instruments in markets that are not active, and model-based valuation techniques for which all significant inputs are observable in the market or can be corroborated by observable market data for substantially the full term of the assets or liabilities. Where applicable, these models project future cash flows and discount the future amounts to a present value using market-based observable inputs including interest rate curves, foreign exchange rates, and forward and spot prices for currencies and commodities. Level 2 non-derivative investments consist primarily of corporate notes and bonds, non-U.S. government debt, mortgage-backed securities, agency securities, certificates of deposit, and commercial paper. Level 2 derivative assets and liabilities primarily include certain over-the-counter option contracts and futures contracts.

LOM FUNDS SAC LTD.

NOTES TO THE FINANCIAL STATEMENTS

FOR THE YEAR ENDED DECEMBER 31, 2021

NOTE 3 - FAIR VALUE MEASUREMENTS (CONTINUED)

- Level 3 – inputs are generally unobservable and typically reflect management's estimates of assumptions that market participants would use in pricing the asset or liability. The fair values are therefore determined using model-based techniques, including option pricing models and discounted cash flow models.

Securities for which market quotations are not readily available are fair valued as determined by the Investment Manager. Fair value is a market-based measure considered from the perspective of a market participant rather than an entity-specific measure. Therefore, even when market assumptions are not readily available, the Company's own assumptions are set to reflect those that market participants would use in pricing the asset or liability at the measurement date. The Company uses prices and inputs that are current as of the measurement date, including periods of market dislocation. In periods of market dislocation, the observability of prices and inputs may be reduced for many securities. This condition could cause a security to be reclassified to a lower level within the fair value hierarchy.

The use of valuation techniques and the availability of observable inputs can vary from security to security and is affected by a wide variety of factors and other characteristics particular to the transaction. Factors that may be considered when fair valuing a security are: fundamental analytical data relating to the investment in the security; evaluation of the forces that influence the market in which the security is purchased and sold; type of security or asset; financial statements of issuer; special reports prepared by analysts or the Investment Manager; information as to any transactions or offers with respect to the security; and the historical tendency of the security's price to track or respond to general and specific market movements (in terms of indices, sectors, or other market measurements). To the extent that valuation is based on models or inputs that are less observable or unobservable in the market, the determination of fair value requires more judgment. Accordingly, the degree of judgment exercised by the Company in determining fair value is greatest for securities categorized in Level 3.

The inputs or methodology used for valuing securities are not an indication of the risk associated with investing in those securities.

The following are the Company's major categories of investment assets measured at fair value as of December 31, 2021:

Description	Level 1	Level 2	Level 3	Total
LOM Money Market Fund USD:	\$ USD	\$ USD	\$ USD	\$ USD
Corporate Bonds	-	10,792,598	-	10,792,598
Government Bonds	-	1,250,985	-	1,250,985
Total Investment Assets	-	12,043,583	-	12,043,583

LOM FUNDS SAC LTD.

NOTES TO THE FINANCIAL STATEMENTS

FOR THE YEAR ENDED DECEMBER 31, 2021

NOTE 3 - FAIR VALUE MEASUREMENTS (CONTINUED)

Description	Level 1	Level 2	Level 3	Total
LOM Money Market Fund CAD:	\$ CAD	\$ CAD	\$ CAD	\$ CAD
Corporate Bonds	-	8,645,889	-	8,645,889
Government Bonds	-	1,306,416	-	1,306,416
Total Investment Assets	-	9,952,305	-	9,952,305

Description	Level 1	Level 2	Level 3	Total
LOM Stable Income Fund:	\$ USD	\$ USD	\$ USD	\$ USD
Asset Backed Securities	-	173,813	-	173,813
Common Stocks	32,114,337	-	-	32,114,337
Corporate Bonds	-	4,248,926	-	4,248,926
Exchange Traded Funds	8,671,484	-	-	8,671,484
Preferred Stocks	9,274,274	-	-	9,274,274
Total Investment Assets	50,060,095	4,422,739	-	54,482,834

Description	Level 1	Level 2	Level 3	Total
LOM Emerging Market Fund:	\$ USD	\$ USD	\$ USD	\$ USD
Common Stocks	714,570	-	-	714,570
Exchange Traded Funds	1,959,505	-	-	1,959,505
Total Investment Assets	2,674,075	-	-	2,674,075

