

Aberdeen Global II

Annual Report and Accounts
For the year ended 30 June 2017



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Incorporation

Aberdeen Global II ("the Company") was incorporated as a société anonyme, qualifying as a société d'investissement à capital variable on 18 February 2008 for an unlimited period and commenced operations on 16 May 2008. It is registered under number B136363 at the Register of Commerce at the District Court of Luxembourg.

As at 30 June 2017, the Company has issued shares in the following Funds:

Asia Pacific Multi Asset

Asian Bond

Australian Dollar Bond

Canadian Dollar Bond

Emerging Markets Total Return Bond

Euro Corporate Bond

Euro Government Bond

Euro Short Term Bond

European Convertibles Bond

Global Bond

Global Government Bond

Global High Yield Bond

US Dollar Bond

US Dollar Credit Bond

US Dollar High Yield Bond

US Dollar Short Term Bond

The full name of each Fund is constituted by the name of the Company, Aberdeen Global II, followed by a hyphen and then the specific name of the Fund. Throughout the Financial Statements, the Funds are referred to by their short names as indicated above.

No subscriptions can be received on the basis of this document. Subscriptions are only valid if made on the basis of the current Prospectus or on the Key Investor Information Document, accompanied by a copy of the latest annual report or of the subsequent semi-annual report if it has been published.

Please see the Notes to the Financial Statements for changes during the year.

Chairman's Statement

During the financial year ending 30 June 2017, the Company's total assets under management ("AUM") increased from US\$2.06 billion to US\$2.23 billion. This increase in AUM is almost entirely attributable to the Aberdeen Global II – Global Bond Fund which received sizeable shareholder subscriptions in the second part of the financial year. The AUM of the Fund was US\$1.1 billion at the end of the period.

In relation to other Funds in the range, the Aberdeen Global II – Euro High Yield Bond Fund and Emerging Europe Bond Fund merged out of the umbrella into another Aberdeen Group fund range in September 2016, as part of the Aberdeen fixed income fund range rationalisation intended to generate efficiencies for shareholders by merging funds pursuing similar investment strategies.

In April 2017, the Board resolved to close the Aberdeen Global II – Euro Absolute Return Bond Fund following the redemption of the sole investor and identifying a lack of demand for the product at the present time. The number of Funds in the Company therefore decreased to 16 as at 30 June 2017.

Since the year end, the Board has informed the relevant shareholders of the closure of Aberdeen Global II – Global High Yield Bond Fund scheduled in September 2017, with further Fund rationalisations planned in the current financial year. As for funds which have already left the umbrella, such rationalisations are intended to benefit shareholders over time by generating efficiencies in the management and marketing of continuing products.

CG Little

September 2017

Investment Manager's Review

Investment review

A global synchronous recovery is underway with the world's major economies doing well. In the US, the Federal Reserve (Fed) continues to tighten its monetary policy stance, despite softer-than-expected inflation data. The UK economy remained resilient despite Brexit concerns and Theresa May's snap general election, ending in a hung parliament. The result has altered the Prime Minister's hard stance to Brexit as talks begin. Cracks are beginning to appear, however, and the added uncertainty is likely to weigh on the economy. Elsewhere, the Eurozone finished the period upbeat as political risk receded. Strong financial conditions and a positive global backdrop should see further growth this year. In emerging markets, progress continues to be made but there are downside risks as commodities remain subdued.

Donald Trump dominated US headlines for much of the period. The outspoken Trump surprised markets as he beat early favourite Hillary Clinton in the race to the White House in November. The build-up to the US elections dictated market play, revealing the importance of politics in today's world. After a brief dip, US equities were given a boost on the back of Trump's victory. Plans to cut taxes, increase infrastructure spending and reduce regulations were seen as positive for domestic growth. It was the opposite story for government bonds. While they benefitted in the immediate aftermath of the election result as investors sought relative safety, yields soon rose as investors seemingly turned bearish on the outlook for government debt. Since then, however, there have been concerns around Trump and his team's ability to execute many of the pre-election growth-inducing promises.

In US monetary policy news, the Fed's Open Market Committee went ahead with its third interest rate hike in as many quarters in June. Softer-than-expected inflation readings didn't put the committee off, and it took the Fed Funds rate to between 1.00-1.25%. The decision was widely expected, although the accompanying hawkish tone came as a surprise given the inflation readings.

The UK economy has done surprisingly well over the last 12 months, despite uncertainty around the vote to leave the European Union last June. The Purchasing Managers' Index (PMI) hit an 18-month high of 56.0 in May, while household expenditure continued to grow alongside fixed investment. The service sector was once again the chief driver of growth, especially over the second half 2016. In the face of the relative resilience however, there are cracks beginning to appear in data.

Prime Minister Theresa May unexpectedly announced a snap general election in the UK to be held on 8th June. She was hoping to take advantage of Labour's weak polling ratings at the time (25% vs. the Conservatives' 45%) to increase the Conservative majority and improve her hand when negotiating with the European Union. But the electoral gamble backfired. Instead, Mrs May was left to scramble together a government after losing the parliamentary majority. A confidence-and-supply deal was eventually formed with Northern Ireland's Democratic Unionist Party (DUP), but the result represents a serious setback for May's hard stance to Brexit. A much softer, more market-friendly Brexit is now likely as talks with European officials get underway. This news gave sterling a welcome boost after a volatile period.

In Europe, political risk was the dominant theme for much of the period. Early on, Matteo Renzi lost the Italian constitutional reform referendum by a wide margin of 59% to 41% before announcing his resignation as Italy's prime minister. However, the political environment is looking much calmer following Emmanuel Macron's sweeping victory in France, and there is a genuine sense that progress is being made across Europe. Unemployment continued to fall, while the German manufacturing PMI was particularly strong. Private consumption is also growing thanks to the improving labour market and more liberal fiscal policies. Elsewhere, inflation eased to 1.3% at the end of the period which should reduce pressure on the European Central Bank to end its ultra-loose policy stance.

Greece was back in the headlines as the country's shaky economic recovery continues. Creditors agreed a further EUR8 billion in financing for the nation, removing a possible summer default on loan repayments, but there is some way to go. Datawise, industrial production slowed notably in April while the manufacturing PMI edged up in May.

Overall economic sentiment is high across Europe. Financial conditions are strong and the global backdrop is positive. All this should see further growth this year.

Emerging markets (EM) lost some steam after Trump's victory caused an understandable stir. But since the initial sell-off last November, the positive sentiment returned with EM debt enjoying its sixth consecutive month of positive returns in May before the rally came to an end in June. The strong run has surprised many, especially in the wake of relatively subdued commodity prices and a third US interest rate hike in as many quarters. A dip in oil prices did put pressure on a number of emerging market credits however. Flows into the asset class remained strong, hitting 27 weeks of consecutive inflows at the end of the period, while Donald Trump could do little to dampen sentiment despite his 'America first' rhetoric.

In EM country news, China's high octane growth of yesteryear may have diminished but the economy continues to move in the right direction. Growth in industrial production and retail sales were steady, while the manufacturing PMI rose from May's 51.2 to 51.7 in June. Parts of the economy are seeing the consequences of a change in economic policy feed through however. Debt levels remain a concern while tighter financial conditions and slowing growth in the property sector will see the economy slow in the second half of the year. Still, economic growth remains strong relative to many economies.

Elsewhere, India's economy is not without its issues but there are a lot of positive stories coming out of the country at present. There was a slight deterioration in trade data, and economic activity was uneven, but Prime Minister Narendra Modi continues to push through with his ambitious reform agenda. Indian equities rallied on the back of this. In Brazil, the corruption scandal, which resulted in the impeachment of former President Dilma Rousseff in the summer last year, reappeared once more at the President's office in May. The economy has bottomed out from its deep recession last year, but figures are still weak and incoming data is mixed. Despite this, Brazil's current account recorded a solid surplus while the manufacturing PMI rose.

Investment Manager's Review

Commodities remained subdued. Metals had made some headway before performance tailed off; silver alone was down 9% in Q2 2017. Gold dropped over the first half, before regaining some lost ground to end June. The price of Brent crude oil had dropped to just US\$41.80 before finishing at US\$47.92 per barrel, lower than where it started the reporting period. The decline was due to the diplomatic row between Qatar and other Middle Eastern countries which has led to OPEC deciding not to implement their previous decision to reduce oil production by 1.8 million barrels per day. The weakness was also aggravated by the US increasing production. The Energy Information Administration said crude stocks in commercial storage swelled by 3.3 million barrels to 513.2 million barrels.

Aberdeen Asset Managers Limited

July 2017

Net Asset Value History

Numbers are shown in USD terms (unless otherwise stated).

Fund	Share Class	NAV per Share 30.06.17	NAV per Share 30.06.16	NAV per Share 30.06.15	Ongoing Charges % [†] As at 30.06.17	OASE %* As at 30.06.17
Asia Pacific Multi Asset	A-1	9.8965	9.1669	9.6605	1.87	0.35
	A-2	189.9182	173.3066	179.2744	1.87	0.35
	A(CHF)-2 [^]	147.5823	138.0397	145.2263	1.96	0.44
	A(EUR)-2 [^]	164.8708	153.4785	160.0942	1.96	0.44
	E(EUR)-2	12.7998	11.9916	12.3688	1.87	0.35
	W-1	11.4567	10.6143	-	2.87	0.35
	W-2	11.5823	10.6715	-	2.87	0.35
	X-2	11.0261	9.9864	10.2520	1.12	0.35
	Y(EUR)-2	12.6394	11.7526	12.0321	1.12	0.35
Asian Bond	A-1	117.6166	118.1189	118.1310	1.61	0.38
	A-2	158.6370	155.1293	150.8861	1.61	0.38
	A(EUR)-2 [^]	147.2663	146.9484	144.3868	1.75	0.52
	D(GBP)-2 [^]	-	10.8396	10.5763	1.75	0.52
	I-2	1,623.9353	1,579.4113	1,527.9438	1.07	0.34
	X-2	10.3674	10.0873	-	1.11	0.38
	Z-2	1,179.4038	1,139.1125	1,094.2584	0.37	0.34
Australian Dollar Bond	A(AUD)-1	1,291.2181	1,331.5485	1,253.9824	1.17	0.27
	A(AUD)-2	4,516.3023	4,606.2804	4,280.9466	1.17	0.27
	X(AUD)-1	10.5042	10.8323	10.2009	0.77	0.27
	X(AUD)-2	11.5937	11.7772	10.9011	0.77	0.27
Canadian Dollar Bond	A(CAD)-1	1,361.2118	1,409.5539	1,365.0359	1.18	0.28
	A(CAD)-2	3,706.3659	3,818.9483	3,664.1375	1.18	0.28
	X(CAD)-1	10.1028	10.4622	10.1328	0.78	0.28
Emerging Europe Bond ^A	A(EUR)-2	-	222.6340	219.1268	-	-
	X(EUR)-2	-	9.3781	9.1848	-	-
Emerging Markets Total Return Bond	A-2	10.2168	-	-	1.78	0.28
	A(EUR)-2 [^]	10.0809	-	-	1.84	0.34
	I-1	1.7766	1.7521	1.7609	0.99	0.24
	I-2	10.2787	-	-	0.99	0.24
	R(GBP)-1	9.9243	-	-	1.03	0.28
	R(GBP)-2	9.9907	-	-	1.03	0.28
	X-2	10.2747	-	-	1.03	0.28
	X(CHF)-2 [^]	10.1002	-	-	1.09	0.34
	X(EUR)-2 [^]	10.1365	-	-	1.09	0.34
	Z-1	-	9.5272	9.5751	0.24	0.24
	Z-2	17.9732	16.7953	15.9302	0.24	0.24
Euro Absolute Return Bond ^B	A(EUR)-2	-	9.8499	-	-	-
	I(EUR)-2	-	1.0455	1.0775	-	-
	X(EUR)-2	-	9.8814	-	-	-
	Z(EUR)-2	-	9.9156	-	-	-
Euro Bond ^C	I(EUR)-1	-	-	10.4683	-	-
	Z(EUR)-2	-	-	18.8812	-	-

Net Asset Value History

Fund	Share Class	NAV per Share 30.06.17	NAV per Share 30.06.16	NAV per Share 30.06.15	Ongoing Charges % [†] As at 30.06.17	OASE %* As at 30.06.17
Euro Corporate Bond	A(EUR)-1	10.9914	10.9726	10.6136	1.18	0.28
	A(EUR)-2	11.2670	11.2227	10.7937	1.18	0.28
	A(CZK)-2 [^]	109.1315	109.9624	106.5555	1.32	0.42
	A(HUF)-2 [^]	1,002.0977	-	-	1.24	0.34
	I(EUR)-2	13.7596	13.6462	13.0603	0.74	0.24
	Z(EUR)-2	17.0974	16.8703	16.0775	0.24	0.24
Euro Government Bond	A(EUR)-1	136.7239	142.9048	131.6746	0.98	0.23
	A(EUR)-2	513.9904	537.2271	495.0089	0.98	0.23
	J(EUR)-2	2,011.1531	2,093.8815	1,920.8976	0.59	0.19
	X(EUR)-1	11.2779	11.7465	10.7862	0.63	0.23
	X(EUR)-2	11.7631	12.2518	11.2450	0.63	0.23
	Z(EUR)-2	10.1845	10.5619	-	0.19	0.19
Euro High Yield Bond [^]	A(EUR)-2	-	139.0927	135.1630	-	-
	I(EUR)-2	-	1,458.4363	1406.8061	-	-
	X(EUR)-2	-	12.4017	11.9924	-	-
Euro Short Term Bond	A(EUR)-1	50.7407	51.0945	50.6817	0.73	0.23
	A(EUR)-2	147.5014	148.5283	147.3281	0.73	0.23
	J(EUR)-2	1,243.2392	1,248.2379	1,234.7411	0.44	0.19
	X(EUR)-1	10.0332	10.0787	9.9770	0.48	0.23
	X(EUR)-2	10.1551	10.2002	10.0893	0.48	0.23
European Convertibles Bond	A(EUR)-2	17.3892	16.7024	17.3889	1.45	0.25
	I(EUR)-1	12.0220	11.5979	12.1323	0.91	0.21
	I(EUR)-2	1,943.5296	1,856.9043	1,922.9174	0.91	0.21
	X(EUR)-2	12.4270	11.8764	12.3032	0.95	0.25
	Z(EUR)-2	10.3016	-	-	0.21	0.21
Global Bond	J-2	15.4193	15.7705	14.6460	0.71	0.21
	Z-2	16.5394	16.8317	15.5536	0.21	0.21
Global Government Bond	D(GBP)-1	1.0822	1.1101	0.8611	1.21	0.31
	J-2	8.4064	8.8405	8.0219	0.77	0.27
	Z-2	16.8108	17.5806	15.8723	0.27	0.27
Global High Yield Bond	A-1	9.8322	9.4267	10.0434	1.29	0.29
	A-2	10.7583	9.8392	9.9562	1.29	0.29
	A(EUR)-1 [^]	8.6013	8.3841	8.9794	1.29	0.29
	E(EUR)-1	11.2185	11.0427	11.7313	1.29	0.29
	E(EUR)-2	12.9092	12.1219	12.2306	1.29	0.29
	I-1	9.8298	9.4242	10.0419	0.75	0.25
	I(EUR)-2 [^]	10.3078	9.5296	9.6487	0.75	0.25
	X-2	11.0103	10.0204	10.0875	0.79	0.29
	Z-2	11.2319	10.1668	10.1753	0.25	0.25

Net Asset Value History

Fund	Share Class	NAV per Share 30.06.17	NAV per Share 30.06.16	NAV per Share 30.06.15	Ongoing Charges % [†] As at 30.06.17	OASE %* As at 30.06.17
Sterling Bond ^ᵀ	A(GBP)-1	-	-	645.8116	-	-
	A(GBP)-2	-	-	2,306.8900	-	-
	I(GBP)-2	-	-	1.7937	-	-
	J(GBP)-2	-	-	17.2860	-	-
	K(GBP)-2	-	-	1.9634	-	-
	X(GBP)-2	-	-	10.6862	-	-
	Z(GBP)-1	-	-	1.1078	-	-
	Z(GBP)-2	-	-	17.3939	-	-
Sterling Credit Bond ^ᵀ	I(GBP)-1	-	-	1.0824	-	-
	I(GBP)-2	-	-	2.1195	-	-
	K(GBP)-1	-	-	1.2193	-	-
	Z(GBP)-1	-	-	10.2633	-	-
	Z(GBP)-2	-	-	1.9777	-	-
Sterling Government Bond ^ᵀ	D(GBP)-1	-	-	1.1602	-	-
	D(GBP)-2	-	-	1.5857	-	-
	J(GBP)-2	-	-	2.9919	-	-
	R(GBP)-1	-	-	10.0957	-	-
	R(GBP)-2	-	-	10.6816	-	-
	Z(GBP)-1	-	-	1.3608	-	-
	Z(GBP)-2	-	-	2.2676	-	-
Sterling Index Linked Bond ^ᵀ	I(GBP)-2	-	-	2.5302	-	-
	J(GBP)-2	-	-	3.7965	-	-
	K(GBP)-2	-	-	2.6186	-	-
	Z(GBP)-2	-	-	3.5626	-	-
Sterling Long Dated Credit Bond ^ᵀ	K(GBP)-2	-	-	2.5774	-	-
	Z(GBP)-2	-	-	2.2151	-	-
Sterling Long Dated Government Bond ^ᵀ	I(GBP)-2	-	-	2.3490	-	-
	K(GBP)-2	-	-	2.3947	-	-
	Z(GBP)-2	-	-	1.8807	-	-
US Dollar Bond	A-1	1,355.0934	1,397.1895	1,341.4452	1.23	0.33
	A-2	3,738.6395	3,808.5464	3,613.5317	1.23	0.33
	J-2	1,929.5696	1,957.0002	1,848.5805	0.79	0.29
	X-2	10.6160	10.7712	10.1785	0.83	0.33
US Dollar Credit Bond ^ᵀ	A-2	10.8841	10.6622	-	1.04	0.24
	I-2	10.9530	10.6829	-	0.60	0.20
	I(EUR)-1 [^]	10.2771	10.4963	-	0.66	0.26
	X-2	10.9467	10.6811	-	0.64	0.24
	Z-2	11.0164	10.7019	-	0.20	0.20

Net Asset Value History

Fund	Share Class	NAV per Share	NAV per Share	NAV per Share	Ongoing Charges % [†]	OASE %*
		30.06.17	30.06.16	30.06.15	As at 30.06.17	As at 30.06.17
US Dollar High Yield Bond	A-1	9.3933	8.8700	9.5707	1.51	0.26
	A-2	10.2003	9.2279	9.4386	1.51	0.26
	A(EUR)-2 [^]	10.3233	9.5091	9.8055	1.60	0.35
	I-1	9.0703	8.5611	9.2380	0.83	0.13
	I-2	29.1741	26.2173	26.6339	0.83	0.13
	I(EUR)-2 [^]	33.2302	30.4018	31.1275	0.83	0.13
	X-1	8.8519	8.3585	9.0192	0.96	0.26
	Z-2	11.6782	10.4218	-	0.14	0.14
US Dollar Short Term Bond	A-1	103.4934	103.9677	103.5627	0.74	0.24
	A-2	310.5645	309.4697	306.6089	0.74	0.24

[†] Source: Aberdeen Asset Management.

Calculated in accordance with the European Securities and Markets Authority (ESMA) guidelines.

The ongoing charges figure (OCF) is the total expenses paid by each share class, against its average net asset value. This includes the annual management charge, the other operating expenses and any synthetic element to incorporate the ongoing charges of any underlying collective investments. The OCF can fluctuate as underlying costs change. Where underlying costs have changed, the OCF disclosed in the Key Investor Information Document will be updated to reflect current changes.

* Operating, Administrative and Servicing Expenses (OASE) Gross Rate.

[^] Base currency exposure share class.

^A Fund closed on 23 September 2016.

^B Fund closed on 7 April 2017.

^C Fund closed on 24 October 2015.

^D Fund closed on 12 May 2016.

^E First net asset value calculated on 19 January 2016.

Exchange Rates	30.06.17	30.06.16	30.06.15
£ - US\$	1.298950	1.336800	1.572700
£ - €	1.138850	1.203300	1.411500
€ - US\$	1.140580	1.110945	1.114205
£ - AU\$	1.693450	1.795350	2.046200
£ - CA\$	1.686950	1.736100	1.963450

Summary of Historic Information

Fund	Base Currency	Net Asset Value	Net Asset Value	Net Asset Value
		30.06.17 ('000)	30.06.16 ('000)	30.06.15 ('000)
Asia Pacific Multi Asset	US Dollars	90,008	98,976	138,332
Asian Bond	US Dollars	67,513	78,869	100,036
Australian Dollar Bond	Australian Dollars	85,358	121,971	108,148
Canadian Dollar Bond	Canadian Dollars	71,510	82,807	89,250
Emerging Europe Bond ^A	Euro	-	15,153	19,509
Emerging Markets Total Return Bond	US Dollars	30,593	59,088	94,497
Euro Absolute Return Bond ^B	Euro	-	8,398	8,656
Euro Bond ^C	Euro	-	-	9,920
Euro Corporate Bond	Euro	48,033	68,488	78,118
Euro Government Bond	Euro	189,947	250,174	273,634
Euro High Yield Bond ^A	Euro	-	40,458	42,339
Euro Short Term Bond	Euro	102,214	121,865	132,047
European Convertibles Bond	Euro	104,006	155,860	175,124
Global Bond	US Dollars	1,099,932	444,501	428,133
Global Government Bond	US Dollars	146,468	254,938	101,911
Global High Yield Bond	US Dollars	16,397	15,587	16,673
Sterling Bond ^D	Sterling	-	-	277,749
Sterling Credit Bond ^D	Sterling	-	-	169,786
Sterling Government Bond ^D	Sterling	-	-	42,375
Sterling Index Linked Bond ^D	Sterling	-	-	114,423
Sterling Long Dated Credit Bond ^D	Sterling	-	-	21,240
Sterling Long Dated Government Bond ^D	Sterling	-	-	41,850
US Dollar Bond	US Dollars	42,373	56,502	70,832
US Dollar Credit Bond ^E	US Dollars	14,572	10,878	-
US Dollar High Yield Bond	US Dollars	18,553	46,105	220,321
US Dollar Short Term Bond	US Dollars	75,105	107,501	115,476
Combined Total	US Dollars	2,228,696	2,061,189	3,314,261

^A Fund closed on 23 September 2016.

^B Fund closed on 7 April 2017.

^C Fund closed on 24 October 2015.

^D Fund closed on 12 May 2016.

^E First net asset value calculated on 19 January 2016.

Performance History

Fund	Base Currency	30.06.17 %	30.06.16 %	30.06.15 %	30.06.14 %
Asia Pacific Multi Asset - A Accumulation Shares	USD	9.62	(3.42)	(1.17)	4.77
Benchmark: 50% Market iBoxx Asian Local Bond Index and 50% MSCI AC Asia Pacific ex Japan Index ^A	USD	9.74	(1.14)	0.66	7.79
Asian Bond - A Accumulation Shares	USD	2.19	2.76	(1.94)	2.49
Benchmark: Market iBoxx Asian Local Bond Index ^B	USD	0.89	4.38	(1.04)	3.32
Australian Dollar Bond - A Accumulation Shares	AUD	(1.95)	7.60	4.70	4.60
Benchmark: JP Morgan Government Bond Index Traded AUD	AUD	(0.95)	8.36	6.27	5.36
Canadian Dollar Bond - A Accumulation Shares	CAD	(2.54)	4.46	4.52	2.85
Benchmark: JP Morgan Government Bond Index Traded CAD	CAD	(2.57)	5.22	5.72	3.71
Emerging Europe Bond - A Accumulation Shares ^C	EUR	0.97	0.99	(6.78)	1.15
Benchmark: JP Morgan Global Bond Index Emerging Markets Global Diversified Europe Index	EUR	1.78	3.58	(3.90)	1.48
Emerging Markets Total Return Bond - Z Accumulation Shares	USD	7.27	5.69	0.63	6.68
Benchmark: Citigroup World Government Bond Index USA	USD	(2.31)	6.17	2.26	1.97
Euro Absolute Return Bond Fund - I Accumulation Shares ^D	EUR	2.52	(2.95)	1.34	-
Benchmark: 3 Month Euribor Index	EUR	(0.24)	(0.14)	0.00	-
Euro Bond - Z Accumulation Shares ^E	EUR	-	2.60	4.28	9.14
Benchmark: Barclays Capital Euro Aggregate Index	EUR	-	2.19	3.50	8.20
Euro Corporate Bond - Z Accumulation Shares	EUR	1.59	5.18	2.76	7.74
Benchmark: Barclays Capital Euro Aggregate Corporate Index	EUR	1.25	5.15	1.79	7.20
Euro Government Bond - A Accumulation Shares	EUR	(3.93)	8.55	2.29	8.05
Benchmark: Barclays Capital Euro Aggregate Treasury Index	EUR	(3.27)	8.88	4.33	9.28
Euro High Yield Bond - A Accumulation Shares ^C	EUR	4.12	2.66	0.64	13.18
Benchmark: Bank of America Merrill Lynch Euro High Yield Constrained Index	EUR	3.66	2.45	1.81	13.56
Euro Short Term Bond - A Accumulation Shares	EUR	(0.65)	0.90	(0.02)	0.27
Benchmark: Citigroup EMU Government Bond Index 1-3 Years (ex. BBB)	EUR	(0.66)	0.51	0.44	0.86
European Convertibles Bond - A Accumulation Shares	EUR	4.47	(4.44)	8.56	8.77
Benchmark: Thomson Reuters Europe Convertible Index	EUR	7.41	(4.21)	9.36	13.01
Global Bond - Z Accumulation Shares	USD	(1.49)	8.43	(6.71)	8.66
Benchmark: Barclays Capital Global Aggregate Bond Index	USD	(2.18)	8.87	(7.09)	7.39
Global Government Bond - J Accumulation Shares	USD	(4.14)	11.51	(8.82)	8.06
Benchmark: Citigroup World Government Bond Index	USD	(4.14)	11.26	(9.02)	6.85
Global High Yield Bond - A Income Shares	USD	9.57	(1.41)	(5.93)	12.80
Benchmark: Bank of America Merrill Lynch Global High Yield Constrained Hedged Index ^F	USD	12.37	2.88	(3.95)	13.66

Performance History

Fund	Base Currency	30.06.17 %	30.06.16 %	30.06.15 %	30.06.14 %
Sterling Bond - Z Accumulation Shares ^G	GBP	-	6.40	7.61	4.21
Benchmark: Bank of America Merrill Lynch Sterling Broad Market Index	GBP	-	6.97	8.36	3.90
Sterling Credit Bond - Z Accumulation Shares ^G	GBP	-	5.91	6.37	6.83
Benchmark: Bank of America Merrill Lynch Sterling Non-Gilts Index	GBP	-	5.81	6.52	6.89
Sterling Government Bond - Z Accumulation Shares ^G	GBP	-	8.91	11.07	3.26
Benchmark: FTSE - A British Government Fixed > 5 Year Index	GBP	-	9.48	12.19	3.37
Sterling Index Linked Bond - Z Accumulation Shares ^G	GBP	-	4.13	14.99	4.42
Benchmark: FTSE - A British Government Index Linked > 5 Year Index	GBP	-	3.58	15.75	4.31
Sterling Long Dated Credit Bond - Z Accumulation Shares ^G	GBP	-	7.70	8.42	8.69
Benchmark: Bank of America Merrill Lynch Sterling Non-Gilts > 10 Year Index	GBP	-	7.89	8.68	8.99
Sterling Long Dated Government Bond - Z Accumulation Shares ^G	GBP	-	11.38	14.94	5.31
Benchmark: FTSE - A British Government > 15 Year Index	GBP	-	11.37	16.25	5.32
US Dollar Bond - A Accumulation Shares	USD	(1.74)	5.38	1.06	3.39
Benchmark: JP Morgan Government Bond Index Traded USD	USD	(2.49)	6.79	2.61	2.34
US Dollar Credit Bond - A Accumulation Shares	USD	2.21	6.62	-	-
Benchmark: Bloomberg Barclays Capital US Credit Index	USD	1.84	7.13	-	-
US Dollar High Yield Bond - I Accumulation Shares	USD	12.20	(0.75)	(6.39)	12.95
Benchmark: Bank of America Merrill Lynch US High Yield Master II Index	USD	12.75	1.71	(0.55)	11.80
US Dollar Short Term Bond - A Accumulation Shares	USD	0.41	0.93	(0.07)	0.53
Benchmark: Citigroup US World Government Bond Index 1-3 Years	USD	(0.09)	1.25	0.87	0.73

Performance basis is detailed within the Manager's review.

Past performance is no indication of current or future performance. These performance data do not take account of the commissions and costs incurred on the issue and redemption of shares.

Performance is calculated at 30 June each year unless otherwise stated.

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^A 60% HSBC Asian Local Bond Index (ALBI) and 40% MSCI AC Asia Pacific Index to 31 March 2016, then 60% Markit iBoxx Asian Local Bond Index and 40% MSCI AC Asia Pacific Index to 7 April 2017 then 50% Markit iBoxx Asian Local Bond Index and 50% MSCI AC Asia Pacific ex Japan Index thereafter.

^B HSBC Asian Local Bond Index (ALBI) to 31 March 2016 then Market iBoxx Asian Local Bond Index thereafter.

^C Fund closed 23 September 2016.

^D Fund closed 7 April 2017.

^E Fund closed 24 October 2015.

^F Bank of America Merrill Lynch Global High Yield Index to 30 September 2015 then Bank of America Merrill Lynch Global High Yield Constrained Hedged Index.

^G Fund closed 12 May 2016.

Aberdeen Global II - Combined Statements

Statement of Net Assets

As at 30 June 2017

	Notes	US\$'000
Assets		
Investments in securities at market value	2.2	2,180,311
Cash at bank		48,584
Amounts held at futures clearing houses and brokers		7,208
Interest and dividends receivable		15,119
Subscriptions receivable		2,870
Receivable for investments sold		15,531
Unrealised gains on forward currency exchange contracts	2.6	1,387
Unrealised gains on future contracts	2.7	862
Unrealised gains on swap contracts	2.8	70
Other assets		10
Total assets		2,271,952
Liabilities		
Bank overdraft		1
Payable for investments purchased		24,436
Taxes and expenses payable		1,091
Redemptions payable		14,349
Unrealised losses on forward currency exchange contracts	2.6	176
Unrealised losses on future contracts	2.7	216
Unrealised losses on swap contracts	2.8	2,169
Other liabilities		818
Total liabilities		43,256
Net assets at the end of the year		2,228,696

Statement of Changes in Net Assets

For the year from 1 July 2016 to 30 June 2017

	Notes	US\$'000
Net assets at the beginning of the year		2,061,189
Exchange rate effect on opening net assets		22,310
Net gains from investments		21,492
Net realised losses		(5,010)
Net unrealised gains		5,599
Proceeds from shares issued		1,126,508
Payments for shares redeemed		(1,007,973)
Net equalisation received	10	7,256
Dividends paid	5	(2,675)
Net assets at the end of the year		2,228,696

Statement of Operations

For the year from 1 July 2016 to 30 June 2017

	Notes	US\$'000
Income		
Investment income	2.3	34,826
Bank interest		111
Other income		7
Total income		34,944
Expenses		
Management fees	4.2	8,847
Operating, administrative and servicing fees	4.3	4,541
Shareholder servicing fees and distribution fees	4.1	2
Other operational expenses		54
Bank interest		8
Total expenses		13,452
Net gains from investments		21,492
Realised losses on investments		(4,022)
Realised gains on forward currency exchange contracts		176
Realised losses on future contracts		(2,393)
Realised gains on swap contracts		2,860
Realised currency exchange losses		(1,631)
Net realised losses		(5,010)
Increase in unrealised appreciation on investments		4,480
Decrease in unrealised depreciation on forward foreign exchange contracts		2,030
Decrease in unrealised depreciation on future contracts		754
Increase in unrealised depreciation on swap contracts		(1,957)
Unrealised currency exchange gains		292
Net unrealised gains		5,599
Net increase in assets as a result of operations		22,081

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

Asia Pacific Multi Asset

For the year ended 30 June 2017

Performance

For the year ended 30 June 2017, the value of Asia Pacific Multi Asset - A Accumulation shares increased by 9.62% compared to an increase of 9.74% in the composite benchmark being 60% Markit iBoxx Asian Local Bond Index and 40% MSCI AC Asia Pacific to 7 April and then 50% Markit iBoxx Asian Local Bond Index and 50% MSCI AC Asia Pacific ex Japan Index thereafter.

Source: Aberdeen Asset Management, Lipper, Rimes, and Factset. Basis: total return, published NAV to NAV, net of annual charges, gross income reinvested, USD.

Please see the Performance History section for details on the use of MSCI information.

Please remember that past performance is not a guide to future returns. The price of shares and the revenue from them may fall as well as rise. Investors may not get back the amount originally invested.

Market review

Regional equities posted solid gains, led by North Asia. Korea and Taiwan were lifted by a re-rating of the technology sector. Moon Jae-in's presidential election win and easing tensions with China further bolstered Korea. China and Hong Kong were buoyed by positive growth data, a rally in mainland internet stocks and MSCI's decision to add A-shares to its indexes. Conversely, the Philippines underperformed on concerns that potential protectionist measures by the Trump administration might hurt the country's key business process outsourcing industry. Malaysia lagged as political tensions rose ahead of general elections that could happen by year-end.

In local-currency government bonds, key triggers for India's rally included the formation of a monetary policy committee to target inflation; demonetisation that led to a surge of liquidity in government bonds; and the finalisation of the Goods and Services Tax (GST) bill. Indonesian bonds were buoyed by the success of the government's tax amnesty programme, as well as Standard & Poor's decision to restore the investment-grade rating. Malaysian bonds saw significant outflows but sentiment recovered after the government eased rules on hedging and the short-selling of government bonds. Conversely, yields in Singapore and Hong Kong tracked US Treasuries higher. In China, short-term money-market rates moved sharply higher as authorities reined in liquidity to contain potential risks. Korean and Thai bonds also lagged.

Most Asian currencies continued to decline against the US dollar, although regional losses were pared after Trump bemoaned the greenback's strength.

Portfolio review

Over the first three quarters, both the Fund's equities and fixed income portions outperformed their respective benchmarks.

Towards the last quarter of the year, the investment strategy was changed, to diversify the portfolio, improve the expected risk/reward profile of the Fund and increase investments in Asia Pacific equities excluding Japan. It also set a new reference for asset allocation: 50% MSCI AC Asia Pacific ex Japan Index and 50% Markit iBoxx Asian Local Bond Index. Despite the change in reference to exclude Japanese equities, however, the Fund will maintain some investments in Japanese stocks. After the change in strategy, the Fund continued to outperform the benchmark.

Within the fixed income allocation, our interest rate strategies contributed the most to relative performance, while exposure to US-dollar Asian credit was also positive. Our exposure to higher-yielding bonds in India, Sri Lanka and Indonesia, coupled with duration effects in these markets, bolstered returns. Against this, the overweight to Malaysian bonds, particularly in terms of duration, detracted.

Within equities, stock selection in India contributed the most to performance. Our holding Grasim is in the midst of restructuring into a broader conglomerate, comprising cement, viscose fibre, chemicals, telecoms and financial services. The share price jumped towards the period-end, on news that it had struck a deal with a private-equity investor to sell a stake in its financial services arm at a price above market expectations. Meanwhile, ITC's share price also spiked after the government said that all excise taxes (barring one) would no longer be levied on cigarette sales under the new tax regime. In Australia, mining holdings Rio Tinto and BHP Billiton rallied in end 2016 on hopes that infrastructure-related spending would increase in the US. Hong Kong's Jardine Strategic had a good run, driven by its inclusion in the MSCI World Index and expectations that its subsidiaries' fundamentals will continue to improve.

Tactical asset allocation and currency management also contributed positively, especially between October and December when Asian currencies weakened.

Outlook

Asia continues to benefit from the global recovery in trade. Stronger Chinese demand has helped its trading partners and commodity exporters. Nevertheless, risks remain, notably ever-rising debt levels in the mainland, where authorities have responded with a raft of policy-tightening measures although we don't anticipate any destabilising moves ahead of the leadership transition later this year. Meanwhile, China's tone towards Korea has turned more conciliatory after President Moon suspended further deployment of the controversial US THAAD missile defence system. We view the easing of tensions positively. In India, domestic stocks have been listless in recent weeks, reflecting anxiety over the rollout of the GST. The government has given companies some breathing space by allowing for late tax filings in the first two months. While our holdings are well prepared, most still expect some teething pains.

Despite the potential risks, we expect the earnings of our holdings to trend in line with our forecasts. Across sectors, we have seen improvements in our bank holdings and a recovery in our commodity stocks, while the technology sector continues to do well. More broadly, while valuations have re-rated, Asia still remains attractive compared to developed markets.

Bond markets have corrected at the time of writing. North Korea's first long-range missile launch and uncertainty over how the US might respond have caused risk aversion to spike. Meanwhile, relatively low inflation, stagnant wages and subdued demand appear incongruent with the recent hawkish rhetoric from Western central banks, and worries about monetary policy missteps have surfaced. With many companies having low levels of interest cover, any modest rise in interest rates could place significant stress on businesses. Still, we expect the Federal Reserve to continue on its path of policy normalisation, albeit at a gradual pace. In more upbeat developments, the Bond Connect programme between China and Hong Kong has started on a quiet note but we expect trading volumes to improve and boost liquidity in markets. Careful buyers should be able to find value in the region. In this regard, we continue to favour Indonesia and India. At current conditions, local-currency government bonds appear more compelling than corporate bonds, given their attractive valuations and expectations of a stable rates environment.

Multi-Asset Team

July 2017

Asia Pacific Multi Asset

Statement of Net Assets

As at 30 June 2017

	Notes	US\$'000
Assets		
Investments in securities at market value	2.2	83,309
Cash at bank		5,295
Amounts held at futures clearing houses and brokers		490
Interest and dividends receivable		668
Subscriptions receivable		335
Unrealised gains on forward currency exchange contracts	2.6	276
Other assets		3
Total assets		90,376
Liabilities		
Taxes and expenses payable		136
Redemptions payable		171
Unrealised losses on future contracts	2.7	7
Other liabilities		54
Total liabilities		368
Net assets at the end of the year		90,008

Statement of Changes in Net Assets

For the year from 1 July 2016 to 30 June 2017

	Notes	US\$'000
Net assets at the beginning of the year		98,976
Net gains from investments		1,357
Net realised gains		13
Net unrealised gains		6,552
Proceeds from shares issued		12,261
Payments for shares redeemed		(28,988)
Net equalisation paid	10	(75)
Dividends paid	5	(88)
Net assets at the end of the year		90,008

Statement of Operations

For the year from 1 July 2016 to 30 June 2017

	Notes	US\$'000
Income		
Investment income	2.3	3,020
Bank interest		17
Other income		7
Total income		3,044
Expenses		
Management fees	4.2	1,341
Operating, administrative and servicing fees	4.3	341
Shareholder servicing fees and distribution fees	4.1	2
Other operational expenses		3
Total expenses		1,687
Net gains from investments		1,357
Realised gains on investments		661
Realised losses on forward currency exchange contracts		(414)
Realised losses on future contracts		(35)
Realised currency exchange losses		(199)
Net realised gains		13
Increase in unrealised appreciation on investments		5,727
Decrease in unrealised depreciation on forward currency exchange contracts		755
Decrease in unrealised depreciation on future contracts		64
Unrealised currency exchange gains		6
Net unrealised gains		6,552
Net increase in assets as a result of operations		7,922

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

Asia Pacific Multi Asset

Share Transactions

For the year from 1 July 2016 to 30 June 2017

	A-1	A-2	A(CHF)-2 [^]	A(EUR)-2 [^]	E(EUR)-2
Shares outstanding at the beginning of the year	834,805	237,527	91,681	91,583	1,456,290
Shares issued during the year	122,394	12,831	1,343	30,530	170,004
Shares redeemed during the year	(484,475)	(79,500)	(12,287)	(39,530)	(118,145)
Shares outstanding at the end of the year	472,724	170,858	80,737	82,583	1,508,149
Net asset value per share	9.8965	189.9182	147.5823	164.8708	12.7998

	W-1	W-2	X-2	Y(EUR)-2
Shares outstanding at the beginning of the year	790	790	208,394	4,108
Shares issued during the year	40,802	20,775	19,047	4,452
Shares redeemed during the year	(790)	(4,434)	(36,778)	-
Shares outstanding at the end of the year	40,802	17,131	190,663	8,560
Net asset value per share	11.4567	11.5823	11.0261	12.6394

[^] Base currency exposure share class.

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

Asia Pacific Multi Asset

Portfolio Statement

As at 30 June 2017

Security	Coupon (%)	Maturity	Nominal / Quantity	Market Value US\$'000	Total Net Assets %
Transferable securities and money market instruments admitted to an official exchange listing or dealt on another regulated market					87.95%
Bonds 31.39%					
Corporate Bonds 15.34%					
Australia 0.30%					
APT Pipelines	4.2500	15/07/27	130,000	133	0.15
Transurban Finance	3.3750	22/03/27	139,000	136	0.15
				269	0.30
China 3.17%					
Bank of China (EMTN)	4.8800	20/04/20	3,640,000	547	0.61
China Overseas Finance Cayman VI	5.9500	08/05/24	200,000	229	0.25
CNPC General Capital	3.4000	16/04/23	200,000	204	0.23
Franshion Brilliant	3.6000	03/03/22	325,000	325	0.36
Future Land Development	5.0000	16/02/20	200,000	198	0.22
FUXIANG Investment Management (EMTN)	3.6250	30/11/19	200,000	201	0.22
Proven Honour Capital	4.1250	06/05/26	350,000	356	0.40
Shanghai Hong Kong International Investments	3.8750	20/04/20	200,000	202	0.22
Sinopec Group Overseas Development 2012	3.9000	17/05/22	253,000	264	0.29
Sinopec Group Overseas Development 2017	2.3750	12/04/20	330,000	330	0.37
				2,856	3.17
Hong Kong 1.13%					
CK Hutchison International 17	2.8750	05/04/22	200,000	201	0.22
Hongkong Electric Finance (EMTN)	2.8750	03/05/26	230,000	222	0.25
Hutchison Whampoa Finance	7.5000	01/08/27	200,000	267	0.30
ICBCIL Finance (EMTN)	3.0000	05/04/20	330,000	331	0.36
				1,021	1.13
India 5.50%					
Adani Ports & Special Economic Zone	4.0000	30/07/27	200,000	200	0.22
Bharat Petroleum	4.6250	25/10/22	200,000	213	0.24
Bharti Airtel International Netherlands	5.1250	11/03/23	200,000	211	0.23
Housing Development Finance	8.6500	18/09/20	100,000,000	1,601	1.79
ICICI Bank	7.6000	07/10/23	50,000,000	778	0.86
Indiabulls Housing Finance	8.9000	26/09/21	50,000,000	784	0.87
NTPC (EMTN)	5.6250	14/07/21	150,000	165	0.18
Power Finance	7.6300	14/08/26	50,000,000	776	0.86
UPL	3.2500	13/10/21	227,000	227	0.25
				4,955	5.50
Indonesia 1.96%					
Lembaga Pembiayaan Ekspor Indonesia	9.5000	13/03/20	20,000,000,000	1,551	1.72
Pertamina Persero	6.0000	03/05/42	200,000	216	0.24
				1,767	1.96

Asia Pacific Multi Asset

Security	Coupon (%)	Maturity	Nominal / Quantity	Market Value US\$'000	Total Net Assets %
Kuwait 0.23%					
Equate Petrochemical (EMTN)	4.2500	03/11/26	200,000	203	0.23
Malaysia 1.12%					
Cagamas Global (EMTN)	2.5300	26/04/20	460,000	461	0.52
Cagamas Global (EMTN)	3.7000	22/09/17	1,000,000	147	0.16
Danga Capital	3.0350	01/03/21	200,000	201	0.22
TNB Global Ventures Capital (EMTN)	3.2440	19/10/26	200,000	196	0.22
				1,005	1.12
Philippines 0.24%					
ICTSI Treasury (EMTN)	5.8750	17/09/25	200,000	218	0.24
Singapore 0.23%					
United Overseas Bank (EMTN)	VAR	16/09/26	200,000	204	0.23
South Korea 0.57%					
Doosan Power System	VAR	03/12/45	300,000	299	0.34
Shinhan Bank	2.8750	28/03/22	210,000	211	0.23
				510	0.57
Thailand 0.67%					
Bangkok Bank PUB (HK)	9.0250	15/03/29	50,000	70	0.08
Krung Thai Bank Cayman (EMTN)	VAR	26/12/24	256,000	266	0.29
PTT Global Chemical	4.2500	19/09/22	250,000	266	0.30
				602	0.67
United Arab Emirates 0.22%					
National Bank of Abu Dhabi (EMTN)	3.0000	30/03/22	200,000	201	0.22
Total Corporate Bonds				13,811	15.34
Government Bonds 16.05%					
China 2.59%					
China (Peoples Republic of)	4.0800	22/08/23	10,000,000	1,519	1.69
China (Peoples Republic of)	2.8500	28/01/26	2,000,000	279	0.31
China (Peoples Republic of)	3.4600	11/07/20	1,000,000	147	0.16
Export-Import Bank of China	2.8750	26/04/26	400,000	385	0.43
				2,330	2.59
India 2.23%					
India (Republic of)	8.2700	09/06/20	60,490,000	980	1.09
India (Republic of)	8.0800	02/08/22	32,370,000	529	0.59
India (Republic of)	8.1700	01/12/44	20,000,000	345	0.38
India (Republic of)	8.1200	10/12/20	9,510,000	154	0.17
				2,008	2.23

Asia Pacific Multi Asset

Security	Coupon (%)	Maturity	Nominal / Quantity	Market Value US\$'000	Total Net Assets %
Indonesia 3.62%					
Indonesia (Republic of)	7.0000	15/05/27	22,000,000,000	1,672	1.86
Indonesia (Republic of)	8.3750	15/03/34	9,315,000,000	754	0.84
Indonesia (Republic of)	7.5000	15/08/32	8,200,000,000	624	0.69
Indonesia (Republic of)	4.3500	08/01/27	200,000	209	0.23
				3,259	3.62
Malaysia 3.28%					
Malaysia (Government of)	4.7620	07/04/37	5,200,000	1,245	1.39
Malaysia (Government of)	3.6590	15/10/20	5,300,000	1,237	1.37
Malaysia (Government of)	3.7590	15/03/19	2,000,000	469	0.52
				2,951	3.28
Mongolia 0.22%					
Mongolia (Government of)	4.1250	05/01/18	200,000	200	0.22
Philippines 0.57%					
Philippines (Republic of)	6.2500	14/01/36	17,000,000	383	0.43
Philippines (Republic of)	3.2500	15/08/23	7,000,000	129	0.14
				512	0.57
South Korea 0.21%					
Korea National Oil	2.6250	14/04/26	200,000	192	0.21
Sri Lanka 2.25%					
Sri Lanka (Republic of)	10.6000	15/09/19	110,000,000	713	0.80
Sri Lanka (Republic of)	10.7500	01/03/21	90,000,000	578	0.64
Sri Lanka (Republic of)	8.0000	15/11/18	90,000,000	567	0.63
Sri Lanka (Republic of)	11.4000	01/01/24	25,000,000	163	0.18
				2,021	2.25
Thailand 1.08%					
Thailand (Kingdom of)	3.4000	17/06/36	15,000,000	467	0.52
Thailand (Kingdom of)	3.6500	20/06/31	9,000,000	286	0.32
Thailand (Kingdom of)	4.8750	22/06/29	6,000,000	217	0.24
				970	1.08
Total Government Bonds				14,443	16.05
Total Bonds				28,254	31.39
Equities 56.56%					
Australia 2.81%					
AGL Energy			12,332	242	0.27
Aristocrat Leisure			2,404	42	0.05
Bendigo & Adelaide Bank			3,849	33	0.04
CIMIC			6,004	180	0.20
Crown Resorts			27,050	255	0.28

Asia Pacific Multi Asset

Security	Coupon (%)	Maturity	Nominal / Quantity	Market Value US\$'000	Total Net Assets %
CSL			6,718	716	0.79
Fortescue Metals			78,252	313	0.35
Harvey Norman			58,459	172	0.19
Lendlease			3,397	43	0.05
Macquarie			515	35	0.04
Medibank Private			129,087	278	0.31
Qantas Airways			28,899	127	0.14
QBE Insurance			3,973	36	0.04
Vicinity Centres (REIT)			15,273	30	0.03
Wesfarmers			1,021	31	0.03
				2,533	2.81
China 4.00%					
Agricultural Bank of China			557,000	263	0.29
Alibaba (ADR)			1,400	197	0.22
Anhui Conch Cement			92,500	322	0.36
Autohome (ADR)			800	36	0.04
Baidu (ADR)			200	36	0.04
Bank of China 'H'			200,000	98	0.11
Belle International			44,000	35	0.04
China Communications Services 'H'			150,000	86	0.10
China Huarong Asset Management			98,000	38	0.04
Chongqing Changan Automobile			91,600	121	0.13
Ctrip.com International (ADR)			800	43	0.05
Dongfeng Motor 'H'			158,000	187	0.21
Guangzhou Automobile 'H'			22,000	39	0.04
ICBC China			135,000	91	0.10
Jiangsu Expressway			132,000	186	0.21
Momo (ADR)			900	33	0.04
NetEase ADR			950	286	0.32
New Oriental Education & Technology ADR			4,140	292	0.32
Shanghai Industrial			11,000	32	0.04
Sina			3,000	255	0.28
Sino-Ocean			317,500	155	0.17
Sinopec Engineering 'H'			91,000	82	0.09
Sinopec Shanghai Petrochemical 'H'			240,000	128	0.14
TAL Education ADR			300	37	0.04
Weibo ADR			1,100	73	0.08
Yangzijiang Shipbuilding			205,200	178	0.20
YY ADR			3,400	197	0.22
Zhejiang Expressway 'H'			30,000	39	0.04
58.com (ADR)			800	35	0.04
				3,600	4.00
Hong Kong 7.01%					
AIA			141,200	1,031	1.15
ASM Pacific Technology			2,400	32	0.04
China Mobile			81,500	865	0.96

Asia Pacific Multi Asset

Security	Coupon (%)	Maturity	Nominal / Quantity	Market Value US\$'000	Total Net Assets %
CLP			3,000	32	0.04
Haier Electronics			13,000	34	0.04
Hang Lung			69,000	285	0.32
Hang Lung Properties			77,440	193	0.21
HK Electric Investments			284,000	262	0.29
HKT Trust and HKT			197,000	258	0.29
Hong Kong Exchanges & Clearing			15,454	400	0.44
Jardine Strategic			25,200	1,046	1.15
MTR			45,799	258	0.29
NWS			96,000	188	0.21
PCCW			176,000	100	0.11
Sun Art Retail			33,500	27	0.03
Swire Pacific 'A'			27,500	269	0.30
Swire Properties			181,400	597	0.66
Techtronic Industries			8,500	39	0.04
WH			132,000	133	0.15
Yue Yuen Industrial			63,500	263	0.29
				6,312	7.01
India 6.10%					
Bharti Infratel			47,020	272	0.30
GAIL India			7,211	40	0.04
Grasim Industries			39,200	753	0.84
HCL Technologies			2,679	35	0.04
HDFC Bank			13,400	343	0.38
Hero MotoCorp			7,500	428	0.48
Hindustan Petroleum			30,181	238	0.26
Hindustan Unilever			11,900	199	0.22
Housing Development Finance			40,000	997	1.10
Indiabulls Housing Finance			17,504	293	0.33
ITC			152,000	760	0.84
Kotak Mahindra Bank			22,400	332	0.37
Maruti Suzuki India			699	78	0.09
NTPC			15,360	38	0.04
Power Finance			40,452	77	0.09
Tata Consultancy Services			14,572	532	0.59
Tech Mahindra			5,432	32	0.04
WIPRO			10,610	43	0.05
				5,490	6.10
Indonesia 1.75%					
Adaro Energy			248,500	29	0.03
Astra International			1,056,000	708	0.79
Bank Central Asia			380,900	519	0.58
Telekomunikasi Indonesia Persero			116,600	40	0.04
Unilever Indonesia			75,600	277	0.31
				1,573	1.75

Asia Pacific Multi Asset

Security	Coupon (%)	Maturity	Nominal / Quantity	Market Value US\$'000	Total Net Assets %
Malaysia 1.74%					
CIMB			187,700	287	0.32
Genting			15,900	35	0.04
Hartalega			24,400	42	0.05
Hong Leong Bank			11,100	41	0.05
Kuala Lumpur Kepong			5,900	34	0.04
Malayan Banking			129,800	291	0.32
MISC			79,500	138	0.15
Petronas Dagangan			6,400	36	0.04
Public Bank			57,200	270	0.30
Tenaga Nasional			82,800	273	0.30
YTL			144,000	49	0.05
YTL Power International			217,700	73	0.08
				1,569	1.74
New Zealand 0.34%					
Contact Energy			71,453	272	0.30
Mercury			15,340	37	0.04
				309	0.34
Philippines 1.78%					
Aboitiz Power			146,900	113	0.13
Ayala			20,490	345	0.38
Ayala Land			454,000	355	0.39
Bank of the Philippine Islands			200,356	413	0.46
DMCI			425,900	119	0.13
Energy Development			286,100	34	0.04
GT Capital			1,450	35	0.04
Metro Pacific Investments			1,464,300	185	0.21
				1,599	1.78
Singapore 5.63%					
CapitaLand			12,600	32	0.04
City Developments			123,100	959	1.06
DBS			40,768	614	0.68
Genting Singapore			42,100	33	0.04
HPH			559,000	239	0.27
Keppel			105,100	480	0.53
Oversea-Chinese Banking			130,436	1,023	1.13
SATS			9,300	34	0.04
Singapore Technologies Engineering			198,800	532	0.59
Singapore Telecommunications			299,400	847	0.94
United Overseas Bank			16,500	277	0.31
				5,070	5.63
South Korea 6.72%					
Amorepacific			338	38	0.04
Amorepacific (PREF)			1,811	293	0.33

Asia Pacific Multi Asset

Security	Coupon (%)	Maturity	Nominal / Quantity	Market Value US\$'000	Total Net Assets %
BGF Retail			365	32	0.04
E-Mart			1,482	304	0.34
GS Retail			727	33	0.04
Hana Financial			1,179	47	0.05
Hyundai Development			840	34	0.04
Hyundai Marine & Fire Insurance			3,474	120	0.13
Hyundai Mobis			172	38	0.04
Industrial Bank of Korea			2,962	37	0.04
Kia Motors			8,150	272	0.30
KT&G			2,959	302	0.34
LG Electronics			481	34	0.04
LG Household & Health Care (PREF)			77	42	0.05
LG Uplus			11,674	159	0.18
Naver			705	517	0.57
POSCO			884	222	0.25
Samsung Electronics			132	274	0.30
Samsung Electronics (PREF)			848	1,382	1.53
Shinhan Financial			773	33	0.04
SK Hynix			2,065	122	0.14
SK Innovation			1,716	237	0.26
SK Telecom			1,151	268	0.30
Weiss Korea Opportunity Fund			400,000	922	1.02
Woori Bank			17,483	282	0.31
				6,044	6.72
Taiwan 5.08%					
ASUSTeK Computer			4,000	38	0.04
AU Optronics			638,000	291	0.32
FarEasTone Telecommunications			22,000	56	0.06
First Financial			388,000	260	0.29
Formosa Chemicals & Fibre			84,000	264	0.29
Formosa Petrochemical			71,000	244	0.27
Foxconn Technology			13,000	39	0.04
Innolux			148,000	77	0.09
Lite-On Technology			122,000	201	0.22
Pegatron			91,000	286	0.32
Phison Electronics			4,000	49	0.05
Powertech Technology			43,000	133	0.15
President Chain Store			4,000	36	0.04
Synnex Technology International			150,000	168	0.19
Taiwan Mobile			170,700	641	0.71
Transcend Information			21,000	70	0.08
TSMC			156,000	1,068	1.19
Uni-President Enterprises			122,000	245	0.27
Wistron			159,000	162	0.18
WPG			159,000	212	0.24
Zhen Ding Technology			15,000	36	0.04
				4,576	5.08

Asia Pacific Multi Asset

Security	Coupon (%)	Maturity	Nominal / Quantity	Market Value US\$'000	Total Net Assets %
Thailand 1.89%					
Airports of Thailand (Alien)			27,800	39	0.04
Bangkok Bank (Alien)			6,400	37	0.04
Bangkok Dusit Medical Services (Alien)			219,400	124	0.14
Charoen Pokphand Foods (Alien)			43,500	32	0.04
Delta Electronics (Alien)			13,700	35	0.04
Electricity Generating (Alien)			14,100	89	0.10
Glow Energy			54,700	127	0.14
Kce Electronics (Alien)			11,200	36	0.04
Krung Thai Bank (Alien)			373,700	206	0.22
PTT (Alien)			3,000	33	0.04
PTT Exploration & Production (Alien)			15,000	38	0.04
Robinson (Alien)			19,100	33	0.04
Siam Cement (Alien)			42,900	635	0.70
Siam Commercial Bank (Alien)			7,400	34	0.04
Thai Oil (Alien)			87,300	203	0.23
				1,701	1.89
United Kingdom 9.56%					
BHP Billiton			32,350	494	0.55
Fidelity China Special Situations			325,000	873	0.97
HSBC			75,261	701	0.78
Invesco Asia Trust			140,000	493	0.55
Martin Currie Asia Unconstrained Trust			350,000	1,778	1.98
Rio Tinto			20,492	863	0.96
Rio Tinto			755	37	0.04
Schroder Asian Total Return Investment			440,000	1,777	1.97
Schroder AsiaPacific Fund			165,000	879	0.98
Scottish Oriental Smaller Companies Trust			10,000	135	0.15
Standard Chartered			55,990	565	0.63
				8,595	9.56
United States 2.15%					
Melco Crown Entertainment ADR			12,300	276	0.31
Morgan Stanley China A Share Fund			42,000	939	1.04
Vipshop ADR			7,300	77	0.09
Yum China			16,220	640	0.71
				1,932	2.15
Total Equities				50,903	56.56
Total Transferable securities and money market instruments admitted to an official exchange listing or dealt on another regulated market				79,157	87.95
Open Ended Investment Funds 4.61%					
Aberdeen Global - Asian Credit Bond Fund Z-2†			178,880	2,017	2.24
Aberdeen Global - China A Share Equity Fund Z-2†			100,389	1,208	1.34
Tundra Pakistan Fund			22,401	927	1.03
				4,152	4.61
Total Open Ended Investment Funds				4,152	4.61

Asia Pacific Multi Asset

Derivatives 0.30%

Future contracts (0.01%)

Future	Maturity	Notional	Unrealised Gains/(Losses) US\$'000	Total Net Assets %
CBT US Ultra Bond	20/09/17	4	12	0.01
CBT US 10 Year Note	20/09/17	7	(1)	-
CBT US 2 Year Note	29/09/17	4	(1)	-
CBT US 5 Year Note	29/09/17	(75)	7	0.01
HKG Hang Send Index	28/07/17	(3)	3	-
KFE Korea 10 Year Bond	19/09/17	8	(5)	(0.01)
KFE KOSPI2 Index	14/09/17	(20)	(23)	(0.02)
OSE TOPIX Index	07/09/17	(3)	(3)	-
SFE Australia 10 Year Bond	15/09/17	5	(7)	(0.01)
SFE SPI 200	21/09/17	(4)	1	-
SGX MSCI Singapore Index	28/07/17	(35)	(2)	-
SGX MSCI Taiwan Index	28/07/17	(24)	12	0.01
Unrealised losses on future contracts			(7)	(0.01)

Forward currency exchange contracts 0.31%

Counterparty	Buy	Sell	Settlement	Buy Amount	Sell Amount	Unrealised Gains/(Losses) US\$'000	Total Net Assets %
BNP Paribas	CHF	USD	03/07/17	36,977	38,493	-	-
BNP Paribas	CHF	USD	15/09/17	11,862,605	12,368,695	78	0.09
BNP Paribas	CNY	USD	13/09/17	2,774,400	400,000	7	0.01
BNP Paribas	EUR	USD	03/07/17	7,617	8,579	-	-
BNP Paribas	EUR	USD	15/09/17	12,794,699	14,469,666	181	0.20
BNP Paribas	EUR	USD	15/09/17	297,578	334,371	5	0.01
BNP Paribas	EUR	USD	15/09/17	155,955	178,511	-	-
BNP Paribas	EUR	USD	15/09/17	145,917	164,764	2	-
BNP Paribas	EUR	USD	15/09/17	70,072	78,977	1	-
BNP Paribas	EUR	USD	15/09/17	31,648	36,078	-	-
BNP Paribas	EUR	USD	15/09/17	29,466	33,173	1	-
BNP Paribas	EUR	USD	15/09/17	22,018	24,662	1	-
BNP Paribas	EUR	USD	15/09/17	18,020	20,291	-	-
BNP Paribas	EUR	USD	15/09/17	16,098	18,062	-	-
BNP Paribas	JPY	USD	13/07/17	103,187,027	930,854	(12)	(0.01)
BNP Paribas	USD	EUR	05/07/17	35,946	31,648	-	-
BNP Paribas	USD	EUR	06/07/17	177,867	155,955	-	-
BNP Paribas	USD	CHF	15/09/17	38,671	36,977	-	-
BNP Paribas	USD	CHF	15/09/17	15,223	14,745	-	-
BNP Paribas	USD	EUR	15/09/17	8,612	7,617	-	-
BNP Paribas	USD	EUR	15/09/17	8,582	7,645	-	-
Credit Suisse	USD	HKD	13/07/17	2,732,581	21,194,171	17	0.02
Credit Suisse	USD	TWD	13/07/17	2,377,381	72,707,443	(13)	(0.01)
Goldman Sachs	CNH	USD	04/08/17	10,367,250	1,500,000	25	0.03
Goldman Sachs	CNY	USD	13/09/17	686,727	100,000	1	-
Goldman Sachs	INR	USD	13/07/17	45,346,000	700,000	1	-
Goldman Sachs	KRW	USD	29/09/17	5,239,170,000	4,600,000	(18)	(0.02)
Goldman Sachs	KRW	USD	29/09/17	1,708,425,000	1,500,000	(6)	(0.01)
Goldman Sachs	KRW	USD	29/09/17	570,750,000	500,000	(1)	-

Asia Pacific Multi Asset

Counterparty	Buy	Sell	Settlement	Buy Amount	Sell Amount	Unrealised Gains/(Losses) US\$'000	Total Net Assets %
Goldman Sachs	SGD	USD	08/09/17	3,381,980	2,450,000	9	0.01
Goldman Sachs	SGD	USD	08/09/17	1,932,560	1,400,000	5	0.01
Goldman Sachs	USD	INR	13/07/17	2,520,000	164,278,800	(18)	(0.02)
Goldman Sachs	USD	JPY	13/07/17	949,457	103,187,027	31	0.03
Goldman Sachs	USD	INR	13/07/17	500,000	32,500,000	(2)	-
Goldman Sachs	USD	CNH	04/08/17	500,000	3,455,750	(8)	(0.01)
Goldman Sachs	USD	KRW	29/09/17	2,200,000	2,499,089,604	14	0.02
Standard Chartered	CNH	USD	04/08/17	4,089,600	600,000	2	-
Standard Chartered	INR	USD	13/07/17	32,985,292	506,984	3	-
Standard Chartered	KRW	USD	19/07/17	1,916,040,000	1,680,000	(6)	(0.01)
Standard Chartered	PHP	USD	14/07/17	25,004,000	500,000	(5)	(0.01)
Standard Chartered	PHP	USD	14/07/17	20,003,200	400,000	(4)	-
Standard Chartered	THB	USD	13/07/17	3,325,440	96,000	2	-
Standard Chartered	THB	USD	21/07/17	27,700,000	800,000	15	0.02
Standard Chartered	THB	USD	21/07/17	27,700,000	800,000	15	0.02
Standard Chartered	THB	USD	21/07/17	6,816,560	200,000	1	-
Standard Chartered	USD	GBP	13/07/17	910,800	733,097	(42)	(0.05)
UBS	PHP	USD	31/08/17	42,196,365	843,000	(12)	(0.01)
UBS	USD	INR	13/07/17	400,000	25,784,000	2	-
UBS	USD	INR	13/07/17	220,000	14,181,200	1	-
UBS	USD	HKD	18/08/17	1,800,000	14,019,120	2	-
UBS	USD	HKD	18/08/17	700,000	5,451,880	1	-
Unrealised gains on forward currency exchange contracts						276	0.31
Unrealised gains on derivatives						269	0.30
Total investments						83,578	92.86
Other net assets						6,430	7.14
Total net assets						90,008	100.00

[†] Managed by subsidiaries of Aberdeen Asset Management PLC.
Currently forward positions are not collateralised.

