

Old Mutual Investment Funds Series I

Interim Report and Financial Statements (unaudited)
For the period from 1 August 2017 to 31 January 2018

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Company Information

Authorised Corporate Director ("ACD")

Old Mutual Investment Management Limited
Millennium Bridge House
2 Lambeth Hill
London
EC4V 4AJ

Authorised and regulated by the Financial Conduct Authority.

Directors of the ACD

M Dean
J Brescia
P Simpson
J Little (appointed 14 February 2018) – Non-Executive Director
C Turner (appointed 14 February 2018) – Non-Executive Director

Investment Adviser

Old Mutual Global Investors (UK) Limited
Millennium Bridge House
2 Lambeth Hill
London
EC4P 4WR

Authorised and regulated by the Financial Conduct Authority.

Depositary

Citibank Europe plc, UK Branch
Citigroup Centre
Canada Square, Canary Wharf
London
E14 5LB

Authorised by the Prudential Regulation Authority and regulated by the Financial Conduct Authority and the Prudential Regulation Authority.

Legal Adviser

Macfarlanes LLP
20 Cursitor Street
London
EC4A 1LT

Auditor

KPMG LLP
Saltire Court
20 Castle Terrace
Edinburgh
EH1 2EG

Administrator

Citibank Europe plc
1, North Wall Quay
Dublin 1
Ireland

Authorised by the Central Bank of Ireland (Central Bank) under the Investment Intermediaries Act 1995.

Registrar

DST Financial Services International Ltd (formerly International Financial Data Services)
DST House
Saint Nicholas Lane
Basildon
Essex
SS15 5FS

(The register of shareholders can be inspected at the above address)

Old Mutual Investment Management Limited, a member of the Old Mutual Group of companies, is authorised and regulated by the Financial Conduct Authority. FCA Register number 208543. Registered Office: Millennium Bridge House, 2 Lambeth Hill, London, EC4V 4AJ, United Kingdom.
Registered Number: 4227837 England. www.omglobalinvestors.com

Report of the Directors of Old Mutual Investment Funds Series I

Directors' report

The Directors present the report and financial statements for the Old Investment Funds Series I ("the Company") for the period from 1 August 2017 to 31 January 2018.

Authorised status

The Company is an Open-Ended Investment Company incorporated as an Investment Company with Variable Capital ("ICVC") under Regulation 12 (authorisation) of the Open-Ended Investment Company ("OEIC") Regulations. It is incorporated in England and Wales and authorised by the Financial Conduct Authority under the OEIC Regulations 2001 and the Collective Investment Schemes Sourcebook ("the Regulations"). The Company is a UCITS scheme for the purposes of that part of the Financial Conduct Authority's Handbook of Rules and Guidance which deals with regulated collective investment schemes (the "Sourcebook").

Liability

The Company is under the "Protected cell" regime. As such each sub-fund has a specific portfolio of securities to which that sub-fund's assets and liabilities are attributable. So far as investors are concerned each sub-fund will be treated as a separate entity. The assets of a sub-fund shall not be used or made available to discharge (directly or indirectly) the liabilities of, or claims against, any other person or body, including the Company and any other sub-fund and shall not be available for any such purpose.

Pricing

From 29 January 2018 sub-funds in the Old Mutual Investment Funds Series I changed from dual pricing basis to single price basis.

Director changes

Jonathan Little and Catherine Turner were appointed as Directors of the Company effective 14 February 2018.

Old Mutual reorganisation

On 19 December 2017, Old Mutual Wealth announced it has agreed to sell its Single Strategy asset management business to the Single Strategy management team and funds managed by TA Associates, the global growth private equity firm. The proposed transaction is subject to customary closing conditions, including regulatory approvals, and conditions relating to the transfer of the Multi-asset business to be retained by Old Mutual Wealth.

As a result of the sale, a number of the Single Strategy Funds currently managed by Old Mutual Investment Management Limited will transfer to the Single Strategy business and the Multi-asset Funds currently managed by Old Mutual Global Investors (UK) Limited will transfer to Old Mutual Investment Management Limited during 2018. The ownership of Old Mutual Investment Management Limited will transfer from Old Mutual Global Investor Holdings Limited to Old Mutual Wealth Management Limited and will no longer be part of the Old Mutual Global Investors group.

Additional information

These financial statements have been prepared in accordance with the Statement of Recommended Practice (SORP) for Authorised Funds issued by the Investment Association (IA) in May 2014.

The Company is an umbrella scheme which complies with the Financial Conduct Authority's Collective Investment Schemes Sourcebook (COLL) and as at 31 January 2018 has six sub-funds (listed below). Additional sub-funds may be launched in the future:

Sub-fund name	Launch date
Old Mutual Corporate Bond Fund	17 June 2000
Old Mutual Monthly Income Bond Fund	30 September 2004
Old Mutual UK Equity Income Fund	30 September 1975
Old Mutual UK Mid Cap Fund	22 February 2002
Old Mutual UK Opportunities Fund	2 August 2013
Old Mutual UK Smaller Companies Fund	9 February 2001

In accordance with the requirements of the Financial Services and Market Act 2000, we hereby certify these financial statements on behalf of the Authorised Corporate Director.


M Dean
For and on behalf of Old Mutual Investment Management Limited
Director

23 March 2018


P Simpson
For and on behalf of Old Mutual Investment Management Limited
Director

23 March 2018

Authorised Corporate Director's report

The purpose of this report is to provide details of the progress of the Company, and the sub-funds contained within. The report provides details of the performance and the portfolio of each of the sub-funds.

Net asset value of sub-funds

	31 January 2018			31 July 2017		
	Net asset value of sub-fund by share class	Shares in issue	Net asset value per share	Net asset value of sub-fund by share class	Shares in issue	Net asset value per share
Old Mutual Corporate Bond Fund						
-Accumulation 'A'	£92,120,928	38,614,569	238.57p	£102,578,241	43,742,374	234.51p
-Income 'A'	£20,187,556	16,328,484	123.63p	£22,831,027	18,629,021	122.56p
-Accumulation 'P'	£1,195,838	673,847	177.46p	£1,284,841	737,869	174.13p
-Income 'P'	£358,187	289,366	123.78p	£379,473	309,258	122.70p
-Accumulation 'R'	£91,376,875	70,757,561	129.14p	£91,644,833	72,381,783	126.61p
-Income 'R'	£69,130,774	59,028,254	117.11p	£74,264,454	63,969,456	116.09p
-Accumulation 'U1'	£25,365,356	21,365,182	118.72p	£26,805,018	23,033,480	116.37p
-Income 'U1'	£2,108,916	1,977,546	106.64p	£2,213,155	2,093,546	105.71p
-Accumulation 'U2'	£130,986,941	108,051,054	121.23p	£98,023,510	82,512,795	118.80p
-Income 'U2'	£42,594,349	39,874,852	106.82p	£32,153,827	30,365,264	105.89p
Old Mutual Monthly Income Bond Fund						
-Accumulation 'A'	£7,505,618	10,031,478	74.82p	£8,421,734	11,389,671	73.94p
-Income 'A'	£12,468,951	31,473,363	39.62p	£13,137,513	32,901,617	39.93p
-Accumulation 'P'	£6,719	4,856	138.38p	£1,054	773	136.41p
-Income 'P'	£118,468	122,281	96.88p	£119,100	122,281	97.40p
-Accumulation 'R'	£17,368,143	14,685,771	118.27p	£17,382,335	14,917,640	116.52p
-Income 'R'	£14,143,874	13,705,506	103.20p	£14,920,612	14,389,051	103.69p
-Accumulation 'U1'	£4,357,495	4,074,140	106.95p	£3,986,642	3,784,853	105.33p
-Income 'U1'	£7,071,606	7,781,463	90.88p	£8,140,955	8,918,987	91.28p
-Accumulation 'U2'	£91,039,041	82,718,155	110.06p	£74,630,120	68,875,664	108.35p
-Income 'U2'	£126,975	134,425	94.46p	£125,851	132,751	94.80p
Old Mutual UK Equity Income Fund						
-Accumulation 'A'	£7,767,134	237,829	3,265.85p	£8,737,821	279,256	3,128.97p
-Income 'A'	£30,103,968	3,424,924	878.97p	£34,629,389	4,046,711	855.74p
-Accumulation 'P'	£886,052	466,345	190.00p	£1,397,650	769,745	181.57p
-Income 'P'	£82,178	64,598	127.21p	£74,004	59,908	123.53p
-Accumulation 'R'	£15,542,367	9,102,243	170.75p	£15,321,621	9,400,977	162.98p
-Income 'R'	£22,357,670	15,930,401	140.35p	£22,799,577	16,749,665	136.12p
-Accumulation 'U1'	£9,470,081	7,390,807	128.13p	£11,517,697	9,421,222	122.25p
-Income 'U1'	£5,245,409	4,722,349	111.08p	£5,761,666	5,350,180	107.69p
-Accumulation 'U2'	£74,149,769	57,694,489	128.52p	£46,507,016	37,940,687	122.58p
-Income 'U2'	£19,373,247	17,694,985	109.48p	£19,471,286	18,350,061	106.11p
Old Mutual UK Mid Cap Fund						
-Accumulation 'A'	£579,432,363	120,409,691	481.22p	£573,206,283	123,608,212	463.73p
-Income 'A'	£183,054,962	42,829,200	427.41p	£181,846,481	44,151,241	411.87p
-Accumulation 'P'	£17,022,956	4,138,801	411.30p	£14,734,806	3,727,017	395.35p
-Income 'P'	£4,157,525	1,633,980	254.44p	£4,057,849	1,659,134	244.58p
-Accumulation 'R'	£990,511,824	309,461,104	320.08p	£846,768,761	275,571,636	307.28p
-Income 'R'	£273,313,515	106,388,351	256.90p	£238,317,418	96,630,728	246.63p
-Accumulation 'U1'	£742,441,184	419,009,409	177.19p	£630,634,156	370,873,371	170.04p
-Income 'U1'	£499,648,819	290,435,142	172.03p	£375,154,304	227,239,255	165.09p
-Accumulation 'U2'	£16,375,100	9,056,273	180.82p	£15,629,841	9,010,941	173.45p
-Income 'U2'	£85,976,032	53,881,284	159.57p	£79,571,318	51,984,597	153.07p

Authorised Corporate Director's report (continued)

Net asset value of sub-funds (continued)

	31 January 2018			31 July 2017		
	Net asset value of sub-fund by share class	Shares in issue	Net asset value per share	Net asset value of sub-fund by share class	Shares in issue	Net asset value per share
Old Mutual UK Opportunities Fund						
-Accumulation 'A'	£10,841,985	9,482,735	114.33p	£12,494,887	10,830,127	115.37p
-Accumulation 'R'	£3,446,820	2,885,536	119.45p	£6,402,242	5,331,639	120.08p
-Accumulation 'U1'	£2,171,218	2,346,426	92.53p	£3,379,943	3,637,815	92.91p
-Accumulation 'U2'	£941,463	1,000,282	94.12p	£945,703	1,000,282	94.54p
Old Mutual UK Smaller Companies Fund						
-Accumulation 'A'	£288,966,462	53,487,572	540.25p	£281,745,812	55,513,641	507.53p
-Income 'A'	£33,822,952	6,533,784	517.66p	£35,968,088	7,396,119	486.31p
-Accumulation 'P'	£3,251,577	804,346	404.25p	£2,532,465	668,530	378.81p
-Income 'P'	£463,683	196,629	235.82p	£490,549	221,996	220.97p
-Accumulation 'R'	£524,846,498	183,679,949	285.74p	£436,193,614	163,214,941	267.25p
-Income 'R'	£176,045,155	67,043,416	262.58p	£155,681,571	63,392,200	245.58p
-Accumulation 'U1'	£252,374,525	140,331,961	179.84p	£202,258,318	120,300,916	168.13p
-Income 'U1'	£46,406,208	25,616,822	181.16p	£40,907,236	24,154,810	169.35p
-Accumulation 'U2'	£4,561,755	2,549,073	178.96p	£4,180,472	2,499,804	167.23p
-Income 'U2'	£38,479,014	22,364,877	172.05p	£40,198,400	25,003,305	160.77p

Cross Holdings

There were no cross holdings held by the sub-funds throughout the period to 31 January 2018.

Statement of the Authorised Corporate Director's responsibilities

The Collective Investment Schemes sourcebook published by the FCA, ("the COLL Rules") require the Authorised Corporate Director ("ACD") to prepare financial statements for each annual accounting period which give a true and fair view of the financial position of the Company and of the net income and net gains or losses on the property of the Company for the period.

In preparing the financial statements the ACD is responsible for:

- selecting suitable accounting policies and then apply them consistently;
- making judgements and estimates that are reasonable and prudent;
- following UK accounting standards, including FRS 102 The Financial Reporting Standard applicable in the UK and Republic of Ireland;
- complying with the disclosure requirements of the Statement of Recommended Practice for UK Authorised Funds issued by the Investment Management Association in May 2014;
- keeping proper accounting records which enable it to demonstrate that the financial statements as prepared comply with the above requirements;
- assessing the Company and its sub-funds' ability to continue as a going concern, disclosing, as applicable, matters related to going concern;
- using the going concern basis of accounting unless they either intend to liquidate the Company or its sub-funds or to cease operations, or have no realistic alternative but to do so;
- such internal control as they determine is necessary to enable the preparation of financial statements that are free from material misstatement, whether due to fraud or error; and
- taking reasonable steps for the prevention and detection of fraud and irregularities.

The ACD is responsible for the management of the Company in accordance with its Instrument of Incorporation, the Prospectus and the COLL Rules.

Statement of the Depositary's Responsibilities in Respect of the Scheme and Report of the Depositary to the Shareholders of Old Mutual Investment Funds Series I

for the period from 1 August 2017 to 31 January 2018

The Depositary is responsible for the safekeeping of all of the property of the Company (other than tangible moveable property) which is entrusted to it and for the collection of revenue that arises from that property.

It is the duty of the Depositary to take reasonable care to ensure that the Company is managed by the Authorised Corporate Director in accordance with the Financial Conduct Authority's Collective Investment Schemes Sourcebook ("the Sourcebook"), the Open-Ended Investment Companies Regulations 2001 (SI 2001/1228) (the OEIC Regulations), the Company's Instrument of Incorporation and the Prospectus, as appropriate, concerning: the pricing of and dealing in Shares in the Company; the application of income of the Company; and the investment and borrowing powers applicable to the Company.

Having carried out procedures and enquiries considered duly necessary to discharge our responsibilities as Depositary of the Company, based on information and explanations provided to us, we believe that, in all material respects, the Company, acting through the Authorised Corporate Director:

- (i) has carried out the issue, sale, redemption and cancellation, and calculation of the price of the Company's shares and the application of the Company's income in accordance with the Sourcebook, and where applicable, the OEIC regulations, the Company's Instrument of Incorporation and Prospectus;
- (ii) has, observed the investment and borrowing powers and restrictions applicable to the Company; and
- (iii) has, otherwise, ensured the proper operation of the Company.

Citibank Europe plc, UK Branch
Depositary
23 March 2018

Old Mutual Corporate Bond Fund

Launch date	17 June 2000
IA Sector	Sterling Corporate
Investment adviser	Old Mutual Global Investors (UK) Limited
Net asset value	£475,425,720

Objective

The sub-fund aims to maximise total return through investment in a diversified portfolio of fixed interest and other debt securities.

Policy

Subject to the regulations, the property of the sub-fund may include transferable securities; units in collective investment schemes (including those managed or operated by the ACD or an associate of the ACD), warrants, money market instruments, deposits and derivatives. More than 35% in value of the property of the sub-fund may consist of Government and other public securities issued by one issuer in accordance with the investment management and borrowing powers of the Company set out in schedule 2.

The level of cash held will not normally exceed 20% of the value of the holding of the sub-fund.

The sub-fund will be permitted to use derivatives for investment purposes. The use of derivatives for this purpose may affect the volatility or risk profile of the sub-fund although this is not the ACD's intention.

Investment Manager's Review

During the period under review credit continued to perform favourably. This is all the more impressive almost nine years into a bull market for corporate bonds. A consistent feature has been the European Central Bank (ECB) buying copious amounts of corporate bonds. ECB president Mario Draghi has reiterated that its Corporate Sector Purchase Programme (CSPP) remains a flagship policy. If that is the case will credit spreads tighten even further in 2018? Bonds in Steinhoff International hit the credit market for the wrong reasons, reminding us of the importance of idiosyncratic risk. Draghi emphasised that the ECB's exposure to Steinhoff is less than consensus, but its reaction to holding 'fallen angels' could be interesting and indeed could cause increased volatility and price drops in names that fall from investment grade to high yield.

The sub-fund is a traditional corporate bond sub-fund and therefore held to its core principles: high-quality, stable, investment grade companies; a focus on downside protection; and respecting the asset class, thus providing a diversifier to equities. The sub-fund has predominately been overweight sectors such as financials, internet and technology, whilst underweight autos and retail.

Looking forward, credit fundamentals remain constructive. We see little to disrupt the asset class as the ECB will continue to be buyer of last resort for investment grade securities at present. It is our assumption that the ECB will engineer a smooth trajectory for credit during the first half of 2018, preparing the market for its withdrawal from Quantitative Easing, potentially in the latter half of the year. Draghi has mentioned on numerous occasions that the CSPP program is a flagship policy and has been a big success in restoring inflation in the Eurozone back towards its 2% target and also ultimately improving the transmission mechanism of the monetary policy. The ECB is likely to have purchased just over €80bn of euro denominated corporate bonds in 2017. We would estimate that approximately 90% of CSPP holdings have tightened since purchase, although the Steinhoff developments in Q4 dampened euphoria. Irrespective of this event the environment continues to be constructive for the asset class in 2018.

Risk and Reward Profile



The calculated risk and reward category, as shown above, uses a method of calculation derived from EU rules. It is based on the rate at which the returns of the sub-fund have moved up and down in the past (i.e. volatility) and is not a guide to the future risk and reward category of the sub-fund. The category shown is not a target or guarantee and may shift over time. Even the lowest category 1 does not mean a risk-free investment. The seven-category scale is nonlinear, for example, 2 is not twice as risky as 1.

Sub-funds in category 3 have in the past shown moderately low volatility. With a sub-fund of category 3, you have a moderately low risk of losing money but your chance for gains is also moderately low.

Investment risk - there is no guarantee that the sub-fund will achieve its objective. A capital loss of some or all of the amount invested may occur.

Credit risk - the issuer of a bond or a similar investment within the sub-fund may not pay income or repay capital to the sub-fund when due. Bonds which are rated below investment grade are considered to have a higher risk exposure with respect to meeting their payment obligations.

Interest rate risk - investments in bonds are affected by interest rates and inflation trends which may affect the value of the sub-fund.

Liquidity risk - some investments may become hard to value or sell at a desired time and price. In extreme circumstances this may affect the sub-fund's ability to meet redemption requests upon demand.

Currency risk - the sub-fund is denominated in British Pounds but holds assets denominated in other currencies. The value of your shares may rise and fall as a result of exchange rate movements between these currencies.

Derivative risk - the sub-fund uses derivatives to generate returns and/or to reduce costs and the overall risk of the sub-fund. Using derivatives can involve a higher level of risk. A small movement in the price of an underlying investment may result in a disproportionately large movement in the price of the derivative investment. Derivatives also involve counterparty risk where the institutions acting as counterparty to derivatives may not meet their contractual obligations.

Capital erosion risk - the sub-fund takes its charges from the income of the sub-fund in the first instance. The impact of sub-fund charges may be material on the value of any income you receive from your investment. There is potential for capital erosion if insufficient income is generated by the sub-fund to cover these charges. Capital erosion may have the effect of reducing the level of income generated.

For a more detailed explanation of risks, please refer to the "Risks" section of the prospectus.

Performance Records

Comparative Tables

Accumulation 'A'	1 August 2017 to 31 January 2018 p/share	1 August 2016 to 31 July 2017 p/share	1 August 2015 to 31 July 2016 p/share
Change in net assets per share			
Opening net asset value per share	234.51	229.25	210.62
Return before operating charges*	5.43	8.27	22.14
Operating charges**	(1.37)	(2.66)	(2.44)
Return after operating charges*	4.06	5.61	19.70
Distributions	(2.00)	(3.72)	(5.34)
Retained distributions	2.00	3.37	4.27
Closing asset value per share	238.57	234.51	229.25
* after direct transaction costs of***	-	-	-
Performance			
Return after charges	1.73%	2.45%	9.35%
Other information			
Closing net asset value (£)	92,120,928	102,578,241	153,603,575
Closing number of shares	38,614,569	43,742,374	67,003,640
Operating charges****	1.15%	1.15%	1.15%
Direct transaction costs***	-	-	-
Prices	pence per share	pence per share	pence per share
Highest share price	241.10	247.54	239.43
Lowest share price	232.00	222.99	204.86
Income 'A'	1 August 2017 to 31 January 2018 p/share	1 August 2016 to 31 July 2017 p/share	1 August 2015 to 31 July 2016 p/share
Change in net assets per share			
Opening net asset value per share	122.56	121.76	114.10
Return before operating charges*	2.83	4.17	11.84
Operating charges**	(0.72)	(1.41)	(1.31)
Return after operating charges*	2.11	2.76	10.53
Distributions	(1.04)	(1.96)	(2.87)
Retained distributions	-	-	-
Closing asset value per share	123.63	122.56	121.76
* after direct transaction costs of***	-	-	-
Performance			
Return after charges	1.72%	2.27%	9.23%
Other information			
Closing net asset value (£)	20,187,556	22,831,027	27,321,848
Closing number of shares	16,328,484	18,629,021	22,439,972
Operating charges****	1.15%	1.15%	1.15%
Direct transaction costs***	-	-	-
Prices	pence per share	pence per share	pence per share
Highest share price	125.50	131.47	127.66
Lowest share price	121.30	117.98	109.72

Comparative Tables (continued)

Accumulation 'P'	1 August 2017 to 31 January 2018 p/share	1 August 2016 to 31 July 2017 p/share	1 August 2015 to 31 July 2016 p/share
Change in net assets per share			
Opening net asset value per share	174.13	169.69	155.45
Return before operating charges*	4.04	6.12	16.39
Operating charges**	(0.71)	(1.37)	(1.26)
Return after operating charges*	3.33	4.75	15.13
Distributions	(1.80)	(3.30)	(4.45)
Retained distributions	1.80	2.99	3.56
Closing asset value per share	177.46	174.13	169.69
* after direct transaction costs of***	-	-	-
Performance			
Return after charges	1.91%	2.80%	9.73%
Other information			
Closing net asset value (£)	1,195,838	1,284,841	2,134,278
Closing number of shares	673,847	737,869	1,257,772
Operating charges****	0.80%	0.80%	0.80%
Direct transaction costs***	-	-	-
Prices	pence per share	pence per share	pence per share
Highest share price	179.30	183.25	177.22
Lowest share price	172.40	165.20	151.44
Income 'P'	1 August 2017 to 31 January 2018 p/share	1 August 2016 to 31 July 2017 p/share	1 August 2015 to 31 July 2016 p/share
Change in net assets per share			
Opening net asset value per share	122.70	121.90	114.20
Return before operating charges*	2.84	4.13	11.88
Operating charges**	(0.50)	(0.98)	(0.92)
Return after operating charges*	2.34	3.15	10.96
Distributions	(1.26)	(2.35)	(3.26)
Retained distributions	-	-	-
Closing asset value per share	123.78	122.70	121.90
* after direct transaction costs of***	-	-	-
Performance			
Return after charges	1.91%	2.58%	9.60%
Other information			
Closing net asset value (£)	358,187	379,473	535,515
Closing number of shares	289,366	309,258	439,306
Operating charges****	0.80%	0.80%	0.80%
Direct transaction costs***	-	-	-
Prices	pence per share	pence per share	pence per share
Highest share price	125.70	131.64	127.89
Lowest share price	121.50	118.14	109.86

Comparative Tables (continued)

Accumulation 'R'	1 August 2017 to 31 January 2018 p/share	1 August 2016 to 31 July 2017 p/share	1 August 2015 to 31 July 2016 p/share
Change in net assets per share			
Opening net asset value per share	126.61	123.22	112.77
Return before operating charges*	2.95	4.43	11.87
Operating charges**	(0.42)	(0.81)	(0.74)
Return after operating charges*	2.53	3.62	11.13
Distributions	(1.40)	(2.56)	(3.42)
Retained distributions	1.40	2.33	2.74
Closing asset value per share	129.14	126.61	123.22
* after direct transaction costs of***	-	-	-
Performance			
Return after charges	1.99%	2.94%	9.87%
Other information			
Closing net asset value (£)	91,376,875	91,644,833	104,687,356
Closing number of shares	70,757,561	72,381,783	84,962,011
Operating charges****	0.65%	0.65%	0.65%
Direct transaction costs***	-	-	-
Prices	pence per share	pence per share	pence per share
Highest share price	130.50	128.57	124.34
Lowest share price	125.40	120.01	109.91
Income 'R'	1 August 2017 to 31 January 2018 p/share	1 August 2016 to 31 July 2017 p/share	1 August 2015 to 31 July 2016 p/share
Change in net assets per share			
Opening net asset value per share	116.09	115.34	108.10
Return before operating charges*	2.68	3.88	11.21
Operating charges**	(0.38)	(0.75)	(0.71)
Return after operating charges*	2.30	3.13	10.50
Distributions	(1.28)	(2.38)	(3.26)
Retained distributions	-	-	-
Closing asset value per share	117.11	116.09	115.34
* after direct transaction costs of***	-	-	-
Performance			
Return after charges	1.98%	2.71%	9.71%
Other information			
Closing net asset value (£)	69,130,774	74,264,454	86,529,535
Closing number of shares	59,028,254	63,969,456	75,022,756
Operating charges****	0.65%	0.65%	0.65%
Direct transaction costs***	-	-	-
Prices	pence per share	pence per share	pence per share
Highest share price	119.00	120.35	116.95
Lowest share price	115.00	111.78	103.95

Comparative Tables (continued)

Accumulation 'U1'	1 August 2017 to 31 January 2018 p/share	1 August 2016 to 31 July 2017 p/share	1 August 2015 to 31 July 2016 p/share
Change in net assets per share			
Opening net asset value per share	116.37	113.20	103.55
Return before operating charges*	2.71	4.08	10.92
Operating charges**	(0.36)	(0.69)	(0.63)
Return after operating charges*	2.35	3.39	10.29
Distributions	(1.32)	(2.41)	(3.20)
Retained distributions	1.32	2.19	2.56
Closing asset value per share	118.72	116.37	113.20
* after direct transaction costs of***	-	-	-
Performance			
Return after charges	2.02%	3.00%	9.94%
Other information			
Closing net asset value (£)	25,365,356	26,805,018	31,557,861
Closing number of shares	21,365,182	23,033,480	27,877,697
Operating charges****	0.60%	0.60%	0.60%
Direct transaction costs***	-	-	-
Prices	pence per share	pence per share	pence per share
Highest share price	119.90	118.12	114.23
Lowest share price	115.20	110.27	100.96
Income 'U1'	1 August 2017 to 31 January 2018 p/share	1 August 2016 to 31 July 2017 p/share	1 August 2015 to 31 July 2016 p/share
Change in net assets per share			
Opening net asset value per share	105.71	105.02	98.41
Return before operating charges*	2.45	3.54	10.21
Operating charges**	(0.32)	(0.63)	(0.59)
Return after operating charges*	2.13	2.91	9.62
Distributions	(1.20)	(2.22)	(3.01)
Retained distributions	-	-	-
Closing asset value per share	106.64	105.71	105.02
* after direct transaction costs of***	-	-	-
Performance			
Return after charges	2.01%	2.77%	9.78%
Other information			
Closing net asset value (£)	2,108,916	2,213,155	2,809,458
Closing number of shares	1,977,546	2,093,546	2,675,070
Operating charges****	0.60%	0.60%	0.60%
Direct transaction costs***	-	-	-
Prices	pence per share	pence per share	pence per share
Highest share price	108.40	109.59	106.50
Lowest share price	104.70	101.79	94.66

Comparative Tables (continued)

Accumulation 'U2'	1 August 2017 to 31 January 2018 p/share	1 August 2016 to 31 July 2017 p/share	1 August 2015 to 31 July 2016 p/share
Change in net assets per share			
Opening net asset value per share	118.80	115.50	105.64
Return before operating charges*	2.76	4.18	11.15
Operating charges**	(0.33)	(0.65)	(0.62)
Return after operating charges*	2.43	3.53	10.53
Distributions	(1.38)	(2.51)	(3.34)
Retained distributions	1.38	2.28	2.67
Closing asset value per share	121.23	118.80	115.50
* after direct transaction costs of***	-	-	-
Performance			
Return after charges	2.05%	3.05%	9.97%
Other information			
Closing net asset value (£)	130,986,941	98,023,510	20,221,238
Closing number of shares	108,051,054	82,512,795	17,507,120
Operating charges****	0.55%	0.55%	0.55%
Direct transaction costs***	-	-	-
Prices	pence per share	pence per share	pence per share
Highest share price	122.50	120.53	116.56
Lowest share price	117.70	112.52	102.99
Income 'U2'	1 August 2017 to 31 January 2018 p/share	1 August 2016 to 31 July 2017 p/share	1 August 2015 to 31 July 2016 p/share
Change in net assets per share			
Opening net asset value per share	105.89	105.20	98.62
Return before operating charges*	2.46	3.54	10.22
Operating charges**	(0.30)	(0.58)	(0.54)
Return after operating charges*	2.16	2.96	9.68
Distributions	(1.23)	(2.27)	(3.10)
Retained distributions	-	-	-
Closing asset value per share	106.82	105.89	105.20
* after direct transaction costs of***	-	-	-
Performance			
Return after charges	2.04%	2.81%	9.82%
Other information			
Closing net asset value (£)	42,594,349	32,153,827	7,430,209
Closing number of shares	39,874,852	30,365,264	7,063,056
Operating charges****	0.55%	0.55%	0.55%
Direct transaction costs***	-	-	-
Prices	pence per share	pence per share	pence per share
Highest share price	108.50	109.77	106.69
Lowest share price	104.90	101.96	94.82

** The operating charges include all costs borne by the sub-fund, except for direct transaction costs. Since the sub-fund invests less than 10% of net assets in underlying sub-funds there is no inclusion of a synthetic element for underlying sub-funds OCF.