Description	Level 1	Level 2	Level 3	Total
LOM Fixed Income Fund USD:	\$ USD	\$ USD	\$ USD	\$ USD
Asset Backed Securities	-	1,506,375	-	1,506,375
Common Stocks	12,393,647	-	-	12,393,647
Corporate Bonds	-	47,569,722	-	47,569,722
Exchange Traded Funds	1,617,720	-	-	1,617,720
Government Bonds	-	50,497	-	50,497
Mortgage Backed Securities	-	4,456,976	-	4,456,976
Mutual Funds	1,619,043	-	-	1,619,043
Preferred Stocks	9,638,661	-	-	9,638,661
Total Investment Assets	25,269,071	53,583,570	-	78,852,641

Futures	(28,744)	-	-	(28,744)
Total Investment Liabilities	(28,744)	-	-	(28,744)

LOM FUNDS SAC LTD.

NOTES TO THE FINANCIAL STATEMENTS

FOR THE YEAR ENDED DECEMBER 31, 2021

NOTE 3 - FAIR VALUE MEASUREMENTS (CONTINUED)

Description	Level 1	Level 2	Level 3	Total
LOM Fixed Income Fund EUR:	€ EUR	€ EUR	€ EUR	€ EUR
Corporate Bonds	-	420,202	-	420,202
Exchange Traded Funds	402,467	-	-	402,467
Total	402,467	420,202	-	822,669

Description	Level 1	Level 2	Level 3	Total
LOM Fixed Income Fund GBP:	£ GBP	£ GBP	£ GBP	£ GBP
Corporate Bonds	-	11,295,281	-	11,295,281
Government Bonds	-	420,838	-	420,838
Mortgage Backed Securities	-	537,646	-	537,646
Total Investment Assets	-	12,253,765	-	12,253,765

Futures	(4,141)	-	-	(4,141)
Total Investment Liabilities	(4,141)	-	-	(4,141)

Description	Level 1	Level 2	Level 3	Total
LOM Fixed Income Fund CAD:	\$ CAD	\$ CAD	\$ CAD	\$ CAD
Asset Backed Securities	-	753,403	-	753,403
Common Stocks	412,560	-	-	412,560
Corporate Bonds	-	8,696,678	-	8,696,678
Preferred Stocks	101,240	-	-	101,240
Total Investment Assets	513,800	9,450,081	-	9,963,881

Futures	(6,940)	-	-	(6,940)
Total Investment Liabilities	(6,940)	-	-	(6,940)

LOM FUNDS SAC LTD.

NOTES TO THE FINANCIAL STATEMENTS

FOR THE YEAR ENDED DECEMBER 31, 2021

NOTE 3 - FAIR VALUE MEASUREMENTS (CONTINUED)

Description	Level 1	Level 2	Level 3	Total
LOM Equity Growth Fund:	\$ USD	\$ USD	\$ USD	\$ USD
Common Stocks	48,663,644	-	-	48,663,644
Exchange Traded Funds	12,668,016	-	-	12,668,016
Total Investment Assets	<u>61,331,660</u>	<u>-</u>	<u>-</u>	<u>61,331,660</u>
Options	(6,600)	-	-	(6,600)
Total Investment Liabilities	<u>(6,600)</u>	<u>-</u>	<u>-</u>	<u>(6,600)</u>
Description	Level 1	Level 2	Level 3	Total
LOM Balanced Fund:	\$ USD	\$ USD	\$ USD	\$ USD
Common Stocks	141,003	-	-	141,003
Exchange Traded Funds	1,897,728	-	-	1,897,728
Investments in Mutual funds*	-	-	-	1,902,471
Total Investment Assets	<u>2,038,731</u>	<u>-</u>	<u>-</u>	<u>3,941,202</u>
Description	Level 1	Level 2	Level 3	Total
LOM Innovation and Opportunity Fund:	\$ USD	\$ USD	\$ USD	\$ USD
Common Stocks	3,891,048	-	-	3,891,048
Exchange Traded Funds	1,703,832	-	-	1,703,832
Total Investment Assets	<u>5,594,880</u>	<u>-</u>	<u>-</u>	<u>5,594,880</u>
Options	(38,370)	-	-	(38,370)
Total Investment Liabilities	<u>(38,370)</u>	<u>-</u>	<u>-</u>	<u>(38,370)</u>

* In accordance with Subtopic 820-10, certain investments that are measured at fair value using the net asset value per share (or its equivalent) practical expedient have not been classified in the fair value hierarchy. The fair value amounts presented in this table are intended to permit reconciliation of the fair value hierarchy to the amounts presented in the Statements of Assets and Liabilities. Please refer to Note 2.

LOM FUNDS SAC LTD.