Asian Bond

For the year ended 30 June 2017

Performance

For the year ended 30 June 2017, the value of Asian Bond - A Accumulation shares increased by 2.19% compared to an increase of 0.89% in the benchmark being Markit iBoxx Asian Local Bond Index.

Source: Aberdeen Asset Management, Lipper, Rimes and Factset. Basis: total return, published NAV to NAV, net of annual charges, gross income reinvested, USD.

Please remember that past performance is not a guide to future returns. The price of shares and the revenue from them may fall as well as rise. Investors may not get back the amount originally invested.

Market review

Asian bonds outperformed global bonds and US Treasuries over the period. The regional index rose by 0.89%, compared to the declines in the BofA Merrill Lynch Global Bond and Bloomberg Barclays US Treasury indexes. Markets started on the front foot following policy rate cuts in the region, but this subsequently gave way to heightened risk aversion when Donald Trump won November's US presidential election. Talk of increased US fiscal spending fuelled inflation expectations, with the selloff exacerbated by the Federal Reserve's (Fed) December rate hike. Soon however, the reflation rally in equities fizzled and global bonds rebounded as concerns surfaced over protectionist US trade policies. In Asia, momentum was further driven by reform progress and the global hunt for yield despite two more Fed rate hikes. Within the region, there was substantial differentiation between markets and that helped the fund outperform. India, Indonesia and Sri Lanka registered very strong returns, given their low correlation to global risk factors. A bias towards these markets and underweight to weak markets such as the Philippines, coupled with an overweight to US-dollar credit, drove a gross performance of 3.9% for the Fund.

Most Asian currencies continued to decline against the US dollar, although regional losses were pared after Trump bemoaned the greenback's strength. The key underperformer was the Philippine peso, which fell by nearly 7% on the sustained strength in imports and a move to a current account deficit. The ringgit declined 6% as foreigners retreated from Malaysia due to the change in policy to restrict hedging via non-deliverable forwards. The Singapore dollar and yuan were down around 2%. The Chinese currency was depressed by fears over slowing mainland growth and potential systemic risk in the financial sector. Conversely, the Indian rupee was up 4.5% on robust inflows. The baht rose by 3.5% as weak domestic growth and an export recovery led to a stronger current account surplus in Thailand.

In local-currency government bonds, key triggers for India's rally included the formation of a monetary policy committee to target inflation; demonetisation that led to a surge of liquidity in government bonds; and the finalisation of the Goods and Services Tax (GST) bill that underscored reform progress. Indonesian bond yields fell on the success of the government's tax amnesty programme, which boosted revenue collection and secured a larger tax base for future income. Investors also cheered Standard & Poor's decision to restore the country's investment-grade rating. Sri Lanka's 10-year yields outperformed the short-end of the curve following a well-received auction. Malaysian bonds saw significant outflows, although losses were pared after the government eased trading rules to attract investors.

Conversely, yields in Singapore and Hong Kong tracked US Treasuries higher. Thai yields also rose following King Bhumibol's passing that led to a prolonged mourning period. In China, short-term money-market

rates moved sharply higher as authorities reined in liquidity to contain potential risks, but they later moderated their tightening bias to ensure stability. Korean bonds were the main laggards as sentiment was hurt by ex-President Park Geun-hye's impeachment, as well as tensions with China and North Korea.

Regional credit markets also strengthened on a total-return basis on the back of narrower spreads and higher US Treasury yields. Despite rising defaults early on and relatively stretched valuations, the high-yield segment outperformed investment-grade. This was partly due to the ongoing global search for better returns in a low-rate environment. Corporate bonds performed well amid robust demand, although record issuance later pared gains. Sovereigns and quasi-sovereigns also posted positive returns. At the sector level, consumer-related credits outperformed, buttressed by resilient economic growth in China. Oil-and-gas credits did well despite volatile oil prices. The financial sector benefited from hopes that bank profits would improve with higher interest rates. But industrial-sector credits weakened and spreads widened as China imposed additional property curbs and tightened controls to encourage financial deleveraging.

Portfolio review

At the overall portfolio level, our interest rate strategies contributed the most to relative performance, while currency management and our non-benchmark exposure to US-dollar Asian credit were also positive.

In interest rates, our exposure to higher-yielding bonds in India, Sri Lanka and Indonesia contributed the most to relative performance. Duration effects in these markets also bolstered returns. Against this, the overweight to Malaysian bonds, particularly in terms of duration, detracted. In currencies, the overweight to the Indian rupee was the key contributor to relative performance, but gains were pared by our position in the ringgit.

Outlook

Bond markets have corrected at the time of writing. North Korea's first long-range missile launch and uncertainty over how the US might respond have caused risk aversion to spike. Meanwhile, the global recovery remains vulnerable to protectionist Trump policies, moderating Chinese growth and the slippage in commodity prices. Indeed, relatively low inflation, stagnant wages and subdued demand appear incongruent with the recent hawkish rhetoric from Western central banks, and worries about monetary policy missteps have surfaced. With many companies having low levels of interest cover, any modest rise in interest rates could place significant stress on businesses. Still, we expect the Fed to continue on its path of policy normalisation, albeit at a gradual pace. In more upbeat developments, the Bond Connect programme between China and Hong Kong has started on a quiet note but we expect trading volumes to improve and boost liquidity in markets. This, coupled with relatively better yields in Asian bonds and currencies, should continue to support fund inflows. Careful buyers should be able to find value in the region. In this regard, we continue to favour Indonesia and India. At this time, local-currency government bonds appear more compelling than corporate bonds, given their attractive valuations and expectations of a stable rates environment.

Fixed Income Team

July 2017

Asian Bond

Statement of Net Assets

As at 30 June 2017

	Notes	US\$'000
Assets		
Investments in securities at market value	2.2	60,234
Cash at bank		6,358
Amounts held at futures clearing houses and brokers		180
Interest receivable		911
Unrealised gains on forward currency exchange contracts	2.6	218
Unrealised gains on future contracts	2.7	40
Other assets		4
Total assets		67,945
Liabilities		
Taxes and expenses payable		63
Redemptions payable		249
Other liabilities		120
Total liabilities		432
Net assets at the end of the year		67,513

Statement of Changes in Net Assets

For the year from 1 July 2016 to 30 June 2017

	Notes	US\$'000
Net assets at the beginning of the year		78,869
Net gains from investments		2,368
Net realised losses		(2,736)
Net unrealised gains		2,078
Proceeds from shares issued		18,176
Payments for shares redeemed		(30,861)
Net equalisation paid	10	(314)
Dividends paid	5	(67)
Net assets at the end of the year		67,513

Share Transactions

For the year from 1 July 2016 to 30 June 2017

	A-1	A-2	A(EUR)-2 ^A	D(GBP)-2 ^A	I-2
Shares outstanding at the beginning of the year	22,201	96,180	46,345	14,312	20,774
Shares issued during the year	5,348	2,903	1,988	4	10,630
Shares redeemed during the year	(9,491)	(34,727)	(8,580)	(14,316)	(5,976)
Shares outstanding at the end of the year	18,058	64,356	39,753	-	25,428
Net asset value per share	117.6166	158.6370	147.2663	-	1,623.9353
				X-2	Z-2
Shares outstanding at the beginning of the year				52,701	17,742
Shares issued during the year				-	-
Shares redeemed during the year				(710)	(12,087)
Shares outstanding at the end of the year				51,991	5,655
Net asset value per share				10.3674	1,179.4038

^A Base currency exposure share class.

^A Share class closed 21 June 2017.

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

Statement of Operations

For the year from 1 July 2016 to 30 June 2017

	Notes	US\$'000
Income		
Investment income	2.3	3,131
Bank interest		19
Total income		3,150
Expenses		
Management fees	4.2	509
Operating, administrative and servicing fees	4.3	271
Other operational expenses		2
Total expenses		782
Net gains from investments		2,368
Realised losses on investments		(2,498)
Realised losses on forward currency exchange contracts		(150)
Realised gains on future contracts		86
Realised currency exchange losses		(174)
Net realised losses		(2,736)
Increase in unrealised appreciation on investments		1,553
Decrease in unrealised depreciation on forward currency exchange contracts		413
Decrease in unrealised depreciation on future contracts		104
Unrealised currency exchange gains		8
Net unrealised gains		2,078
Net increase in assets as a result of operations		1,710

Asian Bond

Portfolio Statement

As at 30 June 2017

Security	Coupon (%)	Maturity	Nominal / Quantity	Market Value US\$'000	Total Net Assets %
Transferable securities and money market instruments admitted to an official exchange listing or dealt on another regulated market					80.67%
Bonds 80.67%					
Corporate Bonds 40.48%					
China 8.74%					
Bank of China (EMTN)	4.8800	20/04/20	4,360,000	655	0.96
China Overseas Finance Cayman VI	5.9500	08/05/24	200,000	229	0.34
China Resources Gas (EMTN)	4.5000	05/04/22	250,000	266	0.39
Chinalco Capital	4.2500	21/04/22	220,000	222	0.33
CNOOC Nexen Finance 2014 ULC	4.2500	30/04/24	395,000	416	0.62
Franshion Brilliant	3.6000	03/03/22	450,000	450	0.67
FUXIANG Investment Management (EMTN)	3.6250	30/11/19	400,000	402	0.60
Proven Honour Capital	4.1250	06/05/26	550,000	560	0.83
Shanghai Hong Kong International Investments	3.8750	20/04/20	200,000	202	0.30
Sinopec Capital 2013	3.1250	24/04/23	400,000	399	0.59
Sinopec Group Overseas Development 2013	4.3750	17/10/23	250,000	267	0.39
Sinopec Group Overseas Development 2017	3.0000	12/04/22	410,000	413	0.61
Sinopec Group Overseas Development 2017	2.3750	12/04/20	410,000	410	0.61
State Grid Overseas Investment 2016	3.5000	04/05/27	561,000	562	0.83
State Grid Overseas Investment 2016	2.7500	04/05/22	252,000	251	0.37
Want Want China Finance	2.8750	27/04/22	200,000	200	0.30
				5,904	8.74
Hong Kong 2.85%					
Champion (EMTN)	3.7500	17/01/23	252,000	255	0.38
CK Hutchison International 17	2.8750	05/04/22	300,000	302	0.45
HLP Finance (EMTN)	4.7500	25/06/22	223,000	239	0.35
Hongkong Electric Finance (EMTN)	2.8750	03/05/26	350,000	337	0.50
Hutchison Whampoa Finance	7.5000	01/08/27	260,000	347	0.51
ICBCIL Finance (EMTN)	3.0000	05/04/20	440,000	441	0.66
				1,921	2.85
India 15.11%					
Adani Ports & Special Economic Zone	4.0000	30/07/27	420,000	419	0.62
Adani Transmission	10.2500	15/04/21	50,000,000	824	1.22
Adani Transmission	4.0000	03/08/26	200,000	201	0.30
Axis Bank	8.8500	05/12/24	80,000,000	1,336	1.98
Bharat Petroleum (EMTN)	4.0000	08/05/25	200,000	204	0.30
Bharti Airtel International Netherlands	5.1250	11/03/23	200,000	211	0.31
Housing Development Finance	8.7500	13/01/20	100,000,000	1,592	2.35
ICICI Bank	7.6000	07/10/23	100,000,000	1,557	2.31
Indiabulls Housing Finance	9.0000	29/04/26	50,000,000	783	1.16
NTPC (EMTN)	4.2500	26/02/26	200,000	206	0.31
ONGC Videsh Vankorneft	2.8750	27/01/22	200,000	198	0.29
Power Finance	7.6300	14/08/26	100,000,000	1,552	2.30
Reliance Industries	4.1250	28/01/25	430,000	446	0.66
Rural Electrification	9.3500	15/06/22	20,000,000	337	0.50
UPL	3.2500	13/10/21	340,000	340	0.50
				10,206	15.11

Asian Bond

Security	Coupon (%)	Maturity	Nominal / Quantity	Market Value US\$'000	Total Net Assets %
Indonesia 5.67%					
Lembaga Pembiayaan Ekspor Indonesia	9.5000	13/03/20	46,000,000,000	3,566	5.28
Pertamina Persero	6.4500	30/05/44	232,000	264	0.39
				3,830	5.67
Kuwait 0.60%					
Equate Petrochemical (EMTN)	4.2500	03/11/26	400,000	407	0.60
Malaysia 2.77%					
Cagamas Global (EMTN)	2.5300	26/04/20	670,000	670	0.99
Cagamas Global (EMTN)	3.7000	22/09/17	2,000,000	295	0.44
Danga Capital	3.0350	01/03/21	200,000	201	0.30
GOHL Capital	4.2500	24/01/27	200,000	207	0.31
RHB Bank (EMTN)	2.5030	06/10/21	304,000	299	0.44
TNB Global Ventures Capital (EMTN)	3.2440	19/10/26	200,000	196	0.29
				1,868	2.77
Philippines 0.32%					
ICTSI Treasury (EMTN)	5.8750	17/09/25	200,000	218	0.32
Singapore 0.60%					
HPHT Finance 15	2.8750	17/03/20	200,000	201	0.30
United Overseas Bank (EMTN)	VAR	16/09/26	200,000	204	0.30
				405	0.60
South Korea 1.04%					
Busan Bank (GMTN)	3.6250	25/07/26	300,000	290	0.43
Hyundai Capital Services (EMTN)	2.6250	29/09/20	200,000	199	0.30
Shinhan Bank	2.8750	28/03/22	210,000	211	0.31
				700	1.04
Thailand 1.35%					
Krung Thai Bank Cayman (EMTN)	VAR	26/12/24	386,000	402	0.60
PTT Global Chemical	4.2500	19/09/22	450,000	478	0.71
Thai Oil	3.6250	23/01/23	29,000	30	0.04
				910	1.35
United Arab Emirates 0.60%					
DIB Sukuk	3.6640	14/02/22	200,000	203	0.30
National Bank of Abu Dhabi (EMTN)	3.0000	30/03/22	200,000	201	0.30
				404	0.60
United Kingdom 0.83%					
HSBC	VAR	PERP	335,000	357	0.53
Standard Chartered	3.9500	11/01/23	200,000	202	0.30
				559	0.83
Total Corporate Bonds				27,332	40.48

Asian Bond

Security	Coupon (%)	Maturity	Nominal / Quantity	Market Value US\$'000	Total Net Assets %
Government Bonds 40.19%					
China 3.46%					
China (Peoples Republic of)	4.1300	18/09/24	10,000,000	1,524	2.26
China (Peoples Republic of)	2.8500	28/01/26	2,000,000	279	0.41
China (Peoples Republic of)	3.5700	17/11/21	1,000,000	148	0.22
Export-Import Bank of China	2.8750	26/04/26	400,000	385	0.57
				2,336	3.46
India 6.99%					
India (Republic of)	9.2000	30/09/30	270,000	5	0.01
India (Republic of)	8.2700	09/06/20	190,000,000	3,076	4.56
India (Republic of)	8.0800	02/08/22	100,000,000	1,636	2.42
				4,717	6.99
Indonesia 9.87%					
Indonesia (Republic of)	9.0000	15/03/29	20,900,000,000	1,788	2.64
Indonesia (Republic of)	8.3750	15/03/34	20,000,000,000	1,618	2.40
Indonesia (Republic of)	8.7500	15/05/31	14,900,000,000	1,263	1.87
Indonesia (Republic of)	7.5000	15/08/32	12,150,000,000	925	1.37
Indonesia (Republic of)	8.2500	15/05/36	6,600,000,000	532	0.79
Indonesia (Republic of)	4.3500	08/01/27	282,000	295	0.44
Perusahaan Penerbit SBSN Indonesia III	4.3500	10/09/24	234,000	245	0.36
				6,666	9.87
Malaysia 9.11%					
Malaysia (Government of)	3.7590	15/03/19	12,000,000	2,813	4.17
Malaysia (Government of)	4.7620	07/04/37	11,000,000	2,634	3.90
Malaysia (Government of)	3.6590	15/10/20	3,000,000	700	1.04
				6,147	9.11
Philippines 1.33%					
Philippines (Republic of)	6.2500	14/01/36	40,000,000	900	1.33
South Korea 0.74%					
Korea National Oil	2.0000	24/10/21	200,000	195	0.29
Korea Water Resources	2.7500	23/05/22	305,000	304	0.45
				499	0.74
Sri Lanka 5.46%					
Sri Lanka (Republic of)	10.6000	15/09/19	200,000,000	1,297	1.92
Sri Lanka (Republic of)	10.7500	01/03/21	130,000,000	835	1.24
Sri Lanka (Republic of)	8.0000	15/11/18	126,000,000	794	1.18
Sri Lanka (Republic of)	10.7500	15/01/19	116,000,000	758	1.12
				3,684	5.46
Thailand 3.23%					
Thailand (Kingdom of)	3.6500	20/06/31	34,600,000	1,098	1.63
Thailand (Kingdom of)	4.8750	22/06/29	30,000,000	1,083	1.60
				2,181	3.23

Asian Bond

Security	Coupon (%)	Maturity	Nominal / Quantity	Market Value US\$'000	Total Net Assets %
Total Government Bonds				27,130	40.19
Total Bonds				54,462	80.67
Total Transferable securities and money market instruments admitted to an official exchange listing or dealt on another regulated market				54,462	80.67
Open Ended Investment Funds 8.55%					
Aberdeen Global - Asian Credit Bond Fund Z-2†			512,027	5,772	8.55
Total Open Ended Investment Funds				5,772	8.55

Derivatives 0.38%

Future contracts 0.06%

Future	Maturity	Notional	Unrealised Gains/(Losses) US\$'000	Total Net Assets %
CBT US Ultra Bond	20/09/17	9	18	0.03
CBT US 10 Year Note	20/09/17	(88)	23	0.03
CBT US 2 Year Note	29/09/17	13	(2)	-
CBT US 5 Year Note	29/09/17	(15)	1	-
Unrealised gains on future contracts			40	0.06

Forward currency exchange contracts 0.32%

Counterparty	Buy	Sell	Settlement	Buy Amount	Sell Amount	Unrealised Gains/(Losses) US\$'000	Total Net Assets %
BNP Paribas	CNY	USD	13/09/17	4,855,200	700,000	13	0.02
BNP Paribas	EUR	USD	15/09/17	5,867,169	6,635,246	85	0.12
BNP Paribas	GBP	USD	15/09/17	144,511	187,986	-	-
BNP Paribas	USD	CNY	13/09/17	1,200,000	8,323,200	(22)	(0.03)
BNP Paribas	USD	GBP	15/09/17	185,344	145,790	(4)	(0.01)
BNP Paribas	USD	EUR	15/09/17	42,184	37,655	(1)	-
BNP Paribas	USD	EUR	15/09/17	4,751	4,232	-	-
BNP Paribas	USD	GBP	15/09/17	2,641	2,081	-	-
Goldman Sachs	CNH	USD	04/08/17	18,661,050	2,700,000	45	0.07
Goldman Sachs	CNH	USD	04/08/17	17,969,900	2,600,000	43	0.06
Goldman Sachs	CNY	USD	13/09/17	2,746,910	400,000	3	-
Goldman Sachs	INR	USD	13/07/17	90,692,000	1,400,000	1	-
Goldman Sachs	KRW	USD	29/09/17	10,820,025,000	9,500,000	(37)	(0.05)
Goldman Sachs	KRW	USD	29/09/17	3,416,850,000	3,000,000	(12)	(0.02)
Goldman Sachs	KRW	USD	29/09/17	913,200,000	800,000	(1)	-
Goldman Sachs	KRW	USD	29/09/17	684,900,000	600,000	(1)	-
Goldman Sachs	SGD	USD	08/09/17	7,178,080	5,200,000	19	0.03
Goldman Sachs	SGD	USD	08/09/17	3,865,120	2,800,000	10	0.02
Goldman Sachs	USD	KRW	29/09/17	3,980,000	4,521,080,284	26	0.04
Standard Chartered	CNH	USD	04/08/17	4,089,600	600,000	2	-
Standard Chartered	PHP	USD	14/07/17	60,009,600	1,200,000	(13)	(0.02)
Standard Chartered	PHP	USD	14/07/17	45,007,200	900,000	(10)	(0.01)

Asian Bond

Counterparty	Buy	Sell	Settlement	Buy Amount	Sell Amount	Unrealised Gains/(Losses) US\$'000	Total Net Assets %
Standard Chartered	THB	USD	21/07/17	65,787,500	1,900,000	37	0.05
Standard Chartered	THB	USD	21/07/17	48,475,000	1,400,000	27	0.04
UBS	USD	INR	13/07/17	850,000	54,791,000	3	0.01
UBS	USD	INR	13/07/17	480,000	30,940,800	2	-
UBS	USD	HKD	18/08/17	2,700,000	21,028,680	2	-
UBS	USD	HKD	18/08/17	1,000,000	7,788,400	1	-
Unrealised gains on forward currency exchange contracts						218	0.32
Unrealised gains on derivatives						258	0.38
Total investments						60,492	89.60
Other net assets						7,021	10.40
Total net assets						67,513	100.00

[†] Managed by subsidiaries of Aberdeen Asset Management PLC.
Currently forward positions are not collateralised.

Australian Dollar Bond

For the year ended 30 June 2017

Performance

For the year ended 30 June 2017, the value of Australian Dollar Bond - A Accumulation shares decreased by 1.95% compared to a decrease of 0.95% in the benchmark, JPMorgan Government Bond Index Traded AUD.

Source: Aberdeen Asset Management and Lipper. Basis: total return, published NAV to NAV, net of annual charges, gross income reinvested, AUD.

Please remember that past performance is not a guide to future returns. The price of shares and the revenue from them may fall as well as rise. Investors may not get back the amount originally invested.

Market review

Over the course of the past 12 months, the fortunes of the Australian economy improved. This was most noticeable in the labour market, where a patchy first half was overshadowed by a few straight months of strong job creation and a fall in the unemployment rate to levels not seen in more than four years. The forward-looking National Australia Bank (NAB) business survey likewise improved and very recently reached a high not seen since early 2008. Part of the reason for this was an earlier rally in the price of iron ore but now the recovery is spreading beyond the mining sector. The housing market boom, particularly in apartments in Sydney, Melbourne and Brisbane, is peaking but not before underpinning robust demand for housing finance. This has put downward pressure on rental yields and led to greater household indebtedness. Additional macro-prudential measures were announced earlier this year to curtail the more high-risk interest-only form of lending to households. Such supervisory intervention enabled the Reserve Bank of Australia (RBA) to maintain the cash rate on hold at 1.5% even as wage and consumer price inflation remained subdued. Core CPI did not pick up very much over the course of the year and remains below the RBA's target band of 2% to 3%.

The Australian bond market experienced its most volatile period in early November 2016, alongside and as a result of volatility in US Treasuries, which sold off significantly at this time as exuberance spread across markets in anticipation of corporate and income tax cuts as well as a very large infrastructure spending plan for the US. While markets have since scaled back their expectations in terms of the timing and scope of fiscal stimulus, this gave the Federal Reserve (Fed) a suitable backdrop to continue raising interest rates and telegraphing plans to reduce the size of its balance sheet. More recently, US inflation slid lower and evaded reaching the Fed's target of 2%. This in turn led to a rally in global bonds, largely driven by breakeven inflation. So just as Australian bonds outperformed US Treasuries in the market selloff in the second half of last year, in the first half of 2017 Australian bonds also did better when markets rallied. Long dated Australian yields are about 60 basis points higher compared to a year earlier and the Australian dollar has appreciated slightly against the US dollar amid stronger – albeit volatile – iron ore prices.

Portfolio review

Interest rate strategies made an overall positive but small contribution to performance. Within these strategies, we had a mixed performance. Our use of slope strategies – where we vary exposure in the long-end of the yield curve against the short end – provided solid positive alpha. Our directional strategies detracted over the period as a result of a modest long duration position (a preference for bonds versus cash) held over the volatile US election period.

Additionally, our selection of highly rated non-commonwealth government bonds provided positive alpha over the period.

Outlook

We expect the RBA to leave the cash rate unchanged at 1.5%, even though we forecast underlying inflation to remain below its target of 2% to 3% in the months ahead. On the one hand, further easing would risk exacerbating problems associated with rising household indebtedness and excess housing supply in certain segments. That said, there is evidence of a more durable recovery in the labour market, as foreshadowed by the strong NAB business survey. So, although little action is likely to take place with respect to the cash rate, the Australian Prudential Regulatory Authority will probably follow up recent macro-prudential measures with additional supervisory intervention around the turn of the year. This means Australian bond yields are not far from where they should be based on their macro fundamentals. Additionally, the smaller current account deficit and relatively stable price of iron ore should keep Australia's triple-A sovereign rating intact. Spread products should be supported by the continued global reach for yield, amid caution on the part of global central banks when removing extraordinary stimulus.

Australian Fixed Income Team

July 2017

Australian Dollar Bond

Statement of Net Assets

As at 30 June 2017

	Notes	AU\$'000
Assets		
Investments in securities at market value	2.2	83,188
Cash at bank		2,719
Interest receivable		506
Subscriptions receivable		6
Total assets		86,419
Liabilities		
Taxes and expenses payable		86
Redemptions payable		882
Other liabilities		93
Total liabilities		1,061
Net assets at the end of the year		85,358

Statement of Changes in Net Assets

For the year from 1 July 2016 to 30 June 2017

	Notes	AU\$'000
Net assets at the beginning of the year		121,971
Net gains from investments		1,208
Net realised losses		(1,232)
Net unrealised losses		(2,121)
Proceeds from shares issued		51,515
Payments for shares redeemed		(85,363)
Net equalisation paid	10	(125)
Dividends paid	5	(495)
Net assets at the end of the year		85,358

Statement of Operations

For the year from 1 July 2016 to 30 June 2017

	Notes	AU\$'000
Income		
Investment income	2.3	2,351
Bank interest		41
Total income		2,392
Expenses		
Management fees	4.2	898
Operating, administrative and servicing fees	4.3	283
Other operational expenses		3
Total expenses		1,184
Net gains from investments		1,208
Realised losses on investments		(1,232)
Net realised losses		(1,232)
Decrease in unrealised appreciation on investments		(2,121)
Net unrealised losses		(2,121)
Net decrease in assets as a result of operations		(2,145)

Share Transactions

For the year from 1 July 2016 to 30 June 2017

	A-1	A-2	X-1	X-2
Shares outstanding at the beginning of the year	28,555	15,175	1,114,138	168,117
Shares issued during the year	4,699	9,396	195,577	77,312
Shares redeemed during the year	(9,210)	(13,531)	(1,132,877)	(21,621)
Shares outstanding at the end of the year	24,044	11,040	176,838	223,808
Net asset value per share	1,291.2181	4,516.3023	10.5042	11.5937

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

Australian Dollar Bond

Portfolio Statement

As at 30 June 2017

Security	Coupon (%)	Maturity	Nominal / Quantity	Market Value AU\$'000	Total Net Assets %
Transferable securities and money market instruments admitted to an official exchange listing or dealt on another regulated market					96.88%
Bonds 96.88%					
Corporate Bonds 3.48%					
Australia 3.48%					
Commonwealth Bank of Australia	2.7500	17/11/21	3,000,000	2,968	3.48
Total Corporate Bonds				2,968	3.48
Government Bonds 93.40%					
Australia 82.60%					
Australia (Commonwealth of)	2.0000	21/12/21	16,000,000	15,910	18.63
Australia (Commonwealth of)	2.7500	21/11/27	11,100,000	11,196	13.11
Australia (Commonwealth of)	3.7500	21/04/37	7,900,000	8,559	10.03
Australia (Commonwealth of)	2.7500	21/04/24	8,300,000	8,481	9.94
Australia (Commonwealth of)	1.7500	21/11/20	7,200,000	7,141	8.37
Australia (Commonwealth of)	5.5000	21/04/23	4,480,000	5,263	6.17
Australia (Commonwealth of)	3.2500	21/04/29	2,700,000	2,838	3.32
Australia (Commonwealth of)	3.2500	21/04/25	1,950,000	2,055	2.41
Australia (Commonwealth of)	5.5000	21/01/18	2,000,000	2,043	2.39
Australia (Commonwealth of)	3.0000	21/03/47	1,684,000	1,535	1.80
Australia (Commonwealth of)	5.7500	15/07/22	1,000,000	1,169	1.37
Australia (Commonwealth of)	3.2500	21/06/39	900,000	896	1.05
Queensland Treasury	5.5000	21/06/21	1,900,000	2,129	2.49
Western Australian Treasury	7.0000	15/07/21	1,100,000	1,295	1.52
				70,510	82.60
Germany 5.46%					
Landwirtschaftliche Rentenbank (MTN)	5.5000	09/03/20	4,300,000	4,658	5.46
Norway 5.34%					
Kommunalbanken (MTN)	6.5000	12/04/21	4,000,000	4,559	5.34
Total Government Bonds				79,727	93.40
Total Bonds				82,695	96.88
Total Transferable securities and money market instruments admitted to an official exchange listing or dealt on another regulated market				82,695	96.88
Other transferable securities and money market instruments 0.58%					
Bonds 0.58%					
Corporate Bonds 0.58%					
Australia 0.58%					
Westpac Banking	2.7500	31/08/22	500,000	493	0.58

Australian Dollar Bond

Security	Coupon (%)	Maturity	Nominal / Quantity	Market Value AU\$'000	Total Net Assets %
Total Corporate Bonds				493	0.58
Total Bonds				493	0.58
Total Other transferable securities and money market instruments				493	0.58
Total investments				83,188	97.46
Other net assets				2,170	2.54
Total net assets				85,358	100.00

Canadian Dollar Bond

For the year ended 30 June 2017

Performance

For the year ended 30 June 2017, the value of Canadian Dollar Bond - A Accumulation shares decreased by 2.54% compared to a decrease of 2.57% in the benchmark, JPMorgan Government Bond Index Traded CAD.

Source: Aberdeen Asset Management and Lipper. Basis: total return, published NAV to NAV, net of annual charges, gross income reinvested, CAD.

Please remember that past performance is not a guide to future returns. The price of shares and the revenue from them may fall as well as rise. Investors may not get back the amount originally invested.

Market review

The second half of 2016 began with a financial markets rebound following the volatility that arose from the Brexit vote, as central banks lent support. Macro-politics remained in focus throughout the period, notably the US presidential election. A Trump win was expected to unsettle markets but initial jitters were transient, as the result conferred strength to the US dollar and to the 'reflation' theme. This had started in the Q3, with an equity sector rotation out of rate-sensitives (e.g. real estate, utilities, healthcare) and into more growth-oriented cyclicals (e.g. basic resources, construction, financials), as government bond yields started to price in less monetary and more fiscal policy stimulus. The oil sector, meanwhile, benefitted from agreements on production cuts. December saw broad strength for equities and credit, breaking out from ranges that had contained markets for several months, as investors shrugged off the Italian constitutional referendum as well as policy actions from the Federal Open Market Committee (FOMC) (hiked, as expected) and European Central Bank (lowered monthly bond purchases but extended their timeframe).

The Bank of Canada (BoC) shifted to a more hawkish tone at the end of the reporting period following a series of strong economic indicators. BoC governor Stephen Poloz commented in an interview in mid-June that the Canadian economy has enjoyed surprisingly strong growth in the first three months of 2017 and he expected the pace to remain ahead of potential. As a result of these comments, the markets are pricing in a potential rate hike in October with the possibility of a hike on the 12th of July. Counter arguments to a July rate increase include a view that the BoC will first want to see another solid quarter of real GDP growth along with some re-inflation in CPI and wage growth before hiking.

Canada's GDP shrank unexpectedly in October as factories suffered their worst month in nearly three years. Manufacturing output fell 2%, the biggest decline since 2013, with durable and non-durable goods down 2.1% and 2%, respectively. Real GDP growth in Canada during the first quarter of 2017 pointed towards the economy's continued recovery following the downturn from the oil price shock. Real GDP posted a strong 3.7% quarter over quarter growth in Q1 2017. Exports remained soft in the quarter, but the domestic demand trend has clearly turned more positive and suggests renewed optimism, especially in the energy sector. Personal consumption expenditures drove domestic demand as real household consumption increased 4.3% quarter over quarter in Q1 2017, outpacing the 3.0% average growth rate in the second half of 2016. The private consumption pickup suggests the new Canada Child Benefit, which replaced the Canada Child Tax Benefit and the Universal Child Care Benefit as of July 2016, had a measureable impact on household spending.

Portfolio review

The Fund outperformed its benchmark over the twelve-month period ending 30 June 2017 on a net of fees basis. During the period, the Fund benefitted from an overweight in spread products, particularly corporate bonds, as spreads tightened in the Financial and Industrial sectors. Performance in the period was negatively impacted from the Fund's duration which exceeded the benchmark by half a year. During the past twelve months, there were two down months versus its benchmark: August, which was negatively impacted from widening credit spreads in the month and June, when treasury yields increased. Corporate positioning was reduced in the period as credit spreads reached our targets, particularly in the Automotive and Basic sectors. We selectively added banks and telecom in the period as Maple issuance priced attractively compared to our view on valuations.

Outlook

Our forecast for 2017 global GDP growth of 3.5%, up from 3.1% in 2016, reflects strengthening global trade across a number of regions. As a result, we have raised our 2017 trade growth forecast to 5.4% (from 5.0%) – a sharp pick-up from a 1.6% pace in 2016. Global indicators also continue to point to strong activity, with the composite Purchasing Managers' Index (PMI) close to a two-year high. Beneath the headlines, there are some nuances. US 'soft' data have cooled, as expectations of major tax reform and infrastructure spending have ebbed. Growth still looks likely to pick up in 2018, reflecting a modest fiscal boost, but the risks are tilted to the downside. The global upturn also remains vulnerable to moderating Chinese growth and to a slippage in commodity prices. On our baseline view, however, growth should remain healthy and inflation is expected to pick up gradually. Against this backdrop, the US central bank looks set to proceed with further gradual rate rises and balance sheet normalisation.

The BoC rhetoric has recently been to a hawkish tone which may lead to interest rate increases in coming months. The Canadian dollar has strengthened since early May as the market anticipates a rate hike as early as this October. Economic data over the past 6 months, particularly solid GDP growth, contributes to the BoC change in rhetoric regarding rates. In addition, housing market data in Canada has shown considerable strength recently with double digit growth nationwide over the past 12 months. CPI figures have been mixed over the past year as volatility in energy prices has impacted other sectors such as transportation and housing.

The future of North American Free Trade Agreement (NAFTA) is posing a big concern for Canada. The North American economy has become deeply integrated over the past 20 years as exports to the US represent about 20% of Canada's GDP. The Canadian government is waiting for clarity on what Trump wishes to achieve with NAFTA tweaks. The hope is to resolve the softwood and dairy disputes while giving incentives to Ford. This may pose future downside risk to the Canadian economy. Offsetting some of these risks, Canada has continued to climb out of the 2014-2016 oil debacle as employment growth has restarted following projects coming back online.

North American Fixed Income Team
July 2017

Canadian Dollar Bond

Statement of Net Assets

As at 30 June 2017

	Notes	CA\$'000
Assets		
Investments in securities at market value	2.2	73,719
Cash at bank		674
Interest receivable		250
Subscriptions receivable		1,363
Total assets		76,006
Liabilities		
Payable for investments purchased		1,297
Taxes and expenses payable		69
Redemptions payable		3,075
Other liabilities		55
Total liabilities		4,496
Net assets at the end of the year		71,510

Statement of Changes in Net Assets

For the year from 1 July 2016 to 30 June 2017

	Notes	CA\$'000
Net assets at the beginning of the year		82,807
Net gains from investments		353
Net realised gains		968
Net unrealised losses		(3,492)
Proceeds from shares issued		31,039
Payments for shares redeemed		(40,042)
Net equalisation paid	10	(15)
Dividends paid	5	(108)
Net assets at the end of the year		71,510

Statement of Operations

For the year from 1 July 2016 to 30 June 2017

	Notes	CA\$'000
Income		
Investment income	2.3	1,172
Total income		1,172
Expenses		
Management fees	4.2	621
Operating, administrative and servicing fees	4.3	195
Other operational expenses		3
Total expenses		819
Net gains from investments		353
Realised gains on investments		968
Net realised gains		968
Decrease in unrealised appreciation on investments		(3,492)
Net unrealised losses		(3,492)
Net decrease in assets as a result of operations		(2,171)

Share Transactions

For the year from 1 July 2016 to 30 June 2017

	A-1	A-2	X-1
Shares outstanding at the beginning of the year	12,288	16,759	141,965
Shares issued during the year	7,020	5,677	1,100
Shares redeemed during the year	(1,867)	(9,871)	(24,465)
Shares outstanding at the end of the year	17,441	12,565	118,600
Net asset value per share	1,361.2118	3,706.3659	10.1028

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

Canadian Dollar Bond

Portfolio Statement

As at 30 June 2017

Security	Coupon (%)	Maturity	Nominal / Quantity	Market Value CA\$'000	Total Net Assets %
Transferable securities and money market instruments admitted to an official exchange listing or dealt on another regulated market 100.26%					
Bonds 100.26%					
Asset Backed Bonds / Mortgage Backed Bonds 0.22%					
Canada 0.22%					
BMW Canada Auto Trust	1.5210	20/07/17	160,473	161	0.22
Total Asset Backed Bonds / Mortgage Backed Bonds				161	0.22
Corporate Bonds 19.20%					
Canada 5.04%					
Canadian Natural Resources	3.3100	11/02/22	500,000	508	0.71
Canadian Pacific Railway	6.2500	01/06/18	1,000,000	1,042	1.46
Rogers Communications	4.7000	29/09/20	500,000	542	0.76
Toyota Credit Canada	2.2000	25/02/21	1,500,000	1,511	2.11
				3,603	5.04
Germany 1.67%					
KFW	5.0500	04/02/25	1,000,000	1,193	1.67
Japan 1.41%					
Honda Canada Finance	2.2750	11/12/17	1,000,000	1,005	1.41
United Kingdom 3.61%					
BP Capital Markets	3.4970	09/11/20	1,250,000	1,309	1.83
HSBC	3.1960	05/12/23	1,250,000	1,271	1.78
				2,580	3.61
United States 7.47%					
American Express Canada	2.3100	29/03/18	1,000,000	1,008	1.41
AT&T	2.8500	25/05/24	1,000,000	985	1.38
Bank of America	3.2280	22/06/22	1,000,000	1,031	1.44
General Motors Financial of Canada	3.0800	22/05/20	300,000	306	0.43
Goldman Sachs	5.0000	03/05/18	1,000,000	1,028	1.43
Goldman Sachs	VAR	26/04/23	1,000,000	989	1.38
				5,347	7.47
Total Corporate Bonds				13,728	19.20
Government Bonds 80.84%					
Canada 80.84%					
Canada (Government of)	1.5000	01/06/26	9,625,000	9,469	13.25
Canada (Government of)	3.7500	01/06/19	7,425,000	7,792	10.90
Canada (Government of)	0.7500	01/09/20	5,950,000	5,862	8.20
Canada (Government of)	5.0000	01/06/37	3,950,000	5,817	8.13
Canada (Government of)	1.7500	01/09/19	5,140,000	5,208	7.28
Canada (Government of)	2.5000	01/06/24	4,750,000	5,040	7.05

Canadian Dollar Bond

Security	Coupon (%)	Maturity	Nominal / Quantity	Market Value CA\$'000	Total Net Assets %
Canada (Government of)	4.0000	01/06/41	3,600,000	4,840	6.77
Canada (Government of)	5.7500	01/06/33	3,045,000	4,608	6.44
Canada (Government of)	3.5000	01/12/45	3,550,000	4,545	6.36
Canada (Government of)	1.5000	01/06/23	4,120,000	4,121	5.76
Municipal Finance Authority of British Columbia	1.7500	15/10/20	500,000	501	0.70
				57,803	80.84
Total Government Bonds				57,803	80.84
Total Bonds				71,692	100.26
Total Transferable securities and money market instruments admitted to an official exchange listing or dealt on another regulated market				71,692	100.26
Other transferable securities and money market instruments 2.83%					
Bonds 2.83%					
Corporate Bonds 2.83%					
Germany 1.41%					
VW Credit Canada	2.8000	20/08/18	1,000,000	1,012	1.41
United States 1.42%					
Molson Coors International	2.7500	18/09/20	1,000,000	1,015	1.42
Total Corporate Bonds				2,027	2.83
Total Bonds				2,027	2.83
Total Other transferable securities and money market instruments				2,027	2.83
Total investments				73,719	103.09
Other net liabilities				(2,209)	(3.09)
Total net assets				71,510	100.00

Emerging Europe Bond

For the year ended 30 June 2017

Corporate activity

On the effective merger date 23 September 2016, Aberdeen Global II - Emerging Europe Bond Fund (worth €14 million) transferred its net assets through a UCITS merger into the Aberdeen Global - Emerging Markets Local Currency Bond Fund. Shareholders involved in the transfer were given either E or Y shares in the Aberdeen Global - Emerging Markets Local Currency Bond Fund, for every 1 share previously held in the Aberdeen Global II - Emerging Europe Bond Fund as follows:

Aberdeen Global II	Share Class	Aberdeen Global	Share Class	Contributed net assets ('000)	Transfer Ratio
Emerging Europe Bond	A - 2	Emerging Markets Local Currency Bond	E - 2	€14,240	1.000000
Emerging Europe Bond	X - 2	Emerging Markets Local Currency Bond	Y - 2	€55	1.000000

The merger report was issued by KPMG Luxembourg Société cooperative.

Performance

For the period 1 July to 22 September 2016, the value of Emerging Europe Bond - A Accumulation shares increased by 0.97% compared to an increase of 1.78% in the benchmark, JP Morgan Global Bond Index Emerging Markets Global Diversified Europe Index.

Source: Aberdeen Asset Management, Lipper, and JP Morgan. Basis: total return, published NAV to NAV, net of annual charges, gross income reinvested, EUR.

Please remember that past performance is not a guide to future returns. The price of shares and the revenue from them may fall as well as rise. Investors may not get back the amount originally invested.

Market review

There was a bounce back in risk-assets as markets shrugged off the result of the UK's EU referendum and priced in more accommodative global central bank policy. Developed market monetary policy decisions drove market sentiment in September as the Bank of Japan announced its latest policy package of Quantitative and Qualitative Easing "with Yield Curve Control". The US Federal Reserve remained on hold and sounded a little more dovish than perhaps the market expected.

Turkey was in the rating agencies' spotlights in August with Fitch affirming the country's rating at BBB- but revising the outlook to negative given heightened political and terrorism risks which may have an impact on economic performance. Moody's announced that it would delay its new rating opinion for up to 90 days in order to ascertain the medium-term impact of the attempted coup. The central bank continued its easing policy by reducing the upper bank of its interest rate corridor for the sixth consecutive month. The monetary policy committee broadly left its outlook for economic growth and the current account unchanged despite the political developments in mid-July.

Portfolio review

During the period, we increased exposure to Turkey after the attempted coup and reduced positioning in Eastern Europe via Poland and Hungary.

Outlook

The Fund closed on 23 September 2016.

Emerging Markets Debt Team

January 2017

Emerging Europe Bond

Statement of Changes in Net Assets

For the year from 1 July 2016 to 30 June 2017

	Notes	€'000
Net assets at the beginning of the year		15,153
Net gains from investments		119
Net realised losses		(1,961)
Net unrealised gains		1,852
Proceeds from shares issued		398
Payments for shares redeemed		(15,443)
Net equalisation paid	10	(118)
Net assets at the end of the year		-

Statement of Operations

For the period from 1 July 2016 to 22 September 2016

	Notes	€'000
Income		
Investment income	2.3	181
Total income		181
Expenses		
Management fees	4.2	41
Operating, administrative and servicing fees	4.3	20
Other operational expenses		1
Total expenses		62
Net gains from investments		119
Realised losses on investments		(1,935)
Realised losses on forward currency exchange contracts		(10)
Realised currency exchange losses		(16)
Net realised losses		(1,961)
Decrease in unrealised depreciation on investments		1,804
Decrease in unrealised depreciation on forward currency exchange contracts		48
Net unrealised gains		1,852
Net increase in assets as a result of operations		10

Share Transactions

For the period from 1 July 2016 to 22 September 2016

	A-2 ^A	X-2 ^A
Shares outstanding at the beginning of the period	67,926	3,250
Shares issued during the period	1,684	2,609
Shares redeemed during the period	(69,610)	(5,859)
Shares outstanding at the end of the period	-	-
Net asset value per share	-	-

^A Share class closed 23 September 2016.

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

Emerging Markets Total Return Bond

For the year ended 30 June 2017

Performance

For the year ended to 30 June 2017, the value of Emerging Markets Total Return Bond - Z Accumulation shares increased by 7.27% compared to a decrease of 2.31% in the benchmark, Citigroup World Government Bond Index USA.

Source: Aberdeen Asset Management and BNP Paribas. Basis: total return, special month end price NAV to NAV, gross of fees, USD.

Please remember that past performance is not a guide to future returns. The price of shares and the revenue from them may fall as well as rise. Investors may not get back the amount originally invested.

Market review

Emerging market (EM) debt has shown its mettle over the last 12 months. Macro-politics remained in focus throughout the period, with presidential elections in the US, France and a snap general election in the UK. A Donald Trump win was expected to unsettle markets but initial jitters were transient, as the result conferred strength to the US dollar and to the 'reflation' theme. The subsequent rise in the US dollar – and spike in US Treasury yields – did spark some volatility in EM risk assets, leading to downward pressure on EM debt in November. The negative sentiment was short-lived however, and the asset class went on to post six straight months of positive returns as markets shrugged off any concerns around a "hard" Trump. The President has failed to implement many of his pre-election promises, and the lack of progress on the domestic front has benefitted EM debt. Three US interest rate hikes in as many quarters were passed without any major difficulties. While these were arguably priced in, it does highlight the underlying improvements in many EM economies. These hikes have come at a time when commodity prices have been largely subdued, making the positive performance all the more impressive.

The global economy continued to gather momentum over the period, with the world's major economies doing well. Even the UK, despite uncertainty around Brexit and a hung parliament after the general election result, proved relatively resilient. In Europe, the economy only grew stronger as the period progressed; financial conditions are in good shape and political risk has diminished, largely thanks to Emmanuel Macron's decisive victory in the legislative elections. The positive sentiment led to hawkish comments from the European Central Bank (ECB) at its annual conference in late June. This saw rates markets sell off aggressively and yield curves steepening as a result.

In country news, Brazil's government is struggling to rein in the budgetary accounts amid further political troubles. Michel Temer, having started his presidential reign less than 12 months ago, is facing criminal charges for allegedly receiving bribes while ex-President Lula has been sentenced to 10 years in prison. Despite the political unrest dampening both consumer and business confidence, there are positives to draw on as government continues to push through tough reforms. Russia's central bank surprised the market by cutting its reference interest rate by 50 basis points (bps) in its April meeting before a further 25bps cut in June. The Bank adopted a more cautious tone as there are concerns around food price inflation, lower oil prices and market risk aversion due to US monetary tightening. In India, Modi continued to make progress over the period. It culminated with the long-awaited Goods and Service Tax (GST) recently going live,

following over a decade of government deliberations. Some analysts argue that this is the most significant tax reform since the country's independence in 1947 and it will be the most visible of Prime Minister Modi's many reforms.

Portfolio review

The Fund outperformed its benchmark over the period under review. It benefitted from USD corporate and local currency bond holdings in Brazil, a position in Ghanaian and Ukrainian Eurobonds, as well as local currency exposure in Uruguay. Short exposure to the Colombian peso, Hungarian peso and Malaysian ringgit detracted from the Fund, as did the Fund's positioning in Chile and Angola.

During the period, we reduced the duration of the Fund relative to its benchmark and increased exposure to US treasuries. In the primary market, we added a position in hard currency bonds, while also increasing the Fund's exposure in Senegal. We reduced our holdings of Argentina, Ghana and El Salvador, and also participated in a new issue from Ecuador which was attractively priced compared to its existing bond curve. In local currency, we partially switched exposure in Uruguay from a short-dated inflation-linked bond to a new 3-year fixed rate security. We reduced our exposure to Mexico and increased our positioning in Turkey, while also topping up our position in Brazil, taking advantage of a resumption of political in May. In terms of currencies, we increased exposure to Argentina, Brazil and Turkey, while reducing our holdings in Russia and Mexico.

Outlook

The summer months have finally arrived and with them should bring a quieter market – fewer new issues and reduced secondary market activity – as participants take a well-earned break from what has been a rollercoaster first half of 2017. Many of the key risks which were highlighted at the beginning of the year have failed to materialise. This is mainly because US President Trump, despite his rampant Twitter rhetoric, has struggled to implement much of fiscal agenda. The market very quickly disregarded his posturing and focused instead on the improved fundamental outlook for emerging markets, relatively stable commodity prices and a quiet China ahead of the Party Congress meeting in October. From an emerging market perspective, the risks to focus on remain external: US or Eurozone monetary policy tightening, US shale production's impact on oil, renewed geopolitical tensions in both the Middle East and North Korea, or the tightening of financial conditions in China.