*** The direct transaction costs are made up of fees and commissions paid to agents, advisers, brokers and dealers, levies by regulatory agencies and securities exchanges as well as transfer taxes and duties. They do not include any difference between the quoted bid and offer prices or internal administrative or holding costs. These costs arise as a result of transactions undertaken both for efficient portfolio management and the meeting of the sub-fund's objectives. These costs exclude any effect of dilution adjustments used to offset the costs.

**** The operating charges percentage is the equivalent of the ongoing charges figure per the prior year accounts. It is the ratio of the sub-fund's ongoing charges (excluding interest on borrowings) to the average net assets of the sub-fund.

Performance

	6 months to 31 January 2018	1 year to 31 January 2018	3 years to 31 January 2018	5 years to 31 January 2018
Old Mutual Corporate Bond Fund*	2.36%	6.59%	8.15%	29.21%
Markit Iboxx GBP non-Gilt (benchmark)	0.38%	4.42%	9.86%	31.41%
IA Sterling Corporate Bond (sector average)	0.93%	5.52%	11.07%	30.00%
Quartile ranking	1	1	4	2

* Accumulation 'R' shares

Data Source – Factset. Figures are calculated on a total return and single price basis, with net income reinvested into the sub-fund.

Portfolio allocation		Major holdings	Percentage of portfolio	
United Kingdom	53.36%	Old Mutual Financials Contingent Capital Fund - F Income (USD)	4.63%	
Europe	23.60%	European Investment Bank 3.875% 08/06/2037	2.09%	
North America	18.30%	Old Mutual Monthly Income High Yield Bond Fund Hedged - X		
Asia Pacific (excluding Japan)	1.07%	Income	1.89%	
Japan	0.81%	Coventry Building Society 1.875% 24/10/2023	1.88%	
United Kingdom Derivatives	1.05%	Income Contingent Student Loans 2.5% 24/07/2056	1.68%	
Overseas Derivatives	0.24%	United Kingdom Gilt 1.5% 22/07/2047	1.53%	
		Barclays 3.25% 17/01/2033	1.42%	
Net other assets	1.57%	Principality Building Society 2.375% 23/11/2023	1.34%	
		British Telecommunications 3.125% 21/11/2031	1.15%	
Total	100.00%	HSBC 2.256% 13/11/2026	1.13%	
Asset allocation		Number of holdings	164	
Sterling Denominated Debt Securities	75.44%	Total Purchases and Sales for the period	2018	2017
US Dollar Denominated Debt Securities	8.55%		£'000	£'000
Euro Denominated Debt Securities	6.63%	Total purchases for the 6 month period to 31 January	279,373	254,304
Collective Investment Schemes	6.52%	Total sales for the 6 month period to 31 January	257,642	293,184
United Kingdom Derivatives	1.05%			
Overseas Derivatives	0.24%			
Net other assets	1.57%			
Total	100.00%			

Portfolio statement

as at 31 January 2018

Holding	Investment	Market Value £'000	Percentage of total net assets %
Sterling 78.38% (31 July 2017 83.31%)			
Sterling Denominated Fixed Rate Corporate Bonds 73.17% (31 July 2017 77.46%)			
£2,200,000	A2Dominion Housing 3.5% 15/11/2028	2,246	0.47
£3,600,000	Admiral 5.5% 25/07/2024	4,135	0.87
£2,550,000	Affordable Housing Finance 2.893% 11/08/2043	2,879	0.61
£1,600,000	America Movil 5.75% 28/06/2030	2,062	0.43
£3,000,000	American Honda Finance 1.3% 21/03/2022	2,982	0.63
£3,500,000	Anheuser-Busch 1.75% 07/03/2025	3,431	0.72
£3,000,000	Annington Funding 3.685% 12/07/2034	3,156	0.66
£2,500,000	Aroundtown 3% 16/10/2029	2,478	0.52
£2,500,000	AT&T 3.55% 14/09/2037	2,492	0.52
£1,500,000	AT&T 4.25% 01/06/2043	1,629	0.34
£405,000	AT&T 5.2% 18/11/2033	490	0.10
£1,500,000	Aviva 6.125% 14/11/2036	1,815	0.38
£1,700,000	AXA 5.625% 16/01/2054	2,062	0.43
£3,000,000	Babcock 1.875% 05/10/2026	2,843	0.60
£2,000,000	Bank of America 2.3% 25/07/2025	2,020	0.42
£4,000,000	Banque Federative du Credit Mutuel 1.375% 20/12/2021	3,976	0.84
£6,800,000	Barclays 3.25% 17/01/2033	6,759	1.42
£2,400,000	BASF 1.75% 11/03/2025	2,386	0.50
£1,300,000	BAT Capital 2.125% 15/08/2025	1,282	0.27
£1,000,000	BAT International Finance 2.25% 09/09/2052	826	0.17
£500,000	BAT International Finance 6% 24/11/2034	696	0.15
£3,250,000	Bazalgette Finance 2.375% 29/11/2027	3,189	0.67
£2,000,000	BG Energy Capital 5.125% 01/12/2025	2,458	0.52
£3,000,000	BP Capital Markets 1.177% 12/08/2023	2,922	0.61
£5,400,000	British Telecommunications 3.125% 21/11/2031	5,472	1.15
£3,000,000	Brown-Forman 2.6% 07/07/2028	3,046	0.64
£2,200,000	Bunzl Finance 2.25% 11/06/2025	2,191	0.46
£1,600,000	BUPA Finance 2% 05/04/2024	1,604	0.34
£1,400,000	BUPA Finance 5% 08/12/2026	1,625	0.34
£2,900,000	Canadian Imperial Bank of Commerce 1.125% 30/06/2022	2,860	0.60
£2,000,000	Centrica 4.375% 13/03/2029	2,281	0.48
£1,700,000	Centrica 5.25% 10/04/2075	1,820	0.38
£2,400,000	Chancellor Masters and Scholars of the University of Oxford 2.544% 08/12/2117	2,465	0.52
£2,000,000	Channel Link Enterprises Finance 3.043% 30/06/2050	1,986	0.42
£3,700,000	Close Brothers 4.25% 24/01/2027	3,929	0.83
£1,800,000	Close Brothers Finance 3.875% 27/06/2021	1,924	0.40
£3,100,000	Commonwealth Bank of Australia 3% 04/09/2026	3,373	0.71
£1,500,000	Compass 2% 03/07/2029	1,448	0.30
£1,000,000	Compass 3.85% 26/06/2026	1,135	0.24
£9,000,000	Coventry Building Society 1.875% 24/10/2023	8,928	1.88
£1,900,000	CPUK Finance 3.588% 28/08/2025	2,023	0.43
£1,500,000	CRH Finance UK 4.125% 02/12/2029	1,699	0.36
£3,350,000	Deutsche Bahn Finance 1.375% 07/07/2025	3,270	0.69
£2,300,000	Deutsche Telekom International Finance 1.25% 06/10/2023	2,245	0.47
£2,000,000	Deutsche Telekom International Finance 2.25% 13/04/2029	1,935	0.41
£1,800,000	Digital Stout 3.3% 19/07/2029	1,835	0.39
£600,000	Direct Line Insurance 4.75% Perpetual	622	0.13
£1,700,000	DS Smith 2.875% 26/07/2029	1,669	0.35
£4,400,000	DWR CYMRU Financing 2.5% 31/03/2036	4,372	0.92
£2,000,000	E.ON International Finance 5.875% 30/10/2037	2,854	0.60
£3,000,000	East Japan Railway 4.5% 25/01/2036	3,841	0.81
£2,000,000	Electricite de France 5.5% 17/10/2041	2,620	0.55
£1,000,000	Electricite de France 6.125% 02/06/2034	1,369	0.29
£3,200,000	Electricite de France 6.875% 12/12/2022	3,983	0.84

Portfolio statement (continued)

as at 31 January 2018

Holding	Investment	Market Value £'000	Percentage of total net assets %
Sterling Denominated Fixed Rate Corporate Bonds (continued)			
£3,555,000	Estates & General 11.25% 31/12/2018	2,986	0.63
£7,700,000	European Investment Bank 3.875% 08/06/2037	9,932	2.09
£1,850,000	Eversholt Funding 3.529% 07/08/2042	1,858	0.39
£1,700,000	Gatwick Funding 2.625% 07/10/2046	1,551	0.33
£2,527,659	Greene King Finance 4.0643% 15/03/2035	2,744	0.58
£3,656,009	Gwynt y Mor 2.778% 17/02/2034	3,752	0.79
£1,750,000	Heathrow Funding 2.75% 09/08/2049	1,648	0.35
£1,111,471	Highbury Finance 7.017% 20/03/2023	1,293	0.27
£5,400,000	HSBC 2.256% 13/11/2026	5,367	1.13
£1,500,000	HSBC 6.75% 11/09/2028	2,011	0.42
£3,500,000	HSBC Bank 4.75% 24/03/2046	4,661	0.98
£8,625,000	Income Contingent Student Loans 2.5% 24/07/2056	8,002	1.68
£1,200,000	Innogy Finance 6.125% 06/07/2039	1,766	0.37
£1,800,000	InterContinental Hotels 2.125% 24/08/2026	1,720	0.36
£1,500,000	LafargeHolcim Sterling Finance 3% 12/05/2032	1,465	0.31
£1,200,000	Land Securities Capital Markets 1.974% 08/02/2024	1,203	0.25
£1,900,000	Land Securities Capital Markets 2.399% 08/02/2029	1,914	0.40
£900,000	Land Securities Capital Markets 2.625% 22/09/2037	899	0.19
£2,100,000	Liberty Living Finance 2.625% 28/11/2024	2,125	0.45
£3,000,000	Lloyds Bank 6% 08/02/2029	4,122	0.87
£3,000,000	London & Quadrant Housing Trust 2.625% 05/05/2026	3,074	0.65
£2,000,000	Manchester Airport Funding 2.875% 31/03/2039	1,983	0.42
£2,000,000	Martlet Homes 3% 09/05/2052	1,944	0.41
£2,000,000	Metropolitan Life Global Funding I 1.125% 15/12/2021	1,972	0.41
£3,000,000	Morgan Stanley 2.625% 09/03/2027	3,030	0.64
£2,000,000	Motability Operations 2.375% 14/03/2032	1,958	0.41
£1,700,000	Motability Operations 3.625% 10/03/2036	1,935	0.41
£1,000,000	National Grid Gas Finance 2.125% 22/09/2028	964	0.20
£4,000,000	National Grid Gas Finance 2.625% 22/09/2038	3,825	0.80
£3,000,000	Nationwide Building Society 3.25% 20/01/2028	3,283	0.69
£1,550,000	NGG Finance 5.625% 18/06/2073	1,769	0.37
£3,000,000	Northumbrian Water Finance 2.375% 05/10/2027	2,971	0.62
£1,700,000	Notting Hill Housing Trust 3.25% 12/10/2048	1,725	0.36
£2,000,000	PGH Capital 4.125% 20/07/2022	2,126	0.45
£3,500,000	Places For People Treasury 2.875% 17/08/2026	3,445	0.72
£6,400,000	Principality Building Society 2.375% 23/11/2023	6,364	1.34
£4,400,000	Procter & Gamble 1.8% 03/05/2029	4,239	0.89
£2,900,000	Prologis 2.25% 30/06/2029	2,798	0.59
£1,500,000	Prudential 5.7% 19/12/2063	1,802	0.38
£2,800,000	RL Finance No. 2 6.125% 30/11/2043	3,221	0.68
£2,750,000	Royal Bank of Scotland 5.125% 13/01/2024	3,285	0.69
£673,000	Saga 3.375% 12/05/2024	640	0.13
£2,000,000	Santander UK 10.0625% Perpetual	3,400	0.72
£2,800,000	Santander UK 5.25% 16/02/2029	3,645	0.77
£3,000,000	Scottish Widows 5.5% 16/06/2023	3,422	0.72
£3,750,000	Segro 2.875% 11/10/2037	3,738	0.79
£3,000,000	Severn Trent Utilities Finance 2.75% 05/12/2031	3,035	0.64
£2,500,000	Skipton Building Society 1.75% 30/06/2022	2,476	0.52
£2,800,000	SPD Finance UK 5.875% 17/07/2026	3,528	0.74
£2,100,000	SSE 3.625% 16/09/2077	2,200	0.46
£4,100,000	Standard Life 5.5% 04/12/2042	4,645	0.98
£2,000,000	Student Finance 2.6663% 30/09/2024	1,996	0.42
£2,000,000	Telefonica Emisiones 5.375% 02/02/2026	2,397	0.50
£3,483,602	Telereal Secured Finance 4.01% 10/12/2031	3,714	0.78
£2,500,000	Telereal Securitisation 4.0902% 10/12/2033	2,626	0.55

Portfolio statement (continued)

as at 31 January 2018

Holding	Investment	Market Value £'000	Percentage of total net assets %
Sterling Denominated Fixed Rate Corporate Bonds (continued)			
£4,000,000	Thames Water Utilities Cayman Finance 2.625% 24/01/2032	3,885	0.82
£2,850,000	Thames Water Utilities Cayman Finance 4% 19/06/2025	3,171	0.67
£2,000,000	Time Warner Cable 5.75% 02/06/2031	2,370	0.50
£1,500,000	Capital International 1.25% 16/12/2024	1,461	0.31
£3,000,000	Toyota Motor Credit 1% 27/09/2022	2,946	0.62
£3,100,000	TP ICAP 5.25% 26/01/2024	3,315	0.70
£3,000,000	Transport for London 3.875% 23/07/2042	3,769	0.79
£2,600,000	TSB Banking Group 5.75% 06/05/2026	2,876	0.60
£3,000,000	UNITE USAF II 3.921% 30/06/2025	3,336	0.70
£1,500,000	University of Southampton 2.25% 11/04/2057	1,413	0.30
£2,000,000	Verizon Communications 3.375% 27/10/2036	2,020	0.42
£3,000,000	Western Power Distribution 3.625% 06/11/2023	3,210	0.68
£3,350,000	Western Power Distribution South West 2.375% 16/05/2029	3,278	0.69
£1,800,000	Western Power Distribution West Midlands 5.75% 16/04/2032	2,410	0.51
£1,700,000	Westfield America Management 2.625% 30/03/2029	1,696	0.36
£1,400,000	Yorkshire Building Society 3.375% 13/09/2028	1,422	0.30
£3,175,000	Yorkshire Building Society 3.5% 21/04/2026	3,453	0.73
		347,863	73.17
Sterling Denominated Fixed Rate Government Bonds 2.27% (31 July 2017 3.66%)			
£2,500,000	Nederlandse Waterschapsbank 5.375% 07/06/2032	3,486	0.74
£8,000,000	United Kingdom Gilt 1.5% 22/07/2047	7,287	1.53
		10,773	2.27
Collective Investment Schemes 1.89% (31 July 2017 1.99%)			
941,769	Old Mutual Monthly Income High Yield Bond Fund Hedged - X Income	8,977	1.89
		8,977	1.89
Sterling Denominated Derivatives 1.05% (31 July 2017 0.20%)			
Sterling Denominated Forward Exchange Contracts 1.05% (31 July 2017 0.23%)			
£31,783,072	Sterling v Euro Forward Exchange Contract	707	0.15
£1,821,832	Sterling v Euro Forward Exchange Contract	18	0.00
£2,127,770	Sterling v Euro Forward Exchange Contract	16	0.00
£2,213,453	Sterling v Euro Forward Exchange Contract	14	0.00
£26,685	Sterling v Euro Forward Exchange Contract	0	0.00
£55,746,613	Sterling v US Dollar Forward Exchange Contract	3,751	0.79
£4,753,640	Sterling v US Dollar Forward Exchange Contract	202	0.04
£4,250,344	Sterling v US Dollar Forward Exchange Contract	115	0.03
£4,729,115	Sterling v US Dollar Forward Exchange Contract	71	0.02
£2,354,136	Sterling v US Dollar Forward Exchange Contract	60	0.01
£820,355	Sterling v US Dollar Forward Exchange Contract	44	0.01
£2,700,328	Sterling v US Dollar Forward Exchange Contract	18	0.00
£79,786	Sterling v US Dollar Forward Exchange Contract	2	0.00
		5,018	1.05
Sterling Denominated Futures Contracts 0.00% (31 July 2017 (0.03%))			
(47)	Long Gilt Futures March 2018	19	0.00
		19	0.00

Portfolio statement (continued)

as at 31 January 2018

Holding	Investment	Market Value £'000	Percentage of total net assets %
	Overseas 20.05% (31 July 2017 14.91%)		
	Euro 6.55% (31 July 2017 3.65%)		
	Euro Denominated Fixed Rate Corporate Bonds 6.63% (31 July 2017 3.81%)		
€3,600,000	Aroundtown 2.125% Perpetual	3,103	0.65
€4,800,000	Barclays 2% 07/02/2028	4,253	0.89
€3,300,000	CaixaBank 2.75% 14/07/2028	3,034	0.64
€1,600,000	Credit Agricole Assurances 2.625% 29/01/2048	1,411	0.30
€3,900,000	Deutsche Bank 1.75% 17/01/2028	3,352	0.71
€5,840,000	Innogy Finance 1.5% 31/07/2029	5,027	1.06
€11,500,000	Lehman Brothers 4.625% 14/03/2019	1	0.00
€2,000,000	NN 4.625% 13/01/2048	2,069	0.43
€3,600,000	Philip Morris International 1.875% 06/11/2037	3,006	0.63
€1,400,000	Procter & Gamble 1.25% 25/10/2029	1,232	0.26
€2,500,000	Royal Bank of Scotland 5.5% Perpetual	2,235	0.47
€3,000,000	Volkswagen International Finance 3.875% Perpetual	2,791	0.59
		31,514	6.63
	Euro Denominated Derivatives (0.08)% (31 July 2017 (0.16)%)		
	Euro Denominated Forward Exchange Contracts (0.02)% (31 July 2017 0.01%)		
€2,345,690	Euro v Sterling Forward Exchange Contract	(37)	(0.01)
€5,000,000	Euro v Sterling Forward Exchange Contract	(74)	(0.01)
		(111)	(0.02)
	Euro Denominated Futures Contracts 0.13% (31 July 2017 0.05%)		
(555)	Euro-Bobl Futures March 2018	624	0.13
(71)	Euro-Schatz Futures March 2018	20	0.00
		644	0.13
	Euro Credit Default Swap (0.19)% (31 July 2017 (0.22)%)		
12,400,000	Sell Protection iTraxx-XOVERS27V1 5Years 20/06/2022 HSBC Fixed Income OTC	318	0.07
(11,900,000)	Buy Protection iTraxx-XOVERS28V1 5Years 20/12/2022 Barclays Fixed Income OTC	(1,230)	(0.26)
		(912)	(0.19)
	US Dollar 13.50% (31 July 2017 11.26%)		
	US Dollar Denominated Fixed Rate Corporate Bonds 8.08% (31 July 2017 10.19%)		
\$2,500,000	21st Century Fox America 6.15% 01/03/2037	2,257	0.47
\$2,200,000	21st Century Fox America 6.2% 15/12/2034	1,988	0.42
\$6,200,000	Alibaba 3.4% 06/12/2027	4,248	0.89
\$1,000,000	Alibaba 4% 06/12/2037	704	0.15
\$4,700,000	Amazon.Com 3.875% 22/08/2037	3,409	0.72
\$1,800,000	Anheuser-Busch InBev Finance 4.7% 01/02/2036	1,396	0.29
\$4,750,000	BPCE 3.25% 11/01/2028	3,259	0.69
\$6,200,000	Brighthouse Financial 3.7% 22/06/2027	4,215	0.89
\$6,600,000	Citigroup 3.878% 24/01/2039	4,673	0.98
\$4,800,000	Lloyds Banking 3.574% 07/11/2028	3,301	0.69
\$1,900,000	Microsoft 3.45% 08/08/2036	1,338	0.28
\$2,860,000	Microsoft 4.1% 06/02/2037	2,191	0.46
\$3,800,000	Oracle 3.9% 15/05/2035	2,783	0.59
\$3,800,000	UBS Group Funding Switzerland 5% Perpetual	2,658	0.56
		38,420	8.08

Portfolio statement (continued)

as at 31 January 2018

Holding	Investment	Market Value £'000	Percentage of total net assets %
	US Dollar Denominated Variable Rate Corporate Bonds 0.47% (31 July 2017 1.11%)		
\$3,100,000	Royal Bank of Scotland 4.01339% Perpetual	2,221	0.47
		<u>2,221</u>	<u>0.47</u>
	Overseas Collective Investment Schemes 4.63% (31 July 2017 0.00%)		
2,971,318	Old Mutual Financials Contingent Capital Fund - F Income (USD)	22,038	4.63
		<u>22,038</u>	<u>4.63</u>
	US Dollar Denominated Derivatives 0.32% (31 July 2017 (0.04)%)		
	US Dollar Denominated Forward Exchange Contracts (0.07)% (31 July 2017 (0.01)%)		
\$3,900,000	US Dollar v Sterling Forward Exchange Contract	(176)	(0.04)
\$4,000,912	US Dollar v Sterling Forward Exchange Contract	(176)	(0.03)
		<u>(352)</u>	<u>(0.07)</u>
	US Dollar Denominated Futures Contracts 0.39% (31 July 2017 (0.03)%)		
(712)	US 5 Year Treasury Note Futures March 2018	775	0.16
(587)	US 10 Year Treasury Note Futures March 2018	1,091	0.23
		<u>1,866</u>	<u>0.39</u>
	Investment assets*	<u>467,978</u>	<u>98.43</u>
	Net other assets	<u>7,448</u>	<u>1.57</u>
	Total net assets	<u>475,426</u>	<u>100.00</u>

* Including investment liabilities.

All investments are approved securities being either officially listed in a member state or traded on or under the rules of an eligible securities market, unless otherwise stated.

Statement of total return

for the period from 1 August 2017 to 31 January 2018

	Note	01.08.17 to 31.01.18 £'000	01.08.17 to 31.01.18 £'000	01.08.16 to 31.01.17 £'000	01.08.16 to 31.01.17 £'000
Income					
Net capital gains/(losses)			3,843		(9,551)
Revenue		6,715		6,374	
Expenses		(1,746)		(1,734)	
Interest payable and similar charges		(6)		(6)	
Net revenue before taxation		4,963		4,634	
Taxation		(6)		-	
Net revenue after taxation			4,957		4,634
Total return before distributions			8,800		(4,917)
Distributions	2		(4,936)		(4,634)
Change in net assets attributable to shareholders from investment activities			3,864		(9,551)

Statement of change in net assets attributable to shareholders

for the period from 1 August 2017 to 31 January 2018

		01.08.17 to 31.01.18 £'000	01.08.17 to 31.01.18 £'000	01.08.16 to 31.01.17 £'000	01.08.16 to 31.01.17 £'000
Opening net assets attributable to shareholders			452,178*		436,831
Amounts received on issue of shares		44,440		35,903	
Amounts paid on cancellation of shares		(28,810)		(71,247)	
			15,630		(35,344)
Dilution adjustment			224		460
Change in net assets attributable to shareholders from investment activities			3,864		(9,551)
Retained distribution on accumulation shares			3,529		2,374
Unclaimed distributions			1		1
Closing net assets attributable to shareholders			475,426		394,771*

* Section 3.30 of the IA SORP issued in May 2014 requires comparative figures for the above statement. For interim financial statements this will result in the closing comparative net assets not being equal to the net assets at the start of the current period.

Balance sheet

as at 31 January 2018

	31.01.18 £'000	31.07.17 £'000
Assets		
Fixed assets		
Investments	469,671	446,355
Current assets		
Debtors	5,154	4,935
Cash and bank balances	6,199	6,563
Total assets	481,024	457,853
Liabilities		
Investment liabilities	(1,693)	(2,231)
Creditors		
Bank overdrafts	(1,477)	-
Distribution payable	(733)	(776)
Other creditors	(1,695)	(2,668)
Total liabilities	(5,598)	(5,675)
Net assets attributable to shareholders	475,426	452,178

Notes to the financial statements

for the period from 1 August 2017 to 31 January 2018

1 Accounting policies

The financial statements have been prepared under the historical cost basis, as modified by the revaluation of investments, and in accordance with the Statement of Recommended Practice ("SORP") for Authorised Funds, issued by the IA in May 2014.