NOTES TO THE FINANCIAL STATEMENTS

FOR THE YEAR ENDED DECEMBER 31, 2021

NOTE 3 - FAIR VALUE MEASUREMENTS (CONTINUED)

Industry classifications for these securities are detailed in the respective Condensed Schedules of Investments. Transfers into or out of Level 3 are made as of the beginning of the year. There were no transfers into or out of Level 3 during the year ended December 31, 2021.

The Company, in its normal course of investing and trading activities, enters into exchange traded equity option contracts and futures. Changes in fair value are included as realized gains (losses) or net change in unrealized gains (losses) on investments within the statements of operations. Details for the respective Segregated Account are noted below for the year ended December 31, 2021.

LOM Stable Income Fund

There were \$48,569 of realized gains on 125 option contracts traded and the change in unrealized losses on options was \$5,429.

LOM Equity Growth Fund

There were \$204,870 of realized gains on 440 option contracts traded and the change in unrealized losses on options was \$9,369.

LOM Innovation and Opportunity Fund

There were \$11,134 of realized gains on 50 option contracts traded and the change in unrealized losses on options was \$12,492.

LOM Fixed Income Fund USD

There were \$89,908 of realized gains on 90 futures contracts traded and the change in unrealized losses on futures was \$28,744.

LOM Fixed Income Fund GBP

There were no realized gains or losses on account of futures trades, while the change in unrealized losses on futures was £4,141.

LOM Fixed Income Fund CAD

There were no realized gains or losses on account of futures trades, while the change in unrealized losses on futures was C\$6,940.

LOM FUNDS SAC LTD.

NOTES TO THE FINANCIAL STATEMENTS

FOR THE YEAR ENDED DECEMBER 31, 2021

NOTE 3 - FAIR VALUE MEASUREMENTS (CONTINUED)

VALUATION TECHNIQUES

EQUITY SECURITIES (COMMON STOCKS, MUTUAL FUNDS, PREFERRED STOCKS AND EXCHANGE TRADED FUNDS (“ETFs”))

Equity securities traded on a national securities exchange (or reported on a national market) are stated at the last reported sales price on the day of valuation. To the extent these securities are actively traded and valuation adjustments are not applied, they are categorized in Level 1 of the fair value hierarchy. Open-end mutual funds are valued at the last published price reported on the major market on which the mutual funds are listed and are classified as Level 1.

GOVERNMENT BONDS (U.S. AND FOREIGN)

The fair value of government bonds is generally based on quoted prices in active markets. When quoted prices are not available, fair value is determined based on a valuation model that uses inputs that include interest rate yield curves, cross-currency basis index spreads, and country credit spreads similar to the bond in terms of issuer, maturity and seniority. Government bonds are generally categorized in Levels 1 or 2 of the fair value hierarchy depending on the inputs used and market activity levels for specific securities, based upon independent pricing from known independent pricing services.

MUNICIPAL BONDS

The fair value of municipal bonds is estimated using recently executed transactions, market price quotations and pricing models that factor in, where applicable, interest rates, bond or credit default swap spreads and volatility. Municipal bonds are generally categorized in Level 2 of the fair value hierarchy.

CORPORATE BONDS (U.S. AND FOREIGN)

The fair value of corporate bonds is estimated using recently executed transactions, market price quotations (where available), bond spreads or credit default swap spreads. The spread data used is for the same maturity as the bond. If the spread data does not reference the issuer, then a comparable issuer is used. When observable price quotations are not available, fair value is determined based on cash flow models with yield curves, bond or single name credit default swap spreads and recovery rates based on collateral values as key inputs. To the extent that these inputs are observable the values of corporate bonds are generally categorized as Level 2.

LOM FUNDS SAC LTD.

NOTES TO THE FINANCIAL STATEMENTS

FOR THE YEAR ENDED DECEMBER 31, 2021

NOTE 3 - FAIR VALUE MEASUREMENTS (CONTINUED)

GOVERNMENT AGENCY SECURITIES (U.S. AND FOREIGN)

Government agency securities are normally valued using a model that incorporates market observable data such as reported sales of similar securities, broker quotes, yields, bids, offers, and reference data. Certain securities are valued principally using dealer quotations. To the extent that these inputs are observable, the values of government agency securities are categorized at Level 2.

MORTGAGE-BACKED SECURITIES

Mortgage-backed securities are typically fair valued using pricing models based on a security's average life volatility. The models take into account tranche characteristics such as average life of the underlying mortgages, including assumptions regarding pre-payments and default rates, loan to value ratios, ratings, the issuer and tranche type, geographic characteristics, and discount margin for certain floating rate issues. Certain securities are valued principally using dealer quotations.