Emerging Market Debt Team

July 2017

Emerging Markets Total Return Bond

Statement of Net Assets

As at 30 June 2017

	Notes	US\$'000
Assets		
Investments in securities at market value	2.2	28,881
Cash at bank		1,248
Interest receivable		681
Receivable for investments sold		118
Unrealised gains on forward currency exchange contracts	2.6	32
Total assets		30,960
Liabilities		
Taxes and expenses payable		15
Unrealised losses on swap contracts	2.8	225
Other liabilities		127
Total liabilities		367
Net assets at the end of the year		30,593

Statement of Changes in Net Assets

For the year from 1 July 2016 to 30 June 2017

	Notes	US\$'000
Net assets at the beginning of the year		59,088
Net gains from investments		2,126
Net realised losses		(119)
Net unrealised losses		(92)
Proceeds from shares issued		4,325
Payments for shares redeemed		(33,572)
Net equalisation paid	10	(391)
Dividends paid	5	(772)
Net assets at the end of the year		30,593

Statement of Operations

For the year from 1 July 2016 to 30 June 2017

	Notes	US\$'000
Income		
Investment income	2.3	2,379
Bank interest		5
Total income		2,384
Expenses		
Management fees	4.2	156
Operating, administrative and servicing fees	4.3	101
Other operational expenses		1
Total expenses		258
Net gains from investments		2,126
Realised gains on investments		464
Realised losses on forward currency exchange contracts		(509)
Realised gains on swap contracts		8
Realised currency exchange losses		(82)
Net realised losses		(119)
Decrease in unrealised appreciation on investments		(365)
Decrease in unrealised depreciation on forward currency exchange contracts		446
Increase in unrealised depreciation on swap contracts		(177)
Unrealised currency exchange gains		4
Net unrealised losses		(92)
Net increase in assets as a result of operations		1,915

Share Transactions

For the year from 1 July 2016 to 30 June 2017

	A-2 ^A	A(EUR)-2 ^{^A}	I-1	I-2 ^A	R(GBP)-1 ^B	R(GBP)-2 ^B
Shares outstanding at the beginning of the year	-	-	15,890,792	-	-	-
Shares issued during the year	650	71,034	1,039,868	37,350	500	500
Shares redeemed during the year	-	-	(10,768,431)	(650)	-	-
Shares outstanding at the end of the year	650	71,034	6,162,229	36,700	500	500
Net asset value per share	10.2168	10.0809	1.7766	10.2787	9.9243	9.9907
	X-2 ^A	X(CHF)-2 ^{^A}	X(EUR)-2 ^{^A}	Z-1 ^C	Z-2	
Shares outstanding at the beginning of the year	-	-	-	126,572	1,788,570	
Shares issued during the year	650	63,500	58,000	646	-	
Shares redeemed during the year	-	-	-	(127,218)	(837,977)	
Shares outstanding at the end of the year	650	63,500	58,000	-	950,593	
Net asset value per share	10.2747	10.1002	10.1365	-	17.9732	

^A Base currency exposure share class.

^A Share class launched 29 September 2016.

^B Share class launched 3 May 2017.

^C Share class closed 22 November 2016.

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

Emerging Markets Total Return Bond

Portfolio Statement

As at 30 June 2017

Security	Coupon (%)	Maturity	Nominal / Quantity	Market Value US\$'000	Total Net Assets %
Transferable securities and money market instruments admitted to an official exchange listing or dealt on another regulated market					94.40%
Bonds 94.40%					
Corporate Bonds 14.58%					
Azerbaijan 1.04%					
Southern Gas Corridor	6.8750	24/03/26	294,000	319	1.04
Brazil 1.51%					
Petrobras Global Finance	FRN	17/03/20	458,000	463	1.51
Dominican Republic 0.72%					
Dominican Republic (Mesteno)	8.5000	02/01/20	206,667	220	0.72
India 1.22%					
State Bank of India (London)	3.2500	18/04/18	370,000	374	1.22
Kazakhstan 2.80%					
KazMunayGas National	7.0000	05/05/20	340,000	370	1.21
KazMunayGas National (EMTN)	9.1250	02/07/18	460,000	487	1.59
				857	2.80
Mexico 4.32%					
Petroleos Mexicanos	FRN	18/07/18	492,000	498	1.63
Petroleos Mexicanos	6.8750	04/08/26	404,000	449	1.47
Petroleos Mexicanos	FRN	11/03/22	345,000	373	1.22
				1,320	4.32
Russian Federation 0.69%					
GTLK Europe	5.9500	19/07/21	200,000	210	0.69
Turkey 0.67%					
Hazine Mustesarligi Varlik Kiralama	5.0040	06/04/23	200,000	204	0.67
United Arab Emirates 1.61%					
DP World (EMTN)	6.8500	02/07/37	240,000	283	0.92
ICD Sukuk (EMTN)	5.0000	01/02/27	200,000	210	0.69
				493	1.61
Total Corporate Bonds				4,460	14.58
Government Bonds 79.82%					
Argentina 4.06%					
Argentina (Republic of)	5.6250	26/01/22	395,000	405	1.32
Argentina (Republic of)	16.0000	17/10/23	5,817,000	374	1.22
Argentina (Republic of)	8.2800	31/12/33	308,448	342	1.12
Argentina (Republic of)	VAR	15/12/35	1,350,000	122	0.40
				1,243	4.06

Emerging Markets Total Return Bond

Security	Coupon (%)	Maturity	Nominal / Quantity	Market Value US\$'000	Total Net Assets %
Armenia 1.00%					
Armenia (Republic of)	7.1500	26/03/25	280,000	307	1.00
Bahrain 1.22%					
Bahrain (Kingdom of)	7.0000	12/10/28	370,000	375	1.22
Brazil 5.42%					
Brazil (Federal Republic of)	10.0000	01/01/25	2,060,000	609	1.99
Brazil (Federal Republic of)	10.0000	01/01/23	1,470,000	439	1.44
Brazil (Federal Republic of)	10.0000	01/01/27	850,000	249	0.82
Brazil (Federal Republic of)	6.0000	15/08/50	46,000	44	0.14
Caixa Economica Federal	4.2500	13/05/19	310,000	315	1.03
				1,656	5.42
Dominican Republic 1.58%					
Dominican (Republic of)	6.8500	27/01/45	450,000	482	1.58
Ecuador 1.35%					
Ecuador (Republic of)	10.7500	28/03/22	200,000	214	0.70
Ecuador (Republic of)	8.7500	02/06/23	200,000	198	0.65
				412	1.35
Ethiopia 1.98%					
Ethiopia (Republic of)	6.6250	11/12/24	610,000	605	1.98
Gabon 3.65%					
Gabon (Republic of)	8.2000	12/12/17	760,000	775	2.53
Gabon (Republic of)	6.3750	12/12/24	350,000	342	1.12
				1,117	3.65
Georgia 2.21%					
Georgia (Republic of)	6.8750	12/04/21	604,000	676	2.21
Ghana 0.81%					
Ghana (Republic of)	10.7500	14/10/30	200,000	248	0.81
Guatemala 2.41%					
Guatemala (Republic of)	5.7500	06/06/22	673,000	737	2.41
Honduras 1.67%					
Honduras (Republic of)	7.5000	15/03/24	460,000	511	1.67
Indonesia 4.49%					
Indonesia (Republic of)	5.8750	13/03/20	510,000	558	1.82
Indonesia (Republic of)	8.3750	15/03/34	4,000,000,000	324	1.06
Perusahaan Penerbit SBSN Indonesia III	4.3500	10/09/24	470,000	491	1.61
				1,373	4.49

Emerging Markets Total Return Bond

Security	Coupon (%)	Maturity	Nominal / Quantity	Market Value US\$'000	Total Net Assets %
Ivory Coast 1.12%					
Ivory Coast (Government of)	6.3750	03/03/28	340,000	344	1.12
Mexico 0.73%					
Mexico (Government of)	5.5500	21/01/45	200,000	225	0.73
Mongolia 1.38%					
Mongolia (Government of) (EMTN)	10.8750	06/04/21	370,000	423	1.38
Morocco 1.41%					
Morocco (Government of)	4.2500	11/12/22	410,000	430	1.41
Nigeria 0.71%					
Nigeria (Federal Republic of)	7.8750	16/02/32	200,000	218	0.71
Paraguay 2.15%					
Paraguay (Republic of)	6.1000	11/08/44	400,000	446	1.46
Paraguay (Republic of)	5.0000	15/04/26	200,000	212	0.69
				658	2.15
Peru 1.47%					
Peru (Republic of)	7.1250	30/03/19	410,000	449	1.47
Russian Federation 1.00%					
Russia (Federation of)	8.5000	17/09/31	17,100,000	306	1.00
Rwanda 1.62%					
Rwanda (Republic of)	6.6250	02/05/23	480,000	496	1.62
Senegal 1.81%					
Senegal (Republic of)	8.7500	13/05/21	300,000	343	1.12
Senegal (Republic of)	6.2500	30/07/24	200,000	211	0.69
				554	1.81
Serbia 2.08%					
Serbia (Republic of)	7.2500	28/09/21	550,000	636	2.08
Suriname 0.69%					
Suriname (Republic of)	9.2500	26/10/26	205,000	211	0.69
Tanzania 2.06%					
Tanzania (Republic of)	FRN	09/03/20	600,000	631	2.06
Tunisia 1.13%					
Banque Centrale de Tunisie	5.7500	30/01/25	360,000	346	1.13

Emerging Markets Total Return Bond

Security	Coupon (%)	Maturity	Nominal / Quantity	Market Value US\$'000	Total Net Assets %
Turkey 4.36%					
Turkey (Republic of)	11.0000	02/03/22	2,110,000	611	1.99
Turkey (Republic of)	7.3750	05/02/25	440,000	511	1.67
Turkey (Republic of)	6.0000	25/03/27	200,000	213	0.70
				1,335	4.36
Ukraine 1.88%					
Ukraine (Republic of)	VAR	31/05/40	800,000	314	1.03
Ukraine (Republic of)	7.7500	01/09/20	255,000	262	0.85
				576	1.88
United States 19.38%					
US Treasury	2.6250	15/08/20	2,750,000	2,836	9.28
US Treasury	1.6250	15/05/26	1,860,000	1,764	5.76
US Treasury	2.5000	15/02/46	1,425,000	1,326	4.34
				5,926	19.38
Uruguay 2.38%					
Uruguay (Republic of)	5.1000	18/06/50	412,000	421	1.38
Uruguay (Republic of)	5.0000	14/09/18	2,491,000	206	0.67
Uruguay (Republic of)	9.8750	20/06/22	2,806,000	102	0.33
				729	2.38
Vietnam 0.61%					
Vietnam (Socialist Republic of)	6.7500	29/01/20	170,000	186	0.61
Total Government Bonds				24,421	79.82
Total Bonds				28,881	94.40
Total Transferable securities and money market instruments admitted to an official exchange listing or dealt on another regulated market				28,881	94.40

Emerging Markets Total Return Bond

Derivatives (0.63%)

Forward currency exchange contracts 0.10%

Counterparty	Buy	Sell	Settlement	Buy Amount	Sell Amount	Unrealised Gains/(Losses) US\$'000	Total Net Assets %
Barclays Capital	HUF	USD	14/07/17	45,356,000	155,929	12	0.04
BNP Paribas	CHF	USD	15/09/17	643,097	670,533	4	0.01
BNP Paribas	EUR	USD	15/09/17	716,446	810,236	10	0.03
BNP Paribas	EUR	USD	15/09/17	589,339	666,490	8	0.03
BNP Paribas	USD	EUR	15/09/17	3,678	3,211	-	-
BNP Paribas	USD	CHF	15/09/17	3,367	3,257	-	-
Citigroup	BRL	USD	23/08/17	530,000	159,207	(1)	-
Citigroup	USD	BRL	23/08/17	151,970	511,000	(1)	-
Goldman Sachs	RUB	USD	23/08/17	16,796,000	281,774	(2)	(0.01)
Goldman Sachs	USD	COP	23/08/17	328,026	954,638,000	18	0.06
Goldman Sachs	USD	KRW	23/08/17	306,354	344,480,000	5	0.02
Goldman Sachs	USD	RUB	23/08/17	292,120	16,796,000	12	0.04
JPM Chase	USD	HUF	14/07/17	764,756	222,863,000	(57)	(0.19)
Morgan Stanley	USD	IDR	23/08/17	23,096	309,994,000	-	-
UBS	USD	THB	14/07/17	314,557	10,889,000	(6)	(0.02)
UBS	USD	BRL	23/08/17	503,087	1,589,000	29	0.09
UBS	USD	BRL	23/08/17	54,069	179,000	1	-
Unrealised gains on forward currency exchange contracts						32	0.10

Swaps (0.73%)

Counterparty	Ccy	Termination	Notional	Fund Pays	Fund Receives	Unrealised Gains/(Losses) US\$'000	Total Net Assets %
Barclays	USD	20/12/19	1,900,000	1.0000%	Colombia Government International Bond	(15)	(0.05)
Deutsche Bank	MXN	11/06/18	7,100,000	28 Day MXN TIE	9.2500%	7	0.02
HSBC	INR	03/03/20	95,700,000	1 Day HS INR Mibor	6.7550%	(211)	(0.68)
Morgan Stanley	MXN	27/10/17	26,100,000	28 Day MXN TIE	5.9850%	(6)	(0.02)
Unrealised losses on swap contracts						(225)	(0.73)
Unrealised losses on derivatives						(193)	(0.63)
Total investments						28,688	93.77
Other net assets						1,905	6.23
Total net assets						30,593	100.00

Currently forward positions are not collateralised.

Euro Absolute Return Bond

For the period to 7 April 2017

Performance

For the period 1 July 2016 to 7 April 2017, the value of Euro Absolute Return Bond - I Accumulation shares increased by 2.52% compared to a decrease of 0.24% in the benchmark, 3 month Euribor Index.

Source: Aberdeen Asset Management and Lipper. Basis: total return, published NAV to NAV, net of annual charges, gross income reinvested, EUR.

Please remember that past performance is not a guide to future returns. The price of shares and the revenue from them may fall as well as rise. Investors may not get back the amount originally invested.

Market review

In the rolling twelve months to the end of June investors enjoyed a positive total return for bonds in general and across global corporate bond markets. The Bloomberg Barclays Global Corporate Index spread rallied to 109 basis points (bp), 45bp tighter over the period to yield 2.57%, the UK corporate market outperformed (rallying -61bp) relative to the Euro and USD (rallying -35bp and -49bp respectively).

During the first half of the reporting period tepid European economic data was closely scrutinised to discern the fallout from the Brexit vote. The composite Purchasing Managers' Index fell over the first half of the period, while lacklustre consumer prices continue to plague the region. On the whole, however, the Eurozone economy continued its slow, almost anaemic, recovery. GDP growth of 0.3% was confirmed in the third quarter, while annual deflation edged up to 0.6% in November, up from 0.5% in October. The unemployment rate fell to 9.8% in October, the lowest since July 2009.

Political risk remained at the fore across Europe. In Italy, Matteo Renzi lost the constitutional reform referendum by a wide margin of 59% to 41%. He subsequently announced his resignation as Italy's prime minister and was replaced by Paolo Gentiloni, who had served as Minister of Foreign Affairs under Mr Renzi. Bond yields spiked around 10 bps wider on the news. In May, Emmanuel Macron won the French presidential election, defeating his opponent Marine Le Pen. This result saw the euro strengthen against the dollar and reach \$1.10, the highest it had done so since the US election result.

This period saw UK Prime Minister Theresa May call for surprise snap election on 8th June 2017, far in advance of the fixed five year cycle that would have seen the next election in 2020. The result saw May lose her Conservative Party parliamentary majority. This was a serious setback for May's previously hard Brexit stance and it will likely lead to a softer approach. The party has managed to build a coalition government with the Democratic Unionist Party however, it is unlikely that this was the vision that May had for the Conservative Party. Brexit negotiations began on the 19th June with lead negotiators David Davis and Michel Barnier commencing the divorce process with a series of talks in Brussels.

Turning to monetary policy, the European Central Bank (ECB) somewhat unexpectedly reduced the monthly run rate of asset purchases to €60 billion from €80 billion after much speculation. However, ECB President Mario Draghi extended the quantitative easing programme for an additional nine months (€80bn per month for a further six months was market consensus), making an explicit point of saying this did not constitute tapering as the total stock of bonds purchased will be greater due to the additional length of the

programme. Historically though, the market has viewed the flow (rate of monthly purchases) as the key driver of suppressed yields so 30 year European bonds sold off aggressively and periphery spreads widened on fears that this marks the beginning of a gradual wind down of ECB support. Coupled with this, Draghi also announced the ECB would increase its universe of eligible bonds to include one year to 30 year bonds (previously it had been two year to 30 year) and that it would now purchase bonds yielding less than the deposit rate. This sent front-end European yields and the euro lower as the reporting period came to an end.

Later in the reporting period, Draghi delivered an upbeat assessment of the economic outlook at a press conference. He noted that growth forecasts in 2017 and 2018 had been revised upwards a little and that downside risks were diminishing. The language that rates are expected to remain "at present or lower levels for an extended period of time, and well past the horizon of ... net asset purchases" remained in the ECB's post-meeting statement. When questioned though, Draghi acknowledged upside risks to expectations to a greater extent than previously, suggesting that the direction of travel for the ECB is towards tightening. There were, however, also subsequent news reports later in the month of ECB concerns that its latest press conference had been over-interpreted and that the apparent hawkish shift in communications that the market had latched onto was perhaps not entirely intended.

Portfolio review

Interest rate strategies outperformed over the review period, led by cross-market and yield curve strategies. Short Italy and France on spread versus Germany were the main drivers of country performance as political uncertainties in both regions prompted spreads to widen. While, yield curve steepeners in Europe and US added value in the second half of 2016 off the back of positive economic data in Europe, and expectations of fiscal expansion in the US following the election of Donald Trump as US president. In terms of outright duration, the Fund benefitted from its cross-market steepening bias: being short in the longer dated US and European maturities as the global rates complex moved higher, while holding longs in markets that are less advanced in the economic cycle making it harder for them to sustain higher yields e.g. Australia, New Zealand and Sweden. Elsewhere, breakeven inflation positions in the US, Europe and UK performed well.

Active currency management was a drag to performance over the period. An overweight to the US dollar (particularly versus the Korean won, yen and Australian dollar) was the biggest drag at the beginning of 2017 as Trump reflation trades unwound as expectations of fiscal expansion pushed back. These losses were partially offset by tactical EM FX positions: short Brazilian real versus Russian rouble, and long Israel shekel.

Credit contributed strongly to positive performance over the period, driven by a tightening in credit spreads across the ratings-quality spectrum with longer-dated maturities tightening more than shorter-dated maturities. Overall holdings in financials performed very well, in particular banking senior and subordinated paper. Outperformance early in the period was primarily driven by the Fund's exposure to high-beta (subordinated) UK credit, as Brexit concerns relaxed and market sentiment improved. While there were some concerns over

Euro Absolute Return Bond

stability in the European banking sector into year-end, following the failure of a major bank to avert the need for government support, this failed to dent investors' confidence. In the light of Donald Trump's election victory and talk of financial deregulation as a focus in his campaign, this further supported spread tightening in the sector. Energy continued its rally over the period on the heels of Organisation of Petroleum Exporting Countries (OPEC) November 30th (2016) meeting which resulted in oil production cuts spurring a rally in oil prices.

Into the end of the period, holdings in financials continued to perform. We continue to like the sector, given continued heightened regulation and capital requirements within the industry. Subordinated insurance was another strong area for returns. The Fund had modest exposure, based on stock selection (we continue to favour national champions and insurers with strong processes) and relatively attractive valuations. Away from financials we saw strong performance from consumer non-cyclicals and energy, despite the weaker commodity prices into quarter-end (Q1-16). The majority of return is attributable to emerging-market and high-yield positioning (within energy).

Outlook

The Fund closed 7 April 2017.

Global Credit Team

July 2017

Euro Absolute Return Bond

Statement of Net Assets

As at 30 June 2017

	Notes	€'000
Assets		
Other assets		1
Total assets		1
Liabilities		
Bank overdraft		1
Total liabilities		1
Net assets at the end of the year		-

Statement of Changes in Net Assets

For the period from 1 July 2016 to 7 April 2017

	Notes	€'000
Net assets at the beginning of the year		8,398
Net gains from investments		64
Net realised losses		(189)
Net unrealised gains		340
Payments for shares redeemed		(8,532)
Net equalisation paid	10	(81)
Net assets at the end of the year		-

Statement of Operations

For the period from 1 July 2016 to 7 April 2017

	Notes	€'000
Income		
Investment income	2.3	119
Total income		119
Expenses		
Management fees	4.2	33
Operating, administrative and servicing fees	4.3	21
Other operational expenses		1
Total expenses		55
Net gains from investments		64
Realised losses on investments		(7)
Realised losses on forward currency exchange contracts		(116)
Realised gains on future contracts		66
Realised losses on swap contracts		(160)
Realised currency exchange gains		28
Net realised losses		(189)
Decrease in unrealised depreciation on investments		197
Decrease in unrealised appreciation on forward currency exchange contracts		(19)
Decrease in unrealised depreciation on future contracts		3
Decrease in unrealised depreciation on swap contracts		160
Unrealised currency exchange losses		(1)
Net unrealised gains		340
Net increase in assets as a result of operations		215

Share Transactions

For the period from 1 July 2016 to 7 April 2017

	A-2 ^A	I-2 ^A	X-2 ^A	Z-2 ^A
Shares outstanding at the beginning of the period	200,000	2,360,865	200,000	200,000
Shares issued during the period	-	-	-	-
Shares redeemed during the period	(200,000)	(2,360,865)	(200,000)	(200,000)
Shares outstanding at the end of the period	-	-	-	-
Net asset value per share	-	-	-	-

^A Share class closed 7 April 2017.

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

Euro Corporate Bond

For the year ended 30 June 2017

Performance

For the year ended 30 June 2017, the value of Euro Corporate Bond - Z Accumulation shares increased by 1.59% compared to an increase of 1.25% in the benchmark, Barclays Capital Euro Aggregate Corporate Index.

Source: Aberdeen Asset Management and BNP Paribas. Basis: total return, special month end price NAV to NAV, gross of fees, EUR.

Please remember that past performance is not a guide to future returns. The price of shares and the revenue from them may fall as well as rise. Investors may not get back the amount originally invested.

Market review

The year up to the end of June was characterised by major political events and risks, yet European investment grade (IG) bond markets (and risk markets generally) were resilient and ended the period on a stronger footing. Government bond yields rose steadily over the period, reflecting global reflation expectations and more hawkish central bank rhetoric, although in Europe the European Central Bank (ECB) Corporate Sector Purchase Programme (CSPP) continued to provide support to credit markets. This performance was reflected in the spread on the Bloomberg Barclays European Aggregate Corporate Index, which ended the period 36 basis points tighter.

European IG markets began the second half of 2016 strongly, as investor confidence returned following the surprise Brexit result from the UK's referendum on European Union membership. A lack of supply and the expectation of central bank support provided a technical tailwind to credit markets, and the Bank of England formally announced its Corporate Bond Purchase Scheme (CBPS) whereby it would purchase up to £10 billion (bn) of non-financial corporate bonds. Mergers and acquisitions activity was prevalent: German chemicals major Bayer confirmed a record-breaking \$66bn takeover of Monsanto; shortly followed by AT&T's proposed acquisition of Time Warner Inc. for \$109bn, reflecting both a rising trend of consolidation in US telecoms and a shift towards content provision among US mobile operators.

Volatility returned to markets in November following the surprise election of Donald Trump to the US presidency. Government bond yields rose and credit spreads widened in the immediate aftermath, but regained their poise in December as the outlook for US growth became more constructive and the ECB announced a 9 month extension of its asset purchase programme. Spreads continued to tighten into 2017 as positive macro-economic data and equity market performance gave momentum to risk markets. The reflation trade boosted financials in particular (despite heavy supply), as higher rates and steeper yield curves supported margins for banks and insurers.

Political risk returned to the fore in March, with some initial market weakness in the lead-up to the French election, as markets weighed the possible majority of Marine Le Pen's populist and anti-EU 'National Front' party. But a strong first round result for the eventual winner Macron, as well as weak result for the populist candidate in Dutch elections, spurred a rally in risk markets, with French credits such as EDF showing particular strength. The positive market momentum continued into June amid generally strong company earnings and a benign macro-economic environment.

Over the period, 10 year bund yields rose out of negative territory from -0.13% to finish at 0.47%. Peripheral government spreads widened with the yield on Italian BTP rising from 1.26% to 2.16%. European IG credit indices tightened from 140 to 104 bps (Bloomberg Barclays).

Portfolio review

The Fund performed positively on an absolute and relative basis over the period. The Fund remained overweight financials versus non-financials which contributed to outperformance. This was mainly driven by an overweight position in subordinated insurance bonds, from issuers such as Axa and Aviva. This was consistent with a broader rally in which high beta credit outperformed, particularly equity-like hybrid instruments from SES, Total and Scottish & Southern Energy (SSE).

Primary markets were active over the year and the Fund selectively participated in new issues where we saw value. In August, a small proportion of GBP-denominated securities such as British American Tobacco (BAT) and InterContinental were added, and a later sold, to benefit from the Bank of England's CBPS. 2017 saw the issuance of new TLAC-eligible, 'Non-preferred senior' from French banks (e.g. BNP Paribas), in which the fund participated. We consolidated our positioning in US telecoms sector by selling our overweight exposure in Verizon which had weakened after the abandonment of its deleveraging target. Against this we added exposure in AT&T, which offered attractive value and lower risk of further consolidation following its bid for Time Warner Inc.

The Fund's duration was maintained neutral over the period.

Outlook

European credit markets stayed resilient through several geopolitical risk events over the last 12 months, and central bank policy is now likely to be the key driver of returns going forward. Asset prices have been well-supported by central bank asset purchases and near-zero interest rates, and primary market issuance has been well absorbed. But a greater-than-expected tapering of these schemes, or a more aggressive hiking cycle from the US Federal Reserve could threaten these valuations. In the medium term, we are constructive on company fundamentals and economic data to provide support to credit markets. We are positioned to benefit from further upside in spreads and are confident in security selection supporting relative returns.

Euro Fixed Income Team

July 2017

Euro Corporate Bond

Statement of Net Assets

As at 30 June 2017

	Notes	€'000
Assets		
Investments in securities at market value	2.2	46,168
Cash at bank		497
Interest receivable		381
Subscriptions receivable		4
Receivable for investments sold		1,692
Unrealised gains on forward currency exchange contracts	2.6	17
Total assets		48,759
Liabilities		
Payable for investments purchased		705
Taxes and expenses payable		16
Redemptions payable		4
Other liabilities		1
Total liabilities		726
Net assets at the end of the year		48,033

Statement of Changes in Net Assets

For the year from 1 July 2016 to 30 June 2017

	Notes	€'000
Net assets at the beginning of the year		68,488
Net gains from investments		733
Net realised gains		884
Net unrealised losses		(850)
Proceeds from shares issued		23,423
Payments for shares redeemed		(44,397)
Net equalisation paid	10	(245)
Dividends paid	5	(3)
Net assets at the end of the year		48,033

Statement of Operations

For the year from 1 July 2016 to 30 June 2017

	Notes	€'000
Income		
Investment income	2.3	962
Total income		962
Expenses		
Management fees	4.2	61
Operating, administrative and servicing fees	4.3	166
Other operational expenses		2
Total expenses		229
Net gains from investments		733
Realised gains on investments		780
Realised gains on forward currency exchange contracts		45
Realised currency exchange gains		59
Net realised gains		884
Increase in unrealised depreciation on investments		(875)
Decrease in unrealised depreciation on forward currency exchange contracts		25
Net unrealised losses		(850)
Net increase in assets as a result of operations		767

Share Transactions

For the year from 1 July 2016 to 30 June 2017

	A-1	A-2	A(CZK)-2 [^]	A(HUF)-2 ^{^^}	I-2	Z-2
Shares outstanding at the beginning of the year	24,582	34,084	763,877	-	146,257	3,718,872
Shares issued during the year	99,831	17,814	315,707	510,788	1,333,555	41,490
Shares redeemed during the year	(4,195)	(28,906)	(209,463)	(182,000)	(1,435,353)	(1,354,214)
Shares outstanding at the end of the year	120,218	22,992	870,121	328,788	44,459	2,406,148
Net asset value per share	10.9914	11.2670	109.1315	1,002.0977	13.7596	17.0974

[^] Base currency exposure share class.

^{^^} Share class launched 5 April 2017.

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

Euro Corporate Bond

Portfolio Statement

As at 30 June 2017

Security	Coupon (%)	Maturity	Nominal / Quantity	Market Value €'000	Total Net Assets %
Transferable securities and money market instruments admitted to an official exchange listing or dealt on another regulated market					95.80%
Bonds 95.80%					
Asset Backed Bonds / Mortgage Backed Bonds 1.99%					
France 0.42%					
Purple Master Credit Cards	FRN	25/10/28	200,000	200	0.42
Luxembourg 0.42%					
Red & Black Auto Lease Germany	FRN	15/11/27	200,000	201	0.42
United Kingdom 1.15%					
Lanark Master Issuer	FRN	22/12/54	550,000	554	1.15
Total Asset Backed Bonds / Mortgage Backed Bonds				955	1.99
Corporate Bonds 93.00%					
Australia 5.06%					
APT Pipelines (EMTN)	1.3750	22/03/22	731,000	749	1.56
AusNet Services (EMTN)	2.3750	24/07/20	500,000	534	1.11
AusNet Services (EMTN)	1.5000	26/02/27	165,000	167	0.35
National Australia Bank (EMTN)	0.2500	28/03/22	610,000	610	1.27
SGSP Australia Assets (EMTN)	2.0000	30/06/22	350,000	369	0.77
				2,429	5.06
Belgium 4.51%					
AG Insurance	VAR	30/06/47	300,000	316	0.66
Anheuser-Busch InBev (EMTN)	2.7500	17/03/36	400,000	426	0.89
Anheuser-Busch InBev (EMTN)	2.0000	17/03/28	200,000	209	0.44
KBC (EMTN)	1.0000	26/04/21	700,000	715	1.48
KBC (EMTN)	0.7500	18/10/23	200,000	198	0.41
Proximus (EMTN)	0.5000	22/03/22	300,000	301	0.63
				2,165	4.51
France 12.99%					
AXA (EMTN)	VAR	PERP	500,000	544	1.13
Banque Federative du Credit Mutuel (EMTN)	0.3750	13/01/22	400,000	400	0.83
Banque Federative du Credit Mutuel (EMTN)	3.0000	21/05/24	365,000	396	0.82
BNP Paribas (EMTN)	2.8750	24/10/22	980,000	1,100	2.29
BNP Paribas (EMTN)	VAR	14/10/27	300,000	317	0.66
BPCE	VAR	08/07/26	200,000	211	0.44
Coentreprise de Transport d'Electricité	2.1250	29/07/32	200,000	201	0.42
Coentreprise de Transport d'Electricité	0.8750	29/09/24	200,000	198	0.41
Credit Agricole	1.0000	16/09/24	500,000	503	1.05
Credit Agricole (EMTN)	0.8750	19/01/22	400,000	407	0.85
Engie	VAR	PERP	200,000	216	0.45
Orange	VAR	PERP	400,000	429	0.89

Euro Corporate Bond

Security	Coupon (%)	Maturity	Nominal / Quantity	Market Value €'000	Total Net Assets %
Societe Generale (EMTN)	2.6250	27/02/25	200,000	210	0.44
TDF Infrastructure	2.5000	07/04/26	300,000	312	0.65
Teleperformance	1.5000	03/04/24	500,000	501	1.04
TOTAL (EMTN)	VAR	PERP	299,000	296	0.62
				6,241	12.99
Germany 8.92%					
Allianz Finance II (EMTN)	VAR	08/07/41	700,000	826	1.72
ATF Netherlands	2.1250	13/03/23	300,000	310	0.65
Bayer (EMTN)	VAR	01/07/75	200,000	208	0.43
BMW Finance (EMTN)	0.1250	03/07/20	460,000	460	0.96
E.ON International Finance (EMTN)	5.7500	07/05/20	400,000	465	0.97
Eurogrid	1.8750	10/06/25	200,000	212	0.44
Volkswagen International Finance	0.5000	30/03/21	600,000	600	1.25
Volkswagen International Finance	VAR	PERP	300,000	298	0.62
Volkswagen International Finance	VAR	PERP	200,000	211	0.44
Volkswagen Leasing (EMTN)	1.3750	20/01/25	400,000	396	0.82
Vonovia Finance (EMTN)	1.2500	06/12/24	300,000	300	0.62
				4,286	8.92
Ireland 1.67%					
CRH Finance Germany (EMTN)	1.7500	16/07/21	500,000	525	1.09
Ryanair DAC (EMTN)	1.1250	15/08/23	277,000	279	0.58
				804	1.67
Israel 1.09%					
Teva Pharmaceutical Finance Netherlands II	0.3750	25/07/20	400,000	399	0.83
Teva Pharmaceutical Finance Netherlands II	1.1250	15/10/24	130,000	125	0.26
				524	1.09
Italy 5.91%					
Autostrade per l'Italia (EMTN)	1.1250	04/11/21	200,000	207	0.43
Enel Finance International (EMTN)	1.9660	27/01/25	300,000	318	0.66
Eni (EMTN)	4.0000	29/06/20	650,000	723	1.51
FCA Bank Ireland (EMTN)	1.0000	15/11/21	274,000	275	0.57
Intesa Sanpaolo (EMTN)	1.1250	14/01/20	600,000	614	1.28
Intesa Sanpaolo (EMTN)	FRN	15/06/20	400,000	407	0.85
Italgas (EMTN)	0.5000	19/01/22	296,000	295	0.61
				2,839	5.91
Japan 1.05%					
Bank of Tokyo-Mitsubishi (EMTN)	0.8750	11/03/22	500,000	506	1.05
Luxembourg 1.60%					
SELP Finance	1.2500	25/10/23	585,000	577	1.20
SES	VAR	PERP	171,000	191	0.40
				768	1.60

Euro Corporate Bond

Security	Coupon (%)	Maturity	Nominal / Quantity	Market Value €'000	Total Net Assets %
Mexico 1.86%					
America Movil	1.5000	10/03/24	442,000	449	0.94
America Movil	VAR	06/09/73	420,000	443	0.92
				892	1.86
Netherlands 7.56%					
ABN AMRO Bank (EMTN)	4.1250	28/03/22	475,000	558	1.16
ABN AMRO Bank (EMTN)	VAR	30/06/25	301,000	318	0.66
ABN AMRO Bank (EMTN)	VAR	18/01/28	100,000	107	0.22
ASML	1.3750	07/07/26	200,000	201	0.42
Cooperatieve Rabobank	1.2500	23/03/26	800,000	812	1.69
Koninklijke	VAR	PERP	350,000	372	0.78
Rabobank Nederland (EMTN)	4.1250	12/01/21	559,000	635	1.32
TenneT	VAR	PERP	300,000	308	0.64
Vesteda Finance (EMTN)	2.5000	27/10/22	300,000	322	0.67
				3,633	7.56
Spain 2.30%					
FCC Aqualia	1.4130	08/06/22	298,000	299	0.62
Iberdrola Finanzas (EMTN)	1.0000	07/03/25	400,000	398	0.83
Merlin Properties Socimi (EMTN)	1.8750	02/11/26	292,000	288	0.60
Merlin Properties Socimi (EMTN)	1.7500	26/05/25	119,000	119	0.25
				1,104	2.30
Sweden 2.82%					
Hemso Fastighets (EMTN)	1.0000	09/09/26	372,000	356	0.74
Rikshem (EMTN)	1.2500	28/06/24	350,000	345	0.72
Svenska Handelsbanken (EMTN)	0.2500	28/02/22	658,000	652	1.36
				1,353	2.82
Switzerland 5.08%					
Credit Suisse (EMTN)	1.3750	31/01/22	500,000	521	1.08
Glencore Finance Europe (EMTN)	4.6250	03/04/18	200,000	207	0.43
UBS	1.5000	30/11/24	680,000	697	1.46
UBS Funding Jersey (EMTN)	1.2500	01/09/26	400,000	395	0.82
UBS London (EMTN)	1.1250	30/06/20	600,000	618	1.29
				2,438	5.08
United Kingdom 20.92%					
Aviva (EMTN)	VAR	04/12/45	600,000	618	1.29
Barclays Bank (EMTN)	1.8750	08/12/23	395,000	410	0.85
BP Capital Markets (EMTN)	1.9530	03/03/25	650,000	688	1.42
Channel Link Enterprises Finance	VAR	30/06/50	300,000	303	0.63
Coventry Building Society	2.5000	18/11/20	490,000	523	1.09
EE Finance (EMTN)	3.2500	03/08/18	700,000	724	1.50
Experian Finance (EMTN)	1.3750	25/06/26	590,000	581	1.21
FCE Bank (EMTN)	FRN	17/09/19	365,000	370	0.77
FCE Bank (EMTN)	1.6150	11/05/23	300,000	305	0.64

Euro Corporate Bond

Security	Coupon (%)	Maturity	Nominal / Quantity	Market Value €'000	Total Net Assets %
HBOS (EMTN)	VAR	18/03/30	300,000	349	0.73
Heathrow Funding (EMTN)	1.8750	12/07/32	160,000	160	0.33
HSBC	0.8750	06/09/24	422,000	418	0.87
Jaguar Land Rover Automotive	2.2000	15/01/24	420,000	425	0.89
Lloyds Banking (EMTN)	1.0000	09/11/23	410,000	410	0.85
Motability Operations (EMTN)	0.8750	14/03/25	340,000	336	0.70
Motability Operations (EMTN)	1.6250	09/06/23	300,000	317	0.66
National Westminster Bank (EMTN)	VAR	PERP	540,000	517	1.08
Nationwide Building Society (EMTN)	VAR	20/03/23	468,000	480	1.00
Nationwide Building Society (EMTN)	1.1250	03/06/22	375,000	385	0.80
Nationwide Building Society (EMTN)	1.2500	03/03/25	200,000	204	0.43
Rolls-Royce (EMTN)	2.1250	18/06/21	300,000	319	0.66
Royal Bank of Scotland (EMTN)	FRN	08/06/20	200,000	201	0.42
Santander UK	1.1250	08/09/23	200,000	200	0.42
Sky (GMTN)	2.2500	17/11/25	225,000	238	0.50
Smiths (EMTN)	2.0000	23/02/27	160,000	163	0.34
SSE	VAR	PERP	400,000	406	0.84
				10,050	20.92
United States 9.66%					
AbbVie	1.3750	17/05/24	731,000	737	1.53
Apple	2.0000	17/09/27	440,000	472	0.98
Apple	1.3750	24/05/29	341,000	336	0.70
AT&T	2.4000	15/03/24	300,000	321	0.67
AT&T	1.0500	04/09/23	180,000	179	0.37
AT&T	3.1500	04/09/36	180,000	178	0.37
Becton Dickinson	0.3680	06/06/19	150,000	151	0.31
Brown-Forman	1.2000	07/07/26	100,000	99	0.21
General Electric	2.1250	17/05/37	237,000	233	0.48
General Motors Financial (EMTN)	0.9550	07/09/23	350,000	339	0.71
General Motors Financial International (EMTN)	1.1680	18/05/20	100,000	102	0.21
Goldman Sachs (EMTN)	1.3750	15/05/24	450,000	454	0.95
Mylan	3.1250	22/11/28	200,000	213	0.44
Thermo Fisher Scientific	1.3750	12/09/28	512,000	487	1.02
Toyota Motor Credit (EMTN)	1.0000	09/03/21	330,000	339	0.71
				4,640	9.66
Total Corporate Bonds				44,672	93.00
Government Bonds 0.81%					
Germany 0.81%					
Germany (Federal Republic of)	2.5000	15/08/46	300,000	391	0.81
Total Government Bonds				391	0.81
Total Bonds				46,018	95.80
Total Transferable securities and money market instruments admitted to an official exchange listing or dealt on another regulated market				46,018	95.80

Euro Corporate Bond

Security	Coupon (%)	Maturity	Nominal / Quantity	Market Value €'000	Total Net Assets %		
Other transferable securities and money market instruments 0.31%							
Bonds 0.31%							
Corporate Bonds 0.31%							
United States 0.31%							
Fidelity National Information Services	0.4000	15/01/21	150,000	150	0.31		
Total Corporate Bonds				150	0.31		
Total Bonds				150	0.31		
Total other transferable securities and money market instruments				150	0.31		
Derivatives 0.04%							
Forward currency exchange contracts 0.04%							
Counterparty	Buy	Sell	Settlement	Buy Amount	Sell Amount	Unrealised Gains/(Losses) €'000	Total Net Assets %
BNP Paribas	CZK	EUR	04/07/17	108,006	4,104	-	-
BNP Paribas	CZK	EUR	15/09/17	95,920,931	3,656,051	20	0.05
BNP Paribas	CZK	EUR	15/09/17	553,195	21,071	-	-
BNP Paribas	CZK	EUR	15/09/17	358,481	13,678	-	-
BNP Paribas	CZK	EUR	15/09/17	106,961	4,077	-	-
BNP Paribas	CZK	EUR	15/09/17	79,125	3,014	-	-
BNP Paribas	CZK	EUR	15/09/17	75,657	2,897	-	-
BNP Paribas	EUR	CZK	03/07/17	3,012	79,125	-	-
BNP Paribas	EUR	HUF	15/09/17	593,707	183,632,595	-	-
BNP Paribas	EUR	CZK	15/09/17	44,210	1,161,256	-	-
BNP Paribas	EUR	CZK	15/09/17	9,088	237,659	-	-
BNP Paribas	EUR	CZK	15/09/17	8,347	218,918	-	-
BNP Paribas	EUR	CZK	15/09/17	4,104	108,006	-	-
BNP Paribas	HUF	EUR	15/09/17	514,736,917	1,667,158	(3)	(0.01)
Unrealised gains on forward currency exchange contracts						17	0.04
Unrealised gains on derivatives						17	0.04
Total investments				46,185	96.15		
Other net assets				1,848	3.85		
Total net assets				48,033	100.00		

Currently forward positions are not collateralised.

Euro Government Bond

For the year ended 30 June 2017

Performance

For the year ended 30 June 2017, the value of Euro Government Bond - A Accumulation shares decreased by 3.93% compared to a decrease of 3.27% in the benchmark, Barclays Capital Euro Aggregate Treasury Index.

Source: Aberdeen Asset Management and Lipper. Basis: total return, published NAV to NAV, net of annual charges, gross income reinvested, EUR.

Please remember that past performance is not a guide to future returns. The price of shares and the revenue from them may fall as well as rise. Investors may not get back the amount originally invested.

Market review

Political risk remained at the forefront across Europe during much of the reporting period. In Italy, Matteo Renzi lost the constitutional reform referendum by a wide margin of 59% to 41%. He subsequently announced his resignation as Italy's prime minister and was replaced by Paolo Gentiloni, who had served as Minister of Foreign Affairs under Mr Renzi. The referendum result is technically a victory for the anti-establishment parties (Five Star), although some have suggested that a 'no' vote was a better long term result for Italy as the reforms were poorly designed and, given the weight of current opinion polls, could have resulted in a Five Star government at the next elections. The most pressing concern for Italy now is recapitalising the banking sector; a bailout for Monte Paschi was approved by the Italian government after the bank failed to raise €5 billion of capital from private investors.

In Europe, the French voted in the first round of their Presidential election. Going into the event, polls still had Macron with a marginal lead over Le Pen, with Fillon and Mélenchon just behind, and all four close enough that the result could go either way. However, it was announced that Macron had won with 24% of the vote with Le Pen just behind with 21%. Having avoided the market 'nightmare' scenario of Le Pen vs. Mélenchon in the final round, and with Macron the firm favourite to clinch the Presidency, French spreads to Germany tightened aggressively and the euro strengthened. This continued as Macron won comprehensively in the second round but his new party also performed very well in the legislative elections.

This period saw UK Prime Minister Theresa May call for surprise snap election on 8th June 2017, far in advance of the fixed five year cycle that would have seen the next election in 2020. The result saw May lose her Conservative Party parliamentary majority. This was a serious setback for May's previously hard Brexit stance and it will likely lead to a softer approach. The party has managed to build a coalition government with the Democratic Unionist Party – however, it is unlikely that this was the vision that May had for the Conservative Party. Brexit negotiations began on the 19th June with lead negotiators David Davis and Michel Barnier commencing the divorce process with a series of talks in Brussels.

Turning to monetary policy, the European Central Bank (ECB) somewhat unexpectedly reduced the monthly run rate of asset purchases to €60 billion from €80 billion in Q4 2016, after much speculation. However, ECB President Mario Draghi extended the quantitative easing programme for an additional nine months (€80bn per month for a further six months was market consensus), making an explicit point of saying this did not constitute tapering as the total stock of bonds purchased will be greater due to the additional length of

the programme. Historically though, the market has viewed the flow (rate of monthly purchases) as the key driver of suppressed yields so periphery spreads widened on fears that this marks the beginning of a gradual wind down of ECB support. Coupled with this, Draghi also announced the ECB would increase its universe of eligible bonds to include one-year to 30-year bonds (previously it had been two-year to 30-year) and that it would now purchase bonds yielding less than the deposit rate. This caused a large yield curve steepening as long-end yields moved higher whilst front-end European yields and the euro lower.

However, the most recent iteration of ECB communication policy came from comments that Draghi made at central banking forum at Sintra regarding the scaling back of bond-buying programmes which caused bond yields to surge dramatically higher in the final week of the reporting period. The yield on the 10-year German government bond gained 0.2% over the week to finish June at 0.5%, while the 10-year gilt yield was 0.2% higher at 1.3%.

Overall, volatility was low and the positive performance of credit markets in Europe was mainly driven by Emmanuel Macron's victory in the French presidential election, which was received positively by risk markets.

Portfolio review

Duration strategies were a negative primarily due to the market reaction following the November election results in the United States. This was partially offset with gains from spread widening positions in France and Italy as political risks came into focus in Europe. FX strategies were a net negative as a result of a long position in GBP.

Outlook

European political risk will remain a big concern, with a series of important elections over the next year. Accelerating headline inflation in the Eurozone is putting pressure on the ECB to gradually withdraw stimulus. In the UK, sentiment surrounding Brexit negotiations will tend to overshadow other economic news.

Pan European Credit Team

July 2017

Euro Government Bond

Statement of Net Assets

As at 30 June 2017

	Notes	€'000
Assets		
Investments in securities at market value	2.2	187,188
Cash at bank		646
Amounts held at futures clearing houses and brokers		729
Interest receivable		1,799
Subscriptions receivable		56
Unrealised gains on future contracts	2.7	264
Total assets		190,682
Liabilities		
Taxes and expenses payable		148
Redemptions payable		487
Unrealised losses on forward currency exchange contracts	2.6	58
Unrealised losses on swap contracts	2.8	42
Total liabilities		735
Net assets at the end of the year		189,947

Statement of Changes in Net Assets

For the year from 1 July 2016 to 30 June 2017

	Notes	€'000
Net assets at the beginning of the year		250,174
Net losses from investments		(1,120)
Net realised losses		(2,705)
Net unrealised losses		(6,065)
Proceeds from shares issued		26,344
Payments for shares redeemed		(76,668)
Net equalisation paid	10	(13)
Net assets at the end of the year		189,947

Statement of Operations

For the year from 1 July 2016 to 30 June 2017

	Notes	€'000
Income		
Investment income	2.3	909
Total income		909
Expenses		
Management fees	4.2	1,533
Operating, administrative and servicing fees	4.3	488
Other operational expenses		7
Bank interest		1
Total expenses		2,029
Net losses from investments		(1,120)
Realised losses on investments		(2,220)
Realised gains on forward currency exchange contracts		26
Realised losses on future contracts		(1,226)
Realised gains on swap contracts		631
Realised currency exchange gains		84
Net realised losses		(2,705)
Decrease in unrealised appreciation on investments		(6,140)
Decrease in unrealised appreciation on forward currency exchange contracts		(401)
Decrease in unrealised depreciation on future contracts		557
Increase in unrealised depreciation on swap contracts		(42)
Unrealised currency exchange losses		(39)
Net unrealised losses		(6,065)
Net decrease in assets as a result of operations		(9,890)

Share Transactions

For the year from 1 July 2016 to 30 June 2017

	A-1	A-2	J-2	X-1	X-2	Z-2
Shares outstanding at the beginning of the year	384,881	308,163	11,216	110,906	135,982	299,710
Shares issued during the year	10,984	29,516	4,226	11,884	5,093	564
Shares redeemed during the year	(81,220)	(91,606)	(6,491)	(35,339)	(17,454)	(299,710)
Shares outstanding at the end of the year	314,645	246,073	8,951	87,451	123,621	564
Net asset value per share	136.7239	513.9904	2,011.1531	11.2779	11.7631	10.1845

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

Euro Government Bond

Portfolio Statement

As at 30 June 2017

Security	Coupon (%)	Maturity	Nominal / Quantity	Market Value €'000	Total Net Assets %
Transferable securities and money market instruments admitted to an official exchange listing or dealt on another regulated market					
98.54%					
Bonds 98.54%					
Government Bonds 98.54%					
Austria 2.52%					
Austria (Republic of)	1.2000	20/10/25	2,831,000	3,003	1.57
Austria (Republic of)	4.1500	15/03/37	426,000	641	0.34
Austria (Republic of)	3.8000	26/01/62	355,000	584	0.31
Austria (Republic of)	2.4000	23/05/34	472,000	563	0.30
				4,791	2.52
Belgium 4.84%					
Belgium (Kingdom of)	2.6000	22/06/24	4,464,000	5,180	2.73
Belgium (Kingdom of)	1.4500	22/06/37	2,069,000	2,061	1.09
Belgium (Kingdom of)	3.7500	22/06/45	1,336,000	1,944	1.02
				9,185	4.84
Finland 1.05%					
Finland (Republic of)	0.8750	15/09/25	1,292,000	1,340	0.71
Finland (Republic of)	0.7500	15/04/31	389,000	378	0.20
Finland (Republic of)	2.6250	04/07/42	208,000	268	0.14
				1,986	1.05
France 15.66%					
France (Government of)	1.0000	25/05/19	13,274,000	13,650	7.19
France (Government of)	1.7500	25/05/23	7,775,000	8,531	4.49
France (Government of)	3.2500	25/05/45	2,749,000	3,652	1.92
France (Government of)	5.7500	25/10/32	1,521,000	2,486	1.31
France (Government of)	4.7500	25/04/35	922,000	1,419	0.75
				29,738	15.66
Germany 35.99%					
Germany (Federal Republic of)	-	14/06/19	30,753,000	31,096	16.36
Germany (Federal Republic of)	0.2500	15/02/27	14,074,000	13,780	7.25
Germany (Federal Republic of)	2.5000	04/07/44	4,961,000	6,417	3.38
Germany (Federal Republic of)	5.5000	04/01/31	3,007,000	4,846	2.55
Germany (Federal Republic of)	2.0000	15/08/23	3,970,000	4,467	2.35
Germany (Federal Republic of)	4.7500	04/07/28	2,354,000	3,402	1.79
Germany (Federal Republic of)	4.7500	04/07/34	1,407,000	2,261	1.19
Germany (Federal Republic of)	4.7500	04/07/40	897,000	1,568	0.83
Germany (Federal Republic of)	2.5000	15/08/46	415,000	541	0.29
				68,378	35.99
Ireland 6.95%					
Ireland (Republic of)	4.5000	18/10/18	9,070,000	9,649	5.08
Ireland (Republic of)	3.9000	20/03/23	2,934,000	3,552	1.87
				13,201	6.95

Euro Government Bond

Security	Coupon (%)	Maturity	Nominal / Quantity	Market Value €'000	Total Net Assets %
Italy 21.28%					
Italy (Republic of)	2.5000	01/05/19	15,200,000	15,917	8.38
Italy (Republic of)	4.5000	01/03/24	7,390,000	8,801	4.63
Italy (Republic of)	3.4500	01/03/48	7,127,000	7,264	3.82
Italy (Republic of)	0.3500	15/06/20	5,592,000	5,610	2.95
Italy (Republic of)	2.2500	01/09/36	3,116,000	2,848	1.50
				40,440	21.28
Netherlands 2.27%					
Netherlands (Kingdom of)	2.2500	15/07/22	1,747,000	1,957	1.03
Netherlands (Kingdom of)	0.2500	15/07/25	1,767,000	1,753	0.92
Netherlands (Kingdom of)	3.5000	15/07/20	537,000	602	0.32
				4,312	2.27
Spain 7.98%					
Spain (Kingdom of)	1.1500	30/07/20	5,711,000	5,934	3.13
Spain (Kingdom of)	1.9500	30/07/30	3,666,000	3,677	1.94
Spain (Kingdom of)	4.9000	30/07/40	1,275,000	1,790	0.94
Spain (Kingdom of)	2.3500	30/07/33	1,726,000	1,750	0.92
Spain (Kingdom of)	3.4500	30/07/66	954,000	1,011	0.53
Spain (Kingdom of)	2.9000	31/10/46	982,000	995	0.52
				15,157	7.98
Total Government Bonds				187,188	98.54
Total Bonds				187,188	98.54
Total Transferable securities and money market instruments admitted to an official exchange listing or dealt on another regulated market				187,188	98.54
Derivatives 0.09%					
Future contracts 0.14%					
Future	Maturity	Notional	Unrealised Gains/(Losses) €'000	Total Net Assets %	
CBT US Ultra Bond	20/09/17	57	156	0.08	
CBT US 10 Year Note	20/09/17	81	(87)	(0.05)	
CBT US 10 Year Ultra	20/09/17	132	(3)	-	
CBT US 5 Year Note	29/09/17	(299)	82	0.04	
CME 90 Day Eurodollar	17/12/18	(251)	(159)	(0.08)	
EUX Euro Bund	07/09/17	(93)	275	0.15	
Unrealised gains on future contracts				264	0.14

Euro Government Bond

Forward currency exchange contracts (0.03%)

Counterparty	Buy	Sell	Settlement	Buy Amount	Sell Amount	Unrealised Gains/(Losses) €'000	Total Net Assets %
BNP Paribas	USD	EUR	10/08/17	252,000	228,484	(8)	-
BNP Paribas	USD	EUR	10/08/17	135,000	120,107	(2)	-
Citigroup	EUR	SEK	10/08/17	164,522	1,605,000	(2)	-
Citigroup	EUR	USD	10/08/17	139,881	157,000	3	-
Citigroup	SEK	EUR	10/08/17	40,134,000	4,171,312	1	-
Citigroup	USD	GBP	10/08/17	259,000	198,975	-	-
Goldman Sachs	CAD	USD	10/08/17	2,861,000	2,162,109	37	0.02
Goldman Sachs	USD	EUR	10/08/17	354,000	313,252	(4)	-
Goldman Sachs	USD	EUR	10/08/17	110,000	98,430	(2)	-
JPM Chase	EUR	MXN	10/08/17	1,912,751	40,095,000	(13)	(0.01)
JPM Chase	EUR	GBP	10/08/17	229,329	201,000	1	-
JPM Chase	GBP	EUR	10/08/17	283,000	321,160	1	-
JPM Chase	JPY	GBP	10/08/17	343,770,000	2,365,374	(10)	(0.01)
Merrill Lynch	CAD	EUR	10/08/17	409,000	272,684	3	-
Merrill Lynch	EUR	USD	10/08/17	282,807	310,000	12	0.01
Merrill Lynch	EUR	USD	10/08/17	154,052	173,000	3	-
Royal Bank of Canada	MXN	USD	10/08/17	40,095,000	2,176,226	21	0.01
State Street	CAD	EUR	10/08/17	2,497,000	1,664,568	19	0.01
State Street	GBP	EUR	10/08/17	3,567,000	4,209,108	(151)	(0.08)
State Street	USD	EUR	10/08/17	208,000	186,411	(4)	-
UBS	EUR	JPY	10/08/17	2,804,297	344,060,000	120	0.06
UBS	EUR	USD	10/08/17	142,512	163,000	-	-
UBS	USD	EUR	10/08/17	2,142,000	1,954,060	(80)	(0.04)
UBS	USD	EUR	10/08/17	152,000	135,932	(3)	-
Unrealised losses on forward currency exchange contracts						(58)	(0.03)

Swaps (0.02%)

Counterparty	Ccy	Termination	Notional	Fund Pays	Fund Receives	Unrealised Gains/(Losses) €'000	Total Net Assets %
Barclays	EUR	15/01/27	12,900,000	EU CPI	1.5600%	169	0.09
Barclays	EUR	15/01/22	12,900,000	1.3250%	EU CPI	(14)	(0.01)
Barclays	GBP	04/01/27	15,100,000	1.7330%	6 Month GBP LIBOR	(55)	(0.03)
Barclays	GBP	15/01/22	15,600,000	UKPRI	3.6310%	(159)	(0.08)
Citigroup	USD	05/01/27	20,200,000	3 Month USD LIBOR	2.7910%	163	0.09
UBS	USD	24/04/19	31,660,000	1.8650%	US CPI URBAN CON	(146)	(0.08)
Unrealised losses on swap contracts						(42)	(0.02)
Unrealised gains on derivatives						164	0.09
Total investments						187,352	98.63
Other net assets						2,595	1.37
Total net assets						189,947	100.00

Currently forward positions are not collateralised.