The accounting policies applied are consistent with those disclosed within the annual Financial Statements for the year ended 31 July 2017.

2 Distributions

The distributions take account of revenue received on the issue of shares and revenue deducted on the cancellation of shares, and comprise:

	01.08.17 to 31.01.18 £'000	01.08.16 to 31.01.17 £'000
First Interim – Accumulation shares (31 October)	1,721	1,554
First Interim – Income shares (31 October)	741	812
Second Interim – Accumulation shares (31 January)	1,808	1,438
Second Interim – Income shares (31 January)	733	786
	5,003	4,590
Revenue deducted on cancellation of shares	71	315
Revenue received on issue of shares	(138)	(271)
Distributions	4,936	4,634
Reconciliation of distributions:		
Net revenue after taxation	4,957	4,634
Authorised Corporate Director's capitalised fee rebates	(29)	-
Equalisation on conversion	2	-
Tax effect of fee rebates taken to capital	6	-
Distributions	4,936	4,634

Distribution table

Second Interim distribution

Group 1: Shares purchased prior to 1 November 2017
 Group 2: Shares purchased from 1 November 2017 to 31 January 2018

	Revenue pence per share	Equalisation pence per share*	Distribution paid 31.03.18 pence per share**	Distribution paid 31.03.17 pence per share***
Accumulation 'A' Shares				
Group 1	1.0204	-	1.0204	0.8552
Group 2	0.6867	0.3337	1.0204	0.8552
Income 'A' Shares				
Group 1	0.5310	-	0.5310	0.4522
Group 2	0.2329	0.2981	0.5310	0.4522
Accumulation 'P' Shares				
Group 1	0.9154	-	0.9154	0.7509
Group 2	0.4867	0.4287	0.9154	0.7509
Income 'P' Shares				
Group 1	0.6417	-	0.6417	0.5372
Group 2	0.1083	0.5334	0.6417	0.5372
Accumulation 'R' Shares				
Group 1	0.7156	-	0.7156	0.5826
Group 2	0.4130	0.3026	0.7156	0.5826
Income 'R' Shares				
Group 1	0.6516	-	0.6516	0.5427
Group 2	0.3285	0.3231	0.6516	0.5427
Accumulation 'U1' Shares				
Group 1	0.6719	-	0.6719	0.5465
Group 2	0.4340	0.2379	0.6719	0.5465
Income 'U1' Shares				
Group 1	0.6070	-	0.6070	0.5044
Group 2	0.2180	0.3890	0.6070	0.5044
Income 'U2' Shares				
Group 1	0.7015	-	0.7015	0.5693
Group 2	0.3577	0.3438	0.7015	0.5693
Income 'U2' Shares				
Group 1	0.6217	-	0.6217	0.5157
Group 2	0.2577	0.3640	0.6217	0.5157

Distribution table (continued)

First Interim distribution

Group 1: Shares purchased prior to 1 August 2017

Group 2: Shares purchased from 1 August 2017 to 31 October 2017

	Revenue pence per share	Equalisation pence per share*	Distribution paid 31.12.17 pence per share**	Distribution paid 31.12.16 pence per share***
Accumulation 'A' Shares				
Group 1	0.9796	-	0.9796	0.8747
Group 2	0.4353	0.5443	0.9796	0.8747
Income 'A' Shares				
Group 1	0.5120	-	0.5120	0.4645
Group 2	0.2362	0.2758	0.5120	0.4645
Accumulation 'P' Shares				
Group 1	0.8821	-	0.8821	0.7724
Group 2	0.4447	0.4374	0.8821	0.7724
Income 'P' Shares				
Group 1	0.6215	-	0.6215	0.5548
Group 2	0.6055	0.0160	0.6215	0.5548
Accumulation 'R' Shares				
Group 1	0.6887	-	0.6887	0.5995
Group 2	0.3488	0.3399	0.6887	0.5995
Income 'R' Shares				
Group 1	0.6323	-	0.6323	0.5612
Group 2	0.3124	0.3199	0.6323	0.5612
Accumulation 'U1' Shares				
Group 1	0.6486	-	0.6486	0.5628
Group 2	0.3189	0.3297	0.6486	0.5628
Income 'U1' Shares				
Group 1	0.5892	-	0.5892	0.5221
Group 2	0.1806	0.4086	0.5892	0.5221
Accumulation 'U2' Shares				
Group 1	0.6773	-	0.6773	0.5889
Group 2	0.3817	0.2956	0.6773	0.5889
Income 'U2' Shares				
Group 1	0.6036	-	0.6036	0.5340
Group 2	0.0944	0.5092	0.6036	0.5340

* Equalisation only applies to shares purchased during the distribution period (Group 2 shares). It is the average amount of revenue included in the purchase price of all Group 2 shares and is refunded to holders as a return of capital. Being capital, it is not liable to income tax but must be deducted from the cost of shares for capital gains tax purposes.

** With effect from 6 April 2017, all payments from the sub-fund will be paid gross of UK tax, following changes to the way savings and investments are taxed in the UK.

*** There may be no income tax in the case of interest distributions paid gross to shareholders.

Old Mutual Monthly Income Bond Fund

Launch date	30 September 2004
IA Sector	Sterling Strategic Bond
Investment adviser	Old Mutual Global Investors (UK) Limited
Net asset value	£154,206,890

Objective

The sub-fund aims to maximise total returns by investing primarily in a diversified portfolio of fixed, variable and zero rate bond investments, including convertible securities. There are no specific restrictions as to the economic sectors or geographic areas that the sub-fund may invest in.

Policy

Subject to the regulations, the property of the sub-fund may include transferable securities; units in collective investment schemes (including those managed or operated by the ACD or an associate of the ACD), warrants, money market instruments, deposits and derivatives.

More than 35% in value of the property of the sub-fund may consist of Government and other public securities issued by one issuer in accordance with the investment management and borrowing powers of the Company set out in schedule 2 of the prospectus.

The sub-fund will be permitted to use derivatives for investment purposes. The use of derivatives for this purpose may affect the volatility or risk profile of the sub-fund although this is not the ACD's intention.

Investment Manager's review

The period under review was favourable for credit markets. This is all the more impressive almost nine years into a bull market for corporate bonds. A consistent feature has been the European Central Bank (ECB) buying copious amounts of corporate bonds. ECB president Mario Draghi has reiterated that its Corporate Sector Purchase Programme (CSPP) remains a flagship policy. If that is the case will credit spreads tighten even further in 2018? Bonds in Steinhoff International hit the credit market for the wrong reasons, reminding us of the importance of idiosyncratic risk. Draghi emphasised that the ECB's exposure to Steinhoff is less than consensus, but its reaction to holding 'fallen angels' could be interesting and indeed could cause increased volatility and price drops in names that fall from investment grade to high yield.

The sub-fund delivered a strong second half of the year, after its change in management. Strong sector and security selection remains paramount, and the ability to add value via global diversification. At the end of the period under review, the sub-fund was overweight basic materials, communications, banks and internet. Underweight sectors included retail and consumer cyclical.

Looking forward, credit fundamentals remain constructive. We see little to disrupt the asset class as the ECB will continue to be buyer of last resort for investment grade securities at present. It is our assumption that the ECB will engineer a smooth trajectory for credit during the first half of 2018, preparing the market for its withdrawal from Quantitative Easing, potentially in the latter half of the year. Draghi has mentioned on numerous occasions that the CSPP program is a flagship policy and has been a big success in restoring inflation in the Eurozone back towards its 2% target and also ultimately improving the transmission mechanism of the monetary policy. The ECB is likely to have purchased just over €80bn of euro denominated corporate bonds in 2017. We would estimate that approximately 90% of CSPP holdings have tightened since purchase, although the developments in Steinhoff in Q4 dampened euphoria. Irrespective of this event the environment continues to be constructive for the asset class in 2018.

Risk and Reward Profile



The calculated risk and reward category, as shown above, uses a method of calculation derived from EU rules. It is based on the rate at which the returns of the sub-fund have moved up and down in the past (i.e. volatility) and is not a guide to the future risk and reward category of the sub-fund. The category shown is not a target or guarantee and may shift over time. Even the lowest category 1 does not mean a risk-free investment. The seven-category scale is nonlinear, for example, 2 is not twice as risky as 1.

Sub-funds in category 3 have in the past shown moderately low volatility. With a sub-fund of category 3, you have a moderately low risk of losing money but your chance for gains is also moderately low.

Investment risk - there is no guarantee that the sub-fund will achieve its objective. A capital loss of some or all of the amount invested may occur.

Credit risk - the issuer of a bond or a similar investment within the sub-fund may not pay income or repay capital to the sub-fund when due. Bonds which are rated below investment grade are considered to have a higher risk exposure with respect to meeting their payment obligations.

Interest rate risk - investments in bonds are affected by interest rates and inflation trends which may affect the value of the sub-fund.

Liquidity risk - some investments may become hard to value or sell at a desired time and price. In extreme circumstances this may affect the sub-fund's ability to meet redemption requests upon demand.

Currency risk - the sub-fund is denominated in British Pounds and may use techniques to try to reduce the effects of changes in the exchange rate between the currency of the underlying investments and the base currency of the sub-fund. These techniques may not eliminate all the currency risk. The value of your shares may rise and fall as a result of exchange rate movements.

Derivative risk - the sub-fund uses derivatives to generate returns and/or to reduce costs and the overall risk of the sub-fund. Using derivatives can involve a higher level of risk. A small movement in the price of an underlying investment may result in a disproportionately large movement in the price of the derivative investment. Derivatives also involve counterparty risk where the institutions acting as counterparty to derivatives may not meet their contractual obligations.

Capital erosion risk - the sub-fund takes charges from capital of the sub-fund. Investors should be aware that there is potential for capital erosion if insufficient capital growth is achieved by the sub-fund to cover the charges. Capital erosion may have the effect of reducing the level of income generated.

For a more detailed explanation of risks, please refer to the "Risks" section of the prospectus.

Performance Records

Comparative Tables

Accumulation 'A'	1 August 2017 to 31 January 2018 p/share	1 August 2016 to 31 July 2017 p/share	1 August 2015 to 31 July 2016 p/share
Change in net assets per share			
Opening net asset value per share	73.94	70.86	69.74
Return before operating charges*	1.41	4.48	2.75
Operating charges**	(0.53)	(1.01)	(0.95)
Return after operating charges*	0.88	3.47	1.80
Distributions	(1.47)	(3.22)	(3.40)
Retained distributions	1.47	2.83	2.72
Closing asset value per share	74.82	73.94	70.86
* after direct transaction costs of***	-	-	-
Performance			
Return after charges	1.19%	4.89%	2.58%
Other information			
Closing net asset value (£)	7,505,618	8,421,734	10,079,247
Closing number of shares	10,031,478	11,389,671	14,224,992
Operating charges****	1.40%	1.40%	1.40%
Direct transaction costs***	-	-	-
Prices	pence per share	pence per share	pence per share
Highest share price	75.56	76.94	73.90
Lowest share price	73.88	69.78	64.50
Income 'A'	1 August 2017 to 31 January 2018 p/share	1 August 2016 to 31 July 2017 p/share	1 August 2015 to 31 July 2016 p/share
Change in net assets per share			
Opening net asset value per share	39.93	39.79	40.78
Return before operating charges*	0.76	2.48	1.50
Operating charges**	(0.28)	(0.56)	(0.54)
Return after operating charges*	0.48	1.92	0.96
Distributions	(0.79)	(1.78)	(1.95)
Retained distributions	-	-	-
Closing asset value per share	39.62	39.93	39.79
* after direct transaction costs of***	-	-	-
Performance			
Return after charges	1.20%	4.83%	2.35%
Other information			
Closing net asset value (£)	12,468,951	13,137,513	16,507,935
Closing number of shares	31,473,363	32,901,617	41,491,355
Operating charges****	1.40%	1.40%	1.40%
Direct transaction costs***	-	-	-
Prices	pence per share	pence per share	pence per share
Highest share price	40.33	42.31	43.02
Lowest share price	39.67	38.75	36.89

Comparative Tables (continued)

Accumulation 'P'	1 August 2017 to 31 January 2018 p/share	1 August 2016 to 31 July 2017 p/share	1 August 2015 to 31 July 2016 p/share
Change in net assets per share			
Opening net asset value per share	136.41	130.45	127.70
Return before operating charges*	2.60	7.84	5.12
Operating charges**	(0.63)	(1.18)	(1.12)
Return after operating charges*	1.97	6.66	4.00
Distributions	(2.70)	(5.91)	(6.23)
Retained distributions	2.70	5.21	4.98
Closing asset value per share	138.38	136.41	130.45
* after direct transaction costs of***	-	-	-
Performance			
Return after charges	1.44%	5.11%	3.13%
Other information			
Closing net asset value (£)	6,719	1,054	27,114
Closing number of shares	4,856	773	20,785
Operating charges****	0.90%	0.90%	0.90%
Direct transaction costs***	-	-	-
Prices	pence per share	pence per share	pence per share
Highest share price	139.70	141.95	135.85
Lowest share price	136.40	128.48	118.31
Income 'P'	1 August 2017 to 31 January 2018 p/share	1 August 2016 to 31 July 2017 p/share	1 August 2015 to 31 July 2016 p/share
Change in net assets per share			
Opening net asset value per share	97.40	96.57	98.48
Return before operating charges*	1.84	6.02	3.68
Operating charges**	(0.44)	(0.87)	(0.85)
Return after operating charges*	1.40	5.15	2.83
Distributions	(1.92)	(4.32)	(4.74)
Retained distributions	-	-	-
Closing asset value per share	96.88	97.40	96.57
* after direct transaction costs of***	-	-	-
Performance			
Return after charges	1.44%	5.33%	2.87%
Other information			
Closing net asset value (£)	118,468	119,100	120,284
Closing number of shares	122,281	122,281	124,551
Operating charges****	0.90%	0.90%	0.90%
Direct transaction costs***	-	-	-
Prices	pence per share	pence per share	pence per share
Highest share price	98.40	102.74	103.90
Lowest share price	96.91	94.20	89.35

Comparative Tables (continued)

Accumulation 'R'	1 August 2017 to 31 January 2018 p/share	1 August 2016 to 31 July 2017 p/share	1 August 2015 to 31 July 2016 p/share
Change in net assets per share			
Opening net asset value per share	116.52	110.98	108.58
Return before operating charges*	2.23	7.05	4.31
Operating charges**	(0.48)	(0.91)	(0.85)
Return after operating charges*	1.75	6.14	3.46
Distributions	(2.32)	(5.05)	(5.29)
Retained distributions	2.32	4.45	4.23
Closing asset value per share	118.27	116.52	110.98
* after direct transaction costs of***	-	-	-
Performance			
Return after charges	1.51%	5.53%	3.19%
Other information			
Closing net asset value (£)	17,368,143	17,382,335	16,580,634
Closing number of shares	14,685,771	14,917,640	14,940,330
Operating charges****	0.80%	0.80%	0.80%
Direct transaction costs***	-	-	-
Prices	pence per share	pence per share	pence per share
Highest share price	119.40	117.15	111.84
Lowest share price	116.50	109.51	100.76
Income 'R'	1 August 2017 to 31 January 2018 p/share	1 August 2016 to 31 July 2017 p/share	1 August 2015 to 31 July 2016 p/share
Change in net assets per share			
Opening net asset value per share	103.69	102.71	104.62
Return before operating charges*	1.97	6.40	3.91
Operating charges**	(0.42)	(0.82)	(0.80)
Return after operating charges*	1.55	5.58	3.11
Distributions	(2.04)	(4.60)	(5.02)
Retained distributions	-	-	-
Closing asset value per share	103.20	103.69	102.71
* after direct transaction costs of***	-	-	-
Performance			
Return after charges	1.49%	5.43%	2.97%
Other information			
Closing net asset value (£)	14,143,874	14,920,612	19,511,216
Closing number of shares	13,705,506	14,389,051	18,997,069
Operating charges****	0.80%	0.80%	0.80%
Direct transaction costs***	-	-	-
Prices	pence per share	pence per share	pence per share
Highest share price	104.80	105.59	106.64
Lowest share price	103.20	100.22	94.97

Comparative Tables (continued)

Accumulation 'U1'	1 August 2017 to 31 January 2018 p/share	1 August 2016 to 31 July 2017 p/share	1 August 2015 to 31 July 2016 p/share
Change in net assets per share			
Opening net asset value per share	105.33	100.26	97.98
Return before operating charges*	2.00	6.35	3.91
Operating charges**	(0.38)	(0.73)	(0.68)
Return after operating charges*	1.62	5.62	3.23
Distributions	(2.09)	(4.57)	(4.77)
Retained distributions	2.09	4.02	3.82
Closing asset value per share	106.95	105.33	100.26
* after direct transaction costs of***	-	-	-
Performance			
Return after charges	1.53%	5.60%	3.30%
Other information			
Closing net asset value (£)	4,357,495	3,986,642	5,053,911
Closing number of shares	4,074,140	3,784,853	5,040,834
Operating charges****	0.71%	0.71%	0.71%
Direct transaction costs***	-	-	-
Prices	pence per share	pence per share	pence per share
Highest share price	108.00	105.90	101.01
Lowest share price	105.30	98.93	90.97
Income 'U1'	1 August 2017 to 31 January 2018 p/share	1 August 2016 to 31 July 2017 p/share	1 August 2015 to 31 July 2016 p/share
Change in net assets per share			
Opening net asset value per share	91.28	90.33	91.95
Return before operating charges*	1.73	5.65	3.42
Operating charges**	(0.33)	(0.65)	(0.62)
Return after operating charges*	1.40	5.00	2.80
Distributions	(1.80)	(4.05)	(4.42)
Retained distributions	-	-	-
Closing asset value per share	90.88	91.28	90.33
* after direct transaction costs of***	-	-	-
Performance			
Return after charges	1.53%	5.54%	3.05%
Other information			
Closing net asset value (£)	7,071,606	8,140,955	9,309,133
Closing number of shares	7,781,463	8,918,987	10,305,924
Operating charges****	0.71%	0.71%	0.71%
Direct transaction costs***	-	-	-
Prices	pence per share	pence per share	pence per share
Highest share price	92.23	92.87	93.74
Lowest share price	90.87	88.17	83.50

Comparative Tables (continued)

Accumulation 'U2'	1 August 2017 to 31 January 2018 p/share	1 August 2016 to 31 July 2017 p/share	1 August 2015 to 31 July 2016 p/share
Change in net assets per share			
Opening net asset value per share	108.35	103.04	100.67
Return before operating charges*	2.07	6.56	4.00
Operating charges**	(0.36)	(0.69)	(0.64)
Return after operating charges*	1.71	5.87	3.36
Distributions	(2.15)	(4.70)	(4.94)
Retained distributions	2.15	4.14	3.95
Closing asset value per share	110.06	108.35	103.04
* after direct transaction costs of***	-	-	-
Performance			
Return after charges	1.57%	5.70%	3.34%
Other information			
Closing net asset value (£)	91,039,041	74,630,120	56,414,199
Closing number of shares	82,718,155	68,875,664	54,751,912
Operating charges****	0.65%	0.65%	0.65%
Direct transaction costs***	-	-	-
Prices	pence per share	pence per share	pence per share
Highest share price	111.10	108.94	103.84
Lowest share price	108.30	101.73	93.49
Income 'U2'	1 August 2017 to 31 January 2018 p/share	1 August 2016 to 31 July 2017 p/share	1 August 2015 to 31 July 2016 p/share
Change in net assets per share			
Opening net asset value per share	94.80	93.83	95.35
Return before operating charges*	1.84	5.78	3.65
Operating charges**	(0.31)	(0.61)	(0.59)
Return after operating charges*	1.53	5.17	3.06
Distributions	(1.87)	(4.20)	(4.58)
Retained distributions	-	-	-
Closing asset value per share	94.46	94.80	93.83
* after direct transaction costs of***	-	-	-
Performance			
Return after charges	1.61%	5.51%	3.21%
Other information			
Closing net asset value (£)	126,975	125,851	209,701
Closing number of shares	134,425	132,751	223,489
Operating charges****	0.65%	0.65%	0.65%
Direct transaction costs***	-	-	-
Prices	pence per share	pence per share	pence per share
Highest share price	95.83	96.38	97.09
Lowest share price	94.45	91.51	86.67

** The operating charges include all costs borne by the sub-fund, except for direct transaction costs. Since the sub-fund invests less than 10% of net assets in underlying sub-funds there is no inclusion of a synthetic element for underlying sub-funds OCF.

*** The direct transaction costs are made up of fees and commissions paid to agents, advisers, brokers and dealers, levies by regulatory agencies and securities exchanges as well as transfer taxes and duties. They do not include any difference between the quoted bid and offer prices or internal administrative or holding costs. These costs arise as a result of transactions undertaken both for efficient portfolio management and the meeting of the sub-fund's objectives. These costs exclude any effect of dilution adjustments used to offset the costs.

**** The operating charges percentage is the equivalent of the ongoing charges figure per the prior year accounts. It is the ratio of the sub-fund's ongoing charges (excluding interest on borrowings) to the average net assets of the sub-fund.

Performance

	6 months to 31 January 2018	1 year to 31 January 2018	3 years to 31 January 2018	5 years to 31 January 2018
Old Mutual Monthly Income Bond Fund*	1.70%	5.80%	6.24%	20.34%
50% JPM GBI, 50% ML EUR HY (HP00), GBP Hedged (benchmark)	1.09%	4.16%	11.51%	28.02%
IA Sterling Strategic Bond (sector average)	1.29%	5.07%	11.47%	26.00%
Quartile ranking	2	2	4	3

* Accumulation 'R' shares

Data Source – Factset. Figures are calculated on a total return and single price basis, with net income reinvested into the sub-fund.

Portfolio allocation		Major holdings	Percentage of portfolio
North America	34.26%	Old Mutual Financials Contingent Capital Fund - F Income (USD)	7.84%
Europe	30.81%	US Treasury 2.25% 15/08/2046	2.53%
United Kingdom	27.71%	US Treasury 2% 15/02/2025	2.42%
United Kingdom derivatives	3.96%	Petroleos Mexicanos 3.75% 16/11/2025	1.77%
Asia Pacific (excluding Japan)	0.61%	US Treasury 2% 15/11/2026	1.73%
Overseas derivatives	0.06%	US Treasury 1.5% 15/08/2026	1.67%
		United Kingdom Gilt 3.5% 22/01/2045	1.47%
Net other assets	2.59%	US Treasury 1.375% 30/06/2023	1.16%
		AT Securities 5.25% Perpetual	1.15%
		Income Contingent Student Loans 2.5% 24/07/2056	1.13%
Total	100.00%		
		Number of holdings	138

Asset allocation		Total Purchases and Sales for the period	2018 £'000	2017 £'000
US Dollar debt securities	43.21%	Total purchases for the 6 month period to 31 January	72,736	105,039
Sterling debt securities	28.47%	Total sales for the 6 month period to 31 January	56,643	116,024
Euro debt securities	13.87%			
Collective Investment Schemes	7.84%			
United Kingdom derivatives	3.96%			
Overseas derivatives	0.06%			
Net other assets	2.59%			
Total	100.00%			

Portfolio statement

as at 31 January 2018

Holding	Investment	Market Value £'000	Percentage of total net assets %
	Sterling 40.27% (31 July 2017 36.62%)		
	Sterling Denominated Fixed Rate Corporate Bonds 26.35% (31 July 2017 30.57%)		
£1,200,000	AA 2.875% 31/01/2022	1,201	0.78
£1,200,000	America Movil 6.375% 06/09/2073	1,333	0.86
£1,500,000	Anglian Water Osprey Financing 4% 08/03/2026	1,493	0.97
£1,000,000	Anglian Water Osprey Financing 5% 30/04/2023	1,073	0.70
£700,000	Annington Funding 2.646% 12/07/2025	707	0.46
£750,000	Aroundtown 3% 16/10/2029	744	0.48
£700,000	Ashpol 10.75% 31/12/2025	-	-
£900,000	Aviva 6.125% 14/11/2036	1,089	0.71
£600,000	BAT Capital 2.125% 15/08/2025	592	0.38
£1,000,000	Bazalgette Finance 2.375% 29/11/2027	981	0.64
£700,000	Bunzl Finance 2.25% 11/06/2025	697	0.45
£900,000	Centrica 5.25% 10/04/2075	964	0.63
£1,200,000	Close Brothers 4.25% 24/01/2027	1,274	0.83
£960,000	CPUK Finance 3.588% 28/08/2025	1,022	0.66
£400,000	Digital Stout Holding 2.75% 19/07/2024	407	0.26
£600,000	DS Smith 2.875% 26/07/2029	589	0.38
£1,000,000	Electricite de France 5.875% Perpetual	1,060	0.69
£1,000,000	Electricite de France 6% Perpetual	1,078	0.70
£1,000,000	Gazprom OAO Via Gaz Capital 4.25% 06/04/2024	1,046	0.68
£900,000	Go-Ahead 2.5% 06/07/2024	890	0.58
£950,000	Heathrow Finance 3.875% 01/03/2027	947	0.61
£1,875,000	Income Contingent Student Loans 2.5% 24/07/2056	1,740	1.13
£700,000	Jerrold Finco 6.125% 15/01/2024	712	0.46
£300,000	Land Securities Capital Markets 1.974% 08/02/2024	301	0.20
£700,000	Liberty Living Finance 2.625% 28/11/2024	708	0.46
£700,000	McLaren Finance 5% 01/08/2022	696	0.45
£900,000	NGG Finance 5.625% 18/06/2073	1,027	0.67
£1,100,000	Pennon 2.875% Perpetual	1,114	0.72
£2,700,000	Petroleos Mexicanos 3.75% 16/11/2025	2,724	1.77
£1,100,000	Prudential 5.7% 19/12/2063	1,321	0.86
£700,000	RAC Bond 4.565% 06/05/2023	746	0.48
£600,000	Santander UK 10.0625% Perpetual	1,020	0.66
£900,000	SSE 3.625% 16/09/2077	943	0.61
£1,400,000	Student Finance 2.6663% 30/09/2024	1,397	0.91
£900,000	Telefonica Europe 6.75% Perpetual	1,000	0.65
£686,418	Tesco Property Finance 4 5.8006% 13/10/2040	805	0.52
£1,000,000	TP ICAP 5.25% 26/01/2024	1,069	0.69
£1,100,000	TSB Banking Group 5.75% 06/05/2026	1,217	0.79
£1,400,000	Virgin Media Secured Finance 5% 15/04/2027	1,425	0.92
£1,000,000	Western Power Distribution 3.625% 06/11/2023	1,070	0.69
£400,000	Yorkshire Building Society 3.375% 13/09/2028	406	0.26
		40,628	26.35
	Sterling Denominated Variable Rate Corporate Bonds 0.00% (31 July 2017 0.16%)		
	Sterling Denominated Fixed Rate Government Bonds 2.12% (31 July 2017 4.44%)		
£1,000,000	United Kingdom Gilt 1.5% 22/07/2026	1,011	0.65
£1,700,000	United Kingdom Gilt 3.5% 22/01/2045	2,261	1.47
		3,272	2.12