To the extent that these inputs are observable, the values of mortgage-backed securities are categorized at Level 2.

ASSET-BACKED SECURITIES ("ABS")

Asset-backed securities are interests in pools of loans or other receivables. ABS are created from many types of assets, including auto loans, home equity loans and other receivables. ABS are typically fair valued using estimated expected future cash flows of each security by estimating the expected future cash flows of the underlying collateral and applying those collateral cash flows, together with any credit enhancements such as subordinating interests owned by third parties, to the security. The expected future cash flows of the underlying collateral are determined using the remaining contractual cash flows adjusted for future expected credit losses (including current delinquencies and nonperforming assets, future expected default rates and collateral value by vintage and geographic region) and prepayments.

The expected cash flows of the security are then discounted at the interest rate used to recognize interest income on the security to arrive at a present value amount. Certain securities are valued principally using dealer quotations. To the extent that these inputs are observable, the values of asset-backed securities are categorized at Level 2.

NOTE 4 - CAPITAL STOCK

The authorised share capital of the Company is \$10,001 divided into 100,000,000 Participating Shares of \$0.0001 par value each and 1,000 Organisational Shares of par value \$0.001 each. The rights attached to each class of shares are summarized below.

LOM FUNDS SAC LTD.

NOTES TO THE FINANCIAL STATEMENTS

FOR THE YEAR ENDED DECEMBER 31, 2021

NOTE 4 - CAPITAL STOCK (CONTINUED)

PARTICIPATING SHARES

The Directors have the power to issue Participating Shares in separate Classes corresponding to a Segregated Account from time to time up to the limit of the authorised capital. The assets and liabilities of each Class of Participating Shares are maintained and accounted for in its own Segregated Account. A Class Supplement is issued in respect of each such Segregated Account.

The Participating Shares have no voting rights and the holder of a Participating Share is not entitled to receive notice of, attend, nor vote at general meetings of Shareholders (except in connection with the variation of class rights). The Participating Shares of each Class have the right to participate equally in any dividends declared by the Company in respect of the Segregated Account to which such Participating Shares relate and are redeemable. In the event of a winding-up of the Company, each holder of a Participating Share is entitled to return of the paid-up par value and a pro-rata share in surplus assets of the relevant Segregated Account after return of the paid-up par value of the Organisational Shares.

ORGANISATIONAL SHARES

Organisational Shares may be issued at par value and to such person as the Directors may determine. Organisational Shares do not, while any Participating Shares are in issue, carry any right to participate in dividends declared by the Company and are not redeemable. The holder of an Organisational Share has the right to receive notice of, attend and vote at general meetings of the Company. In the event of a winding-up of the Company, the holder of an Organisational Share is entitled only to the return of its paid-up par value after the paid-up par value of Participating Share has been returned. All of the Organisational Shares have been issued to and fully paid for by the Investment Manager.

SUBSCRIPTIONS

Participating Shares are available for subscription at the discretion of the Directors on each Subscription Day at the Subscription Price calculated at the close of business on the relevant Valuation Day. The Subscription Day is defined in the relevant Class Supplement. The Subscription Price equals the Net Asset Value per Participating Share as at the Valuation Day on the Subscription Day on which the application is effective (exclusive of any Front End Load). The Participating Shares are issued in registered form. Share certificates are not issued.

FRONT END LOAD

A Front End Load of up to 5% on Subscription Price may be deducted from the Subscription. No Front End Load Fees were charged for the year ended December 31, 2021.

LOM FUNDS SAC LTD.

NOTES TO THE FINANCIAL STATEMENTS

FOR THE YEAR ENDED DECEMBER 31, 2021

NOTE 4 - CAPITAL STOCK (CONTINUED)

MINIMUM SUBSCRIPTION

The minimum initial subscription that will be accepted, and the minimum amount for any additional subscriptions for Participating Shares from a new investor will be as follows:

Fund	Minimum Initial Subscription	Minimum Additional Subscription
LOM Money Market Fund USD	USD \$10,000	USD \$1
LOM Money Market Fund CAD	CAD \$10,000	CAD \$1
LOM Money Market Fund GBP	GBP £10,000	GBP £1
LOM Stable Income Fund	USD \$10,000	USD \$1
LOM Emerging Market Fund	USD \$10,000	USD \$1
LOM Fixed Income Fund USD	USD \$10,000	USD \$1
LOM Fixed Income Fund EUR	EUR €10,000	EUR €1
LOM Fixed Income Fund GBP	GBP £10,000	GBP £1
LOM Fixed Income Fund CAD	CAD \$10,000	CAD \$1
LOM Equity Growth Fund	USD \$10,000	USD \$1
LOM Balanced Fund	USD \$10,000	USD \$1
LOM Innovation and Opportunity Fund	USD \$1,000	USD \$1

The Directors may determine that the Company accept such lesser amount as they may in any particular case determine.