Euro High Yield Bond

For the year ended 30 June 2017

Corporate activity

On the effective merger date 23 September 2016, Aberdeen Global II - Euro High Yield Bond Fund (worth €39 million) transferred its net assets through a UCITS merger into the Aberdeen Global - Select Euro High Yield Bond Fund. Shareholders involved in the transfer were given either A, I, or X shares in the Aberdeen Global - Select Euro High Yield Bond Fund, for every 1 share previously held in the Aberdeen Global II Euro High Yield Bond Fund as follows:

Aberdeen Global II	Share Class	Aberdeen Global	Share Class	Contributed net assets ('000)	Transfer Ratio
Euro High Yield Bond	A - 2	Select Euro High Yield Bond	A - 2	€35,509	6.746269
Euro High Yield Bond	I - 2	Select Euro High Yield Bond	I - 2	€2,703	96.755780
Euro High Yield Bond	X - 2	Select Euro High Yield Bond	X - 2	€688	0.991104

The merger report was issued by KPMG Luxembourg Société cooperative.

Performance

For the period 1 July to 22 September 2016, the value of Euro High Yield Bond - A Accumulation shares increased by 4.12% compared to an increase of 3.66% in the benchmark, Bank of America Merrill Lynch Euro High Yield Constrained Index.

Source: Aberdeen Asset Management and Lipper. Basis: total return, published NAV to NAV, net of annual charges, gross income reinvested, EUR.

Please remember that past performance is not a guide to future returns. The price of shares and the revenue from them may fall as well as rise. Investors may not get back the amount originally invested.

Market review

The second half of 2016 began with a financial markets rebound following the volatility that arose from the Brexit vote, as central banks lent support. This included a new corporate bond purchase programme from the Bank of England, although sterling's weakness persisted. Macro-politics remained in focus throughout the period, notably the US presidential election. A Trump win was expected to unsettle markets but initial jitters were transient, as the result conferred strength to the US dollar and to the 'reflation' theme. This had started in the third quarter, with an equity sector rotation out of rate-sensitives (e.g. real estate, utilities, healthcare) and into more growth-oriented cyclicals (e.g. basic resources, construction, financials), as government bond yields started to price in less monetary and more fiscal policy stimulus. The oil sector, meanwhile, benefitted from agreements on production cuts. December saw broad strength for equities and credit, breaking out from ranges that had contained markets for several months, as investors shrugged off the Italian constitutional referendum as well as policy actions from the Federal Open Market Committee (FOMC) (hiked, as expected) and European Central Bank (ECB) lowered monthly bond purchases but extended their timeframe.

Portfolio review

The Fund merged into the Aberdeen Global – Select Euro High Yield Bond Fund in September 2016. Prior to this, the Fund underperformed the benchmark in the period. Within B rated credits, our stock selection was a contributor to this underperformance. Against this, our significant relative overweight to the rating band continued to add value. At the sector level our large underweight to Banking was a success story on both an allocation front and stock selection.

Outlook

The Fund closed on 23 September 2016.

Euro High Yield Team

January 2017

Euro High Yield Bond

Statement of Changes in Net Assets

For the year from 1 July 2016 to 30 June 2017

	Notes	€'000
Net assets at the beginning of the year		40,458
Net gains from investments		372
Net realised losses		(5,096)
Net unrealised gains		6,159
Proceeds from shares issued		6,198
Payments for shares redeemed		(47,730)
Net equalisation paid	10	(361)
Net assets at the end of the year		-

Statement of Operations

For the period from 1 July 2016 to 22 September 2016

	Notes	€'000
Income		
Investment income	2.3	504
Total income		504
Expenses		
Management fees	4.2	104
Operating, administrative and servicing fees	4.3	27
Other operational expenses		1
Total expenses		132
Net gains from investments		372
Realised losses on investments		(5,808)
Realised gains on forward currency exchange contracts		652
Realised currency exchange gains		60
Net realised losses		(5,096)
Decrease in unrealised depreciation on investments		6,571
Decrease in unrealised appreciation on forward currency exchange contracts		(441)
Unrealised currency exchange gains		29
Net unrealised gains		6,159
Net increase in assets as a result of operations		1,435

Share Transactions

For the period from 1 July 2016 to 22 September 2016

	A-2 ^A	I-2 ^A	X-2 ^A
Shares outstanding at the beginning of the period	264,496	2,062	53,336
Shares issued during the period	8,839	3,257	-
Shares redeemed during the period	(273,335)	(5,319)	(53,336)
Shares outstanding at the end of the period	-	-	-
Net asset value per share	-	-	-

^A Share class closed 23 September 2016.

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

Euro Short Term Bond

For the year ended 30 June 2017

Performance

For year ended 30 June 2017, the value of Euro Short Term Bond - A Accumulation shares decreased by 0.65% compared to a decrease of 0.66% in the benchmark, Citigroup EMU Government Bond Index 1-3 Years (ex BBB).

Source: Aberdeen Asset Management and Lipper. Basis: total return, published NAV to NAV, net of annual charges, gross income reinvested, EUR.

Please remember that past performance is not a guide to future returns. The price of shares and the revenue from them may fall as well as rise. Investors may not get back the amount originally invested.

Market review

Political risk remained at the forefront across Europe during much of the reporting period. In Italy, Matteo Renzi lost the constitutional reform referendum by a wide margin of 59% to 41%. He subsequently announced his resignation as Italy's prime minister and was replaced by Paolo Gentiloni, who had served as Minister of Foreign Affairs under Mr Renzi. The referendum result is technically a victory for the anti-establishment parties (Five Star), although some have suggested that a 'no' vote was a better long term result for Italy as the reforms were poorly designed and, given the weight of current opinion polls, could have resulted in a Five Star government at the next elections. The most pressing concern for Italy now is recapitalising the banking sector; a bailout for Monte Paschi was approved by the Italian government after the bank failed to raise €5 billion of capital from private investors.

In Europe, the French voted in the first round of their Presidential election. Going into the event, polls still had Macron with a marginal lead over Le Pen, with Fillon and Mélenchon just behind, and all four close enough that the result could go either way. However, it was announced that Macron had won with 24% of the vote with Le Pen just behind with 21%. Having avoided the market 'nightmare' scenario of Le Pen vs. Mélenchon in the final round, and with Macron the firm favourite to clinch the Presidency, French spreads to Germany tightened aggressively and the euro strengthened. This continued as Macron won comprehensively in the second round but his new party also performed very well in the legislative elections.

This period saw UK Prime Minister Theresa May call for surprise snap election on 8th June 2017, far in advance of the fixed five year cycle that would have seen the next election in 2020. The result saw May lose her Conservative Party parliamentary majority. This was a serious setback for May's previously hard Brexit stance and it will likely lead to a softer approach. The party has managed to build a coalition government with the Democratic Unionist Party – however, it is unlikely that this was the vision that May had for the Conservative Party. Brexit negotiations began on the 19th June with lead negotiators David Davis and Michel Barnier commencing the divorce process with a series of talks in Brussels.

Turning to monetary policy, the European Central Bank (ECB) somewhat unexpectedly reduced the monthly run rate of asset purchases to €60 billion from €80 billion in Q4 2016, after much speculation. However, ECB President Mario Draghi extended the quantitative easing programme for an additional nine months (€80bn per month for a further six months was market consensus), making an explicit point of saying this did not constitute tapering as the total stock of bonds purchased will be greater due to the additional length of

the programme. Historically though, the market has viewed the flow (rate of monthly purchases) as the key driver of suppressed yields so periphery spreads widened on fears that this marks the beginning of a gradual wind down of ECB support. Coupled with this, Draghi also announced the ECB would increase its universe of eligible bonds to include one year to 30 year bonds (previously it had been two year to 30 year) and that it would now purchase bonds yielding less than the deposit rate. This caused a large yield curve steepening as long-end yields moved higher whilst front-end European yields and the euro lower.

However, the most recent iteration of ECB communication policy came from comments that Draghi made at central banking forum at Sintra regarding the scaling back of bond-buying programmes which caused bond yields to surge dramatically higher in the final week of the reporting period. The yield on the 10 year German government bond gained 0.2% over the week to finish June at 0.5%, while the 10 year gilt yield was 0.2% higher at 1.3%.

Overall, volatility was low and the positive performance of credit markets in Europe was mainly driven by Emmanuel Macron's victory in the French presidential election, which was received positively by risk markets.

Portfolio review

The ECB's policy of buying corporate debt has underpinned this sector of the market, which has been good for performance with the Fund being skewed to corporate bonds, albeit negative in absolute terms but on a relative basis in line with our outperformance expectations of circa 0.50%. Overall the Fund duration has been kept relatively neutral duration on the expectation rates will remain low. There have been challenges throughout in sourcing paper due to the ECB's asset purchase programme; there have been some relative value opportunities and some new issuance, where we have been able to switch shorter maturities into longer dated bonds. Following the ECB's announcement of buying in shorter dated debt, we expected to see an increase in issuance; however, this has been less than anticipated. Positioning remains long 3-5 year maturities to maximise yield potential and underweight 1-3 years. The corporate bond exposure is skewed to financials, although this did drag on performance in November due to news flow around the European banking sector, they recovered somewhat in December, and have continued to perform in line with expectations. The significant shift higher in yield into the end of the period has impacted our longer dated holdings, although the yield potential is still attractive relative to government assets. Following the result of the French elections there has been positive momentum follow through which has seen both corporate and government asset perform in tandem.

Outlook

European political risk will remain a big concern, with a series of important elections over the next year. Accelerating headline inflation in the Eurozone is putting pressure on the ECB to gradually withdraw stimulus. In the UK, sentiment surrounding Brexit negotiations will tend to overshadow other economic news.

Money Markets Team

July 2017

Euro Short Term Bond

Statement of Net Assets

As at 30 June 2017

	Notes	€'000
Assets		
Investments in securities at market value	2.2	101,898
Cash at bank		1
Amounts held at futures clearing houses and brokers		320
Interest receivable		748
Subscriptions receivable		68
Total assets		103,035
Liabilities		
Taxes and expenses payable		56
Redemptions payable		597
Unrealised losses on future contracts	2.7	168
Total liabilities		821
Net assets at the end of the year		102,214

Statement of Changes in Net Assets

For the year from 1 July 2016 to 30 June 2017

	Notes	€'000
Net assets at the beginning of the year		121,865
Net losses from investments		(338)
Net realised losses		(299)
Net unrealised losses		(75)
Proceeds from shares issued		32,286
Payments for shares redeemed		(51,217)
Net equalisation paid	10	(8)
Net assets at the end of the year		102,214

Statement of Operations

For the year from 1 July 2016 to 30 June 2017

	Notes	€'000
Income		
Investment income	2.3	430
Total income		430
Expenses		
Management fees	4.2	503
Operating, administrative and servicing fees	4.3	259
Other operational expenses		4
Bank interest		2
Total expenses		768
Net losses from investments		(338)
Realised losses on investments		(634)
Realised gains on future contracts		335
Net realised losses		(299)
Increase in unrealised appreciation on investments		273
Decrease in unrealised appreciation on future contracts		(348)
Net unrealised losses		(75)
Net decrease in assets as a result of operations		(712)

Share Transactions

For the year from 1 July 2016 to 30 June 2017

	A-1	A-2	J-2	X-1	X-2
Shares outstanding at the beginning of the year	186,686	616,868	7,867	13,456	1,053,765
Shares issued during the year	43,666	62,511	10,801	612,542	109,269
Shares redeemed during the year	(72,351)	(245,758)	(2,887)	(618,223)	(125,186)
Shares outstanding at the end of the year	158,001	433,621	15,781	7,775	1,037,848
Net asset value per share	50.7407	147.5014	1,243.2392	10.0332	10.1551

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

Euro Short Term Bond

Portfolio Statement

As at 30 June 2017

Security	Coupon (%)	Maturity	Nominal / Quantity	Market Value €'000	Total Net Assets %
Transferable securities and money market instruments admitted to an official exchange listing or dealt on another regulated market					97.14%
Bonds 97.14%					
Asset Backed Bonds / Mortgage Backed Bonds 1.93%					
France 1.93%					
FCC Minotaure	FRN	22/12/26	1,966,680	1,973	1.93
Total Asset Backed Bonds / Mortgage Backed Bonds				1,973	1.93
Corporate Bonds 91.43%					
Australia 7.12%					
Commonwealth Bank of Australia (EMTN)	FRN	21/01/20	1,000,000	1,007	0.99
National Australia Bank (EMTN)	FRN	16/01/18	3,000,000	3,005	2.93
National Australia Bank (EMTN)	4.6250	10/02/20	2,000,000	2,226	2.18
Westpac Banking (EMTN)	4.1250	25/05/18	1,000,000	1,039	1.02
				7,277	7.12
Belgium 0.49%					
Solvay	FRN	01/12/17	500,000	501	0.49
Canada 1.97%					
Royal Bank of Canada (EMTN)	FRN	22/10/18	2,000,000	2,011	1.97
Finland 2.95%					
Pohjola Bank (EMTN)	3.0000	08/09/17	3,000,000	3,018	2.95
France 15.28%					
Air Liquide (EMTN)	2.9080	12/10/18	2,000,000	2,077	2.03
Banque Federative du Credit Mutuel (EMTN)	0.2500	14/06/19	2,000,000	2,011	1.97
BNP Paribas (EMTN)	1.5000	12/03/18	2,500,000	2,530	2.48
BNP Paribas (EMTN)	FRN	15/01/20	1,100,000	1,107	1.08
LVMH Moet Hennessy Louis Vuitton (EMTN)	-	26/05/20	862,000	861	0.84
Sanofi (EMTN)	1.0000	14/11/17	3,000,000	3,015	2.95
Societe Generale	FRN	22/07/18	1,500,000	1,506	1.47
Total Capital International (EMTN)	FRN	19/03/20	2,500,000	2,515	2.46
				15,622	15.28
Germany 9.55%					
Allianz Finance II (EMTN)	-	21/04/20	1,500,000	1,500	1.47
BMW Finance (EMTN)	FRN	22/11/19	2,700,000	2,709	2.65
BMW US Capital (EMTN)	FRN	18/03/19	2,403,000	2,413	2.36
Linde Finance (EMTN)	3.1250	12/12/18	3,000,000	3,141	3.07
				9,763	9.55
Netherlands 3.98%					
Aegon (EMTN)	3.0000	18/07/17	2,000,000	2,003	1.96
ING Bank (EMTN)	1.2500	13/12/19	2,000,000	2,061	2.02
				4,064	3.98

Euro Short Term Bond

Security	Coupon (%)	Maturity	Nominal / Quantity	Market Value €'000	Total Net Assets %
Sweden 5.01%					
Nordea Bank (EMTN)	FRN	22/02/19	2,000,000	2,012	1.97
Svenska Handelsbanken (EMTN)	2.2500	27/08/20	1,500,000	1,599	1.56
Svenska Handelsbanken (EMTN)	3.3750	17/07/17	500,000	501	0.49
Swedbank (EMTN)	FRN	11/03/19	1,000,000	1,012	0.99
				5,124	5.01
Switzerland 6.84%					
Credit Suisse Guernsey (EMTN)	1.0000	12/03/19	1,350,000	1,378	1.35
Credit Suisse London (EMTN)	1.3750	29/11/19	2,000,000	2,063	2.01
Nestle Finance International (EMTN)	0.7500	08/11/21	1,500,000	1,540	1.51
UBS London (EMTN)	0.5000	15/05/18	2,000,000	2,013	1.97
				6,994	6.84
United Kingdom 19.87%					
Aviva (EMTN)	0.1000	13/12/18	1,056,000	1,056	1.03
BP Capital Markets (EMTN)	3.8300	06/10/17	3,000,000	3,032	2.97
BP Capital Markets (EMTN)	2.9940	18/02/19	1,500,000	1,572	1.54
British Telecom (EMTN)	1.1250	10/06/19	1,500,000	1,529	1.50
Coventry Building Society (EMTN)	2.2500	04/12/17	700,000	707	0.69
GlaxoSmithKline (EMTN)	0.6250	02/12/19	2,000,000	2,023	1.98
Motability Operations (EMTN)	3.2500	30/11/18	560,000	587	0.57
Nationwide Building Society (EMTN)	0.5000	29/10/19	2,500,000	2,523	2.47
Nationwide Building Society (EMTN)	FRN	02/11/18	1,500,000	1,509	1.48
Santander (EMTN)	2.0000	14/01/19	500,000	515	0.50
Santander UK (EMTN)	0.8750	13/01/20	2,000,000	2,034	1.99
Standard Chartered (EMTN)	1.7500	29/10/17	3,200,000	3,220	3.15
				20,307	19.87
United States 18.37%					
American Honda Finance (EMTN)	FRN	11/03/19	3,366,000	3,379	3.30
Citigroup (EMTN)	FRN	11/11/19	1,600,000	1,613	1.58
Coca-Cola	FRN	09/09/19	3,000,000	3,016	2.94
General Electric	FRN	28/05/20	1,888,000	1,897	1.86
Goldman Sachs (EMTN)	FRN	27/07/17	1,600,000	1,601	1.57
John Deere Bank (EMTN)	FRN	19/03/19	730,000	734	0.72
Metropolitan Life Global Funding I (EMTN)	2.3750	30/09/19	2,000,000	2,103	2.06
PACCAR Financial Europe (EMTN)	0.1250	24/05/19	1,000,000	1,002	0.98
PACCAR Financial Europe (EMTN)	0.1250	19/05/20	816,000	816	0.80
Pfizer	FRN	06/03/19	484,000	486	0.48
Wells Fargo (EMTN)	2.2500	03/09/20	2,000,000	2,129	2.08
				18,776	18.37
Total Corporate Bonds				93,457	91.43

Euro Short Term Bond

Security	Coupon (%)	Maturity	Nominal / Quantity	Market Value €'000	Total Net Assets %
Government Bonds 3.78%					
Netherlands 3.29%					
Netherlands (Kingdom of)	3.5000	15/07/20	3,000,000	3,363	3.29
South Korea 0.49%					
Export-Import Bank of Korea (EMTN)	0.3750	15/03/19	500,000	503	0.49
Total Government Bonds				3,866	3.78
Total Bonds				99,296	97.14
Total Transferable securities and money market instruments admitted to an official exchange listing or dealt on another regulated market				99,296	97.14
Other transferable securities and money market instruments 0.40%					
Bonds 0.40%					
Corporate Bonds 0.40%					
United States 0.40%					
Berkshire Hathaway	0.5000	13/03/20	400,000	404	0.40
Total Corporate Bonds				404	0.40
Total Bonds				404	0.40
Total Other transferable securities and money market instruments				404	0.40
Open Ended Investment Funds 2.15%					
Aberdeen Liquidity Fund (Lux) Euro Fund Z-3 [†]			2,198	2,198	2.15
Total Open Ended Investment Funds				2,198	2.15
Derivatives (0.16%)					
Future contracts (0.16%)					
Future		Maturity	Notional	Unrealised Gains/(Losses) €'000	Total Net Assets %
EUX Euro Bobl		07/09/17	112	(145)	(0.14)
EUX Euro Schatz		07/09/17	81	(23)	(0.02)
Unrealised losses on future contracts				(168)	(0.16)
Unrealised losses on derivatives				(168)	(0.16)
Total investments				101,730	99.53
Other net assets				484	0.47
Total net assets				102,214	100.00

[†] Managed by subsidiaries of Aberdeen Asset Management PLC.

European Convertibles Bond

For the year ended 30 June 2017

Performance

For the year ended 30 June 2017, the value of European Convertibles Bond - A Accumulation shares increased by 4.47% compared to an increase of 7.41% in the benchmark, Thomson Reuters Europe Convertible Index.

Source: Aberdeen and Lipper. Basis: total return, published NAV to NAV, net of annual charges, gross income reinvested, EUR.

Please remember that past performance is not a guide to future returns. The price of shares and the revenue from them may fall as well as rise. Investors may not get back the amount originally invested.

Market review

The annual review period commenced in the wake of the June 2017 Brexit vote with a positive tone in financial markets as central banks lent support, including the Bank of England's (BoE) new corporate bond purchase programme. Macro-politics remained in focus, however, as the US presidential election looked finely balanced. The result added impetus to the 'reflation' theme, which saw a sharp rise in market implied forward inflation expectations, equity rotation into cyclicals from defensives, and an upward move in treasury yields together with the US dollar, as the Federal Reserve (Fed) delivered its widely anticipated rate hike. December was a particularly strong month for equity and credit indices, breaking out of prior trading ranges. The oil sector meanwhile benefitted from agreements on production cuts.

2017 started cautiously with politics still centre stage, as the French presidential election approached. French and peripheral Eurozone assets underperformed during this period. In the weeks ahead of the election, markets grew in confidence with equities reaching new highs and market volatility metrics declining to historic lows. The French election outcome provided a further fillip to risk assets, while the euro strengthened significantly versus the US dollar and sterling during the second quarter (Q2), as investors looked ahead to a possible tapering of quantitative easing (QE) within the next year. Meanwhile, the US dollar and treasury yields retreated despite two further Fed rate increases, with economic indicators levelling off albeit from elevated levels, and markets pricing a shallow path of future hikes.

European convertibles benefitted from equity and credit gains in Q2 and by recovering convertible relative valuations. The positive momentum continued in Q3 and Q4, driven in part by an alleviation of political concerns, in part by strong economic data and in part by further gains for equity and credit markets, notably after the French election. Net supply conditions were also mostly favourable for convertibles, as existing bond maturities, conversions and tenders were only just compensated by primary supply, indeed only the months of September 2016 and June 2017 saw more than €2 billion of issuance.

Portfolio review

We started Q1 with a top-down equity underweight position versus the benchmark but narrowed this as stimulus helped stabilise markets following the Brexit vote. We further increased the portfolio's equity exposure, to neutral versus the benchmark, to benefit more from the boost to the reflation theme post the US election result. During this period we maintained below benchmark interest rate sensitivity on concerns of rising government bond yields. Although our credit spread sensitivity was close to that of the benchmark, we maintained an

underweight in terms of credit beta, by not holding several of the weakest-quality credits in the benchmark. Early in 2017, we trimmed equity risk slightly given prevailing uncertainties including the French election. We managed the credit exposure by adding carry and yield to the portfolio by investing in a few shorter-dated bonds, balancing this by reducing some more equity profile convertibles that had performed well and recycling into more balanced profiles, including select newly-issued convertibles.

The portfolio's relative performance compared to the benchmark was adversely affected by our slight underweight in top-down equity during the period, for example during the market rebound post the Brexit vote. Our underweight in the highest-beta credit segment had a detrimental impact during the year (e.g. not holding Rocket Internet and, Sacyr credits). Meanwhile, the portfolio's underweight in interest rate duration was marginally positive. Sector positioning during the past year had a mixed impact: overweight in Insurance and Industrials helped relative performance, while underweights in Personal & Household Goods and Retail detracted. Security selection in aggregate had a negative impact on relative performance in aggregate, including the portfolio's underweights in Adidas. The non-exposure to Sirius Minerals and Orpea, as well as an oil services overweight in Technip versus underweight Siem/Subsea7, also hindered performance. Positive contributors however included our overweight in Siemens, Salzgitter/Aurubis and Swiss Life.

Outlook

Financial markets enter Q2 17 anticipating a lower-risk political calendar compared to the past 12 months. However, the year ahead does feature some events that could induce bouts of volatility (from historically low current levels), including potentially Italian elections, ongoing Brexit negotiations and uncertainty surrounding Trump policy implementation. In recent weeks however, European equity markets have seen some jitters from monetary policy prospects, for example whether the European Central Bank's QE will be tapered soon or kept in place until core inflation is stronger, and from the euro's gains. The current results season is also being closely monitored, as European equity markets now reflect the consistent run of above-consensus earnings reports during the past year, with positive revisions to expectations for the first time in several years. Another strong reporting period should help consolidate equity levels, whereas disappointments are likely to elicit a pull-back. Economic activity, inflation and confidence indicators are also expected to confirm the improvement of the past year. Longer-term, a significant gap in risk-premia remains between European equities and credit, while the gap between US and European equity valuations also remains wider than its historical norm (despite the positive European growth environment). Taken together, the longer-term balance of risks looks skewed favourably towards European equities. Recently, however, we have trimmed the portfolio's top-down equity sensitivity to below that of the benchmark, given near-term market concerns around possible tapering of central bank stimulus. This has been achieved in part by rotating out of some higher equity-sensitivity profiles into select new issues.

Credit markets have tightened significantly, helped by the improved backdrop in Europe, notably more resilient economic growth, stronger corporate balance sheets and profitability, and lower corporate default

European Convertibles Bond

rates, as well as the technical support of the ECB and BoE bond purchase programmes. At ever tighter levels, however, the spread risk-reward appears more asymmetric, notwithstanding the lack of clear catalysts for a substantial move wider. Tapering of the purchase programmes is expected to be debated during the next few months, which could exert pressure on core fixed-income returns and credit spreads. We therefore retain overall spread sensitivity at a neutral level compared to the benchmark currently, but will likely adopt a more cautious positioning as Q3 progresses. We prefer relatively stronger credits to the higher-beta/weaker-quality names, and provide the portfolio with some higher-yield and carry through select shorter-maturity bonds. Given that reflationary forces are barely reflected in core rates markets, we also manage the portfolio with below-benchmark effective interest rate duration.

European convertible valuations remain at appealing levels relative to the post-crisis era. The convertible market has also demonstrated resilience to periods of heavier issuance (e.g. September 2016 and June 2017) with minor valuation impacts that reverted shortly after. A fairly heavy schedule of maturities and possible conversions in the coming months should support valuations. Thus, we manage the portfolio's overall sensitivity to convertible valuations at close to that of the benchmark, whilst maintaining a modest cash buffer to participate in new issuance (more likely after the summer) or other market opportunities.

Convertibles Team

July 2017

European Convertibles Bond

Statement of Net Assets

As at 30 June 2017

	Notes	€'000
Assets		
Investments in securities at market value	2.2	101,730
Cash at bank		4,484
Interest receivable		229
Subscriptions receivable		34
Receivable for investments sold		227
Unrealised gains on forward currency exchange contracts	2.6	126
Other assets		2
Total assets		106,832
Liabilities		
Payable for investments purchased		2,601
Taxes and expenses payable		103
Redemptions payable		104
Other liabilities		18
Total liabilities		2,826
Net assets at the end of the year		104,006

Statement of Changes in Net Assets

For the year from 1 July 2016 to 30 June 2017

	Notes	€'000
Net assets at the beginning of the year		155,860
Net gains from investments		890
Net realised gains		2,914
Net unrealised gains		2,077
Proceeds from shares issued		54,865
Payments for shares redeemed		(112,393)
Net equalisation paid	10	(167)
Dividends paid	5	(40)
Net assets at the end of the year		104,006

Statement of Operations

For the year from 1 July 2016 to 30 June 2017

	Notes	€'000
Income		
Investment income	2.3	2,465
Total income		2,465
Expenses		
Management fees	4.2	1,263
Operating, administrative and servicing fees	4.3	305
Other operational expenses		4
Bank interest		3
Total expenses		1,575
Net gains from investments		890
Realised gains on investments		3,460
Realised losses on forward currency exchange contracts		(301)
Realised currency exchange losses		(245)
Net realised gains		2,914
Decrease in unrealised depreciation on investments		1,621
Decrease in unrealised depreciation on forward currency exchange contracts		276
Unrealised currency exchange gains		180
Net unrealised gains		2,077
Net increase in assets as a result of operations		5,881

Share Transactions

For the year from 1 July 2016 to 30 June 2017

	A-2	I-1	I-2	X-2	Z-2 ^A
Shares outstanding at the beginning of the year	5,460,708	568	34,173	100,212	-
Shares issued during the year	277,475	337,109	19,306	-	840,174
Shares redeemed during the year	(2,461,326)	(568)	(35,981)	(17,389)	(69,916)
Shares outstanding at the end of the year	3,276,857	337,109	17,498	82,823	770,258
Net asset value per share	17.3892	12.0220	1,943.5296	12.4270	10.3016

^A Share class launched 15 November 2016.

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

European Convertibles Bond

Portfolio Statement

As at 30 June 2017

Security	Coupon (%)	Maturity	Nominal / Quantity	Market Value €'000	Total Net Assets %
Transferable securities and money market instruments admitted to an official exchange listing or dealt on another regulated market					95.21%
Bonds 95.21%					
Corporate Bonds 31.97%					
Austria 1.04%					
BUWOG	-	09/09/21	1,000,000	1,078	1.04
Denmark 0.39%					
GN Store Nord	-	31/05/22	400,000	406	0.39
France 9.63%					
Airbus (EMTN)	-	14/06/21	2,500,000	2,808	2.69
Carrefour	-	14/06/23	1,200,000	1,028	0.99
Korian	VAR	PERP	2,497	100	0.10
LVMH Moet Hennessy Louis Vuitton	-	16/02/21	2,900	723	0.70
Orpar	-	20/06/24	400,000	394	0.38
Safran	-	31/12/20	7,910	776	0.75
Technip	0.8750	25/01/21	1,400,000	1,642	1.57
Ubisoft Entertainment	-	27/09/21	10,260	720	0.69
Valeo (EMTN)	-	16/06/21	800,000	772	0.74
Wendel	-	31/07/19	18,500	1,057	1.02
				10,020	9.63
Germany 4.82%					
BASF (EMTN) (with warrants)	0.9250	09/03/23	1,250,000	1,116	1.07
Bayer	0.0500	15/06/20	600,000	640	0.62
Fresenius	-	31/01/24	2,000,000	2,027	1.94
Haniel Finance Deutschland	-	12/05/20	400,000	414	0.40
Symrise	0.2375	20/06/24	800,000	819	0.79
				5,016	4.82
Italy 2.17%					
Eni (EMTN)	-	13/04/22	1,500,000	1,529	1.47
Prysmian	-	17/01/22	700,000	725	0.70
				2,254	2.17
Netherlands 1.28%					
OCI (EMTN)	3.8750	25/09/18	800,000	812	0.79
Salzgitter Finance	-	05/06/22	500,000	515	0.49
				1,327	1.28
Norway 2.05%					
Marine Harvest	0.1250	05/11/20	500,000	584	0.56
Telenor East Holding II (EMTN)	0.2500	20/09/19	1,600,000	1,547	1.49
				2,131	2.05
Russian Federation 0.65%					
Abigrove	-	16/02/22	800,000	681	0.65

European Convertibles Bond

Security	Coupon (%)	Maturity	Nominal / Quantity	Market Value €'000	Total Net Assets %
South Africa 4.76%					
Steinhoff Finance	1.2500	11/08/22	2,500,000	2,453	2.36
Steinhoff Finance	1.2500	21/10/23	1,500,000	1,452	1.40
Steinhoff Finance	4.0000	30/01/21	800,000	1,044	1.00
				4,949	4.76
Spain 0.48%					
Telefonica Participaciones (EMTN)	-	09/03/21	500,000	499	0.48
Switzerland 2.18%					
STMicroelectronics	0.2500	03/07/24	2,600,000	2,271	2.18
United Kingdom 2.52%					
Inmarsat	3.8750	09/09/23	1,600,000	1,645	1.58
International Consolidated Airlines	0.2500	17/11/20	1,000,000	975	0.94
				2,620	2.52
Total Corporate Bonds				33,252	31.97
Corporate Convertible Bonds 61.82%					
Belgium 1.35%					
Ageasfinlux (FRESH)	FRN	PERP	1,250,000	755	0.72
Sagerpar	0.3750	09/10/18	600,000	654	0.63
				1,409	1.35
Finland 0.91%					
Solidium	-	04/09/18	900,000	945	0.91
France 9.14%					
Air France-KLM	2.0300	15/02/23	55,198	728	0.70
Airbus (EMTN)	-	01/07/22	1,100,000	1,177	1.13
BIM	2.5000	13/11/20	13,462	387	0.37
BNP Paribas Arbitrage Issuance (EMTN) (Synthetic)	-	27/02/20	1,180,000	1,235	1.19
Fonciere Des Regions	0.8750	01/04/19	4,270	415	0.40
Ingenico	-	26/06/22	5,360	894	0.86
Nexans	2.5000	01/01/19	7,900	618	0.59
TOTAL (EMTN)	0.5000	02/12/22	2,200,000	1,943	1.87
Unibail-Rodamco	-	01/07/21	6,923	2,113	2.03
				9,510	9.14
Germany 14.54%					
Brenntag Finance	1.8750	02/12/22	1,750,000	1,600	1.54
Deutsche Post	0.6000	06/12/19	1,000,000	1,607	1.55
Deutsche Wohnen	0.8750	08/09/21	500,000	843	0.81
Fresenius	-	24/09/19	1,000,000	1,530	1.47
Fresenius Medical Care	1.1250	31/01/20	500,000	631	0.61
LEG Immobilien	0.5000	01/07/21	300,000	475	0.46
RAG-Stiftung (EMTN)	-	18/02/21	2,800,000	3,006	2.89
Siemens Financieringsmaatschappij	1.6500	16/08/19	5,000,000	5,425	5.21
				15,117	14.54

European Convertibles Bond

Security	Coupon (%)	Maturity	Nominal / Quantity	Market Value €'000	Total Net Assets %
Hungary 2.66%					
MNV ZRT	3.3750	02/04/19	2,200,000	2,770	2.66
Italy 2.74%					
Buzzi Unicem	1.3750	17/07/19	300,000	423	0.41
Prysmian	1.2500	08/03/18	700,000	835	0.80
Telecom Italia	1.1250	26/03/22	1,600,000	1,591	1.53
				2,849	2.74
Jersey 0.90%					
British Land Jersey (EMTN)	1.5000	10/09/17	200,000	228	0.22
Derwent London Capital	1.1250	24/07/19	600,000	711	0.68
				939	0.90
Luxembourg 1.48%					
APERAM	0.6250	08/07/21	1,400,000	1,536	1.48
Mexico 5.49%					
America Movil	-	28/05/20	5,800,000	5,706	5.49
Netherlands 2.44%					
Salzgitter Finance	2.0000	08/11/17	750,000	1,122	1.08
Wereldhave	1.0000	22/05/19	1,400,000	1,417	1.36
				2,539	2.44
Singapore 0.48%					
BW	1.7500	10/09/19	600,000	496	0.48
Spain 3.97%					
ACS Actividades Finance	2.6250	22/10/18	600,000	749	0.72
ACS Actividades Finance 2	1.6250	27/03/19	1,300,000	1,534	1.47
CAJA Ahorros Barcelona	1.0000	25/11/17	1,800,000	1,847	1.78
				4,130	3.97
Sweden 1.46%					
Industrivarden	-	15/05/19	13,000,000	1,520	1.46
Switzerland 1.75%					
STMicroelectronics	1.0000	03/07/21	200,000	222	0.21
Swiss Life	-	02/12/20	1,250,000	1,603	1.54
				1,825	1.75
United Arab Emirates 3.01%					
Aabar Investments PJSC (EMTN)	0.5000	27/03/20	3,500,000	3,131	3.01

European Convertibles Bond

Security	Coupon (%)	Maturity	Nominal / Quantity	Market Value €'000	Total Net Assets %
United Kingdom 7.26%					
Balfour Beatty Finance	1.8750	03/12/18	900,000	1,034	0.99
British Land White 2015	-	09/06/20	900,000	974	0.94
Great Portland Estates	1.0000	10/09/18	200,000	232	0.22
International Consolidated Airlines	0.6250	17/11/22	1,500,000	1,465	1.41
J Sainsbury	1.2500	21/11/19	300,000	354	0.34
Subsea 7	1.0000	05/10/17	1,800,000	1,573	1.51
Vodafone (EMTN)	-	26/11/20	1,700,000	1,915	1.85
				7,547	7.26
United States 2.24%					
National Grid North America (EMTN)	0.9000	02/11/20	900,000	1,036	1.00
QIAGEN	0.3750	19/03/19	1,200,000	1,292	1.24
				2,328	2.24
Total Corporate Convertible Bonds				64,297	61.82
Government Bonds 1.42%					
Portugal 1.42%					
Parpublica (EMTN)	5.2500	28/09/17	1,450,000	1,473	1.42
Total Government Bonds				1,473	1.42
Total Bonds				99,022	95.21
Total Transferable securities and money market instruments admitted to an official exchange listing or dealt on another regulated market				99,022	95.21
Other transferable securities and money market instruments 2.60%					
Bonds 2.60%					
Corporate Convertible Bonds 2.60%					
United Kingdom 2.60%					
BP Capital Markets	1.0000	28/04/23	1,500,000	1,934	1.86
Carillion Finance Jersey	2.5000	19/12/19	700,000	774	0.74
				2,708	2.60
Total Corporate Convertible Bonds				2,708	2.60
Total Bonds				2,708	2.60
Total Other transferable securities and money market instruments				2,708	2.60

European Convertibles Bond

Derivatives 0.12%

Forward currency exchange contracts 0.12%

Counterparty	Buy	Sell	Settlement	Buy Amount	Sell Amount	Unrealised Gains/(Losses) €'000	Total Net Assets %
Barclays Capital	GBP	EUR	10/08/17	201,000	231,426	(3)	-
BNP Paribas	EUR	USD	10/08/17	195,416	220,000	3	-
BNP Paribas	USD	EUR	10/08/17	570,000	509,297	(11)	(0.01)
BNP Paribas	USD	EUR	10/08/17	480,000	426,116	(6)	(0.01)
Citigroup	EUR	USD	10/08/17	2,873,187	3,160,000	108	0.10
Citigroup	EUR	SEK	10/08/17	693,628	6,700,000	(3)	-
Citigroup	GBP	EUR	10/08/17	250,000	285,289	(1)	-
Goldman Sachs	EUR	USD	10/08/17	723,917	820,000	7	0.01
Goldman Sachs	EUR	USD	10/08/17	249,651	280,000	5	-
Goldman Sachs	GBP	EUR	10/08/17	214,000	245,140	(2)	-
HSBC	EUR	USD	10/08/17	488,121	547,000	10	0.01
JPM Chase	EUR	GBP	10/08/17	368,705	310,000	16	0.02
JPM Chase	SEK	EUR	10/08/17	3,383,700	347,328	4	-
JPM Chase	USD	EUR	10/08/17	920,000	813,342	(8)	(0.01)
Merrill Lynch	EUR	GBP	10/08/17	277,550	235,000	10	0.01
State Street	EUR	USD	10/08/17	431,441	485,000	7	0.01
State Street	EUR	GBP	10/08/17	375,657	325,000	6	0.01
State Street	USD	EUR	10/08/17	810,000	707,498	1	-
UBS	EUR	USD	10/08/17	354,900	400,000	5	-
UBS	EUR	GBP	10/08/17	287,545	250,000	3	-
UBS	EUR	USD	10/08/17	224,490	250,000	6	0.01
UBS	GBP	EUR	10/08/17	455,000	532,136	(14)	(0.01)
UBS	USD	EUR	10/08/17	405,000	371,029	(17)	(0.02)
Unrealised gains on forward currency exchange contracts						126	0.12
Unrealised gains on derivatives						126	0.12
Total investments						101,856	97.93
Other net assets						2,150	2.07
Total net assets						104,006	100.00

Currently forward positions are not collateralised.

Global Bond

For the year ended 30 June 2017

Performance

For year ended 30 June 2017, the value of the Global Bond – Z Accumulation shares decreased by 1.49% compared to a decrease of 2.18% in the benchmark, Barclays Capital Global Aggregate Bond Index.

Source: Aberdeen Asset Management and BNP Paribas. Basis: total return, special month end price NAV to NAV, gross of fees, USD.

Please remember that past performance is not a guide to future returns. The price of shares and the revenue from them may fall as well as rise. Investors may not get back the amount originally invested.

Market review

Much of the review period has been marked by volatility and political upheaval. Donald Trump won the US presidential election in November, while in Europe, a surge in popularity for populist Eurosceptic parties ahead of upcoming elections also prompted concerns over the future of the European Union (EU), although these fears have been allayed to an extent by Emmanuel Macron's success in the French presidential election. During March, UK Prime Minister Theresa May triggered Article 50, starting the clock on Britain's exit from the EU. Against this backdrop, global economic activity showed signs of a pick-up, particularly in the US, Eurozone and China. This improvement raised expectations of a gradual removal of central banks' accommodative monetary policy. Trump's US election victory and proposed infrastructure spending led to hopes of higher nominal US growth in the US. However, many of the Trump inflation-related trades began to unwind as markets became less convinced how many of his campaign promises he would be able to push through Congress. While the Federal Reserve (Fed) raised interest rates in December and March, the US dollar – which had been the top performer of the G10 countries in the first six months of the review period – weakened.

In Europe, uncertainties surrounding elections helped drive semi-core and peripheral yield spreads wider. France spreads reached their widest levels since 2013, as opinion polls showed an increase in popularity of Marine Le Pen's eurosceptic National Front party in the early part of 2017, although these concerns were largely dissipated by centrist Macron's election victory. Positive economic data in Europe and hawkish European Central Bank (ECB) rhetoric helped push bund yields higher. The ECB tapered its asset purchases but extended its monetary stimulus programme to the end of 2017.

Global government bonds continued to fall in May, largely due to slowing political concerns. In June the market was fairly calm until the final week of the quarter, when hawkish central bank rhetoric precipitated a sharp sell-off. In currencies, sterling rallied in April after Theresa May's announcement of a snap general election, but weakened in May as opinion polls showed a narrowing of the Tories' lead over Labour, and again in June as the election resulted in a hung parliament. The euro strengthened, supported by positive economic data and indications of a hawkish shift in ECB policy.

Sterling generally underperformed as 'hard Brexit' concerns and growing expectations of policy easing from the Bank of England (BoE) prompted weakening. June's snap general election resulted in a hung parliament, prompting further weakening.

Over the period, the 10-year US Treasury yield rose by 84 bps to 2.45%. The 10-year UK gilt yield was up 45 bps to 1.26%, and the 10-year German bund yield rose by 65 bps to 0.47%.

Portfolio review

The Fund outperformed its benchmark over the review period.

Allocation to corporate bonds was positive. Our overweight and selection in subordinated banking and insurers generated a notable contribution to the overall positive credit return.

Early on in the review period, in terms of interest rate positioning, an overweight in New Zealand front-end made a positive contribution to performance. Australian and US yield curve positioning also added value.

Positive economic activity data in Europe and reduced European political risks prompted a sell-off in bunds, and a US versus Germany spread narrower outperformed. Performance from active interest rate strategies was mixed – short France and Italy versus Germany spread positions performed well as peripheral spreads moved wider, but latterly, an outright duration short in France was a drag with French government bond yields moving sharply lower as political risks subsided following Macron's election victory.

Towards the end of the review period a short Canada versus US added value, supported by hawkish rhetoric from the Bank of Canada. A long Italy spread position detracted because of uncertainties surrounding the Italian referendum. These losses were partially offset by a long US break-even inflation position which outperformed as inflation expectations were bolstered following the US election result.

In currencies, short positions in Australian and New Zealand dollars detracted from returns early in the review period, although these losses were offset by an overweight to US dollar versus euro, yen and Korean won. Latterly, the portfolio's overweight to the US dollar was a drag as Trump-related trades were unwound on growing uncertainties over the Trump administration plans to pursue fiscally expansive policies. These losses were partially offset by a short US dollar versus Russian rouble position, and a short euro versus Czech koruna following the Czech National Bank's decision to remove its currency floor versus the euro.

Outlook

Our global markets outlook continues to be bearish on interest rate risk, positive on the US dollar and neutral on credit. Having experienced a synchronised pick-up in growth across regions, we now expect a hawkish shift in the policy settings of central banks. This is beginning to play out: it was notable to see the Fed choose to look through recent inflation weakness in their statement, having already deemed the economic weakness in the first quarter to be transitory. We also saw a hawkish shift in messaging from Canada, as well as a more divided vote in the most recent BoE meeting (with three members voting for a hike). As we progress in the economic cycle, it is natural to see central banks becoming increasingly uncomfortable with the level of monetary easing currently deployed, and so we expect continued hawkish surprises as they head towards the exit door. This will be challenging for risk assets whose valuations have been supported by low interest rates and growing or stable central bank balance sheets.

Global Credit Team

July 2017

Global Bond

Statement of Net Assets

As at 30 June 2017

	Notes	US\$'000
Assets		
Investments in securities at market value	2.2	1,082,511
Cash at bank		16,910
Amounts held at futures clearing houses and brokers		4,889
Interest receivable		6,942
Subscriptions receivable		1,292
Receivable for investments sold		8,990
Unrealised gains on forward currency exchange contracts	2.6	586
Unrealised gains on future contracts	2.7	394
Total assets		1,122,514
Liabilities		
Payable for investments purchased		18,503
Taxes and expenses payable		225
Redemptions payable		2,075
Unrealised losses on swap contracts	2.8	1,779
Total liabilities		22,582
Net assets at the end of the year		1,099,932

Statement of Changes in Net Assets

For the year from 1 July 2016 to 30 June 2017

	Notes	US\$'000
Net assets at the beginning of the year		444,501
Net gains from investments		8,469
Net realised gains		3,213
Net unrealised gains		6,933
Proceeds from shares issued		804,642
Payments for shares redeemed		(177,831)
Net equalisation received	10	10,005
Net assets at the end of the year		1,099,932

Statement of Operations

For the year from 1 July 2016 to 30 June 2017

	Notes	US\$'000
Income		
Investment income	2.3	9,962
Bank interest		17
Total income		9,979
Expenses		
Management fees	4.2	391
Operating, administrative and servicing fees	4.3	1,109
Other operational expenses		10
Total expenses		1,510
Net gains from investments		8,469
Realised gains on investments		2,548
Realised gains on forward currency exchange contracts		2,559
Realised losses on future contracts		(1,029)
Realised gains on swap contracts		1,802
Realised currency exchange losses		(2,667)
Net realised gains		3,213
Increase in unrealised appreciation on investments		7,858
Increase in unrealised appreciation on forward currency exchange contracts		431
Increase in unrealised appreciation on future contracts		330
Increase in unrealised depreciation on swap contracts		(1,748)
Unrealised currency exchange gains		62
Net unrealised gains		6,933
Net increase in assets as a result of operations		18,615

Share Transactions

For the year from 1 July 2016 to 30 June 2017

	J-2	Z-2
Shares outstanding at the beginning of the year	12,576,371	14,625,151
Shares issued during the year	6,741,151	44,454,910
Shares redeemed during the year	(11,214,186)	(130,725)
Shares outstanding at the end of the year	8,103,336	58,949,336
Net asset value per share	15.4193	16.5394

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

Global Bond

Portfolio Statement

As at 30 June 2017

Security	Coupon (%)	Maturity	Nominal / Quantity	Market Value US\$'000	Total Net Assets %
Transferable securities and money market instruments admitted to an official exchange listing or dealt on another regulated market					98.11%
Bonds					98.11%
Asset Backed Bonds / Mortgage Backed Bonds					10.26%
United States					10.26%
COMM 2013-THL Mortgage Trust	FRN	08/06/30	380,000	381	0.03
Fannie Mae Pool	3.0000	01/04/47	3,218,870	3,227	0.28
Fannie Mae Pool	3.0000	01/04/32	2,708,755	2,783	0.25
Fannie Mae Pool	4.0000	01/09/43	2,537,968	2,693	0.24
Fannie Mae Pool	3.5000	01/04/45	2,560,105	2,632	0.24
Fannie Mae Pool	3.5000	01/02/42	2,524,099	2,605	0.24
Fannie Mae Pool	3.5000	01/02/47	2,530,492	2,601	0.24
Fannie Mae Pool	3.5000	01/12/46	2,439,157	2,507	0.23
Fannie Mae Pool	3.5000	01/06/46	2,417,411	2,496	0.23
Fannie Mae Pool	4.0000	01/08/46	2,194,540	2,319	0.21
Fannie Mae Pool	3.5000	01/07/42	2,227,780	2,299	0.21
Fannie Mae Pool	3.0000	01/05/43	2,151,659	2,161	0.20
Fannie Mae Pool	4.0000	01/06/37	1,992,149	2,118	0.19
Fannie Mae Pool	4.0000	01/03/47	1,986,523	2,090	0.19
Fannie Mae Pool	2.5000	01/01/30	1,951,596	1,969	0.18
Fannie Mae Pool	4.0000	01/07/46	1,840,493	1,938	0.18
Fannie Mae Pool	4.5000	01/11/41	1,734,006	1,884	0.17
Fannie Mae Pool	4.0000	01/06/44	1,021,437	1,085	0.10
Fannie Mae Pool	4.0000	01/12/44	906,441	965	0.09
Fannie Mae Pool	3.5000	01/01/46	909,698	937	0.09
Fannie Mae Pool	3.5000	01/09/46	733,427	757	0.07
Fannie Mae Pool	3.5000	01/07/46	670,690	689	0.06
Fannie Mae Pool	5.5000	01/09/38	519,864	583	0.05
Fannie Mae Pool	3.5000	01/12/46	530,193	545	0.05
Fannie Mae Pool	5.0000	01/04/41	477,793	530	0.05
Fannie Mae Pool	3.5000	01/02/31	491,257	512	0.05
Fannie Mae Pool	5.0000	01/12/39	353,829	387	0.04
Fannie Mae Pool	5.5000	01/09/39	113,656	128	0.01
Fannie Mae Pool	5.5000	01/03/38	85,511	96	0.01
Fannie Mae Pool	6.5000	01/09/38	74,264	86	0.01
Fannie Mae Pool	5.0000	01/09/41	66,242	72	0.01
Fannie Mae REMICS	3.5000	25/07/41	2,767,501	2,877	0.25
Fannie Mae REMICS	3.5000	25/01/43	2,116,786	2,205	0.20
Fannie Mae REMICS	3.0000	25/03/46	2,163,100	2,173	0.20
Fannie Mae REMICS	3.0000	25/10/42	1,864,844	1,870	0.17
Fannie Mae REMICS	3.0000	25/07/45	938,275	958	0.09
Fannie Mae REMICS	4.0000	25/03/33	475,517	507	0.05
Freddie Mac Gold Pool	3.0000	01/10/46	2,855,329	2,852	0.25
Freddie Mac Gold Pool	3.0000	01/10/43	2,734,097	2,746	0.25
Freddie Mac Gold Pool	3.0000	01/11/46	2,739,675	2,736	0.25
Freddie Mac Gold Pool	3.5000	01/06/43	2,632,910	2,719	0.25
Freddie Mac Gold Pool	3.5000	01/12/43	2,610,412	2,696	0.25

Global Bond

Security	Coupon (%)	Maturity	Nominal / Quantity	Market Value US\$'000	Total Net Assets %
Freddie Mac Gold Pool	4.0000	01/09/46	2,555,853	2,691	0.24
Freddie Mac Gold Pool	3.0000	01/09/46	2,645,299	2,642	0.24
Freddie Mac Gold Pool	4.0000	01/05/46	2,479,809	2,611	0.24
Freddie Mac Gold Pool	4.0000	01/05/47	1,884,322	1,984	0.18
Freddie Mac Gold Pool	3.0000	01/03/47	1,977,550	1,975	0.18
Freddie Mac Gold Pool	3.0000	01/06/43	1,962,806	1,970	0.18
Freddie Mac Gold Pool	2.5000	01/05/31	1,886,925	1,900	0.17
Freddie Mac Gold Pool	4.0000	01/03/44	1,757,185	1,857	0.17
Freddie Mac Gold Pool	4.0000	01/04/47	1,529,931	1,611	0.15
Freddie Mac Gold Pool	3.5000	01/04/45	1,214,289	1,254	0.11
Freddie Mac Gold Pool	3.5000	01/01/46	644,419	665	0.06
Freddie Mac Gold Pool	3.5000	01/10/45	348,151	359	0.03
Freddie Mac Gold Pool	3.0000	01/07/30	333,388	343	0.03
Freddie Mac REMICS	3.5000	15/10/45	1,852,808	1,937	0.18
Freddie Mac REMICS	3.0000	15/08/44	918,823	944	0.09
FREMF 2011-K10 Mortgage Trust	VAR	25/11/49	3,082,000	3,269	0.29
FREMF 2011-K11 Mortgage Trust	VAR	25/12/48	1,350,000	1,432	0.13
Ginnie Mae I Pool	3.5000	15/06/45	2,900,490	3,016	0.26
Ginnie Mae I Pool	3.5000	15/07/45	2,697,120	2,806	0.26
Ginnie Mae I Pool	4.5000	15/12/45	364,807	391	0.04
Ginnie Mae 2015-57 AB	2.0000	20/04/45	1,354,819	1,331	0.12
Government National Mortgage Association	3.5000	20/01/34	604,131	634	0.06
GS Mortgage Securities 2008-2R	VAR	25/10/36	60,447	44	-
Hyatt Hotel Portfolio Trust 2015-HYT	FRN	15/11/29	1,300,000	1,305	0.12
JP Morgan Mortgage Trust 2005-A8	FRN	25/11/35	4,368	4	-
JP Morgan Mortgage Trust 2014-IVR3	FRN	25/09/44	357,585	361	0.03
JP Morgan Resecuritization Trust Series 2009-7	VAR	27/09/36	165,462	169	0.02
SFAVE Commercial Mortgage Securities Trust 2015-5AVE	VAR	05/01/35	1,199,000	975	0.09
Structured Asset Securities Series 2003 40A	VAR	25/01/34	445,178	446	0.04
Wachovia Bank Commercial Mortgage Trust Series 2007-C32	5.7030	15/06/49	555,118	556	0.05
Wendys Funding 2015-1	4.0800	15/06/45	952,043	978	0.09
				112,874	10.26
Total Asset Backed Bonds / Mortgage Backed Bonds				112,874	10.26
Corporate Bonds 31.94%					
Australia 1.08%					
APT Pipelines	4.2000	23/03/25	2,000,000	2,068	0.19
APT Pipelines (EMTN)	2.0000	22/03/27	391,000	451	0.04
Australia & New Zealand Banking	4.5000	19/03/24	800,000	837	0.08
BHP Billiton Finance	VAR	22/04/76	1,170,000	1,474	0.13
National Australia Bank	2.2500	16/03/21	3,800,000	3,795	0.35
QBE Insurance	2.4000	01/05/18	800,000	801	0.07
Suncorp Metway	2.3500	27/04/20	700,000	699	0.06
Telstra	3.1250	07/04/25	1,750,000	1,757	0.16
				11,882	1.08

Global Bond

Security	Coupon (%)	Maturity	Nominal / Quantity	Market Value US\$'000	Total Net Assets %
Belgium 0.40%					
Anheuser-Busch InBev (EMTN)	2.7500	17/03/36	1,010,000	1,228	0.11
Anheuser-Busch InBev Finance	3.6500	01/02/26	1,700,000	1,754	0.16
Anheuser-Busch InBev Finance	4.9000	01/02/46	1,299,000	1,472	0.13
				4,454	0.40
Brazil 0.02%					
QGOG Atlantic / Alaskan Rigs	5.2500	30/07/18	274,230	268	0.02
Canada 0.65%					
Canadian Natural Resources	3.9000	01/02/25	1,090,000	1,098	0.10
Canadian Pacific Railway	4.8000	01/08/45	792,000	899	0.08
Cenovus Energy	5.4000	15/06/47	1,280,000	1,199	0.11
Cenovus Energy	4.2500	15/04/27	612,000	584	0.05
Toyota Credit Canada	1.8000	19/02/20	3,300,000	2,542	0.23
TransCanada PipeLines	VAR	15/05/67	869,000	830	0.08
				7,152	0.65
China 0.43%					
CNOOC Curtis Funding No 1	4.5000	03/10/23	1,430,000	1,533	0.14
CNPC General Capital	2.7500	14/05/19	1,660,000	1,672	0.15
Industrial & Commercial Bank of China/New York	2.4520	20/10/21	1,520,000	1,496	0.14
				4,701	0.43
France 2.33%					
AXA (EMTN)	VAR	PERP	615,000	763	0.07
AXA	VAR	PERP	650,000	672	0.06
Banque Federative du Credit Mutuel (EMTN)	2.0000	12/04/19	3,334,000	3,334	0.31
BNP Paribas	3.8000	10/01/24	1,300,000	1,356	0.12
BNP Paribas (EMTN)	0.5000	01/06/22	2,930,000	3,349	0.31
BPCE (MTN)	2.7500	02/12/21	1,942,000	1,959	0.18
CNP Assurances	VAR	30/09/41	1,200,000	1,841	0.17
Coentreprise de Transport d'Electricité	1.5000	29/07/28	1,100,000	1,236	0.11
Coentreprise de Transport d'Electricité	2.1250	29/07/32	600,000	688	0.06
Credit Agricole Assurances	VAR	PERP	800,000	987	0.09
Credit Agricole (EMTN)	2.3750	01/07/21	1,580,000	1,575	0.14
RCI Banque (EMTN)	1.3750	17/11/20	1,230,000	1,455	0.13
Societe Generale	VAR	PERP	2,450,000	3,302	0.30
TDF Infrastructure	2.5000	07/04/26	1,000,000	1,188	0.11
Teleperformance	1.5000	03/04/24	600,000	685	0.06
TOTAL (EMTN)	VAR	PERP	1,060,000	1,225	0.11
				25,615	2.33
Germany 1.80%					
Allianz	VAR	06/07/47	2,000,000	2,403	0.22
BMW Finance (EMTN)	0.1250	03/07/20	1,960,000	2,236	0.20
Deutsche Telekom International Finance	2.8200	19/01/22	2,350,000	2,366	0.22
Deutsche Telekom International Finance (EMTN)	1.5000	03/04/28	285,000	323	0.03