Portfolio statement (continued)

as at 31 January 2018

Holding	Investment	Market Value £'000	Percentage of total net assets %
1,629,428	Collective Investment Schemes 7.84% (31 July 2017 0.00%)		
	Old Mutual Financials Contingent Capital Fund - F Income (USD)	12,085	7.84
		12,085	7.84
	Sterling Denominated Derivatives 3.96% (31 July 2017 1.45%)		
	Sterling Denominated Forward Exchange Contracts 3.96% (31 July 2017 1.45%)		
£17,095,402	Sterling v Euro Forward Exchange Contract	379	0.25
£1,784,372	Sterling v Euro Forward Exchange Contract	25	0.02
£1,778,052	Sterling v Euro Forward Exchange Contract	18	0.01
£895,806	Sterling v Euro Forward Exchange Contract	16	0.01
£83,999,083	Sterling v US Dollar Forward Exchange Contract	5,659	3.67
£356,777	Sterling v US Dollar Forward Exchange Contract	4	-
		6,101	3.96
	Sterling Denominated Futures Contracts 0.00% (31 July 2017 0.00%)		
(5)	Long Gilt Futures March 2018	9	-
		9	-
	Overseas 57.14% (31 July 2017 60.17%)		
	Euro 13.87% (31 July 2017 8.42%)		
	Euro Denominated Fixed Rate Corporate Bonds 13.04% (31 July 2017 8.42%)		
€1,200,000	Aroundtown 2.125% Perpetual	1,034	0.67
€1,000,000	CaixaBank 2.75% 14/07/2028	919	0.60
€800,000	Cemex 2.75% 05/12/2024	715	0.46
€500,000	Colfax 3.25% 15/05/2025	453	0.29
€300,000	Constellium 4.25% 15/02/2026	269	0.18
€200,000	Crown European 2.875% 01/02/2026	175	0.11
€600,000	CTC BondCo 5.25% 15/12/2025	528	0.34
€400,000	EC Finance 2.375% 15/11/2022	361	0.23
€800,000	Equinix 2.875% 01/10/2025	708	0.46
€1,100,000	Equinix 2.875% 01/02/2026	962	0.62
€700,000	Europcar 4.125% 15/11/2024	623	0.40
€1,000,000	Fastighets AB Balder 3% 07/03/2078	887	0.58
€1,100,000	Federal-Mogul LLC & Federal-Mogul Financing 5% 15/07/2024	960	0.62
€1,000,000	Groupama 6.375% Perpetual	1,064	0.69
€500,000	Horizon Parent 8.25% 15/02/2022	467	0.30
€1,300,000	Inter Media And Communication 4.875% 31/12/2022	1,163	0.76
€1,000,000	Iron Mountain 3% 15/01/2025	886	0.57
€750,000	La Financiere Atalian 4% 15/05/2024	688	0.45
€2,650,000	Lehman Brothers 4.625% 14/03/2019	-	-
€100,000	Loxam 4.25% 15/04/2024	94	0.06
€1,600,000	Matterhorn Telecom 4% 15/11/2027	1,357	0.88
€700,000	NN 4.625% 13/01/2048	724	0.47
€1,200,000	Orsted A/S 2.25% 24/11/2024	1,071	0.70
€200,000	Schmolz+Bickenbach Luxembourg Finance 5.625% 15/07/2022	184	0.12
€1,100,000	SES 4.625% Perpetual	1,040	0.68
€1,100,000	Telecom Italia 2.375% 12/10/2027	970	0.63
€150,000	Vallourec 6.625% 15/10/2022	142	0.09
€1,100,000	Volkswagen International Finance 3.875% Perpetual	1,023	0.66
€800,000	Wind Tre 3.125% 20/01/2025	647	0.42
		20,114	13.04

Portfolio statement (continued)

as at 31 January 2018

Holding	Investment	Market Value £000	Percentage of total net assets %
Euro Denominated Fixed Rate Government Bonds 0.83% (31 July 2017 0.00%)			
€1,500,000	Hellenic Republic Government Bond 3.9% 30/01/2033	1,277	0.83
		1,277	0.83
US Dollar 43.27% (31 July 2017 51.75%)			
US Dollar Denominated Fixed Rate Corporate Bonds 33.70% (31 July 2017 37.08%)			
\$1,300,000	Adient Global 4.875% 15/08/2026	912	0.59
\$1,130,000	AK Steel 6.375% 15/10/2025	794	0.51
\$900,000	Aleris 7.875% 01/11/2020	633	0.41
\$1,800,000	Alibaba 3.4% 06/12/2027	1,233	0.80
\$1,900,000	Altice Finco 7.625% 15/02/2025	1,332	0.86
\$900,000	American Axle & Manufacturing 6.25% 01/04/2025	663	0.43
\$1,400,000	Antero Resources 5.375% 01/11/2021	1,011	0.66
\$1,700,000	Ardagh Packaging Finance 6% 15/02/2025	1,240	0.80
\$2,500,000	AT Securities 5.25% Perpetual	1,772	1.15
\$1,600,000	AT&T 3.4% 15/05/2025	1,098	0.71
\$2,248,000	AT&T 4.3% 15/02/2030	1,567	1.02
\$400,000	Beacon Escrow 4.875% 01/11/2025	281	0.18
\$1,400,000	Cimpress 7% 01/04/2022	1,042	0.68
\$1,100,000	DaVita 5.125% 15/07/2024	781	0.51
\$1,400,000	Dell International 6.02% 15/06/2026	1,086	0.70
\$1,600,000	Diamondback Energy 4.75% 01/11/2024	1,139	0.74
\$1,075,000	Digital Realty Trust 3.7% 15/08/2027	753	0.49
\$1,800,000	EDP Finance 3.625% 15/07/2024	1,272	0.82
\$1,900,000	First Quantum Minerals 7.5% 01/04/2025	1,435	0.93
\$120,000	FMG Resources August 2006 4.75% 15/05/2022	86	0.06
\$1,800,000	Frontier Communications 7.125% 15/01/2023	859	0.56
\$1,600,000	HCA 5.25% 15/04/2025	1,184	0.77
\$1,000,000	HSBC 6.875% Perpetual	758	0.49
\$1,000,000	Imperial Tobacco Finance 2.95% 21/07/2020	709	0.46
\$1,300,000	Inmarsat Finance 4.875% 15/05/2022	911	0.59
\$1,300,000	Intesa Sanpaolo 5.017% 26/06/2024	938	0.61
\$2,000,000	Ithaca Energy 8.125% 01/07/2019	1,426	0.92
\$1,100,000	Jaguar Land Rover Automotive 4.5% 01/10/2027	766	0.50
\$800,000	KCA Deutag UK Finance 7.25% 15/05/2021	559	0.36
\$2,000,000	Lennar 4.75% 29/11/2027	1,428	0.93
\$700,000	Levi Strauss 5% 01/05/2025	513	0.33
\$1,600,000	LKQ 4.75% 15/05/2023	1,155	0.75
\$1,000,000	MARB BondCo 7% 15/03/2024	707	0.46
\$1,100,000	Newfield Exploration 5.75% 30/01/2022	825	0.53
\$900,000	NRG Energy 7.25% 15/05/2026	690	0.45
\$400,000	OBE Insurance 5.25% Perpetual	286	0.19
\$1,620,000	Petrobras Global Finance 6.125% 17/01/2022	1,220	0.79
\$1,200,000	Range Resources 5% 15/03/2023	852	0.55
\$800,000	Santos Finance 4.125% 14/09/2027	552	0.36
\$140,000	Service 4.625% 15/12/2027	98	0.06
\$1,600,000	Sky 3.75% 16/09/2024	1,158	0.75
\$1,000,000	SSE 4.75% 16/09/2077	731	0.47
\$850,000	Starwood Property Trust 3.625% 01/02/2021	600	0.39
\$1,300,000	Telecom Italia 5.303% 30/05/2024	971	0.63
\$300,000	Tencent 3.595% 19/01/2028	209	0.14
\$600,000	Tenet Healthcare 6.75% 15/06/2023	417	0.27
\$1,400,000	Time Warner Cable 7.3% 01/07/2038	1,233	0.80
\$1,660,000	UBS 5.125% 15/05/2024	1,235	0.80

Portfolio statement (continued)

as at 31 January 2018

Holding	Investment	Market Value £'000	Percentage of total net assets %
	US Dollar Denominated Fixed Rate Corporate Bonds (continued)		
\$1,100,000	UniCredit 5.861% 19/06/2032	832	0.54
\$1,500,000	United Rentals North America 4.625% 15/07/2023	1,096	0.71
\$1,500,000	Vale Overseas 6.25% 10/08/2026	1,226	0.80
\$1,700,000	Vedanta Resources 6.375% 30/07/2022	1,248	0.81
\$1,500,000	VTR Finance 6.875% 15/01/2024 Priv Placement	1,115	0.72
\$450,000	Weatherford International 4.5% 15/04/2022	303	0.20
\$900,000	Western Digital 4.75% 15/02/2026	636	0.41
\$1,700,000	Whiting Petroleum 5.75% 15/03/2021	1,241	0.80
\$1,650,000	Ziggo Bond Finance 5.875% 15/01/2025	1,154	0.75
		51,971	33.70
	US Dollar Denominated Fixed Rate Government Bonds 9.51% (31 July 2017 14.70%)		
\$2,700,000	US Treasury 1.375% 30/06/2023	1,795	1.16
\$4,000,000	US Treasury 1.5% 15/08/2026	2,568	1.67
\$5,500,000	US Treasury 2% 15/02/2025	3,723	2.42
\$4,000,000	US Treasury 2% 15/11/2026	2,670	1.73
\$6,400,000	US Treasury 2.25% 15/08/2046	3,904	2.53
		14,660	9.51
	US Dollar Denominated Derivatives 0.06% (31 July 2017 (0.03)%)		
	US Dollar Denominated Forward Exchange Contracts 0.00% (31 July 2017 (0.02)%)		
	US Dollar Denominated Futures Contracts 0.06% (31 July 2017 (0.01)%)		
(73)	US 5 Year Treasury Note Futures March 2018	91	0.06
		91	0.06
	Investment assets	150,208	97.41
	Net other assets	3,999	2.59
	Total net assets	154,207	100.00

All investments are approved securities being either officially listed in a member state or traded on or under the rules of an eligible securities market, unless otherwise stated.

Statement of total return

for the period from 1 August 2017 to 31 January 2018

	Note	01.08.17 to 31.01.18 £'000	01.08.17 to 31.01.18 £'000	01.08.16 to 31.01.17 £'000	01.08.16 to 31.01.17 £'000
Income					
Net capital losses			(235)		(838)
Revenue		2,968		3,114	
Expenses		(597)		(566)	
Interest payable and similar charges		(7)		(8)	
Net revenue before taxation		2,364		2,540	
Taxation		-		(25)	
Net revenue after taxation			2,364		2,515
Total return before distributions			2,129		1,677
Distributions	2		(2,938)		(3,081)
Change in net assets attributable to shareholders from investment activities			(809)		(1,404)

Statement of change in net assets attributable to shareholders

for the period from 1 August 2017 to 31 January 2018

		01.08.17 to 31.01.18 £'000	01.08.17 to 31.01.18 £'000	01.08.16 to 31.01.17 £'000	01.08.16 to 31.01.17 £'000
Opening net assets attributable to shareholders			140,866*		133,813
Amounts received on issue of shares		18,358		15,404	
Amounts paid on cancellation of shares		(6,520)		(17,447)	
			11,838		(2,043)
Dilution adjustment			55		110
Change in net assets attributable to shareholders from investment activities			(809)		(1,404)
Retained distribution on accumulation shares			2,257		1,630
Closing net assets attributable to shareholders			154,207		132,106*

* Section 3.30 of the IA SORP issued in May 2014 requires comparative figures for the above statement. For interim financial statements this will result in the closing comparative net assets not being equal to the net assets at the start of the current period.

Balance sheet

as at 31 January 2018

	31.01.18 £'000	31.07.17 £'000
Assets		
Fixed assets		
Investments	150,208	136,563
Current assets		
Debtors	1,806	1,825
Cash and bank balances	3,604	4,316
Total assets	155,618	142,704
Liabilities		
Investment liabilities	-	(224)
Creditors		
Bank overdrafts	(65)	-
Distribution payable	(111)	(130)
Other creditors	(1,235)	(1,484)
Total liabilities	(1,411)	(1,838)
Net assets attributable to shareholders	154,207	140,866

Notes to the financial statements

for the period from 1 August 2017 to 31 January 2018

1 Accounting policies

The financial statements have been prepared under the historical cost basis, as modified by the revaluation of investments, and in accordance with the Statement of Recommended Practice ("SORP") for Authorised Funds, issued by the IA in May 2014.

The accounting policies applied are consistent with those disclosed within the annual Financial Statements for the year ended 31 July 2017.

2 Distributions

The distributions take account of revenue received on the issue of shares and revenue deducted on the cancellation of shares, and comprise:

	01.08.17 to 31.01.18 £'000	01.08.16 to 31.01.17 £'000
First Interim – Accumulation shares (31 August)	385	381
First Interim – Income shares (31 August)	129	194
Second Interim – Accumulation shares (30 September)	310	357
Second Interim – Income shares (30 September)	100	177
Third Interim – Accumulation shares (31 October)	411	340
Third Interim – Income shares (31 October)	131	182
Fourth Interim – Accumulation shares (30 November)	386	255
Fourth Interim – Income shares (30 November)	119	136
Fifth Interim – Accumulation shares (31 December)	373	324
Fifth Interim – Income shares (31 December)	113	169
Sixth Interim – Accumulation shares (31 January)	392	379
Sixth Interim – Income shares (31 January)	111	186
	2,960	3,080
Revenue deducted on cancellation of shares	12	27
Revenue received on issue of shares	(34)	(26)
Distributions	2,938	3,081
Reconciliation of distributions:		
Net revenue after taxation	2,364	2,515
Capitalised fees	597	566
Authorised Corporate Director's capitalised fee rebates	(23)	-
Distributions	2,938	3,081

Distribution table

Sixth Interim distribution

Group 1: Shares purchased prior to 1 January 2018

Group 2: Shares purchased from 1 January 2018 to 31 January 2018

	Revenue pence per share	Equalisation pence per share*	Distribution paid 28.02.18 pence per share**	Distribution paid 28.02.17 pence per share***
Accumulation 'A' Shares				
Group 1	0.2434	-	0.2434	0.2436
Group 2	0.1288	0.1146	0.2434	0.2436
Income 'A' Shares				
Group 1	0.1293	-	0.1293	0.1347
Group 2	0.0501	0.0792	0.1293	0.1347
Accumulation 'P' Shares				
Group 1	0.4516	-	0.4516	0.4490
Group 2	0.4516	0.0000	0.4516	0.4490
Income 'P' Shares				
Group 1	0.3161	-	0.3161	0.3278
Group 2	0.3161	0.0000	0.3161	0.3278
Accumulation 'R' Shares				
Group 1	0.3873	-	0.3873	0.3826
Group 2	0.1980	0.1893	0.3873	0.3826
Income 'R' Shares				
Group 1	0.3367	-	0.3367	0.3486
Group 2	0.1465	0.1902	0.3367	0.3486
Accumulation 'U1' Shares				
Group 1	0.3479	-	0.3479	0.3457
Group 2	0.1890	0.1589	0.3479	0.3457
Income 'U1' Shares				
Group 1	0.2964	-	0.2964	0.3069
Group 2	0.1535	0.1429	0.2964	0.3069
Accumulation 'U2' Shares				
Group 1	0.3581	-	0.3581	0.3556
Group 2	0.1278	0.2303	0.3581	0.3556
Income 'U2' Shares				
Group 1	0.3083	-	0.3083	0.3186
Group 2	0.2167	0.0916	0.3083	0.3186

Distribution table (continued)

Fifth Interim distribution

Group 1: Shares purchased prior to 1 December 2017
 Group 2: Shares purchased from 1 December 2017 to 31 December 2017

	Revenue pence per share	Equalisation pence per share*	Distribution paid 31.01.18 pence per share**	Distribution paid 31.01.17 pence per share***
Accumulation 'A' Shares				
Group 1	0.2367	-	0.2367	0.2156
Group 2	0.1647	0.0720	0.2367	0.2156
Income 'A' Shares				
Group 1	0.1262	-	0.1262	0.1196
Group 2	0.0310	0.0952	0.1262	0.1196
Accumulation 'P' Shares				
Group 1	0.4378	-	0.4378	0.3971
Group 2	0.4378	0.0000	0.4378	0.3971
Income 'P' Shares				
Group 1	0.3083	-	0.3083	0.2908
Group 2	0.3083	0.0000	0.3083	0.2908
Accumulation 'R' Shares				
Group 1	0.3738	-	0.3738	0.3385
Group 2	0.2334	0.1404	0.3738	0.3385
Income 'R' Shares				
Group 1	0.3283	-	0.3283	0.3095
Group 2	0.1197	0.2086	0.3283	0.3095
Accumulation 'U1' Shares				
Group 1	0.3381	-	0.3381	0.3058
Group 2	0.1910	0.1471	0.3381	0.3058
Income 'U1' Shares				
Group 1	0.2891	-	0.2891	0.2722
Group 2	0.0863	0.2028	0.2891	0.2722
Accumulation 'U2' Shares				
Group 1	0.3478	-	0.3478	0.3145
Group 2	0.1559	0.1919	0.3478	0.3145
Income 'U2' Shares				
Group 1	0.3004	-	0.3004	0.2826
Group 2	0.1475	0.1529	0.3004	0.2826

Distribution table (continued)

Fourth Interim distribution

Group 1: Shares purchased prior to 1 November 2017
 Group 2: Shares purchased from 1 November 2017 to 30 November 2017

	Revenue pence per share	Equalisation pence per share*	Distribution paid 31.12.17 pence per share**	Distribution paid 31.12.16 pence per share***
Accumulation 'A' Shares				
Group 1	0.2477	-	0.2477	0.1729
Group 2	0.1680	0.0797	0.2477	0.1729
Income 'A' Shares				
Group 1	0.1324	-	0.1324	0.0962
Group 2	0.0257	0.1067	0.1324	0.0962
Accumulation 'P' Shares				
Group 1	0.4588	-	0.4588	0.3184
Group 2	0.4588	0.0000	0.4588	0.3184
Income 'P' Shares				
Group 1	0.3235	-	0.3235	0.2337
Group 2	0.3235	0.0000	0.3235	0.2337
Accumulation 'R' Shares				
Group 1	0.3910	-	0.3910	0.2712
Group 2	0.1216	0.2694	0.3910	0.2712
Income 'R' Shares				
Group 1	0.3445	-	0.3445	0.2486
Group 2	0.0903	0.2542	0.3445	0.2486
Accumulation 'U1' Shares				
Group 1	0.3535	-	0.3535	0.2450
Group 2	0.1771	0.1764	0.3535	0.2450
Income 'U1' Shares				
Group 1	0.3033	-	0.3033	0.2187
Group 2	0.1712	0.1321	0.3033	0.2187
Accumulation 'U2' Shares				
Group 1	0.3637	-	0.3637	0.2519
Group 2	0.1354	0.2283	0.3637	0.2519
Income 'U2' Shares				
Group 1	0.3153	-	0.3153	0.2270
Group 2	0.2360	0.0793	0.3153	0.2270

Distribution table (continued)

Third Interim distribution

Group 1: Shares purchased prior to 1 October 2017

Group 2: Shares purchased from 1 October 2017 to 31 October 2017

	Revenue pence per share	Equalisation pence per share*	Distribution paid 30.11.17 pence per share**	Distribution paid 30.11.16 pence per share***
Accumulation 'A' Shares				
Group 1	0.2691	-	0.2691	0.2303
Group 2	0.1454	0.1237	0.2691	0.2303
Income 'A' Shares				
Group 1	0.1444	-	0.1444	0.1285
Group 2	0.0668	0.0776	0.1444	0.1285
Accumulation 'P' Shares				
Group 1	0.4998	-	0.4998	0.4238
Group 2	0.4998	0.0000	0.4998	0.4238
Income 'P' Shares				
Group 1	0.3526	-	0.3526	0.3123
Group 2	0.3526	0.0000	0.3526	0.3123
Accumulation 'R' Shares				
Group 1	0.4221	-	0.4221	0.3612
Group 2	0.2015	0.2206	0.4221	0.3612
Income 'R' Shares				
Group 1	0.3755	-	0.3755	0.3322
Group 2	0.1925	0.1830	0.3755	0.3322
Accumulation 'U1' Shares				
Group 1	0.3839	-	0.3839	0.3263
Group 2	0.1954	0.1885	0.3839	0.3263
Income 'U1' Shares				
Group 1	0.3306	-	0.3306	0.2923
Group 2	0.1410	0.1896	0.3306	0.2923
Accumulation 'U2' Shares				
Group 1	0.3950	-	0.3950	0.3356
Group 2	0.1680	0.2270	0.3950	0.3356
Income 'U2' Shares				
Group 1	0.3436	-	0.3436	0.3033
Group 2	0.2271	0.1165	0.3436	0.3033

Distribution table (continued)

Second Interim distribution

Group 1: Shares purchased prior to 1 September 2017

Group 2: Shares purchased from 1 September 2017 to 30 September 2017

	Revenue pence per share	Equalisation pence per share*	Distribution paid 31.10.17 pence per share**	Distribution paid 31.10.16 pence per share***
Accumulation 'A' Shares				
Group 1	0.2071	-	0.2071	0.2221
Group 2	0.0327	0.1744	0.2071	0.2221
Income 'A' Shares				
Group 1	0.1115	-	0.1115	0.1243
Group 2	0.0465	0.0650	0.1115	0.1243
Accumulation 'P' Shares				
Group 1	0.3786	-	0.3786	0.4088
Group 2	0.0907	0.2879	0.3786	0.4088
Income 'P' Shares				
Group 1	0.2721	-	0.2721	0.3020
Group 2	0.2721	0.0000	0.2721	0.3020
Accumulation 'R' Shares				
Group 1	0.3266	-	0.3266	0.3483
Group 2	0.0688	0.2578	0.3266	0.3483
Income 'R' Shares				
Group 1	0.2896	-	0.2896	0.3213
Group 2	0.1209	0.1687	0.2896	0.3213
Accumulation 'U1' Shares				
Group 1	0.2953	-	0.2953	0.3145
Group 2	0.1176	0.1777	0.2953	0.3145
Income 'U1' Shares				
Group 1	0.2550	-	0.2550	0.2826
Group 2	0.1377	0.1173	0.2550	0.2826
Accumulation 'U2' Shares				
Group 1	0.3038	-	0.3038	0.3234
Group 2	0.1380	0.1658	0.3038	0.3234
Income 'U2' Shares				
Group 1	0.2650	-	0.2650	0.2933
Group 2	0.1503	0.1147	0.2650	0.2933

Distribution table (continued)

First Interim distribution

Group 1: Shares purchased prior to 1 August 2017
 Group 2: Shares purchased from 1 August 2017 to 31 August 2017

	Revenue pence per share	Equalisation pence per share*	Distribution paid 30.09.17 pence per share**	Distribution paid 30.09.16 pence per share***
Accumulation 'A' Shares				
Group 1	0.2636	-	0.2636	0.2423
Group 2	0.1800	0.0836	0.2636	0.2423
Income 'A' Shares				
Group 1	0.1423	-	0.1423	0.1359
Group 2	0.0875	0.0548	0.1423	0.1359
Accumulation 'P' Shares				
Group 1	0.4773	-	0.4773	0.4455
Group 2	0.4773	0.0000	0.4773	0.4455
Income 'P' Shares				
Group 1	0.3473	-	0.3473	0.3299
Group 2	0.3473	0.0000	0.3473	0.3299
Accumulation 'R' Shares				
Group 1	0.4155	-	0.4155	0.3796
Group 2	0.2059	0.2096	0.4155	0.3796
Income 'R' Shares				
Group 1	0.3698	-	0.3698	0.3508
Group 2	0.2526	0.1172	0.3698	0.3508
Accumulation 'U1' Shares				
Group 1	0.3756	-	0.3756	0.3429
Group 2	0.3092	0.0664	0.3756	0.3429
Income 'U1' Shares				
Group 1	0.3255	-	0.3255	0.3086
Group 2	0.1229	0.2026	0.3255	0.3086
Accumulation 'U2' Shares				
Group 1	0.3864	-	0.3864	0.3525
Group 2	0.1997	0.1867	0.3864	0.3525
Income 'U2' Shares				
Group 1	0.3382	-	0.3382	0.3202
Group 2	0.3078	0.0304	0.3382	0.3202

* Equalisation only applies to shares purchased during the distribution period (Group 2 shares). It is the average amount of revenue included in the purchase price of all Group 2 shares and is refunded to holders as a return of capital. Being capital, it is not liable to income tax but must be deducted from the cost of shares for capital gains tax purposes.

** With effect from 6 April 2017, all payments from the sub-fund will be paid gross of UK tax, following changes to the way savings and investments are taxed in the UK.

*** There may be no income tax in the case of interest distributions paid gross to shareholders.

Old Mutual UK Equity Income Fund

Launch date	30 September 1975
IA Sector	UK Equity Income
Investment adviser	Old Mutual Global Investors (UK) Limited
Net asset value	£184,977,875

Objective

To achieve an above average yield with growth in income and capital appreciation over the long term, through the active management of a diversified portfolio invested primarily in UK equities. UK equities are equities of companies the majority of which will either be domiciled in the UK, or which derive a significant proportion of their income from the UK.

Policy

Subject to the regulations, the property of the sub-fund may include transferable securities; units in collective investment schemes (including those managed or operated by the ACD or an associate of the ACD), warrants, money market instruments, deposits and derivatives.

The sub-fund will be permitted to use derivatives for investment purposes. The use of derivatives for this purpose may affect the volatility or risk profile of the fund although this is not the ACD's intention.

Investment Manager's review

The sub-fund outperformed its benchmark over the period. In general markets were driven higher by increasingly buoyant economic data which was for the most part "synchronised" globally. Earlier in the period North Korea performed several missile tests which elevated tensions significantly with the US, however, this geopolitical tension did little to harm market performance.

The environment of stable growth with low inflationary pressure (but good employment data) was the cornerstone of all but the very end of the period under review. In December we got more good news in the form of President Donald Trump passing his tax reforms, leading to significant earnings upgrades for the US and this came in tandem with bond yields starting to move materially higher as market-based inflation expectations finally started to rise – something not really seen in this cycle to date. Both the US Federal Reserve and Bank of England raised interest rates in the period and the European Central Bank announced a halving of its bond buying programme – all part of their widely expected attempt at "normalisation".

The US dollar was weakening throughout the period which helped the performance of dollar based commodities which were also buoyed up by macro growth and controlled supply (whether by OPEC in oil or constraint in the larger miners).

Brexit negotiations waxed and waned throughout the period culminating with "sufficient progress" being made in December allowing the talks to move onto the next phase. Markets and sterling in particular took this well.