REDEMPTIONS

PROCEDURE

Participating Shares may be redeemed at the option of the holder on each Redemption Day. Shareholders wishing to redeem all or part of their holding of Participating Shares should send a completed Redemption Request (available from the Administrator) to the Administrator by fax (with original to follow by mail) to be received not later than the time specified in the relevant Class Supplement on the relevant Redemption Day.

Any delay in receipt of the Redemption Request will result in the request being deferred until the next Redemption Day and, in such cases, the Participating Shares will be redeemed at the Redemption Price prevailing on that Redemption day. The Directors reserve the right in their absolute discretion to waive the foregoing notice period.

LOM FUNDS SAC LTD.

NOTES TO THE FINANCIAL STATEMENTS

FOR THE YEAR ENDED DECEMBER 31, 2021

NOTE 4 - CAPITAL STOCK (CONTINUED)

A request for the redemption of part of a holding of Participating Shares may be refused, or the holding redeemed in its entirety, if, as a result of such partial redemption, the Net Asset Value of the Participating Shares retained by the holder would be less than the following amounts:

<u>Fund</u>	<u>Holding Limit</u>
LOM Money Market Fund USD	USD \$10,000
LOM Money Market Fund CAD	CAD \$10,000
LOM Money Market Fund GBP	GBP £10,000
LOM Stable Income Fund	USD \$10,000
LOM Emerging Market Fund	USD \$10,000
LOM Fixed Income Fund USD	USD \$10,000
LOM Fixed Income Fund EUR	EUR €10,000
LOM Fixed Income Fund GBP	GBP £10,000
LOM Fixed Income Fund CAD	CAD \$10,000
LOM Equity Growth Fund	USD \$10,000
LOM Balanced Fund	USD \$10,000
LOM Innovation and Opportunity Fund	USD \$10,000

REDEMPTION PRICE

The Redemption Price for each Participating Share is equal to the Net Asset Value per Participating Share of the relevant Class on the relevant Redemption Day.

The Net Asset Value per Participating Share is determined as of the close of business on each Valuation Day in accordance with the provisions set out under the Information Memorandum.

PAYMENT OF REDEMPTION PROCEEDS

Redemption proceeds normally will be remitted within a certain number of business days as specified in the relevant Class Supplement, without interest for the period from that date to the payment date. Redemption payments will be made in the currency of the relevant class and will be remitted to the Shareholder by wire transfer (at the expense and risk of the Shareholder) to an account as specified by the Shareholder in his Redemption Request.

GATING

In the event that redemption requests on a particular Redemption Day exceed in aggregate twenty per cent (20%) of the total number of Participating Shares of a particular Segregated Account then in issue, the Directors may reduce the requests rateably amongst all Shareholders seeking to redeem Participating Shares of the relevant Class on the relevant Redemption Day and effect only sufficient redemptions which in aggregate equal twenty per cent (20%) of the number of Participating Shares of the particular Class then in issue. Participating Shares which are not thereby redeemed will be redeemed on the next Redemption Day (subject to further deferral if the deferred requests themselves exceed twenty per cent of the number of Participating Shares then in issue) in priority to any later redemption requests that may have been received.

LOM FUNDS SAC LTD.

NOTES TO THE FINANCIAL STATEMENTS

FOR THE YEAR ENDED DECEMBER 31, 2021

NOTE 4 - CAPITAL STOCK (CONTINUED)

All Participating Shares will be redeemed at the Redemption Price prevailing on the Redemption Day on which they are actually redeemed.