Global Bond

Security	Coupon (%)	Maturity	Nominal / Quantity	Market Value US\$'000	Total Net Assets %
Eurogrid	1.8750	10/06/25	1,500,000	1,815	0.16
KFW (EMTN)	1.2500	04/07/36	2,300,000	2,612	0.24
KFW (EMTN)	0.2500	30/06/25	1,600,000	1,814	0.16
Volkswagen International Finance	VAR	PERP	1,400,000	1,587	0.14
Volkswagen International Finance	1.1250	02/10/23	1,300,000	1,485	0.14
Volkswagen International Finance	VAR	PERP	1,000,000	1,179	0.11
Vonovia Finance	VAR	PERP	1,600,000	1,968	0.18
				19,788	1.80
Hong Kong 0.17%					
Hutchison Whampoa Europe Finance 13	VAR	PERP	1,589,000	1,857	0.17
India 0.65%					
HDFC Bank (EMTN)	3.0000	06/03/18	1,190,000	1,196	0.11
ICICI Bank Dubai (EMTN)	3.5000	18/03/20	1,510,000	1,537	0.14
Indian Railway Finance	3.9170	26/02/19	1,370,000	1,401	0.13
NTPC (EMTN)	5.6250	14/07/21	1,310,000	1,444	0.13
ONGC Videsh	2.7500	15/07/21	1,270,000	1,540	0.14
				7,118	0.65
Italy 0.71%					
Enel	VAR	24/09/73	1,600,000	1,908	0.17
FCA Bank Ireland (EMTN)	1.0000	15/11/21	3,730,000	4,272	0.39
Italgas (EMTN)	1.6250	19/01/27	1,210,000	1,397	0.13
Italgas (EMTN)	0.5000	19/01/22	200,000	228	0.02
				7,805	0.71
Japan 0.69%					
Bank of Tokyo-Mitsubishi	2.3500	08/09/19	2,900,000	2,910	0.26
Sumitomo Mitsui Banking Corp	1.7620	19/10/18	1,760,000	1,758	0.16
Sumitomo Mitsui Banking Corporation	2.2500	11/07/19	2,900,000	2,913	0.27
				7,581	0.69
Mexico 0.22%					
America Movil	VAR	06/09/73	600,000	721	0.07
Petroleos Mexicanos	5.5000	21/01/21	1,617,000	1,699	0.15
				2,420	0.22
Netherlands 2.07%					
ABN AMRO Bank	2.1000	18/01/19	5,218,000	5,232	0.48
ABN AMRO Bank (EMTN)	VAR	18/01/28	1,600,000	1,945	0.18
ABN AMRO Bank	VAR	PERP	1,300,000	1,573	0.14
Cooperatieve Rabobank	VAR	PERP	2,660,000	3,104	0.28
ING Groep	3.9500	29/03/27	1,204,000	1,255	0.11
Koninklijke	VAR	PERP	2,430,000	2,948	0.27
LGE HoldCo VI	7.1250	15/05/24	1,700,000	2,180	0.20
Rabobank Nederland (EMTN)	4.2500	13/10/21	3,350,000	2,694	0.24
TenneT	VAR	PERP	1,600,000	1,874	0.17
				22,805	2.07

Global Bond

Security	Coupon (%)	Maturity	Nominal / Quantity	Market Value US\$'000	Total Net Assets %
New Zealand 0.20%					
BNZ International Funding	2.3500	04/03/19	1,490,000	1,497	0.14
Chorus (EMTN)	1.1250	18/10/23	606,000	689	0.06
				2,186	0.20
Russian Federation 0.09%					
Lukoil International Finance	4.5630	24/04/23	1,000,000	1,025	0.09
Senegal 0.20%					
European Investment Bank (EMTN)	0.5000	13/11/37	2,300,000	2,244	0.20
Spain 0.36%					
FCC Aqualia	1.4130	08/06/22	1,853,000	2,119	0.20
Metrovacesa (EMTN)	2.3750	23/05/22	1,500,000	1,808	0.16
				3,927	0.36
Supranational 0.73%					
European Bank for Reconstruction & Development (GMTN)	1.1250	24/08/20	3,057,000	2,993	0.28
European Investment Bank	0.3750	14/04/26	2,453,000	2,763	0.25
European Investment Bank	3.2500	29/01/24	2,100,000	2,220	0.20
				7,976	0.73
Sweden 0.74%					
Nordea Bank (EMTN)	0.3000	30/06/22	2,410,000	2,734	0.24
Rikshem (EMTN)	1.2500	28/06/24	1,440,000	1,620	0.15
Skandinaviska Enskilda Banken	2.6250	17/11/20	1,691,000	1,712	0.16
Svenska Handelsbanken (MTN)	2.4500	30/03/21	2,079,000	2,084	0.19
				8,150	0.74
Switzerland 0.07%					
Credit Suisse Sydney (MTN)	3.5000	29/04/20	960,000	746	0.07
Thailand 0.07%					
Thai Oil	3.6250	23/01/23	700,000	719	0.07
Turkey 0.07%					
Turkiye Garanti Bankasi	5.8750	16/03/23	780,000	809	0.07
United Arab Emirates 0.14%					
National Bank of Abu Dhabi (EMTN)	3.0000	30/03/22	1,570,000	1,578	0.14
United Kingdom 3.73%					
Anglo American Capital	3.7500	10/04/22	887,000	894	0.08
Aviva (EMTN)	VAR	05/07/43	1,170,000	1,603	0.15
Barclays	3.6840	10/01/23	749,000	769	0.07
Barclays Bank	7.6250	21/11/22	1,030,000	1,180	0.11
Barclays Bank (EMTN)	1.8750	08/12/23	2,630,000	3,113	0.28

Global Bond

Security	Coupon (%)	Maturity	Nominal / Quantity	Market Value US\$'000	Total Net Assets %
BG Energy Capital	VAR	30/11/72	1,190,000	1,580	0.14
CPUK Finance	4.2500	28/02/47	323,000	424	0.04
CYBG	VAR	09/02/26	1,080,000	1,424	0.13
CYBG	VAR	22/06/25	660,000	848	0.08
Experian Finance (EMTN)	1.3750	25/06/26	3,042,000	3,414	0.30
HBOS Capital Funding	VAR	PERP	700,000	967	0.09
HSBC	VAR	13/03/23	3,316,000	3,381	0.30
HSBC (EMTN)	VAR	18/10/22	1,900,000	2,503	0.23
Jaguar Land Rover Automotive	5.0000	15/02/22	1,050,000	1,519	0.14
Lloyds Bank (MTN)	3.2500	01/04/20	560,000	433	0.04
Lloyds Banking	3.7500	11/01/27	1,346,000	1,354	0.12
Paragon	VAR	09/09/26	710,000	993	0.09
Reckitt Benckiser Treasury Services	2.7500	26/06/24	1,241,000	1,232	0.11
Royal Bank of Scotland (EMTN)	2.5000	22/03/23	1,010,000	1,224	0.11
Saga	3.3750	12/05/24	527,000	680	0.06
Santander UK	5.0000	07/11/23	1,950,000	2,097	0.19
Smiths (EMTN)	2.0000	23/02/27	450,000	522	0.05
SSE	VAR	PERP	430,000	498	0.05
SSE	VAR	PERP	900,000	1,203	0.11
Stagecoach	4.0000	29/09/25	1,010,000	1,427	0.13
Standard Chartered	2.1000	19/08/19	1,826,000	1,820	0.17
Standard Life (EMTN)	VAR	04/12/42	1,002,000	1,446	0.13
Tesco Property Finance 3	5.7440	13/04/40	367,501	529	0.05
Western Power Distribution	3.6250	06/11/23	940,000	1,321	0.12
Whitbread	3.3750	16/10/25	489,000	675	0.06
				41,073	3.73
United States 14.32%					
AbbVie	2.1250	17/11/28	2,040,000	2,382	0.22
AbbVie	4.4500	14/05/46	1,267,000	1,313	0.12
AbbVie	0.3750	18/11/19	710,000	814	0.07
AIG Global Funding	2.1500	02/07/20	2,119,000	2,118	0.19
American Honda Finance (MTN)	1.2000	12/07/19	1,690,000	1,674	0.15
American International	6.2500	01/05/36	1,470,000	1,845	0.17
American International	4.1250	15/02/24	557,000	589	0.05
Amgen	4.4000	01/05/45	668,000	689	0.06
Amgen	2.2500	19/08/23	680,000	660	0.06
Anadarko Petroleum	6.6000	15/03/46	810,000	1,004	0.09
Apple	3.0000	09/02/24	2,369,000	2,407	0.22
Apple	3.4500	09/02/45	1,800,000	1,696	0.15
Apple	2.2500	23/02/21	1,070,000	1,078	0.10
AT&T	5.2500	01/03/37	2,203,000	2,354	0.21
AT&T	3.1500	04/09/36	1,310,000	1,475	0.13
AutoNation	4.5000	01/10/25	1,000,000	1,045	0.10
Bank of America (EMTN)	1.6250	14/09/22	1,767,000	2,092	0.19
Bank of America (MTN)	3.2480	21/10/27	1,720,000	1,666	0.15
Bank of America (MTN)	2.5030	21/10/22	298,000	295	0.03
Brighthouse Financial	4.7000	22/06/47	1,467,000	1,454	0.13

Global Bond

Security	Coupon (%)	Maturity	Nominal / Quantity	Market Value US\$'000	Total Net Assets %
Broadcom Cayman Finance	3.0000	15/01/22	1,500,000	1,515	0.14
Broadcom Cayman Finance	3.8750	15/01/27	850,000	875	0.08
Buckeye	3.9500	01/12/26	1,025,000	1,017	0.09
Burlington Northern Santa Fe	4.7000	01/09/45	972,000	1,097	0.10
Capital One Financial	2.5000	12/05/20	1,858,000	1,867	0.17
Cardinal Health	4.3680	15/06/47	681,000	707	0.06
Cardinal Health	3.0790	15/06/24	584,000	586	0.05
Chevron	2.8950	03/03/24	2,000,000	2,018	0.18
Citigroup	2.3500	02/08/21	3,500,000	3,472	0.33
Citigroup	3.3900	18/11/21	2,330,000	1,864	0.17
Columbia Pipeline	2.4500	01/06/18	464,000	466	0.04
Comcast	6.9500	15/08/37	1,270,000	1,795	0.16
Crown Castle International	2.2500	01/09/21	1,943,000	1,913	0.17
CSC	10.8750	15/10/25	600,000	724	0.07
CVS Health	3.5000	20/07/22	853,000	886	0.08
Delta Air Lines	3.6250	15/03/22	652,000	670	0.06
Dominion Resources	VAR	01/07/19	712,000	723	0.07
Duke Energy	2.6500	01/09/26	809,000	770	0.07
eBay	2.7500	30/01/23	2,951,000	2,929	0.27
Energy Transfer Partners	5.2000	01/02/22	1,290,000	1,388	0.13
Energy Transfer Partners	4.2000	15/04/27	961,000	963	0.09
Exelon	3.4970	01/06/22	1,393,000	1,425	0.13
Express Scripts	2.2500	15/06/19	1,660,000	1,666	0.15
FedEx	4.5500	01/04/46	1,512,000	1,595	0.14
Ford Motor Credit	5.7500	01/02/21	2,770,000	3,050	0.28
Ford Motor Credit	1.7240	06/12/17	1,080,000	1,080	0.10
Ford Motor Credit	1.8970	12/08/19	468,000	465	0.04
General Electric	0.8750	17/05/25	1,892,000	2,130	0.19
General Electric	4.5000	11/03/44	1,590,000	1,771	0.16
General Motors Financial	2.6500	13/04/20	5,269,000	5,297	0.49
General Motors Financial	4.0000	06/10/26	1,400,000	1,395	0.13
Georgia-Pacific	5.4000	01/11/20	2,751,000	3,011	0.27
Goldman Sachs	3.7500	22/05/25	3,510,000	3,600	0.34
Goldman Sachs	3.0000	26/04/22	714,000	720	0.07
Halliburton	5.0000	15/11/45	750,000	801	0.07
Harley-Davidson	4.6250	28/07/45	1,200,000	1,267	0.12
Harley-Davidson	3.5000	28/07/25	706,000	725	0.07
Hartford Financial Services	6.6250	30/03/40	651,000	882	0.08
HSBC Finance	6.6760	15/01/21	1,900,000	2,143	0.19
Intel	4.1000	11/05/47	1,720,000	1,785	0.16
International Paper	5.1500	15/05/46	770,000	862	0.08
JPMorgan Chase	3.1250	23/01/25	3,610,000	3,592	0.34
JPMorgan Chase	VAR	01/05/28	2,891,000	2,903	0.26
JPMorgan Chase	VAR	PERP	1,625,000	1,664	0.15
Kinder Morgan	5.5500	01/06/45	770,000	819	0.07
Kraft Heinz Foods	3.5000	15/07/22	1,545,000	1,595	0.14
Kroger	1.5000	30/09/19	967,000	953	0.09
Kroger	3.8750	15/10/46	572,000	506	0.05

Global Bond

Security	Coupon (%)	Maturity	Nominal / Quantity	Market Value US\$'000	Total Net Assets %
Lowe's	4.0500	03/05/47	1,413,000	1,441	0.13
Marathon Oil	5.2000	01/06/45	470,000	452	0.04
Marathon Petroleum	5.8500	15/12/45	670,000	682	0.06
Metropolitan Life Global Funding I (MTN)	4.7500	17/09/21	1,960,000	1,592	0.14
Microsoft	2.8750	06/02/24	1,023,000	1,041	0.09
Mondelez International	2.3750	06/03/35	100,000	110	0.01
Morgan Stanley	3.1250	05/08/21	2,730,000	2,163	0.20
Morgan Stanley	3.7000	23/10/24	1,650,000	1,695	0.15
Morgan Stanley	FRN	14/02/20	1,129,000	1,134	0.10
Morgan Stanley (MTN)	2.6250	17/11/21	606,000	605	0.06
MPLX	4.8750	01/06/25	855,000	908	0.08
MPLX	5.2000	01/03/47	417,000	431	0.04
Mylan	5.2500	15/06/46	1,043,000	1,145	0.10
Mylan	2.2500	22/11/24	920,000	1,086	0.10
Mylan	3.0000	15/12/18	631,000	640	0.06
Mylan	1.2500	23/11/20	500,000	583	0.05
New York Life Global Funding	1.5000	24/10/19	1,210,000	1,200	0.11
Oracle	4.0000	15/07/46	1,900,000	1,924	0.17
Penske Truck Leasing	3.3750	01/02/22	2,125,000	2,179	0.20
Perrigo Finance	3.5000	15/12/21	1,467,000	1,522	0.14
Pfizer	4.1250	15/12/46	877,000	933	0.08
Premier Health	2.9110	15/11/26	657,000	622	0.06
QUALCOMM	2.6000	30/01/23	795,000	793	0.07
Quest Diagnostics	4.7000	30/03/45	1,417,000	1,495	0.14
Ryder System (MTN)	2.2500	01/09/21	808,000	798	0.07
Sabine Pass Liquefaction	5.0000	15/03/27	665,000	708	0.06
Sabine Pass Liquefaction	4.2000	15/03/28	623,000	631	0.06
Sherwin-Williams	4.5000	01/06/47	580,000	610	0.06
Sherwin-Williams	3.1250	01/06/24	202,000	203	0.02
Shire Acquisitions Investments Ireland	2.4000	23/09/21	1,679,000	1,661	0.15
Southern Power	4.9500	15/12/46	1,690,000	1,752	0.16
Southern Power	1.9500	15/12/19	1,293,000	1,289	0.12
Texas Instruments	2.6250	15/05/24	799,000	797	0.07
Toyota Motor Credit	1.9000	08/04/21	1,834,000	1,816	0.17
Toyota Motor Credit (MTN)	1.5500	18/10/19	1,140,000	1,135	0.10
United Technologies (STEP)	VAR	04/05/18	3,120,000	3,125	0.28
UnitedHealth	4.2500	15/04/47	661,000	706	0.06
Verizon Communications	5.0120	21/08/54	838,000	831	0.08
Virginia Electric & Power	4.0000	15/11/46	1,158,000	1,199	0.11
Wal-Mart Stores	4.7500	02/10/43	1,560,000	1,838	0.17
Walt Disney (MTN)	3.0000	30/07/46	713,000	625	0.06
Walt Disney (MTN)	7.5500	15/07/93	502,000	602	0.05
Wells Fargo	3.0690	24/01/23	3,514,000	3,565	0.33
Williams Partners	5.1000	15/09/45	760,000	790	0.07
21st Century Fox America	6.4000	15/12/35	1,420,000	1,805	0.16
				157,459	14.32
Total Corporate Bonds				351,338	31.94

Global Bond

Security	Coupon (%)	Maturity	Nominal / Quantity	Market Value US\$'000	Total Net Assets %
Government Bonds 55.81%					
Australia 1.41%					
Australia (Commonwealth of)	1.7500	21/11/20	20,445,000	15,553	1.41
Belgium 0.81%					
Belgium (Kingdom of)	2.2500	22/06/23	3,882,000	5,001	0.46
Belgium (Kingdom of)	3.7500	22/06/45	1,678,000	2,785	0.25
Belgium (Kingdom of)	0.8000	22/06/27	1,000,000	1,141	0.10
				8,927	0.81
Canada 0.97%					
Canada (Government of)	5.0000	01/06/37	9,394,000	10,652	0.97
France 3.76%					
France (Government of)	-	25/05/21	17,840,000	20,530	1.87
France (Government of)	1.5000	25/05/31	6,036,000	7,165	0.65
France (Government of)	0.5000	25/05/25	5,900,000	6,745	0.61
France (Government of)	3.2500	25/05/45	2,229,000	3,377	0.31
UNEDIC ASSEO (EMTN)	1.2500	28/03/27	3,000,000	3,548	0.32
				41,365	3.76
Germany 3.74%					
Germany (Federal Republic of)	-	08/10/21	12,312,000	14,223	1.29
Germany (Federal Republic of)	0.5000	15/02/25	12,000,000	14,036	1.28
Germany (Federal Republic of)	5.5000	04/01/31	3,958,000	7,276	0.66
Germany (Federal Republic of)	2.5000	15/08/46	3,799,876	5,654	0.51
				41,189	3.74
India 0.12%					
Export-Import Bank of India (EMTN)	2.7500	01/04/20	1,270,000	1,270	0.12
Ireland 0.15%					
Ireland (Republic of)	1.0000	15/05/26	1,446,000	1,668	0.15
Italy 2.79%					
Italy (Republic of)	1.2000	01/04/22	12,000,000	13,906	1.26
Italy (Republic of)	1.5000	01/06/25	8,540,000	9,538	0.87
Italy (Republic of)	1.6500	01/03/32	4,234,000	4,310	0.39
Italy (Republic of)	2.7000	01/03/47	2,900,000	2,954	0.27
				30,708	2.79
Japan 16.88%					
Japan (Government of)	2.1000	20/06/29	4,285,550,000	46,848	4.25
Japan (Government of)	1.1000	20/03/21	4,818,200,000	44,761	4.07
Japan (Government of)	0.4000	20/03/25	4,257,600,000	39,026	3.55
Japan (Government of)	1.5000	20/03/45	1,547,400,000	16,180	1.47
Japan (Government of)	2.4000	20/03/37	1,050,750,000	12,510	1.14

Global Bond

Security	Coupon (%)	Maturity	Nominal / Quantity	Market Value US\$'000	Total Net Assets %
Japan (Government of) (INDX)	0.1000	10/03/24	604,500,000	5,726	0.52
Japan (Government of) (2 Year Issue)	0.1000	15/09/18	2,313,150,000	20,640	1.88
				185,691	16.88
Mexico 0.45%					
Mexico (Government of)	10.0000	05/12/24	75,512,000	4,967	0.45
Netherlands 0.52%					
Netherlands (Kingdom of)	1.7500	15/07/23	3,071,282	3,866	0.35
Netherlands (Kingdom of)	2.7500	15/01/47	1,200,000	1,853	0.17
				5,719	0.52
Russian Federation 0.92%					
Russia (Federation of)	7.7000	23/03/33	607,780,000	10,085	0.92
South Korea 0.22%					
Korea Water Resources	2.7500	23/05/22	2,440,000	2,432	0.22
Spain 2.25%					
Spain (Kingdom of)	1.6000	30/04/25	12,683,000	14,983	1.36
Spain (Kingdom of)	1.1500	30/07/20	7,475,000	8,859	0.81
Spain (Kingdom of)	5.1500	31/10/44	526,000	872	0.08
				24,714	2.25
Sweden 0.21%					
Svensk Exportkredit (EMTN)	VAR	14/11/23	2,315,000	2,313	0.21
Turkey 0.15%					
Turkey (Republic of)	6.7500	03/04/18	1,600,000	1,653	0.15
United Kingdom 4.01%					
UK Treasury	4.2500	07/12/49	7,609,076	15,724	1.44
UK Treasury	2.0000	22/07/20	8,245,000	11,224	1.02
UK Treasury	2.7500	07/09/24	4,916,000	7,195	0.65
UK Treasury	4.2500	07/06/32	3,377,000	5,920	0.54
UK Treasury	4.7500	07/12/38	2,025,000	3,993	0.36
				44,056	4.01
United States 16.45%					
Bay Area California Toll Authority	6.7930	01/04/30	280,000	345	0.03
US Treasury	1.3750	30/04/21	47,677,000	47,074	4.29
US Treasury	0.7500	15/08/19	29,685,800	29,286	2.66
US Treasury	2.1250	15/05/25	24,341,900	24,193	2.20
US Treasury	2.5000	15/02/45	18,115,500	16,910	1.54
US Treasury	1.3750	30/09/23	9,473,300	9,092	0.83
US Treasury	0.6250	30/09/17	8,300,000	8,291	0.75
US Treasury	3.8750	15/08/40	5,988,200	7,128	0.65
US Treasury	2.0000	30/04/24	6,375,000	6,328	0.58

Global Bond

Security	Coupon (%)	Maturity	Nominal / Quantity	Market Value US\$'000	Total Net Assets %
US Treasury	5.2500	15/11/28	4,713,000	6,069	0.55
US Treasury	1.7500	15/05/22	5,554,000	5,524	0.50
US Treasury	1.8750	31/01/22	4,365,000	4,371	0.40
US Treasury	1.5000	15/04/20	4,000,000	3,998	0.36
US Treasury	5.3750	15/02/31	2,470,000	3,321	0.30
US Treasury	-	17/08/17	2,746,000	2,743	0.25
US Treasury	2.0000	15/02/22	1,903,500	1,918	0.17
US Treasury	2.5000	15/02/46	2,060,000	1,918	0.17
US Treasury	1.0000	15/11/19	1,650,000	1,633	0.15
US Treasury	2.3750	15/05/27	745,000	750	0.07
				180,892	16.45
Total Government Bonds				613,854	55.81
Municipal Bonds 0.10%					
United States 0.10%					
Chicago Illinois Transit Authority	6.2000	01/12/40	900,000	1,090	0.10
Total Municipal Bonds				1,090	0.10
Total Bonds				1,079,156	98.11
Total Transferable securities and money market instruments admitted to an official exchange listing or dealt on another regulated market				1,079,156	98.11
Other transferable securities and money market instruments 0.30%					
Bonds 0.30%					
Asset Backed Bonds / Mortgage Backed Bonds 0.09%					
United States 0.09%					
Chase Mortgage Finance Trust Series 2005-A1	FRN	25/12/35	77,976	76	0.01
Securitized Asset Backed NIM Trust 2005-FR4	6.0000	25/01/36	141,742	-	-
STARM Mortgage Loan Trust 2007-2	FRN	25/04/37	225,320	192	0.02
WaMu Mortgage Pass-Through Certificates Series 2006-AR16 Trust	FRN	25/12/36	348,675	324	0.02
WaMu Mortgage Pass-Through Certificates Series 2006-AR18 Trust	FRN	25/01/37	209,671	190	0.02
Wells Fargo Mortgage Backed Securities 2006-AR10 Trust	FRN	25/07/36	240,092	241	0.02
				1,023	0.09
Total Asset Backed Bonds / Mortgage Backed Bonds				1,023	0.09
Corporate Bonds 0.16%					
Germany 0.09%					
Daimler Finance North America	2.2000	30/10/21	1,070,000	1,059	0.09
Netherlands 0.07%					
ABN AMRO Bank (MTN)	3.2500	09/04/20	930,000	719	0.07
Total Corporate Bonds				1,778	0.16

Global Bond

Security	Coupon (%)	Maturity	Nominal / Quantity	Market Value US\$'000	Total Net Assets %
Government Bonds 0.05%					
South Korea 0.05%					
Export-Import Bank of Korea (MTN)	4.2500	21/05/20	700,000	554	0.05
Total Government Bonds				554	0.05
Total Bonds				3,355	0.30
Total Other transferable securities and money market instruments				3,355	0.30

Derivatives (0.07%)

Future contracts 0.04%

Future	Maturity	Notional	Unrealised Gains/(Losses) US\$'000	Total Net Assets %
CBT Fed Funds 30 Day	31/10/17	(2,639)	165	0.01
CBT Fed Funds 30 Day	29/09/17	2,639	(55)	-
CBT US Long Bond	20/09/17	(5)	(5)	-
CBT US Ultra Bond	20/09/17	(68)	(181)	(0.02)
CBT US 10 Year Note	20/09/17	(64)	28	-
CBT US 10 Year Ultra	20/09/17	219	(252)	(0.02)
CBT US 2 Year Note	29/09/17	44	(8)	-
CBT US 5 Year Note	29/09/17	(1,240)	413	0.04
EUX Euro Bobl	07/09/17	65	(96)	(0.01)
EUX Euro Bund	07/09/17	135	(323)	(0.03)
EUX Euro Schatz	07/09/17	143	(46)	-
EUX Euro-BTP	07/09/17	(161)	343	0.03
EUX Euro-OAT	07/09/17	(208)	554	0.05
ICE Long Gilt	27/09/17	(10)	25	-
KFE Korea 3 Year Bond	19/09/17	461	(75)	(0.01)
MSE Canada 10 Year Bond	20/09/17	48	(145)	(0.01)
SFE Australia 10 Year Bond	15/09/17	(458)	204	0.02
SFE Australia 3 Year Bond	15/09/17	1,530	(123)	(0.01)
SGX 10 Year Mini JGB	11/09/17	76	(29)	-
Unrealised gains on future contracts			394	0.04

Forward currency exchange contracts 0.05%

Counterparty	Buy	Sell	Settlement	Buy Amount	Sell Amount	Unrealised Gains/(Losses) US\$'000	Total Net Assets %
Barclays Capital	CZK	USD	14/07/17	18,997,000	765,909	64	0.01
Barclays Capital	EUR	USD	14/07/17	3,064,000	3,417,864	79	0.01
Barclays Capital	GBP	USD	14/07/17	315,000	401,391	8	-
Barclays Capital	USD	JPY	14/07/17	3,577,115	395,062,000	59	0.01
BNP Paribas	AUD	USD	14/07/17	338,000	255,929	3	-
BNP Paribas	CZK	EUR	14/07/17	518,881,000	19,264,192	693	0.06
BNP Paribas	EUR	USD	14/07/17	6,083,000	6,788,773	154	0.01
BNP Paribas	EUR	USD	14/07/17	1,633,000	1,780,599	83	0.01
BNP Paribas	EUR	USD	14/07/17	1,333,000	1,489,191	32	-

Global Bond

Counterparty	Buy	Sell	Settlement	Buy Amount	Sell Amount	Unrealised Gains/(Losses) US\$'000	Total Net Assets %
BNP Paribas	EUR	USD	14/07/17	1,329,000	1,449,122	68	0.01
BNP Paribas	EUR	CZK	27/03/18	18,625,858	500,532,685	(714)	(0.06)
BNP Paribas	GBP	USD	14/07/17	1,881,000	2,425,451	19	-
BNP Paribas	GBP	USD	14/07/17	462,000	599,335	1	-
BNP Paribas	JPY	USD	14/07/17	825,590,000	7,480,609	(129)	(0.01)
BNP Paribas	JPY	USD	14/07/17	156,520,000	1,413,058	(19)	-
BNP Paribas	JPY	USD	14/07/17	91,110,000	839,560	(28)	-
BNP Paribas	KRW	USD	23/08/17	804,601,000	712,162	(9)	-
BNP Paribas	NZD	USD	14/07/17	1,309,000	908,952	49	-
BNP Paribas	SGD	USD	14/07/17	560,000	399,960	7	-
BNP Paribas	USD	CNH	14/07/17	10,105,230	70,179,000	(235)	(0.02)
BNP Paribas	USD	EUR	14/07/17	5,220,043	4,636,000	(71)	(0.01)
BNP Paribas	USD	EUR	14/07/17	3,324,077	3,050,000	(157)	(0.01)
BNP Paribas	USD	EUR	14/07/17	2,822,508	2,527,000	(62)	(0.01)
BNP Paribas	USD	EUR	14/07/17	2,732,026	2,448,000	(62)	(0.01)
BNP Paribas	USD	EUR	14/07/17	2,083,113	1,853,000	(32)	-
BNP Paribas	USD	EUR	14/07/17	2,051,778	1,873,000	(86)	(0.01)
BNP Paribas	USD	JPY	14/07/17	1,090,573	120,360,000	19	-
BNP Paribas	USD	GBP	14/07/17	727,093	566,000	(8)	-
BNP Paribas	USD	EUR	14/07/17	623,010	580,000	(39)	-
BNP Paribas	USD	EUR	14/07/17	593,487	531,000	(13)	-
Citigroup	CAD	USD	14/07/17	7,214,000	5,378,148	178	0.02
Citigroup	EUR	ILS	14/07/17	9,842,000	38,855,232	94	0.01
Citigroup	EUR	USD	14/07/17	2,292,000	2,441,688	174	0.02
Citigroup	EUR	USD	14/07/17	1,886,000	2,067,910	85	0.01
Citigroup	EUR	USD	14/07/17	1,059,000	1,186,412	22	-
Citigroup	GBP	USD	14/07/17	458,000	594,557	1	-
Citigroup	JPY	USD	14/07/17	61,910,000	564,966	(14)	-
Citigroup	USD	AUD	14/07/17	7,877,882	10,501,000	(176)	(0.02)
Citigroup	USD	JPY	14/07/17	3,316,613	373,440,000	(9)	-
Citigroup	USD	EUR	14/07/17	3,063,490	2,794,000	(125)	(0.01)
Citigroup	USD	EUR	14/07/17	2,589,822	2,362,000	(106)	(0.01)
Citigroup	USD	EUR	14/07/17	2,432,005	2,279,000	(169)	(0.02)
Citigroup	USD	EUR	14/07/17	1,610,956	1,434,000	(26)	-
Citigroup	USD	EUR	14/07/17	888,925	833,000	(62)	(0.01)
Citigroup	USD	GBP	14/07/17	837,659	674,000	(38)	-
Citigroup	USD	GBP	14/07/17	665,383	515,000	(4)	-
Citigroup	USD	GBP	14/07/17	525,712	423,000	(24)	-
Citigroup	USD	AUD	14/07/17	402,405	533,000	(6)	-
Citigroup	USD	GBP	14/07/17	310,081	240,000	(2)	-
Goldman Sachs	AUD	USD	14/07/17	1,450,000	1,097,476	15	-
Goldman Sachs	AUD	USD	14/07/17	783,000	592,637	8	-
Goldman Sachs	EUR	USD	14/07/17	4,538,000	5,068,578	111	0.01
Goldman Sachs	EUR	USD	14/07/17	1,177,000	1,256,883	86	0.01
Goldman Sachs	EUR	USD	14/07/17	623,000	699,598	11	-
Goldman Sachs	EUR	USD	14/07/17	311,000	348,134	7	-
Goldman Sachs	GBP	JPY	14/07/17	8,096,000	1,150,818,064	273	0.02
Goldman Sachs	GBP	USD	14/07/17	518,000	660,269	13	-
Goldman Sachs	GBP	USD	14/07/17	257,000	325,714	8	-

Global Bond

Counterparty	Buy	Sell	Settlement	Buy Amount	Sell Amount	Unrealised Gains/(Losses) US\$'000	Total Net Assets %
Goldman Sachs	JPY	USD	14/07/17	252,860,000	2,325,344	(74)	(0.01)
Goldman Sachs	JPY	USD	14/07/17	66,870,000	597,381	(2)	-
Goldman Sachs	NZD	USD	14/07/17	568,000	395,504	20	-
Goldman Sachs	RUB	USD	23/08/17	594,684,000	10,342,870	(424)	(0.04)
Goldman Sachs	RUB	USD	23/08/17	65,469,000	1,138,651	(47)	-
Goldman Sachs	USD	JPY	14/07/17	23,104,973	2,548,594,000	410	0.04
Goldman Sachs	USD	EUR	14/07/17	12,865,698	12,048,000	(884)	(0.08)
Goldman Sachs	USD	GBP	14/07/17	11,133,221	8,909,000	(444)	(0.04)
Goldman Sachs	USD	JPY	14/07/17	10,150,619	1,119,664,000	180	0.02
Goldman Sachs	USD	EUR	14/07/17	1,645,929	1,457,000	(17)	-
Goldman Sachs	USD	EUR	14/07/17	1,493,182	1,311,000	(3)	-
Goldman Sachs	USD	EUR	14/07/17	1,476,466	1,307,000	(15)	-
Goldman Sachs	USD	AUD	14/07/17	1,203,641	1,630,000	(46)	-
Goldman Sachs	USD	EUR	14/07/17	1,183,111	1,081,000	(51)	-
Goldman Sachs	USD	GBP	14/07/17	933,497	736,000	(23)	-
Goldman Sachs	USD	GBP	14/07/17	562,726	444,000	(14)	-
Goldman Sachs	USD	CAD	14/07/17	275,156	377,000	(15)	-
Goldman Sachs	USD	RUB	23/08/17	10,059,612	594,684,000	140	0.01
HSBC	CAD	USD	14/07/17	5,791,000	4,335,963	124	0.01
HSBC	EUR	USD	14/07/17	3,190,000	3,588,061	53	-
HSBC	EUR	USD	14/07/17	2,444,000	2,624,040	165	0.02
HSBC	GBP	USD	14/07/17	632,000	820,478	1	-
HSBC	HUF	EUR	14/07/17	5,781,515,000	18,515,661	212	0.02
HSBC	JPY	GBP	14/07/17	1,153,366,125	7,950,000	(60)	(0.01)
HSBC	NOK	USD	14/07/17	6,454,000	749,414	21	-
HSBC	PLN	JPY	14/07/17	41,158,000	1,248,939,510	(23)	-
HSBC	THB	USD	23/08/17	27,774,000	804,188	13	-
HSBC	USD	GBP	14/07/17	1,608,817	1,293,000	(71)	(0.01)
HSBC	USD	EUR	14/07/17	1,262,931	1,126,000	(22)	-
HSBC	USD	CAD	14/07/17	263,111	354,000	(10)	-
JPM Chase	CAD	USD	14/07/17	1,459,000	1,097,928	26	-
JPM Chase	CAD	USD	14/07/17	939,000	709,310	14	-
JPM Chase	CAD	USD	14/07/17	473,000	355,942	8	-
JPM Chase	CHF	USD	14/07/17	249,000	255,785	4	-
JPM Chase	EUR	NZD	14/07/17	9,773,000	15,239,156	(1)	-
JPM Chase	EUR	USD	14/07/17	6,808,000	7,501,844	268	0.02
JPM Chase	EUR	USD	14/07/17	2,308,000	2,543,222	91	0.01
JPM Chase	EUR	USD	14/07/17	726,000	775,437	53	-
JPM Chase	GBP	USD	14/07/17	482,000	623,386	3	-
JPM Chase	GBP	USD	14/07/17	459,000	591,590	5	-
JPM Chase	GBP	USD	14/07/17	204,000	264,245	1	-
JPM Chase	HUF	USD	14/07/17	239,911,000	823,257	62	0.01
JPM Chase	JPY	USD	14/07/17	1,162,658,000	10,454,251	(101)	(0.01)
JPM Chase	JPY	USD	14/07/17	547,663,000	4,898,302	(21)	-
JPM Chase	JPY	EUR	14/07/17	95,010,000	775,392	(39)	-
JPM Chase	JPY	USD	14/07/17	44,130,000	400,468	(7)	-
JPM Chase	MXN	USD	14/07/17	10,684,000	592,363	(3)	-
JPM Chase	PLN	USD	14/07/17	9,152,000	2,300,796	167	0.02
JPM Chase	SEK	USD	14/07/17	14,487,000	1,609,135	110	0.01

Global Bond

Counterparty	Buy	Sell	Settlement	Buy Amount	Sell Amount	Unrealised Gains/(Losses) US\$'000	Total Net Assets %
JPM Chase	USD	HUF	14/07/17	19,839,320	5,781,515,000	(1,504)	(0.15)
JPM Chase	USD	MXN	14/07/17	1,662,623	31,513,000	(75)	(0.01)
JPM Chase	USD	JPY	14/07/17	1,061,665	118,040,000	11	-
JPM Chase	USD	CAD	14/07/17	1,051,810	1,433,000	(52)	-
JPM Chase	USD	CAD	14/07/17	809,446	1,110,000	(45)	-
JPM Chase	USD	CAD	14/07/17	619,419	820,000	(12)	-
JPM Chase	USD	EUR	14/07/17	567,187	498,000	(1)	-
JPM Chase	USD	GBP	14/07/17	388,656	301,000	(2)	-
JPM Chase	ZAR	USD	14/07/17	26,051,000	1,857,260	127	0.01
Merrill Lynch	DKK	USD	14/07/17	14,903,000	2,140,773	147	0.01
Morgan Stanley	CHF	USD	14/07/17	10,040,000	10,039,678	453	0.04
Morgan Stanley	CHF	USD	14/07/17	1,810,000	1,809,942	82	0.01
Morgan Stanley	DKK	USD	14/07/17	5,274,000	759,955	50	-
Morgan Stanley	EUR	USD	14/07/17	1,115,000	1,216,209	56	0.01
Morgan Stanley	EUR	USD	14/07/17	753,000	848,603	11	-
Morgan Stanley	EUR	USD	14/07/17	485,000	517,170	36	-
Morgan Stanley	GBP	USD	14/07/17	626,000	810,778	3	-
Morgan Stanley	GBP	USD	14/07/17	593,000	771,125	(1)	-
Morgan Stanley	ILS	USD	14/07/17	4,685,000	1,287,970	55	0.01
Morgan Stanley	JPY	USD	14/07/17	1,478,023,000	13,379,363	(218)	(0.02)
Morgan Stanley	JPY	USD	14/07/17	132,500,000	1,189,559	(10)	-
Morgan Stanley	RUB	USD	23/08/17	330,513,000	5,475,696	37	-
Morgan Stanley	SGD	USD	14/07/17	2,208,000	1,575,662	28	-
Morgan Stanley	USD	JPY	14/07/17	7,704,903	858,552,000	60	0.01
Morgan Stanley	USD	CAD	14/07/17	5,509,844	7,286,000	(102)	(0.01)
Morgan Stanley	USD	EUR	14/07/17	2,923,751	2,663,000	(116)	(0.01)
Morgan Stanley	USD	AUD	14/07/17	1,519,823	2,038,000	(43)	-
Morgan Stanley	USD	EUR	14/07/17	478,948	427,000	(8)	-
Morgan Stanley	USD	AUD	14/07/17	263,387	355,000	(9)	-
Royal Bank of Canada	CAD	USD	14/07/17	377,000	279,777	11	-
Royal Bank of Canada	CZK	EUR	27/03/18	500,532,685	18,805,000	506	0.05
Royal Bank of Canada	GBP	USD	14/07/17	666,000	852,769	13	-
Royal Bank of Canada	NOK	USD	14/07/17	2,996,000	352,234	6	-
Royal Bank of Canada	SEK	USD	14/07/17	27,268,000	3,045,036	190	0.02
Royal Bank of Canada	USD	AUD	14/07/17	10,387,643	13,930,000	(296)	(0.03)
Royal Bank of Canada	USD	EUR	14/07/17	1,781,260	1,624,000	(72)	(0.01)
State Street	CAD	USD	14/07/17	1,264,000	953,024	20	-
State Street	CAD	USD	14/07/17	913,000	666,935	36	-
State Street	CHF	USD	14/07/17	4,836,000	4,844,878	209	0.02
State Street	EUR	USD	14/07/17	704,000	791,305	12	-
State Street	GBP	USD	14/07/17	1,633,000	2,085,707	36	-
State Street	SEK	EUR	14/07/17	91,973,277	9,627,000	(75)	(0.01)
State Street	SEK	EUR	14/07/17	90,628,000	9,285,018	155	0.01
State Street	USD	EUR	14/07/17	1,470,827	1,313,000	(28)	-
State Street	USD	GBP	14/07/17	551,761	432,000	(10)	-
State Street	USD	SEK	14/07/17	241,056	2,121,000	(11)	-
UBS	AUD	USD	14/07/17	2,214,000	1,684,650	13	-
UBS	CAD	USD	05/07/17	46,920	36,135	-	-
UBS	EUR	USD	14/07/17	21,548,000	23,077,046	1,518	0.13

Global Bond

Counterparty	Buy	Sell	Settlement	Buy Amount	Sell Amount	Unrealised Gains/(Losses) US\$'000	Total Net Assets %
UBS	EUR	HUF	14/07/17	9,303,143	2,862,298,000	51	-
UBS	EUR	USD	14/07/17	521,000	594,362	-	-
UBS	JPY	USD	14/07/17	93,770,000	849,374	(14)	-
UBS	KRW	USD	23/08/17	13,552,661,000	12,108,482	(262)	(0.02)
UBS	KRW	USD	23/08/17	445,594,000	398,111	(9)	-
UBS	SEK	USD	14/07/17	9,557,000	1,092,461	41	-
UBS	THB	USD	14/07/17	58,370,000	1,686,171	32	-
UBS	USD	EUR	14/07/17	7,508,308	6,697,000	(135)	(0.01)
UBS	USD	EUR	14/07/17	1,060,244	966,000	(42)	-
Unrealised gains on forward currency exchange contracts						586	0.05

Swaps (0.16%)

Counterparty	Ccy	Termination	Notional	Fund Pays	Fund Receives	Unrealised Gains/(Losses) US\$'000	Total Net Assets %
Barclays	GBP	15/10/21	4,900,000	UK RPI	3.4575%	(144)	(0.01)
Barclays	GBP	15/10/21	11,500,000	UK RPI	3.4575%	30	-
Barclays	GBP	15/10/21	11,500,000	UK RPI	3.4575%	(338)	(0.03)
Barclays	GBP	15/10/21	11,960,000	UK RPI	3.4575%	(351)	(0.03)
Barclays	USD	28/06/19	286,800,000	1.6750%	3 Month USD LIBOR	224	0.02
Citigroup	EUR	15/04/22	109,810,000	1.1100%	EUR CPI EX TOBACCO	380	0.03
Citigroup	EUR	15/04/27	109,810,000	EUR CPI EX TOBACCO	1.3450%	(433)	(0.04)
Merrill Lynch	USD	26/06/19	138,930,000	1.6850%	US CPI URBAN CON	254	0.02
UBS	AUD	27/06/19	373,790,000	3 Month AUD BBR	1.9135%	(388)	(0.04)
UBS	CAD	20/06/19	370,010,000	3 Month CAD BA	1.3950%	(493)	(0.04)
UBS	USD	24/04/19	127,400,000	1.8650%	US CPI URBAN CON	(671)	(0.05)
UBS	USD	22/06/19	286,160,000	1.6975%	3 Month USD LIBOR	151	0.01
Unrealised losses on swap contracts						(1,779)	(0.16)
Unrealised losses on derivatives						(799)	(0.07)
Total investments						1,081,712	98.34
Other net assets						18,220	1.66
Total net assets						1,099,932	100.00

Currently forward positions are not collateralised.

Global Government Bond

For the year ended 30 June 2017

Performance

For year ended 30 June 2017, the value of Global Government Bond – J Accumulation shares decreased by 4.14% compared to a decrease of 4.14% in the benchmark, Citigroup World Government Bond Index.

Source: Aberdeen Asset Management and BNP Paribas. Basis: total return, special month end price NAV to NAV, gross of fees, USD.

Please remember that past performance is not a guide to future returns. The price of shares and the revenue from them may fall as well as rise. Investors may not get back the amount originally invested.

Market review

Much of the review period has been marked by volatility and political upheaval. Donald Trump won the US presidential election in November, while in Europe, a surge in popularity for populist Eurosceptic parties ahead of upcoming elections also prompted concerns over the future of the European Union (EU), although these fears have been allayed to an extent by Emmanuel Macron's success in the French presidential election. During March, UK Prime Minister Theresa May triggered Article 50, starting the clock on Britain's exit from the EU. Against this backdrop, global economic activity showed signs of a pick-up, particularly in the US, Eurozone and China. This improvement raised expectations of a gradual removal of central banks' accommodative monetary policy. Trump's US election victory and proposed infrastructure spending led to hopes of higher nominal US growth in the US. However, many of the Trump inflation-related trades began to unwind as markets became less convinced how many of his campaign promises he would be able to push through Congress. While the Federal Reserve (Fed) raised interest rates in December and March, the US dollar – which had been the top performer of the G10 countries in the first six months of the review period – weakened.

In Europe, uncertainties surrounding elections helped drive semi-core and peripheral yield spreads wider. France spreads reached their widest levels since 2013, as opinion polls showed an increase in popularity of Marine Le Pen's eurosceptic National Front party in the early part of 2017, although these concerns were largely dissipated by centrist Macron's election victory. Positive economic data in Europe and hawkish European Central Bank (ECB) rhetoric helped push bund yields higher. The ECB tapered its asset purchases but extended its monetary stimulus programme to the end of 2017.

Global government bonds continued to fall in May, largely due to slowing political concerns. In June the market was fairly calm until the final week of the quarter, when hawkish central bank rhetoric precipitated a sharp sell-off. In currencies, sterling rallied in April after Theresa May's announcement of a snap general election, but weakened in May as opinion polls showed a narrowing of the Tories' lead over Labour, and again in June as the election resulted in a hung parliament. The euro strengthened, supported by positive economic data and indications of a hawkish shift in European Central Bank policy.

Sterling generally underperformed as 'hard Brexit' concerns and growing expectations of policy easing from the Bank of England prompted weakening. June's snap general election resulted in a hung parliament, prompting further weakening.

Over the period, the 10-year US Treasury yield rose by 84 bps to 2.45%. The 10-year UK gilt yield was up 45 bps to 1.26%, and the 10-year German bund yield rose by 65 bps to 0.47%.

Portfolio review

Early on in the review period, in terms of interest rate positioning, an overweight in New Zealand front-end made a positive contribution to performance. Australian and US yield curve positioning also added value.

Positive economic activity data in Europe and reduced European political risks prompted a sell-off in bunds, and a US versus Germany spread narrower outperformed. Performance from active interest rate strategies was mixed – short France and Italy versus Germany spread positions performed well as peripheral spreads moved wider, but latterly, an outright duration short in France was a drag with French government bond yields moving sharply lower as political risks subsided following Macron's election victory.

Towards the end of the review period a short Canada versus US added value, supported by hawkish rhetoric from the Bank of Canada. A long Italy spread position detracted because of uncertainties surrounding the Italian referendum. These losses were partially offset by a long US break-even inflation position which outperformed as inflation expectations were bolstered following the US election result.

In currencies, short positions in Australian and New Zealand dollars detracted from returns early in the review period, although these losses were offset by an overweight to US dollar versus euro, yen and Korean won. Latterly, the portfolio's overweight to the US dollar was a drag as Trump-related trades were unwound on growing uncertainties over the Trump administration plans to pursue fiscally expansive policies. These losses were partially offset by a short US dollar versus Russian rouble position, and a short euro versus Czech koruna following the Czech National Bank's decision to remove its currency floor versus the euro.

Outlook

Our global markets outlook continues to be bearish on interest rate risk, positive on the US dollar and neutral on credit. Having experienced a synchronised pick-up in growth across regions, we now expect a hawkish shift in the policy settings of central banks. This is beginning to play out: it was notable to see the Fed choose to look through recent inflation weakness in their statement, having already deemed the economic weakness in the first quarter to be transitory. We also saw a hawkish shift in messaging from Canada, as well as a more divided vote in the most recent BoE meeting (with three members voting for a hike). As we progress in the economic cycle, it is natural to see central banks becoming increasingly uncomfortable with the level of monetary easing currently deployed, and so we expect continued hawkish surprises as they head towards the exit door. This will be challenging for risk assets whose valuations have been supported by low interest rates and growing or stable central bank balance sheets.