The sub-fund benefited from this robust commodity environment with its holdings in the mining sector, but this was more than offset by the underweight in oil and gas. Positive contributors for the sub-fund in this period included Ladbrokes, which was bid for by GVC (also owned by the sub-fund). Rio Tinto and Glencore were strong although our underweight in oil and gas nullified this at a sub-fund level. SSP and Booker (in advance of the Tesco completion) continued to perform well.

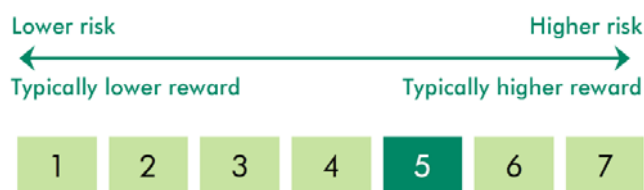
On the negative front, our small position in utilities detracted as the regulatory and political cloud continued to weigh very heavily on the sector. Saga had a profit warning and became the single largest detractor in this period.

In terms of activity new stocks included GVC and Sabre Insurance, Whitbread, Kier and National Express. We disposed of Paysafe and IAG.

In terms of outlook we sense that we are towards the latter stages of the economic cycle with signs of tightening in China, US and parts of Europe. Nonetheless we feel it is premature to turn too bearish despite increasing volatility in the market. Macroeconomic indicators are robust.

With a view to the UK specifically, we perceive the cycle to have become slightly out of sync with the rest of the world due to Brexit uncertainties, however, with UK inflation likely peaking (from the Brexit-currency shock) and wage inflation just beginning to increase there is a genuine likelihood of real wage growth here which should benefit UK domestics, most of which trade at depressed levels. We are attempting to carefully expose the sub-fund to this potential whilst leaving ourselves exposed to wider bond yield normalisation through the significant overweight in financials.

Risk and Reward Profile



The calculated risk and reward category, as shown above, uses a method of calculation derived from EU rules. It is based on the rate at which the returns of the Sub-fund have moved up and down in the past (i.e. volatility) and is not a guide to the future risk and reward category of the sub-fund. The category shown is not a target or guarantee and may shift over time. Even the lowest category 1 does not mean a risk-free investment. The seven-category scale is nonlinear, for example, 2 is not twice as risky as 1.

Sub-funds in category 5 have in the past shown relatively high volatility. With a sub-fund of category 5, you have a relatively high risk of losing money but your chance for gains is also moderately high.

Investment risk - there is no guarantee that the sub-fund will achieve its objective. A capital loss of some or all of the amount invested may occur.

Geographic concentration risk - a fall in the UK market may have a significant impact on the value of the sub-fund because it primarily invests in this market.

Concentration risk (number of investments) - the sub-fund may at times hold a smaller number of investments, and therefore a fall in the value of a single investment may have a greater impact on the sub-fund's value than if it held a larger number of investments.

Currency risk - the sub-fund is denominated in British Pounds but may hold assets denominated in, or with exposure to, other currencies. The value of your shares may rise and fall as a result of exchange rate movements between these currencies.

Derivative risk - the sub-fund may use derivatives to generate returns as well as to reduce costs and/or the overall risk of the sub-fund. Using derivatives can involve a higher level of risk. A small movement in the price of an underlying investment may result in a disproportionately large movement in the price of the derivative investment. Derivatives also involve counterparty risk where the institutions acting as counterparty to derivatives may not meet their contractual obligations.

Capital erosion risk - the sub-fund takes its charges from capital of the sub-fund. Investors should be aware that there is potential for capital erosion if insufficient capital growth is achieved by the sub-fund to cover the charges. Capital erosion may have the effect of reducing the level of income generated.

For a more detailed explanation of risks, please refer to the "Risks" section of the prospectus.

Performance Records

Comparative Tables

Accumulation 'A'	1 August 2017 to 31 January 2018 p/share	1 August 2016 to 31 July 2017 p/share	1 August 2015 to 31 July 2016 p/share
Change in net assets per share			
Opening net asset value per share	3,128.97	2,786.67	2,907.27
Return before operating charges*	163.72	391.64	(75.45)
Operating charges**	(26.84)	(49.34)	(45.15)
Return after operating charges*	136.88	342.30	(120.60)
Distributions	(51.94)	(125.73)	(123.82)
Retained distributions	51.94	125.73	123.82
Closing asset value per share	3,265.85	3,128.97	2,786.67
* after direct transaction costs of***	3.38	11.63	9.56
Performance			
Return after charges	4.37%	12.28%	(4.15)%
Other information			
Closing net asset value (£)	7,767,134	8,737,821	11,879,328
Closing number of shares	237,829	279,256	426,291
Operating charges****	1.65%	1.65%	1.65%
Direct transaction costs***	0.21%	0.39%	0.35%
Prices	pence per share	pence per share	pence per share
Highest share price	3,384.00	3,327.88	3,090.16
Lowest share price	3,108.00	2,760.16	2,418.60

Income 'A'	1 August 2017 to 31 January 2018 p/share	1 August 2016 to 31 July 2017 p/share	1 August 2015 to 31 July 2016 p/share
Change in net assets per share			
Opening net asset value per share	855.74	794.65	867.46
Return before operating charges*	44.68	110.28	(23.18)
Operating charges**	(7.30)	(13.89)	(13.27)
Return after operating charges*	37.38	96.39	(36.45)
Distributions	(14.15)	(35.30)	(36.36)
Retained distributions	-	-	-
Closing asset value per share	878.97	855.74	794.65
* after direct transaction costs of***	0.92	3.27	2.81
Performance			
Return after charges	4.37%	12.13%	(4.20)%
Other information			
Closing net asset value (£)	30,103,968	34,629,389	40,612,047
Closing number of shares	3,424,924	4,046,711	5,110,652
Operating charges****	1.65%	1.65%	1.65%
Direct transaction costs***	0.21%	0.39%	0.35%
Prices	pence per share	pence per share	pence per share
Highest share price	915.80	919.36	921.92
Lowest share price	849.90	786.67	709.23

Comparative Tables (continued)

Accumulation 'P'	1 August 2017 to 31 January 2018 p/share	1 August 2016 to 31 July 2017 p/share	1 August 2015 to 31 July 2016 p/share
Change in net assets per share			
Opening net asset value per share	181.57	160.90	167.03
Return before operating charges*	9.52	22.67	(4.33)
Operating charges**	(1.09)	(2.00)	(1.80)
Return after operating charges*	8.43	20.67	(6.13)
Distributions	(3.02)	(7.28)	(7.13)
Retained distributions	3.02	7.28	7.13
Closing asset value per share	190.00	181.57	160.90
* after direct transaction costs of***	0.20	0.68	0.55
Performance			
Return after charges	4.64%	12.85%	(3.67)%
Other information			
Closing net asset value (£)	886,052	1,397,650	1,106,070
Closing number of shares	466,345	769,745	687,412
Operating charges****	1.15%	1.15%	1.15%
Direct transaction costs***	0.21%	0.39%	0.35%
Prices	pence per share	pence per share	pence per share
Highest share price	196.80	192.99	177.55
Lowest share price	180.40	159.38	139.33
Income 'P'	1 August 2017 to 31 January 2018 p/share	1 August 2016 to 31 July 2017 p/share	1 August 2015 to 31 July 2016 p/share
Change in net assets per share			
Opening net asset value per share	123.53	114.09	123.91
Return before operating charges*	6.46	15.92	(3.30)
Operating charges**	(0.74)	(1.40)	(1.32)
Return after operating charges*	5.72	14.52	(4.62)
Distributions	(2.04)	(5.08)	(5.20)
Retained distributions	-	-	-
Closing asset value per share	127.21	123.53	114.09
* after direct transaction costs of***	0.13	0.47	0.40
Performance			
Return after charges	4.63%	12.73%	(3.73)%
Other information			
Closing net asset value (£)	82,178	74,004	89,050
Closing number of shares	64,598	59,908	78,051
Operating Charges****	1.15%	1.15%	1.15%
Direct transaction costs***	0.21%	0.39%	0.35%
Prices	pence per share	pence per share	pence per share
Highest share price	132.50	132.62	131.70
Lowest share price	122.70	112.95	101.58

Comparative Tables (continued)

Accumulation 'R'	1 August 2017 to 31 January 2018 p/share	1 August 2016 to 31 July 2017 p/share	1 August 2015 to 31 July 2016 p/share
Change in net assets per share			
Opening net asset value per share	162.98	144.13	149.24
Return before operating charges*	8.53	20.24	(3.85)
Operating charges**	(0.76)	(1.39)	(1.26)
Return after operating charges*	7.77	18.85	(5.11)
Distributions	(2.71)	(6.52)	(6.38)
Retained distributions	2.71	6.52	6.38
Closing asset value per share	170.75	162.98	144.13
* after direct transaction costs of***	0.18	0.60	0.49
Performance			
Return after charges	4.77%	13.08%	(3.42)%
Other information			
Closing net asset value (£)	15,542,367	15,321,621	22,726,222
Closing number of shares	9,102,243	9,400,977	15,768,004
Operating charges****	0.90%	0.90%	0.90%
Direct transaction costs***	0.21%	0.39%	0.35%
Prices	pence per share	pence per share	pence per share
Highest share price	176.90	166.51	152.54
Lowest share price	161.90	142.77	124.66
Income 'R'	1 August 2017 to 31 January 2018 p/share	1 August 2016 to 31 July 2017 p/share	1 August 2015 to 31 July 2016 p/share
Change in net assets per share			
Opening net asset value per share	136.12	125.41	135.86
Return before operating charges*	7.12	17.50	(3.60)
Operating charges**	(0.64)	(1.20)	(1.13)
Return after operating charges*	6.48	16.30	(4.73)
Distributions	(2.25)	(5.59)	(5.72)
Retained distributions	-	-	-
Closing asset value per share	140.35	136.12	125.41
* after direct transaction costs of***	0.15	0.52	0.44
Performance			
Return after charges	4.76%	13.00%	(3.48)%
Other information			
Closing net asset value (£)	22,357,670	22,799,577	37,509,311
Closing number of shares	15,930,401	16,749,665	29,909,044
Operating charges****	0.90%	0.90%	0.90%
Direct transaction costs***	0.21%	0.39%	0.35%
Prices	pence per share	pence per share	pence per share
Highest share price	146.20	140.48	138.86
Lowest share price	135.20	124.16	111.53

Comparative Tables (continued)

Accumulation 'U1'	1 August 2017 to 31 January 2018 p/share	1 August 2016 to 31 July 2017 p/share	1 August 2015 to 31 July 2016 p/share
Change in net assets per share			
Opening net asset value per share	122.25	107.99	111.73
Return before operating charges*	6.41	15.21	(2.87)
Operating charges**	(0.53)	(0.95)	(0.87)
Return after operating charges*	5.88	14.26	(3.74)
Distributions	(2.03)	(4.89)	(4.78)
Retained distributions	2.03	4.89	4.78
Closing asset value per share	128.13	122.25	107.99
* after direct transaction costs of***	0.13	0.45	0.37
Performance			
Return after charges	4.81%	13.20%	(3.35)%
Other information			
Closing net asset value (£)	9,470,081	11,517,697	25,667,893
Closing number of shares	7,390,807	9,421,222	23,769,516
Operating charges****	0.83%	0.83%	0.83%
Direct transaction costs***	0.21%	0.39%	0.35%
Prices	pence per share	pence per share	pence per share
Highest share price	132.70	124.89	114.20
Lowest share price	121.50	106.97	93.36
Income 'U1'	1 August 2017 to 31 January 2018 p/share	1 August 2016 to 31 July 2017 p/share	1 August 2015 to 31 July 2016 p/share
Change in net assets per share			
Opening net asset value per share	107.69	99.15	107.33
Return before operating charges*	5.63	13.83	(2.84)
Operating charges**	(0.46)	(0.87)	(0.82)
Return after operating charges*	5.17	12.96	(3.66)
Distributions	(1.78)	(4.42)	(4.52)
Retained distributions	-	-	-
Closing asset value per share	111.08	107.69	99.15
* after direct transaction costs of***	0.12	0.41	0.35
Performance			
Return after charges	4.80%	13.07%	(3.41)%
Other information			
Closing net asset value (£)	5,245,409	5,761,666	8,687,256
Closing number of shares	4,722,349	5,350,180	8,761,353
Operating charges****	0.83%	0.83%	0.83%
Direct transaction costs***	0.21%	0.39%	0.35%
Prices	pence per share	pence per share	pence per share
Highest share price	115.70	111.13	109.70
Lowest share price	107.00	98.16	88.14

Comparative Tables (continued)

Accumulation 'U2'	1 August 2017 to 31 January 2018 p/share	1 August 2016 to 31 July 2017 p/share	1 August 2015 to 31 July 2016 p/share
Change in net assets per share			
Opening net asset value per share	122.58	108.19	111.86
Return before operating charges*	6.42	15.27	(2.88)
Operating charges**	(0.48)	(0.88)	(0.79)
Return after operating charges*	5.94	14.39	(3.67)
Distributions	(2.04)	(4.90)	(4.79)
Retained distributions	2.04	4.90	4.79
Closing asset value per share	128.52	122.58	108.19
* after direct transaction costs of***	0.13	0.45	0.37
Performance			
Return after charges	4.85%	13.30%	(3.28)%
Other information			
Closing net asset value (£)	74,149,769	46,507,016	50,960,614
Closing number of shares	57,694,489	37,940,687	47,101,315
Operating charges****	0.75%	0.75%	0.75%
Direct transaction costs***	0.21%	0.39%	0.35%
Prices	pence per share	pence per share	pence per share
Highest share price	133.10	125.21	114.34
Lowest share price	121.80	107.17	93.51

Income 'U2'	1 August 2017 to 31 January 2018 p/share	1 August 2016 to 31 July 2017 p/share	1 August 2015 to 31 July 2016 p/share
Change in net assets per share			
Opening net asset value per share	106.11	97.66	105.65
Return before operating charges*	5.54	13.59	(2.82)
Operating charges**	(0.41)	(0.78)	(0.73)
Return after operating charges*	5.13	12.81	(3.55)
Distributions	(1.76)	(4.36)	(4.44)
Retained distributions	-	-	-
Closing asset value per share	109.48	106.11	97.66
* after direct transaction costs of***	0.11	0.41	0.34
Performance			
Return after charges	4.83%	13.12%	(3.36)%
Other information			
Closing net asset value (£)	19,373,247	19,471,286	4,846,237
Closing number of shares	17,694,985	18,350,061	4,962,245
Operating charges****	0.75%	0.75%	0.75%
Direct transaction costs***	0.21%	0.39%	0.35%
Prices	pence per share	pence per share	pence per share
Highest share price	114.00	109.48	107.98
Lowest share price	105.40	96.69	86.81

** The operating charges include all costs borne by the sub-fund, except for direct transaction costs.

*** The direct transaction costs are made up of fees and commissions paid to agents, advisers, brokers and dealers, levies by regulatory agencies and securities exchanges as well as transfer taxes and duties. They do not include any difference between the quoted bid and offer prices or internal administrative or holding costs. These costs arise as a result of transactions undertaken both for efficient portfolio management and the meeting of the sub-fund's objectives. These costs exclude any effect of dilution adjustments used to offset the costs.

**** The operating charges percentage is the equivalent of the ongoing charges figure per the prior year accounts. It is the ratio of the sub-fund's ongoing charges (excluding interest on borrowings) to the average net assets of the sub-fund.

Performance

	6 months to 31 January 2018	1 year to 31 January 2018	3 years to 31 January 2018	5 years to 31 January 2018
Old Mutual UK Equity Income Fund*	4.90%	10.32%	18.85%	61.01%
FTSE All Share (benchmark)	3.92%	11.28%	27.41%	50.25%
IA UK Equity Income (sector average)	2.78%	10.35%	23.84%	58.42%
Quartile ranking	1	2	4	2

* Accumulation 'R' shares

Data Source – Factset. Figures are calculated on a total return and single price basis, with net income reinvested into the sub-fund.

Portfolio allocation		Major holdings	Percentage of portfolio	
Banks	12.75%	Royal Dutch Shell 'B'	5.49%	
Oil & Gas Producers	9.20%	HSBC (UK Listing)	5.05%	
Mining	8.51%	Rio Tinto (UK Listing)	4.95%	
Life Insurance	8.06%	Vodafone	4.36%	
Travel & Leisure	6.79%	British American Tobacco	4.26%	
Tobacco	6.75%	Barclays	4.02%	
Pharmaceuticals & Biotechnology	6.44%	GlaxoSmithKline	3.85%	
Mobile Telecommunications	4.94%	BP	3.71%	
General Retailers	4.91%	Lloyds Banking	3.68%	
Food & Drug Retailers	4.44%	Glencore	3.56%	
Software & Computer Services	4.04%			
Nonlife Insurance	3.77%	Number of holdings	49	
Construction & Materials	3.27%			
Electricity	2.72%			
Financial Services	2.45%	Total Purchases and Sales for the period		
General Industrials	2.30%		2018	2017
Health Care Equipment & Services	1.39%		£'000	£'000
Real Estate Investment Trusts	1.05%	Total purchases for the 6 month period to 31 January	31,925	77,491
Industrial Engineering	0.97%	Total sales for the 6 month period to 31 January	17,976	85,489
Support Services	0.90%			
Gas, Water & Multiutilities	0.84%			
Food Producers	0.82%			
Household Goods & Home Construction	0.79%			
Equity Investment Instruments	0.62%			
Fixed Line Telecommunications	0.37%			
Media	0.33%			
Net other assets	0.58%			
Total	100.00%			
Asset allocation				
Equities	99.42%			
Net other assets	0.58%			
Total	100.00%			

Portfolio statement

as at 31 January 2018

Holding	Investment	Market Value £'000	Percentage of total net assets %
	United Kingdom 87.82% (31 July 2017 88.39%)		
	United Kingdom Equities 87.82% (31 July 2017 88.39%)		
	Banks 12.75% (31 July 2017 13.08%)		
3,712,619	Barclays	7,435	4.02
1,233,546	HSBC (UK Listing)	9,342	5.05
9,719,146	Lloyds Banking	6,816	3.68
		23,593	12.75
	Construction & Materials 1.34% (31 July 2017 0.00%)		
234,854	Kier	2,480	1.34
		2,480	1.34
	Electricity 2.72% (31 July 2017 2.61%)		
1,028,143	Drax	2,723	1.47
176,170	SSE	2,307	1.25
		5,030	2.72
	Financial Services 2.45% (31 July 2017 3.01%)		
590,728	OneSavings Bank	2,375	1.29
398,446	TP ICAP	2,153	1.16
		4,528	2.45
	Fixed Line Telecommunications 0.37% (31 July 2017 1.27%)		
626,755	TalkTalk Telecom	679	0.37
		679	0.37
	Food & Drug Retailers 4.44% (31 July 2017 3.70%)		
1,988,521	Booker	4,498	2.43
1,778,578	Tesco	3,715	2.01
		8,213	4.44
	Food Producers 0.82% (31 July 2017 0.00%)		
235,932	Tate & Lyle	1,520	0.82
		1,520	0.82
	Gas, Water & Multiutilities 0.84% (31 July 2017 1.42%)		
216,379	Pennon	1,549	0.84
		1,549	0.84
	General Industrials 2.30% (31 July 2017 1.88%)		
840,233	DS Smith	4,245	2.30
		4,245	2.30
	General Retailers 4.91% (31 July 2017 5.40%)		
343,113	Dunelm	2,203	1.19
55,891	Next	2,852	1.54
1,202,763	Pets at Home	2,143	1.16
1,634,886	Saga	1,890	1.02
		9,088	4.91

Portfolio statement (continued)

as at 31 January 2018

Holding	Investment	Market Value £'000	Percentage of total net assets %
200,886	Health Care Equipment & Services 1.39% (31 July 2017 1.46%) Smith & Nephew	2,565	1.39
		2,565	1.39
763,316	Household Goods & Home Construction 0.79% (31 July 2017 1.20%) Taylor Wimpey	1,460	0.79
		1,460	0.79
134,333	Industrial Engineering 0.97% (31 July 2017 1.15%) IMI	1,789	0.97
		1,789	0.97
1,244,963	Life Insurance 8.06% (31 July 2017 8.20%) Aviva	6,417	3.47
371,137	Phoenix	2,837	1.53
295,765	Prudential	5,651	3.06
		14,905	8.06
95,811	Media 0.33% (31 July 2017 1.03%) Daily Mail & General Trust	611	0.33
		611	0.33
232,662	Mining 4.95% (31 July 2017 5.44%) Rio Tinto (UK Listing)	9,153	4.95
		9,153	4.95
232,523	Mobile Telecommunications 4.94% (31 July 2017 6.39%) Inmarsat	1,073	0.58
3,603,807	Vodafone	8,073	4.36
		9,146	4.94
892,018	Nonlife Insurance 3.77% (31 July 2017 2.93%) Direct Line Insurance	3,293	1.78
302,730	RSA Insurance	1,879	1.02
668,628	Sabre Insurance	1,805	0.97
		6,977	3.77
1,353,753	Oil & Gas Producers 3.71% (31 July 2017 3.62%) BP	6,862	3.71
		6,862	3.71
96,638	Pharmaceuticals & Biotechnology 6.44% (31 July 2017 6.87%) AstraZeneca (UK Listing)	4,799	2.59
532,912	GlaxoSmithKline	7,113	3.85
		11,912	6.44
228,771	Real Estate Investment Trusts 1.05% (31 July 2017 1.03%) Big Yellow	1,945	1.05
		1,945	1.05
127,690	Software & Computer Services 4.04% (31 July 2017 4.19%) Micro Focus International	2,741	1.48
635,047	Sage	4,739	2.56
		7,480	4.04

Portfolio statement (continued)

as at 31 January 2018

Holding	Investment	Market Value £'000	Percentage of total net assets %
694,071	Support Services 0.90% (31 July 2017 1.98%) Biffa	1,659	0.90
		1,659	0.90
162,354	Tobacco 6.75% (31 July 2017 6.20%) British American Tobacco	7,882	4.26
158,257	Imperial Brands	4,598	2.49
		12,480	6.75
382,849	Travel & Leisure 6.79% (31 July 2017 4.33%) GVC Holdings	3,545	1.92
1,866,131	Ladbrokes Coral	3,183	1.72
498,492	National Express	1,851	1.00
415,501	SSP	2,510	1.36
37,754	Whitbread	1,473	0.79
		12,562	6.79
	Overseas 11.60% (31 July 2017 10.35%)		
	Europe 2.55% (31 July 2017 10.35%)		
	Ireland Equities 2.55% (31 July 2017 2.66%)		
134,253	Construction & Materials 1.93% (31 July 2017 1.97%) CRH (UK Listing)	3,571	1.93
		3,571	1.93
1,230,769	Equity Investment Instruments 0.62% (31 July 2017 0.69%) Greencoat Renewables	1,153	0.62
		1,153	0.62
	Netherlands Equities 5.49% (31 July 2017 4.45%)		
404,169	Oil & Gas Producers 5.49% (31 July 2017 4.45%) Royal Dutch Shell 'B'	10,159	5.49
		10,159	5.49
	Switzerland Equities 3.56% (31 July 2017 3.24%)		
1,610,220	Mining 3.56% (31 July 2017 3.24%) Glencore	6,588	3.56
		6,588	3.56
	Investment assets	183,902	99.42
	Net other assets	1,076	0.58
	Total net assets	184,978	100.00

All investments are approved securities being either officially listed in a member state or traded on or under the rules of an eligible securities market, unless otherwise stated.

All investments are ordinary shares unless otherwise stated.

Statement of total return

for the period from 1 August 2017 to 31 January 2018

		01.08.17 to 31.01.18	01.08.17 to 31.01.18	01.08.16 to 31.01.17	01.08.16 to 31.01.17
	Note	£'000	£'000	£'000	£'000
Income					
Net capital gains			5,834		11,966
Revenue		2,868		3,858	
Expenses		(874)		(1,109)	
Interest payable and similar charges		(3)		-	
Net revenue before taxation		1,991		2,749	
Taxation		(9)		-	
Net revenue after taxation			1,982		2,749
Total return before distributions			7,816		14,715
Distributions	2		(2,728)		(3,697)
Change in net assets attributable to shareholders from investment activities			5,088		11,018

Statement of change in net assets attributable to shareholders

for the period from 1 August 2017 to 31 January 2018

		01.08.17 to 31.01.18	01.08.17 to 31.01.18	01.08.16 to 31.01.17	01.08.16 to 31.01.17
		£'000	£'000	£'000	£'000
Opening net assets attributable to shareholders			166,218*		204,084
Amounts received on issue of shares		28,127		37,914	
Amounts paid on cancellation of shares		(16,163)		(52,348)	
			11,964		14,434
Dilution adjustment			190		295
Change in net assets attributable to shareholders from investment activities			5,088		11,018
Retained distribution on accumulation shares			1,512		1,717
Unclaimed distributions			6		5
Closing net assets attributable to shareholders			184,978		202,685*

* Section 3.30 of the IA SORP issued in May 2014 requires comparative figures for the above statement. For interim financial statements this will result in the closing comparative net assets not being equal to the net assets at the start of the current period.

Balance sheet

as at 31 January 2018

	31.01.18 £'000	31.07.17 £'000
Assets		
Fixed assets		
Investments	183,902	164,124
Current assets		
Debtors	1,091	1,038
Cash and bank balances	790	2,354
Total assets	185,783	167,516
Liabilities		
Creditors		
Distribution payable	(421)	(837)
Other creditors	(384)	(461)
Total liabilities	(805)	(1,298)
Net assets attributable to shareholders	184,978	166,218

Notes to the financial statements

for the period from 1 August 2017 to 31 January 2018

1 Accounting policies

The financial statements have been prepared under the historical cost basis, as modified by the revaluation of investments, and in accordance with the Statement of Recommended Practice ("SORP") for Authorised Funds, issued by the IA in May 2014.

The accounting policies applied are consistent with those disclosed within the annual Financial Statements for the year ended 31 July 2017.