Transactions in shares of the Company for the year ended December 31, 2021 were as follows:

	Balance December 31, 2020	Shares Issued	Shares Redeemed	Balance December 31, 2021
Fund:				
LOM Money Market Fund USD	2,203,720	346,906	(1,583,288)	967,338
LOM Money Market Fund CAD	1,034,277	1,102,603	(1,257,993)	878,887
LOM Money Market Fund GBP	265,777	-	(265,777)	-
LOM Stable Income Fund	3,967,896	773,401	(232,924)	4,508,373
LOM Emerging Market Fund	117,971	81,165	(9,294)	189,842
LOM Fixed Income Fund USD	4,227,252	742,024	(387,089)	4,582,187
LOM Fixed Income Fund EUR	74,060	1,544	(10,099)	65,505
LOM Fixed Income Fund GBP	267,563	1,142,288	(248,107)	1,161,744
LOM Fixed Income Fund CAD	1,199,549	304,431	(545,957)	958,023
LOM Equity Growth Fund	2,095,193	746,594	(145,149)	2,696,638
LOM Balanced Fund	152,776	103,540	(17,453)	238,863
LOM Innovation and Opportunity Fund	-	680,212	(92,720)	587,492

NOTE 5 - RELATED PARTY TRANSACTIONS

MANAGEMENT AND PUBLISHING FEES

The Investment Manager is entitled to receive an annual fee of the Company's net asset value for each class of shares, accrued weekly and payable quarterly.

The management fee rate, publishing fee rate, as well as the related amount charged and paid during the year for each Segregated Account is as follows:

LOM FUNDS SAC LTD.

NOTES TO THE FINANCIAL STATEMENTS

FOR THE YEAR ENDED DECEMBER 31, 2021

NOTE 5 - RELATED PARTY TRANSACTIONS (CONTINUED)

MANAGEMENT AND PUBLISHING FEES (CONTINUED)

Fund	Annual Management Fee Rate as a Percentage of Net Asset Value per Share	Annual Publishing Fee Rate as a Percentage of Net Asset Value per Share	Amount Charged During Year	Amount Payable at Year-end
LOM Money Market Fund USD	0.50%	0.00%	\$53,360	\$8,472
LOM Money Market Fund CAD	0.50%	0.00%	CAD\$24,920	CAD\$5,260
LOM Money Market Fund GBP	0.15%	0.02%	£49	£-
LOM Stable Income Fund	1.50%	0.05%	\$751,808	\$199,451
LOM Emerging Market Fund	2.00%	0.05%	\$50,544	\$13,712
LOM Fixed Income Fund USD	1.00%	0.03%	\$763,973	\$196,806
LOM Fixed Income Fund EUR	0.00%	0.03%	€-	€-
LOM Fixed Income Fund GBP	0.50%	0.03%	£58,592	£16,276
LOM Fixed Income Fund CAD	0.75%	0.03%	CAD\$101,322	CAD\$22,044
LOM Equity Growth Fund	2.00%	0.05%	\$1,044,789	\$292,601
LOM Balanced Fund	0.65%	0.05%	\$19,337	\$5,992
LOM Innovation and Opportunity Fund	1.50%	0.05%	\$65,246	\$22,048

Publishing fees are included in miscellaneous expenses on the Statements of Operations. Publishing fees payable are included in accounts payable and accrued liabilities on the Statements of Assets and Liabilities.

CUSTODIAN FEES

Under the Custody Agreement, the Custodian is entitled to receive a fee of 0.03% per annum of the net asset value of each class of shares for each segregated account, calculated on each valuation day and payable monthly. For LOM Money Market Fund USD and LOM Money Market Fund CAD, the custodian fee was reduced to 0.02% per annum in August 2021.

For the LOM Innovation and Opportunity Fund, the Custodian is entitled to receive a fee of 0.05% per annum of the net asset value, calculated on each valuation day and payable monthly.

LOM FUNDS SAC LTD.

NOTES TO THE FINANCIAL STATEMENTS

FOR THE YEAR ENDED DECEMBER 31, 2021

NOTE 5 - RELATED PARTY TRANSACTIONS (CONTINUED)

CUSTODIAN FEES (CONTINUED)

During 2021, the Custodian charged and was paid by the Company fees totaling as follows:

Fund	Amount Charged During Year	Amount Payable at Year-end
LOM Money Market Fund USD	\$5,636	\$735
LOM Money Market Fund CAD	CAD\$3,945	CAD\$566
LOM Money Market Fund GBP	£19	£-
LOM Stable Income Fund	\$15,036	\$3,989
LOM Emerging Market Fund	\$758	\$206
LOM Fixed Income Fund USD	\$22,919	\$5,904
LOM Fixed Income Fund EUR	€284	€66
LOM Fixed Income Fund GBP	£3,124	£977
LOM Fixed Income Fund CAD	CAD\$3,142	CAD\$764
LOM Equity Growth Fund	\$15,672	\$4,389
LOM Balanced Fund	\$892	\$277
LOM Innovation and Opportunity Fund	\$2,175	\$735

Custodian fees are included in miscellaneous expenses on the Statements of Operations. Custodian fees payable are included in accounts payable and accrued liabilities on the Statements of Assets and Liabilities.