Global Macro Team

July 2017

Global Government Bond

Statement of Net Assets

As at 30 June 2017

	Notes	US\$'000
Assets		
Investments in securities at market value	2.2	143,921
Cash at bank		5,243
Amounts held at futures clearing houses and brokers		313
Interest receivable		509
Receivable for investments sold		3,684
Unrealised gains on forward currency exchange contracts	2.6	38
Unrealised gains on future contracts	2.7	127
Total assets		153,835
Liabilities		
Payable for investments purchased		336
Taxes and expenses payable		38
Redemptions payable		6,876
Unrealised losses on swap contracts	2.8	117
Total liabilities		7,367
Net assets at the end of the year		146,468

Statement of Changes in Net Assets

For the year from 1 July 2016 to 30 June 2017

	Notes	US\$'000
Net assets at the beginning of the year		254,938
Net gains from investments		1,210
Net realised gains		3,740
Net unrealised losses		(11,331)
Proceeds from shares issued		30,700
Payments for shares redeemed		(132,774)
Net equalisation paid	10	(15)
Net assets at the end of the year		146,468

Statement of Operations

For the year from 1 July 2016 to 30 June 2017

	Notes	US\$'000
Income		
Investment income	2.3	1,624
Bank interest		1
Total income		1,625
Expenses		
Management fees	4.2	16
Operating, administrative and servicing fees	4.3	394
Other operational expenses		5
Total expenses		415
Net gains from investments		1,210
Realised gains on investments		3,746
Realised losses on forward currency exchange contracts		(1,553)
Realised losses on future contracts		(269)
Realised gains on swap contracts		269
Realised currency exchange gains		1,547
Net realised gains		3,740
Decrease in unrealised appreciation on investments		(11,697)
Decrease in unrealised depreciation on forward currency exchange contracts		350
Increase in unrealised appreciation on future contracts		65
Increase in unrealised depreciation on swap contracts		(64)
Unrealised currency exchange gains		15
Net unrealised losses		(11,331)
Net decrease in assets as a result of operations		(6,381)

Share Transactions

For the year from 1 July 2016 to 30 June 2017

	D(GBP)-1	J-2	Z-2
Shares outstanding at the beginning of the year	347,519	1,898,838	13,516,981
Shares issued during the year	36,618	2,537,520	542,350
Shares redeemed during the year	(117,166)	(3,557,653)	(5,808,342)
Shares outstanding at the end of the year	266,971	878,705	8,250,989
Net asset value per share	1.0822	8.4064	16.8108

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

Global Government Bond

Portfolio Statement

As at 30 June 2017

Security	Coupon (%)	Maturity	Nominal / Quantity	Market Value US\$'000	Total Net Assets %
Transferable securities and money market instruments admitted to an official exchange listing or dealt on another regulated market					
97.68%					
Bonds 97.68%					
Corporate Bonds 10.83%					
Australia 0.68%					
National Australia Bank	2.2500	16/03/21	1,000,000	999	0.68
France 1.17%					
Banque Federative du Credit Mutuel (EMTN)	2.0000	12/04/19	1,155,000	1,155	0.79
BPCE (MTN)	2.7500	02/12/21	553,000	558	0.38
				1,713	1.17
Italy 0.44%					
FCA Bank Ireland (EMTN)	1.0000	15/11/21	560,000	641	0.44
Japan 0.97%					
Sumitomo Mitsui Banking Corp	1.7620	19/10/18	1,420,000	1,418	0.97
Netherlands 0.90%					
ABN AMRO Bank	2.1000	18/01/19	1,308,000	1,311	0.90
United Kingdom 0.99%					
Barclays Bank (EMTN)	1.8750	08/12/23	746,000	883	0.61
Standard Chartered	2.1000	19/08/19	562,000	560	0.38
				1,443	0.99
United States 5.68%					
AbbVie	0.3750	18/11/19	550,000	630	0.43
AIG Global Funding	2.1500	02/07/20	336,000	336	0.23
Crown Castle International	2.2500	01/09/21	473,000	466	0.32
Ford Motor Credit	1.7240	06/12/17	848,000	848	0.58
Ford Motor Credit	1.8970	12/08/19	397,000	394	0.27
General Motors Financial	2.6500	13/04/20	794,000	798	0.54
Kroger	1.5000	30/09/19	791,000	780	0.53
Morgan Stanley	FRN	14/02/20	921,000	925	0.63
New York Life Global Funding	1.5000	24/10/19	971,000	964	0.66
Southern Power	1.9500	15/12/19	1,011,000	1,009	0.68
Toyota Motor Credit (MTN)	1.5500	18/10/19	913,000	909	0.62
United Technologies (STEP)	VAR	04/05/18	274,000	274	0.19
				8,333	5.68
Total Corporate Bonds				15,858	10.83
Government Bonds 86.85%					
Australia 3.46%					
Australia (Commonwealth of)	1.7500	21/11/20	6,670,000	5,074	3.46

Global Government Bond

Security	Coupon (%)	Maturity	Nominal / Quantity	Market Value US\$'000	Total Net Assets %
Belgium 1.47%					
Belgium (Kingdom of)	0.8000	22/06/27	1,246,000	1,422	0.97
Belgium (Kingdom of)	3.7500	22/06/45	442,559	734	0.50
				2,156	1.47
Canada 0.72%					
Canada (Government of)	5.0000	01/06/37	936,000	1,061	0.72
France 7.89%					
France (Government of)	-	25/05/21	4,758,259	5,475	3.73
France (Government of)	1.5000	25/05/31	2,298,000	2,728	1.86
France (Government of)	0.5000	25/05/25	2,018,845	2,308	1.58
France (Government of)	3.2500	25/05/45	693,000	1,050	0.72
				11,561	7.89
Germany 6.98%					
Germany (Federal Republic of)	-	08/10/21	3,463,000	4,001	2.72
Germany (Federal Republic of)	0.5000	15/02/25	3,052,000	3,570	2.44
Germany (Federal Republic of)	2.5000	15/08/46	1,070,000	1,592	1.09
Germany (Federal Republic of)	5.5000	04/01/31	581,000	1,068	0.73
				10,231	6.98
Ireland 0.41%					
Ireland (Republic of)	1.0000	15/05/26	519,000	599	0.41
Italy 6.17%					
Italy (Republic of)	1.2000	01/04/22	3,270,000	3,790	2.58
Italy (Republic of)	1.5000	01/06/25	2,576,000	2,877	1.96
Italy (Republic of)	1.6500	01/03/32	1,419,000	1,444	0.99
Italy (Republic of)	2.7000	01/03/47	914,000	931	0.64
				9,042	6.17
Japan 20.21%					
Japan (Government of)	2.1000	20/06/29	933,100,000	10,200	6.97
Japan (Government of)	1.1000	20/03/21	773,300,000	7,184	4.91
Japan (Government of)	2.4000	20/03/37	299,050,000	3,561	2.43
Japan (Government of)	0.4000	20/03/25	372,200,000	3,412	2.33
Japan (Government of)	1.5000	20/03/45	301,650,000	3,154	2.15
Japan (Government of) (INDX)	0.1000	10/03/24	220,200,000	2,086	1.42
				29,597	20.21
Mexico 1.18%					
Mexico (Government of)	10.0000	05/12/24	26,228,000	1,725	1.18

Global Government Bond

Security	Coupon (%)	Maturity	Nominal / Quantity	Market Value US\$'000	Total Net Assets %
Netherlands 1.10%					
Netherlands (Kingdom of)	1.7500	15/07/23	833,336	1,049	0.72
Netherlands (Kingdom of)	2.7500	15/01/47	360,000	556	0.38
				1,605	1.10
Poland 0.10%					
Poland (Republic of)	5.7500	25/10/21	500,000	153	0.10
Russian Federation 0.97%					
Russia (Federation of)	7.7000	23/03/33	85,706,000	1,422	0.97
Spain 4.52%					
Spain (Kingdom of)	1.6000	30/04/25	3,583,000	4,232	2.89
Spain (Kingdom of)	1.1500	30/07/20	1,630,000	1,932	1.32
Spain (Kingdom of)	5.1500	31/10/44	273,000	453	0.31
				6,617	4.52
Sweden 0.75%					
Svensk Exportkredit (EMTN)	VAR	14/11/23	1,100,000	1,099	0.75
United Kingdom 5.70%					
UK Treasury	4.2500	07/12/49	1,407,000	2,907	1.98
UK Treasury	2.0000	22/07/20	1,567,000	2,133	1.46
UK Treasury	2.7500	07/09/24	1,054,000	1,543	1.05
UK Treasury	4.2500	07/06/32	588,000	1,031	0.70
UK Treasury	4.7500	07/12/38	375,230	740	0.51
				8,354	5.70
United States 25.22%					
US Treasury	1.3750	30/04/21	13,047,000	12,882	8.81
US Treasury	2.1250	15/05/25	7,585,100	7,539	5.15
US Treasury	2.5000	15/02/45	5,810,400	5,424	3.70
US Treasury	1.0000	15/11/19	3,220,000	3,187	2.18
US Treasury	1.7500	15/05/22	2,517,000	2,503	1.71
US Treasury	3.8750	15/08/40	1,847,000	2,199	1.50
US Treasury	1.3750	30/09/23	1,945,700	1,867	1.27
US Treasury	5.2500	15/11/28	1,024,000	1,319	0.90
				36,920	25.22
Total Government Bonds				127,216	86.85
Total Bonds				143,074	97.68
Total Transferable securities and money market instruments admitted to an official exchange listing or dealt on another regulated market				143,074	97.68

Global Government Bond

Security	Coupon (%)	Maturity	Nominal / Quantity	Market Value US\$'000	Total Net Assets %
Other transferable securities and money market instruments 0.58%					
Bonds 0.58%					
Corporate Bonds 0.58%					
Germany 0.58%					
Daimler Finance North America	2.2000	30/10/21	857,000	847	0.58
Total Corporate Bonds				847	0.58
Total Bonds				847	0.58
Total Other transferable securities and money market instruments				847	0.58

Derivatives 0.03%

Future contracts 0.08%

Future	Maturity	Notional	Unrealised Gains/(Losses) US\$'000	Total Net Assets %
CBT Fed Funds 30 Day	31/10/17	(366)	23	0.02
CBT Fed Funds 30 Day	29/09/17	366	(8)	(0.01)
CBT US 10 Year Ultra	20/09/17	31	(27)	(0.02)
CBT US 5 Year Note	29/09/17	(149)	47	0.03
EUX Euro Bund	07/09/17	18	(42)	(0.03)
EUX Euro-BTP	07/09/17	(22)	47	0.03
EUX Euro-OAT	07/09/17	(29)	77	0.06
SFE Australia 10 Year Bond	15/09/17	(65)	20	0.01
SFE Australia 3 Year Bond	15/09/17	213	(10)	(0.01)
Unrealised gains on future contracts			127	0.08

Forward currency exchange contracts 0.03%

Counterparty	Buy	Sell	Settlement	Buy Amount	Sell Amount	Unrealised Gains/(Losses) US\$'000	Total Net Assets %
Barclays Capital	DKK	USD	14/07/17	487,000	73,367	1	-
Barclays Capital	EUR	USD	14/07/17	378,000	414,170	17	0.01
Barclays Capital	NOK	USD	14/07/17	618,000	73,211	1	-
Barclays Capital	PLN	USD	14/07/17	328,000	87,851	1	-
Barclays Capital	SEK	USD	14/07/17	765,000	88,135	3	-
Barclays Capital	SGD	USD	14/07/17	101,000	73,025	-	-
Barclays Capital	USD	GBP	14/07/17	350,528	275,000	(7)	-
BNP Paribas	AUD	USD	14/07/17	235,000	175,459	5	-
BNP Paribas	AUD	USD	14/07/17	191,000	146,696	-	-
BNP Paribas	CZK	EUR	14/07/17	67,018,000	2,488,138	89	0.06
BNP Paribas	EUR	USD	14/07/17	138,000	154,230	3	-
BNP Paribas	EUR	CZK	27/03/18	2,451,422	65,877,075	(95)	(0.06)
BNP Paribas	JPY	USD	14/07/17	143,460,000	1,306,667	(29)	(0.02)
BNP Paribas	SEK	USD	14/07/17	1,997,000	229,318	8	0.01
BNP Paribas	USD	CNH	14/07/17	1,298,954	9,021,000	(30)	(0.02)
BNP Paribas	USD	GBP	14/07/17	276,412	213,000	-	-
BNP Paribas	USD	CHF	14/07/17	146,380	140,000	-	-

Global Government Bond

Counterparty	Buy	Sell	Settlement	Buy Amount	Sell Amount	Unrealised Gains/(Losses) US\$'000	Total Net Assets %
BNP Paribas	USD	CAD	14/07/17	107,919	148,000	(6)	-
BNP Paribas	USD	EUR	14/07/17	84,938	76,000	(2)	-
BNP Paribas	USD	EUR	14/07/17	66,174	59,000	(1)	-
Citigroup	EUR	USD	14/07/17	1,679,000	1,892,856	23	0.02
Citigroup	EUR	ILS	14/07/17	1,369,000	5,404,675	13	0.01
Citigroup	EUR	USD	14/07/17	1,227,000	1,378,931	22	0.01
Citigroup	EUR	USD	14/07/17	575,000	612,553	44	0.03
Citigroup	EUR	USD	14/07/17	140,000	156,833	3	-
Citigroup	GBP	USD	14/07/17	106,000	137,225	1	-
Citigroup	USD	AUD	14/07/17	1,812,490	2,416,000	(40)	(0.03)
Citigroup	USD	EUR	14/07/17	595,462	558,000	(41)	(0.03)
Citigroup	USD	GBP	14/07/17	293,102	226,000	(1)	-
Citigroup	USD	CAD	14/07/17	213,477	282,000	(4)	-
Citigroup	USD	GBP	14/07/17	118,068	95,000	(5)	-
Citigroup	USD	RUB	23/08/17	671,057	40,505,000	(5)	-
Goldman Sachs	EUR	USD	14/07/17	162,000	172,995	12	0.01
Goldman Sachs	GBP	JPY	14/07/17	1,131,000	160,767,691	38	0.03
Goldman Sachs	RUB	USD	23/08/17	78,851,000	1,371,393	(56)	(0.04)
Goldman Sachs	USD	EUR	14/07/17	3,173,649	2,822,000	(47)	(0.03)
Goldman Sachs	USD	JPY	14/07/17	2,068,003	230,512,000	15	0.01
Goldman Sachs	USD	JPY	14/07/17	1,938,516	213,828,000	34	0.02
Goldman Sachs	USD	EUR	14/07/17	272,823	249,000	(11)	(0.01)
Goldman Sachs	USD	CZK	14/07/17	220,486	5,050,000	-	-
Goldman Sachs	USD	AUD	14/07/17	154,332	209,000	(6)	-
Goldman Sachs	USD	RUB	23/08/17	1,333,835	78,851,000	19	0.01
HSBC	CAD	USD	14/07/17	1,478,000	1,106,640	32	0.02
HSBC	EUR	USD	14/07/17	136,000	154,647	1	-
HSBC	EUR	USD	14/07/17	94,000	105,658	2	-
HSBC	GBP	USD	14/07/17	235,000	306,019	(1)	-
HSBC	GBP	USD	14/07/17	52,000	67,385	-	-
HSBC	HUF	EUR	14/07/17	766,703,000	2,455,414	28	0.02
HSBC	JPY	GBP	14/07/17	154,072,305	1,062,000	(8)	(0.01)
HSBC	JPY	USD	14/07/17	9,771,000	87,730	(1)	-
HSBC	NOK	USD	14/07/17	2,215,000	257,197	7	-
HSBC	PLN	JPY	14/07/17	5,740,000	174,180,300	(3)	-
HSBC	USD	JPY	14/07/17	402,343	44,779,000	4	-
JPM Chase	CAD	USD	14/07/17	136,000	102,733	2	-
JPM Chase	CZK	USD	14/07/17	5,361,000	230,025	4	-
JPM Chase	EUR	NZD	14/07/17	1,362,000	2,123,783	-	-
JPM Chase	JPY	USD	14/07/17	155,429,000	1,397,568	(13)	(0.01)
JPM Chase	PLN	USD	14/07/17	2,020,000	507,824	37	0.03
JPM Chase	SEK	USD	14/07/17	4,878,000	541,821	37	0.03
JPM Chase	USD	HUF	14/07/17	2,630,948	766,703,000	(201)	(0.13)
JPM Chase	USD	AUD	14/07/17	915,040	1,214,000	(16)	(0.01)
JPM Chase	USD	MXN	14/07/17	747,924	14,176,000	(34)	(0.02)
JPM Chase	USD	JPY	14/07/17	398,760	44,584,000	2	-
JPM Chase	USD	JPY	14/07/17	373,942	42,071,000	(1)	-
JPM Chase	USD	AUD	14/07/17	208,820	280,000	(6)	-
JPM Chase	USD	CNH	14/07/17	145,093	1,002,000	(3)	-

Global Government Bond

Counterparty	Buy	Sell	Settlement	Buy Amount	Sell Amount	Unrealised Gains/(Losses) US\$'000	Total Net Assets %
JPM Chase	ZAR	USD	14/07/17	7,880,000	561,791	38	0.03
Merrill Lynch	AUD	USD	14/07/17	203,000	153,093	3	-
Merrill Lynch	CHF	USD	14/07/17	149,000	153,211	3	-
Merrill Lynch	DKK	USD	14/07/17	4,290,000	616,246	42	0.03
Merrill Lynch	EUR	USD	14/07/17	60,000	67,214	1	-
Merrill Lynch	MXN	USD	14/07/17	1,326,000	73,189	-	-
Merrill Lynch	USD	EUR	14/07/17	1,071,139	955,000	(19)	(0.01)
Merrill Lynch	USD	EUR	14/07/17	902,764	822,000	(35)	(0.02)
Merrill Lynch	USD	SEK	14/07/17	295,055	2,488,000	-	-
Merrill Lynch	USD	EUR	14/07/17	190,473	169,000	(2)	-
Morgan Stanley	CHF	USD	14/07/17	1,602,000	1,601,949	71	0.05
Morgan Stanley	EUR	USD	14/07/17	2,089,000	2,334,866	49	0.03
Morgan Stanley	EUR	USD	14/07/17	122,000	133,074	6	-
Morgan Stanley	JPY	USD	14/07/17	160,920,000	1,448,691	(16)	(0.01)
Morgan Stanley	MXN	USD	14/07/17	1,908,000	101,771	3	-
Morgan Stanley	RUB	USD	23/08/17	86,533,000	1,433,615	10	0.01
Morgan Stanley	SGD	USD	14/07/17	532,000	379,643	7	-
Morgan Stanley	USD	CAD	14/07/17	767,567	1,015,000	(14)	(0.01)
Royal Bank of Canada	CZK	EUR	27/03/18	65,877,075	2,475,000	67	0.05
Royal Bank of Canada	GBP	USD	14/07/17	84,000	109,076	-	-
Royal Bank of Canada	USD	AUD	14/07/17	1,453,375	1,949,000	(41)	(0.03)
Royal Bank of Canada	USD	GBP	14/07/17	216,854	170,000	(4)	-
Royal Bank of Canada	USD	EUR	14/07/17	79,895	75,000	(6)	-
State Street	CAD	USD	14/07/17	120,000	87,659	5	-
State Street	SEK	EUR	14/07/17	12,132,000	1,242,947	21	0.01
State Street	USD	EUR	14/07/17	1,906,606	1,669,000	2	-
State Street	USD	JPY	14/07/17	1,251,577	140,390,000	1	-
UBS	AUD	USD	14/07/17	291,000	221,424	2	-
UBS	CAD	USD	14/07/17	237,000	175,649	7	-
UBS	EUR	HUF	14/07/17	1,301,901	400,556,000	7	-
UBS	EUR	USD	14/07/17	63,000	68,945	3	-
UBS	GBP	USD	14/07/17	239,000	303,041	8	0.01
UBS	JPY	USD	14/07/17	53,900,000	481,542	(2)	-
UBS	SEK	EUR	14/07/17	12,121,444	1,269,000	(10)	(0.01)
UBS	USD	EUR	14/07/17	730,843	649,000	(10)	(0.01)
UBS	USD	JPY	14/07/17	366,761	40,490,000	6	-
UBS	USD	GBP	14/07/17	128,198	99,000	-	-
Unrealised gains on forward currency exchange contracts						38	0.03

Global Government Bond

Swaps (0.08%)

Counterparty	Ccy	Termination	Notional	Fund Pays	Fund Receives	Unrealised Gains/(Losses) US\$'000	Total Net Assets %
Barclays	GBP	15/10/21	5,050,000	UKPRI	3.4575%	13	0.01
Barclays	USD	28/06/19	39,940,000	1.6750%	3 Month USD LIBOR	31	0.02
Citigroup	EUR	15/04/27	14,470,000	EU CPI EUR	1.3450%	(57)	(0.04)
Citigroup	EUR	15/04/22	14,470,000	1.1100%	EUR CPI EX TOBACCO	50	0.03
Merrill Lynch	USD	26/06/19	19,250,000	1.6850%	US CPI URBAN CON	35	0.02
UBS	AUD	27/06/19	52,060,000	3 Month AUD BBR	1.9135%	(54)	(0.04)
UBS	CAD	20/06/19	50,730,000	3 Month CAD BA	1.3950%	(68)	(0.04)
UBS	USD	22/06/19	39,230,000	1.6975%	3 Month USD LIBOR	21	0.01
UBS	USD	24/04/19	16,800,000	1.8650%	US CPI URBAN CON	(88)	(0.05)
Unrealised losses on swap contracts						(117)	(0.08)
Unrealised gains on derivatives						48	0.03
Total investments						143,969	98.29
Other net assets						2,499	1.71
Total net assets						146,468	100.00

Currently forward positions are not collateralised.

Global High Yield Bond

For the year ended 30 June 2017

Performance

For the year ended 30 June 2017, the value of Global High Yield Bond – A Income shares increased by 9.57% compared to an increase of 12.37% in the benchmark, Bank of America Merrill Lynch Global High Yield Constrained Hedged Index.

Source: Aberdeen Asset Management and Lipper. Basis: total return, published Nav to Nav, net of annual charges, gross income invested, USD.

Please remember that past performance is not a guide to future returns. The price of shares and the revenue from them may fall as well as rise. Investors may not get back the amount originally invested.

Market review

The global high-yield market delivered a double-digit gain over the 12-month period ended 30 June 2017. Investors' enthusiasm for risk assets in the US was stoked by the election of Donald Trump as president in November 2016, given heightened expectations for fiscal stimulus to support the US economy. The rally was all the more impressive, as it occurred in the face of three hikes in the federal funds rate by the US Federal Reserve (Fed) in December 2016, and March and June 2017, despite the threat of an impending unwinding of the Fed's balance sheet. The yield on the five-year US Treasury note rose by 88 basis points (bps) to 1.89% over the reporting period. Investors' thirst for yield was clearly evident throughout the period, given the continued outperformance of lower-rated credits as CCC-rated issues notably outperformed their higher rated counterparts, gaining 22.1% for the period versus the 9.9% return for more conservative BB-rated credit. There was broad based strength across industry sectors as the reorganised coal sector along with transportation and financials were among the strongest performers, while retailers were the primary market laggards for the period.

High-yield markets outside the US also performed well during the reporting period. European high yield returned 11.3% despite investors' concerns over national elections in France and The Netherlands, which were widely viewed as referendums on the European Union, as well as higher government interest rates as the Eurozone economy improved and investors began to brace for the beginning of the European Central Bank's (ECB) tapering of its bond purchase program. Emerging market corporate credit maintained its strong performance, returning 11.5% over the reporting period as commodities – excluding oil – rallied.

Portfolio review

The Fund's performance for the 12-month reporting period was hampered by a combination of asset allocation and security selection decisions. The primary detractors from performance were several asset allocation decisions, including an overweight versus the benchmark Bank of America Merrill Lynch Global High Yield Constrained Hedged Index to select sovereign emerging market issues, an underweight to the energy sector and cash holdings, which weighed on performance in a very strong market. Counterbalancing these detractors were underweight allocations to the banking, consumer goods and real estate sectors. Drilling down to the security level, the Fund's performance benefited from strong security selection within the consumer goods and basic industry sectors, while security selection within the retail, utility and financial services sectors had a negative impact on performance.

Across the credit rating spectrum, the Fund's performance benefited substantially from its overweight in the BBB-rated and above segment, which is not represented in the benchmark index, while its underweight to BB rated holdings detracted from performance. Negative security selection in the CCC and B ratings categories was partially offset by positive security selection in BB-rated issues.

The Fund's large overweight to developed-market Dollar-Bloc-domiciled credit boosted performance for the quarter. This was partially offset by the negative impact of underweight allocations to developed and emerging market European domiciled credits. An underweight to emerging Latin American credits also hurt performance as emerging markets rebounded strongly over the period. Positive security selection in Europe was offset by negative selection in the Dollar Bloc and emerging Europe.

Outlook

US President Trump's attempts to pass any meaningful legislative changes have, to date, failed, and we believe that no significant progress will be made until 2018. However, the lack of stimulatory policy initiatives has not deterred risk assets from performing well, with the US broader equity market S&P 500 Index hovering at new record highs. While the Fed has continued to raise interest rates, US inflation data remain weaker than expected and, in our view, will likely persist given the lower oil price. In addition, during the second quarter, the US Treasury yield curve saw bear flattening, widely considered to be an indicator of slowing economic growth. So how should one interpret these mixed signals? Well, given the "baby boomer" generation continue to leave the productive workforce, we think that the US economy is could be in a structurally lower growth phase for some time. However, we believe that annualised GDP growth of 1.5% to 2% is sufficient for the majority of US high yield companies to be profitable, generate cash flow and service their debt. Therefore, we maintain our view that this remains a good environment in which to be a credit investor. Interest-rate hikes are likely to continue but should not be so dramatic as to cause significant stress on companies.

At this stage, we are not overly concerned about default risk. In recent years we have seen a cathartic cleansing of the weakest balance sheets in the metals, mining and commodity sectors, which comprise roughly 22% of the US high yield market. Stresses remain in the retail sector (encompassing about 5% of the market), but the broad US market is in decent shape, in our opinion. While emerging markets underperformed in the second quarter (due largely to ongoing Brazilian political scandals and lower oil prices), investor sentiment remains upbeat, as indicated by persistent positive inflows since the start of 2017. We continue to find value in primary issuance in emerging markets. In Europe, the ongoing economic recovery has raised the prospect of the ECB scaling back on quantitative easing, but in reality, given high structural unemployment, we believe that economic policy will remain accommodative. The UK faces challenges with Brexit likely to be a drag on growth and a tougher environment for the consumer, with low wage growth and weaker sterling. Broadly speaking, the credit cycle is mature, but these conditions can persist for some time until events or policy trigger a repricing of risk premia. We feel that global high-yield valuations are a little on the rich side but, given the low default outlook, offer sufficient compensation in a low-yield environment.

North American Fixed Income Team
July 2017

Global High Yield Bond

Statement of Net Assets

As at 30 June 2017

	Notes	US\$'000
Assets		
Investments in securities at market value	2.2	14,030
Cash at bank		2,427
Interest receivable		227
Receivable for investments sold		16
Unrealised gains on swap contracts	2.8	70
Total assets		16,770
Liabilities		
Payable for investments purchased		68
Taxes and expenses payable		11
Unrealised losses on forward currency exchange contracts	2.6	109
Other liabilities		185
Total liabilities		373
Net assets at the end of the year		16,397

Statement of Changes in Net Assets

For the year from 1 July 2016 to 30 June 2017

	Notes	US\$'000
Net assets at the beginning of the year		15,587
Net gains from investments		845
Net realised gains		179
Net unrealised gains		516
Proceeds from shares issued		416
Payments for shares redeemed		(365)
Net equalisation received	10	2
Dividends paid	5	(783)
Net assets at the end of the year		16,397

Share Transactions

For the year from 1 July 2016 to 30 June 2017

	A-1	A-2	A(EUR)-1 [^]	E(EUR)-1	E(EUR)-2	I-1
Shares outstanding at the beginning of the year	40,345	1,478	60,402	46,046	9,250	1,385,000
Shares issued during the year	13,627	-	-	2,162	-	-
Shares redeemed during the year	(24,956)	-	-	(1,554)	(1,900)	-
Shares outstanding at the end of the year	29,016	1,478	60,402	46,654	7,350	1,385,000
Net asset value per share	9.8322	10.7583	8.6013	11.2185	12.9092	9.8298

	I(EUR)-2 [^]	X-2	Z-2
Shares outstanding at the beginning of the year	72,327	11,348	800
Shares issued during the year	24,102	-	-
Shares redeemed during the year	(1,008)	(6,548)	-
Shares outstanding at the end of the year	95,421	4,800	800
Net asset value per share	10.3078	11.0103	11.2319

[^] Base currency exposure share class.

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

Statement of Operations

For the year from 1 July 2016 to 30 June 2017

	Notes	US\$'000
Income		
Investment income	2.3	970
Bank interest		6
Total income		976
Expenses		
Management fees	4.2	89
Operating, administrative and servicing fees	4.3	41
Other operational expenses		1
Total expenses		131
Net gains from investments		845
Realised losses on investments		(17)
Realised gains on forward currency exchange contracts		188
Realised gains on swap contracts		13
Realised currency exchange losses		(5)
Net realised gains		179
Decrease in unrealised depreciation on investments		653
Decrease in unrealised appreciation on forward currency exchange contracts		(169)
Increase in unrealised appreciation on swap contracts		28
Unrealised currency exchange gains		4
Net unrealised gains		516
Net increase in assets as a result of operations		1,540

Global High Yield Bond

Portfolio Statement

As at 30 June 2017

Security	Coupon (%)	Maturity	Nominal / Quantity	Market Value US\$'000	Total Net Assets %
Transferable securities and money market instruments admitted to an official exchange listing or dealt on another regulated market 83.04%					
Bonds 83.04%					
Corporate Bonds 80.23%					
Argentina 0.10%					
IRSA Propiedades Comerciales	8.7500	23/03/23	15,000	17	0.10
Australia 0.14%					
FMG Resources August 2006	4.7500	15/05/22	23,000	23	0.14
Brazil 2.04%					
JBS Finance	5.7500	15/06/25	85,000	80	0.49
JBS USA Finance	5.7500	15/06/25	40,000	38	0.23
Petrobras Global Finance	5.3750	27/01/21	125,000	127	0.78
Petrobras Global Finance	8.7500	23/05/26	50,000	58	0.35
Petrobras Global Finance	6.2500	17/03/24	30,000	31	0.19
				334	2.04
Canada 2.77%					
Bombardier	5.7500	15/03/22	21,000	21	0.13
Cenovus Energy	3.8000	15/09/23	6,000	6	0.04
Gateway Casinos & Entertainment	8.2500	01/03/24	46,000	48	0.29
GFL Environmental	9.8750	01/02/21	60,000	66	0.40
GFL Environmental	5.6250	01/05/22	39,000	40	0.24
MEG Energy	7.0000	31/03/24	87,000	68	0.41
MEG Energy	6.3750	30/01/23	80,000	62	0.38
MEG Energy	6.5000	15/01/25	34,000	31	0.19
Taseko Mines	8.7500	15/06/22	66,000	66	0.40
Teine Energy	6.8750	30/09/22	5,000	5	0.03
Telesat	8.8750	15/11/24	38,000	43	0.26
				456	2.77
France 2.78%					
La Financiere Atalian	4.0000	15/05/24	100,000	118	0.72
Numericable	7.3750	01/05/26	200,000	218	1.33
Numericable	5.3750	15/05/22	100,000	119	0.73
				455	2.78
Germany 1.23%					
Safari Verwaltungs	8.2500	15/02/21	66,012	79	0.48
Senvion	3.8750	25/10/22	105,000	122	0.75
				201	1.23
Indonesia 1.27%					
Pertamina Persero (EMTN)	4.3000	20/05/23	200,000	208	1.27
Ireland 1.34%					
Ardagh Packaging Finance	7.2500	15/05/24	200,000	220	1.34

Global High Yield Bond

Security	Coupon (%)	Maturity	Nominal / Quantity	Market Value US\$'000	Total Net Assets %
Italy 1.28%					
Nuovo Trasporto Viaggiatori	FRN	01/06/23	100,000	115	0.71
Wind Acquisition Finance	7.3750	23/04/21	90,000	94	0.57
				209	1.28
Jersey 1.01%					
Nemean Bondco	7.3750	01/02/24	130,000	166	1.01
Luxembourg 1.81%					
Accudyne Industries	7.7500	15/12/20	150,000	151	0.92
DEA Finance	7.5000	15/10/22	119,000	146	0.89
				297	1.81
Mexico 1.16%					
BBVA Bancomer Texas	6.7500	30/09/22	150,000	171	1.04
Petroleos Mexicanos	5.3750	13/03/22	18,000	19	0.12
				190	1.16
Netherlands 2.11%					
Constellium (EMTN)	4.6250	15/05/21	124,000	141	0.86
Ziggo Secured Finance	5.5000	15/01/27	200,000	205	1.25
				346	2.11
Peru 0.74%					
Banco Internacional del Peru	VAR	19/03/29	15,000	17	0.10
InRetail Consumer	5.2500	10/10/21	85,000	88	0.54
InRetail Shopping Malls	6.5000	09/07/21	15,000	16	0.10
				121	0.74
South Africa 1.28%					
MTN Mauritius Investments	6.5000	13/10/26	200,000	210	1.28
Spain 1.53%					
Codere Finance 2 Luxembourg	6.7500	01/11/21	100,000	117	0.71
Obrascon Huarte Lain	4.7500	15/03/22	135,000	133	0.82
				250	1.53
United Kingdom 6.68%					
Annington Finance No 5 (PIK)	13.0000	15/01/23	87,971	135	0.82
Brighthouse (EMTN)	7.8750	15/05/18	100,000	90	0.55
CYBG	VAR	09/02/26	100,000	132	0.80
HBOS Sterling Finance Jersey	VAR	PERP	50,000	91	0.55
Inmarsat Finance	4.8750	15/05/22	160,000	162	0.99
Matalan Finance	6.8750	01/06/19	100,000	122	0.74
PGH Capital	6.6250	18/12/25	100,000	149	0.91
Royal Bank of Scotland	VAR	PERP	75,000	93	0.57
Virgin Media Secured Finance	5.5000	15/01/25	90,000	123	0.75
				1,097	6.68

Global High Yield Bond

Security	Coupon (%)	Maturity	Nominal / Quantity	Market Value US\$'000	Total Net Assets %
United States 50.96%					
ABC Supply	5.7500	15/12/23	13,000	14	0.08
Aircastle	7.6250	15/04/20	130,000	147	0.90
Airxcel	8.5000	15/02/22	35,000	37	0.23
Albertsons	6.6250	15/06/24	9,000	9	0.05
Albertsons	5.7500	15/03/25	86,000	80	0.49
Alliance Data Systems	5.8750	01/11/21	30,000	31	0.19
Alpine Finance Merger	6.8750	01/08/25	31,000	32	0.19
American Axle & Manufacturing	6.2500	01/04/25	41,000	40	0.24
AmeriGas Finance	5.8750	20/08/26	79,000	81	0.50
Antero Resources	5.1250	01/12/22	10,000	10	0.06
Avis Budget Car Rental	5.5000	01/04/23	52,000	52	0.32
Avis Budget Car Rental	6.3750	01/04/24	17,000	17	0.10
Avis Budget Car Rental	5.2500	15/03/25	8,000	8	0.05
Bank of America	VAR	PERP	35,000	38	0.23
Blue Racer Finance	6.1250	15/11/22	100,000	101	0.62
Boyd Gaming	6.3750	01/04/26	27,000	29	0.18
Building Materials of America	5.3750	15/11/24	120,000	127	0.77
CalAtlantic	5.2500	01/06/26	114,000	119	0.72
Callon Petroleum	6.1250	01/10/24	13,000	13	0.08
Calpine	5.7500	15/01/25	130,000	123	0.75
Carrizo Oil & Gas	6.2500	15/04/23	15,000	15	0.09
CCO Capital	5.7500	15/02/26	47,000	50	0.31
CCO Capital	5.5000	01/05/26	63,000	67	0.41
Cengage Learning	9.5000	15/06/24	164,000	146	0.89
CenturyLink	7.5000	01/04/24	43,000	47	0.29
CenturyLink	6.7500	01/12/23	35,000	38	0.23
Cenveo	6.0000	01/08/19	60,000	51	0.31
Cenveo	6.0000	01/08/19	35,000	30	0.18
Change Healthcare Finance	5.7500	01/03/25	56,000	57	0.35
Cheniere Corpus Christi	5.8750	31/03/25	151,000	162	0.99
Citgo	10.7500	15/02/20	75,000	82	0.50
Cogent Communications	5.3750	01/03/22	85,000	90	0.55
Compass Minerals International	4.8750	15/07/24	84,000	83	0.51
Continental Resources	3.8000	01/06/24	120,000	110	0.67
CSVC Acquisition	7.7500	15/06/25	165,000	169	1.03
DR Horton	5.7500	15/08/23	80,000	91	0.55
Dynegy	7.3750	01/11/22	65,000	64	0.39
Dynegy	7.6250	01/11/24	50,000	49	0.30
EMI Music Publishing	7.6250	15/06/24	84,000	94	0.57
Endo Finance	6.0000	15/07/23	86,000	73	0.44
Endo Finance	6.0000	15/07/23	25,000	21	0.13
Equinix	5.8750	15/01/26	80,000	87	0.53
Equinix	5.3750	01/04/23	80,000	84	0.51
First Data	7.0000	01/12/23	70,000	75	0.46
First Data	5.0000	15/01/24	41,000	42	0.26
First Data	5.3750	15/08/23	30,000	31	0.19
First Data	5.0000	15/01/24	16,000	17	0.10

Global High Yield Bond

Security	Coupon (%)	Maturity	Nominal / Quantity	Market Value US\$'000	Total Net Assets %
Fresh Market	9.7500	01/05/23	60,000	50	0.31
Frontier Communications	6.8750	15/01/25	175,000	139	0.85
Goldman Sachs	VAR	PERP	45,000	47	0.29
Grinding Media	7.3750	15/12/23	13,000	14	0.09
Hardwoods Acquisition	7.5000	01/08/21	60,000	54	0.33
HCA	5.8750	15/02/26	160,000	174	1.06
HCA	5.2500	15/06/26	19,000	21	0.13
HD Supply	5.7500	15/04/24	112,000	119	0.73
Hilcorp Energy Finance	5.7500	01/10/25	7,000	7	0.04
Hilcorp Energy Finance I	5.7500	01/10/25	15,000	14	0.09
KB Home	7.0000	15/12/21	155,000	175	1.06
Kindred Healthcare	8.7500	15/01/23	40,000	42	0.26
Kratos Defense & Security Solutions	7.0000	15/05/19	63,000	64	0.39
Landry's	6.7500	15/10/24	130,000	133	0.81
Lennar	4.8750	15/12/23	80,000	85	0.52
Level 3 Financing	5.3750	15/08/22	115,000	119	0.72
Liberty Interactive	8.5000	15/07/29	17,000	19	0.12
Liberty Interactive	8.2500	01/02/30	4,000	4	0.03
Manitowoc Foodservice	9.5000	15/02/24	23,000	27	0.16
MGM Resorts International	7.7500	15/03/22	70,000	82	0.50
Morgan Stanley	VAR	PERP	50,000	52	0.32
Nationstar Mortgage	6.5000	01/06/22	35,000	36	0.22
Nationstar Mortgage	6.5000	01/07/21	35,000	36	0.22
NCR	5.0000	15/07/22	75,000	77	0.47
Neiman Marcus	8.0000	15/10/21	45,000	25	0.15
New Enterprise Stone & Lime	10.1250	01/04/22	28,000	30	0.19
NRG Energy	6.6250	15/03/23	64,000	66	0.40
NRG Energy	7.2500	15/05/26	11,000	11	0.07
NWH Escrow	7.5000	01/08/21	40,000	36	0.22
Oasis Petroleum	6.5000	01/11/21	83,000	81	0.49
Oasis Petroleum	6.8750	15/03/22	4,000	4	0.02
Park-Ohio Industries	6.6250	15/04/27	25,000	26	0.16
PBF Finance	7.0000	15/11/23	35,000	35	0.21
PBF Finance	7.2500	15/06/25	20,000	19	0.12
PBF Logistics Finance	6.8750	15/05/23	15,000	15	0.09
PDC Energy	6.1250	15/09/24	20,000	20	0.12
PetSmart	5.8750	01/06/25	4,000	4	0.02
Post	5.0000	15/08/26	160,000	160	0.98
Rite Aid	6.1250	01/04/23	80,000	79	0.48
Rite Aid	6.1250	01/04/23	60,000	59	0.36
Sabine Pass Liquefaction	5.8750	30/06/26	160,000	180	1.09
Sabine Pass Liquefaction	5.0000	15/03/27	50,000	53	0.32
Sanchez Energy	7.7500	15/06/21	70,000	64	0.39
Sanchez Energy	6.1250	15/01/23	12,000	10	0.06
Scientific Games International	7.0000	01/01/22	155,000	165	1.01
Sensata Technologies	5.0000	01/10/25	25,000	26	0.16
Service International	5.3750	15/05/24	75,000	79	0.48
Silgan	3.2500	15/03/25	100,000	117	0.71

Global High Yield Bond

Security	Coupon (%)	Maturity	Nominal / Quantity	Market Value US\$'000	Total Net Assets %
Sinclair Television	5.6250	01/08/24	140,000	144	0.88
Sinclair Television	5.8750	15/03/26	2,000	2	0.01
Springs Industries	6.2500	01/06/21	118,000	122	0.74
Sprint	7.2500	15/09/21	125,000	139	0.85
State Street	FRN	15/06/47	45,000	42	0.25
Steel Dynamics	5.5000	01/10/24	75,000	80	0.49
Steel Dynamics	5.1250	01/10/21	10,000	10	0.06
Summit Materials Finance	6.1250	15/07/23	160,000	168	1.03
Sunoco Finance	6.2500	15/04/21	77,000	81	0.49
Tenet Healthcare	8.1250	01/04/22	145,000	154	0.94
Tenet Healthcare	4.6250	15/07/24	25,000	25	0.15
Tenet Healthcare	6.7500	15/06/23	25,000	25	0.15
TerraForm Power Operating	5.8750	01/02/23	158,000	165	1.01
THC Escrow III	4.6250	15/07/24	31,000	31	0.19
T-Mobile USA	6.5000	15/01/26	35,000	39	0.24
T-Mobile USA	6.0000	15/04/24	28,000	30	0.18
Trinseo Materials Operating	6.3750	01/05/22	100,000	122	0.74
Ultra Resources	6.8750	15/04/22	77,000	77	0.47
United Continental	6.0000	01/12/20	55,000	60	0.37
United Rentals North America	5.7500	15/11/24	70,000	74	0.45
United Rentals North America	5.5000	15/07/25	30,000	32	0.19
United Rentals North America	6.1250	15/06/23	15,000	16	0.10
Valeant Pharmaceuticals	4.5000	15/05/23	120,000	113	0.69
Valeant Pharmaceuticals	5.8750	15/05/23	85,000	73	0.45
Valeant Pharmaceuticals	6.3750	15/10/20	30,000	29	0.18
Vector	6.1250	01/02/25	60,000	62	0.38
Whiting Petroleum	5.0000	15/03/19	160,000	160	0.97
Whiting Petroleum	5.7500	15/03/21	6,000	6	0.03
WR Grace & Co-Conn	5.1250	01/10/21	50,000	54	0.33
WR Grace & Co-Conn	5.6250	01/10/24	50,000	54	0.33
XPO Logistics	6.1250	01/09/23	31,000	32	0.20
Zayo Capital	6.0000	01/04/23	130,000	137	0.84
Zayo Capital	6.3750	15/05/25	10,000	11	0.07
				8,356	50.96
Total Corporate Bonds				13,156	80.23
Government Bonds 2.81%					
Indonesia 1.58%					
Indonesia (Republic of) (EMTN)	6.7500	15/01/44	200,000	259	1.58
Ivory Coast 1.23%					
Ivory Coast (Government of)	6.3750	03/03/28	200,000	202	1.23
Total Government Bonds				461	2.81
Total Bonds				13,617	83.04

Global High Yield Bond

Security	Coupon (%)	Maturity	Nominal / Quantity	Market Value US\$'000	Total Net Assets %		
Total Transferable securities and money market instruments admitted to an official exchange listing or dealt on another regulated market				13,617	83.04		
Other transferable securities and money market instruments 2.52%							
Bonds 2.52%							
Corporate Bonds 2.52%							
South Africa 0.47%							
Sappi Papier	7.5000	15/06/32	75,000	77	0.47		
United Kingdom 0.82%							
TalkTalk Telecom	5.3750	15/01/22	100,000	135	0.82		
United States 1.23%							
Adient Global	4.8750	15/08/26	200,000	201	1.23		
Momentive Performance	8.8750	15/10/20	196,000	-	-		
Thunderbird Resources	9.0000	02/03/18	315,000	-	-		
				201	1.23		
Total Corporate Bonds				413	2.52		
Total Bonds				413	2.52		
Total Other transferable securities and money market instruments				413	2.52		
Derivatives (0.24%)							
Forward currency exchange contracts (0.67%)							
Counterparty	Buy	Sell	Settlement	Buy Amount	Sell Amount	Unrealised Gains/(Losses) US\$'000	Total Net Assets %
Barclays Capital	USD	EUR	14/07/17	9,008	8,000	-	-
BNP Paribas	EUR	USD	14/07/17	100,000	111,959	2	0.01
BNP Paribas	EUR	USD	15/09/17	948,871	1,073,089	14	0.08
BNP Paribas	EUR	USD	15/09/17	527,424	596,469	8	0.05
BNP Paribas	EUR	USD	15/09/17	35,373	39,662	1	0.01
BNP Paribas	USD	EUR	15/09/17	6,433	5,742	-	-
BNP Paribas	USD	EUR	15/09/17	3,913	3,473	-	-
BNP Paribas	USD	EUR	15/09/17	3,255	2,906	-	-
HSBC	EUR	USD	14/07/17	111,000	121,313	5	0.03
HSBC	USD	EUR	14/07/17	115,602	106,000	(5)	(0.03)
HSBC	USD	EUR	14/07/17	109,523	100,000	(5)	(0.03)
HSBC	USD	EUR	14/07/17	108,360	99,000	(5)	(0.03)
Merrill Lynch	USD	EUR	14/07/17	1,244,824	1,163,000	(82)	(0.51)
Merrill Lynch	USD	EUR	14/07/17	111,575	100,000	(3)	(0.02)
Royal Bank of Canada	EUR	USD	14/07/17	100,000	110,123	4	0.02
Royal Bank of Canada	USD	GBP	14/07/17	1,062,766	850,000	(42)	(0.25)
Royal Bank of Canada	USD	GBP	14/07/17	77,300	60,000	(1)	-
Unrealised losses on forward currency exchange contracts						(109)	(0.67)

Global High Yield Bond

Swaps 0.43%

Counterparty	Ccy	Termination	Notional	Fund Pays	Fund Receives	Unrealised Gains/(Losses) US\$'000	Total Net Assets %
Citigroup	USD	20/12/20	450,000	North American High Yield Series 25	5.0000%	31	0.20
Goldman Sachs	USD	20/12/20	73,000	North American High Yield Series 25	5.0000%	5	0.03
JPM Chase	USD	20/06/21	90,000	North American High Yield Series 26	5.0000%	7	0.04
JPM Chase	USD	20/06/21	350,000	North American High Yield Series 26	5.0000%	27	0.16
Unrealised gains on swap contracts						70	0.43
Unrealised losses on derivatives						(39)	(0.24)
Total investments						13,991	85.32
Other net assets						2,406	14.68
Total net assets						16,397	100.00

Currently forward positions are not collateralised.

US Dollar Bond

For the year ended 30 June 2017

Performance

For the year ended 30 June 2017 the value US Dollar Bond - A Accumulation shares decreased by 1.74% compared to a decrease of 2.49% in the benchmark, JP Morgan Government Bond Index Traded USD.

Source: Aberdeen Asset Management and Lipper. Basis: total return, published NAV to NAV, net of annual charges, gross income reinvested, USD.

Please remember that past performance is not a guide to future returns. The price of shares and the revenue from them may fall as well as rise. Investors may not get back the amount originally invested.

Market review

The US fixed-income market, as measured by the Bloomberg Barclays U.S. Aggregate Bond Index, recorded a modest loss over the 12-month period ended 30 June 2017. The reporting period was marked by numerous stretches of volatility in global financial markets in response to central bank monetary policy moves and political developments—most notably presidential elections in the US and France.

US Treasury yields moved sharply higher during the reporting period in response to the US Federal Reserve's (Fed's) monetary policy tightening and generally positive economic data reports. Yields on the two, three, five, and ten year notes rose by corresponding margins of 80, 84, 88 and 82 basis points (bps), ending the period at 1.38%, 1.55%, 1.89% and 2.31%, respectively. Consequently, the two to ten year curve was virtually flat, widening by 2 bps to +93 bps over the 12-month period.

The Fed raised the federal funds rate in three 25bps increments in December 2016, and March and June 2017, to a range of 1.00% to 1.25% by the end of the review period. Following its meeting in mid-June, the Fed noted that "the labour market has continued to strengthen and economic activity has been rising moderately so far this year" and commented that it expects to begin a balance sheet normalization program sometime this year if the economy "evolves broadly as anticipated." US economic growth was relatively uneven over the reporting period. GDP increased at annualised rates of 1.4%, 3.5%, 2.1% and 1.4% for the second, third and fourth quarters of 2016 and the first quarter of 2017, respectively.

US payrolls grew by a monthly average of 173,000 over the 12-month period, and the unemployment rate declined 0.5 percentage point to 4.4%. The labour force participation rate was virtually unchanged at 62.8%. Additionally, average hourly earnings rose 2.5% over the review period, outpacing the core inflation rate of 1.7%, but slightly trailing the 2.6% rise from June 2015 to June 2016.

Portfolio review

The Fund outperformed the benchmark by 1.83% for the year ended 30 June 2017. The main driver of the outperformance was the continued central bank buying around the globe. This drove spreads tighter on all sectors as investors reached for yield. The majority of the outperformance in the Fund came from the corporate sector which outperformed by 1.61% for the year. The securitized sector added another 0.39% and the Muni sector added 0.12%. The only detractor in the portfolio was the positioning on the yield curve as rates rose and the curve flattened. The outperformance in the corporate holdings in the 10 year portion of the curve though overwhelmed the underperformance of that portion of the curve and made the overweight a positive position. Going forward we believe that these technicals will continue to drive spreads tighter and the portfolio will continue to perform well versus the all treasury benchmark.

Outlook

The tight credit spread environment has continued for much of 2017, thereby reducing the compensation we receive to take risk. The option adjusted spread (OAS) on the Bloomberg Barclays U.S. Corporate Index ended the month at 109 bps, just 12 bps above the tight levels of June 2014. While many bonds are approaching our spread targets, we continue to find what we believe are attractive opportunities by adhering to our bottom-up security selection process. We have not revised our spread targets in the current market environment and will do so only if there is a change to the fundamentals which impacts a specific bond. While credit spreads have tightened, spreads on securitized products have begun to widen. The OAS on the Bloomberg Barclays Securitized Index ended the month at 35 bps, 9 bps higher than a year earlier and 20 bps higher from the tightest levels of the year. We expect this relationship between the credit sectors and the securitized sectors to continue to tighten over the short-term, however we expect this relationship to begin to turn in the next 6-9 months. This will provide the opportunity to add good fundamental securitized bonds. By continuing to adhere to our bottom-up security selection process and adding bonds that have cheapened we believe that the portfolio will continue to perform well versus the all treasury benchmark.

North American Fixed Income Team

July 2017

US Dollar Bond

Statement of Net Assets

As at 30 June 2017

	Notes	US\$'000
Assets		
Investments in securities at market value	2.2	41,759
Cash at bank		762
Amounts held at futures clearing houses and brokers		1
Interest receivable		269
Subscriptions receivable		1
Receivable for investments sold		155
Total assets		42,947
Liabilities		
Payable for investments purchased		171
Taxes and expenses payable		43
Redemptions payable		299
Other liabilities		61
Total liabilities		574
Net assets at the end of the year		42,373

Statement of Changes in Net Assets

For the year from 1 July 2016 to 30 June 2017

	Notes	US\$'000
Net assets at the beginning of the year		56,502
Net gains from investments		582
Net realised losses		(424)
Net unrealised losses		(1,300)
Proceeds from shares issued		2,038
Payments for shares redeemed		(14,853)
Net equalisation paid	10	(59)
Dividends paid	5	(113)
Net assets at the end of the year		42,373

Statement of Operations

For the year from 1 July 2016 to 30 June 2017

	Notes	US\$'000
Income		
Investment income	2.3	1,168
Bank interest		1
Total income		1,169
Expenses		
Management fees	4.2	426
Operating, administrative and servicing fees	4.3	159
Other operational expenses		2
Total expenses		587
Net gains from investments		582
Realised losses on investments		(422)
Realised losses on future contracts		(2)
Net realised losses		(424)
Decrease in unrealised appreciation on investments		(1,268)
Decrease in unrealised appreciation on future contracts		(32)
Net unrealised losses		(1,300)
Net decrease in assets as a result of operations		(1,142)

Share Transactions

For the year from 1 July 2016 to 30 June 2017

	A-1	A-2	J-2	X-2
Shares outstanding at the beginning of the year	9,078	10,790	816	104,578
Shares issued during the year	348	407	-	4,292
Shares redeemed during the year	(2,913)	(2,885)	(40)	(16,964)
Shares outstanding at the end of the year	6,513	8,312	776	91,906
Net asset value per share	1,355.0934	3,738.6395	1,929.5696	10.6160

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

US Dollar Bond

Portfolio Statement

As at 30 June 2017

Security	Coupon (%)	Maturity	Nominal / Quantity	Market Value US\$'000	Total Net Assets %
Transferable securities and money market instruments admitted to an official exchange listing or dealt on another regulated market					98.55%
Bonds 98.55%					
Asset Backed Bonds / Mortgage Backed Bonds 10.96%					
United States 10.96%					
Bank of America Merrill Lynch Commercial Mortgage Securities Trust 2015-200P					
	VAR	14/04/33	200,000	203	0.48
Citigroup Commercial Mortgage Trust 2007-C6					
	VAR	10/12/49	2,498	2	0.01
COMM 2015-PC1 Mortgage Trust					
	3.9020	10/07/50	230,000	242	0.57
Commercial Mortgage Trust 2006-GG7					
	VAR	10/07/38	106,562	107	0.25
Credit Suisse Mortgage Trust 2009-8R					
	VAR	26/05/37	25,302	25	0.06
Fannie Mae REMICS					
	4.0000	25/03/33	506,810	542	1.27
Fannie Mae REMICS					
	3.5000	25/07/41	335,049	348	0.82
Freddie Mac REMICS					
	3.0000	15/08/44	218,334	224	0.53
Freddie Mac REMICS					
	5.5000	15/03/37	34,606	38	0.09
FREM F 2011-K11 Mortgage Trust					
	VAR	25/12/48	260,000	276	0.65
FREM F 2011-K14 Mortgage Trust					
	VAR	25/02/47	170,000	186	0.44
Ginnie Mae 2015-57 AB					
	2.0000	20/04/45	171,738	169	0.40
Government National Mortgage Association					
	3.0000	20/05/43	256,019	261	0.62
GS Mortgage Securities Trust 2013-NYC5					
	VAR	10/01/30	410,000	413	0.97
JP Morgan Mortgage Trust 2014-IVR3					
	FRN	25/09/44	120,126	121	0.29
SFAVE Commercial Mortgage Securities Trust 2015-5AVE					
	VAR	05/01/35	212,000	172	0.41
Structured Agency Credit Risk 2016-HQA2					
	FRN	25/11/28	250,000	257	0.61
Structured Agency Credit Risk 2016-HQA3					
	FRN	25/03/29	250,000	254	0.60
Synchrony Credit Card Master Note Trust					
	2.2200	15/01/22	500,000	504	1.19
Wachovia Bank Commercial Mortgage Trust Series 2007-C32					
	5.7030	15/06/49	118,954	119	0.28
WaMu Mortgage Pass-Through Certificates Series 2004-AR3 Trust					
	FRN	25/06/34	177,187	180	0.42
				4,643	10.96
Total Asset Backed Bonds / Mortgage Backed Bonds				4,643	10.96
Corporate Bonds 31.03%					
Australia 0.99%					
Westpac Banking					
	2.5000	28/06/22	420,000	418	0.99
Belgium 0.51%					
Anheuser-Busch InBev Finance					
	3.6500	01/02/26	140,000	144	0.34
Anheuser-Busch InBev Finance					
	4.9000	01/02/46	64,000	73	0.17
				217	0.51
Canada 0.45%					
Canadian Natural Resources					
	6.2500	15/03/38	90,000	105	0.24
Canadian Natural Resources					
	3.8000	15/04/24	86,000	87	0.21
				192	0.45

US Dollar Bond

Security	Coupon (%)	Maturity	Nominal / Quantity	Market Value US\$'000	Total Net Assets %
China 0.47%					
State Grid Overseas Investment 2016 (EMTN)	2.2500	04/05/20	200,000	200	0.47
Japan 1.08%					
Mizuho Financial	2.9530	28/02/22	455,000	459	1.08
Netherlands 0.72%					
ING Groep	3.1500	29/03/22	300,000	306	0.72
United Kingdom 0.96%					
BAT International Finance	3.9500	15/06/25	185,000	192	0.45
HSBC	VAR	13/03/23	212,000	216	0.51
				408	0.96
United States 25.85%					
AbbVie	3.6000	15/11/23	225,000	230	0.54
Altera	4.1000	15/11/23	80,000	86	0.20
American Equity Investment Life	5.0000	15/06/27	135,000	139	0.33
American International	4.1250	15/02/24	80,000	85	0.20
American International	3.9000	01/04/26	80,000	82	0.19
Apple	3.0000	20/06/27	75,000	75	0.18
Apple	2.8500	11/05/24	60,000	60	0.14
Athene Global Funding (EMTN)	4.0000	25/01/22	224,000	233	0.55
AT&T	5.2500	01/03/37	215,000	230	0.54
AutoNation	4.5000	01/10/25	255,000	267	0.63
Bank of America	4.1000	24/07/23	135,000	143	0.34
BlackRock	3.2000	15/03/27	145,000	147	0.35
Brighthouse Financial	3.7000	22/06/27	135,000	134	0.32
Brighthouse Financial	4.7000	22/06/47	67,000	66	0.16
Buckeye	4.3500	15/10/24	252,000	260	0.61
Cardinal Health	4.3680	15/06/47	62,000	64	0.15
Crown Castle Towers	6.1130	15/01/20	120,000	129	0.30
Energy Transfer Partners	4.0500	15/03/25	268,000	270	0.64
Entergy	5.1250	15/09/20	33,000	36	0.08
Entergy Louisiana Investment Recovery	2.0400	01/09/23	505,105	505	1.18
Exelon	5.6250	15/06/35	170,000	200	0.47
General Electric	4.5000	11/03/44	100,000	111	0.26
General Motors	6.2500	02/10/43	45,000	50	0.12
Georgia Power	3.2500	30/03/27	188,000	188	0.44
Gilead Sciences	4.7500	01/03/46	110,000	121	0.29
Goldman Sachs	3.5000	16/11/26	230,000	229	0.54
Goldman Sachs	VAR	05/06/28	130,000	131	0.31
Hartford Financial Services	6.6250	30/03/40	85,000	115	0.27
HSBC Finance	6.6760	15/01/21	410,000	462	1.09
Intel	2.8750	11/05/24	130,000	131	0.31
International Paper	5.1500	15/05/46	165,000	185	0.44
JPMorgan Chase	VAR	01/02/28	200,000	205	0.48
Kaiser Foundation Hospitals	4.1500	01/05/47	80,000	83	0.20

US Dollar Bond

Security	Coupon (%)	Maturity	Nominal / Quantity	Market Value US\$'000	Total Net Assets %
Kinder Morgan	5.0500	15/02/46	50,000	50	0.12
Kinder Morgan Energy	3.5000	01/09/23	187,000	189	0.45
Laboratory of America	3.6000	01/02/25	215,000	219	0.52
Monsanto	4.4000	15/07/44	100,000	102	0.24
Morgan Stanley	4.3750	22/01/47	58,000	61	0.14
Morgan Stanley (MTN)	4.3500	08/09/26	130,000	135	0.32
NBC Universal Media	4.4500	15/01/43	105,000	112	0.26
NextEra Energy Capital	3.5500	01/05/27	150,000	153	0.36
Pfizer	4.1250	15/12/46	70,000	74	0.18
PG&E	2.4000	01/03/19	195,000	196	0.46
Port Authority New York & New Jersey	6.0400	01/12/29	315,000	403	0.95
Premier Health	2.9110	15/11/26	133,000	126	0.30
Progressive	4.1250	15/04/47	80,000	84	0.20
Public Service Company of New Hampshire	3.5000	01/11/23	162,000	169	0.40
QUALCOMM	2.6000	30/01/23	80,000	80	0.19
Quest Diagnostics	4.7000	30/03/45	170,000	179	0.42
Raymond James Financial	5.6250	01/04/24	95,000	108	0.26
Raymond James Financial	4.9500	15/07/46	80,000	87	0.21
Rochester Gas & Electric	3.1000	01/06/27	125,000	125	0.30
San Diego Gas & Electric	1.9140	01/02/22	73,572	73	0.17
Schlumberger	4.0000	21/12/25	117,000	123	0.29
Southwestern Electric Power	6.2000	15/03/40	125,000	161	0.38
SunTrust Bank	2.7000	27/01/22	503,000	505	1.18
Synchrony Financial	4.2500	15/08/24	115,000	118	0.28
Texas Instruments	2.2500	01/05/23	140,000	138	0.33
Texas Instruments	2.6250	15/05/24	44,000	44	0.10
United Technologies	3.7500	01/11/46	90,000	88	0.21
UnitedHealth	4.2500	15/04/47	86,000	92	0.22
US Bancorp	VAR	PERP	110,000	117	0.28
Verizon Communications	5.1500	15/09/23	140,000	156	0.37
Verizon Communications	5.2500	16/03/37	110,000	119	0.28
Walt Disney (MTN)	7.5500	15/07/93	370,000	443	1.05
Walt Disney (MTN)	2.4500	04/03/22	210,000	212	0.50
Wells Fargo	3.0000	23/10/26	120,000	117	0.28
Wells Fargo (MTN)	VAR	22/05/28	205,000	207	0.49
21st Century Fox America	7.3000	30/04/28	102,000	131	0.31
				10,948	25.85
Total Corporate Bonds				13,148	31.03
Government Bonds 54.84%					
United States 54.84%					
Bay Area California Toll Authority	6.7930	01/04/30	325,000	400	0.94
US Treasury	1.5000	15/04/20	6,312,300	6,307	14.88
US Treasury	1.8750	31/01/22	4,420,800	4,427	10.45
US Treasury	1.2500	31/05/19	2,734,000	2,728	6.44
US Treasury	0.6250	30/09/17	2,150,000	2,148	5.07
US Treasury	2.0000	30/04/24	2,048,000	2,033	4.80

US Dollar Bond

Security	Coupon (%)	Maturity	Nominal / Quantity	Market Value US\$'000	Total Net Assets %
US Treasury	2.5000	15/02/46	1,880,900	1,751	4.13
US Treasury	4.2500	15/05/39	925,000	1,159	2.74
US Treasury	3.8750	15/08/40	950,000	1,131	2.67
US Treasury	2.7500	15/08/42	1,050,000	1,039	2.45
US Treasury	2.3750	15/05/27	115,000	116	0.27
				23,239	54.84
Total Government Bonds				23,239	54.84
Municipal Bonds 1.72%					
United States 1.72%					
Chicago Illinois Transit Authority	6.8990	01/12/40	405,000	515	1.22
New Jersey Transportation Trust Fund Authority	5.7540	15/12/28	120,000	128	0.30
State of Wisconsin	3.1540	01/05/27	85,000	86	0.20
				729	1.72
Total Municipal Bonds				729	1.72
Total Bonds				41,759	98.55
Total Transferable securities and money market instruments admitted to an official exchange listing or dealt on another regulated market				41,759	98.55
Derivatives nil					
Future contracts nil					
Future		Maturity	Notional	Unrealised Gains/(Losses) US\$'000	Total Net Assets %
CBT US 2 Year Note		29/09/17	1	-	-
Unrealised losses on future contracts				-	-
Unrealised losses on derivatives				-	-
Total investments				41,759	98.55
Other net assets				614	1.45
Total net assets				42,373	100.00

US Dollar Credit Bond

For the year ended 30 June 2017

Performance

For the year ended 30 June 2017, the value of the US Dollar Credit Bond - A Accumulation shares increased by 2.21% compared to an increase of 1.84% for the benchmark Bloomberg Barclays US Credit Index.