2 Distributions

The distributions take account of revenue received on the creation of shares and revenue deducted on the cancellation of shares and comprise:

	01.08.17 to 31.01.18 £'000	01.08.16 to 31.01.17 £'000
First Interim – Accumulation shares (31 October)	927	1,160
First Interim – Income shares (31 October)	849	1,313
Second Interim – Accumulation shares (31 January)	585	557
Second Interim – Income shares (31 January)	421	630
	2,782	3,660
Revenue deducted on cancellation of shares	93	366
Revenue received on issue of shares	(147)	(329)
Distributions	2,728	3,697
Reconciliation of distributions:		
Net revenue after taxation	1,982	2,749
Capitalised fees	746	948
Distributions	2,728	3,697

Distribution table

Second Interim distribution

Group 1: Shares purchased prior to 1 November 2017
 Group 2: Shares purchased from 1 November 2017 to 31 January 2018

	Revenue pence per share	Equalisation pence per share*	Distribution paid 31.03.18 pence per share	Distribution paid 31.03.17 pence per share
Accumulation 'A' Shares				
Group 1	17.7373	-	17.7373	17.4462
Group 2	3.6344	14.1029	17.7373	17.4462
Income 'A' Shares				
Group 1	4.7997	-	4.7997	4.9192
Group 2	0.6026	4.1971	4.7997	4.9192
Accumulation 'P' Shares				
Group 1	1.0308	-	1.0308	1.0090
Group 2	0.6337	0.3971	1.0308	1.0090
Income 'P' Shares				
Group 1	0.6938	-	0.6938	0.7075
Group 2	0.1947	0.4991	0.6938	0.7075
Accumulation 'R' Shares				
Group 1	0.9262	-	0.9262	0.9044
Group 2	0.2069	0.7193	0.9262	0.9044
Income 'R' Shares				
Group 1	0.7654	-	0.7654	0.7783
Group 2	0.3072	0.4582	0.7654	0.7783
Accumulation 'U1' Shares				
Group 1	0.6948	-	0.6948	0.6778
Group 2	0.2982	0.3966	0.6948	0.6778
Income 'U1' Shares				
Group 1	0.6056	-	0.6056	0.6155
Group 2	0.1215	0.4841	0.6056	0.6155
Accumulation 'U2' Shares				
Group 1	0.6969	-	0.6969	0.6790
Group 2	0.1307	0.5662	0.6969	0.6790
Income 'U2' Shares				
Group 1	0.5970	-	0.5970	0.6063
Group 2	0.0984	0.4986	0.5970	0.6063

Distribution table (continued)

First Interim distribution

Group 1: Shares purchased prior to 1 August 2017
 Group 2: Shares purchased from 1 August 2017 to 31 October 2017

	Revenue pence per share	Equalisation pence per share*	Distribution paid 31.12.17 pence per share	Distribution paid 31.12.16 pence per share
Accumulation 'A' Shares				
Group 1	34.1986	-	34.1986	32.9975
Group 2	9.3410	24.8576	34.1986	32.9975
Income 'A' Shares				
Group 1	9.3530	-	9.3530	9.4054
Group 2	2.7448	6.6082	9.3530	9.4054
Accumulation 'P' Shares				
Group 1	1.9851	-	1.9851	1.9059
Group 2	0.1416	1.8435	1.9851	1.9059
Income 'P' Shares				
Group 1	1.3505	-	1.3505	1.3507
Group 2	0.5104	0.8401	1.3505	1.3507
Accumulation 'R' Shares				
Group 1	1.7822	-	1.7822	1.7071
Group 2	0.4822	1.3000	1.7822	1.7071
Income 'R' Shares				
Group 1	1.4885	-	1.4885	1.4851
Group 2	0.1847	1.3038	1.4885	1.4851
Accumulation 'U1' Shares				
Group 1	1.3369	-	1.3369	1.2793
Group 2	0.4131	0.9238	1.3369	1.2793
Income 'U1' Shares				
Group 1	1.1777	-	1.1777	1.1742
Group 2	0.3128	0.8649	1.1777	1.1742
Accumulation 'U2' Shares				
Group 1	1.3406	-	1.3406	1.2819
Group 2	0.4270	0.9136	1.3406	1.2819
Income 'U2' Shares				
Group 1	1.1604	-	1.1604	1.1567
Group 2	0.0795	1.0809	1.1604	1.1567

* Equalisation only applies to shares purchased during the distribution period (Group 2 shares). It is the average amount of revenue included in the purchase price of all Group 2 shares and is refunded to holders as a return of capital. Being capital, it is not liable to income tax but must be deducted from the cost of shares for capital gains tax purposes.

Old Mutual UK Mid Cap Fund

Launch date	22 February 2002
IA Sector	UK All Companies
Investment adviser	Old Mutual Global Investors (UK) Limited
Net asset value	£3,391,934,280

Objective

This sub-fund aims to provide capital growth from investing primarily in a portfolio of medium sized UK companies.

Medium sized companies are defined for this purpose as those companies that are members of the FTSE 250 Index and those UK listed companies that have a market capitalisation consistent with inclusion in the FTSE 250 Index but are not included in this reference benchmark. Typically at least 75% of the invested assets will be held in companies meeting this definition. Liquidity will under normal circumstances not exceed 10% of the value of the holding of the sub-fund.

Policy

Subject to the regulations, the property of the sub-fund may include transferable securities; units in collective investment schemes (including those managed or operated by the ACD or an associate of the ACD), warrants, money market instruments, deposits and derivatives.

The sub-fund will initially only use derivatives for EPM purposes. The ACD considers that the use of derivatives for this purpose is not likely to affect the volatility or risk profile of the sub-fund. The sub-fund may use derivatives for purposes other than EPM, provided it has given shareholders 60 days' notice of such change. If the sub-fund did use derivatives for investment purposes this might, at times, increase the volatility of the sub-fund's NAV and change the risk profile of the sub-fund.

Investment Manager's review

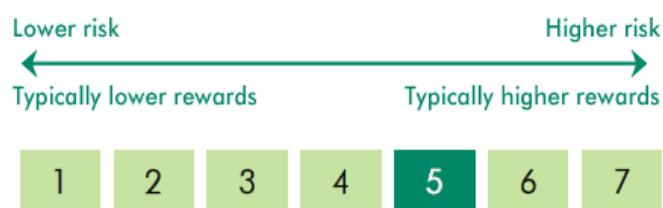
UK stock markets made positive, if somewhat volatile, progress over the review period. Continuing good levels of global growth, seemingly contained inflationary forces (outside of the US at least) and good corporate newsflow served as favourable elements, while the prospect of growing inflationary pressures within the US economy, and policymakers raising US interest rates more rapidly than had previously been anticipated, gave rise to episodes of investor caution. Increasing tensions between the US and North Korea, as well as a lack of clarity around the likely denouement of the Brexit negotiations also added to the uncertainty.

Against this backdrop, the sub-fund delivered a satisfactory performance, comfortably outperforming its benchmark index. Overall, sector allocation had a neutral effect on performance, while stock selection added value over the period. Positions in Ashtead, Blue Prism and SSP performed well, while boohoo.com underperformed the benchmark index. Despite this, we continue to believe that the investment case for the latter remains intact.

The sub-fund entered the review period relatively balanced in terms of sectoral positioning, with activity during the period being stock led. New positions were opened in a software business, Blue Prism, the online gaming business, GVC and a specialist lender, Charter Court Financial Services. Positions in the outsourcer, Capita, and plastics packaging business RPC were sold, while holdings in Paysafe and Shawbrook were both the subject of bids.

Stock markets experienced some share price valuations in the early part of 2018 in response to signs of increased US wage inflation and fears that central bankers may have to raise interest rates more quickly than might have previously been anticipated. Leading indicators, meanwhile, are supportive of continued synchronised global growth. We believe UK shares do not look richly valued relative to history. While we may see further share price fluctuations, our central case would be that these are not the conditions that are likely to give rise to a sustained bear market. In a world of rising rates and more plentiful global growth, we expect to find further selective opportunities among the more economically sensitive, cheaper stocks, to complement some of our more highly valued, growth positions.

Risk and Reward Profile



The calculated risk and reward category, as shown above, uses a method of calculation derived from EU rules. It is based on the rate at which the returns of the sub-fund have moved up and down in the past (i.e. volatility) and is not a guide to the future risk and reward category of the sub-fund. The category shown is not a target or guarantee and may shift over time. Even the lowest category 1 does not mean a risk-free investment. The seven-category scale is nonlinear, for example, 2 is not twice as risky as 1.

Sub-funds in category 5 have in the past shown relatively high volatility. With a sub-fund of category 5, you have a relatively high risk of losing money but your chance for gains is also relatively high.

Investment risk - there is no guarantee that the sub-fund will achieve its objective. A capital loss of some or all of the amount invested may occur.

Geographic concentration risk - a fall in the UK market may have a significant impact on the value of the sub-fund because it primarily invests in this market.

Concentration risk (number of investments) - the sub-fund may at times hold a smaller number of investments, and therefore a fall in the value of a single investment may have a greater impact on the sub-fund's value than if it held a larger number of investments.

Currency risk - the sub-fund is denominated in British Pounds but may hold assets denominated in, or with exposure to, other currencies. The value of your shares may rise and fall as a result of exchange rate movements between these currencies.

Derivative risk - the sub-fund may use derivatives to reduce costs and/or the overall risk of the sub-fund (i.e. Efficient Portfolio Management (EPM)). Derivatives involve a level of risk, however, for EPM they should not increase the overall riskiness of the sub-fund. Derivatives also involve counterparty risk where the institutions acting as counterparty to derivatives may not meet their contractual obligations.

Capital erosion risk - the sub-fund takes its charges from the income of the sub-fund in the first instance. The impact of sub-fund charges may be material on the value of any income you receive from your investment. There is potential for capital erosion if insufficient income is generated by the sub-fund to cover these charges. Capital erosion may have the effect of reducing the level of income generated.

For a more detailed explanation of risks, please refer to the "Risks" section of the prospectus.

Performance Records

Comparative Tables

Accumulation 'A'	1 August 2017 to 31 January 2018 p/share	1 August 2016 to 31 July 2017 p/share	1 August 2015 to 31 July 2016 p/share
Change in net assets per share			
Opening net asset value per share	463.73	336.62	330.50
Return before operating charges*	21.28	133.45	11.37
Operating charges**	(3.79)	(6.34)	(5.25)
Return after operating charges*	17.49	127.11	6.12
Distributions	-	(1.74)	(1.26)
Retained distributions	-	1.74	1.26
Closing asset value per share	481.22	463.73	336.62
* after direct transaction costs of***	0.37	0.88	0.60
Performance			
Return after charges	3.77%	37.76%	1.85%
Other information			
Closing net asset value (£)	579,432,363	573,206,283	445,174,179
Closing number of shares	120,409,691	123,608,212	132,248,728
Operating charges****	1.60%	1.60%	1.60%
Direct transaction costs***	0.16%	0.22%	0.18%
Prices	pence per share	pence per share	pence per share
Highest share price	495.20	486.32	367.65
Lowest share price	452.60	331.93	292.61
Income 'A'	1 August 2017 to 31 January 2018 p/share	1 August 2016 to 31 July 2017 p/share	1 August 2015 to 31 July 2016 p/share
Change in net assets per share			
Opening net asset value per share	411.87	300.11	295.76
Return before operating charges*	18.91	118.96	10.18
Operating charges**	(3.37)	(5.65)	(4.70)
Return after operating charges*	15.54	113.31	5.48
Distributions	-	(1.55)	(1.13)
Retained distributions	-	-	-
Closing asset value per share	427.41	411.87	300.11
* after direct transaction costs of***	0.33	0.78	0.53
Performance			
Return after charges	3.77%	37.76%	1.85%
Other information			
Closing net asset value (£)	183,054,962	181,846,481	146,302,305
Closing number of shares	42,829,200	44,151,241	48,750,127
Operating charges****	1.60%	1.60%	1.60%
Direct transaction costs***	0.16%	0.22%	0.18%
Prices	pence per share	pence per share	pence per share
Highest share price	439.80	433.56	329.01
Lowest share price	402.00	295.89	261.85

Comparative Tables (continued)

Accumulation 'P'	1 August 2017 to 31 January 2018 p/share	1 August 2016 to 31 July 2017 p/share	1 August 2015 to 31 July 2016 p/share
Change in net assets per share			
Opening net asset value per share	395.35	285.55	278.95
Return before operating charges*	18.18	113.52	9.65
Operating charges**	(2.23)	(3.72)	(3.05)
Return after operating charges*	15.95	109.80	6.60
Distributions	-	(3.17)	(2.47)
Retained distributions	-	3.17	2.47
Closing asset value per share	411.30	395.35	285.55
* after direct transaction costs of***	0.32	0.75	0.50
Performance			
Return after charges	4.03%	38.45%	2.37%
Other information			
Closing net asset value (£)	17,022,956	14,734,806	10,025,074
Closing number of shares	4,138,801	3,727,017	3,510,782
Operating charges****	1.10%	1.10%	1.10%
Direct transaction costs***	0.16%	0.22%	0.18%
Prices	pence per share	pence per share	pence per share
Highest share price	423.10	414.59	310.97
Lowest share price	386.20	281.58	248.10
Income 'P'	1 August 2017 to 31 January 2018 p/share	1 August 2016 to 31 July 2017 p/share	1 August 2015 to 31 July 2016 p/share
Change in net assets per share			
Opening net asset value per share	244.58	178.08	175.48
Return before operating charges*	11.24	70.81	6.07
Operating charges**	(1.38)	(2.33)	(1.92)
Return after operating charges*	9.86	68.48	4.15
Distributions	-	(1.98)	(1.55)
Retained distributions	-	-	-
Closing asset value per share	254.44	244.58	178.08
* after direct transaction costs of***	0.20	0.47	0.32
Performance			
Return after charges	4.03%	38.45%	2.36%
Other information			
Closing net asset value (£)	4,157,525	4,057,849	2,130,359
Closing number of shares	1,633,980	1,659,134	1,196,273
Operating charges****	1.10%	1.10%	1.10%
Direct transaction costs***	0.16%	0.22%	0.18%
Prices	pence per share	pence per share	pence per share
Highest share price	261.70	258.54	195.62
Lowest share price	238.90	175.59	156.07

Comparative Tables (continued)

Accumulation 'R'	1 August 2017 to 31 January 2018 p/share	1 August 2016 to 31 July 2017 p/share	1 August 2015 to 31 July 2016 p/share
Change in net assets per share			
Opening net asset value per share	307.28	221.39	215.73
Return before operating charges*	14.14	88.12	7.49
Operating charges**	(1.34)	(2.23)	(1.83)
Return after operating charges*	12.80	85.89	5.66
Distributions	-	(3.12)	(2.45)
Retained distributions	-	3.12	2.45
Closing asset value per share	320.08	307.28	221.39
* after direct transaction costs of***	0.25	0.58	0.39
Performance			
Return after charges	4.17%	38.80%	2.62%
Other information			
Closing net asset value (£)	990,511,824	846,768,761	626,753,233
Closing number of shares	309,461,104	275,571,636	283,101,795
Operating charges****	0.85%	0.85%	0.85%
Direct transaction costs***	0.16%	0.22%	0.18%
Prices	pence per share	pence per share	pence per share
Highest share price	329.20	309.82	231.47
Lowest share price	300.30	218.31	192.30
Income 'R'	1 August 2017 to 31 January 2018 p/share	1 August 2016 to 31 July 2017 p/share	1 August 2015 to 31 July 2016 p/share
Change in net assets per share			
Opening net asset value per share	246.63	179.51	176.88
Return before operating charges*	11.34	71.42	6.14
Operating charges**	(1.07)	(1.78)	(1.50)
Return after operating charges*	10.27	69.64	4.64
Distributions	-	(2.52)	(2.01)
Retained distributions	-	-	-
Closing asset value per share	256.90	246.63	179.51
* after direct transaction costs of***	0.20	0.47	0.32
Performance			
Return after charges	4.16%	38.79%	2.62%
Other information			
Closing net asset value (£)	273,313,515	238,317,418	350,927,209
Closing number of shares	106,388,351	96,630,728	195,492,513
Operating charges****	0.85%	0.85%	0.85%
Direct transaction costs***	0.16%	0.22%	0.18%
Prices	pence per share	pence per share	pence per share
Highest share price	264.20	251.21	189.79
Lowest share price	241.00	177.00	157.67

Comparative Tables (continued)

Accumulation 'U1'	1 August 2017 to 31 January 2018 p/share	1 August 2016 to 31 July 2017 p/share	1 August 2015 to 31 July 2016 p/share
Change in net assets per share			
Opening net asset value per share	170.04	122.42	119.20
Return before operating charges*	7.82	48.76	4.15
Operating charges**	(0.67)	(1.14)	(0.93)
Return after operating charges*	7.15	47.62	3.22
Distributions	-	(1.83)	(1.44)
Retained distributions	-	1.83	1.44
Closing asset value per share	177.19	170.04	122.42
* after direct transaction costs of***	0.14	0.33	0.22
Performance			
Return after charges	4.20%	38.90%	2.70%
Other information			
Closing net asset value (£)	742,441,184	630,634,156	305,283,645
Closing number of shares	419,009,409	370,873,371	249,378,826
Operating charges****	0.78%	0.78%	0.78%
Direct transaction costs***	0.16%	0.22%	0.18%
Prices	pence per share	pence per share	pence per share
Highest share price	182.20	171.44	127.94
Lowest share price	166.20	120.72	106.33
Income 'U1'	1 August 2017 to 31 January 2018 p/share	1 August 2016 to 31 July 2017 p/share	1 August 2015 to 31 July 2016 p/share
Change in net assets per share			
Opening net asset value per share	165.09	120.15	118.39
Return before operating charges*	7.60	47.89	4.11
Operating charges**	(0.66)	(1.15)	(0.92)
Return after operating charges*	6.94	46.74	3.19
Distributions	-	(1.80)	(1.43)
Retained distributions	-	-	-
Closing asset value per share	172.03	165.09	120.15
* after direct transaction costs of***	0.13	0.33	0.21
Performance			
Return after charges	4.20%	38.90%	2.69%
Other information			
Closing net asset value (£)	499,648,819	375,154,304	67,548,742
Closing number of shares	290,435,142	227,239,255	56,220,167
Operating charges****	0.78%	0.78%	0.78%
Direct transaction costs***	0.16%	0.22%	0.18%
Prices	pence per share	pence per share	pence per share
Highest share price	176.90	168.27	127.07
Lowest share price	161.30	118.48	105.60

Comparative Tables (continued)

Accumulation 'U2'	1 August 2017 to 31 January 2018 p/share	1 August 2016 to 31 July 2017 p/share	1 August 2015 to 31 July 2016 p/share
Change in net assets per share			
Opening net asset value per share	173.45	124.79	121.42
Return before operating charges*	7.99	49.67	4.22
Operating charges**	(0.62)	(1.01)	(0.85)
Return after operating charges*	7.37	48.66	3.37
Distributions	-	(1.98)	(1.56)
Retained distributions	-	1.98	1.56
Closing asset value per share	180.82	173.45	124.79
* after direct transaction costs of***	0.14	0.32	0.22
Performance			
Return after charges	4.25%	38.99%	2.78%
Other information			
Closing net asset value (£)	16,375,100	15,629,841	22,015,725
Closing number of shares	9,056,273	9,010,941	17,642,746
Operating charges****	0.70%	0.70%	0.70%
Direct transaction costs***	0.16%	0.22%	0.18%
Prices	pence per share	pence per share	pence per share
Highest share price	185.90	174.89	130.36
Lowest share price	169.50	123.05	108.38
Income 'U2'	1 August 2017 to 31 January 2018 p/share	1 August 2016 to 31 July 2017 p/share	1 August 2015 to 31 July 2016 p/share
Change in net assets per share			
Opening net asset value per share	153.07	111.39	109.86
Return before operating charges*	7.05	44.38	3.71
Operating charges**	(0.55)	(0.93)	(0.77)
Return after operating charges*	6.50	43.45	2.94
Distributions	-	(1.77)	(1.41)
Retained distributions	-	-	-
Closing asset value per share	159.57	153.07	111.39
* after direct transaction costs of***	0.12	0.29	0.20
Performance			
Return after charges	4.25%	39.01%	2.68%
Other information			
Closing net asset value (£)	85,976,032	79,571,318	39,153,658
Closing number of shares	53,881,284	51,984,597	35,150,359
Operating charges****	0.70%	0.70%	0.70%
Direct transaction costs***	0.16%	0.22%	0.18%
Prices	pence per share	pence per share	pence per share
Highest share price	164.10	156.11	117.84
Lowest share price	149.60	109.84	97.97

** The operating charges include all costs borne by the sub-fund, except for direct transaction costs.

*** The direct transaction costs are made up of fees and commissions paid to agents, advisers, brokers and dealers, levies by regulatory agencies and securities exchanges as well as transfer taxes and duties. They do not include any difference between the quoted bid and offer prices or internal administrative or holding costs. These costs arise as a result of transactions undertaken both for efficient portfolio management and the meeting of the sub-fund's objectives. These costs exclude any effect of dilution adjustments used to offset the costs.

**** The operating charges percentage is the equivalent of the ongoing charges figure per the prior year accounts. It is the ratio of the sub-fund's ongoing charges (excluding interest on borrowings) to the average net assets of the sub-fund.

Performance

	6 months to 31 January 2018	1 year to 31 January 2018	3 years to 31 January 2018	5 years to 31 January 2018
Old Mutual UK Mid Cap Fund*	4.32%	26.15%	71.22%	146.97%
FTSE 250 ex-IT (benchmark)	3.63%	14.75%	33.68%	78.49%
IA UK All Companies (sector average)	4.15%	12.48%	28.37%	58.74%
Quartile ranking	2	1	1	1

* Accumulation 'R' shares

Data Source – Factset. Figures are calculated on a total return and single price basis, with net income reinvested into the sub-fund.

Portfolio allocation		Major holdings	Percentage of portfolio	
Financial Services	14.43%	boohoo.com	6.13%	
Support Services	13.46%	Ascential	5.12%	
General Retailers	12.82%	SSP	4.27%	
Travel & Leisure	7.40%	Ashtead	3.93%	
Media	6.42%	Melrose Industries	3.64%	
Household Goods & Home Construction	5.99%	3i	3.56%	
Real Estate Investment Trusts	5.51%	Fevertree Drinks	3.49%	
Industrial Engineering	5.46%	GVC Holdings	3.13%	
Real Estate Investment & Services	5.38%	HomeServe	2.99%	
Software & Computer Services	4.88%	Bodycote	2.95%	
Construction & Materials	3.64%			
Beverages	3.49%	Number of holdings	45	
Pharmaceuticals & Biotechnology	2.43%			
Life Insurance	2.08%			
Personal Goods	2.07%			
Chemicals	1.93%	Total Purchases and Sales for the period		
General Industrials	1.18%		2018	2017
Food Producers	0.20%		£'000	£'000
		Total purchases for the 6 month period to 31 January	861,562	478,719
Net other assets	1.23%	Total sales for the 6 month period to 31 January	363,348	389,709
Total	100.00%			
Asset allocation				
Equities	98.77%			
Net other assets	1.23%			
Total	100.00%			

Portfolio statement

as at 31 January 2018

Holding	Investment	Market Value £'000	Percentage of total net assets %
	United Kingdom 98.57% (31 July 2017 90.72%)		
	United Kingdom Equities 98.57% (31 July 2017 90.72%)		
	Beverages 3.49% (31 July 2017 3.22%)		
4,828,940	Fevertree Drinks	118,309	3.49
		<u>118,309</u>	<u>3.49</u>
	Chemicals 1.93% (31 July 2017 1.77%)		
13,697,665	Synthomer	65,393	1.93
		<u>65,393</u>	<u>1.93</u>
	Construction & Materials 3.64% (31 July 2017 3.98%)		
54,225,036	Melrose Industries	123,416	3.64
		<u>123,416</u>	<u>3.64</u>
	Financial Services 14.43% (31 July 2017 10.77%)		
12,889,000	3i	120,718	3.56
6,361,413	Burford Capital	76,719	2.26
20,420,000	Charter Court Financial Services	65,446	1.93
5,680,000	Jupiter Fund Management	33,773	0.99
17,857,986	OneSavings Bank	71,789	2.12
15,682,252	TP ICAP	84,747	2.50
1,218,140	Transferwise	36,424	1.07
		<u>489,616</u>	<u>14.43</u>
	General Industrials 1.18% (31 July 2017 1.13%)		
6,634,000	Vesuvius	40,202	1.18
		<u>40,202</u>	<u>1.18</u>
	General Retailers 12.82% (31 July 2017 12.43%)		
111,087,956	boohoo.com	208,012	6.13
5,218,452	Card Factory	10,124	0.30
13,381,686	JD Sports Fashion	49,566	1.46
38,348,109	Pets at Home	68,336	2.02
199,833	The Hut Group	98,564	2.91
		<u>434,602</u>	<u>12.82</u>
	Household Goods & Home Construction 5.99% (31 July 2017 5.05%)		
13,116,410	Barratt Developments	77,151	2.27
42,099,158	Taylor Wimpey	80,515	2.37
5,694,278	Victoria	45,668	1.35
		<u>203,334</u>	<u>5.99</u>
	Industrial Engineering 5.46% (31 July 2017 3.21%)		
10,342,000	Bodycote	100,317	2.95
3,809,000	Weir	85,055	2.51
		<u>185,372</u>	<u>5.46</u>
	Life Insurance 2.08% (31 July 2017 2.27%)		
5,914,064	St James's Place	70,673	2.08
		<u>70,673</u>	<u>2.08</u>

Portfolio statement (continued)

as at 31 January 2018

Holding	Investment	Market Value £'000	Percentage of total net assets %
	Media 6.42% (31 July 2017 6.58%)		
47,026,442	Ascential	173,622	5.12
12,138,214	Auto Trader	44,037	1.30
		217,659	6.42
	Personal Goods 2.07% (31 July 2017 1.88%)		
3,991,238	SuperGroup	70,286	2.07
		70,286	2.07
	Pharmaceuticals & Biotechnology 2.43% (31 July 2017 1.92%)		
20,395,076	Indivior	82,580	2.43
		82,580	2.43
	Real Estate Investment & Services 5.38% (31 July 2017 5.10%)		
15,366,990	Capital & Counties Properties	45,379	1.34
19,976,958	Purplebricks	94,291	2.78
4,177,632	Savills	42,821	1.26
		182,491	5.38
	Real Estate Investment Trusts 5.51% (31 July 2017 5.25%)		
6,092,000	Big Yellow	51,782	1.53
4,604,000	Unite	36,625	1.08
9,674,000	Workspace	98,385	2.90
		186,792	5.51
	Software & Computer Services 4.88% (31 July 2017 4.37%)		
4,839,729	Alfa Financial Software	25,167	0.74
5,203,894	Blue Prism	73,167	2.16
3,123,058	Micro Focus International	67,052	1.98
		165,386	4.88
	Support Services 13.46% (31 July 2017 17.95%)		
6,302,351	Ashtead	133,358	3.93
9,841,912	Electrocomponents	60,803	1.79
20,797,801	Hays	42,136	1.24
12,894,702	HomeServe	101,481	2.99
713,085	Pagegroup	3,893	0.12
28,374,567	Rentokil Initial	83,648	2.47
4,146,829	Smart Metering Systems	31,267	0.92
		456,586	13.46
	Travel & Leisure 7.40% (31 July 2017 3.84%)		
11,441,076	GVC Holdings	105,944	3.13
23,989,969	SSP	144,899	4.27
		250,843	7.40

Portfolio statement (continued)

as at 31 January 2018

Holding	Investment	Market Value £'000	Percentage of total net assets %
	Overseas 0.20% (31 July 2017 1.68%)		
	Europe 0.20% (31 July 2017 1.68%)		
	Ireland Equities 0.20% (31 July 2017 1.68%)		
3,364,835	Food Producers 0.20% (31 July 2017 1.68%) Greencore	6,750	0.20
		6,750	0.20
	Investment assets	3,350,290	98.77
	Net other assets	41,644	1.23
	Total net assets	3,391,934	100.00

All investments are approved securities being either officially listed in a member state or traded on or under the rules of an eligible securities market, unless otherwise stated.