NOTE 6 - ADMINISTRATION FEES

In accordance with the terms of the contract with Apex Fund Services. (the “Administrator”), the Company is charged administrative fees equal to 0.09% of the combined net asset value of the segregated accounts created under the Company, allocated to each Fund pro-rata based on the net asset value of each Fund in relation to the combined net asset value. During 2021, administration fees amounted to \$219,617.

NOTE 7 - TAXATION

Under current Bermuda law, the Company is not required to pay taxes in Bermuda on either income or capital gains. The Company has received an undertaking from the Bermuda government that, in the event of income or capital gains taxes being imposed, the Company will be exempted from such taxes until March 31, 2035.

It is the Directors’ belief that the Company is not engaged in United States trade or business and is not subject to United States income or withholding taxes in respect of the profits and losses of the Company other than the 30% withholding tax on US source equity dividends. Foreign securities held by the Company may be subject to foreign taxation on gains, dividends and interest income received. Foreign taxes, if any, are withheld by the Company’s clearing brokers based on the tax laws in the applicable foreign jurisdiction.

LOM FUNDS SAC LTD.

NOTES TO THE FINANCIAL STATEMENTS

FOR THE YEAR ENDED DECEMBER 31, 2021

NOTE 7 – TAXATION (CONTINUED)

In addition, the Directors believe that the Company is not subject to income taxes in any other jurisdiction and that there are no uncertain tax positions that would require recognition in the financial statements. As a result, the Company has made no provision for income taxes in the accompanying financial statements.

The Investment Manager's conclusions regarding uncertain tax positions may be subject to review and adjustment at a later date based upon ongoing analyses of tax laws, regulations and interpretations thereof as well as other factors.

NOTE 8 - DERIVATIVE FINANCIAL INSTRUMENTS AND RISK MANAGEMENT

The Company does not buy or hold derivative financial instruments outside of listed options on equity securities, Treasury futures and options on Treasury futures. Some of the other investment companies in which the Company invests are dealing or trading in these instruments as their principal investment activity or use these instruments as part of their investment strategy. This may result in market or credit risk to the other investment companies in excess of the amount invested in these instruments. However, the Company's risk is limited to the net asset values of its investments in the other investment companies.

NOTE 9 - FAIR VALUE OF FINANCIAL INSTRUMENTS

In addition to the fair values of investments as disclosed in the condensed schedules of investments, the fair values of the Company's other financial instruments, including cash and cash equivalents, accounts payable and accrued expenses approximate their carrying values due to the short term maturity of these financial instruments.

NOTE 10 - GUARANTEES

In the normal course of its operations, the Company enters into contracts or agreements that contain indemnifications and warranties. The Company's maximum exposure under these arrangements is unknown as this would involve future claims that may be made against the Company that have not yet occurred. However, the Company has not had prior claims or losses pursuant to these contracts and expects the risk of loss to be remote.

LOM FUNDS SAC LTD.

NOTES TO THE FINANCIAL STATEMENTS

FOR THE YEAR ENDED DECEMBER 31, 2021

NOTE 11 - FINANCIAL HIGHLIGHTS

Financial highlights for the year ended December 31, 2021 are as follows:

	LOM Money Market Fund \$ USD	LOM Money Market Fund \$ CAD	LOM Money Market Fund £ GBP	LOM Stable Income Fund \$ USD	LOM Emerging Market Fund \$ USD	LOM Fixed Income Fund \$ USD
Per Share Operating Performance						
Net asset value per share - beginning	14.73	14.37	11.02	11.11	15.58	16.92
Net investment income/(loss)*	0.35	0.21	0.01	0.21	(0.08)	0.45
Net realized and unrealized gain/(loss) on investments	(0.34)	(0.21)	(0.03)	1.34	(1.21)	0.04
Total income from investment operations	0.01	-	(0.02)	1.55	(1.29)	0.49
Less: Distributions	-	-	-	(0.36)	-	-
Net Asset Value Per Share - Ending	<u>14.74</u>	<u>14.37</u>	<u>11.00</u>	<u>12.30</u>	<u>14.29</u>	<u>17.41</u>
Total Return	0.07%	0.00%	(0.18)%	10.71%	(8.28)%	2.90%
Ratio to Average Net Assets:***						
Total expenses**	<u>0.49%</u>	<u>0.39%</u>	<u>0.01%</u>	<u>1.76%</u>	<u>2.26%</u>	<u>1.24%</u>
Net investment income/(loss)**	<u>2.28%</u>	<u>1.50%</u>	<u>0.12%</u>	<u>1.79%</u>	<u>(0.27)%</u>	<u>2.67%</u>
	LOM Fixed Income Fund € EUR	LOM Fixed Income Fund £ GBP	LOM Fixed Income Fund \$ CAD	LOM Equity Growth Fund \$ USD	LOM Balance Fund \$ USD	LOM Innovation and Opportunity Fund \$ USD
Per Share Operating Performance						
Net asset value per share - beginning	12.90	11.01	10.86	18.32	14.59	10.00
Net investment income/(loss)*	0.08	0.30	0.21	(0.27)	0.02	(0.08)
Net realized and unrealized gain/(loss) on investments	(0.22)	(0.50)	(0.37)	4.68	2.42	(0.25)
Total income from investment operations	(0.14)	(0.20)	(0.16)	4.41	2.44	(0.33)
Less: Distributions	-	-	-	-	-	-
Net Asset Value Per Share - Ending	<u>12.76</u>	<u>10.81</u>	<u>10.70</u>	<u>22.73</u>	<u>17.03</u>	<u>9.67</u>
Total Return	(1.09)%	(1.82)%	(1.47)%	24.07%	16.72%	(3.30)%
Ratio to Average Net Assets:***						
Total expenses**	<u>0.26%</u>	<u>0.82%</u>	<u>1.22%</u>	<u>2.67%</u>	<u>0.90%</u>	<u>1.85%</u>
Net investment income/(loss)**	<u>0.64%</u>	<u>2.66%</u>	<u>1.94%</u>	<u>(1.31)%</u>	<u>0.15%</u>	<u>(1.02)%</u>

LOM FUNDS SAC LTD.

NOTES TO THE FINANCIAL STATEMENTS

FOR THE YEAR ENDED DECEMBER 31, 2021

NOTE 11 - FINANCIAL HIGHLIGHTS (CONTINUED)

Financial highlights are calculated for the class of shares taken as a whole. An individual shareholder's return and ratios may vary based on the timing of capital transactions.

Total return is computed using a time-weighted methodology whereby the returns for the individual accounting periods are geometrically linked. The ratios are computed using a weighted-average of the net assets for the year ended December 31, 2021. Interest and dividend income from underlying funds, if any, is included in the net realized and unrealized gain on investment in the accompanying statements of operations and is not included in the net investment loss.

- * Net of waived management fees as noted on the Statements of Operations.
- ** Includes waived management fees of 0.06%, 0.02% and 0.07% for LOM Money Market Fund USD, LOM Money Market Fund CAD and LOM Money Market Fund GBP respectively.
- *** The ratios for LOM Money Market Fund GBP and LOM Innovation and Opportunity Fund have been annualised, as those classes were in existence for a period of less than 12 months.

NOTE 12 - FINANCIAL INSTRUMENTS AND ASSOCIATED RISKS

CREDIT AND LIQUIDITY RISK

The Company is potentially subject to both credit and liquidity risk, principally through its investments in securities. The Company's credit risk is equal to the replacement cost at the then estimated fair value of the instrument. Credit risk arises because the possibility that promised cash flows on securities held will not be paid in full. Credit risk is risk due to uncertainty in a counterparty's (also called an obligor's or creditor's) ability to meet its obligations.

MARKET RISK

Market risk arises primarily from uncertainty around the future prices of financial instruments held by the Company and represents the loss the Company might incur through holding such instruments in the face of price movements. The Investment Manager allocates the Company's portfolio of investments with a view to minimizing the risk associated with particular countries and industry sectors.

CURRENCY RISK

The investments of each Fund are denominated in the related base-currency thus minimizing currency risk. The investments of each Fund are exposed to changes in foreign exchange rates (currency risk) where gains or losses may exceed the related amounts recorded. The fair value may change based on the fluctuations in the exchange rate of these underlying currencies.

LOM FUNDS SAC LTD.

NOTES TO THE FINANCIAL STATEMENTS

FOR THE YEAR ENDED DECEMBER 31, 2021

NOTE 13 – SUBSEQUENT EVENT

No significant events have occurred since the end of the reporting period which would have impact on the financial position of the Company as disclosed in the statement of financial position as at December 31, 2021 or on the results and cash flows of the Company for the year ended on that date.