Source: Aberdeen Asset Management and Lipper. Basis: total return, published NAV to NAV, net of annual charges, gross income reinvested, USD.

Please remember that past performance is not a guide to future returns. The price of shares and the revenue from them may fall as well as rise. Investors may not get back the amount originally invested

Market review

The US fixed-income market, as measured by the Bloomberg Barclays U.S. Aggregate Bond Index, recorded a modest loss over the 12-month period ended 30 June 2017. The reporting period was marked by numerous stretches of volatility in global financial markets in response to central bank monetary policy moves and political developments, most notably presidential elections in the US and France. US Treasury yields moved sharply higher during the reporting period in response to the US Federal Reserve's (Fed) monetary policy tightening and generally positive economic data reports. Yields on the two, three, five, and ten year notes rose by corresponding margins of 80, 84, 88 and 82 basis points (bps), ending the period at 1.38%, 1.55%, 1.89% and 2.31%, respectively. Consequently, the two to ten year curve was virtually flat, widening by 2 bps to +93 bps over the 12-month period.

The Fed raised the federal funds rate in three 25 bps increments in December 2016, and March and June 2017, to a range of 1.00% to 1.25% by the end of the review period. Following its meeting in mid-June, the Fed noted that "the labour market has continued to strengthen and economic activity has been rising moderately so far this year" and commented that it expects to begin a balance sheet normalization program some time this year if the economy "evolves broadly as anticipated." US economic growth was relatively uneven over the reporting period. GDP increased at annualised rates of 1.4%, 3.5%, 2.1% and 1.4% for the second, third and fourth quarters of 2016 and the first quarter of 2017, respectively. US payrolls grew by a monthly average of 173,000 over the 12-month period, and the unemployment rate declined 0.5 percentage point to 4.4%. The labour force participation rate was virtually unchanged at 62.8%. Additionally, average hourly earnings rose 2.5% over the review period, outpacing the core inflation rate of 1.7%, but slightly trailing the 2.6% rise from June 2015 to June 2016.

Portfolio review

The Fund outperformed its benchmark, the Bloomberg Barclays U.S. Credit Index, during the 12-month period ended 30 June 2017. The outperformance was driven by the Fund's overweights in the industrial and financial sectors. Within industrials, security selection and an overweight in the energy sector relative to the benchmark was the key driver. Within the financial sector, domestic banks were the primary drivers of the Fund's outperformance, particularly holdings in Perrigo, a pharmaceutical company, in addition to Phillips 66 Partners, an oil and gas exploration and production company. Partially offsetting these contributors to performance were positions in auto manufacturers Ford and Honda, along with the holding in Cenovus, a Canada-based oil and gas exploration and production company. The Fund's underweight allocations to the government-related sectors also contributed to the outperformance for the reporting period.

At the end of the period on 30 June 2017, the Fund's duration stood at 7.18 years, in line with that of the benchmark Bloomberg Barclays U.S. Credit Index. The Fund is overweight to the seven-to-ten year segment of the yield curve and underweight in the two-to-five year sector. We maintain an overweight to A rated securities and an underweight to BBB issues.

Outlook

The tight credit spread environment has continued for much of 2017, thereby reducing the compensation we receive to take risk. The option-adjusted spread on the Bloomberg Barclays U.S. Corporate Index ended the month at 109 bps, just 12 bps above the tight levels of June 2014. While many bonds are approaching our spread targets, we continue to find what we believe are attractive opportunities by adhering to our bottom-up security selection process. We have not revised our spread targets in the current market environment and will do so only if there is a change to the fundamentals which impacts a specific bond. We intend to maintain our defensive portfolio positioning if spreads remain tight.

North American Fixed Income Team

July 2017

US Dollar Credit Bond

Statement of Net Assets

As at 30 June 2017

	Notes	US\$'000
Assets		
Investments in securities at market value	2.2	14,326
Cash at bank		29
Amounts held at futures clearing houses and brokers		90
Interest receivable		141
Receivable for investments sold		379
Unrealised gains on forward currency exchange contracts	2.6	74
Total assets		15,039
Liabilities		
Payable for investments purchased		376
Taxes and expenses payable		8
Unrealised losses on future contracts	2.7	2
Other liabilities		81
Total liabilities		467
Net assets at the end of the year		14,572

Statement of Changes in Net Assets

For the year from 1 July 2016 to 30 June 2017

	Notes	US\$'000
Net assets at the beginning of the year		10,878
Net gains from investments		357
Net realised gains		384
Net unrealised losses		(21)
Proceeds from shares issued		3,088
Net equalisation received	10	43
Dividends paid	5	(157)
Net assets at the end of the year		14,572

Statement of Operations

For the year from 1 July 2016 to 30 June 2017

	Notes	US\$'000
Income		
Investment income	2.3	436
Total income		436
Expenses		
Management fees	4.2	50
Operating, administrative and servicing fees	4.3	29
Total expenses		79
Net gains from investments		357
Realised gains on investments		245
Realised losses on future contracts		(33)
Realised gains on forward currency exchange contracts		149
Realised currency exchange gains		23
Net realised gains		384
Decrease in unrealised appreciation on investments		(197)
Decrease in unrealised depreciation on forward currency exchange contracts		130
Decrease in unrealised depreciation on future contracts		46
Net unrealised losses		(21)
Net increase in assets as a result of operations		720

Share Transactions

For the year from 1 July 2016 to 30 June 2017

	A-2	I-2	I(EUR)-1 [^]	X-2	Z-2
Shares outstanding at the beginning of the year	200,000	200,000	200,000	200,000	200,000
Shares issued during the year	-	-	295,860	-	-
Shares redeemed during the year	-	-	-	-	-
Shares outstanding at the end of the year	200,000	200,000	495,860	200,000	200,000
Net asset value per share	10.8841	10.9530	10.2771	10.9467	11.0164

[^] Base currency exposure share class.

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

US Dollar Credit Bond

Portfolio Statement

As at 30 June 2017

Security	Coupon (%)	Maturity	Nominal / Quantity	Market Value US\$'000	Total Net Assets %
Transferable securities and money market instruments admitted to an official exchange listing or dealt on another regulated market					98.31%
Bonds 98.31%					
Corporate Bonds 94.14%					
Australia 5.32%					
Australia & New Zealand Banking	2.6250	19/05/22	250,000	250	1.71
National Australia Bank	2.5000	22/05/22	250,000	249	1.71
Westpac Banking	2.5000	28/06/22	140,000	139	0.96
Westpac Banking	VAR	23/11/31	133,000	137	0.94
				775	5.32
Belgium 0.92%					
Anheuser-Busch InBev Finance	3.6500	01/02/26	80,000	83	0.57
Anheuser-Busch InBev Finance	4.9000	01/02/46	45,000	51	0.35
				134	0.92
Canada 2.74%					
Canadian Imperial Bank of Commerce	2.5500	16/06/22	176,000	175	1.20
Canadian Natural Resources	3.8000	15/04/24	52,000	53	0.36
Canadian Natural Resources	6.2500	15/03/38	40,000	47	0.32
Cenovus Energy	5.4000	15/06/47	70,000	66	0.45
Cenovus Energy	4.2500	15/04/27	62,000	59	0.41
				400	2.74
Japan 1.39%					
Mizuho Financial	2.9530	28/02/22	200,000	202	1.39
Luxembourg 0.26%					
SES GLOBAL Americas GP	5.3000	25/03/44	40,000	37	0.26
Netherlands 3.19%					
Cooperatieve Rabobank	3.9500	09/11/22	250,000	261	1.79
ING Groep	3.1500	29/03/22	200,000	204	1.40
				465	3.19
Switzerland 2.26%					
Glencore Funding	4.0000	16/04/25	125,000	125	0.86
UBS Funding Jersey	2.9500	24/09/20	200,000	204	1.40
				329	2.26
United Kingdom 4.18%					
Barclays	4.8360	09/05/28	200,000	204	1.40
BAT International Finance	3.9500	15/06/25	115,000	120	0.82
HSBC	VAR	13/03/23	200,000	204	1.40
WPP Finance 2010	5.6250	15/11/43	70,000	81	0.56
				609	4.18

US Dollar Credit Bond

Security	Coupon (%)	Maturity	Nominal / Quantity	Market Value US\$'000	Total Net Assets %
United States 73.88%					
AbbVie	3.6000	14/05/25	140,000	143	0.98
Actavis Funding	3.8000	15/03/25	125,000	130	0.89
Alexandria Real Estate Equities	3.9500	15/01/27	68,000	69	0.48
Alexandria Real Estate Equities	3.9500	15/01/28	65,000	66	0.45
Alexandria Real Estate Equities	4.3000	15/01/26	15,000	16	0.11
Alphabet	1.9980	15/08/26	125,000	117	0.80
Altera	4.1000	15/11/23	50,000	54	0.37
American Equity Investment Life	5.0000	15/06/27	135,000	139	0.96
American International	4.1250	15/02/24	54,000	57	0.39
American International	3.9000	01/04/26	55,000	56	0.39
Amgen	4.4000	01/05/45	80,000	83	0.57
Anadarko Petroleum	5.5500	15/03/26	22,000	25	0.17
Anadarko Petroleum	6.6000	15/03/46	15,000	19	0.13
Appalachian Power	4.4500	01/06/45	65,000	70	0.48
Apple	4.6500	23/02/46	90,000	101	0.69
Apple	3.0000	20/06/27	50,000	50	0.34
Apple	2.8500	11/05/24	40,000	40	0.28
Athene Global Funding (EMTN)	4.0000	25/01/22	136,000	141	0.97
AT&T	5.2500	01/03/37	155,000	166	1.14
AutoNation	4.5000	01/10/25	95,000	99	0.68
Bank of America	4.1000	24/07/23	183,000	194	1.33
Bank of America (MTN)	2.5030	21/10/22	80,000	79	0.54
Bank of America (MTN)	3.2480	21/10/27	80,000	77	0.53
Bank of New York Mellon	VAR	PERP	93,000	94	0.65
BlackRock	3.2000	15/03/27	140,000	142	0.97
Brighthouse Financial	3.7000	22/06/27	90,000	89	0.61
Brighthouse Financial	4.7000	22/06/47	44,000	44	0.30
Broadcom Cayman Finance	3.6250	15/01/24	90,000	92	0.63
Broadcom Cayman Finance	3.8750	15/01/27	50,000	51	0.35
Buckeye	4.3500	15/10/24	65,000	67	0.46
Buckeye	5.8500	15/11/43	40,000	43	0.30
Buckeye	3.9500	01/12/26	8,000	8	0.05
Cardinal Health	4.9000	15/09/45	50,000	55	0.38
Cardinal Health	4.3680	15/06/47	8,000	8	0.06
CBS	3.7000	15/08/24	76,000	78	0.54
Citizens Financial	VAR	29/06/23	200,000	206	1.41
Crown Castle International	3.7000	15/06/26	75,000	76	0.52
Crown Castle International	4.7500	15/05/47	45,000	46	0.32
CVS Health	3.8750	20/07/25	115,000	120	0.82
Delta Air Lines	3.6250	15/03/22	70,000	72	0.49
Dominion Energy	2.5790	01/07/20	86,000	87	0.59
Dominion Resources	VAR	01/07/19	20,000	20	0.14
Energy Transfer Partners	4.0500	15/03/25	90,000	91	0.62
Energy Transfer Partners	5.2000	01/02/22	60,000	65	0.44
Energy Transfer Partners	4.2000	15/04/27	44,000	44	0.30
Entergy	5.1250	15/09/20	44,000	47	0.33
E*TRADE Financial	4.6250	15/09/23	75,000	78	0.54
Exelon	5.1000	15/06/45	57,000	64	0.44
Express Scripts	4.8000	15/07/46	65,000	66	0.46

US Dollar Credit Bond

Security	Coupon (%)	Maturity	Nominal / Quantity	Market Value US\$'000	Total Net Assets %
Express Scripts	6.1250	15/11/41	19,000	22	0.15
Fidelity National Information Services	5.0000	15/10/25	75,000	84	0.58
Ford Motor	4.7500	15/01/43	30,000	29	0.20
General Electric	4.5000	11/03/44	45,000	50	0.34
General Motors	6.7500	01/04/46	39,000	46	0.32
Georgia Power	3.2500	30/03/27	118,000	118	0.81
Gilead Sciences	4.7500	01/03/46	45,000	50	0.34
Goldman Sachs	VAR	05/06/28	175,000	176	1.21
Goldman Sachs	3.5000	16/11/26	125,000	124	0.85
Goldman Sachs	3.0000	26/04/22	45,000	45	0.31
Goldman Sachs Capital III	FRN	PERP	95,000	82	0.56
Hartford Financial Services	6.6250	30/03/40	50,000	68	0.47
Healthcare Trust of America	3.7500	01/07/27	55,000	54	0.37
Home Depot	4.4000	15/03/45	70,000	77	0.53
HSBC Finance	6.6760	15/01/21	185,000	210	1.42
Ingersoll-Rand Luxembourg Finance	4.6500	01/11/44	46,000	50	0.34
Intel	2.8750	11/05/24	65,000	65	0.45
Intel	4.9000	29/07/45	25,000	29	0.20
International Paper	5.1500	15/05/46	85,000	95	0.65
JPMorgan Chase	VAR	01/02/28	186,000	190	1.31
JPMorgan Chase	VAR	PERP	110,000	119	0.81
Kaiser Foundation Hospitals	4.1500	01/05/47	60,000	62	0.43
Kansas City Power & Light	4.2000	15/06/47	60,000	61	0.42
Kimberly-Clark	3.2000	30/07/46	60,000	55	0.38
Kimco Realty	3.8000	01/04/27	70,000	70	0.48
Kinder Morgan	5.0500	15/02/46	20,000	20	0.14
Kinder Morgan Energy	3.5000	01/09/23	79,000	80	0.55
Kraft Heinz Foods	5.2000	15/07/45	35,000	38	0.26
Kroger	3.8750	15/10/46	50,000	44	0.30
Laboratory of America	3.6000	01/02/25	125,000	127	0.87
Lowe's	4.0500	03/05/47	44,000	45	0.31
LYB International Finance	4.8750	15/03/44	45,000	48	0.33
Medtronic	4.6250	15/03/45	50,000	56	0.39
Microsoft	4.0000	12/02/55	75,000	76	0.52
Microsoft	2.8750	06/02/24	35,000	36	0.24
Monsanto	4.4000	15/07/44	65,000	66	0.46
Morgan Stanley	3.7500	25/02/23	100,000	104	0.71
Morgan Stanley	4.3750	22/01/47	35,000	37	0.25
Morgan Stanley (MTN)	4.3500	08/09/26	162,000	169	1.16
MPLX	4.8750	01/12/24	80,000	85	0.59
MPLX	4.0000	15/02/25	43,000	43	0.30
Mylan	3.9500	15/06/26	110,000	112	0.77
NBC Universal Media	4.4500	15/01/43	50,000	53	0.37
Newell Brands	5.5000	01/04/46	46,000	56	0.38
NextEra Energy Capital	3.5500	01/05/27	100,000	102	0.70
NIKE	3.8750	01/11/45	80,000	81	0.55
Oglethorpe Power	5.2500	01/09/50	35,000	38	0.26
Ohio Power	5.8500	01/10/35	55,000	66	0.45

US Dollar Credit Bond

Security	Coupon (%)	Maturity	Nominal / Quantity	Market Value US\$'000	Total Net Assets %
Omnicom	3.6000	15/04/26	62,000	62	0.43
Oncor Electric Delivery	3.7500	01/04/45	50,000	49	0.34
ONEOK	4.2500	01/02/22	115,000	119	0.82
Parker-Hannifin	4.1000	01/03/47	60,000	63	0.43
PepsiCo	3.4500	06/10/46	45,000	42	0.29
Pfizer	4.1250	15/12/46	27,000	29	0.20
Phillips 66 Partners	4.6800	15/02/45	100,000	96	0.66
Premier Health	2.9110	15/11/26	49,000	46	0.32
Progressive	4.1250	15/04/47	80,000	84	0.57
Public Service Company of New Hampshire	3.5000	01/11/23	103,000	108	0.74
Public Service Enterprise	2.0000	15/11/21	100,000	98	0.67
QUALCOMM	2.6000	30/01/23	41,000	41	0.28
Quest Diagnostics	4.7000	30/03/45	80,000	84	0.58
Raymond James Financial	5.6250	01/04/24	65,000	74	0.51
Raymond James Financial	4.9500	15/07/46	50,000	54	0.37
Rochester Gas & Electric	3.1000	01/06/27	80,000	80	0.55
Schlumberger	4.0000	21/12/25	75,000	79	0.54
Sherwin-Williams	4.5000	01/06/47	35,000	37	0.25
Sherwin-Williams	3.1250	01/06/24	28,000	28	0.19
Southern California Gas	4.4500	15/03/44	85,000	93	0.64
Southern Power	4.9500	15/12/46	76,000	79	0.54
Southwestern Public Service	6.0000	01/10/36	50,000	62	0.42
SunTrust Bank	2.7000	27/01/22	137,000	137	0.94
Synchrony Financial	4.2500	15/08/24	95,000	97	0.67
Texas Instruments	2.6250	15/05/24	71,000	71	0.49
Texas Instruments	2.2500	01/05/23	70,000	69	0.47
Time Warner	7.5700	01/02/24	40,000	50	0.34
Time Warner Entertainment	8.3750	15/03/23	16,000	20	0.14
Toyota Motor Credit	1.9000	08/04/21	110,000	109	0.75
United Technologies	4.1500	15/05/45	65,000	67	0.46
UnitedHealth	4.2500	15/04/47	55,000	59	0.40
US Bancorp	VAR	PERP	70,000	75	0.51
Verizon Communications	5.2500	16/03/37	165,000	178	1.22
Verizon Communications	5.1500	15/09/23	30,000	33	0.23
Wal-Mart Stores	4.3000	22/04/44	80,000	89	0.61
Walt Disney (MTN)	2.4500	04/03/22	65,000	66	0.45
Walt Disney (MTN)	1.8500	30/07/26	62,000	57	0.39
Walt Disney (MTN)	7.5500	15/07/93	45,000	54	0.37
Wells Fargo	3.0690	24/01/23	215,000	219	1.49
Wells Fargo	3.0000	23/10/26	54,000	53	0.36
Wells Fargo (MTN)	VAR	22/05/28	135,000	137	0.94
Western Gas Partners	4.6500	01/07/26	47,000	48	0.33
Williams Partners	5.1000	15/09/45	75,000	78	0.54
21st Century Fox America	4.7500	15/11/46	35,000	38	0.26
				10,768	73.88
Total Corporate Bonds				13,719	94.14

US Dollar Credit Bond

Security	Coupon (%)	Maturity	Nominal / Quantity	Market Value US\$'000	Total Net Assets %
Government Bonds 1.98%					
United States 1.98%					
Bay Area California Toll Authority	6.7930	01/04/30	80,000	99	0.67
US Treasury	2.0000	30/04/24	85,000	84	0.58
US Treasury	1.8750	31/01/22	75,000	75	0.52
US Treasury	2.3750	15/05/27	30,000	30	0.21
				288	1.98
Total Government Bonds				288	1.98
Municipal Bonds 2.19%					
United States 2.19%					
Chicago Illinois Transit Authority	6.2000	01/12/40	70,000	85	0.58
New Jersey Transportation Trust Fund Authority	5.7540	15/12/28	55,000	58	0.40
North Texas Tollway Authority	8.9100	01/02/30	65,000	75	0.51
State of California	7.5500	01/04/39	40,000	61	0.42
State of Wisconsin	3.1540	01/05/27	40,000	40	0.28
				319	2.19
Total Municipal Bonds				319	2.19
Total Bonds				14,326	98.31
Total Transferable securities and money market instruments admitted to an official exchange listing or dealt on another regulated market				14,326	98.31
Derivatives 0.49%					
Future contracts (0.01%)					
Future		Maturity	Notional	Unrealised Gains/(Losses) US\$'000	Total Net Assets %
CBT US Long Bond		20/09/17	2	(1)	(0.01)
CBT US Ultra Bond		20/09/17	(3)	(9)	(0.05)
CBT US 10 Year Note		20/09/17	(6)	3	0.02
CBT US 10 Year Ultra		20/09/17	(8)	6	0.04
CBT US 2 Year Note		29/09/17	8	(3)	(0.02)
CBT US 5 Year Note		29/09/17	(5)	2	0.01
Unrealised losses on future contracts				(2)	(0.01)

US Dollar Credit Bond

Forward currency exchange contracts 0.50%

Counterparty	Buy	Sell	Settlement	Buy Amount	Sell Amount	Unrealised Gains/(Losses) US\$'000	Total Net Assets %
BNP Paribas	EUR	USD	15/09/17	5,174,314	5,851,689	74	0.50
BNP Paribas	EUR	USD	15/09/17	29,382	32,916	1	-
BNP Paribas	USD	EUR	15/09/17	39,427	35,001	(1)	-
Unrealised gains on forward currency exchange contracts						74	0.50
Unrealised gains on derivatives						72	0.49
Total investments						14,398	98.80
Other net assets						174	1.20
Total net assets						14,572	100.00

Currently forward positions are not collateralised.

US Dollar High Yield Bond

For the year ended 30 June 2017

Performance

For the year ended 30 June 2017, the value of US Dollar High Yield Bond - I Accumulation shares increased by 12.20% compared to an increase of 12.75% for the benchmark Bank of America Merrill Lynch US High Yield Master II Index.

Source: Aberdeen Asset Management and BNP Paribas. Basis: total return, special month end price NAV to NAV, gross of fees, USD.

Please remember that past performance is not a guide to future returns. The price of shares and the revenue from them may fall as well as rise. Investors may not get back the amount originally invested.

Market review

The US high-yield market gained ground over the 12-month period ended 30 June 2017. The benchmark BofA ML U.S. High Yield Master II Index climbed 12.75% for the period, significantly outdistancing the 2.33% return of the BofA ML U.S. Corporate Master Index, the US investment-grade corporate market benchmark. All sectors within the BofA ML U.S. High Yield Master II Index garnered positive returns for the review period. The basic industry, financial services and telecommunications sectors were the strongest performers. While the consumer cyclical, consumer non-cyclical and utility sectors recorded positive returns for the reporting period, they significantly lagged the performance of the overall market. Among the credit rating categories, CCC, B and BB rated issues gained 22.09%, 12.60% and 11.15%, respectively, for the review period. US Treasury yields moved higher across the curve during the period. Yields on the two, three, five and ten year notes rose by corresponding margins of 80, 84, 88 and 82 basis points (bps), ending the period at 1.38%, 1.55%, 1.89% and 2.31%, respectively. Consequently, the two to ten year curve was virtually flat, widening by 2 bps to +93 bps over the 12-month period.

The Federal Reserve (Fed) raised the federal funds rate in three 25 bps increments in December 2016, and March and June 2017, to a range of 1.00% to 1.25% by the end of the review period. Following its meeting in mid-June, the Fed noted that "the labour market has continued to strengthen and...economic activity has been rising moderately so far this year" and commented that it expects to begin a balance sheet normalization program some time this year if the economy "evolves broadly as anticipated." US economic growth was relatively uneven over the reporting period. GDP increased at annualised rates of 1.4%, 3.5%, 2.1% and 1.4% for the second, third, and fourth quarters of 2016 and the first quarter of 2017, respectively. US payrolls grew by a monthly average of 173,000 over the 12 month period, and the unemployment rate declined 0.5 percentage point to 4.4%. The labour force participation rate was virtually unchanged at 62.8%. Additionally, average hourly earnings rose 2.5% over the review period, outpacing the core inflation rate of 1.7%, but slightly trailing the 2.6% rise from June 2015 to June 2016.

During the 12 month period, the US high yield par-weighted default rate declined 324 bps to 2.24%, below its 4.21% historical average. New issuance averaged US\$17.5 billion per month over the period, surpassing the historical monthly average of US\$8.8 billion.

Portfolio review

The Fund's underperformance versus the benchmark BofA ML U.S. High Yield Constrained Index for the 12-month period ended June 30, 2017, was attributable largely to a heavy cash position during the year (averaging roughly 9% of net assets) and a slight overweight to consumer-related sectors. We maintained the above-average cash allocation in an effort to minimise trading costs given the lack of volatility in the US high yield market over the quarter and because transaction costs are unavoidable. On the positive side, fund performance for the review period was bolstered by security selection in telecommunications, as well as underweight positions relative to the benchmark in the healthcare and consumer cyclical sectors. We did not make any significant changes to the portfolio as we were comfortable with the Fund's positioning over the period. We seek to align the Fund's beta with that of the benchmark BofA ML U.S. High Yield Master II Index and to add alpha through security selection.

Outlook

The outlook for the US high yield market has not changed much over the last 12 months. We believe that fundamentals are in reasonable shape for the vast majority of the issuers and continued low volatility will lead to coupon-like returns. Unlike last year, when the energy and metals/mining sectors were still recovering from the plunge in oil and commodity prices, there are no sectors that are trading dramatically wider than the average market participant. Removing this potential driver of strong returns via capital appreciation further bolsters our confidence that the majority of the potential returns over the next 12 months will be derived from coupon income. The overall market valuation is rich (in spread terms) to its historical average and certainly could widen. We continue to believe that the catalyst for a widening event is much more likely to come from outside of the high yield market in the form of a "risk-off" trade across all markets.

US High Yield Team

July 2017

US Dollar High Yield Bond

Statement of Net Assets

As at 30 June 2017

	Notes	US\$'000
Assets		
Investments in securities at market value	2.2	17,086
Cash at bank		1,288
Interest receivable		280
Subscriptions receivable		3
Total assets		18,657
Liabilities		
Payable for investments purchased		46
Taxes and expenses payable		19
Redemptions payable		8
Unrealised losses on forward currency exchange contracts	2.6	1
Other liabilities		30
Total liabilities		104
Net assets at the end of the year		18,553

Statement of Changes in Net Assets

For the year from 1 July 2016 to 30 June 2017

	Notes	US\$'000
Net assets at the beginning of the year		46,105
Net gains from investments		1,476
Net realised losses		(2,226)
Net unrealised gains		3,622
Proceeds from shares issued		18,826
Payments for shares redeemed		(48,488)
Net equalisation paid	10	(625)
Dividends paid	5	(137)
Net assets at the end of the year		18,553

Statement of Operations

For the year from 1 July 2016 to 30 June 2017

	Notes	US\$'000
Income		
Investment income	2.3	1,763
Bank interest		11
Total income		1,774
Expenses		
Management fees	4.2	240
Operating, administrative and servicing fees	4.3	57
Other operational expenses		1
Total expenses		298
Net gains from investments		1,476
Realised losses on investments		(1,986)
Realised losses on forward currency exchange contracts		(431)
Realised gains on swap contracts		231
Realised currency exchange losses		(40)
Net realised losses		(2,226)
Decrease in unrealised depreciation on investments		3,495
Decrease in unrealised depreciation on forward currency exchange contracts		258
Decrease in unrealised appreciation on swap contracts		(131)
Net unrealised gains		3,622
Net increase in assets as a result of operations		2,872

US Dollar High Yield Bond

Share Transactions

For the year from 1 July 2016 to 30 June 2017

	A-1	A-2	A(EUR)-2 [^]	I-1	I-2	I(EUR)-2 [^]
Shares outstanding at the beginning of the year	225,684	508,142	304,895	216,089	623,759	256,103
Shares issued during the year	24,623	23,741	79,314	41,609	547,374	43,865
Shares redeemed during the year	(49,125)	(118,184)	(324,857)	(216,820)	(845,966)	(274,415)
Shares outstanding at the end of the year	201,182	413,699	59,352	40,878	325,167	25,553
Net asset value per share	9.3933	10.2003	10.3233	9.0703	29.1741	33.2302

	X-1	Z-2
Shares outstanding at the beginning of the year	100,878	815,319
Shares issued during the year	194	70,103
Shares redeemed during the year	(25,503)	(863,995)
Shares outstanding at the end of the year	75,569	21,427
Net asset value per share	8.8519	11.6782

[^] Base currency exposure share class.

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

US Dollar High Yield Bond

Portfolio Statement

As at 30 June 2017

Security	Coupon (%)	Maturity	Nominal / Quantity	Market Value US\$'000	Total Net Assets %
Transferable securities and money market instruments admitted to an official exchange listing or dealt on another regulated market 92.09%					
Bonds 92.09%					
Corporate Bonds 92.09%					
Australia 0.17%					
FMG Resources August 2006	4.7500	15/05/22	32,000	32	0.17
Brazil 1.15%					
JBS Finance	5.7500	15/06/25	225,000	213	1.15
Canada 2.90%					
Bombardier	5.7500	15/03/22	52,000	52	0.28
Gateway Casinos & Entertainment	8.2500	01/03/24	85,000	89	0.48
GFL Environmental	5.6250	01/05/22	102,000	105	0.56
MEG Energy	6.3750	30/01/23	184,000	143	0.77
MEG Energy	6.5000	15/01/25	65,000	59	0.32
Taseko Mines	8.7500	15/06/22	91,000	91	0.49
				539	2.90
France 1.17%					
Numericable	7.3750	01/05/26	200,000	218	1.17
Netherlands 2.12%					
Constellium	6.6250	01/03/25	250,000	240	1.29
Ziggo Secured Finance	5.5000	15/01/27	150,000	154	0.83
				394	2.12
United Kingdom 4.60%					
Ashtead Capital	5.6250	01/10/24	170,000	184	0.99
Inmarsat Finance	4.8750	15/05/22	175,000	179	0.96
Lloyds Bank (EMTN)	VAR	PERP	115,000	281	1.51
Royal Bank of Scotland	5.1250	28/05/24	100,000	105	0.57
Royal Bank of Scotland	VAR	PERP	85,000	105	0.57
				854	4.60
United States 79.98%					
Aircastle	7.6250	15/04/20	140,000	159	0.86
Airxcel	8.5000	15/02/22	66,000	70	0.38
Albertson's	6.6250	15/06/24	23,000	23	0.12
American Axle & Manufacturing	6.2500	01/04/25	68,000	66	0.36
AmeriGas Finance	5.8750	20/08/26	137,000	141	0.76
Avis Budget Car Rental	6.3750	01/04/24	218,000	219	1.18
Bank of America	VAR	PERP	260,000	283	1.53
Belden	5.2500	15/07/24	175,000	182	0.98
Blue Racer Finance	6.1250	15/11/22	118,000	119	0.64
Boyd Gaming	6.8750	15/05/23	110,000	118	0.64
CalAtlantic	5.2500	01/06/26	158,000	165	0.89

US Dollar High Yield Bond

Security	Coupon (%)	Maturity	Nominal / Quantity	Market Value US\$'000	Total Net Assets %
Callon Petroleum	6.1250	01/10/24	32,000	33	0.18
Calpine	5.7500	15/01/25	165,000	156	0.84
Carrizo Oil & Gas	7.5000	15/09/20	185,000	189	1.02
Carrizo Oil & Gas	6.2500	15/04/23	85,000	82	0.44
CCO Capital	5.7500	15/02/26	275,000	295	1.59
Cengage Learning	9.5000	15/06/24	150,000	134	0.72
CenturyLink	7.5000	01/04/24	222,000	244	1.31
Cheniere Corpus Christi	5.8750	31/03/25	277,000	296	1.60
Citgo	10.7500	15/02/20	175,000	191	1.03
Cogent Communications	5.3750	01/03/22	180,000	190	1.02
Compass Minerals International	4.8750	15/07/24	99,000	98	0.53
Continental Resources	3.8000	01/06/24	182,000	168	0.90
CSC	10.8750	15/10/25	310,000	373	2.02
CSVC Acquisition	7.7500	15/06/25	205,000	210	1.13
Dana	6.0000	15/09/23	110,000	115	0.62
Dynegy	7.6250	01/11/24	210,000	205	1.10
EMI Music Publishing	7.6250	15/06/24	111,000	124	0.67
Endo Finance	6.0000	15/07/23	259,000	219	1.18
Equinix	5.8750	15/01/26	175,000	191	1.03
First Data	5.0000	15/01/24	240,000	248	1.34
Freeport-McMoRan	3.5500	01/03/22	270,000	254	1.37
Fresh Market	9.7500	01/05/23	120,000	101	0.54
Frontier Communications	10.5000	15/09/22	147,000	141	0.76
Goodyear Tire & Rubber	5.0000	31/05/26	126,000	131	0.70
Grinding Media	7.3750	15/12/23	22,000	24	0.13
Hardwoods Acquisition	7.5000	01/08/21	210,000	188	1.02
HCA	5.8750	15/02/26	520,000	562	3.02
Hilcorp Energy Finance	5.0000	01/12/24	210,000	194	1.05
Hilcorp Energy Finance I	5.7500	01/10/25	40,000	38	0.20
JC Penney	5.8750	01/07/23	40,000	40	0.21
KB Home	7.0000	15/12/21	145,000	163	0.88
Kindred Healthcare	8.7500	15/01/23	135,000	142	0.77
Kratos Defense & Security Solutions	7.0000	15/05/19	162,000	166	0.89
Landry's	6.7500	15/10/24	300,000	307	1.66
Lennar	4.8750	15/12/23	179,000	191	1.03
Level 3 Financing	5.3750	01/05/25	120,000	127	0.68
Masco	6.5000	15/08/32	119,000	146	0.79
Mediacom Broadband	6.3750	01/04/23	210,000	220	1.19
Meritage Homes	7.0000	01/04/22	120,000	137	0.74
MGM Resorts International	6.6250	15/12/21	150,000	169	0.91
Nationstar Mortgage	6.5000	01/06/22	134,000	138	0.75
NCR	6.3750	15/12/23	125,000	135	0.73
Neiman Marcus	8.0000	15/10/21	130,000	72	0.39
New Enterprise Stone & Lime	10.1250	01/04/22	47,000	51	0.28
Oasis Petroleum	6.5000	01/11/21	268,000	261	1.41
Owens-Brockway Glass Container	5.3750	15/01/25	150,000	161	0.87
Park-Ohio Industries	6.6250	15/04/27	14,000	15	0.08
PBF Finance	7.0000	15/11/23	118,000	117	0.63

US Dollar High Yield Bond

Security	Coupon (%)	Maturity	Nominal / Quantity	Market Value US\$'000	Total Net Assets %
PBF Logistics Finance	6.8750	15/05/23	115,000	117	0.63
PDC Energy	6.1250	15/09/24	50,000	51	0.27
PetSmart	5.8750	01/06/25	5,000	5	0.03
Post	5.0000	15/08/26	190,000	190	1.02
Prestige Brands	6.3750	01/03/24	52,000	56	0.30
QVC	4.4500	15/02/25	230,000	227	1.23
Rite Aid	6.1250	01/04/23	155,000	153	0.82
Sanchez Energy	7.7500	15/06/21	105,000	96	0.52
Scientific Games International	7.0000	01/01/22	220,000	235	1.27
Scotts Miracle-Gro	6.0000	15/10/23	201,000	217	1.17
Sealed Air	5.5000	15/09/25	180,000	197	1.06
Sensata Technologies	5.0000	01/10/25	315,000	330	1.78
Service International	5.3750	15/05/24	220,000	233	1.26
Sinclair Television	5.8750	15/03/26	158,000	162	0.87
Sinclair Television	5.6250	01/08/24	145,000	149	0.80
Springs Industries	6.2500	01/06/21	145,000	150	0.81
Sprint	7.8750	15/09/23	30,000	35	0.19
Sprint Communications	11.5000	15/11/21	329,000	422	2.28
Steel Dynamics	5.5000	01/10/24	135,000	144	0.77
Summit Materials Finance	5.1250	01/06/25	2,000	2	0.01
Sunoco Finance	6.2500	15/04/21	117,000	123	0.66
Tenet Healthcare	8.1250	01/04/22	183,000	195	1.05
Tenet Healthcare	4.6250	15/07/24	32,000	32	0.17
TerraForm Power Operating	5.8750	01/02/23	180,000	188	1.01
THC Escrow III	4.6250	15/07/24	40,000	40	0.22
T-Mobile USA	6.5000	15/01/26	258,000	285	1.54
Triumph	5.2500	01/06/22	157,000	157	0.85
Ultra Resources	6.8750	15/04/22	128,000	127	0.69
United Rentals North America	6.1250	15/06/23	130,000	136	0.73
Valeant Pharmaceuticals	6.3750	15/10/20	90,000	88	0.47
Valeant Pharmaceuticals	5.8750	15/05/23	58,000	50	0.27
Vector	6.1250	01/02/25	120,000	125	0.67
WR Grace & Co-Conn	5.1250	01/10/21	155,000	167	0.90
XPO Logistics	6.1250	01/09/23	130,000	136	0.73
Zayo Capital	6.3750	15/05/25	110,000	119	0.64
				14,836	79.98
Total Corporate Bonds				17,086	92.09
Total Bonds				17,086	92.09
Total Transferable securities and money market instruments admitted to an official exchange listing or dealt on another regulated market				17,086	92.09

US Dollar High Yield Bond

Security	Coupon (%)	Maturity	Nominal / Quantity	Market Value US\$'000	Total Net Assets %		
Other transferable securities and money market instruments nil							
Bonds nil							
Corporate Bonds nil							
United States nil							
Momentive Performance	8.8750	15/10/20	890,000	-	-		
Total Corporate Bonds				-	-		
Total Bonds				-	-		
Total Other transferable securities and money market instruments				-	-		
Derivatives (0.01%)							
Forward currency exchange contracts (0.01%)							
Counterparty	Buy	Sell	Settlement	Buy Amount	Sell Amount	Unrealised Gains/(Losses) US\$'000	Total Net Assets %
BNP Paribas	EUR	USD	15/09/17	2,058,664	2,328,166	29	0.15
BNP Paribas	EUR	USD	15/09/17	890,353	1,006,910	13	0.07
BNP Paribas	EUR	USD	15/09/17	7,793	8,778	-	-
BNP Paribas	EUR	USD	15/09/17	4,247	4,797	-	-
BNP Paribas	USD	EUR	15/09/17	1,609,081	1,433,424	(32)	(0.18)
BNP Paribas	USD	EUR	15/09/17	45,140	40,051	(1)	-
BNP Paribas	USD	EUR	15/09/17	14,919	13,244	-	-
BNP Paribas	USD	EUR	15/09/17	11,717	10,462	-	-
BNP Paribas	USD	EUR	15/09/17	6,253	5,564	-	-
BNP Paribas	USD	EUR	15/09/17	4,510	3,984	-	-
Royal Bank of Canada	USD	GBP	14/07/17	248,812	199,000	(10)	(0.05)
Unrealised losses on forward currency exchange contracts						(1)	(0.01)
Unrealised losses on derivatives						(1)	(0.01)
Total investments				17,085			92.08
Other net assets				1,468			7.92
Total net assets				18,553			100.00

Currently forward positions are not collateralised.

US Dollar Short Term Bond

For the year ended 30 June 2017

Performance

For the year ended 30 June 2017, the value US Dollar Short Term Bond - A Accumulation shares increased by 0.41% compared to a decrease of 0.09% in the benchmark, Citigroup US World Government Bond Index 1-3 Years.

Source: Aberdeen Asset Management and Lipper. Basis: total return, published NAV to NAV, net of annual charges, gross income reinvested, USD.

Please remember that past performance is not a guide to future returns. The price of shares and the revenue from them may fall as well as rise. Investors may not get back the amount originally invested.

Market review

The reporting period was marked by numerous stretches of volatility in global financial markets in response to central bank monetary policy moves and political developments—most notably presidential elections in the US and France.

US Treasury yields moved sharply higher during the reporting period in response to the US Federal Reserve's (Fed's) monetary policy tightening and generally positive economic data reports. Yields on the two-, three- five- and ten-year notes rose by corresponding margins of 80, 84, 88 and 82 basis points (bps), ending the period at 1.38%, 1.55%, 1.89% and 2.31%, respectively. Consequently, the two- to ten-year curve was virtually flat, widening by 2 bps to +93 bps over the 12-month period.

The Fed raised the federal funds rate in three 25-bps increments in December 2016, and March and June 2017, to a range of 1.00% to 1.25% by the end of the review period. Following its meeting in mid-June, the Fed noted that "the labour market has continued to strengthen and economic activity has been rising moderately so far this year" and commented that it expects to begin a balance sheet normalization program sometime this year if the economy "evolves broadly as anticipated." US economic growth was relatively uneven over the reporting period. GDP increased at annualised rates of 1.4%, 3.5%, 2.1% and 1.4% for the second, third and fourth quarters of 2016 and the first quarter of 2017, respectively.

US payrolls grew by a monthly average of 173,000 over the 12-month period, and the unemployment rate declined 0.5 percentage point to 4.4%. The labour force participation rate was virtually unchanged at 62.8%. Additionally, average hourly earnings rose 2.5% over the review period—outpacing the core inflation rate of 1.7%, but slightly trailing the 2.6% rise from June 2015 to June 2016.

Portfolio review

Anticipated increases in the overall level of the Federal Funds rate, following their initial move in December 2015, has seen the Fund positioned short interest rate exposure (duration) throughout the reporting period. As the market moved to price a higher path of interest rates we shortened the duration of the Fund again in November last year, having allowed the duration to drift higher with the Fed seemingly on hold during the summer. However following the presidential elections there was a good deal of uncertainty around how much policy action would be required under a new presidency, so a more cautious approach was adopted as well as reducing some market exposure to the 3-5 year sector in the final quarter of 2016. The Fed

subsequently delivered on expectations in December 2016, March and June of this year. We have also continued to favour corporate bonds over sovereign debt, spreads have remained steady and the additional yield premium has continued to support performance. Within that allocation we have run circa 30% exposure to floating rate notes, which act as a hedge in yield terms, to a higher rate environment. Both the duration positioning and corporate allocation have been key drivers of the Fund's performance during the period, with the fund delivering on its return expectations both on a relative and absolute basis.

Outlook

Donald Trump's victory has significantly altered the global economic outlook. It is not clear which of Trump's campaign themes will characterise his government. Fiscal easing, largely through tax cuts and possibly infrastructure spending, should boost demand in the short to medium term – assuming his proposed policies can be pushed through Congress. However, with the economy close to full employment it is likely the Fed will need to offset some of the fiscal easing with monetary tightening. If Mr Trump pursues a protectionist agenda, the US is likely to suffer a supply shock, which will make growth/inflation trade-off less favourable. The market is pricing higher inflation and higher rates.

Economic growth of 2.2% this year is forecasted this year, with a marginal pick up to 2.4% in 2018. The weak inflation data means there are some niggling doubts around another Fed hike this year, but another move is more likely than not.

Money Markets Team

July 2017

US Dollar Short Term Bond

Statement of Net Assets

As at 30 June 2017

	Notes	US\$'000
Assets		
Investments in securities at market value	2.2	75,266
Amounts held at futures clearing houses and brokers		48
Interest receivable		310
Total assets		75,624
Liabilities		
Payable for investments purchased		166
Taxes and expenses payable		46
Redemptions payable		267
Unrealised losses on future contracts	2.7	15
Other liabilities		25
Total liabilities		519
Net assets at the end of the year		75,105

Statement of Changes in Net Assets

For the year from 1 July 2016 to 30 June 2017

	Notes	US\$'000
Net assets at the beginning of the year		107,501
Net gains from investments		682
Net realised gains		525
Net unrealised losses		(964)
Proceeds from shares issued		4,932
Payments for shares redeemed		(37,450)
Net equalisation paid	10	(75)
Dividends paid	5	(46)
Net assets at the end of the year		75,105

Statement of Operations

For the year from 1 July 2016 to 30 June 2017

	Notes	US\$'000
Income		
Investment income	2.3	1,314
Bank interest		3
Total income		1,317
Expenses		
Management fees	4.2	427
Operating, administrative and servicing fees	4.3	205
Other operational expenses		3
Total expenses		635
Net gains from investments		682
Realised gains on investments		695
Realised losses on future contracts		(170)
Net realised gains		525
Decrease in unrealised appreciation on investments		(899)
Decrease in unrealised appreciation on future contracts		(65)
Net unrealised losses		(964)
Net increase in assets as a result of operations		243

Share Transactions

For the year from 1 July 2016 to 30 June 2017

	A-1	A-2
Shares outstanding at the beginning of the year	60,533	327,035
Shares issued during the year	2,337	15,196
Shares redeemed during the year	(9,855)	(118,063)
Shares outstanding at the end of the year	53,015	224,168
Net asset value per share	103.4934	310.5645

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

US Dollar Short Term Bond

Portfolio Statement

As at 30 June 2017

Security	Coupon (%)	Maturity	Nominal / Quantity	Market Value US\$'000	Total Net Assets %
Transferable securities and money market instruments admitted to an official exchange listing or dealt on another regulated market 97.79%					
Bonds 97.79%					
Corporate Bonds 90.52%					
Australia 9.34%					
Australia & New Zealand Banking (EMTN)	FRN	16/11/18	1,500,000	1,512	2.01
Commonwealth Bank of Australia	1.7500	02/11/18	1,000,000	1,001	1.33
Macquarie Bank (EMTN)	1.6000	27/10/17	1,500,000	1,500	2.00
Suncorp Metway	2.3500	27/04/20	1,000,000	998	1.33
Westpac Banking	1.5500	25/05/18	1,500,000	1,501	2.00
Westpac Banking	FRN	19/08/19	500,000	502	0.67
				7,014	9.34
Canada 4.18%					
Bank of Montreal (MTN)	1.5000	18/07/19	633,000	627	0.84
Royal Bank of Canada	1.6250	15/04/19	1,000,000	996	1.33
Toronto-Dominion Bank (MTN)	FRN	22/01/19	1,500,000	1,515	2.01
				3,138	4.18
Denmark 0.67%					
Danske Bank	FRN	06/09/19	500,000	502	0.67
France 5.69%					
Banque Federative du Credit Mutuel (EMTN)	2.0000	12/04/19	270,000	270	0.36
Dexia Credit Local	1.8750	28/03/19	1,500,000	1,498	1.99
Dexia Credit Local	FRN	23/03/18	1,000,000	1,003	1.34
Engie	1.6250	10/10/17	1,500,000	1,499	2.00
				4,270	5.69
Germany 4.42%					
Bayer US Finance	1.5000	06/10/17	667,000	667	0.89
BMW US Capital	1.5000	11/04/19	600,000	598	0.80
Daimler Finance North America	1.6000	03/08/17	750,000	750	1.00
Erste Abwicklungsanstalt (EMTN)	FRN	29/01/18	1,000,000	1,001	1.33
Siemens Financieringsmaatschappij	FRN	16/03/20	300,000	301	0.40
				3,317	4.42
Hong Kong 1.33%					
Hutchison Whampoa International 14	1.6250	31/10/17	1,000,000	998	1.33
Israel 1.06%					
Teva Pharmaceutical	1.7000	19/07/19	800,000	793	1.06
Japan 5.49%					
Bank of Tokyo-Mitsubishi	1.4500	08/09/17	1,500,000	1,501	2.00
Mitsubishi Trust & Banking	1.6000	16/10/17	1,250,000	1,250	1.66
Sumitomo Mitsui Banking Corporation	FRN	23/07/18	1,000,000	1,005	1.34
Sumitomo Mitsui Banking Corporation	2.4500	16/01/20	367,000	369	0.49
				4,125	5.49

US Dollar Short Term Bond

Security	Coupon (%)	Maturity	Nominal / Quantity	Market Value US\$'000	Total Net Assets %
Netherlands 4.01%					
ABN AMRO Bank	2.1000	18/01/19	1,000,000	1,003	1.33
ING Bank (EMTN)	2.3000	22/03/19	1,000,000	1,005	1.34
Shell International Finance	FRN	10/11/18	1,000,000	1,007	1.34
				3,015	4.01
New Zealand 2.32%					
ANZ New Zealand	2.1250	28/07/21	750,000	738	0.98
BNZ International Funding	2.3500	04/03/19	1,000,000	1,005	1.34
				1,743	2.32
Norway 1.33%					
Statoil	FRN	09/11/17	1,000,000	1,001	1.33
Sweden 3.32%					
Nordea Bank (EMTN)	1.8750	17/09/18	1,500,000	1,503	2.00
Skandinaviska Enskilda Banken	1.5000	13/09/19	1,000,000	989	1.32
				2,492	3.32
Switzerland 4.54%					
Nestle (EMTN)	1.2500	16/01/18	2,000,000	1,999	2.66
UBS	2.3750	14/08/19	1,400,000	1,413	1.88
				3,412	4.54
United Kingdom 5.06%					
BP Capital Markets	1.3750	06/11/17	1,500,000	1,499	2.00
HSBC Bank	1.5000	15/05/18	1,300,000	1,299	1.73
Standard Chartered	FRN	08/09/17	1,000,000	1,001	1.33
				3,799	5.06
United States 37.76%					
AIG Global Funding	2.1500	02/07/20	166,000	166	0.22
American Honda Finance (MTN)	2.0000	14/02/20	800,000	802	1.07
Amgen	FRN	11/05/20	750,000	753	1.00
Apple	1.0000	03/05/18	2,000,000	1,993	2.65
Berkshire Hathaway Finance	FRN	15/03/19	1,000,000	1,010	1.34
Branch Banking & Trust	2.1000	15/01/20	430,000	432	0.57
Broadcom Cayman Finance	2.3750	15/01/20	800,000	802	1.07
Cardinal Health	1.9480	14/06/19	750,000	751	1.00
Caterpillar Financial Services	1.5000	23/02/18	1,000,000	999	1.33
Cisco Systems	1.4000	20/09/19	500,000	497	0.66
Citibank	2.0000	20/03/19	700,000	703	0.94
Citibank	FRN	12/06/20	500,000	501	0.67
eBay	2.1500	05/06/20	500,000	500	0.67
eBay	2.5000	09/03/18	367,000	369	0.49
Ford Motor Credit	2.2620	28/03/19	1,000,000	1,003	1.34
General Motors Financial	2.6500	13/04/20	477,000	480	0.64
Georgia Power	2.0000	30/03/20	800,000	798	1.06

US Dollar Short Term Bond

Security	Coupon (%)	Maturity	Nominal / Quantity	Market Value US\$'000	Total Net Assets %
Goldman Sachs	FRN	25/04/19	750,000	758	1.01
International Business Machines	FRN	12/02/19	1,500,000	1,508	2.01
John Deere Capital (MTN)	1.9500	22/06/20	750,000	752	1.00
JPMorgan Chase	FRN	09/03/21	500,000	500	0.67
Metropolitan Life Global Funding I	FRN	12/06/20	700,000	701	0.93
Microsoft	1.8500	12/02/20	1,000,000	1,002	1.33
Microsoft	0.8750	15/11/17	700,000	699	0.93
Morgan Stanley	FRN	14/02/20	571,000	573	0.76
New York Life Global Funding	1.4500	15/12/17	1,000,000	1,000	1.33
Oracle	1.2000	15/10/17	2,250,000	2,249	3.00
Philip Morris International	2.0000	21/02/20	800,000	802	1.07
Phillips 66	FRN	15/04/20	480,000	481	0.64
Procter & Gamble	1.7000	03/11/21	1,000,000	988	1.31
QUALCOMM	FRN	20/05/20	294,000	295	0.39
Schlumberger	1.9000	21/12/17	1,000,000	1,001	1.33
Toyota Motor Credit	1.5500	13/07/18	1,000,000	1,002	1.33
Tyson Foods	FRN	02/06/20	500,000	502	0.67
Wells Fargo	1.7500	24/05/19	1,000,000	998	1.33
				28,370	37.76
Total Corporate Bonds				67,989	90.52
Government Bonds 7.27%					
Austria 0.77%					
Oesterreichische Kontrollbank	1.7500	24/01/20	580,000	581	0.77
France 3.34%					
Agence Francaise Development	1.6250	04/10/17	2,500,000	2,502	3.34
Germany 2.00%					
State of North Rhine-Westphalia (EMTN)	FRN	17/09/18	1,500,000	1,504	2.00
Supranational 1.16%					
Council of Europe Development Bank	1.8750	27/01/20	870,000	874	1.16
Total Government Bonds				5,461	7.27
Total Bonds				73,450	97.79
Total Transferable securities and money market instruments admitted to an official exchange listing or dealt on another regulated market				73,450	97.79

US Dollar Short Term Bond

Security	Coupon (%)	Maturity	Nominal / Quantity	Market Value US\$'000	Total Net Assets %
Other transferable securities and money market instruments 0.54%					
Bonds 0.54%					
Corporate Bonds 0.54%					
Australia 0.54%					
Suncorp-Metway (EMTN)	2.1000	03/05/19	407,000	406	0.54
Total Corporate Bonds				406	0.54
Total Bonds				406	0.54
Total Other transferable securities and money market instruments				406	0.54
Open Ended Investment Funds 1.88%					
Aberdeen Liquidity Fund (Lux) US Dollar Fund Z-2 [†]					
			1,410	1,410	1.88
Total Open Ended Investment Funds				1,410	1.88
Derivatives (0.02%)					
Future contracts (0.02%)					
Future		Maturity	Notional	Unrealised Gains/(Losses) US\$'000	Total Net Assets %
CBT US 2 Year Note		29/09/17	36	(11)	(0.02)
CBT US 5 Year Note		29/09/17	11	(4)	-
Unrealised losses on future contracts				(15)	(0.02)
Unrealised losses on derivatives				(15)	(0.02)
Total investments				75,251	100.19
Other net liabilities				(146)	(0.19)
Total net assets				75,105	100.00

[†] Managed by subsidiaries of Aberdeen Asset Management PLC.

Notes to the Financial Statements

1 PRESENTATION OF THE FINANCIAL STATEMENTS

1.1 General

Aberdeen Global II ("the Company") was incorporated under the laws of the Grand Duchy of Luxembourg on 18 February 2008 as a société anonyme and qualifies as an open-ended société d'investissement à capital variable (a "SICAV") with UCITS status (an Undertaking for Collective Investment in Transferable Securities as defined in the European Union Directive 2009/65/EC of 13 July 2009). The Company comprises various classes of shares, each relating to a separate portfolio (a "Fund") consisting of securities, mutual funds, derivatives, cash and other sundry assets and liabilities.

The Company is authorised as a UCITS under part I of the law of 17 December 2010 on undertakings for collective investments, as amended.

At 30 June 2017, the Company comprises 16 separate active funds, providing shareholders with opportunities for investment in a wide variety of markets, securities and currencies.

1.2 Presentation of financial statements

The accompanying financial statements present the assets and liabilities of the individual Funds and of the Company taken as a whole. The financial statements of each individual Fund are expressed in the currency designated in the Prospectus for that particular Fund and the combined financial statements of the Company are expressed in United States Dollars ("US\$"). The financial statements have been prepared in accordance with the format prescribed by the Luxembourg authorities for Luxembourg investment companies.

As the financial statements are produced at a valuation point that is different from the daily Net Asset Values (NAV) calculated on 30 June 2017, the NAVs shown throughout the report may differ from those advertised on 30 June 2017 for dealing in these Funds. Those NAVs may include dividend declarations effective for the distribution on 30 June 2017 and certain accounting adjustments relating to the year ended 30 June 2017.

The combined statements were calculated on the basis of aggregation of individual Fund statements with no elimination of cross-investments if any. As of 30 June 2017, there are no cross-investments within the Company.

2 ACCOUNTING POLICIES

2.1 Accounting convention

The financial statements have been prepared under the historical cost convention modified by the revaluation of investments.

2.2 Assets and portfolio securities valuation

The market value of investments has been calculated using the last available prices at close of business on 30 June 2017 quoted on stock exchanges or over-the-counter market or any other organised market on which these investments are traded or admitted for trading.

If such prices are not representative of their fair value, all such securities and all other permitted assets are valued at their fair value at which it is expected they may be resold as determined in good faith by or under the direction of the Directors.

Mortgage and other asset backed securities are independently priced using appropriate models (such as FT-IDC evaluated prices) and certain corporate bonds may be priced using indicative broker quotes.

Security Acronyms

CLN	Credit Linked Note	DIP	Default In Possession
EMTN	Euro Medium Term Note	FRESH	Floating Rate Equity Linked Subordinated Hybrid
FRN	Floating Rate Note	GMTN	Global Medium Term Note
INDX	Index Linked	PERP	Perpetual
PIK	Payment In Kind	PREF	Preference Bond
SINK	Sinking Bond	VAR	Variable Rate Note

2.3 Investment Income

Interest is accrued on a day-to-day basis. In the case of debt securities issued at discount or premium to maturity value, the total income arising on such securities, taking into account the amortisation of such discount or premium on an effective interest rate basis, is spread over the life of the security.