All investments are ordinary shares unless otherwise stated.

Statement of total return

for the period from 1 August 2017 to 31 January 2018

	Note	01.08.17 to 31.01.18 £'000	01.08.17 to 31.01.18 £'000	01.08.16 to 31.01.17 £'000	01.08.16 to 31.01.17 £'000
Income					
Net capital gains			116,802		283,899
Revenue		26,016		20,930	
Expenses		(16,063)		(11,432)	
Interest payable and similar charges		-		(4)	
Net revenue before taxation		9,953		9,494	
Taxation		-		-	
Net revenue after taxation			9,953		9,494
Total return before distributions			126,755		293,393
Distributions	2		638		62
Change in net assets attributable to shareholders from investment activities			127,393		293,455

Statement of change in net assets attributable to shareholders

for the period from 1 August 2017 to 31 January 2018

		01.08.17 to 31.01.18 £'000	01.08.17 to 31.01.18 £'000	01.08.16 to 31.01.17 £'000	01.08.16 to 31.01.17 £'000
Opening net assets attributable to shareholders			2,959,921*		2,015,314
Amounts received on issue of shares		349,614		86,290	
Amounts paid on cancellation of shares		(46,789)		(97,457)	
			302,825		(11,167)
Dilution adjustment			1,795		708
Change in net assets attributable to shareholders from investment activities			127,393		293,455
Closing net assets attributable to shareholders			3,391,934		2,298,310*

* Section 3.30 of the IA SORP issued in May 2014 requires comparative figures for the above statement. For interim financial statements this will result in the closing comparative net assets not being equal to the net assets at the start of the current period.

Balance sheet

as at 31 January 2018

	31.01.18 £'000	31.07.17 £'000
Assets		
Fixed assets		
Investments	3,350,290	2,734,937
Current assets		
Debtors	45,861	11,234
Cash and bank balances	11,255	234,277
Total assets	3,407,406	2,980,448
Liabilities		
Creditors		
Distribution payable	-	(8,167)
Other creditors	(15,472)	(12,360)
Total liabilities	(15,472)	(20,527)
Net assets attributable to shareholders	3,391,934	2,959,921

Notes to the financial statements

for the period from 1 August 2017 to 31 January 2018

1 Accounting policies

The financial statements have been prepared under the historical cost basis, as modified by the revaluation of investments, and in accordance with the Statement of Recommended Practice ("SORP") for Authorised Funds, issued by the IA in May 2014.

The accounting policies applied are consistent with those disclosed within the annual Financial Statements for the year ended 31 July 2017.

2 Distributions

The distributions take account of revenue received on the issue of shares and revenue deducted on the cancellation of shares, and comprise:

	01.08.17 to 31.01.18 £'000	01.08.16 to 31.01.17 £'000
Revenue deducted on cancellation of shares	79	229
Revenue received on issue of shares	(717)	(291)
Distributions	(638)	(62)
Reconciliation of distributions:		
Net revenue after taxation	9,953	9,494
Equalisation on conversion	60	20
Undistributed revenue carried forward	(10,651)	(9,576)
Distributions	(638)	(62)

Old Mutual UK Opportunities Fund

Launch date	2 August 2013
IA Sector	Targeted Absolute Return
Investment adviser	Old Mutual Global Investors (UK) Limited
Net asset value	£17,401,486

Objective

The sub-fund aims to deliver an absolute return over rolling three year periods.

Notwithstanding that the sub-fund is expressed to be an "absolute return" sub-fund, any capital invested is, in fact, at risk. The sub-fund aims to deliver a positive absolute return over rolling three year periods, but there is no guarantee that such return will be generated over that specific time period or within another time period.

Policy

The sub-fund will obtain exposure (either directly or indirectly) principally to UK equities and convertible bonds. UK equities are equities of companies the majority of which will either be domiciled in the UK, or which derive a significant proportion of their income from the UK. Such investments will be across the market capitalisation spectrum, with the majority of these being companies included in the FTSE 100 and FTSE 250 indices. Up to 15 per cent of the sub-fund's NAV may be exposed to non-UK equities and convertible bonds.

More than 35% in value of the property of the sub-fund may consist of Government and other public securities issued by one issuer in accordance with the investment management and borrowing powers of the Company set out in Schedule 2 of the prospectus.

The sub-fund will principally use derivatives to take long and short positions in order to gain exposure to particular companies, industries or sectors. Where the sub-fund gains exposure through derivatives its physical assets will consist of cash deposits or short term investment grade money market instruments to provide cover for this exposure.

The sub-fund may also invest in transferable securities, units in collective investment schemes (including those managed or operated by the ACD), warrants, money market instruments and deposits.

The sub-fund is permitted to use derivatives for investment purposes. The use of derivatives for this purpose may affect the volatility or risk profile of the sub-fund although this is not the ACD's intention.

Investment Manager's review

The sub-fund underperformed the benchmark over the period. The market environment featured a continuation of the solid growth/low inflation backdrop that had driven markets higher over the course of 2017 which, combined with substantial progress on tax reform in the US, saw global equity markets end the year at all-time highs and investor bullishness towards stocks similarly elevated. Towards the end of the period, in the face of sharply rising bond yields, markets started to get nervous over the prospect of a return of inflation – something that has been talked about at length during this economic cycle but has, to date, been surprisingly absent.

The long book was a strong contributor in the rising market with significant attribution from holdings such as Royal Dutch Shell, Glencore, Rio Tinto, BP and Booker Group. Detractors included stocks such as Shire, TalkTalk, GlaxoSmithKline, Card Factory and Fresnillo. On the short book our index hedge positions detracted significantly whilst our short alpha portfolio was a modest positive contributor. Meaningful value added came from positions such as Provident Financial, ConvaTec, Interserve and Debenhams.

New stocks introduced to the long book included GVC, DS Smith, Synthomer, Sabre Insurance and Homeserve. We disposed of a variety of holdings including IMI, SSP, Bodycote, Imperial Brands, Card Factory and Merlin Entertainments. On the short book we took profits from several successful positions including some of those noted above and we added a number of new short positions in cyclical businesses. At the end of the period we had a net short market exposure of -1% of NAV and gross exposure of 196%.

We have been cautious on the outlook for UK equities for some time now and that has not really served us well in the short term. However our concerns remain just as elevated, if not more so, now.

To reiterate we believe we are in the very late stages of a long (albeit subdued) economic expansion and the equally late stages of a vigorous stock market expansion. Equity valuations look increasingly stretched, leverage continues to build in both the corporate and household sectors, monetary policy is gradually becoming less accommodative and signs of hubris and complacency are widespread.

At the time of writing we are experiencing the first significant bout of volatility and market weakness for a considerable period of time. Whether this initial weakness is a foretaste of further volatility or merely a long overdue modest pullback only time will tell. Suffice to say we are worried more about the former and hence continue to position the portfolio in a relatively cautious manner.

Risk and Reward Profile



The calculated risk and reward category, as shown above, uses a method of calculation derived from EU rules. It is based on the rate at which the returns of the sub-fund have moved up and down in the past (i.e. volatility) and is not a guide to the future risk and reward category of the sub-fund. The category shown is not a target or guarantee and may shift over time. Even the lowest category 1 does not mean a risk-free investment. The seven-category scale is nonlinear, for example, 2 is not twice as risky as 1.

Sub-funds in category 4 have in the past shown moderate volatility. With a sub-fund of category 4, you have a moderate risk of losing money but your chance for gains is also moderate.

Investment risk - whilst the sub-fund aims to deliver above zero performance irrespective of market conditions, there can be no guarantee this aim will be achieved. A capital loss of some or all of the amount invested may occur.

Geographic concentration risk - a rise or fall in the UK market may have a significant impact on the value of the sub-fund because it primarily invests in this market.

Currency risk - the sub-fund is denominated in British Pounds but may hold assets denominated in, or with exposure to, other currencies. The value of your shares may rise and fall as a result of exchange rate movements between these currencies.

Derivative risk - the sub-fund uses derivatives to generate returns and/or to reduce costs and the overall risk of the sub-fund. Using derivatives can involve a higher level of risk. A small movement in the price of an underlying investment may result in a disproportionately large movement in the price of the derivative investment. Derivatives also involve counterparty risk where the institutions acting as counterparty to derivatives may not meet their contractual obligations.

Capital erosion risk - the sub-fund takes its charges from the income of the sub-fund in the first instance. The impact of sub-fund charges may be material on the value of any income you receive from your investment. There is potential for capital erosion if insufficient income is generated by the sub-fund to cover these charges. Capital erosion may have the effect of reducing the level of income generated.

For a more detailed explanation of risks, please refer to the "Risks" section of the prospectus.

Performance Records

Comparative Tables

Accumulation 'A'	1 August 2017 to 31 January 2018 p/share	1 August 2016 to 31 July 2017 p/share	1 August 2015 to 31 July 2016 p/share
Change in net assets per share			
Opening net asset value per share	115.37	118.11	127.16
Return before operating charges*	(0.07)	(0.83)	(6.98)
Operating charges**	(0.97)	(1.91)	(2.07)
Return after operating charges*	(1.04)	(2.74)	(9.05)
Distributions	-	-	-
Retained distributions	-	-	-
Closing asset value per share	114.33	115.37	118.11
* after direct transaction costs of***	0.10	0.23	0.29
Performance			
Return after charges	(0.90)%	(2.32)%	(7.12)%
Other information			
Closing net asset value (£)	10,841,985	12,494,887	16,391,416
Closing number of shares	9,482,735	10,830,127	13,878,257
Operating charges****	1.65%	1.65%	1.65%
Direct transaction costs***	0.16%	0.20%	0.23%
Prices	pence per share	pence per share	pence per share
Highest share price	118.10	123.98	135.64
Lowest share price	114.45	113.65	117.99

Accumulation 'R'	1 August 2017 to 31 January 2018 p/share	1 August 2016 to 31 July 2017 p/share	1 August 2015 to 31 July 2016 p/share
Change in net assets per share			
Opening net asset value per share	120.08	122.01	130.41
Return before operating charges*	(0.08)	(0.85)	(7.24)
Operating charges**	(0.55)	(1.08)	(1.16)
Return after operating charges*	(0.63)	(1.93)	(8.40)
Distributions	-	-	-
Retained distributions	-	-	-
Closing asset value per share	119.45	120.08	122.01
* after direct transaction costs of***	0.10	0.24	0.30
Performance			
Return after charges	(0.52)%	(1.58)%	(6.44)%
Other information			
Closing net asset value (£)	3,446,820	6,402,242	12,366,240
Closing number of shares	2,885,536	5,331,639	10,135,593
Operating charges****	0.90%	0.90%	0.90%
Direct transaction costs***	0.16%	0.20%	0.23%
Prices	pence per share	pence per share	pence per share
Highest share price	123.00	123.30	134.07
Lowest share price	119.40	117.76	121.89

Comparative Tables (continued)

Accumulation 'U1'	1 August 2017 to 31 January 2018 p/share	1 August 2016 to 31 July 2017 p/share	1 August 2015 to 31 July 2016 p/share
Change in net assets per share			
Opening net asset value per share	92.91	94.26	100.68
Return before operating charges*	0.01	(0.59)	(5.59)
Operating charges**	(0.39)	(0.76)	(0.83)
Return after operating charges*	(0.38)	(1.35)	(6.42)
Distributions	-	-	-
Retained distributions	-	-	-
Closing asset value per share	92.53	92.91	94.26
* after direct transaction costs of***	0.08	0.18	0.23
Performance			
Return after charges	(0.41)%	(1.43)%	(6.38)%
Other information			
Closing net asset value (£)	2,171,218	3,379,943	5,184,302
Closing number of shares	2,346,426	3,637,815	5,500,091
Operating charges****	0.83%	0.83%	0.83%
Direct transaction costs***	0.16%	0.20%	0.23%
Prices	pence per share	pence per share	pence per share
Highest share price	95.21	95.27	103.47
Lowest share price	92.40	91.03	94.16
Accumulation 'U2'	1 August 2017 to 31 January 2018 p/share	1 August 2016 to 31 July 2017 p/share	1 August 2015 to 31 July 2016 p/share
Change in net assets per share			
Opening net asset value per share	94.54	95.91	102.43
Return before operating charges*	(0.06)	(0.66)	(5.77)
Operating charges**	(0.36)	(0.71)	(0.75)
Return after operating charges*	(0.42)	(1.37)	(6.52)
Distributions	-	-	-
Retained distributions	-	-	-
Closing asset value per share	94.12	94.54	95.91
* after direct transaction costs of***	0.08	0.19	0.23
Performance			
Return after charges	(0.44)%	(1.43)%	(6.37)%
Other information			
Closing net asset value (£)	941,463	945,703	769,573
Closing number of shares	1,000,282	1,000,282	802,360
Operating charges****	0.75%	0.75%	0.75%
Direct transaction costs***	0.16%	0.20%	0.23%
Prices	pence per share	pence per share	pence per share
Highest share price	96.85	96.95	105.30
Lowest share price	94.03	92.63	95.82

** The operating charges include all costs borne by the sub-fund, except for direct transaction costs.

*** The direct transaction costs are made up of fees and commissions paid to agents, advisers, brokers and dealers, levies by regulatory agencies and securities exchanges as well as transfer taxes and duties. They do not include any difference between the quoted bid and offer prices or internal administrative or holding costs. These costs arise as a result of transactions undertaken both for efficient portfolio management and the meeting of the sub-fund's objectives. These costs exclude any effect of dilution adjustments used to offset the costs.

**** The operating charges percentage is the equivalent of the ongoing charges figure per the prior year accounts. It is the ratio of the sub-fund's ongoing charges (excluding interest on borrowings) to the average net assets of the sub-fund.

Performance

	6 months to 31 January 2018	1 year to 31 January 2018	3 years to 31 January 2018	5 years to 31 January 2018
Old Mutual UK Opportunities Fund*	(0.33)%	0.55%	(7.97)%	6.74%
Bank of England base rate (benchmark)	0.19%	0.31%	1.19%	2.21%
Quartile ranking	3	3	4	4

* Accumulation 'R' shares

Data Source – Factset. Figures are calculated on a total return and single price basis, with net income reinvested into the sub-fund.

Portfolio allocation		Major holdings		Percentage of portfolio	
United Kingdom Equities	43.14%	UK Treasury 0% 19/03/2018		9.77%	
Sterling Denominated Fixed Rate Government Bonds	28.72%	BNP Paribas 0.50819%		7.62%	
Sterling Denominated Cash on Deposit	7.62%	British American Tobacco		5.37%	
Europe Equities	7.44%	UK Treasury 0% 16/04/2018		4.59%	
North America Equities	4.98%	Vodafone		4.35%	
United Kingdom Contracts for Difference	0.64%	UK Treasury 0% 12/02/2018		4.31%	
		UK Treasury 0% 26/02/2018		4.31%	
Net other assets	7.46%	UK Treasury 0% 26/03/2018		2.87%	
		UK Treasury 0% 29/05/2018		2.87%	
Total	100.00%	Glencore		2.82%	
Asset allocation		Number of holdings		73	
Equities	55.56%				
Government Bonds	28.72%				
Cash on Deposit	7.62%				
Contracts for Difference	0.64%				
		Total Purchases and Sales for the period			
Net other assets	7.46%			2018	2017
				£'000	£'000
Total	100.00%	Total purchases for the 6 month period to 31 January		11,989	44,207
		Total sales for the 6 month period to 31 January		19,047	48,712

Portfolio statement

as at 31 January 2018

Holding	Investment	Market Value £000	Percentage of total net assets %
United Kingdom 80.12% (31 July 2017 88.03%)			
Sterling Denominated Fixed Rate Government Bonds 28.72% (31 July 2017 38.74%)			
£750,000	UK Treasury 0% 12/02/2018	750	4.31
£750,000	UK Treasury 0% 26/02/2018	750	4.31
£1,700,000	UK Treasury 0% 19/03/2018	1,699	9.77
£500,000	UK Treasury 0% 26/03/2018	500	2.87
£800,000	UK Treasury 0% 16/04/2018	800	4.59
£500,000	UK Treasury 0% 29/05/2018	499	2.87
		4,998	28.72
United Kingdom Equities 43.14% (31 July 2017 42.71%)			
36,917	Ashmore	159	0.91
102,650	Biffa	245	1.41
19,256	British American Tobacco	935	5.37
43,727	De La Rue	272	1.56
77,633	DS Smith	392	2.25
47,848	GVC Holdings	443	2.55
32,876	HomeServe	259	1.49
24,369	Land Securities	243	1.40
178,279	Melrose Industries	406	2.33
13,696	Micro Focus International	294	1.69
120,325	Pets at Home	215	1.23
51,840	Phoenix	396	2.28
4,621	Randgold Resources	330	1.90
55,378	RSA Insurance	344	1.98
69,382	Sabre Insurance	187	1.08
39,407	Sage	294	1.69
436,352	Sherborne Investors	458	2.63
72,664	Synthomer	347	1.99
153,024	TalkTalk Telecom	166	0.95
34,088	Tesco	71	0.41
54,454	TP ICAP	294	1.69
338,103	Vodafone	757	4.35
		7,507	43.14
Sterling Denominated Contracts For Difference 0.64% (31 July 2017 0.88%)			
(22,099)	Aggreko	-	-
(178,801)	AO World	6	0.03
4,505	AstraZeneca (UK Listing)	(4)	(0.02)
(50,186)	Auto Trader	(5)	(0.03)
102,852	Aviva	(15)	(0.09)
113,317	Barclays	(10)	(0.06)
192,267	Booker	2	0.01
136,891	BP	(13)	(0.08)
(8,162)	Burberry	1	0.01
27,232	Compass	(13)	(0.07)
(31,403)	ConvaTec	(4)	(0.02)
(58,263)	CYBG	4	0.02
(730,400)	Debenhams	(4)	(0.02)
14,593	Diageo	(9)	(0.05)
(1,627)	FTSE 100 Index	228	1.31
(71)	FTSE Mid 250 Index	24	0.14
38,766	GlaxoSmithKline	(8)	(0.05)
(16,617)	Greggs	(2)	(0.01)

Portfolio statement (continued)

as at 31 January 2018

Holding	Investment	Market Value £000	Percentage of total net assets %
Sterling Denominated Contracts For Difference (continued)			
(68,004)	Halfords	4	0.02
119,567	HSBC (UK Listing)	(33)	(0.19)
(3,047)	Intertek	6	0.03
(56,676)	Kingfisher	(7)	(0.04)
705,242	Lloyds Banking	(13)	(0.07)
(72,760)	Marks & Spencer	4	0.02
(2,009)	Paddy Power Betfair	1	0.01
(25,089)	Pearson	(1)	(0.01)
30,784	Prudential	(15)	(0.09)
58,789	Rentokil Initial	(7)	(0.04)
12,544	Rio Tinto (UK Listing)	(8)	(0.05)
41,426	Royal Dutch Shell 'B'	(23)	(0.13)
(167,621)	Serco	8	0.05
19,415	Smith & Nephew	8	0.05
(7,969)	Spectris	3	0.02
(10,860)	Travis Perkins	1	0.01
2,341	Unilever	(1)	(0.01)
(7,758)	Victrex	-	-
(9,728)	WPP	7	0.04
		112	0.64
Sterling Denominated Cash on Deposit 7.62% (31 July 2017 5.70%)			
£4,239,163	BNP Paribas 0.50819%	1,325	7.62
		1,325	7.62
Overseas 12.42% (31 July 2017 11.26%)			
Europe 7.44% (31 July 2017 6.89%)			
Ireland Equities 3.78% (31 July 2017 3.17%)			
17,911	CRH (UK Listing)	477	2.74
192,308	Greencoat Renewables	180	1.04
		657	3.78
Switzerland Equities 3.66% (31 July 2017 3.72%)			
119,958	Glencore	491	2.82
2,664	Wolseley	146	0.84
		637	3.66

Portfolio statement (continued)

as at 31 January 2018

Holding	Investment	Market Value £000	Percentage of total net assets %
	North America 4.98% (31 July 2017 4.37%)		
	Mexico Equities 1.49% (31 July 2017 1.39%)		
19,254	Fresnillo	260	1.49
		260	1.49
	United States Equities 3.49% (31 July 2017 2.98%)		
13,594	Shire (UK Listing)	458	2.63
2,652	Worldpay	150	0.86
		608	3.49
	Investment assets*	16,104	92.54
	Net other assets	1,297	7.46
	Total net assets	17,401	100.00

* Including investment liabilities.

All investments are approved securities being either officially listed in a member state or traded on or under the rules of an eligible securities market, unless otherwise stated.

Statement of total return

for the period from 1 August 2017 to 31 January 2018

	Note	01.08.17 to 31.01.18 £'000	01.08.17 to 31.01.18 £'000	01.08.16 to 31.01.17 £'000	01.08.16 to 31.01.17 £'000
Income					
Net capital gain/(losses)			63		(629)
Revenue		291		51	
Expenses		(131)		(202)	
Interest payable and similar charges		(329)		(91)	
Net expenses before taxation		(169)		(242)	
Taxation		(1)		-	
Net expenses after taxation			(170)		(242)
Total return before distributions			(107)		(871)
Distributions	2		-		-
Change in net assets attributable to shareholders from investment activities			(107)		(871)

Statement of change in net assets attributable to shareholders

for the period from 1 August 2017 to 31 January 2018

		01.08.17 to 31.01.18 £'000	01.08.17 to 31.01.18 £'000	01.08.16 to 31.01.17 £'000	01.08.16 to 31.01.17 £'000
Opening net assets attributable to shareholders			23,223*		34,712
Amounts received on issue of shares		339		1,436	
Amounts paid on cancellation of shares		(6,064)		(5,877)	
			(5,725)		(4,441)
Dilution adjustment			10		10
Change in net assets attributable to shareholders from investment activities			(107)		(871)
Closing net assets attributable to shareholders			17,401		29,410*

* Section 3.30 of the IA SORP issued in May 2014 requires comparative figures for the above statement. For interim financial statements this will result in the closing comparative net assets not being equal to the net assets at the start of the current period.

Balance sheet

as at 31 January 2018

	31.01.18 £'000	31.07.17 £'000
Assets		
Fixed assets		
Investments	16,299	23,272
Current assets		
Debtors	12	56
Cash and bank balances	1,436	599
Total assets	17,747	23,927
Liabilities		
Investment liabilities	(195)	(214)
Creditors		
Bank overdrafts	(15)	(86)
Other creditors	(136)	(404)
Total liabilities	(346)	(704)
Net assets attributable to shareholders	17,401	23,223

Notes to the financial statements

for the period from 1 August 2017 to 31 January 2018

1 Accounting policies

The financial statements have been prepared under the historical cost basis, as modified by the revaluation of investments, and in accordance with the Statement of Recommended Practice ("SORP") for Authorised Funds, issued by the IA in May 2014.

The accounting policies applied are consistent with those disclosed within the annual Financial Statements for the year ended 31 July 2017.

2 Distributions

The distributions take account of revenue received on the issue of shares and revenue deducted on the cancellation of shares, and comprise:

	01.08.17 to 31.01.18 £'000	01.08.16 to 31.01.17 £'000
Revenue deducted on cancellation of shares	-	-
Revenue received on issue of shares	-	-
Distributions	-	-
Reconciliation of distributions:		
Net expense after taxation	(170)	(242)
Revenue deficit carried forward	170	242
Distributions	-	-

Old Mutual UK Smaller Companies Fund

Launch date	9 February 2001
IA Sector	UK Smaller Companies
Investment adviser	Old Mutual Global Investors (UK) Limited
Net asset value	£1,369,217,829

Objective

The sub-fund aims to provide capital growth from investing primarily in a portfolio of UK smaller companies.

Policy

Smaller companies are defined for this purpose as those companies which are quoted on a regulated market and which have market capitalisations no greater than the largest company in the Numis Smaller Companies Index at the time of the initial investment. Typically, the ACD will invest at least 80% of the portfolio in smaller companies. Liquidity will under normal circumstances not exceed 10% of the value of the holding of the sub-fund.

Subject to the regulations, the property of the sub-fund may include transferable securities; units in collective investment schemes (including those managed or operated by the ACD or an associate of the ACD), warrants, money market instruments, deposits and derivatives.

The sub-fund will initially only use derivatives for EPM purposes. The ACD considers that the use of derivatives for this purpose is not likely to affect the volatility or risk profile of the sub-fund. The sub-fund may use derivatives for purposes other than EPM, provided it has given shareholders 60 days' notice of such change. If the sub-fund did use derivatives for investment purposes this might, at times, increase the volatility of the sub-fund's NAV and change the risk profile of the sub-fund.

Investment Manager's review

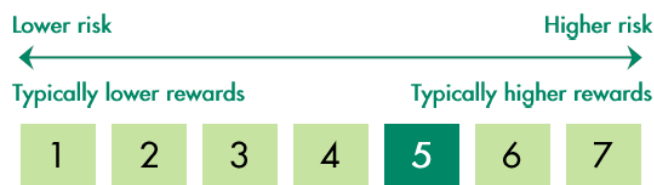
UK equity markets made positive, if somewhat volatile, progress over the review period. Continuing good levels of global GDP growth, seemingly contained inflationary forces (outside of the US at least) and good corporate newsflow served as favourable elements, while the prospect of growing inflationary pressures within the US economy and policymakers raising US interest rates more rapidly than had previously been seen gave rise to episodes of investor caution. Increasing tensions between the US and North Korea, as well as a lack of clarity around the likely denouement of the Brexit negotiations also added to the uncertainty.

Against this backdrop the sub-fund outperformed its benchmark index but not its peer group for the period under review. Both sector allocation and stock selection made a positive contribution. At a sector level, the overweight position relative to the benchmark in software added value, while the underweight position in travel and leisure detracted from performance – no other sector positions were individually significant. At a stock level, holdings in Blue Prism and Smart Metering Systems performed well, while boohoo.com and Eco Animal Health succumbed to profit-taking.

The sub-fund entered the review period relatively balanced in terms of sectoral positioning and no significant changes were made, with activity being primarily stock led. Holdings were added in Sabre Insurance and Foot Asylum (both via an IPO) and also in Applegreen (an operator of service stations) and Hunting (an oil services business). In addition, the sub-fund made its first foray into the unquoted area, with two holdings (accounting for approximately 3% of the sub-fund) being added. A long-standing position in Paysafe was exited following an offer for the company.

Stock markets have experienced some share price fluctuations in the early part of 2018 in response to signs of increased US wage inflation and fears that central bankers may have to raise rates more quickly than might have previously been anticipated. Leading economic indicators, meanwhile, are supportive of continued synchronised global growth. We believe UK equity indices do not look richly valued relative to history. While we may see further fluctuations in share prices, our central case would be that these are not the conditions that are likely to give rise to a sustained bear market. In a world of rising rates, co-existing with more plentiful global growth, we expect to find further selective opportunities among the more economically sensitive, cheaper stocks, to complement some of our more highly valued, growth positions.

Risk and Reward Profile



The calculated risk and reward category, as shown above, uses a method of calculation derived from EU rules. It is based on the rate at which the returns of the sub-fund have moved up and down in the past (i.e. volatility) and is not a guide to the future risk and reward category of the sub-fund. The category shown is not a target or guarantee and may shift over time. Even the lowest category 1 does not mean a risk-free investment. The seven-category scale is nonlinear, for example, 2 is not twice as risky as 1.