Interest income on bonds may be received either in cash or as a Payment in Kind ("PIK"). Where a PIK bond settles physically (either because it matures or it pays interest) the interest income is recognised as the lower of the market value and the nominal value of the settlement. In the event where there is no physical settlement, the factor change on that holding is recognised as interest income in the Statement of Operations at the point when the factor change occurs.

Dividends are accounted for on an ex-dividend basis. Interest income is stated net of irrecoverable withholding taxes, if any. Net interest received / paid on swap contracts are reflected in investment income in the Statement of Operations.

Notes to the Financial Statements

2.4 Foreign exchange

The cost of investments, income and expenses in currencies other than the Fund's relevant reporting currency have been recorded at the rate of exchange ruling at the time of the transaction. The market value of the investments and other assets and liabilities in currencies other than the relevant reporting currency has been converted at the rates of exchange ruling at 30 June 2017.

Realised and unrealised exchange differences on the revaluation of foreign currencies are taken to the Statement of Operations.

2.5 Realised gains and losses on investments

A realised investment gain and loss is the difference between the historical average cost of the investment and the sale proceeds.

2.6 Forward currency exchange contracts

Unsettled forward currency exchange contracts are valued using forward rates of exchange applicable at the balance sheet date for the remaining period until maturity. All unrealised gains and losses are recognised in the Statement of Operations. Currently forward positions are not collateralised.

2.7 Future contracts

Future contracts are valued at the exchange quoted price at close of business on 30 June 2017. Initial margin deposits are made in cash upon entering into future contracts. During the period the future contract is open, changes in the value of the contract are recognised as unrealised gains and losses by marking to market on a daily basis to reflect the market value of the contract at the end of each day's trading.

Variation margin payments are made or received, depending upon whether unrealised losses or gains are incurred. Variation margin payments are recorded in the futures margin account in the Statement of Net Assets and related movements on unrealised results are recorded in the Statement of Operations. When the contract is closed, the Fund records a realised gain or loss equal to the difference between the proceeds from (or cost of) the closing transaction and the opening transaction.

2.8 Swap contracts

Funds may enter into swap agreements such as credit default swaps, interest rate swaps, swaptions, overnight index swaps and inflation-linked swaps. Gains or losses resulting from swap contracts are recognised in the Statement of Operations and Statement of Changes in Net Assets. Swaps are valued at fair value determined at close of business on 30 June 2017 using external independent third party supplied prices as determined in good faith, pursuant to procedures established by the Board of Directors.

3 SHARE CLASS INFORMATION

3.1 General

Within each Fund, the Company is entitled to create different share classes. These are distinguished by their distribution policy or by any other criteria stipulated by the Directors. Classes suffixed with a '1' are Distribution shares and classes suffixed with a '2' are Accumulation shares. Base currency exposure classes may be available. Please refer to the Prospectus for further details. For a list of current live share classes please visit aberdeen-asset.com

The Fund's are valued at 13:00 hours Luxembourg time on each dealing day.

3.2 UK Reporting Fund Regime

UK Reporting Fund Regime Status is granted prospectively by the UK taxation authorities. It is the intention of the Board of Directors to continue to comply with the requirements of the Reporting Fund Regime for D, I, J, R, and Z shares.

Equalisation applies only to shares purchased during the distribution period (Group 2 shares). It is the average amount of income included in the purchase price of Group 2 shares.

Annually and within six months of the year end, the Manager will publish the UK Reporting Regime Report to investors for all share classes granted reporting fund status on its website (aberdeen-asset.com).

The UK Reporting Regime Report to investors for each share class can also be requested in writing by contacting Aberdeen Global Services S.A. at the Shareholder Service Centre as detailed on the back cover of this report by 31 December each year.

3.3 Switches

The following information applies to all Funds. Shares in one Fund may be exchanged or switched into Shares of the same or a different Class in another Fund or of a different Class in the same Fund, subject to the qualifications for investment being met, on any Dealing Day for the relevant Funds. Shares in the same Class may be switched between Accumulation and Distribution shares within the same Class. Investors may switch either a specific number of Shares or Shares of a specified value.

For full details on switching contact the Global Distributor, UK Distributor, Transfer Agent or aberdeen.global@aberdeen-asset.com

Notes to the Financial Statements

3.4 Dilution adjustment

Frequent subscriptions and redemptions can potentially have a dilutive effect on the Fund's NAV per share and be detrimental to the long term investors as a result of the transaction costs that are incurred by the Fund in relation to the trades undertaken by the Investment manager.

The Board of Directors' current policy through delegation to the Investment Managers' Investor Protection Committee (IPC) is normally to impose a dilution adjustment to the NAV of each Class of Shares. A dilution rate is applied whenever net subscriptions or net redemptions exceed a certain threshold determined by the Board of Directors (having considered prevailing market conditions).

The dilution adjustment is recorded in the relevant Fund's NAV and becomes part of the relevant Fund's dealing NAV.

The dilution adjustment is a percentage adjustment applied to each share class in a Fund on a dealing day determined on the basis of estimates of any dealing charges (including commission and/or other costs) and/or any bid/offer spread that the Board of Directors believes are appropriate to take into account in respect of that Fund. Such dealing charges will reflect costs and liabilities not included in the calculation of the NAV of the relevant share classes.

The net asset values as at 30 June 2017 disclosed in this report do not include any dilution adjustments and hence may differ from those published on 30 June 2017 for dealing into the Funds.

4 EXPENSES

4.1 Distribution fees

Class W shares are subject to an annual distributor fee of 1%. These fees are accrued daily and paid monthly in arrears.

4.2 Management fees

Aberdeen International Fund Managers Limited (the "Investment Manager") is entitled to receive management fees calculated on the Net Asset Value of the Funds, accrued daily.

Where a Fund invests in a collective investment which is operated or managed by the Investment Manager or an associate of the Investment Manager, no additional annual management charge will be incurred by the Fund on such an investment.

As at 30 June 2017 the following management fees were applicable:

Fund	Classes of shares (%)		
	A,C,D, E, and W	I,R,X, and Y	J
Asia Pacific Multi Asset	1.50	0.75	0.75
Asian Bond	1.20	0.70	0.50
Australian Dollar Bond	0.90	0.50	0.50
Canadian Dollar Bond	0.90	0.50	0.50
Emerging Markets Total Return Bond ^A	1.50	0.75	0.75
Euro Absolute Return Bond	1.00	0.50	0.50
Euro Corporate Bond	0.90	0.50	0.50
Euro Government Bond ^B	0.75	0.40	0.40
Euro Short Term Bond	0.50	0.25	0.25
European Convertibles Bond	1.20	0.70	0.50
Global Bond	0.90	0.50	0.50
Global Government Bond	0.90	0.50	0.50
Global High Yield Bond	1.00	0.50	0.50
US Dollar Bond	0.90	0.50	0.50
US Dollar Credit Bond	0.80	0.40	0.40
US Dollar High Yield Bond	1.25	0.70	0.65
US Dollar Short Term Bond	0.50	0.25	0.25

^A Previously named Global Sovereign Opportunities Bond. Effective 1 July 2016 the Management Fees were reduced from 1.00% to 0.75% on the I class

^B Effective 1 July 2016 the Management Fees were reduced to;

A, C, D, E, and W 0.75%

I, R, X, and Y 0.40%

J 0.40%

Class Z shares are not subject to any management fee charge.

Notes to the Financial Statements

4.3 Operating, Administrative and Servicing Expenses

Ordinary operating expenses incurred by the Aberdeen Global II will generally be paid out of the assets of the relevant Fund. To seek to protect the Shareholders from fluctuations in these expenses, the yearly total amount of these expenses to be borne by each Share Class (the "Operating, Administrative and Servicing Expenses"), is fixed at a maximum level of 0.60% of the Net Asset Value in respect of all Share Classes except Base Currency Exposure Share Classes in respect of which a fee of up to 0.10% may be charged in addition by the Investment Manager for providing currency exposure services. The level of effective Operating, Administrative and Servicing Expenses below these maximum levels may vary at the Board of Directors' discretion, as agreed with the Management Company, and different rates may apply across the Funds and Share Classes. The Board of Directors may amend the maximum fixed level of the Operating, Administrative and Servicing Expenses applicable to each Share Class at any time at their discretion upon prior notice to relevant Shareholders.

In order to pass on economies of scales achieved by those Funds reaching significant levels of assets, the following discounts to the Operating, Administrative and Servicing Expenses will be applied:

In respect of all Share Classes of a Fund reaching a level of assets of at least (USD or the equivalent in another currency):	Discount to be applied to the Operating, Administrative and Servicing Expenses (per annum):
Below 2,000,000,000	0.00%
2,000,000,000	0.01%
4,000,000,000	0.02%
6,000,000,000	0.03%
8,000,000,000	0.04%
10,000,000,000	0.05%

Provided the relevant level of asset value is reached by a Fund on the last Business Day of each month, the relevant discount will apply and be paid to that Fund in relation to that month.

Operating, Administrative and Servicing Expenses (OASE) are paid through a bank account ("the OASE account") opened at the Fund's Depository Bank in the Fund's name. Each sub-fund pays its fixed OASE to the OASE account which in turn is used to pay actual invoices. The balance of the OASE account is not reflected in the daily NAV of the Fund or in the financial statements.

Full details can be found in the Prospectus.

5 DIVIDENDS (DISTRIBUTION CLASS)

The Directors declared quarterly dividends for the Funds as listed below, for the year 1 July 2016 to 30 June 2017 to all shareholders on record on the last day of the relevant quarter (expressed in USD unless otherwise stated).

Asia Pacific Multi Asset

Date	A-1	W-1
September 2016	0.041547	0.020620
December 2016	0.021848	-
March 2017	0.033429	0.014082
June 2017	0.045519	0.026238

Asian Bond

Date	A-1
September 2016	0.786879
December 2016	0.686304
March 2017	0.748648
June 2017	0.891135

Notes to the Financial Statements

Australian Dollar Bond (expressed in AUD)

Date	A-1	X-1
September 2016	3.127105	0.036515
December 2016	3.591176	0.039801
March 2017	3.965811	0.042222
June 2017	3.598899	0.039341

Emerging Markets Total Return Bond

Date	I-1	R(GBP)-1	Z-1
September 2016	0.024383	-	0.151191
December 2016	0.017571	-	-
March 2017	0.020480	-	-
June 2017	0.019772	0.066346	-

Global High Yield Bond

Date	A-1	A(EUR)-1 [^]	E(EUR)-1	I-1
September 2016	0.122427	0.107926	0.141643	0.135586
December 2016	0.104495	0.095083	0.129084	0.117877
March 2017	0.127504	0.111845	0.155248	0.140707
June 2017	0.107531	0.090670	0.122586	0.120797

US Dollar High Yield Bond

Date	A-1	I-1	X-1
September 2016	0.098658	0.098819	0.105005
December 2016	0.084446	0.104233	0.091583
March 2017	0.126105	0.133348	0.130892
June 2017	0.090088	0.102347	0.096969

The Directors declared six monthly dividends for the Funds as listed below, for the year 1 July 2016 to 30 June 2017 to all shareholders on record on the last day of December 2016 and June 2017 (expressed in USD unless otherwise stated).

Canadian Dollar Bond (expressed in CAD)

Date	A-1	X-1
December 2016	3.900634	0.049921
June 2017	2.888843	0.041375

Euro Corporate Bond (expressed in EUR)

Date	A-1
December 2016	0.016564
June 2017	0.008657

Euro Government Bond (expressed in EUR)

Date	A-1	X-1
December 2016	-	-
June 2017	-	-

Euro Short Term Bond (expressed in EUR)

Date	A-1	X-1
December 2016	-	-
June 2017	-	-

Notes to the Financial Statements

European Convertibles Bond (expressed in EUR)

Date	I-1
December 2016	0.066024
June 2017	0.053395

Global Government Bond

Date	D(GBP)-1
December 2016	-
June 2017	-

US Dollar Bond

Date	A-1
December 2016	6.900950
June 2017	9.411861

US Dollar Credit Bond

Date	I(EUR)-1^
December 2016	0.144444
June 2017	0.143764

US Dollar Short Term Bond

Date	A-1
December 2016	0.366134
June 2017	0.474075

^ Base currency exposure share class.

6 DIRECTORS' INTERESTS

None of the Directors were materially interested in any contracts of significance subsisting with the Company either during the year or at 30 June 2017.

None of the Directors have service contracts with the Company.

7 CHANGES IN INVESTMENT PORTFOLIO

The schedule of changes in the investment portfolio is available on request from the Registered Office in Luxembourg and from the local agents listed under Management and Administration and in the Prospectus.

8 TRANSACTIONS WITH CONNECTED PERSONS

8.1 Cross Trades

During the year the Investment Manager/Adviser undertook certain sale and purchase transactions between:

- i) the Funds' portfolios; and
- ii) a) the Investment Manager; or
 - b) the Investment Adviser; or
 - c) an Aberdeen Management PLC (Aberdeen) group company; or
 - d) other funds or portfolios managed by the Investment Manager/Adviser or any Aberdeen group company.

Such transaction were carried out on an arm's length basis and were consistent with the best interests of the Company.

Transactions with connected persons outlined in the previous notes (4.1 to 4.3) have been entered into in the ordinary course of business and on normal commercial terms.

8.2 Other transactions

As at 30 June 2017, other Aberdeen Funds/Trust and mandates managed by Aberdeen Asset Management PLC held investments in the company valued at US\$1,244,083,380.

Notes to the Financial Statements

9 SOFT COMMISSION/COMMISSION SHARING

The Investment Manager has entered into soft commission/commission sharing arrangements with brokers in respect of which certain goods and services used to support investment decision making were received. The Investment Manager does not make direct payment for these services but transacts an agreed amount of business with the brokers on behalf of the Company and commission is paid on these transactions. The goods and services utilised for the Fund include research and advisory services; economic and political analysis, portfolio analysis including valuation and performance measurement, market analysis data and quotation services; computer hardware and software incidental to the above goods and services and investment related publications.

10 EQUALISATION ON THE ISSUE AND REDEMPTION OF SHARES

Equalisation is operated in connection with the issue and redemption of shares. It represents the income element included in the price for the issue and redemption of shares.

11 OVERDRAFT FACILITY

The Company has a US\$20 million intra-day uncommitted and unsecured credit line facility with Bank of America to finance short-term timing differences arising from subscriptions and redemptions. Any liability arising on this account will be recoverable from subscribers to the Company and is therefore not reflected in the financial statements of the Company.

12 PROVISIONS FOR CHINESE TAXES

There is currently uncertainty as to whether the People's Republic of China (PRC) tax authorities will impose a capital gains tax on realised gains from dealing in fixed income securities as well as in domestic shares. In light of this uncertainty and in line with current market practice, the Fund provides for a 10% contingency on realised gains from disposing or holding fixed income securities as well as domestic shares for the period between 17 November 2009, and 16 November 2014 as the Fund may be subject to withholding and other taxes imposed in the PRC. The PRC tax authorities have clarified that income tax and other tax categories are payable on capital gains arising from securities trading of QFIs on or after 17 November 2014. Any unclaimed provisions or over provision made on realised gains may later be released to form part of the relevant Fund's assets.

Any changes to the market practice or interpretation or clarification of PRC tax rules may impact this provision and may result in this provision being higher or lower than required, or deemed not to be required. The Board of Directors therefore reserves the right to amend its practice in this regard and/or this policy without prior notice at any time.

The following provisions have been recorded within Other liabilities caption of the Statement of Net Assets.

Fund Name	Currency	Provision for Realised Gain on CNY holdings
Asia Pacific Multi Asset	USD	4,112
Asian Bond	USD	11,300

13 PROVISION FOR INDONESIAN TAXES

Indonesian Corporate and Government bonds issued in the domestic market, and Indonesian Corporate bonds issued in foreign markets, are subject to a 20% capital gains tax.

The following provisions have been recorded within Other liabilities caption of the Statement of Net Assets.

Fund Name	Currency	Provision For Unrealised Gain on Indonesian Holdings
Asia Pacific Multi Asset	USD	27,105
Asian Bond	USD	92,139
Emerging Markets Total Return Bond	USD	4,819
Global High Yield Bond	USD	1,524

Notes to the Financial Statements

14 TRANSACTION CHARGES

For the year ended 30 June 2017, the Funds incurred transaction costs which have been defined as commissions and tax relating to purchase or sale of transferable securities, money market instruments, derivatives or other eligible assets as follows:

Fund	Currency	Commissions '000	Taxes '000	Total '000
Asia Pacific Multi Asset	USD	101	53	154
Asian Bond	USD	20	-	20
Australian Dollar Bond	AUD	-	-	-
Canadian Dollar Bond	CAD	-	-	-
Emerging Europe Bond	EUR	-	-	-
Emerging Markets Total Return Bond	USD	-	-	-
Euro Absolute Return Bond	EUR	1	-	1
Euro Corporate Bond	EUR	-	-	-
Euro Government Bond	EUR	14	-	14
Euro High Yield Bond	EUR	-	-	-
Euro Short Term Bond	EUR	-	-	-
European Convertibles Bond	EUR	-	-	-
Global Bond	USD	86	-	86
Global Government Bond	USD	13	-	13
Global High Yield Bond	USD	-	-	-
US Dollar Bond	USD	-	-	-
US Dollar Credit Bond	USD	1	-	1
US Dollar High Yield Bond	USD	-	-	-
US Dollar Short Term Bond	USD	1	-	1

15 WITHHOLDING TAX RECLAIMS

Withholding tax reclaims have been filed for specific countries in respect of the withholding tax applied on dividends paid during the recent years.

The decision for claiming is taken by the Board of Directors based on the analysis of costs to be borne and maximum potential amount refunded. The costs for pursuing the reclaims are borne only by the Funds potentially entitled to the refunds and recorded under Operational Expenses.

It is not possible to assess the likelihood of success of these reclaiming actions. Consequently no receivables with respect to the potential refunded amounts are booked until they are virtually certain.

Any proceeds received from these reclaiming actions will be booked in the respective Fund's net asset values.

16 FUTURE EXPOSURE

The following Funds have open future contracts with total commitments as follows:

Fund	Currency	Fund Exposure '000
Asia Pacific Multi Asset	USD	(9,622)
Asian Bond	USD	(8,512)
Euro Government Bond	EUR	(67,164)
Euro Short Term Bond	EUR	23,810
Global Bond	USD	9,497
Global Government Bond	USD	(6,507)
US Dollar Bond	USD	216
US Dollar Credit Bond	USD	(882)
US Dollar Short Term Bond	USD	9,076

Notes to the Financial Statements

17 UNDERLYING EXPOSURE OBTAINED THROUGH OTC FINANCIAL DERIVATIVE TRANSACTIONS

Several Funds entered in OTC financial derivatives transactions as part of the investment management process.

The underlying exposure obtained through these OTC financial derivative transactions, and through which the Funds gain an exposure to an asset, is detailed hereafter, together with the identity of the counterparties:

Emerging Markets Total Return Bond

Counterparty	CCY	Termination	Notional	Fund Pays	Fund Receives	Instruments	Exposure US\$'000
Barclays Capital	USD	20/12/19	1,900,000	1.00%	Colombia Government International Bond	Credit Default Swaps	2,912

Global High Yield Bond

Counterparty	CCY	Termination	Notional	Fund Pays	Fund Receives	Instruments	Exposure US\$'000
Citigroup	USD	20/12/20	450,000	North America High Yield Series 25	5.00%	Credit Default Swaps	482
Goldman Sachs	USD	20/12/20	73,000	North America High Yield Series 25	5.00%	Credit Default Swaps	78
JP Morgan	USD	20/06/21	90,000	North America High Yield Series 26	5.00%	Credit Default Swaps	97
JP Morgan	USD	20/06/21	350,000	North America High Yield Series 26	5.00%	Credit Default Swaps	377

The Company paid/received cash collateral from the counterparties to the above OTC financial derivative instruments in order to reduce the counterparty exposure, as detailed below:

Emerging Markets Total Return Bond

Counterparty	Instrument Type	2017 US\$'000
Deutsche Bank	Interest Rate Swaps	(100)
UBS	Interest Rate Swaps	(20)

Global Bond

Counterparty	Instrument Type	2017 US\$'000
Barclays Capital	Interest Rate Swaps / Inflation Index Swaps	(440)
Citigroup	Inflation Index Swaps	(250)
Merrill Lynch	Inflation Index Swaps	(280)
UBS	Interest Rate Swaps / Inflation Index Swaps	350

Global Government Bond

Counterparty	Instrument Type	2017 US\$'000
Barclays Capital	Interest Rate Swaps / Inflation Index Swaps	(20)
Merrill Lynch	Inflation Index Swaps	(40)
UBS	Interest Rate Swaps / Inflation Index Swaps	180

Global High Yield Bond

Counterparty	Instrument Type	2017 US\$'000
Citigroup	Credit Default Swaps	(40)
JP Morgan	Credit Default Swaps	(40)

Notes to the Financial Statements

18 CORPORATE GOVERNANCE

The Board of Directors has adopted the principles of the ALFI Code of Conduct dated June 2013 (“the Code”), which sets out a framework of high level principles and best practice recommendations for the governance of Luxembourg investment funds.

The Board considers that it has been in compliance with the principles of the Code in all material respects for the Year ended 30 June 2017.

The Board meets regularly to consider the activities of the Company and receives reports on various activities, including compliance controls and risk management.

The Board of Directors has established an Audit Committee which is charged with reviewing the annual accounts and the external audit process (including the appointment and remuneration of the external Auditor, subject to Shareholders approval), and reviewing and monitoring the internal audit matters.

The Board of Directors has also established a Risk Committee which has oversight of the Risk Management Framework of the Company and specifically the effectiveness of risk management, governance and compliance activity.

The collective remuneration of the Board of Directors charged to the Company amounts to USD 88,050 for the year ended 30 June 2017.

19 SUBSEQUENT EVENTS

As disclosed in the Chairman’s statement, since the year end, the Board of Directors has informed the relevant shareholders of the closure of Aberdeen Global II – Global High Yield Bond Fund on the 11 September 2017. Further fund rationalisations, which may also involve mergers of a number of the Funds, are planned for the financial year ending 30 June 2018.

Report of the Réviseur d'Entreprises agréé



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To the Shareholders of Aberdeen Global II
35a, avenue John F. Kennedy
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REPORT OF THE REVISEUR D'ENTREPRISES AGREE

Report on the audit of the financial statements

Opinion

We have audited the accompanying financial statements of Aberdeen Global II and each of its sub-funds ("the SICAV"), which comprise the statement of net assets and the portfolio statement as at 30 June 2017 and the statement of operations and the statement of changes in net assets for the year then ended, and notes to the financial statements, including a summary of significant accounting policies.

In our opinion, the accompanying financial statements give a true and fair view of the financial position of Aberdeen Global II and each of its sub-funds as at 30 June 2017, and of the results of their operations and changes in their net assets for the year then ended in accordance with Luxembourg legal and regulatory requirements relating to the preparation and presentation of the financial statements.

Basis for opinion

We conducted our audit in accordance with the EU Regulation N° 537/2014, the Law of 23 July 2016 on the audit profession (Law of 23 July 2016) and with International Standards on Auditing (ISAs) as adopted for Luxembourg by the "Commission de Surveillance du Secteur Financier" (CSSF). Our responsibilities under those Regulation, Law and standards are further described in the « Responsibilities of "Réviseur d'Entreprises agréé" for the audit of the financial statements » section of our report. We are also independent of the SICAV in accordance with the International Ethics Standards Board for Accountants' Code of Ethics for Professional Accountants (IESBA Code) as adopted for Luxembourg by the CSSF together with the ethical requirements that are relevant to our audit of the financial statements, and have fulfilled our other ethical responsibilities under those ethical requirements. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion.

Key audit matters

Key audit matters are those matters that, in our professional judgment, were of most significance in our audit of the financial statements of the current period. These matters were addressed in the context of the audit of the financial statements as whole, and in forming our opinion thereon, and we do not provide a separate opinion on these matters.

Report of the Réviseur d'Entreprises agréé



Valuation of investments in securities (Refer to note 2.2)

Why the matter was considered to be one of the most significant in the audit?

Investments in securities at market value represent between 85.56% and 103.09% of total net assets (by value) as at 30 June 2017 depending on sub-funds, and are considered to be the key driver of the SICAV's performance. The market value of the majority of the SICAV's investments in securities is based on quoted prices in active markets or observable inputs. Accordingly, the valuation of investment in securities is considered to be a key audit matter due to the significance of the balance to the financial statements as a whole.

How the matter was addressed in our audit

We have performed the following procedures:

- - comparing the valuation of investments in securities in the portfolio as at the year-end to the valuation recalculated using externally quoted prices; and
- - agreeing holdings in the investment portfolio as at the year-end to independently received depositary confirmations.

As a result of the above procedures, we did not identify any material misstatement with respect to the valuation of investments in securities.

Other information

The Board of Directors of the SICAV is responsible for the other information. The other information comprises the information included in the annual report but does not include the financial statements and our report of the "Réviseur d'Entreprises agréé" thereon.

Our opinion on the financial statements does not cover the other information and we do not express any form of assurance conclusion thereon.

In connection with our audit of the financial statements, our responsibility is to read the other information and, in doing so, consider whether the other information is materially inconsistent with the financial statements or our knowledge obtained in the audit or otherwise appears to be materially misstated. If, based on the work we have performed, we conclude that there is a material misstatement of this other information, we are required to report this fact. We have nothing to report in this regard.

Responsibilities of Board of Directors of the SICAV and of the Audit Committee for the financial statements

The Board of Directors of the SICAV is responsible for the preparation and fair presentation of these financial statements in accordance with Luxembourg legal and regulatory requirements relating to the preparation and presentation of the financial statements, and for such internal control as the Board of Directors of the SICAV determines is necessary to enable the preparation of financial statements that are free from material misstatement, whether due to fraud or error.

In preparing the financial statements, the Board of Directors of the SICAV is responsible for assessing the Fund's ability to continue as a going concern, disclosing, as applicable, matters related to going concern and using the going concern basis of accounting unless

Report of the Réviseur d'Entreprises agréé



the Board of Directors of the SICAV either intends to liquidate the SICAV or to cease operations, or has no realistic alternative but to do so.

Those charged with governance are responsible for overseeing the SICAV's financial reporting process.

Responsibilities of the “Réviseur d'Entreprises agréé” for the audit of the financial statements

The objectives of our audit 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 a report of “Réviseur d'Entreprises agréé” that includes our opinion. Reasonable assurance is a high level of assurance, but is not a guarantee that an audit conducted in accordance with the EU Regulation N° 537/2014, the Law of 23 July 2016 and with ISAs as adopted for Luxembourg by the CSSF will always detect a material misstatement when it exists. Misstatements can arise from fraud or error and are considered material if, individually or in the aggregate, they could reasonably be expected to influence the economic decisions of users taken on the basis of these financial statements.

As part of an audit in accordance with the EU Regulation N° 537/2014, the Law of 23 July 2016 and with ISAs as adopted for Luxembourg by the CSSF, we exercise professional judgment and maintain professional skepticism throughout the audit. We also:

- Identify and assess the risks of material misstatement of the financial statements, whether due to fraud or error, design and perform audit procedures responsive to those risks, and obtain audit evidence that is sufficient and appropriate to provide a basis for our opinion. 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.
- 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 SICAV's internal control.
- Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by the Board of Directors of the SICAV.
- Conclude on the appropriateness of Board of Directors of the SICAV's use of the going concern basis of accounting and, based on the audit evidence obtained, whether a material uncertainty exists related to events or conditions that may cast significant doubt on the SICAV's ability to continue as a going concern. If we conclude that a material uncertainty exists, we are required to draw attention in our report of “Réviseur d'Entreprises agréé” to the related disclosures in the financial statements or, if such disclosures are inadequate, to modify our opinion. Our conclusions are based on the audit evidence obtained up to the date of our report of “Réviseur d'Entreprises agréé”. However, future events or conditions may cause the SICAV to cease to continue as a going concern.

Report of the Réviseur d'Entreprises agréé



- Evaluate the overall presentation, structure and content of the financial statements, including the disclosures, and whether the financial statements represent the underlying transactions and events in a manner that achieves fair presentation.

We communicate with those charged with governance regarding, among other matters, the planned scope and timing of the audit and significant audit findings, including any significant deficiencies in internal control that we identify during our audit.

We also provide those charged with governance with a statement that we have complied with relevant ethical requirements regarding independence, and to communicate with them all relationships and other matters that may reasonably be thought to bear on our independence, and where applicable, related safeguards.

From the matters communicated with those charged with governance, we determine those matters that were of most significance in the audit of the financial statements of the current period and are therefore the key audit matters. We describe these matters in our report unless law or regulation precludes public disclosure about the matter or when, in extremely rare circumstances, we determine that a matter should not be communicated in our report because the adverse consequences of doing so would reasonably be expected to outweigh the public interest benefits of such communication.

Report on other legal and regulatory requirements

We have been appointed as “Réviseur d'Entreprises agréé” by the General Meeting of the shareholders on 21 November 2016 and the duration of our uninterrupted engagement, including previous renewals and reappointments, is 10 years.

We confirm that the audit opinion is consistent with the additional report to the audit committee.

We confirm that the prohibited non-audit services referred to in the EU Regulation No 537/2014, on the audit profession were not provided and that we remain independent of the SICAV in conducting the audit.

Luxembourg, 18 October 2017

KPMG Luxembourg
Société coopérative
Cabinet de révision agréé

L. Aktan
Partner

Risk Management, Remuneration and Securities Financing Transactions (unaudited)

Value at risk (VaR)

The market risk measurement and monitoring of the Funds is carried out using either the Value at Risk (VaR) or commitment approach.

Funds which do not make significant use of financial derivative instruments and/or limit their use of financial derivative instruments to efficient portfolio management or hedging strategies are monitored using the commitment approach.

Funds which utilise financial derivative instruments for efficient portfolio management purposes and/ or for investment purposes in pursuing their investment objective (in addition to those used for hedging purposes) are monitored using either the relative or absolute VaR methodology.

The Investment Risk Department monitors and reports market risk and VaR metrics using Aberdeen's risk modelling system, Sungard Advanced Portfolio Technologies (APT). This model estimates and computes variability and probability of the portfolio returns based on historical data (180 observations equally weighted) - the data is fed from Aberdeen's front office systems. A number of risk measures are produced to quantify the probability of loss at the Funds level for any given day, either as an absolute measure (absolute VaR), or as a relative indication to a pre-defined benchmark (relative VaR).

In accordance with CSSF Circular 11/512, the regulatory VaR limit associated with a Fund's total portfolio positions must not exceed two times (i.e. 200%) the VaR of its assigned Risk Benchmark or 20% for funds monitored under the absolute VaR approach. The Table below defines the VaR approach and its related Risk Benchmark for each Fund.

Risk Benchmarks Table

Aberdeen Global II	Type of VaR	Risk Benchmark Index
Asian Bond	Relative	Markit iBoxx Asian Local Bond Index
Asia Pacific Multi Asset ^A	Absolute	N/A
Australian Dollar Bond	Relative	JPM GBI AUD Index
Canadian Dollar Bond	Relative	JPM GBI CAD Index
Emerging Europe Bond	Relative	JPM GBI EM Global Diversified Europe Index
Emerging Markets Total Return Bond	Relative	50% Citigroup WGBI US Index 25% JPM EMBI Global Diversified Index 25% JPM GBI EM Global Diversified Index
Euro Absolute Return Bond	Absolute	N/A
Euro Corporate Bond	Relative	Barclays European Aggregate Corporate Index
Euro Government Bond	Relative	Barclays Euro Aggregate Treasury Index
Euro High Yield Bond	Relative	Merrill Lynch Euro High Yield Constrained Index
Euro Short Term Bond	Relative	Citigroup EGBI 1-3y (ex.BBB)
European Convertibles Bond	Relative	Thomson Reuters Europe Convertible Bond Index
Global Bond	Relative	Barclays Global Aggregate Index
Global Government Bond	Relative	Citigroup WGBI Index
Global High Yield Bond	Relative	Merrill Lynch Global High Yield Constrained (Hedged USD 100%)
US Dollar Bond	Relative	JPM GBI USD
US Dollar Credit Bond	Relative	Barclays US Credit Index
US Dollar High Yield Bond	Relative	Bank of America Merrill Lynch High Yield Master II
US Dollar Short Term Bond	Relative	Citigroup WGBI US 1-3y

^A Type of VaR changed from Relative to Absolute in April 2017. This is due to the merger to Aberdeen Global - Asia Pacific Multi Asset 26 October 2017.

VaR internal limits are reviewed on at least a six monthly basis and are set at a stricter level than the Regulatory VaR Limit. VaR internal limits were reviewed on 30 November 2016 and 31 May 2017. Both regulatory and internal Limits are reviewed and monitored on a daily basis.

The Average Utilization of the VaR limits are calculated expressed as a percentage respectively of the internal and regulatory VaR Limits for the observed period covering the financial year. The table below shows the Lowest and Highest VaR numbers during the period and the Average Utilization of the VaR limits.

Risk Management, Remuneration and Securities Financing Transactions (unaudited)

VaR Table

Period from 1 July 2016 to 29 November 2016

Aberdeen Global II Relative VaR Monitoring	VaR Internal Limit – Relative %	Average Utilised VaR of Internal Limit - Relative %	Lowest VaR - Relative %	Highest VaR - Relative %	Regulatory VaR Limit - Relative %	Average Utilised VaR Limit – Relative %
Asian Bond	120	91	96	117	200	55
Australian Dollar Bond	120	86	95	112	200	52
Canadian Dollar Bond	120	86	99	109	200	52
Emerging Europe Bond ⁽¹⁾	125	81	59	107	200	51
Emerging Markets Total Return Bond	140	82	106	121	200	57
Euro Corporate Bond	120	89	101	114	200	54
Euro Government Bond	131	87	98	131	200	57
Euro High Yield Bond ⁽²⁾	120	58	61	73	200	35
Euro Short Term Bond	175	80	125	153	200	70
European Convertibles Bond	120	79	91	102	200	48
Global Bond	120	89	98	111	200	53
Global Government Bond	120	87	99	108	200	52
Global High Yield Bond	120	80	91	99	200	48
US Dollar Bond	160	83	131	136	200	67
US Dollar Credit Bond	128	82	103	109	200	53
US Dollar High Yield Bond	134	78	97	116	200	52
US Dollar Short Term Bond	132	81	77	120	200	54

Aberdeen Global II Absolute VaR Monitoring	VaR Internal Limit – Absolute %	Average Utilised VaR of Internal Limit - Absolute %	Lowest VaR - Absolute %	Highest VaR - Absolute %	Regulatory VaR Limit - Absolute %	Average Utilised VaR Limit – Absolute %
Asia Pacific Multi Asset	8.67	78	6.12	7.60	20.00	34
Euro Absolute Return Bond	5.00	29	1.19	1.66	20.00	7

⁽¹⁾ Aberdeen Global II - Emerging Europe Bond Fund: merged into Aberdeen Global - Emerging Markets Local Currency Bond Fund on 23/09/2016.

⁽²⁾ Aberdeen Global II - Euro High Yield Bond Fund: merged into Aberdeen Global - Select Euro High Yield Bond Fund on 23/09/2016.

⁽³⁾ Aberdeen Global II - Euro Absolute Return Bond Fund: closed on 07/04/2017.

Risk Management, Remuneration and Securities Financing Transactions (unaudited)

Period from 30 November 2016 to 30 May 2017

Aberdeen Global II Relative VaR Monitoring	VaR Internal Limit – Relative %	Average Utilised VaR of Internal Limit - Relative %	Lowest VaR - Relative %	Highest VaR - Relative %	Regulatory VaR Limit - Relative %	Average Utilised VaR Limit – Relative %
Asian Bond	133	80	87	123	200	53
Australian Dollar Bond	122	84	89	114	200	51
Canadian Dollar Bond	120	86	100	106	200	51
Emerging Markets Total Return Bond *	127	80	92	125	200	51
Euro Corporate Bond	120	85	95	111	200	51
Euro Government Bond *	133	74	86	114	200	49
Euro Short Term Bond **	157	87	121	158	200	69
European Convertibles Bond	120	82	93	105	200	49
Global Bond	122	80	89	107	200	49
Global Government Bond	120	80	88	103	200	48
Global High Yield Bond	120	74	83	97	200	44
US Dollar Bond	151	84	112	136	200	63
US Dollar Credit Bond	120	89	105	110	200	54
US Dollar High Yield Bond	126	75	83	103	200	47
US Dollar Short Term Bond	143	57	58	92	200	41

Aberdeen Global II Absolute VaR Monitoring	VaR Internal Limit – Absolute %	Average Utilised VaR of Internal Limit - Absolute %	Lowest VaR - Absolute %	Highest VaR - Absolute %	Regulatory VaR Limit - Absolute %	Average Utilised VaR Limit – Absolute %
Asia Pacific Multi Asset	9.33	78	5.75	8.14	20.00	36
Euro Absolute Return Bond ⁽³⁾	5.00	22	0.95	1.28	20.00	5

⁽³⁾ Aberdeen Global II - Euro Absolute Return Bond Fund: closed on 07/04/2017.

Note: On the following dates cash outflows from the portfolio have caused irrelevant VaR outliers. These outliers have been smoothed over in order to increase the relevance of the averaged data.

* 1 smoothed outlier for fund and benchmark on 26/12/2016.

** 1 smoothed benchmark outlier on 03/04/2017.

Risk Management, Remuneration and Securities Financing Transactions (unaudited)

Period from 31 May 2017 to 30 June 2017

Aberdeen Global II Relative VaR Monitoring	VaR Internal Limit – Relative %	Average Utilised VaR of Internal Limit - Relative %	Lowest VaR - Relative %	Highest VaR - Relative %	Regulatory VaR Limit - Relative %	Average Utilised VaR Limit – Relative %
Asian Bond	138	72	96	102	200	50
Australian Dollar Bond	120	85	99	109	200	51
Canadian Dollar Bond	120	84	92	108	200	50
Emerging Markets Total Return Bond	127	74	93	96	200	47
Euro Corporate Bond	125	88	107	114	200	55
Euro Government Bond	120	89	104	111	200	53
Euro Short Term Bond	166	91	143	155	200	75
European Convertibles Bond	120	81	95	106	200	48
Global Bond	120	76	88	97	200	45
Global Government Bond	120	76	87	97	200	45
Global High Yield Bond	120	71	84	86	200	42
US Dollar Bond	147	84	120	126	200	62
US Dollar Credit Bond	122	88	105	109	200	54
US Dollar High Yield Bond	120	77	90	96	200	46
US Dollar Short Term Bond	120	72	83	89	200	43

Aberdeen Global II Absolute VaR Monitoring	VaR Internal Limit – Absolute %	Average Utilised VaR of Internal Limit - Absolute %	Lowest VaR - Absolute %	Highest VaR - Absolute %	Regulatory VaR Limit - Absolute %	Average Utilised VaR Limit – Absolute %
Asia Pacific Multi Asset	11.57	65	7.46	7.67	20.00	38

System:	Advanced Portfolio Technologies (APT) – Statistical Factor Model
VaR methodology:	Parametric
Confidence level:	99%
Holding period:	One month (20 Days)
Decay factor for exponential smoothing of the historical market data:	None
Historical observation period:	180 weeks

Risk Management, Remuneration and Securities Financing Transactions (unaudited)

Objectives and limitations of the VaR Methodology

The Advanced Portfolio Technologies (APT) model uses statistical factor techniques to capture a maximal spanning set under its component model. Risk is subsequently decomposed according to explanatory variable regression techniques. The APT bond model provides an integrated framework to measure and decompose the risk of portfolios of all fixed income securities. These can include government and corporate bonds, convertibles, and various categorisations of swaps, futures and option contracts. Portfolios are modelled at the asset level to ensure every position is represented within the component approach. Optionality can be represented either through delta-adjustment or Monte Carlo techniques. The VaR model is designed to measure market risk in a normal market environment.

This method accurately prices all types of complex non-linear positions as well as simple linear instruments. It also provides a full distribution of potential portfolio gains and losses, which need not be symmetrical. If the underlying risk factors exhibit non-normal behaviour such as fat-tails or mean-reversion, then the resulting VaR will include these effects. However, tail risk can only be examined if the historical data set includes tail events. The distribution is calculated by using daily historical time-series data with implementation of an exponential adjustment.

The use of VaR has limitations because it is based on historical correlations and volatilities in market prices and assumes that future price movements will follow a statistical distribution. Due to the fact that VaR relies significantly on historical data to provide information and may not clearly predict the future changes and modifications of the risk factors, the probability of large market moves may be underestimated if changes in risk factors fail to align with the given distribution assumption. VaR may also be under- or over-estimated due to the assumptions placed on risk factors and the relationship between such factors for specific instruments.

Even though positions may change throughout the day, the VaR only represents the risk of the portfolios at the close of each month, and it does not account for any losses that may occur beyond the 99% confidence level. In practice, the actual trading results will differ from the VaR calculation and, in particular, the calculation does not provide a meaningful indication of profits and losses in stressed market conditions. To determine the reliability of the VaR models, actual outcomes are monitored regularly to test the validity of the assumptions and the parameters used in the VaR calculation. Market risk positions are also subject to regular stress tests to ensure that the fund would withstand an extreme market event.

Risk Management, Remuneration and Securities Financing Transactions (unaudited)

Leverage

The expected levels of leverage indicated below reflect the use of all derivative instruments within the portfolio of a given Fund. An expected level of leverage does not necessarily represent an increase of risk in the Fund as some of the financial derivative instruments used may even reduce the risk. Shareholders should note that the "Sum of Notionals" approach of the expected level of leverage does not make a distinction as to the intended use of a derivative e.g. being either hedging or investment purposes.

The "Sum of Notionals" calculation typically results in a higher leverage figure than for the commitment approach calculation predominantly due to the exclusion of any netting and/or hedging arrangements.

The average leverage figures below have been compiled based on the daily figures for the period 1 July 2016 to 30 June 2017.

Aberdeen Global II	Approach	Average Leverage %	Approach	Average Leverage %	Type of VaR
Asia Pacific Multi Asset	Sum of Notionals	97.34	Commitment	41.13	Absolute
Asian Bond	Sum of Notionals	110.17	Commitment	61.02	Relative
Australian Dollar Bond	Sum of Notionals	0.00	Commitment	0.00	Relative
Canadian Dollar Bond	Sum of Notionals	0.00	Commitment	0.00	Relative
European Convertibles Bond	Sum of Notionals	15.09	Commitment	9.20	Relative
Emerging Europe Bond ⁽¹⁾	Sum of Notionals	38.23	Commitment	13.99	Relative
Emerging Markets Total Return Bond	Sum of Notionals	34.87	Commitment	16.58	Relative
Euro Absolute Return Bond ⁽³⁾	Sum of Notionals	1067.00	Commitment	974.30	Absolute
Euro Corporate Bond	Sum of Notionals	3.26	Commitment	0.11	Relative
Euro Government Bond	Sum of Notionals	403.86	Commitment	324.82	Relative
Euro High Yield Bond ⁽²⁾	Sum of Notionals	41.61	Commitment	0.03	Relative
Euro Short Term Bond	Sum of Notionals	17.42	Commitment	18.40	Relative
Global Bond	Sum of Notionals	518.25	Commitment	347.54	Relative
Global Government Bond	Sum of Notionals	506.40	Commitment	335.14	Relative
Global High Yield Bond	Sum of Notionals	24.25	Commitment	7.17	Relative
US Dollar Bond	Sum of Notionals	1.57	Commitment	1.57	Relative
US Dollar Credit Bond	Sum of Notionals	17.43	Commitment	13.82	Relative
US Dollar High Yield Bond	Sum of Notionals	6.87	Commitment	5.70	Relative
US Dollar Short Term Bond	Sum of Notionals	12.58	Commitment	13.13	Relative

⁽¹⁾ Aberdeen Global II - Emerging Europe Bond Fund: merged into Aberdeen Global - Emerging Markets Local Currency Bond Fund on 23/09/2016

⁽²⁾ Aberdeen Global II - Euro High Yield Bond Fund: merged into Aberdeen Global - Select Euro High Yield Bond Fund on 23/09/2016

⁽³⁾ Aberdeen Global II - Euro Absolute Return Bond Fund: closed on 31/03/2017

Remuneration

The Management Company has approved and adopted a UCITS V Remuneration Policy Statement in conjunction with the remuneration policy of the Aberdeen Asset Management group of companies. In accordance with the European Securities and Markets Authority (ESMA) Guidelines, the UCITS V Remuneration requirements will come into effect on 1 January 2017 following the first full performance period, accordingly there is no remuneration disclosures for this accounting period.

Securities Financing Transactions

The Securities Financing Transactions Regulation (EU) 2015/2365 (SFTR) came into force on 12 January 2016. Its aim is to improve the transparency of securities financing transactions. The Management has considered the SFTR disclosure requirements and concluded that no disclosures are required in the Notes to the financial statements as none of the Funds held any securities financing transactions, as defined in the SFTR, as at 30 June 2017.

Management and Administration

Investment Advisers

Aberdeen Asset Managers Limited, (AAM Limited)
10 Queen's Terrace, Aberdeen, AB10 1YG, United Kingdom.
Authorised and regulated by the Financial Conduct Authority.

Aberdeen Asset Management Asia Limited, (AAM Asia)
21 Church Street, #01-01 Capital Square Two, Singapore 049480
Regulated by the Monetary Authority of Singapore.

Aberdeen Asset Management Inc., (AAM Inc)
1735 Market Street, 32nd Floor, Philadelphia, PA19103
Authorised by the Securities and Exchange Commission of the
United States of America.

Fund	Managed by:
Asia Pacific Multi Asset	AAM Asia and AAM Inc
Asian Bond	AAM Asia and AAM Inc
Australian Dollar Bond	AAM Limited and AAM Asia
Canadian Dollar Bond	AAM Limited and AAM Inc
Emerging Markets Total Return Bond	AAM Limited and AAM Inc
Euro Absolute Return Bond	AAM Limited
Euro Corporate Bond	AAM Limited and AAM Inc
Euro Government Bond	AAM Limited and AAM Inc
Euro Short Term Bond	AAM Limited and AAM Inc
European Convertibles Bond	AAM Limited and AAM Inc
Global Bond	AAM Limited and AAM Inc
Global Government Bond	AAM Limited and AAM Inc
Global High Yield Bond	AAM Inc and AAM Limited
US Dollar Bond	AAM Inc and AAM Limited
US Dollar Credit Bond	AAM Inc and AAM Limited
US Dollar High Yield Bond	AAM Inc and AAM Limited
US Dollar Short Term	AAM Inc and AAM Limited

Management and Administration

Chairman

Christopher G Little
Aberdeen Global II
35a, avenue John F. Kennedy
L-1855 Luxembourg
Grand Duchy of Luxembourg

Directors

Hugh Young
Aberdeen Asset Management Asia Limited
21 Church Street, #01–01 Capital Square Two
Singapore 049480

Martin J Gilbert
Aberdeen Asset Management PLC
10 Queen's Terrace
Aberdeen AB10 1YG
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Aberdeen Asset Management PLC
40 Princess Street
Edinburgh EH2 2BY
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Bob Hutcheson
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35a, avenue John F. Kennedy
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Ian Macdonald
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21 Church Street, #01–01 Capital Square Two
Singapore 049480

Soraya Hashimzai
Aberdeen Global Services S.A.
35a, avenue John F. Kennedy
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Lynn Birdsong
Aberdeen Global II
35a, avenue John F. Kennedy
L-1855 Luxembourg
Grand Duchy of Luxembourg

Roger Barker
Aberdeen Global II
35a, avenue John F. Kennedy
L-1855 Luxembourg
Grand Duchy of Luxembourg

Management and Administration

Registered Office

Aberdeen Global II
35a, avenue John F. Kennedy
L-1855 Luxembourg
Grand Duchy of Luxembourg

Management Company, Domiciliary, Registrar and Transfer Agent and Listing Agent.

Aberdeen Global Services S.A
35a, avenue John F. Kennedy
L-1855 Luxembourg
Grand Duchy of Luxembourg

Depository and Administrator

BNP Paribas Securities Services
Luxembourg Branch
60, avenue John F. Kennedy
L-1855 Luxembourg
Grand Duchy of Luxembourg

Paying Agent

State Street Bank Luxembourg S.C.A.,
49 Avenue John.F. Kennedy
L-1855 Luxembourg
Grand Duchy of Luxembourg

Global Distributor and Investment Manager

Aberdeen International Fund Managers Limited
Suites 1601 and 1609-1610
Chater House
8 Connaught Road,
Central Hong Kong

UK Distributor and Data Processing Agent

Aberdeen Asset Managers Limited
10 Queen's Terrace
Aberdeen AB10 1YG
United Kingdom

Auditors

KPMG Luxembourg
Société Coopérative
39, Avenue John F. Kennedy
L-1855 Luxembourg

Legal Advisors as to matters of Luxembourg Law

Elvinger Hoss Prussen
2 Place Winston Churchill
L-1340 Luxembourg
Grand Duchy of Luxembourg

German Paying Agent

Marcard, Stein & Co AG
Ballindamm 36
20095 Hamburg
Germany

Austrian Paying and Information Agent

Raiffeisen Bank International
Am Stadtpark 9
1030 Vienna
Austria

Swedish Paying Agent

SKANDINAVISKA ENSKILDA BANKEN AB
Rissneleden 110
SE-106 40 Stockholm
Sweden

Irish Facilities Agent

Maples Secretaries Limited
40 Upper Mount Street
Dublin 2

Swiss Paying Agent and Representative

BNP Paribas Securities Services
Selnaustrasse 16
CH-8002 Zurich
Switzerland

Financial and Centralising Correspondent Agent in France

BNP Paribas Securities Services
3 rue d'Antin
75002 Paris
France

Spanish Distributor

Allfunds Bank SA
Calle Estafeta 6
Complejo Plaza de la Fuente
Edificio 3 (La Moraleja)
C.P. 28109 Alcobendas
Madrid
Spain

Italian Paying Agents

BNP Paribas Securities Services
Piazza Lina Bo Bardi no.3
20124 Milan
Italy

Banca Sella Holding S.P.A
Piazza Gaudenzio Sella 1
13900 Biella
Italy

State Street Bank S.p.A
Via Ferrante Aporti 10
20125 Milan
Italy

Allfunds Bank S.A.
Italian Branch
Via Santa Margherita 7
20121 Milan
Italy

Société Générale Securities Services S.p.A
Via Benigno Crespi 19A - MAC 2 20159
Milano
Italy

Liechtenstein Paying Agent

LGT Bank in Liechtenstein AG
Herrengass 12
FL-9490 Vaduz
Liechtenstein

Financial agent in Belgium

BNP Paribas Securities Services acting from its
Brussels branch at Rue de Lozum 25,
1000 Brussels

Danish Paying Agent

Nordea Bank Danmark A/S
Strandgade 3
DK-0900 Copenhagen C
Denmark

General Information

Further Information on Aberdeen Global II can be obtained from:

Aberdeen Asset Managers Limited

(UK Distributor)

10 Queens Terrace

Aberdeen

AB10 1YG

United Kingdom

aberdeen-asset.com

Aberdeen International Fund Managers Limited

(Global Distributor and Investment Manager)

Suites 1601 and 1609-1610

Chater House

8 Connaught Road

Central Hong Kong

Telephone: +852 2103 4700

Fax: +852 2103 4788

Additional information for investors in Germany

Marcard Stein & Co AG, Ballindamm 36, D-20095 Hamburg, has undertaken the function of Paying and Information Agent for the Company in the Federal Republic of Germany (the "German Paying and Information Agent").

Applications for the subscriptions, redemptions, and conversion of shares may be sent to the German Paying and Information Agent.

All payments to investors, including redemption proceeds and potential distributions, may, upon request, be paid through the German Paying and Information Agent.

The full prospectus, Key Investor Information Documents ("KIIDs"), the Articles of Incorporation of the Company and the annual and semi-annual reports may be obtained, free of charge, at the office of the German Paying and Information Agent during normal opening hours. The statement of changes in the composition of the investment portfolio is also free of charge upon request at the office of the German Paying and Information Agent available.

Issue, redemption and conversion prices of the shares, and any other information to the shareholders, are also available from the German Paying and Information Agent.

The issue and redemption prices will be published in "Börsen-Zeitung". Any other information to the shareholders will be published in Germany in the electronic version Federal Gazette (www.bundesanzeiger.de).

In March 2013, the German government agreed new legislation that required the calculation of daily Aktiengewinn II (AGII) figures for corporate investors in addition to the Aktiengewinn I (AGI) figures that are currently produced. These have been produced daily from 1 July 2013 for each shareclass and are released as part of the daily price file distributed by the Fund's administrator BNP Paribas Securities Services.

For the period 1 March to 28 June 2013, the German tax authorities have confirmed that the AGII figures may be retrospectively calculated due to the short-time period allowed to the Fund Industry to develop and implement the new AGII calculations. The AGII figures for this period have been calculated and can be found on the Managers website at the following address: aberdeen-asset.de

Supplementary information for investors in Switzerland

Conditions for shares marketed in Switzerland or from a base in Switzerland.

For shares marketed in Switzerland or from a base in Switzerland, the following is applicable in addition to the Prospectus and the Key Investor Information Documents ("KIIDs"), conditions:

Swiss Representative and Paying Agent:

BNP Paribas Securities Services,

Paris, Succursale de Zurich

Selnaustrasse 16

CH-8002 Zurich

Switzerland

Place of distribution for relevant documents

The constitution documents, Prospectus, KIIDs, articles of association, the annual and half-yearly reports and a schedule of purchases and sales for the Fund can be obtained free of charge from the representative's Zurich branch.

Publications

- a. Required publications concerning foreign collective investments are published by the Swiss representative in the Swiss Official Gazette and on the electronic platform of fundinfo AG Zurich (www.fundinfo.com).
- b. The Share issue price together with the redemption price and the Net Asset Value with indication of "commissions not included" are published when subscriptions and redemptions occur. Prices are published every working day on the electronic platform of fundinfo AG Zurich (www.fundinfo.com).
- c. All Shareholder notices will be published on the electronic platform of fundinfo AG Zurich (www.fundinfo.com).

Further Information

Aberdeen Global II

Aberdeen Global II is an open-ended investment company incorporated with limited liability under the laws of the Grand Duchy of Luxembourg and organised as a société d'investissement à capital variable (a "SICAV") with UCITS status (an Undertaking for Collective Investment in Transferable Securities as defined in the European Union Directive 201/91/EU of 23 July 2014).

Aberdeen Global II aims to provide investors with a broad international range of diversified actively-managed Funds. There are 16 active Funds in total, each with its own specific investment objectives and individual portfolios, offering investors the opportunity of exposure to selected areas or to conveniently build a diversified global bond portfolio to meet specific investment goals. The overall strategy of Aberdeen Global II and the separate Funds is to seek diversification through investment primarily in transferable securities.

Aberdeen Asset Management PLC

Aberdeen Asset Management PLC is an international investment management group, managing assets for both institutions and private investors from offices around the world. "Our goal is to deliver superior fund performance across diverse asset classes in which we believe we have a sustainable competitive edge. Listed on the London Stock Exchange, we manage fixed income and equities (quoted and private) in segregated, closed and open-ended pooled structures.

Over three decades we have expanded through a combination of organic growth and acquisition, first in the UK, then by seeking selectively to manage and (or) market funds in countries in which we already invest. We operate flat management structures to facilitate local decision-making, underpinned by clear lines of control and central reporting.

Our investment style is driven by fundamental analysis, with an emphasis on active management and team decision-making supported by strong process disciplines.

Aberdeen Asset Manager PLC is a pure asset manager, without the distractions of other financial services activities, we are able to concentrate all our resources on our core business. We believe this is key to our performance. Assets are only managed for third parties, not our own balance sheet, which helps reduce conflicts of interest.

We dislike unnecessary obscurity and complexity so our investment processes strive to be simple and clear. We aim to seek out investments that display those qualities too. Finally, we focus on taking a long-term view of our investments.

Our business is predominantly the active management of financial assets, using first-hand research to make our investment decisions. Active investment spans equities, fixed income securities and property, sharing resources and a common investment approach. We have also developed a solutions business that can blend our abilities across different asset classes to provide tailored investment outcomes to meet specific client needs. This can incorporate skills in both quantitative equities and alternatives.

Our investment expertise is delivered through both segregated and pooled products – allowing us to serve a range of clients from institutions to private investors.

Shareholder Service Centre
Aberdeen Global Services S.A,
c/o State Street Bank Luxembourg S.C.A
49, Avenue J. F. Kennedy
L-1855 Luxembourg
Grand Duchy of Luxembourg

For more information on Aberdeen Global II,
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Tel **+44 1224 425255** (UK Shareholders)
Tel **+352 46 40 10 820** (Outside UK)
Fax **+352 24 52 90 56**

**Aberdeen Asset Managers Limited
(UK Distributor)**
10 Queens Terrace, Aberdeen
AB10 1YG
Authorised and regulated by The Financial Conduct
Authority in the United Kingdom
Member of the Aberdeen Asset Management Group
of Companies

**Aberdeen International Fund Managers Limited
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