Sub-funds in category 5 have in the past shown moderately high volatility. With a sub-fund of category 5, you have a moderately high risk of losing money but your chance for gains is also moderately high.

Investment risk - there is no guarantee that the sub-fund will achieve its objective. A capital loss of some or all of the amount invested may occur.

Geographic concentration risk - a fall in the UK market may have a significant impact on the value of the sub-fund because it primarily invests in this market.

Smaller companies risk - smaller companies are subject to greater risk and reward potential. Investments may be volatile or difficult to buy or sell.

Liquidity risk - some investments may become hard to value or sell at a desired time and price. In extreme circumstances this may affect the sub-fund's ability to meet redemption requests upon demand.

Currency risk - the sub-fund is denominated in British Pounds but may hold assets denominated in, or with exposure to, other currencies. The value of your shares may rise and fall as a result of exchange rate movements between these currencies.

Derivative risk - the sub-fund may use derivatives to reduce costs and/or the overall risk of the sub-fund (i.e. Efficient Portfolio Management (EPM)). Derivatives involve a level of risk, however, for EPM they should not increase the overall riskiness of the sub-fund. Derivatives also involve counterparty risk where the institutions acting as counterparty to derivatives may not meet their contractual obligations.

Capital erosion risk - the sub-fund takes its charges from the income of the sub-fund in the first instance. The impact of sub-fund charges may be material on the value of any income you receive from your investment. There is potential for capital erosion if insufficient income is generated by the sub-fund to cover these charges. Capital erosion may have the effect of reducing the level of income generated.

For a more detailed explanation of risks, please refer to the "Risks" section of the prospectus.

Performance Records

Comparative Tables

Accumulation 'A'	1 August 2017 to 31 January 2018 p/share	1 August 2016 to 31 July 2017 p/share	1 August 2015 to 31 July 2016 p/share
Change in net assets per share			
Opening net asset value per share	507.53	357.62	343.06
Return before operating charges*	37.80	158.00	21.16
Operating charges**	(5.08)	(8.09)	(6.60)
Return after operating charges*	32.72	149.91	14.56
Distributions	-	-	(0.04)
Retained distributions	-	-	0.04
Closing asset value per share	540.25	507.53	357.62
* after direct transaction costs of***	0.17	0.69	0.54
Performance			
Return after charges	6.45%	41.92%	4.24%
Other information			
Closing net asset value (£)	288,966,462	281,745,812	220,094,911
Closing number of shares	53,487,572	55,513,641	61,544,035
Operating charges****	1.90%	1.90%	1.90%
Direct transaction costs***	0.06%	0.16%	0.16%
Prices	pence per share	pence per share	pence per share
Highest share price	556.10	533.47	390.61
Lowest share price	504.00	357.13	317.66

Income 'A'	1 August 2017 to 31 January 2018 p/share	1 August 2016 to 31 July 2017 p/share	1 August 2015 to 31 July 2016 p/share
Change in net assets per share			
Opening net asset value per share	486.31	342.68	328.73
Return before operating charges*	36.21	151.38	20.27
Operating charges**	(4.86)	(7.75)	(6.32)
Return after operating charges*	31.35	143.63	13.95
Distributions	-	-	-
Retained distributions	-	-	-
Closing asset value per share	517.66	486.31	342.68
* after direct transaction costs of***	0.17	0.66	0.52
Performance			
Return after charges	6.45%	41.91%	4.24%
Other information			
Closing net asset value (£)	33,822,952	35,968,088	28,227,323
Closing number of shares	6,533,784	7,396,119	8,237,328
Operating charges****	1.90%	1.90%	1.90%
Direct transaction costs***	0.06%	0.16%	0.16%
Prices	pence per share	pence per share	pence per share
Highest share price	532.90	511.17	374.29
Lowest share price	482.90	342.19	304.39

Comparative Tables (continued)

Accumulation 'P'	1 August 2017 to 31 January 2018 p/share	1 August 2016 to 31 July 2017 p/share	1 August 2015 to 31 July 2016 p/share
Change in net assets per share			
Opening net asset value per share	378.81	265.52	253.48
Return before operating charges*	28.24	117.76	15.64
Operating charges**	(2.80)	(4.47)	(3.60)
Return after operating charges*	25.44	113.29	12.04
Distributions	-	(1.18)	(1.35)
Retained distributions	-	1.18	1.35
Closing asset value per share	404.25	378.81	265.52
* after direct transaction costs of***	0.13	0.52	0.40
Performance			
Return after charges	6.72%	42.67%	4.75%
Other information			
Closing net asset value (£)	3,251,577	2,532,465	1,600,136
Closing number of shares	804,346	668,530	602,639
Operating charges****	1.40%	1.40%	1.40%
Direct transaction costs***	0.06%	0.16%	0.16%
Prices	pence per share	pence per share	pence per share
Highest share price	416.00	398.06	289.80
Lowest share price	376.20	265.17	235.77
Income 'P'	1 August 2017 to 31 January 2018 p/share	1 August 2016 to 31 July 2017 p/share	1 August 2015 to 31 July 2016 p/share
Change in net assets per share			
Opening net asset value per share	220.97	155.43	149.10
Return before operating charges*	16.48	68.80	9.24
Operating charges**	(1.63)	(2.57)	(2.12)
Return after operating charges*	14.85	66.23	7.12
Distributions	-	(0.69)	(0.79)
Retained distributions	-	-	-
Closing asset value per share	235.82	220.97	155.43
* after direct transaction costs of***	0.08	0.30	0.24
Performance			
Return after charges	6.72%	42.61%	4.78%
Other information			
Closing net asset value (£)	463,683	490,549	565,224
Closing number of shares	196,629	221,996	363,649
Operating charges****	1.40%	1.40%	1.40%
Direct transaction costs***	0.06%	0.16%	0.16%
Prices	pence per share	pence per share	pence per share
Highest share price	242.70	233.02	170.50
Lowest share price	219.50	155.22	138.72

Comparative Tables (continued)

Accumulation 'R'	1 August 2017 to 31 January 2018 p/share	1 August 2016 to 31 July 2017 p/share	1 August 2015 to 31 July 2016 p/share
Change in net assets per share			
Opening net asset value per share	267.25	186.67	177.51
Return before operating charges*	19.94	82.88	11.02
Operating charges**	(1.45)	(2.30)	(1.86)
Return after operating charges*	18.49	80.58	9.16
Distributions	-	(1.67)	(1.62)
Retained distributions	-	1.67	1.62
Closing asset value per share	285.74	267.25	186.67
* after direct transaction costs of***	0.09	0.37	0.28
Performance			
Return after charges	6.92%	43.17%	5.16%
Other information			
Closing net asset value (£)	524,846,498	436,193,614	268,754,303
Closing number of shares	183,679,949	163,214,941	143,969,119
Operating charges****	1.03%	1.03%	1.03%
Direct transaction costs***	0.06%	0.16%	0.16%
Prices	pence per share	pence per share	pence per share
Highest share price	293.90	270.10	195.80
Lowest share price	265.50	186.43	165.72
Income 'R'	1 August 2017 to 31 January 2018 p/share	1 August 2016 to 31 July 2017 p/share	1 August 2015 to 31 July 2016 p/share
Change in net assets per share			
Opening net asset value per share	245.58	172.61	165.58
Return before operating charges*	18.33	76.62	10.28
Operating charges**	(1.33)	(2.11)	(1.74)
Return after operating charges*	17.00	74.51	8.54
Distributions	-	(1.54)	(1.51)
Retained distributions	-	-	-
Closing asset value per share	262.58	245.58	172.61
* after direct transaction costs of***	0.08	0.34	0.26
Performance			
Return after charges	6.92%	43.17%	5.16%
Other information			
Closing net asset value (£)	176,045,155	155,681,571	128,864,992
Closing number of shares	67,043,416	63,392,200	74,654,621
Operating charges****	1.03%	1.03%	1.03%
Direct transaction costs***	0.06%	0.16%	0.16%
Prices	pence per share	pence per share	pence per share
Highest share price	270.10	249.77	182.65
Lowest share price	243.90	172.39	154.59

Comparative Tables (continued)

Accumulation 'U1'	1 August 2017 to 31 January 2018 p/share	1 August 2016 to 31 July 2017 p/share	1 August 2015 to 31 July 2016 p/share
Change in net assets per share			
Opening net asset value per share	168.13	117.33	111.47
Return before operating charges*	12.54	52.13	6.93
Operating charges**	(0.83)	(1.33)	(1.07)
Return after operating charges*	11.71	50.80	5.86
Distributions	-	(1.17)	(1.12)
Retained distributions	-	1.17	1.12
Closing asset value per share	179.84	168.13	117.33
* after direct transaction costs of***	0.06	0.23	0.18
Performance			
Return after charges	6.96%	43.30%	5.26%
Other information			
Closing net asset value (£)	252,374,525	202,258,318	102,189,206
Closing number of shares	140,331,961	120,300,916	87,092,522
Operating charges****	0.94%	0.94%	0.94%
Direct transaction costs***	0.06%	0.16%	0.16%
Prices	pence per share	pence per share	pence per share
Highest share price	185.00	169.92	123.06
Lowest share price	167.00	117.18	104.16
Income 'U1'	1 August 2017 to 31 January 2018 p/share	1 August 2016 to 31 July 2017 p/share	1 August 2015 to 31 July 2016 p/share
Change in net assets per share			
Opening net asset value per share	169.35	119.02	114.17
Return before operating charges*	12.65	52.85	7.09
Operating charges**	(0.84)	(1.33)	(1.09)
Return after operating charges*	11.81	51.52	6.00
Distributions	-	(1.19)	(1.15)
Retained distributions	-	-	-
Closing asset value per share	181.16	169.35	119.02
* after direct transaction costs of***	0.06	0.23	0.18
Performance			
Return after charges	6.97%	43.29%	5.26%
Other information			
Closing net asset value (£)	46,406,208	40,907,236	34,666,496
Closing number of shares	25,616,822	24,154,810	29,125,483
Operating charges****	0.94%	0.94%	0.94%
Direct transaction costs***	0.06%	0.16%	0.16%
Prices	pence per share	pence per share	pence per share
Highest share price	186.30	172.37	126.04
Lowest share price	168.20	118.87	106.68

Comparative Tables (continued)

Accumulation 'U2'	1 August 2017 to 31 January 2018 p/share	1 August 2016 to 31 July 2017 p/share	1 August 2015 to 31 July 2016 p/share
Change in net assets per share			
Opening net asset value per share	167.23	116.61	110.68
Return before operating charges*	12.48	51.79	6.89
Operating charges**	(0.75)	(1.17)	(0.96)
Return after operating charges*	11.73	50.62	5.93
Distributions	-	(1.29)	(1.22)
Retained distributions	-	1.29	1.22
Closing asset value per share	178.96	167.23	116.61
* after direct transaction costs of***	0.06	0.22	0.18
Performance			
Return after charges	7.01%	43.41%	5.36%
Other information			
Closing net asset value (£)	4,561,755	4,180,472	5,386,134
Closing number of shares	2,549,073	2,499,804	4,618,949
Operating charges****	0.85%	0.85%	0.85%
Direct transaction costs***	0.06%	0.16%	0.16%
Prices	pence per share	pence per share	pence per share
Highest share price	184.10	169.02	122.28
Lowest share price	166.10	116.46	103.51
Income 'U2'	1 August 2017 to 31 January 2018 p/share	1 August 2016 to 31 July 2017 p/share	1 August 2015 to 31 July 2016 p/share
Change in net assets per share			
Opening net asset value per share	160.77	112.97	108.36
Return before operating charges*	12.00	50.20	6.74
Operating charges**	(0.72)	(1.15)	(0.94)
Return after operating charges*	11.28	49.05	5.80
Distributions	-	(1.25)	(1.19)
Retained distributions	-	-	-
Closing asset value per share	172.05	160.77	112.97
* after direct transaction costs of***	0.05	0.22	0.17
Performance			
Return after charges	7.02%	43.42%	5.35%
Other information			
Closing net asset value (£)	38,479,014	40,198,400	24,693,045
Closing number of shares	22,364,877	25,003,305	21,858,015
Operating charges****	0.85%	0.85%	0.85%
Direct transaction costs***	0.06%	0.16%	0.16%
Prices	pence per share	pence per share	pence per share
Highest share price	177.00	163.75	119.71
Lowest share price	159.70	112.83	101.33

** The operating charges include all costs borne by the sub-fund, except for direct transaction costs.

*** The direct transaction costs are made up of fees and commissions paid to agents, advisers, brokers and dealers, levies by regulatory agencies and securities exchanges as well as transfer taxes and duties. They do not include any difference between the quoted bid and offer prices or internal administrative or holding costs. These costs arise as a result of transactions undertaken both for efficient portfolio management and the meeting of the sub-fund's objectives. These costs exclude any effect of dilution adjustments used to offset the costs.

**** The operating charges percentage is the equivalent of the ongoing charges figure per the prior year accounts. It is the ratio of the sub-fund's ongoing charges (excluding interest on borrowings) to the average net assets of the sub-fund.

Performance

	6 months to 31 January 2018	1 year to 31 January 2018	3 years to 31 January 2018	5 years to 31 January 2018
Old Mutual UK Smaller Companies Fund*	7.42%	32.95%	84.83%	147.95%
Numis Smaller Companies Index (benchmark)	2.63%	15.09%	42.41%	82.80%
IA UK Smaller Companies (sector average)	8.15%	24.74%	59.63%	105.63%
Quartile ranking	3	1	1	1

* Accumulation 'R' shares

Data Source – Factset. Figures are calculated on a total return and single price basis, with net income reinvested into the sub-fund

Portfolio allocation		Major holdings	Percentage of portfolio	
Support Services	16.22%	Fevertree Drinks	4.30%	
Software & Computer Services	13.09%	Ascential	3.68%	
Financial Services	11.27%	Smart Metering Systems	2.99%	
General Retailers	7.27%	boohoo.com	2.92%	
Real Estate Investment & Services	4.33%	Blue Prism	2.86%	
Media	4.30%	Clinigen	2.65%	
Beverages	4.30%	Restore	2.29%	
Pharmaceuticals & Biotechnology	4.10%	Johnson Service	2.19%	
Real Estate Investment Trusts	3.82%	The Hut Group	1.94%	
Construction & Materials	3.50%	Charter Court Financial Services	1.94%	
Household Goods & Home Construction	3.10%			
Industrial Engineering	2.27%	Number of holdings	83	
Nonlife Insurance	1.91%			
Electronic & Electrical Equipment	1.65%	Total Purchases and Sales for the period		
Food Producers	1.55%		2018	2017
Food & Drug Retailers	1.51%		£'000	£'000
Chemicals	1.49%	Total purchases for the 6 month period to 31 January	214,834	191,833
General Industrials	1.46%	Total sales for the 6 month period to 31 January	165,587	209,880
Health Care Equipment & Services	1.03%			
Oil Equipment, Services & Distribution	1.00%			
Oil & Gas Producers	0.83%			
Travel & Leisure	0.68%			
Mining	0.49%			
Life Insurance	0.42%			
Leisure Goods	0.38%			
Net other assets	8.03%			
Total	100.00%			

Asset Allocation

Equities	91.97%
Net other assets	8.03%
Total	100.00%

Portfolio statement

as at 31 January 2018

Holding	Investment	Market Value £'000	Percentage of total net assets %
	United Kingdom 88.37% (31 July 2017 89.45%)		
	United Kingdom Equities 88.37% (31 July 2017 89.45%)		
	Beverages 4.30% (31 July 2017 4.71%)		
2,404,466	Fevertree Drinks	58,909	4.30
		<u>58,909</u>	<u>4.30</u>
	Chemicals 1.49% (31 July 2017 1.19%)		
1,391,342	Scapa	6,609	0.48
2,887,000	Synthomer	13,783	1.01
		<u>20,392</u>	<u>1.49</u>
	Construction & Materials 3.50% (31 July 2017 3.92%)		
16,069,018	Breedon	13,016	0.95
3,126,877	Marshalls	13,127	0.96
9,591,000	Melrose Industries	21,829	1.59
		<u>47,972</u>	<u>3.50</u>
	Electronic & Electrical Equipment 0.68% (31 July 2017 0.76%)		
367,548	Luceco	270	0.02
382,770	Oxford Instruments	3,418	0.25
3,898,386	Strix	5,575	0.41
		<u>9,263</u>	<u>0.68</u>
	Financial Services 11.05% (31 July 2017 8.33%)		
1,772,000	Burford Capital	21,370	1.56
8,288,000	Charter Court Financial Services	26,563	1.94
1,953,000	Draper Esprit	8,124	0.59
2,085,000	Liontrust Asset Management	12,176	0.89
837,552	Mortgage Advice Bureau	4,908	0.36
6,549,825	OneSavings Bank	26,330	1.92
4,786,000	Premier Asset Management	11,869	0.87
3,526,202	TP ICAP	19,056	1.39
401,000	Transferwise	11,991	0.88
4,786,641	Xafinity	8,855	0.65
		<u>151,242</u>	<u>11.05</u>
	Food & Drug Retailers 1.51% (31 July 2017 2.17%)		
6,350,301	Conviviality Retail	20,702	1.51
		<u>20,702</u>	<u>1.51</u>
	Food Producers 1.41% (31 July 2017 0.94%)		
1,077,400	Hilton Food	8,942	0.66
3,376,309	Hotel Chocolat	10,298	0.75
		<u>19,240</u>	<u>1.41</u>
	General Industrials 1.46% (31 July 2017 1.38%)		
3,292,000	Vesuvius	19,950	1.46
		<u>19,950</u>	<u>1.46</u>
	General Retailers 6.28% (31 July 2017 6.72%)		
21,351,304	boohoo.com	39,980	2.92
2,013,027	Card Factory	3,905	0.29

Portfolio statement (continued)

as at 31 January 2018

Holding	Investment	Market Value £'000	Percentage of total net assets %
	General Retailers (continued)		
3,612,184	Footasylum	7,297	0.53
2,581,538	Joules	8,261	0.60
53,949	The Hut Group	26,609	1.94
		86,052	6.28
	Health Care Equipment & Services 1.03% (31 July 2017 0.84%)		
91,466	Consort Medical	1,090	0.08
8,117,480	Medica	13,004	0.95
		14,094	1.03
	Household Goods & Home Construction 3.10% (31 July 2017 2.69%)		
4,606,000	Crest Nicholson	23,560	1.72
2,354,127	Victoria	18,880	1.38
		42,440	3.10
	Industrial Engineering 2.22% (31 July 2017 2.23%)		
2,594,000	Bodycote	25,162	1.84
1,125,302	Fenner	5,291	0.38
		30,453	2.22
	Industrial Transportation 0.00% (31 July 2017 0.43%)		
	Leisure Goods 0.38% (31 July 2017 0.41%)		
784,207	Gear4Music	5,144	0.38
		5,144	0.38
	Life Insurance 0.42% (31 July 2017 0.79%)		
3,880,221	JRP	5,813	0.42
		5,813	0.42
	Media 4.30% (31 July 2017 4.78%)		
13,647,619	Ascential	50,387	3.68
1,536,838	GlobalData	8,529	0.62
		58,916	4.30
	Mining 0.00% (31 July 2017 0.81%)		
	Nonlife Insurance 1.91% (31 July 2017 1.12%)		
1,996,000	Lancashire	13,204	0.96
4,817,869	Sabre Insurance	13,008	0.95
		26,212	1.91
	Oil & Gas Producers 0.83% (31 July 2017 0.80%)		
7,806,400	Amerisur Resources	1,469	0.11
3,779,000	Cairn Energy	7,974	0.58
2,256,733	Premier Oil	1,864	0.14
		11,307	0.83
	Oil Equipment, Services & Distribution 1.00% (31 July 2017 0.00%)		
2,227,000	Hunting	13,629	1.00
		13,629	1.00

Portfolio statement (continued)

as at 31 January 2018

Holding	Investment	Market Value £'000	Percentage of total net assets %
	Pharmaceuticals & Biotechnology 4.10% (31 July 2017 4.90%)		
3,305,000	Clinigen	36,256	2.65
3,541,460	Eco Animal Health	19,832	1.45
		56,088	4.10
	Real Estate Investment & Services 4.33% (31 July 2017 4.35%)		
3,984,583	Helical Bar	13,528	0.99
5,214,720	Purplebricks	24,613	1.80
2,066,000	Savills	21,177	1.54
		59,318	4.33
	Real Estate Investment Trusts 3.82% (31 July 2017 3.86%)		
1,382,000	Big Yellow	11,747	0.86
1,844,000	Unite	14,669	1.07
2,546,000	Workspace	25,893	1.89
		52,309	3.82
	Software & Computer Services 13.09% (31 July 2017 11.96%)		
810,394	Accesso Technology	17,910	1.31
1,815,263	Alfa Financial Software	9,439	0.69
507,000	AVEVA	15,139	1.11
2,789,323	Blue Prism	39,218	2.86
2,184,972	FDM	20,757	1.52
322,000	First Derivatives	13,202	0.96
2,851,000	GB Group	12,202	0.89
1,157,878	Micro Focus International	24,860	1.81
3,585,000	Microgen	14,878	1.09
1,816,000	SDL	8,263	0.60
660,893	Tracsis	3,371	0.25
		179,239	13.09
	Support Services 15.48% (31 July 2017 18.64%)		
2,580,619	Alpha Financial Markets	4,206	0.31
5,475,498	Biffa	13,086	0.95
571,866	De La Rue	3,551	0.26
1,954,669	Electrocomponents	12,076	0.88
2,888,917	Interserve	3,152	0.23
21,329,237	Johnson Service	29,989	2.19
1,990,942	Midwich	11,348	0.83
5,939,000	Restore	31,358	2.29
3,602,000	Robert Walters	22,693	1.66
4,297,813	RWS	18,395	1.34
2,866,754	Sanne	21,185	1.55
5,423,219	Smart Metering Systems	40,891	2.99
		211,930	15.48
	Travel & Leisure 0.68% (31 July 2017 0.72%)		
855,000	Young & Co's Brewery 'A' (non-voting)	9,320	0.68
		9,320	0.68
	Overseas 3.60% (31 July 2017 5.02%)		
	Asia Pacific (excluding Japan) 0.97% (31 July 2017 0.76%)		
	Singapore Equities 0.97% (31 July 2017 0.76%)		

Portfolio statement (continued)

as at 31 January 2018

Holding	Investment	Market Value £'000	Percentage of total net assets %
411,172	Electronic & Electrical Equipment 0.97% (31 July 2017 0.76%)		
	XP Power (UK Listing)	13,322	0.97
		13,322	0.97
	Europe 1.87% (31 July 2017 3.03%)		
	Ireland Equities 1.87% (31 July 2017 2.19%)		
934,812	Food Producers 0.14% (31 July 2017 1.44%)		
	Greencore	1,875	0.14
		1,875	0.14
2,635,000	General Retailers 0.99% (31 July 2017 0.00%)		
	Applegreen	13,597	0.99
		13,597	0.99
692,735	Support Services 0.74% (31 July 2017 0.75%)		
	Keywords Studios	10,155	0.74
		10,155	0.74
	Switzerland Equities 0.00% (31 July 2017 0.84%)		
	Mining 0.00% (31 July 2017 0.84%)		
	South America 0.49% (31 July 2017 0.75%)		
	Peru Equities 0.49% (31 July 2017 0.75%)		
2,893,000	Mining 0.49% (31 July 2017 0.75%)		
	Hochschild Mining	6,671	0.49
		6,671	0.49
	North America 0.27% (31 July 2017 0.48%)		
	United States Equities 0.27% (31 July 2017 0.48%)		
3,623,985	Financial Services 0.22% (31 July 2017 0.48%)		
	FFI	3,008	0.22
		3,008	0.22
184,513	Industrial Engineering 0.05% (31 July 2017 0.00%)		
	Somero Enterprises	646	0.05
		646	0.05
	Investment assets	1,259,208	91.97
	Net other assets	110,010	8.03
	Total net assets	1,369,218	100.00

All investments are approved securities being either officially listed in a member state or traded on or under the rules of an eligible securities market, unless otherwise stated.

All investments are ordinary shares unless otherwise stated.

Statement of total return

for the period from 1 August 2017 to 31 January 2018

	Note	01.08.17 to 31.01.18 £'000	01.08.17 to 31.01.18 £'000	01.08.16 to 31.01.17 £'000	01.08.16 to 31.01.17 £'000
Income					
Net capital gains			81,225		121,197
Revenue		8,804		8,040	
Expenses		(7,978)		(5,531)	
Net revenue before taxation		826		2,509	
Taxation		-		-	
Net revenue after taxation			826		2,509
Total return before distributions			82,051		123,706
Distributions	2		128		(27)
Change in net assets attributable to shareholders from investment activities			82,179		123,679

Statement of change in net assets attributable to shareholders

for the period from 1 August 2017 to 31 January 2018

	01.08.17 to 31.01.18 £'000	01.08.17 to 31.01.18 £'000	01.08.16 to 31.01.17 £'000	01.08.16 to 31.01.17 £'000
Opening net assets attributable to shareholders		1,200,157*		815,042
Amounts received on issue of shares	129,293		45,387	
Amounts paid on cancellation of shares	(43,433)		(75,630)	
		85,860		(30,243)
Dilution adjustment		1,022		832
Change in net assets attributable to shareholders from investment activities		82,179		123,679
Closing net assets attributable to shareholders		1,369,218		909,310*

* Section 3.30 of the IA SORP issued in May 2014 requires comparative figures for the above statement. For interim financial statements this will result in the closing comparative net assets not being equal to the net assets at the start of the current period.

Balance sheet

as at 31 January 2018

	31.01.18 £'000	31.07.17 £'000
Assets		
Fixed assets		
Investments	1,259,208	1,133,731
Current assets		
Debtors	17,592	7,074
Cash and bank balances	94,995	68,638
Total assets	1,371,795	1,209,443
Liabilities		
Creditors		
Distribution payable	-	(1,579)
Other creditors	(2,577)	(7,707)
Total liabilities	(2,577)	(9,286)
Net assets attributable to shareholders	1,369,218	1,200,157

Notes to the financial statements

for the period from 1 August 2017 to 31 January 2018

1 Accounting policies

The financial statements have been prepared under the historical cost basis, as modified by the revaluation of investments, and in accordance with the Statement of Recommended Practice ("SORP") for Authorised Funds, issued by the IA in May 2014.

The accounting policies applied are consistent with those disclosed within the annual Financial Statements for the year ended 31 July 2017.

2 Distributions

The distributions take account of revenue received on the issue of shares and revenue deducted on the cancellation of shares, and comprise:

	01.08.17 to 31.01.18 £'000	01.08.16 to 31.01.17 £'000
Revenue deducted on cancellation of shares	54	163
Revenue received on issue of shares	(182)	(136)
Distributions	(128)	27
Reconciliation of distributions:		
Net revenue after taxation	826	2,509
Equalisation on conversion	15	31
Undistributed revenue carried forward	(969)	(2,513)
Distributions	(128)	27